

BIBOJEE GROUP



Half Yearly Report December, 2025

Janana De Malucho Textile
Mills Limited

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COMPANY'S PROFILE

BOARD OF DIRECTORS	MR. AHMAD KULI KHAN KHATTAK LT. GEN. (RETD.) ALI KULI KHAN KHATTAK MRS. SHAHNAZ SAJJAD AHMAD DR. SHAHIN KULI KHAN KHATTAK MRS. ZENAB ADNAN AURANGZEB MAJ. GEN. (RETD) SAEED AHMED WAHLA COL. (RETD) SYED YUNUS ALI RAZA	Chairman Chief Executive
AUDIT COMMITTEE	MAJ. GEN. (RETD) SAEED AHMED WAHLA MR. AHMAD KULI KHAN KHATTAK COL. (RETD) SYED YUNUS ALI RAZA	Chairman Member Member
HUMAN RESOURCE & REMUNERATION COMMITTEE	COL. (RETD) SYED YUNUS ALI RAZA LT. GEN. (RETD.) ALI KULI KHAN KHATTAK MR. AHMAD KULI KHAN KHATTAK MRS. SHAHNAZ SAJJAD AHMAD	Chairman Chief Executive / Member Member Member
CHIEF FINANCIAL OFFICER	MR. SALMAN KHAN, ACA	
COMPANY SECRETARY	MR. MUHAMMAD SOHAIL KARIM, ACCA	
AUDITORS	SHINewing HAMEED CHAUDHRI & CO., Chartered Accountants	
BANKERS	NATIONAL BANK OF PAKISTAN THE BANK OF KHYBER BANK ALFALAH LIMITED PAK OMAN INVESTMENT COMPANY LTD. MEEZAN BANK LIMITED HABIB METROPOLITAN BANK LTD.	
LEGAL ADVISOR	HASSAN & HASSAN (ADVOCATES) PAAF BUILDING, 7 D, KASHMIR ROAD, LAHORE	
TAX CONSULTANTS	M. NAWAZ KHAN & CO. GROUND FLOOR, FARRAH CENTRE, 2-MOZZANG ROAD, LAHORE	
REGISTRARS & SHARES REGISTRATION OFFICE	VISION CONSULTING LIMITED 5-C, LDA FLATS, 1ST FLOOR, LAWRENCE ROAD, LAHORE TEL. 042-36283096-97, FAX. 042-36312550 EMAIL: info@vcl.com.pk	
REGISTERED OFFICE & MILLS	HABIBABAD, KOHAT (KPK) TEL. 0922 - 862161 - 512930 - 510494 FAX. 0922 - 510474 E-MAIL: janana@brain.net.pk, janana.textile@gmail.com WEB SITE: www.jdm.com.pk	

DIRECTORS' REVIEW REPORT TO THE SHAREHOLDERS

On behalf of the Board of Directors, we present the Directors' Review along with the condensed interim financial statements of the Company for the 2nd quarter & half year ended 31st December 2025, duly reviewed by the External Auditors.

Overview of Financial Performance

	Quarter ended		Half Year ended	
	Dec. 31, 2025	Dec. 31, 2024	Dec. 31, 2025	Dec. 31, 2024
----- Rupees in thousand -----				
Sales - net	2,451	367,308	14,264	1,195,140
Gross loss	(63,288)	(197,393)	(110,493)	(299,970)
Loss from operations	(26,230)	(217,897)	(81,661)	(316,005)
Loss before taxation	(53,111)	(291,284)	(146,632)	(487,102)
Loss after taxation	(36,927)	(288,489)	(130,626)	(449,760)
----- Rupees -----				
Loss per share	(5.34)	(41.71)	(18.888)	(65.03)

During the half year under review the Company incurred a loss for the period ended December 31, 2025. The loss is primarily attributed to suspension of production activities, fixed operating and finance costs. Due to unfavorable conditions affecting the textile sector and operational losses in previous periods, the Company made the strategic decision to suspend production in the previous financial year.

During the said period, the turnover of the Company decreased by Rs. 1,181 million compared to the previous period. Turnover decreased due to limited quantity of stock available for sale due to stoppage of operations. Further, the Company, has incurred a loss before tax amounting to Rs. 146.632 million (2024: Rs.472,163 million) and loss after tax of Rs. 130.626 million (2024: Rs.449.760 million) in the current period.

MARKET CONDITIONS AND INDUSTRY OUTLOOK

The textile sector, particularly spinning continues to face challenges, including high energy tariffs, finance cost, and volatility in yarn and cotton prices. Another major challenge is the substantial increase in yarn imports from China. This has intensified competition, leading to market saturation and a major decrease in demand and prices of locally produced yarn. Due to these unfavorable conditions, a large number of units have closed operations. On the supply side, the production of local cotton is experiencing a declining trend. Local Cotton production for 2025-26 season has fallen to 6.8 million bales. Which is 34% below the target of 10.18 million bales.

Future Plan and Resumption of Operations

However, despite the current difficulties, we remain committed to navigating them with resilience and strategic planning. The company is considering various options, including cost

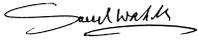
rationalization, shift to renewable energy, sale of non-productive assets, and diversification of finished product range.

The management is actively pursuing various operational and financial measures as outlined above, with the objective of sustainability and resumption of the operations. The board of directors, after considering mitigating measures and assessing the viability of operations, is pleased to resume the production activities of the company.

ACKNOWLEDGMENT

The Board places on record its appreciation for the support of its shareholders, bankers, regulators and employees who have consistently facilitated the Company in financially difficult times. We would also like to highlight the hard work and diligence of the Company's senior management, and staff.

For and On behalf of the Board of Directors



**Maj. Gen. (Retd.) Saeed Ahmed Wahla
Director**



**Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Chief Executive Officer**

Dated: February 26, 2026

ڈائریکٹرز کا جائزہ

بورڈ آف ڈائریکٹرز کی جانب سے، ہم 31 دسمبر 2025 کو ختم ہونے والی دوسری سہ ماہی اور ششماہی کے لیے کمپنی کے کنڈیڈٹس عبوری مالیاتی گوشواروں کے ساتھ ڈائریکٹرز کا جائزہ پیش کرتے ہیں، جس کا بیرونی آڈیٹرز کے ذریعے جائزہ لیا گیا ہے۔

مالی کارکردگی کے نتائج درج ذیل ہیں:

ششماہی کا اختتام		سہ ماہی کا اختتام		
Dec. 31, 2024	Dec. 31, 2025	Dec. 31, 2024	Dec. 31, 2025	
(روپے ہزاروں میں)				
1,195,140	14,264	367,308	2,451	فروخت
(299,970)	(110,493)	(197,393)	(63,288)	مجموعی نقصان
(316,005)	(81,661)	(217,897)	(26,230)	آپریشن سے نقصان
(487,102)	(146,632)	(291,284)	(53,111)	ٹیکس سے پہلے نقصان
(449,760)	(130,626)	(288,489)	(36,927)	ٹیکس کے بعد نقصان
(65.03)	(18.89)	(41.71)	(5.34)	نقصان فی شیئر (روپے)

زیر جائزہ ششماہی کے دوران کمپنی کو 31 دسمبر 2025 کو ختم ہونے والی مدت کے لیے نقصان اٹھانا پڑا۔ نقصان کی وجہ بنیادی طور پر پیداواری سرگرمیوں کی معطلی، فیکسڈ آپریٹنگ اور مالیاتی اخراجات ہیں۔ ٹیکسٹائل کے شعبے کو متاثر کرنے والے ناموافق حالات اور پچھلے ادوار میں آپریشنل نقصانات کی وجہ سے، کمپنی نے گزشتہ مالی سال میں پیداوار معطل کرنے کا اسٹریٹجک فیصلہ کیا۔

مذکورہ مدت کے دوران کمپنی کے کاروبار میں گزشتہ مدت کے مقابلے میں 1,181 ملین روپے کی کمی واقع ہوئی۔ آپریشن بند ہونے کی وجہ سے فروخت کے لیے دستیاب اسٹاک کی محدود مقدار کی وجہ سے فروخت میں کمی واقع ہوئی۔ مزید یہ کہ کمپنی کو 146.632 ملین روپے (جو کہ گزشتہ سال 2024 کی اسی مدت میں 472,163 ملین روپے تھا) کا ٹیکس سے پہلے نقصان اٹھانا پڑا اور موجودہ مدت میں ٹیکس کے بعد کا نقصان 130.626 ملین روپے (جبکہ گزشتہ سال 2024 کی اسی مدت میں 449.760 ملین روپے تھا) ہوا۔

مارکیٹ کے حالات اور صنعت کا منظر نامہ:

ٹیکسٹائل کے شعبے کو، خاص طور پر اسپننگ کوٹوانائی کے اعلیٰ ٹیرف، مالیاتی لاگت اور سوت اور کپاس کی قیمتوں میں اتار چڑھاؤ سمیت چیلنجز کا سامنا ہے۔ ایک اور بڑا چیلنج چین سے سوت کی درآمد میں خاطر خواہ اضافہ ہے۔ اس سے مسابقت میں شدت آئی ہے، جس کی وجہ سے مارکیٹ کی قیمتوں میں اتار چڑھاؤ اور مقامی طور پر تیار کردہ سوت کی طلب اور قیمتوں میں بڑی کمی واقع ہوئی ہے۔ ان ناموافق حالات کی وجہ سے بڑی تعداد میں یونٹس نے آپریشن بند کر دیا ہے۔ سپلائی کے لئے، مقامی کپاس کی پیداوار میں کمی کا سامنا ہے۔ 2025-26 کے بیزنس کے لیے مقامی کپاس کی پیداوار 6.8 ملین بیلز تک گر گئی ہے جو کہ 10.18 ملین بیلز کے ہدف سے 34 فیصد کم ہے۔

مستقبل کا منصوبہ اور آپریشنز کا دوبارہ آغاز:

تاہم، موجودہ مشکلات کے باوجود، ہم چلک اور اسٹریٹجک منصوبہ بندی کے ساتھ ان کو نیو گیٹ کرنے کے لیے پرعزم ہیں۔ کمپنی مختلف آپشنز پر غور کر رہی ہے، جن میں لاگت کی معقولیت، قابل تجدید توانائی کی طرف منتقلی، غیر پیداواری اثاثوں کی فروخت، اور تیار شدہ مصنوعات کی حد میں تنوع شامل ہیں۔

انتظامیہ پائیداری اور آپریشنز کی بحالی کے مقصد کے تحت، جیسا کہ بالا میں بیان کیا گیا ہے، مختلف عملی اور مالی اقدامات پر سرگرمی سے عمل پیرا ہے۔ بورڈ آف ڈائریکٹرز نے تجنیفی اقدامات پر غور کرنے اور آپریشنز کی قابل عمل حیثیت کا جائزہ لینے کے بعد کمپنی کی پیداواری سرگرمیوں کی بحالی کا فیصلہ کیا ہے۔

اعتراف:

بورڈ اپنے شیئر ہولڈرز، بینکرز، ریگولیٹرز اور ملازمین کی حمایت پر ان کا شکریہ ادا کرتا ہے جنہوں نے مالی طور پر مشکل وقت میں کمپنی کو مسلسل سہولت فراہم کی ہے۔ ہم کمپنی کی سینئر انتظامیہ اور عملے کی محنت اور مستعدی کو بھی اجاگر کرنا چاہیں گے۔

کمپنی کے بورڈ آف ڈائریکٹرز کی جانب سے



لیفٹیننٹ جنرل (ریٹائرڈ) علی قلی خان تنک
چیف ایگزیکٹو آفیسر



میجر جنرل (ریٹائرڈ) سعید احمد واہد
ڈائریکٹر

تاریخ: 26 فروری 2026

Independent Auditors' Review Report

To the Members of Janana De Malucho Textile Mills Limited Report on Review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Janana De Malucho Textile Mills Limited** (the Company) as at December 31, 2025 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows, and notes to the condensed interim financial statements for the six months period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

Pursuant to the requirement of section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the six months presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the Company. Accordingly, the figures of the condensed interim statement of profit or loss and condensed interim statement of other comprehensive income for the three months period ended December 31, 2025 and 2024 have not been reviewed by us.

The engagement partner on the review resulting in this independent auditors' review report is Osman Hameed Chaudhri.

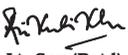
**LAHORE; February 26, 2026
UDIN: RR2025101049YCEcz1n**

Shinewing Hameed Chaudhri & co
**SHINEWING HAMEED CHAUDHRI & CO.,
CHARTERED ACCOUNTANTS**

Janana De Malucho Textile Mills Limited
Condensed Interim Statement of Financial Position as at December 31, 2025

		Dec. 31, 2025 Un-audited	June 30, 2025 Audited
Assets	Note	--Rupees in thousand--	
Non-current assets			
Property, plant and equipment	5	6,748,203	6,859,580
Intangible assets		390	520
Investments in an Associated Company	6	115,247	89,848
Security deposits		<u>14,598</u>	<u>14,598</u>
		6,878,438	6,964,546
Current assets			
Stores, spares and loose tools		66,298	66,731
Stock-in-trade		120,256	125,167
Trade debts - unsecured, considered good		3,338	83,535
Advances to employees		289	513
Advance payments		2,816	2,432
Trade deposits and prepayments		3,058	4,731
Due from related parties		600	5,368
Other receivables		-	579
Sale tax refundable		26,453	-
Income tax refundable, advance tax and tax deducted at source		129,662	128,641
Cash and bank balances		<u>7,526</u>	<u>7,917</u>
		360,296	425,614
Total assets		<u>7,238,734</u>	<u>7,390,160</u>
Equity and liabilities			
Equity			
Authorised capital		<u>1,000,000</u>	<u>1,000,000</u>
Issued, subscribed and paid-up capital		69,158	69,158
Treasury shares		(3,410)	(3,410)
Capital reserves			
- other capital reserves		23,803	23,803
- revaluation surplus on property, plant and equipment	7	5,021,354	5,058,679
Revenue reserves			
- general reserve		371,530	371,530
- accumulated loss		(315,097)	(238,541)
Shareholders' equity		<u>5,167,338</u>	<u>5,281,219</u>
Liabilities			
Non-current liabilities			
Long term finances	8	-	353,427
Deferred taxation		<u>315,671</u>	<u>331,855</u>
		315,671	685,282
Current liabilities			
Trade and other payables	9	320,514	305,547
Contract liabilities		43,367	43,469
Unclaimed dividends		2,715	2,715
Accrued mark-up		194,891	121,362
Current portion of non-current liabilities		1,192,871	930,331
Levies and income tax	10	178	19,046
Preference shares redemption account		<u>1,189</u>	<u>1,189</u>
		1,755,725	1,423,659
Total liabilities		<u>2,071,396</u>	<u>2,108,941</u>
Contingencies and commitments	11		
Total equity and liabilities		<u>7,238,734</u>	<u>7,390,160</u>

The annexed notes form an integral part of these condensed interim financial statements.


 Lt. Gen (Retd)
 Ali Kuli Khan Khattak
 Chief Executive


 Maj. Gen. (Retd.) Saeed Ahmed Wahla
 Director


 Salman Khan
 Acting Chief Financial Officer

Janana De Malucho Textile Mills Limited
Condensed Interim Statement of Profit or Loss & Other
Comprehensive Income (Un-audited)
For the Quarter and Six Months Period Ended December 31, 2025

	Note	Quarter ended		Six months period ended	
		Dec. 31, 2025	Dec. 31, 2024	Dec. 31, 2025	Dec. 31, 2024
----- Rupees in thousand -----					
Sales - net	12	2,451	367,308	14,264	1,195,140
Cost of sales	13	65,739	564,701	124,757	1,495,110
Gross loss		(63,288)	(197,393)	(110,493)	(299,970)
Distribution cost		312	9,208	324	26,136
Administrative expenses		10,659	12,520	18,873	43,060
Other expenses		-	708	-	708
Other income	14	(48,029)	(1,932)	(48,029)	(53,869)
		(37,058)	20,504	(28,832)	16,035
Loss from operations		(26,230)	(217,897)	(81,661)	(316,005)
Finance cost	15	35,505	74,008	73,625	161,370
		(61,735)	(291,905)	(155,286)	(477,375)
Share of profit of an Associated Company	6	8,654	5,212	8,654	5,212
Loss before revenue taxes and income taxes		(53,081)	(286,693)	(146,632)	(472,163)
Minimum taxes - levy		30	4,591	178	14,939
Loss before income tax		(53,111)	(291,284)	(146,810)	(487,102)
Income taxes - deferred tax		(16,184)	(2,795)	(16,184)	(37,342)
Loss for the period		(36,927)	(288,489)	(130,626)	(449,760)
Other comprehensive income					
Share of other comprehensive income of an Associated Company		16,745	-	16,745	-
Total comprehensive loss for the period		(20,182)	(288,489)	(113,881)	(449,760)
----- Rupees -----					
Loss per share		(5.34)	(41.71)	(18.89)	(65.03)

The annexed notes form an integral part of these condensed interim financial statements.


 Lt. Gen (Retd)
 Ali Kuli Khan Khattak
 Chief Executive


 Maj. Gen. (Retd.) Saeed Ahmed Wahla
 Director


 Salman Khan
 Acting Chief Financial Officer

Janana De Malucho Textile Mills Limited
Condensed Interim Statement of Cash Flows (Un-audited)
For the Six Months Period Ended December 31, 2025

		Six months period ended	
	Note	Dec. 31, 2025	Dec. 31, 2024
		(Rupees in thousand)	
Cash flows from operating activities			
Loss - before taxation and share of profit			
on investments in an Associated Company		(155,286)	(477,375)
Adjustments for non-cash charges and other items:			
Depreciation on operating fixed assets	5.1	60,416	67,207
Amortisation on intangible assets		130	130
Depreciation on right of use assets		-	790
Gain on sale of operating fixed assets		6,201	(46,875)
Staff retirement benefits - gratuity (net)		-	(118,599)
Provision for impairment of trade debts		-	708
Payable balance written back		(43,890)	-
Finance cost	15	73,625	161,370
Loss before working capital changes		(58,804)	(412,644)
Effect on cash flows due to working capital changes			
Decrease / (increase) in current assets:			
Stores, spares and loose tools		433	8,303
Stock-in-trade		4,911	779,751
Trade debts		79,489	(558)
Loans and advances to employees		313	1,919
Advance payments		(384)	8,301
Trade deposits and prepayments		1,673	(12,717)
Other receivables		579	1,923
Due from an Associated company		4,768	(1,733)
Decrease / (increase) in trade and other payables		32,882	(504,660)
		124,664	280,529
Cash generated from / (used in) operations		65,860	(132,115)
Taxes paid		(20,067)	(13,550)
Net cash generated from / (used in) operating activities		45,793	(145,665)
Cash flows from investing activities			
Fixed capital expenditure		(790)	-
Sale proceeds of operating fixed assets		45,550	237,875
Net cash generated from investing activities		44,760	237,875
Cash flows from financing activities			
Lease liabilities		-	330
Long term finances - net		(90,848)	913,568
Short term finances - net		-	(744,027)
Finance cost paid		(96)	(195,766)
Net cash used in financing activities		(90,944)	(25,895)
Net (decrease) / increase in cash and cash equivalents		(391)	66,315
Cash and cash equivalents - at beginning of the period		7,917	12,372
Cash and cash equivalents - at end of the period		7,526	78,687

The annexed notes form an integral part of these condensed interim financial statements.


 Lt. Gen (Retd)
 Ali Kuli Khan Khattak
 Chief Executive


 Maj. Gen. (Retd.) Saeed Ahmed Wahla
 Director


 Salman Khan
 Acting Chief Financial Officer

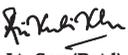
Janana De Malucho Textile Mills Limited
Condensed Interim Statement of Changes in Equity (Un-audited)
For the Six Months Period Ended December 31, 2025

Share capital	Treasury shares	Reserves							Total
		Capital					Revenue		
		Capital redemption	Tax holiday	Share premium	Revaluation surplus on property, plant and equipment	Merger reserve	General	(Accumulated loss) / Unappropriated profit	

----- Rupees in thousand -----

Balance as at June 30, 2025 (audited)	69,158	(3,410)	6,694	350	11,409	5,058,679	5,350	371,530	(238,541)	5,281,219
Total comprehensive loss for the period of six months ended December 31, 2025	-	-	-	-	-	16,745	-	-	(130,626)	(113,881)
Transfer from revaluation surplus on property, plant and equipment (net of deferred taxation)										
- on account of incremental depreciation for the period	-	-	-	-	-	(17,209)	-	-	17,209	-
- upon sale of revalued assets	-	-	-	-	-	(36,861)	-	-	36,861	-
Balance as at December 31, 2025 (un-audited)	69,158	(3,410)	6,694	350	11,409	5,021,354	5,350	371,530	(315,097)	5,167,338
Balance as at June 30, 2024 (audited)	69,158	(3,410)	6,694	350	11,409	5,007,712	5,350	371,530	567,241	6,036,034
Total comprehensive loss for the period of six months ended December 31, 2024	-	-	-	-	-	-	-	-	(449,760)	(449,760)
Transfer from revaluation surplus on property, plant and equipment on (net of deferred taxation)										
- on account of incremental depreciation	-	-	-	-	-	(12,959)	-	-	12,959	-
- upon sale of revalued assets	-	-	-	-	-	(111,971)	-	-	111,971	-
Balance as at December 31, 2024 (un-audited)	69,158	(3,410)	6,694	350	11,409	4,882,782	5,350	371,530	242,411	5,586,274

The annexed notes form an integral part of these condensed interim financial statements.


Lt. Gen (Retd)
Ali Kuli Khan Khattak
Chief Executive


Maj. Gen. (Retd.) Saeed Ahmed Wahla
Director


Salman Khan
Acting Chief Financial Officer

Janana De Malucho Textile Mills Limited
Notes to the Condensed Interim Financial Statements (Un-audited)
For the Six Months Period Ended December 31, 2025

1. Legal status and operations

- 1.1 Janana De Malucho Textile Mills Ltd. (the Company) was incorporated in Pakistan as a Public Company in the year 1960 under the Companies Act, 1913 (now the Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange Ltd. The Company is principally engaged in manufacture and sale of yarn. The Company's mills and its registered office are located at Habibabad, Kohat.
- 1.2 Due to unfavourable economic conditions in the country, increase in power cost, non availability of good quality of cotton at affordable price, decrease in sale and accumulation of stocks due to slow down of yarn market the management decided to temporarily shut down the operations of the Company effective October 31, 2024. The management will continue to monitor the situation in future and is committed to resume the operations / production activities as soon as the situations improves.

2. Basis of preparation

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, 'Interim financial reporting', issued by International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and
- Provisions of, directives and notifications issued under the Companies Act, 2017.

Where the provisions of, directives and notifications issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of, directives and notifications issued under the Companies Act, 2017 have been followed."

- 2.2 These condensed interim financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual audited financial statements of the Company as at and for the year ended June 30, 2025. Selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Company's financial position and performance since the last annual audited financial statements.
- 2.3 These condensed interim financial statements are un-audited and are being submitted to the members as required by section 237 of the Companies Act, 2017. The figures for the six months period ended December 31, 2025 have, however, been subjected to limited scope review by the external Auditors.

2.4 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except for the Company's liability under defined benefit plan (gratuity), which is determined on the present value of defined benefit obligations determined by an independent actuary and property, plant and equipment at revalued amounts assessed by an independent valuer.

2.5 Functional and presentation currency

These condensed interim financial statements are presented in Pak Rupees, which is also the Company's functional currency. All amounts have been rounded to the nearest thousand, unless otherwise stated.

3. Material accounting policies

The accounting policies adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of audited financial statements of the Company as at and for the year ended June 30, 2025.

3.1 Changes In Accounting Standards, Interpretations And Amendments To Published Approved Accounting Standards

a) Standards, interpretations and amendments to published approved accounting standards that are effective

There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for the Company's annual accounting periods which began on July 01, 2025. However, these do not have any significant impact on the Company's financial reporting.

b) Standards, interpretations and amendments to published approved accounting standards that are not yet effective

There are certain amendments and interpretations to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning after July 01, 2025. However, these will not have any material impact on the Company's financial reporting and, therefore, have not been disclosed in these condensed interim financial statements.

4. Accounting estimates and judgements

4.1 The preparation of these condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

4.2 In preparing these condensed interim financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements for the year ended June 30, 2025.

		Un-audited	Audited
		Dec. 31,	June 30,
		2025	2025
		(Rupees in thousand)	
5. Property, plant and equipment	Note		
Operating fixed assets - tangible	5.1	6,692,178	6,803,555
Capital work-in-progress		56,025	56,025
		<u>6,748,203</u>	<u>6,859,580</u>
5.1 Operating fixed assets			
Book value as at June 30, 2025		6,803,555	
Addition during the period		790	
Book value of operating fixed assets sold		(51,751)	
Depreciation charge for the period		(60,416)	
Book value as at December 31, 2025		<u>6,692,178</u>	

	Note	Un-audited Dec. 31, 2025 (Rupees in thousand)	
6. Investments in an Associated Company - Quoted Bannu Woollen Mills Ltd. (BWM)			
Carrying value of 731,626 shares of Rs.10 each before recognition of impairment loss as at June 30, 2025		277,859	
Shareholding held: 7.70%			
Add: share of profit for the period - net of taxation		8,654	
Add: share of other comprehensive income		16,745	
		303,258	
Less: impairment loss:			
- balance as at June 30, 2025		(188,011)	
- loss for the period	6.3	-	
		(188,011)	
Carrying value as at December 31, 2025		115,247	
6.1 Although the Company has less than 20% voting rights in BWM as at December 31, 2025, BWM has been treated as an Associated Company by virtue of common directorships.			
6.2 Market value of the Company's investments in BWM as at December 31, 2025 was Rs.49.751 million (June 30, 2025: Rs.63.980 million).			
6.3 The Company has used Market Value of Net Assets Approach to calculate the Value in Use (VIU) under IAS 36. This valuation was carried out by independent valuer M/s. Reanda Haroon Zakaria Aamir Salman Rizwan, Chartered Accountants - a QCR rated firm. Latest valuation was carried out on June 30, 2025 and provision for impairment loss was created accordingly. The management intends to re-assess the impairment loss on June 30, 2026.			
7. Revaluation surplus on property, plant and equipment - net	Note	Un-audited Dec. 31, 2025 (Rupees in thousand)	Audited June 30, 2025
Revaluation surplus on the Company's property, plant & equipment		4,805,164	4,859,234
Share of revaluation surplus on property, plant and equipment of an Associated Company		216,190	199,445
		5,021,354	5,058,679
8. Long term finances			
From Banking Companies - secured			
First Habib Modaraba			
- diminishing musharaka (DM I)		-	612
From an Associated Company- unsecured			
Bibojee Services (Pvt.) Limited	8.1	1,190,622	1,280,895
		1,190,622	1,281,507
Less: current portion grouped under current liabilities		1,190,622	928,080
		-	353,427

- 8.1 The Company has entered into a loan agreement with Bibojee Services (Pvt.) Limited - an Associated Company to obtain an unsecured loan upto an amount of Rs.1.500 billion for debt servicing and working capital requirements. The loan carries mark-up at the rate of 6 month Kibor + 0.5% and is repayable in four bi-annual instalments commenced June, 2025.

9. Trade and other payables	Un-audited Dec. 31, 2025 (Rupees in thousand)	Audited June 30, 2025
Creditors	44,562	44,611
Advance payments	79,492	39,343
Accrued expenses	150,357	154,352
Tax deducted at source	16,561	14,398
Sales tax payable	-	23,014
Due to Waqf-e-Kuli Khan	27,412	27,412
Security deposits repayable on demand - interest free	283	283
Others	1,847	2,134
	<u>320,514</u>	<u>305,547</u>

10. Levies and income tax - net

Balance as at June 30, 2025	19,046
Add: provision made during the period - current	<u>178</u>
	19,224
Less: payments / adjustments made against completed assessments	<u>(19,046)</u>
Balance as at December 31, 2025	<u>178</u>

- 10.1 Income tax assessments of the Company have been completed up to the tax year 2025 i.e. accounting year ended June 30, 2025.

- 10.2 There has been no significant change in the status of taxation matters during the current period as detailed in note 28 to the audited financial statements of the Company for the year ended June 30, 2025.

- 10.3 Levies and income tax expense is recognised in each interim period based on best estimate. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate changes.

11. Contingencies and commitments

There have been no material changes in the Company's contingencies and commitments from those disclosed in note 30 to the audited financial statements for the year ended June 30, 2025.

	Quarter ended		Six months period ended	
	Dec. 31, 2025	Dec. 31, 2024	Dec. 31, 2025	Dec. 31, 2024
12. Sales - Net	----- Rupees in thousand -----			
Yarn	2,990	280,270	16,929	1,257,100
Waste	-	45	-	273
Raw materials	-	153,385	-	153,385
	2,990	433,700	16,929	1,410,758
Less: sales tax	539	66,392	2,665	215,618
	2,451	367,308	14,264	1,195,140
13. Cost of sales				
Raw materials consumed	-	1,099	-	539,134
Packing materials consumed	25	1,584	25	19,222
Salaries, wages and benefits	16,364	21,947	26,755	176,863
Power and fuel	11,253	149,519	18,788	278,275
Stores consumed	3,054	1,586	3,098	15,137
Repair and maintenance	258	502	411	3,287
Depreciation	28,893	31,433	57,965	64,635
Insurance	2,325	4,734	3,295	9,467
Others	903	3,648	1,991	10,023
	63,075	216,052	112,328	1,116,043
Adjustment of work-in-process				
Opening	-	15,956	-	145,594
Closing	-	-	-	-
	-	15,956	-	145,594
Cost of goods manufactured	63,075	232,008	112,328	1,261,637
Adjustment of finished goods				
Opening stock	2,733	435,368	12,498	336,148
Closing stock	(69)	(226,644)	(69)	(226,644)
	2,664	208,724	12,429	109,504
	65,739	440,732	124,757	1,371,141
Cost of raw materials sold	-	123,969	-	123,969
Cost of goods sold - own manufactured	65,739	564,701	124,757	1,495,110
14. Other income				
This includes gain on sales of fixed assets amounting Rs.3.463 million (December 31, 2025: Rs.46.875 million) and return on bank deposits amounting Rs.80 thousand (December 31, 2025: Rs.6.994 million).				
15. Finance cost				
	Quarter ended		Six months period ended	
	Dec. 31, 2025	Dec. 31, 2024	Dec. 31, 2025	Dec. 31, 2024
	----- Rupees in thousand -----			
Interest on lease liabilities	-	330	-	330
Mark-up on long term finances	35,439	25,341	73,551	32,701
Mark-up on short term finances	-	47,576	-	126,349
Bank charges	66	761	74	1,990
	35,505	74,008	73,625	161,370

16. Transactions with Related Parties

Significant transactions made during the period with related parties were as follows:

Name	Nature of transaction	Cumulative	
		Jul. - Dec., 2025	Jul. - Dec., 2024
(Rupees in thousand)			
Associated Companies			
Bannu Woollen Mills Ltd.	Expenses recovered	167	215
	Salaries and benefits recovered	960	1,672
The Universal Insurance Company Ltd.	Salaries & benefits recovered	960	1,672
	Expenses recovered	120	120
	Insurance expense	6,382	-
Ghandhara Automobiles Ltd.	Salaries & benefits recovered	960	1,672
	Expenses recovered	167	215
Ghandhara Industries Ltd.	Expenses recovered	167	215
	Salaries & benefits recovered	960	1,672
Bibojee Services (Pvt.) Ltd.	Loan obtained	50,000	1,046,974
	Loan repayment	140,273	-
	Mark-up accrued	73,530	22,837
Other related parties			
Employees' Provident Fund	Payments made to Provident Fund	-	1,557
Key Management Personnel	Salaries & benefits	10,353	49,906
Period / year end balances are as follows:		Un-audited December 31, 2025	Audited June 30, 2025
The Universal Insurance Company Ltd.	Due from related parties	300	-
	Trade and other payable	792	-
Bibojee Services (Pvt.) Ltd.	Accrued Mark-up	194,891	121,362
	Long term finances	1,190,622	1,280,895
Ghandhara Automobiles Ltd.	Due from related parties	300	-

17. Financial risk management

17.1 Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at and for the year ended June 30, 2025.

There have been no changes in the risk management department or in any risk management policies since the year ended June 30, 2025.

17.2 Fair value estimation

During the period, there were no significant changes in the business or economic circumstances that affect the fair value of the Company's financial assets and financial liabilities. Further, there were no reclassifications of financial assets.

18. Shariah Compliant

----- December 31, 2025 -----		----- June 30, 2025 -----	
Un-Audited		Audited	
Conventional	Shariah Compliant	Conventional	Shariah Compliant

----- Rupees in '000 -----

Statement of Financial Position - Assets

Investments in Associated Company	-	115,247	-	89,848
Bank balances	4,331	1,143	6,392	1,241

Statement of Financial Position - Liability

Long term finances	1,190,622	-	1,280,895	612
Lease liabilities	2,251	-	2,251	-
Accrued mark-up	194,891	-	121,362	-

**Statement of Profit and Loss
and other Comprehensive Income**

----- December 31, 2025 -----		----- December 31, 2024 -----	
Un-Audited		Un-Audited	
Conventional	Shariah Compliant	Conventional	Shariah Compliant

----- Rupees in '000 -----

Revenue earned from shariah compliant business segments	-	14,264	-	1,195,140
Other income				
a) Profit on bank deposits	80	-	6,994	-
Mark-up on short term finances	-	-	126,349	-
Mark-up on long term finances	73,530	-	32,702	-
Mark-up on leases	-	-	330	-

The Company have banking relation with the following shariah-compliant financial institutions:

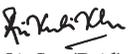
- a) Meezan Bank Limited
- b) The Bank of Khyber
- c) First Habib Modaraba

19. Corresponding figures

The comparative condensed interim statement of financial position presented in these condensed interim financial statements has been extracted from the audited financial statements of the Company for the year ended June 30, 2025, whereas the comparative condensed interim statement of profit or loss & other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been extracted from the un-audited condensed interim financial statements for the period ended December 31, 2024.

20. Date of authorisation for issue

These condensed interim financial statements were approved and authorised for issue by the Board of Directors of the Company on February 26, 2025.


Lt. Gen (Retd)
Ali Kuli Khan Khattak
Chief Executive


Maj. Gen. (Retd.) Saeed Ahmed Wahla
Director


Salman Khan
Acting Chief Financial Officer

