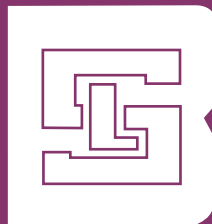


Nine Months  
Accounts  
Period Ended  
March 31,  
2026

BIBOJEE GROUP



**BANNU WOOLLEN MILLS LIMITED**

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## COMPANY'S PROFILE

Board of Directors	Mr. Ahmad Kuli Khan Khattak Mrs. Shahnaz Sajjad Ahmad Lt. Gen. (Retd.) Ali Kuli Khan Khattak Dr. Shahin Kuli Khan Khattak Syed Zubair Ahmed Shah Mr. Abdul Rehman Qureshi (Independent) Brig. (R.) Agha Arshad Raza (Independent)	Chairman Chief Executive
Audit Committee	Mr. Abdul Rehman Qureshi Syed Zubair Ahmad Shah Brig. (R.) Agha Arshad Raza	Chairman Member Member
Human Resource & Remuneration Committee	Mr. Abdul Rehman Qureshi Lt. Gen. (Retd.) Ali Kuli Khan Khattak Mr. Ahmad Kuli Khan Khattak Mrs. Shahnaz Sajjad Ahmad Syed Zubair Ahmed Shah Brig. (R.) Agha Arshad Raza	Chairman Member Member Member Member Member
Chief Operating Officer (COO)	Mr. Khalid Kuli Khan Khattak	
Assistant Chief Operating Officer / Company Secretary	Mr. Azmat Khan	
Chief Financial Officer	Mr. Kalim Aslam	
Head of Internal Audit	Mr. Sajid Nawaz Khan	
Auditors	M/S. ShineWing Hameed Chaudhri & Co Chartered Accountants	
Bankers	National Bank of Pakistan Bank Alfalah Ltd.	
Legal Adviser	M/S Hassan & Hassan, Advocates Paaf Building, 1-D, Kashmir / Egerton Road, Lahore	
Tax Consultant	M. Nawaz Khan & Co 1-Ground Floor, Farrah Centre, 2 Mozang Road, Lahore	
Registrars & Shares Registration Office	CDC Share Registrar (Services) Limited CDC House, 99-B, Block B, S.M.C.H.S. Main Shahra-e-Faisal, Karachi-74400 Tel: UAN# 021-0800 23275, Fax: 021-34326053 E-Mail: info@cdcsrsl.com	
Registered Office	Bannu Woollen Mills Ltd D.I.Khan Road, Bannu Tel. (0928) 612274, 662273, 613250 E-Mail: bannuwoollen@yahoo.com Web Site: www.bwm.com.pk	
Mills	D.I.Khan Road, Bannu Tel. (0928) 612274, 662273, 613250 E-Mail: bannuwoollen@yahoo.com Web Site: www.bwm.com.pk	

## DIRECTORS' REPORT

On behalf of the Board of Directors of Bannu Woollen Mills Limited, we are pleased to present the un-audited condensed interim Financial Statements of the Company for the third quarter and nine months period ended March 31, 2026.

### FINANCIAL PERFORMANCE

During the third quarter, the Company's net sales were Rs. 44.825 million, as compared to Rs. 95.713 million in the same period last year, reflecting a decline due to reduced market demand. The Company reported a gross loss of Rs. 8.157 million, compared to a gross loss of Rs. 24.066 million in the corresponding quarter, indicating improved cost management. Distribution and administrative expenses were recorded at Rs. 10.714 million and Rs. 35.596 million respectively. The Company recorded a loss before tax of Rs. 62.855 million during the third quarter, compared to a loss of Rs. 71.897 million in the same period last year. Loss per share for the quarter stood at Rs. (1.91) as compared to Rs. (6.68) in the corresponding quarter of last year.

The financial results for the nine months period under review are summarized below:

### FINANCIAL RESULTS

	Quarter ended		Nine months period ended	
	Mar. 31, 2026	Mar. 31, 2025	Mar. 31, 2026	Mar. 31, 2025
	----- Rupees in thousand -----			
Sales - net	<u>44,825</u>	<u>95,713</u>	<u>1,274,607</u>	<u>942,550</u>
Gross (loss) / profit	<u>(8,157)</u>	<u>(24,066)</u>	<u>344,480</u>	<u>233,044</u>
(Loss)/ profit from operations	<u>(54,185)</u>	<u>(61,789)</u>	<u>185,670</u>	<u>101,364</u>
(Loss) / profit before taxation	<u>(62,855)</u>	<u>(71,897)</u>	<u>115,607</u>	<u>127,333</u>
(Loss) / profit after taxation	<u>(18,179)</u>	<u>(63,477)</u>	<u>94,264</u>	<u>86,942</u>
(Loss) / earnings per share	<u>(1.91)</u>	<u>(6.68)</u>	<u>9.92</u>	<u>9.15</u>

During the period under review, the Company's net turnover increased significantly by 35.23%, reflecting strong recovery in sales and improved market conditions. Gross margins improved due to better cost control and operational efficiencies. The Company earned a net profit after taxation of Rs. 94.264 million as compared to Rs. 86.942 million in the corresponding period of last year, demonstrating stable performance despite challenging economic conditions. Finance cost decreased to Rs. 37.090 million from Rs. 56.733 million, reflecting improved cash flow management and reduction in borrowing costs.

Earnings per share (EPS) for the nine-month period stood at Rs. 9.92, compared to Rs. 9.15 in the previous year. During the current period, the Company recorded an impairment loss of Rs. 32.973 million in respect of its Associated Company, whereas the previous year's results included a significant impairment loss reversal amounting to Rs. 82.702 million, which had substantially enhanced the profitability for that period. Excluding these non-recurring items,

the Company's underlying performance for 2026 remains stable and reflects operational resilience.

The Company achieved greasy production of 755,839 meters of fabric as compared to 600,098 meters of corresponding period of last year. This increase is due to production optimization and more working days as compared to the previous year.

## **FUTURE OUTLOOK**

Pakistan's economy continues to face challenges, although certain macroeconomic indicators have shown gradual improvement. Growth projections for FY2026 are estimated in the range of 3.0% to 3.5% by international financial institutions; however, these projections remain subject to downside risks due to ongoing structural weaknesses and external pressures. Inflation, while easing compared to previous highs, continues to impact cost structures, particularly in energy, raw materials, and logistics.

The global economic environment has become increasingly uncertain due to heightened geopolitical tensions, particularly the evolving situation between the United States and Iran, along with broader regional conflicts. These developments have contributed to volatility in international oil prices, disruptions in supply chains, and increased freight and shipment costs, all of which pose additional challenges for the manufacturing sector.

Pakistan's external position also remains under pressure, with continued reliance on support from international financial institutions, including the IMF program and multilateral financing arrangements. While these measures provide short-term stability, their effectiveness depends on the timely implementation of structural reforms, fiscal discipline, and improvements in the business environment.

Furthermore, global shipping and logistics constraints, coupled with currency fluctuations, continue to affect import costs and export competitiveness. These factors are likely to keep operating margins under pressure in the near term.

In response to these evolving conditions, the management is closely monitoring economic and geopolitical developments and remains committed to taking proactive and prudent measures. The Company is focused on cost optimization, operational efficiency, and market expansion strategies to mitigate risks and capitalize on emerging opportunities.

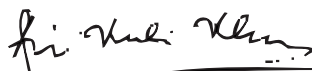
## **ACKNOWLEDGEMENT**

We formally express our sincere appreciation for the dedication and hard work of our executives, officers, staff, and workers, whose contributions have been instrumental in achieving the Company's strong performance. We also recognize the valuable contributions and active involvement of the Board Committee members in guiding and supporting management on key strategic matters. Additionally, the Board extends its gratitude to our banking partners, customers, and suppliers for their unwavering support and commitment to the Company.

On behalf of the Board of Directors,



**SHAHNAZ SAJJAD AHMAD**  
CHIEF EXECUTIVE OFFICER



**LT. GEN. ALI KULI KHAN KHATTTAK (RETD.)**  
DIRECTOR

April 14, 2026

## ڈائریکٹرز رپورٹ

بنوں وولن ملز لمیٹڈ، بنوں کے بورڈ آف ڈائریکٹرز کی جانب سے ہمیں 31 مارچ، 2026 کو ختم ہونے والی تیسری سہ ماہی اور نو ماہ کی مدت کے لئے کمپنی کی غیر آڈٹ شدہ مالیاتی رپورٹ پیش کرتے ہوئے خوشی محسوس ہو رہی ہے۔

مالی کارکردگی:

تیسری سہ ماہی کے دوران، کمپنی کی خالص فروخت 44,825 ملین روپے ہوئی جبکہ گزشتہ سال کی اسی مدت کے مقابلے فروخت 95,713 ملین روپے تھی، جو کہ مارکیٹ کی طلب میں کمی کی وجہ کو ظاہر کرتا ہے۔ کمپنی نے 8,157 ملین روپے کے مجموعی نقصان کے مقابلے گزشتہ سال اسی سہ ماہی میں 24,066 ملین روپے مجموعی نقصان کی اطلاع دی۔ جو کہ بہتر لاگت کے انتظام کی نشاندہی کرتا ہے۔

تقسیم اور انتظامی اخراجات 10,714 ملین اور 35,596 ملین روپے بالترتیب ریکارڈ کیے گئے۔ تیسری سہ ماہی کے دوران کمپنی نے ٹیکس سے پہلے 62,855 ملین روپے روپے کا نقصان ریکارڈ کیا جو کہ پچھلے سال کی اسی مدت میں 71,897 ملین روپے تھا۔ رواں سہ ماہی میں کمپنی کو فی حصص خسارہ (1.91) روپے رہا جو کہ گزشتہ سال کی اسی سہ ماہی میں (6.68) روپے تھا۔

زیر جائزہ نو ماہ کی مدت کے مالی نتائج کا خلاصہ ذیل میں دیا گیا ہے:-

مالی نتائج:

نوماء کے اختتامی نتائج		سہ ماہی کا اختتام		
31 مارچ 2025	31 مارچ 2026	31 مارچ 2025	31 مارچ 2026	
-- روپے ہزاروں میں --				
942,550	1,274,607	95,717	44,825	مجموعی فروخت
233,044	344,480	(24,066)	(8,157)	مجموعی منافع
101,364	185,670	(61,789)	(54,185)	کارکردگی کا منافع
127,733	115,607	(71,897)	(62,855)	ٹیکس سے پہلے (منافع)
86,942	94,264	(63,477)	(18,179)	ٹیکس کے بعد (منافع)
-- روپے --				
9.15	9.92	(6.68)	(1.91)	آمدنی فی حصص

زیر جائزہ مدت کے دوران، کمپنی کے کاروبار میں 35.23 فیصد اضافہ ہوا، جو فروخت میں مضبوط بحالی اور مارکیٹ کے بہتر حالات کی عکاسی کرتا ہے۔ بہتر لاگت پر قابو پانے اور آپریشنل افادیت کی وجہ سے مجموعی مارجن میں بہتری آئی ہے۔ کمپنی نے ٹیکس کے بعد کا خالص منافع 94,264 ملین روپے کمایا جو کہ گزشتہ سال کی اسی مدت میں 86,942 ملین روپے تھا۔ چیلنجنگ معاشی حالات کے باوجود مستحکم کارکردگی کا مظاہرہ کرتے ہوئے مالیاتی لاگت 56,733 ملین سے کم ہو کر 37,090 ملین روپے رہ گئی ہے، جو کہ بہتر پیش فلوی مینجمنٹ اور قرض لینے کے اخراجات میں کمی کی عکاسی کرتی ہے۔

موجودہ مدت کے دوران، نو ماہ کی مدت کے لیے فی حصص (EPS) کی آمدنی 9.92 روپے رہی جو کہ پچھلے سال کی اسی مدت میں فی حصص (EPS) 9.15 روپے تھی۔ ایسوسی ایٹڈ کمپنی کا اینپیز منٹ لاس 32,973 ملین نقصان ہوا، جبکہ پچھلے سال کے نتائج میں ہونے والے نقصان، جس کی رقم 82,702 ملین روپے ہے، اس نقصان کا ریورسل بھی شامل ہے۔ جس نے اس مدت کے لیے منافع میں خاطر خواہ اضافہ کیا تھا۔ ان غیر متواتر اشیاء کو چھوڑ کر، 2026 کے لیے کمپنی کی بنیادی کارکردگی مستحکم رہتی ہے اور آپریشنل چلک کی عکاسی کرتی ہے۔

کمپنی نے رواں سال پروڈکشن کی مدد میں 755,839 میٹر کپڑا تیار کیا، جو کہ گزشتہ سال کی اسی مدت میں 600,098 میٹر تھا۔ یہ اضافہ پچھلے سال کے مقابلے بلے میں پیداواری پالیسیوں میں اصلاح اور زیادہ لگن سے کام کرنے کی وجہ سے ممکن ہوا۔

مستقبل کا نقطہ نظر

پاکستان کی معیشت کو چیلنجوں کا سامنا ہے، اگرچہ بعض میکرو اکنامک اشارے نے بتدریج بہتری دکھائی ہے۔ مالی سال 2026 کے لیے ترقی کے تخمینے کا تخمینہ بین الاقوامی مالیاتی اداروں کے ذریعے 3.0% سے 3.5% کی حد میں لگایا گیا ہے۔ تاہم، یہ تخمینے جاری ساختی کمزوریوں اور بیرونی دباؤ کی وجہ سے منفی خطرات سے دوچار ہیں۔ افراط زر نے بھی کچھلی بیلنوں کے مقابلے میں زخمی کرتے ہوئے، لاگت کے ڈھانچے، خاص طور پر توانائی، خام مال اور لاجسٹکس کو متاثر کیا ہے۔

بڑھتے ہوئے جغرافیائی سیاسی تناؤ، خاص طور پر امریکہ اور ایران کے درمیان ابھرتی ہوئی صورتحال کے ساتھ ساتھ وسیع تر علاقائی تنازعات کی وجہ سے عالمی اقتصادی ماحول تیزی سے غیر یقینی ہو گیا ہے۔ ان پیش رفتوں نے تیل کی بین الاقوامی قیمتوں میں اتار چڑھاؤ، سپلائی چینز میں خلل، اور مال برداری اور ترسیل کے اخراجات میں اضافہ میں اہم کردار ادا کیا ہے، یہ سب مینوفیکچرنگ سیکٹر کے لیے اضافی چیلنجز کا باعث ہیں۔

آئی ایم ایف پروگرام اور کثیر جہتی مالیاتی انتظامات سمیت بین الاقوامی مالیاتی اداروں کی حمایت پر مسلسل انحصار کے ساتھ پاکستان کی بیرونی پوزیشن بھی دباؤ میں ہے۔ اگرچہ یہ اقدامات قلیل مدتی استحکام فراہم کرتے ہیں، لیکن ان کی تاثیر کا انحصار ساختی اصلاحات، مالیاتی نظم و ضبط اور کاروباری ماحول میں بہتری کے بروقت نفاذ پر ہے۔

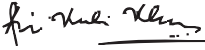
مزید برآں، عالمی شہنگ اور لاجسٹکس کی رکاوٹیں، کرنسی کے اتار چڑھاؤ کے ساتھ، درآمدی لاگت اور برآمدی مسابقت کو متاثر کرتی رہتی ہیں۔ یہ عوامل ممکنہ طور پر آپریٹنگ مارجن کو قریب کی مدت میں دباؤ میں رکھتے ہیں۔


ان بدلتے ہوئے حالات کے جواب میں، انتظامیہ اقتصادی اور جغرافیائی سیاسی پیش رفت پر گہری نظر رکھے ہوئے ہے اور فعال اور دانشمندانہ اقدامات کرنے کے لیے پرعزم ہے۔ کئی خطرات کو کم کرنے اور ابھرتے ہوئے مواقع سے فائدہ اٹھانے کے لیے لاگت کی اصلاح، آپریٹنگ کارکردگی، اور مارکیٹ کی توسیع کی حکمت عملیوں پر توجہ مرکوز کرتی ہے۔

اعتراف

ہم باضابطہ طور پر اپنے ایگزیکٹوز، افسران، عملے اور کارکنوں کی لگن اور محنت کے لیے اپنی مخلصانہ تعریف کا اظہار کرتے ہیں، جن کی شراکت کمپنی کی مضبوط کارکردگی کو حاصل کرنے میں اہم کردار ادا کرتی رہی ہے۔ ہم ایم ایس بی جی معاملات پر نظم و نسق کی رہنمائی اور معاونت میں بورڈ کمیٹی کے اراکین کی قابل قدر شراکت اور فعال شمولیت کو بھی تسلیم کرتے ہیں۔ مزید برآں، بورڈ ہمارے ہیڈنگ پارٹنرز، صارفین، اور سپلائرز کا کمپنی کے ساتھ ان کی غیر متزلزل حمایت اور وابستگی کے لیے شکر یہ ادا کرتا ہے۔

کمپنی کے بورڈ آف ڈائریکٹرز کی جانب سے

  
(لیفٹنٹ جنرل (ر) علی قاسمی خان خٹک)  
ڈائریکٹر

  
(شہناز سجاد احمد)  
چیف ایگزیکٹو آفیسر

14 اپریل 2026

# BANNU WOOLLEN MILLS LIMITED

## Condensed Interim Statement of Financial Position as at March 31,2026

		Un-audited March 31, 2026	Audited Jun. 30, 2025
	Note	(Rupees in thousand)	
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	5	1,841,248	1,549,904
Intangible assets		2	42
Investments in Associated Companies	6	1,010,486	1,039,232
Security deposits		3,849	3,794
		<u>2,855,585</u>	<u>2,592,972</u>
<b>Current assets</b>			
Stores and spares		146,155	143,493
Stock-in-trade		654,222	995,099
Trade debts	7	322,699	36,711
Advances to employees - unsecured, considered good		26,066	25,542
Advance payments		34,056	7,280
Prepayments and other receivables		5,700	1,793
Sales tax refundable		5,362	29,843
Income tax refundable, advance tax and tax deducted at source		16,092	15,152
Cash and bank balances		47,399	3,242
		<u>1,257,751</u>	<u>1,258,155</u>
<b>Total assets</b>		<u><b>4,113,336</b></u>	<u><b>3,851,127</b></u>
<b>Equity and liabilities</b>			
<b>Share capital and reserves</b>			
Authorised capital			
20,000,000 ordinary shares of Rs.10 each		200,000	200,000
Issued, subscribed and paid-up capital		95,063	95,063
Capital reserves			
- share premium		19,445	19,445
- revaluation surplus on property, plant and equipment	8	2,943,207	2,736,295
Revenue reserves			
- general reserves		154,055	154,055
- unappropriated profit		134,538	29,618
<b>Shareholders' equity</b>		<u><b>3,346,308</b></u>	<u><b>3,034,476</b></u>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Lease liabilities		2,446	4,745
Staff retirement benefits - gratuity		196,112	163,164
Deferred taxation		72,590	57,458
		<u>271,148</u>	<u>225,367</u>
<b>Current liabilities</b>			
Trade and other payables	9	177,095	180,437
Contract Liabilities		6,890	4,232
Unpaid dividends		3,452	3,452
Unclaimed dividends		4,720	4,746
Accrued mark-up		8,325	11,384
Short term finances		265,662	367,543
Current portion of lease liabilities		3,052	6,645
Provision for tax levies & income taxes	10	26,684	12,845
		<u>495,880</u>	<u>591,284</u>
<b>Total liabilities</b>		<u><b>767,028</b></u>	<u><b>816,651</b></u>
<b>Contingencies and commitments</b>			
	11		
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><b>4,113,336</b></u>	<u><b>3,851,127</b></u>

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



**Shahnaz Sajjad Ahmad**  
Chief Executive



**Syed Zubair Ahmed Shah**  
Director



**Kalim Aslam**  
Chief Financial Officer

**Condensed Interim Statement of Profit or Loss & Other Comprehensive Income  
(Un-audited)**

**For the Quarter and Nine Months Period Ended March 31, 2026**

	Note	Quarter ended		Nine months period ended	
		Mar. 31, 2026	Mar. 31, 2025	Mar. 31, 2026	Mar. 31, 2025
----- Rupees in thousand -----					
Sales - net		44,825	95,713	1,274,607	942,550
Cost of sales		(52,982)	(119,779)	(930,127)	(709,506)
Gross (loss) / profit		(8,157)	(24,066)	344,480	233,044
Distribution cost		(10,714)	(10,881)	(32,860)	(26,456)
Administrative expenses		(35,596)	(35,006)	(111,016)	(111,503)
Other income		282	1,387	741	9,847
Other expenses		0	6,777	(15,675)	(3,568)
(Loss) / profit from operations		(54,185)	(61,789)	185,670	101,364
Finance cost		(8,670)	(10,108)	(37,090)	(56,733)
		(62,855)	(71,897)	148,580	44,631
Share of profit / (loss) and impairment of an Associated Company - net	6	0	0	(32,973)	82,702
(Loss) / profit before revenue taxes and income taxes		(62,855)	(71,897)	115,607	127,333
Income tax	12	44,676	8,420	(21,343)	(40,391)
(Loss) / profit after taxation		(18,179)	(63,477)	94,264	86,942
<b>Other comprehensive income</b>					
- surplus on revaluation of property, plant and equipment		-	-	233,086	-
- impact of deferred tax		-	-	(19,745)	-
		-	-	213,341	-
Share of other comprehensive income of an Associated Company		-	-	4,227	-
<b>Total comprehensive (loss) / income for the period</b>		<b>(18,179)</b>	<b>(63,477)</b>	<b>311,832</b>	<b>86,942</b>
----- Rupees -----					
(Loss) / earnings per share		(1.91)	(6.68)	9.92	9.15

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



**Shahnaz Sajjad Ahmad**  
Chief Executive



**Syed Zubair Ahmed Shah**  
Director



**Kalim Aslam**  
Chief Financial Officer

# BANNU WOOLLEN MILLS LIMITED

## Condensed Interim Statement of Cash Flows (Un-audited) For the Quarter and Nine Months Period Ended March 31, 2026

	Nine months period ended	
	Mar. 31, 2026	Mar. 31, 2025
	Rupees in thousand	
<b>Cash flows from operating activities</b>		
Profit for the period - before taxation and share of profit on investments in an Associated Company	148,580	44,631
Adjustments for non-cash charges and other items:		
Depreciation on property, plant and equipment	18,121	17,045
Depreciation on right of use of assets	4,346	5,163
Amortisation	40	46
Provision for impairment of trade debts	332	147
Staff retirement benefits - gratuity (net)	32,948	38,165
Mark-up on bank deposits and dealers' balances	(574)	(2,148)
Finance cost	37,090	56,733
Workers' welfare fund	4,005	924
Gain on sale of operating fixed assets	-	(6,946)
<b>Profit before working capital changes</b>	<b>244,888</b>	<b>153,760</b>
<b>Effect on cash flows due to working capital changes</b>		
(Increase) / decrease in current assets		
Stores and spares	(2,662)	9,103
Stock-in-trade	340,877	136,558
Trade debts	(286,320)	(44,956)
Advances	(524)	(4,554)
Advance payments	(26,776)	(10,005)
Prepayments and other receivables	(3,907)	(55,281)
Sales tax refundable	24,481	10,481
(Decrease) / increase in trade and other payables and contract liabilities	(4,772)	13,406
	<b>40,397</b>	<b>54,752</b>
<b>Cash generated from operations</b>	<b>285,285</b>	<b>208,512</b>
Taxes paid	(13,056)	(8,211)
<b>Net cash generated from operating activities</b>	<b>272,229</b>	<b>200,301</b>
<b>Cash flows from investing activities</b>		
Fixed capital expenditure	(80,725)	(4,004)
Proceeds from sale of fixed assets	-	8,511
Mark-up on bank deposits and dealers' balances	574	2,148
<b>Net cash (used in) / generated from investing activities</b>	<b>(80,151)</b>	<b>6,655</b>
<b>Cash flows from financing activities</b>		
Lease rentals paid	(6,768)	(9,836)
Short term finances - net	(101,881)	(117,203)
Finance cost paid	(39,272)	(67,947)
<b>Net cash used in from financing activities</b>	<b>(147,921)</b>	<b>(194,986)</b>
<b>Net increase in cash and cash equivalents</b>	<b>44,157</b>	<b>11,970</b>
<b>Cash and cash equivalents - at beginning of the period</b>	<b>3,242</b>	<b>4,306</b>
<b>Cash and cash equivalents - at end of the period</b>	<b>47,399</b>	<b>16,276</b>

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



**Shahnaz Sajjad Ahmad**  
Chief Executive



**Syed Zubair Ahmed Shah**  
Director



**Kalim Aslam**  
Chief Financial Officer

# BANNU WOOLLEN MILLS LIMITED

## Condensed Interim Statement of Changes in Equity (Un-audited) For the Quarter and Nine Months Period Ended March 31, 2026

Share capital	Capital Reserves		Revenue Reserves		Total
	Share premium	Revaluation surplus on property, plant and equipment	General	Unappropriated profit	

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

Balance as at June 30, 2025 (audited)	95,063	19,445	2,736,295	154,055	29,618	3,034,476
Total comprehensive income for the period ended March 31, 2026						
-profit for the year					94,264	94,264
-other comprehensive income			213,341		4,227	217,568
Revaluation surplus on property, plant and equipment realised during the period on account of incremental depreciation (net of deferred taxation)			(6,429)		6,429	0
<b>Balance as at March 31, 2026 (unaudited)</b>	<b>95,063</b>	<b>19,445</b>	<b>2,943,207</b>	<b>154,055</b>	<b>134,538</b>	<b>3,346,308</b>
Balance as at 30 June 2024 - (audited)	95,063	19,445	2,743,515	154,055	120,965	3,133,043
Total comprehensive income for the period ended March 31, 2025	0	0	0	0	86,942	86,942
Revaluation surplus on property, plant and equipment realised during the period on account of incremental depreciation (net of deferred taxation)	0	0	(5,634)	0	5,634	0
<b>Balance as at March 31, 2025 (unaudited)</b>	<b>95,063</b>	<b>19,445</b>	<b>2,737,881</b>	<b>154,055</b>	<b>213,541</b>	<b>3,219,985</b>

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



**Shahnaz Sajjad Ahmad**  
Chief Executive



**Syed Zubair Ahmed Shah**  
Director



**Kalim Aslam**  
Chief Financial Officer

## **Notes to the Condensed Interim Financial Information (Un-audited) For the Quarter and Nine Months Period Ended March 31, 2026**

### **1. Legal status and operations**

Bannu Woollen 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 woollen yarn, cloth and blankets. The Company's registered office and mills are located at D.I. Khan Road, Bannu whereas the retail outlet is located at Raja Bazar, Rawalpindi.

### **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 the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives 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 nine months period ended March 31, 2026, however, are unaudited.

#### **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.

#### **2.6. 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. Changes In Accounting Standards, Interpretations And Amendments To Published Approved Accounting Standards**

#### **3.1. 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.

#### **3.2. Standards, interpretations and amendments to published approved accounting standards that are not yet effective**

There are certain amendments to the accounting and reporting standards that will be mandatory for

the Company's annual accounting periods beginning on or after July 01, 2025. However, these amendments will not have any significant impact on the financial reporting of the Company 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 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.

#### 5. Property, plant and equipment

		Un-audited March 31, 2026	Audited June 30, 2025
	Note	(Rupees in thousand)	
Operating fixed assets	5.1	1,834,127	1,540,931
Capital work-in-progress		2,494	0
Right of use of assets	5.2	4,627	8,973
		<b>1,841,248</b>	<b>1,549,904</b>
<b>5.1 Operating fixed assets</b>			
Book value of operating fixed assets as at June 30, 2025		1,540,931	
Additions during the period:			
- plant and machinery		78,231	
Add: surplus on revaluation on			
- freehold land		165,000	
- buildings on freehold land		24,214	
- plant and machinery		43,872	
		233,086	
Depreciation charge for the period		(18,121)	
<b>Book value as at March 31, 2026</b>		<b>1,834,127</b>	
<b>5.2 Right of use assets</b>			
Book value of right of use assets as at June 30, 2025		8,973	
Additions during the period		-	
Depreciation charge for the period		(4,346)	
<b>Book value of right of use assets as at March 31, 2026</b>		<b>4,627</b>	
<b>6. Investments in Associated Company - Quoted</b>			
<b>Janana De Malucho Textile Mills Ltd. (JDM)</b>			
Opening carrying value of investment			
before recognition of impairment loss		1,634,832	
Shareholding held: 25.24%		(32,973)	
Loss for the period - net of taxation		4,227	
Other comprehensive income for the period		1,606,086	
Less: impairment loss:			
- balance as at June 30, 2025		(595,600)	
- loss recognised during the period		-	
		(595,600)	
Carrying value as at March 31, 2026		<b>1,010,486</b>	
<b>6.1</b> Market value of the Company's investments in JDM as at March 31, 2026 was Rs.102.866 million (June 30, 2025: Rs.138.961 million).			

6.2 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.

	<b>Un-audited</b>	<b>Audited</b>
	<b>Mar. 31,</b>	<b>June 30,</b>
	<b>2026</b>	<b>2025</b>
<b>Note</b>	<b>(Rupees in thousand)</b>	
7. <b>Trade debts - unsecured</b>		
Considered good	<b>308,277</b>	36,699
Considered doubtful	<b>36,792</b>	22,050
	<b>345,069</b>	58,749
Less: allowance for expected credit loss	<b>7.1 (22,370)</b>	(22,038)
	<b>322,699</b>	<b>36,711</b>
<b>7.1 Allowance for expected credit loss</b>		
Balance at beginning of the period / year	<b>22,038</b>	21,811
Charge for the period / year	<b>332</b>	227
Balance at end of the period / year	<b>22,370</b>	22,038
<b>8. Surplus on revaluation of property, plant and equipment - net</b>		
Surplus on revaluation of the Company's property, plant and equipment	<b>1,481,436</b>	1,274,524
Share of surplus on revaluation of property, plant and equipment of an Associated Company	<b>1,461,771</b>	1,461,771
	<b>2,943,207</b>	<b>2,736,295</b>
<b>8.1</b> During the period, the management made fresh assessment of fair value of the Company's free hold land, buildings on free hold land and plant & machinery. The fair value was assessed by management based on independent valuation performed by an external property valuation expert M/s. Axis Consultants as at November 30, 2025 to replace the carrying amounts of assets with the market value / depreciated market values. The net appraisal surplus amounting to Rs.233.086 million arisen on latest revaluation exercise has been credited to this account.		
	<b>Un-audited</b>	<b>Audited</b>
	<b>Mar. 31,</b>	<b>June 30,</b>
	<b>2026</b>	<b>2025</b>
<b>9. Trade and other payables</b>	<b>--- Rupees in '000 ---</b>	
Creditors	<b>22,665</b>	15,237
Security deposits - interest free, repayable on demand	<b>11,700</b>	11,200
Accrued expenses	<b>120,369</b>	114,308
Bills payable		31,869
Staff retirement benefits (gratuity) due but unpaid	<b>1,272</b>	1,272
Workers' (profit) participation fund	<b>11,339</b>	1,574
Workers' welfare fund	<b>8,655</b>	4,650
Others	<b>1,095</b>	327
	<b>177,095</b>	<b>180,437</b>
<b>10. Provision for Income tax and levies - net</b>		
Balance as a June 30, 2025	<b>12,845</b>	
Add: provision made during the period		
- current	<b>25,955</b>	
- prior year		
Less: payments / adjustments made during the period against completed assessment	<b>12,116</b>	
<b>Balance as at March 31, 2026</b>	<b>26,684</b>	

**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 status of taxation matters during the current period as detailed in notes 21.2 to 21.8 to the audited financial statements of the Company for the year ended June 30, 2025.

**10.3** 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**

**11.1** There has been no significant change in the status of contingencies during the current period as reported in the audited financial statements of the Company for the year ended June 30, 2025.

**11.2** Commitments against letter of credit outstanding as at March 31, 2025 amounted to Rs.34.886 million (June 30, 2024: Rs.50.453 million).

	<b>Nine months period ended</b>	
	<b>Un-audited</b>	un-audited
	<b>Mar. 31,</b>	Mar. 31,
	<b>2026</b>	2025
	<b>(Rupees in thousand)</b>	
<b>12. Taxation</b>		
- current (note 10)	<b>25,955</b>	11,785
- deferred	<b>(4,612)</b>	28,606
	<b>21,343</b>	40,391

**13. Transactions with related parties**

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

**i) Associated Companies**

Expenses shared	<b>7,780</b>	<b>3,640</b>
Rent of marketing office	<b>5,650</b>	<b>5,136</b>
Insurance	<b>1,525</b>	-
Rent of textile division	<b>1,575</b>	-

**ii) Key management personnel**

Salary and other employment benefits	<b>97,443</b>	<b>84,585</b>
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**13.2** Period-end balance was as follows:

	<b>Un-audited</b>	Audited
	<b>March 31,</b>	June 30,
	<b>2026</b>	2025
<b>Rehman Cotton Mills Limited</b>		
- other receivables	<b>755</b>	-

## 14. Financial risk management

### 14.1 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.

### 14.2 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.

## 15. 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, 2024, 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 March 31, 2026.

## 16. 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 April 14, 2026.



**Shahnaz Sajjad Ahmad**  
Chief Executive



**Syed Zubair Ahmed Shah**  
Director



**Kalim Aslam**  
Chief Financial Officer

If undelivered please return to  
Share Department  
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