



**Interim Financial
Quarter Ended
March 31, 2026
(Un-Audited)**



SALLY TEXTILE MILLS LIMITED

CONTENTS

- ❖ Company Information
- ❖ Directors' Report
- ❖ Condensed Interim Balance Sheet
- ❖ Condensed Interim Profit and Loss Account
- ❖ Condensed Interim Statement of Other Comprehensive Income
- ❖ Condensed Interim Cash Flow Statement
- ❖ Condensed Interim Statement of Changes in Equity
- ❖ Notes to the Condensed Interim Financial Information

Company Information

Mian Iqbal Salahuddin
Chief Executive Officer

Mr. Abid Ali Bajwa
Chief Financial Officer

Syed Abid Raza Zaidi
Company Secretary

Board of Directors

Mian Iqbal Salahuddin
Mst. Munira Salahuddin
Mian Yousaf Salahuddin
Mian Asad Salahuddin
Mian Sohail Salahuddin
Muhammad Khalil Latif
Syed Abid Raza Zaidi

Audit Committee

Muhammad Khalil Latif (Chairman)
Mian Asad Salahuddin (Member)
Mian Sohail Salahuddin (Member)

Human Resources & Remuneration Committee

Mst. Munira Salahuddin (Chairperson)
Mian Sohail Salahuddin (Member)
Syed Abid Raza Zaidi (Secretary)

Auditors

H.A.M.D. & Co., Chartered Accountants

Bankers

National Bank of Pakistan
The Bank of Punjab
Silk Bank Limited
Meezan Bank Limited
Habib Bank Limited

Registered Office
2-S, Gulberg II, Lahore
Phones: (042) 35759002
Fax: (042) 35754394
E-mail: sallytex@hotmail.com

Mills
Muzaffargarh Road, Joharabad, District
Khushab
Phones: (0454) 720645, 720546, 720311

Director's Report

Overview

The Board of Directors presents the un-audited financial results of Sally Textile Mills Limited for the nine months ended March 31, 2026. The Company has remained shut since 2018, with no operational activity or turnover during the period under review. The financial results therefore reflect only unavoidable administrative expenses and residual overheads.

Financial Performance

Description	Nine Months Ended Mar 31, 2026 Rupees '000'	Nine Months Ended Mar 31, 2025 Rupees '000'	Three Months Ended Mar 31, 2026 Rupees '000'	Three Months Ended Mar 31, 2025 Rupees '000'
Turnover (Net)	–	–	–	–
Gross Loss	(20,792)	(21,894)	(6,830)	(7,192)
Loss Before Taxation	(25,084)	(25,878)	(8,249)	(8,622)
Loss After Taxation	(25,084)	(25,878)	(8,249)	(8,622)

Observations

The Company's financial condition remains weak, with no improvement since the closure of operations in 2018. Losses reported are solely attributable to administrative expenses and residual overheads. Although cost of sales have slightly decreased compared to last year, the overall financial position continues to reflect the absence of business activity.

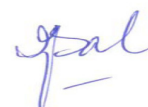
Future Outlook

Management acknowledges the ongoing challenges and remains committed to maintaining compliance with statutory requirements. The Board continues to explore any viable opportunities for revival, while ensuring that administrative costs are kept under strict control.

Acknowledgment

The Board expresses gratitude to shareholders, staff, and stakeholders for their continued support and patience during this prolonged period of inactivity. The Company remains dedicated to preserving its corporate standing and fulfilling all regulatory obligations.

For and on behalf of the Board

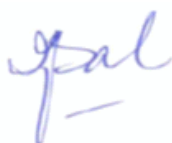


Mian Iqbal Salahuddin
Chief Executive Officer

April 27, 2026
Lahore.

SALLY TEXTILE MILLS LIMITED
Condensed Interim Balance Sheet (Un-audited)
as at March 31, 2026

	Un-Audited	Audited
<i>Note</i>	March 31 2026	June 30 2025
	Rupees '000	Rupees '000
EQUITY AND LIABILITIES		
Authorized share capital		
20,000,000 ordinary shares of Rs. 10 each	200,000	200,000
Share capital and reserves		
Issued, subscribed and paid-up capital	87,750	87,750
Surplus on revaluation of property, plant and equipment	200,976	200,976
Loan from sponsors	865,639	861,520
Accumulated Loss	(1,668,367)	(1,643,283)
	(514,002)	(493,037)
Non-current liabilities		
Employees retirement benefits	101,907	101,907
Deferred taxation	19,342	19,342
	121,249	121,249
Current liabilities		
Trade and other payables	418,172	418,172
Unclaimed Dividend	1,010	1,010
Short term borrowings - Secured	722,545	722,545
Accrued interest/mark-up	386,279	386,279
Current portion of non current liabilities	310,833	310,833
	1,838,839	1,838,839
Contingencies and commitments	9	-
	-	-
TOTAL LIABILITIES	1,446,087	1,467,052



Chief Executive



Chief Financial Officer



Director

SALLY TEXTILE MILLS LIMITED
Condensed Interim Balance Sheet (Un-audited)
as at March 31, 2026

		Un-Audited	Audited
	<i>Note</i>	March 31 2026	June 30 2025
		Rupees '000	Rupees '000
ASSETS			
Non-current assets			
Property, plant and equipment	10	674,785	695,750
Long term deposits - Unsecured, Considered good		11,244	11,244
		686,029	706,993
Current assets			
Stores, spares and loose tools		37,406	37,406
Stock in trade	11	565,440	565,440
Trade debts		96,588	96,588
Short Term Deposit		1,613	1,613
Advances, prepayments and other receivables		44,617	44,617
Current taxation		11,765	11,765
Cash and bank balances		2,629	2,629
		760,059	760,059
TOTAL ASSETS		1,446,087	1,467,052

The annexed notes from 1 to 13 form an integral part of this condensed interim financial information



Chief Executive



Chief Financial Officer



Director

SALLY TEXTILE MILLS LIMITED
Condensed Interim Profit Or Loss Account (Un-audited)
for the nine month ended March 31, 2026

	Nine Months Ended		Three Months Ended	
	March 31 2026	March 31 2025	March 31 2026	March 31 2025
	Rupees '000 (Un-Audited)	Rupees '000 (Un-Audited)	Rupees '000 (Un-Audited)	Rupees '000 (Un-Audited)
Turnover - net	-	-	-	-
Cost of sales	(20,792)	(21,894)	(6,830)	(7,192)
Gross Profit / (Loss)	(20,792)	(21,894)	(6,830)	(7,192)
Selling and distribution expenses	-	-	-	-
Administrative and general expenses	(4,292)	(3,984)	(1,420)	(1,430)
	(4,292)	(3,984)	(1,420)	(1,430)
Other operating income	-	-	-	-
Operating Profit / (Loss)	(25,084)	(25,878)	(8,249)	(8,622)
Finance cost	-	-	-	-
Notional interest	-	-	-	-
Other charges	-	-	-	-
Loss before taxation	(25,084)	(25,878)	(8,249)	(8,622)
Taxation	-	-	-	-
Loss after taxation	(25,084)	(25,878)	(8,249)	(8,622)
Loss per share - basic and diluted	(2.86)	(2.95)	(0.94)	(0.98)

The annexed notes from 1 to 13 form an integral part of this condensed interim financial information



Chief Executive



Chief Financial Officer



Director

SALLY TEXTILE MILLS LIMITED

Condensed Interim Statement of Other Comprehensive Income (Un-audited)

for the nine month ended March 31, 2026

	Nine Months Ended		Three Months Ended	
	March 31 2026	March 31 2025	March 31 2026	March 31 2025
	Rupees '000 (Un-Audited)	Rupees '000 (Audited)	Rupees '000 (Un-Audited)	Rupees '000 (Un-Audited)
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Items that will not be reclassified to profit or loss				
Incremental depreciation		-	-	-
Other comprehensive income before taxation	-	-	-	-
Taxation	-	-	-	-
Other comprehensive income after taxation	-	-	-	-
Loss after taxation	(25,084)	(25,878)	(8,249)	(8,622)
Total comprehensive Loss	(25,084)	(25,878)	(8,249)	(8,622)

The annexed notes from 1 to 13 form an integral part of this condensed interim financial information



Chief Executive



Chief Financial Officer

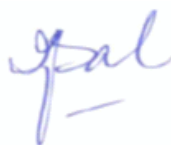


Director

SALLY TEXTILE MILLS LIMITED
Condensed Interim Cash Flow Statement (Un-audited)
for the nine month ended March 31, 2026

	March 31 2026	March 31 2025
	Rupees '000 (Un-Audited)	Rupees '000 (Un-Audited)
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before taxation	(25,084)	(25,878)
Adjustments for non-cash and other items		
Interest / markup on borrowings	-	-
Notional interest	-	-
Provision for employees retirement benefits	-	-
Depreciation	20,965	22,100
	20,965	22,100
Operating Cashflow before changes in working capital	(4,119)	(3,778)
Changes in working capital		
Stores, spares and loose tools	-	-
Stock in trade	-	-
Trade debts	-	-
Advances, prepayments and other receivables	-	-
Trade and other payables	-	9
	-	9
Cash generated from operations	(4,119)	(3,769)
Payments for:		
Employees retirement benefits	-	-
Interest/markup on borrowings	-	-
Income tax	-	-
Net cash flow from operating activities	-	-
CASH FLOW FROM FINANCING ACTIVITIES		
Net Increase /(decrease) in short term borrowings	-	-
Loan from sponsors	4,119	3,769
Net cash used in financing activities	4,119	3,769
Net increase/(decrease) in cash and cash equivalents	-	-
Cash and cash equivalents as at beginning of the year	2,629	2,629
Cash and cash equivalents as at end of the year	2,629	2,630

The annexed notes from 1 to 13 form an integral part of this condensed interim financial information



Chief Executive



Chief Financial Officer



Director

SALLY TEXTILE MILLS LIMITED
Condensed Interim Statement of Changes In Equity (Un-audited)
for the nine month ended March 31, 2026

	Issued subscribed and Paid-up Capital	Surplus on revaluation of property, palnt	Loan from sponsors	Accumulated Profit / (Losses)	Total Equity
Rupees in thousand					
Blance as at June 30, 2024	87,750	204,118	853,226	(1,617,228)	(472,134)
Comprehensive income					
Loss after taxation for the period	-	-	-	(25,878)	(25,878)
Other comprehensive income	-	-	-		-
Total comprehensive Loss	-	-	-	(25,878)	(25,878)
Transaction with owners	-	-	3,769	-	3,769
Balance as at March 31, 2025 Un-audited	87,750	204,118	856,995	(1,643,106)	(494,243)
Comprehensive income					
Loss after taxation for the period	-	-	-	(3,319)	(3,319)
Other comprehensive Loss	-	-	-		-
Total comprehensive Loss	-	-	-	(3,319)	(3,319)
Incremental deprication		(3,142)		3,142	-
Transaction with owners/sponsors - reclassification			4,525		4,525
Balance as at June 30, 2025	87,750	200,976	861,520	(1,643,283)	(493,037)
Comprehensive income					
Loss after taxation for the period	-	-	-	(25,084)	(25,084)
Other comprehensive income	-	-	-		-
Total comprehensive Loss	-	-	-	(25,084)	(25,084)
Transaction with owners			4,119		4,119
Balance as at March 31, 2026 Un-audited	87,750	200,976	865,639	(1,668,367)	(514,002)

The annexed notes from 1 to 13 form an integral part of this condensed interim financial information



Chief Executive



Chief Financial Officer



Director

SALLY TEXTILE MILLS LIMITED

Notes to the Condensed Interim Financial Information (Un-audited)

for the nine month ended March 31, 2026

1. REPORTING ENTITY

Sally Textile Mills Limited ('the Company') is incorporated in Pakistan as a Public Limited Company under the Companies Ordinance, 1984 and is listed on Pakistan Stock Exchange Limited. The Company is a Spinning unit engaged in the manufacture and sale of yarn. The registered office of the Company is situated at 2-S, Gulberg II, Lahore. The manufacturing unit is located at Joharabad District Khushab in the Province of Punjab.

2. STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan and the requirements of Companies Ordinance, 1984. Approved accounting standards comprise of such International Financial Reporting Standards ('IFRSs') issued by the International Accounting Standards Board as notified under the provisions of the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions of or directives under the Companies Ordinance, 1984 prevail.

3. BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared under the historical cost convention except for certain financial instruments at fair value/amortized cost. In these condensed interim financial statements, except for the amounts reflected in the cash flow statement, all transactions have been accounted for on accrual basis.

4. JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions and judgements are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which forms the basis of making judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

5. FUNCTIONAL CURRENCY

These condensed interim financial statements have been prepared in Pak Rupees which is the Company's functional currency.

6. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for the preparation of these financial statements are consistent with those applied in the preparation of the preceding annual financial statements of the company for the year ended June 30, 2024.

7. PROVISION FOR TAXATION

7.1 No Provision for the current tax has been made under Sec 113 of the Income Tax Ordinance, 2001, due to losses.

7.2 No provision of deferred tax has been made as the impact of the same is either NIL or considered to be immaterial.

SALLY TEXTILE MILLS LIMITED
Notes to the Condensed Interim Financial Information (Un-audited)
for the nine month ended March 31, 2026

<u>Note</u>	Un-Audited	Audited
	March 31 2026	June 30 2025
	Rupees '000	Rupees '000
8 SHORT TERM BORROWINGS - SECURED		
These represent short term finances obtained from:		
Banking companies	722,537,650	722,537,650
Directors and sponsors	7,281	7,281
	<u>722,544,931</u>	<u>722,544,931</u>
9 CONTINGENCIES AND COMMITMENTS		
There are no known contingencies and commitments as at the reporting date.		
10 PROPERTY, PLANT AND EQUIPMENT		
Net book value at the beginning of the period/year	695,749,734	725,189,751
Additions during the period / year:		
Freehold land	-	-
Buildings on freehold land	-	-
Plant and machinery	-	-
Electric installations	-	-
Tools and equipment	-	-
Laboratory equipment	-	-
Fire fighting equipment	-	-
Office equipment	-	-
Furniture and fixtures	-	-
Arms and ammunitions	-	-
Vehicles	-	-
Net book value of assets disposed during the period/year	-	-
Depreciation for the period/year	(20,964,791)	(29,440,017)
Net book value at end of the period/year	<u>674,784,943</u>	<u>695,749,734</u>
11 STOCK IN TRADE		
Raw material stock	456,545,598	456,545,598
Finished goods - Yarn	108,894,900	108,894,900
	<u>565,440,498</u>	<u>565,440,498</u>

12 DATE OF AUTHORIZATION

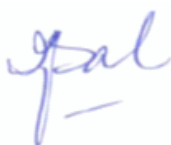
These condensed interim financial information have been approved by the Board of Directors of the Company and authorized for issue on 27-04-2026.

13 GENERAL

13.1 There are no other significant activities since 30 June-2025 that may effect these condensed interim financial information

13.2 Comparative figures have been re-arranged where necessary to facilitate comparison. However, there are no significant reclassifications during the period.

13.3 Figures have been rounded off to the nearest thousand rupee.



Chief Executive



Chief Financial Officer



Director

BOOK POST

UNDER POSTAL CERTIFICATE

REGISTERED OFFICE :

2-S Gulberg II, Lahore.

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