



**ZAHIDJEE TEXTILE MILLS LIMITED**  
**QUARTERLY REPORT**  
**FOR THE 3RD QUARTER ENDED MAR 31, 2026**



## **CONTENTS**

---

Company Information	1
Directors' review report - English	2
Directors' review report - Urdu	3
<b>Condensed Interim Financial Statements</b>	
Statement of Financial Position	4
Statement of Profit or Loss	5
Statement of Comprehensive Income	6
Statement of Changes in Equity	7
Statement of Cash Flows	8
Notes to the Condensed Interim Financial Statements	9-14

## COMPANY INFORMATION

---

### Board of Directors

Mr. Ahmad Zahid	Chairman
Mr. Muhammad Zahid	Chief Executive
Mrs. Mehreen Fahad	Director
Mr. Muhammad Ali	Independent Director
Mr. Sajjad Hussain Shah	Independent Director
Mr. Faisal Masood Afzal	Independent Director
Mr. Shahbaz Haider Agha	Independent Director

### Audit Committee

Mr. Sajjad Hussain Shah	Chairman
Mr. Faisal Masood Afzal	Member
Mr. Muhammad Ali	Member

### HR & Remuneration Committee

Mr. Shahbaz Haider Agha	Chairman
Mr. Muhammad Ali	Member
Mr. Ahmad Zahid	Member
Mr. Muhammad Zahid	Member

### Nomination Committee

Mr. Shahbaz Haider Agha	Chairman
Mrs. Mehreen Fahad	Member
Mr. Faisal Masood Afzal	Member

### Risk Management Committee

Mr. Sajjad Hussain Shah	Chairman
Mr. Muhammad Zahid	Member
Mr. Ahmad Zahid	Member

### Chief Financial Officer

Mr. Muhammad Asif

### Company Secretary

Mr. Shahb U din  
Khan

### Auditors

RSM Avais Hyder Liaquat Nauman  
Chartered Accounts

### Bankers of the Company

Askari Bank Limited  
Bank Al-Falah Limited  
BankIslami Pakistan Limited  
Dubai Islamic Bank  
Habib Bank Limited  
JS Bank Limited  
Meezan Bank Limited  
National Bank of Pakistan  
Samba Bank Limited  
Soneri Bank Limited  
The Bank of Punjab  
United Bank Limited

### Registered Office

131-A, P-Street Upper Mall,  
Lahore. Tel: 042-35777291-5

### Plant site

- 28-KM, Sheikhpura Road,  
Faisalabad
- 32-KM, Tandlian wala Road,  
Faisalabad
- M-3 Industrial City,  
Sahianwala, Faisalabad

### Share Registrar

Corptec Associates (Private) Limited  
503-E, Johar Town, Lahore  
Tel: 042-35170335-6  
Fax 042-35170338  
E-mail: info@corptec.com.pk

# Director’s Report to Shareholders

The Board of Directors of Zahidjee Textile Mills Limited (“the Company”) are pleased to present un-audited financial statements for nine months ended March 31, 2026.

## Economic Review

The first nine months of fiscal year 2025–26 unfolded against a complex global economic backdrop, characterized by sluggish growth in major economies, heightened geopolitical tensions, and the imposition of wide-ranging US import tariffs. While Pakistan’s key macroeconomic indicators showed signs of stabilization, the textile sector continued to struggle, with growth remaining largely stagnant due to weak global demand and persistently high input costs.

## Industry Review

The textile industry in Pakistan is facing mounting challenges due to subdued global demand. Ongoing international conflicts have intensified geopolitical tensions, further weighing on global economic activity and limiting export opportunities.

Domestically, structural issues such as high energy tariffs and supply chain disruptions (Cotton crop fluctuations due to climate change) continue to undermine business confidence and disrupt industrial performance. At the same time, rising economic pressures—including increased labor costs driven by minimum wage adjustments and an increasingly stringent tax regime—have placed a significant burden on local enterprises. These factors have collectively weakened the sector’s ability to remain competitive against regional peers.

## Financial Results

The Summary of key financial numbers are presented below:

	-----Rs. in million-----	
<b>Financial Highlights</b>	<b>March 31, 2026</b>	March 31, 2025
Sales	<b>28,751</b>	30,941
Gross Profit	<b>1,668</b>	1,721
Levies	<b>69.6</b>	95.8
Profit Before Levies and Income Tax	<b>1,007.5</b>	1,119.9
Provision for Taxation	<b>(45.5)</b>	64.5
Profit After Taxation	<b>983.5</b>	959.5
Earnings Per Share – Basic and Diluted	<b>5.14</b>	5.01

The company has reported a turnover of Rs. 28.75 billion for the period ended 31 March 2026, as compared to Rs. 30.94 billion for the same period last year, reflecting a decrease of 7.08% primarily due to lower demand and prices. Gross profit for the current year stands at Rs. 1,688 million as against Rs. 1,721 million in the previous year, showing a decrease of 3.07%. The company has earned a net profit of Rs. 983.5 million, as compared to Rs. 959.5

million for the same period last year, reflecting an increase of 2.5%. Earnings per share (EPS) improved to Rs. 5.14 as compared to Rs. 5.01 in the corresponding period last year.

The improvement in profitability is primarily attributable to enhanced operational efficiency, reflected in an increase in net profit as compared to last year, along with a reduction in distribution expenses to Rs. 155 million as compared to Rs. 183 million of same period last year, and a decline in finance costs to Rs. 703.2 million as compared to Rs. 760.9 million of same period last year, mainly due to lower interest rates.

Despite various challenges, the company has been able to achieve reasonable growth in overall profitability.

As at 31 March 2026, the company's fixed assets stood at Rs. 18.17 billion, as compared to Rs. 19.17 billion as at 30 June 2025, primarily due to depreciation charges exceeding new capital expenditures during the period. Creditors decreased to Rs.2.8 billion as compared to 3.5 billion of last year ended, reflecting improved working capital management and timely settlement of obligations. Long-term loans declined significantly to 1.6 billion as compared to 3.4 billion of last year ended, mainly on account of scheduled repayments and partial early retirement of debt, supported by strong cash flows. Consequently, interest payable also reduced to 143 million as compared to 186 million last year ended, in line with the lower outstanding borrowings and easing interest rates.

## Future Prospects

Despite a challenging operating environment, the company remains firmly committed to building resilience by prioritizing cost optimization and driving sustainable sales growth to strengthen its market position. Through a continued focus on innovation, sustainability, and agile management practices, the company is well-positioned to navigate economic volatility while consistently contributing to Pakistan's economic development.

## Acknowledgements

We are very thankful to the customers for their support and shareholders for their confidence and trust in the management of the Company. We are also thankful to all the staff members for their hard work and commitment to the betterment of the Company.

For and on Behalf of



**Muhammad Zahid**  
Chief Executive Officer



**Ahmad Zahid**  
Director

April 25, 2026  
Lahore

## ڈائریکٹر رپورٹ

بورڈ آف ڈائریکٹرز خوشی کے ساتھ 31 مارچ 2026 کو ختم ہونے والے نوماہ کے لیے کمپنی کے آڈیٹرز کی جانب سے باضابطہ جائزہ شدہ غیر آڈٹ شدہ مالی نتائج پیش کر رہے ہیں۔

### اقتصادی جائزہ

مالی سال 2025-26 کے پہلے نوماہ ایک پیچیدہ عالمی معاشی پس منظر میں گزرے، جس کی خصوصیات بڑی معیشتوں میں سست رفتار نمو، بڑھتی ہوئی جغرافیائی و سیاسی کشیدگیاں، اور امریکہ کی جانب سے وسیع پیمانے پر درآمدی محصولات کا نفاذ تھیں۔ اگرچہ پاکستان کے اہم معاشی اشاریوں میں استحکام کے آثار نظر آئے، تاہم ٹیکسٹائل شعبہ بدستور مشکلات کا شکار رہا، جہاں کمزور عالمی طلب اور مسلسل بلند پیداواری لاگت کے باعث نموبڑی حد تک جمود کا شکار رہی۔

### صنعتی جائزہ

پاکستان کی ٹیکسٹائل صنعت کمزور عالمی طلب کے باعث بڑھتے ہوئے چیلنجز کا سامنا کر رہی ہے۔ جاری بین الاقوامی تنازعات نے جغرافیائی و سیاسی کشیدگی کو مزید بڑھا دیا ہے، جس کے نتیجے میں عالمی معاشی سرگرمی متاثر ہو رہی ہے اور برآمدی مواقع محدود ہو گئے ہیں۔

ملکی سطح پر، ساختی مسائل جیسے بلند توانائی ٹیرف اور سہولتی چھین میں رکاوٹیں (موسمیاتی تبدیلی کے باعث کپاس کی پیداوار میں اتار چڑھاؤ) کاروباری اعتماد کو متاثر کر رہے ہیں اور صنعتی کارکردگی میں خلل ڈال رہے ہیں۔ اسی دوران بڑھتے ہوئے معاشی دباؤ۔ جن میں کم از کم اجرت میں اضافے کے باعث مزدوری لاگت میں اضافہ اور سخت ٹیکس نظام شامل ہیں۔ نئے مقامی کاروباروں پر نمایاں بوجھ ڈال دیا ہے۔ ان تمام عوامل نے مل کر اس شعبے کی علاقائی حصوں کے مقابلے میں مسابقتی صلاحیت کو کمزور کر دیا ہے۔

### مالی نتائج:

اہم مالیاتی نمبروں کا خلاصہ ذیل میں پیش کیا گیا ہے

تفصیل	مارچ 31	
	2026	2025
	(ملین روپے)	
فروخت	28,751	30,941
مجموعی منافع	1,668	1,721
لیویز	69.6	95.8
منافع قبل از ٹیکس	1,007.5	1,119.9
ٹیکس سبج	(45.5)	64.5
منافع بعد از ٹیکس	983.5	959.5
نی ٹیئر آمدن	5.14	5.01

کمپنی نے 31 مارچ 2026 کو ختم ہونے والی مدت کے لیے 28.75 ارب روپے کا ٹرن اوور رپورٹ کیا، جو گزشتہ سال کی اسی مدت کے 30.94 ارب روپے کے مقابلے میں 7.08 فیصد کمی کو ظاہر کرتا ہے، جس کی بنیادی وجہ طلب اور قیمتوں میں کمی ہے، جبکہ مجموعی منافع 1,688 ملین روپے رہا جو گزشتہ سال کے 1,721 ملین روپے کے مقابلے میں 3.07 فیصد کم ہے؛ اس کے باوجود کمپنی کا خالص منافع بڑھ کر 983.5 ملین روپے ہو گیا جو گزشتہ سال کے 959.5 ملین روپے کے مقابلے میں 2.5 فیصد زیادہ ہے، اور فی حصص آمدن بھی بہتر ہو کر 5.14 روپے ہو گئی جو گزشتہ سال 5.01 روپے تھی۔

منافع میں بہتری کی بنیادی وجہ آپریشنل کارکردگی میں اضافہ ہے، جس کے نتیجے میں گزشتہ سال کے مقابلے میں خالص منافع میں اضافہ ہوا ہے، اس کے ساتھ ساتھ تقسیم کے اخراجات کم ہو کر 155 ملین روپے رہ گئے جو گزشتہ سال کی اسی مدت میں 183 ملین روپے تھے، جبکہ مالیاتی اخراجات بھی کم ہو کر 703.2 ملین روپے ہو گئے جو گزشتہ سال کی اسی مدت میں 760.9 ملین روپے تھے، جس کی بڑی وجہ شرح سود میں کمی ہے۔

مارچ 2026 تک کمپنی کے لکسڈ اثاثے 18.17 ارب روپے رہے، جبکہ 30 جون 2025 کو یہ 19.17 ارب روپے تھے، جس کی بنیادی وجہ اس عرصے میں فرسودگی کے اخراجات کا نئے سرمایہ جاتی اخراجات سے زیادہ ہونا 31 ہے۔ قرض دہندگان کی رقم 3.5 ارب روپے سے کم ہو کر 2.8 ارب روپے ہو گئی، جو بہتر ورکنگ کپیسٹیبل بیجمنٹ اور بروقت ادائیگیوں کی عکاسی کرتی ہے۔ طویل مدتی قرضوں میں نمایاں کمی آئی، جو 3.4 ارب روپے سے کم ہو کر 1.6 ارب روپے رہ گئے، جس کی بنیادی وجہ شیڈول کے مطابق ادائیگیاں اور قرضوں کی جزوی قبل از وقت ادائیگی ہے، جسے مضبوط کپیش فلو کی حمایت حاصل رہی۔ نتیجتاً قابل اداسود بھی 186 ملین روپے سے کم ہو کر 143 ملین روپے رہ گیا، جو کم واجب الادا قرضوں اور شرح سود میں کمی کے مطابق ہے۔

## مستقبل کے امکانات

چیلنجنگ آپریٹنگ ماحول کے باوجود، کمپنی لاگت میں بہتری کو ترجیح دے کر اور پائیدار فروخت میں اضافہ کرتے ہوئے اپنی مارکیٹ پوزیشن کو مضبوط بنانے کے لیے پرعزم ہے۔ جدت، پائیداری اور موثر و یکپارہ انتظامی حکمت عملیوں پر مسلسل توجہ کے ذریعے کمپنی معاشی اتار چڑھاؤ کا موثر انداز میں مقابلہ کرنے کے ساتھ ساتھ پاکستان کی معاشی ترقی میں مستقل کردار ادا کرنے کے لیے اچھی پوزیشن میں ہے۔

اظہار تشکر:

ہم اپنے صارفین کے تعاون اور کمپنی کی انتظامیہ پر اعتماد اور بھروسے کے لیے شیئر ہولڈرز کے بے حد شکر گزار ہیں۔ ہم کمپنی کی بہتری کے لیے محنت اور لگن سے کام کرنے والے تمام عملے کے ارکان کے بھی تہہ دل سے مشکور ہیں۔

بورڈ آف ڈائریکٹرز کی جانب سے



محمد زاہد  
(چیف ایگزیکٹو آفیسر)



احمد زاہد  
(چیرمین)

مورخہ 25 اپریل، 2026

مقام: لاہور

**ZAHIDJEE TEXTILE MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)**  
**AS AT March 31, 2026**

	Note	Un-audited March 31, 2026 Rupees	Audited June 30, 2025 Rupees
<b>NON - CURRENT ASSETS</b>			
Property, plant and equipment	3	18,177,501,180	19,174,379,964
Long term security deposits		4,975,784	4,975,784
		<b>18,182,476,964</b>	<b>19,179,355,748</b>
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		241,532,879	383,364,754
Stock in trade		5,839,182,957	6,905,732,976
Trade debts		3,889,599,320	3,869,618,724
Loans, advances and deposit		484,499,084	549,999,800
Prepayments		87,149,987	271,242,785
Other receivables		158,930,053	416,541,050
Short term investment	4	269,413,861	225,474,638
Tax refunds due from Government		835,193,712	1,090,117,589
Cash and bank balances	5	4,752,092,417	4,070,690,472
		<b>16,557,594,270</b>	<b>17,782,782,788</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		2,888,836,611	3,555,601,002
Interest / mark up payable		143,491,598	186,572,329
Short term borrowings		4,788,203,840	5,316,693,264
Unclaimed dividend		13,070,335	12,873,679
Current portion of long term finance		682,194,636	1,017,143,779
Provision for taxation - income tax		718,600,074	750,581,810
		<b>9,234,397,094</b>	<b>10,839,465,863</b>
		<b>25,505,674,140</b>	<b>26,122,672,673</b>
<b>NON - CURRENT LIABILITIES</b>			
Long term finance		1,004,104,096	2,482,101,050
Deferred liability			
Staff retirement gratuity		33,730,455	35,886,523
Deferred taxation		2,590,138,068	2,739,161,405
		<b>3,627,972,619</b>	<b>5,257,148,978</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	6	-	-
<b>Net worth</b>		<b>21,877,701,521</b>	<b>20,865,523,695</b>
<b>Represented by :</b>			
Share capital		1,914,210,990	1,914,210,990
Capital reserves			
Merger reserve		366,258,513	366,258,513
Surplus on revaluation of property, plant and equipment		6,284,477,380	6,574,220,175
Revenue reserves		13,312,754,638	12,010,834,017
		<b>21,877,701,521</b>	<b>20,865,523,695</b>
		<b>21,877,701,521</b>	<b>20,865,523,695</b>

The annexed notes from 1 to 13 form an integral part of these financial statements.



**CHIEF EXECUTIVE OFFICER**



**DIRECTOR**



**CHIEF FINANCIAL OFFICER**

**ZAHIDJEE TEXTILE MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)**  
**FOR NINE MONTHS ENDED March 31, 2026**

	Note	Quarter ended March 31,		Nine Months ended March 31,	
		2026 Rupees	2025 Rupees	2026 Rupees	2025 Rupees
Sales	7	9,946,676,699	10,769,848,631	28,751,881,409	30,941,877,538
Cost of sales	8	9,572,539,024	10,177,276,496	27,083,214,299	29,220,373,569
Gross profit		374,137,675	592,572,135	1,668,667,110	1,721,503,969
Trading profit		436,226	258,692	613,006	355,321
Other income		247,165,757	160,439,710	528,463,043	600,095,976
		621,739,658	753,270,537	2,197,743,159	2,321,955,266
Distribution cost		42,280,565	63,433,342	155,527,787	183,437,980
Administrative expenses		78,469,612	41,181,661	235,847,788	204,350,746
Other operating expenses		33,765,626	15,005,265	95,562,463	53,221,435
Finance cost		190,188,998	239,812,128	703,222,051	760,999,724
		344,704,801	359,432,396	1,190,160,089	1,202,009,885
Profit for the period before levies and taxation		277,034,857	393,838,141	1,007,583,070	1,119,945,381
Levies		5,471,017	14,028,686	69,608,294	95,879,883
Profit for the period before taxation		271,563,840	379,809,455	937,974,776	1,024,065,498
Provision for taxation	9	(2,576,983)	77,747,725	(45,536,958)	64,530,574
Profit for the period		274,140,823	302,061,730	983,511,734	959,534,924
Earnings per share - Basic and diluted		1.43	1.58	5.14	5.01

The annexed notes from 1 to 13 form an integral part of these financial statements.



**CHIEF EXECUTIVE OFFICER**



**DIRECTOR**



**CHIEF FINANCIAL OFFICER**

**ZAHIDJEE TEXTILE MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR NINE MONTHS ENDED March 31, 2026**

	Quarter ended March 31,		Nine months ended December 31,	
	2026	2025	2026	2025
	Rupees	Rupees	Rupees	Rupees
Profit for the period	274,140,823	302,061,730	983,511,734	959,534,924
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	274,140,823	302,061,730	983,511,734	959,534,924

The annexed notes from 1 to 13 form an integral part of these financial statements.

**CHIEF EXECUTIVE OFFICER**

**DIRECTOR**

**CHIEF FINANCIAL OFFICER**

**ZAHIDJEE TEXTILE MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED March 31, 2026**

	Un-Audited Mar-31 2026 Rupees	Un-Audited Mar-31 2025 Rupees
<b>a) CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit for the year before Levies and income tax	1,007,583,070	1,119,945,381
Adjustment for:		
Depreciation of property, plant and equipment	1,245,294,861	930,695,987
Profit on deposits	(466,608,394)	(187,254,117)
Provision for staff retirement gratuity	-	-
Loss / (gain) on disposal of operating assets - net	16,421,815	127,551
Loss on disposal of short term investments - net	539,696	(371,226,094)
Dividend income	-	(6,645,488)
Fair value (Gain) on short term investments	-	(5,992,013)
Balances written (back) - net	(10,444,527)	(9,987,796)
Finance cost	703,222,051	760,999,724
Operating cash flows before working capital changes	2,496,008,572	2,230,663,134
Changes in working capital		
(Increase) / decrease in current assets		
Stores, spares and loose tools	141,831,875	(26,225,304)
Stock in trade	1,066,550,019	(1,464,864,812)
Trade debts	(9,536,069)	(119,310,582)
Loans, advances and deposit	379,581,393	(62,558,286)
Prepayments	(6,998,246)	221,023,040
Other receivables	229,794,622	(77,097,229)
Tax refunds due from Government- sales tax	625,922,856	(490,652,434)
(Decrease) / increase in current liabilities		
Trade and other payables	(666,764,391)	673,121,233
	1,760,382,059	(1,346,564,375)
Cash generated from operating activities	4,256,390,631	884,098,758
Finance cost paid	(746,302,782)	(873,246,489)
Income tax paid	(670,398,816)	(444,759,681)
Net cash (used in) operating activities	2,839,689,033	(433,907,411)

	Un-Audited Mar-31 2026	Un-Audited Mar-31 2025
Note	Rupees	Rupees
<b>b) CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additions in:		
Property, plant and equipment	(260,586,342)	(182,443,226)
Short term investment	(25,888,361)	47,776,567
Proceeds from disposal of operating assets	1,648,000	-
Proceeds from disposal of short term investment	14,835,528	371,226,094
Profit on deposits	453,139,608	187,254,117
Dividend received	-	6,645,488
Long term security deposits	-	-
Rent Received	-	-
Net cash generated from / (used in) investing activities	<u>183,148,433</u>	<u>430,459,041</u>
<b>c) CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long term finance obtained	-	6,400,900
Repayment of long term finance	(1,812,946,097)	(1,175,856,786)
Increase in short term borrowings - net	(528,489,424)	1,296,089,887
Net cash generated from financing activities	<u>(2,341,435,521)</u>	<u>126,634,001</u>
Net increase / (decrease) in cash and cash equivalents (a+b+c)	681,401,945	123,185,630
Cash and cash equivalents at the beginning of the period	4,070,690,472	4,139,123,929
Cash and cash equivalents at the end of the period	<u><u>4,752,092,417</u></u>	<u><u>4,262,309,559</u></u>

The annexed notes from 1 to 13 form an integral part of these financial statements.



**CHIEF EXECUTIVE OFFICER**



**DIRECTOR**



**CHIEF FINANCIAL OFFICER**

**ZAHIDJEE TEXTILE MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED March 31, 2026**

	ISSUED, SUBSCRIBED AND PAID-UP CAPITAL	CAPITAL RESERVES			REVENUE RESERVES			Total
		Merger reserve	Surplus on revaluation of property, plant and equipment	Sub total	General reserve	Unappropriated profit	Sub total	
----- R u p e e s -----								
Balance as at July 01, 2024 (Audited)	1,914,210,990	366,258,513	3,491,794,897	3,858,053,410	300,000,000	9,939,880,679	10,239,880,679	16,012,145,079
<b>Total comprehensive income for the period</b>								
Profit for the period	-	-	-	-	-	959,534,924	959,534,924	959,534,924
Other comprehensive income	-	-	-	-	-	-	-	-
Incremental depreciation on revalued assets for the period - net of deferred tax	-	-	(323,111,910)	(323,111,910)	-	323,111,910	323,111,910	-
Adjustment of deferred tax for the period	-	-	76,983,096	76,983,096	-	-	-	76,983,096
Balance as at March 31, 2025 (Unaudited)	1,914,210,990	366,258,513	3,245,666,083	3,611,924,596	300,000,000	11,222,527,513	11,522,527,513	17,048,663,099
<b>Total comprehensive income for the period</b>								
Profit for the period	-	-	-	-	-	535,245,865	535,245,865	535,245,865
Other comprehensive income								
Surplus on revaluation of property, plant and equipment arisen during the year	-	-	4,988,696,347	4,988,696,347	-	-	-	4,988,696,347
Related deferred tax	-	-	(1,317,370,673)	(1,317,370,673)	-	-	-	(1,317,370,673)
Incremental depreciation on revalued assets for the period - net of deferred tax	-	-	3,671,325,674	3,671,325,674	-	535,245,865	535,245,865	4,206,571,539
Surplus realised on disposal of property, plant and equipment - net of deferred tax	-	-	62,546,270	62,546,270	-	(62,546,270)	(62,546,270)	-
Adjustment of deferred tax for the period	-	-	(15,606,909)	(15,606,909)	-	15,606,909	15,606,909	-
Adjustment of deferred tax for the period	-	-	(389,710,943)	(389,710,943)	-	-	-	(389,710,943)
Balance as at June 30, 2025 (Audited)	1,914,210,990	366,258,513	6,574,220,175	6,940,478,688	300,000,000	11,710,834,017	12,010,834,017	20,865,523,695
<b>Total comprehensive income for the period</b>								
Profit for the period	-	-	-	-	-	983,511,734	983,511,734	983,511,734
Other comprehensive income	-	-	-	-	-	-	-	-
Incremental depreciation on revalued assets for the period - net of deferred tax	-	-	(314,092,608)	(314,092,608)	-	314,092,608	314,092,608	-
Surplus realised on disposal of property, plant and equipment - net of deferred tax	-	-	(4,316,278)	(4,316,278)	-	4,316,278	4,316,278	-
Adjustment of deferred tax for the period	-	-	28,666,091	28,666,091	-	-	-	28,666,091
Balance as at March 31, 2026 (Unaudited)	1,914,210,990	366,258,513	6,284,477,380	6,650,735,893	300,000,000	13,012,754,637	13,312,754,637	21,877,701,520

The annexed notes from 1 to 13 form an integral part of these financial statements.

  
**CHIEF EXECUTIVE OFFICER**

  
**DIRECTOR**

  
**CHIEF FINANCIAL OFFICER**

**ZAHIDJEE TEXTILE MILLS LIMITED  
SELECTED EXPLANATORY NOTES TO THE  
CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE NINE MONTHS ENDED MARCH 31, 2026**

**1. GENERAL INFORMATION**

- 1.1** Zahidjee Textile Mills Limited (the Company) is incorporated in Pakistan on July 17, 1990 as a public limited company under the repealed Companies Ordinance, 1984 (Repealed with the enactment of Companies Act 2017 on May 30, 2017). The registered office of the Company is situated at 131-A, Scotch Corner, Upper Mall Scheme, Lahore in the province of Punjab. The Company is listed on Pakistan Stock Exchange Limited. The principal business of the Company is export of all kinds of value added fabrics and textile made-ups. The Company is also engaged in the business of manufacturing and sale of yarn. The weaving unit is located at 32-KM, Tandlianwala Road, Satyana, District Faisalabad and spinning units are located at 32-KM, Sheikhpura Road, Faisalabad, M-3 Industrial Estate, Faisalabad in the province of Punjab.
- 1.2** Pursuant to scheme of arrangement approved by the Honorable Lahore High Court Lahore, assets, liabilities and reserves of Zahidjee Fabrics Limited have been merged with Zahidjee Textile Mills Limited with effect from July 01, 2006.
- 1.3** The financial statements are presented in Pak Rupee, which is the Company's functional and presentation currency.

**2. MATERIAL ACCOUNTING POLICIES**

**2.1 Statement of compliance**

**2.1.1** 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; 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.

**2.1.2** These condensed interim financial statements are un-audited but subject to limited scope review by the auditors of the Company and is being submitted to the shareholders as required under section 237 of the Companies Act, 2017.

**2.1.3** These condensed interim financial statements do not include all the information required for complete set of financial statements, and should be read in conjunction with the Company's published audited annual financial statements for the year ended June 30, 2025.

## **2.2 Application of new and revised International Financial Reporting Standards (IFRSs)**

### **Standards, interpretations and amendments to published approved accounting standards that are effective in current year:**

There are certain new standards, interpretations and amendments to approved accounting standards which are mandatory for the Company's accounting periods beginning on or after July 1, 2025 but are considered not to be relevant or have any significant effect on the Company's financial reporting.

### **Standards, amendments to standards and interpretations becoming effective in future periods**

There are other new standards, amendments and IFRIC interpretations that are mandatory for accounting periods of the Company beginning on or after July 01, 2026 but are considered not to be relevant or not to have any significant effect on the Company's operations. The new standards, amendments and IFRIC interpretations that are relevant to the operations of the Company are disclosed in the published audited annual financial statements for the year ended June 30, 2025.

## **2.3 Basis of preparation**

These condensed interim financial statements have been prepared under the "historical cost convention" except certain property, plant and equipment carried at valuation and short term investment measured at fair value.

## **2.4 Accounting policies and methods of computation**

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

## **2.5 Estimates, judgments and risk management policies**

- 2.5.1** The preparation of financial statements in conformity with approved accounting standards, as applicable in Pakistan, requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on amounts recognized in these condensed interim financial statements are the same as those disclosed in the published audited annual financial statements for the year ended June 30, 2025.

- 2.5.2** Risk management policies and procedures are consistent with those disclosed in the published audited annual financial statements for the year ended June 30, 2025.

	Note	Un-Audited March 31, 2026 Rupees	Audited June 30, 2025 Rupees
<b>3. PROPERTY, PLANT AND EQUIPMENT</b>			
Operating assets	3.1	18,052,937,160	19,050,634,124
Capital work in progress	3.2	108,360,070	107,541,890
Non operating lands		16,203,950	16,203,950
Advance against purchase of land		-	-
Advances for capital expenditure		-	-
		<u>18,177,501,180</u>	<u>19,174,379,964</u>

### 3.1 Operating assets

Book value at beginning of period / year		19,050,634,124	10,649,159,934
Additions during the period / year	3.1.1	260,586,342	4,884,436,890
Revaluation surplus arisen during the year		-	4,988,696,347
Disposal during the period / year		(12,988,445)	(30,671,091)
Depreciation charge during the period / year		(1,245,294,861)	(1,440,987,956)
		<u>18,052,937,160</u>	<u>19,050,634,124</u>

#### 3.1.1 Additions to operating assets, including transfer from capital work in progress, during the period / year were as follow

Freehold land		-	-
Building on freehold land		-	1,204,674,910
Plant and machinery		259,599,497	3,591,517,075
Electric installations		96,800	85,301,588
Factory equipment		749,200	26,400
Office equipment		-	260,256
Electric appliances		46,000	2,215,900
Furniture and fittings		-	440,761
Vehicles		-	-
		<u>260,491,497</u>	<u>4,884,436,890</u>

### 3.2 Capital work in progress

Civil work		22,653,742	-
Plant and machinery		<u>85,746,132</u>	<u>107,541,890</u>
		<u>108,399,874</u>	<u>107,541,890</u>

### 4. Short term investments

Investment in ordinary shares	4.1	<u>269,413,861</u>	<u>225,474,638</u>
-------------------------------	-----	--------------------	--------------------

		Un-Audited March 31, 2026 Rupees	Audited June 30, 2025 Rupees
<b>4.1</b>	<b>Financial assets at fair value through profit or loss</b>		
	Quoted securities		
	Habib Metropolitan Bank Limited 2,022,854 (2025: 2,022,854) Ordinary shares of Rs.10/- each	200,101,598	138,909,384
	JS Bank Limited 100,000 (2024: 100,000) Ordinary shares of Rs.10/- each	-	-
	Askari Bank Limited 1,680,000 (2024: 0) Ordinary shares of Rs.10/- each	-	-
	Bank of Punjab 1,029,375 (2024: 0) Ordinary shares of Rs.10/- each	-	-
	MCB Bank Limited 88,000 (2025: 88,000) Ordinary shares of Rs.10/- each	25,373,040	19,977,760
	Bank Alfalah Limited 100,000 Ordinary shares of Rs.10/- each	10,513,026	-
		<u>235,987,664</u>	<u>158,887,144</u>
	Adjustment in fair value	<u>33,426,197</u>	<u>66,587,494</u>
		<u><u>269,413,861</u></u>	<u><u>225,474,638</u></u>

**4.2** The fair value of short term investment is based on prices quoted in active markets which is level 1 of fair value hierarchy.

	Note	Un-Audited March 31, 2026 Rupees	Audited June 30, 2025 Rupees
<b>5. Cash and bank balances</b>			
Cash in hand		56,852,401	11,483,032
Cash at banks			
In current accounts		241,991,553	91,566,435
In PLS accounts		91,986,809	58,579,666
In Deposit accounts	5.1	<u>4,361,261,654</u>	<u>3,909,061,339</u>
		<u><u>4,752,092,417</u></u>	<u><u>4,070,690,472</u></u>

**5.1** It represents the investment in term deposit receipts carrying profit at the rates ranging from 7.11% to 12.10% per annum ( June 30, 2025 : 6.89% to 21.79% per annum ).

## 6. CONTINGENCIES AND COMMITMENTS

There is no significant change in contingent liabilities since the date of published audited annual financial statements for the year ended June 30, 2025 except the following:

	Un-Audited March 31, 2026 Rupees	Audited June 30, 2025 Rupees
<b>Contingencies</b>		
Bank guarantees issued in favour of :		
Sui Northern Gas Pipelines Limited for supply of gas.	248,627,000	248,627,000
Faisalabad Electric Supply Company Limited for supply of electricity.	72,748,000	72,748,000
Excise and taxation department against imposition of infrastructure cess	940,926,000	588,300,000
Letter of Credit for import of cotton	1,842,262,076	-

	Quarter ended		Nine Months ended	
	March 31,		March 31,	
	2026	2025	2026	2025
	Rupees	Rupees	Rupees	Rupees
<b>7. Sales</b>				
Export				
Cloth / made ups	738,845,527	904,307,523	2,058,310,058	2,630,000,486
Local				
Yarn	10,059,272,929	10,426,425,646	29,278,831,066	30,937,867,011
Cloth	-	32,823,685	44,203,503	54,040,835
Waste and left over	778,280,250	973,727,390	2,212,259,579	2,403,058,620
Conversion receipts	17,252,420	134,116,100	147,055,831	269,458,821
	10,854,805,599	11,567,092,820	31,682,349,979	33,664,425,287
Less : Sales tax	(1,583,934,045)	(1,753,047,622)	(4,806,481,170)	(5,135,251,315)
	10,009,717,081	10,718,352,721	28,934,178,867	31,159,174,458
Add: Export rebate / duty drawback	2,700,686	683,998	30,591,530	2,958,841
	10,012,417,767	10,719,036,719	28,964,770,397	31,162,133,299
Less: Commission and claims	67,568,934	(50,811,912)	212,888,988	220,255,760
	<u>9,944,848,833</u>	<u>10,769,848,631</u>	<u>28,751,881,409</u>	<u>30,941,877,538</u>

## 8. Cost of sales

Cost of goods manufactured (Note 11.1)	9,300,528,998	10,099,493,613	26,991,584,575	29,404,053,279
Finished goods				
Opening stock	802,691,652	1,105,182,859	622,311,350	772,168,056
Closing stock	(530,681,626)	(955,847,767)	(530,681,626)	(955,847,767)
	272,010,026	149,335,092	91,629,724	(183,679,711)
	<u>9,572,539,024</u>	<u>10,248,828,705</u>	<u>27,083,214,299</u>	<u>29,220,373,568</u>

### 8.1 Cost of goods manufactured

Raw material consumed (Note 11.1.1)	7,443,967,127	7,777,628,451	20,925,775,259	22,684,935,569
Packing material consumed	8,616,073	(113,466,285)	155,621,216	46,251,443
Salaries, wages and benefits	330,322,768	380,240,302	1,065,030,761	1,099,405,281
Retirement benefits	1,260,163	-	12,696,247	12,892,224
Stores and spares consumed	393,372,886	459,846,186	719,523,096	814,957,627
Fuel and power	892,737,581	1,191,009,550	2,881,941,138	3,684,110,162
Repairs and maintenance	33,590,965	(2,900,014)	73,498,035	41,144,496
Insurance	6,165,367	(4,516,075)	21,601,374	15,106,574
Depreciation	277,719,693	308,551,032	1,099,204,736	921,861,912
Other	1,686,063	2,663,566	9,757,521	9,563,585
	9,389,438,687	9,999,056,713	26,964,649,383	29,330,228,874
Work in process				
Opening stock	252,519,064	281,854,953	368,363,944	326,794,669
Closing stock	(341,428,752)	(181,418,053)	(341,428,752)	(181,418,053)
	(88,909,688)	100,436,899	26,935,192	145,376,615
	<u>9,300,528,999</u>	<u>10,099,493,613</u>	<u>26,991,584,575</u>	<u>29,404,053,279</u>

	Quarter ended		Quarter ended	
	March 31,		March 31,	
	2026	2025	2026	2025
	Rupees	Rupees	Rupees	Rupees
<b>8.1.1 Raw material consumed</b>				
Opening Stock	6,658,983,801	2,571,134,644	5,171,850,795	1,277,122,997
Purchases including purchase expenses	5,094,567,805	9,520,567,335	20,063,508,943	25,721,886,101
	11,753,551,606	12,091,701,979	25,235,359,738	26,999,009,098
Closing stock	(4,109,584,479)	(4,314,073,529)	(4,109,584,479)	(4,314,073,529)
	<u>7,643,967,127</u>	<u>7,777,628,451</u>	<u>21,125,775,259</u>	<u>22,684,935,569</u>

	Quarter ended March 31,		Nine Months ended March 31,	
	2026 Rupees	2025 Rupees	2026 Rupees	2025 Rupees

#### 9. PROVISION FOR TAXATION

Current				
for the period	46,262,348	106,877,828	74,820,288	147,030,486
for prior period	-	(29,000,000)	-	(90,661,374)
Deferred	(48,839,331)	(130,103)	(120,357,246)	8,161,462
	<u>(2,576,983)</u>	<u>77,747,725</u>	<u>(45,536,958)</u>	<u>64,530,574</u>

#### 10. AGGREGATE TRANSACTIONS WITH RELATED PARTIES

The Company in the normal course of business carries out transactions with various related parties which comprise of directors, associated undertakings and key management personnel. These transactions include remuneration to 38 (2024 : 33) executives amounting to Rs. 80,479,737/- ( 2024 : Rs. 74,712,000/- ). Other significant transactions with related parties are as follows:-

Name of the related party	Relationship	Nature of transaction	Un-Audited March 31, 2026 Rupees	Un-Audited March 31, 2025 Rupees
Aliza Zahid	Related Party	Short term loan obtained	42,000,000	-
		Short term loan Repaid	42,000,000	
Ahmad Zahid	Director	Remuneration	2,549,997	1,700,000
		Remuneration	2,549,997	1,700,000
Muhammad Zahid	Chief Executive Officer	Short term loan obtained	-	94,925,000
		Short term loan repaid	145,825,000	169,400,000
Haji Sharif	Related Party	Short term loan repaid	110,000,000	100,000,000
		Short term loan obtained	110,000,000	-
Muhammad Qasim	Related Party	Short term loan repaid	-	78,000,000

**11. DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial statements were authorised for issue on April 25, 2026 by the Board of Directors of the Company.

**12. General**

- (a) There is no unusual item included in these condensed interim financial statements which is effecting assets, liabilities, equity, profit or cash flows of the company.
- (b) Provisions for taxation, workers' profit participation fund and staff retirement gratuity made in these condensed interim financial statements are subject to adjustment in annual financial statements.
- (c) The figure of corresponding period have been rearranged wherever necessary to reflect more appropriate presentation in the financial statements.

**13.** Figures have been rounded off to nearest Rupees.



**CHIEF EXECUTIVE OFFICER**



**DIRECTOR**



**CHIEF FINANCIAL OFFICER**

## **ZAHIDJEE TEXTILE MILLS LIMITED**

Zahidjee House: 131-A,P-Street,Upper Mall, Lahore. Tel: 042-3577291-5 URL: [www.zahidjee.com.pk](http://www.zahidjee.com.pk)