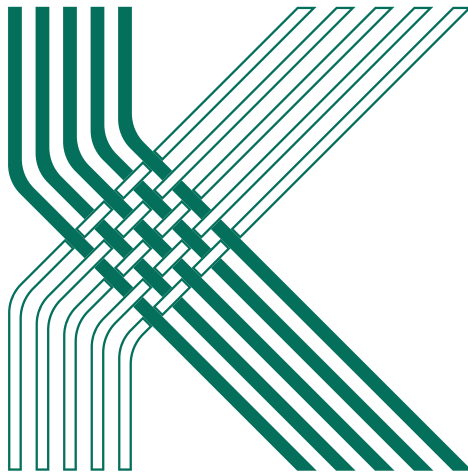


# KOHINOOR MILLS LIMITED



**THIRD QUARTERLY REPORT**  
**31 MARCH 2026**

[www.kohinoormills.com](http://www.kohinoormills.com)

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# COMPANY INFORMATION

## Board of Directors

Mr. Rashid Ahmed	Chairman
Mr. Aamir Fayyaz Sheikh	Chief Executive
Mr. Ismail Aamir Fayyaz	Director
Ms. Imrat Aamir Fayyaz	Director
Mrs. Hajra Arham	Director
Mr. Taimur Afzal	Director
Mr. Matiuddin Siddiqui	Director (NIT Nominee)

## Bankers

Al Baraka Bank (Pakistan) Limited  
Allied Bank Limited  
Askari Bank Limited  
Bank Alfalah Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
MCB Bank Limited  
MCB Islamic Bank Limited  
Meezan Bank Limited  
National Bank of Pakistan  
Samba Bank Limited  
The Bank of Punjab  
United Bank Limited

## Registered Office & Mills

8 K.M. Manga Raiwind Road, District Kasur, Pakistan.  
UAN: (92-42 ) 111-941-941  
Cell Lines: (92-333) 4998801-6  
Land Lines: (92-42) 36369340  
Fax: (92-42) 36369340 Ext: 444  
Email: info@kohinoormills.com  
Website: www.kohinoormills.com

## Shares Registrar

M/s. Hameed Majeed Associates (Pvt.) Ltd  
HM House, 7 Bank Square, Lahore.  
Land Lines: (92-42) 37235081 & 82  
Fax: (92-42) 37358817

## Committees of the Board

### Audit Committee

Mrs. Hajra Arham	Chairperson
Mr. Rashid Ahmed	Member
Mr. Taimur Afzal	Member

### HR & Remuneration Committee

Mr. Taimur Afzal	Chairman
Mr. Rashid Ahmed	Member
Mrs. Hajra Arham	Member

### Chief Financial Officer

Mr. Kamran Shahid

### Head of Internal Audit

Mr. Waheed Amainat Ali

### Legal Advisor

Raja Mohammad Akram & Co.,  
Advocate & Legal Consultants, Lahore

### Company Secretary

Mr. Muhammad Rizwan Khan

### Auditors

Riaz Ahmad & Company  
Chartered Accountants

## Other Corporate Information

Kohinoor Mills Limited is registered in Pakistan with Securities and Exchange Commission of Pakistan. The Registration Number of the Company is 0017194

Kohinoor Mills Limited is listed on Pakistan Stock Exchange Limited as a Public Limited Company and its shares are traded under textile composite sector. Shares trading symbol is KML.

The National Tax Number of the Company is 0658184-6

Financial statements are available on website of the Company i.e., www.kohinoormills.com.

# DIRECTORS' Review

The Directors of the company are pleased to present the interim financial statements for the nine months ended 31 March 2026.

## Operating & Financial Results

During the period under review, despite ongoing global and domestic headwinds, your Company recorded a revenue of Rs. 19.59 billion, compared to Rs. 21.08 billion in the same period last year. This resulted in a gross profit of Rs. 2.93 billion, broadly consistent with Rs. 2.84 billion in the comparative period. Inflation in raw materials and conversion costs, together with higher utility tariffs following the withdrawal of the Export-Oriented Units (EOU) scheme, continued to compress margins. Consequently, the Company reported a net profit of Rs. 149.16 million (EPS: Re. 0.29 per share), compared to Rs. 200.39 million (EPS: Re. 0.39 per share) in the corresponding period of the previous financial year.

## Performance Overview

A brief overview of performance of your company for the nine months ended 31 March 2026 is discussed below:

### Weaving Division

Through disciplined cost management, enhanced operational efficiencies, and gradually stabilizing macroeconomic conditions, the weaving division recorded a gross profit of Rs. 1,489 million in the first nine months of FY-26, an improvement from Rs. 1,322 million achieved in the corresponding period last year. This performance underscores steady operational resilience and a slight improvement in underlying profitability despite a largely stable gross profit base.

Management has also pursued a more agile and market-responsive strategy, with increased focus on the domestic market to drive volumes and capture relatively stronger margins. This strategic shift has contributed to better capacity utilization, diversification of revenue streams, and reduced dependence on any single market segment.

However, the global economic environment remains uncertain, with ongoing Middle East tensions continuing to drive volatility in energy prices, supply chains, and overall demand. Looking ahead, sustained macroeconomic stability—particularly inflation remaining within a manageable range—should improve cost visibility and planning, and, together with ongoing efficiency initiatives and prudent working capital management, support steady and sustainable growth in profitability going forward.

### Dyeing Division

The dyeing division managed a difficult market and delivered gross turnover of Rs. 11,337 million, compared with Rs. 13,524 million in the same period last year. Gross profit decreased from Rs. 1,535 million to Rs. 1,361 million, mainly due to weaker contribution margins amid higher utility costs, raw material price pressures, and a more competitive pricing environment.

In response, management maintained focus on cost control, process optimization, and disciplined production planning, with emphasis on improving yields, reducing reprocessing, and optimizing energy and chemical consumption. Looking ahead, prospects will depend on continued macroeconomic stabilization, clearer and more predictable energy and tax policies, and a gradual recovery in external demand. At the same time, sustained competitiveness will increasingly hinge on compliance readiness, reliable lead times, and continued shift toward higher-value programs aligned with international buyers' evolving requirements.

## Genertek Division

During the period under review, the Company undertook key initiatives focused on energy conservation and the adoption of alternative energy sources. Under its approved 7.2 MW renewable energy program, the Company successfully commissioned a solar photovoltaic (PV) plant at its manufacturing facility in November 2025. On-site solar generation is currently meeting more than 20% of the Company's operational electricity requirements.

The Board has also approved the installation of an additional 3.0 MW solar PV capacity. The project, which was under implementation as at 31 March 2026, has been successfully completed subsequent to the reporting period, further increasing the share of renewable energy in the Company's overall energy mix.

In parallel, the Company has upgraded its process heat generation by transitioning from natural gas-fired heaters to a biomass-fired thermal oil heater, which was successfully commissioned in September 2025. The system has been integrated with existing thermal oil circuits and control infrastructure to ensure stable operations and consistent product quality. This initiative is expected to deliver recurring fuel cost savings, reduce exposure to gas tariff volatility and supply constraints, and support the Company's decarbonization objectives through the use of locally sourced, sustainable biomass.

Collectively, these measures have reduced energy intensity, improved cost efficiency, and reinforced the Company's commitment to environmental sustainability and long-term operational resilience.

## Apparel Division

The newly established apparel division commenced commercial operations in December 2025 with an initial production capacity of 5,000 pieces per shift per day. This initiative supports the Company's strategic shift toward higher value-added products and export-led growth. The division is focused on quality, design-led offerings and modern manufacturing practices, supported by targeted investments in production efficiency, compliance, and supply-chain optimization to ensure competitive pricing and consistent quality standards.

## Future Outlook

Pakistan's textile sector continues to present a balanced mix of opportunity and risk. Demand for value-added categories is expected to remain relatively resilient, supporting deeper penetration in key export markets and further progress up the value chain through an improved product mix, shorter lead times, and stronger compliance standards. However, profitability remains under pressure due to uncertain global economic environment due to middle east tension, elevated domestic energy and other input costs, reliance on imported raw materials and chemicals and policy uncertainty that complicates long-term planning and capacity expansion. Going forward, sustainable growth will depend on a stable and supportive policy framework, timely refund processing, competitive and reliable energy pricing, and stronger supply-chain resilience.

The ongoing geopolitical tensions in the Middle East continue to pose a key external risk for the global economy, particularly through volatility in energy prices, disruptions in shipping routes, and uncertainty in international demand patterns. For Pakistan's textile industry, which is highly export-oriented and energy-dependent, these developments translate into elevated input cost pressures, freight variability, and shifting order visibility from key markets.

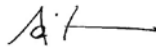
However, during the period, the Government announced a support package for industry and exporters, including a 300 basis point reduction in the Export Finance Scheme (EFS) rate to 4.5% from 7.5% and proposed reductions in power tariffs. Given the sector's high utilization of concessionary export financing, the textile industry is expected to be a key beneficiary of these measures, which should help ease financing costs and improve liquidity. While this policy direction is encouraging, the operating environment remains competitive and export markets may face further pressure, including in the EU in the context of the announced EU-India FTA. Accordingly, sustained competitiveness will continue to require structural reforms, particularly in the energy sector, to bring production costs closer to regional benchmarks.

Against these continuously evolving circumstances, the Company is executing a focused set of operational and strategic initiatives to strengthen its value-added positioning. Management is enhancing traceability, compliance, and environmentally responsible manufacturing practices in line with evolving buyer requirements, alongside investments in digital planning, tighter procurement and production controls, and disciplined working-capital management. In parallel, forward integration through the newly established Apparel Unit is expected to deepen the value-added mix, expand participation in higher-margin categories, and support growth in both revenues and profitability. Together with the Company's energy initiatives and ongoing product-mix improvement, these actions are expected to reinforce competitiveness and support sustainable performance in the period ahead.

### Acknowledgement

The board places on record its profound gratitude for its esteemed shareholders, banks, financial institutions and customers, whose cooperation, continued support and patronage have empowered the company to make progress towards consistent improvement. During the period under review, relations between the management and employees remained cordial and we wish to put on record our appreciation for the dedication, perseverance and steadiness of the employees of the company.

For and on behalf of the Board



Aamir Fayyaz Sheikh  
Chief Executive



Hajra Arham  
Director

Kasur:  
April 23, 2026



# **CONDENSED INTERIM FINANCIAL STATEMENTS**

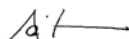
for the third quarter ended 31 March 2026

# CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2026

	Note	Un-audited 31 March 2026 Rupees	Audited 30 June 2025 Rupees
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
<b>Authorized share capital</b>			
2,200,000,000 (30 June 2025: 220,000,000) ordinary shares of Rupee 1 (30 June 2025: Rupees 10) each		2,200,000,000	2,200,000,000
300,000,000 (30 June 2025: 30,000,000) preference shares of Rupee 1 (30 June 2025: Rupees 10) each		300,000,000	300,000,000
		<u>2,500,000,000</u>	<u>2,500,000,000</u>
<b>Issued, subscribed and paid-up share capital</b>			
509,110,110 (30 June 2025: 50,911,011) ordinary shares of Rupee 1 (30 June 2025: Rupees 10) each	4	509,110,110	509,110,110
<b>Capital reserves</b>			
Share premium reserve		213,406,310	213,406,310
Fair value reserve FVTOCI investment		92,315,212	100,097,275
Surplus on revaluation of operating fixed assets - net of tax		4,599,957,131	4,633,442,877
<b>Revenue reserves</b>			
General reserve		788,199,282	788,199,282
Accumulated profit		4,210,815,890	4,028,174,177
<b>Total equity</b>		<u>10,413,803,935</u>	<u>10,272,430,031</u>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Long term financing - secured	5	1,989,596,835	1,638,347,898
Lease liabilities		90,499,578	14,208,427
Deferred liabilities		431,982,519	469,911,292
Deferred income - Government grant		64,663,779	97,029,653
		<u>2,576,742,712</u>	<u>2,219,497,270</u>
<b>Current liabilities</b>			
Trade and other payables		5,428,683,531	5,822,325,340
Accrued mark-up		112,266,928	133,176,343
Short term borrowings - secured		8,446,586,978	7,409,319,105
Current portion of non-current liabilities		576,918,585	568,405,174
Provision for taxation and levy payable - net		32,465,774	51,037,272
Unclaimed dividend		8,423,728	8,423,728
		<u>14,605,345,523</u>	<u>13,992,686,962</u>
<b>Total liabilities</b>		<u>17,182,088,235</u>	<u>16,212,184,232</u>
<b>Contingencies and commitments</b>	6		
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>27,595,892,170</u>	<u>26,484,614,263</u>

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



AAMIR FAYYAZ SHEIKH  
CHIEF EXECUTIVE



HAJRA ARHAM  
DIRECTOR

	Note	Un-audited 31 March 2026 Rupees	Audited 30 June 2025 Rupees
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed assets	7	13,811,347,403	12,809,245,927
Right-of-use asset		115,016,816	20,842,187
Intangible asset		4,631,372	5,728,310
Long term investment		152,040,582	164,798,062
Long term loans		5,360,001	5,758,328
Long term security deposits		276,185,227	134,195,599
		<u>14,364,581,401</u>	<u>13,140,568,413</u>
<b>Current assets</b>			
Stores, spares and loose tools		1,358,989,141	991,501,873
Stock-in-trade		5,845,560,651	5,308,117,799
Trade debts		3,757,392,175	4,096,690,353
Loans and advances		389,630,856	350,643,616
Short term deposits and prepayments		33,793,086	24,439,079
Sales tax recoverable		1,242,901,755	1,325,293,888
Other receivables		53,522,021	55,033,870
Short term investments	8	107,968,476	374,618,127
Cash and bank balances		441,552,608	815,725,638
		<u>13,231,310,769</u>	<u>13,342,064,243</u>
Non-current asset classified as held for sale		-	1,981,607
		<u>13,231,310,769</u>	<u>13,344,045,850</u>
<b>TOTAL ASSETS</b>		<u>27,595,892,170</u>	<u>26,484,614,263</u>



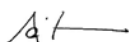
KAMRAN SHAHID  
CHIEF FINANCIAL OFFICER

# CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2026

	Note	Nine months ended		Quarter ended	
		31 March 2026 Rupees	31 March 2025 Rupees	31 March 2026 Rupees	31 March 2025 Rupees
REVENUE	9	19,593,323,501	21,084,251,818	6,519,331,793	6,571,781,099
COST OF SALES	10	(16,663,312,863)	(18,241,804,368)	(5,540,389,402)	(5,728,330,686)
GROSS PROFIT		2,930,010,638	2,842,447,450	978,942,391	843,450,413
DISTRIBUTION COST		(1,064,219,041)	(1,022,810,521)	(388,269,506)	(306,826,775)
ADMINISTRATIVE EXPENSES		(733,027,503)	(569,918,393)	(245,276,198)	(201,170,882)
OTHER EXPENSES		(74,577,962)	(54,717,818)	(7,072,519)	(13,942,094)
		(1,871,824,506)	(1,647,446,732)	(640,618,223)	(521,939,751)
		1,058,186,132	1,195,000,718	338,324,168	321,510,662
OTHER INCOME		107,224,475	129,114,034	20,667,574	34,948,719
PROFIT FROM OPERATIONS		1,165,410,607	1,324,114,752	358,991,742	356,459,381
FINANCE COST		(801,372,063)	(932,024,026)	(270,280,497)	(265,478,053)
PROFIT BEFORE LEVY AND TAXATION		364,038,544	392,090,726	88,711,245	90,981,328
LEVY		(247,835,934)	(232,384,424)	(81,683,533)	(84,415,295)
PROFIT BEFORE TAXATION		116,202,610	159,706,302	7,027,712	6,566,033
TAXATION		32,953,357	40,688,477	5,816,252	22,583,426
PROFIT AFTER TAXATION		149,155,967	200,394,779	12,843,964	29,149,459
			<b>Restated</b>		<b>Restated</b>
EARNINGS PER SHARE					
- BASIC AND DILUTED		0.29	0.39	0.03	0.06

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



AAMIR FAYYAZ SHEIKH  
CHIEF EXECUTIVE



HAJRA ARHAM  
DIRECTOR

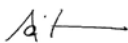


KAMRAN SHAHID  
CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME** (UN-AUDITED)  
FOR THE NINE MONTHS ENDED 31 MARCH 2026

	Nine months ended		Quarter ended	
	31 March 2026 Rupees	31 March 2025 Rupees	31 March 2026 Rupees	31 March 2025 Rupees
<b>PROFIT AFTER TAXATION</b>	149,155,967	200,394,779	12,843,964	29,149,459
<b>OTHER COMPREHENSIVE INCOME</b>				
<b>Items that will not be reclassified to profit or loss:</b>				
Fair value adjustment arising on remeasurement of investment at fair value through other comprehensive income	(12,757,480)	-	-	-
Deferred income tax relating to this item	4,975,417	-	-	-
	(7,782,063)	-	-	-
<b>Items that may be reclassified subsequently to profit or loss</b>	-	-	-	-
<b>Other comprehensive loss for the period - net of tax</b>	(7,782,063)	-	-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>141,373,904</b>	<b>200,394,779</b>	<b>12,843,964</b>	<b>29,149,459</b>

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



AAMIR FAYYAZ SHEIKH  
CHIEF EXECUTIVE



HAJRA ARHAM  
DIRECTOR



KAMRAN SHAHID  
CHIEF FINANCIAL OFFICER

# CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

## FOR THE NINE MONTHS ENDED 31 MARCH 2026

	RESERVES										TOTAL EQUITY
	Capital Reserves					Revenue Reserves					
	SHARE CAPITAL	Share premium reserve	Fair value reserve FVTOCI investment - net of tax	Surplus on revaluation of operating fixed assets - net of tax	Sub Total	General reserve	Accumulated profit	Sub Total			
	----- RUPEES -----										
<b>Balance as at 30 June 2024 - (audited)</b>	509,110,110	213,406,310	13,222,441	4,680,440,417	4,907,069,168	788,199,282	3,747,664,119	4,535,863,401	9,952,042,679		
Transferred from surplus on revaluation of operating fixed assets - net of tax	-	-	-	(35,248,153)	(35,248,153)	-	35,248,153	35,248,153	-		
Profit for the nine months ended 31 March 2025	-	-	-	-	-	-	200,394,779	200,394,779	200,394,779		
Other comprehensive income for the nine months ended 31 March 2025	-	-	-	-	-	-	-	-	-		
Total comprehensive income for the nine months ended 31 March 2025	-	-	-	-	-	-	-	-	-		
<b>Balance as at 31 March 2025 - (Un-audited)</b>	509,110,110	213,406,310	13,222,441	4,645,192,264	4,871,821,015	788,199,282	3,983,307,051	4,771,506,333	10,152,437,458		
Transferred from surplus on revaluation of operating fixed assets - net of tax	-	-	-	(11,749,387)	(11,749,387)	-	11,749,387	11,749,387	-		
Profit for the quarter ended 30 June 2025	-	-	-	-	-	-	33,117,739	33,117,739	33,117,739		
Other comprehensive income for the quarter ended 30 June 2025	-	-	86,874,834	-	86,874,834	-	-	-	86,874,834		
Total comprehensive income for the quarter ended 30 June 2025	-	-	86,874,834	-	86,874,834	-	-	-	86,874,834		
<b>Balance as at 30 June 2025 - (audited)</b>	509,110,110	213,406,310	100,097,275	4,633,442,877	4,946,946,462	788,199,282	4,028,174,177	4,816,373,459	10,272,430,031		
Transferred from surplus on revaluation of operating fixed assets - net of tax	-	-	-	(33,485,746)	(33,485,746)	-	33,485,746	33,485,746	-		
Profit for the nine months ended 31 March 2026	-	-	-	-	-	-	149,155,967	149,155,967	149,155,967		
Other comprehensive loss for the nine months ended 31 March 2026	-	-	(7,782,063)	-	(7,782,063)	-	-	-	(7,782,063)		
Total comprehensive income for the nine months ended 31 March 2026	-	-	(7,782,063)	-	(7,782,063)	-	-	-	(7,782,063)		
<b>Balance as at 31 March 2026 - (Un-audited)</b>	509,110,110	213,406,310	92,315,212	4,599,957,131	4,905,678,653	788,199,282	4,210,815,890	4,999,015,172	10,413,803,935		

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

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AAMIR FAYYAZ SHEIKH  
CHIEF EXECUTIVE

*Hajra Arham*

HAJRA ARHAM  
DIRECTOR

*Kamran Shahid*

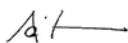
KAMRAN SHAHID  
CHIEF FINANCIAL OFFICER

# CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2026

	Note	Nine months ended	
		31 March 2026 Rupees	31 March 2025 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash Generated From Operations	11	622,484,676	1,166,498,267
Income tax and levy paid		(266,407,431)	(331,325,587)
Finance cost paid		(770,022,504)	(1,182,059,065)
Net decrease in long term loans		398,327	1,110,976
Net increase in long term security deposits		(141,989,628)	(30,028,960)
		<u>(1,178,021,235)</u>	<u>(1,542,302,636)</u>
Net cash used in operating activities		(555,536,559)	(375,804,369)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Capital expenditure on property, plant and equipment		(1,459,034,129)	(452,673,802)
Right-of-use assets initial direct cost		(3,112,580)	-
Proceeds from disposal of operating fixed assets		36,224,059	54,070,577
Proceeds from disposal of investment property		10,500,000	-
Dividend received		3,218,535	34,623,112
Short term investment - net		277,588,316	(186,050,216)
Net cash used in investing activities		<u>(1,134,615,799)</u>	<u>(550,030,329)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Long term financing obtained		646,195,000	238,916,000
Repayment of long term financing		(345,994,484)	(345,689,328)
Lease rentals paid		(21,489,061)	-
Short term borrowings - net		1,037,267,873	1,145,974,107
Net cash from financing activities		<u>1,315,979,328</u>	<u>1,039,200,779</u>
Net (decrease) / increase in cash and cash equivalents		<u>(374,173,030)</u>	<u>113,366,081</u>
Cash and cash equivalents at the beginning of the period		815,725,638	473,500,537
Cash and cash equivalents at the end of the period		<u>441,552,608</u>	<u>586,866,618</u>

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



AAMIR FAYYAZ SHEIKH  
CHIEF EXECUTIVE



HAJRA ARHAM  
DIRECTOR



KAMRAN SHAHID  
CHIEF FINANCIAL OFFICER

# SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2026

## 1. THE COMPANY AND ITS OPERATIONS

Kohinoor Mills Limited (“the Company”) is a public limited company incorporated on 21 December 1987 in Pakistan under the Companies Ordinance, 1984 (now Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange Limited. Manufacturing units (dyeing, weaving, power generation and apparel) and registered office of the Company is situated at 8-K.M., Manga Raiwind Road, District Kasur. Marketing office of the Company is situated at Office No. 815, 8th Floor, Uni Centre, Serai Quarters, I.I Chundrigar Road, Karachi. The Company is principally engaged in the business of textile manufacturing covering weaving, bleaching, dyeing, buying, selling and otherwise dealing in yarn, cloth and other goods and fabrics made from raw cotton and synthetic fiber and to generate and supply electricity.

## 2. BASIS OF PREPARATION

2.1. 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 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 the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2025. These condensed interim financial statements are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

## 3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information and methods of computations adopted for the preparation of these condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2025.

### 3.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2025.

- During the period, the Company announced a subdivision of its shares in a ratio of 10 shares for every 1 share held, reducing the nominal (face) value of each share from Rupees 10 to Rupee 1 per share and same was approved in extraordinary general meeting held on 09 September 2025. As a result, the total number of issued shares has been increased from 50,911,011 ordinary shares of Rupees 10 each to 509,110,110 ordinary shares of Rupee 1 each. However, the total paid-up share capital amount of the Company remained unchanged. The share split is intended to enhance the liquidity of the Company's shares in the equity market, attract a broader investor base, and strengthen the Company's market presence. Accordingly, the earnings per share (EPS) figures for all periods presented in these condensed interim financial statements have been adjusted to reflect the revised number of shares post-split, as required under IAS 33 "Earnings per Share".

### 5. LONG TERM FINANCING - SECURED

	<b>Un-audited 31 March 2026 Rupees</b>	<b>Audited 30 June 2025 Rupees</b>
Opening balance	2,094,188,761	1,793,320,514
Add: Obtained during the period / year	646,195,000	744,042,912
Less: Repaid during the period / year	(345,994,484)	(482,933,581)
Less: Other non-cash movements	-	(18,872,123)
Add: Adjustment due to impact of IFRS - 9 during the period / year	13,015,691	20,397,642
Add: Deferred income amortised during the period / year (Note 5.1)	33,373,343	38,233,397
	<u>2,440,778,311</u>	<u>2,094,188,761</u>
Less: Current portion shown under current liabilities	451,181,476	455,840,863
	<u>1,989,596,835</u>	<u>1,638,347,898</u>

- This represents net impact of benefit of loans obtained under the schemes of State Bank of Pakistan at below market rate of interest.

## 6. CONTINGENCIES AND COMMITMENTS

### Contingencies

There is no significant change in the status of contingencies as reported in the preceding audited annual published financial statements of the Company for the year ended 30 June 2025 except for the following:

- (i) The Company received notice from the Collector of Customs (Appraisalment), Dryport, Lahore, during the year ended 30 June 2023 alleging non-payment of advance income tax at the time of import of goods during the period from 2008 to 2011, thereby raising a demand of Rupees 26.195 million along with a penalty of Rupees 0.50 million. The matter was decided against the Company by the Collector of Customs (Adjudication), who directed payment of the aforesaid amount along with penalties. Being aggrieved, the Company has filed an appeal before the Customs, Excise and Sales Tax Appellate Tribunal, which is pending adjudication. Based on legal advice, management is of the view that the Company has reasonable grounds to defend its position and accordingly, no provision has been recognized in these condensed interim financial statements.
- (ii) The Company received notices from SNGPL to pay an amount of Rupees 18.437 million of account of adjustments and late payment surcharge on retrospective redetermination of tariff of RLNG for the period from April 2015 to June 2022. Currently, the Company's appeal is in Lahore High Court, Lahore which is pending adjudication. Based on legal advice, management is of the view that the Company has reasonable grounds to defend its position and accordingly, no provision has been recognized in these condensed interim financial statements.

### Commitments

- (i) Aggregate commitments for capital and revenue expenditures are amounting to Rupees nil and Rupees 99.717 million (30 June 2025: Rupees 396.077 million and Rupees 224.303 million) respectively.
- (ii) Post dated cheques amounting to Rupees 524.472 million (30 June 2025: Rupees 134.039 million) are issued to creditors of the Company and Sui northern gas pipeline limited.
- (iii) Outstanding foreign currency forward contracts are of Rupees 120.329 million (30 June 2025: Rupees 268.796 million).

	Un-audited 31 March 2026 Rupees	Audited 30 June 2025 Rupees
<b>7. FIXED ASSETS</b>		
<b>Property, plant and equipment</b>		
Operating fixed assets (Note 7.1)	12,678,379,022	11,338,078,217
Capital work-in-progress (Note 7.2)	1,132,968,381	1,471,167,710
	<u>13,811,347,403</u>	<u>12,809,245,927</u>
<b>7.1 Operating fixed assets</b>		
Opening net book value	11,338,078,217	11,535,325,319
Add: Cost of additions during the period / year (Note 7.1.1)	1,797,233,457	379,665,075
	<u>13,135,311,674</u>	<u>11,914,990,394</u>
Less: Book value of deletions during the period / year (Note 7.1.2)	23,134,411	44,391,533
Less: Depreciation charged during the period / year	433,798,241	532,520,644
Closing net book value	<u>12,678,379,022</u>	<u>11,338,078,217</u>
<b>7.1.1 Cost of additions</b>		
Freehold land	-	19,530,725
Factory building	213,868,265	33,120,272
Plant and machinery	1,387,663,104	230,640,785
Electric installations	156,484,900	17,225,429
Furniture, fixtures and equipment	34,330,441	10,405,096
Computers	-	11,919,149
Motor vehicles	4,886,747	56,823,619
	<u>1,797,233,457</u>	<u>379,665,075</u>
<b>7.1.2 Book value of deletions</b>		
Plant and machinery	13,591,014	41,763,130
Motor vehicles	9,543,397	2,628,403
	<u>23,134,411</u>	<u>44,391,533</u>
<b>7.2 Capital work-in-progress</b>		
Plant and machinery	723,663,560	656,011,863
Electric installations	165,119,416	175,064,732
Furniture fixtures and equipment	5,168,991	22,178,516
Buildings	9,669,393	36,637,925
Advance for purchase of land	25,306,593	-
Stores held for capital expenditures	38,703,096	472,075,477
Unallocated capital expenditure	165,337,332	109,199,197
	<u>1,132,968,381</u>	<u>1,471,167,710</u>

	Un-audited 31 March 2026 Rupees	Audited 30 June 2025 Rupees
<b>8. SHORT TERM INVESTMENTS</b>		
<b>At fair value through profit or loss</b>		
<b>Mutual funds:</b>		
MCB Cash Management optimizer 850,887.967 (30 June 2025: 3,520,348.139) units	90,311,089	359,554,277
NBP Money Market Fund 1,441,459.049 (30 June 2025: 1,441,459.049) units	15,008,274	14,427,035
NBP Islamic Daily Dividend Fund 117.1869 (30 June 2025: Nil) units	1,172	-
	105,320,526	373,981,312
Add: Fair value adjustment	2,647,950	636,815
	<u>107,968,476</u>	<u>374,618,127</u>

**9. REVENUE**

**Revenue from contracts with customers  
Disaggregation of revenue**

In the following table, revenue is disaggregated by primary geographical market, major products and service lines and timing of revenue recognition.

Description	Weaving				Dyeing				Apparel				Total			
	Nine months ended		Quarter ended		Nine months ended		Quarter ended		Nine months ended		Quarter ended		Nine months ended		Quarter ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025		
<b>Geographical market</b>	<b>Rupees</b>															
Australia	978,369,697	1,214,834,228	340,785,394	413,656,157	23,340,516	23,340,516	2,412,119	-	-	-	-	88,035,128	23,449,860	23,340,516	2,412,119	
Asia	2,683,772,197	3,237,402,412	975,680,319	1,068,542,014	6,178,112,665	1,360,751,760	1,984,926,842	44,724,274	-	44,724,274	-	5,165,968,557	7,392,947,293	1,746,264,428	2,996,582,999	
Europe	330,991,738	1,06,430,886	80,236,478	54,165,127	17,286,529	135,071,590	23,716,475	127,079,182	-	127,079,182	-	3,077,701,971	3,410,267,703	1,237,831,090	1,092,258,489	
North America	18,456,116	23,081,049	912,872	23,081,049	346,537,020	56,248,812	67,998,317	19,629,286	19,997,875	19,997,875	19,997,875	774,114,968	473,968,881	332,777,876	142,144,319	
Africa	4,529,841,240	3,181,951,703	1,778,130,055	888,276,274	5,611,835,762	3,131,268,549	99,432,555	216,209,966	19,997,875	19,997,875	19,997,875	270,020,675	420,463,626	32,232,311	122,541,654	
Pakistan	8,541,432,988	7,762,471,071	3,175,745,118	2,447,721,071	13,273,148,434	2,924,000,485	4,094,324,372	50,913,122	-	47,720,610	-	10,192,590,124	9,384,753,174	3,138,138,124	2,804,114,338	
Export rebate	4,162,910	3,770,243	1,677,129	1,116,586	10,588,071,891	7,092,409	8,621,195	438,926,544	19,997,875	410,816,651	19,997,875	19,568,411,423	21,055,847,537	6,510,562,254	6,562,043,318	
	8,545,595,898	7,766,471,071	3,177,422,247	2,448,837,657	13,297,782,472	2,931,092,894	4,102,945,567	438,926,544	19,997,875	410,816,651	19,997,875	19,593,323,501	21,084,251,818	6,519,331,791	6,571,781,099	
<b>Major products / service lines</b>																
Grey cloth	5,157,232,296	5,725,060,725	1,139,237,249	1,932,479,577	12,710,553,170	2,211,189,297	3,900,289,819	-	-	-	-	5,157,232,296	5,725,060,725	1,139,237,249	1,932,479,577	
Dyed cloth	3,131,803,861	1,824,845,487	1,909,069,490	465,463,895	9,636,193,934	7,092,409	7,092,409	391,295,220	19,997,875	368,122,688	19,997,875	12,767,997,795	14,535,996,657	4,132,258,787	4,365,753,714	
Garments	114,272,518	66,703,605	93,819,194	85,591,198	-	-	-	-	-	-	-	391,295,220	19,997,875	368,122,688	19,997,875	
Yarn	4,005,504	19,516,020	2,579,555	2,579,555	559,596,774	711,975,394	1,945,017,311	47,631,324	19,997,875	42,693,864	19,997,875	114,272,518	66,703,605	93,819,194	85,591,198	
Processing income	138,281,719	130,345,634	35,296,314	39,755,432	27,632,528	4,928,203	8,445,017	-	-	-	-	1,004,377,424	579,112,794	754,669,358	197,090,286	
Waste	8,545,595,898	7,766,471,071	3,177,422,247	2,448,837,657	10,608,800,059	7,092,409	8,621,195	438,926,544	19,997,875	410,816,652	19,997,875	19,593,323,501	21,084,251,818	6,519,331,791	6,571,781,099	
<b>Timing of revenue recognition</b>																
Products and services transferred at a point in time	8,545,595,898	7,766,471,071	3,177,422,247	2,448,837,657	13,297,782,472	2,931,092,894	4,102,945,567	438,926,544	19,997,875	410,816,651	19,997,875	19,593,323,501	21,084,251,818	6,519,331,791	6,571,781,099	
Products and services transferred over time	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	8,545,595,898	7,766,471,071	3,177,422,247	2,448,837,657	13,297,782,472	2,931,092,894	4,102,945,567	438,926,544	19,997,875	410,816,651	19,997,875	19,593,323,501	21,084,251,818	6,519,331,791	6,571,781,099	

**9.1** Revenue is recognized at point in time as per the terms and conditions of underlying contracts with customers. Z

	Un-audited Nine months ended		Un-audited Quarter ended	
	31 March 2026 Rupees	31 March 2025 Rupees	31 March 2026 Rupees	31 March 2025 Rupees
<b>10. COST OF SALES</b>				
Raw material consumed	11,090,527,840	12,536,405,912	3,501,422,529	3,648,818,427
Chemical consumed	1,365,228,961	1,322,779,610	441,777,516	417,285,268
Salaries, wages and other benefits	1,121,943,249	968,130,447	435,089,075	317,734,683
Employees' provident fund contributions	70,504,373	60,416,766	26,578,577	20,378,836
Cloth conversion and processing charges	665,266,825	356,254,497	290,049,745	154,824,166
Fuel, oil and power	1,997,111,697	2,146,321,154	622,627,249	672,740,915
Stores, spares and loose tools consumed	313,006,104	300,563,958	132,997,818	120,583,398
Packing material consumed	116,483,987	120,296,899	41,169,926	36,258,268
Repair and maintenance	86,198,885	68,391,237	25,657,798	18,741,776
Insurance	41,968,298	37,126,412	14,914,964	12,326,422
Other manufacturing expenses	154,030,108	140,154,541	59,269,090	54,058,931
Depreciation on operating fixed assets	406,796,420	369,625,248	142,146,301	123,070,387
	17,429,066,747	18,426,466,682	5,733,700,588	5,596,821,477
Work-in-process inventory				
Opening stock	486,084,056	506,883,363	749,499,337	711,348,188
Closing stock	(691,372,119)	(566,482,570)	(691,372,119)	(566,482,570)
	(205,288,063)	(59,599,207)	58,127,218	144,865,618
Cost of goods manufactured	17,223,778,684	18,366,867,475	5,791,827,806	5,741,687,095
Finished goods inventory				
Opening stock	2,898,093,192	3,056,904,217	3,207,120,609	3,168,610,916
Closing stock	(3,458,559,013)	(3,181,967,324)	(3,458,559,013)	(3,181,967,324)
	(560,465,821)	(125,063,107)	(251,438,404)	(13,356,409)
	16,663,312,863	18,241,804,368	5,540,389,402	5,728,330,686

	<b>Un-audited</b>	
	<b>Nine months ended</b>	
	<b>31 March 2026 Rupees</b>	<b>31 March 2025 Rupees</b>
<b>11. CASH GENERATED FROM OPERATIONS</b>		
Profit before levy and taxation	364,038,544	392,090,726
Adjustments for non-cash charges and other items:		
Depreciation on operating fixed assets	433,798,241	392,258,427
Depreciation on right of-use assets	15,028,489	-
Amortization of intangible assets	1,096,938	1,078,630
Dividend income	(3,218,535)	(34,623,112)
Gain on sale of operating fixed assets - net	(13,089,648)	(9,658,759)
Gain on sale of non-current assets classified as held for sale	(8,518,393)	-
Gain on sale of mutual fund	(8,290,715)	-
Unrealized gain on remeasurement of FVTPL investments	(2,647,950)	(6,976,509)
Unrealized gain on forwards exchange contracts	(1,262,190)	(4,254,215)
Adjustment due to impact of IFRS-9 on long term financing	46,389,034	45,248,430
Interest on lease liabilities	5,869,941	-
Provision for slow moving, obsolete and damaged store items	2,541,319	13,086,100
Reversal of allowance for expected credit losses	(7,563,464)	(4,037,667)
Amortization of deferred grant	(33,373,343)	(29,138,584)
Provision for doubtful sales tax recoverable	33,683,291	-
Finance cost	749,113,088	977,272,456
Working capital changes (Note 11.1)	(951,109,971)	(565,847,657)
	<u>622,484,676</u>	<u>1,166,498,267</u>
<b>11.1 Working capital changes</b>		
(Increase) / decrease in current assets		
Stores, spares and loose tools	(370,028,587)	(145,053,469)
Stock-in-trade	(537,442,852)	(81,897,582)
Trade debts	346,861,642	842,615,373
Loans and advances	(38,987,240)	(164,465,163)
Short term deposits and prepayments	(9,354,007)	(25,635,349)
Other receivables	2,774,039	(24,442,791)
Sales tax recoverable	48,708,842	(949,879,410)
Decrease in current liabilities		
Trade and other payables	(393,641,809)	(17,089,265)
	<u>(951,109,971)</u>	<u>(565,847,657)</u>

**12.1** **SEGMENT INFORMATION**

The Company has four reportable segments. The following summary describes the operation in each of the Company's reportable segments:

Weaving  
 Dyeing  
 Power Generation  
 Apparel

Production of different qualities of fringes fabric using yarn.  
 Processing of fringe fabric for production of dyed fabric.  
 Generation and distribution of power and steam using gas, oil and coal.  
 Production of garments

	Weaving		Dyeing		Power Generation		Apparel		Elimination of inter-segment transactions		Total - Company	
	Nine months ended		Nine months ended		Nine months ended		Nine months ended		Nine months ended		Nine months ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025
External	8,545,595,898	7,766,471,471	10,608,801,059	13,297,782,472	-	-	438,926,544	19,997,875	-	-	19,993,323,501	21,084,251,818
Intersegment	4,891,483,385	6,086,911,213	728,565,413	226,436,165	2,204,690,793	1,962,575,251	2,063,097	2,063,097	(7,824,739,591)	(6,277,985,726)	19,593,323,501	21,084,251,818
Cost of sales	13,437,079,283	13,853,382,684	11,337,366,472	13,524,218,637	2,204,690,793	1,962,575,251	438,926,544	2,060,972	(7,824,739,591)	(6,277,985,726)	19,593,323,501	21,084,251,818
Gross profit / (loss)	(11,947,885,493)	(12,631,805,622)	(9,875,972,656)	(11,989,074,343)	(2,070,500,779)	(1,910,993,868)	(493,693,625)	(87,916,262)	7,824,739,590	8,277,985,726	(16,663,312,863)	(18,241,804,368)
Distribution cost	1,489,193,790	1,321,577,062	1,361,393,916	1,535,144,294	134,190,014	51,581,383	(54,767,081)	(65,855,290)	-	-	2,930,010,638	2,842,447,450
Administrative expenses	(386,876,806)	(318,066,189)	(654,431,093)	(704,509,803)	-	(22,911,442)	(214,529)	(214,529)	(1,064,219,041)	(1,064,219,041)	(6,063,210,521)	(6,063,210,521)
Taxation	(309,028,080)	(264,132,644)	(357,468,398)	(282,587,731)	(25,029,950)	(41,501,075)	(41,501,075)	(3,237,732)	(3,237,732)	(733,027,503)	(569,918,393)	(569,918,393)
Profit / (loss) before levy, taxation and unallocated income / expenses	(695,904,886)	(682,218,833)	(1,011,899,491)	(987,097,534)	(25,029,950)	(19,960,286)	(64,412,217)	(3,452,261)	-	-	(1,797,246,944)	(1,592,728,914)
Finance cost	793,288,904	739,358,229	349,494,425	546,046,760	1,091,606,064	31,621,097	(119,179,298)	(69,307,551)	-	-	1,132,764,094	1,249,718,536
Other expenses	-	-	-	-	-	-	-	-	-	-	(801,372,063)	(932,024,026)
Other income	-	-	-	-	-	-	-	-	-	-	(74,577,962)	(64,717,818)
Levy	-	-	-	-	-	-	-	-	-	-	107,224,475	129,114,034
Taxation	-	-	-	-	-	-	-	-	-	-	(247,835,934)	(232,384,424)
Profit after taxation	-	-	-	-	-	-	-	-	-	-	32,953,357	40,688,477
											149,155,967	200,394,779

**12.2** **Reconciliation of reportable segment assets and liabilities**

	Weaving		Dyeing		Power Generation		Apparel		Total - Company	
	Un-audited 30 June 2026		Un-audited 31 March 2026		Un-audited 31 March 2026		Un-audited 30 June 2026		Un-audited 31 March 2026	
	Audited 30 June 2025	Audited 31 March 2025	Audited 30 June 2025	Audited 31 March 2025	Audited 30 June 2025	Audited 31 March 2025	Audited 30 June 2025	Audited 31 March 2025	Audited 30 June 2025	Audited 31 March 2025
<b>Segment assets</b>	11,966,371,237	12,366,570,192	8,242,804,223	8,728,610,876	3,353,594,150	2,510,985,496	2,563,373,407	1,367,513,582	28,085,933,017	24,976,680,126
Unallocated assets	-	-	-	-	-	-	-	-	-	-
Right of use-assets	-	-	-	-	-	-	-	-	115,016,816	20,842,187
Sales tax recoverable	-	-	-	-	-	-	-	-	1,242,901,755	1,325,293,888
Long term investment	-	-	-	-	-	-	-	-	152,040,582	164,798,062
<b>Total assets as per condensed interim statement of financial position</b>	11,966,371,237	12,366,570,192	8,242,804,223	8,728,610,876	3,353,594,150	2,510,985,496	2,563,373,407	1,367,513,582	28,085,933,017	24,976,680,126
<b>Segment liabilities</b>	2,855,881,067	3,088,435,580	1,995,827,936	2,294,703,651	311,167,164	309,047,334	242,442,859	29,281,557	5,345,818,996	5,701,468,122
Unallocated liabilities:	-	-	-	-	-	-	-	-	-	-
Long term financing - secured	-	-	-	-	-	-	-	-	2,440,778,311	2,094,188,761
Lease liabilities	-	-	-	-	-	-	-	-	111,558,597	21,087,179
Deferred liabilities	-	-	-	-	-	-	-	-	431,982,519	469,911,292
Deferred income - Government grant	-	-	-	-	-	-	-	-	97,029,651	130,402,994
Accrued mark-up	-	-	-	-	-	-	-	-	112,266,928	133,176,343
Short term borrowings - secured	-	-	-	-	-	-	-	-	8,446,586,978	7,409,319,105
Unclaimed dividend	-	-	-	-	-	-	-	-	8,423,728	8,423,728
Trade and other payables	-	-	-	-	-	-	-	-	155,676,753	193,169,436
Provision for taxation - net	-	-	-	-	-	-	-	-	32,465,774	51,037,272
<b>Total liabilities as per condensed interim statement of financial position</b>	2,855,881,067	3,088,435,580	1,995,827,936	2,294,703,651	311,167,164	309,047,334	242,442,859	29,281,557	5,345,818,996	5,701,468,122
									2,440,778,311	2,094,188,761
									111,558,597	21,087,179
									431,982,519	469,911,292
									97,029,651	130,402,994
									112,266,928	133,176,343
									8,446,586,978	7,409,319,105
									8,423,728	8,423,728
									155,676,753	193,169,436
									32,465,774	51,037,272
									17,182,088,235	16,212,184,232

### 13. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

#### (i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in these condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements At 31 March 2026 - un-audited	Level 1	Level 2	Level 3	Total
..... Rupees .....				
<b>Financial assets</b>				
Investments at fair value through profit and loss	107,968,476	-	-	107,968,476
Investment at fair value through other comprehensive income	-	-	152,040,582	152,040,582
Derivative financial assets	-	1,262,190	-	1,262,190
<b>Total financial assets</b>	<b>107,968,476</b>	<b>1,262,190</b>	<b>152,040,582</b>	<b>261,271,248</b>

Recurring fair value measurements At 30 June 2025 - audited	Level 1	Level 2	Level 3	Total
..... Rupees .....				
<b>Financial assets</b>				
Investments at fair value through profit and loss	374,618,127	-	-	374,618,127
Investment at fair value through other comprehensive income	-	-	164,798,062	164,798,062
Derivative financial assets	-	701,354	-	701,354
<b>Total financial assets</b>	<b>374,618,127</b>	<b>701,354</b>	<b>164,798,062</b>	<b>540,117,543</b>

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There was no transfer in and out of level 1 and level 3 measurements.

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

**Level 1:** The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

**Level 2:** The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

**(ii) Valuation techniques used to determine fair values**

Specific valuation techniques used to value financial instruments include the use of quoted market prices or dealer quotes for similar instruments and the fair value of the remaining financial instruments is determined using discounted cash flow analysis.

**(iii) Fair value measurements using significant unobservable inputs (level 3)**

The following table presents the changes in level 3 items for the Nine months ended 31 March 2026:

	<b>Unlisted equity security Rupees</b>
<b>Balance as on 30 June 2024 - Audited</b>	22,380,302
Add/(Less): Surplus/(Deficit) recognized in other comprehensive income	-
<b>Balance as on 31 March 2025 - Unaudited</b>	22,380,302
Add: Fair value adjustment recognized in other comprehensive income	142,417,760
<b>Balance as on 30 June 2025 - Audited</b>	164,798,062
Less: Fair value adjustment recognized in other comprehensive income	(12,757,480)
<b>Balance as on 31 March 2026 - Unaudited</b>	<u>152,040,582</u>

**(iv) Valuation inputs and relationships to fair value**

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements.

Description	Fair value as at		Unobservable inputs	Range of inputs (probability-weighted average)	Relationship of unobservable inputs to fair value
	Un-audited 31 March 2026 Rupees	Audited 30 June 2025 Rupees			

**Investment**

Security General Insurance Company Limited	152,040,582	164,798,062	Terminal growth rate Risk adjusted discount rate	2.00% 14.56%	Increase / decrease in terminal growth factor by 1% and decrease / increase in discount rate by 1% would increase / decrease fair value by Rupees +24.305 million / -17.733 million.
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There were no significant inter-relationships between unobservable inputs that materially affect fair values.

## Valuation processes

Independent valuer performs the valuation of non-property item required for financial reporting purposes, including level 3 fair values. The independent valuer reports directly to the chief financial officer. Discussions of valuation processes and results are held between the chief financial officer and the valuation team at least once every six month, in line with the Company's half yearly reporting period.

The main level 3 inputs used by the Company are derived and evaluated as follows:

Discount rates for financial instrument is determined using a capital asset pricing model to calculate a rate that reflects current market assessments of the time value of money and the risk specific to the asset.

Earnings growth factor for unlisted equity security is estimated based on market information for similar types of companies.

Changes in level 2 and 3 fair values are analysed at the end of each half yearly reporting period during the valuation discussion between the chief financial officer and the independent valuer. As part of this discussion the independent valuer presents a report that explains the reason for the fair value movements.

## 14. RECOGNIZED FAIR VALUE MEASUREMENTS - NON-FINANCIAL ASSETS

### (i) Fair value hierarchy

Judgements and estimates are made for non-financial assets that are recognized and measured at fair value in these condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its non-financial assets into the following three levels.

<b>At 31 March 2026 Un-audited</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	..... Rupees .....			
Property, plant and equipment:				
- Freehold land	-	4,426,954,725	-	4,426,954,725
- Buildings	-	-	2,424,565,950	2,424,565,950
<b>Total non-financial assets</b>	-	4,426,954,725	2,424,565,950	6,851,520,675

<b>At 30 June 2025 Audited</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	..... Rupees .....			
Property, plant and equipment:				
- Freehold land	-	4,426,954,725	-	4,426,954,725
- Buildings	-	-	2,392,577,645	2,392,577,645
<b>Total non-financial assets</b>	-	4,426,954,725	2,392,577,645	6,819,532,370

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

## (ii) Valuation techniques used to determine level 2 fair values

The Company obtains independent valuations for the items of property, plant and equipment carried at revalued amounts every three years. The management updates the assessment of the fair value of each item of property, plant and equipment carried at revalued amount, taking into account the most recent independent valuations. The management determines the value of items of property, plant and equipment carried at revalued amounts within a range of reasonable fair value estimates. The best evidence of fair value of freehold land is current prices in an active market for similar lands. The best evidence of fair value of buildings is to calculate fair depreciated market value by applying an appropriate annual rate of depreciation on the new construction / replacement value of the same building.

### Valuation processes

The Company engages external, independent and qualified valuer to determine the fair value of the Company's items of property, plant and equipment carried at revalued amounts at the end of every three years. As at 30 June 2024, the fair values of the items of property, plant and equipment were determined by Messers Hamid Mukhtar and Company (Private) Limited, the approved valuer.

Changes in fair values are analysed between the chief financial officer and the valuer. As part of this discussion the team presents a report that explains the reason for the fair value movements.

## 15. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise key management personnel and provident fund trust. The Company in the normal course of business carries out transactions with related parties. Detail of transactions with related parties are as follows:

	Un-audited Nine months ended		Un-audited Quarter ended	
	31 March 2026 Rupees	31 March 2025 Rupees	31 March 2026 Rupees	31 March 2025 Rupees
Repayment of loan to:				
Chief executive officer	9,900,000	6,200,000	6,400,000	2,000,000
Close relatives of chief executive officer	6,000,000	-	-	-
Remuneration to Chief executive officer, directors and executives	422,866,236	317,760,990	144,010,829	101,478,338
Contribution to employees' provident fund trust	97,592,341	82,149,052	36,367,882	27,786,493
			<b>Un-audited 31 March 2026 Rupees</b>	<b>Audited 30 June 2025 Rupees</b>

### Period end balances

Loan from:		
Chief executive officer	23,900,000	33,800,000
Close relatives of chief executive officer	21,532,490	27,532,490
Director	17,282,000	17,282,000
Receivable from employees' provident fund trust	13,021,359	151,992
Payable to Security General Insurance Company Limited	245,118	430,000

## 16. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2025.

## 17. AUTHORIZED FOR ISSUE

These condensed interim financial statements were authorized for issue on April 23, 2026 by the Board of Directors of the Company.

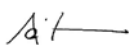
## 18. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim statement of financial position and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made.

## 19. GENERAL

Figures have been rounded off to the nearest of Rupees unless otherwise stated.



AAMIR FAYYAZ SHEIKH  
CHIEF EXECUTIVE



HAJRA ARHAM  
DIRECTOR



KAMRAN SHAHID  
CHIEF FINANCIAL OFFICER

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