

ZEPHYR

ZEPHYR TEXTILES LIMITED

3rd Floor, IEP Building, 97-B/D-1, Gulberg III, Lahore, Pakistan.

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The General Manager
Pakistan Stock Exchange
Formerly: (Karachi Stock Exchange (Guarantee) Ltd.),
Stock Exchange Building,
Stock Exchange Road,
Karachi.

Form-7

Subject: Financial Results for the Nine months ended March 31, 2026.

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on April 30, 2026 at 11:30 AM at registered office located at 3rd Floor IEP Building, 97 B/D-I, Gulberg III, Lahore, recommended the following:

i. CASH DIVIDEND

An Interim Cash Dividend for the nine months ended March 31, 2026 at Rs. Nil per share i.e. Nil%. This is in addition to Interim Dividend already paid at Rs. Nil per share i.e. Nil%.

And / Or

ii. BONUS SHARES

It has been recommended by the Board of Directors to issue Interim Bonus shares in proportion of Nil share for every Nil share held i.e. Nil%. This is in addition to the Interim Bonus Shares already issued @ Nil%.

And / Or

iii. RIGHT SHARES

The Board has recommended to issue Nil% Right Shares at par/ at a discount/ premium of Rs. Nil per share in proportion of Nil share for every Nil share. The entitlement of right shares being declared simultaneously will be/will not be applicable on Bonus Shares as declared above.

And / Or

iv. ANY OTHER ENTITLEMENT Nil

The financial results of the Company are as follows:

Description	For nine months ended		For Quarter ended	
	March 31,		March 31,	
	2026	2025	2026	2025
	Rupees	Rupees	Rupees	Rupees
Sales	5,681,468,242	6,452,771,974	1,854,837,048	2,513,971,757
Cost of Sales	(5,091,111,508)	(5,847,131,028)	(1,646,184,111)	(2,277,635,568)
Gross Profit	590,356,734	605,640,946	208,652,937	236,336,189
Operating Expenses (Admin & Selling etc.)	(430,298,273)	(402,139,387)	(147,160,451)	(158,731,060)
Other operating Income	40,990,345	72,832,308	13,865,806	27,644,310
Other operating expenses	(17,003,611)	(29,048,793)	(9,076,525)	(14,476,211)
Operating Profit	184,045,195	247,285,074	66,281,767	90,773,228
Financial & Other charges	(145,247,552)	(212,287,569)	(37,475,289)	(50,964,187)
Profit before levy and tax	38,797,643	34,997,505	28,806,478	39,809,041
Provision for levy and tax	78,768,471	24,525,043	21,822,973	28,639,935
Profit / (loss) after levy and tax	(39,970,828)	10,472,462	6,983,505	11,169,106
Un-appropriated profit brought forward	1,523,646,635	1,493,865,963	1,487,265,258	1,521,481,896
Prior year adjustments	-	-	-	-
Final dividend paid @ Rs. 0.5 per outstanding shares	-	-	-	-
Current year incremental depreciation – net of tax	17,445,971	35,949,263	6,873,015	7,636,686
Un-appropriated profit carried forward	1,501,121,778	1,540,287,688	1,501,121,778	1,540,287,688

INVESTOR INFORMATION

Earning Per Share (Rs.)	(0.53)	(0.02)	0.11	0.64
Bonus/Cash dividend (Rs. In '000)	-	-	-	-
Return on Equity (%)	1.56%	1.38%	1.11%	1.55%
Return on Assets (%)	0.58%	0.52%	0.46%	0.70%

FINANCIAL RATIOS

Gross Margin (%)	10.39%	9.39%	11.25%	9.40%
Net Margin (%)	-0.70%	0.16%	0.38%	0.44%
Financial expenses as % of sales	(2.56)	(3.29)	(2.02)	(2.03)
Current Ratio	1.00	0.97	0.95	1.00
Acid test or quick ratio	0.45	0.39	0.34	0.26
Debt : Equity	62:38	61:39	62:38	62:38

v. OTHER INFORMATION : Nil

Yours faithfully,
for Zephyr Textiles Limited



ABDUL JABBAR

Company Secretary

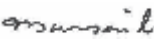
Lahore

Thursday, April 30, 2026

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT MARCH 31, 2026**

	Notes	Unaudited March 31, 2026 (Rupees)	Audited June 30, 2025 (Rupees)
ASSETS			
NON CURRENT ASSETS			
Property plant and equipment			
Operating fixed assets	6	2,917,054,377	2,919,251,924
Right of use assets		237,886	459,448
Capital work in progress	7	-	18,048,239
		2,917,292,263	2,937,759,611
Intangible assets		74,956	299,878
Long term advances and deposits		25,474,124	25,474,124
		2,942,841,343	2,963,533,613
CURRENT ASSETS			
Stores, spares and loose tools		297,655,220	230,424,873
Stock in trade		1,756,240,929	1,942,040,058
Loans and advances		88,667,955	66,992,300
Trade debts		1,073,340,864	961,464,521
Trade deposits, prepayments		13,294,060	25,314,615
Tax refunds due from Government		334,851,410	416,046,231
Other receivables		134,508,551	132,362,795
Short term investment		3,383,564	7,400,239
Cash and bank balances		47,902,480	27,409,493
		3,749,845,033	3,809,455,125
		6,692,686,376	6,772,988,738
EQUITY AND LIABILITIES			
SHARE CAPITAL & RESERVES			
Authorized share capital		625,000,000	625,000,000
Issued, subscribed and paid-up share capital		594,287,290	594,287,290
Surplus on revaluation of property, plant & equipment		355,837,412	373,283,383
Contribution from sponsor		39,000,000	39,000,000
Unappropriated profit		1,501,121,778	1,523,646,635
		2,490,246,480	2,530,217,308
NON CURRENT LIABILITIES			
Long term loans		154,962,898	44,722,309
Deferred liabilities		299,119,399	279,070,999
Deferred grant		954,391	1,390,684
		455,036,688	325,183,992
CURRENT LIABILITIES			
Creditors, accrued and other liabilities		1,643,333,704	1,866,592,689
Contract liabilities		35,326,432	46,108,472
Mark-up accrued		20,209,284	19,806,465
Short term borrowings		2,007,240,238	1,972,919,250
Unclaimed dividend		829,907	829,907
Current portion of deferred grand		599,902	708,975
Current portion of long term financing		39,863,741	10,621,680
		3,747,403,208	3,917,587,438
CONTIGENCIES AND COMMITMENTS			
		-	-
		6,692,686,376	6,772,988,738

The annexed notes 1 to 9 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

**Condensed Interim Statement of Comprehensive Income
For the nine months ended March 31, 2026**

	Un-audited		Un-audited	
	For Nine Months Ended		For Quarter Ended	
	March 31,		March 31,	
	2026	2025	2026	2025
	(Rupees)		(Rupees)	
SALES	5,681,468,242	6,452,771,974	1,854,837,048	2,513,971,757
COST OF SALES	(5,091,111,508)	(5,847,131,028)	(1,646,184,111)	(2,277,635,568)
GROSS PROFIT	590,356,734	605,640,946	208,652,937	236,336,189
Distribution costs	(329,933,765)	(298,842,304)	(116,219,215)	(127,435,827)
Administrative	(100,364,508)	(103,297,083)	(30,941,236)	(31,295,233)
Other operating expenses	(17,003,611)	(29,048,793)	(9,076,525)	(14,476,211)
Other income	40,990,345	72,832,308	13,865,806	27,644,310
	(406,311,539)	(358,355,872)	(142,371,170)	(145,562,961)
OPERATING PROFIT	184,045,195	247,285,074	66,281,767	90,773,228
Finance costs	(145,247,552)	(212,287,569)	(37,475,289)	(50,964,187)
PROFIT BEFORE LEVY AND TAXATION	38,797,643	34,997,505	28,806,478	39,809,041
Levy	(70,320,852)	(36,434,256)	(22,487,962)	(1,994,533)
PROFIT/(LOSS) AFTER LEVY	(31,523,209)	(1,436,751)	6,318,516	37,814,508
Taxation	(8,447,619)	11,909,213	664,989	(26,645,402)
PROFIT/(LOSS) AFTER LEVY AND TAXATION	(39,970,828)	10,472,462	6,983,505	11,169,106
OTHER COMPREHENSIVE INCOME				
Other comprehensive income/(loss) for the period	-	-	-	-
TOTAL COMPREHENSIVE INCOME/(LOSS)	(39,970,828)	10,472,462	6,983,505	11,169,106
EARNING/(LOSS) PER SHARE-BASIC & DILUTED	(0.67)	0.18	0.12	0.19

The annexed notes 1 to 9 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

Cash Flow Statement
For the nine months ended March 31, 2026

	For the Nine Months Ended	
	March 31,	
	2026	2025
	(Rupees)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit for the period before taxation	38,797,643	34,997,505
Adjustments for:		
Depreciation on property, plant and equipment	174,549,427	166,779,374
Amortization	224,908	906,129
(Gain)/Loss on sale of PPE	4,982,540	3,025,860
(Gain) on re-measurement of short term investments	(983,325)	(708,878)
Dividend Income	-	(17,097)
Capital gain from Investment	(263,969)	(412,087)
Allowance for ECL	250,000	10,845,823
Provision for staff gratuity	34,756,506	30,218,149
Financial charges	145,247,552	212,287,369
Net cash flow before working capital changes	358,763,639	422,924,842
(Increase)/Decrease in current assets		
Stores, spares and loose tools	(67,230,347)	(49,521,677)
Stock in trade	185,799,129	(65,090,920)
Trade debts	(111,876,343)	(251,004,682)
Loans and advances	(21,675,655)	111,444,871
Short Term Investments	4,016,675	42,073,074
Trade deposits and prepayments	12,020,555	525,288
Tax refunds due from the Government	133,424,847	(186,835,111)
Other receivables	(2,145,756)	(27,326,925)
	132,333,105	(425,736,082)
Increase/(Decrease) in current liabilities		
Trade and other payables	(223,258,985)	427,415,025
Contract liabilities	(10,782,040)	6,560,479
Unclaimed Dividend	-	-
	(234,041,025)	433,975,504
Cash flow from operations	295,853,362	466,161,769
Financial charges paid	(145,650,371)	(213,337,372)
Taxes paid	(103,245,419)	(96,960,611)
Gratuity paid	(23,155,724)	(15,401,537)
	(272,051,514)	(325,699,520)
Net cash flow from operating activities	(A) 23,801,848	140,462,249
CASH FLOW FROM INVESTING ACTIVITIES		
(Addition) / Deletion to operating fixed assets	(57,332,837)	(58,789,511)
(Addition) / Deletion to capital work in progress	(146,642,412)	(234,103,816)
Sale proceeds of fixed assets	26,862,750	13,654,000
Dividends received	-	17,097
Long term advances, deposits and deferred costs	-	148,500
Net cash flow from investing activities	(B) (177,112,499)	(279,073,730)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Short term financing - Net	34,320,988	166,835,249
Proceeds from Long term financing - Net	139,482,650	(7,311,821)
Principal paid on lease liabilities	-	(17,499,996)
Dividend paid	-	-
Net cash flow from financing activities	(C) 173,803,638	142,023,432
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(A+B+C) 20,492,987	3,411,951
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	27,409,493	57,800,455
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	47,902,480	61,212,406

The annexed notes 1 to 9 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

Condensed Interim Statement of Changes in Equity
For the nine months ended March 31, 2026

Description	Share Capital (Rupees)	Revaluation Surplus (Rupees)	Accumulated Profit (Rupees)	Total (Rupees)
Balance as at June 30, 2024	594,287,290	486,755,448	1,493,865,963	2,574,908,701
Total comprehensive income for the period	-	-	10,472,462	10,472,462
Reversal of surplus on disposal of PPE	-	(3,134,885)	3,134,885	-
Current year incremental depreciation - net of tax	-	(32,814,378)	32,814,378	-
Balance as at March 31, 2025	594,287,290	450,806,185	1,540,287,688	2,585,381,163
Balance as at June 30, 2025	594,287,290	373,283,383	1,523,646,635	2,491,217,308
Total comprehensive income/ (loss) for the period	-	-	(39,970,828)	(39,970,828)
Reversal of surplus on disposal of PPE - Net	-	-	-	-
Current year incremental depreciation - net of tax	-	(17,445,971)	17,445,971	-
Balance as at March 31, 2026	594,287,290	355,837,412	1,501,121,778	2,451,246,480

The annexed notes 1 to 9 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


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