



*Condensed Interim  
Financial Statements  
for the nine months period  
ended March 31, 2026*

Shahtaj Textile Limited

# Shahtaj Textile Limited

## COMPANY INFORMATION

<b>BOARD OF DIRECTORS</b>	Mr. Muneer Nawaz Mr. Taqi Mohammad Mr. M. Naeem Mr. Abid Nawaz Mr. Aamir Amin (NIT) Mr. Farooq Hassan Mr. Syed Nadeem Ali Kazmi Mr. Toqueer Nawaz Mrs. Sadia Muhammad Mr. Muhammad Usman Khalid	Chairman Chief Executive
<b>COMPANY SECRETARY</b>	Mr. Jamil Ahmad Butt, FCMA	
<b>AUDIT COMMITTEE OF THE BOARD</b>	Mr. Aamir Amin Mr. Muneer Nawaz Mr. Toqueer Nawaz Mr. Muhammad Usman Khalid Mrs. Sadia Muhammad Mr. Jamil Ahmad Butt, FCMA	Chairman Member Member Member Member Secretary
<b>HUMAN RESOURCE AND REMUNERATION COMMITTEE OF THE BOARD</b>	Mr. Farooq Hassan Mr. Muneer Nawaz Mr. M. Naeem Mr. Mohammad Taqi Mr. Abid Nawaz Mr. Jamil Ahmad Butt, FCMA	Chairman Member Member Member Member Secretary
<b>AUDITORS</b>	Yousuf Adil. Chartered Accountants. Cavish Court, A-35, Block 7 & 8 KCHS, Shahrah-e-Faisal, Karachi 75350.	
<b>BANKS</b>	Bank Alfalah Limited United Bank Limited Meezan Bank Ltd. The Bank of Punjab MCB Bank Limited Faysal Bank Limited	
<b>LEGAL ADVISOR</b>	Syed Ali Ahmad Tariq Advocate Supreme Court of Pakistan. Office No. 58-Chamber of Commerce & Industry Building (Aiwan-e-Tijarat) Nicol Road, Karachi-74000.	
<b>HEAD OFFICE</b>	Shahnawaz Building, 19-Dockyard Road, West Wharf, Karachi-74000 Ph: 32313934-8, 32312834, 32310973 Website: www.shahtaj.com	
<b>REGISTERED OFFICE</b>	27-C Abdalian Cooperative Housing Society, Lahore, Ph: (042) 35313891-92, 35301596-99 Fax: (042) 35301594	
<b>MARKETING OFFICE</b>	27-C Abdalian Cooperative Housing Society, Lahore, Ph: (042) 35313891-92, 35301596-99 Fax: (042) 35301594	
<b>FACTORY</b>	46 K.M. Lahore/Multan Road Chunian Industrial Estate Bhai Pheru, Distt. Kasur, Punjab. Ph: (049) 4540430-32, 4540133, 4540234 Fax: (049) 4540031	
<b>SHARE REGISTRAR</b>	Jwaffs Registrar Services (Pvt.) Ltd. Office # 20, 5th Floor, Arkay Square Extension, New Chali, Shahrah-e-Liaquat, Karachi Ph: (+92-21) 32440974-75 Email: jwaffsregistrar@gmail.com	

# Shahtaj Textile Limited

## DIRECTORS' REPORT TO THE SHAREHOLDERS

Directors are pleased to present un-audited Condensed Interim Financial Statements of the Company for the nine months period ended on March 31, 2026.

By the grace of Allah, in spite of difficult market conditions, operating results of the Company have been positive and Company has earned an after tax profit of Rs. 209.589 million with an EPS of Rs 21.70 in comparison to Rs 5.47 reported during the same period last year. Net Sales revenue for the period decreased by almost 10.43% i.e from Rs 5.339 billion to Rs. 4.782 billion, mainly because of increase in sales orders booked against processing charges only. This has helped in the reduction of finance cost and minimum tax on turnover, resulting in higher profitability. The GP rate increased to 12.81% of current period from 9.08% of sales of comparative period due to marketing efforts, efficient inventory procurement, cost control, operational efficiencies, and the generation of renewable energy.

Administration cost for the period increased due to inflationary effect. Finance cost during the period decreased significantly on account of prudent financial management and reduction in policy rate.

The Board of Directors wishes to highlight that the ongoing US–Iran conflict is expected to have adverse implications for Pakistan's textile sector and the Company. The resulting increase in global oil prices and disruption in regional trade routes are likely to elevate energy, freight, and raw material costs, thereby compressing margins and affecting overall competitiveness. The industry may also face supply chain disruptions and subdued international demand, which could impact export volumes and foreign exchange inflows. For the Company, these developments may lead to higher production costs, working capital pressures, and potential delays in shipments. The management is actively monitoring the situation and is undertaking necessary measures, including cost optimization, efficient resource management to mitigate the impact and sustain operational performance.

### Board and its Committees

The total number of directors is ten as per the following:

- a) Male: 9
- b) Female: 1

Category	Names
Independent Directors	Mr. Aamir Amin (NIT) Mr. Farooq Hassan Mr. Syed Nadeem Ali Kazmi
Other Non-Executive Directors	Mr. Muneer Nawaz - Chairman Mr. Toqueer Nawaz Mr. Muhammad Usman Khalid Mr. Abid Nawaz
Female Non-Executive Director	Mrs. Sadia Muhammad
Executive Directors	Mr. Muhammad Naeem Mr. Taqi Mohammad -Chief Executive

# Shahtaj Textile Limited

The Board has formed committees comprising of members as below:

## a) Audit Committee

- Mr. Aamir Amin (Chairman)
- Mr. Muneer Nawaz
- Mr. Toqueer Nawaz
- Mr. Muhammad Usman Khalid
- Mrs. Sadia Muhammad

## b) HR and Remuneration Committee

- Mr. Farooq Hassan (Chairman)
- Mr. Muneer Nawaz
- Mr. Muhammad Naeem
- Mr. Taqi Mohammad
- Mr. Abid Nawaz


## Appreciation

Directors acknowledge with thanks the hard work put in by all employees of the Company.

for and on behalf of the Board of Directors

Karachi  
April 29, 2026

  
(Taqi Mohammad)  
Chief Executive

  
(M. Usman Khalid)  
Director

# Shahtaj Textile Limited

## ڈائریکٹرز رپورٹ برائے حصہ داران

ڈائریکٹرز، 31 مارچ 2026 کو ختم ہونے والی نو ماہ کی مدت کے لیے کمپنی کے غیر آڈٹ شدہ عبوری مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

اللہ کے فضل سے، مارکیٹ کے مشکل حالات کے باوجود کمپنی کے آپریٹنگ نتائج مثبت رہے ہیں اور کمپنی نے بعد از ٹیکس 209.589 ملین روپے کا منافع کمایا ہے، یعنی فی حصہ آمدنی (EPS) 21.70 روپے رہی، جبکہ گزشتہ سال اسی مدت کے دوران یہ 5.47 روپے تھی۔

اس مدت کے لیے خالص سیلز ریونیو میں تقریباً 10.43 فیصد کمی واقع ہوئی، یعنی یہ 5.339 ارب روپے سے کم ہو کر 4.782 ارب روپے رہ گیا، جس کی بڑی وجہ صرف پروسیڈنگ چارجز کے عوض بک کیے گئے سیلز آرڈرز میں اضافہ ہے۔ اس سے مالیاتی لاگت اور ٹرن اور پرم از کم ٹیکس میں کمی آئی ہے، جس کے نتیجے میں منافع میں اضافہ ہوا ہے۔ مارکیٹنگ کی کوششوں، موثر انویسٹری پروکیورمنٹ، لاگت پر قابو، بہتر آپریشنل کارکردگی اور قابل تجدید توانائی کی پیداوار کی وجہ سے جی پی (GP) ریٹ گزشتہ مدت کے 9.08 فیصد سے بڑھ کر موجودہ مدت میں 12.81 فیصد ہو گیا ہے۔ افراتر کے اثرات کی وجہ سے اس مدت میں انتظامی اخراجات میں اضافہ ہوا۔ دانشمندانہ مالیاتی انتظام اور پالیسی ریٹ میں کمی کی بدولت اس مدت کے دوران مالیاتی لاگت میں نمایاں کمی آئی ہے۔

بورڈ آف ڈائریکٹرز یہ بات نمایاں کرنا چاہتے ہیں کہ جاری امریکہ، ایران تنازعہ کے پاکستان کے ٹیکسٹائل سیکٹر اور کمپنی پر منفی اثرات متوقع ہیں۔ عالمی سطح پر تیل کی قیمتوں میں اضافہ اور علاقائی تجارتی راستوں میں رکاوٹ کے نتیجے میں توانائی، فریٹ، اور خام مال کی لاگت میں اضافہ متوقع ہے، جس سے منافع کے مارجن متاثر ہوں گے اور مجموعی مسابقت پر اثر پڑے گا۔ صنعت کو سپلائی چین میں رکاوٹوں اور بین الاقوامی مانگ میں کمی کا سامنا بھی کرنا پڑ سکتا ہے، جو برآمدی حجم اور غیر ملکی زرمبادلہ کی آمد کو متاثر کر سکتا ہے۔ کمپنی کے لیے، ان امکانات کی وجہ سے پیداواری لاگت میں اضافہ، ورکنگ کیمینٹل پر دباؤ، اور شپمنٹس میں ممکنہ تاخیر ہو سکتی ہے۔ انتظامیہ صورتحال پر فعال طور پر نظر رکھے ہوئے ہے اور اثرات کو کم کرنے اور آپریشنل کارکردگی کو برقرار رکھنے کے لیے لاگت کو بہتر بنانے اور وسائل کے موثر انتظام سمیت ضروری اقدامات کر رہی ہے۔

## بورڈ اور اس کی کمیٹیاں

ڈائریکٹرز کی کل تعداد دس ہے:

• مرد: 9

• خواتین: 1

# Shahtaj Textile Limited

بورڈ اور اس کی کمیٹیاں

مجموعی طور پر دس ڈائریکٹرز ہیں جن کی تفصیل درج ذیل ہے:

(ا) مرد: 9 (ب) خواتین: 1

بورڈ کی ساخت درج ذیل ہے:

نام	اقسام/کننگری
مکرم جناب عامر امین (ابن آئی ٹی)	انڈیپنڈنٹ ڈائریکٹر/آزاد ڈائریکٹر
مکرم جناب سید ندیم علی کاظمی	
مکرم جناب منیر نواز	دیگر غیر انتظامی ڈائریکٹرز
مکرم جناب توقیر نواز	
مکرم جناب محمد عثمان خالد	خاتون غیر انتظامی ڈائریکٹر
محترمہ سعدیہ محمد	
مکرم جناب محمد نعیم	ایگزیکٹو ڈائریکٹر/انتظامی ڈائریکٹر
مکرم جناب تقی محمد	

بورڈ نے جو کمیٹیاں تشکیل دی ہوئی ہیں ان کے ممبران درج ذیل ہیں:

(الف) آڈٹ کمیٹی

1- مکرم جناب عامر امین (چیئرمین)	2- مکرم جناب منیر نواز	3- مکرم جناب توقیر نواز
4- مکرم جناب محمد عثمان خالد	5- محترمہ سعدیہ محمد	

(ب) ایچ آر اینڈ ریمونیریشن کمیٹی

1- مکرم جناب فاروق حسن (چیئرمین)	2- مکرم جناب منیر نواز	3- مکرم جناب محمد نعیم
4- مکرم جناب عابد نواز	5- مکرم جناب تقی محمد	

حوصلہ افزائی

ڈائریکٹرز کمیٹی کے تمام ملازمین کی انتھک محنت کا شکرگزاری کے ساتھ اعتراف کرتے ہیں۔

برائے اور از طرف بورڈ آف ڈائریکٹرز

Umar Khalid  
(محمد عثمان خالد)

ڈائریکٹر

محمد تقی محمد  
(تقی محمد)

چیف ایگزیکٹو آفیسر

کراچی


29 اپریل 2026

# Shahtaj Textile Limited


## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2026

	Un-audited March 31, 2026	Audited June 30, 2025
----- Rupees in '000 -----		
<b>EQUITY AND LIABILITIES</b>		
<b>Share capital and reserves</b>		
<b>Authorized share capital</b>		
10,000,000 ordinary shares of Rs. 10 each	<u>100,000</u>	<u>100,000</u>
Issued, subscribed and paid-up capital	96,600	96,600
Revenue reserves	1,813,726	1,610,670
Surplus on revaluation of plant and machinery	<u>563,780</u>	<u>662,664</u>
<b>Total equity</b>	<u>2,474,106</u>	<u>2,369,934</u>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Long-term finance	484,777	569,228
Deferred liabilities	161,530	123,153
	<u>646,307</u>	<u>692,381</u>
<b>Current liabilities</b>		
Trade and other payables	796,984	808,198
Unclaimed dividend	42,646	41,026
Interest accrued	14,593	13,666
Short-term borrowings	6 387,603	426,356
Current portion of long-term finance	143,710	143,710
	<u>1,385,536</u>	<u>1,432,956</u>
<b>Contingencies and Commitments</b>	7	
<b>Total equity and liabilities</b>	<u>4,505,949</u>	<u>4,495,271</u>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	8 2,272,391	2,193,843
Long-term loans	649	489
Long-term deposits	35,757	35,757
	<u>2,308,797</u>	<u>2,230,089</u>
<b>Current assets</b>		
Stores, spares and loose tools	140,951	96,571
Stock-in-trade	860,601	1,037,549
Trade debts	939,546	872,819
Loans and advance	8,565	15,162
Trade deposits and prepayments	5,008	2,586
Taxation - net	67,681	71,433
Other receivables	7,464	6,062
Short term investment	51,013	51,013
Sales tax refundable	80,434	81,931
Cash and bank balances	35,889	30,056
	<u>2,197,152</u>	<u>2,265,182</u>
<b>Total assets</b>	<u>4,505,949</u>	<u>4,495,271</u>

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

  
(Taqi Mohammad)  
Chief Executive

  
(Amir Ahmed)  
Chief Financial Officer


  
(M. Usman Khalid)  
Director

# Shahtaj Textile Limited


## CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2026 (UNAUDITED)

	Note	Nine-months period ended		Quarter ended	
		March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
----- Rupees in '000 -----					
Sales - net	9	4,782,404	5,339,394	1,595,645	1,691,236
Cost of goods sold		(4,169,722)	(4,854,566)	(1,394,070)	(1,548,010)
Gross profit		612,682	484,828	201,575	143,226
Distribution expenses		(84,381)	(88,060)	(26,748)	(27,158)
Administrative expenses		(136,398)	(127,021)	(45,054)	(41,907)
Other operating expenses		(21,031)	(8,483)	(6,006)	(3,438)
Finance cost	10	(104,918)	(164,641)	(27,917)	(34,339)
		(346,728)	(388,205)	(105,725)	(106,842)
		265,954	96,623	95,850	36,384
Other income	11	9,655	17,827	4,930	10,001
Profit before levies & taxes		275,609	114,450	100,780	46,385
Levies	12	(67,682)	(61,621)	(23,979)	(19,884)
Profit before taxation		207,927	52,829	76,801	26,501
Taxation	12	1,662	-	11,433	-
Profit for the period		209,589	52,829	88,234	26,501
----- Rupees -----					
Earnings per share - basic and diluted		21.70	5.47	9.13	2.74

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

  
(Taqi Mohammad)  
Chief Executive


  
(Amir Ahmed)  
Chief Financial Officer

  
(M. Usman Khalid)  
Director


## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2026 (UNAUDITED)

	Nine-months period ended		Quarter ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
----- (Rupees) -----				
Profit after taxation	209,589	52,829	88,234	42,410
Other comprehensive income				
Items that will not be transferred subsequently to profit or loss Deferred tax related to change of rate on 'surplus on revaluation of plant & machinery	(52,287)	-	(20,551)	-
Other comprehensive income for the period	(52,287)	-	(20,551)	-
Total comprehensive income for the period	157,302	52,829	108,785	42,410

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

  
(Taqi Mohammad)  
Chief Executive

  
(Amir Ahmed)  
Chief Financial Officer

  
(M. Usman Khalid)  
Director

# Shahtaj Textile Limited

## CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026 (UNAUDITED)

	Issued, Subscribed and Paid up Capital	Revenue reserve		Capital reserve	Total
		General	Unappropriated profit	Surplus on revaluation of plant and machinery	
----- Rupees in '000 -----					
Balance as at July 01, 2024	96,600	1,135,000	354,820	205,822	1,792,242
<b>Total comprehensive income for the period ended March 31, 2025</b>					
Profit after taxation	-	-	52,829	-	52,829
Other comprehensive income	-	-	-	-	-
	-	-	52,829	-	52,829
Transferred from surplus on revaluation of plant and machinery on account of:					
- incremental depreciation net of deferred tax	-	-	15,439	(15,439)	-
- disposal net of deferred tax	-	-	160	(160)	-
Transferred to general reserve	-	15,000	(15,000)	-	-
<b>Transactions with owners</b>					
Final dividend for the year ended June 30, 2024 @ Re.1.00 per share	-	-	(9,660)	-	(9,660)
<b>Balance as at March 31, 2025</b>	<u>96,600</u>	<u>1,150,000</u>	<u>398,588</u>	<u>190,223</u>	<u>1,835,411</u>
<b>Balance as at July 01, 2025</b>	<b>96,600</b>	<b>1,150,000</b>	<b>460,670</b>	<b>662,664</b>	<b>2,369,934</b>
<b>Total comprehensive income for the period ended March 31, 2026</b>					
Profit after taxation	-	-	209,589	-	209,589
Other comprehensive income	-	-	-	(52,287)	(52,287)
	-	-	209,589	(52,287)	157,302
Transferred from surplus on revaluation of plant and machinery on account of:					
- incremental depreciation net of deferred tax	-	-	45,778	(45,778)	-
- disposal net of deferred tax	-	-	819	(819)	-
Transferred to general reserve	-	40,000	(40,000)	-	-
<b>Transactions with owners</b>					
Final dividend for the year ended June 30, 2025 @ Rs. 5.50 per share	-	-	(53,130)	-	(53,130)
<b>Balance as at March 31, 2026</b>	<u>96,600</u>	<u>1,190,000</u>	<u>623,726</u>	<u>563,780</u>	<u>2,474,106</u>

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.



(Taqi Mohammad)  
Chief Executive



(Amir Ahmed)  
Chief Financial Officer




(M. Usman Khalid)  
Director


# Shahtaj Textile Limited


## CONDENSED INTERIM CASH FLOW STATEMENT FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026 (UNAUDITED)

	Nine-months period ended	
	March 31, 2026	March 31, 2025
----- Rupees in '000 -----		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before levies & taxation	207,927	52,829
<b>Adjustments for:</b>		
Depreciation	166,807	137,389
Finance cost	104,918	164,641
(Gain) on disposal of property, plant and equipment	(4,473)	(3,333)
Provision for leave encashment	6,137	2,618
Provision for gratuity	26,926	26,963
Interest income	(4,937)	(5,399)
Levies	67,682	61,621
Operating cash flows before movements in working capital	<u>570,987</u>	<u>437,329</u>
<b>(Increase) / decrease in current assets</b>		
Stores, spares and loose tools	(44,380)	(1,767)
Stock-in-trade	176,948	294,877
Trade debts	(66,727)	97,424
Loans and advances	6,597	3,582
Trade deposits and prepayments	(2,422)	(7,579)
Other receivables	(2,548)	4,038
Sales tax refundable	1,497	90,839
<b>Increase / (decrease) in current liabilities</b>		
Trade and other payables	(11,213)	(251,261)
<b>Cash generated from operations</b>	<u>628,739</u>	<u>667,482</u>
Gratuity paid	(16,554)	(12,551)
Leave encashment paid	(6,137)	(4,949)
Finance cost paid	(103,991)	(188,654)
Levies & Income taxes paid	(86,550)	(79,445)
<b>Net cash generated from operating activities</b>	<u>415,507</u>	<u>381,883</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(250,355)	(11,165)
Proceeds from disposal of property, plant and equipment	9,472	4,000
Long-term deposit	-	(1,311)
Long-term loans	(160)	(388)
Profit received on term deposit receipts	6,083	3,728
Investment made during the period	-	(13,013)
<b>Net cash used in investing activities</b>	<u>(234,960)</u>	<u>(18,149)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayments of long-term finance	(84,452)	(83,387)
Short term borrowings obtained/ (paid) - net	(24,223)	176,567
Dividend paid	(51,510)	(8,999)
<b>Net cash (used in) / generated from financing activities</b>	<u>(160,185)</u>	<u>84,181</u>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<u>20,362</u>	<u>447,915</u>
<b>Cash and cash equivalents at the beginning of the period</b>	<u>(339,565)</u>	<u>(530,089)</u>
<b>Cash and cash equivalents at the end of the period</b>	<u>(319,203)</u>	<u>(82,174)</u>
<b>Cash and cash equivalents at the end of the period</b>		
Short-term borrowings- Running finances under markup arrangement	(355,092)	(120,195)
Cash and bank balances	35,889	38,021
	<u>(319,203)</u>	<u>(82,174)</u>

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

  
(Taqi Mohammad)  
Chief Executive

  
(Amir Ahmed)  
Chief Financial Officer

  
(M. Usman Khalid)  
Director

# Shahtaj Textile Limited

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026 (UN-AUDITED)

### 1. STATUS AND NATURE OF BUSINESS

Shahtaj Textile Limited (the Company) is limited by shares, incorporated in Pakistan on January 24, 1990 under the Companies Ordinance, 1984 (now Companies Act, 2017) as a public limited Company. The shares of the Company are quoted on Pakistan Stock Exchange Limited. The principal business of the Company is manufacture and sale of textile goods.

#### Head Office

Shahnawaz Building, 19 - Dockyard Road, West Wharf, Karachi, Sindh, Pakistan.

#### Manufacturing Facility

46 KM, Lahore/Multan Road, Chunian Industrial Estate, Bhai Pheru, Distt. Kasur, Punjab, Pakistan.

#### Registered Office

27-C, Abdalian Cooperative Housing Society Limited, Opposite Expo Center, Lahore, Pakistan.

### 2. BASIS OF PREPARTION

#### 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 comprises 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
- Provision of, directives and notifications issued under the Companies Act, 2017; and

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.

2.1.2 These condensed interim financial statements are unaudited. These condensed interim financial statements are submitted to the shareholders as required by section 237 of the Companies Act, 2017.

2.1.3 These condensed interim financial statements do not include all of the information required for annual financial statements and therefore should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2025.

2.1.4 The comparative statement of financial position presented has been extracted from annual financial statements for the year ended June 30, 2025, whereas comparative condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows, presented in these condensed interim financial statements have been extracted from the condensed interim financial statements for the period ended March 31, 2025.

#### 2.2 Basis of measurement

The condensed interim financial statements have been prepared under the historical cost basis modified by:

- revaluation of certain plant and machinery; and
- obligation under retirement benefit obligation at net present value.

#### 2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pak Rupees which is also the Company's functional currency and figures presented in these condensed interim financial statements have been rounded off to the nearest thousand.

### 3. MATERIAL ACCOUNTING POLICY AND INFORMATION

3.1 The accounting policies and the methods of computation adopted in the preparation of these

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condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements of the Company for the year ended June 30, 2025.

### 3.2 Changes in accounting standards, interpretations and pronouncements

#### (a) Amendments to accounting and reporting standards that are effective

There are certain amendments to the accounting and reporting standards which are mandatory for the Company's annual accounting period which began on July 1, 2025. However, these do not have any significant impact on the Company's financial reporting.

#### (b) New standards and amendments to accounting and reporting standards that are not yet effective

There are new standards and amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 1, 2026. These will not have any impact on the Company's financial reporting, other than below;

IFRS 18 'Presentation and Disclosure in Financial Statements', issued by the IASB and effective for annual periods beginning on or after January 1, 2027, replaces IAS 1 'Presentation of Financial Statements'. The standard primarily introduces new requirements relating to the presentation and disclosure of information in the statement of profit or loss and disclosure performance measures.

### 4. SIGNIFICANT ACCOUNTING ESTIMATES

The preparation of these condensed interim financial statements require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors including reasonable expectations of future events. Revision to accounting estimates are recognized prospectively commencing from the period of revision.

In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies, the key source of estimation and uncertainty were the same as those that applied to the financial statements of the Company for the year ended June 30, 2025.

### 5. FINANCIAL RISK MANAGEMENT

The Company's financial risk objectives and policies are consistent with those disclosed in the annual audited financial statements as at and for the year ended June 30, 2025.

		(Un-audited) March 31, 2026	(Audited) June 30, 2025
		Rupees in '000	
<b>6. SHORT-TERM BORROWINGS</b>	<b>Note</b>		
Running finances under markup arrangement	6.1	355,092	369,622
Musharaka finance	6.2	32,511	56,734
		<u>387,603</u>	<u>426,356</u>

6.1 The Company can avail finance facilities from various banks aggregating to Rs. 875 million (June 2025: Rs. 875 million). The unavailed facilities as at period end were Rs. 519.908 million (June 2024: Rs. 505.378 million). The facilities are secured by hypothecation of stocks and book debts. These are subject to mark-up ranging from 1 month KIBOR plus 0.75% to 1.5% per annum (June 2025: 1 month KIBOR plus 0.75% to 2% per annum).

6.2 The Company can avail finance facility under Musharaka of Rs. 200 million (June 2025: Rs. 200 million). The unavailed facility as at period end was Rs. 167.489 million (June 2025: Rs. 143.266 million). This finance facility is secured by fixed pari passu hypothecation of stocks and receivables with 25% margin. These are subject to mark-up rate of 1 month KIBOR plus 0.65% per annum (June 2025: 1 month KIBOR plus 0.65% per annum).

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## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026 (UN-AUDITED)

### 7. CONTINGENCIES AND COMMITMENTS

#### Contingencies

- 7.1 Contingencies and commitments are not materially changed as disclosed in the note 11 to the annual financial statements for the year ended June 30, 2025.

		(Un-audited) March 31, 2026	(Audited) June 30, 2025
		----- Rupees in '000 -----	
<b>8. PROPERTY, PLANT AND EQUIPMENT</b>	<b>Note</b>		
Operating fixed assets	8.1	2,272,391	2,176,038
Capital work in progress	8.2	-	17,805
		<u>2,272,391</u>	<u>2,193,843</u>

- 8.1 Details of additions and disposals during the period / year pertaining to operating fixed assets are as under:

Additions during the period / year	(Un-audited) Nine months period ended MARCH 31, 2026		(Audited) June 30, 2025	
	Additions / transfers	Disposals at book value	Additions / transfers	Disposals at book value
----- (Rupees) -----				
Plant and machinery	260,882	2,666	147,240	667
Furniture and fixtures	70	-	-	-
Equipment and installations	438	73	4,346	-
Computer equipment	1,448	-	591	-
Vehicles	5,324	2,259	10,514	1,027
	<u>268,162</u>	<u>4,998</u>	<u>162,691</u>	<u>1,694</u>

- 8.2 Details of additions and transfers from capital work-in-progress during the period / year are as under:

	(Un-audited) Nine months period ended MARCH 31, 2026		(Audited) June 30, 2025	
	Additions	Transfers	Additions	Transfers
----- (Rupees) -----				
Plant and machinery	219,074	236,879	22,553	145,344
Equipment and installations	-	-	4,300	4,300
	<u>219,074</u>	<u>236,879</u>	<u>26,853</u>	<u>149,644</u>

9. SALES - NET	(Un-audited) Nine months period ended		(Un-audited) Quarter ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
----- Rupees in '000 -----				
Export	832,460	836,848	284,757	281,954
Indirect Export	204,197	1,779,672	15,085	376,198
Local	4,512,095	3,577,941	1,548,250	1,300,968
	<u>5,548,752</u>	<u>6,194,461</u>	<u>1,848,092</u>	<u>1,959,120</u>
Waste sales	13,746	16,076	4,674	4,003
	<u>5,562,498</u>	<u>6,210,537</u>	<u>1,852,766</u>	<u>1,963,123</u>
Commission				
- Local	(30,905)	(28,194)	(9,186)	(7,195)
- Export	(27,658)	(23,234)	(8,747)	(8,243)
	<u>(58,563)</u>	<u>(51,428)</u>	<u>(17,933)</u>	<u>(15,438)</u>
Sales tax	(721,531)	(819,715)	(239,188)	(256,449)
	<u>4,782,404</u>	<u>5,339,394</u>	<u>1,595,645</u>	<u>1,691,236</u>

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10. FINANCE COST	(Un-audited) Nine months period ended		(Un-audited) Quarter ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
	----- Rupees in '000 -----			
Mark-up on:				
Long-term finance	12,779	15,488	3,968	4,924
Running finance under markup arrangement	32,790	72,352	6,844	13,963
Musharaka finance	8,232	22,347	3,789	6,467
Discounting charges	46,379	51,454	12,280	8,475
Interest on Workers' Profit Participation Fund	704	192	-	-
Bank charges and commission	4,034	2,808	1,036	510
	<u>104,918</u>	<u>164,641</u>	<u>27,917</u>	<u>34,339</u>

11. OTHER INCOME	(Un-audited) Nine months period ended		(Un-audited) Quarter ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
	----- Rupees in '000 -----			
Net income from trading	245	3,140	245	41
Exchange gain - net	-	5,955	-	5,276
Interest Income	4,937	5,399	1,156	1,351
Gain on disposal of property, plant and equipment	4,473	3,333	3,529	3,333
	<u>9,655</u>	<u>17,827</u>	<u>4,930</u>	<u>10,001</u>

12. LEVIES & TAXATION	(Un-audited) Nine months period ended		(Un-audited) Quarter ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
	----- Rupees in '000 -----			
12.1 Levies				
Revenue Tax	67,682	61,621	23,979	19,884
12.2 TAXATION				
Current Tax	22,620	-	(2,004)	-
Deferred	(24,282)	-	(9,429)	-
	<u>(1,662)</u>	<u>-</u>	<u>(11,433)</u>	<u>-</u>

### 13. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

13.1 Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arms length transaction.

The carrying values of all financial assets and liabilities reflected in the condensed interim financial statements approximate their fair values.

#### 13.2 Fair value estimation

The Company discloses the financial instruments measured in the condensed interim statement of financial position at fair value in accordance with the following fair value hierarchy:

- **Level 1:** Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- **Level 2:** Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
- **Level 3:** Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

There were no transfers between Level 1 and 2 during the period.

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13.3 There are no assets or liabilities to classify under above levels except the Company's plant and machinery which are stated at revalued amounts, being the fair value at the date of revaluation, less any subsequent depreciation and subsequent accumulated impairment losses, if any. The fair value measurements of the Company's plant and machinery carried out as at June 2025, were performed by M/s Asif Associates (Private) Limited (valuer), an independent valuer not related to the Company, using depreciated replacement cost method. The valuer is listed on panel of Pakistan Banks Association and they have appropriate qualification and experience in the fair value measurement of properties, plant and machinery Value determined by independent valuer is classified as Level 3 in the fair value hierarchy.

### 14. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associated companies, directors and key management personnel of the Company. Transactions with related parties are carried out as per agreed terms. The transaction with related parties during the period generally consist of sales and purchases. Nature and description of related party transactions during the period along with monetary values are as follows:

Nature of relationship	Nature of transactions	Nine months period ended (Un-audited)	
		March 31, 2026	March 31, 2025
-----Rupees in '000-----			
Key management personnel	Remuneration	45,430	42,000
	Dividend paid	13,425	2,442
Associated undertakings			
- Shahtaj Sugar Mills Limited	Dividend paid	6,325	1,150
- Shahnawaz (Private) Limited	Dividend paid	1,925	350
	Administrative services received	3,888	3,960
	Software development charges	1,800	1,800
- Shezan International Limited	Purchase of goods	507	71
Other related party- Close Family Member			
- Lionsmill Trading LLC	Commission on sales	5,524	3,407
		(Unaudited) March 31, 2026	(Audited) June 30, 2025
-----Rupees in '000-----			
<b>Balance due to related party</b>			
- Shahnawaz (Private) Limited		1,872	-
- Lionsmill Trading LLC		387	7


### 15. OPERATING SEGMENTS

The Chief Executive considers the business as a single operating segment as the Company's assets allocation decisions are based on a single, integrated business strategy, and the Company's performance is evaluated on an overall basis. Sales of the Company related to export customers is 20.77% (March 2025: 43.50%). As at period end, all non-current assets of the Company are located within Pakistan.


16. Corresponding figures have been reclassified / rearranged, wherever necessary.

### 17. DATE OF AUTHORIZATION FOR ISSUE

The condensed interim financial statements were authorized for issue on April 29, 2026 by the Board of Directors of the Company.

  
(Taqi Mohammad)  
Chief Executive

  
(Amir Ahmed)  
Chief Financial Officer

  
(M. Usman Khalid)  
Director

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