



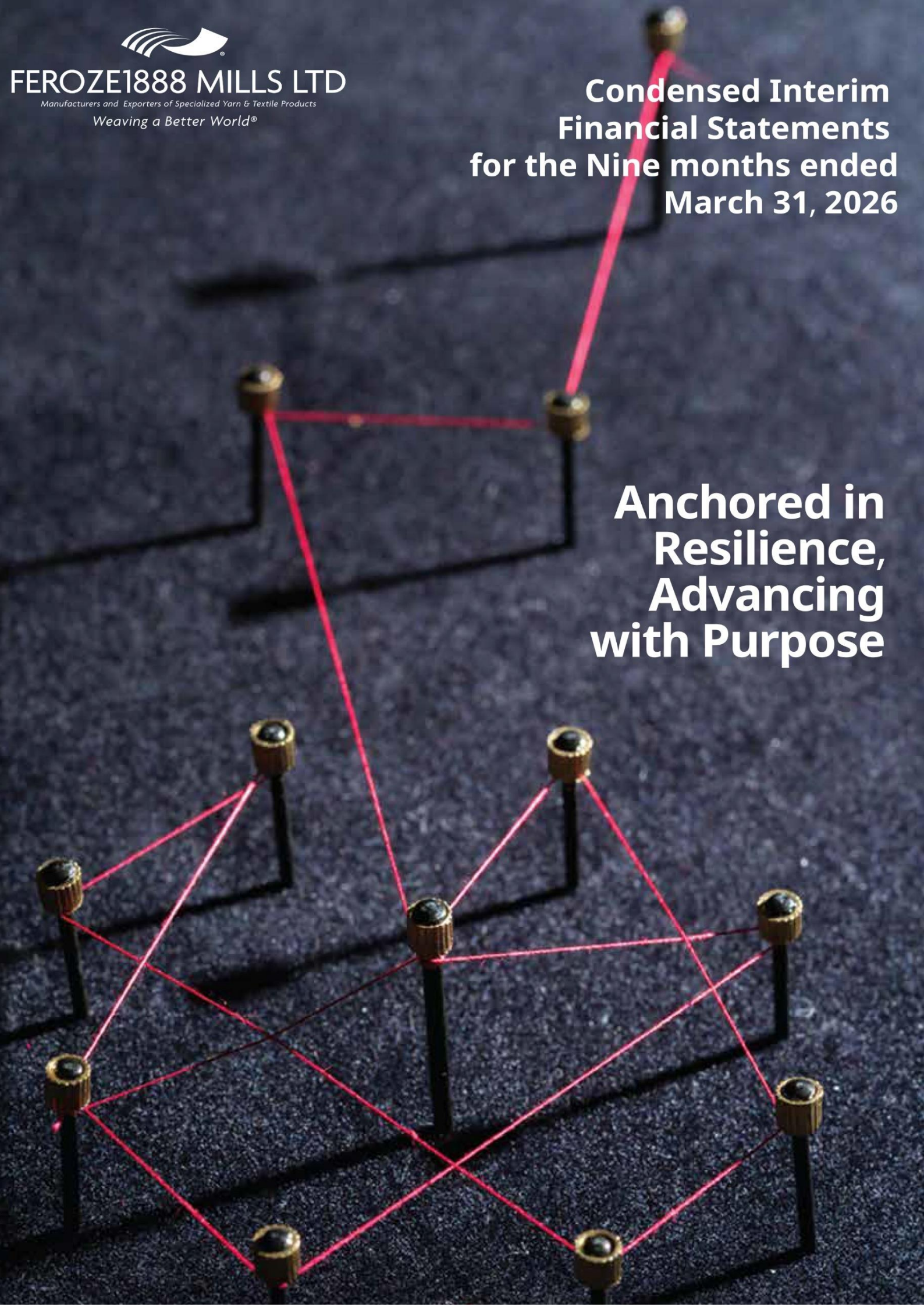
FEROZE1888 MILLS LTD

Manufacturers and Exporters of Specialized Yarn & Textile Products

Weaving a Better World®

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

**Anchored in
Resilience,
Advancing
with Purpose**



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Company Information

Board of Directors

Mr. Abdul Rehman Yaqub
Mr. Shabbir Ahmed
Mr. Khaleequr Rahman
Mr. Perwez Ahmed
Mr. Zain Ashraf Mukaty
Mr. Anas Rahman
Mr. Temoor Ashraf Mukaty
Mr. Moin M. Fudda
Ms. Huma Pasha
Ms. Aminah Zahid Zaheer
Mr. Rehan Rahman

Chairman
Non-Executive Director
Non-Executive Director
Non-Executive Director
Non-Executive Director
Non-Executive Director
Non-Executive Director
Independent Director
Independent Director
Independent Director
Chief Executive Officer

Board Audit Committee

Mr. Moin M. Fudda	Chairman
Mr. Khaleequr Rahman	Member
Mr. Temoor Ashraf Mukaty	Member
Ms. Aminah Zahid Zaheer	Member

Board HR & Remuneration Committee

Ms. Aminah Zahid Zaheer	Chairperson
Mr. Moin M. Fudda	Member
Mr. Zain Ashraf Mukaty	Member

Chief Financial Officer

Ms. Javeria Siddiqui

Company Secretary

Mr. Faizan Zafar

Bankers

Allied Bank Limited
Bank Al Habib Limited
Bank Alfalah Limited
Bank Islami Pakistan Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
Meezan Bank Limited
Standard Chartered Bank (Pakistan) Limited

External Auditors

Grant Thornton Anjum Rahman, Chartered Accountants 1st & 3rd Floor,
Modern Motors House, Beaumont Road,
Karachi.

Internal Auditors

State Life Building No. 1-C, I.I Chundrigar
Road, City Railway Colony Karachi.

Registered Office

Plot # H-23/4-A, Scheme # 3, Landhi Industrial Area,
Landhi, Karachi.

Corporate Office

K&N Centre, 2nd and 3rd Floors, 160 Banglore Town,
Shahrah -e-Faisal, Karachi

Factory Addresses

Sindh:

- H-23/4-A, H-23/4-B, H-23/4-B1 and H-23/3-II, Scheme No. 3, Landhi, Industrial Area, Karachi
- Plot # B-4A, SITE, Karachi.
- Plot # A-5/D and A-5/D1, SITE, Karachi.
- Plot # C-3, SITE, Karachi.
- Plot # C-3,1 SITE, Karachi.
- Plot # PL-15 North Karachi Industrial Area, Karachi
- Plot # ST-03 North Karachi Industrial Area, Karachi
- Survey # 81, 242, 72 to 75, 165, 166, 171, 172, 176 to 181, 186 to 190, 156,210, 211, 243 Deh Moachko Tapo Gabopat, Keamari Town, Karachi.

Balochistan:

Plot# D-12 to D-20, K-1 to K-3, M-30(Survey #564) and M34, (survey #564,84/1,85,86 &89/1, 94/1) HITE Hub, Lasbela, Baluchistan

Legal Advisor

Mohsin Tayebaly & Co.
1st Floor, Dime Centre Khayaban-e- Iqbal,
Block 9, Clifton, Karachi.

Share Registrar / Transfer Agent

FAMCO Share Registration Services (Pvt.) Limited
8-F, Next to Hotel Faran Nursery, Block-6,
PECHS, Shahrah-e-Faisal, Karachi.

Website

<http://www.feroze1888.com>

DIRECTORS' REPORT

The Directors are pleased to present the Company's performance review together with the un-audited Financial Statements for the nine months ended March 31, 2026.

ECONOMIC OVERVIEW

The global economy enters 2026 at a weak but stable pace, with growth projected at 3.1%. The outlook has been clouded by the outbreak of war in the Middle East, which has interrupted the global disinflation trend and forced a revision of growth targets. Global headline inflation is now expected to tick upward to 4.4% this year, driven by a projected 19% rise in energy costs.

Monetary authorities have consequently tempered their easing cycles, maintaining a vigilant stance to prevent supply shocks from destabilizing price expectations. Furthermore, a shift toward "fiscal dominance" - driven by a global rise in military outlays (averaging 2.7% of GDP) - is crowding out social and industrial support, leaving emerging markets particularly vulnerable to external shocks.

Pakistan's economy has demonstrated a robust recovery during the period under review. Real GDP grew by 3.63% in Q1 and accelerated to 3.89% in Q2 FY2026, resulting in an average first-half growth of 3.76%. This expansion was primarily spearheaded by the Industrial Sector, which surged by 7.4% in the second quarter, supported by a significant rebound in automobile production and petroleum products.

Key macroeconomic indicators show marked improvement:

- **Inflation:** Significantly receded to 5.6% by December 2025 and remained within the target range of 5–7% through March 2026.
- **Monetary Policy:** The State Bank of Pakistan (the SBP) entered an easing cycle, cautiously reducing and then maintaining the policy rate at 10.50% as of March 2026 to balance growth with price stability.
- **External Buffer:** Foreign exchange reserves strengthened to US\$ 21.79 billion by late March 2026, bolstered by record remittance growth of 10.5% and continued engagement with the IMF under the EFF and RSF facilities.

Having said the above, the escalation of conflict in the Middle East poses a significant "external shock" risk to Pakistan's fragile economic recovery. As a net importer of fuel, Pakistan remains highly sensitive to global oil price volatility – since, the government has committed to the IMF to pass through full energy costs to consumers, higher global prices result in immediate hikes in petrol and electricity tariffs, keeping domestic inflation (currently around 5-7%) under upward pressure. The Remittance Lifeline - over 50% of Pakistan's remittances originate from Saudi Arabia and the UAE. Any conflict-related slowdown in Gulf construction or service sectors could destabilize the exchange rate and reduce the flow of essential foreign exchange.

INDUSTRY OVERVIEW

The Pakistan textile industry remains the nation's industrial backbone, yet it operates within a high-cost environment characterized by elevated energy tariffs and competitive global pricing pressures.

During the nine-month period, Pakistan's total exports stood at US\$ 22.74 billion, reflecting a 7.99% decline compared to US\$ 24.72 billion in the corresponding period last year. Textile exports recorded a marginal decrease of 0.5%, amounting to US\$ 13.55 billion compared to US\$ 13.61 billion in the same period last year.

While the slight contraction in textile exports reflects global demand softness and pricing pressures, the sector has demonstrated resilience amid a challenging operating environment. However, restoring growth momentum will require weathering geopolitical challenges, sustained macroeconomic stability, competitive energy pricing, improved access to financing, and productivity enhancements to strengthen Pakistan's position in international markets.

REVIEW OF OPERATING RESULTS

A brief overview of performance of your Company for the nine months ended March 31st, 2026 is stated below:

Statement of Profit or Loss:

	March 2026	March 2025
	----- (Rupees in '000) -----	
Sales- net	49,682,217	47,329,493
Gross profit	5,617,902	6,545,346
Profit before levies	722,302	516,537
Profit for the period	98,575	13,685
EPS (Rs/Share)	0.25	0.03

The Company's net sales have increased by Rs. 2.3 billion i.e. by 5% in comparison with the corresponding period of last year. However, the bottom-line remains impacted with increase in profits after tax by Rs.85 million.

FUTURE OUTLOOK

During the nine months ended March 31, 2026, macroeconomic indicators reflected gradual stabilization, however, the overall operating environment remained challenging and uncertain. Global demand recovery continued to be uneven, impacted by persistent geopolitical tensions - including ongoing developments in the Middle East - evolving trade policies, and cautious consumer spending across key export markets. These factors contributed to sustained pricing pressures and heightened competitive intensity during the period.

On the domestic front, inflation showed signs of moderation and relative stability in the foreign exchange market was observed. Notwithstanding these improvements, structural challenges - including high energy tariffs, and the prevailing taxation regime - continued to constrain industrial competitiveness. Access to affordable working capital remains critical for exporters. In this regard, the recent reduction in Export Refinance Scheme (EFS) rates is a positive development and is expected to provide some support to the export-oriented sector.

In response to these conditions, the Company maintained a prudent and disciplined approach during the period under review. Management remained focused on preserving liquidity, optimizing operational efficiencies, and implementing cost rationalization measures. Strategic priorities included improving fixed cost absorption, diversifying the customer base, and increasing the share of value-added products to enhance margins and resilience.

While near-term challenges are expected to persist, Management believes that disciplined execution, operational agility, and a continued focus on higher value-added segments will position the Company to benefit from an eventual recovery in demand. The Board will continue to closely monitor economic and industry developments and take appropriate actions to safeguard and enhance shareholder value.

ACKNOWLEDGEMENT

We would like to place on record our profound gratitude to the shareholders, customers and business partners, whose continued cooperation and support have enabled the Company to strive to do better each day. We also like to acknowledge and thank all the employees of the Company for their dedicated efforts and persistence.

For and on behalf of the Board of Directors

Chief Executive Officer

Karachi

Date: April 29, 2026

Director

ڈائریکٹر رپورٹ

31 مارچ 2026 کو ختم ہونے والی سہ ماہی اور نو ماہ کی کارکردگی کا جائزہ اور غیر آڈٹ شدہ مالیاتی گواہی پیش کرتے ہوئے ہم بے حد مسرور ہیں۔

معاشی جائزہ

عالمی معیشت، 3.1% فیصد کی متوقع شرح نمو کے ساتھ، 2026 میں کمزور لیکن مستحکم رفتار سے داخل ہو رہی ہے۔ مشرق وسطیٰ میں جنگ کی وجہ سے منظر نامہ تبدیل ہو رہا ہے جس نے عالمی سطح پر قیمتوں میں کمی کے رجحان کو متاثر کیا ہے اور ترقی کے اہداف پر بھی نظر ثانی کرنے پر مجبور کر دیا ہے۔ عالمی سطح پر مہنگائی اس سال 4.4% فیصد پر پہنچنے کی توقع ہے جس کی وجہ سے توانائی کی لاگت میں 19% فیصد اضافہ متوقع ہے۔

مالیاتی حکام نے قیمتوں غیر مستحکم ہونے سے بچانے اور پیداواری لاگت کو منفی اثرات سے محفوظ رکھنے کے لیے محتاط رویہ برقرار رکھتے ہوئے شرح سود کی پالیسی میں کمی کر دی ہے۔ مزید برآں، عالمی سطح پر دفاعی اخراجات میں اضافہ (جی ڈی پی کا اوسطاً 2.7% فیصد) معاشرتی اور صنعتی شعبوں کے لیے وسائل کی دستیابی کو مزید محدود اور مشکل کر رہا ہے جس کے باعث ابھرتی ہوئی معیشتوں پر بیرونی عوامل کے منفی اثرات سے متاثر ہونے کے امکانات بڑھ گئے ہیں۔

زیر جائزہ مدت کے دوران پاکستان کی معیشت نے واضح بحالی کا مظاہرہ کیا ہے۔ مالی سال 2026 کی پہلی سہ ماہی میں حقیقی جی ڈی پی کی شرح نمو 3.63% فیصد رہی، جو دوسری سہ ماہی میں بڑھ کر 3.89% فیصد تک پہنچ گئی، یوں پہلی ششماہی میں اوسطاً 3.76% فیصد اضافہ ہوا۔ اس توسیع کی قیادت بنیادی کردار طور پر صنعتی شعبے نے کی جو دوسری سہ ماہی میں 7.4% فیصد کی شرح سے نمایاں برتری کا حامل رہا۔ اس برتری کو آٹوموبائل کی پیداوار اور پٹرولیم مصنوعات کے شعبے میں نمایاں بحالی کی بدولت استحکام حاصل ہوا۔

اہم معاشی اشاریوں میں نمایاں بہتری آئی ہے۔

اِفراط زر: دسمبر 2025 تک نمایاں کمی کے ساتھ 5.6% فیصد رہا، اور مارچ 2026 تک 5 سے 7 فیصد کے ہدف کے اندر رہی
مالیاتی پالیسی: اسٹیٹ بینک آف پاکستان نے توسیعی پالیسی کے مرحلے میں داخل ہوتے ہوئے مارچ 2026 تک پالیسی ریٹ کو بتدریج کم کیا اور بعد ازاں اسے 10.50% فیصد پر برقرار رکھا، تاکہ معاشی نمو اور قیمتوں کے استحکام کے درمیان توازن قائم رکھا جاسکے۔
بیرونی بفراتحفظ: مارچ 2026 کے اختتام تک زرمبادلہ کے ذخائر بڑھ کر 21.79 ارب امریکی ڈالر تک پہنچ گئے ہیں، بیرونی ترسیلات زر میں ریکارڈ 10.5% فیصد اضافے اور آئی ایم ایف کے زیرِ تحت ایف ایف اور آئی ایف پیو گراموں کے مسلسل تعاون کے باعث ذخائر مزید مستحکم ہوئے ہیں۔

مذکورہ بالا بیان کے باوجود، مشرق وسطیٰ میں بڑھتے ہوئے تنازع کا اثر پاکستان کی کمزور اقتصادی بحالی کے لیے ایک اہم بیرونی خطرہ ہے۔ پاکستان ایندھن کا خالص درآمد کنندہ ہے، اس لیے عالمی سطح پر تیل کی قیمتوں میں اتار چڑھاؤ سے اس پر گہرے اثرات مرتب ہوتے ہیں۔ حکومت پاکستان نے آئی ایم ایف کو یہ یقین دہانی کروائی کہ وہ توانائی کے مکمل اخراجات صارفین کو منتقل کرے گی لہذا عالمی سطح پر بلند قیمتوں کے نتیجے میں پٹرول اور بجلی کے نرخوں میں فوری اضافہ ہوتا ہے، جس کے باعث ملک میں مہنگائی (جونی الحال 5 سے 7 فیصد کے درمیان ہے) کی شرح میں اضافے پر مسلسل دباؤ قائم ہے۔

ترسیلات زر پاکستان کے لیے انتہائی اہمیت رکھتی ہے۔ پاکستان کی 50% فیصد سے زیادہ ترسیلات سعودی عرب اور متحدہ عرب امارات سے آتی ہیں۔ عالمی تعمیرات یا خدمات کے شعبوں میں تنازعات سے متعلق کوئی بھی سست روی شرح مبادلہ میں غیر مستحکم اور ضروری زرمبادلہ کو ترسیل کو کم کر سکتی ہے۔

صنعتی جائزہ

پاکستان کی ٹیکسٹائل کی صنعت ملکی معیشت میں ریڑھ کی ہڈی کی حیثیت رکھتی ہے، اس کے باوجود اس صنعت کو بھاری پیداواری لاگت، توانائی کے بلند نرخ، اور عالمی سطح پر سخت مسابقتی قیمتوں کے دباؤ جیسی صورتحال کا سامنا کرنا پڑتا ہے۔

نو ماہ کے عرصے کے دوران پاکستان کی مجموعی برآمدات 22.74 ارب امریکی ڈالر رہیں، جو گزشتہ سال کے اسی عرصے کے 24.72 ارب امریکی ڈالر کے مقابلے میں 7.99 فیصد کمی کو ظاہر کرتی ہیں۔ ٹیکسٹائل برآمدات میں بھی معمولی کمی ریکارڈ کی گئی، جو 0.5% فیصد رہی، اور ان کی مالیت 13.55 ارب امریکی ڈالر رہی، جبکہ گزشتہ سال اسی مدت میں یہ 13.61 ارب امریکی

ڈال رہی۔

اگرچہ ٹیکسٹائل برآمدات میں معمولی کمی عالمی طلب میں نرمی اور قیمتوں پر قائم دباؤ کی عکاسی کرتی ہے، تاہم اس شعبے نے نامساعد کاروباری حالات کے باوجود استحکام کا مظاہرہ کیا ہے۔ اس کے باوجود، ترقی کی رفتار کو دوبارہ بحال کرنے کے لیے جغرافیائی سیاسی تنازعات کا حل، میکرو اکنامک استحکام، توانائی کی مسابقتی قیمتیں، مالیاتی سہولتوں تک بہتر رسائی، اور، پیداواری صلاحیت میں اضافے جیسے عوامل اشد ضروری ہیں تاکہ بین الاقوامی منڈیوں میں پاکستان کی حیثیت کو مزید مضبوط بنایا جاسکے۔

عملیاتی نتائج کا جائزہ

31 مارچ 2026 کو ختم ہونے والے نو ماہ کے لیے آپ کی کمپنی کی کارکردگی کا ایک مختصر جائزہ ذیل میں بیان کیا گیا ہے:

ختم ہونے والے نو ماہ کے لئے منافع یا نقصان کا بیان		
۳۱ مارچ ۲۰۲۵	۳۱ مارچ ۲۰۲۶	
..... (روپے میں)		
47,329,493	49,682,217	فروخت - خالص
6,545,346	5,617,902	مجموعی منافع
516,537	722,302	لیویز سے پہلے منافع
13,685	98,575	نو ماہ کی مدت کا منافع
0.03	0.25	فی حصہ آمدنی (روپے/شیر)

کمپنی کی خالص فروخت میں گزشتہ سال کے اسی عرصے کے مقابلے میں 2.3 ارب روپے یعنی 5% فیصد اضافہ ہوا ہے۔ تاہم، 85 ملین روپے ٹیکس کے بعد اضافے پر دباؤ بدستور قائم ہے۔

مستقبل کا نقطہ نظر

31 مارچ 2026 تک ختم ہونے والے نو ماہوں کے دوران، میکرو اکنامک اشاریے بتدریج استحکام کی عکاسی کرتے رہے، تاہم مجموعی طور پر کاروباری صورتحال غیر یقینی اور دشوار رہی۔ عالمی طلب میں بحالی غیر متوازن رہی جس کی وجہ مسلسل جغرافیائی سیاسی کشیدگیاں بشمول مشرق وسطیٰ میں درپیش صورتحال، بدلتی ہوئی تجارتی پالیسیاں، اور اہم برآمدی منڈیوں میں صارفین کا اخراجات میں محتاط رویہ، جیسے عوامل شامل ہیں۔ اس عرصے کے دوران ان عوامل نے قیمتوں پر دباؤ اور بڑھتی ہوئی مسابقتی شدت میں اضافہ کیا۔

ملکی سطح پر مہنگائی میں اعتدال کے آثار نظر آئے اور غیر ملکی زرمبادلہ مارکیٹ میں نسبتاً استحکام دیکھا گیا۔ ان بہتریوں کے باوجود، انتظامی ڈھانچے کی اصطلاحات — جن میں توانائی پر بھاری محصولات اور مروجہ ٹیکس کا نظام، صنعتی مسابقت کو محدود کرتے رہے۔ سستے کاروباری سرمائے تک رسائی برآمد کنندگان کے لیے نہایت اہم ہے۔ اس سلسلے میں برآمدی ری فنانس اسکیم (EFS) کی شرحوں میں حالیہ کمی ایک مثبت پیش رفت ہے اور توقع ہے کہ اس سے برآمدی شعبے کو کچھ مدد ملے گی۔

ان تمام تر حالات کے باوجود، کمپنی نے زیر جائزہ مدت کے دوران دورانہ پیشی اور منظم طریقہ کار برقرار رکھا۔ انتظامیہ نے اثاثوں کے تحفظ، پیداواری صلاحیت کی افادیت میں اضافے، اور اخراجات میں توازن قائم رکھنے جیسے اقدامات نافذ کرنے پر توجہ مرکوز رکھی۔ دور رس حکمت عملی کے تحت مقررہ لاگت کی بہتر تقسیم، مستقل اور مختلف النوع صارفین کی تعداد میں اضافہ، اور منافع و کاروباری مزاحمت و مسابقت کو بڑھانے کے لیے ویلیو ایڈڈ مصنوعات میں اضافہ شامل ہے۔

اگرچہ مستقبل قریب میں مشکلات برقرار رہنے کی توقع ہے تاہم انتظامیہ کا ماننا ہے کہ نظم و ضبط پر عمل درآمد، عملی مہارت، اور زیادہ ویلیو ایڈڈ مصنوعات پر مسلسل توجہ اور اضافہ، کمپنی کو طلب میں بحالی سے فائدہ اٹھانے کے قابل بنائے گی۔ بورڈ اقتصادی اور صنعتی ترقیوں کی باریک بینی سے نگرانی جاری رکھے گا اور حصص یافتگان کے مفاد کی حفاظت اور بہتری کے لیے مناسب اقدامات کرے گا۔

اظہار تشکر

ہم اپنے معزز حصص یافتگان، صارفین اور کاروباری شراکت داروں کے تہہ دل سے شکر گزار ہیں، جن کے مسلسل تعاون اور اعتماد نے کمپنی کو ہر روز بہتر کارکردگی کی جانب بڑھنے کا موقع فراہم کیا۔ ہم کمپنی کے تمام ملازمین کی محنت، لگن اور ثابت قدمی کو بھی خراج تحسین پیش کرتے ہیں اور ان کا دلی شکر یہ ادا کرتے ہیں۔

بورڈ آف ڈائریکٹرز کے لئے اور ان کی طرف سے

ڈائریکٹر

چیف ایگزیکٹو آفیسر

کراچی

تاریخ: 29 اپریل 2026

FEROZE1888 MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT 31 MARCH 2026



		Un-audited	Audited
		31 March	30 June
		2026	2025
	Note	----- Rupees in '000 -----	
ASSETS			
Non-current assets			
Property, plant and equipment	4	35,667,537	37,400,223
Intangible assets		292,621	206,496
Long-term deposits		197,864	184,846
		36,158,022	37,791,565
Current assets			
Stores and spares		3,571,249	2,599,521
Stock-in-trade	5	20,361,065	21,268,341
Trade debts	6	14,575,723	14,298,043
Advances, deposits, prepayments and other receivables		10,606,094	6,411,790
Taxation - net		1,591,426	1,139,409
Cash and bank balances		536,000	308,346
		51,241,557	46,025,450
TOTAL ASSETS		87,399,579	83,817,015
EQUITY AND LIABILITIES			
Share capital and reserves			
Issued, subscribed and paid-up capital		3,994,090	3,994,090
Capital reserves		2,115,146	2,115,146
Revenue reserves		24,735,330	24,636,755
Revaluation surplus on property, plant and equipment		3,010,172	3,010,172
		33,854,738	33,756,163
Non-current liabilities			
Deferred liabilities		251,379	316,972
Long-term financing	7	4,064,549	4,916,936
Lease liabilities		781,112	908,925
		5,097,040	6,142,833
Current liabilities			
Trade and other payables		12,198,184	12,285,805
Provisions		4,531,542	4,811,404
Short-term borrowings	8	29,838,306	24,289,748
Accrued mark-up		358,895	383,780
Current portion of deferred liabilities		92,210	102,166
Current portion of long-term financing	7	1,223,630	1,806,845
Current portion of lease liabilities		202,669	235,901
Unclaimed dividend		2,365	2,370
		48,447,801	43,918,019
Contingencies and commitments	9		
TOTAL EQUITY AND LIABILITIES		87,399,579	83,817,015

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

Chief Financial Officer

Chief Executive Officer

Director

FEROZE1888 MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTHS ENDED 31 MARCH 2026



	Nine Months ended		Quarter ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	----- (Rupees in '000) -----			
Sales - net	49,682,217	47,329,493	17,328,104	19,080,702
Cost of sales	(44,064,315)	(40,784,147)	(15,385,905)	(16,011,647)
Gross profit	5,617,902	6,545,346	1,942,199	3,069,055
Administrative cost	(903,620)	(1,091,874)	(271,472)	(360,530)
Distribution cost	(3,700,982)	(3,227,562)	(1,358,637)	(1,318,803)
Other expenses	(73,488)	(62,223)	(27,871)	(22,912)
	(4,678,090)	(4,381,659)	(1,657,980)	(1,702,245)
	939,812	2,163,687	284,219	1,366,810
Other income	1,615,113	723,323	558,413	(49,790)
Operating profit	2,554,925	2,887,010	842,632	1,317,020
Finance cost	(1,832,623)	(2,370,473)	(580,628)	(681,650)
Profit before levies	722,302	516,537	262,004	635,370
Levies	(623,727)	(502,852)	(220,994)	(247,184)
Net profit for the period	98,575	13,685	41,010	388,186
Earning per share basic and diluted (Rupees)	0.25	0.03	0.10	0.97

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

Chief Financial Officer

Chief Executive Officer

Director

FEROZE1888 MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS ENDED 31 MARCH 2026

	Nine Months ended		Quarter ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	----- (Rupees in '000) -----			
Net profit for the period	98,575	13,685	41,010	388,186
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	98,575	13,685	41,010	388,186

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

Chief Financial Officer

Chief Executive Officer

Director

FEROZE1888 MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS ENDED 31 MARCH 2026



	Share capital	Capital reserves			Revenue reserve	Total
		Amalgamation reserve	Share premium	Revaluation surplus on land	Accumulated profit	
----- (Rupees in '000) -----						
Balance as at 30 June 2024 (Audited)	3,994,090	543,413	1,571,733	3,010,172	24,537,732	33,657,140
Net profit for the period	-	-	-	-	13,685	13,685
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	13,685	13,685
Balance as at 31 March 2025 (unaudited)	3,994,090	543,413	1,571,733	3,010,172	24,551,417	33,670,825
Balance as at 30 June 2025 (Audited)	3,994,090	543,413	1,571,733	3,010,172	24,636,755	33,756,163
Net profit for the period	-	-	-	-	98,575	98,575
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	98,575	98,575
Balance as at 31 Mar 2026 (unaudited)	3,994,090	543,413	1,571,733	3,010,172	24,735,330	33,854,738

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

Chief Financial Officer

Chief Executive Officer

Director

FEROZE1888 MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS ENDED 31 MARCH 2026



	31 March 2026	31 March 2025
	----- Rupees in '000 -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before levies	722,302	516,537
Adjustments for:		
Depreciation	2,703,942	2,310,626
Amortization	104	4,409
Finance cost	1,832,623	2,370,473
Provision for gratuity	-	414,306
Allowance for ECL	-	(459)
Provision for slow moving, obsolete stores and spares - net	-	1,261
Interest on bank accounts	(1,981)	(22,052)
Dividend income	-	(39,636)
Loss on disposal of operating fixed assets	6,353	(2,836)
	4,541,041	5,036,092
Working capital changes:		
Stores and spares	(971,728)	56,239
Stock in trade	907,276	(7,826,845)
Trade debts	(277,680)	128,849
Advances, deposits, prepayments and other receivables	(4,194,304)	(2,001,676)
Trade and other payables and provisions	(340,350)	1,878,695
	386,557	(2,212,109)
Finance costs paid	(1,857,508)	(2,493,334)
Levies paid	(1,075,744)	(1,052,916)
Gratuity paid	(53,223)	(243,035)
Long-term deposits - net	(13,018)	48,729
Net cash used in operating activities	(2,612,936)	(5,952,665)
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure	(1,130,058)	(2,111,094)
Proceeds from disposal of operating fixed assets	16,761	46,189
Short-term investments encashed	-	2,728,592
Interest received	1,981	22,052
Net cash (used in) / generated from investing activities	(1,111,316)	685,739
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(5)	(27)
Lease rentals paid	(161,045)	(269,761)
Short-term borrowings - net	5,548,558	6,460,635
Long term financing - net	(1,435,602)	(1,325,554)
Net cash generated from financing activities	3,951,906	4,865,293
Net Increase / (decrease) in cash and cash equivalents	227,654	(401,633)
Cash and cash equivalents as at the beginning of the period	308,346	1,054,766
Cash and cash equivalents as at the end of the period	536,000	653,133

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

Chief Financial Officer

Chief Executive Officer

Director

1 THE COMPANY AND ITS OPERATIONS

Feroze1888 Mills Limited (the Company) was incorporated in Pakistan as a Public Limited Company in October 1972 under the Companies Act, VII of 1913 (repealed with the enactment of the Companies Act, 2017). The shares of the Company are quoted on Pakistan Stock Exchange Limited. The Company is principally engaged in production and export of towels. The registered office of the Company is situated at H-23/4-A Scheme # 3, Landhi Industrial Area,

2 BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements of the Company for the nine months ended 31 March 2026 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by International Accounting Standard Board (IASB) as notified under the Act;
- Provisions of and directives issued under the Act.

Where provisions of and directives issued under the Act differ with the requirements of IAS 34, the provisions of and directives issued under the Act 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.

3 ACCOUNTING POLICIES, ESTIMATES, JUDGEMENTS AND FINANCIAL RISK POLICIES

The accounting policies, estimates, judgements and financial risk policies used in these condensed interim financial statements are the same as those applied in the preparation of annual financial statements for the year ended 30 June 2025.

FEROZE1888 MILLS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED 31 MARCH 2026



		(Un-audited) 31 March 2026	(Audited) 30 June 2025
4	PROPERTY, PLANT AND EQUIPMENT	Note	----- (Rupees in '000) -----
	Operating fixed assets	4.1 30,938,036	30,456,744
	Capital work-in-progress	4.2 3,817,117	5,825,134
	Right-of-use assets	912,384	1,118,345
		35,667,537	37,400,223

4.1 Operating fixed assets

Balance at the beginning of the period / year		30,456,744	29,460,698
Addition during the period / year	4.1.1	2,962,418	4,019,368
		33,419,162	33,480,066
Disposals / write-offs during the period / year	4.1.1	(24,416)	(133,912)
Depreciation charged during the period / year		(2,456,710)	(2,889,410)
		(2,481,126)	(3,023,322)
Balance at the end of the period / year		30,938,036	30,456,744

4.1.1 Details of addition and disposal are as follows:

	Additions (Cost)		Disposal / write-offs (NBV)
	(Un-audited)	(Audited)	(Un-audited)
	31 March	30 June	31 March
	2026	2025	2026
	----- Rupees in '000 -----		
Land - Leasehold	30,000	78,625	-
Building on leasehold land	699,376	1,156,720	-
Plant and machinery	2,112,515	2,554,851	14,568
Electric fittings / equipments	84,813	126,540	-
Office equipments	15,552	29,161	1,772
Computers	13,136	29,461	997
Furniture and fixtures	-	10,130	2,762
Vehicles	7,026	33,880	4,317
	2,962,418	4,019,368	24,416

	(Un-audited) 31 March 2026	(Audited) 30 June 2025
4.2	----- (Rupees in '000) -----	
Balance at the beginning of the period / year	5,825,134	6,666,574
Additions during the period / year	1,098,926	3,461,279
	6,924,060	10,127,853
Transferred to operating fixed assets	(3,059,782)	(4,135,730)
Written-off during the year	(47,161)	(166,989)
Balance at the end of the period / year	3,817,117	5,825,134

FEROZE1888 MILLS LIMITED

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

	(Un-audited) 31 March 2026	(Audited) 30 June 2025
5 STOCK-IN-TRADE		
Raw material	8,524,309	9,763,388
Work-in-progress	7,520,808	7,051,448
Finished goods	4,315,948	4,453,505
	<u>20,361,065</u>	<u>21,268,341</u>
6 TRADE DEBTS		
Related parties		
- 1888 Mills Limited	1,781,920	1,491,336
- Premier Mills Limited	188,490	970,374
	<u>1,970,410</u>	<u>2,461,710</u>
Others	12,605,313	11,836,333
	<u>14,575,723</u>	<u>14,298,043</u>
7 LONG TERM FINANCING		
Conventional		
Long Term Finance Facility	767,224	1,620,749
Temporary Economic Refinance Facility	2,917,388	3,330,598
Renewable Solar Financing Scheme	549,678	595,194
	<u>4,234,290</u>	<u>5,546,541</u>
Islamic		
Long Term Finance Facility	-	17,080
Temporary Economic Refinance Facility	940,889	1,047,160
Renewable Solar Financing Scheme	113,000	113,000
	<u>1,053,889</u>	<u>1,177,240</u>
Less: Current portion	(1,223,630)	(1,806,845)
	<u>4,064,549</u>	<u>4,916,936</u>
8 SHORT TERM BORROWINGS		
Conventional		
Export re-finance	14,920,000	12,820,000
Foreign exchange loans against import facilities	4,764,946	2,448,917
Foreign exchange loans against export facilities	278,983	
Running finance	13,354	-
	<u>19,977,283</u>	<u>15,268,917</u>
Islamic		
Export re-finance	4,650,000	6,450,000
Foreign exchange loans against import facilities	4,718,755	2,570,831
Running finance	492,268	-
	<u>9,861,023</u>	<u>9,020,831</u>
	<u>29,838,306</u>	<u>24,289,748</u>
9 CONTINGENCIES AND COMMITMENTS		

There are no material changes in the status of contingencies and commitments as reported in the annual financial statements for the year ended June 30 2025.

FEROZE1888 MILLS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED 31 MARCH 2026

10 TRANSACTIONS WITH RELATED PARTIES

Related parties of the Company comprise associated companies, directors, major shareholders, key management personnel and retirement funds. Details of transactions with related parties during the period, other than those which have been disclosed elsewhere in these condensed interim financial statements are

	(Un-audited)		(Un-audited)	
	Nine months ended		Quarter Ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	----- Rupees in '000 -----			
Associated companies				
Sales	5,876,592	4,130,945	1,932,545	1,346,209
Purchases	13,144	10,729	11,943	-
Marketing fee	1,355,614	1,541,682	395,973	539,423
Lease rentals	172,985	198,340	46,595	66,102
Rent expense	7,197	7,010	2,399	2,181
Donation	-	1,000	-	-
Directors				
Meeting fee	10,807	13,271	3,170	3,465
Key management personnel				
Remuneration paid	88,644	82,077	28,576	26,349
Post-employment benefits	4,918	4,658	1,684	1,552
Other related parties				
Contribution to staff provident fund	366,369	132,992	131,460	43,680
Contribution to staff gratuity fund	-	414,307	-	138,103

11 FINANCIAL RISK MANAGEMENT AND FAIR VALUE DISCLOSURES

These condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended 30 June 2025. There have been no changes in any risk management policies since the year end.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The carrying values of financial assets and liabilities reflected in these condensed interim financial statements approximate their fair values. During the period, there were no transfers between level 1 and level 2 fair value measurements and no transfers into and out of level 3 fair value measurement.

12 DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on 29th April 2026 by the Board of Directors of the Company.

13 GENERAL

Figures have been rounded-off to the nearest thousand rupees, unless otherwise stated.

Chief Financial Officer

Chief Executive Officer

Director