

**THIRD QUARTER REPORT
FOR THE PERIOD ENDED
MARCH 31, 2026
(Un-Audited)**



PROSPERITY WEAVING MILLS LTD.



CONTENTS

Company Information	02
Directors' Review	03
Condensed Interim Statement of Financial Position	07
Condensed Interim Statement of Profit or Loss and Other Comprehensive Income	09
Condensed Interim Statement of Cash Flows	10
Condensed Interim Statement of Changes in Equity	12
Notes to the Condensed Interim Financial Statements	13



PROSPERITY WEAVING MILLS LTD.

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Shahzada Ellahi Shaikh	Non-Executive Director / Chairman
Ms. Parveen Akhter Malik	Independent Non-Executive Director
Mr. Faisal Kamiran	Independent Non-Executive Director
Mr. Muhammad Naeem Khan	Independent Non-Executive Director
Mr. Javaid Bashir Sheikh	Non-Executive Director
Mr. Shaukat Ellahi Shaikh	Non-Executive Director
Mr. Shafqat Ellahi Shaikh	Non-Executive Director
Mr. Amin Ellahi Shaikh	Non-Executive Director
Mr. Haroon Shahzada Ellahi Shaikh	Non-Executive Director
Mr. Raza Ellahi Shaikh	Executive Director

MANAGING DIRECTOR (Chief Executive) Mr. Raza Ellahi Shaikh

AUDIT COMMITTEE

Ms. Parveen Akhter Malik	Chairperson
Mr. Amin Ellahi Shaikh	Member
Mr. Haroon Shahzada Ellahi Shaikh	Member
Mr. Syed Mohsin Gilani	Secretary

HUMAN RESOURCE & REMUNERATION (HR & R) COMMITTEE

Ms. Parveen Akhter Malik	Chairperson
Mr. Raza Ellahi Shaikh	Member
Mr. Amin Ellahi Shaikh	Member
Mr. Muhammad Azam	Secretary

EXECUTIVE COMMITTEE

Mr. Raza Ellahi Shaikh	Chairman
Mr. Shahzada Ellahi Shaikh	Member
Mr. Amin Ellahi Shaikh	Member
Mr. Haroon Shahzada Ellahi Shaikh	Member
Mr. Muhammad Azam	Secretary

CORPORATE SECRETARY

Mr. Syed Mohsin Gilani

CHIEF FINANCIAL OFFICER (CFO)

Mr. Muhammad Tariq Sheikh

HEAD OF INTERNAL AUDIT

Mrs. Saira Saman

AUDITORS

Messrs Yousuf Adil.
Chartered Accountants

CORPORATE ADVISORS

Bandial & Associates

LEAD BANKERS

Allied Bank Ltd.
Askari Bank Ltd.
Bank Alfalah Ltd.
Habib Bank Ltd.
Meezan Bank Ltd.
MCB Bank Ltd.
National Bank of Pakistan
Soneri Bank Limited
United Bank Ltd.

REGISTERED OFFICE

Nagina House,
91-B-1, M.M. Alam Road,
Gulberg-III, Lahore-54660

REGIONAL OFFICE

2nd Floor, Shaikh Sultan Trust Bldg. No. 2, 26-Civil Lines,
Beaumont Road, Karachi - 75530

WEB REFERENCE

www.nagina.com

SHARES REGISTRAR

M/s Hameed Majeed Associates (Pvt.) Ltd.
1st Floor, H.M. House 7-Bank Square, Lahore
Phone # 042-37235081-2
Fax # 042-37358817

MILLS

13.5 K.M
Sheikhupura Sharaqpur Road, Sheikhupura



PROSPERITY WEAVING MILLS LTD.

DIRECTORS' REVIEW

The Directors are pleased to present the un-audited condensed interim financial information of the Company for the third quarter ended on March 31, 2026. The comparative figures for the corresponding quarter ended on March 31, 2025 are included for comparison, except in statement of financial position where figures are for the year ended on June 30, 2025.

Company Performance

While the textile industry faces ongoing economic pressures, your Company's performance remains satisfactory. Profit after tax rose to Rs. 72,705,482 from Rs. 53,856,717 in the corresponding period last year, resulting in an increased EPS of Rs. 3.94 (Last Year: Rs. 2.91).

Sales revenue for the quarter stands at Rs. 4,602,766,989, representing a marginal increase of 0.78% over the SPLY (Rs. 4,567,340,810). This growth was primarily driven by increase in sales volume. Operational efficiency improved as the cost of sales declined to 92.86% of revenue, down from 93.67% during SPLY. This reduction was primarily driven by lower consumption costs for raw materials, stores and spares, and sizing materials. As a result, gross profit margins rose to 7.14% of sales, compared to 6.33% in the SPLY.

While overall operating expenses increased slightly to 2.87% of sales (SPLY: 2.57%), the Company maintained a healthy liquidity position, ensuring the timely settlement of all liabilities. Through disciplined cash management and the scheduled repayment of long-term debt, finance costs were successfully reduced to 0.98% of sales, down from 1.17% in the prior year.

Future Outlook

The global economy is currently navigating a period of heightened volatility amid the ongoing conflict in the Middle East. This regional instability has disrupted supply chains and contributed to rising energy prices, thereby exerting inflationary pressure. In this uncertain environment, buyers are exercising caution in taking new positions. While the outlook for the remainder of the financial year remains subdued. We remain hopeful that conditions in the Gulf region will improve, supported by ongoing mediation efforts, including those led by Pakistan.

As we enter the next quarter, we anticipate a potential reduction in the bottom line due to margin compression, as fabric prices have yet to absorb the increased cost of production and logistics. We remain committed to operational efficiency and cost-containment measures to pass through this period of uncertainty.

The Government is endeavouring to provide energy to the industry at competitive rates. The Company expects that such supportive measures will enhance the marketability of the local textile industry in international markets.

During the period under review, due to effective management by the Government and SBP, exchange rates against the USD remain stable. Because of the surging inflation, interest rates are showing rising trends which is likely to increase the financing costs.



PROSPERITY WEAVING MILLS LTD.

To address rising energy costs and strengthen long-term operational efficiency, the Company is actively solarizing its energy base. After completion of the ongoing solar projects, the installed capacity would rise to 8.2 MW from current capacity of 3.67 MW.

According to the figures issued by the Pakistan Cotton Ginners Association, for the crop year 2025-26 (final data of the year), Kapas, (seed cotton) arrivals upto February 28, 2026, at the Ginners totalled 5.607 million bales compared to 5.525 million bales for the financial year 2024-25 showing marginal increase in arrival of 1.50%.

It is hoped that the Government will bring in business friendly policies such as uninterrupted energy supplies in cost effective manner, refund of outstanding taxes, reduction in the corporate tax rate, controlling the inflation rate and reducing the financial costs. Government policies should encourage the completion of the value chain in the textile sector so that the country can export finished products.

Acknowledgement

Continued diligence and devotion of the staff and workers of the Company and good human relations at all levels deserve acknowledgement. The Directors also wish to place on record their gratitude to the bankers for their continued support to the Company.

On behalf of the Board.

Raza Ellahi Shaikh
Chief Executive Officer

Haroon Shahzada Ellahi Shaikh
Director

Lahore: April 29, 2026



ڈائریکٹرز کا جائزہ

ڈائریکٹرز 31 مارچ 2026ء کو اختتام تیسری سہ ماہی کے لئے کمپنی کی غیر نظر ثانی شدہ منجمد عبوری مالیاتی معلومات پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔ 31 مارچ 2025ء کو ختم ہونے والی نو ماہی کے تقابلی اعداد و شمار بھی موازنہ کے لئے شامل کئے گئے ہیں، ماسوائے سٹینٹ آف فنانس پوزیشن کے جہاں تقابلی اعداد و شمار 30 جون 2025ء کو اختتام سال کے لئے ہیں۔

کمپنی کی کارکردگی

ٹیکسٹائل صنعت کو درپیش مسلسل معاشی دباؤ کے باوجود، آپ کی کمپنی کی کارکردگی تسلی بخش رہی۔ بعد از گیس منافع بڑھ کر 72,705,482 روپے ہو گیا جو گزشتہ سال کے اسی عرصے میں 53,856,717 روپے تھا، جس کے نتیجے میں فی شیئر آمدنی (EPS) گزشتہ سال کی اسی مدت کے لئے 2.91 روپے کے مقابلے 3.94 روپے ہے۔

زیر نظر سہ ماہی کے دوران فروختی آمدن روپے 4,602,766,989 رہی، جو گزشتہ سال کی اسی مدت (روپے 4,567,340,810) کے مقابلے میں 0.78 فیصد کا معمولی اضافہ ظاہر کرتی ہے۔ اس اضافی بنیادی وجہ فروخت کے حجم میں اضافہ تھا۔ آپریٹنگ کارکردگی میں بہتری آئی کیونکہ لاکھت فروخت آمدن کے 92.86 فیصد تک کم ہو گئی، جو گزشتہ سال کی اسی مدت میں 93.67 فیصد تھی۔ اس کمی کی بنیادی وجہ خام مال، اسٹورز اینڈ اسٹیرز اور سائزنگ میٹریل کی کھپت کی لاگت میں کمی تھی۔ نتیجتاً، مجموعی منافع کا مارجن فروخت کے 7.14 فیصد تک بڑھ گیا، جبکہ گزشتہ سال کی اسی مدت میں یہ 6.33 فیصد تھا۔

اگرچہ مجموعی آپریٹنگ اخراجات معمولی طور پر بڑھ کر فروخت کے 2.87 فیصد ہو گئے (گزشتہ سال کی اسی مدت: 2.57 فیصد)؛ تاہم کمپنی نے مضبوط لیکویڈیٹی پوزیشن برقرار رکھی اور تمام واجبات کی بروقت ادائیگی کو یقینی بنایا۔ منظم کیش منیجمنٹ اور طویل مدتی قرضوں کی شیڈول کے مطابق ادائیگی کے باعث فنانس لاکھت کا مابقی سے کم ہو کر فروخت کے 0.98 فیصد رہ گئی، جو گزشتہ سال 1.17 فیصد تھی۔

عالمی معیشت اس وقت مشرق وسطیٰ میں جاری تنازع کے باعث بڑھتی ہوئی غیر یقینی صورتحال سے گزر رہی ہے۔ اس علاقائی عدم استحکام نے سپلائی چینز کو متاثر کیا ہے اور توانائی کی قیمتوں میں اضافے کا سبب بنا ہے، جس کے نتیجے میں مہنگائی کا دباؤ بڑھا ہے۔ اس غیر یقینی ماحول میں خریداری سرمایہ کاری کے فیصلوں میں احتیاط برت رہے ہیں۔ جبکہ مالی سال کے باقی عرصے کے لیے منظر نامہ مثبتاً محدود دکھائی دیتا ہے۔ تاہم ہمیں امید ہے کہ عالمی خطے میں حالات بہتر ہوں گے، جنہیں جاری سفارتی کوششوں، بشمول پاکستان کی قیادت میں اقدامات، سے تقویت ملے گی۔

آئندہ سہ ماہی میں داخل ہوتے ہوئے، ہمیں منافع میں مہم کی کا خدشہ ہے، کیونکہ مارجن میں کمی واقع ہو رہی ہے، جبکہ فیکٹری کی قیمتیں اب تک پیداوار اور لائسنس کے بڑھتے ہوئے اخراجات کو مکمل طور پر جذب نہیں کر سکیں۔ ہم اس غیر یقینی دور میں آپریٹنگ کارکردگی کو بہتر بنانے اور لاکھت پر قابو پانے کے اقدامات کے لیے پرعزم ہیں۔

حکومت صنعت کو مسابقتی نرخوں پر توانائی فراہم کرنے کی کوشش کر رہی ہے۔ کمپنی کو توقع ہے کہ اس نوعیت کے معاون اقدامات بین الاقوامی منڈیوں میں مقامی ٹیکسٹائل صنعت کی مسابقت اور فروخت کو بہتر بنانے میں معاون ثابت ہوں گے۔

زیر جائزہ مدت کے دوران حکومت اور اسٹیٹ بینک آف پاکستان (SBP) کے مؤثر انتظام کے باعث امریکی ڈالر کے مقابلے میں شرح مبادلہ مستحکم رہی۔ بڑھتی ہوئی مہنگائی کے سبب شرح سود میں اضافہ دیکھا جا رہا ہے، جس کے نتیجے میں فنانس لاکھت میں اضافے کا امکان ہے۔

توانائی کے بڑھتے ہوئے اخراجات سے نمٹنے اور طویل مدتی آپریٹنگ کارکردگی کو مضبوط بنانے کے لیے کمپنی اپنی توانائی کے ذرائع کو تنوع بخشہ نظام پر منتقل کرنے کے عمل میں مصروف ہے۔ جاری سولر منصوبوں کی تکمیل کے بعد، کمپنی کی نصب شدہ صلاحیت موجودہ 3.67 میگا واٹ سے بڑھ کر 8.2 میگا واٹ ہو جائے گی۔

پاکستان کاشن جنرز ایسوسی ایشن کی طرف سے فصل سال 2025-26 (سال کے حتمی ڈیٹا) کیلئے جاری کردہ اعداد و شمار کے مطابق کپاس، (سیج کپاس) کی 28 فروری 2026 تک جنریز میں کل آمد 5.525 ملین گانٹھیں ہیں جو گزشتہ مالی سال 2024-25 کی اسی مدت میں 5.607 ملین گانٹھیں جو آمد میں 1.50 فیصد کمی ظاہر کرتی ہیں۔




PROSPERITY WEAVING MILLS LTD.


امید ہے کہ حکومت توانائی کی سستی اور باقفل فراہمی، واجب الادائیکسوں کی واپسی، افراط زر کی شرح پر قابو پانے اور مالی اخراجات میں کمی جتنی کاروبار دوست پالیسیاں لانے گی۔ حکومتی پالیسیاں نیکسٹائل سیکٹر میں ویلیو چین کی تھیل کی حوصلہ افزاء ہونی چاہئیں تاکہ ملک تیار مصنوعات کو برآمد کر سکے۔

اظہار تشکر

کمپنی کے عملے اور کارکنوں کی مسلسل محنت اور جذبہ اور تمام سطحوں پر اچھے انسانی تعلقات کا اعتراف کرتے ہیں۔ ڈائریکٹرز کمپنی کی مسلسل حمایت پر نیکرز اور دیگر حصہ داروں کا بھی شکریہ ادا کرتے ہیں۔

منجانب بورڈ


بارون شہزادہ الہی شیخ
ڈائریکٹر


رضا الہی شیخ
چیف ایگزیکٹو آفیسر

لاہور: 29 اپریل 2026ء



PROSPERITY WEAVING MILLS LTD.


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

	Un-Audited March 31, 2026	Audited June 30, 2025
NoteRupees.....	
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital 40,000,000 (June 30, 2025: 40,000,000) Ordinary shares of Rs. 10 each	400,000,000	400,000,000
Issued, subscribed and paid up capital	184,800,000	184,800,000
Reserves	2,195,602,503	2,021,650,593
Revaluation surplus on land	207,888,634	207,888,634
TOTAL EQUITY	2,588,291,137	2,414,339,227
LIABILITIES		
NON-CURRENT LIABILITIES		
Long term finances	1,776,220,376	1,453,560,268
Employees retirement benefits	328,186,852	285,566,178
Deferred Taxation	106,353,760	33,353,761
	2,210,760,988	1,772,480,207
CURRENT LIABILITIES		
Trade and other payables	1,433,608,155	1,024,101,094
Accrued interest / mark-up	50,103,818	43,364,251
Short term borrowings	475,377,362	1,100,553,395
Current portion of long term finances	368,434,568	424,124,916
Provision for Taxation and levies	225,900,498	315,122,536
Unclaimed dividend	7,577,575	7,318,034
	2,561,001,976	2,914,584,226
TOTAL LIABILITIES	4,771,762,964	4,687,064,433
CONTINGENCIES AND COMMITMENTS	6	
TOTAL EQUITY AND LIABILITIES	7,360,054,101	7,101,403,660

The annexed explanatory notes from 1 to 15 form an integral part of these condensed interim financial statements.

Lahore: April 29, 2026


Haroon Shahzada Ellahi Shaikh
Director


Muhammad Tariq Sheikh
Chief Financial Officer



PROSPERITY WEAVING MILLS LTD.

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

	Un-Audited March 31, 2026	Audited June 30, 2025
NoteRupees.....	
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	7 3,630,213,309	3,093,794,061
Long term deposits and Advances	74,502,927	45,588,923
	3,704,716,236	3,139,382,984
CURRENT ASSETS		
Stores, spare parts and loose tools	145,102,454	179,945,830
Stock-in-trade	1,373,941,002	1,775,626,080
Trade receivables	1,356,515,516	1,073,036,270
Advances	69,001,945	46,432,447
Short term prepayments	12,696,265	4,132,992
Other receivables	743,831	1,055,207
Sales tax refundable	326,515,170	255,318,075
Other financial assets	8 133,599,754	105,960,114
Prepaid levies	52,649,905	52,277,034
Advance income tax	162,591,480	243,600,440
Cash and bank balances	21,980,543	224,636,187
	3,655,337,865	3,962,020,676
TOTAL ASSETS	7,360,054,101	7,101,403,660

The annexed explanatory notes from 1 to 15 form an integral part of these condensed interim financial statements.


Raza Ellahi Shaikh
Chief Executive Officer



PROSPERITY WEAVING MILLS LTD.

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2026

	Nine Months Ended		Quarter Ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
NoteRupees.....	Rupees.....	
Revenue from contracts with customers	13,258,136,734	14,229,877,069	4,602,766,989	4,567,340,810
Cost of sales	9 (12,250,627,400)	(13,303,383,817)	(4,274,359,436)	(4,278,319,648)
Gross profit	1,007,509,334	926,493,252	328,407,553	289,021,162
Distribution cost	(216,296,911)	(278,334,034)	(69,102,410)	(62,372,144)
Administrative expenses	(154,193,019)	(136,048,291)	(51,232,582)	(45,687,177)
Other operating expenses	(35,926,808)	(23,117,386)	(11,647,695)	(9,525,125)
	(406,416,738)	(437,499,711)	(131,982,687)	(117,584,446)
Operating profit	601,092,596	488,993,541	196,424,866	171,436,716
Other income	15,214,833	23,871,320	2,191,010	6,659,445
Finance cost	(139,363,293)	(206,758,010)	(44,941,509)	(53,623,811)
Profit before income tax , minimum tax differential and final tax	476,944,136	306,106,851	153,674,367	124,472,350
Minimum tax Differential	(92,569,207)	(73,641,217)	(80,903,301)	(12,062,951)
Final tax	(23,430,632)	(2,561,917)	(23,430,632)	(2,561,917)
Profit before taxation	360,944,297	229,903,717	49,340,434	109,847,482
Provision for taxation	(168,432,027)	(126,391,000)	23,365,048	(55,990,765)
Profit after taxation	192,512,270	103,512,717	72,705,482	53,856,717
Other comprehensive income				
Items that will not be reclassified subsequently to statement of profit or loss				
Fair value gain/(loss) on investment in equity instrument designated at FVTOCI	27,639,640	17,824,856	(37,349,093)	(6,731,702)
Total comprehensive income for the period	220,151,910	121,337,573	35,356,389	47,125,015
Earnings per share - basic and diluted	10.42	5.60	3.94	2.91

The annexed explanatory notes from 1 to 15 form an integral part of these condensed interim financial statements.

Haroon Shahzada Ellahi Shaikh
Director

Muhammad Tariq Sheikh
Chief Financial Officer

Raza Ellahi Shaikh
Chief Executive Officer

Lahore: April 29, 2026



PROSPERITY WEAVING MILLS LTD.

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

	Nine months ended	
	March 31, 2026	March 31, 2025
Rupees.....	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	384,374,929	232,465,634
Adjustments for:		
Depreciation of property, plant and equipment	233,551,957	227,851,674
Provision for employee benefits	65,579,265	66,858,822
Minimum Tax differential and Final tax	92,569,207	73,641,217
Gain on disposal of property, plant and equipment	(7,714,551)	(6,793,143)
Gain on sale of other Financial assets	(1,256,194)	(11,046,157)
Dividend income	(6,200,700)	(5,991,576)
Finance cost	139,363,293	206,758,010
Operating cash flow before working capital changes	900,267,206	783,744,481
Changes in working capital		
(Increase) / decrease in:		
Stores, spare parts and loose tools	34,843,376	(72,729,587)
Stock-in-trade	401,685,078	263,907,163
Trade receivables	(283,479,246)	355,687,307
Advances	(22,569,498)	(31,240,787)
Short-term prepayments	(8,563,273)	(15,986,952)
Other receivables	311,376	290,414
Long Term Deposit	(28,914,005)	-
Sales tax refundable	(71,197,095)	(173,952,999)
	22,116,713	325,974,559
(Decrease) / Increase in Trade and other payables	409,507,061	(215,294,634)
Cash generated from operations	1,331,890,980	894,424,406
Employee benefits paid	(22,958,591)	(36,620,221)
Finance cost paid	(132,623,726)	(239,264,553)
Income taxes paid	(220,017,816)	(237,134,567)
Net cash generated from operating activities	956,290,847	381,405,065
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(783,676,654)	(117,127,888)
Proceeds from disposal of property, plant and equipment	21,420,000	12,391,360
Purchase of other financial assets	(556,000,000)	(1,240,889,507)
Proceeds from sale of other financial assets	557,256,194	1,251,259,540
Dividend received	6,200,700	5,991,576
Net cash (used in)/generated from investing activities	(754,799,760)	(88,374,919)



PROSPERITY WEAVING MILLS LTD.

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

	Nine months ended	
	March 31, 2026	March 31, 2025
Rupees.....	
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Long term finances obtained	596,049,604	92,834,917
Repayment of long term finances	(329,079,844)	(363,627,841)
Short term borrowings excluding running finance and bank overdraft	(764,635,105)	429,165,111
Dividend paid	(45,940,459)	(45,984,759)
Net cash (used in)/generated from financing activities	(543,605,804)	112,387,428
Net (decrease)/increase in cash and cash equivalents (A+B+C)	(342,114,717)	405,417,574
Cash and cash equivalents at beginning of the period	41,564,686	(369,788,916)
Cash and cash equivalents at end of the period	(300,550,031)	35,628,658
CASH AND CASH EQUIVALENTS		
Cash and bank balances	21,980,543	110,606,386
Running finance	(322,530,574)	(74,977,728)
	(300,550,031)	35,628,658

The annexed explanatory notes from 1 to 15 form an integral part of these condensed interim financial statements.

Haroon Shahzada Ellahi Shaikh
Director

Muhammad Tariq Sheikh
Chief Financial Officer

Raza Ellahi Shaikh
Chief Executive Officer

Lahore: April 29, 2026



PROSPERITY WEAVING MILLS LTD.

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

	Issued, Subscribed and paid up share capital	Capital reserves			Revenue Reserve	Total
		Amalgamation reserve	Revaluation surplus on land	Fair value reserve	Unappropriated profit	
-----Rupees-----						
Balance as at June 30, 2024 - Audited	184,800,000	16,600,000	207,888,634	941,150	1,918,898,182	2,329,127,966
Comprehensive income						
Profit after taxation	-	-	-	-	103,512,717	103,512,717
Other comprehensive Income	-	-	-	17,824,856	-	17,824,856
Total comprehensive income for the period	-	-	-	17,824,856	103,512,717	121,337,573
Transactions with owners						
Final dividend @ 25% i.e. Rs. 2.5 per share for the year ended June 30, 2024	-	-	-	-	(46,200,000)	(46,200,000)
Balance as at March 31, 2025 - Un-audited	184,800,000	16,600,000	207,888,634	18,766,006	1,976,210,899	2,404,265,539
Comprehensive income						
Profit after taxation	-	-	-	-	(12,390,176)	(12,390,176)
Other comprehensive Income	-	-	-	13,943,840	8,520,024	22,463,864
Total comprehensive income for the period	-	-	-	13,943,840	(3,870,152)	10,073,688
Balance as at June 30, 2025 - Audited	184,800,000	16,600,000	207,888,634	32,709,846	1,972,340,747	2,414,339,227
Comprehensive income						
Profit after taxation	-	-	-	-	192,512,270	192,512,270
Other comprehensive Income	-	-	-	27,639,640	-	27,639,640
Total comprehensive income for the period	-	-	-	27,639,640	192,512,270	220,151,910
Transactions with owners						
Final dividend @ 25% i.e. Rs. 2.5 per share for the year ended June 30, 2025	-	-	-	-	(46,200,000)	(46,200,000)
Balance as at March 31, 2026 - Un-audited	184,800,000	16,600,000	207,888,634	60,349,486	2,118,653,017	2,588,291,137

The annexed explanatory notes from 1 to 15 form an integral part of these condensed interim financial statements.

Haroon Shahzada Ellahi Shaikh
Director

Muhammad Tariq Sheikh
Chief Financial Officer

Raza Ellahi Shaikh
Chief Executive Officer

Lahore: April 29, 2026



PROSPERITY WEAVING MILLS LTD.

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

1 LEGAL STATUS AND OPERATIONS

1.1 Prosperity Weaving Mills Limited (the Company) was incorporated in Pakistan on November 20, 1991 as a public limited company under the repealed Companies Ordinance, 1984 (Now Companies Act 2017) and listed on Pakistan Stock Exchange Limited on October, 17 1995. The registered office of the Company is situated at Nagina House, 91-B-1, M.M. Alam Road, Gulberg-III, Lahore and Regional Office at 2nd Floor, Shaikh Sultan Trust Building No. 2, 26-Civil Lines, Beaumont Road, Karachi. The principal activity of the Company is manufacturing and sale of woven cloth. The plant measuring 210 kanals is located at 13.5 km Sharakpur road, District Sheikhpura in the Province of Punjab.

1.2 These condensed interim financial statements are presented in Pak Rupees, which is the Company's functional and presentation currency.

2 STATEMENT OF COMPLIANCE

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 applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard 34: 'Interim Financial Reporting' (IAS 34), 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 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 of the information required for the full financial statements and, therefore, these should be read in conjunction with annual audited financial statements for the year ended June 30, 2025. Comparative condensed statement of financial position is extracted from annual audited financial statements for the year ended June 30, 2025, whereas comparative condensed statement of profit or loss and other comprehensive income, comparative condensed statement of changes in equity and comparative of statement of cash flows are stated from un-audited condensed interim financial statements for the nine months ended March 31, 2025.

3 ACCOUNTING POLICIES AND ESTIMATES

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

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the company's annual accounting periods beginning on or after July 1, 2025. However, these will not have any significant effects on the company's operations and are, therefore, not detailed in these condensed interim financial statements.

3.1 Financial risk management

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

3.2 Fair value of financial assets and liabilities

The carrying value of financial assets and financial liabilities reported in these condensed interim financial statements approximates their fair values.

3.3 Estimates and judgements

Estimates and judgements made by management in the preparation of these condensed interim financial statements are same as those applied in the preparation of the annual audited financial statements of the Company for the year ended June 30, 2025.



PROSPERITY WEAVING MILLS LTD.

	Note	Un-Audited March 31, 2026	Audited June 30, 2025
-----Rupees-----			
4 LONG TERM FINANCES			
From banking companies			
Opening balance		1,877,685,184	2,143,179,470
Obtained during the period / year		596,049,604	208,799,058
Repayments made during the period / year		(329,079,844)	(474,293,344)
		<u>2,144,654,944</u>	<u>1,877,685,184</u>
Less: Current portion shown under current liabilities		(368,434,568)	(424,124,916)
		<u>1,776,220,376</u>	<u>1,453,560,268</u>
5 SHORT TERM BORROWING			
From banking companies:			
Running finance - secured		322,530,574	183,071,501
Foreign currency loans - secured		152,846,788	917,481,894
		<u>475,377,362</u>	<u>1,100,553,395</u>
6 CONTINGENCIES AND COMMITMENTS			
6.1 Contingencies			
There is no significant change in the status of contingencies as disclosed in note 12.1 & 12.2 of the audited financial statements for the year ended June 30, 2025.			
6.2 Commitments			
Irrevocable letters of credit for:			
Capital expenditures		-	314,975,695
Store and Spares		67,403,450	38,576,364
Raw Material		543,855,624	453,344,917
Short term lease - Payable within one year		1,609,382	1,063,057
		<u>612,868,456</u>	<u>807,960,033</u>
7 PROPERTY PLANT AND EQUIPMENT			
Operating fixed assets	7.1	3,069,121,711	2,918,618,184
Capital work in progress	7.2	561,091,598	175,175,877
		<u>3,630,213,309</u>	<u>3,093,794,061</u>
7.1 Operating fixed assets - Owned			
Opening written down value		2,918,618,184	3,143,679,480
Additions during the period / year			
Plant and machinery		290,483,923	46,643,727
Electric installation		-	270,000
Factory equipment		508,000	651,000
Furniture and fixtures		272,440	1,315,027
Office equipment		697,000	2,687,640
Vehicles		105,799,570	33,710,495
Arms & Ammunition		-	410,000
		<u>397,760,933</u>	<u>85,687,889</u>
Written down value of property, plant and equipment disposed off		(13,705,449)	(5,805,489)
Depreciation charged during the period / year		(233,551,957)	(304,943,696)
Written down value at end of the period / year		<u>3,069,121,711</u>	<u>2,918,618,184</u>



PROSPERITY WEAVING MILLS LTD.

	Note	Un-Audited March 31, 2026	Audited June 30, 2025
-----Rupees-----			
7.2 Capital work in progress			
Opening balance		175,175,877	5,646,179
Additions during the year		676,464,644	216,173,425
Transfer to property, plant and equipment		(290,548,923)	(46,643,727)
Closing balance		<u>561,091,598</u>	<u>175,175,877</u>
8 OTHER FINANCIAL ASSETS			
Investments classified as FVTOCI			
Equity investments	8.1	132,771,054	105,131,414
Investments classified at amortized cost			
Term deposits		828,700	828,700
		<u>133,599,754</u>	<u>105,960,114</u>
8.1 Reconciliation between fair value and cost of investments classified at FVTOCI			
Fair value of investments		132,771,054	105,131,414
Un-realised Gain on remeasurement of investments		60,349,476	32,709,836
Cost of investment		<u>72,421,578</u>	<u>72,421,578</u>

	Nine Months Ended (Un-Audited)		Quarter Ended (Un-Audited)	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
-----Rupees-----				

9 COST OF SALES

Raw material consumed	9,140,736,616	9,946,163,717	3,050,280,285	3,215,067,970
Fuel and power	1,411,235,742	1,464,632,950	409,713,997	452,075,200
Salaries, wages and benefits	785,546,049	720,195,037	269,963,773	254,160,922
Stores and spares consumed	165,319,161	309,896,320	61,322,885	189,890,983
Sizing material consumed	221,673,444	225,211,873	70,353,135	82,290,312
Packing material consumed	48,593,972	43,794,964	21,909,785	15,089,101
Depreciation	214,313,913	218,660,107	72,945,521	73,151,869
Insurance	20,142,614	19,839,776	6,837,970	6,677,735
Repairs and maintenance	8,363,383	12,439,310	1,803,283	5,393,459
Vehicle Running and Maintenance	11,042,171	10,893,735	3,725,144	3,605,847
Traveling and Conveyance	817,195	988,387	282,060	412,316
Lease rentals-Land	365,386	335,866	121,798	114,418
Fee and Subscription	1,632,598	625,500	176,060	75,000
Electricity duty	-	4,651,627	-	-
Others	6,594,433	6,042,189	2,690,102	1,919,259
Manufacturing cost	12,036,376,677	12,984,371,358	3,972,125,798	4,299,924,391
Work-in-process:				
At beginning of period	240,293,214	254,217,864	190,278,726	197,219,279
At end of period	(150,093,484)	(201,387,436)	(150,093,484)	(201,387,436)
	<u>90,199,730</u>	<u>52,830,428</u>	<u>40,185,242</u>	<u>(4,168,157)</u>
Cost of goods manufactured	12,126,576,407	13,037,201,786	4,012,311,040	4,295,756,234
Finished stocks:				
At beginning of period	973,067,246	849,739,338	1,111,103,646	581,567,742
Cloth purchased / processing charges	38,997	27,635,958	-	12,188,937
At end of period	(849,055,250)	(611,193,265)	(849,055,250)	(611,193,265)
	<u>124,050,993</u>	<u>266,182,031</u>	<u>262,048,396</u>	<u>(17,436,586)</u>
	<u>12,250,627,400</u>	<u>13,303,383,817</u>	<u>4,274,359,436</u>	<u>4,278,319,648</u>



PROSPERITY WEAVING MILLS LTD.

10 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associated companies, directors of the company and key management personnel. The Company in the normal course of business enters into transactions with various related parties. The transactions 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:

		Nine Months Ended (Un-Audited)	
		March 31, 2026	March 31, 2025
.....Rupees.....			
Nature of Relationship	Nature of Transaction		
Associated companies	Purchase of goods and services	6,851,985,129	6,556,268,195
	Sale of goods and services	183,155	164,794
	Rent Expense	1,613,050	1,072,251
	Dividend paid	13,948,208	13,948,208
Key management personnel	Remuneration and other benefits	51,399,853	45,945,636
	Payment of Dividend to directors and their close family members	26,522,657	26,523,908

There is no balance outstanding to or from associated undertakings as at reporting date.

11 FAIR VALUE OF FINANCIAL INSTRUMENTS

Financial instruments are carried at fair value, by valuation method. The different levels have been defined as follows:

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 (i.e, unobservable inputs).

The following table presents the Funds/Company's financial assets which are carried at fair value:

Financial assets - at fair value	March 31, 2026			
	Level 1	Level 2	Level 3	Total
-----Rupees-----				
-Equity investments designated at FVTOCI	132,771,054	-	-	132,771,054
As at March 31, 2026	132,771,054	-	-	132,771,054
June 30, 2025				
Financial assets - at fair value	Level 1	Level 2	Level 3	Total
-Equity investments designated at FVTOCI	105,131,414	-	-	105,131,414
-Mutual fund designated at FVTPL	-	-	-	-
As at June 30, 2025	105,131,414	-	-	105,131,414

At March 31, 2026 the company holds short term investments where the company has used Level 1 inputs for the measurement of fair values and there is no transfer between levels.

12 CHANGES IN LIABILITIES ARISING FROM FINANCING ACTIVITIES

	Nine Months Ended (Un-Audited)		
	June 30, 2025	Net Cash flow	March 31, 2026
.....Rupees.....			
Long term finances	1,877,685,184	266,969,760	2,144,654,944
Short term borrowings	1,100,553,395	(625,176,033)	475,377,362
	2,978,238,579	(358,206,273)	2,620,032,306



PROSPERITY WEAVING MILLS LTD.

13 DISCLOSURE REQUIREMENT FOR COMPANIES NOT ENGAGED IN SHARIAH NON-PERMISSIBLE BUSINESS ACTIVITIES

Following information has been disclosed as required under amended part I clause VII of Fourth Schedule to the Companies Act, 2017 as amended via S.R.O.1278(I)/2024 dated August 15, 2024:

Note	Un-Audited March 31, 2026	Audited June 30, 2025
Rupees.....	
STATEMENT OF FINANCIAL POSITION		
Liabilities		
Long term financing as per Islamic mode	-	-
Short term borrowings as per Islamic mode	798,278	246,642
Interest or mark-up accrued on conventional loans	50,103,818	43,364,251
Assets		
Shariah compliant bank balances	178,491	197,971
Shariah compliant short-term investments	-	-
	Nine Months Ended (Un-Audited)	
	March 31, 2026	March 31, 2025
Rupees.....	
STATEMENT OF PROFIT OR LOSS		
Sales - net (Shariah compliant)	13,258,136,734	14,229,877,069
Profit paid on islamic mode of financing	1,935,305	8,200,406
Exchange difference		
Shariah compliant	(306,848)	-
Shariah non-compliant	-	-
Balances written back - net		
Shariah compliant	-	-
Shariah non-compliant	-	-
Other income - Other		
Shariah compliant	7,714,552	6,793,143
Shariah non-compliant	7,500,281	17,078,177

Relationship with Shariah-compliant financial institutions:

The Company has relationships with shariah compliant banks in respect of bank balances and availed borrowing facilities as mentioned above.

14 CORRESPONDING FIGURES

14.1 Corresponding figures have been rearranged and regrouped where ever necessary for the purpose of comparison.

14.2 Figures have been rounded off to the nearest rupee.

15 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements (un-audited) have been approved by the board of directors of the Company and authorized for issue on April 29, 2026.

Haroon Shahzada Ellahi Shaikh
Director

Muhammad Tariq Sheikh
Chief Financial Officer

Raza Ellahi Shaikh
Chief Executive Officer

Lahore: April 29, 2026



PROSPERITY WEAVING MILLS LTD.

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