



**ARCTIC TEXTILE MILLS LIMITED**

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

**ACCOUNTS**

**FOR THIRD QUARTER ENDED  
31 MARCH 2026**

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## COMPANY INFORMATION

|                                      |  |   |
|--------------------------------------|--|---|
| <b>Board of Directors</b>            | Mr. Muhammad Ashraf<br>Mr. Muhammad Iqbal<br>Mr. Zeeshan Saeed<br>Mr. Zahid Ali<br>Mr. Qasim Ali<br>Miss. Areej Tariq<br>Mr. Qaiser Nasir  | Chairman<br>Chief Executive Officer<br>Director<br>Director (Independent)<br>Director (Independent)<br>Director (Nominee BIPL)<br>Director (Nominee BIPL) |
| <b>Audit Committee</b>               | Mr. Zahid Ali<br>Miss. Areej Tariq<br>Mr. Muhammad Ashraf  | Chairman<br>Member<br>Member  |
| <b>HR and Remuneration Committee</b> | Mr. Qasim Ali<br>Mr. Qaiser Nasir<br>Mr. Muhammad Iqbal  | Chairman<br>Member<br>Member  |
| <b>Nomination Committee</b>          | Mr. Muhammad Ashraf<br>Mr. Zahid Ali<br>Mr. Qasim Ali  | Chairman<br>Member<br>Member  |
| <b>Risk Management Committee</b>     | Mr. Muhammad Iqbal<br>Mr. Muhammad Ashraf<br>Mr. Zahid Ali   | Chairman<br>Member<br>Member  |
| <b>Sustainability Committee</b>      | Mr. Qasim Ali<br>Mr. Qaiser Nasir<br>Mr. Muhammad Iqbal  | Chairman<br>Member<br>Member  |
| <b>Company Secretary</b>             | Mr. Ali Mudassar   |   |
| <b>Chief Financial Officer</b>       | Mr. Muhammad Daniyal   |   |
| <b>Auditors</b>                      | Riaz Ahmad and Company (Chartered Accountants)<br>FS Tower, Out Side AI – Fateh Garden<br>East Canal Road, Faisalabad.   |   |
| <b>Banks</b>                         | The Bank of Punjab<br>Habib Metropolitan Bank Limited<br>MCB Bank Limited<br>Bank Alfalah Limited<br>Askari Bank Limited   |   |
| <b>Share Registrar</b>               | Corplink (Private) Limited<br>Wings Arcade, 1-K, Commercial, Model Town, Lahore  |   |
| <b>Registered/Head Office</b>        | P-102, Jail Road, Faisalabad.<br>+92-41-2605076<br><a href="http://www.arctictextile.com">www.arctictextile.com</a> , <a href="mailto:info@arctictextile.com">info@arctictextile.com</a> |   |
| <b>Mills</b>                         | 35 - Kilometer, Sheikhpura Road, Faisalabad<br><a href="https://www.arctictextile.com/financial-statement.html">https://www.arctictextile.com/financial-statement.html</a>               |    |



## **DIRECTOR'S REPORT TO THE MEMBERS FOR THE NINE MONTHS ENDED 31 MARCH 2026**

The Board of Directors is pleased to present the unaudited financial results of the Company for the third quarter ended on 31 March 2026.

### **Financial Results:**

The financial results of the Company for the nine months ended 31 March 2026 are as follow:

|  | <b>Nine months ended</b>    |                          |
|--|-----------------------------|--------------------------|
|  | <b>31 March<br/>2026</b>    | <b>31 March<br/>2025</b> |
|  | <b>(Rupees in thousand)</b> |                          |
| Revenue from Contracts with Customers                  | 1,389,564                   | 1,988,079                |
| Cost of Sales  | (1,277,118)                 | (1,868,029)              |
| <b>Gross Profit</b>                                    | <b>112,446</b>              | <b>120,050</b>           |
| Distribution Cost                                      | (4,373)                     | (4,883)                  |
| Administrative Expenses                                | (33,791)                    | (32,099)                 |
| Other Expenses   | (5,665)                     | (6,313)                  |
| Other Income   | 6,349                       | 9,097                    |
| Finance Cost   | (813)                       | (2,088)                  |
| <b>Profit before Taxation and Levy</b>                 | <b>74,153</b>               | <b>83,764</b>            |
| Levy   | -                           | -                        |
| <b>Profit before Taxation</b>                          | <b>74,153</b>               | <b>83,764</b>            |
| Taxation   | (19,672)                    | (6,036)                  |
| <b>Profit after Taxation</b>                           | <b>54,481</b>               | <b>77,728</b>            |
| <b>Earnings Per Share - Basic and Diluted (Rupees)</b> | <b>4.14</b>                 | <b>5.90</b>              |

During the nine months of the current financial year, the Company recorded revenue of Rupees 1,389.564 million, compared to Rupees 1,988.079 million, in the corresponding period of the previous year. The Company achieved a profit after taxation of Rupees 54.481 million, as against Rupees 77.728 million earned in the same period last year. Earnings per share (EPS) for the current period stood at Rupees 4.14 compared to Rupees 5.90 in the corresponding prior period.

### **Industry Overview:**

The textile industry has long been the backbone of Pakistan's economy, making substantial contributions to industrial growth, employment generation, and export earnings. However, amid ongoing economic instability, the industry is facing significant challenges. The spinning sector, in particular, is under severe pressure due to high energy tariffs, rising raw material costs, intensified regional competition, and inconsistent government policies, all of which threaten its sustainability and contribution to the national economy.

### **Future Prospects:**

The spinning industry is confronting significant economic and operational pressures, requiring greater focus on efficiency, diversification, and supportive policy measures. Despite these challenges, the outlook remains cautiously optimistic through coordinated efforts and improving market conditions. Your Company remains focused on sustaining its market position, exploring new markets, and controlling costs without compromising quality. The management of your Company remains confident and will continue to take all necessary measures to enhance productivity and improve operational efficiency.



**Acknowledgment**

We extend our sincere appreciation to the employees of the Company for their dedication and continued commitment. We are also grateful to our valued shareholders and lenders for their ongoing support, confidence, and trust in the Company.

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS**

A handwritten signature in black ink, appearing to be 'A. S. Khan'.

**Director**

A handwritten signature in black ink, appearing to be 'M. A. Khan'.

**Chief Executive Officer**

**Faisalabad:  
April 29, 2026**



## ڈائریکٹرز کا جائزہ

کمپنی کے ڈائریکٹرز انجمنی مسرت کے ساتھ 31 مارچ 2026 کو اختتام پر ہونے والے غیر آڈٹ شدہ مالیاتی نتائج آپ کی خدمت میں پیش کر رہے ہیں۔

## مالیاتی کارکردگی:

31 مارچ 2026 کو اختتام پر ہونے والی نوامی کے مالیاتی نتائج درج ذیل ہیں۔

| اختتام پذیر نوامی |              |   |
|-------------------|--------------|---|
| 31 مارچ 2025      | 31 مارچ 2026 |   |
| روپے ہزاروں میں   |              |   |
| 1,988,079         | 1,389,564    | کنٹرولنگ کے ساتھ معاہدوں سے حاصل ہونے والی آمدن |
| (1,868,029)       | (1,277,118)  | لاگت آمدن                                       |
| 120,050           | 112,446      | مجموعی نفع                                      |
| (4,883)           | (4,373)      | تقسیم لاگت                                      |
| (32,099)          | (33,791)     | انتظامی اخراجات                                 |
| (6,313)           | (5,665)      | دیگر اخراجات                                    |
| 9,097             | 6,349        | دیگر آمدن                                       |
| (2,088)           | (813)        | مالیاتی لاگت                                    |
| 83,764            | 74,153       | قبل از ٹیکس نفع اور محصول (یوپی)                |
| -                 | -            | محصول (یوپی)                                    |
| 83,764            | 74,153       | قبل از ٹیکس نفع                                 |
| (6,036)           | (19,672)     | ٹیکس  |
| 77,728            | 54,481       | بعد از ٹیکس منافع                               |
| 5.90              | 4.14         | فی شخص منافع (روپے میں)                         |

موجودہ مالی سال کے دوران کمپنی نے 1389.564 ملین روپے کی آمدنی حاصل کی۔ جبکہ گزشتہ اسی مدت کی آمدنی 1988.079 ملین روپے تھی۔ کمپنی کا مجموعی نفع 54.481 ملین روپے بعد از ٹیکس ہے جبکہ پچھلی اسی مدت میں مجموعی نفع 77.728 ملین روپے بعد از ٹیکس تھا۔ موجودہ فی شخص منافع 4.14 روپے ہے۔ جبکہ پچھلی اسی مدت میں فی شخص منافع 5.90 روپے تھا۔

## انڈسٹری کا جائزہ:

ٹیکسٹائل کی صنعت طویل عرصے سے پاکستان کی معیشت میں ریڈھکی بڑی کی حیثیت رکھتی ہے۔ جس نے صنعتی ترقی، روزگار پیدا کرنے اور برآمدی آمدنی میں نمایاں کردار ادا کیا ہے۔ تاہم، جاری معاشی عدم استحکام کے درمیان اس صنعت کو نمایاں چیلنجز کا سامنا ہے۔ خاص طور پر سپلائنگ کا شعبہ تو انہی کے زیادہ ترغ، خام مال کی بڑھتی ہوئی قیمت، مہلکانی مسابقت، اور گورنمنٹ پالیسیوں میں تضادات نے اجتماعی طور پر قومی معیشت اور اس کی پائیداری اور شراکت کو خطرے سے دوچار کر دیا ہے۔

## مستقبل کے امکانات:

اسپیننگ کی انڈسٹری کو اہم معاشی اور آپریشنل چیلنجز کا سامنا ہے۔ جس کے لیے اس کی کارکردگی، ترقی، اور پالیسی سپورٹ پر کلیدی توجہ کی ضرورت ہے۔ مشکلات کے باوجود اجتماعی کوششوں سے اس کی بحالی کے لیے پرامید ہے۔ آپ کی کمپنی مارکیٹ شیئر کو برقرار رکھنے کے لیے نئی مارکیٹوں کی تلاش اور معیار پر سمجھوتہ کیے بغیر اپنے اخراجات کو کم کرنے کے لیے پرعزم ہے۔ بورڈ پیرو اور اور پیرو اداری صلاحیت کو بڑھانے کے لئے سخت کوشش کر رہا ہے۔



اعتراف:

ہم اس موقع پر کمپنی کے ملازمین کی محنت اور عزم کے لیے ان کی تعریف کرنا چاہتے ہیں۔ ہم قابل قدر شیئر ہولڈر اور قرض دہندگان کا تعاون بڑھانے کے لیے ان کا بھی شکریہ ادا کرنا چاہیں گے۔

بورڈ آف ڈائریکٹرز کی طرف سے:

ذیشان سعید  
ڈائریکٹر

فیصل آباد  
29 اپریل 2026

محمد اقبال  
چیف ایگزیکٹو آفیسر



## ARCTIC TEXTILE MILLS LIMITED

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

|  |      | Un-audited<br>31 March<br>2026 | Audited<br>30 June<br>2025 |
|--|------|--------------------------------|----------------------------|
|  | NOTE | (Rupees in thousand)           |                            |
| <b>EQUITY AND LIABILITIES</b>  |      |                                |                            |
| <b>SHARE CAPITAL AND RESERVES</b>  |      |                                |                            |
| <b>Authorized share capital</b>  |      |                                |                            |
| 30 000 000 (30 June 2025: 30 000 000) ordinary shares of Rupees 10 each                    |      | 300,000                        | 300,000                    |
| <b>Issued, subscribed and paid up share capital</b>  |      |                                |                            |
| 13 174 800 (30 June 2025: 13 174 800) ordinary shares of Rupees 10 each fully paid in cash |      | 131,748                        | 131,748                    |
| <b>Reserves</b>  |      |                                |                            |
| <b>Capital reserves</b>  |      |                                |                            |
| Equity portion of former shareholders' loan  |      | 13,335                         | 13,335                     |
| Surplus on revaluation of property, plant and equipment - net of deferred income tax       |      | 161,664                        | 166,590                    |
|  |      | 174,999                        | 179,925                    |
| <b>Revenue reserve</b>   |      |                                |                            |
| Unappropriated profit  |      | 178,935                        | 116,569                    |
| <b>Total reserves</b>  |      | 353,934                        | 296,494                    |
| <b>Total equity</b>  |      | 485,682                        | 428,242                    |
| <b>LIABILITIES</b>   |      |                                |                            |
| <b>NON-CURRENT LIABILITIES</b>   |      |                                |                            |
| Deferred income tax liability  |      | 37,065                         | 48,620                     |
| Staff retirement gratuity  |      | 107,799                        | 88,615                     |
|  |      | 144,864                        | 137,235                    |
| <b>CURRENT LIABILITIES</b>   |      |                                |                            |
| Trade and other payables   | 3    | 205,000                        | 325,330                    |
| <b>TOTAL LIABILITIES</b>   |      | 349,864                        | 462,565                    |
| <b>CONTINGENCIES AND COMMITMENTS</b>   |      |                                |                            |
| <b>TOTAL EQUITY AND LIABILITIES</b>  | 4    | 835,546                        | 890,807                    |
| <b>ASSETS</b>  |      |                                |                            |
| <b>NON-CURRENT ASSETS</b>  |      |                                |                            |
| Property, plant and equipment  | 5    | 586,469                        | 597,748                    |
| Long term deposits and prepayment  |      | 26,720                         | 26,720                     |
|  |      | 613,189                        | 624,468                    |
| <b>CURRENT ASSETS</b>  |      |                                |                            |
| Stores, spare parts and loose tools  |      | 66,927                         | 66,920                     |
| Trade debts  |      | 82,392                         | 46,541                     |
| Loans and advances   |      | 6,429                          | 3,278                      |
| Advance income tax - net   |      | 19,779                         | 21,237                     |
| Short term deposits, prepayments and other receivables                                     |      | 25,328                         | 45,077                     |
| Cash and bank balances   |      | 21,502                         | 83,286                     |
|  |      | 222,357                        | 266,339                    |
| <b>TOTAL ASSETS</b>  |      | 835,546                        | 890,807                    |

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



## ARCTIC TEXTILE 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<br>2026          | 31 March<br>2025 | 31 March<br>2026 | 31 March<br>2025 |           |
|   | NOTE (Rupees in thousand) |                  |                  |                  |           |
| REVENUE FROM CONTRACTS WITH CUSTOMERS           | 6                         | 1,389,564        | 1,988,079        | 480,695          | 770,291   |
| COST OF SALES                                   |                           | (1,277,118)      | (1,868,029)      | (442,116)        | (730,662) |
| GROSS PROFIT                                    |                           | 112,446          | 120,050          | 38,579           | 39,629    |
| DISTRIBUTION COST                               |                           | (4,373)          | (4,883)          | (1,502)          | (870)     |
| ADMINISTRATIVE EXPENSES                         |                           | (33,791)         | (32,099)         | (11,064)         | (11,418)  |
| OTHER EXPENSES                                  |                           | (5,665)          | (6,313)          | (2,138)          | (2,065)   |
| OTHER INCOME                                    |                           | 6,349            | 9,097            | 5,891            | 104       |
| FINANCE COST                                    |                           | (813)            | (2,088)          | (76)             | (108)     |
| PROFIT BEFORE TAXATION AND LEVY                 |                           | 74,153           | 83,764           | 29,690           | 25,272    |
| LEVY  |                           | -                | -                | -                | -         |
| PROFIT BEFORE TAXATION                          |                           | 74,153           | 83,764           | 29,690           | 25,272    |
| TAXATION  |                           | (19,672)         | (6,036)          | (9,229)          | (6,909)   |
| PROFIT AFTER TAXATION                           |                           | 54,481           | 77,728           | 20,461           | 18,363    |
| EARNINGS PER SHARE - BASIC AND DILUTED (RUPEES) |                           | 4.14             | 5.90             | 1.55             | 1.39      |

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



## ARCTIC TEXTILE 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<br>2026     | 31 March<br>2025 | 31 March<br>2026 | 31 March<br>2025 |
|   | (Rupees in thousand) |                  |                  |                  |
| PROFIT AFTER TAXATION   | 54,481               | 77,728           | 20,461           | 18,363           |
| OTHER COMPREHENSIVE INCOME  |                      |                  |                  |                  |
| <b>Items that will not be reclassified subsequently to profit or loss</b> |                      |                  |                  |                  |
| Surplus on revaluation of property, plant and equipment                   | -                    | 62,995           | -                | -                |
| Related deferred income tax liability                                     | -                    | (8,966)          | -                | -                |
|   | -                    | 54,029           | -                | -                |
| <b>Items that may be reclassified subsequently to profit or loss</b>      |                      |                  |                  |                  |
| Other comprehensive income for the period - net of tax                    | -                    | 54,029           | -                | -                |
| <b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>                          | <b>54,481</b>        | <b>131,757</b>   | <b>20,461</b>    | <b>18,363</b>    |

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER





## ARCTIC TEXTILE MILLS LIMITED

### CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited) FOR THE NINE MONTHS ENDED 31 MARCH 2026

|   | Nine months ended    |                  |
|---|----------------------|------------------|
|   | 31 March<br>2026     | 31 March<br>2025 |
|   | (Rupees in thousand) |                  |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                     |                      |                  |
| <b>Profit before taxation and levy</b>                          | 74,153               | 83,764           |
| <b>Adjustments for non-cash charges and other items:</b>        |                      |                  |
| Depreciation  | 38,779               | 34,197           |
| Gain on sale of property, plant and equipment                   | -                    | (8,618)          |
| Provision for staff retirement gratuity                         | 28,861               | 29,027           |
| Liability transferred from other company                        | 9,164                | -                |
| Finance cost  | 813                  | 2,088            |
|   | 151,770              | 140,458          |
| <b>Working capital changes</b>                                  |                      |                  |
| Net decrease / (increase) in current assets:                    |                      |                  |
| Stores, spare parts and loose tools                             | (7)                  | (76,888)         |
| Trade debts   | (35,851)             | (151,736)        |
| Loans and advances  | (3,151)              | (14,936)         |
| Short term deposits, prepayments and other receivables          | 19,749               | 28,356           |
|   | (19,260)             | (215,204)        |
| (Decrease) / increase in trade and other payables               | (120,754)            | 157,960          |
| <b>Cash generated from operations</b>                           | 11,756               | 83,214           |
| Finance cost paid   | (389)                | (1,513)          |
| Income tax and levy paid  | (26,810)             | (65,845)         |
| Staff retirement gratuity paid                                  | (18,841)             | (16,787)         |
| Net increase in long term deposits and prepayment               | -                    | (17,530)         |
| <b>Net cash used in operating activities</b>                    | (34,284)             | (18,461)         |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                     |                      |                  |
| Capital expenditure on property, plant and equipment            | (27,500)             | (21,463)         |
| Proceeds from sale of property, plant and equipment             | -                    | 29,777           |
| <b>Net cash generated from / (used in) investing activities</b> | (27,500)             | 8,314            |
| <b>NET (DECREASE) IN CASH AND CASH EQUIVALENTS</b>              | (61,784)             | (10,147)         |
| <b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b> | 83,286               | 23,840           |
| <b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>       | 21,502               | 13,693           |

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)  
FOR THE NINE MONTHS ENDED 31 MARCH 2026****1. THE COMPANY AND ITS OPERATIONS**

Arctic Textile Mills Limited (the Company) is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017) on 27 February 1986 and listed on Pakistan Stock Exchange Limited on 30 October 1989. Its registered office is situated at P-102, Jail Road, Faisalabad. The Company manufactures and deals in all types of yarn and also deals in trading of fabric / made ups. The manufacturing facility of the Company is situated at 35 Kilometers, Main Sheikhpura Road, Mouza Johal, Tehsil Jaranwala, District Faisalabad.

**2. BASIS OF PREPARATION AND STATEMENT OF MATERIAL ACCOUNTING POLICY INFORMATION****2.1 Statement of compliance**

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and

- Provisions of, directives and notifications issued under the Companies Act, 2017.

Where the provisions of, directives and notifications issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of, directives and notifications issued under the Companies Act, 2017 have been followed.

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

**2.3 Statement of material accounting policy information**

The material accounting policy information applied in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual financial statements of the Company for the year ended 30 June 2025.

**2.4 Critical accounting estimates and judgments**

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

**2.5 Financial risk management**

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

| <b>Un-audited</b>           | <b>Audited</b> |
|-----------------------------|----------------|
| <b>31 March</b>             | <b>30 June</b> |
| <b>2026</b>                 | <b>2025</b>    |
| <b>(Rupees in thousand)</b> |                |

**3. TRADE AND OTHER PAYABLES**

|  |                |                |
|--|----------------|----------------|
| Creditors  | 41,123         | 118,742        |
| Gas Infrastructure Development Cess (GIDC) payable | 11,348         | 11,348         |
| Accrued liabilities                                | 130,433        | 167,188        |
| Income tax deducted at source                      | 891            | 393            |
| Sales tax payable                                  | 2,492          | 7,167          |
| Workers' profit participation fund                 | 7,198          | 10,930         |
| Workers' welfare fund                              | 11,515         | 9,562          |
|  | <b>205,000</b> | <b>325,330</b> |



**4. CONTINGENCIES AND COMMITMENTS**

**a) Contingencies**

- i)** Guarantees of Rupees 20 million (30 June 2025: Rupees 20 million) are given by the Bank of the Company to Sui Northern Gas Pipelines Limited (SNGPL) against gas connections.
- ii)** The Company filed writ petitions in Honorable Lahore High Court, Lahore on 17 August 2023 and 16 August 2024, against the recovery of demands having collective amount of Rupees 32.701 million (30 June 2025: Rupees 25.750 million) on increased rate of minimum wages raised by Employees Old Age Benefits Institution (EOBI). Keeping in view of the opinion of the legal counsel of the Company, the related provision is not made in these condensed interim financial statements as there are strong grounds of favorable outcome of the petitions.
- iii)** On 12 February 2026 Lahore High Court, Lahore decided the petition, filed on 30 July 2025, against the imposition of gas levy on the captive power plants under the Off the Grid (Captive Power Plants) Levy Ordinance, 2025, in favour of the Company by advising SNGPL to adjust the amount collected on this behalf. Amount receivable from SNGPL in respect of levy is Rupees 41.469 million (30 June 2025: Rupees 12.536 million).

**b) Commitments**

Commitments arising from short term lease to be recognised on a straight line basis as expense under the practical expedient applied by the Company with respect to IFRS 16 are of Rupees 10.877 million (30 June 2025: Rupees 50.628 million) which are to be paid within one year (30 June 2025: within one year).

**5. PROPERTY, PLANT AND EQUIPMENT**

|                                     | Un-audited<br>31 March<br>2026 | Audited<br>30 June<br>2025 |
|-------------------------------------|--------------------------------|----------------------------|
|                                     | (Rupees in thousand)           |                            |
| Operating fixed assets (Note 5.1)   | 558,969                        | 597,748                    |
| Capital work-in-progress (Note 5.2) | 27,500                         | -                          |
|                                     | 586,469                        | 597,748                    |

**5.1 Operating Fixed Assets**

|   |          |          |
|---|----------|----------|
| Opening book value  | 597,748  | 498,560  |
| Add:  |          |          |
| Cost of additions during the period / year                | -        | 130,220  |
| Effect of surplus on revaluation during the period / year | -        | 62,995   |
|   | 597,748  | 691,775  |
| Less: Book value of deletions during the period / year    | -        | (47,334) |
|   | 597,748  | 644,441  |
| Less: Depreciation charged during the period / year       | (38,779) | (46,693) |
|   | 558,969  | 597,748  |

**5.2 Capital work-in-progress**

|  |        |   |
|--|--------|---|
| Advance against electric installations | 27,500 | - |
|  | 27,500 | - |

**6. REVENUE FROM CONTRACTS WITH CUSTOMERS**

Whole of the revenue is earned from Pakistan and represents conversion and doubling income.

**7. TRANSACTIONS WITH RELATED PARTIES**

The related parties comprise of associate, directors and key management personnel. The Company in the normal course of business carries out transactions with various parties. Detail of transactions and balances with related parties are as follows:

|  | (Un-audited)         |                  |                  |                  |
|--|----------------------|------------------|------------------|------------------|
|  | Nine months ended    |                  | Quarter ended    |                  |
|  | 31 March<br>2026     | 31 March<br>2025 | 31 March<br>2026 | 31 March<br>2025 |
|  | (Rupees in thousand) |                  |                  |                  |
| <b>i) Transactions</b>                       |                      |                  |                  |                  |
| <b>Associate</b>                             |                      |                  |                  |                  |
| Purchase of goods and other shared services  | 60,900               | 215,095          | 22,800           | 53,022           |
| Revenue from conversion and doubling of yarn | 1,253,541            | 1,821,470        | 465,222          | 700,451          |
| Transfer of staff retirement gratuity        | -                    | 55,576           | -                | -                |



## ARCTIC TEXTILE MILLS LIMITED

| (Un-audited)         |                  |                  |                  |
|----------------------|------------------|------------------|------------------|
| Nine months ended    |                  | Quarter ended    |                  |
| 31 March<br>2026     | 31 March<br>2025 | 31 March<br>2026 | 31 March<br>2025 |
| (Rupees in thousand) |                  |                  |                  |

### Key management personnel

Remuneration, meeting fee and staff retirement gratuity paid to Chief Executive Officer, directors and executives

|        |        |       |       |
|--------|--------|-------|-------|
| 21,478 | 26,419 | 5,832 | 9,407 |
|--------|--------|-------|-------|

| Un-audited<br>31 March<br>2026 | Audited<br>30 June<br>2025 |
|--------------------------------|----------------------------|
| (Rupees in thousand)           |                            |

### ii) Period end balances

#### Associate

|                          |        |        |
|--------------------------|--------|--------|
| Trade debts              | 66,155 | 19,395 |
| Trade and other payables | 7,600  | -      |

### 8. DISCLOSURE REQUIREMENT FOR COMPANY NOT ENGAGED IN SHARIAH NON-PERMISSIBLE BUSINESS ACTIVITIES AS ITS CORE BUSINESS ACTIVITIES

| (Un-audited)         |                  |
|----------------------|------------------|
| Nine months ended    |                  |
| 31 March<br>2026     | 31 March<br>2025 |
| (Rupees in thousand) |                  |

|  |           |           |
|--|-----------|-----------|
| Revenue earned from shariah compliant business segment | 1,389,564 | 1,988,079 |
|--|-----------|-----------|

Source and detailed breakup of other income, including breakup of other or miscellaneous portions of other income into Shariah-compliant and non-compliant income

#### Shariah-compliant

|  |       |       |
|--|-------|-------|
| Gain / (loss) on sale of property, plant and equipment | -     | 8,043 |
| Scrap sales  | 6,061 | -     |

#### Non-compliant

|                                    |     |     |
|------------------------------------|-----|-----|
| Profit on saving account with bank | 288 | 478 |
|------------------------------------|-----|-----|

There were no late payments or liquidity damages during the period. Moreover the Company availed no borrowings from any bank and there was no bank deposit in Shariah compliant banks. Furthermore there were no long term or short term Shariah compliant / conventional investments.

### 9. DATE OF AUTHORIZATION FOR ISSUE

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



**10. CORRESPONDING FIGURES**

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

**11. GENERAL**

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

Handwritten signature of the Chief Executive Officer.

\_\_\_\_\_  
CHIEF EXECUTIVE OFFICER

Handwritten signature of the Director.

\_\_\_\_\_  
DIRECTOR

Handwritten signature of the Chief Financial Officer.

\_\_\_\_\_  
CHIEF FINANCIAL OFFICER

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*If undelivered please return to:*

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