

September 28, 2026

The General Manager,
Pakistan Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road,
Karachi.

Subject: Financial Results for the Year Ended June 30, 2026 (Audited)

Dear Sir,

This is to inform you that the Board of Directors of **Suraj Cotton Mills Limited**, in their meeting held on Monday, **September 28, 2026 at 12:00 P.M.** through a video link, reviewed and approved the Annual Audited Financial Statements of the company for the year ended June 30, 2026 and recommended the following entitlements;

1. **Cash Dividend:** For the financial year ending June 30, 2026, the Company has announced a cash dividend of PKR 10/- per share, i.e., 100%.
2. **Bonus Shares:** Nil
3. **Right Shares:** Nil
4. **Any other entitlement/corporate action:** Nil
5. **Any other price-sensitive information:** Nil

The Annual Audited Financial Results of the Company for the year ended June 30, 2026 are enclosed as **Annexure A.**

The Annual General Meeting of the company will be held on October 22, 2026, at 10:00 A.M at the Corporate Head Office, Lahore.

The above entitlement will be paid to the shareholders whose names will appear in the register of members on Wednesday, October 14, 2026. The share transfer books of the company will remain closed from Thursday, October 15, 2026 to Thursday, October 22, 2026 (both days inclusive).

Transfers received in order up to the close of business on Wednesday, October 14, 2026 at the office of our registrar will be treated in time for the purpose of the above entitlement to the transferees.

The Annual Report of the Company for the year ended June 30, 2026 will be transmitted through PUCARS separately, within the specified time.

Yours sincerely,

For Suraj Cotton Mills Limited



Maria Atif
Company Secretary

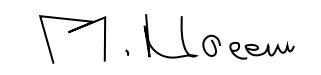
Statement of Financial Position

as at 30 June 2026

	2026	2025
	(Rupees in thousand)	
EQUITY AND LIABILITIES		
Share capital and reserves		
Authorized share capital		
100,000,000 (2025: 100,000,000)		
ordinary shares of Rupees 10 each	1,000,000	1,000,000
Issued, subscribed and paid-up share capital	488,094	488,094
Reserves	15,094,079	13,057,701
Total equity	15,582,173	13,545,795
LIABILITIES		
Non-current liabilities		
Long term financing - secured	1,866,470	2,470,692
Deferred liabilities	1,545,745	1,586,297
	3,412,215	4,056,989
Current liabilities		
Trade and other payables	4,579,435	3,723,063
Contract liabilities - un-secured	96,366	113,296
Accrued mark-up	6,642	38,841
Short term borrowings	145,444	1,164,739
Current portion of non-current liabilities	1,149,741	1,153,152
Taxation and levy - net	525,996	489,700
Unclaimed dividend	8,577	8,577
	6,512,201	6,691,368
TOTAL LIABILITIES	9,924,416	10,748,357
CONTINGENCIES AND COMMITMENTS		
TOTAL EQUITY AND LIABILITIES	25,506,589	24,294,152


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

Statement of Financial Position

as at 30 June 2026

	2026	2025
	(Rupees in thousand)	
ASSETS		
Non-current assets		
Property, plant and equipment	8,186,583	8,546,997
Investment properties	472,690	472,690
Long term investments	2,091,870	1,364,971
Long term deposits	129,284	129,284
	10,880,427	10,513,942
Current assets		
Stores, spare parts and loose tools	466,778	567,742
Stock-in-trade	5,170,261	7,389,621
Trade debts	3,324,841	3,220,558
Loans and advances	57,767	144,171
Short term deposits and prepayments	213,665	81,194
Other receivables	92,935	968,188
Short term investments	5,068,534	1,238,626
Cash and bank balances	109,173	163,444
	14,503,954	13,773,544
Non-current assets classified as held for sale	122,208	6,666
	14,626,162	13,780,210
TOTAL ASSETS	25,506,589	24,294,152


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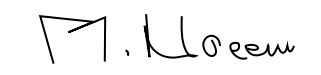
Statement of Profit or Loss

For the year ended 30 June 2026

	2026	2025
	(Rupees in thousand)	
Revenue from Contracts with Customers	28,650,080	27,411,458
Cost of Sales	(25,838,065)	(25,124,439)
Gross Profit	2,812,015	2,287,019
Distribution Cost	(261,102)	(268,136)
Administrative Expenses	(366,434)	(303,983)
Other Expenses	(237,038)	(159,789)
	(864,574)	(731,908)
	1,947,441	1,555,111
Other Income	594,577	645,324
Profit from Operations	2,542,018	2,200,435
Finance Cost	(126,193)	(189,894)
PROFIT BEFORE LEVY AND TAXATION	2,415,825	2,010,541
Levy	(23,280)	(131,612)
PROFIT BEFORE TAXATION	2,392,545	1,878,929
Taxation	(591,578)	(760,246)
PROFIT AFTER TAXATION	1,800,967	1,118,683
Earnings per share - basic and diluted (Rupees)	36.90	22.92


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Statement of Comprehensive Income

For the year ended 30 June 2026

	2026	2025
	(Rupees in thousand)	
PROFIT AFTER TAXATION	1,800,967	1,118,683
OTHER COMPREHENSIVE INCOME		
<i>Items that will not be reclassified to profit or loss:</i>		
Fair value adjustment arising on remeasurement of investments at fair value through other comprehensive income - net of tax	479,459	536,148
Items that may be reclassified subsequently to profit or loss	-	-
Other comprehensive income for the year - net of tax	479,459	536,148
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	2,280,426	1,654,831


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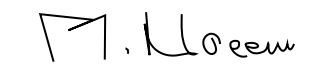
Statement of Changes in Equity

For the year ended 30 June 2026

	Reserves								Total	Total Equity
	Share Capital	Capital reserves			Revenue Reserves					
		Share premium reserve	Fair value reserve on FVTOCI investments	Sub Total	General Reserve	Un-appropriated Profit	Sub Total			
	------(Rupees in thousand)-----									
Balance as at 30 June 2024	488,094	29,000	78,007	107,007	3,714,000	7,825,911	11,539,911	11,646,918	12,135,012	
Transactions with owners:										
Final dividend for the year ended 30 June 2024 @ Rupees 5 per share	-	-	-	-	-	(244,048)	(244,048)	(244,048)	(244,048)	
Transfer of gain on disposal of FVTOCI investment to retained earnings	-	-	(190,524)	(190,524)	-	190,524	190,524	-	-	
Profit for the year	-	-	-	-	-	1,118,683	1,118,683	1,118,683	1,118,683	
Other comprehensive income for the year	-	-	536,148	536,148	-	-	-	536,148	536,148	
Total comprehensive income for the year	-	-	536,148	536,148	-	1,118,683	1,118,683	1,654,831	1,654,831	
Balance as at 30 June 2025	488,094	29,000	423,631	452,631	3,714,000	8,891,070	12,605,070	13,057,701	13,545,795	
Transactions with owners:										
Final dividend for the year ended 30 June 2025 @ Rupee 5 per share	-	-	-	-	-	(244,048)	(244,048)	(244,048)	(244,048)	
Transfer of gain on disposal of FVTOCI investments to retained earnings	-	-	(134,445)	(134,445)	-	134,445	134,445	-	-	
Profit for the year	-	-	-	-	-	1,800,967	1,800,967	1,800,967	1,800,967	
Other comprehensive income for the year	-	-	479,459	479,459	-	-	-	479,459	479,459	
Total comprehensive income for the year	-	-	479,459	479,459	-	1,800,967	1,800,967	2,280,426	2,280,426	
Balance as at 30 June 2026	488,094	29,000	768,645	797,645	3,714,000	10,582,434	14,296,434	15,094,079	15,582,173	


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Statement of Cash Flows

For the year ended 30 June 2026

	2026 (Rupees in thousand)	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash generated from operations	6,722,629	550,943
Finance cost paid	(158,392)	(209,330)
Workers' profit participation fund paid	(107,978)	(105,988)
Income tax and levy paid	(559,506)	(468,462)
Profit on bank deposits received	14,738	18,778
Increase in long term deposits	-	(110,217)
Net cash generated from / (used in) operating activities	5,911,491	(324,276)
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure on property, plant and equipment	(585,409)	(894,942)
Proceeds from disposal of property, plant and equipment	31,140	104,400
Investments made	(8,742,680)	(3,907,848)
Investments disposed of	5,028,505	5,426,533
Dividends received	190,274	105,474
Interest received	28,078	24,198
Proceeds from disposal of non-current assets classified as held for sale	77,110	24,038
Net cash (used in) / from investing activities	(3,972,982)	881,853
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term financing	(729,437)	(717,885)
Short term borrowings - net	(1,019,295)	187,732
Dividend paid	(244,048)	(242,784)
Net cash used in financing activities	(1,992,780)	(772,937)
Net decrease in cash and cash equivalents	(54,271)	(215,360)
Cash and cash equivalents at the beginning of the year	163,444	378,804
Cash and cash equivalents at the end of the year	109,173	163,444


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