



FAZAL CLOTH MILLS LIMITED

Ref:- FCML/26/CAD/020

Dated:- September 30, 2026

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

Dear Sir,

Ref: **FINANCIAL RESULTS FOR THE YEAR ENDED JUNE 30, 2026**

We have to inform you that the Board of Directors of our Company in their meeting held on Wednesday, September 30, 2026 at 03:00 p.m. at the Head Office of the Company at 59/3, Abdali Road Multan considered and approved the audited financial statements of the Company for the year ended June 30, 2026 and recommended the following.

CASH DIVIDEND	150%
BONUS SHARES	Nil
Right Shares	Nil
Any other entitlement/Corporate Action	Nil

Following financial statements of the Company are attached.

1. Statement of Financial Position;
2. Statement of Profit or Loss ;
3. Statement of Changes in Equity; and
4. Statement of Cash Flows.

The Annual General Meeting of the Company will be held on Wednesday, October 28, 2026 at 11.30 a.m. at Lahore. The Share transfer Books of the Company will be closed from October 22, 2026 to October 28, 2026 (both days inclusive). Transfers received by the Shares Registrar of the Company, M/s. Vision Consulting Limited, LDA Flats Lahore up to the close of business on October 21, 2026 will be treated in time for the purpose of attendance of the Annual General Meeting.

The Annual Financial Statements (Annual Report) of the Company will be transmitted through PUCARS atleast 21 days before holding the Annual General Meeting.

You may please inform the TRE Certificate Holders of the Exchange accordingly.

For and on behalf of Fazal Cloth Mills Ltd


Basharat Hashmi
(Company Secretary)

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Registered Office: 69/7, Abid Majeed Road, Survey # 248/7, Lahore Cantt, Ph: +92 042-36684909

Fazal Cloth Mills Limited
Statement Of Financial Position
As at June 30, 2026

		2026	2025 Restated	2024 Restated
	Note	----- Rupees -----		
Assets				
Non current assets				
Property, plant and equipment	7	68,121,301,064	52,167,363,593	52,090,033,687
Long term investments	8	12,999,375,653	10,248,129,438	7,639,002,089
Long term advances and mark-up accrued	9	-	-	-
Long term deposits		25,733,193	25,733,193	110,640,293
		81,146,409,910	62,441,226,224	59,839,676,069
Current assets				
Stores, spare parts and loose tools	10	2,361,907,044	2,310,844,034	2,046,801,806
Stock-in-trade	11	29,564,029,613	33,661,545,599	23,730,084,196
Trade debts	12	15,240,449,784	12,266,998,305	12,079,342,689
Advances and other receivables	13	372,535,068	324,107,024	217,229,996
Deposits, prepayments and other receivables	14	456,797,456	642,810,677	269,417,471
Mark-up accrued	15	28,949,068	19,085,522	4,281,883
Short term investment	16	1,011,636,000	608,389,200	315,914,400
Sales tax refundable and adjustable		1,203,795,079	2,056,456,838	565,170,561
Income tax refundable - net		190,577,425	-	-
Cash and bank balances	17	1,843,903,430	1,122,291,188	713,418,102
		52,274,579,967	53,012,528,387	39,941,661,104
Total assets		133,420,989,877	115,453,754,611	99,781,337,173
Equity and Liabilities				
Share capital and reserves				
Authorised capital		1,700,000,000	1,700,000,000	1,700,000,000
30,000,000 ordinary shares of Rs.10 each				
Issued, subscribed and paid-up capital	18	300,000,000	300,000,000	300,000,000
Other capital reserves	19	22,426,424,507	19,675,278,292	2,066,150,943
Revaluation surplus on property, plant and equipment	20	38,641,229,404	24,671,468,956	25,630,012,233
Unappropriated profit - revenue reserves		14,309,625,467	11,790,510,792	25,559,495,981
Total equity		75,677,279,378	56,437,258,040	53,555,659,157
Non current liabilities				
Long term financing - secured	21	11,775,026,476	11,168,050,617	12,715,332,537
Long term musharika - secured	22	12,783,883,426	7,956,146,606	2,509,641,813
Lease liability - unsecured	23	59,976,512	66,442,445	70,677,725
Deferred liabilities:				
-Staff retirement benefit	24	571,560,377	604,292,806	576,427,439
-Deferred taxation	24	-	-	-
		25,190,446,791	19,794,932,474	15,872,079,514
Current liabilities				
Current portion of non-current liabilities	25	5,314,333,841	4,311,481,264	3,835,167,740
Short term borrowings - secured	26	16,342,042,625	23,537,764,673	17,717,675,277
Contract liabilities	27	1,402,712,995	1,294,316,323	438,053,016
Trade and other payables	28	8,739,995,892	8,996,266,832	6,387,042,998
Unclaimed dividend		21,977,192	21,977,192	22,002,980
Accrued mark-up	29	732,201,163	882,273,218	1,320,363,612
Provision for income tax and levies - net		-	177,484,595	633,292,879
		32,553,263,708	39,221,564,097	30,353,598,502
Total liabilities		57,743,710,499	59,016,496,571	46,225,678,016
Contingencies and commitments	30			
Total equity and liabilities		133,420,989,877	115,453,754,611	99,781,337,173

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

Chief Executive Officer

Director

Chief Financial Officer

SHC

Fazal Cloth Mills Limited
Statement Of Profit Or Loss
For the Year Ended June 30, 2026

		2026	2025 Restated
	Note	---- Rupees ----	
Revenue from contracts with customers - net	31	96,023,702,425	90,002,392,849
Cost of sales	32	(87,077,550,206)	(82,305,647,102)
Gross profit		8,946,152,219	7,696,745,747
Selling and distribution expenses	33	(516,239,188)	(516,633,533)
Administrative expenses	34	(931,722,797)	(900,286,707)
Other income	35	1,003,792,838	919,609,990
Other expenses	36	(350,915,267)	(304,017,262)
Profit from operations		8,151,067,805	6,895,418,235
Finance cost	37	(5,110,634,775)	(5,289,502,756)
Profit before levies and income tax		3,040,433,030	1,605,915,479
Levies	38.1	(1,205,473,700)	(1,080,686,437)
Profit before income tax		1,834,959,330	525,229,042
Income tax	38.2	(261,861,797)	(142,464,418)
Profit after taxation		1,573,097,533	382,764,624
Earnings per share - basic and diluted		52.44	12.76

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



Chief Executive Officer



Director

SHC



Chief Financial Officer

Fazal Cloth Mills Limited
Statement Of Changes In Equity
For the Year Ended June 30, 2026

	Capital reserves						Revenue reserve		
	Share capital	Share premium	Redemption reserve	Fair value reserve	Revaluation surplus on property, plant and equipment	Reserve against capacity expansion	Sub-total	Unappropriated profit	Total
-----R u p e s-----									
Balance as at June 30, 2024 - as previously reported	300,000,000	77,616,000	175,000,000	1,756,765,395	18,554,848,169	-	20,564,229,564	23,457,160,434	44,321,389,998
Effect of retrospective restatement of deferred taxation (note 6)	-	-	-	56,769,548	7,075,164,064	-	7,131,933,612	2,102,336,547	9,234,269,159
Balance as at June 30, 2024 - Restated	300,000,000	77,616,000	175,000,000	1,813,534,943	25,630,012,233	-	27,696,163,176	25,559,495,981	53,555,659,157
Total comprehensive income for the year ended June 30, 2025									
Profit for the year	-	-	-	2,609,127,349	-	-	2,609,127,349	382,764,624 (110,293,090)	2,498,834,259
Other comprehensive income / (loss)	-	-	-	2,609,127,349	-	-	2,609,127,349	272,471,534	2,881,598,883
Surplus transferred to un-appropriated profit on account of incremental depreciation charged during the year	-	-	-	-	(913,929,684)	-	(913,929,684)	913,929,684	-
Transfer from surplus on revaluation of fixed assets on disposal	-	-	-	-	(44,613,593)	-	(44,613,593)	44,613,593	-
Transfer of reserves	-	-	-	-	15,000,000,000	15,000,000,000	15,000,000,000	(15,000,000,000)	-
Balance as at June 30, 2025 - Restated	300,000,000	77,616,000	175,000,000	4,422,662,292	24,671,468,956	15,000,000,000	44,346,747,248	11,790,510,792	56,437,258,040
Total comprehensive income for the year ended June 30, 2026									
Profit for the year	-	-	-	2,751,146,215	14,902,603,674	-	17,653,749,889	1,573,097,533	1,573,097,533
Other comprehensive income / (loss)	-	-	-	2,751,146,215	14,902,603,674	-	17,653,749,889	13,173,916	17,666,923,805
Surplus transferred to un-appropriated profit on account of incremental depreciation charged during the year	-	-	-	-	(863,682,015)	-	(863,682,015)	863,682,015	-
Transfer from surplus on revaluation of fixed assets on disposal	-	-	-	-	(69,161,211)	-	(69,161,211)	69,161,211	-
Balance as at June 30, 2026	300,000,000	77,616,000	175,000,000	7,173,808,507	38,641,229,404	15,000,000,000	61,067,653,911	14,309,625,467	75,677,279,378

the annexed notes form an integral part of these financial statements

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Chief Executive Officer

Director

Chief Financial Officer



Fazal Cloth Mills Limited
Statement of Cash Flows
For the Year Ended June 30, 2026

Cash flows from operating activities

	Note	2026 ---- Rupees ----	2025
Profit before taxation		3,040,433,030	1,605,915,479
Adjustments for:			
Depreciation on property, plant and equipment	7.1.1	2,249,731,322	2,293,296,740
Unrealized gain on re-measurement of short term investment	16.1	(403,246,800)	(292,474,800)
(Reversal) / loss allowance against trade debts	36	5,016,490	(51,935,105)
Provision for gratuity	24.1.3	262,152,262	268,930,768
Provision for infrastructure cess		761,625,963	813,832,944
Provision for workers' profit participation fund	36	116,868,726	45,837,857
Provision for workers' welfare fund	36	9,251,334	33,709,232
Loss on disposal of property, plant and equipment	7.2	91,358,877	36,855,339
Fixed assets' written off	7.1	42,149,731	-
Dividend income	35	(414,684,186)	(483,798,217)
Provision for slow moving store items		-	6,372,038
Finance income on Term finance certificate		(109,454,459)	(42,990,435)
Finance cost		5,110,634,775	5,289,502,756
Cash generated from operations before working capital changes		10,761,837,065	9,523,054,596

Effect on cash flows due to working capital changes

(Increase) / decrease in current assets:

Stores, spares and loose tools	(51,063,010)	(270,414,266)
Stock-in-trade	4,097,515,986	(9,931,461,403)
Trade debts	(2,978,467,969)	(135,720,511)
Advances and other receivable	(48,428,044)	(106,877,028)
Deposits, prepayments and other receivables	186,013,221	(373,393,206)
	1,205,570,184	(10,817,866,414)

Increase / (decrease) in current liabilities:

Trade and other payables	(1,035,620,291)	2,572,107,108
Cash generated from operations	10,931,786,958	1,277,295,290

Gratuity paid to employees
Taxes paid - net

24.1.2	(281,710,775)	(351,358,491)
	(982,735,758)	(3,170,245,416)
	(1,264,446,533)	(3,521,603,907)
	9,667,340,425	(2,244,308,617)

Net cash generated from / (used in) operating activities

Cash flows from investing activities

Fixed capital expenditure		(3,458,771,685)	(2,444,240,116)
Proceeds from sale of property, plant and equipment	7.2	24,197,958	36,758,131
Investment in Subsidiary Company		(100,000)	-
Long term deposits		-	84,907,100
Finance income received		99,590,913	14,914,355
Dividend received from associated company		414,684,186	483,798,217
Net cash used in investing activities		(2,920,398,628)	(1,823,862,313)

Cash flows from financing activities

Long term financing obtained		4,284,894,465	2,774,638,954
Long term financing repaid		(3,368,836,091)	(2,993,242,097)
Long term musharika obtained		6,562,320,295	5,489,548,859
Long term musharka repaid		(1,043,044,067)	(897,210,735)
Short term borrowings - net		(7,285,975,890)	3,858,713,895
Lease rentals paid		(14,147,666)	(12,861,533)
Finance cost paid		(5,250,794,423)	(5,703,893,040)
Dividend paid		-	(25,788)
Net cash (used in) / generated from financing activities		(6,115,583,397)	2,515,668,515
Net increase / (decrease) in cash and cash equivalents		631,358,400	(1,552,502,415)
Cash and cash equivalents at beginning of the year		(2,095,383,155)	(542,880,740)
Cash and cash equivalents at end of the year		(1,464,024,755)	(2,095,383,155)

Cash and cash equivalents at year end comprises of:

Cash and bank balances	1,843,903,430	1,122,291,188
Running finance / running musharika	(3,307,928,185)	(3,217,674,343)
	(1,464,024,755)	(2,095,383,155)

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

[Signature]

Chief Executive Officer

[Signature]

Director

SHC

[Signature]

Chief Financial Officer