



**REDCO
TEXTILES LIMITED**

ISO 9001 Certified

Annual Report 2026



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REDCO TEXTILES LIMITED

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Company Information

Board of Directors

Mrs. Manizah Saif
Mrs. Sarah Muhammad Saya
Mr. Junaid Khan
Mr. Yousuf Hassan Khan
Mr. Ahsan Ur Rehman Khan
Ms. Ayesha Saif Khan
Mrs. Samina Asad Khan

Chairperson
Chief Executive

Chief Financial Officer

Mr. Monim Ul Haq

Company Secretary

Mr. Muhammad Kashif

Auditors

Mushtaq & Co, Chartered Accountants

Audit Committee

Mr. Yousuf Hassan Khan
Mrs. Manizah Saif
Mr. Ahsan Ur Rehman Khan

Chairman
Member
Member

HR and Remuneration Committee

Mr. Yousuf Hassan Khan
Mrs. Sarah Muhammad Saya
Mrs. Manizah Saif

Chairman
Member
Member

Registered Office

Redco Textiles Limited, Redco Arcade, 78 -E, Blue Area, Islamabad 44000, Pakistan.
Tel: (+92-51) 2344251-57 Fax: (+92-51) 2344256 E-mail: sales@redcogroup.com

Mills

Redco Textiles Limited, 3-KM, Rawat-Kallar Seydan Road, P.O Sagri, Rawat, Rawalpindi. Tel: (+92-51) 4610402-4 Fax: (+92-51) 4610401
E-mail: redcotextilemills@redcogroup.com



VISION

To become a **fully Integrated** textiles group, capable of developing **profitable** relationships with the world's brands.

To launch our own **finished products brands**.

The company shall strive to become a market leader in its fields of operation with an emphasis on providing **innovative** and high **quality** products.





MISSION

To provide **quality** products to customers and explore new markets to **expand sales** of the company.

To cultivate a dynamic team for achieving optimum prices for the company's products for **profitable** and sustainable growth.





NOTICE OF 35th ANNUAL GENERAL MEETING

Notice is hereby given that 35th Annual General Meeting of the members of Redco Textiles Limited will be held at its Registered Office at Redco Arcade, 78-E, Blue Area, Islamabad on Wednesday, 28th October 2026 at 09:00 AM to transact the following business:

Ordinary Business:

- 1) To confirm the minutes of Extraordinary General Meeting held on 9th February 2026.
- 2) To receive, consider and adopt the annual audited financial statements for the year ended 30th June 2026 along with Directors and Auditors reports thereon.

In accordance with the section 223 of the Companies Act, 2017, and pursuant to S.R.O 389(1)/2023 dated March 21, 2023, the financial statements of the Company have been uploaded on the website of the Company which can be downloaded for the following link and QR enabled code:

Weblink: <https://redcotextiles.com/wp-content/uploads/2026/10/Annual-Report-2026.pdf>

QR Enabled Code:



The annual report for the year ended June 30, 2026 is also available on website of the Company i.e., <https://redcotextiles.com>

- 3) To appoint Auditors of the Company for the financial year ending 30th June 2027 and to fix their remuneration. The present Auditors, M/s Mushtaq & Co. Chartered Accountants, being eligible offer themselves for reappointment.

Special Business:

- 4) To ratify and approve the transactions conducted by the Company with related parties as disclosed in the financial statements for the year ended June 30, 2026 by passing the following resolutions with or without modifications as special resolutions:

RESOLVED THAT the transactions conducted with related parties by the Company from time to time as disclosed in the financial statements for the year ended June 30, 2026 be and are hereby ratified, approved and confirmed.

FURTHER RESOLVED THAT the Board of Directors of the Company is authorized to approve the transactions conducted with the related parties as disclosed in the note 35 of the financial statements for the year ended 30 June 2026 be and are hereby ratified, approved and confirmed.

(Attached to this notice is a statement of Material Facts covering the above-mentioned Special Business, as required under section 134(3) of the Companies Act, 2017)

Other Business:

- 5) To consider any other business with permission of the chair.

Notes:

- a) The Share Transfer Books of the Company will remain closed from 21st October to 28th October 2026 (both days inclusive).
- b) A member entitled to attend and vote at the meeting may appoint any other member as his/ her proxy to attend and vote.
- c) The proxy to be valid must be in writing and received at the registered office of the company not later than 48 hours before the time of meeting and must be stamped, signed and witnessed.
- d) Members are requested to notify the Company regarding change in their addresses, if any.
- e) CDC shareholders desiring to attend the meeting are requested to bring their original National Identity Card, Account and Participants ID number, for identification purpose. In case of corporate entity, the Original or duly authenticated Board of Directors' resolution / power of attorney with specimen signature of the nominee shall be produced at the time of the Meeting.
- f) In compliance with SECP, the audited financial statements and reports of the Company for the year ended June 30, 2026, & notice of AGM to be held on October 28, 2026 are being placed on the Company's website: www.redcotextiles.com
- g) Pursuant to the instructions of Securities and Exchange Commission of Pakistan (SECP) vide its Circular No. 4 of 2021 dated February 15, 2021 facility of online meeting through Zoom Platform is also available for shareholders to attend/participate in Annual General Meeting. To attend the Annual General Meeting through video link, members and proxies are requested to register their particulars such as Name, CNIC Number, Folio/CDC Account Number, Cell Number and E-mail Address by sending an e-mail at kashif.muhammad135@gmail.com at earliest but not later than 48 hours before the Meeting time with legible copy of valid CNIC/Passport. The video link and login credentials will be shared with the shareholders whose e-mails containing all the requested particulars are received in time as mentioned above.
- h) In accordance with Company policy and applicable regulatory guidelines, no gifts or incentives shall be distributed at any General Meeting. Shareholders are also respectfully requested to refrain from bringing or presenting any gifts during the meeting.
- i) As per Section 72 of the Companies Act, 2017, every existing listed company shall be required to replace its physical shares with book-entry form in a manner as may be specified and from the date notified by the Commission, within a period not exceeding four years from the commencement of this Act, i.e., May 30, 2017. The Shareholders having physical shareholding are encouraged to open a CDC sub-account with any of the brokers or an Investor Account directly with CDC to place their physical shares into scripless form, this will facilitate them in many ways, including safe custody and sale of shares, any time they want, as the trading of physical shares is not permitted as per existing regulations of the Pakistan Stock Exchange Limited.
- j) Pursuant to Section 132(2) & section 134(b) of the Companies Act, 2017, if Company receives consent from Shareholders holding aggregate 10% or more shareholding residing at geographical location to participate in the meeting through video conference at least 7 days prior to the date of meeting, the Company will arrange video conference facility in that city subject to availability of such facility in that city.
- k) Pursuant to Companies (Postal Ballot) Regulations, 2018 for the purpose of passing special resolution; subject to the requirements of Section 143 and 144 of the Companies Act, 2017 members will be allowed to exercise their right of vote through postal ballot i.e. voting by post or through any electronic mode; in accordance with the requirements and procedure contained in the aforesaid Regulations.

Detail of E-Voting facility will be shared through e-mail with those members of the company who have valid cell numbers / e-mail addresses available in the Register of Members of the Company by the end of business on October 20, 2026 maintained by Corplink (Private) Limited being the e-voting service provider of the Company. Identity of the members intending to cast vote through e-voting shall be authenticated through electronic signature or authentication for login. Members shall cast vote online from October 24, 2026, 9:00 A.M till October 27, 2026, 5:00 P.M. Voting shall close on October 27, 2026 at 5:00 P.M. Once the vote on the resolutions has been casted by a member, he/she shall not be allowed to change it subsequently.

Members may alternatively opt for voting through postal ballot. For the convenience of the members, Ballot Paper is annexed to this notice.

The members must ensure that the duly filled and signed ballot paper, along with a copy of the Computerized National Identity Card (CNIC) should reach the Chairman of the meeting through post at the Company's registered address, or email one day before the AGM, i.e., on October 27, 2026 before 5:00 P.M. A postal ballot received after this time / date shall not be considered for voting. The signature on the Ballot Paper shall match with the signature on the CNIC.

Statement Pursuant to Section 134 (3) of the Companies Act, 2017

Pursuant to Section 134 (3) of the Companies Act, 2017, this statement sets forth the material facts concerning the special business listed hereinabove, to be transacted at the Annual General Meeting of Redco Textiles Limited to be held on October 28, 2026.

Transactions with Related Parties

The Company routinely enters into arrangements and carries out transactions with its related parties during the year 2025-26 in accordance with its policies and the applicable laws and regulations.

Party-wise details of such related party transactions are given below:

Name of Related Party	Transaction Type	Rupees in PKR
Redco Pakistan Limited	Inter company advance / loan - receipts	719,579
Redco Pakistan Limited	Inter company advance / loan - payment	5,386,294
Saif Ur Rehman Khan	Borrowing from major share holder - payment	17,384,608

The nature of relationship with these related parties has also been indicated in the Note 35 to the financial statements of the Company for the year ended June 30, 2026. The Directors are interested in the resolution only to the extent of their common directorships and shareholdings (to the extent applicable) in such related parties.



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NOTICE FOR BALLOT PAPER AND E-VOTING FACILITY

For poll at the Annual General Meeting of Redco Textiles Limited to be held on Wednesday, October 28, 2026 at the Company's Registered Office address at: Redco Arcade, 78-E, Blue Area, Islamabad.

Designated email address of The Chairman at which the duly filled in ballot paper may be sent:

sales@redcogroup.com

Name of shareholder/joint shareholders	
Registered Address	
Folio No. / CDC Participant / Investor ID with sub account No	
Number of shares held	
CNIC, NICOP/Passport No. (in case of foreigner) (Copy to be attached)	
<u>Additional Information and enclosures</u> (In case of representative of body corporate, corporation and Federal Government.)	
Name of Authorized Signatory:	
CNIC, NICOP/Passport No. (In case of foreigner) of Authorized Signatory - (Copy to be attached)	

I/we hereby exercise my/our vote in respect of the following resolutions through postal ballot by conveying my/our assent or dissent to the following resolution by placing tick (✓) mark in the appropriate box below; (Delete as appropriate)

Special Business
Agenda # 4 To ratify and approve the transactions conducted by the Company with related parties as disclosed in the financial statements for the year ended June 30, 2026 by passing the following resolutions with or without modifications as special resolutions: RESOLVED THAT the transactions conducted with related parties by the Company from time to time as disclosed in the financial statements for the year ended June 30, 2026 be and are hereby ratified, approved and confirmed. FURTHER RESOLVED THAT the Board of Directors of the Company is authorized to approve the transactions conducted with the related parties as disclosed in the note 35 of the financial statements for the year ended 30 June 2026 be and are hereby ratified, approved and confirmed.



Sr. No.	Nature and Description of resolutions	No. of ordinary shares for which votes cast	I/We assent to the Resolutions (FOR)	I/We dissent to the Resolutions (AGAINST)
1	Resolution as per Agenda # 4 (as given above)			

Signature of shareholder(s)

Place: _____

Date: _____

NOTES:

1. Duly filled postal ballot should be sent to chairman at **Redco Arcade, 78-E, Blue Area, Islamabad** or through e-mail at **sales@redcogroup.com**
2. Copy of CNIC, NICOP/Passport No. (in case of foreigner) should be enclosed with the postal ballot form.
3. Postal ballot forms should reach chairman of the meeting on or before October 27, 2026 before close of business hours i.e. 17:00 PST. Any postal ballot received after this date, will not be considered for voting.
4. Signature on postal ballot should match with signature on CNIC, NICOP/Passport (in case of foreigner).
5. Incomplete, unsigned, incorrect, defaced, torn, mutilated, over written ballot paper will be rejected.

CHAIRMAN'S REVIEW REPORT

On behalf of the Board of Directors, I am pleased to present the Chairman's Review Report of Redco Textiles Limited for the year ended June 30, 2026. During the year under review, the Company continued its textile operations in a challenging business environment marked by cost pressures, competition and uncertainty in the domestic and international markets.

The Company recorded net sales of Rs. 1,795.99 million, compared with Rs. 1,800.50 million in the preceding year. Gross profit remained broadly stable at Rs. 259.88 million against Rs. 259.15 million in the previous year. However, operating profit declined to Rs. 107.58 million from Rs. 207.98 million, primarily reflecting higher other operating expenses, including an impairment loss of Rs. 87.91 million recognized during the year. Profit after taxation amounted to Rs. 5.57 million, compared with Rs. 175.63 million in the preceding year. The results were also affected by deferred tax expense of Rs. 90.68 million.

The textile sector continued to face challenges arising from inflationary pressures, volatility in energy and fuel prices, financing conditions, raw material costs and intense competition. Disruptions to transportation and supply chains, including those caused by strikes and road closures, also remain risks to business continuity and timely dispatches. In this environment, the Company remained focused on cost control, operational efficiency, working capital management and maintaining customer relationships.

The Board recognizes the importance of prudent financial management and effective oversight of the Company's operations and risks. The Company will continue to assess its operating requirements, improve resource utilization and evaluate opportunities for energy efficiency and modernization, subject to market conditions and available financial resources. The Board will work with management to address the challenges facing the business and to safeguard the long-term interests of the Company and its stakeholders.

The Board acknowledges the support and confidence of shareholders, customers, suppliers, financial institutions and other stakeholders. I also place on record my appreciation for the dedication and efforts of the management and employees during the year.

Islamabad
October 02, 2026



Manizah Saif
Chairperson

DIRECTORS' REPORT

In compliance with Section 227 of the Companies Act, 2017, the Directors of Redco Textiles Limited are pleased to present the 35th Annual Report along with the audited annual financial statements and Auditors' Report thereon for the year ended June 30, 2026, and other required information prescribed under the applicable Code of Corporate Governance.

Principal Activities

Redco Textiles Limited is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984, now the Companies Act, 2017, and listed on Pakistan Stock Exchange Limited. The principal activity of the Company is manufacturing and sale of yarn and greige fabric. The Company also generates revenue by conversion of yarn into fabrics.

Overview

During the financial year 2025-26, Pakistan's textile industry continued to face a challenging operating environment. Inflationary pressures, high energy and fuel prices, elevated input costs, financing conditions and uncertainty in domestic and international markets affected the operating environment for textile manufacturers. Domestic demand, price competition and imported fabric also remained important considerations for the weaving sector.

The Company's performance remained exposed to changes in customer demand, selling prices, raw material availability and the cost of utilities. Rising electricity, gas and fuel prices increased pressure on production and transportation costs, while inflation affected the cost of spares, maintenance and other operating expenses.

Strikes, road closures and transportation disruptions in Pakistan affected the movement of raw materials and finished goods, resulting in delays in procurement and dispatches. The Company continued to monitor these developments and manage production and dispatch planning accordingly.

Competition from local and imported fabrics, together with pressure on selling prices and higher operating costs, continued to pose challenges for domestic weaving operations. These factors may affect capacity utilization, margins and the Company's ability to pass increased costs on to customers.

Financial Highlights

During the year ended June 30, 2026, the Company recorded net sales of Rs. 1,796 million and gross profit of Rs. 260 million, compared with net sales of Rs. 1,800 million and gross profit of Rs. 259 million in the preceding year. Profit after taxation amounted to Rs. 5.57 million compared with Rs. 175.63 million in the previous year.

Operational and Financial Performance

By the grace of Almighty Allah, the management continued to take measures in the best interest of the Company amid stringent economic conditions, high energy costs and competitive pressures. The Company maintained gross profit broadly at the preceding year's level. However, operating profitability and profit after taxation were significantly affected by higher other operating expenses, including impairment of property, plant and equipment, and the deferred tax charge recognized during the year.

The profit before levies and income tax for the year ended June 30, 2026 is Rs. 118.70 million (June 30, 2025: Rs. 227.42 million). The performance of the year under review may be compared against the preceding year below:

	2026 Rupees	2025 Rupees
Sales - net	1,795,992,686	1,800,495,432
Cost of sales	(1,536,115,393)	(1,541,342,838)
Gross Profit	259,877,293	259,152,594
Distribution cost	(3,027,813)	(2,585,249)
Administrative expenses	(30,396,534)	(28,508,143)
Other operating expenses	(118,869,716)	(20,080,631)
	(152,294,063)	(51,174,023)
Operating Profit	107,583,230	207,978,571
Other income	13,771,700	22,286,137
	121,354,930	230,264,708
Finance cost	(2,657,357)	(2,845,934)
Profit before Levies & Taxation	118,697,573	227,418,774
Earnings per share (Rupees)	0.113	3.563

Net sales decreased marginally by approximately 0.25% compared with the preceding year, while gross profit increased slightly. Operating profit decreased to Rs. 107.58 million from Rs. 207.98 million, mainly due to the substantial increase in other operating expenses. The Company recognized an impairment loss of Rs. 87.91 million on property, plant and equipment during the year. Profit after taxation was further affected by deferred tax expense of Rs. 90.68 million. The prior year's profit also included higher other income, which contributed to the comparative difference.

Subsequent Events

There were no subsequent events identified that materially affect the performance, objectives or strategy of the Company, and no material change or commitment affecting the financial position of the Company between the year-end and the date of this report, other than matters disclosed in the financial statements.



Default of Repayments, Debts / Loans etc.

The Company recognizes its responsibility for timely repayment of its obligations. Based on the records available, no default on payment of loans or debts was recorded during the year under review.

Principal Risks and Uncertainties

The major risks and challenges faced by the Company include:

- Declining or pressured margins on local sales due to increased competition at local and regional levels.
- Changes in interest rates and availability of financing, which may affect finance costs and working capital.
- Inflationary increases in operating expenses, including wages, maintenance, raw materials and other inputs.
- Volatility in electricity, gas and fuel prices, which may increase manufacturing and transportation costs.
- Market and supply-chain disruptions arising from strikes, road closures, law-and-order conditions, political and economic uncertainty, changes in tax laws and other events in Pakistan.

The Company works with internal and external stakeholders to mitigate the likely impact of these risks. Management monitors internal and external developments and focuses on cost control, operational efficiency, working capital management and timely business reporting. However, the extent and duration of these risks remain subject to external economic and market conditions.

Change in Nature of Business

No change occurred during the financial year concerning the nature of the business of the Company or any other company in which the Company has an interest.

Non-Financial Performance

Company's non-financial performance in relation to important constituents is as follows.

- **Human Capital:** Human capital remains a cornerstone of organizational success. The Company recognizes that its long-term sustainability is closely linked to the growth and advancement of its workforce. Accordingly, the Company continues to invest in the professional development of its employees through structured in house programs and specialized outsourced training initiatives.
- **Relationship Capital:** The Company maintains strong and mutually beneficial relationships with its stakeholders, including customers, shareholders, and suppliers. The Company continues to produce and deliver high quality products that ensure maximum customer satisfaction, while sustaining highly positive and enduring associations with all its stakeholders.

- **Intellectual Capital:** Intellectual capital encompasses the Company's information systems, technological capabilities and organizational knowledge. The management recognizes that sustaining a competitive advantage requires continuous investment in and enhancement of its technological infrastructure. Accordingly, the Company continues to invest in modern information technology and digital capabilities to strengthen operational efficiency, enhance decision-making and remain abreast of evolving technological developments. These initiatives enable the Company to improve the quality and timeliness of services provided to its stakeholders while supporting its long-term growth and competitiveness.
- **Natural Capital:** Management is deeply committed to the preservation of natural capital to ensure a prosperous future for coming generations. In line with this commitment, the Company continues to expand its investments in solar-based power projects to contribute toward a cleaner environment. Furthermore, water resources are being utilized prudently to minimize wastage of this vital resource.

Sustainability and Corporate Social Responsibility (CSR)

The Company is conscious of its role as a responsible corporate citizen and remains committed to contributing positively to society and the environment. During the year:

- **Environmental Sustainability:** Energy-efficient practices were adopted to minimize wastage, and steps were taken to reduce carbon footprint in production.
- **Social Responsibility:** Safety and well-being of employees remained a top priority with continuous training and compliance with workplace safety standards.
- **Compliance with EPA Standards:** Initiatives are aligned with emerging Environmental, Social, and Governance (ESG) standards to ensure long-term sustainable growth.

Dividend Distribution

The Company follows a residual dividend policy. In order to conserve liquidity for working capital and business requirements, the Board of Directors has decided not to recommend any dividend for the year under review.

Internal Financial Controls

The Directors are aware of their responsibility with respect to internal financial controls. Through discussions with management and the internal and external auditors, the Directors consider that appropriate controls have been implemented by the Company. The system is subject to continuing review and any identified weaknesses are addressed by management.

Statement of Corporate and Financial Reporting Framework

In Compliance with Code of Corporate Governance, we give below statement of corporate and financial reporting framework:

1. The financial statements presented by the management of the company presents fairly its affairs, the results of its operations, cash flows and changes in equity.
2. Proper books of account of the company have been maintained.
3. International Financial Reporting Standards (IFRS) and International Accounting Standards (IAS), as applicable in Pakistan, have been followed in the preparation of the financial statements; any departure therefrom has been adequately disclosed.

4. Appropriate accounting policies have been consistently applied in preparation of financial statements.
5. The system of internal control is sound in design and it has been effectively implemented and monitored. The process review will continue and any weakness in internal control will be removed.
6. There are no significant doubts upon the listed Company's ability to continue as a going concern.
7. There has been no material departure from the best practices of corporate governance as detailed in listing regulations.
8. Key operating financial data for the last six years in summary form is annexed.
9. There are no levies and penalties due as at June 30, 2026.
10. All trades, if any, in the shares of the Company carried out during the year by its Directors, executives, their spouses and minor children, have been disclosed as per Law and Regulations.

Management's Responsibility towards Preparation and Presentation of Financial Statements

The Management is aware of its responsibility for the preparation and fair presentation of its financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of the Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Gender Pay Gap Statement

The Company is committed to promoting a workplace free from gender discrimination and ensuring equal pay regardless of gender. Employee remuneration is determined by factors including professional experience, tenure, education, job role, performance and market dynamics. Compensation is based on objective, merit-based criteria. The Company will continue to encourage diversity and inclusion in its workforce. The gender pay gap for the year ended June 30, 2026:

Mean Gender Pay Gap	-258.06% (2025: -293.65%)
Median Gender Pay Gap	-259.64% (2025: -299.04%)

Role of the Board and its Members to address Sustainability Risks and Opportunities

The Board is responsible for governance and oversight of sustainability risks and opportunities, including environmental, social and governance considerations, by setting the Company's sustainability strategies, priorities and targets to create long-term corporate value.

The Board supports policies that promote diversity, equity and inclusion and encourage gender equality and participation of women on the Board, in management and across the workforce.

Composition of the Board of Directors and Committees

The total number of directors is 7 as per the following:

- | | | |
|----|---------|----|
| a) | Male: | 03 |
| b) | Female: | 04 |

Composition:

Independent Directors	02
Non-Executive Directors	03
Executive Directors (including CEO)	02

Directors and Board Meetings

During the year, five Board meetings were held. Attendance was as follows:

Category	Director	Attendance
Non-Executive	Mrs. Manizah Saif (Chairperson)	05
Executive	Mrs. Sarah Muhammad Saya (CEO)	05
Independent	Mr. Junaaid Khan	05
Independent	Mr. Yousuf Hassan Khan	02
Non-Executive	Mr. Ahsan Ur Rehman Khan	05
Executive	Ms. Ayesha Saif Khan	05
Non-Executive	Mrs. Samina Asad Khan	01
Non-Executive	Mr. Khalid Rehman Khan (Former Director)	03
Independent	Mr. Irfan Ahmed Siddiqi (Former Director)	02

Audit Committee

The Board of Directors in compliance with the code of corporate governance established an audit committee. The names of the audit committee members are given in the 'Company Information page'.

HR and Remuneration Committee

The board of Directors in compliance with the code of corporate governance established an HR and Remuneration Committee. The names of HR and Remuneration committee members are given in the Company Information page'.

External Auditors

The audit committee and board of directors have recommended the re-appointment of M/s Mushtaq & Co. Chartered Accountants as external auditors up till the next Annual General Meeting.

Remuneration to Non-Executive / Independent Directors

The Board of Directors has approved a "Director's Remuneration Policy", the salient features of which are:

- No Director shall determine his/her own remuneration.
- The Directors shall be entitled to be paid all reasonable expenses, including travelling, hotel charges and other expenses incurred by them for attending meeting and for other business conducted for and on behalf of the Company.

Future Prospects

The weaving industry in Pakistan continues to face challenges, including fluctuating raw material prices, high energy and fuel costs, inflationary pressures, financing conditions and global competition. The Company will focus on operational efficiency, cost management, product quality



and effective utilization of its existing facilities. Management will continue to monitor market conditions and assess opportunities for improving productivity and energy efficiency.

The Company will continue to evaluate investment and modernization opportunities in plant and machinery in line with its operational requirements and financial resources. Its focus will remain on prudent working capital management, cost control, maintaining customer relationships and exploring opportunities to diversify its customer base and product mix.

The Board will continue to monitor the business environment and support management in implementing prudent strategies to address operational and financial challenges.

Pattern of Shareholding

The pattern of shareholding of the Company in accordance with the Companies Act, 2017 as at June 30, 2026 is annexed.

Acknowledgment

We submissively and respectfully bow our heads before Almighty Allah, the Most Gracious and Merciful, for His guidance and blessings, and hope that the Company will continue to be awarded His innumerable bounties.

We express our sincere appreciation to our valued shareholders, banks, customers, suppliers and other stakeholders for their continued support and cooperation. We also appreciate the commitment and efforts of our employees, whose services have contributed to the Company's operations during the year.

For and on behalf of the Board,

Manizah Saif
Director

Islamabad

Dated: October 02, 2026

Sarah Muhammad Saya
Chief Executive Officer

**STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019
REDCO TEXTILES LIMITED
FOR THE YEAR ENDING JUNE 30, 2026**

The Company has complied with the requirements of the Regulations in the following manner;

1. The total number of directors are 7 as per the following:
 - a) Male: 3
 - b) Female: 4
2. The composition of Board is as follows:

Category	Directors
Independent Directors	Mr. Yousuf Hassan Khan
	Mr. Junaid Khan
Non-executive Directors	Mrs. Manizah Saif
	Mr. Ahsan Ur Rehman Khan
	Mrs. Samina Asad Khan
Executive Directors	Mrs. Sarah Muhammad Saya
	Ms. Ayesha Saif Khan
Female Directors	Mrs. Sarah Muhammad Saya
	Mrs. Manizah Saif
	Mrs. Samina Asad Khan
	Ms. Ayesha Saif Khan

Fraction (0.33) related to the requirement for number of independent and executive directors each is less than 0.5 and therefore, has not rounded up as one.

3. All directors have confirmed that none of them is serving as a director in more than seven listed companies, including this company.
4. The Company has prepared a code of conduct and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.
5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the company. The Board has ensured that complete record of particulars of significant policies along with their date of approval or updating is maintained by the company.
6. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by the Board/shareholders as empowered by the relevant provisions of the Act and these Regulations.
7. The meetings of the Board were presided over by the Chairperson and, in her absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of the Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of the Board.



8. The Board has a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.
9. Majority of directors are exempt from Directors' Training program and Chief Executive Mrs. Sarah Muhammad Saya has completed Directors' Training Certification session in 2016.
10. The Board has approved appointment of chief financial officer, company secretary and head of internal audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations.
11. Chief financial officer and chief executive officer duly endorsed the financial statements before approval of the Board.
12. The Board has formed committees comprising of members given below:

a) Audit Committee

Mr. Yousuf Hassan Khan	Chairman
Mrs. Manizah Saif	Member
Mr. Ahsan Ur Rehman Khan	Member

b) HR and Remuneration Committee

Mr. Yousuf Hassan Khan	Chairman
Mrs. Sarah Muhammad Saya	Member
Mrs. Manizah Saif	Member

13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committee for compliance.
14. The frequency of meetings of the committee were as per following:
 - a) Audit Committee: Quarterly
 - b) HR and Remuneration Committee: Annually
15. The board has outsourced the internal audit function to M/s Muniff Ziauddin & Co. Chartered Accountants who are considered suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the company.
16. The statutory auditors of the company have confirmed that they have been given a satisfactory rating under the Quality Control Review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and that they and the partners of the firm involved in the audit are not a close relative (spouse, parent, dependent and non-dependent children) of the chief executive officer, chief financial officer, head of internal audit, company secretary or director of the company.

17. The statutory auditors or the people associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.
18. We confirm that all requirements of regulations 3, 6, 7, 8, 27, 32, 33 and 36 of the Regulations have been complied with.
19. Explanation for non-compliance with requirements, other than regulations 3, 6, 7, 8, 27, 32, 33 and 36 are below:

S. No.	Requirement	Explanation for Non-Compliance	Regulation No.
1	Representation of Minority shareholders: The minority members as a class shall be facilitated by the Board to contest election of directors by proxy solicitation.	No one has intended to contest election as director representing minority shareholders.	5
2	Responsibilities of the Board and its members: Adoption of the corporate governance practices.	Non-mandatory provisions of the CCG Regulations are partially complied.	10
3	Role of the Board and its members to address Sustainability Risks and Opportunities: Responsibility of the Board for governance and oversight of sustainability risks and opportunities and to make policies to promote diversity, equity and inclusion (DE & I).	The Board of Directors of Redco Textiles Limited oversees the Company's sustainability strategy, including ESG matters, climate-related risks, and opportunities. Sustainability-related responsibilities have been assigned to the Audit Committee. The Company intends to engage a consultant in the future to assist with compliance with applicable sustainability regulations.	10A
4	To Arrange Training for Directors, Female Executive and Head of Department	The Company has availed the maximum permissible exemptions available to eligible directors under the Directors' Training Program requirements. However, the remaining directors have not yet obtained the prescribed certification. Further, the Company did not arrange the relevant training for a female executive and a head of department	19



		during the year. As these requirements are recommendatory in nature, the Company intends to arrange the requisite training in due course.	
5	Nomination Committee: The Board may constitute a separate committee, designated as the nomination committee, of such number and class of directors, as it may deem appropriate in its circumstances.	Currently, the board has not constituted a separate Nomination Committee, and the functions are being performed by the Human Resource & Remuneration Committee.	29
6	Risk Management Committee: The Board may constitute the risk management committee, of such number and class of directors, as it may deem appropriate in its circumstances, to carry out a review of effectiveness of risk management procedures and present a report to the Board.	Currently, the board has not constituted a Risk Management Committee and the senior officers of the Company perform the requisite functions and apprise the board accordingly.	30
7	Disclosure of significant policies on website: The Company may post significant policies, brief synopsis of terms of references of its sub-committees and key elements of directors' remuneration policy on its website.	The requirement to disclose significant policies and other matters on the website is non-mandatory as per Regulation No. 35 and thus, the Company has not posted the same on its website. However, the Company is considering to post the same in future.	35

Manizah Saif
Director

Islamabad

Dated: October 02, 2026

Sarah Muhammad Saya
CEO / Director

Independent Auditor's Review Report

To the members of Redco Textiles Limited on the Statement of Compliance with the Code of Corporate Governance

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) prepared by the Board of Directors of Redco Textiles Limited for the year ended June 30, 2026 in accordance with the requirements of regulation 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Company's personnel and review of various documents prepared by the Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Company for the year ended June 30, 2026.

Place: Karachi
Dated: 02-October-2026
UDIN: CR202610043jRMCiFkGH

MUSHTAQ & CO
Chartered Accountants

Engagement Partner:
Zahid Hussain Zahid, FCA

Independent auditor's report to the members of Redco Textiles Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of **Redco Textiles Limited** ('the Company'), which comprise the statement of financial position as at June 30, 2026, and the statement of profit or loss, the statement of other comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies information and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2026 and of the profit, other comprehensive loss, the changes in equity and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matter(s)

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



We have determined the matters described below to be the key audit matters to be communicated in our report:

S. No.	Key audit matter	How the matter was addressed in our audit
1-	Additions to and impairment of property, plant and equipment (Refer note 3.6 and note 5 to the financial statements) During the year, the Company recorded additions to operating fixed assets of Rs. 525.59 million and recognised an impairment loss of Rs. 87.91 million relating to capital work in progress. Property, plant and equipment amounted to Rs. 3,088.61 million as at June 30, 2026. We identified this as a key audit matter due to the significance of property, plant and equipment to the financial statements, the extent of additions during the year, and the significant judgement involved in assessing capitalisation and determining the recoverable amount of impaired assets.	Our key audit procedures in this area amongst others included the following; • Tested additions on a sample basis against invoices, contracts, payment records and other supporting documents, and assessed whether the expenditure met the criteria for capitalisation. • Evaluated the classification of expenditure between capital work in progress and operating fixed assets, including the timing of transfers when assets became available for use. • Assessed management's identification of impairment indicators and evaluated the basis, assumptions and supporting evidence used to determine the recoverable amount of the affected assets. • Tested the calculation and recording of the impairment loss. • Evaluated the appropriateness of the related accounting policies and disclosures in accordance with the accounting and reporting standards applicable in Pakistan.

Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in annual report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017(XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

MUSHTAQ & CO.
CHARTERED ACCOUNTANTS

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provided the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, the statement of profit or loss, the statement of other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- d) no zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

The engagement partner on the audit resulting in this independent auditor's report is **Zahid Hussain Zahid, FCA**.

MUSHTAQ & CO
Chartered Accountants

Karachi.

Dated: 02-October-2026

UDIN: AR202610043rc65SpXLJ



FINANCIAL HIGHLIGHTS

2026	2025	2024	2023	2022	2021
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(Rupees in thousands)

Profit and Loss

Net Sales	1,795,993	1,800,495	1,470,172	870,963	728,594	495,470
Gross Profit/(Loss)	259,877	259,153	105,460	49,780	65,847	36,803
Profit/(Loss) Before Levies & Income Tax	118,698	227,419	169,913	94,111	26,905	48,390
Profit/(Loss) After Taxation	5,568	175,631	212,080	77,845	17,489	55,441

Cash Outflows

Taxes Paid	60,357	12,958	(101,237)	147,358	12,827	25,979
Financial Charges Paid	2,657	2,846	2,677	1,845	954	1,907
Fixed Capital Expenditures	525,586	196,008	-	149,643	435,593	376,011

Balance Sheet

Current Assets	982,979	1,239,983	1,220,838	1,418,841	435,984	331,753
Current Liabilities	2,684,210	2,787,024	2,686,601	2,840,958	1,900,172	1,514,321
Operating Fixed Assets	2,810,240	2,408,076	2,312,596	1,751,048	1,715,529	1,407,865
Total Assets	4,095,345	4,095,326	3,799,400	3,181,950	2,161,571	1,749,685
Shareholders Equity	1,170,997	1,169,220	1,002,857	303,994	226,625	215,445

Ratios

Current Ratio	0.37:1	0.44:1	0.45:1	0.50:1	0.23:1	0.22:1
Gross Profit/(Loss) %	14.47	14.39	7.17	5.72	9.04	7.43
Profit/(Loss) Before Levies & Income Tax %	6.61	12.63	11.56	10.81	3.69	9.77
Earnings Per Share (Rs.)	0.11	3.56	4.30	1.58	0.36	1.13

Production Machines

Number of Air Jet Looms Installed	244	200	200	200	180	154
Number of Spindles Installed	-	-	-	-	-	-



**THE COMPANIES ACT, 2017
(Section 227(2)(f))
PATTERN OF SHAREHOLDING**

1.1 Name of the Company **Redco Textiles Limited**

2.1. Pattern of holding of the shares held by the shareholders as at **30-06-2026**

2.2 No. of Shareholders	-----Shareholdings-----		Total Shares Held
	From	To	
188	1	100	4,705
472	101	500	219,941
64	501	1,000	59,995
66	1,001	5,000	186,826
18	5,001	10,000	134,121
3	10,001	15,000	37,636
9	15,001	20,000	158,075
3	20,001	25,000	66,859
2	25,001	30,000	55,087
1	30,001	35,000	31,500
2	35,001	40,000	77,692
1	40,001	45,000	43,100
3	45,001	50,000	147,300
1	75,001	80,000	77,700
1	85,001	90,000	88,700
1	95,001	100,000	100,000
2	100,001	105,000	204,400
1	120,001	125,000	122,800
1	140,001	145,000	142,400
1	145,001	150,000	147,400
2	175,001	180,000	353,200
1	180,001	185,000	182,000
1	210,001	215,000	213,100
1	250,001	255,000	254,173
1	265,001	270,000	265,400
1	290,001	295,000	294,700
1	440,001	445,000	442,300
1	445,001	450,000	448,800
1	610,001	615,000	614,500
1	880,001	885,000	884,600
1	1,105,001	1,110,000	1,105,750
1	6,370,001	6,375,000	6,373,990
1	8,220,001	8,225,000	8,223,300
1	13,365,001	13,370,000	13,365,400
1	14,165,001	14,170,000	14,165,150
856			49,292,600

2.3 Categories of Shareholders	Shares Held	Percentage
2.3.1 Directors, Chief Executive Officer, and their spouse and minor children	34,258,840	69.5010%
2.3.2 Associated Companies, undertakings and related parties. (Parent Company)	0	0.0000%
2.3.3 NIT and ICP	386,400	0.7839%
2.3.4 Banks Development Financial Institutions, Non Banking Financial Institutions.	828,522	1.6808%
2.3.5 Insurance Companies	0	0.0000%
2.3.6 Modarabas and Mutual Funds	0	0.0000%
2.3.7 Shareholders holding 10% or more	42,127,840	85.4648%
2.3.8 General Public		
a. Local	12,840,037	26.0486%
b. Foreign	2,500	0.0051%
2.3.9 Others (to be specified)		
- Joint Stock Companies	331,001	0.6715%
- Investment Companies	645,300	1.3091%

Redco Textiles Limited
Categories of Shareholding required under Code of Corporate Governance (CCG)
As on June 30, 2026

Sr. No.	Name	No. of Shares	Percentage
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Associated Companies, Undertakings and Related Parties (Name Wise Detail):

- -

Mutual Funds (Name Wise Detail)

- -

Directors and their Spouse and Minor Children (Name Wise Detail):

1	MRS. MANIZAH SAIF	176,400	0.3579%
2	MR. YOUSUF HASSAN KHAN	100	0.0002%
3	MRS. SARAH MUHAMMAD SAYA	20,539,140	41.6678%
4	MR. AHSAN UR REHMAN KHAN	13,365,400	27.1144%
5	MS. AYESHA SAIF KHAN	500	0.0010%
6	MRS. SAMINA ASAD KHAN	176,800	0.3587%
7	MR. JUNAID KHAN	500	0.0010%

Executives:

- -

Public Sector Companies & Corporations:

- -

Banks, Development Finance Institutions, Non Banking Finance

828,522 1.6808%

Companies, Insurance Companies, Takaful, Modarabas and Pension Funds:

Shareholders holding five percent or more voting interest in the listed company (Name Wise Detail)

S. No.	NAME	HOLDING	%AGE
1	MRS. SARAH MUHAMMAD SAYA	20,539,140	41.6678%
2	MR. AHSAN UR REHMAN KHAN	13,365,400	27.1144%
3	MR. SAIF-UR-REHMAN KHAN	8,223,300	16.6826%

All trades in the shares of the listed company, carried out by its Directors, CEO, CFO, Company Secretary and their spouses and minor children:

S.No	NAME	SALE	PURCHASE
1	MRS. SARAH MUHAMMAD SAYA (CDC)	-	4,250,490

REDCO TEXTILES LIMITED
STATEMENT OF FINANCIAL POSITION
 AS AT JUNE 30, 2026

	Note	2026 Rupees	2025 Rupees
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	3,088,614,115	2,834,792,536
Long Term Investments	6	167,435	110,280
Long term deposits	7	23,584,249	20,440,179
		3,112,365,799	2,855,342,995
CURRENT ASSETS			
Stores, spare parts and loose tools	8	118,158,333	72,825,679
Stock in trade	9	166,628,014	74,878,144
Trade debts	10	248,620,952	218,165,495
Loans, advances and other receivables	11	57,469,043	584,381,726
Short term investments	12	22,000,000	22,000,000
Trade deposits and short term prepayments	13	1,466,772	1,466,736
Tax refunds due from Government	14	105,607,480	67,700,299
Cash and bank balances	15	263,028,632	198,565,321
		982,979,226	1,239,983,400
TOTAL ASSETS		4,095,345,025	4,095,326,395
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital 80,000,000 (June 30, 2025: 80,000,000) ordinary shares of Rs.10/- each		800,000,000	800,000,000
Issued, subscribed and paid up capital 49,292,600 (June 30, 2025: 49,292,600) ordinary shares of Rs.10/- each	16	492,926,000	492,926,000
Surplus on revaluation of property, plant and equipment - net of tax	17	825,077,785	846,669,070
Director's loan	22	69,599,501	69,599,501
Other reserves		112,360	55,205
Accumulated loss		(216,718,429)	(240,029,446)
		1,170,997,217	1,169,220,330
NON CURRENT LIABILITIES			
Staff retirement benefits-gratuity	18	59,729,280	47,780,612
Deferred taxation	19	180,408,410	91,300,977
		240,137,690	139,081,589
CURRENT LIABILITIES			
Trade and other payables	20	284,991,123	365,754,158
Short term borrowings from associated undertakings	21	967,362,899	972,029,614
Short term borrowings from directors and others	22	1,431,856,096	1,449,240,704
		2,684,210,118	2,787,024,476
CONTINGENCIES AND COMMITMENTS	23		
TOTAL EQUITY AND LIABILITIES		4,095,345,025	4,095,326,395

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



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER



REDCO TEXTILES LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED JUNE 30, 2026

	Note	2026 Rupees	2025 Rupees
Sales -Net	24	1,795,992,686	1,800,495,432
Cost of sales	25	(1,536,115,393)	(1,541,342,838)
Gross Profit		259,877,293	259,152,594
Distribution cost	26	(3,027,813)	(2,585,249)
Administrative expenses	27	(30,396,534)	(28,508,143)
Other operating expenses	28	(118,869,716)	(20,080,631)
		(152,294,063)	(51,174,023)
Operating Profit		107,583,230	207,978,571
Other income	29	13,771,700	22,286,137
		121,354,930	230,264,708
Finance cost	30	(2,657,357)	(2,845,934)
Profit before Levies and Taxation		118,697,573	227,418,774
Levies	31	(22,449,909)	(38,661,192)
Profit before taxation		96,247,664	188,757,582
Taxation			
Current tax		-	-
Deferred tax		(90,679,378)	(13,126,146)
	32	(90,679,378)	(13,126,146)
Profit for the year		5,568,286	175,631,436
Earnings per share - basic and diluted	33	0.113	3.563

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

CHIEF EXECUTIVE

DIRECTOR

CHIEF FINANCIAL OFFICER

REDCO TEXTILES LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2026

	Note	2026 Rupees	2025 Rupees
Profit for the year		5,568,286	175,631,436
Other comprehensive income:			
Items that will never be reclassified subsequently to profit or loss			
Gain on revaluation of land and buildings		-	-
Impact of deferred tax		-	-
		-	-
Re-measurement of staff retirement benefits		(5,420,499)	(13,113,452)
Deferred tax on remeasurement of staff retirement benefits		1,571,945	3,802,901
		(3,848,554)	(9,310,551)
Investments at fair value through other comprehensive income			
Fair value gain arised during the year		57,155	42,595
		57,155	42,595
Total comprehensive income for the year		<u>1,776,887</u>	<u>166,363,480</u>

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



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER



REDCO TEXTILES LIMITED

ISO 9001 2000 Certified

REDCO TEXTILES LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2026

Share capital	Capital Reserves		Director's loan	Revenue Reserves	Total equity
	Revaluation surplus	Unrealized gain/(loss) on investment measured at FVOCI		Accumulated loss	
Rupees					
492,926,000	869,396,739	12,610	69,599,501	(429,078,000)	1,002,856,850
-	-	-	-	175,631,436	175,631,436
-	-	42,595	-	(9,310,551)	(9,267,956)
-	(22,727,669)	-	-	22,727,669	-
492,926,000	846,669,070	55,205	69,599,501	(240,029,446)	1,169,220,330
-	-	-	-	5,568,286	5,568,286
-	-	57,155	-	(3,848,554)	(3,791,399)
-	(21,591,285)	-	-	21,591,285	-
492,926,000	825,077,785	112,360	69,599,501	(216,718,429)	1,170,997,217

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

CHIEF EXECUTIVE

DIRECTOR

CHIEF FINANCIAL OFFICER



REDCO TEXTILES LIMITED

ISO 9001 2000 Certified

REDCO TEXTILES LIMITED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2026

	Note	2026 Rupees	2025 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before Levies and Income Tax		118,697,573	227,418,774
Adjustments for :			
Depreciation		123,421,046	100,029,548
Provision for staff retirement benefits - gratuity		20,110,710	16,001,442
Impairment loss on Property, plant and equipment		87,907,501	-
Reversal of allowance for ECL on trade debts		(2,875,176)	-
Allowance for ECL on trade debts		-	979,194
Gain / (loss) on sale of property, plant and equipment		18,035,674	(2,380,630)
Finance cost		2,657,357	2,845,934
		249,257,112	117,475,488
Operating profit / (loss) before working capital changes		367,954,685	344,894,262
Changes in working capital:			
(Increase) / decrease in current assets			
Stores, spare parts and loose tools		(45,332,654)	411,264,828
Stock in trade		(91,749,870)	(19,329,929)
Trade debts		(27,580,281)	67,338,162
Loan & Advances and Trade deposits		526,912,647	(551,356,192)
Increase / (decrease) in current liabilities			
Trade and other payables		(80,763,035)	143,052,750
		281,486,807	50,969,619
Cash (used in)/generated from operations		649,441,492	395,863,881
Long term deposits		(3,144,070)	(758,300)
GIDC Paid		-	-
Staff retirement benefits - gratuity paid		(13,582,541)	(9,298,968)
Finance cost paid		(2,657,357)	(2,845,934)
Taxes paid		(60,357,090)	(12,957,949)
		(79,741,058)	(25,861,151)
Net cash (used in)/generated from operating activities		569,700,434	370,002,730
CASH FLOWS FROM INVESTING ACTIVITIES			
Property, plant and equipment - acquired		(525,585,800)	(196,008,177)
Proceeds from sale of property, plant and equipment		42,400,000	67,063,875
Capital work in progress - Solar system		-	(244,684,237)
Investment in term deposit certificate		-	108,000,000
		(483,185,800)	(265,628,539)
Net cash (used in)/generated from investing activities			
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term borrowings from associated undertakings		(4,666,715)	100,328,411
Short term borrowings from directors and others		(17,384,608)	(142,957,966)
Long term financing from banking companies		-	-
		(22,051,323)	(42,629,555)
Net cash generated from/(used in) financing activities			
Increase / (Decrease) in cash and cash equivalents		64,463,311	61,744,636
Cash and cash equivalents at the beginning of the year		198,565,321	136,820,685
Cash and cash equivalents at the end of the year	15	263,028,632	198,565,321

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

CHIEF EXECUTIVE

DIRECTOR

CHIEF FINANCIAL OFFICER

REDCO TEXTILES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2026

1 The Company and its operations

- 1.1 Redco Textiles Limited is a Public Limited Company, incorporated in Pakistan on 17 October 1991. It was incorporated under the repealed Companies Ordinance, 1984 now the Companies Act, 2017 and is listed on Pakistan Stock Exchange. Redco's principal activities include manufacture and sale of yarn and greige fabric. The Company is also generating its revenue by conversion of yarn into fabrics. The registered office of the Company is situated at 78-E, Redco Arcade, Blue Area, Islamabad. The manufacturing facility is located at 3-km, Rawat-Kallar Seydan Road, P.O Sagri, Rawat, Rawalpindi, District Rawalpindi in the Province of Punjab.

2 Basis of Preparation

2.1 Statement of compliance

These financial statements 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 Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provision of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 Basis of measurement

These financial statements have been prepared on the historical cost convention except for certain financial instruments at fair value and employees retirement benefits at present value. In these financial statements, except for cash flow statement, all transactions have been accounted for on accrual basis.

2.3 Functional and presentation currency

These financial statements are presented in Pakistan Rupees which is also the company's functional currency. All financial information presented in Pakistan Rupees has been rounded to the nearest Rupee.

2.4 Use of estimates and judgments

In preparing these financial statements, management has made judgments, estimates and assumptions that affect the application of the Company's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively.

The areas where various assumptions and estimates are significant to the Company's financial statements or where judgment was exercised in application of accounting policies are as follows:

- Recognition of deferred Tax and estimation of Income Tax provisions
- Measurement of defined benefit obligation
- Estimation of provisions and contingent liabilities
- Useful lives, residual values and depreciation method of property, plant and equipment
- Impairment of non-financial assets
- Impairment of financial assets
- Provision for stores and spares and stock in trade

2.5 Standards, Interpretations And Amendments To The Approved Accounting Standards

- 2.5.1 There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for the Company's annual accounting period which began on July 1, 2025. However, these do not have any significant impact on the Company's financial statements except as disclosed in note 3 to these financial statements.

- 2.5.2 Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the company:

Effective date (annual reporting periods beginning on or after)

IAS 7	Statement of Cash Flows (Amendments)	January 1, 2026
IAS 21	The effects of changes in foreign exchange rates (Amendments)	January 1, 2027
IFRS 7	Financial Instruments: Disclosures (Amendments)	January 1, 2026
IFRS 9	Financial Instruments (Amendments)	January 1, 2026
IFRS 18	Presentation and Disclosure in Financial Statements	January 1, 2027

The management anticipates that adoption of above standards, amendments and interpretations in future periods, will have no material impact on the financial statements other than in presentation / disclosures.

- 2.5.3 Other than the aforesaid standards, interpretations and amendments, International Accounting Standards Board (IASB) has also issued the following standards and interpretation, which have not been notified locally by the Securities and Exchange Commission of Pakistan (SECP) as at 30 June 2026;

- IFRS 1 First-time Adoption of International Financial Reporting Standards
- IFRIC 12 Service Concession Arrangement
- IFRS 20 Regulatory Assets and Regulatory Liabilities

3 Material Accounting Policy Information

3.1 Employee benefits

Post retirement benefits

Defined benefit plans

The Company operates an unfunded gratuity scheme (defined benefit plan) for all its permanent employees who have completed minimum qualifying period of service as defined under the respective scheme. Liability is adjusted annually to cover the obligation and the adjustment is charged to profit or loss. The determination of the Company's obligation under the scheme requires assumptions to be made of future outcomes, the principal ones being in respect of increases in remuneration, expected average remaining working lives of employees and discount rate used to derive present value of defined benefit obligation.

Amounts recognized in the statement of financial position represent the present value of the defined benefit obligation determined through actuarial valuation using the projected unit credit method.

There is risk that the final salary at the time of cessation of service is greater than what the entity has assumed. Since the benefit is calculated on the final salary, the benefit amount would also increase proportionately.

Actuarial gains and losses are recognized in comprehensive income for the period in which these arise.

3.2 Taxation

Income tax expense comprises current tax and deferred tax. Income tax expense is recognized in profit or loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity.

Current

Provision for current taxation is based on taxable income at the enacted / corporate tax rate after taking into account tax credits and rebates available, if any, as per the Income Tax Ordinance, 2001.

Deferred

Deferred tax is provided using the liability method for all temporary differences at the reporting date between tax bases of assets and liabilities and their carrying amounts for financial reporting purposes after considering the enacted tax rate.

Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax asset is recognised for all deductible temporary differences and carried forward unused tax losses, if any, to the extent that it is probable that taxable profit will be available against which such temporary differences and tax losses can be utilised.

Deferred tax assets and liabilities are measured at enacted tax rate that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted at the reporting date.

Levy

Tax charged under Income Tax Ordinance, 2001 which is not based on taxable income or any amount paid / payable in excess of the calculation based on taxable income or any minimum tax which is not adjustable against future income tax liability is classified as levy in the statement of profit or loss and other comprehensive income as these levies fall under the scope of IFRIC 21/IAS 37.

3.3 Provisions

A provision is recognized in the statement of financial position when the company has a legal or constructive obligation as a result of past events, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

3.4 Trade and other payables

Liabilities for trade and other amounts payable are recognized and carried at cost, which is the fair value of the consideration to be paid in the future for goods and services received, whether or not invoices to the company.

3.5 Dividend

Dividend is recognized as a liability in the period in which it is approved by shareholders.

3.6 Property, plant and equipment and depreciation

Owned assets

Operating fixed assets are stated at cost or revalued amounts, as the case may be, less accumulated depreciation or impairment, if any and capital work in progress is stated at cost.

Subsequent cost

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repair and maintenance costs are charged to statement of profit or loss during the period in which they are incurred.

Depreciation

Depreciation is charged on the basis of written down value method whereby cost or revalued amount of an asset is written off over its useful life without taking into account any residual value. Depreciation on additions to fixed assets or deletion is charged on pro-rata basis for the period of use during the year.

Amount equivalent to incremental depreciation charged on revalued assets is transferred from surplus on revaluation of property, plant and equipment net of deferred taxation to retained earnings (unappropriated profit).

The assets' residual values and useful lives are reviewed at each financial year end and adjusted if impact on depreciation is material.

Disposal of assets is recognized when significant risks and rewards incidental to the ownership have been transferred to buyers. Gains and losses on disposal of operating fixed assets are taken to statement of profit or loss.

Impairment

Where the carrying amount of asset exceeds its estimated recoverable amount it is written down immediately to its recoverable amount.

3.7 Capital work in progress

Capital work in progress and stores held for capital expenditure are stated at cost net of impairment losses, if any and it represents expenditure incurred on property, plant and equipment during construction and installation. Cost includes borrowing cost as referred in accounting policy of borrowing cost. Transfers are made to relevant property, plant and equipment category as and when assets are available for use.

3.8 Financial assets and liabilities

Financial assets

The Company classifies its financial assets at amortized cost, fair value through other comprehensive income or fair value through profit or loss on the basis of the Company's business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

Amortized cost

Assets that are held for collection of contractual cash flows where those cash flow represents solely payments of principal and interest are measured at amortized cost. Interest income from these financial assets, impairment losses, foreign exchange gains and losses, and gain or loss arising on derecognition are recognized directly in profit or loss.

Fair value through other comprehensive income

Financial assets at fair value through other comprehensive income are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The nomenclature of the available for sale investments has been changed to fair value through other comprehensive income.

Fair value through profit or loss

Assets that do not meet the criteria for amortized cost or fair value through other comprehensive income or assets that are designated at fair value through profit or loss using fair value option, are measured at fair value through profit or loss. A gain or loss on debt investment that is subsequently measured at fair value through profit or loss is recognized in profit or loss in the period in which it arises.

Equity instrument financial assets are measured at fair value and subsequent to initial recognition changes in fair value of these financial assets are normally recognized in profit or loss. Dividends from such investments continue to be recognized in profit or loss when the Company's right to receive payment is established. Where an election is made to present fair value gains and losses on equity instruments in other comprehensive income there is no subsequent reclassification of fair value gains and losses to profit or loss following the derecognition of the investment.

Financial assets and liabilities are initially measured at cost, which is the fair value of the consideration given and received respectively. These financial assets and liabilities are subsequently remeasured to fair value, amortized cost or cost as the case may be. Any gain or loss on the recognition and de-recognition of the financial assets and liabilities is included in the profit or loss for the period in which it arises.

Derecognition

Financial assets are derecognized when the Company loses control of the contractual rights that comprise the financial asset. Assets or liabilities that are not contractual in nature and that are created as a result of statutory requirements imposed by the Government are not the financial instruments of the Company.

Financial Liabilities

Financial liabilities are recognized at the time when the Company becomes a party to the contractual provisions of the instrument. Financial liabilities at amortized cost are initially measured at fair value less transaction costs. Financial liabilities at fair value through profit or loss are initially recognized at fair value and transaction costs are expensed on profit or loss.

Financial liabilities, other than those at fair value through profit or loss, are subsequently measured at amortized cost using the effective yield method.

Derecognition

A financial liability is derecognized when the obligation under the liability is discharged, cancelled or expired. Where an existing financial liability is replaced by another from the same lender or substantially different terms, or the terms of an existing liability are substantially modified, such an exchange and modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in respective carrying amounts is recognized in profit or loss.

3.9 Impairment

Financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its financial assets. The Company applies the simplified approach to recognize lifetime expected credit losses for trade debts, due from customers and contract assets. The Company does not track changes in credit risk, but instead recognizes a loss allowance based on lifetime ECLs at each reporting date. The Company has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

The Company considers a financial asset in default when internal or external information indicates that the Company is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Company. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

Non-financial assets

The carrying amounts of non-financial assets are assessed at each reporting date to ascertain whether there is any indication of impairment. If such an indication exists, the asset's recoverable amount is estimated to determine the extent of impairment loss, if any. An impairment loss is recognized as an expense in the profit or loss. The recoverable amount is the higher of an asset's fair value less cost of disposal and value-in-use. Value-in-use is ascertained through discounting of the estimated future cash flows using a discount rate that reflects current market assessments of the time value of money and the risk specific to the assets. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units). An impairment loss is reversed if there is a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

3.10 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are set off and only the net amount is reported in the statement of financial position when there is a legally enforceable right to set off the recognized amount and the company intends to either settle on a net basis, or to realize the asset and settle the liability simultaneously.

3.11 Stores and spares

Stores and spares are valued at lower of cost and net realizable value. Cost is determined on a weighted average basis. Items in transit are valued at cost comprising invoice value plus other charges incurred thereon. Provision is made for stores, spares and loose tools that are considered obsolete or slow moving. The determination is based on management's estimate of their future usability.

3.12 Stock-in-trade

Stock-in-trade is stated at the lower of cost and net realizable value except waste which is valued at net realizable value. Cost is determined as follows:

Raw material	At weighted average cost or replacement cost whichever is lower
Work in process	At average manufacturing cost
Finished goods	At average manufacturing cost or net realizable value whichever is lower
Waste	Net realizable value

Valuation of raw material, work in process and finished goods as on 30th June have been valued at lower of cost and net realizable value as per the requirement of IAS 2.

Raw material in transit is stated at invoice price plus other charges paid thereon upto the reporting date.

Average manufacturing cost in relation to work in process and finished goods, consist of direct material and proportion of manufacturing overheads based on normal capacity.

Net realizable value is the estimated selling price in the ordinary course of business less costs of completion and selling expenses.

3.13 Trade debts and other receivables

Trade debts and other receivables are recognised initially at the amount of consideration that is unconditional, unless they contain significant financing component in which case such are recognised at fair value. The Company holds the trade debts with the objective of collecting the contractual cash flows and therefore measures the trade debts subsequently at amortised cost using the effective interest rate method. Trade debts are subsequent stated net of allowance for expected credit losses.

3.14 Cash and cash equivalents

Cash and cash equivalents comprise cash balances, cash in transit and balances with bank for the purpose of cash flow statement.

3.15 Revenue recognition

According to the core principles of IFRS-15, the company recognizes the revenue from sale when the company satisfies a performance obligation (at a point of time) by transferring promised goods to customers being when the goods are dispatched to customers. Revenue is measured at fair value of the consideration received or receivable and is reduced for allowances such as taxes, duties, commission, sales returns and discounts.

Interest income is recognized on the basis of constant periodic rate of return.

Dividend income is recognized when the right to receive dividend is established i.e. the book closure date of the investee company declaring the dividend.

Unrealised gains / (losses) arising on revaluation of securities classified as 'fair value through other comprehensive income' are included in other comprehensive income in the period in which they arise.

Unrealised gains / (losses) arising on revaluation of securities classified as 'fair value through profit or loss' are included in profit or loss in the period in which they arise.

3.16 Foreign currency translation

Foreign currency transactions are translated into Pak Rupees at exchange rates prevailing on the date of transaction. Monetary assets and liabilities in foreign currencies are retranslated into Pak Rupees at the rates of exchange prevailing at the reporting date.

Exchange differences, if any, are taken to statement of profit or loss.

3.17 Transactions with related parties

Transactions with related parties are priced at comparable uncontrolled market price. All transactions involving related parties arising in the normal course of business are conducted at arm's length using valuation modes, as admissible. Parties are said to be related when they meet the definition as provided in the Companies Act, 2017.

3.18 Segment reporting

Segment reporting is based on the operating (business) segments of the company. An operating segment is a component of the company that engages in the business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the company's other components. An operating segment's operating results are reviewed by the CEO to make decision about resources to be allocated to the segment and assess its performance and for which discrete financial information is available. Segment results that are reported to the CEO includes items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items comprises mainly corporate assets, income tax assets, liabilities and related income and expenditure. Segment capital expenditure is the total cost incurred during the period to acquire property, plant and equipment. The business segments are engaged in providing products and services which are subject to risks and rewards which differ from the risk and reward of other segment.

The Company operates as a single business unit; accordingly, no reportable segments have been identified under IFRS 8 Operating Segments.

4. Capital management

The company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The board of directors monitors the return on capital and level of dividends to ordinary shareholders. The company seeks to keep a balance between the higher return that might be possible with higher level of borrowings and the advantages and security afforded by a sound capital position. There were no changes in the company's approach to capital management during the year. Further the company is not subject to externally imposed capital requirements.



REDCO TEXTILES LIMITED

ISO 9001 2000 Certified

REDCO TEXTILES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2026

5 PROPERTY, PLANT AND EQUIPMENT

	Note	2026 Rupees	2025 Rupees
Operating fixed assets	5.1	2,810,240,361	2,408,075,607
Capital work in progress	5.3	278,373,754	426,716,929
		3,088,614,115	2,834,792,536

5.1 Operating fixed assets

PARTICULARS	COST / REVALUATION			DEPRECIATION				BOOK VALUE			
	As at July 1, 2025	Additions / Adjustments	Deletion/ Transfer	Addition/(deficit) due to surplus revaluation	As at June 30, 2026	Rate	As at July 1, 2025	For the year	Deletion/ Transfer	Addition due to surplus revaluation	As at June 30, 2026
OWNED ASSETS											
Freehold land	435,925,000	-	-	-	435,925,000	0%	-	-	-	-	435,925,000
Building on free hold land	647,813,030	-	-	-	647,813,030	5%	399,006,510	12,440,326	-	-	411,446,836
Plant and machinery	2,137,082,705	525,510,264	-	-	2,662,592,969	5%	708,418,297	92,352,652	-	-	800,770,949
Generators	104,203,113	-	-	-	104,203,113	5%	49,527,846	2,733,763	-	-	52,261,609
Tools and equipment	239,401,019	-	-	-	239,401,019	5%	21,291,400	10,905,481	-	-	32,196,881
Tools	184,490,538	-	-	-	184,490,538	33%	175,807,040	2,865,554	-	-	207,204,138
Vehicles	23,614,429	75,536	-	-	23,689,965	20%	13,946,987	1,946,077	-	-	5,817,944
Furniture and fixtures	2,600,237	-	-	-	2,600,237	5%	1,647,853	47,619	-	-	7,796,901
Office equipment	4,771,255	-	-	-	4,771,255	5%	3,002,920	88,417	-	-	15,893,064
Laboratory equipment	6,028,249	-	-	-	6,028,249	5%	5,205,115	41,157	-	-	1,679,918
											781,977
Total 2026	3,785,929,575	525,585,800	-	-	4,311,515,375		1,377,853,968	123,421,046	-	-	1,501,275,014
											2,810,240,361

PARTICULARS	COST / REVALUATION				DEPRECIATION				BOOK VALUE		
	As at July 1, 2024	Additions / Adjustments	Deletion/ Transfer	Addition/(deficit) due to surplus revaluation	As at June 30, 2025	Rate	As at July 1, 2024	For the year	Deletion/ Transfer	Addition due to surplus revaluation	As at June 30, 2025
OWNED ASSETS											
Freehold land	435,925,000	-	-	-	435,925,000	0%	-	-	-	-	435,925,000
Building on free hold land	647,813,030	-	-	-	647,813,030	5%	385,911,430	13,095,080	-	-	399,006,510
Plant and machinery	2,137,082,705	-	-	-	2,137,082,705	5%	633,225,433	75,192,864	-	-	708,418,297
Generators	104,203,113	-	-	-	104,203,113	5%	46,650,200	2,877,646	-	-	54,675,267
Tools and equipment	47,992,842	191,408,177	-	-	239,401,019	5%	19,046,551	2,244,849	-	-	218,109,619
Tools	184,490,538	-	-	-	184,490,538	33%	171,530,093	4,276,947	-	-	8,683,498
Vehicles	20,414,429	4,600,000	(1,400,000)	-	23,614,429	20%	12,691,974	2,155,643	(900,630)	-	13,946,987
Furniture and fixtures	2,600,237	-	-	-	2,600,237	5%	1,597,727	50,126	-	-	1,647,853
Office equipment	4,771,255	-	-	-	4,771,255	5%	2,909,850	93,070	-	-	952,384
Laboratory equipment	6,028,249	-	-	-	6,028,249	5%	5,161,792	43,323	-	-	1,768,335
											823,134
Total 2025	3,591,321,398	196,008,177	(1,400,000)	-	3,785,929,575		1,278,725,050	100,029,548	(900,630)	-	2,408,075,607



REDCO TEXTILES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2026

5.2 Depreciation has been allocated as follows:

	Note	2026 Rupees	2025 Rupees
Cost of sales	25	121,297,776	97,687,386
Administrative expenses	27	2,133,270	2,342,162
		<u>123,431,046</u>	<u>100,029,548</u>

5.3 Capital work in progress

PARTICULARS	2026			2025		
	As at July 01	Addition/ Transfer	Transfers/Sold	Impairment / Write-off	As at June 30	As at July 01
Solar	-	-	-	-	-	-
Plant and Machinery	426,716,929	525,510,264	(585,945,938)	(87,907,501)	278,373,754	246,216,567
Total	426,716,929	525,510,264	(585,945,938)	(87,907,501)	278,373,754	246,216,567
					433,036,039	(252,535,677)
					-	(252,535,677)
					-	426,716,929
					-	426,716,929

5.3.1 During the year, the Company impaired certain plant and machinery included in capital work-in-progress based on available market evidence, resulting in an impairment loss amounting to Rs. 87.91 million.

5.4 Disposal of property, plant and equipment

Particulars	Name of buyer	City	Mode of disposal	Cost	Accumulated depreciation	Written down value	Sale proceeds	(Gain)/Loss	Relation
Rupees									
Draw Frame	A.J. Textile Mills Ltd	Peshawar	Negotiation	30,217,837	-	30,217,837	20,000,000	10,217,837	N/A
Draw Frame	Naseem Exports (Pvt) Ltd	Lahore	Negotiation	30,217,837	-	30,217,837	22,400,000	7,817,837	N/A
				<u>60,435,674</u>	-	<u>60,435,674</u>	<u>42,400,000</u>	<u>18,035,674</u>	

5.5 The company had its land freehold, buildings on freehold land, Generators and plant and machinery revalued. Revaluation of the assets was carried out by the independent valuers "Engineering Pakistan Int'l (Pvt.) Limited" on June 30, 2024. The value is assessed on the basis of professional knowledge, present market conditions and available records. Freehold land, building on freehold land, Generator and plant and machinery was revalued at market value. The company has incorporated a revaluation surplus of Rs. 646.33 million on revaluation of above assets on the basis of said valuation report. The accumulated depreciation at the date of the revaluation is adjusted to equal the difference between the gross carrying amount and the carrying amount of the asset after taking into account accumulated impairment losses.

5.6 Forced sale value of land freehold / leasehold, buildings on freehold land and plant and machinery of the company as per revaluation report is as follows:

Operating Fixed Assets	
Land	370,536,250
Building and Civil Works	209,521,280
Plant and Machinery	1,171,057,639
	<u>1,751,115,169</u>

5.7 Particulars of immovable property (i.e. land and building) in the name of Company are as follows:

Description	Usage of immovable property	Total Area (in acres)	Total area (in sq ft.)
Area of Land	Production facility	31.1	1,356,349
Covered Area (Factory)	Production facility	6.2	269,883

5.7.1 Land and Building is located at 3-km. Rawat-Kallar Seydan Road, P.O Sagri, Rawat, Rawalpindi, District Rawalpindi in the Province of Punjab.

REDCO TEXTILES LIMITED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2026

		2026 Rupees	2025 Rupees
6 LONG TERM INVESTMENTS	Note		
Equity instruments designated at fair value through OCI:			
Oil & Gas Development Company Limited-OGDC	6.1	167,435	110,280
6.1 This represents the investment in 500 (June 30, 2025 : 500) ordinary shares of Rs. 10 each in OGDCL. The market value as at June 30, 2026 is Rs. 334.87 (June 30, 2025 : Rs. 220.56) per share.			
7 LONG TERM DEPOSITS	Note	2026 Rupees	2025 Rupees
Deposits :			
WAPDA		2,620,940	2,620,940
SNGPL		20,872,809	17,728,739
Others		90,500	90,500
		23,584,249	20,440,179
8 STORES, SPARE PARTS AND LOOSE TOOLS			
Stores	8.1	103,223,488	62,995,446
Spares parts		15,524,463	12,250,564
Packing material		3,969,816	2,139,833
Loose tools		55,041	54,311
		122,772,808	77,440,154
Less: Provision for slow moving items	8.2	(4,614,475)	(4,614,475)
		118,158,333	72,825,679
8.1 It include items amounting to Rs. 6.84 million (2025: Nil) which are held for capitalization.			
8.2 Provision for slow moving items			
Balance at beginning of the year		4,614,475	-
Provision made during the year		-	4,614,475
Less: provision reversed during the year		-	-
Balance at end of the year		4,614,475	4,614,475
8.3 No item of stores, spares and loose tools is pledged as security as at reporting date.			
9 STOCK IN TRADE			
Raw material		37,856,585	18,126,474
Work in process		4,359,899	4,129,123
Finished goods	9.1	124,411,530	52,622,547
		166,628,014	74,878,144
9.1 These include waste stock measured at net realizable value amounting to Rs. 2.61 million (June 30, 2025 : Rs. 2.09 million).			
9.2 No item of stock in trade is pledged as security as at reporting date.			
10 TRADE DEBTS	Note	2026 Rupees	2025 Rupees
Local-Unsecured			
Considered good		248,620,952	218,165,495
Considered doubtful		14,874,279	17,749,455
		263,495,231	235,914,950
Less: Allowance for ECL on trade debts	10.1	(14,874,279)	(17,749,455)
		248,620,952	218,165,495
10.1 Allowance for ECL on trade debts			
Opening balance		17,749,455	16,770,261
Allowance for ECL during the year		-	979,194
Allowance no longer required/recovered		(2,875,176)	-
Closing balance		14,874,279	17,749,455



			2026 Rupees	2025 Rupees
11	LOANS, ADVANCES AND OTHER RECEIVABLES	Note		
	Advances to:			
	Suppliers (Considered good)		37,001,811	31,427,836
	Suppliers (Considered doubtful)		8,221,046	8,221,046
	Employees (Considered good)-Secured	11.1	4,341,836	4,381,836
	Employees (Considered doubtful)-Unsecured		5,266,941	5,266,941
	Interest receivable		57,632	94,184
	Advance against letter of credit		16,067,764	484,293,995
	Other Receivables		-	64,183,875
			70,957,030	597,869,713
	Less: Allowance for ECL on loans and advances	11.2	(13,487,987)	(13,487,987)
			57,469,043	584,381,726
11.1	These loans are given against the salaries, wages and gratuity of the employees. It include cumulative outstanding balances of Rs. 1.25 million (2025: Rs. 1.25 million) given to executives of the Company.			
11.2	Allowance for ECL on loans and advances	Note	2026 Rupees	2025 Rupees
	Opening balance		13,487,987	12,216,916
	Allowance for ECL during the year		-	1,271,071
	Allowance no longer required/recovered		-	-
	Closing balance		13,487,987	13,487,987
12	SHORT TERM INVESTMENTS	Note	2026 Rupees	2025 Rupees
	Term deposits	12.1	22,000,000	22,000,000
			22,000,000	22,000,000
12.1	These represent term deposits having maturity period of one month and carry interest rate 4.9% to 8.22% (2025:4.44% to 18.33%) per annum.			
13	TRADE DEPOSITS AND SHORT TERM PREPAYMENTS	Note	2026 Rupees	2025 Rupees
	Short term prepayments		1,466,772	1,466,736
			1,466,772	1,466,736
14	TAX REFUNDS DUE FROM GOVERNMENT			
	Sales tax refundable		37,699,376	33,047,803
	Advance income tax	14.1	67,908,104	34,652,496
			105,607,480	67,700,299
14.1	Advance income tax			
	Opening balance		34,652,496	29,153,746
	Add: Deducted during the year		55,705,517	44,159,942
			90,358,013	73,313,688
	Adjusted against provision for the year		(22,449,909)	(38,661,192)
	Closing balance		67,908,104	34,652,496
15	CASH AND BANK BALANCES	Note	2026 Rupees	2025 Rupees
	Cash in hand		212,577	511,552
	Cash with banks in :			
	- Current accounts	15.1	5,539,205	196,050,922
	- Saving accounts		257,276,850	2,002,847
			262,816,055	198,053,769
			263,028,632	198,565,321
15.1	It carries rate of return ranging from 5.5 % to 9 % (June 30, 2025 : 4.84 % to 19 %) per annum.			



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REDCO TEXTILES LIMITED NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2026

16 ISSUED, SUBSCRIBED AND PAID UP CAPITAL

	2026	2025		2026	2025
	Number of shares		Note	Rupees	Rupees
	49,292,600	49,292,600	Ordinary shares of Rs. 10/- each fully paid in cash	492,926,000	492,926,000

16.1 The shareholders are entitled to receive all distributions to them including dividend and other entitlements in the form of bonus and right shares as and when declared by the company. All shares carry "one vote" per share without restriction.

		2026	2025
		Rupees	Rupees
17	SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT - NET OF TAX		
	Opening balance - gross	1,023,048,583	1,055,059,384
Add:	Surplus arisen during the year-net	-	-
	Prior year impairment loss reversed	-	-
	Related deferred tax liability	-	-
		-	-
Less:	Disposal of fixed assets	-	-
	Related deferred tax liability	-	-
		-	-
Less:	Transferred to equity in respect of:		
	Incremental depreciation on revalued assets	21,591,285	22,727,669
	Related deferred tax liability	8,818,975	9,283,132
		30,410,260	32,010,801
	Closing balance - gross	992,638,323	1,023,048,583
Less:	Related deferred tax liability		
	Revaluation at the beginning of the year	176,379,513	185,662,645
	Related deferred tax liability on addition to surplus	-	-
	Effect of change in tax rate	-	-
	Amount transferred due to disposal	-	-
	Amount realized during the year on account of incremental depreciation	(8,818,975)	(9,283,132)
		167,560,538	176,379,513
	Closing balance - net of tax	825,077,785	846,669,070

17.1 The Free hold land, building on free hold land, plant and machinery and generators have been revalued on June 30, 2024 resulting in a surplus of Rs. 646.33 million. The revaluation was conducted by an independent valuer M/s Engineering Pakistan International (Pvt) Limited.

Basis of revaluation:

Free hold land	Market value
Building on free hold land	Replacement cost
Plant and machinery	Replacement cost
Generators	Replacement cost

Had there been no revaluation, the net book value of these assets would have amounted to:

	Note	2026	2025
		Rupees	Rupees
Free hold land		21,081,636	21,081,636
Building on free hold land		95,036,262	100,038,171
Plant and machinery		1,432,137,588	976,365,006
Generators		45,160,909	47,537,799
		1,593,416,395	1,145,022,612

18 STAFF RETIREMENT BENEFITS - GRATUITY

Present value of defined benefit obligation - at the beginning of the year		47,780,612	27,964,686
Charged to statement of profit or loss	18.4	20,110,710	16,001,442
Charged to other comprehensive income	18.5	5,420,499	13,113,452
		73,311,821	57,079,580
Benefits paid during the year		(13,582,541)	(9,298,968)
Present value of defined benefit obligation - at the end of the year		59,729,280	47,780,612

18.1 General description

The scheme provides for termination benefits for all its permanent employees who attain the minimum qualifying period at varying percentages of last drawn gross salary. The percentage depends on the number of service years with the company. Annual charge is based on actuarial valuation carried out as at June 30, 2026 using Projected Unit Credit Method.

18.2 Principal actuarial assumptions

Following are a few important actuarial assumptions used in the valuation:

	2026	2025
	%	%
Discount rate	11.75%	11.75%
Expected rate of increase in salary	10.75%	10.75%
	Years	Years
Average expected remaining working life time of the employees	10	7



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18.3 Movement in present value of defined benefit obligation

	2026 Rupees	2025 Rupees
Present value of defined benefit obligation - Opening balance	47,780,612	27,964,686
Current service cost	15,455,528	12,267,389
Interest cost	4,655,182	3,734,053
Benefits paid during the period	(13,582,541)	(9,298,968)
Remeasurement loss arising during the year	5,420,499	13,113,452
Closing balance	59,729,280	47,780,612

18.4 Charge for the year

	2026 Rupees	2025 Rupees
Current service cost	15,455,528	12,267,389
Interest cost	4,655,182	3,734,053
	20,110,710	16,001,442

18.5 Amount charged to other comprehensive income

Due to Change in financial assumptions	-	-
Due to Change in demographic assumptions	-	-
Due to Change in experience adjustments	5,420,499	13,113,452
Remeasurement loss in the year	5,420,499	13,113,452

18.6 Gratuity expenses have been allocated as follows

Cost of goods manufactured	18,477,828	15,022,849
Admin	1,632,882	978,593
	20,110,710	16,001,442

18.7 Sensitivity analysis of actuarial assumption

The calculation of defined benefit obligation is sensitive to assumptions given above. The below information summarizes how the defined benefit obligation at the end of the reporting period would have increased / (decreased) as a result of change in respective assumption by 100 basis point.

	Increase in assumption	Decrease in assumption
Discount rate	(5,725,524)	6,775,472
Expected rate of increase in future salaries	6,775,472	(5,821,388)

18.8 Historical information

	2025 Rupees	2024 Rupees	2023 Rupees	2022 Rupees
Present value of defined benefits obligation	47,780,612	27,964,686	20,749,230	18,507,037
Experience adjustments on plan liabilities	13,113,452	6,542,443	669,796	3,803,050

18.9 Expected gratuity expenses for the year ended June 30, 2027 works out Rs. 21.86 million.

19 DEFERRED TAXATION

	Note	2026 Rupees	2025 Rupees
Opening balance		91,300,977	81,977,732
Add: Provided on surplus during the year		-	-
Less: Reversed on surplus during the year due to rate change		-	-
Add / (less): Provided / (reversed) during the year in statement of profit or loss		90,679,378	13,126,146
Less: Charged through other comprehensive income due to remeasurements		(1,571,945)	(3,802,901)
		180,408,410	91,300,977

Deferred tax liabilities / (assets) arising due to taxable / (deductible) temporary differences are as follows:

Accelerated tax depreciation	277,333,149	225,326,543
Surplus on revaluation of property, plant and equipment	167,560,538	176,379,513
Surplus (reversed)/arised due to revaluation of property plant and equipment	-	-
Staff retirement benefits - gratuity	(17,321,491)	(13,856,377)
Provision for doubtful debts / advances	(8,225,057)	(9,058,858)
Provision for slow moving stores and spares	(1,338,198)	(1,338,198)
Turnover tax carried forward	(26,663,077)	(31,774,924)
Brought forward tax losses and minimum tax	(210,937,454)	(254,376,722)
	180,408,410	91,300,977
Tax rate used	29%	29%

20 TRADE AND OTHER PAYABLES

	Note	2026 Rupees	2025 Rupees
Creditors		159,872,439	258,188,215
Accrued liabilities	20.1	67,660,936	58,163,063
Advances from customers	20.2	25,469,200	11,212,332
Withholding tax payable		3,723,537	9,542,347
GIDC Payable	20.3	16,248,160	16,248,160
Workers' profit participation fund	20.4	12,016,851	12,400,041
		284,991,123	365,754,158

20.1 It includes Rs. 0.30 million (2025: Rs. 0.30 million) payable to chief executive of company.

20.2 Advance received from customer is recognized as revenue when the performance obligation in accordance with the policy is satisfied. Revenue for an amount of Rs. 2.43 million (2025: 4.53 million) has been recognized in current year in respect of advances from customer at the beginning of period.



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		2026 Rupees	2025 Rupees
20.3 GIDC payable - Movement in liability recognized in the Statement of financial position	Note		
Balance at beginning of the year		16,248,160	16,248,160
Accrued for the year		-	-
Paid during the year		-	-
Balance at the end of the year		<u>16,248,160</u>	<u>16,248,160</u>
20.3.1	The Company has filed petition W.P.No. 42168 of 2020. Through this petition the arrears of GIDC in gas bill has been challenged. Presently the recovery of arrears of GIDC has been stayed by the Lahore High Court, Lahore. It is anticipated that this case would be decided in favor of Redco Textiles Limited, However, the time frame for decision of the Court cannot be prejudged for the said case.		
20.4 Workers' profit participation fund			
Opening balance		12,400,041	9,170,417
Add: Interest on funds utilized in the company's business	20.4.1	<u>1,839,709</u>	<u>1,148,227</u>
		14,239,750	10,318,644
Less: Payment during the year		(14,239,750)	(10,318,644)
Allocation for the year		<u>12,016,851</u>	<u>12,400,041</u>
		12,016,851	12,400,041
20.4.1	Interest on Workers' Profit Participation Fund has been provided @ 15.56% (30 June 2025: 14.15%) per annum.		
21 SHORT TERM BORROWINGS FROM ASSOCIATED UNDERTAKINGS			
Unsecured - from related parties			
Redco Pakistan Limited	21.1	861,253,434	865,920,149
Royal Holdings (Private) Limited	21.1	106,109,465	106,109,465
		<u>967,362,899</u>	<u>972,029,614</u>
21.1	These are unsecured and interest free loans payable to associated undertakings. Out of the above balance amount of Rs. 414.77 million (June 30, 2025: Rs. 414.77 million) have been subordinated to Bank Alfalah Limited. These loans were acquired to meet the working capital requirements of the Company.		
22 SHORT TERM BORROWINGS FROM DIRECTORS AND OTHERS			
Unsecured - from directors and sponsors	Note	2026 Rupees	2025 Rupees
Sponsor			
Mr. Saif-ur-Rehman Khan	22.1	1,428,256,096	1,445,640,704
Mrs. Taufiq Amanullah Khan	22.1	3,600,000	3,600,000
Chief Executive			
Mrs. Sarah Muhammad Saya	22.2	66,074,470	66,074,470
Director			
Mr. Ahsan-ur-Rehman Khan	22.2	3,525,031	3,525,031
		<u>1,501,455,597</u>	<u>1,518,840,205</u>
Directors loan transferred to Equity	22.2	(69,599,501)	(69,599,501)
Closing Balance		<u>1,431,856,096</u>	<u>1,449,240,704</u>
22.1	These are unsecured and interest free loans payable to the directors, chief executive and sponsors. Out of above balance amount of Rs. 247.141 million (June 30, 2025: Rs. 247.141 million) have been subordinated to Bank Alfalah Limited. These loans are repayable at the discretion of the sponsor and provided to meet capital expenditure and working capital requirements of the Company.		
22.2	At July 1st, 2019, the company has revised the terms of old director's loan. As per terms of new agreement, out of total existing loan, and amount of Rs. 69.60 million shall be repayable only at the discretion of the Company. Therefore, this amount is accounted for in accordance with the 'Technical Release-32' and is classified under equity.		
23 CONTINGENCIES AND COMMITMENTS			
23.1 CONTINGENCIES			
23.1.1	The Company has availed a facility from Bank Alfalah Limited for the issuance of performance guarantees (Letters of Guarantee) amounting to Rs. 26.94 million (June 30, 2025: Rs. 26.94 million). The facility is secured through the Company's counter-guarantee and carries a commission of 0.40% per quarter (June 30, 2025: 0.40% per quarter) with a maximum tenor on a revolving basis. Security provided to Bank Alfalah Limited in respect of this facility comprises personal guarantees of all directors together with a first exclusive charge of Rs. 295 million over the Company's fixed assets.		
23.1.2	The company has availed the facility for issuance of Standby Letter of Credit (SBLC) from Habib Metropolitan Bank Limited amounting to Rs. 21.40 million (June 30, 2025: 21.40 million). This facility carry commission of 1.31% (June 30, 2025: 1%) per annum (maximum tenor: performance bond revolving). Additionally, Term Deposit Receipts (TDRs) amounting to Rs. 22 million have been placed with the bank as security against this facility.		
23.1.3	The company has filed a writ petition (W.P. No. 3970/2023) challenging an SECP investigation order dated March 24, 2021 and a show cause notice dated December 17, 2019, issued under Section 257 of the Companies Act, 2017. The Islamabad High Court issued notices and granted status quo orders in favor of the company on December 14 and December 22, 2023. The matter is still pending adjudication, with the next hearing fixed for September 7, 2026.		
23.1.4	For Tax Year 2023, an assessment of Rs. 8.898 million was set aside by CIR (A-V) vide order dated 4 December 2024, and appeal-effect proceedings under sections 124/129/161 are currently pending with DCIR. For Tax Year 2020, proceedings under Rule 44(4) were initiated by DCIR; however, no order was passed up to 30 June 2026 and the matter has attained finality being barred by time. For Tax Year 2018, disallowance of refund (Rs. 3.134 million), loss (Rs. 80.621 million) and addition (Rs. 21.100 million) were set aside by CIR (A-V) vide order dated 5 September 2024, while appeal-effect/reassessment proceedings are yet to be initiated. For Tax Year 2013, the Tribunal rejected the department's appeal under section 18(1)(d) vide order dated 24 June 2024, and no appeal-effect proceedings have been initiated to date. Based on tax advisors' opinion, management expects no material liability to arise and no provision has been recorded.		
23.1.5	In addition to above mentioned litigations there is litigation which is disclosed in note 20.3.1		
23.2 COMMITMENTS			
	Outstanding commitments related to letter of credit at the end of the year equivalent to Rs. 16.04 million (June 30, 2025: Rs. 484.29 million) against spare parts and chemical.		
24 SALES - NET	Note	2026 Rupees	2025 Rupees
Local			
- Yarn		-	-
- Fabric		<u>2,137,069,764</u>	<u>2,133,528,837</u>
		2,137,069,764	2,133,528,837
Waste sale		<u>7,156,567</u>	<u>9,892,534</u>
		2,144,226,331	2,143,421,371
Sales tax		(339,681,003)	(338,829,755)
Commission		(8,552,642)	(4,096,184)
		<u>1,795,992,686</u>	<u>1,800,495,432</u>



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		2026 Rupees	2025 Rupees
25 COST OF SALES			
Raw material consumed	25.1	99,182,594	228,083,377
Packing material consumed	25.2	9,591,478	9,502,623
Stores, spare parts and loose tools consumed	25.3	215,628,961	140,683,461
Fuel and power		614,431,834	644,559,692
Salaries, wages and other benefits	25.4	529,267,869	411,922,962
Repairs and maintenance		6,609,417	2,004,459
Insurance		4,414,092	3,443,719
Rent rate and taxes		1,016,031	347,581
Entertainment		1,845,966	1,563,006
Printing and stationery		1,428,377	1,166,313
Travelling and Conveyance		1,650,165	996,166
Telephone and postage		567,564	486,750
Depreciation	5.2	121,297,776	97,687,386
Other expenses		1,203,028	1,080,858
		1,608,135,152	1,543,528,353
Work in process:			
Opening		4,129,123	3,987,125
Closing		(4,359,899)	(4,129,123)
		(230,776)	(141,998)
Cost of goods manufactured		1,607,904,376	1,543,386,355
Finished goods:			
Opening		52,622,547	50,579,030
Purchases during the year		-	-
Closing		(124,411,530)	(52,622,547)
		(71,788,983)	(2,043,517)
		1,536,115,393	1,541,342,838
25.1 Raw material consumed			
Opening		18,126,474	982,060
Add: Purchases during the year		118,912,705	245,227,791
		137,039,179	246,209,851
Closing stock		(37,856,585)	(18,126,474)
		99,182,594	228,083,377
25.2 Packing material consumed			
Opening stock		2,139,833	1,973,398
Add: Purchases during the year		11,421,461	9,669,058
		13,561,294	11,642,456
Closing stock		(3,969,816)	(2,139,833)
		9,591,478	9,502,623
25.3 Store, spare parts and loose tools consumed			
Opening stock		75,300,321	482,117,109
Add: Purchases during the year		259,131,632	160,583,602
Less: Sold/transfer during the year		-	(426,716,929)
		334,431,953	215,983,782
Closing stock		(118,802,992)	(75,300,321)
		215,628,961	140,683,461
25.4 Salaries, wages and other benefits include Rs. 18.47 million (June 30, 2025: Rs. 16.00 million) relating to staff retirement benefits - gratuity.			
26 DISTRIBUTION COST			
Salaries and other benefits		2,987,813	2,521,749
Freight charges		40,000	63,500
		3,027,813	2,585,249
27 ADMINISTRATIVE EXPENSES			
Salaries and other benefits	27.1	15,284,608	12,627,078
Director Remuneration	36	3,896,779	3,655,632
Traveling and conveyance		259,875	317,280
Entertainment		940,190	814,809
Communication		627,514	619,164
Printing and stationery		230,127	222,572
Vehicle running and maintenance		103,909	40,000
Repair and maintenance		331,538	421,920
Rent Rate and Taxes		178,568	137,950
Postage and telegram		1,044,677	997,684
Utilities		720,943	1,690,513
Fee and Subscription		626,591	215,100
Insurance		722,435	615,412
Legal and Professional		2,894,484	3,388,782
Depreciation	5.2	2,123,270	2,342,162
Others		411,026	402,085
		30,396,534	28,508,143
27.1 It includes Rs. 1.39 million (June 30, 2025: Rs. Nil) relating to staff retirement benefits - gratuity, exclusive of gratuity of CEO and directors.			



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		2026 Rupees	2025 Rupees
28 OTHER OPERATING EXPENSES	Note		
Auditors' remuneration	28.1	909,690	815,850
Allowance for ECL on trade debt		-	979,194
Provision for doubtful loans and advances		-	1,271,071
Impairment loss on Property, plant and equipment		87,907,501	-
Loss on disposal of Property, plant and equipment		18,035,674	-
Provision for slow moving store and spares		-	4,614,475
Workers' Profit Participation Fund		12,016,851	12,400,041
		118,869,716	20,080,631
28.1 Auditors' remuneration			
Annual statutory audit		748,000	680,000
Half yearly review		97,000	97,000
Sales Tax		64,690	38,850
		909,690	815,850
29 OTHER INCOME	Note		
Income From financial assets:			
Profit on bank deposits		2,713,839	16,849,132
Income From Non-financial assets:			
Gain on sale of Assets		-	5,437,005
Reversal of allowance for ECL on trade debts		2,875,176	-
Liability written back		8,182,685	-
		13,771,700	22,286,137
30 FINANCE COST	Note		
Interest on Workers' profit participation fund		1,839,709	1,148,227
Bank charges and commission		817,648	1,697,707
		2,657,357	2,845,934
31 LEVIES	Note		
Levies	32.1	22,449,909	38,661,192
		22,449,909	38,661,192
32 TAXATION	Note		
Current			
For the year		-	-
For prior year		-	-
		-	-
Deferred			
Current year		90,679,378	13,126,146
		90,679,378	13,126,146
32.1 Provision for current tax / levies for the year has been made in accordance with section 113 / 113 C of the Income Tax Ordinance, 2001. Income tax assessment of company has been finalized upto tax year 2025.			
32.2 Numerical reconciliation between average tax rate and applicable tax rate is not presented as current tax liability is calculated under Sec 113.			
33 EARNINGS PER SHARE - BASIC AND DILUTED	Note		
Profit for the year		5,568,286	175,631,436
		Numbers	Numbers
Weighted average number of ordinary shares outstanding during the year		49,292,600	49,292,600
	Note		
Earnings per share - basic		0.113	3.563
There is no dilutive effect on the basic earnings per share of the company.			
34 SHARIAH DISCLOSURES UNDER CLAUSE VII OF PART 1 OF SCHEDULE IV OF THE COMPANIES ACT, 2017	Note		
Disclosures Required in relation to the Statement of Financial Position - Liability Side:			
(i) Financing (long term, short term or lease financing) obtained as per Islamic mode			
Long term finance		-	-
Short term finance		-	-
Lease Financing		-	-
(ii) Interest or mark-up accrued or any conventional loan or advances		-	-
Disclosures Required in relation to the Statement of Financial Position - Asset Side:			
(iii) Shariah compliant Investments:			
Long-term investments	6	167,435	110,280
Short term investments	12	22,000,000	22,000,000
(iv) Shariah-compliant bank deposits, bank balances, and TDRs			
Term deposit receipts	11	57,632	94,184
Bank deposits	15	361	347
Bank Balances	15	3,886,744	116,972,900



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Disclosures Required in relation to the Statement of Comprehensive Income:

	Note	2026 Rupees	2025 Rupees
(v) Revenue earned from a Shariah-compliant business segment		-	-
(vi) Break-up of late payments or liquidated damages		-	-
(vii) Gain / (loss) or dividend earned on Shariah compliant investments or share of (loss) / profit from Shariah-compliant associates	6	57,155	42,595
(viii) Profit earned from Shariah-compliant bank deposits, bank balances or TDRs:			
Term deposit receipts	29	1,440,178	12,121,926
Bank deposits	29	18	20
Bank Balances	29	-	-
(ix) Exchange gain earned from actual currency		-	-
(x) Exchange gains earned using conventional derivative financial instruments		-	-
(xi) Profit paid on Islamic mode of financing		-	-
(xii) Total Interest earned on any conventional loan or advance		-	-
(xiii) Source and detailed breakup of other income:			

Shariah Compliant

Income from financial assets

Profit on term deposit receipts	29	1,440,178	12,121,926
Profit on Bank-Saving Accounts	29	18	20

Income from non-financial assets

Gain / (loss) on disposal of property, plant and equipment		-	-
--	--	---	---

Non-Shariah Compliant

Income from financial assets

Profit on term deposit receipts		-	-
Profit on Bank-Saving Accounts	29	1,273,643	5,842,696

Income from non-financial assets

Gain / (loss) on disposal of property, plant and equipment	29	-	5,437,005
--	----	---	-----------

Other Disclosure Requirements

(xiv) Relationship with Shariah-compliant financial institutions, including banks, takaful operators and their windows, etc.

Financial Institution Name	Relationship
Bank Al-Falah Limited	Bank Balance.
Faysal Bank Limited	Bank Balance.
Habib Metropolitan Bank	Bank Balance, TDR & Guarantee.
Askari Bank Limited	Bank Balance.

35 TRANSACTIONS WITH RELATED PARTIES

35.1 The related parties and associated undertakings of the company comprise of associated companies, directors and key management personnel. Transactions with related parties and associated undertakings involve inter company fund transfer and loan received to meet working capital requirements. Balances outstanding with related parties are disclosed in relevant note to these financial statements. Basis of relationship, company's aggregate transactions with the associated companies are as follows:

Name	Basis of relationship	Name of Director	Percentage of shareholding
Redco Pakistan Limited	Common Directorship	Sarah Muhammad Saya	37%
		Manizah Saif Khan	9%
		Ayesha Saif Khan	9%
Royal Holdings (Private) Limited	Common Directorship	Sarah Muhammad Saya	33%
		Ahsan ur Rehman Khan	33%
Redco Textiles Limited	Sponsor of company	Saif Ur Rehman Khan	17%
Redco Textiles Limited	Chief Executive of company	Sarah Muhammad Saya	42%

Associated companies	Nature of transactions	Note	2026 Rupees	2025 Rupees
Redco Pakistan Limited	Inter company advance / loan - receipts		719,579	105,235,020
Redco Pakistan Limited	Inter company advance / loan - payment		5,386,294	4,906,609

35.2 There is no share holding in associated companies and relationship is based on common directorship.

Related parties	Nature of transactions		2026 Rupees	2025 Rupees
Saif Ur Rehman Khan	Borrowing from major share holder - receipts		-	-
Saif Ur Rehman Khan	Borrowing from major share holder - payment		17,384,608	142,957,966

35.3 There are no transactions with key management personnel other than under their terms of employment as disclosed in note 36.

36 Remuneration of Chief Executive, Directors and Executives

The aggregate amounts charged in the accounts for the remuneration, including benefits applicable to the chief executive, directors and executives of the Company are as follows:

	2026			2025		
	Chief executive	Directors	Executives	Chief executive	Directors	Executives
	Rupees			Rupees		
Managerial Remuneration	3,655,632	-	36,444,925	3,655,632	-	20,623,853
Post retirement benefit	241,147	-	1,877,885	-	-	-
	3,896,779	-	38,322,810	3,655,632	-	20,623,853
Number of Persons paid	1	-	17	1	-	6

36.1 Other than one Director / Chief executive, company has not paid any fee or remuneration to executive / non executive directors of the company (June 30, 2025 : Rs. Nil).



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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2026

37 FINANCIAL INSTRUMENTS AND RELATED DISCLOSURES

The company has exposures to the following risks from its use of financial instruments.

- 37.1 Credit risk
- 37.2 Liquidity risk
- 37.3 Market risk

The board of directors has overall responsibility for the establishment and oversight of the company's risk management framework. The board is also responsible for developing and monitoring the company's risk management policies.

37.1 Credit risk

37.1.1 Exposure to credit risk

Credit risk is the risk of financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the trade debts, loans and advances, trade deposits, long term deposits and Short term Investment and bank balances. Out of total financial assets of Rs. 577,488 million (June 30, 2025 :Rs. 1,011,613 million), financial assets which are subject to credit risk aggregate to Rs.314,672 million (June 30, 2025 : Rs.813,560 million). The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date is as follows:

The carrying amount of financial assets, excluding cash in hand, represents maximum credit exposure. The maximum exposure to credit risk as at the reporting date is:

	2026 Rupees	2025 Rupees
Long term deposits	23,584,249	20,440,179
Trade debts	248,620,952	218,165,495
Loan and advances	20,467,232	552,953,890
Short term investments	22,000,000	22,000,000
Bank balances	262,816,055	198,053,769
	577,488,488	1,011,613,333

37.1.2 The maximum exposure to credit risk for trade debts at the statement of financial position date by geographical region is as follows.

	2026 Rupees	2025 Rupees
Domestic	263,495,231	235,914,950
Export	-	-
	263,495,231	235,914,950
Impairment	(14,874,279)	(17,749,455)
	248,620,952	218,165,495

37.1.3 The maximum exposure to credit risk for trade debts at the reporting date by type of product is as follows.

	2026 Rupees	2025 Rupees
Yarn	-	3,150,123
Fabric	260,724,233	228,152,715
Waste	2,770,998	4,612,112
	263,495,231	235,914,950
Impairment	(14,874,279)	(17,749,455)
	248,620,952	218,165,495

37.1.4 The aging of trade debtors at the reporting date is as follows.

	Gross debtors	
	2026	2025
	Rupees	
Not past due	50,258,481	49,972,724
Past due 1-30 days	49,081,153	48,755,582
Past due 31-90 days	133,982,388	91,755,580
Past due 90 days - 1 year	16,413,688	29,986,004
More than one year	13,759,521	15,445,059
	263,495,231	235,914,950
Impairment	(14,874,279)	(17,749,455)
	248,620,952	218,165,495

37.2 Liquidity risk

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they fall due. The company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damages to the company's reputation. The following are the contractual maturities of financial liabilities, including interest payments and excluding the impact of netting agreements.

	2026					
	Carrying Amount	Contractual Cash flows	Six months or less	Six to twelve months	One to two year	Two to five years
	Rupees					
Non - derivative						
Financial liabilities						
Trade and Other Payables	227,533,375	227,533,375	197,528,848	30,004,527	-	-
Short term borrowings:						
from associated undertaking	967,362,899	967,362,899	-	967,362,899	-	-
from directors and others	1,431,856,096	1,431,856,096	-	1,431,856,096	-	-
	2,626,752,370	2,626,752,370	197,528,848	2,429,223,522	-	-



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	2025					
	Carrying Amount	Contractual Cash flows	Six months or less	Six to twelve months	One to two year	Two to five years
	Rupees					
Non - derivative						
Financial liabilities						
Trade and Other Payables	316,351,278	316,351,278	316,351,278	-	-	-
Short term borrowings:						
from associated undertaking	972,029,614	972,029,614	972,029,614	-	-	-
from directors and others	1,449,240,704	1,449,240,704	1,449,240,704	-	-	-
	2,737,621,596	2,737,621,596	2,737,621,596	-	-	-

37.2.1 The contractual cash flows relating to the above financial liabilities have been determined on the basis of mark up rates effective as at June 30. The rates of mark up have been disclosed in relevant notes to these financial statements (if any).

37.3 Market risk

Market risk is the risk that the value of the financial instrument may fluctuate as a result of changes in market interest rates or the market price due to a change in credit rating of the issuer or the instrument, change in market sentiments, speculative activities, supply and demand of securities, and liquidity in the market. The company is exposed to currency risk and interest rate risk only.

37.3.1 Currency risk

Exposure to currency risk

The company is exposed to currency risk on trade debts, borrowing and import of raw material and stores that are denominated in a currency other than the respective functional currency of the company. The company has not exposed to any currency risk.

37.3.2 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Majority of the interest rate exposures arises from term deposits and deposits in PLS saving accounts with banks. At the reporting date the interest rate profile of the company's interest bearing financial instrument is as follows:

	2026 Rupees	2025 Rupees
Fixed rate instruments		
Financial assets	22,000,000	22,000,000
Financial liabilities	-	-
Variable rate instruments		
Financial assets	257,276,850	2,002,847
Financial liabilities	-	-

Fair value sensitivity analysis for fixed rate instruments

The company does not account for any fixed rate financial assets and liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss account.

Cash flow sensitivity analysis for variable rate instruments

A change of 100 basis points in interest rates at the reporting date would have increased / (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency rates, remain constant. The analysis is performed on the same basis for June 30, 2025.

	Profit or loss		Equity	
	100 BP increase	100 BP decrease	100 BP increase	100 BP decrease
	Rupees			
Cash flow sensitivity - variable rate instruments 2026	2,572,769	(2,572,769)	2,572,769	(2,572,769)
Cash flow sensitivity - variable rate instruments 2025	20,028	(20,028)	20,028	(20,028)

37.3.3 Other price risk

Other price risk represents the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The company is not exposed to commodity price risk as it does not hold financial instruments based commodity prices.

37.4 Off balance sheet items

Bank guarantees issued in ordinary course of business

2026 Rupees	2025 Rupees
48,340,753	48,340,753

37.5 The effective rate of interest / mark up for the monetary financial assets and liabilities are mentioned in respective notes to the financial statements.

37.6 Fair value of Financial assets & liabilities

The following table shows the carrying amounts and fair values of financial assets and liabilities. The fair value of financial assets measured at fair value is shown below. It does not include fair value information for financial assets and financial liabilities not measured at fair value as the carrying amount is a reasonable approximation of fair value.

Carrying Amount					
2026			2025		
At amortized cost	Fair value through profit or loss	Fair value through other comprehensive income	At amortized cost	Fair value through profit or loss	Fair value through other comprehensive income
Rupees					
Financial assets					
Long term Investments	-	-	167,435	-	110,280
Long term deposits	23,584,249	-	20,440,179	-	-
Trade Debt	248,620,952	-	218,165,495	-	-
Loans, advances and other receivables	20,467,232	-	552,953,890	-	-
Short Term Investments	22,000,000	-	22,000,000	-	-
Cash & Bank	263,028,632	-	198,565,321	-	-
	577,701,065	-	167,435	1,012,124,885	110,280
Financial Liabilities					
Trade and other payables	227,533,375	-	365,754,158	-	-
Short term borrowings from associated undertakings	967,362,899	-	972,029,614	-	-
Short term borrowings from directors and others	1,431,856,096	-	1,449,240,704	-	-
	2,626,752,370	-	2,787,024,476	-	-

The basis for determining fair values is as follows:



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Interest rates used for determining fair value

The interest rates used to discount estimated cash flows, when applicable, are based on the government yield curve at the reporting date plus an adequate credit spread. There is no significant difference in market rate and the rate of instrument, fair value significantly approximates to carrying value.

Fair value hierarchy

The table below analyzes financial assets that are measured at fair value, by valuation method. The different levels have been defined as follows:

- Level 1 : Quoted prices in active markets for identical assets and liabilities;
- Level 2 : Observable inputs; and
- Level 3 : Unobservable inputs.

The Company held the following financial assets at fair value:

	Level 1	Level 2	Level 3	Total
			Rupees	

JUNE 30, 2026

At fair value through other comprehensive income

Long term investments	167,435	-	-	167,435
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JUNE 30, 2025

At fair value through other comprehensive income

Long term investments	110,280	-	-	110,280
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Determination of fair values

A number of the Company's accounting policies and disclosures require the determination of fair value, for both financial and non-financial assets and liabilities. Fair values have been determined for measurement and/or disclosure purposes based on the following methods:

Long term Investments

The fair value of long term investments is determined by reference to their quoted closing value as at the reporting date.

38 CAPITAL RISK MANAGEMENT

The company's prime object when managing capital is to safeguard its ability to continue as a going concern in order to provide adequate returns for shareholder and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the company may adjust the amount of dividends paid to shareholders, issue new shares or sell assets to reduce debt.

Consistent with others in the industry, the company monitors capital on the basis of the gearing ratio. The ratio is calculated as total borrowings divided by total capital employed. Borrowings represent short term borrowings from directors and associated companies. Total capital employed includes total equity as shown in the statement of financial position plus borrowings.

		2026	2025
Borrowings	Rupees	2,399,218,995	2,421,270,318
Total equity	Rupees	1,170,997,217	1,169,220,330
Total capital employed	Rupees	3,570,216,212	3,590,490,648
Gearing ratio	Percentage	67%	67%

39 PLANT CAPACITY AND PRODUCTION

It is difficult to describe precisely the production capacity in textile industry since it fluctuates widely depending on various factors such as count of yarn spun, raw material used, looms efficiency and twist. It would also vary according to the pattern of production adopted in a particular year.

	2026	2025
Weaving		
Number of looms installed	244	200
Installed capacity at 60 picks - meters	79,122,666	64,348,888
Capacity utilized	68%	70%
Actual production of cloth - meters	38,297,308	34,083,564
Actual production of cloth converted at 60 picks at 100% efficiency - meters	53,759,056	45,165,157
Number of shifts per day	3	3
Number of shifts worked per year	1092	1092

40 NUMBER OF EMPLOYEES

Number of employees worked at June 30,	618	540
Average number of employees worked during the year	587	536

41 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation and comparison. No significant reclassifications were made in these financial statements.

42 NON-ADJUSTING EVENT AFTER THE STATEMENT OF FINANCIAL POSITION DATE

There are no reportable events after the statement of financial position date.

43 DATE OF AUTHORIZATION FOR ISSUE

These financial statements are authorized for issue by the Board of Directors on _____.

44 GENERAL

Figures have been rounded off to the nearest rupee.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER



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اظہارِ تشکر

ہم نہایت عاجزی اور احترام کے ساتھ اللہ تعالیٰ، جو نہایت مہربان اور رحم فرمانے والا ہے، کے حضور اپنے سر جھکاتے ہیں کہ اس نے ہمیں اپنی رہنمائی اور برکتوں سے نوازا، اور امید کرتے ہیں کہ کمپنی آئندہ بھی اس کی بے شمار نعمتوں سے سرفراز ہوتی رہے گی۔

ہم اپنے معزز شیئر ہولڈرز، بینکوں، صارفین، سپلائرز اور دیگر متعلقہ فریقین کی مسلسل حمایت اور تعاون پر دلی تشکر کا اظہار کرتے ہیں۔ ہم اپنے ملازمین کی وابستگی اور کوششوں کو بھی سراہتے ہیں، جن کی خدمات نے سال کے دوران کمپنی کے آپریشنز میں اپنا حصہ ڈالا۔

بورڈ کی جانب سے،

سارہ محمد مسابہ
چیف ایگزیکٹو آفیسر

منیزہ سیف
ڈائریکٹر

اسلام آباد

بتاریخ: ۰۲ اکتوبر ۲۰۲۶ء



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نان ایگزیکٹو/آزاد ڈائریکٹرز کو معاوضہ

بورڈ آف ڈائریکٹرز نے ایک ”ڈائریکٹرز میونریشن پالیسی“ منظور کی ہے، جس کی اہم خصوصیات یہ ہیں:

- کوئی بھی ڈائریکٹر اپنی ذات کے معاوضے کا تعین نہیں کرے گا۔
- ڈائریکٹرز ان تمام معقول اخراجات کی ادائیگی کے حقدار ہوں گے، جن میں سفری اخراجات، ہوٹل کے اخراجات اور میٹنگ میں شرکت اور کمپنی کی جانب سے یا کمپنی کے لیے انجام دیے گئے دیگر کاروبار کے سلسلے میں ہونے والے دیگر اخراجات شامل ہیں۔

مستقبل کے امکانات

پاکستان میں ویونگ کی صنعت کو خام مال کی قیمتوں میں اتار چڑھاؤ، توانائی اور ایندھن کی بلند لاگت، مہنگائی کے دباؤ، مالی معاونت کی شرائط اور عالمی مسابقت سمیت چیلنجز کا سامنا جاری ہے۔ کمپنی آپریشنل کارکردگی، لاگت کے انتظام، مصنوعات کے معیار اور اپنی موجودہ سہولیات کے مؤثر استعمال پر توجہ مرکوز کرے گی۔

انتظامیہ مارکیٹ کے حالات کی نگرانی جاری رکھے گی اور پیداواری صلاحیت اور توانائی کی کارکردگی بہتر بنانے کے مواقع کا جائزہ لے گی۔

کمپنی اپنی آپریشنل ضروریات اور مالی وسائل کے مطابق پلانٹ اور مشینری میں سرمایہ کاری اور جدید کاری کے مواقع کا جائزہ جاری رکھے گی۔ اس کی توجہ محتاط ورکنگ کیپٹل مینجمنٹ، لاگت پر قابو پانے، صارفین کے ساتھ تعلقات برقرار رکھنے اور اپنے صارفین کی بنیاد اور مصنوعات کے کس کو متنوع بنانے کے مواقع تلاش کرنے پر مرکوز رہے گی۔

بورڈ کاروباری ماحول کی نگرانی جاری رکھے گا اور آپریشنل اور مالیاتی چیلنجز سے نمٹنے کے لیے محتاط حکمت عملیوں کے نفاذ میں انتظامیہ کی معاونت کرے گا۔

حصص داری کا نمونہ

کمپنیز ایکٹ، 2017 کے مطابق 30 جون 2026 کو کمپنی کی حصص داری کا نمونہ منسلک ہے۔



ڈائریکٹرز اور بورڈ کے اجلاس

سال کے دوران بورڈ کے پانچ اجلاس منعقد ہوئے۔ حاضری درج ذیل تھی:

نمبر شمار	ڈائریکٹر کا نام	زمرہ	حاضری
۱	محترمہ منیزہ سیف (چیئر پرسن)	نان ایگزیکٹو	5
۲	محترمہ سارہ محمد سایہ (چیف ایگزیکٹو آفیسر)	ایگزیکٹو	5
۳	محترم جنید خان	آزاد	5
۴	محترم یوسف حسن خان	آزاد	2
۵	محترم احسان الرحمن خان	نان ایگزیکٹو	5
۶	محترمہ عائشہ سیف خان	ایگزیکٹو	5
۷	محترمہ ثبینہ اسد خان	نان ایگزیکٹو	1
۸	محترم خالد رحمان خان	نان ایگزیکٹو	3
۹	محترم عرفان احمد صدیقی	آزاد	2

آڈٹ کمیٹی

بورڈ آف ڈائریکٹرز نے کارپوریٹ گورننس کے ضابطے کی تعمیل میں ایک آڈٹ کمیٹی قائم کی۔ آڈٹ کمیٹی کے اراکین کے نام 'کمپنی انفارمیشن پیج' پر دیے گئے ہیں۔

HR اور معاوضہ کمیٹی

بورڈ آف ڈائریکٹرز نے کارپوریٹ گورننس کے ضابطے کی تعمیل میں ایک HR اور معاوضہ کمیٹی قائم کی۔ HR اور معاوضہ کمیٹی کے اراکین کے نام 'کمپنی انفارمیشن پیج' پر دیے گئے ہیں۔

بیرونی آڈیٹرز

آڈٹ کمیٹی اور بورڈ آف ڈائریکٹرز نے میسرز مشتاق اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس، کو اگلی سالانہ جنرل میٹنگ تک بیرونی آڈیٹرز کے طور پر دوبارہ مقرر کرنے کی سفارش کی ہے۔



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والے سال کے لیے صنفی اجرت کا فرق

اوسط صنفی اجرت کا فرق:- 258.06% (2025:-293.65%)

درمیانی صنفی اجرت کا فرق:- 259.64% (2025:-299.04%)

پائیداری کے خطرات اور مواقع سے نمٹنے میں بورڈ اور اس کے اراکین کا کردار

بورڈ پائیداری کے خطرات اور مواقع کی گورننس اور نگرانی کا ذمہ دار ہے، جس میں ماحولیاتی، سماجی اور گورننس کے امور شامل ہیں، اور یہ ذمہ داری کمپنی کی پائیداری کی حکمت عملیوں، ترجیحات اور اہداف کے تعین کے ذریعے طویل مدتی کارپوریٹ قدر پیدا کرنے کے لیے ادا کی جاتی ہے۔

بورڈ ایسی پالیسیوں کی حمایت کرتا ہے جو تنوع، مساوات اور شمولیت کو فروغ دیتی ہیں اور بورڈ، انتظامیہ اور پوری افرادی قوت میں صنفی مساوات اور خواتین کی شرکت کی حوصلہ افزائی کرتی ہیں۔

بورڈ آف ڈائریکٹرز اور کمیٹیوں کی تشکیل

درج ذیل کے مطابق ڈائریکٹرز کی کل تعداد 7 ہے:

مرد: 03

خواتین: 04

تشکیل

آزاد ڈائریکٹرز: 02

نان ایگزیکٹو ڈائریکٹرز: 03

ایگزیکٹو ڈائریکٹرز (بشمول CEO): 02



۲۔ کمپنی کی اکاؤنٹس کی مناسب کتابیں برقرار رکھی گئی ہیں۔

۳۔ پاکستان میں قابل اطلاق بین الاقوامی مالیاتی رپورٹنگ معیارات (IAS) اور بین الاقوامی اکاؤنٹنگ معیارات (IFRS) کو مالی بیانات کی تیاری میں اپنایا گیا ہے؛ ان سے کسی بھی انحراف کو مناسب طور پر ظاہر کیا گیا ہے۔

۴۔ مالی بیانات کی تیاری میں مناسب اکاؤنٹنگ پالیسیوں کا مستقل طور پر اطلاق کیا گیا ہے۔

۵۔ اندرونی کنٹرول کا نظام ڈیزائن کے لحاظ سے مضبوط ہے اور اسے مؤثر طور پر نافذ اور مانٹر کیا گیا ہے۔ عمل کا جائزہ جاری رہے گا اور اندرونی کنٹرول میں کسی بھی کمزوری کو دور کیا جائے گا۔

۶۔ لسٹڈ کمپنی کے بطور جاری رہنے (Going Concern) کی صلاحیت کے بارے میں کوئی اہم شبہات موجود نہیں ہیں۔

۷۔ لسٹنگ ریگولیشنز میں بیان کردہ کارپوریٹ گورننس کے بہترین طریقہ کار سے کوئی مادی انحراف نہیں ہوا۔

۸۔ گزشتہ چھ سالوں کا اہم آپریشنل مالیاتی ڈیٹا خلاصہ کی صورت میں منسلک ہے۔

۹۔ 30 جون 2026 تک کوئی محصولات یا جرمانے واجب الادا نہیں ہیں

۱۰۔ سال کے دوران کمپنی کے حصص میں ڈائریکٹرز، ایگزیکٹوز، ان کے شریک حیات اور نابالغ بچوں کی جانب سے کی جانے والی تمام تجارت، اگر کوئی ہو، قانون اور ضوابط کے مطابق ظاہر کی گئی ہے۔

مالی بیانات کی تیاری اور پیشکش کے حوالے سے انتظامیہ کی ذمہ داری

انتظامیہ پاکستان میں قابل اطلاق اکاؤنٹنگ اور رپورٹنگ معیارات اور کمپنیز ایکٹ، 2017 (XIX 207) کی ضروریات کے مطابق اپنے مالی بیانات کی تیاری اور منصفانہ پیشکش کی ذمہ داری سے آگاہ ہے، اور ایسے اندرونی کنٹرول کے لیے بھی ذمہ دار ہے جسے انتظامیہ مالی بیانات کی تیاری کو کسی بھی مادی غلط بیانی، خواہ دھوکہ دہی یا غلطی کے باعث ہو، سے پاک رکھنے کے لیے ضروری سمجھتی ہے۔

صنعتی اجرت کے فرق کا بیان

کمپنی صنعتی امتیاز سے پاک کام کی جگہ کو فروغ دینے اور جنس سے قطع نظر مساوی اجرت یقینی بنانے کے لیے پُر عزم ہے۔ ملازمین کے معاوضے کا تعین پیشہ ورانہ تجربے، ملازمت کی مدت، تعلیم، ملازمت کے کردار، کارکردگی اور مارکیٹ کی حرکیات سمیت عوامل کی بنیاد پر کیا جاتا ہے۔ معاوضہ معروضی اور میرٹ پر مبنی معیار پر قائم ہے۔ کمپنی اپنی افرادی قوت میں تنوع اور شمولیت کی حوصلہ افزائی جاری رکھے گی۔ 30 جون 2026 کو اختتام پذیر ہونے



پائیداری اور کارپوریٹ سماجی ذمہ داری (CSR)

کمپنی ایک ذمہ دار کارپوریٹ شہری کے طور پر اپنے کردار سے آگاہ ہے اور معاشرے اور ماحول میں مثبت کردار ادا کرنے کے لیے پُر عزم ہے۔

- ماحولیاتی پائیداری: سال کے دوران ضیاع کو کم سے کم کرنے کے لیے توانائی کی بچت کے طریقے اپنائے گئے، اور پیداوار میں کاربن فٹ پرنٹ کم کرنے کے لیے اقدامات کیے گئے۔
- سماجی ذمہ داری: ملازمین کی حفاظت اور فلاح و بہبود اولین ترجیح رہی، جس کے لیے مسلسل تربیت اور کام کی جگہ کی حفاظتی معیارات کی تعمیل کی گئی۔
- EPA کے معیارات کی تعمیل: طویل مدتی پائیدار ترقی کو یقینی بنانے کے لیے اقدامات ابھرتے ہوئے ماحولیاتی، سماجی اور (ESG) گورنس معیارات سے ہم آہنگ ہیں۔

ڈیویڈنڈ کی تقسیم

کمپنی بقایا ڈیویڈنڈ پالیسی پر عمل کرتی ہے۔ ورکنگ کیپٹل اور کاروباری ضروریات کے لیے لیکویڈیٹی محفوظ رکھنے کی غرض سے، بورڈ آف ڈائریکٹرز نے زیرِ جائزہ سال کے لیے کسی ڈیویڈنڈ کی سفارش نہ کرنے کا فیصلہ کیا ہے۔

اندرونی مالیاتی کنٹرولز

ڈائریکٹرز اندرونی مالیاتی کنٹرولز کے حوالے سے اپنی ذمہ داری سے آگاہ ہیں۔ انتظامیہ اور اندرونی بیرونی آڈیٹرز کے ساتھ بات چیت کے ذریعے، ڈائریکٹرز کا خیال ہے کہ کمپنی نے مناسب کنٹرولز نافذ کیے ہیں۔ اس نظام کا مسلسل جائزہ لیا جاتا ہے اور شناخت کی جانے والی کسی بھی کمزوری کو انتظامیہ دور کرتی ہے۔

کارپوریٹ اور مالیاتی رپورٹنگ کے فریم ورک کا بیان

کارپوریٹ گورنس کے ضابطے کی تعمیل میں، ہم کارپوریٹ اور مالیاتی رپورٹنگ کے فریم ورک کا درج ذیل بیان پیش کرتے ہیں۔

۱۔ کمپنی کی انتظامیہ کی جانب سے پیش کیے گئے مالی بیانات اس کے معاملات، آپریشنز کے نتائج، نقد بہاؤ اور ایکویٹی میں تبدیلیوں کو منصفانہ طور پر پیش کرتے ہیں۔



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کی نگرانی کرتی ہے اور لاگت پر قابو پانے، آپریشنل کارکردگی، ورکنگ کپیٹل کے انتظام اور بروقت کاروباری رپورٹنگ پر توجہ مرکوز کرتی ہے۔ تاہم، ان خطرات کی حد اور مدت بیرونی معاشی اور مارکیٹ کے حالات سے مشروط رہتی ہے۔

کاروبار کی نوعیت میں تبدیلی

مالی سال کے دوران کمپنی کے کاروبار کی نوعیت یا کسی ایسی دوسری کمپنی، جس میں کمپنی کا مفاد ہو، کے حوالے سے کوئی تبدیلی واقع نہیں ہوئی۔

غیر مالیاتی کارکردگی

اہم متعلقہ فریقین کے حوالے سے کمپنی کی غیر مالیاتی کارکردگی درج ذیل ہے۔

انسانی سرمایہ: انسانی سرمایہ تنظیمی کامیابی کا ایک بنیادی ستون ہے۔ کمپنی تسلیم کرتی ہے کہ اس کی طویل مدتی پائیداری کا اس کی افرادی قوت کی ترقی اور پیش رفت سے گہرا تعلق ہے۔ چنانچہ کمپنی منظم اندرون ادارہ پروگرامز اور خصوصی آؤٹ سورسڈ تربیتی اقدامات کے ذریعے اپنے ملازمین کی پیشہ ورانہ ترقی میں مسلسل سرمایہ کاری کرتی ہے۔

تعلقی سرمایہ: کمپنی اپنے متعلقہ فریقین، بشمول صارفین، شیئر ہولڈرز اور سپلائرز، کے ساتھ مضبوط اور باہمی مفاد پر مبنی تعلقات برقرار رکھتی ہے۔ کمپنی اعلیٰ معیار کی مصنوعات تیار اور فراہم کرتی رہتی ہے جو صارفین کے زیادہ سے زیادہ اطمینان کو یقینی بناتی ہیں، جبکہ اپنے تمام متعلقہ فریقین کے ساتھ انتہائی مثبت اور دیرپا تعلقات برقرار رکھتی ہے۔

فکری سرمایہ: فکری سرمایہ کمپنی کے معلوماتی نظام، تکنیکی صلاحیتوں اور تنظیمی علم پر مشتمل ہے۔ انتظامیہ تسلیم کرتی ہے کہ مسابقتی برتری برقرار رکھنے کے لیے تکنیکی انفراسٹرکچر میں مسلسل سرمایہ کاری اور بہتری ضروری ہے۔ چنانچہ کمپنی آپریشنل کارکردگی کو مضبوط بنانے، فیصلہ سازی کو بہتر بنانے اور بدلتی ہوئی تکنیکی پیش رفت سے ہم آہنگ رہنے کے لیے جدید انفارمیشن ٹیکنالوجی اور ڈیجیٹل صلاحیتوں میں مسلسل سرمایہ کاری کرتی ہے۔ یہ اقدامات کمپنی کو اپنے متعلقہ فریقین کو فراہم کی جانے والی خدمات کے معیار اور بروقت فراہمی کو بہتر بنانے کے ساتھ ساتھ طویل مدتی ترقی اور مسابقت میں معاونت فراہم کرتے ہیں۔

قدرتی سرمایہ: انتظامیہ آنے والی نسلوں کے لیے خوشحال مستقبل کو یقینی بنانے کی خاطر قدرتی سرمائے کے تحفظ کے لیے بھرپور عزم رکھتی ہے۔ اس عزم کے تحت کمپنی صاف ستھرے ماحول میں اپنا کردار ادا کرنے کے لیے سٹشی توانائی پر مبنی بجلی کے منصوبوں میں اپنی سرمایہ کاری میں مسلسل اضافہ کر رہی ہے۔ مزید برآں، پانی کے وسائل کو احتیاط سے استعمال کیا جا رہا ہے تاکہ اس اہم وسیلے کے ضیاع کو کم سے کم کیا جاسکے۔



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خالص فروخت گزشتہ سال کے مقابلے میں تقریباً 0.25% معمولی کم ہوئی، جبکہ مجموعی منافع میں معمولی اضافہ ہوا۔ آپریٹنگ منافع 207.98 ملین روپے سے کم ہو کر 107.58 ملین روپے رہ گیا، جس کی بنیادی وجہ دیگر آپریٹنگ اخراجات میں نمایاں اضافہ تھا۔ کمپنی نے سال کے دوران پراپرٹی، پلانٹ اور آلات پر 87.91 ملین روپے کے قدر میں کمی کے نقصان کو تسلیم کیا۔ ٹیکس کے بعد منافع 90.68 ملین روپے کے مؤخر ٹیکس اخراجات سے مزید متاثر ہوا۔ گزشتہ سال کے منافع میں دیگر آمدنی بھی زیادہ تھی، جس نے تقابلی فرق میں حصہ ڈالا۔

بعد از اختتام سال کے واقعات

ایسے کوئی بعد از اختتام سال کے واقعات شناخت نہیں کیے گئے جو کمپنی کی کارکردگی، مقاصد یا حکمت عملی کو مادی طور پر متاثر کرتے ہوں، اور مالی پوزیشن کو متاثر کرنے والی سال کے اختتام اور اس رپورٹ کی تاریخ کے درمیان کوئی مادی تبدیلی یا عہد بھی نہیں ہوا، سوائے ان معاملات کے جو مالی بیانات میں ظاہر کیے گئے ہیں۔

ادائیگیوں، قرضوں/لون وغیرہ میں نا دہندگی

کمپنی اپنی ذمہ داری کو تسلیم کرتی ہے کہ وہ اپنی واجبات کی بروقت ادائیگی کرے۔ دستیاب ریکارڈ کی بنیاد پر، زیر جائزہ سال کے دوران قرضوں یا واجبات کی ادائیگی میں کوئی نا دہندگی ریکارڈ نہیں کی گئی۔

اہم خطرات اور غیر یقینی صورتحال

کمپنی کو درپیش بڑے خطرات اور چیلنجز میں شامل ہیں :

- مقامی اور علاقائی سطح پر بڑھتی ہوئی مسابقت کے باعث مقامی فروخت پر منافع کے مارجن میں کمی یا دباؤ۔
- شرح سود اور مالی معاونت کی دستیابی میں تبدیلیاں، جو مالیاتی اخراجات اور ورکنگ کیپٹل کو متاثر کر سکتی ہیں۔
- آپریٹنگ اخراجات میں مہنگائی کے باعث اضافہ، بشمول اجرت، مرمت و دیکھ بھال، خام مال اور دیگر ان پٹس۔
- بجلی، گیس اور ایندھن کی قیمتوں میں اتار چڑھاؤ، جو مینوفیکچرنگ اور نقل و حمل کے اخراجات میں اضافہ کر سکتا ہے۔
- ہڑتالوں، سڑکوں کی بندش، امن و امان کی صورتحال، سیاسی و معاشی غیر یقینی، ٹیکس قوانین میں تبدیلیوں اور پاکستان میں رونما ہونے والے دیگر واقعات کے نتیجے میں مارکیٹ اور سپلائی چین میں رکاوٹیں۔

کمپنی ان خطرات کے ممکنہ اثرات کو کم کرنے کے لیے اندرونی اور بیرونی متعلقہ فریقین کے ساتھ کام کرتی ہے۔ انتظامیہ اندرونی اور بیرونی پیش رفت



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اہم مالیاتی نکات

30 جون 2026 کو اختتام پذیر ہونے والے سال کے دوران کمپنی نے 1,796 ملین روپے کی خالص فروخت اور 260 ملین روپے کا مجموعی منافع ریکارڈ کیا، جبکہ گزشتہ سال خالص فروخت 1,800 ملین روپے اور مجموعی منافع 259 ملین روپے تھا۔ ٹیکس کے بعد منافع 5.57 ملین روپے رہا، جبکہ گزشتہ سال یہ 175.63 ملین روپے تھا۔

آپریشنل اور مالیاتی کارکردگی

اللہ تعالیٰ کے فضل و کرم سے، انتظامیہ نے سخت معاشی حالات، بلند توانائی کے اخراجات اور مسابقتی دباؤ کے باوجود کمپنی کے بہترین مفاد میں اقدامات جاری رکھے۔ کمپنی نے مجموعی منافع کو گزشتہ سال کی سطح کے قریب برقرار رکھا۔ تاہم، دیگر آپریشننگ اخراجات میں اضافے، جس میں پراپرٹی، پلانٹ اور آلات کی قدر میں کمی، اور سال کے دوران تسلیم کیے گئے مؤخر ٹیکس چارج، کے باعث آپریشننگ منافع اور ٹیکس کے بعد منافع نمایاں طور پر متاثر ہوئے۔ 30 جون 2026 کو اختتام پذیر ہونے والے سال کے لیے محصولات اور انکم ٹیکس سے قبل منافع 118.70 ملین روپے ہے (30 جون 2025: 227.42 ملین روپے)۔ زیر جائزہ سال کی کارکردگی کا موازنہ گزشتہ سال سے ذیل میں کیا جاسکتا ہے:

سال 2025 روپے	سال 2026 روپے	
1,800,495,432	1,795,992,686	خالص فروخت
(1,541,342,838)	(1,536,115,393)	فروخت کی لاگت
259,152,594	259,877,293	مجموعی منافع
(2,585,249)	(3,027,813)	ڈسٹری بیوشن لاگت
(28,508,143)	(30,396,534)	انتظامی اخراجات
(20,080,631)	(118,869,716)	دیگر آپریشننگ اخراجات
(51,174,023)	(152,294,063)	
207,978,571	107,583,230	آپریشننگ منافع
22,286,137	13,771,700	دیگر آمدنی
230,264,708	121,354,930	
(2,845,934)	(2,657,357)	فنانس لاگت
227,418,774	118,697,573	لیویز اور انکم ٹیکس سے پہلے کا منافع
3.563	0.113	فی حصص منافع



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ڈائریکٹرز کی رپورٹ

کمپنیز ایکٹ، 2017 کی دفعہ 227 کی تعمیل میں، ریڈ کو ٹیکسٹائلز لمیٹڈ کے ڈائریکٹرز کو 30 جون 2026 کو اختتام پذیر ہونے والے سال کے لیے 35 ویں سالانہ رپورٹ، اس کے ساتھ آڈٹ شدہ سالانہ مالی بیانات اور ان پر آڈیٹرز کی رپورٹ، نیز کارپوریٹ گورننس کے قابل اطلاق ضابطے کے تحت مطلوبہ دیگر معلومات پیش کرتے ہوئے خوشی محسوس ہو رہی ہے۔

بنیادی سرگرمیاں

ریڈ کو ٹیکسٹائلز لمیٹڈ پاکستان میں منسوخ شدہ کمپنیز آرڈیننس، 1984، جو اب کمپنیز ایکٹ، 2017 ہے، کے تحت قائم شدہ ایک پبلک لمیٹڈ کمپنی ہے اور پاکستان اسٹاک ایکسچینج لمیٹڈ میں لسٹڈ ہے۔ کمپنی کی بنیادی سرگرمی دھاگے اور گریج فبرک کی تیاری اور فروخت ہے۔ کمپنی دھاگے کو فبرکس میں تبدیل کر کے بھی آمدنی حاصل کرتی ہے۔

جائزہ

مالی سال 2025-26 کے دوران پاکستان کی ٹیکسٹائل صنعت کو ایک مشکل کاروباری ماحول کا سامنا جاری رہا۔ مہنگائی کے دباؤ، توانائی اور ایندھن کی زیادہ قیمتوں، زیادہ پیداواری لاگت، مالی معاونت کی شرائط، اور ملکی و بین الاقوامی منڈیوں میں غیر یقینی صورتحال نے ٹیکسٹائل مینوفیکچررز کے کاروباری ماحول کو متاثر کیا۔ ملکی طلب، قیمتوں میں مسابقت اور درآمد شدہ فبرک بھی ویونگ کے شعبے کے لیے اہم عوامل رہے۔

کمپنی کی کارکردگی صارفین کی طلب، فروخت کی قیمتوں، خام مال کی دستیابی اور یوٹیلیٹیز کی لاگت میں تبدیلیوں سے متاثر ہوتی رہی۔ بجلی، گیس اور ایندھن کی بڑھتی ہوئی قیمتوں نے پیداوار اور نقل و حمل کی لاگت پر دباؤ بڑھایا، جبکہ مہنگائی نے اسپنر پارٹس، مرمت و دیکھ بھال اور دیگر آپریٹنگ اخراجات کی لاگت کو متاثر کیا۔

پاکستان میں ہڑتالوں، سڑکوں کی بندش اور نقل و حمل میں رکاوٹوں نے خام مال اور تیار شدہ مال کی نقل و حرکت کو متاثر کیا، جس کے نتیجے میں خریداری اور ترسیل میں تاخیر ہوئی۔ کمپنی ان پیش رفتوں کی مسلسل نگرانی کرتی رہی اور اسی کے مطابق پیداوار اور ترسیل کی منصوبہ بندی کا انتظام کرتی رہی۔

مقامی اور درآمد شدہ فبرکس سے مسابقت، فروخت کی قیمتوں پر دباؤ اور بلند آپریٹنگ اخراجات کے ساتھ، ملکی ویونگ آپریشنز کے لیے چیلنجز کا باعث بنتے رہے۔ یہ عوامل صلاحیت کے استعمال، منافع کے مارجن اور کمپنی کی جانب سے بڑھتی ہوئی لاگت صارفین تک منتقل کرنے کی صلاحیت کو متاثر کر سکتے ہیں۔



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چیمبرمین کی جائزہ رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے، ہمیں 30 جون 2026 کو اختتام پذیر ہونے والے سال کے لیے ریڈ کو ٹیکسٹائلز لمیٹڈ کی چیمبرمین کی جائزہ رپورٹ پیش کرتے ہوئے خوشی محسوس ہو رہی ہے۔ زیر جائزہ سال کے دوران، کمپنی نے ایک ایسے مشکل کاروباری ماحول میں اپنی ٹیکسٹائل سرگرمیاں جاری رکھیں جس کی نمایاں خصوصیات لاگت کے دباؤ، مسابقت، اور ملکی و بین الاقوامی منڈیوں میں غیر یقینی صورتحال تھیں۔

کمپنی نے 1,795.99 ملین روپے کی خالص فروخت ریکارڈ کی، جبکہ گزشتہ سال یہ 1,800.50 ملین روپے تھی۔ مجموعی منافع 259.88 ملین روپے جو کہ گزشتہ سال کے 259.15 ملین روپے کے مقابلے میں بڑے پیمانے پر مستحکم رہا تاہم، آپریٹنگ منافع کم ہو کر 107.58 ملین روپے رہ گیا، جو گزشتہ سال 207.98 ملین روپے تھا۔ اس کمی کی بنیادی وجہ دیگر آپریٹنگ اخراجات میں اضافہ تھا، جس میں سال کے دوران تسلیم کیا گیا 87.91 ملین روپے کا اثاثوں کی قدر میں کمی کا نقصان بھی شامل ہے۔ ٹیکس کے بعد منافع 5.57 ملین روپے رہا، جبکہ گزشتہ سال یہ 175.63 ملین روپے تھا۔ نتائج پر 90.68 ملین روپے کے مؤخر ٹیکس اخراجات نے بھی اثر ڈالا۔

ٹیکسٹائل کے شعبے کو مہنگائی کے دباؤ، توانائی اور ایندھن کی قیمتوں میں اتار چڑھاؤ، مالی معاونت کی شرائط، خام مال کی لاگت اور شدید مسابقت کے باعث درپیش چیلنجز کا سامنا جاری رہا۔ نقل و حمل اور سپلائی چین میں رکاوٹیں، جن میں ہڑتالوں اور سڑکوں کی بندش کے باعث پیدا ہونے والی رکاوٹیں بھی شامل ہیں، کاروباری تسلسل اور بروقت ترسیل کے لیے خطرات بنی رہیں۔ اس ماحول میں، کمپنی نے لاگت پر قابو پانے، آپریشنل کارکردگی، ورکنگ کپینٹل کے انتظام اور صارفین کے ساتھ تعلقات برقرار رکھنے پر توجہ مرکوز رکھی۔

بورڈ کمپنی کے محتاط مالی انتظام اور کمپنی کے آپریشنز اور خطرات کی مؤثر نگرانی کی اہمیت کو تسلیم کرتا ہے۔ کمپنی اپنی آپریشنل ضروریات کا جائزہ لینا، وسائل کے استعمال کو بہتر بنانا، اور توانائی کی کارکردگی اور جدت کے مواقع کا جائزہ لینا جاری رکھے گی، بشرطیکہ مارکیٹ کے حالات اور دستیاب مالی وسائل اس کی اجازت دیں۔ بورڈ انتظامیہ کے ساتھ مل کر کاروبار کو درپیش چیلنجز سے نمٹنے اور کمپنی اور اس کے متعلقہ فریقین کے طویل مدتی مفادات کے تحفظ کے لیے کام کرے گا۔

بورڈ چیئر ہولڈرز، صارفین، سپلائرز، مالیاتی اداروں اور دیگر متعلقہ فریقین کی حمایت اور اعتماد کو تسلیم کرتا ہے۔ ہم سال کے دوران انتظامیہ اور ملازمین کی لگن اور کوششوں کو بھی قدر کی نگاہ سے دیکھتے ہیں۔

مسلمہ

منیزہ سیف
چیمبر پرسن

اسلام آباد

بتاریخ: ۰۲ اکتوبر ۲۰۲۶ء



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**FORM OF PROXY
REDCO TEXTILES LIMITED**

Ledger folio no. _____ and/or,

CDC Participant ID no. _____ Sub-Account no. _____

The Company Secretary,
Redco Textiles Limited,
Redco Arcade,
78-E, Blue Area,
Islamabad.

I/ We _____ of _____

Appoint _____

Of _____

Failing him/ her _____

Of _____

As my/ our proxy to attend and vote for me/ us on my/ our behalf, at the 35th Annual General Meeting of the company to be held on 28th day of October, 2026 at 09:00 am and at every adjournment thereof.

As witness me/ our hand(s) this _____ day of _____ 2026

**Affix
Revenue
Stamp**

Signed _____ day of _____ 2026
(Signature appended above should agree with the specimen signatures
registered with the company)

NOTE:

1. A member entitled to attend and vote at this meeting may appoint a proxy in accordance with Article 56 of Association of the Company, Proxies, in order to be effective, must be received at 78-E, Redco Arcade, Islamabad the registered office of the company not less than 48 hours before the time for holding the meeting and must be duly stamped, signed and witnessed.

2. In case of proxy for an individual beneficial owner of shares from CDC, attested copies of beneficial owners computerized National Identity Card or passport, Account and Participant's I.D. number must be deposited alongwith the form of proxy. In case of proxy for representative of corporate members from CDC, Board of Directors' resolution and power of attorney and the specimen signature of the nominee must be deposited along with the form of proxy. The proxy shall produce his/her original Computerized National Identity Card or passport at the time of meeting.



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پراسی فارم

ریڈکو ٹیکسٹائلز لمیٹڈ

لیجر فیلو نمبر _____ اور ریا،

سی۔ ڈی۔ سی شریک کار آئی۔ ڈی نمبر _____ سب اکاؤنٹ نمبر _____

کمپنی سیکرٹری

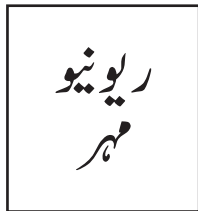
ریڈکو ٹیکسٹائلز لمیٹڈ، ریڈکو آرکیڈ، 78-E

بلیو ایریا، اسلام آباد۔

میں رہم _____ ساکن _____
تقرر _____
ساکن _____
عدم موجودگی مستی رسمہ _____
ساکن _____

کو بطور مختار (پراسی) مقرر کرتا ہوں تاکہ وہ میری جگہ اور میری طرف سے کمپنی کے 35 ویں سالانہ اجلاس عام جو بتاریخ 28 اکتوبر 2026ء بوقت 09:00 بجے منعقد ہو رہا ہے، میں اور اس کے کسی ملتوی شدہ اجلاس میں ووٹ ڈالے۔

دستخط بقلم خود _____ تاریخ ہذا _____ مہینہ _____ 2026ء



دستخط _____ تاریخ ہذا _____ مہینہ _____ 2026ء
(مندرجہ بالا دستخط پہلے سے کمپنی کے رجسٹر میں اندراج شدہ دستخط سے مطابقت رکھتے ہوں)

نوٹ

- ۱۔ حصہ دار جو اجلاس میں شرکت اور ووٹ کا استحقاق رکھتا ہو کسی دوسرے حصہ دار کو ایسوسی ایشن آف کمپنی کے آرٹیکل نمبر 56 کے تحت پراسی مقرر کر سکتا ہے، پراسی دستاویزات مؤخر ہونے کے لیے اس کا تحریری ہونا، مہر ثبت ہونا، دستخط شدہ ہونا اور گواہوں کا ہونا لازمی ہے اور یہ اجلاس کے مقرر شدہ وقت سے 48 گھنٹے قبل تک کمپنی کے رجسٹرڈ آفس ریڈکو آرکیڈ، 78-E، بلیو ایریا، اسلام آباد میں موصول ہو جانا چاہیے۔
- ۲۔ وہ پراسی جوسی ڈی سی کی جانب سے انفرادی فائدہ مند مالک کی طرف سے ہوں وہ پراسی فارم کے ساتھ فائدہ مند مالک کے تصدیق شدہ کمپوٹرائزڈ قومی شناختی کارڈ کی کاپی یا پاسپورٹ کی کاپی، اکاؤنٹ اور Participants ID نمبر لازمی جمع کروائیں۔
- وہ پراسی جوسی ڈی سی کی جانب سے کارپوریٹ حصہ دار کا نمائندہ ہو وہ بورڈ آف ڈائریکٹرز کی قرارداد اور مختار نامہ اور نامزد فرد کے نمونہ دستخط لازمی طور پر پراسی فارم کے ساتھ جمع کروائیں۔
- پراسی کو اجلاس میں شرکت کے وقت اپنا اصل کمپوٹرائزڈ قومی شناختی کارڈ دکھانا ضروری ہوگا۔



REDCO TEXTILES LIMITED

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