

October 28, 2026

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

Subject: Financial Results for the Quarter Ended September 30, 2026 (Un-Audited)

Dear Sir,

This is to inform you that the Board of Directors of Suraj Cotton Mills Limited, in their meeting held on Wednesday, October 28, 2026 at 03:30 P.M., through a video link, reviewed and approved the Un-Audited Financial Statements of the Company for the Quarter ended September 30, 2026 and recommended the following entitlements;

1. **Cash Dividend:** Nil
2. **Bonus Shares:** Nil
3. **Right Shares:** Nil
4. **Any other entitlement/corporate action:** Nil
5. **Any other price-sensitive information:** Nil

The Un-Audited Financial Results of the Company for the Quarter ended September 30, 2026 are enclosed as **Annexure A.**

The Quarterly Report of the Company for the period ended September 30, 2026 will be transmitted through PUCARS separately, within the specified time.

Yours sincerely,

For Suraj Cotton Mills Limited



Maria Atif
Company Secretary

Condensed Interim Statement of Financial Position

AS AT 30 SEPTEMBER 2026

	Sep 30 - 2026	June 30-2026
	(Rupees in thousand)	
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital		
100,000,000 (30 June 2026: 100,000,000) ordinary shares of Rupees 10 each	1,000,000	1,000,000
Issued, subscribed and paid up share capital	488,094	488,094
Reserves	15,453,116	15,094,079
TOTAL EQUITY	15,941,210	15,582,173
LIABILITIES		
NON CURRENT LIABILITIES		
Long term financing	3,485,781	1,866,470
Deferred liabilities	1,521,319	1,545,745
	5,007,100	3,412,215
CURRENT LIABILITIES		
Trade and other payables	5,116,183	4,579,435
Contract liabilities - unsecured	124,751	96,366
Accrued mark-up	30,695	6,642
Short term borrowings	94,567	145,444
Current portion of non current liabilities	1,151,317	1,149,741
Provision for taxation - net	558,983	525,996
Unclaimed dividend	8,577	8,577
	7,085,073	6,512,201
TOTAL LIABILITIES	12,092,173	9,924,416
CONTINGENCIES AND COMMITMENTS		
TOTAL EQUITY AND LIABILITIES	28,033,383	25,506,589



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

	Un-Audited Sep 30 - 2026 (Rupees in thousand)	Audited June 30-2026
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	9,844,720	8,186,583
Investment properties	472,690	472,690
Long term investments	2,271,392	2,091,870
Long term deposits	129,284	129,284
	12,718,086	10,880,427
CURRENT ASSETS		
Stores, spares and loose tools	426,216	466,778
Stock in trade	5,379,554	5,170,261
Trade debts	3,676,221	3,324,841
Loans and advances	77,244	57,767
Short term deposits and prepayments	230,258	213,665
Other receivables	19,936	92,935
Short term investments	5,180,129	5,068,534
Cash and bank balances	217,170	109,173
	15,206,728	14,503,954
Non-current assets classified as held for sale	108,569	122,208
	15,315,297	14,626,162
TOTAL ASSETS	28,033,383	25,506,589



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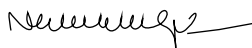
DIRECTOR



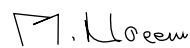
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Condensed Interim Statement of Profit or Loss (Un-Audited)
FOR THE PERIOD ENDED 30 SEPTEMBER 2026

	Sep 30 - 2026	Sep 30 - 2025
	(Rupees in thousand)	
Revenue from Contracts with Customers	5,679,370	6,489,899
Cost of Sales	(5,027,128)	(6,001,421)
Gross Profit	652,242	488,478
Distribution Cost	(64,033)	(56,946)
Administrative Expenses	(78,669)	(80,893)
Other Expenses	(53,910)	(46,218)
	(196,612)	(184,057)
	455,630	304,421
Other Income	160,993	303,069
Profit from Operations	616,623	607,490
Finance Cost	(34,354)	(39,249)
Profit before Levy and Taxation	582,269	568,241
Levy	(11,976)	(27,186)
Profit before Taxation	570,293	541,055
Taxation	(119,239)	(144,559)
Profit after Taxation	451,054	396,496
Earnings per Share - Basic and diluted (Rupees)	9.24	8.12


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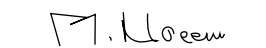

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Condensed Interim Statement of Comprehensive Income (Un-Audited) FOR THE PERIOD ENDED 30 SEPTEMBER 2026

	Sep 30 - 2026	Sep 30 - 2025
	(Rupees in thousand)	
PROFIT AFTER TAXATION	451,054	396,496
Other comprehensive income / (Loss):		
Items that will not be reclassified to profit or loss:		
Fair value adjustment arising on remeasurement of investments at fair value through other comprehensive income - net of tax	(92,017)	401,894
Items that may be reclassified subsequently to profit or loss	-	-
Other comprehensive income / (loss) for the period - net of tax	(92,017)	401,894
Total comprehensive income for the period	359,037	798,390


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Condensed Interim Statement of Changes in Equity (Un-Audited)

FOR THE PERIOD ENDED 30 SEPTEMBER 2026

	Share Capital	Reserves						Total Equity	
		Capital Reserves			Revenue Reserves				Total
		Share premium reserve	Fair value reserve on FVTOCI investments	Sub total	General Reserve	Unappropriated profit	Sub total		
------(Rupees in thousand)-----									
Balance as at 30 June 2025 - (Audited)	488,094	29,000	423,631	452,631	3,714,000	8,891,070	12,605,070	13,057,701	13,545,795
Transactions with owners:									
Final dividend for the year ended 30 June 2025 @ Rupees 5.00 per Share	-	-	-	-	-	(244,048)	(244,048)	(244,048)	(244,048)
Transfer of gain on disposal of FVTOCI investments to retained earnings	-	-	(134,445)	(134,445)	-	134,445	134,445	-	-
Profit for the year	-	-	-	-	-	1,800,967	1,800,967	1,800,967	1,800,967
Other comprehensive income for the year	-	-	479,459	479,459	-	-	-	479,459	479,459
Total comprehensive income for the year	-	-	479,459	479,459	-	1,800,967	1,800,967	2,280,426	2,280,426
Balance as at 30 June 2026 - (Audited)	488,094	29,000	768,645	797,645	3,714,000	10,582,434	14,296,434	15,094,079	15,582,173
Profit for the period	-	-	-	-	-	451,054	451,054	451,054	451,054
Other comprehensive loss for the period	-	-	(92,017)	(92,017)	-	-	-	(92,017)	(92,017)
Total comprehensive income for the period	-	-	(92,017)	(92,017)	-	451,054	451,054	359,037	359,037
Balance as at 30 September 2026 - (Un-Audited)	488,094	29,000	676,628	705,628	3,714,000	11,033,488	14,747,488	15,453,116	15,941,210

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



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 DIRECTOR



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Condensed Interim Statement of Cash Flows (Un-Audited)

FOR THE PERIOD ENDED 30 SEPTEMBER 2026

Sep 30 - 2026 Sep 30 - 2025
(Rupees in thousand)

CASH FLOWS FROM OPERATING ACTIVITIES

Profit before taxation	582,269	568,241
Adjustment for non-cash and other items:		
Depreciation	177,184	185,740
Gain on disposal of property, plant and equipment	(84,262)	(4,355)
Reversal of allowance for expected credit loss	(12,688)	(9,272)
Unrealised (gain) / loss on remeasurement of investments at FVTPL	(6,495)	(239,125)
Provision for Workers' Profit Participation Fund	31,271	30,490
Provision for Workers' Welfare Fund	11,881	6,076
Profit on bank deposits	(15,871)	(5,344)
Dividend income	(23,662)	(29,790)
Exchange (gain) / loss	148	(2,822)
Loss on trading in shares future contracts - net	1,790	-
Finance cost	34,354	39,249
Cash flows from operating activities before working capital changes	695,919	539,088

EFFECT ON CASH FLOW DUE TO WORKING CAPITAL CHANGES

(Increase) / decrease in current assets:

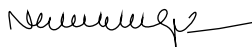
Stores, spares and loose tools	40,562	137,000
Stock in trade	(209,293)	107,073
Trade debts	(351,528)	132,437
Loans and advances	(19,477)	72,198
Short term deposits and prepayments	(16,593)	(78,064)
Other receivables	72,999	1,560
Increase in current liabilities:		
Trade and other payables	627,299	504,022
Net cash from /(used in) working capital	143,969	876,226

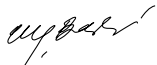
CASH GENERATED FROM /(USED IN) OPERATIONS

Finance cost paid	(10,301)	(40,231)
Workers' profit participation fund paid	(129,744)	(107,978)
Profit on bank deposits received	15,871	5,344
Income tax paid	(98,228)	(172,629)
NET CASH FROM /(USED IN) OPERATING ACTIVITIES	617,486	1,099,820

Condensed Interim Statement of Cash Flows (Un-Audited)
FOR THE PERIOD ENDED 30 SEPTEMBER 2026

	Sep 30 - 2026	Sep 30 - 2025
	(Rupees in thousand)	
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure on property, plant and equipment	(1,865,126)	(44,255)
Proceeds from disposal of property, plant and equipment	100,200	3,000
Investments - net	(338,233)	(423,452)
Dividend received	23,662	29,790
NET CASH USED IN INVESTING ACTIVITIES	(2,079,497)	(434,917)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term finance obtained	1,802,823	-
Long term finance paid	(181,936)	(171,110)
(Decrease)/ increase in short term borrowings - net	(50,877)	(563,321)
NET CASH (USED IN) / FROM FINANCING ACTIVITIES	1,570,010	(734,431)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	107,997	(69,528)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	109,173	163,444
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	217,170	93,916


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