

**1st QUARTER ACCOUNTS
FOR THE PERIOD ENDED
SEPTEMBER 30, 2026
(UN-AUDITED)**



QUETTA TEXTILE MILLS LIMITED

CONTENTS

Director's Recprt to the Members (English)	2
Director's Recprt to the Members (Urdu)	3
Condensed Interim Statement of Financial Position	4
Condensed Interim Statement of Profit or Loss (Un-audited)	5
Condensed Interim Statement of Other Comprehensive Income (Un-audited)	6
Condensed Interim Statement of Other Cash Flows (Un-audited)	7
Condensed Interim Statement of Other Changes in Equity (Un-audited)	8
Notes to the Condensed Interim Financial Statements (Un-audited)	9



QUETTA TEXTILE MILLS LIMITED

DIRECTORS' REPORT

Assalam - o – Alaikum

Dear Shareholders:

We Present to you the result of the company for the quarter ended September 30, 2026.

OPERAION RESULTS

Your company made a pre-tax loss of Rs. 141.753 (M), as compare to the corresponding last year's Quarter pre-tax loss of Rs.194.599 (M). Turnover for the Quarter ended was Rs. 426.297 (M), as compare to corresponding last year's quarter sales of Rs. 255.859 (M). Pre-tax loss as a percentage comes to 32% for the Quarter ended on September 30,2026, as compared to 74.81% which was corresponding last Quarter pre-tax loss as a percentage.

The Textile industries of Pakistan is still facing multiple crises, such as very high electricity and gas prices, and high cost of doing business. Therefore, it is crucial for the Government to take action and make concerted efforts to lower electricity and gas rates at reasonable level in order to ensure continued viability of the industries.

Despite the operational and financial hardships, the directors are committed to running the company. Discussions are in process with banks to find a mutually agreed repayment plan.

I would like to thank all the staff and workers of the company for their confidence and efforts shown towards the company.

On behalf of the Board of Directors.

Asim Khalid

Chief Executive Officer

Omer Khalid

Director

Karachi:

Dated: October 28, 2026

کوئٹہ ٹیکسٹائل ملز لمیٹڈ

ڈائریکٹرز کی رپورٹ

السلام علیکم

محترم حصص یافتگان

ہم آپ کی خدمت میں 30 ستمبر 2026 کو ختم ہونے والی سہ ماہی کے لیے کمپنی کے نتائج پیش کرتے ہیں۔

کاروباری نتائج

آپ کی کمپنی کو 141.753 ملین روپے کا قبل از ٹیکس خسارہ ہوا، جبکہ گزشتہ سال کی اسی سہ ماہی میں قبل از ٹیکس خسارہ 194.599 ملین روپے تھا۔ زیر جائزہ سہ ماہی میں فروخت 426.297 ملین روپے رہی، جبکہ گزشتہ سال کی اسی سہ ماہی میں فروخت 255.859 ملین روپے تھی۔ 30 ستمبر 2026 کو ختم ہونے والی سہ ماہی میں قبل از ٹیکس خسارے کی شرح 32% رہی، جبکہ گزشتہ سال کی اسی سہ ماہی میں یہ شرح 74.81% تھی۔

پاکستان کی ٹیکسٹائل صنعت اب بھی متعدد بحرانوں سے دوچار ہے، جن میں بجلی اور گیس کی انتہائی بلند قیمتیں اور کاروبار کرنے کی زیادہ لاگت شامل ہیں۔ لہذا صنعتوں کی معاشی بقا کو برقرار رکھنے کے لیے ضروری ہے کہ حکومت اقدامات کرے اور بجلی و گیس کے نرخوں کو مناسب سطح پر لانے کے لیے مربوط کوششیں کرے۔

کاروباری اور مالی مشکلات کے باوجود، ڈائریکٹرز کمپنی کو فعال رکھنے کے لیے پُر عزم ہیں۔ قرضوں کی واپسی کے لیے باہمی رضامندی سے ایک منصوبہ طے کرنے کی غرض سے بینکوں کے ساتھ بات چیت جاری ہے۔

میں کمپنی کے تمام عملے اور کارکنان کا شکریہ ادا کرنا چاہتا ہوں کہ انہوں نے کمپنی پر اعتماد کیا اور اس کے لیے اپنی کوششیں جاری رکھیں۔

بورڈ آف ڈائریکٹرز کی جانب سے



عمر خالد



عاصم خالد

ڈائریکٹر

چیف ایگزیکٹو آفیسر

کراچی

بتاریخ 28 اکتوبر 2026

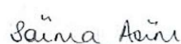
QUETTA TEXTILE MILLS LIMITED
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT SEPTEMBER 30, 2026**

	Note	[Un-Audited] 30-Sep-26 Rupees	[Un-Audited] 30-Jun-26 Rupees
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	9,663,563,453	9,699,684,386
Long term deposits		45,463,427	45,463,427
		9,709,026,880	9,745,147,813
CURRENT ASSETS			
Stores and spares		553,398,859	555,644,417
Stock in trade		980,881,430	1,278,139,308
Trade debts		348,802,135	442,032,713
Advances, deposits, prepayments and other receivable		59,462,812	68,904,244
Tax refund due from governments		548,312,198	567,104,758
Other financial assets		50,269,622	50,269,622
Cash and bank balances		8,955,852	9,910,713
		2,550,082,908	2,972,005,775
		12,259,109,788	12,717,153,588
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital			
20,000,000 (June 30, 2026: 20,000,000) ordinary shares of Rs. 10 each		200,000,000	200,000,000
15,000,000 (June 30, 2026: 15,000,000) preference shares of Rs. 10 each		150,000,000	150,000,000
		350,000,000	350,000,000
Issued, subscribed and paid-up capital		130,000,000	130,000,000
Reserves		766,751,200	766,751,200
Equity portion of Loan from directors and others		212,728,470	212,728,470
Revaluation surplus on property, plant and equipment		6,981,629,494	6,994,473,048
Accumulated (loss)		(7,486,537,689)	(7,357,627,364)
		604,571,474	746,325,354
NON CURRENT LIABILITIES			
Long term finances		461,473,337	466,396,254
Deferred liabilities		61,264,816	61,349,817
		522,738,153	527,746,071
CURRENT LIABILITIES			
Trade and other payables		5,785,102,734	6,105,228,708
Accrued mark-up		1,033,771,531	1,033,771,528
Short term borrowings		1,730,801,024	1,730,801,025
Loan from directors and others		109,316,357	109,316,357
Current portion of			
Long term finances		1,499,906,439	1,495,849,521
Redeemable capital - Sukuk		611,335,643	611,335,643
Liabilities against assets subject to finance lease		4,333,018	4,874,684
Unclaimed dividend		36,467	36,468
Provision for GIDC		333,515,000	333,515,000
Provision for taxation		23,681,947	18,353,230
		11,131,800,160	11,443,082,163
CONTINGENCIES AND COMMITMENTS			
	6	-	-
		12,259,109,788	12,717,153,588

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



Chief Executive



Director



Chief Financial Officer

QUETTA TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	Note	30-Sep-26 Rupees	30-Sep-25 Rupees
Sales		426,297,359	255,859,109
Cost of sales	7	(570,982,392)	(437,335,313)
Gross (loss)		(144,685,033)	(181,476,204)
Other income		14,333,142	618,096
		(130,351,891)	(180,858,108)
Distribution cost		(543,319)	(365,008)
Administrative expenses		(5,398,655)	(8,615,631)
Finance cost		(131,298)	(1,562,022)
		(6,073,272)	(10,542,661)
(Loss) before levies and Income Tax		(136,425,163)	(191,400,769)
Levies		-	-
(Loss) before Income Tax		(136,425,163)	(191,400,769)
Income Tax Expenses		(5,328,717)	(3,198,239)
(Loss) for the period		(141,753,880)	(194,599,008)
(Loss) per share - basic and diluted		(10.90)	(14.97)

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


Chief Executive

Saima Asim
Director


Chief Financial Officer

QUETTA TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	Note	30-Sep-26 Rupees	30-Sep-25 Rupees
(Loss) for the period		(141,753,880)	(194,599,008)
Other comprehensive income			
Items that may not be re-classified subsequently to Profit or (loss) :			
Actuarial (gain/)/loss on premeasurement of employees retirement benefits - gratuity		-	-
Related deferred tax on premeasurement of employees retirement benefits - gratuity		-	-
Other comprehensive (loss) for the period		-	-
Total comprehensive (loss) for the period		(141,753,880)	(194,599,008)

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


Chief Executive


Director

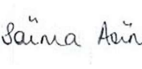

Chief Financial officer

QUETTA TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	Note	30-Sep-26 Rupees	30-Sep-25 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss) before taxation		(136,425,163)	(191,400,769)
Adjustments for:			
Depreciation		36,120,933	40,387,378
Finance cost		131,298	1,562,022
Provision for gratuity		-	-
		<u>36,252,231</u>	<u>41,949,400</u>
(Loss) before working capital changes		(100,172,931)	(149,451,369)
(Increase) / decrease in current assets			
Stores, spare parts and loose tools		2,245,558	1,847,385
Stock in trade		297,257,878	198,300,720
Trade debts		93,230,578	59,645,213
Advances, deposits, prepayments and other receivable		9,441,432	(17,512,284)
Other financial assets		-	6,035
		402,175,446	242,287,068
(Decrease) / increase in current liabilities			
Trade and other payables		(320,125,972)	(116,737,905)
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations		(18,123,457)	(23,902,206)
Long term deposits		-	-
Interest paid		(131,298)	(1,562,022)
Gratuity paid		(85,000)	(2,596,470)
Taxes paid		18,792,560	22,664,753
		<u>18,576,262</u>	<u>18,506,261</u>
Cash flows from operating activities		452,804	(5,395,944)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		-	-
Proceeds from sale of property, plant and equipment		-	-
Cash (used in) investing activities		-	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Long term finances		(865,999)	-
Liabilities against assets subject to finance lease		(541,666)	(1,083,331)
Short term borrowings		-	(656,048)
		<u>(1,407,665)</u>	<u>(1,739,379)</u>
Net increase/(decrease) in cash and cash equivalents		(954,861)	(7,135,323)
Cash and cash equivalent at the beginning of the period		9,910,713	8,354,836
Cash and cash equivalent at the end of the period		8,955,852	1,219,512

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


Chief Executive


Director


Chief Financial Officer

QUETTA TEXTILE MILLS LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	Capital Reserves		Revenue Reserves		Sub total	Loan from directors and others	Total equity
	Share premium	Revaluation surplus on property, plant and equipment	Accumulated (loss)	General reserve			
Rupees							
Balance as at July 01, 2025 - Un-Audited	130,000,000	651,751,200	7,293,906,140	(6,191,667,084)	115,000,000	1,998,990,256	2,211,718,726
(Loss) for the period	-	-	-	(194,599,008)	-	-	(194,599,008)
Other comprehensive loss							
Re-measurement of defined benefits liability	-	-	-	-	-	-	-
Revaluation surplus on property, plant and equipment	-	-	-	-	-	-	-
Total comprehensive (loss) for the period	-	-	-	(194,599,008)	-	-	(194,599,008)
Surplus transferred to accumulated loss on account of incremental depreciation charged during the period - net of tax	-	(16,502,151)	16,502,151	-	-	-	-
Balance as at September 30, 2025	130,000,000	651,751,200	7,277,403,989	(6,369,763,941)	115,000,000	1,998,990,256	2,017,119,718
Balance as at July 01, 2026 - Un-Audited	130,000,000	651,751,200	6,994,473,048	(7,357,627,364)	115,000,000	533,596,884	746,325,354
(Loss) for the year	-	-	-	(141,753,880)	-	-	(141,753,880)
Other comprehensive loss							
Re-measurement of defined benefits liability	-	-	-	-	-	-	-
Revaluation loss on property, plant and equipment	-	-	-	-	-	-	-
Total comprehensive (loss) for the period	-	-	-	(141,753,880)	-	-	(141,753,880)
Surplus transferred to accumulated loss on account of incremental depreciation charged during the period - net of tax	-	-	(12,843,554)	12,843,554	-	-	-
Balance as at September 30, 2026	130,000,000	651,751,200	6,981,629,494	(7,486,537,689)	115,000,000	533,596,884	604,571,474

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

Naheed
CHIEF EXECUTIVE

Saima Anis
DIRECTOR

Imdadul
CHIEF FINANCIAL OFFICER

QUETTA TEXTILE MILLS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

1 SELECTED EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

- 1.1** The Company was incorporated in Pakistan as a public limited Company in January 29, 1970 under the Companies Act, 1913 (repealed) (now The Companies' Act 2017) as a public limited company. The shares of the Company are listed on Pakistan Stock Exchange. The registered office of the company is situated at ground floor Nadir House I.I Chundrigarh road Karachi. The company is principally engaged in manufacturing and sale of Yarn and Fabric.

1.2 Geographical location and address of business units

Registered Office	Nadir House, Ground Floor, I.I. Chundrigar Road, Karachi.
Sub Office	7-8/A, Justice Sardar Iqbal Road, Gulberg V, Lahore.
Mills	P/3, S.I.T.E., Kotri.
	B/4, S.I.T.E., Kotri.
	49 K.M., Lahore, Multan Road, Bhai Pheru.

1.3 Going concern assumptions

During the period, the Company incurred loss amounting to Rs. 141.754 million (June 30, 2026: Rs. 867.893 million) and has reported accumulated losses amounting to Rs. 7,486.538 million (June 30, 2026 : Rs. 7,357.63 million) at the period end. Accordingly, it resulted equity of Rs. 604.571 million in current period (June 30, 2026: equity Rs. 746.33 million). In addition, the Company's current liabilities exceeded its current assets by Rs. 8,581.72 million (June 30, 2026: Rs. 8,471.08 million) at the period end. The main reason of loss was due to operational break down because of short of working capital which dropped the production operational efficiency and restricted to the extend 65% of available capacity. The QTM also suffered losses due to slowdown in demand for cotton yarns and fabrics in the international markets.

These financial statements have been prepared by the management on going concern basis on the grounds that the Company will be able to achieve satisfactory levels of growth in the future based on the plans drawn up by the management for this purpose.

To substantiate its going concern assumption:

- 1.3.1** The management of the company is negotiating an amicable settlement of further financing for working capital with the banking companies and financial institutions. Series of meetings in this regards have also been held and the matter is being persuaded aggressively with the banks and financial institutions. Management is confident to get positive response and will be able to negotiate on favorable terms with the banking companies and financial institutions in order release finance for working capital requirements to run operations smoothly.
- 1.3.2** The management has prepared five years future plan showing positive growth in operation and business of the company which is supported by increase in production of yarn during the year. Management believes that, company will be able to achieve satisfactory levels of profitability in the future based on the plans drawn up by the management for this purpose;
- 1.3.3** The company's weaving mills sales suffered due to adverse market conditions. However, the management continue operations to conversion by doing job work. Now we have orders and are continuing operations on mostly conversion basis. Based on the availability of conversion market and orders.
- 1.3.4** Directors and sponsors of the company, they committed that they would also continue such support in future; and
- 1.3.5** The management has also undertaken adequate steps towards the reduction of fixed cost and expenses which are at various stages of implementation. Such steps include, but not limited to, rightsizing of the men power, resource conservation, close monitoring of other fixed cost etc. The management is certain to generate sufficient savings as consequences of adapting all such measures.
- The management anticipates that above steps will not only bring the Company out of the existing financial crisis but also contribute significantly towards the improvement of the company financial position in the foreseeable future.
- 1.4** These condensed interim financial information have been prepared in accordance with the International Financial Reporting Standards, International Accounting Standards (IAS) 34: Interim Financial Reporting as notified under the Companies Act, 2017 and the directives issued under the Act and in compliance with the requirement of section 237 of the Companies Act, 2017 and Rule Book of the Pakistan Stock Exchange Limited.
- 1.5** This condensed interim financial information has been prepared under 'historical cost convention' modified by:
- * certain items of property, plant and equipment which have been included at revalued amount;
 - * financial instruments at fair value; and
 - * recognition of certain staff retirement benefits at present value
- 1.6** The accounting policies and methods of computation followed in the preparation of the half yearly financial statements are the same as those of the published annual financial statements for the period ended June 30, 2026.

QUETTA TEXTILE MILLS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

2 BASIS OF PREPARATION

2.1 Statement of compliance

- (a) These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:
- (i) International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and
 - (ii) Provisions of and directives issued under the Companies Act, 2017.
Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.
- (b) This condensed interim financial statement is unaudited and is being submitted to the shareholders as required under Section 237 of the Companies Act, 2017. This condensed interim financial statement does not contain all the information required for a complete set of financial statements, and should be read in conjunction with the published audited financial statements of the company for year ended 30 June 2026.

3 SIGNIFICANT ACCOUNTING POLICIES

- 3.1 The accounting policies and methods of computation adopted for the preparation of the financial statements for the three months period ended September 30, 2026 on the same as those applied in the preparation for the annual audited statement for the year ended June 30, 2026.

4 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

- 4.1 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.
- 4.2 Judgments and estimates made by management in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements as at and for the year ended June 30, 2026.
- 4.3 The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 June 2026.

5 PROPERTY, PLANT AND EQUIPMENT

	(Un-audited)	
	30-Sep-26	30-Jun-26
Note	----- Rupees -----	-----
Operating assets	9,663,563,453	9,699,684,386
	<u>9,663,563,453</u>	<u>9,699,684,386</u>

6 CONTINGENCIES AND COMMITMENTS

There has been no significant change in the contingencies and commitments since the last audited financial statements except as disclosed in note 6.1 and 6.2 respectively.

	(Un-audited)	
	30-Sep-26	30-Jun-26
	----- Rupees -----	-----
6.1 Contingencies		
Bank Guarantee issued by bank on behalf of the company	<u>83,706,145</u>	<u>83,706,145</u>
There is no changes in the legal cases other than those enclosed in the annual financial statement as on June 30, 2026.		
6.2 Commitments		
Confirmed letter of credit in respect of:		
Stores and spares	<u>-</u>	<u>-</u>

QUETTA TEXTILE MILLS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

7 COST OF SALES

	(Un-audited)	(Un-audited)
	30-Sep-26	30-Sep-25
	Rupees	
Salaries, wages and benefits	60,486,217	68,691,975
Stores and spares consumed	3,011,256	3,107,870
Fuel, power and water	115,719,475	120,962,216
Rent, rates and taxes	-	338,523
Repairs and maintenance	128,200	787,313
Vehicle running and maintenance	1,036,666	3,041,570
Entertainment expenses	-	1,085,195
Communication expenses	53,356	82,348
Printing and stationery	-	29,520
Subscription	164,376	393,935
Travelling	-	27,000
Other expenses	75,490	99,750
Depreciation expenses	36,120,933	40,387,378
	216,795,969	239,034,593
Work in process		
Opening stock	-	-
Closing stock	-	-
	-	-
Cost of goods manufactured	216,795,969	239,034,593
Finished goods		
Opening balance	1,278,139,308	2,362,113,891
Goods purchase:		
Yarn Purchase	56,928,545	-
Closing stock	(980,881,430)	(2,163,813,171)
	354,186,423	198,300,720
	570,982,392	437,335,313

8 DISCLOSURE REQUIREMENT FOR SHARIAH COMPLIANT COMPANIES

These Shariah compliance disclosures have been presented in accordance with the requirements of part I of schedule IV to the Companies Act, 2017, as applicable to listed companies whose nature of business has been identified as shariah-compliant. The Company being as Shariah-compliant listed entity, has disclosed the applicable statutory and regulatory requirements as follows.

	(Un-audited)	(Un-audited)
	30-Sep-26	30-Sep-25
	Rupees	
Loans / advances obtained under Islamic mode of financing.	1,532,006,111	1,537,246,651
Interest or mark-up accrued on any conventional loan or advance	-	-
Shariah-compliant bank deposits / bank balances	-	-
Profit earned from Shariah-compliant bank deposits / bank balances	-	-
Revenue earned from a Shariah-compliant business segment	-	-
Gain / loss or dividend earned from Shariah-compliant investments	-	-
Exchange gain earned from actual currency transactions	-	-
Mark-up paid on Islamic modes of financing	-	-
Profit earned or interest paid on any conventional loan or advance	-	-
Relationship with Shariah-compliant banks	-	-
	1,532,006,111	1,537,246,651

QUETTA TEXTILE MILLS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

9 TRANSACTIONS WITH RELATED PARTIES

		(Un-audited) 30-Sep-26	(Un-audited) 30-Sep-25
		-----Rupees-----	
Transactions with related parties	Relationship		
Salaries and other employees benefits	Key management personnel	1,312,000	1,695,000

10 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial information have been authorized for issue on 28th October 2026 by the Board of Directors of the company.

11 GENERAL

Figures have been rounded off to the nearest rupees.



Chief Executive



Director



Chief Financial Officer

If undeliver please return to:

Quetta Textile Mills Limited

Head Office : Nadir House, Ground Floor

I.I Chundrigar Road, Karachi-74000

Phone ; (021)32414334

Email: sale@quettagroup.com

Web : www.quettagroup.com