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**ASHFAQ TEXTILE MILLS
LIMITED**

Mailing Address:

8.A, Officers Colony No.1, Susan Road. Faisalabad- Pakistan
Tel: +92-41-2435101-4 Fax: +92-41-2435105



**1st. Quarter Report
September 30, 2026
(Unaudited)**

Ashfaq Textile Mills Ltd.

COMPANY INFORMATION

CHIEF EXECUTIVE

MR. ASHFAQ AHMED

EXECUTIVE DIRECTORS

MR. ASHFAQ AHMED

MR. NADEEM ASHFAQ

MR. WASEEM ASHFAQ

NON-EXECUTIVE DIRECTORS

MRS. SHAZIA AMJAD

MRS. NAZIA IRFAN

INDEPENDENT NON-EXECUTIVE DIRECTORS

MR. MUHAMMAD AQEEL IDREES

MR. Abdul Wahid

Syed Abuzar Hussain

COMPANY SECRETARY

MR. NISAR AHMAD

CHIEF FINANCIAL OFFICER (CFO)

MR. MUHAMMAD IMRAN KHAN

AUDITORS

RSM AVAIS HYDER LIAQAT NAUMAN,

CHARTERED ACCOUNTANTS

SHARE REGISTRAR

M/S FD REGISTRAR SERVICES (SMC-PVT) LTD.
1705, 17TH FLOOR, SAIMA TRADE TOWER A,
I.I. CHUNDRIGAR ROAD, KARACHI.

BANKERS

ALFLAH BANK LIMITED

AUDIT COMMITTEE

SYED ABUZAR HUSSAIN (CHAIRMAN)

MR. NISAR AHMAD (SECRETARY)

MRS. SHAZIA AMJAD (MEMBER)

MR. MUHAMMAD AQEEL IDREES (MEMBER)

HUMAN RESOURCES AND REMUNERATION COMMITTEE

MR. MUHAMMAD AQEEL IDREES (CHAIRMAN)

MRS. NAZIA IRFAN (MEMBER)

MR. ABDUL WAHID (MEMBER)

MAILING ADDRESS:

8/A-1, OFFICERS COLONY, SUSAN ROAD,
FAISALABAD.

REGISTERED OFFICE / MILLS

17TH K.M. MAIN FAISALABAD, JARANWALA
ROAD, FAISALABAD.

CONTACTS:

PHONES : 041-2435101-2

E-mail : info@ashfaqtextile.com

WEB : www.ashfaqtextile.com

DIRECTOR'S REPORT TO THE SHARE HOLDERS

Dear Share Holders,

Directors of your company are pleased to present 1st Quarter's financial report for the period ended 30th September 2026.

Review of the Results.

Sales during the period were recorded at Rs. 98.07 Million in comparison to Rs.168.135 Million in the same period last year.

During the period the Operating expenses (Administrative & others) were 11.28% to sales in comparison to Rs.5.70% in the same period last year. Gross profit for the period is -2.33 % to sales in comparison to 9.39% during the same period last year. Finance cost to sales were recorded as 0.37% to sales in comparison to 0.00% in the same period last year. Cost of goods sold were recorded at 102.33% in comparison to 90.61% in the same period last year.

In the coming days:

It would not be wrong to say that maybe the whole world is in a correction mode, not only that we see war spreading from countries to countries but also the impact of recession can be seen in the regions where there is no war like Europe or Canada. The overall economic situation has come to a level where people have come to the streets for demonstrations.

In these extreme uncertain conditions, people tend to hold on to their cash and spend on just the basic requirements, which has resulted in continuous drop in demand of fabrics, thus resulting in price slashing to get whatever order is available in the market, thus resulting in losses.

We hope and pray that our government comes forward and makes drastic decisions to safeguard textile industry of Pakistan.

---SD---

On behalf of the Board
(ASHFAQ AHMAD)
Chief Executive Officer

ASHFAQ TEXTILE MILLS LIMITED.
BALANCE SHEET (UN-AUDITED)
AS AT SEPTEMBER 30, 2026

<u>CAPITAL & LIABILITIES:</u>	SEPTEMBER 2026 RUPEES	JUNE 2026 RUPEES
SHARE CAPITAL AND RESERVES:		
AUTHORISED CAPITAL:		
100,000,000 Ordinary Shares of Rs.10/= each	1,000,000,000	1,000,000,000
Issued Subscribed and paid up capital	465,650,350	465,650,350
Capital reserve		
Revaluation surplus on property, plant and equipment	396,492,609	390,827,345
Revenue reserves		
Unappropriated profit	114,407,407	123,243,380
	976,550,366	979,721,075
NON CURRENT LIABILITIES:		
Deferred liabilities		
Staff retirement gratuity	127,948,625	125,176,624
Deferred Taxation	95,586,930	95,586,930
	-	-
	223,535,555	220,763,554
CURRENT LIABILITIES:		
Trade and Other Payables	37,322,486	42,180,514
Lease Financing	29,484,127	
Provision for Taxation - income tax	-	-
	66,806,613	42,180,514
	1,266,892,534	1,242,665,144
<u>PROPERTIES & ASSETS:</u>	SEPTEMBER 2026 RUPEES	JUNE 2026 RUPEES
FIXED CAPITAL EXPENDITURE:		
Property, plant and equipment	994,458,565	964,859,956
Long Term Deposits	4,509,782	4,509,782
	998,968,347	969,369,738
CURRENT ASSETS:		
Store, Spares & loose tools.	45,326,447	30,145,124
Contract costs	9,487,360	14,110,562
Trade Debts	106,326,396	108,962,671
Loans and advances	35,660,597	27,846,972
Prepayments	8,988,038	6,103,181
Other receivables.	2,660,845	326,312
Tax refunds due from Government	39,702,322	39,702,322
Short Term Investment	7,491	7,491
Cash and bank balances.	19,764,691	46,090,772
	267,924,187	273,295,407
	1,266,892,534	1,242,665,144

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

---Sd---
CHIEF EXECUTIVE

---Sd---
DIRECTOR

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CHIEF FINANCIAL OFFICER

ASHFAQ TEXTILE MILLS LIMITED.
PROFIT & LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	NOTE	SEPTEMBER 2026 RUPEES	SEPTEMBER 2025 RUPEES
SALES		98,078,464	168,135,079
COST OF GOODS SOLD	6	100,366,367	152,346,981
GROSS PROFIT / (LOSS)		(2,287,903)	15,788,098
Other Income		403,906	672,498
		(1,883,997)	16,460,596
Selling Cost		328,278	298,055
Administrative espenses		10,370,085	9,294,707
Finance cost		366,576	1,238
		11,064,939	9,594,000
PROFIT / (LOSS) BEFORE TAXATION.		(12,948,936)	6,866,596
Levies (Provision for taxation)		1,552,300	1,807,885
PROFIT / (LOSS) FOR THE PERIOD		(14,501,236)	5,058,711
Earning per share - Basic		-0.03	0.01

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

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CHIEF EXECUTIVE

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DIRECTOR

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CHIEF FINANCIAL OFFICER

ASHFAQ TEXTILE MILLS LIMITED.
STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	SEPTEMBER 2026 RUPEES	SEPTEMBER 2025 RUPEES
Profit / (Loss) for the period	(14,501,236)	5,058,711
Other comprehensive income for the period		
Incremental depreciation on revalued assets	5,665,264	5,411,576
Total comprehensive income for the period	<u>(8,835,972)</u>	<u>10,470,287</u>

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

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CHIEF EXECUTIVE

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DIRECTOR

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CHIEF FINANCIAL OFFICER

ASHFAQ TEXTILE MILLS LIMITED.
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

Description	Issued, subscribed and Paid-up Capital Rupees	Capital Reserves	Revenue Reserves	Total Rupees
		Revaluation Surplus on Property, Plant and equipment Rupees	Unappropriated Profits Rupees	
Balance as at June 30, 2025	465,650,350	406,916,694	125,934,870	998,501,914
Total comprehensive income for the period				
(Loss) for the year	-	-	(16,901,939)	(16,901,939)
Other comprehensive (loss)				
Items that will not be subsequently reclassified to profit or loss				
Remeasurement of staff retirement gratuity		-		-
Remeasurement of staff retirement gratuity		-	(2,646,339)	(2,646,339)
Deferred tax relating to		-	767,438	767,438
	-		(1,878,901)	(1,878,901)
	-	-	(18,780,840)	(18,780,840)
Incremental depreciation on revalued assets for the year	-	(22,661,055)	-	-
Related deferred tax		6,571,706	22,661,055	-
	-	(16,089,349)	(6,571,706)	-
Balance as at June 30, 2026	465,650,350	390,827,345	123,243,380	979,721,075
Total comprehensive income for the period				
Profit / (Loss) for the period	-		(14,501,236)	(14,501,236)
Incremental depreciation on revalued assets for the period	-	(5,665,263.75)	5,665,264	-
Related deferred tax			-	-
	-	(5,665,264)	(8,835,973)	(14,501,236)
Balance as at September 30, 2026	465,650,350	385,162,081	114,407,407	965,219,839

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

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CHIEF EXECUTIVE

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DIRECTOR

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CHIEF FINANCIAL OFFICER

ASHFAQ TEXTILE MILLS LIMITED.
CASH FLOW STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	SEPTEMBER 2026 <u>RUPEES</u>	SEPTEMBER 2025 <u>RUPEES</u>
CASH FLOW FROM OPERATING ACTIVITIES:		
(Loss) before taxation.	(12,948,936)	6,866,596
Adjustments for:		
Depreciation	10,075,937	10,613,783
Provision for staff retirement gratuity	6,000,000	6,000,000
Finance Cost	366,576	1,238
Operating cash flows before working capital changes	<u>3,493,577</u>	<u>23,481,617</u>
Changes in working capital		
(Increase) / decrease in current Assets:		
Store, spare & loose tools.	(15,181,323)	4,508,907
Contract costs	4,623,202	6,993,765
Trade debts	2,636,275	(58,109,032)
Loans, advances,	(7,813,625)	(2,368,956)
Prepayments	(2,884,857)	1,989,375
Other receivables	(2,334,533)	517,912
Tax refunds due from Government.	-	6,388,543
Short term investment	-	-
Increase / (decrease) in current liabilities.		
Trade and other payables	4,858,028	13,289,173
Net cash flow from changes in working capital	<u>(16,096,834)</u>	<u>(26,790,313)</u>
Cash generated from / (used in) operations.		
Finance cost paid	(366,576)	(1,238)
Taxes paid	(1,552,300)	(1,807,884)
Staff retirement gratuity paid	(3,228,000)	(5,705,943)
Net cash generated from operating activities	<u>(5,146,876)</u>	<u>(7,515,065)</u>
Cash flows from investing activities		
Additions property, plant and equipment	(38,060,075)	(1,788,406)
Long term deposits	-	-
Net cash (used in) investing activities	<u>(38,060,075)</u>	<u>(1,788,406)</u>
Cash flows from financing activities		
Net (decrease) increase in short term bank borrowings	29,484,127	-
Net cash (used in) financing activities	<u>29,484,127</u>	<u>-</u>
Net (decrease) increase in cash and cash equivalents	(26,326,081)	(12,612,167)
Cash and cash equivalent at the beginning of the year	46,090,772	21,719,190
Cash and cash equivalents at the end of the year	<u><u>19,764,691</u></u>	<u><u>9,107,023</u></u>

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CHIEF EXECUTIVE

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DIRECTOR

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CHIEF FINANCIAL OFFICER

ASHFAQ TEXTILE MILLS LIMITED.
NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

- 1 The Principal activity of the Company is manufacturing and sale of textile goods.
- 2 These accounts have been prepared in accordance with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting".
- 3 The accounting policies adopted for preparation of these quarterly accounts is the same as adopted in the preceding annual published accounts of the company.
- 4 The quarterly accounts are unaudited and being submitted to the shareholders as required u/s 245 of the Companies Ordinance 1984.
- 5 Amount set aside for workers profit participation fund and deferred tax liability is provisional, final liability will be determined on the basis of annual results.

	SEPTEMBER 2026 RUPEES	SEPTEMBER 2025 RUPEES
6 COST OF SALES:		
Raw material consumed	-	-
Stores & spares consumed	5,285,127	18,151,906
wages salaries and amenities	37,656,672	59,474,916
Sizing expenses	16,116,126	32,054,704
Repair & Maintenance	14,820	1,222,532
Fuel & Power	26,535,714	31,623,515
Depreciation	9,224,880	9,675,347
Insurance	909,825	1,848,448
Other overhead	1	5
	<u>95,743,165</u>	<u>154,051,373</u>
 Contract Cost	 4,623,202	 (1,704,392)
	<u><u>100,366,367</u></u>	<u><u>152,346,981</u></u>

- 7 The Financial statements were authorised for issue on **28-10-2026** by the Board of Directors of the Company
- 8 **Figures have been rounded off to the nearest rupee.**

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CHIEF EXECUTIVE

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DIRECTOR

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CHIEF FINANCIAL OFFICER

ڈائریکٹر کی رپورٹ برائے حصہ داران

محترم حصہ داران

کمپنی کے ڈائریکٹران کی طرف سے پہلی سہ ماہی 30 ستمبر 2026ء کی مالیاتی رپورٹ پیش خدمت ہے۔

نتائج کا جائزہ :-

زیر جائزہ مدت کے دوران کمپنی کی فروخت 98.07 ملین روپے ریکارڈ کی گئی، جبکہ گزشتہ سال کی اسی مدت کے دوران فروخت 168.135 ملین روپے تھی۔ زیر جائزہ مدت کے دوران انتظامی اور دیگر اخراجات فروخت کے 11.28 فیصد رہے، جبکہ گزشتہ سال کی اسی مدت میں یہ شرح 5.70 فیصد تھی۔ زیر جائزہ مدت میں مجموعی منافع کی شرح فروخت کے مقابلے میں منفی 2.33 فیصد رہی، جبکہ گزشتہ سال کی اسی مدت میں یہ شرح 9.39 فیصد تھی۔ مالیاتی اخراجات فروخت کے 0.37 فیصد ریکارڈ کیے گئے، جبکہ گزشتہ سال کی اسی مدت میں یہ شرح 0.00 فیصد تھی۔ فروخت شدہ مال کی لاگت زیر جائزہ مدت میں فروخت کا 102.33 فیصد رہی، جبکہ گزشتہ سال کی اسی مدت میں یہ شرح 90.61 فیصد تھی۔

آئیو اے وقت کے متعلق :-

یہ کہنا بے جا نہ ہو گا کہ شاید پوری دنیا اس وقت معاشی اصلاح اور تبدیلی کے ایک مشکل دور سے گزر رہی ہے۔ ہم نہ صرف جنگوں کو ایک ملک سے دوسرے ملک تک پھیلنے ہوئے دیکھ رہے ہیں، بلکہ کساد بازاری کے اثرات ان خطوں میں بھی نمایاں ہو رہے ہیں جہاں جنگ نہیں ہو رہی، مثلاً یورپ اور کینیڈا۔ مجموعی معاشی صورت حال اس حد تک ابتر ہو چکی ہے کہ لوگ احتجاج کے لیے سڑکوں پر نکل آئے ہیں۔ موجودہ انتہائی غیر یقینی حالات میں لوگ اپنے پیسے خرچ کرنے کے بجائے اسے محفوظ رکھنے کو ترجیح دے رہے ہیں اور صرف بنیادی ضروریات پر اخراجات کر رہے ہیں۔ اس صورت حال کے نتیجے میں کپڑے کی طلب میں مسلسل کمی واقع ہوئی ہے۔ مارکیٹ میں دستیاب آرڈرز حاصل کرنے کے لیے قیمتوں میں نمایاں کمی کرنا پڑ رہی ہے، جس کے باعث کمپنی کو نقصان کا سامنا کرنا پڑ رہا ہے۔

ہم امید کرتے ہیں اور دعا گو ہیں کہ حکومت پاکستان آگے بڑھے اور ملک کی ٹیکسٹائل انڈسٹری کے تحفظ کے لیے مؤثر اور ٹھوس فیصلے کرے۔

بورڈ آف ڈائریکٹران کی طرف سے

---SD---

اشفاق احمد

چیف ایگزیکٹو آفیسر