

**1ST QUARTERLY ACCOUNTS
FOR THREE MONTHS ENDED
SEPTEMBER 30, 2026
(UN AUDITED)**

PARAMOUNT SPINNING MILLS LIMITED

PARAMOUNT SPINNING MILLS LIMITED
COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Muhammad Akhtar Mirza (Chairman)
Mr. Sohail Maqsood (Chief Executive)
Mr. Muhammad Ashraf Khan
Mr. Abid Sattar
Mr. Muhammad Arif
Mrs. Zargha Asif
Mr. Muhammad Junaid

AUDIT COMMITTEE

Mr. Muhammad Junaid (Chairman)
Mr. Abid Sattar
Mr. Muhammad Akhtar Mirza

**HUMAN RESOURCE & REMUNERATION
COMMITTEE**

Mr. Muhammad Arif (Chairman)
Mr. Abid Sattar
Mr. Muhammad Akhtar Mirza

CHIEF FINANCIAL OFFICER

Mr. Imran Aslam

COMPANY SECRETARY

Mr. Muhammad Ijaz

AUDITORS

M/s. Malik Haroon Ahmad & Co.
Chartered Accountants.
Lahore

LEGAL ADVISOR

Akhtar Javed-Advocate

SHARE REGISTRAR OFFICE

M/s. Hameed Majeed Associates (Pvt) Ltd.
Karachi Chamber
Hasrat Mohani Road Karachi
Ph. 32424826, 32412754, Fax. 32424835

REGISTERED OFFICE

2nd Floor Finlay House I.I. Chundrigar Road, Karachi

REGIONAL OFFICE

2nd Floor, Garden Heights, 8-Aibak Block,
New Garden Town, Lahore

WEB PRESENCE

<http://www.gulshan.com.pk/corporate/paramount.html>



Paramount Spinning Mills Limited

2nd Floor Finlay House I.I. Chundrigar Road ,
Karachi (Pakistan)

Director's Report to Shareholders

The Directors of your company are pleased to present audited financial statements of the Company for the Nine months ended September 30, 2026.

Operating & Financial Performance

Operating indicators	Three Months Ended September 30,2026	Three Months Ended September 30,2025
	(Rupees)	(Rupees)
Sales	-	-
Gross loss	-	-
Pretax Profit/ (Loss)	(553,066)	(1,833,482)
Provision for taxation		
Profit / (Loss) after taxation	(553,066)	(1,833,482)

Over View:

A Scheme of arrangement under section 279 to 283 and 285 of the Companies Act 2017 ("Scheme of Arrangement") was filed before Sindh High Court at Karachi vide J.C.M. Petition No. 05/19. The Sindh High Court vide its order dated October 25, 2019, had sanctioned the Scheme, the same has been implemented. The Assets of the company were sold by the Asset sale committee constituted by court comprising of five leading financial institutions, the pending litigation with the Banks by and against the company has been withdrawn in terms of the Scheme of Arrangement.

Future Outlook

Following the completion of sale of all assets of the company in terms of the Scheme of Arrangement, the company has strategically realigned its business model toward commercial trading and other services. The board and the management are actively exploring market opportunities within the trading and services segment. The company will continue to evaluate additional avenues of growth that align with its revised objectives.

Acknowledgement

The Board wishes to place on record its appreciation for the employees, members of management team for their efforts, commitment and hard work during this tough time.

On behalf of the Board



SOHAIL MAQSOOD

CHIEF EXECUTIVE

Lahore:- 29.10.2026

PARAMOUNT SPINNING MILLS LIMITED
CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT 30 SEPTEMBER 2026

	NOTE	30 SEPT 2026 (Unaudited) Rupees	30 JUNE 2026 (Audited) Rupees
ASSETS			
Current Assets			
Operating assets	5	2,479,242	2,510,625
Tax refund due from Government		15,843,067	15,842,940
Cash and bank balances		3,511,806	3,520,713
Total Assets		21,834,115	21,874,278
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Authorised capital			
25,000,000 (30 June 2026: 25,000,000) ordinary shares of Rs.10/- each		250,000,000	250,000,000
Issued, subscribed and paid up share capital		173,523,290	173,523,290
Reserves		475,400,000	475,400,000
Sub-ordinated Loan		148,512,600	148,512,600
(Accumulated loss)		(1,378,349,833)	(1,377,796,767)
		(580,913,943)	(580,360,877)
Current Liabilities			
Loan from associates and other parties		581,342,340	580,710,517
Post employment benefits payables		2,241,765	2,241,765
Trade and other payables		18,045,117	18,164,037
Unclaimed dividend		1,118,836	1,118,836
		602,748,058	602,235,155
Contingencies and Commitments	6		
Total equity and liabilities		21,834,115	21,874,278

The annexed notes from 1 to 9 form an integral part of this condensed interim financial information.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

PARAMOUNT SPINNING MILLS LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2026

	NOTE	QUARTER ENDED	
		2026	2025
		Rupees	
Sales		-	-
Cost of sales		-	-
Gross (loss) / profit		-	-
Administrative expenses		(553,286)	(1,842,650)
Other operating income		635	10,189
		(552,651)	(1,832,461)
(Loss) / profit from Operations		(552,651)	(1,832,461)
Finance cost		(415)	(1,021)
(Loss) / profit before taxation		(553,066)	(1,833,482)
Taxation		-	-
(Loss) / profit after taxation		(553,066)	(1,833,482)
		Rupees	
(Loss) / earnings per share		(0.03)	(0.11)

The annexed notes from 1 to 9 form an integral part of this condensed interim financial information.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

PARAMOUNT SPINNING MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2026

	QUARTER ENDED	
	30-Sep	
	2026	2025
	Rupees	
Loss after taxation	(553,066)	(1,833,482)
Other comprehensive income	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>(553,066)</u>	<u>(1,833,482)</u>

The annexed notes from 1 to 9 form an integral part of this condensed interim financial information.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

PARAMOUNT SPINNING MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2026

	NOTE	30 SEPT 2026	30 SEPT 2025
		Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES	7	(641,145)	(2,224,377)
Cash generated from operations			
Finance cost paid		415	1,021
Net cash used in operating activities		(640,730)	(2,223,356)
CASH FLOWS FROM FINANCING ACTIVITIES			
Loan from associates and other parties- net		631,823	(1,650,000)
Net cash generated from financing activities		631,823	(1,650,000)
Net (decrease) / increase in cash and cash equivalents		(8,907)	(3,873,357)
Cash and cash equivalents - at beginning of the year		3,520,713	8,381,717
Cash and cash equivalents - at end of the year		3,511,806	4,508,360

The annexed notes from 1 to 9 form an integral part of this condensed interim financial information.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

PARAMOUNT SPINNING MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2026

	Share Capital	General Reserve			sub-ordinated loan	Total
		Share Premium	General reserve	Accumulated losses		
Balance as at 01 July 2025	173,523,290	15,400,000	460,000,000	(1,373,679,200)	148,512,600	(576,243,310)
Total Comprehensive loss for the three months ended September 30, 2024				(1,833,482)		(1,833,482)
Surplus on revaluation of operating fixed assets realised during the period : - on account of incremental depreciation for the period	-	-	-	(1,833,482)	-	(1,833,482)
Balance as at 30 September 2025	173,523,290	15,400,000	460,000,000	(1,375,512,682)	148,512,600	(578,076,792)
Balance as at 01 July 2026	173,523,290	15,400,000	460,000,000	(1,377,796,767)	148,512,600	(580,360,877)
Total Comprehensive loss for the three months ended September 30, 2025				(553,066)		(553,066)
Surplus on revaluation of operating fixed assets realised during the period : - on account of incremental depreciation for the period	-	-	-	(553,066)	-	(553,066)
Balance as at 30 September 2026	173,523,290	15,400,000	460,000,000	(1,378,349,833)	148,512,600	(580,913,943)

The annexed notes from 1 to 9 form an integral part of this condensed interim financial information.


CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER


DIRECTOR

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

1. THE COMPANY

- 1.1 Paramount Spinning Mills Limited (the Company) was incorporated as a public limited Company on August 22, 1981 and its shares are listed on Karachi and Lahore Stock Exchanges (now Pakistan Stock Exchange Limited). The registered office is located at Finlay House, I.I. Chundrigar Road, Karachi.

1.2 Scheme of arrangement with secured creditors

The Company had entered into a Scheme of Arrangement dated March 13, 2019 with United Bank Limited, as restructuring agent, and the majority of its lending financial institutions under Sections 279 to 283 read with Section 285 of the Companies Act, 2017. The Scheme was sanctioned by the Hon'ble High Court of Sindh at Karachi vide order dated October 25, 2019 passed in J.C.M. Petition No. 5 of 2019. The Scheme has since been fully implemented. All assets of the Company have been disposed of by the Asset Sale Committee, and the sale proceeds have been distributed amongst the secured creditors in accordance with the Scheme, resulting in the full and final settlement of the Company's liabilities towards the secured creditors. All pending litigations required to be withdrawn under the Scheme have also been withdrawn.

2. BASIS OF PREPARATION

This condensed interim financial information is un-audited and is being submitted to the members in accordance with section 237 of the Companies Act, 2017. It has been prepared in accordance with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting' and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. This condensed interim financial information does not include all the information required for annual financial statements and therefore, should be read in conjunction with the audited annual financial statements of the Company for the year ended June 30, 2026.

3. ACCOUNTING POLICIES

The accounting policies adopted for the preparation of this condensed interim financial information are same as those applied in the preparation of preceding audited annual financial statements of the Company for the year ended June 30, 2026.

4. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of this condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates and assumptions. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. However, actual results may differ from these estimates.

Estimation and judgements made by the management in the preparation of this condensed interim financial information were the same as those that were applied to the audited annual financial statements for the year ended June 30, 2026.

5. Operating fixed assets

		Un-audited September 30, 2026	Audited June 30, 2026
	Note	(Rupees)	
Operating fixed assets	5.1	2,479,242	2,510,625
		<u>2,479,242</u>	<u>2,510,625</u>

5.1 Operating fixed assets

Book value at beginning of the period / year	2,510,625	2,575,000
Book value of assets disposed-off	-	-
Change in NRV/ Depreciation charged	(31,383)	(64,375)
Book value at end of the period / year	<u>2,479,242</u>	<u>2,510,625</u>

6. CONTINGENCIES AND COMMITMENTS**6.1 Contingencies**

There is no change in the matter detailed in note 15.1 to 15.3 to the Company's published annual financial statements for the year ended June 30, 2026.

6.2 Commitments

There is no change in the matter as detail in note 15.4 to the Company's published annual financial statements for the year ended June 30, 2026.

		Quarter ended	
		September 30, 2026	September 30, 2025
	Note	(Rupees)	
7. CASH GENERATED FROM OPERATIONS			
(Loss) / profit before taxation		(553,066)	(1,833,482)
Adjustments for non-cash charges and other items			
Change in NRV of operating fixed assets		31,383	-
Finance cost		(415)	(1,021)
Working capital changes	7.1	(119,047)	(389,874)
		<u>(641,145)</u>	<u>(2,224,377)</u>
7.1 Movement in working capital			
(Increase) / decrease in current assets:			
Trade and other receivable		-	-
Other receivables		(127)	(962,037)
		<u>(127)</u>	<u>(962,037)</u>
Increase / (decrease) in trade and other payables		(118,920)	572,163
		<u>(119,047)</u>	<u>(389,874)</u>

8. RELATED PARTY TRANSACTIONS

8.1 The related parties comprises associated companies, directors and key management personnel. Transaction with related parties are carried out on arm's length basis. Aggregate transactions and balances with associated companies during the period was NIL.

9. GENERAL

9.1 Figures have been rounded off to the nearest rupee except stated otherwise.

9.2 This condensed interim financial information has been authorized for issue by the Board of Directors of the Company on 29/10/2026


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR