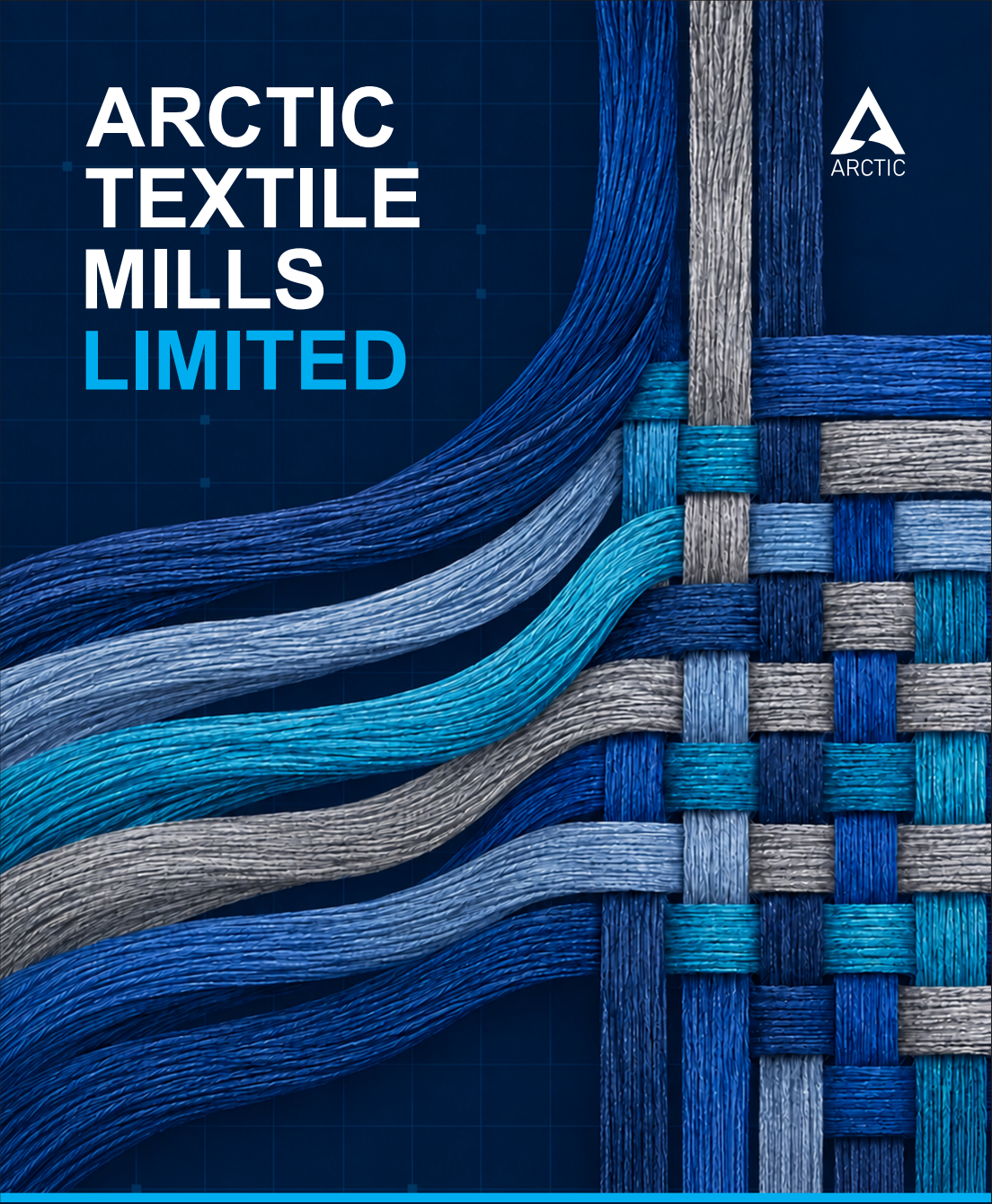
ARCTIC TEXTILE MILLS LIMITED



ARCTIC

FIRST QUARTER REPORT

FOR THE PERIOD ENDED 30 SEPTEMBER 2026

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COMPANY INFORMATION

Board of Directors	Mr. Muhammad Ashraf	Chairman
	Mr. Muhammad Iqbal	Chief Executive Officer
	Mr. Zeeshan Saeed	Director
	Mr. Zahid Ali	Director (Independent)
	Mr. Qasim Ali	Director (Independent)
	Miss. Areej Tariq	Director (Nominee BIPL)
	Mr. Qaiser Nasir	Director (Nominee BIPL)
Audit Committee	Mr. Zahid Ali	Chairman
	Mr. Qaiser Nasir	Member
	Mr. Muhammad Ashraf	Member
HR and Remuneration Committee	Mr. Qasim Ali	Chairman
	Miss. Areej Tariq	Member
	Mr. Muhammad Iqbal	Member
Nomination Committee	Mr. Muhammad Ashraf	Chairman
	Mr. Zahid Ali	Member
	Mr. Qasim Ali	Member
Risk Management Committee	Mr. Muhammad Iqbal	Chairman
	Mr. Muhammad Ashraf	Member
	Mr. Zahid Ali	Member
Sustainability Committee	Mr. Qasim Ali	Chairman
	Miss. Areej Tariq	Member
	Mr. Muhammad Iqbal	Member
Company Secretary	Mr. Ali Mudassar	
Chief Financial Officer	Mr. Muhammad Daniyal	
Auditors	Riaz Ahmad and Company (Chartered Accountants) FS Tower, Out Side Al – Fateh Garden East Canal Road, Faisalabad.	
Banks	The Bank of Punjab Habib Metropolitan Bank Limited MCB Bank Limited Bank Alfalah Limited Askari Bank Limited	
Share Registrar	Corplink (Private) Limited Wings Arcade, 1-K, Commercial, Model Town, Lahore	
Registered/Head Office	P-102, Jail Road, Faisalabad. +92-41-2605076 www.arctictextile.com, info@arctictextile.com	
Mills	35 - Kilometer, Main Sheikhupura Road, Mouza Johal, Tehsil Jaranwala, District Faisalabad.	

ARCTIC TEXTILE MILLS LIMITED

Directors' Report First Quarter FY2027

First quarter ended 30 September 2026 • Unaudited interim financial information

> The quarter delivered substantial growth in revenue and earnings, supported by additional leased production capacity and higher volumes.

REVENUE	GROSS MARGIN	PROFIT AFTER TAXATION	EARNINGS PER SHARE
Rs. 743.9m	**8.83%**	**Rs. 40.8m**	**Rs. 3.10**
▲ 66.1% year on year	▲ 112 bps (Q1 FY2026: 7.71%)	▲ 144.4% year on year	▲ from Rs. 1.27

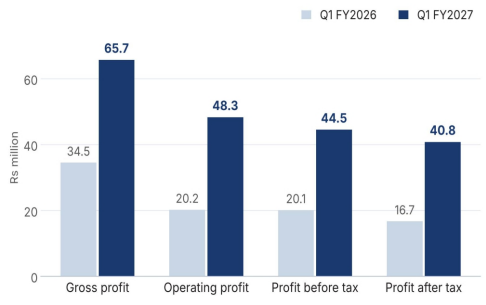
Dear Members,

On behalf of the Board of Directors, we present the Company's performance for the three months ended 30 September 2026. The quarter delivered substantial growth in revenue and earnings, supported by additional leased production capacity and higher volumes.

Financial performance

Revenue increased by **66.1%** to **Rs. 743.87 million**, while operating profit rose by **138.4%** to **Rs. 48.26 million**. Profit after taxation increased by **144.4%** to **Rs. 40.83 million**, resulting in earnings per share of **Rs. 3.10** compared with Rs. 1.27 in the corresponding quarter.

Profitability: Q1 FY2027 vs Q1 FY2026 (Rs. million)



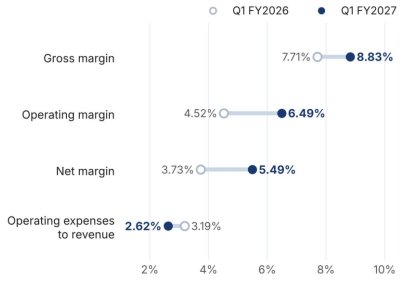
	RUPEES IN THOUSANDS		
	Q1 FY2027	Q1 FY2026	Change
Revenue	743,872	447,800	**66.1%**
Cost of sales	(678,151)	(413,254)	
Gross profit	**65,721**	**34,546**	**90.2%**
Distribution cost	(1,502)	(801)	
Administrative expenses	(14,870)	(11,020)	
Other expenses	(3,084)	(2,483)	
Other income	1,996	—	
Operating profit	**48,261**	**20,242**	**138.4%**
Finance cost	(3,733)	(113)	
Profit before levy and taxation	**44,528**	**20,129**	**121.2%**
Levy	—	—	
Taxation	(3,702)	(3,421)	
Profit after taxation	**40,826**	**16,708**	**144.4%**
Earnings per share in rupees	**3.10**	**1.27**	**144.4%**

OPERATING PERFORMANCE AND FINANCIAL POSITION

Margins and cost efficiency

Gross profit increased by **Rs. 31.18 million** to **Rs. 65.72 million**. Gross margin improved by approximately **112 basis points** to **8.83%**, reflecting the benefit of higher production volumes and stronger fixed-cost absorption. Distribution, administrative and other expenses increased in absolute terms as operations expanded, but declined collectively from 3.19% to 2.62% of revenue.

Profitability measure	Q1 FY2027	Q1 FY2026
Gross margin	**8.83%**	7.71%
Operating margin	**6.49%**	4.52%
Net profit margin	**5.49%**	3.73%
Operating expenses to revenue	**2.62%**	3.19%

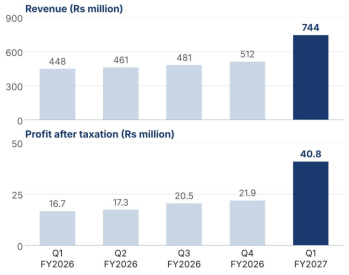


Finance costs and earnings

Finance costs increased to Rs. 3.73 million from Rs. 0.11 million, principally in connection with short-term working capital borrowings. Operating profit covered finance costs approximately **12.9 times**. Other income of Rs. 2.00 million provided an additional contribution to earnings.

Profit before levy and taxation increased by **121.2%** to **Rs. 44.53 million**. Compared with April–June 2026, revenue increased by 45.4% and profit after taxation by 86.1%.

Last five quarters



QUARTER ON QUARTER: PROFIT AFTER TAXATION

+86.1%

Compared with April–June 2026 (Q4 FY2026: Rs 21.94 million).

QUARTER ON QUARTER: REVENUE

+45.4%

Compared with April–June 2026 (Q4 FY2026: Rs 511.70 million).

Cash flow and capital position

Net cash generated from operating activities amounted to **Rs. 66.53 million**, compared with an outflow of Rs. 78.98 million in the corresponding quarter. Cash and bank balances increased to **Rs. 88.63 million** at 30 September 2026 from Rs. 57.76 million at 30 June 2026. Short-term borrowings remained unchanged at Rs. 100.00 million (30 June 2026: Rs. 100.00 million), and the Company reports no long-term debt.

Shareholders' equity increased to **Rs. 555.30 million** from Rs. 514.47 million, while book value per share rose to **Rs. 42.15** from Rs. 39.05. The current ratio improved to **1.04 times** from 0.91 times. Prudent management of inventory, receivables and funding remains central to supporting the expanded scale of operations.

SHAREHOLDERS' EQUITY	BOOK VALUE PER SHARE	CURRENT RATIO	OPERATING CASH FLOW
Rs. 555.30m	**Rs. 42.15**	**1.04x**	**Rs. 66.53m**
30 June 2026: Rs. 514.47m	30 June 2026: Rs. 39.05	30 June 2026: 0.91x	Q1 FY2026: outflow Rs. 78.98m

PRODUCTION EXPANSION AND PRODUCT DEVELOPMENT

● 1 AUGUST 2026	● DURING THE QUARTER	● OCTOBER 2026
Leased unit available	**Solar 946 kW operational**	**Commercial operations**
Two months of availability during the quarter	Supporting lower energy costs alongside grid power	Commenced alongside the conversion business (PSX notice 29 Sep 2026)

Leased production capacity

Additional capacity from the leased unit became available on 1 August 2026, providing two months of availability during the reporting quarter. The arrangement supplements the Company's existing production base without requiring ownership of the underlying facility. Management attributes the improvement in operating performance principally to the additional capacity, higher volumes.

The Company's combined facilities include ring and open-end spinning operations across owned and leased units.

Product portfolio

The Company's diversified fiber and yarn portfolio comprises cotton, CVC, PC, PV and recycled-polyester yarns, supported by a broad range of conversion and manufacturing capabilities. Its product development priorities include mélange, compact, slub and recycled-fiber blends, enabling the Company to cater to varied customer

requirements and specifications. With the expansion of its yarn manufacturing operations, the Company is further broadening its product offering and enhancing its ability to develop higher value-added products. This diversified portfolio supports the Company's objective of expanding its customer base and strengthening its position across the yarn value chain.

Production planning

The Company is scaling up output progressively as product quality, customer acceptance and delivery performance are established. Production capacity is allocated first to confirmed orders that meet acceptable commercial contribution. Standard products with repeat demand provide a stable base for machine loading, while specialist products move into larger production runs once customer trials are successfully completed.

Sales, production and finance functions work together on a rolling operating schedule covering customer orders, machine availability, raw material procurement and funding.

Energy efficiency

Solar installations with a capacity of **946 kW** became operational during the quarter, supporting the Company's objective of reducing energy costs alongside grid power.

SALES DEVELOPMENT AND OUTLOOK

Sales strategy

The Company's sales strategy is focused on aligning additional production with profitable orders and timely collections. By prioritizing quality, reliable delivery and disciplined credit management, the Company aims to build a broader and more diversified customer base and to increase the share of value-added products in its portfolio.

Existing customers Incremental and repeat business for products already accepted on quality and delivery.	**New domestic customers** Developed where specifications match the Company's production capabilities.	**Selective exports** Assessed against product acceptance, delivery requirements and commercial terms.

Customer development and product qualification

The Company gives priority to incremental and repeat business from existing customers for products already accepted on quality and delivery. New domestic customers are developed where their specifications match the Company's production capabilities, and selective export opportunities are assessed against product acceptance, delivery requirements and commercial terms.

Each saleable product is supported by clear specifications covering fiber composition, yarn count, quality parameters, order quantity and lead time. Customer trials precede significant production commitments for new products, so that capacity is allocated in line with demonstrated demand.

Pricing, collections and execution

Pricing and order acceptance will be guided by cost recovery, appropriate contribution and customer credit terms, with close coordination between sales, operations and finance.

Future outlook

The Company enters the second quarter with additional production capacity and solar-supported energy. Subsequent to the quarter end, and as notified to the Pakistan Stock Exchange on 29 September 2026, the Company commenced commercial operations in October 2026, under which it procures raw material and manufactures and sells yarn on its own account. These operations run alongside the existing conversion business, under which yarn is processed from customer-supplied raw material against conversion charges.

In addition, as part of its business expansion strategy, the Board of Directors, at its meeting held on 27 October 2026, approved the commencement of fabric and yarn export operations, to be carried out through local procurement and/or toll manufacturing arrangements. This decision has been duly communicated to the Pakistan Stock Exchange. Management's priorities are to develop the customer base, broaden the value-added product mix, improve productivity and maintain close control over inventory and receivables.

THE BOARD'S VIEW

The Board remains cautiously optimistic. Sustained progress will depend on translating expanded capability into profitable sales and cash generation. The first-quarter performance should not be treated as a full-year forecast.

Acknowledgement

The Board thanks shareholders, customers, banks, financial institutions and regulatory authorities for their continued support, and acknowledges the dedication of the Company's management and employees.

For and on behalf of the Board of Directors

Chief Executive Officer
Faisalabad | 27 October 2026

Director

ڈائریکٹرز رپورٹ
پہلی سہ ماہی مالی سال 2027

30 ستمبر 2026 کو ختم ہونے والی پہلی سہ ماہی • غیر آڈٹ شدہ عبوری مالیاتی معلومات

لیز پر حاصل کردہ اضافی پیداواری استعداد اور بڑھتے ہوئے حجم کی بدولت اس سہ ماہی کے دوران ریونیو اور منافع میں نمایاں اضافہ ہوا۔

ریونیو	مجموعی مارجن	بعد از ٹیکس منافع	فی شیئر آمدنی
743.9 ملین روپے	**8.83%**	**40.8 ملین روپے**	**3.10 روپے**
▲ 66.1 فیصد سالانہ اضافہ	▲ 112 بیسس پوائنٹس (Q1 2026: 7.71 فیصد)	▲ 144.4 فیصد سالانہ اضافہ	▲ 1.27 روپے سے

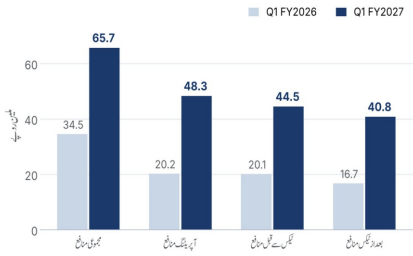
معزز اراکین،

بورڈ آف ڈائریکٹرز کی جانب سے ہم 30 ستمبر 2026 کو ختم ہونے والی سہ ماہی کے لیے کمپنی کی کارکردگی کا جائزہ پیش کرتے ہیں۔ لیز پر حاصل کردہ اضافی پیداواری استعداد اور بڑھتے ہوئے پیداواری حجم کی بدولت اس سہ ماہی کے دوران ریونیو اور منافع میں نمایاں اضافہ ہوا۔

مالیاتی کارکردگی

ریونیو **66.1 فیصد** اضافے کے ساتھ **743.87 ملین روپے** تک پہنچ گیا، جبکہ آپریٹنگ منافع **138.4 فیصد** اضافے کے ساتھ **48.26 ملین روپے** رہا۔ بعد از ٹیکس منافع **144.4 فیصد** اضافے سے **40.83 ملین روپے** ہو گیا، جس کے نتیجے میں فی شیئر آمدنی **3.10 روپے** رہی، جو گزشتہ سال کی اسی سہ ماہی میں 1.27 روپے تھی۔

منافع: پہلی سہ ماہی مالی سال 2027 بمقابلہ پہلی سہ ماہی مالی سال 2026 (ملین روپے)

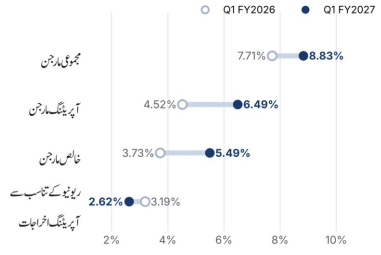


	روپے ہزاروں میں		
	Q1 FY2027	Q1 FY2026	تبدیلی
ریونیو	743,872	447,800	66.1%
فروخت کی لاگت	(678,151)	(413,254)	
مجموعی منافع	**65,721**	**34,546**	**90.2%**
ترسیلی لاگت	(1,502)	(801)	
انتظامی اخراجات	(14,870)	(11,020)	
دیگر اخراجات	(3,084)	(2,483)	
دیگر آمدنی	1,996	—	
آپریٹنگ منافع	**48,261**	**20,242**	**138.4%**
مالیاتی لاگت	(3,733)	(113)	
لیوی اور ٹیکس سے قبل منافع	**44,528**	**20,129**	**121.2%**
لیوی	—	—	
ٹیکس	(3,702)	(3,421)	
بعد از ٹیکس منافع	**40,826**	**16,708**	**144.4%**
فی شیئر آمدنی (روپے)	**3.10**	**1.27**	**144.4%**

آپریٹنگ کارکردگی اور مالی حیثیت

مارجن اور لاگت میں کفایت

مجموعی منافع **31.18 ملین روپے** اضافے کے ساتھ **65.72 ملین روپے** ہو گیا۔ مجموعی مارجن تقریباً **112 بیسس پوائنٹس** بہتر ہو کر **8.83 فیصد** ہو گیا، جو پیداواری حجم میں اضافے اور مقررہ لاگت کی بہتر کھپت کا مظہر ہے۔ کاروباری سرگرمیوں میں توسیع کے باعث ترسیلی، انتظامی اور دیگر اخراجات میں مطلق اعتبار سے اضافہ ہوا، تاہم ریونیو کے تناسب سے یہ اخراجات مجموعی طور پر 3.19 فیصد سے کم ہو کر 2.62 فیصد رہ گئے۔



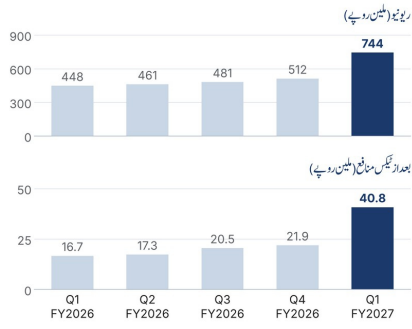
منافع کے پیمانے	Q1 FY2027	Q1 FY2026
مجموعی مارجن	**8.83%**	7.71%
آپریٹنگ مارجن	**6.49%**	4.52%
خالص منافع مارجن	**5.49%**	3.73%
ریونیو کے تناسب سے آپریٹنگ اخراجات	**2.62%**	3.19%

مالیاتی لاگت اور منافع

مالیاتی لاگت 0.11 ملین روپے سے بڑھ کر 3.73 ملین روپے ہو گئی، جس کی بنیادی وجہ ورکنگ کیپیٹل کے لیے حاصل کردہ قابلِ مدتی قرضے ہیں۔ آپریٹنگ منافع مالیاتی لاگت کا تقریباً **12.9 گنا** رہا۔ 2.00 ملین روپے کی دیگر آمدنی نے منافع میں اضافی حصہ ڈالا۔

لیوی اور ٹیکس سے قبل منافع **121.2 فیصد** اضافے کے ساتھ **44.53 ملین روپے** ہو گیا۔ اپریل تا جون 2026 کی سہ ماہی کے مقابلے میں ریونیو میں 45.4 فیصد اور بعد از ٹیکس منافع میں 86.1 فیصد اضافہ ہوا۔

گزشتہ پانچ سہ ماہیاں



سہ ماہی بہ سہ ماہی: بعد از ٹیکس منافع

+86.1%

اپریل تا جون 2026 کے مقابلے میں (چوتھی سہ ماہی مالی سال 2026: 21.94 ملین روپے)۔

سہ ماہی بہ سہ ماہی: ریونیو

+45.4%

اپریل تا جون 2026 کے مقابلے میں (چوتھی سہ ماہی مالی سال 2026: 511.70 ملین روپے)۔

کیش فلو اور سرمایہ جاتی پوزیشن

آپریٹنگ سرگرمیوں سے حاصل ہونے والا خالص کیش **66.53 ملین روپے** رہا، جبکہ گزشتہ سال کی اسی سہ ماہی میں 78.98 ملین روپے کا اخراج ہوا تھا۔ نقد اور بینک بیلنس 30 جون 2026 کے 57.76 ملین روپے سے بڑھ کر 30 ستمبر 2026 کو **88.63 ملین روپے** ہو گئے۔ قلیل مدتی قرضے 100.00 ملین روپے پر برقرار رہے (30 جون 2026: 100.00 ملین روپے)، اور کمپنی کے ذمے کوئی طویل مدتی قرض واجب الادا نہیں ہے۔

حصص یافتگان کی ایکویٹی 514.47 ملین روپے سے بڑھ کر **555.30 ملین روپے** ہو گئی، جبکہ فی شیئر بک ویلیو 39.05 روپے سے بڑھ کر **42.15 روپے** ہو گئی۔ کرنٹ ریشو 0.91 گنا سے بہتر ہو کر **1.04 گنا** ہو گیا۔ انونٹری، قابلِ وصول رقوم اور فنڈنگ کا محتاط انتظام کاروباری سرگرمیوں کے وسیع تر حجم کو سہارا دینے میں بدستور کلیدی اہمیت کا حامل ہے۔

حصص یافتگان کی ایکویٹی	فی شیئر بک ویلیو	کرنٹ ریشو	آپریٹنگ کیش فلو
555.30 ملین روپے	**42.15 روپے**	**1.04 گنا**	**66.53 ملین روپے**
30 جون 2026: 514.47 ملین روپے	30 جون 2026: 39.05 روپے	30 جون 2026: 0.91 گنا	گزشتہ سال: 78.98 ملین روپے کا اخراج

پیداواری توسیع اور مصنوعات کی ترقی

• 1 اگست 2026	• دورانِ سہ ماہی	• اکتوبر 2026
لیز یونٹ کی دستیابی	946 کلوواٹ سولر سسٹم فعال	تجارتی سرگرمیوں کا آغاز
سہ ماہی کے دوران دو ماہ کی دستیابی	گرڈ بجلی کے ساتھ توانائی کی لاگت میں کمی میں معاون	کنورژن کاروبار کے ساتھ آغاز (PSX نوٹس، 29 ستمبر 2026)

لیز پر حاصل کردہ پیداواری استعداد

لیز یونٹ سے اضافی پیداواری استعداد 1 اگست 2026 سے دستیاب ہوئی، جس سے زیرِ جائزہ سہ ماہی کے دوران دو ماہ تک اس سے استفادہ ممکن ہوا۔ یہ انتظام متعلقہ سہولت کی ملکیت حاصل کیے بغیر کمپنی کی موجودہ پیداواری بنیاد کو تقویت فراہم کرتا ہے۔ انتظامیہ کے مطابق آپریٹنگ کارکردگی میں بہتری کی بنیادی وجوہات اضافی پیداواری استعداد اور بڑھتا ہوا حجم ہیں۔

کمپنی کی مجموعی سہولیات میں ملکیتی اور لیز پر حاصل کردہ یونٹس میں قائم رنگ اور اوپن اینڈ اسپننگ آپریشنز شامل ہیں۔

مصنوعات کا پورٹ فولیو

کمپنی کا متنوع فائبر اور یارن پورٹ فولیو کاٹن ,CVC, PC, PV اور ری سائیکلڈ پالیسٹر یارن پر مشتمل ہے، جسے کنورژن اور مینوفیکچرنگ کی وسیع صلاحیتوں کی معاونت حاصل ہے۔ مصنوعات کی ترقی کے حوالے سے کمپنی کی ترجیحات میں میلانج، کمپیکٹ، سلب اور ری سائیکلڈ فائبر بلینڈز شامل ہیں، جن کی بدولت کمپنی صارفین کی متنوع ضروریات اور تصریحات پوری کرنے کی اہل ہے۔ یارن مینوفیکچرنگ آپریشنز میں توسیع کے ساتھ کمپنی اپنی مصنوعات کی رینج کو مزید وسعت دے رہی ہے اور زیادہ ویلیو ایڈڈ مصنوعات تیار کرنے کی صلاحیت کو بڑھا رہی ہے۔ یہ متنوع پورٹ فولیو کسٹمر بیس کو وسعت دینے اور یارن ویلیو چین میں کمپنی کی پوزیشن مستحکم کرنے کے ہدف میں معاون ہے۔

پیداواری منصوبہ بندی

کمپنی مصنوعات کے معیار، صارفین کی جانب سے قبولیت اور ترسیلی کارکردگی کے استحکام کے ساتھ ساتھ اپنی پیداوار میں بتدریج اضافہ کر رہی ہے۔ پیداواری استعداد اولاً ان تصدیق شدہ آرڈرز کے لیے مختص کی جاتی ہے جو قابلِ قبول تجارتی کنٹری بیوشن فراہم کرتے ہوں۔ مسلسل طلب کی حامل معیاری مصنوعات مشینوں کی لوڈنگ کے لیے مستحکم بنیاد فراہم کرتی ہیں، جبکہ خصوصی مصنوعات صارفین کے ٹرائلز کی کامیاب تکمیل کے بعد بڑے پیمانے کی پیداوار میں منتقل کی جاتی ہیں۔

سیلز، پروڈکشن اور فنانس کے شعبے کسٹمر آرڈرز، مشینوں کی دستیابی، خام مال کی خریداری اور فنڈنگ پر مشتمل ایک رولنگ آپریٹنگ شیڈول کے تحت باہمی اشتراک سے کام کرتے ہیں۔

توانائی میں کفایت

سہ ماہی کے دوران 946 کلوواٹ صلاحیت کی حامل سولر تنصیبات فعال ہوگئیں، جو گرڈ بجلی کے ساتھ ساتھ توانائی کی لاگت میں کمی کے کمپنی کے ہدف میں معاون ہیں۔

فروخت میں پیش رفت اور مستقبل کا منظر نامہ

فروخت کی حکمتِ عملی

کمپنی کی فروخت کی حکمت عملی اضافی پیداوار کو منافع بخش آرڈرز اور بروقت وصولیوں سے ہم آہنگ کرنے پر مرکوز ہے۔ معیار، قابلِ اعتماد ترسیل اور منضبط کریڈٹ مینجمنٹ کو ترجیح دیتے ہوئے کمپنی ایک وسیع تر اور زیادہ متنوع کسٹمر بیس قائم کرنے اور اپنے پورٹ فولیو میں ویلیو ایڈڈ مصنوعات کا حصہ بڑھانے کے لیے کوشاں ہے۔

موجودہ صارفین	نئے مقامی صارفین	منتخب برآمدات
معیار اور ترسیل کی بنیاد پر پہلے سے منظور شدہ مصنوعات کے لیے اضافی اور مکرر کاروبار۔	جہاں تصریحات کمپنی کی پیداواری صلاحیتوں سے ہم آہنگ ہوں، وہاں نئے صارفین سے روابط کا فروغ۔	مصنوعات کی قبولیت، ترسیلی تقاضوں اور تجارتی شرائط کی بنیاد پر جائزہ۔

کسٹمر ڈیولپمنٹ اور مصنوعات کی کوالیفکیشن

کمپنی موجودہ صارفین کی جانب سے ان مصنوعات کے اضافی اور مکرر کاروبار کو ترجیح دیتی ہے جو معیار اور ترسیل کے لحاظ سے پہلے ہی منظور شدہ ہیں۔ نئے مقامی صارفین سے روابط وہاں استوار کیے جاتے ہیں جہاں ان کی تصریحات کمپنی کی پیداواری صلاحیتوں سے ہم آہنگ ہوں، جبکہ برآمدات کے منتخب مواقع کا جائزہ مصنوعات کی قبولیت، ترسیلی تقاضوں اور تجارتی شرائط کی روشنی میں لیا جاتا ہے۔

ہر قابلِ فروخت پروڈکٹ کے لیے واضح تصریحات مقرر ہیں جن میں فائبر کی ترکیب، یارن کاؤنٹ، کوالٹی پیرامیٹرز، آرڈر کی مقدار اور لیڈ ٹائم شامل ہیں۔ نئی مصنوعات کے سلسلے میں بڑے پیداواری وعدوں سے قبل صارفین کے ٹرائلز کیے جاتے ہیں، تاکہ پیداواری استعداد ثابت شدہ طلب کے مطابق مختص کی جا سکے۔

قیمتوں کا تعین، وصولیاں اور عمل درآمد

قیمتوں کے تعین اور آرڈرز کی منظوری میں لاگت کی وصولی، مناسب کنٹری بیوشن اور صارفین کی کریڈٹ شرائط کو مدِنظر رکھا جائے گا، اور اس ضمن میں سیلز، آپریشنز اور فنانس کے شعبوں کے درمیان قریبی رابطہ برقرار رکھا جائے گا۔

مستقبل کا منظر نامہ

کمپنی اضافی پیداواری استعداد اور شمسی توانائی کی معاونت کے ساتھ دوسری سہ ماہی میں داخل ہو رہی ہے۔ سہ ماہی کے اختتام کے بعد، اور جیسا کہ 29 ستمبر 2026 کو پاکستان اسٹاک ایکسچینج کو مطلع کیا گیا تھا، کمپنی نے اکتوبر 2026 میں تجارتی سرگرمیوں کا آغاز کیا، جن کے تحت کمپنی اپنے کھاتے میں خام مال خریدتی ہے اور یارن تیار کر کے فروخت کرتی ہے۔ یہ سرگرمیاں موجودہ کنورژن کاروبار کے ساتھ ساتھ جاری ہیں، جس کے تحت صارفین کے فراہم کردہ خام مال سے کنورژن چارجز کے عوض یارن تیار کیا جاتا ہے۔

مزید برآں، کاروباری توسیع کی حکمتِ عملی کے تحت بورڈ آف ڈائریکٹرز نے 27 اکتوبر 2026 کو منعقدہ اپنے اجلاس میں فیبرک اور یارن کی برآمدی سرگرمیوں کے آغاز کی منظوری دی، جو مقامی خریداری اور/یا ٹول مینوفیکچرنگ انتظامات کے ذریعے انجام دی جائیں گی۔ اس فیصلے سے پاکستان اسٹاک ایکسچینج کو باقاعدہ آگاہ کر دیا گیا ہے۔ انتظامیہ کی ترجیحات میں کسٹمر بیس کو فروغ دینا، ویلیو ایڈڈ مصنوعات کے امتزاج کو وسعت دینا، پروڈکٹیویٹی میں بہتری لانا اور انوینٹری و قابلِ وصول رقوم پر کڑی نگرانی برقرار رکھنا شامل ہیں۔

بورڈ کی رائے

بورڈ محتاط انداز میں پُرامید ہے۔ پائیدار پیش رفت کا انحصار وسعت پذیر صلاحیت کو منافع بخش فروخت اور نقد رقم کے حصول میں ڈھالنے پر ہوگا۔ پہلی سہ ماہی کی کارکردگی کو پورے سال کی پیش گوئی تصور نہیں کیا جانا چاہیے۔

اظہارِ تشکر

بورڈ حصص یافتگان، صارفین، بینکوں، مالیاتی اداروں اور ریگولیٹری حکام کا ان کے مسلسل تعاون پر شکریہ ادا کرتا ہے، اور کمپنی کی انتظامیہ اور ملازمین کی لگن کو خراجِ تحسین پیش کرتا ہے۔

منجانب و برائے بورڈ آف ڈائریکٹرز

چیف ایگزیکٹو آفیسر

ڈائریکٹر

فیصل آباد | 27 اکتوبر 2026

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2026

	NOTE	UN-AUDITED 30 SEPTEMBER 2026	AUDITED 30 JUNE 2026
		(RUPEES IN THOUSAND)	
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
30 000 000 (30 June 2026: 30 000 000) ordinary shares of Rupees 10 each		300,000	300,000
Issued, subscribed and paid up share capital			
13 174 800 (30 June 2026: 13 174 800) ordinary shares of Rupees 10 each fully paid in cash		131,748	131,748
Reserves			
Capital reserves			
Equity portion of former shareholders' loan		13,335	13,335
Surplus on revaluation of property, plant and equipment - net of deferred income tax		156,663	159,046
		169,998	**172,381**
Revenue reserve			
Unappropriated profit		253,551	210,342
Total Reserve		**423,549**	**382,723**
TOTAL EQUITY		**555,297**	**514,471**
LIABILITIES			
NON-CURRENT LIABILITIES			
Deferred income tax liability		32,566	38,918
Staff retirement gratuity		138,117	105,024
		170,683	**143,942**
CURRENT LIABILITIES			
Trade and other payables	3	342,223	206,259
Accrued mark-up		3,350	1,016
Short term borrowings		100,000	100,000
		445,573	**307,275**
TOTAL LIABILITIES		**616,256**	**451,217**
CONTINGENCIES AND COMMITMENTS	4		
TOTAL EQUITY AND LIABILITIES		**1,171,553**	**965,688**

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2026

	NOTE	UN-AUDITED 30 SEPTEMBER 2026	AUDITED 30 JUNE 2026
		(RUPEES IN THOUSAND)	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	692,671	672,108
Long term deposits and prepayment		14,697	14,697
		707,368	**686,805**
CURRENT ASSETS			
Stores, spare parts and loose tools		113,664	60,705
Trade debts		170,415	81,345
Loans and advances		14,180	3,793
Advance taxation and levy - net		32,190	23,746
Short term deposits, prepayment and other receivables		45,103	51,534
Cash and bank balances		88,633	57,760
		464,185	**278,883**
TOTAL ASSETS		**1,171,553**	**965,688**

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

CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

FOR THE 1st QUARTER ENDED 30 SEPTEMBER 2026

	NOTE	30-SEPTEMBER 2026	30-SEPTEMBER 2025
		(RUPEES IN THOUSAND)	
REVENUE FROM CONTRACTS WITH CUSTOMERS	6	743,872	447,800
COST OF SALES		(678,151)	(413,254)
GROSS PROFIT		**65,721**	**34,546**
DISTRIBUTION COST		(1,502)	(801)
ADMINISTRATIVE EXPENSES		(14,870)	(11,020)
OTHER EXPENSES		(3,084)	(2,483)
		(19,456)	**(14,304)**
		46,265	**20,242**
OTHER INCOME		1,996	-
PROFIT FROM OPERATIONS		**48,261**	**20,242**
FINANCE COST		(3,733)	(113)
PROFIT BEFORE LEVY AND TAXATION		**44,528**	**20,129**
LEVY		-	-
PROFIT BEFORE TAXATION		**44,528**	**20,129**
TAXATION		(3,702)	(3,421)
PROFIT AFTER TAXATION		**40,826**	**16,708**
EARNINGS PER SHARE- BASIC AND DILUTED (RUPEES)		3.10	1.27

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

CHIEF EXECUTIVE OFFICER | DIRECTOR | CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE 1st QUARTER ENDED 30 SEPTEMBER 2026

	NOTE	30-SEPTEMBER 2026	30-SEPTEMBER 2025
		(RUPEES IN THOUSAND)	
PROFIT AFTER TAXATION		**40,826**	**16,708**
OTHER COMPREHENSIVE INCOME			
Items that will not be reclassified subsequently to profit or loss		-	-
Items that may be reclassified subsequently to profit or loss		-	-
Other comprehensive income for the period-net of tax		-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		**40,826**	**16,708**

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE 1st QUARTER ENDED 30 SEPTEMBER 2026

	SHARE CAPITAL	RESERVES					TOTAL EQUITY
		CAPITAL			REVENUE	TOTAL	
		Equity portion of former shareholders' loan	Surplus on revaluation of property, plant and equipment - net of deferred income tax	Sub total	Unappropriated profit		
	(RUPEES IN THOUSAND)						
Balance as at 30 June 2025-audited	**131,748**	**13,335**	**166,590**	**179,925**	**116,569**	**296,494**	**428,242**
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	(2,648)	(2,648)	2,648	-	-
Profit for the period	-	-	-	-	16,708	16,708	16,708
Other comprehensive income for period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	16,708	16,708	16,708
Balance as at 30 September 2025-Unaudited	131,748	13,335	163,942	177,277	135,925	313,202	444,950
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	(7,855)	(7,855)	7,855	-	-
Adjustment of deferred income tax liability due to remeasurement at period end	-	-	2,959	2,959	-	2,959	2,959
Profit for the period	-	-	-	-	59,713	59,713	59,713
Other comprehensive income for period	-	-	-	-	6,849	6,849	6,849
Total comprehensive income for the period	-	-	-	-	66,562	66,562	66,562
Balance as at 30 June 2026-audited	131,748	13,335	159,046	172,381	210,342	382,723	514,471
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	(2,383)	(2,383)	2,383	-	-
Profit for the period	-	-	-	-	40,826	40,826	40,826
Other comprehensive income for period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	40,826	40,826	40,826
Balance as at 30 September 2026-Unaudited	131,748	13,335	156,663	169,998	253,551	423,549	555,297

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE 1st QUARTER ENDED 30 SEPTEMBER 2026

	30-SEPTEMBER 2026	30-SEPTEMBER 2025
	(RUPEES IN THOUSAND)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before levy and taxation	44,528	20,129
Adjustments for non-cash charges and other items:		
Depreciation	15,089	13,021
Provision for staff retirement gratuity	11,086	9,621
Liability transferred from other company	25,155	-
Finance cost	3,733	113
	99,591	**42,884**
Working capital changes		
Decrease / (increase) in current assets:		
Stores, spare parts and loose tools	(52,959)	9,508
Trade debts	(89,070)	(99,871)
Loans and advances	(10,387)	(1,091)
Short term deposits, prepayment and other receivables	6,431	(5,657)
	(145,985)	**(97,111)**
(Decrease) / increase in trade and other payables	135,764	(9,613)
Cash generated from operations	**89,370**	**(63,840)**
Finance cost paid	(1,199)	(113)
Staff retirement gratuity paid	(3,148)	(6,631)
Income tax paid	(18,498)	(8,393)
Net cash generated from operating activities	**66,525**	**(78,977)**
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure on property, plant and equipment	(35,652)	-
Net cash used in investing activities	**(35,652)**	-
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	**30,873**	**(78,977)**
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	**57,760**	**83,286**
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	**88,633**	**4,309**

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

CHIEF EXECUTIVE OFFICER | DIRECTOR | CHIEF FINANCIAL OFFICER

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE 1st QUARTER ENDED 30 SEPTEMBER 2026

1. THE COMPANY AND ITS OPERATIONS

Arctic Textile Mills Limited (the Company) is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017) on 27 February 1986 and listed on Pakistan Stock Exchange Limited on 30 October 1989. Registered office of the Company is situated at P-102, Jail Road, Faisalabad. The Company manufactures and deals in all types of yarn and also deals in trading of fabric / made ups.

2. BASIS OF PREPARATION AND STATEMENT OF MATERIAL ACCOUNTING POLICY INFORMATION

2.1 Statement of compliance

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:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and

- Provisions of, directives and notifications issued under the Companies Act, 2017.

Where the provisions of, directives and notifications issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of, directives and notifications issued under the Companies Act, 2017 have been followed.

2.2 These condensed interim financial statements do not include all the information required for annual financial statements and should be read in conjunction with the annual financial statements of the Company for the year ended 30 June 2026. These condensed interim financial statements are un-audited, and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and section 237 of the Companies Act, 2017.

2.3 Statement of material accounting policy information

The material accounting policy information applied in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual financial statements of the Company for the year ended 30 June 2026.

2.4 Critical accounting estimates and judgments

In preparing these condensed interim financial statements, the significant judgements made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied in the annual financial statements of the Company for the year ended 30 June 2026.

2.5 Financial risk management

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Company for the year ended 30 June 2026.

3. TRADE AND OTHER PAYABLES

	UN-AUDITED 30 SEPTEMBER 2026	AUDITED 30 JUNE 2026
	(RUPEES IN THOUSAND)	
Creditors	58,361	66,893
Gas Infrastructure Development Cess (GIDC) payable	11,348	11,348
Accrued liabilities	243,845	105,049
Income tax deducted at source	4,334	218
Sales tax payable	9,445	1,254
Workers' profit participation fund	6,077	9,148
Workers' welfare fund	8,813	12,349
	342,223	206,259

4. CONTINGENCIES AND COMMITMENTS

a) Contingencies

i) Guarantees of Rupees 20 million (30 June 2026: Rupees 20 million) are given by the Bank of the Company to Sui Northern Gas Pipelines Limited (SNGPL) against gas connections.

ii) The Company filed writ petitions in Honorable Lahore High Court, Lahore on 17 August 2023 and 16 August 2024, against the recovery of demands having collective amount of Rupees 38.205 million (30 June 2026: Rupees 35.044 million) on increased rate of minimum wages raised by Employees Old Age Benefits Institution (EOBI). Keeping in view of the opinion of the legal counsel of the Company, the related provision is not made in these condensed interim financial statements as there are strong grounds of favorable outcome of the petitions.

iii) The Company filed writ petition in Honorable Lahore High Court Lahore, on 30 July 2025, challenging the imposition of a gas levy amounting to Rupees 41.469 million on the captive power plants under the Off-the-Grid (Captive Power Plants) Levy Ordinance, 2025. On 12 February 2026, Honorable Lahore High Court, Lahore decided the petition in favour of the Company and directed Sui Northern Gas Pipelines Limited (SNGPL) to adjust any amount collected in respect thereof. However, Federal Government, through the Ministry of Energy (Petroleum Division), filed an appeal against this order on 31 March 2026 before Federal Constitutional Court of Pakistan (FCC), Islamabad. Keeping in view the advice of the Company's legal counsel, there are strong grounds for a positive decision of appeal in favour of the Company.

iv) The Company filed writ petition in Honorable Lahore High Court, Lahore on 13 January 2026, against the recovery of arrears of Regasified Liquefied Natural Gas (RLNG) tariff having collective amount of Rupees 12.765 million on arrears of RLNG tariff pertaining to the period of April 2015 to March 2024. The Company has given the post-dated cheques of Rupees 4.552 million against this matter to SNGPL uptill 30 September 2026. On advice of legal counsel, in view of possible favourable outcome, no provision is accounted for in these condensed interim financial statements.

b) Commitments

Commitments arising from short term lease to be recognized on a straight line basis as expense under the practical expedient applied by the Company with respect to IFRS 16 are of Rupees 108.009 million (30 June 2026: Rupees 77.043 million) which are to be paid within one year (30 June 2026: within one year).

	UN-AUDITED 30 SEPTEMBER 2026	AUDITED 30 JUNE 2026
	(RUPEES IN THOUSAND)	

5. PROPERTY, PLANT AND EQUIPMENT

	Operating fixed assets (Note 5.1)	691,009	579,915
	Capital work-in-progress (Note 5.2)	1,662	92,193
		692,671	672,108
5.1	**Operating fixed assets:**		
	Opening book value	579,915	597,748
	Add:		
	Cost of additions during the period / year (Note 5.1.1)	126,183	33,985
		706,098	631,733
	Less: Depreciation charged during the period / year	(15,089)	(51,818)
		691,009	579,915
5.1.1	**Cost of additions during the period / year**		
	Buildings on freehold land	-	1,829
	Plant and machinery	-	31,881
	Furniture and fixtures	37	-
	Power generation house	64,693	-
	Electric installations	61,453	-
	Factory equipment	-	275
		126,183	33,985

5.2 Capital work-in-progress

	Power generation house	Electric installations	Total
	(RUPEES IN THOUSAND)		
Balance as at 30 June 2026	64,693	27,500	92,193
Additions during the period	-	1,662	1,662
Transferred to operating fixed assets during the period	(64,693)	(27,500)	(92,193)
Balance as at 30 September 2026	-	1,662	1,662

6. REVENUE FROM CONTRACTS WITH CUSTOMERS

6.1 The revenue represents conversion and doubling income of Rupees 743.872 million (30 September 2025: Rupees 447.800 million)

6.2 The Company's revenue from external customers by geographical locations was Rupees 743.872 million (30 September 2025: Rupees 447.800 million) from Pakistan.

7. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associate and key management personnel. The Company in the normal course of business carries out transactions with various parties. Detail of transactions and balances with related parties are as follows:

	QUARTER ENDED-(UN-AUDITED) 30-SEPTEMBER 2026	30-SEPTEMBER 2025
	(RUPEES IN THOUSAND)	
i) Transactions		
Associate		
Purchase of goods and other shared services	47,806	15,300
Revenue from conversion and doubling of yarn	577,516	341,052
Key management personnel		
Remuneration and meeting fee paid to Chief Executive Officer, directors and executives	6,880	5,727

	UN-AUDITED 30 SEPTEMBER 2026	AUDITED 30 JUNE 2026
	(RUPEES IN THOUSAND)	
ii) Period end balances		
Associate		
Trade debtors	118,718	-
Trade and other payables	106	-

7.1 Beacon Impex (Pvt.) Ltd. is the associate of the company holding 34.5091% share holding in the company.

8. SHARIAH DISCLOSURES UNDER CLAUSE VII OF PART 1 OF SCHEDULE IV OF THE COMPANIES ACT, 2017

	Statement of Financial Position - Liability Side		
i)	Financing (long-term, short-term, or lease financing) obtained as per Islamic mode:		
	Long term financing	-	-
	Short term borrowings	-	-
	Lease financing	-	-
ii)	Interest or mark-up accrued on any conventional loan or advance	3,350	1,016
	Statement of Financial Position - Asset Side		
iii)	Long term and short term shariah compliant investments	-	-
iv)	Shariah-compliant bank deposits, bank balances and TDRs	-	-

		QUARTER ENDED-(UN-AUDITED)	
		30-SEPTEMBER 2026	30-SEPTEMBER 2025
		(RUPEES IN THOUSAND)	
	Statement of Profit or Loss		
v)	Revenue earned from shariah compliant business segment	743,872	447,800
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 associate	-	-
viii)	Profit earned from Shariah-compliant bank deposits, bank balances or TDRs	-	-
ix)	Exchange (loss incurred) / gain earned from actual currency	-	-
x)	Exchange gain earned using conventional derivative financial instruments	-	-
xi)	Profit paid on Islamic mode of financing	-	-
xii)	Total Interest earned on any conventional loan or advance	-	-
	Source and detailed breakup of other income		
	Shariah compliant		
	Income from non-financial assets:		
	Gain on sale of property, plant and equipment	-	-
	Scrap sales	1,996	-
	Others		
	Non-Shariah compliant		
	Profit on saving account	-	-

There was no relationship with any shariah compliant bank.

9. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were approved by the Board of Directors and authorized for issue on October 27, 2026.

10. CORRESPONDING FIGURES

In order to comply with the requirements of IAS 34, the condensed interim statement of financial position and condensed interim statement of changes in equity have been compared with the balances of annual financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

11. GENERAL

Figures have been rounded off to the nearest thousand of Rupees unless otherwise stated.

CHIEF EXECUTIVE OFFICER | DIRECTOR | CHIEF FINANCIAL OFFICER

Registered Office

P-102, Jail Road, Faisalabad.

+92-41-2605076

www.arctictextile.com info@arctictextile.com

Mills

35 - Kilometer, Main Sheikhupura Road, Mouza Johal,
Tehsil Jaranwala, District Faisalabad.

https://www.arctictextile.com/financial-statement.html