

REPORT AND ACCOUNTS
FOR THE FIRST QUARTER ENDED
SEPTEMBER 30, 2026

AL-ABID SILK MILLS LIMITED

REGISTERED OFFICE
A-34/A, S.I.T.E., Manghopir Road, Karachi.

AL-ABID SILK MILLS LIMITED

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AL-ABID SILK MILLS LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS	Mr. Naseem A. Sattar Mr. Azim Ahmed Mr. Qamar Mashkoor Mr. Arsalan-ul-haque Mrs. Sadaf Nadeem Mrs. Sadia Jamal Syed Raza Abbas Jaffari	Chairman and Founder of the Company Chief Executive Officer Independent Non-Executive Director Independent Non-Executive Director Non-Executive Director Non-Executive Director Nominee Director of (N.I.T)
AUDIT COMMITTEE	Mr. Arsalan-ul-haque Mr. Qamar Mashkoor Mrs. Sadia Jamal	Chairman Member Member
H.R. REMUNERATION COMMITTEE	Mr. Qamar Mashkoor Mr. Azim Ahmed Mrs. Sadia Jamal	Chairman Member Member
CHIEF FINANCIAL OFFICER	Mr. Haroon Rasheed	
SECRETARY	Mr. Naseem Ahmed	
AUDITORS	Muniff Ziauddin & co. Chartered Accountants	
REGISTRARS	Jwaffs Registrar Services (Pvt) Ltd. Office # 20, 5th Floor, Arkay Square Extension, New Chali Shahrah-Liaquat Karachi.	
BANKERS	Allied Bank Limited Faysal Bank Limited Habib Bank Limited Habib Metropolitan Bank Limited JS Bank Limited Meezan Bank Limited National Bank of Pakistan PAiR Investment Company Limited Summit Bank Limited The Bank of Punjab United Bank Limited	
REGISTERED OFFICE	A-34/A, S.I.T.E. Manghopir Road Karachi.	
MILLS	A-34/A, A-29/B, S.I.T.E. Karachi.	
E-MAIL	mail@alabid.com	

AL-ABID SILK MILLS LIMITED

DIRECTORS' REPORT TO SHAREHOLDERS

The Board of Directors of Al-Abid Silk Mills Limited is pleased to present the Company's condensed interim financial statement for the quarter ended on September 30, 2026.

As reported earlier, trial production activities on the Costing and Flocking lines commenced during the last quarter of the financial year 2026. The Company continues to actively pursue business opportunities with both domestic and international customers. Numerous product samples have been dispatched for evaluation and approval, with the objective of gradually reviving the Company's business operations.

Ongoing geopolitical tensions between the United States and Iran have contributed to volatility in international oil prices and inflationary pressures, adversely affecting the overall economic environment and causing delay in decision making by the customers.

The Company remains committed to restoring its operations, creating employment opportunities, and contributing to the country's foreign exchange earnings through the revival of its export business.

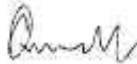
Future Outlook

The global economic environment remains uncertain amid ongoing geopolitical tensions and related economic challenges. Notwithstanding these uncertainties, management remains focused on the gradual revival of the Company's principal manufacturing facilities. This will be pursued in phases, with the eventual resumption of the Back Process and Dye House being key priorities, subject to prevailing business conditions and the availability of resources.

ACKNOWLEDGMENT:

The Board of Directors expresses its sincere gratitude to the shareholders and financial institutions for their continued support, confidence, and trust in the Company.

For and on behalf of the Board of Directors



Director



Azim Ahmed
Chief Executive Officer

Karachi: October 29, 2026

AL-ABID SILK MILLS LIMITED

حصص داران کیلئے ڈائریکٹرز کی رپورٹ

العابد سिल्ک ملیمینٹڈ کے بورڈ آف ڈائریکٹرز کو 30 ستمبر 2026ء کو ختم ہونے والی پہلی سرمایہ کیلئے کمپنی کا مجموعی مالیاتی حسابات پیش کرتے ہوئے غوثی ہو رہی ہے۔

جیسا کہ پہلے بھی بتایا جا چکا ہے، مالی سال 2026ء کی آخری سرمایہ کے دوران کوٹنگ اور پلاٹنگ لائنوں پر آرمائی پیداوار کا آغاز ہو گیا ہے۔ کمپنی مقامی اور بین الاقوامی صارفین کے ساتھ کاروباری مواقع کے حصول کے لیے مسلسل سرگرم عمل ہے۔ مصنوعات کے متعدد نمونے جانچ اور منظوری کے لیے بھیجے جا چکے ہیں، جن کا مقصد کمپنی کی کاروباری سرگرمیوں کو بٹھرتا بحال کرنا ہے۔

امریکہ اور ایران کے درمیان جاری جغرافیائی و سیاسی کشیدگی کے باعث عالمی منڈی میں تیل کی قیمتوں میں اتار چڑھاؤ اور فراطر زر کے ہدف میں اضافہ ہوا ہے۔ اس صورت حال نے مجموعی معاشی ماحول کو متاثر کیا ہے اور صارفین کی جانب سے فیصلے کرنے کے عمل میں تاخیر کا سبب بنی ہے۔

کمپنی اپنی کاروباری سرگرمیوں کو بحال کرنے، روزگار کے مواقع پیدا کرنے اور برآمدی کاروبار کی بحالی کے ذریعے ملک کے لیے درمبادی رکھنے میں اپنا کردار ادا کرنے کے عزم پر قائم ہے۔

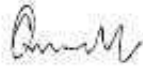
مستقبل کی پیش بینی:

جاری جغرافیائی و سیاسی کشیدگی اور اس سے وابستہ معاشی مشکلات کے باعث عالمی معاشی ماحول بدستور غیر یقینی صورت حال سے دوچار ہے۔ ان غیر یقینی حالات کے باوجود، انتظامیہ کمپنی کی بنیادی پیداواری سہولیات کو بٹھرتا بحال کرنے پر توجہ مرکوز کیے ہوئے ہے۔ یہ عمل مرحلہ وار مکمل کیا جائے گا، جس میں کاروباری حالات اور سماج کی دستیابی سے مشروط طور پر ایک پریکٹس اور آئی ہاؤس کی سرگرمیوں کو دوبارہ شروع کرنا اہم تر جہات میں شامل ہوگا۔

انتہاء تفکر:

بورڈ آف ڈائریکٹرز کمپنی کے حصص یافتگان اور مالیاتی اداروں کا ان کے مسلسل تعاون، اعتماد اور صبر برداری شکر ادا کرتے ہیں۔

بورڈ آف ڈائریکٹرز کی جانب سے



ڈائریکٹر



عقید احمد
چیف ایگزیکٹو آفیسر

مورخہ: 29 اکتوبر 2026ء

AL-ABID SILK

STATEMENT OF FINANCIAL

AS AT

Note: Sep 30, 2026 June 30, 2026
(Rupees)

EQUITY & LIABILITIES

SHARE CAPITAL AND RESERVES

Authorized capital		
20,000,000 ordinary shares of Rs. 10/- each	200,000,000	200,000,000
Issued, subscribed and paid-up capital	134,095,500	134,095,500
Capital reserves		
Other reserves	372,834,000	372,834,000
Revaluation surplus on property, plant & equipment	5 2,268,028,543	2,289,044,017
Revenue reserves		
Accumulated loss	(2,350,176,905)	(2,345,294,925)
Total equity	424,781,138	450,678,592

LIABILITIES

NON- CURRENT LIABILITIES

Deferred tax		
Long term finances	6 152,764,000	172,764,000
Staff retirement benefits	7 8,968,410	9,018,410
	161,732,410	181,782,410

CURRENT LIABILITIES

Loan from directors - unsecured	8 561,018,754	561,018,754
Trade and other pay	814,375,866	802,455,752
Unclaimed dividend	108,310	108,310
Current maturity of long term finances	6 45,000,000	30,000,000
Accrued markup	9 43,322,484	43,322,484
Short term finances	10 744,239,039	744,239,039
Provision for taxation	1,522,309	1,325,059

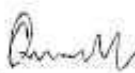
2,209,586,762 2,182,469,398

CONTINGENCIES AND COMMITMENTS

11
2,796,100,310 2,814,930,400

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


Chief Executive Officer


Director


Chief Financial Officer

MILLS LIMITED

POSITION (UN-AUDITED)

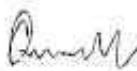
SEPTEMBER 30, 2026

	Note	Sep 30, 2026	June 30, 2026
		(Rupees)	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	12	2,268,768,474	2,295,704,053
Investment property	13	287,869,000	287,869,000
Long term security deposit		4,815,457	4,815,457

CURRENT ASSETS

Stores and spares		10,733,690	10,733,690
Loans and advances		4,714,998	2,289,788
Trade deposits and prepayments		218,100	218,100
Other receivables	14	107,429,071	106,149,260
Tax refunds due from government		69,968,665	69,789,761
Cash and bank balances		41,582,855	37,361,291
		234,647,379	226,541,890
		<u>2,796,100,310</u>	<u>2,814,930,400</u>


Chief Executive Officer


Director


Chief Financial Officer

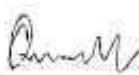
AL-ABID SILK MILLS LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT (UN-AUDITED)
For the First Quarter ended September 30, 2026

	Note	July-Sep 2026 ----- (Rupees) -----	July-Sep 2025 ----- (Rupees) -----
Sales and manufacturing	15	352,910	-
Cost of sales		(27,631,464)	(34,289,191)
Gross loss		(27,278,554)	(34,289,191)
Operating expenses			
Administrative expenses		(14,584,999)	(14,531,037)
Other income	16	16,163,349	8,834,349
Loss from operations		(25,700,204)	(39,985,879)
Finance cost		-	-
Loss before levy and taxation		(25,700,204)	(39,985,879)
Levy		(197,250)	(101,301)
Loss before taxation		(25,897,454)	(40,087,180)
Taxation		-	-
Loss after taxation		(25,897,454)	(40,087,180)
Loss per share - basic and diluted	17	(1.93)	(2.99)

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


 Chief Executive Officer


 Director


 Chief Financial Officer

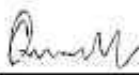
AL-ABID SILK MILLS LIMITED

CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED) For the First Quarter ended September 30, 2026

	July-Sep 2026 ----- (Rupees) -----	July-Sep 2025 ----- (Rupees) -----
Loss after taxation	(25,897,454)	(40,087,180)
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Revaluation of property, plant and equipments		
Remeasurements of defined benefit liability		
Items that are or may be reclassified subsequently to profit or loss		
Other comprehensive income for the period		
Total comprehensive (loss) / profit for the period	(25,897,454)	(40,087,180)

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


Chief Executive Officer


Director


Chief Financial Officer

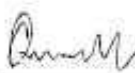
AL-ABID SILK MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) For the First Quarter ended September 30, 2026

	July-Sep 2026	July-Sep 2025
	----- (Rupees) -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before levy and taxation	(25,700,204)	(39,985,879)
Adjustments for:		
Depreciation	27,485,579	34,399,980
Addition to fixed assets	(550,000)	-
	26,935,579	34,399,980
WORKING CAPITAL CHANGES		
Decrease / (Increase) in current assets:		
Loan and advances	(2,425,210)	15,000
Other receivable	(1,279,811)	4,601,438
Tax refunds due from government	(45,764)	(11,804)
	(3,750,785)	4,604,634
(Decrease) / Increase in current liabilities:		
Trade and other payable	11,920,114	1,155,997
Cash generated from / (used on) operations	9,404,704	174,732
Taxes paid	(133,140)	(145,858)
Gratuity paid	(50,000)	-
Net cash used in operating activities	9,221,564	28,874
CASH FLOW FROM INVESTING ACTIVITIES	-	-
Net cash generated from investing activities	-	-
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of long term finance	(5,000,000)	(8,500,000)
Net cash used in financing activities	(5,000,000)	(8,500,000)
Net decrease in cash and cash equivalents	4,221,564	(8,471,126)
Cash and cash equivalents at the beginning of the period	37,361,291	50,467,357
Cash and cash equivalents at the end of the period	41,582,855	41,996,231

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


Chief Executive Officer


Director


Chief Financial Officer

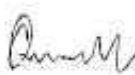
AL-ABID SILK MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) For the First Quarter ended September 30, 2026

	Share Capital Issued, subscribed and paid-up capital	Capital Reserve Other reserve	Revaluation Surplus on Property Plant & Equipment	Revenue Reserve Accumulated Loss	Total
	Rupees				
Balance as at July 01, 2025	134,096,500	372,834,000	2,400,539,148	(2,314,936,923)	592,531,725
Comprehensive income for the period					
Loss after tax for the period ended September 30, 2025	-	-	-	(40,087,180)	(40,087,180)
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the period ended September 30, 2025	-	-	-	(40,087,180)	(40,087,180)
Balance as at September 30, 2025	134,096,500	372,834,000	2,400,539,148	(2,355,024,103)	552,444,545
Balance as at July 01, 2026	134,096,500	372,834,000	2,289,044,017	(2,345,294,925)	450,676,592
Comprehensive income for the period					
Loss after tax for the period ended September 30, 2026	-	-	-	(25,897,454)	(25,897,454)
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the period ended September 30, 2026	-	-	-	(25,897,454)	(25,897,454)
Transfer from surplus on revaluation of fixed assets on account of incremental depreciation	-	-	(21,015,474)	21,015,474	-
Balance as at September 30, 2026	134,096,500	372,834,000	2,268,028,543	(2,366,176,906)	424,781,138

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


Chief Executive Officer


Director


Chief Financial Officer

AL-ABID SILK MILLS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2026

1. LEGAL STATUS AND OPERATIONS

- 1.1 Al-Abid Silk Mills Limited (the Company) was incorporated as a private limited company in the year 1968, later on it was converted into public limited company as on December 24, 1987 under repealed Companies Ordinance, 1984 (repealed by the enactment of Companies act, 2017). The shares of the Company are listed on Pakistan Stock Exchange Limited. The registered office is located at A-34/A, S.I.T.E., Manghopir Road, Karachi. The Company is principally engaged in manufacturing and processing of various kinds of fabrics and export of printed and dyed cloth, bed sets and other textile made-ups. The manufacturing facilities of the Company are located at Karachi.

Geographical location and addresses of major business units including mills / plants of the Company are as under:

KARACHI

A-34/A, S.I.T.E., Manghopir Road, Karachi.

A-29/B, S.I.T.E., Manghopir Road, Karachi.

2. GOING CONCERN ASSUMPTIONS

The Company has curtailed off the manufacturing activities for quite some time. As a result of constant losses, the accumulated loss of the company has reached to Rs. 2,350 billion and total equity stood at Rs. 425 million, while the reported current liabilities (since partly under litigation) have exceeded to current assets of the company by Rs. 1,974 billion. These conditions indicate the existence of a material uncertainty that may cast significant doubt on Company's ability to continue as a going concern and therefore it may be unable to realize its assets and discharge its liabilities in the normal course of business. However, the management of the company believes that the company will remain a going concern in the foreseeable future.

The bank and DFI filed civil recovery suits in Honorable High Court for recovery of their lent fund. The Company filed leave to defend in the court against all such legal suits. Furthermore, the company did not accrue the markup of Rs. 26 million as matter was under litigation. Previously the company has settled and paid off the liabilities of various banks including JS Bank Limited. The matter with The Bank of Punjab has been settled and the payment is being made. Management of the Company has already requested the remaining bank and DFI collectively and individually to reschedule their credit facilities for a longer period.

As part of the Business Revival Plan, during the first phase, the Company developed a range of samples for various local and foreign buyers, several of which have subsequently been approved. Subsequent to the year end, the Company will commence production on its coating and flocking line for customers. In parallel, the Company has continued its engagement with foreign customers and has submitted samples for their review and approval, with the objective of reviving and expanding its export business.

Furthermore, the Company has commenced the import of required raw materials, including textile flock and chemicals, against advance payments. In this regard, the Company has also activated its Pakistan Single Window (PSW) portal/account with Pakistan Customs to facilitate the clearance of imported goods.

Besides production, the Company has sublet its surplus land and building to logistic companies for their warehousing and distribution purpose. This has generated additional revenue for the Company which is being utilised to maintain the plant, machinery and buildings as well as to support the repayment of bank liabilities.

Considering the above, the management of the company is confident to turn it around and to continue as a going concern. Accordingly, these financial statements do not include any adjustment relating to the realization of its assets and liquidation of any liabilities that might be necessary should the company be unable to continue as a going concern.

AL-ABID SILK MILLS LIMITED

3 Basis of Preparation

3.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- IFRS Accounting Standards issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- 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.

3.2 Basis of measurement

These financial statements have been prepared under the historical cost convention except for certain items as disclosed on the relevant accounting policies below.

3.3 Functional and presentation currency

These financial statements are presented in Pak Rupee (Rs./Rupees), which is the functional currency of the Company. Amount presented in the financial statements have been rounded off to the nearest of Rs./Rupees unless otherwise stated.

3.4 Basis of measurement

These financial statements has been prepared under the historical cost convention, except for certain items as disclosed in the relevant accounting policies.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of financial statements in conformity with the accounting and reporting standards requires the use of certain critical accounting estimates. 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 historic experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. In the process of applying the Company's accounting policies, the management has made the following estimates and judgements which are significant to the financial statements:

- a) Assumptions and estimates used in determining the recoverable amount, residual values and useful lives of operating fixed assets (note 4.1);
- b) Assumptions and estimate used in provision for current tax and recognition of deferred tax ;
- c) Assumptions and estimates used in assessment of discount rates; and
- d) Assumptions and estimates used in calculating expected credit losses.

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.

AL-ABID SILK MILLS LIMITED

	Sep 30, 2028	June 2028
	(Rupees)	
5 Revaluation Surplus on Property Plant & Equipment		
Balance at beginning of the year	2,288,044,617	2,400,538,148
Add: Surplus arising during the year	-	-
Less: Transferred to unappropriated profit on account of incremental depreciation for the year	(21,015,474)	(111,485,131)
Less: Transferred to unappropriated profit on account of disposal for the year	-	-
Surplus/Deficit on revaluation arisen during the year	-	-
Balance at end of the period - net	2,268,029,143	2,289,053,017

5.1 The Company has revalued its Leasehold land, Building on Leasehold land, Plant, Machinery & equipments, Furniture & Fixture, Office equipment, Electric gas & Other installation. The valuation has been determined by the independent qualified valuer M/s. Fair water Property Valuers and surveyors (Pvt) Ltd on June 30, 2028. The assessed value of the fixed assets as determined by the valuer amounts to Rs. 2,545,457,650, however, the fixed sales value is Rs. 2,135,690,503 have been taken to account for the fixed assets.

5.2 Had there been no revaluation the related figures of Leasehold land, Building on Leasehold land, Plant, Machinery & equipments, Furniture & Fixture, Office equipment, Electric, gas & Other installation would have been as follows:

	September 30, 2028				June 30, 2028			
	Cost	Addition	Accumulated depreciation	Book value	Cost	Addition	Accumulated depreciation	Book value
Leasehold land	29,376,842	-	-	29,376,842	29,376,842	-	-	29,376,842
Building on leasehold land	311,463,179	425,800	253,014,342	58,874,637	294,798,724	18,719,855	251,115,141	62,403,438
Plant, Machinery & equipments	1,487,850,234	125,800	1,332,961,477	177,013,757	1,485,717,584	4,132,630	1,355,425,868	184,424,346
Furniture & Fixture	42,571,147	-	37,872,540	4,698,607	41,571,147	-	37,751,066	4,820,081
Office equipment	4,538,716	-	4,071,466	567,250	4,538,716	-	4,068,331	570,385
Electric, gas & Other installation	71,081,709	-	63,813,254	7,268,455	71,081,709	-	63,420,883	7,660,826
	1,934,381,687	551,600	1,679,863,081	277,763,726	1,933,089,721	18,852,485	1,671,125,289	283,816,918

6 LONG TERM FINANCES		
From Bank - Secured		202,764,000
Less: Payment during the year	5.1	(15,000,000)
		187,764,000
Less: Current maturity		(45,000,000)
		142,764,000

6.1 The company has entered into the settlement agreement with the Bank of Punjab whereof the Company will pay quarterly agreed amount in 06 years without any further interest. The facility is secured against mortgage on factory Land and Building of Plot No A-34A.

	Sep 30, 2028	June 2028
	(Rupees)	
7 STAFF RETIREMENT BENEFITS	8,969,410	9,018,410
7.1 Changes in present value of defined benefit obligation		
Present value at the beginning of the year	8,019,410	8,728,028
Current service cost	-	525,783
Interest cost on defined benefit obligation	-	206,001
Benefits/Lia. Grants paid during the year	(50,000)	(230,000)
Experience adjustments	-	(116,302)
Present value at the end of the year	8,969,410	9,018,410

8 LOAN FROM DIRECTORS - UNSECURED		
Balance at beginning of the year	561,018,754	561,018,754
Received during the period	-	-
Repaid during the period	-	-
	561,018,754	561,018,754

This above is interest free loan from director(s) of the company, which is payable on demand.

9 ACCRUED MARKUP		
Export refinance loan	32,377,419	32,377,419
Liabilities against assets subject to finance lease	3,437,436	3,437,436
Short term loan	7,507,629	7,507,629
	43,322,484	43,322,484

10 SHORT TERM FINANCES		
From banks and financial institutions - Secured	10.1	744,239,638
		744,239,638

10.1 The facilities consist of various types of short term finances from bank and non-banking finance institution. The facilities are secured against hypothecation charge on stocks, mortgage on factory property of Plot No. A-26(B) with Land, building and machinery installed thereon and charge on book debts of the company. As fully disclosed in note No. 16, various banks have filed suit for the recovery of these loans. Previously the company has settled off most of the banks. The management is actively pursuing rest of the bank and D.F.I for rescheduling or settlement as disclosed in note 2 & 16.

AL-ABID SILK MILLS LIMITED

Sep 30, 2020 June 2020

(Rupees)

CONTINGENCIES AND COMMITMENTS

Contingencies

Bank guarantees

78,787,808

78,787,808

S.N.	CASE NO.	FORUM	BRIEF DESCRIPTION	STATUS
1		Smith High Court	The Sales Tax Department has filed an appeal in the Honorable High Court of Sindh on 21st August 2020 against the order of the learned Appellate Tribunal Customs and Sales Tax for recovery of Additional Tax and is pending awaiting to be heard by the Honorable High Court. The provisions of the amount has been made in these accounts at the management of the company is of the view that the decision of the learned Appellate Tribunal Customs and Sales Tax given in favor of the Company will be successful by the Honorable High Court.	Pending
2	Appellate No. 95 of 2019	Smith High Court	The 1st Sales Tax Reference Application No. 11 & 12 of 2019 filed by the company against order passed by the Sindh Revenue Board appellate Tribunal under dated no dated ending June 01, 2019 and June 30, 2019 are pending before Honorable High Court of Sindh at Karachi. Further, The Sindh Revenue Board has with 1st Sales Tax Reference Application No. 119 of 2019 against order passed by the Sindh Revenue Board appellate Tribunal under dated no dated ending June 01, 2019 and June 30, 2019. During the year, the Smith High Court issued order in favor of the company. The Department has filed an appeal before the Supreme Court for challenging the order.	Dismissed off
3	SAC No. 9-45/2020	Smith High Court	At-Mid Silk Mills Limited (company) has filed suit for damages against the 2nd Bank Limited and 3rd Bank Limited filed suit on 06/06/2020 against the company for recovery of outstanding loan amounting to Rs. 355,282,885/- (Three hundred and fifty five lakh and eight hundred and eighty two thousand eight hundred and eighty five rupees). The company denied the claim and the suit was transferred to the District Court of Sindh at Karachi. The company denied the claim and the suit was transferred to the District Court of Sindh at Karachi. The company denied the claim and the suit was transferred to the District Court of Sindh at Karachi.	Settled
4	SAC No. 9-95 of 2020	Smith High Court	Bank of Punjab filed suit against the Company for recovery of outstanding loan amounting to Rs. 118,888,840/- (One hundred and eighteen lakh and eight hundred and eighty eight thousand four hundred rupees) and the Bank of Punjab has received their dispute with a counter demand (a demand) in the District Court, Islamabad payments as per schedule has been made by the Company against the settlement of this loan.	Settled
5	SAC No. 9-111 of 2019	Smith High Court	Bank of Punjab filed suit against the Company for recovery of outstanding loan amounting to Rs. 175,460,840/- (One hundred and seventy five lakh and four hundred and eighty thousand four hundred rupees).	Pending
6	SAC No. 9-14 of 2017	Smith High Court	Bank of Punjab filed suit against the Company for recovery of outstanding loan amounting to Rs. 948,242,240/- (Nine hundred and forty eight lakh and twenty four thousand two hundred rupees).	Pending
7	SAC No. 714/2019	District Court of Sindh	The company has filed suit No. 1085/2019 for cancellation of Cheques and damages against the 1st Bank Limited. The case is being vigorously contested by the bank. The proceedings were previously adjourned before the Honorable High Court of Sindh at Karachi but in light of the Sindh Civil Court Amendment Act 2020, the case has been transferred to the District Court of Sindh at Karachi.	Pending
8	SAC No. 378/2020	District Court of Sindh	Bank of Punjab has filed the suit No. 1085/2019 against the company for recovery of Rs. 25,32 million. The case is being vigorously contested by the bank. The proceedings were previously adjourned before the Honorable High Court of Sindh at Karachi but in light of the Sindh Civil Court Amendment Act 2020, the case has been transferred to the District Court of Sindh at Karachi.	Suit Dismissed
9	SAC No. 564/2020	District Court of Sindh	Bank of Punjab has filed the suit No. 1085/2019 against the company for recovery of Rs. 40,34 million. The case is being vigorously contested by the bank. The proceedings were previously adjourned before the Honorable High Court of Sindh at Karachi but in light of the Sindh Civil Court Amendment Act 2020, the case has been transferred to the District Court of Sindh at Karachi.	Pending
10	SAC No. 159/2020	District Court of Sindh	Bank of Punjab has filed the suit No. 1085/2019 against the company for recovery of Rs. 10,84 million. The case is being vigorously contested by the bank. The proceedings were previously adjourned before the Honorable High Court of Sindh at Karachi but in light of the Sindh Civil Court Amendment Act 2020, the case has been transferred to the District Court of Sindh at Karachi.	Pending
11	SAC No. 248/2020	District Court of Sindh	Bank of Punjab has filed the suit No. 1085/2019 against the company for recovery of Rs. 30,30 million. The case is being vigorously contested by the bank. The proceedings were previously adjourned before the Honorable High Court of Sindh at Karachi but in light of the Sindh Civil Court Amendment Act 2020, the case has been transferred to the District Court of Sindh at Karachi.	Suit Dismissed and appeal by Plaintiff
12	SAC No. 653/2020	District Court of Sindh	Bank of Punjab has filed the suit No. 1085/2019 against the company for recovery of Rs. 18,88 million. The case is being vigorously contested by the bank. The proceedings were previously adjourned before the Honorable High Court of Sindh at Karachi but in light of the Sindh Civil Court Amendment Act 2020, the case has been transferred to the District Court of Sindh at Karachi.	Pending
13	SAC No. 387/2020	District Court of Sindh	Bank of Punjab has filed the suit No. 1085/2019 against the company for recovery of Rs. 25,32 million. The case is being vigorously contested by the bank. The proceedings were previously adjourned before the Honorable High Court of Sindh at Karachi but in light of the Sindh Civil Court Amendment Act 2020, the case has been transferred to the District Court of Sindh at Karachi.	Pending
14	H.C.A.12/2020	Smith High Court	The company has filed an appeal in the Honorable High Court of Sindh against the order of the learned Single Judge wherein the company was ordered to pay the amount of Rs. 10,84 million to the bank. The case is being vigorously contested by the bank. The proceedings were previously adjourned before the Honorable High Court of Sindh at Karachi but in light of the Sindh Civil Court Amendment Act 2020, the case has been transferred to the District Court of Sindh at Karachi.	Pending
15	SAC No. 34/2020	Smith High Court	Bank of Punjab has filed a winding up petition on the ground that the company owes a sum of Rs. 40,34 million to the bank. The case is being vigorously contested by the bank. The proceedings were previously adjourned before the Honorable High Court of Sindh at Karachi but in light of the Sindh Civil Court Amendment Act 2020, the case has been transferred to the District Court of Sindh at Karachi.	Pending
16	SAC No. 25/2020	Smith High Court	Bank of Punjab has filed a winding up petition on the ground that the company owes a sum of Rs. 10,84 million to the bank. The case is being vigorously contested by the bank. The proceedings were previously adjourned before the Honorable High Court of Sindh at Karachi but in light of the Sindh Civil Court Amendment Act 2020, the case has been transferred to the District Court of Sindh at Karachi.	Pending
17	SAC No. 288/2020	District Court of Sindh	Bank of Punjab has filed the suit No. 1085/2019 for recovery of Rs. 18,88 million. The case is being vigorously contested by the bank. The proceedings were previously adjourned before the Honorable High Court of Sindh at Karachi but in light of the Sindh Civil Court Amendment Act 2020, the case has been transferred to the District Court of Sindh at Karachi.	Suit Dismissed
18	SAC No. 10/2020	Smith High Court	Bank of Punjab has filed a winding up petition on the ground that the company owes a sum of Rs. 10,84 million to the bank. The case is being vigorously contested by the bank. The proceedings were previously adjourned before the Honorable High Court of Sindh at Karachi but in light of the Sindh Civil Court Amendment Act 2020, the case has been transferred to the District Court of Sindh at Karachi.	Suit Dismissed
19			During the year 2020, the additional Commissioner of Income Tax, Karachi, Range 1, Corporate Tax Office, Karachi (AO) passed an order dated January 27, 2021, under section 143(3)(b) of the Income Tax Ordinance, 2001 for the tax year 2020 whereby a demand of Rs. 138,871,339 was raised. The company has filed an appeal in the Honorable High Court of Sindh against the order of the AO. The case is being vigorously contested by the company. The proceedings were previously adjourned before the Honorable High Court of Sindh at Karachi but in light of the Sindh Civil Court Amendment Act 2020, the case has been transferred to the District Court of Sindh at Karachi.	Pending
20			During the year, the company has received an order dated January 27, 2021, under section 143(3)(b) of the Income Tax Ordinance, 2001 for the tax year 2020, whereby the company was ordered to pay the amount of Rs. 138,871,339. The company has filed an appeal in the Honorable High Court of Sindh against the order of the AO. The case is being vigorously contested by the company. The proceedings were previously adjourned before the Honorable High Court of Sindh at Karachi but in light of the Sindh Civil Court Amendment Act 2020, the case has been transferred to the District Court of Sindh at Karachi.	Pending

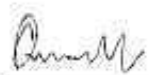
AL-ABID SILK MILLS LIMITED

The amount mentioned on above cases 5, 6 and 16 are claimed amounts by the Banks and CFI, actual amounts to be determined by the Banking Court.

The outcome of above cases as referred in cases 7, 8, 10, 12, 13, 15, 16 & 20 cannot be predicted and the management is vigorously contesting the cases.

	Note	Sep 30, 2026	June 2026
		(Rupees)	(Rupees)
12. PROPERTY, PLANT AND EQUIPMENT			
Opening Fixed Assets		2,261,258,474	2,268,204,033
Capital Work In Progress - DDFO Boiler		7,500,000	7,500,000
		<u>2,268,758,474</u>	<u>2,295,704,033</u>
Opening written down value		2,288,204,163	2,594,714,278
Additions		550,000	22,807,005
Disposals		-	(161,867,981)
Depreciation		<u>(27,485,679)</u>	<u>(137,670,249)</u>
		<u>2,261,258,474</u>	<u>2,295,704,033</u>
13. INVESTMENT PROPERTY			
Carrying amount 1 July 2025		287,866,000	120,265,000
Transfer from operating fixed assets		-	161,584,000
Change in fair value		-	-
Carrying amount September 30, 2026		<u>287,866,000</u>	<u>281,849,000</u>
13.1 Investment property includes real estate property situated in Karachi which is owned to earn rentals and for capital appreciation.			
14. OTHER RECEIVABLES			
Due drawback		99,995,173	99,995,173
Receivable from banks	14.1	6,462,537	6,462,537
Research and development support		4,325,164	4,325,194
Receivable from Tenant		8,548,187	6,268,286
		<u>109,429,071</u>	<u>106,145,290</u>
14.1 This represents the amount of DTLT received by certain banks on the company's behalf in the accounts held by these banks namely Allied Bank Limited and National Bank of Pakistan and the same is receivable from the respective banks.			
15. SALES AND MANUFACTURING SERVICES			
Services		<u>352,816</u>	<u>-</u>
16. OTHER INCOME			
Income from non-financial assets			
Income from property		15,497,647	8,104,087
Income from financial assets / liabilities			
Profit on PLS deposit account		<u>865,769</u>	<u>730,292</u>
		<u>16,363,416</u>	<u>8,834,379</u>
17. LOSS PER SHARE - BASIC AND DILUTED			
17.1 LOSS PER SHARE - BASIC			
Loss after taxation	Rupees	<u>(25,897,464)</u>	<u>(40,087,190)</u>
Weighted average number of shares	Number	<u>13,609,550</u>	<u>13,409,520</u>
Loss per share-Basic	Rupees	<u>(1.92)</u>	<u>(2.99)</u>
17.2 EARNINGS PER SHARE - DILUTED			
There is no dilution effect on the basic earning per share of the Company (June 30, 2026: Nil)			
18. RELATED PARTY TRANSACTIONS			
Nature	Relationship with the company	Sep-26	June 2026
Loan received from Director - Mr Azim Ahmad	Chief Executive Officer	<u>90,165,867</u>	<u>66,155,607</u>
Loan received from Director - Mr Masum A. Sader	Chairman	<u>500,517,887</u>	<u>500,517,887</u>
19. KEY MANAGEMENT PERSONNEL-REMUNERATION & BENEFITS			
In view for best financial condition of the Company directors have decided not to claim their whole remuneration for the period ended September 30, 2026.			
20. DISCLOSURE REQUIREMENT FOR COMPANIES NOT ENGAGED IN SHARIAH NON-PERMISSIBLE BUSINESS ACTIVITIES			
Non Shariah Compliant			
Long term financing		197,784,556	202,754,000
Short term financing		744,239,039	744,239,039
Accrued markup		43,322,484	43,322,484
Bank balances		41,682,855	37,341,291
Gross Turnover			
Profit on Deposits		<u>865,769</u>	<u>1,822,001</u>
21. CORRESPONDING FIGURES			
Corresponding figures have been presented in statement, whenever necessary, for better and full presentation. However, no major related figures were made during the period.			
22. DATE OF AUTHORIZATION FOR ISSUE			
These condensed interim financial statements were approved and authorized for issue in the Board of Directors' meeting held on October 26, 2026.			


Chief Executive Officer


Director


Chief Financial Officer

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Saddar, Karachi.