

**FIRST QUARTER REPORT
FOR THE PERIOD ENDED
SEPTEMBER 30, 2026
(Un-Audited)**



ELLCOT SPINNING MILLS LTD.



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ELLCOT SPINNING MILLS LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Shahzada Ellahi Shaikh	Non-Executive Director / Chairman
Mr. Agha Ghulam Ahmed Gul	Independent Non-Executive Director
Mr. Imran Motiwala	Independent Non-Executive Director
Mrs. Faaria Rehman Salahuddin	Independent Non-Executive Director
Mr. Jamal Nasim (NIT)	Non-Executive Director
Mr. Shaukat Ellahi Shaikh	Non-Executive Director
Mr. Raza Ellahi Shaikh	Non-Executive Director
Mr. Amin Ellahi Shaikh	Non-Executive Director
Mr. Shafqat Ellahi Shaikh	Executive Director
Mr. Haroon Shahzada Ellahi Shaikh	Executive Director

MANAGING DIRECTOR (Chief Executive)

Mr. Haroon Shahzada Ellahi Shaikh

AUDIT COMMITTEE

Mr. Agha Ghulam Ahmed Gul	Chairman
Mr. Amin Ellahi Shaikh	Member
Mr. Raza Ellahi Shaikh	Member
Mr. Syed Mohsin Gilani	Secretary

HUMAN RESOURCE & REMUNERATION (HR & R) COMMITTEE

Mr. Agha Ghulam Ahmed Gul	Chairman
Mr. Raza Ellahi Shaikh	Member
Mr. Haroon Shahzada Ellahi Shaikh	Member
Mr. Muhammad Azam	Secretary

EXECUTIVE COMMITTEE

Mr. Haroon Shahzada Ellahi Shaikh	Chairman
Mr. Shafqat Ellahi Shaikh	Member
Mr. Raza Ellahi Shaikh	Member
Mr. Amin Ellahi Shaikh	Member
Mr. Muhammad Azam	Secretary

CORPORATE SECRETARY

Mr. Syed Mohsin Gilani

CHIEF FINANCIAL OFFICER (CFO)

Mr. Muhammad Ahmad

HEAD OF INTERNAL AUDIT

Mrs. Saira Saman

AUDITORS

Messrs Rahman Sarfraz Rahim Iqbal Rafiq
Chartered Accountants
Bandial & Associates

LEGAL ADVISOR

LEAD BANKERS

Allied Bank Ltd.
Askari Bank Ltd.
Bank Alfalah Ltd.
Faysal Bank Ltd.
Habib Bank Ltd.
Meezan Bank Ltd.
MCB Bank Ltd.
National Bank of Pakistan
United Bank Ltd.

REGISTERED OFFICE

Nagina House
91-B-1, M.M. Alam Road
Gulberg-III, Lahore-54660

REGIONAL OFFICE

2nd Floor, Sheikh Sultan Trust Bldg. No. 2,
26 - Civil Lines, Beaumont Road, Karachi-75530

WEB REFERENCE

www.nagina.com

SHARE REGISTRAR

M/s Hameed Majeed Associates (Pvt.) Ltd.
1st Floor, H.M. House
7-Bank Square, Lahore
Phone # 042-37235081-2
Fax # 042-37358817

MILLS

6.3 K.M, Manga Mandi, Raiwind Road
Mouza Rossa, Tehsil & District Kasur



DIRECTORS' REVIEW

The Directors are pleased to present the un-audited condensed interim financial statements of the Company for the 1st quarter ended September 30, 2026. The comparative figures for the corresponding quarter ended September 30, 2025 are included for comparison, except in the statement of financial position, where the comparative figures are as at June 30, 2026.

Company Performance

The Company's profitability improved significantly during the quarter under review. Your Company has earned after tax profit of Rs. 170,069,030 compared to Rs. 25,136,555 during the same period of last year (SPLY). Earning per share (EPS) for the quarter is Rs. 15.53 compared to Rs. 2.30 for the SPLY.

Sales revenue for the quarter under review increased by 12.54% over the SPLY and stood at Rs. 4,421,308,991 compared to Rs. 3,928,580,580. This surge in sales is mainly because of better average selling price of yarn. Cost of sales eased to 91.15% of sales compared to 94.01% of sales during SPLY. This reduction is mainly due to lower fuel and power cost as well as store and spares. The increase in sales revenue and the decrease in cost of sales resulted in higher Gross Profit (GP) of 8.85% of sales compared to 5.99% of sales during SPLY.

Because of higher sales, overall operating expenses increased to 2.83% of sales during the quarter under review compared to 2.39% of sales during SPLY. This is mainly due to higher administrative expenses and higher provisions for WPPF and WWF on account of improved profit. The Company effectively maintained stable cash flows, ensuring the timely settlement of operating liabilities. Supported by stable cash flows and scheduled repayments, finance costs decreased to 1.13% of sales compared to 1.94% in SPLY.

According to the figures issued by the Pakistan Cotton Ginners Association, for the crop year 2026-27, Kapas (seed cotton) arrivals up to October 15, 2026 at the ginneries totalled 4.081 million bales compared to 3.796 million bales for SPLY, showing an increase in arrivals of 7.53%.

Future Outlook

The global economic outlook remains uncertain, with ongoing conflicts in the Middle East disrupting supply chains and adding to inflationary pressures, particularly through higher energy costs. The prospect of further increases in interest rates across global markets during 2026 is a significant concern, given the implications for financing costs, investment and overall economic activity. Against this backdrop, the outlook for the textile industry remains challenging, and the Company will continue to adopt a cautious and conservative approach to managing its operations and financial position.

Global cotton prices have recently strengthened, providing some support to yarn prices. However, the outlook for raw material prices remains mixed, with global cotton production for 2026-27 forecast to be lower than the previous year, while domestic cotton arrivals have been slightly higher than last year. Price volatility and the availability of quality cotton at commercially viable prices will remain important factors influencing the Company's margins. While adequate raw material inventory provides some near-term support, sustained profitability will depend on market conditions, input costs and demand for yarn.

On the monetary front, persistent inflation and the possibility of further increases in domestic interest rates remain key concerns. Any increase in the policy rate would raise borrowing costs and place additional pressure on working capital and profitability. High energy costs continue to weigh on the textile sector. The Company remains focused on controlling costs, improving operational efficiencies and expanding its solar capacity to reduce its overall energy expenditure.

The Company will continue to prioritise prudent financial management, cost discipline and operational efficiency amid prevailing uncertainties. A supportive policy environment will be essential for the sustainable growth of the textile industry. Key priorities include reliable and competitively priced energy supplies, timely refunds of outstanding taxes, a reduction in the corporate tax burden, effective control of inflation and lower financial costs. Policies that facilitate completion of the textile value chain and encourage investment in value-added manufacturing would help strengthen the country's export competitiveness and support long-term industrial growth.

Acknowledgement

Continued diligence and devotion of the staff and workers of the Company and good human relations at all levels deserve acknowledgement. The Directors also wish to place on record their thanks to the bankers and other stakeholders for their continued support to the Company.

On behalf of the Board.

Haroon Shahzada Ellahi Shaikh
Chief Executive Officer

Amin Ellahi Shaikh
Director

Lahore : October 29, 2026

ڈائریکٹرز کا جائزہ

مجلس انعام 30 ستمبر 2026 کو ہفت روزہ پہلی سہ ماہی کے لئے کمپنی کی غیر نظر ثانی شدہ ہمدیوری مالیاتی معلومات پیش کرتے ہوئے خوشی محسوس کر رہی ہے۔ 30 ستمبر 2025 کو ختم ہونے والی سہ ماہی کے تقابلی اعداد و شمار کی موازنہ کے لئے شامل کئے گئے ہیں، ما سوائے سٹینڈ آف فی نفل پوزیشن کے جہاں تقابلی اعداد و شمار 30 جون 2026 کو ہفت روزہ سال کے لئے ہیں۔

کمپنی کا کردار

زیر جائزہ سہ ماہی کے دوران کمپنی کے منافع میں نمایاں بہتری آئی ہے۔ آپ کی کمپنی نے گزشتہ سال کی اسی مدت کے دوران حاصل کردہ 25,136,555 روپے کے بعد از ٹیکس منافع کے مقابلے میں 170,069,030 روپے کا بعد از ٹیکس منافع حاصل کیا ہے۔ زیر جائزہ سہ ماہی کے لیے فی حصص آمدنی (EPS) گزشتہ سال کی اسی مدت کے 2.30 روپے کے مقابلے میں 15.53 روپے رہی۔

زیر جائزہ سہ ماہی کے دوران فروخت سے حاصل ہونے والی آمدنی میں گزشتہ سال کی اسی مدت کے مقابلے میں 12.54 فیصد اضافہ ہوا اور یہ 3,928,580,580 روپے کے مقابلے میں 4,421,308,991 روپے رہی۔ فروخت میں یہ اضافہ بنیادی طور پر دھانے کی اوسط فروخت قیمت میں بہتری کی وجہ سے ہوا۔ فروخت کی لاگت گزشتہ سال کی اسی مدت کے دوران فروخت کے 94.01 فیصد کے مقابلے میں کم ہو کر 91.15 فیصد رہ گئی۔ اس کی بنیادی وجہ ایندھن اور بجلی کے اخراجات کے علاوہ اسٹورز اور اسپرین پائرس کی لاگت میں کمی ہے۔ فروخت سے حاصل ہونے والی آمدنی میں اضافہ اور فروخت کی لاگت میں کمی کے نتیجے میں مجموعی منافع (GP) میں اضافہ ہوا، جو گزشتہ سال کی اسی مدت کے دوران فروخت کے 5.99 فیصد کے مقابلے میں 8.85 فیصد رہا۔

فروخت میں اضافے کے باعث زیر جائزہ سہ ماہی کے دوران مجموعی آپریٹنگ اخراجات فروخت کے 2.39 فیصد کے مقابلے میں بڑھ کر 2.83 فیصد ہو گئے۔ اس کی بنیادی وجہ انتظامی اخراجات میں اضافہ اور منافع میں بہتری کے باعث ورکرز پرافٹ پارٹیشن فنڈ (WPPF) اور ورکرز ویلفیئر فنڈ (WWF) کے لیے زیادہ پروویڈنٹس مختص کرنا ہے۔ کمپنی نے نقد قومی کے بھاد کو موثر انداز میں منظم رکھا، جس سے آپریٹنگ واجبات کی بروقت ادائیگی یقینی بنائی گئی۔ منظم نقد قومی کے بھاد اور مقررہ ادائیگیوں کی بدولت مالیاتی اخراجات گزشتہ سال کی اسی مدت کے 1.94 فیصد کے مقابلے میں کم ہو کر فروخت کے 1.13 فیصد رہ گئے۔

پاکستان کاٹن جزائیہ سوسی ایشن کے جاری کردہ اعداد و شمار کے مطابق، فصل سال 2026-27ء کے لیے، 15 اکتوبر 2026 تک جزیوں میں کپاس (سید کاٹن) کی آمد 3,796 ملین گناٹوں کے مقابلے میں 4,081 ملین گناٹیں رہی، جس میں 7.53 فیصد کا اضافہ دکھائی دیتا ہے۔

مستقبل کا نقطہ نظر

عالمی اقتصادی منظر نامہ بدستور غیر یقینی صورتحال کا شکار ہے، جہاں مشرق وسطیٰ میں جاری تنازعہ عات پسلائی چیز میں خلل ڈال رہے ہیں اور بالخصوص توانائی کی بلند قیمتوں کے باعث افراط زر کے دباؤ میں اضافہ کر رہے ہیں۔ سال 2026ء کے دوران عالمی منڈیوں میں شرح سود میں مزید اضافے کے امکانات ایک اہم تشویش کا باعث ہیں، کیونکہ اس کے مالیاتی اخراجات، سرمایہ کاری اور مجموعی اقتصادی سرگرمیوں پر اثرات مرتب ہو سکتے ہیں۔ ان حالات کے پیش نظر ٹیکسٹائل کی صنعت کے لیے مستقبل کا منظر نامہ بدستور چیلنجز سے بھرپور ہے، اور کمپنی اپنی کاروباری سرگرمیوں اور مالیاتی پوزیشن کو مستحکم بنانے کے لیے محتاط اور قدامت پسندانہ حکمت عملی اختیار کرنا جاری رکھے گی۔

عالمی منڈی میں کپاس کی قیمتوں میں حالیہ عرصے کے دوران استحکام اور اضافہ دیکھنے میں آیا ہے، جس سے دھانے کی قیمتوں کو کسی حد تک سہارا ملا ہے۔ تاہم، خام مال کی قیمتوں کے مستقبل کے امکانات طے چلے ہیں، کیونکہ سال 2026-27ء کے لیے عالمی کپاس کی پیداوار گزشتہ سال کے مقابلے میں کم رہنے کی پیش گوئی کی گئی ہے، جبکہ مقامی سطح پر کپاس کی آمد گزشتہ سال کے مقابلے میں قدرے زیادہ رہی ہے۔ قیمتوں میں اتار چڑھاؤ اور تجارتی لحاظ سے قائل عمل قیمتوں پر معیاری کپاس کی دستیابی اہم عوامل رہیں گے جو کمپنی کے منافع کی شرح کو متاثر کریں گے۔ اگرچہ خام مال کا مناسب ذخیرہ قریبی مدت میں کسی حد تک معاونت فراہم کرتا ہے، تاہم منافع کو برقرار رکھنا منڈی کے حالات، پیداوار کی خام مال کی لاگت اور دھانے کی طلب پر منحصر ہوگا۔

مالیاتی محاذ پر مسلسل افراط زر اور ملکی شرح سود میں مزید اضافے کے امکانات بدستور اہم تشویش کا باعث ہیں۔ شرح پالیسی میں کسی بھی اضافے سے قرض لینے کی لاگت بڑھ جائے گی اور ورکنگ کپٹل اور منافع پر اضافی دباؤ پڑے گا۔ توانائی کی بلند قیمتیں بدستور ٹیکسٹائل کے شعبے کو متاثر کر رہی ہیں۔ کمپنی مجموعی توانائی کے اخراجات میں کمی کے لیے لاگت پر قابو پانے، آپریٹنگ کارکردگی کو بہتر بنانے اور اپنی بخشی توانائی کی صلاحیت میں توسیع پر توجہ مرکوز کیے ہوئے ہے۔ کمپنی موجودہ غیر یقینی صورتحال کے دوران محتاط مالیاتی انتظام، اخراجات پر نظم و ضبط اور آپریٹنگ کارکردگی کو ترجیح دینا جاری رکھے گی۔ ٹیکسٹائل کی صنعت کی پائیدار ترقی کے لیے معاون پالیسی ماحول بنیادی اہمیت کا حامل ہوگا۔ اہم تر جہات میں توانائی کی قائل اور مسابقتی قیمتوں پر فراہمی، واجب الادائیوں کی بروقت واپسی، کارپوریٹ ٹیکس کے بوجھ میں کمی، افراط زر پر موثر قابو پانا اور مالیاتی اخراجات میں کمی شامل ہیں۔ ایسی پالیسیاں جو ٹیکسٹائل ویلیو چین کی تکمیل میں سہولت فراہم کریں اور ویلیو ایڈڈ مصنوعات کی تیاری میں سرمایہ کاری کی حوصلہ افزائی کریں، ملک کی برآمدی مسابقت کو مضبوط بنانے اور طویل مدتی صنعتی ترقی میں معاون ثابت ہوں گی۔

انتہا نظر

کمپنی کے عملے اور کارکنوں کی مسلسل محنت اور جذبہ اور تمام سطحوں پر اچھے انسانی تعلقات کا اعتراف کرتے ہیں۔ ڈائریکٹر کمپنی کی مسلسل حمایت پر بینکرز اور دیگر اسٹیک ہولڈرز کا بھی شکریہ ادا کرتے ہیں۔

منجانب بورڈ


ایمن الحق شیع

ڈائریکٹر


بارون شہزادہ الہی شیخ

چیف ایگزیکٹو آفیسر



ELLCOT SPINNING MILLS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2026

		Un-Audited September 30 2026	Audited June 30 2026
	Note	Rupees	Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized Share capital		400,000,000	400,000,000
Issued Share capital		109,500,000	109,500,000
Capital reserve		82,752,371	83,420,141
Retained earnings		4,447,320,538	4,277,251,508
TOTAL EQUITY		4,639,572,909	4,470,171,649
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term borrowings	4	2,805,730,891	2,913,535,552
Employees retirement benefits		305,382,145	289,995,196
Deferred taxation		261,333,250	261,333,250
Deferred grant	5	102,975,664	115,098,188
		3,475,421,950	3,579,962,186
CURRENT LIABILITIES			
Trade and other payables		1,917,482,304	1,776,804,657
Short term borrowings		806,155,917	362,508,816
Accrued interest/profit on borrowings		67,298,078	62,991,928
Unclaimed dividend		8,682,956	8,827,482
Current maturity of non-current liabilities		717,621,279	707,174,928
		3,517,240,534	2,918,307,811
TOTAL LIABILITIES		6,992,662,484	6,498,269,997
CONTINGENCIES AND COMMITMENTS			
	6		
TOTAL EQUITY AND LIABILITIES		11,632,235,393	10,968,441,646

The annexed explanatory notes from 1 to 15 form an integral part of these condensed interim financial statements.

Lahore : October 29, 2026


Amin Ellahi Shaikh
Director



ELLCOT SPINNING MILLS LIMITED

		Un-Audited September 30 2026	Audited June 30 2026
	Note	Rupees	Rupees
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	7	4,952,294,413	4,988,406,552
Long term deposits		7,840,700	7,840,700
		4,960,135,113	4,996,247,252
CURRENT ASSETS			
Stores, spares and loose tools		200,609,068	188,229,695
Stock in trade		3,249,003,148	2,053,515,663
Trade receivables		1,140,049,192	1,698,437,365
Deposits and prepayments		171,741,486	109,312,735
Advances and other receivables		1,079,724,160	849,856,152
Short term investments	8	159,671,917	521,917,205
Current taxation		18,174,660	38,090,693
Tax refunds due from government		274,449,738	174,654,270
Cash and bank balances		378,676,911	338,180,616
		6,672,100,280	5,972,194,394
TOTAL ASSETS		11,632,235,393	10,968,441,646

The annexed explanatory notes from 1 to 15 form an integral part of these condensed interim financial statements.

Muhammad Ahmad
Chief Financial Officer

Haroon Shahzada Ellahi Shaikh
Chief Executive Officer



ELLCOT SPINNING MILLS LIMITED

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

	Note	Quarter Ended	
		September 30 2026	September 30 2025
		Rupees	Rupees
Revenue from contracts with customers - net		4,421,308,991	3,928,580,580
Cost of sales	9	(4,029,895,191)	(3,693,449,612)
Gross profit		391,413,800	235,130,968
Selling and distribution expenses		(23,304,060)	(22,815,842)
Administrative expenses		(84,878,808)	(65,477,376)
Other expenses		(16,958,877)	(5,551,802)
		(125,141,745)	(93,845,020)
		266,272,055	141,285,948
Other income		9,625,941	9,869,037
Operating profit		275,897,996	151,154,985
Finance cost		(49,774,574)	(76,245,896)
Profit before levies and income taxes		226,123,422	74,909,089
Provision for levies		(281,485)	(23,477,546)
Profit before income taxes		225,841,937	51,431,543
Provision for income taxes		(55,772,907)	(26,294,988)
Profit after income tax		170,069,030	25,136,555
Basic earnings per share [Rupees]		15.53	2.30

The annexed explanatory notes from 1 to 15 form an integral part of these condensed interim financial statements.

Lahore : October 29, 2026


Amin Ellahi Shaikh
Director


Muhammad Ahmad
Chief Financial Officer


Haroon Shahzada Ellahi Shaikh
Chief Executive Officer



ELLCOT SPINNING MILLS LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	Note	Quarter Ended	
		September 30	September 30
		2026	2025
		Rupees	Rupees
Items that will not be reclassified subsequently to profit or loss			
Financial assets at fair value through OCI	8.2	(667,770)	55,541,070
Profit after income tax		170,069,030	25,136,555
Total comprehensive income		169,401,260	80,677,625

The annexed explanatory notes from 1 to 15 form an integral part of these condensed interim financial statements.

Lahore : October 29, 2026


Amin Ellahi Shaikh
Director


Muhammad Ahmad
Chief Financial Officer


Haroon Shahzada Ellahi Shaikh
Chief Executive Officer



ELLCOT SPINNING MILLS LIMITED

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

	Quarter Ended	
	September 30 2026	September 30 2025
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	226,123,422	74,909,089
Adjustments for non-cash and other items		
Depreciation	129,103,597	118,862,470
Provision for employees retirement benefits	20,865,069	18,515,868
Gain on disposal of property, plant and equipment	(3,157,895)	(3,581,325)
Gain on disposal of short term investments	(1,876,565)	(113,517)
Changes in fair value of financial assets classified as at FVTPL	-	(1,474,432)
Finance Cost	49,774,574	76,245,896
Dividend income	(3,297,000)	(2,954,000)
	191,411,780	205,500,089
	417,535,202	280,410,049
Changes in working capital		
Stores and spares	(12,379,373)	90,922,893
Stock in trade	(1,195,487,485)	(611,285,012)
Trade receivables	558,388,173	37,377,897
Advances and other receivables	(391,587,450)	(49,292,219)
Trade and other payables	160,088,903	165,978,973
	(880,977,232)	(366,297,468)
Cash used in from operations	(463,442,030)	(85,887,419)
Payments for:		
Employees retirement benefits	(5,478,120)	(6,506,142)
Finance Cost	(45,468,424)	(82,115,238)
Income taxes	(56,054,392)	(44,260,418)
Long term deposits	-	-
Net cash (used in)/generated from operating activities	(570,442,966)	(218,769,217)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(98,742,349)	(104,144,103)
Proceeds from disposal of property, plant and equipment	8,908,786	6,533,000
Purchase of short term investments	(264,938,114)	(64,476,531)
Proceeds from disposal of short term investments	628,392,197	64,689,156
Dividend received	3,297,000	2,954,000
Net cash (used in)/generated investing activities	276,917,520	(94,444,478)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term finances obtained	64,056,026	15,434,400
Repayment of long term finances	(173,536,860)	(171,810,203)
Net increase in short term borrowings	443,647,101	143,504,896
Dividend paid	(144,526)	-
Net cash (used in)/generated from financing activities	334,021,741	(12,870,907)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	40,496,295	(326,084,602)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	338,180,616	406,420,285
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	378,676,911	80,335,683

The annexed explanatory notes from 1 to 15 form an integral part of these condensed interim financial statements.

Amin Ellahi Shaikh
Director

Muhammad Ahmad
Chief Financial Officer

Haroon Shahzada Ellahi Shaikh
Chief Executive Officer

Lahore : October 29, 2026

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

	Share Capital	Capital reserves			Revenue reserve	
	Issued, subscribed and paid-up share capital	Reserve for financial assets measured at FVTOCI	Reserve on merger	Total	Retained Earning	Total equity
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at July 01, 2025	109,500,000	40,085,448	7,760,000	47,845,448	4,110,786,715	4,268,132,163
Comprehensive income						
Profit after income tax	-	-	-	-	25,136,555	25,136,555
Other comprehensive Income	-	55,541,070	-	55,541,070	-	55,541,070
Total comprehensive income	-	55,541,070	-	55,541,070	25,136,555	80,677,625
Balance as at September 30, 2025 (Un-audited)	109,500,000	95,626,518	7,760,000	103,386,518	4,135,923,270	4,348,809,788
Comprehensive income						
Profit after income tax	-	-	-	-	181,038,479	181,038,479
Other comprehensive Income/(Loss)	-	(19,966,377)	-	(19,966,377)	4,089,759	(15,876,618)
Total comprehensive income/(loss)	-	(19,966,377)	-	(19,966,377)	185,128,238	165,161,861
Transactions with owners						
Final dividend @ 40% i.e. Rs. 4 per ordinary share	-	-	-	-	(43,800,000)	(43,800,000)
Balance as at June 30, 2026(Audited)	109,500,000	75,660,141	7,760,000	83,420,141	4,277,251,508	4,470,171,649
Comprehensive income						
Profit after income tax	-	-	-	-	170,069,030	170,069,030
Other comprehensive Loss	-	(667,770)	-	(667,770)	-	(667,770)
Total comprehensive income/(Loss)	-	(667,770)	-	(667,770)	170,069,030	169,401,260
Balance as at September 30, 2026 (Un-audited)	109,500,000	74,992,371	7,760,000	82,752,371	4,447,320,538	4,639,572,909

The annexed explanatory notes from 1 to 15 form an integral part of these condensed interim financial statements.

Lahore : October 29, 2026


Amin Ellahi Shaikh
Director


Muhammad Ahmad
Chief Financial Officer


Haroon Shahzada Ellahi Shaikh
Chief Executive Officer

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

1 LEGAL STATUS AND OPERATIONS

Ellicot Spinning Mills Limited ['the Company'] was incorporated in Pakistan as a Public Limited Company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and is listed on Pakistan Stock Exchange Limited. The Company is a spinning unit engaged in the manufacture and sale of yarn. The registered office of the Company is situated at Nagina House, 91-B-1, M.M. Alam Road, Gulberg III, Lahore. The regional office of the Company is situated at 2nd Floor, Shaikh Sultan Trust Building No. 2, 26 - Civil Lines, Beaumont Road, Karachi. The manufacturing facility is located at 6.3 K.M, Manga Mandi, Raiwind Road Mouza Rossa, Tehsil and District Kasur in the Province of Punjab measuring area of 236 Kanal 14 Marla.

2 BASIS OF PREPARATION

The interim financial statements are un-audited and has been presented in condensed form and do not include all the information as is required to be provided in a full set of annual financial statements. These interim financial statements should be read in conjunction with the audited financial statements of the Company for the year ended June 30, 2026.

The comparative condensed interim statement of financial position as at June 30, 2026 and the related notes to the interim financial statements are based on audited financial statements. The comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity and related notes to the condensed interim financial statements for the quarter ended September 30, 2026 are based on unaudited, interim financial statements. The condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarter ended September 30, 2025 and September 30, 2026 are neither audited nor reviewed.

2.1 STATEMENT OF COMPLIANCE

These 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 comprises of:

- International Accounting Standard 34 - Interim Financial Reporting, issued by 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.

2.2 Basis of measurement

These interim financial statements have been prepared under the historical cost convention except for certain financial instruments at fair value, certain financial liabilities at amortized cost and employees retirement benefits at present value. In these financial statements, except for the amounts reflected in the statement of cash flows, all transactions have been accounted for on accrual basis.

2.3 Judgments, estimates and assumptions

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions and judgements are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which forms the basis of making judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

2.4 Functional currency

These interim financial statements have been prepared in Pak Rupees which is the Company's functional currency. The amounts reported in these interim financial statements have been rounded to the nearest Rupees unless specified otherwise.

3 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

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

	Note	Un-audited September 30 2026 Rupees	Audited June 30 2026 Rupees
4 LONG TERM FINANCES			
From Banking companies			
As at beginning of the period / year		3,566,367,688	3,842,342,160
Obtain during the period / year		64,056,026	346,753,154
Accretion during the period / year		14,355,028	62,786,531
Repayment made during the period / year		(173,536,860)	(685,514,157)
As at end of the period / year		3,471,241,882	3,566,367,688
Less: Current maturity presented under current liabilities		(665,510,991)	(652,832,136)
		<u>2,805,730,891</u>	<u>2,913,535,552</u>
5 DEFERRED GRANT			
As at beginning of the period / year		169,440,980	232,227,511
Amortized during the period/ year		(14,355,028)	(62,786,531)
As at end of the period / year		155,085,952	169,440,980
Less: Current maturity presented under current liabilities		(52,110,288)	(54,342,792)
		<u>102,975,664</u>	<u>115,098,188</u>
6 CONTINGENCIES AND COMMITMENTS			
6.1 Contingencies			
There is no significant change in status of contingencies as disclosed in note 17.2 to the annual financial statement for the year ended June 30, 2026.			
6.2 Commitments			
Irrevocable letters of credit for			
- purchase of stores and spare		300,671,437	331,634,732
- purchase of raw material		1,025,929,419	2,272,411,215
		<u>1,326,600,856</u>	<u>2,604,045,947</u>
Short Term Lease			
- payments not later than one year		387,600	775,200
		<u>1,326,988,456</u>	<u>2,604,821,147</u>

		Un-audited September 30 2026	Audited June 30 2026
	Note	Rupees	Rupees
7 PROPERTY, PLANT AND EQUIPMENT			
- Operating fixed assets	7.1	4,873,989,659	4,987,960,346
- Capital work in progress	7.2	78,304,754	446,206
		4,952,294,413	4,988,406,552
7.1 Operating fixed assets			
Net book value at the beginning of the period/year		4,987,960,346	4,703,815,872
Additions during the period / year			
Buildings on freehold land		-	2,042,289
Plant and machinery		-	549,980,161
Electric Installation and Equipment		160,000	80,506,378
Office equipment		1,649,500	1,392,900
Furniture and fixtures		400,300	2,030,937
Vehicles		18,674,001	166,552,701
		20,883,801	802,505,366
Net book value of assets disposed during the period/year		(5,750,891)	(17,177,371)
Depreciation for the period/year		(129,103,597)	(501,183,521)
Net book value at end of the period/year		4,873,989,659	4,987,960,346
7.2 Capital work in progress			
As at the beginning of the period/year		446,206	90,310,590
Additions during the period / year		77,858,548	540,622,155
Transfers to operating fixed assets		-	(630,486,539)
As at end of the period/year		78,304,754	446,206
8 SHORT TERM INVESTMENTS			
Financial assets at fair value through other comprehensive income	8.1	159,632,400	160,300,170
Financial assets at fair value through profit or loss		-	323,101,796
Financial assets at amortized cost		39,517	38,515,239
		159,671,917	521,917,205

8.1 Financial assets at fair value through other comprehensive income

These represent investments in listed equity securities and mutual funds which have been designated as 'financial assets at fair value through other comprehensive income'. These investments are not held for trading. Instead, they are held for strategic purposes for an indefinite period. Accordingly, the Company has elected to designate these investments as at fair value through other comprehensive income as the management believes that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Company's strategy of holding these investments and realizing their performance potential in the long run. The detail of costs of acquisition and fair values as at the reporting date for each individual investment are as follows:

	Un-audited September 30 2026 Rupees	Audited June 30 2026 Rupees
Note		
Investments in listed equity securities		
Cost of investment	68,031,706	68,031,706
Changes in fair value	91,600,694	92,268,464
	159,632,400	160,300,170
	<u>159,632,400</u>	<u>160,300,170</u>

8.2 Changes in fair value of investments at fair value through OCI

As at beginning of the period	92,268,464	48,006,524
Fair value gain arising during the period	(667,770)	44,261,940
Fair value gain/(loss) transferred to retained earning on disposal	-	-
As at end of the period	91,600,694	92,268,464
Deferred taxation as at the reporting date	(16,608,323)	(16,608,323)
Reserve for financial assets measured at FVTOCI	<u>74,992,371</u>	<u>75,660,141</u>

		Quarter Ended (Un-audited)	
		September 30	September 30
		2026	2025
		Rupees	Rupees
9	COST OF SALES		
	Raw material consumed	3,090,159,345	2,597,613,769
	Power and fuel	429,228,510	573,858,471
	Stores and spares consumed	42,105,637	64,922,282
	Packing material consumed	45,774,916	39,768,560
	Salaries, wages and benefits	188,458,772	172,276,848
	Insurance	9,654,194	9,738,774
	Repair and maintenance	6,745,388	12,162,492
	Depreciation	118,581,643	114,339,173
	Other	10,624,082	10,023,678
	Manufacturing cost	3,941,332,487	3,594,704,047
	Work-in-process:		
	As at beginning of the period	122,709,246	111,827,982
	As at end of the period	(130,944,876)	(130,529,126)
		(8,235,630)	(18,701,144)
	Cost of goods manufactured	3,933,096,857	3,576,002,903
	Finished goods:		
	As at beginning of the period	367,279,008	612,971,504
	Purchased during the period	-	181,584
	As at end of the period	(270,480,674)	(495,706,379)
		96,798,334	117,446,709
		4,029,895,191	3,693,449,612

10 TRANSACTIONS WITH RELATED PARTIES

Related parties from the Company's perspective comprise associated companies and key management personnel. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, and includes the Chief Executive and Directors of the Company.

The Company has a lease agreement with an associated company which is prices as mutually agreed. Transactions with key management personnel are limited to payment of short term employee benefits and dividend on ordinary shares. The Company in the normal course of business carries out various transactions with associated companies and continues to have a policy whereby all such transactions are carried out on commercial terms and conditions which are equivalent to those prevailing in an orderly transaction between market participants at the date of transaction.

There are no balances outstanding with related parties as at the reporting date. Detail of transactions with related parties are as follows:



ELLCOT SPINNING MILLS LIMITED

		Quarter Ended (Un-audited)	
		September 30 2026	September 30 2025
		Rupees	Rupees
Nature of Relationship	Nature of Transaction		
Associated companies	Purchase	-	-
	Sales	1,759,765,291	1,803,889,089
	Rent expenses	387,600	369,135
Key Management Personnel	Remuneration and other benefits	11,550,000	10,266,666

11 FAIR VALUE OF FINANCIAL INSTRUMENTS

The Company measures some of its assets at fair value. The fair value hierarchy of financial instruments measured at fair value and the information about how the fair values of these financial instruments are determined are as follows:

11.1 Financial instruments measured at fair value

11.1.1 Recurring fair value measurements

			Un-audited September 30 2026	Audited June 30 2026
Nature of asset	Hierarchy	Valuation techniques/Key inputs	Rupees	Rupees
Investments				
Investments in equity securities	Level 1	Quoted prices in an active market	159,632,400	160,300,170
Investments in mutual funds	Level 1	Quoted prices in an active market	-	323,101,796

11.1.2 Non-recurring fair value measurements

There are no non-recurring fair value measurements as at the reporting date.

11.2 Financial instruments not measured at fair value

The management considers the carrying amount of all financial instruments not measured at fair value to approximate their carrying values.

11.3 Assets and liabilities other than financial instruments.

None of the assets and liabilities other than financial instruments are measured at fair value.

12 DATE OF AUTHORIZATION FOR ISSUE

This un-audited condensed interim financial statements has been approved by the Board of Directors of the Company and authorized for issue on October 29, 2026.



ELLCOT SPINNING MILLS LIMITED

13 SHARIAH DISCLOSURES UNDER CLAUSE VII OF PART I OF SCHEDULE IV OF THE COMPANIES ACT, 2017

	Un-audited September 30 2026 Rupees	Audited June 30 2026 Rupees
Statement of financial position		
Loans/advances obtained as per Islamic mode	525,298,638	436,712,956
Accrued Interest/profit on conventional financing	50,829,153	50,026,946
Long term and short-term shariah compliant Investments	-	398
Shariah compliant bank deposits, bank balances, and TDRs	351,170,197	297,435,342
Statement of profit or loss		
Revenue earned from a shariah compliant business segment	4,421,308,991	16,225,619,768
Late payments or liquidated damages	-	-
Changes in fair value of shariah compliant investments	-	1
Gain/(loss) or dividend earned on shariah compliant investments	452,287	5,926,546
Profit earned from shariah compliant bank balances/ deposits or TDRs	-	-
Exchange gain/(loss) earned from actual currency	155,935	225,937
Exchange gain earned using conventional derivative financial instruments	-	-
Total interest earned on any conventional loan or advance	-	-
Statement of cashflows		
Profit paid on islamic mode of financing	14,701,283	89,155,386
Interest paid on any conventional loan or advances	30,767,141	234,902,445
13.1 Break up of other income		
Shariah compliant income		
Gain on disposal of short term investments	452,287	5,926,546
Changes in fair value of financial assets classified as at FVTPL	-	1
Dividend income	-	7
Foreign exchange gain	155,935	225,937
Gain on disposal of property, plant and equipment	3,157,894	15,696,629
Scrap sale	716,589	3,758,420
Non compliant income		
Gain on disposal of short term investments	1,424,278	9,011,292
Changes in fair value of financial assets classified as at FVTPL	-	(1)
Return on term deposits	421,958	3,567,244
Dividend income	3,297,000	12,818,003



ELLCOT SPINNING MILLS LIMITED

13.2 Relationship with shariah compliant banks:

Name of Bank	Relationship with Bank
United Bank Limited	Long term borrowings, short term borrowings and bank balances
Faysal Bank Limited	Short term borrowings and bank balances
BankIslami Pakistan Limited	Short term borrowings and bank balances
Meezan Bank Limited	Short term borrowings and bank balances
Al Baraka Bank (Pakistan) Limited	Bank balances
MCB Islamic Bank Limited	Bank balances
NBP Islamic Money Market Fund	Short term investments
Lucky Islamic Money Market Fund	Short term investments

14 OTHERS

There are no other significant activities since June 30, 2026 affecting the condensed interim financial statements.

15 CORRESPONDING FIGURES

Corresponding figures have been rearranged and regrouped where ever necessary for the purpose of comparison. However no significant changes have been made.

Figures have been rounded off to the nearest rupee.

Lahore : October 29, 2026


Amin Ellahi Shaikh
Director


Muhammad Ahmad
Chief Financial Officer


Haroon Shahzada Ellahi Shaikh
Chief Executive Officer

If undelivered please return to:

ELLCOT SPINNING MILLS LTD.

Nagina House, 91-B-1, M.M. Alam Road,
Gulberg-III Lahore-54660