1st
Quarterly
Report

IDEAL DYNAMICS LIMITED

IdealGroup

CONDENSED INTERIM FINANCIAL INFORMATION

1st Quarterly Report
(UN-AUDITED)
September 30, 2026

COMPANY INFORMATION

CHAIRMAN:	MR. MOHAMMAD SAEED
CHIEF EXECUTIVE OFFICER:	MR. AMJAD SAEED
DIRECTORS:	MRS. RUBINA AMJAD MR. OMER SAEED MR. AHSAN SAEED MR.KHIZER SAEED MR.MUHAMMAD AZHAR (INDEPENDENT) MR. RIZWAN-UL-HASSAN (INDEPENDENT)
AUDIT COMMITTEE:	
CHAIRMAN	MR. MUHAMMAD AZHAR
MEMBER	MR. MUHAMMAD SAEED
MEMBER	MR. AHSAN SAEED
H.R. & REMUNERATION COMMITTEE:	
CHAIRMAN	MR.MUHAMMAD AZHAR
MEMBER	MR. AHSAN SAEED
MEMBER	MRS. RUBINA AMJAD
NOMINATION COMMITTEE:	
CHAIRMAN	MR.OMER SAEED
MEMBER	MR. AHSAN SAEED
MEMBER	MR. KHIZER SAEED
RISK MANAGEMENT COMMITTEE:	
CHAIRMAN	MR. AHSAN SAEED
MEMBER	MR. OMER SAEED
MEMBER	MR. KHIZER SAEED
SUSTAINABILITY COMMITTEE:	
CHAIRMAN	MR.MUHAMMAD AZHAR
MEMBER	MR. AHSAN SAEED
MEMBER	MRS. RUBINA AMJAD
CHIEF FINANCIAL OFFICER:	MR.MUHAMMAD KASHIF ZAHUR
COMPANY SECRETARY:	MR. MUHAMMAD NADEEM
SHARE REGISTRAR:	F. D. Registrar Services Pvt. Limited 17th Floor, Saima Trade Tower-A, I. I. Chundrigar Road Karachi.
AUDITORS:	M/S RIAZ AHMAD & COMPANY. CHARTERED ACCOUNTANTS
BANKERS:	BANK AL-FALAH LTD NATIONAL BANK OF PAKISTAN BANK AL-HABIB LTD THE BANK OF PUNJAB HABIB BANK LIMITED SAMBA BANK LTD MEEZAN BANK LTD
REGISTERED OFFICE:	ROOM NO 404 & 405, 4TH FLOOR, BUSINESS CENTRE, MUMTAZ HASSAN ROAD, KARACHI. www.idealsm.com
FACTORY:	35-K.M SHEIKHUPURA ROAD, TEHSIL JARANWALA, DISTT. FAISALABAD.

The Board of Directors feel pleasure in submitting un-audited financial statement of your company for the 1st quarter ended **30 September, 2026**.

COMPANY'S PERFORMANCE

First Quarter brief financial position of the Company is presented here under:

	(RUPEES IN THOUSAND) 30.09.2026	30.09.2025
CONTINUING OPERATIONS:		
REVENUE FROM CONTRACTS WITH CUSTOMERS	363,219	336,891
COST OF SALES	(286,281)	(253,856)
GROSS PROFIT	76,938	83,035
DISTRIBUTION COST	(31,956)	(20,781)
ADMINISTRATIVE EXPENSES	(24,709)	(46,178)
OTHER EXPENSES	(2,380)	(917)
OTHER INCOME	7,533	-
FINANCE COST	(10,744)	(7,760)
PROFIT BEFORE LEVY AND TAXATION	14,682	7,399
LEVY	(4,512)	(3,607)
PROFIT BEFORE TAXATION	**10,170**	**3,792**
TAXATION	-	-
PROFIT AFTER TAXATION FROM CONTINUING OPERATIONS	**10,170**	**3,792**
DISCONTINUED OPERATION:		
(LOSS) / PROFIT AFTER TAXATION FROM DISCONTINUED OPERATIONS	**(36,097)**	**1,864**
(LOSS) / PROFIT AFTER TAXATION	**(25,927)**	**5,656**
PROFIT PER SHARE FROM CONTINUED OPERATIONS-BASIC AND DILUTED (RUPEES)	**1.03**	**0.38**
(LOSS) / PROFIT PER SHARE FROM DISCONTINED OPERATIONS -BASIC AND DILUTED (RUPEES)	**(3.64)**	**0.19**

During the 1ST quarter the Company achieved Profit after taxation from continuing operations, amounting to Rs. 10.170 million compared to Rs. 3.792 million in the corresponding period last year, despite rising raw material costs and increased fuel and power expenses.

Future Prospects

Despite prevailing economic challenges, management remains cautiously optimistic about a gradual market recovery and improved business performance in the coming periods. The Company is actively evaluating a range of viable strategic options to enhance its future prospects, strengthen revenue streams, and ultimately return to profitability.

The Company is confident in its ability to navigate the recent economic slowdown through a focused approach on innovation, cost optimization, and enhanced operational efficiency. Furthermore, our continued commitment to sustainable growth and prudent strategic planning is expected to reinforce our market position and support long-term value creation.

ACKNOWLEDGEMENT

The Board extends heartfelt gratitude to our esteemed shareholders and bankers for their unwavering support and trust in the company. We also recognize and appreciate dedication and hard work of our staff and workers, whose efforts have been instrumental in achieving significant milestones. We look forward to their continued commitment in the years to come.

On behalf of the Board

Faisalabad	**Amjad Saeed**	**Omer Saeed**
October 30, 2026	**Chief Executive Officer**	**Director**

شیئر ہولڈرز کو ڈائریکٹرز کی جائزہ رپورٹ

بورڈ آف ڈائریکٹرز 30 ستمبر 2026 کو ختم ہونے والی پہلی سہ ماہی کے لیے آپ کی کمپنی کا غیر آڈٹ شدہ مالیاتی بیان جمع کرانے میں خوشی محسوس کرتے ہیں۔

کمپنی کی کارکردگی

کمپنی کی سہ ماہی مختصر مالی پوزیشن ذیل میں پیش کی گئی ہے۔

جاری آپریشنز: روپے ہزار میں

	30-09-2025	30-09-2026
صارفین کے ساتھ معاہدوں سے حاصل ہونے والی آمدنی	336,891	363,219
فروخت کی لاگت	(253,856)	(286,281)
مجموعی منافع	83,035	76,938
تقسیم کی لاگت	(20,781)	(31,956)
انتظامی اخراجات	(46,178)	(24,709)
دیگر اخراجات	(917)	(2,380)
دوسری آمدنی	-	7,533
مالیاتی لاگت	(7,760)	(10,744)
لیوی اور ٹیکس سے پہلے منافع	7,399	14,682
لیوی	(3,607)	(4,512)
ٹیکس سے پہلے منافع	3,792	10,170
ٹیکسیشن	-	-
جاری آپریشنز سے ٹیکس کے بعد منافع	3,792	10,170

منقطع آپریشنز

منقطع آپریشنز سے ٹیکس کے بعد نقصان/منافع	1,864	(36,097)
ٹیکس کے بعد نقصان/منافع	5,656	(25,927)
جاری آپریشنز سے فی حصص منافع۔ بنیادی (روپے)	0.38	1.03
منقطع آپریشنز سے نقصان/منافع فی حصص۔ بنیادی (روپے)	0.19	(3.64)

زیر نظر پہلی سہ ماہی کے دوران کمپنی نے جاری آپریشنز سے ٹیکس کے بعد منافع حاصل کیا جس کی رقم 10.170 ملین روپے کے مقابلے میں خام مال کی قیمتوں میں اضافے اور ایندھن اور بجلی کے بڑھتے ہوئے اخراجات کے باوجود گزشتہ سال اسی عرصے میں 3.792 ملین روپے رہی۔

مستقبل کے امکانات

موجودہ معاشی چیلنجوں کے باوجود انتظامیہ مارکیٹ کی بتدریج بحالی اور آنے والے ادوار میں بہتر کاروباری کارکردگی کے بارے میں محتاط طور پر پرامید ہے۔ کمپنی اپنے مستقبل کے امکانات کو بڑھانے، آمدنی کے سلسلے کو مضبوط بنانے اور بالآخر منافع کی طرف واپسی کیلیے متعدد قابل عمل حکمت عملیوں کا فعال طور پر جائزہ لے رہی ہے۔

کمپنی جدت، لاگت کی اصلاح اور بہتر آپریشنل کارکردگی پر مرکوز نقطہ نظر کے ذریعے حالیہ معاشی سست روی کو نیویگیٹ کرنے کی اپنی صلاحیت پر پراعتماد ہے۔ مزید برآں، پائیدار ترقی اور دانشمندانہ حکمت عملی کی منصوبہ بندی کے لیے ہماری مسلسل وابستگی سے ہماری مارکیٹ کی پوزیشن کو تقویت ملے گی اور طویل مدتی قدر کی تخلیق میں مدد ملے گی۔

اعتراف

بورڈ ہمارے معزز شیئر ہولڈرز اور بینکرز کا کمپنی پر ان کی غیر متزلزل حمایت اور اعتماد کے لیے تہہ دل سے شکریہ ادا کرتا ہے۔ ہم اپنے ملازمین اور کارکنوں کی لگن اور محنت کو بھی تسلیم کرتے ہیں اور ان کی تعریف کرتے ہیں، جن کی کوششیں اہم سنگ میل حاصل کرنے میں اہم کردار ادا کر رہی ہیں۔ ہم آنے والے سالوں میں ان کی مسلسل وابستگی کے منتظر ہیں۔

بورڈ کی جانب سے

فیصل آباد

امجد سعید چیف ایگزیکٹو آفیسر

عمر سعید ڈائریکٹر

30 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			
20 000 000 (30 June 2026: 20 000 000) ordinary shares of Rupees 10 each		200,000	200,000
Issued, subscribed and paid up share capital			
9 920 000 (30 June 2026: 9 920 000) ordinary shares of Rupees 10 each fully paid in cash		99,200	99,200
Sponsors' loans		1,241,800	1,241,800
Reserves			
Capital reserves			
Equity portion of shareholders' loans		183,291	183,291
Surplus on revaluation of freehold land		360,555	360,555
		543,846	543,846
Accumulated loss		(788,641)	(762,714)
TOTAL EQUITY		1,096,205	1,122,132
LIABILITIES			
NON-CURRENT LIABILITIES			
Staff retirement gratuity		14,805	14,864
CURRENT LIABILITIES			
Trade and other payables		464,942	438,880
Contract liabilities		7,012	3,071
Short term borrowings	3	723,616	778,676
Accrued mark-up		7,282	5,025
Unclaimed dividend		2,592	2,592
		1,205,444	1,228,244
TOTAL LIABILITIES		1,220,249	1,243,108
CONTINGENCIES AND COMMITMENTS	4		
TOTAL EQUITY AND LIABILITIES		2,316,454	2,365,240

	NOTE	Un-audited 30 September 2026	Audited 30 June 2026
		(RUPEES IN THOUSAND)	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	1,145,676	1,145,559
Intangible assets		-	-
Long term deposits and prepayments		9,669	9,036
		1,155,345	1,154,595
CURRENT ASSETS			
Stores, spare parts and loose tools		84,566	78,813
Stock-in-trade		169,831	199,233
Trade debts		259,182	298,796
Loans and advances		18,031	6,825
Short term deposits and prepayments		10,307	1,192
Advance income tax and levy - net		101,168	95,492
Other receivables		289,086	290,562
Cash and bank balances	6	130,893	81,154
		1,063,064	1,052,067
Non-current assets held for sale	7	98,045	158,578
		1,161,109	1,210,645
TOTAL ASSETS		2,316,454	2,365,240

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

AMJAD SAEED
CHIEF EXECUTIVE OFFICER

OMER SAEED
DIRECTOR

MUHAMMAD KASHIF ZAHUR
CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-audited)
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2026

	NOTE	First Quarter ended	
		30 September 2026	30 September 2025
		(RUPEES IN THOUSAND)	
CONTINUING OPERATIONS :			
REVENUE FROM CONTRACTS WITH CUSTOMERS		363,219	336,891
COST OF SALES	8	(286,281)	(253,856)
GROSS PROFIT		76,938	83,035
DISTRIBUTION COST		(31,956)	(20,781)
ADMINISTRATIVE EXPENSES		(24,709)	(46,178)
OTHER EXPENSES		(2,380)	(917)
OTHER INCOME		7,533	-
FINANCE COST		(10,744)	(7,760)
PROFIT BEFORE LEVY AND TAXATION		14,682	7,399
LEVY		(4,512)	(3,607)
PROFIT BEFORE TAXATION		10,170	3,792
TAXATION		-	-
PROFIT AFTER TAXATION FROM CONTINUING OPERATIONS		10,170	3,792
DISCONTINUED OPERATION :			
(LOSS) / PROFIT AFTER TAXATION FROM DISCONTINUED OPERATION	7	(36,097)	1,864
(LOSS) / PROFIT AFTER TAXATION		(25,927)	5,656
PROFIT PER SHARE FROM CONTINUED OPERATIONS - BASIC AND DILUTED (RUPEES)		1.03	0.38
(LOSS) / PROFIT PER SHARE FROM DISCONTINUED OPERATIONS - BASIC AND DILUTED (RUPEES)		(3.64)	0.19

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

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CHIEF EXECUTIVE OFFICER

OMER SAEED
DIRECTOR

MUHAMMAD KASHIF ZAHUR
CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited) FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2026

	First Quarter ended	
	30 September 2026	30 September 2025
	(RUPEES IN THOUSAND)	
(LOSS) / PROFIT AFTER TAXATION	(25,927)	5,656
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	-	-
TOTAL COMPREHENSIVE (LOSS) / PROFIT FOR THE PERIOD	(25,927)	5,656

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

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CHIEF EXECUTIVE OFFICER

OMER SAEED
DIRECTOR

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CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-audited)
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2026

	SHARE CAPITAL	SPONSORS' LOANS	CAPITAL RESERVES			ACCUMULATED LOSS	TOTAL EQUITY
			Equity portion of shareholders' loan	Surplus on revaluation of freehold land	Total		
	(RUPEES IN THOUSAND)						
Balance as at 30 June 2025 - (Audited)	99,200	241,800	183,291	360,555	543,846	(701,726)	183,120
Profit for the period	-	-	-	-	-	5,656	5,656
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	-	-	5,656	5,656
Balance as at 30 September 2025 - (Un-audited)	99,200	241,800	183,291	360,555	543,846	(696,070)	188,776
Transactions with Spnsors' :							
Transferred from short term borrowings	-	1,000,000	-	-	-	-	1,000,000
Loss for the period	-	-	-	-	-	(75,266)	(75,266)
Other comprehensive income for the period	-	-	-	-	-	8,622	8,622
Total comprehensive loss for the period	-	-	-	-	-	(66,644)	(66,644)
Balance as at 30 June 2026 - (Audited)	99,200	1,241,800	183,291	360,555	543,846	(762,714)	1,122,132
Loss for the period	-	-	-	-	-	(25,927)	(25,927)
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	-	-	(25,927)	(25,927)
Balance as at 30 September 2026 - (Un-audited)	99,200	1,241,800	183,291	360,555	543,846	(788,641)	1,096,205

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

AMJAD SAEED
CHIEF EXECUTIVE OFFICER

OMER SAEED
DIRECTOR

MUHAMMAD KASHIF ZAHUR
CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2026

		First Quarter ended	
		30 September 2026	30 September 2025
		(RUPEES IN THOUSAND)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash used in operations	9	104,469	(51,190)
Finance cost paid		(10,661)	(18,530)
Income tax and levy paid		(10,188)	(19,569)
Staff retirement gratuity paid		(170)	(4,753)
Net increase in long term deposits and prepayments		(633)	(548)
Net cash generatted from / (used in) operating activities		82,817	(94,590)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(15,343)	2,072
Proceeds from disposal of property, plant and equipment		37,333	222,754
Net cash generated from investing activities		21,990	224,826
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term borrowings - net		(55,060)	(123,754)
Net cash used in financing activities		(55,060)	(123,754)
NET INCREASE IN CASH AND CASH EQUIVALENTS		49,747	6,482
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		81,154	41,724
Net foreign exchange difference on translating cash and bank balances		(8)	-
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		130,893	48,206

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

AMJAD SAEED
CHIEF EXECUTIVE OFFICER

OMER SAEED
DIRECTOR

MUHAMMAD KASHIF ZAHUR
CHIEF FINANCIAL OFFICER

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2026

1. THE COMPANY AND ITS OPERATIONS

1.1 Ideal Dynamics Limited (the Company) is a public limited company incorporated in Pakistan on 08 June 1989 under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited on 30 September 1991. The principal activity of the Company is manufacturing and sale of cloth and hosiery products. The Company's registered office is situated at Room No. 404-405, 4th Floor, Business Centre, Mumtaz Hassan Road, Karachi.

1.2 The Company was previously operating a spinning Unit situated at 32-Km Sheikupura Road, Tehsil Jaranwala, District Faisalabad. However, due to continuous challenges faced by the spinning business especially the demand of yarn and costs of operation, after the approval by the members in Extra Ordinary General Meeting (EOGM) dated 11 August 2025, it was decided to discontinue the spinning operations. Therefore, the major portion of plant and machinery of the Company along with stand-by equipment were approved for disposal. The Company is considering various viable options to materialize in future for improving the business prospects of the Company and to boost revenue and ultimately gaining profit.

2. BASIS OF PREPARATION, MATERIAL ACCOUNTING POLICY INFORMATION, CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

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 Material accounting policy information

The material accounting policy information and methods of computations adopted for the preparation of these condensed interim financial statements are the same as applied in the preparation of the annual audited financial statements of the Company for the year ended 30 June 2026.

2.4 Critical accounting estimates and judgements

The preparation of these condensed interim financial statements in conformity with approved accounting and reporting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgements in the process of applying Company's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

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

	Un-audited 30 September 2026	Audited 30 June 2026
	(RUPEES IN THOUSAND)	
3. SHORT TERM BORROWINGS		
From banking companies - secured		
Running finances	19,743	18,610
Other short term finances	344,000	353,078
	363,743	371,688
From others - unsecured		
Related parties	359,873	406,988
	723,616	778,676

4. CONTINGENCIES AND COMMITMENTS

a) Contingencies

There is no significant change in the status of contingencies as disclosed in the annual audited financial statements of the Company for the year ended 30 June 2026 except as follows:

Guarantees of Rupees 94.294 million (30 June 2026: Rupees 95.611 million) are given by the banks of the Company to Sui Northern Gas Pipelines Limited against gas connections and to Faisalabad Electric Supply Company Limited against electricity connections.

b) Commitments

Commitments arising from short term leases to be recognised on a straight line basis as expense under the practical expedient applied by the Company with respect to IFRS 16 are of Rupees 2.260million (30 June 2026: Rupees 3.955 million) which are to be paid within one year (30 June 2025: within one year).

5. PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets (Note 5.1)	1,062,582	1,071,685
Capital work-in-progress (Note 5.2)	83,094	73,874
	1,145,676	1,145,559
5.1 Operating fixed assets		
Opening net book value	1,071,685	1,560,290
Add: Cost of additions during the period / year (Note 5.1.1)	6,123	13,827
	1,077,808	1,574,117
Less:		
Book value of deletions during the period / year (Note 5.1.2)	-	24,362
Classified as non-current assets held for sale during the period / year (Note 7)	-	406,403
	-	430,765
	1,077,808	1,143,352
Less: Depreciation charged during the period / year	15,226	71,667
	1,062,582	1,071,685
5.1.1 Cost of additions during the period / year		
Buildings	1,660	-
Plant and machinery	971	3,348
Electric installations	3,476	683
Factory equipment	16	-
Computers	-	567
Vehicles	-	9,229
	6,123	13,827
5.1.2 Book value of deletions during the period / year		
Plant and machinery	-	15,175
Vehicles	-	9,187
	-	24,362

		Un-audited 30 September 2026	Audited 30 June 2026
		(RUPEES IN THOUSAND)	
5.2	**Capital work-in-progress**		
	Buildings	93	1,636
	Plant and machinery	74,606	60,368
	Stand-by equipment	-	3,475
	Advances against Enterprise Resource Planning (ERP)	8,395	8,395
		83,094	73,874
6.	**CASH AND BANK BALANCES**		
	With banks:		
	On current accounts	52,765	47,085
	On PLS saving accounts	26,430	25,963
		79,195	73,048
	Cash in hand	51,698	8,106
		130,893	81,154

7. NON-CURRENT ASSETS HELD FOR SALE

The non-current assets classified as held for sale in their respective categories are summarized hereunder :

(a) Non-current assets classified as held for sale

Opening net book value	158,578	-
Classified as non-current assets held for sale during the period / year (Note 5.1)		
Plant and machinery	-	309,817
Stand-by equipment	-	96,586
	-	406,403
Disposals during the year of plant and machinery	(60,533)	(247,825)
	98,045	158,578

7.1 Major portion of plant and machinery and stand-by equipment related to Spinning Unit situated at 32-Km Sheikupura Road, Tehsil Jaranwala, District Faisalabad are presented as held for sale following the approval of Board of Directors of the Company and shareholders in EOGM held on 11 August 2025. Disposal of some plant and machinery was made during the period against collective consideration of Rupees 0 million received from various parties. The Company is fully committed to dispose of the remaining assets uptill the end of the financial year.

(b) Analysis of results of discontinued operation

	(Un-audited) First Quarter ended	
	30 September 2026	30 September 2025
	(RUPEES IN THOUSAND)	
Revenue from contracts with customers	-	19,970
Cost of sales	(2,646)	(42,440)
Gross loss	(2,646)	(22,470)
Administrative expenses	(7,857)	(16,911)
Other expenses	(23,420)	(120)
Other income	-	51,270
Finance cost	(2,174)	(9,655)
	(33,451)	24,584
(Loss) / Profit before taxation and levy from discontinued operation	(36,097)	2,114
Levy	-	(250)
(Loss) /Profit before taxation from discontinued operation	(36,097)	1,864
Taxation	-	-
Loss / Profit after taxation From discontinued operation	(36,097)	1,864

(c) Analysis of the cash flows of discontinued operation

	(Un-audited) First Quarter ended 30 September 2026
Cash outflows from operating activities	(30,027)
Cash inflows from investing activities	(37,333)
Cash outflows from financing activities	(1,245)

	(Un-audited) First Quarter ended	
	30 September 2026	30 September 2025
8. COST OF SALES		
Raw materials consumed	138,932	74,028
Stores, spare parts and loose tools consumed	17,130	25,088
Salaries, wages and other benefits	34,541	46,927
Fuel and power	35,106	37,594
Sizing materials consumed	7,901	12,720
Outside processing / conversion and other charges	3,154	2,545
Packing materials consumed	33,932	19,287
Repair and maintenance	570	159
Insurance	2,371	1,804
Rent, rates and taxes	1,695	1,695
Other factory overheads	1,848	221
Depreciation	6,903	7,405
	284,083	229,473
Work-in-process		
Opening stock	7,562	14,553
Closing stock	(6,266)	(10,809)
	1,296	3,744
Cost of goods manufactured	285,379	233,217
Finished goods		
Opening stock	122,726	142,024
Closing stock	(121,824)	(121,385)
	902	20,639
	286,281	253,856

	(Un-audited) First Quarter ended	
	30 September 2026	30 September 2025
	(RUPEES IN THOUSAND)	
9. CASH GENERATED FROM / (USED IN) OPERATIONS		
(Loss) / Profit before levy and taxation	(21,415)	9,513
Adjustments for non-cash charges and other items:		
Depreciation	15,226	24,956
Gain / (Loss) on sale of non-current assets held for sale	23,200	(51,270)
Provision for staff retirement gratuity	111	1,380
Finance cost	12,918	17,415
Net exchange loss	2,380	-
Working capital changes (Note 9.1)	72,049	(53,184)
	104,469	(51,190)
9.1 Working capital changes		
(Increase) / decrease in current assets		
Stores, spare parts and loose tools	(5,753)	1,047
Stock-in-trade	29,402	65,684
Trade debts	37,242	9,385
Loans and advances	(11,206)	(2,611)
Short term deposits and prepayments	(9,115)	(9,327)
Other receivables	1,476	28,605
	42,046	92,783
Increase / (decrease) in trade and other payables	30,003	(145,967)
	72,049	(53,184)

10. SEGMENT INFORMATION

	Weaving		Socks		Total - Company	
	(Un-audited)		(Un-audited)		(Un-audited)	
	First Quarter ended		First Quarter ended		First Quarter ended	
	30 September 2026	30 September 2025	30 September 2026	30 September 2025	30 September 2026	30 September 2025
	(RUPEES IN THOUSAND)					
Revenue from contracts with customers	95,238	79,437	267,981	257,454	363,219	336,891
Cost of sales	(80,751)	(61,135)	(205,530)	(192,721)	(286,281)	(253,856)
Gross profit	14,487	18,302	62,451	64,733	76,938	83,035
Distribution cost	(663)	(820)	(31,293)	(19,961)	(31,956)	(20,781)
Administrative expenses	(12,401)	(13,617)	(12,308)	(32,561)	(24,709)	(46,178)
Other income	-	-	7,533	-	7,533	-
Profit before levy, taxation, unallocated expenses and income	1,423	3,865	26,383	12,211	27,806	16,076
Unallocated expenses and income:						
Other expenses					(2,380)	(917)
Finance cost					(10,744)	(7,760)
Levy					(4,512)	(3,607)
Taxation					-	-
Profit after taxation from continued operations					10,170	3,792
(Loss) / Profit after taxation from discontinued operations (Note 7)					(36,097)	1,864
(Loss) / Profit after taxation					(25,927)	5,656

10.1 Reconciliation of reportable segment assets and liabilities

	Spinning (Note 10.1.1)		Weaving		Socks		Total - Company	
	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	30 September 2026	30 June 2026	30 September 2026	30 June 2026	30 September 2026	30 June 2026	30 September 2026	30 June 2026
	(RUPEES IN THOUSAND)							
Total assets for reportable segments as per condensed interim statement of financial position	955,814	1,124,633	428,926	400,746	732,501	744,369	2,117,241	2,269,748
Unallocated assets								
Advance income tax and levy-net							101,168	95,492
Non-current assets held for sale							98,045	-
Total assets as per condensed interim statement of financial position							2,316,454	2,365,240
Total liabilities as per condensed interim statement of financial position	225,371	251,407	181,825	153,426	813,053	838,275	1,220,249	1,243,108

10.1.1 As mentioned in Note 1.2 and Note 7.1 to the condensed interim financial statements, the spinning segment has been discontinued and major portion of plant and machinery and stand-by equipment were classified as held for sale. However, there are certain corporate and other assets / liabilities which are to be allocated to other segments uptill 30 June 2025. Therefore those specific assets and liabilities are still shown in spinning segment.

10.2 Geographical information

The Company's segment wise revenue from external customers as per geographical regions is detailed below:

	Weaving		Socks		Total - Company	
	(Un-audited)		(Un-audited)		(Un-audited)	
	First Quarter ended		First Quarter ended		First Quarter ended	
	30 September 2026	30 September 2025	30 September 2026	30 September 2025	30 September 2026	30 September 2025
	(RUPEES IN THOUSAND)					
Europe	-	-	230,234	159,966	230,234	159,966
North America	-	-	23,425	60,985	23,425	60,985
Pakistan	95,238	79,437	14,322	36,503	109,560	115,940
	95,238	79,437	267,981	257,454	363,219	336,891

10.3 Disaggregation of revenue from contracts with customers by major products / service lines

Socks / others			261,451	221,895	261,451	221,895
Waste	-	-	1,015	3,152	1,015	3,152
Conversion, CMT income and cloth sale	95,238	79,437	5,515	32,407	100,753	111,844
	95,238	79,437	267,981	257,454	363,219	336,891

10.4 Revenue is recognized at point in time as per terms and conditions of underlying contracts with customers.

11. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise associated company / undertakings, other related parties and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions and balances with related parties is as follows:

	(Un-audited) First Quarter ended	
	30 September 2026	30 September 2025
	-------(RUPEES IN THOUSAND)-----	
i) Transactions		
Associated company / undertaking		
Rental expense	1,695	1,695
Sale of goods	6,610	-
Other related parties		
Loans (repaid) / obtained from directors - net	(47,115)	(69,075)
Remuneration and meeting fee paid to Chief Executive Officer, directors and executives	8,656	9,567

	Un-audited 30 September 2026	Audited 30 June 2026
	(RUPEES IN THOUSAND)	
ii) Period end balances		
Associated company / undertaking		
Trade and other payables	14,934	13,804
Trade debts	1,300	-
Other related parties		
Sponsors' loans	1,241,800	241,800
Short term borrowings	359,873	1,136,168
Loans and advances	649	649

12. DATE OF AUTHORIZATION

These condensed interim financial statements were approved and authorized for issue on 30 October 2026 by the Board of Directors of the Company.

13. 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 audited 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.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made.

14. GENERAL

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

AMJAD SAEED
CHIEF EXECUTIVE OFFICER

OMER SAEED
DIRECTOR

MUHAMMAD KASHIF ZAHUR
CHIEF FINANCIAL OFFICER

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