AN TEXTILE MILLS LIMITED
DIRECTORS' REVIEW TO THE SHAREHOLDERS

The Directors of your Company feel pleasure to submit un-audited condensed interim financial information of your Company for the 1st quarter ended September 30, 2026.

	Quarter ended	
	30 September 2026	30 September 2025
	(Rupees in Thousand)	
REVENUE	1,070,023	1,281,923
COST OF SALES	(1,033,917)	(1,239,827)
GROSS PROFIT	36,106	42,096
DISTRIBUTION COST	(2,335)	(3,152)
ADMINISTRATIVE EXPENSES	(17,796)	(25,642)
OTHER INCOME	-	1
FINANCE COST	(13,181)	(10,526)
PROFIT BEFORE LEVY AND TAXATION	26,522	2,777
LEVY	(13,375)	(16,024)
PROFIT / (LOSS) BEFORE TAXATION	13,147	(13,247)
TAXATION	(6,304)	(10,542)
PROFIT / (LOSS) AFTER TAXATION	6,843	(23,789)
EARNINGS / (LOSS) PER SHARE- BASIC AND DILUTED (RUPEES)	0.71	(2.46)

REVIEW OF OPERATING RESULTS

During the period under review, revenue was Rupees 1,070.023 million as compared to corresponding period's sales amounting to Rupees 1,281.923 million. The cost of sales was Rupees 1,033.917 million as compared to Rupees 1,239.827 million in the corresponding period. The company earned profit after taxation of Rupees 6.843 million as compared to corresponding period's loss after taxation of Rupees 23.789 million.

FUTURE OUTLOOK

The future outlook of Pakistan's spinning industry appears cautiously optimistic, supported by gradual recovery in both domestic and global textile demand. The government's focus on improving agricultural productivity, including initiatives for better cotton seed quality and pest management, is expected to enhance the

availability and quality of raw cotton, reducing reliance on imports and stabilizing input costs.

However, the industry faces challenges such as high energy tariffs, outdated machinery, and stiff competition from regional players. Many spinning units are operating on thin margins due to fluctuating cotton prices and inconsistent policy support. To stay competitive, modernization through technological upgrades, energy-efficient machinery, and enhanced productivity will be crucial. Efforts to diversify yarn exports and explore value-added segments could also strengthen the sector's long-term resilience.

Looking ahead, sustainability and innovation will play a defining role in the industry's growth. Global buyers are increasingly prioritizing eco-friendly and traceable supply chains, pushing Pakistani spinners to adopt cleaner production methods and certification standards. If supported by stable government policies, energy reforms, and investment in modernization, Pakistan's spinning industry can regain momentum, increase export as well as local earnings, and play a pivotal role in reviving the overall textile value chain.

The management remains cognizant of these challenges as it continues its efforts to regain its profitability by increasing its market efforts to increase in share of the market. We also remain focused on the challenge of reducing our operating costs and using our efficiencies to maximize our returns. Moreover, the Company will operate on its optimum capacity as it has support from interest free loans obtained from the directors of the Company and facility of borrowings from the banks to meet the liquidity requirements.

ACKNOWLEDGEMENT

The Board places on record its appreciation for the cooperation, commitment, and hard work extended to the Company by the customers, suppliers, bankers, and all the employees of the Company.

On behalf of the Board

(Aizad Amer)
Chief Executive Officer

(Khr Amer Khurshid)
Director

FAISALABAD
Dated: October 30, 2026

AN TEXTILE MILLS LIMITED
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			
10 000 000 (30 June 2026: 10 000 000) ordinary shares of Rupees 10 each		100,000	100,000
Issued, subscribed & paid up share capital		96,600	96,600
Directors' loan		680,000	680,000
Capital Reserves			
Premium on issue of shares reserve		17,250	17,250
Equity portion of shareholders' loans		44,778	44,778
Surplus on revaluation of property, plant and equipment and investment properties - net of deferred income tax		555,204	558,377
		617,232	620,405
Accumulated loss		(337,302)	(347,318)
Total equity		1,056,530	1,049,687
LIABILITIES			
NON-CURRENT LIABILITIES			
Deferred income tax liability		94,376	88,072
Staff retirement gratuity		75,936	69,771
		170,312	157,843
CURRENT LIABILITIES			
Trade and other payables		432,576	389,771
Contract liablities		99,231	13,896
Short term borrowings		555,058	430,130
Accrued mark-up		12,370	12,579
Unclaimed dividend		1,023	1,023
		1,100,258	847,399
TOTAL LIABILITIES		1,270,570	1,005,242
CONTINGENCIES AND COMMITMENTS	5		
TOTAL EQUITY AND LIABILITIES		2,327,100	2,054,929

	NOTE	Un-audited 30 September 2026	Audited 30 June 2026
		(Rupees in thousand)	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	1,503,669	1,512,860
Long term deposits and prepayments		3,990	4,089
Long term loans		-	55
		1,507,659	1,517,004
CURRENT ASSETS			
Stores, spare parts and loose tools		62,414	60,179
Stock in trade		432,959	216,645
Trade debts		95,179	109,725
Loans and advances		55,670	3,070
Taxation and levy - net		87,900	93,339
Short term deposits and prepayments		9,659	5,183
Other receivables		58,543	33,861
Cash and bank balances		17,117	15,923
		819,441	537,925
TOTAL ASSETS		2,327,100	2,054,929

The annexed notes form an integral part of this condensed interim financial information.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

AN TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2026

	NOTE	Quarter ended	
		30 September 2026	30 September 2025
		(Rupees in Thousand)	
REVENUE		1,070,023	1,281,923
COST OF SALES	7	(1,033,917)	(1,239,827)
GROSS PROFIT		36,106	42,096
DISTRIBUTION COST		(2,335)	(3,152)
ADMINISTRATIVE EXPENSES		(17,796)	(25,642)
OTHER INCOME		23,728	1
FINANCE COST		(13,181)	(10,526)
PROFIT BEFORE LEVY AND TAXATION		26,522	2,777
LEVY		(13,375)	(16,024)
PROFIT / (LOSS) BEFORE TAXATION		13,147	(13,247)
TAXATION		(6,304)	(10,542)
PROFIT / (LOSS) AFTER TAXATION		6,843	(23,789)
EARNINGS / (LOSS) PER SHARE- BASIC AND DILUTED		0.71	(2.46)

The annexed notes form an integral part of this condensed interim financial information.

CHIEF EXECUTIVE OFFICER | DIRECTOR | CHIEF FINANCIAL OFFICER

AN TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2026

	Quarter ended	
	30 September 2026	30 September 2025
	(Rupees in thousand)	
PROFIT / (LOSS) AFTER TAXATION	6,843	(23,789)
OTHER COMPREHENSIVE INCOME		
Items that will not be reclassified subsequently to profit or loss	-	-
Items that may be reclassified subsequently to profit or loss	-	-
	-	-
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD	6,843	(23,789)

The annexed notes form an integral part of this condensed interim financial information.

CHIEF EXECUTIVE OFFICER	DIRECTOR	CHIEF FINANCIAL OFFICER

AN TEXTILE MILLS LIMITED

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

FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2026

	SHARE CAPITAL	DIRECTORS' LOAN	RESERVES				UNAPPROPRIATED PROFIT / (ACCUMULATED LOSS)	TOTAL EQUITY
			CAPITAL RESERVES					
			Share premium	Equity portion of Shareholder's loan	Surplus on revaluation of property, plant and equipment and investment properties - net of deferred income	Total		
	(RUPEES IN THOUSAND)							
Balance as at 30 June 2025 - (Audited)	96,600	360,000	17,250	44,778	448,255	510,283	(255,886)	710,997
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	-	-	(3,172)	(3,172)	3,172	-
Loss for the period ended	-	-	-	-	-	-	(23,789)	(23,789)
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive loss for the period	-		-	-		-	(23,789)	(23,789)
Balance as at 30 September 2025 - (Un-audited)	96,600	360,000	17,250	44,778	445,083	507,111	(276,503)	687,208
Directors' loan transferred from short term borrowings	-	320,000	-	-	-	-	-	320,000
Transfer from surplus on revaluation of property, plant and equipment on disposal of property, plant and equipment - net of deferred income tax	-	-	-	-	(9,515)	(9,515)	9,515	-
Loss for the period	-	-	-	-	-	-	(91,258)	(91,258)
Other comprehensive income for the period	-	-	-	-	122,809	122,809	10,928	133,737
Total comprehensive income for the period	-	-	-	-	122,809	122,809	(80,330)	42,479
Balance as at 30 June 2026- (Audited)	96,600	680,000	17,250	44,778	558,377	620,405	(347,318)	1,049,687
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-		-	-	(3,173)	(3,173)	3,173	-
Profit for the period	-	-	-	-	-	-	6,843	6,843
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-		-	-	-	-	6,843	6,843
Balance as at 30 September 2026- (Un-audited)	96,600	680,000	17,250	44,778	555,204	617,232	(337,302)	1,056,530

The annexed notes form an integral part of this condensed interim financial information.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

AN TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2026

	NOTE	Quarter ended	
		30 September 2026	30 September 2025
		(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash (used in) / generated from operations	8	(114,929)	59,991
Finance cost paid		(13,390)	(11,111)
Income tax paid		(7,936)	(22,486)
Staff retirement gratuity paid		(5,194)	(3,558)
Net decrease in long term loans		55	190
Net increase in long term deposits and prepayments		99	(936)
NET CASH (USED IN) / GENARETAED FROM OPERATING ACTIVITIES		(141,295)	22,090
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant & equipment		(7,739)	(7,906)
Proceeds from sale of property, plant and equipment		25,300	-
Net cash from / (used in) investing activities		17,561	(7,906)
CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES			
Short term borrowings - net		124,928	(25,021)
NET CASH FROM / (USED IN) FINANCING ACTIVITIES		124,928	(25,021)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		1,194	(10,837)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		15,923	17,018
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		17,117	6,181

The annexed notes form an integral part of this condensed interim financial information.

CHIEF EXECUTIVE OFFICER **DIRECTOR** **CHIEF FINANCIAL OFFICER**

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2026

1. THE COMPANY AND ITS OPERATIONS

AN Textile Mills Limited (the Company) is a public limited company incorporated in Pakistan under the Companies Act, 1913 (Now Companies Act, 2017) and its share are quoted on Pakistan Stock Exchange Limited. Its registered office and mills premises are situated at 35 Kilometers Sheikhupura Road, Faisalabad. The principal activity of the Company is manufacturing, sale and

2. BASIS OF PREPARATION

This condensed interim financial information is unaudited and is being submitted to shareholders as required by the Companies Act, 2017. This condensed interim financial information of the Company for the 1st quarter ended 30 September 2026 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 "Interim Financial Reporting" and provisions of and directives issued under the Companies Act, 2017 as applicable in Pakistan and notified by the Securities and Exchange Commission of Pakistan (SECP). In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. This condensed interim financial information should be read in conjunction with the audited annual published financial statements for the year ended 30 June 2026.

3. ACCOUNTING POLICIES AND COMPUTATION METHODS

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

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of this condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments 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 this condensed interim financial information, 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 preceding audited annual published financial statements of the Company for the year ended 30 June 2026.

5. CONTINGENCIES AND COMMITMENTS

a) Contingencies

There was no significant change in the status of contingencies as reported in the annual financial statements of the Company for the year ended 30 June 2026.

b) Commitments

i) Letters of credit for capital expenditure are of Rupees Nil as at 30 September 2026 (2026: Rupees Nil).

ii) Letters of credit for other than capital expenditure are of Rupees 171.074 million as at 30 September 2026 (2026: Rupees 70.004 million).

	Un-Audited 30 September 2026	Audited 30 June 2026
	Rupees in thousand	
6. PROPERTY, PLANT AND EQUIPMENT		
Opening book value	1,512,860	1,247,193
Add:		
Cost of additions during the period / year (Note 6.1)	7,739	175,605
Effect of revaluation surplus	-	152,016
	1,520,599	1,574,814
Less: Book value of vehicles disposed off during the period / year	1,573	591
	1,519,026	1,574,223
Less: Depreciation charged for the period / year	15,357	61,363
	1,503,669	1,512,860
6.1 Cost of additions during the period / year		
Plant and machinery	7,474	76,821
Solar equipment	265	85,817
Vehicles	-	12,967
	7,739	175,605

	(Un-Audited) Quarter ended	
	30 September 2026	30 September 2025
7. COST OF SALES		
Raw material consumed (Note 7.1)	711,511	778,632
Loading and unloading	162	129
Salaries, wages and other benefits	93,473	114,830
Staff retirement benefits	10,450	10,460
Stores, spares and loose tools consumed	27,492	32,701
Packing material consumed	13,679	14,574
Repairs and maintenance	130	281
Fuel and power	232,166	304,886
Insurance	1,282	955
Other factory overheads	1,031	1,033
Depreciation	14,296	13,419
	1,105,672	1,271,900
Work in process		
Opening stock	98,871	81,717
Closing stock	(112,899)	(68,826)
	(14,028)	12,891
Cost of goods manufactured	1,091,644	1,284,791

	(Un-Audited)	
	Quarter ended	
	30 September 2026	30 September 2025
Finished goods		
Opening stock	23,626	22,963
Closing stock	(81,353)	(67,927)
	(57,727)	(44,964)
	1,033,917	1,239,827

7.1 Raw material consumed

Opening Stock	94,148	199,548
Add: Purchases during the period	856,069	814,673
	950,217	1,014,221
Less: Closing Stock	(238,706)	(235,589)
	711,511	778,632

8. CASH GENERATED FROM OPERATIONS

Profit before levy and taxation	26,522	2,777
Adjustments for non-cash charges and other items:		
Depreciation	15,357	14,198
Provision for gratuity	11,359	11,369
Finance cost	13,181	10,526
Gain on sale of property, plant and equipment	(23,727)	-
Working capital changes (Note 8.1)	(157,621)	21,121
	(114,929)	59,991

8.1 Working capital changes

Decrease / (Increase) in current assets:

Stores, spare parts and loose tools	(2,235)	2,486
Stock in trade	(216,314)	(123,374)
Trade debts	14,546	(19,555)
Loans and advances	(52,600)	(13,296)

	(Un-Audited)	
	Quarter ended	
	30 September 2026	30 September 2025
Short term deposits and prepayments	(4,476)	3,739
Other receivables	(24,682)	(5,685)
	(285,761)	(155,685)
Increase / (decrease) in current liabilities:		
Trade and other payables	42,805	157,690
contract liabilities	85,335	19,116
	128,140	176,806
	(157,621)	21,121

9. TRANSACTIONS WITH RELATED PARTIES

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

Un-Audited	Audited
30 September 2026	30 June 2026

Rupees in thousand

i) Transactions

Particulars	Basis of relationship	Nature of transaction		
Other related parties				
Short term borrowings	Directors of the Company	Loans (repaid) / obtained	26,800	100,000

10. FINANCIAL RISK MANAGEMENT

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

11. DATE OF AUTHORIZATION

This condensed interim financial information was approved by the Board of Directors of the Company and authorised for issue on 30 October 2026.

12. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim balance sheet 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 profit and loss account, condensed interim profit or loss and other comprehensive income and condensed interim cash flow statement 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.

13. GENERAL

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

CHIEF EXECUTIVE OFFICER | DIRECTOR | CHIEF FINANCIAL OFFICER