(Un-Audited)

Interim Financial Report

For The Quarter Ended

September 30, 2026

Khalid Siraj

Textile Mills Limited

Ittefaq

Contents

Company Information	1
Directors' Report	2
Condensed Interim Statement of Financial Position	4
Condensed Interim Statement of Profit or Loss and Other Comprehensive Income	5
Condensed Interim Statement of Changes in Equity	6
Condensed Interim Statement of Cash Flows	7
Notes to the Condensed Interim Financial Information	8

Khalid Siraj Textile Mills Limited

COMPANY INFORMATION

Chairman / Chief Executive Officer	-	Mian Iqbal Barkat
Directors	-	Mian Hassan Barkat
	-	Abida Iqbal
	-	Rafia Hassan
	-	Muhammad Musaddaq
	-	Abdul Razzaq Khan
	-	Muhammad Umair Younas Lone
Audit Committee		
- Chairman	-	Mian Hassan Barkat
- Member	-	Mian Iqbal Barkat
- Member	-	Abida Iqbal
HR Committee		
- Chairman	-	Muhammad Musaddaq
- Member	-	Muhammad Umair Younas Lone
- Member	-	Rafia Hassan
Risk Management Committee		
- Chairman	-	Mian Iqbal Barkat
- Member	-	Muhammad Musaddaq
- Member	-	Abdul Razzaq Khan
Company Secretary	-	Haji Tariq Samad
Auditors	-	M/s. Sheikh & Chaudhri Corporate Avenue, 32-A, Jail Road, Lahore. Ph: 042-35463623-5
	-	National Bank of Pakistan Habib Bank Limited Al Baraka Bank Pakistan Habib Metropolitan Bank Limited Meezan Bank Limited
Chief Financial Officer	-	Mr. Nabeel Ahmed
Legal Advisor	-	Mr. Majid Ali Rana (Advocate)
Share Registrar	-	M/s. Corplink (Pvt) Limited Wings Arcade, 1-K, Commercial, Model Town, Lahore. Ph: 042-35916714, Fax: 042-35869037
Registered Office	-	135-Upper Mall, Lahore.
Website Address	-	**www.kstml.com.pk** **Email: kstmlspinning@outlook.com**
Mills	-	48-K.M, Lahore-Multan Road, Phool Nagar (Bhai Pheru), Tehsil Pattoki, Distt. Kasur.

Directors' Report

Dear Members

The Board of Directors of your Company is pleased to present their report together with the Condensed Interim Financial Information (Un-Audited) for the 1st quarter ended September 30, 2026 before you.

Financial Highlights

	Qarter ended 30-Sep-26 (Rs. in million)	Qarter ended 30-Sep-25 (Rs. in million)
Loss after tax	**(0.675)**	**(4.130)**
Depreciation	**0.627**	**4.788**
Cash Gain/(Loss)	**(0.048)**	**0.658**

Future Outlook:

During the year, the Company suspended its manufacturing operations due to severe textile sector crisis. The operations became commercially unviable due to unprecedented high electricity tariff, gas prices, and historic high interest rates of coupled with low international yarn prices and liquidity crunch. Producing at a loss would further erode shareholders' equity, hence the Board decided for temporary closure to protect assets.

Acknowledgement:

We are grateful to all our stakeholders exclusively the bankers for their ongoing support and the employees of the company for their commitment and hard work.

For and on behalf of the Board

Mian Iqbal Barkat
Chief Executive

Mian Hassan Barkat
Director

Lahore:
Dated: October 29, 2026

ڈائریکٹرز رپورٹ

پیارے ممبران

آپ کی کمپنی کا بورڈ آف ڈائریکٹرز، 30 ستمبر 2026 کو ختم ہونے والی پہلی سہ ماہی کے لیے اپنی رپورٹ، مختصر عبوری مالیاتی معلومات (غیر آڈٹ شدہ) کے ہمراہ آپ کے سامنے پیش کرتے ہوئے خوشی محسوس کر رہا ہے۔

مالیاتی نمایاں نکات

	اختتام سہ ماہی ستمبر 30 2025 (روپے ملین میں)	اختتام سہ ماہی ستمبر 30 2026 (روپے ملین میں)
ٹیکس کے بعد نقصان	(4.130)	(0.675)
قدر میں کمی	4.788	0.627
نقد فائدہ/(نقصان)	0.658	(0.048)

مستقبل کا منظرنامہ:

سال کے دوران، کمپنی نے ٹیکسٹائل سیکٹر کے شدید بحران کی وجہ سے اپنے مینوفیکچرنگ آپریشنز کو معطل کر دیا۔ بجلی کے بے مثال اعلی ٹیرف، گیس کی قیمتوں، اور سود کی تاریخی بلند شرحوں کے ساتھ ساتھ سوت کی کم بین الاقوامی قیمتوں اور لیکویڈیٹی کی کمی کی وجہ سے آپریشن تجارتی طور پر ناقابل عمل ہو گئے۔ نقصان پر پیداوار شیئر ہولڈرز کی ایکویٹی کو مزید خراب کرے گی، اس لیے بورڈ نے اثاثوں کی حفاظت کے لیے عارضی بندش کا فیصلہ کیا۔

اظہارِ تشکر

ہم اپنے تمام اسٹیک ہولڈرز، بالخصوص بینکرز کے مسلسل تعاون، اور کمپنی کے ملازمین کی لگن اور سخت محنت کے لیے شکر گزار ہیں۔

منجانب : بورڈ آف ڈائریکٹرز

میاں حسن برکت
ڈائریکٹر

میاں اقبال برکت
چیف ایگزیکٹو آفیسر

لاہور: 29 اکتوبر، 2026

KHALID SIRAJ TEXTILE MILLS LIMITED
Condensed Interim Statement of Financial Position (Un-Audited)
Aa At September 30, 2026

	Notes	Un-Audited Three Months Ended 30-Sep-26 Rupees	Audited 30-06-2026 Rupees
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital			
12,000,000 (30 June 2026: 12,000,000) ordinary shares of Rs. 10 each		**120,000,000**	120,000,000
Share capital	**6**	**107,000,000**	107,000,000
Accumulated loss		**(360,899,071)**	(360,669,382)
Surplus on revaluation of property, plant and		**330,826,427**	331,271,814
		76,927,356	77,602,432
Non-current liabilities			
Long-term finances	**7**	**153,895,767**	153,895,767
Deferred liabilities		**87,122,377**	87,304,296
Current liabilities			
Short-term borrowings	**8**	**68,180,179**	68,180,179
Unclaimed Dividend		**24,058,182**	24,058,182
Mark-up accrued		**16,790,575**	16,790,575
Trade and other payables		**36,308,491**	36,078,836
Income tax liability		**249,659**	249,659
		145,587,086	**145,357,431**
Contingencies and commitments		-	-
		463,532,586	**464,159,926**
ASSETS			
Non-current assets			
Property, plant and equipment	**9**	**453,538,476**	454,165,783
Long-term deposits		**6,348,000**	6,348,000
		459,886,476	460,513,783
Current assets			
Stores, spare parts and loose tools		**3,018,542**	3,018,542
Tax refunds due from government		**54,607**	54,607
Trade deposits and short-term prepayments		**507,100**	507,100
Cash and bank balances		**65,861**	65,894
		3,646,110	3,646,143
		463,532,586	464,159,926

The annexed notes 1 to 12 form an integral part of this condensed financial information.

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

KHALID SIRAJ TEXTILE MILLS LIMITED

Condensed Interim Statement of Profit or Loss (Un-Audited)

And Other Comprehensive Income (Un-Audited)

Aa At September 30, 2026

	Note	Un-Audited	
		Three Months Ended	
		30-Sep-26	30-Sep-25
		Rupees	Rupees
Other operating expenses			
Administrative & general expenses		**(229,656)**	(528,667)
Other operating expenses	**10**	**(627,306)**	(4,787,539)
Finance costs		**(33)**	(33)
		(856,995)	(5,316,239)
Loss before taxation		**(856,995)**	(5,316,239)
Taxation		**181,919**	1,186,356
Loss after taxation		**(675,076)**	(4,129,883)
(Loss) per share (basic and diluted)		**(0.06)**	(0.39)

The annexed notes 1 to 12 form an integral part of this condensed financial information.

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

KHALID SIRAJ TEXTILE MILLS LIMITED
Condensed Interim Statement of Changes in Equity
Aa At September 30, 2026

Particulars	Share Capital	Revenue reserve	Revaluation surplus on property, plant and equipment	Total Equity
		Accumulated Loss		
	---------- Rupees ----------			
Balance as at June 30, 2025	**107,000,000**	**(399,195,165)**	**214,950,749**	**(77,244,416)**
Total comprehensive income/(loss)	-	(4,129,883)	-	(4,129,883)
Incremental depreciation on revaluation of property, plant and equipment for the period (net of deferred taxation)	-	2,904,528	(2,904,528)	-
Balance as at September 30, 2025	**107,000,000**	**(400,420,520)**	**212,046,221**	**(81,374,299)**
Profit for the year	-	19,567,483	-	19,567,483
Other comprehensive income	-	-	135,279,363	135,279,363
Incremental depreciation on revaluation of property, plant and equipment for the period (net of deferred taxation)	-	20,183,653	(16,053,768)	4,129,885
Balance as at June 30, 2026	**107,000,000**	**(360,669,384)**	**331,271,816**	**77,602,432**
Total comprehensive income/(loss)	-	(675,076)	-	(675,076)
Incremental depreciation on revaluation of property, plant and equipment for the period (net of deferred taxation)	-	445,387	(445,387)	-
Balance as at September 30, 2026	**107,000,000**	**(360,899,073)**	**330,826,429**	**76,927,356**

The annexed notes 1 to 12 form an integral part of this condensed financial information.

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

KHALID SIRAJ TEXTILE MILLS LIMITED

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

Aa At September 30, 2026

We would like to inform you that the Board of Directors	Un-Audited Three Months Ended 30-Sep-26 Rupees	30-Sep-25 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (loss) before tax	**(856,995)**	(5,316,239)
Adjustment for non-cash charges/items:		
Depreciation of property, plant and equipment	**627,306**	4,787,539
Finance cost	**33**	(33)
	627,339	4,787,506
Cash flows before working capital changes	**(229,656)**	(528,733)
Changes in operating assets / liabilities		
Increase/(decrease) in current liabilities		
Trade and other payables	**229,656**	746,865
	229,656	746,865
Cash generated from / (used in) operating activities	**-**	218,132
Net cash generated from / (used in) operating activities	**-**	218,165
Net increase in cash and cash equivalents	**-**	218,165
Cash and cash equivalents at beginning of the year	**65,861**	16,463
Cash and cash equivalents at end of the year	**65,861**	234,628

The annexed notes 1 to 12 form an integral part of this condensed financial information.

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

KHALID SIRAJ TEXTILE MILLS LIMITED

Notes to the Condensed Interim Financial Information (un-audited)

For the quarter ended September 30, 2026

1 General information and nature of operations

Khalid Siraj Textile Mills Limited (the "Company") was incorporated in Pakistan as a public limited company on 17 January 1988 under the repealed Companies Ordinance, 1984 and is quoted on Pakistan Stock Exchange. Registered office of the Company is situated at 135, Upper Mall, Lahore. The project of the Company is located at 48 KM, Lahore Multan Road, Phool Nagar (Bhai Pheru), Tehsil Pattoki, District Kasur. The principle business of the Company is manufacturing and sale of yarn and the other related / allied operations.

2 Basis of preparation

This condensed interim financial information is un-audited and is being submitted to shareholders, as required by the Companies Act, 2017.

This financial information has been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017, provisions of and directives issued under the Companies Act, 2017. In case requirements differ, the provisions or directives of the Companies Act, 2017 shall prevail.

This condensed interim financial report does not include all the information required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2026.

3 Significant accounting policies

The accounting policies and methods of computation adopted for the preparation of this condensed interim financial information are consistent with those applied in the preparation of the annual published financial statements of the Company for the year ended June 30, 2026.

The new standards, amendments to the approved accounting standards and interpretations that are mandatory for accounting periods beginning on or after July 1, 2021, were either considered not to be relevant to the Company's operations or did significantly effect the accounting policies of the Company.

4 Critical accounting estimates and judgments

Judgments and estimates made by the management in the preparation of this condensed interim financial report are the same as those applied to the preceding annual published financial statements of the Company for the year ended June 30, 2026.

5 Financial risk management

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

		(Un-Audited) Sep 30, 2026 Rupees	(Audited) 30-06-2026 Rupees
6	**Share capital**		
	Authorized share capital		
	12,000,000 (30 June 2026: 12,000,000) ordinary shares of Rs. 10/- each	**120,000,000**	120,000,000
	Total	**120,000,000**	120,000,000
	Issued, subscribed and paid-up share capital		
	10,000,000 (30 June 2026: 10,000,000) ordinary shares of Rs. 10 each fully paid in cash	**100,000,000**	100,000,000
	700,000 (30 June 2026: 700,000) ordinary shares of Rs. 10 each fully paid as bonus shares	**7,000,000**	7,000,000
	Total	**107,000,000**	107,000,000
7	**Long term financing**		
7.01	Current and ex-directors	**153,895,767**	**153,895,767**
		153,895,767	153,895,767

7.01 Current and ex-directors

These represents unsecured and interest free loans from chief executive officer, directors and sponsors. The terms of repayment has not yet been decided so far, however, the directors and sponsors have given undertaking that they have no intention to demand such loan within period of next twelve months, as such the current maturity has not been presented.

8	**Short term borrowings - banks and financial institutions**		
	Cash finance/overdraft	**60,680,179**	60,680,179
	Finance against trust receipts	**7,500,000**	7,500,000
8.01	Book overdraft - unsecured	**0**	36,739
		68,180,179	68,216,918

8.01 Book overdraft - unsecured

This has arisen due to issuance of post dated cheques in respect of balance in a bank account.

9	**Property, plant and equipment**		
	Opening written down value	**454,165,780**	293,119,911
	Revaluation during the period	**-**	190,534,313
	Depreciation for the period	**627,306**	29,488,444
	Closing book value	**453,538,474**	**454,165,780**

10 Cost of sale

Since there is no sales during this period, therefore depreciation and factory repairs amounting **Rs. 4.788** million has been classified into other operting expenses.

11 General

11.01 Corresponding figures have been rearranged wherever necessary, for the purpose of comparison. However, there were no material reclassification or rearrangement to report.

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the Condensed Interim Statement of Financial Position has been compared with the balances of annual audited financial statements of preceding financial year, whereas, the Condensed Interim profit or loss account and Other Comprehensive Income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been compared with the balances of condensed interim half yearly financial information of comparable period.

11.02 Figures have been rounded off to the nearest rupees unless otherwise stated.

12 Date of authorization for issue

This condensed financial information was approved by the Board of Directors and authorised for issue on **October 29, 2026.**

Chief Executive Officer	Director	Chief Financial Officer

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TEXTILE MILLS LIMITED
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Lahore, Pakistan.
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