Corporate Briefing Session - 2026

HAFIZ LIMITED

(Previously Known As *Hafiz Textile Mills Limited*)

since 1951

COMPANY BRIEFING

- Incorporated and Listed as HAFIZ TEXTILE MILLS LTD at Karachi Stock Exchange in 1951.
  - Undertaking Textile composite business from Ginning to Dying and Bleaching.

- As of unstable economic scenario, company suffered issues in operations.
  - Due to prevailing economic challenges and operational difficulties, the Company changed its principal line of business in 2013.

ECONOMIC & MARKET OVERVIEW

- Inflation: Inflation moderated compared with June,
- Exchange Rate: Rupee remained relatively stable,
- Monetary Policy: Policy rate increased by 0.5 percentage points,
- Petroleum: Higher petrol and diesel prices increased transportation and logistics cost pressures.
- Electricity: Industrial electricity costs remain a significant challenge for manufacturing competitiveness and future industrial expansion.
- Law & Order: Security concerns and regional instability continue to affect investor confidence and business activity.

- **Overall Outlook:** Pakistan's economy has shown improvement in inflation and exchange-rate stability; however, higher energy costs, interest rates and security challenges continue to present risks to sustainable economic growth.

ECONOMIC & MARKET OVERVIEW

Economic Indicator	30 June 2026	Current
CPI Inflation	11.1%	9.6%
SBP Policy Rate	11.5%	12.0%
USD/PKR	Rs. 278.36	Rs. 276.95
Petrol / Litre	Rs. 299.50	Rs. 325
Industrial Electricity (approx)	Rs. 26–27/unit	Rs. 34.40/unit

BUSINESS NATURE

- No change in business operations during FY2026
- Good Return in Stock Investment
- Future diversification opportunities under evaluation
- The company’s industrial operations remain closed

COMPANY PERFORMANCE

Sustainability → Stability → Growth

- The Company maintained its profitability during FY2026, achieving a 10.5% increase in Profit After Tax compared to the preceding year
- Focus on rental income & stock market investments
- Proposed a higher final cash dividend of 30%
- Zero interest-bearing loans (Shariah-compliant)
- **Conservative approach:** Maintained strong internal financial controls, minimal environmental footprint, and active CSR contributions to hospitals and social welfare institutions.

FINANCIAL POSITION

HAFIZ LIMITED

KEY OPERATING & FINANCIAL RESULTS
FROM 2021 TO 2026

PARTICULARS	2026	2025	2024	2023	2022	2021
		(Rupees in thousands)				
OPERATING DATA						
Revenue	43,160	39,292	33,833	32,733	25,465	23,035
Operating Expenses	18,026	16,753	15,189	14,753	11,856	6,649
Opeerating Profit / (Loss)	25,134	22,539	18,644	17,980	13,609	16,386
Financial Charges	24	20	13	13	12	12
Gain on change in fair value of investment property	22,080	23,892	18,227	13,502	11,848	9,714
Profit/ (Loss) Before Taxation	70,109	63,170	43,420	30,196	14,545	40,128
Profit/ (Loss) After Taxation	58,447	52,894	35,981	23,393	12,113	33,299
FINANCIAL DATA						
Paid up Capital	12,000	12,000	12,000	12,000	12,000	12,000
Equity Balance	627,545	572,076	522,182	488,601	479,733	470,299
Long Term Loans	56,635	56,635	56,635	56,635	56,635	56,635
Non Current Assets	621,325	591,007	567,324	549,799	529,667	504,995
Current Assets	94,624	66,280	37,989	23,287	24,721	33,989
Current Liabilities	19,411	16,425	14,496	14,858	17,284	11,689
KEY RATIOS						
Net Profit	135.4%	134.6%	106.3%	71%	53%	71%
Return on Capital Employed	3.76%	3.66%	3.24%	3.22%	2.53%	3.39%
Current Ratio	4.9	4.0	2.6	1.57	1.43	2.91
Earning per share (Rupees)	48.71	44.08	29.98	19.49	10.09	27.75
Cash Dividend	30.00%	25.00%	25.00%	20.00%	20.00%	20.00%

POSITIVE FINANCIAL INDICATORS-FY2026

- Profit After Tax increased by approximately 10.5%, from Rs. 52.894 million to Rs. 58.447 million, reflecting an increase of Rs. 5.553 million.
- Revenue increased by approximately 9.8%.
- Operating Profit increased by approximately 11.5%.
- Earnings Per Share (EPS) increased from Rs. 44.08 to Rs. 48.71.
- Cash Dividend increased from 25% to 30%.

FUTURE OUTLOOK

- Continued focus on cost control, liquidity management, risk mitigation, and Shariah-compliant financial practices.
- Short-term priority: Optimize rental income and stock market investment operations while safeguarding capital.
- Long-term goal:Re-enter the industrial sector by leveraging historic textile and manufacturing expertise once macroeconomic conditions stabilize.
- Balanced strategy:Maintain financial stability in the present while evaluating feasible avenues for sustainable future growth.

QUESTION and ANSWER SESSION

THANKING YOU!

On Behalf of Board of Directors of

HAFIZ LIMITED