KHYBER TEXTILE MILLS Limited

CORPORATE BRIEFING SESSION

FINANCIAL YEAR 2026

27th November, 2026

Disclaimer

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This presentation has been prepared by Khyber Textile Mills Ltd. (the Company) solely for information purposes. This presentation is not intended to provide any disclosure upon which an investment decision could be made. The readers should conduct their own due diligence before making any business or investment decisions.

Any statements regarding the general outlook of the Company are provided solely as guidelines to the Company's intentions. These statements may or may not be achieved, as they are subject to inherent risks and uncertainties, both general and specific. As a result, actual performance and outcomes in future periods may differ materially from any projections or results expressed or implied by such statements in the CBS.

The readers should consider the broader economic and specific legal environment in which the Company operates, as inherent risks exist that may impact future results. As such, these statements do not obligate the Company to follow any specific course of action, path or decision and do not guarantee any particular outcome.

COMPANY INFORMATION

- CHAIRMAN
- CHIEF EXECUTIVE OFFICER
- BOARD OF DIRECTORS (7 MEMBERS)
- AUDIT COMMITTEE (3 MEMBERS)
- HR & R COMMITTEE (3 MEMBERS)
- COMPANY SECRETARY
- CHIEF FINANCIAL OFFICER
- AUDITORS
- SHARE REGISTRAR
- REGISTERED OFFICE





COMPANY PROFILE

1. Khyber Textile Mills Limited is a Public Limited Company, incorporated in 1961. Its shares are listed on the Pakistan Stock Exchange Limited as KHYT.

2. The Company was previously engaged in the manufacture and sale of cotton, polyester yarn and cloth; however, operations were halted due to external factors.

3. Since 2017, the Company has been operating an agricultural livestock business on its vacant land, as a revised principal line of business that is agriculture.

4. The Company also generates additional income through the renting of excess buildings for warehousing.

5. The registered office of the Company, the production facility, warehouses and agricultural farm are located at Baldher, District Haripur, Khyber Pakhtunkhwa.



CURRENT ISSUES

1. Due to credit restrictions imposed by the banks in connection with ongoing banking litigation, textile production was halted and remains closed.
2. Resuming production requires access to working capital and funding for Balancing, Modernization and Replacement (BMR) of plant and equipment.
3. Accordingly, the Board of Directors and Members approved the initiation of alternative business activities for the Company.
4. However, options remained limited due to the financial constraints resulting from credit restrictions.
5. The Company's agricultural business activities commenced on its vacant land in 2017, while its excess buildings were rented out.



CURRENT BUSINESS OPERATIONS

PERFORMANCE IN FY-2026

1. The Company's agricultural livestock operations continued to generate sales and positive returns for FY 2026.
2. The majority of vacant land is cultivated for fodder production, reducing input costs. Furthermore, investment in a solar power system during FY2026 contributed to a reduction in electricity costs and improved operational efficiency.
3. Additional income was generated through renting out some of the Company's vacant buildings during FY 2026.
4. Revenue and cash flow increased during FY 2026.
5. The Company increased its current assets and reduced its current liabilities during FY-2026, resulting in an improvement in working capital.
6. The Company recorded a net loss, primarily due to depreciation charged on its idle plant and equipment. Depreciation is a non-cash expense that does not affect the liquidity position of the Company.
7. The Company continues to maintain a solvent position.





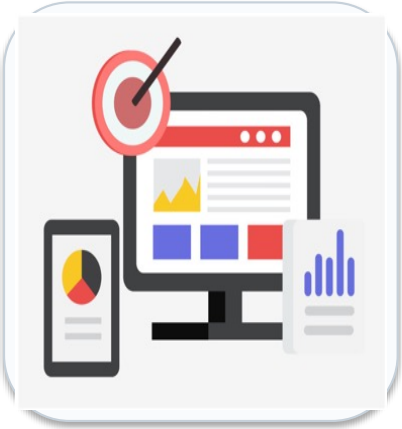


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FINANCIAL HIGHLIGHTS

KEY OPERATING AND FINANCIAL DATA | RUPEES IN '000

KEY FIGURES	2026	2025	2024	2023	2022
OPERATING					
Net Sales	22,787	20,684	18,355	27,104	14,592
Gross (Loss) Profit	7,154	5,975	5,045	7,677	3,776
Operating Profit/(Loss)	(5,858)	(7,105)	(5,754)	(4,528)	(6,245)
After Tax Profit/(Loss)	(7,851)	(5,825)	(4,662)	(3,915)	(5,210)
ASSET BASE					
Tangible Fixed Assets + Long-Term Deposit (total)	1,270,212	1,280,846	1,293,680	952,839	963,021
WORKING CAPITAL & EQUITY					
Current Assets	21,616	19,683	15,996	13,429	11,382
Current Liabilities	(5,053)	(6,033)	(7,122)	(8,353)	(10,626)
Working Capital	**16,563**	**13,650**	**8,873**	**5,076**	**756**
Share Capital	12,275	12,275	12,275	12,275	12,275
Accumulated Losses	(5,332)	(6,560)	(10,562)	(13,117)	(16,700)





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STATEMENT OF PROFIT OR LOSS SUMMARIZED

FOR THE YEAR ENDED JUNE 30, 2026 | RUPEES

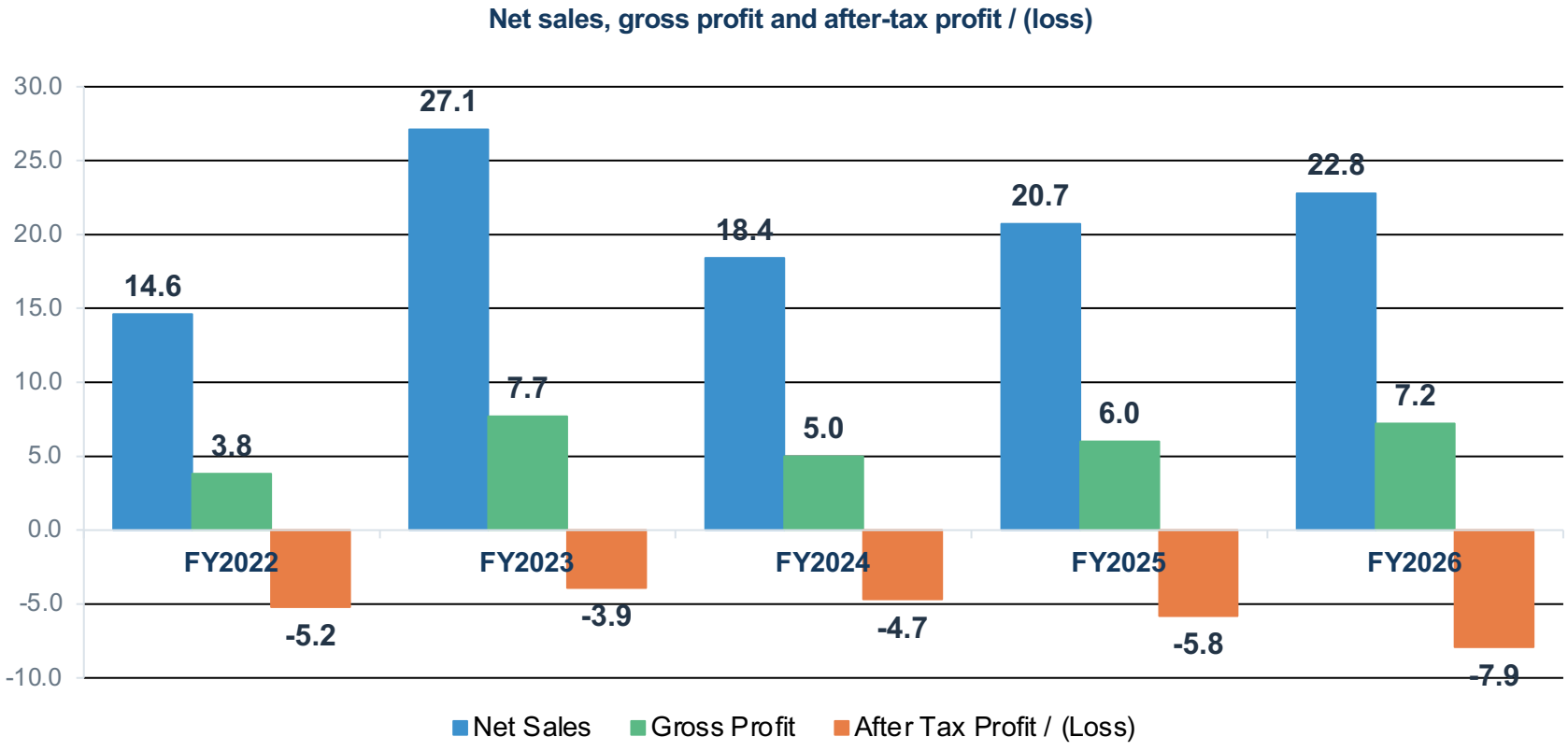
PARTICULARS	2026	2025
SALES	**22,787,000**	**20,684,000**
Less: Cost of Sales	(15,633,179)	(14,709,097)
GROSS PROFIT	**7,153,821**	**5,974,903**
Less: Administrative Expenses	(21,148,498)	(22,206,665)
Financial Expenses - Bank Charges	(2,059)	(2,788)
	(13,996,736)	**(16,234,550)**
Other Operating Income - Rent	7,913,350	8,909,757
Agriculture Income	225,750	220,110
LOSS BEFORE TAXATION	**(5,857,636)**	**(7,104,683)**
Income tax		
Current tax - for the year	(1,835,897)	(935,982)
Deferred tax - for the year	(157,945)	2,215,477
	(1,993,842)	**1,279,495**
NET LOSS FOR THE YEAR	**(7,851,478)**	**(5,825,188)**
LOSS PER SHARE - BASIC AND DILUTED	**(6.40)**	**(4.75)**



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FIVE-YEAR OPERATING PERFORMANCE

FY2022 – FY2026 | RUPEES MILLION



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CASH FLOW STATEMENT (SUMMARIZED)

FOR THE YEAR ENDED JUNE 30, 2026 | RUPEES

PARTICULARS	2026	2025
CASH FROM OPERATING ACTIVITIES		
Loss before Taxation	(5,857,636)	(7,104,683)
Adjustments for:		
Depreciation	11,895,637	12,834,519
Financial Expenses	2,059	2,788
Operating profit before working capital changes	**6,040,060**	**5,732,624**
(Increase) / Decrease in Operating Assets		
Inventory - Animal Feed	(118,710)	(68,490)
Rent Receivable	(74,400)	(16,060)
Increase / (Decrease) in Operating Liabilities		
Trade and Other Payables	79,340	10,788
Cash generated from operations	**5,926,290**	**5,658,862**
Financial Expenses	(2,059)	(2,788)
Tax deducted at source / Paid	(1,160,897)	(1,328,484)
Net Cash generated from Operating Activities	**4,763,334**	**4,327,590**
CASH FROM INVESTING ACTIVITIES		
Purchase of Bearer Plants	(27,000)	(17,500)
Purchase of Solar Power System	(1,262,000)	-
Net Cash used in Investing Activities	**(1,289,000)**	**(17,500)**
CASH FROM FINANCING ACTIVITIES		
Loan from Directors	(1,060,000)	(1,100,000)
Net Cash used in Financing Activities	**(1,060,000)**	**(1,100,000)**
NET INCREASE IN CASH AND CASH EQUIVALENTS	**2,414,334**	**3,210,090**
Cash and cash equivalents at beginning of year	17,050,510	13,840,420
CASH AND CASH EQUIVALENTS AT END OF YEAR	**19,464,844**	**17,050,510**



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CASH GENERATION – YEAR-ON-YEAR COMPARISON

FY2025 vs FY2026 | RUPEES MILLION

Operating cash generation and year-end cash position

PARTICULARS	FY2025	FY2026
Operating profit before working capital changes	**Rs. 5.7 million**	**Rs. 6.0 million**
Cash generated from operations	**Rs. 5.7 million**	**Rs. 5.9 million**
Net cash generated from operating activities	**Rs. 4.3 million**	**Rs. 4.8 million**
Cash and cash equivalents at the end of the year	**Rs. 17.1 million**	**Rs. 19.5 million**

Figures rounded to one decimal place.

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STATEMENT OF FINANCIAL POSITION (SUMMARIZED)

AS AT JUNE 30, 2026 | RUPEES

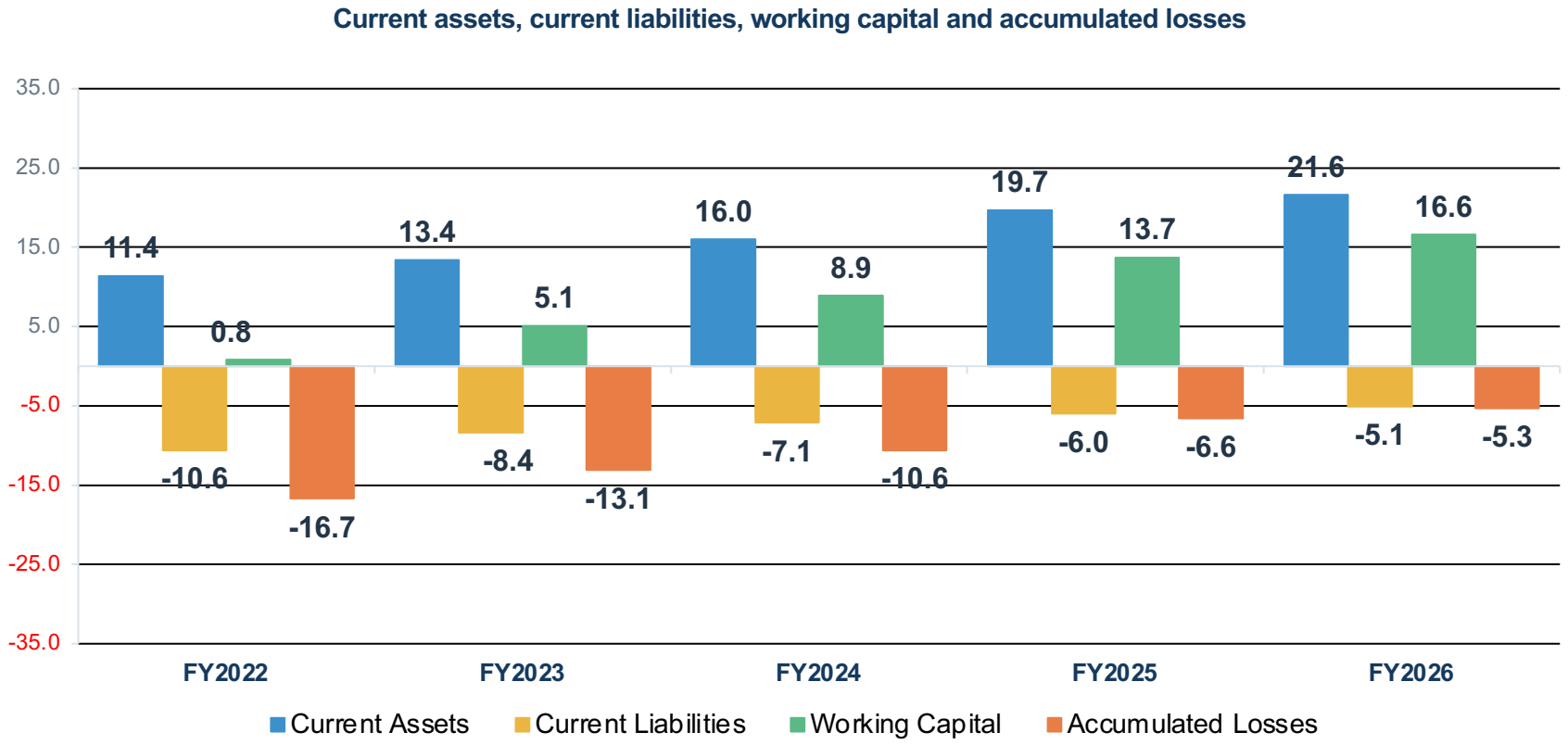
PARTICULARS	2026	2025
NON CURRENT ASSETS		
Property, Plant and Equipment	1,270,123,259	1,280,756,896
Bearer Plants (Biological Assets)	209,450	182,450
Long Term Deposits	88,983	88,983
TOTAL NON CURRENT ASSETS	**1,270,421,692**	**1,281,028,329**
CURRENT ASSETS		
Inventory - Animal Feed	825,710	707,000
Advances and Other Receivables	1,325,201	1,925,801
Cash and Bank Balances	19,464,844	17,050,510
TOTAL CURRENT ASSETS	**21,615,755**	**19,683,311**
TOTAL ASSETS	**1,292,037,447**	**1,300,711,640**
SHARE CAPITAL AND RESERVES		
Share Capital	12,275,030	12,275,030
Capital Reserve		
Statutory Reserve	257,782	257,782
Revaluation Surplus on Property, Plant & Equipment	1,235,874,836	1,244,978,331
Revenue Reserve		
Accumulated Loss	(5,331,717)	(6,560,109)
TOTAL SHARE CAPITAL AND RESERVES	**1,243,075,931**	**1,250,951,034**
NON CURRENT LIABILITIES		
Loan from Shareholder / Director	16,500,757	16,500,757
Deferred Taxation	27,407,755	27,226,185
TOTAL NON CURRENT LIABILITIES	**43,908,512**	**43,726,942**
CURRENT LIABILITIES		
Short Term Loan from Director	4,499,718	5,559,718
Trade and Other Payables	553,286	473,946
TOTAL CURRENT LIABILITIES	**5,053,004**	**6,033,664**
TOTAL EQUITY AND LIABILITIES	**1,292,037,447**	**1,300,711,640**



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FIVE-YEAR BALANCE SHEET TRENDS

FY2022 – FY2026 | RUPEES MILLION



GENERAL OUTLOOK

Challenges

1. Continued inflation in the economy remains a challenge which is contributing to higher costs and affecting profitability.
2. Rising petrol and diesel prices are increasing the Company's operating costs.
3. Substantial increases in electrical tariffs have resulted in significantly higher electricity costs.
4. Continued credit restrictions in place on the Company.
5. Banking litigation remains a long-term risk, and an adverse judgement could affect the Company's financial statements.





GENERAL OUTLOOK

Potential

1. An emphasis on improving the Company's current operations to increase efficiency and revenue.
2. Continued focus on enhancing the agricultural business, reducing operating costs and improving cultivation through the utilization of solar power systems.
3. The Company retains a substantial asset base, including agricultural land, buildings and industrial infrastructure, which supports ongoing operations while providing scope for future business potential.
4. The Company is located near the CPEC interchange, providing potential opportunities for future business activities.
5. Management continues to defend the Company's position and interests in the banking courts.
6. It is the Board's and Management's intention to revive the textile unit once the banking litigation reaches finality and access to credit is restored.





QUESTIONS & ANSWERS








THANK YOU