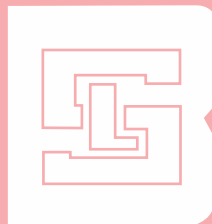


Nine Months
Accounts
Period Ended
March 31,
2025

BIBOJEE GROUP



BANNU WOOLLEN MILLS LIMITED

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COMPANY'S PROFILE

Board of Directors	Mr. Ahmad Kuli Khan Khattak Mrs. Shahnaz Sajjad Ahmad Lt. Gen. (Retd.) Ali Kuli Khan Khattak Dr. Shahin Kuli Khan Khattak Syed Zubair Ahmed Shah Mr. Abdul Rehman Qureshi (Independent) Brig. (R.) Agha Arshad Raza (Independent)	Chairman Chief Executive
Audit Committee	Mr. Abdul Rehman Qureshi Syed Zubair Ahmad Shah Brig. (R.) Agha Arshad Raza	Chairman Member Member
Human Resource & Remuneration Committee	Mr. Abdul Rehman Qureshi Lt. Gen. (Retd.) Ali Kuli Khan Khattak Mr. Ahmad Kuli Khan Khattak Mrs. Shahnaz Sajjad Ahmad Syed Zubair Ahmed Shah Brig. (R.) Agha Arshad Raza	Chairman Member Member Member Member Member
Chief Operating Officer (COO)	Mr. Khalid Kuli Khan Khattak	
Assistant Chief Operating Officer / Company Secretary	Mr. Azmat Khan	
Chief Financial Officer	Mr. Kalim Aslam	
Head of Internal Audit	Mr. Sajid Nawaz Khan	
Auditors	M/S. ShineWing Hameed Chaudhri & Co Chartered Accountants	
Bankers	National Bank of Pakistan Bank Alfalah Ltd.	
Legal Adviser	M/S Hassan & Hassan, Advocates Paaf Building, 1-D, Kashmir / Egerton Road, Lahore	
Tax Consultant	M. Nawaz Khan & Co 1-Ground Floor, Farrah Centre, 2 Mozang Road, Lahore	
Registrars & Shares Registration Office	CDC Share Registrar (Services) Limited CDC House, 99-B, Block B, S.M.C.H.S. Main Shahra-e-Faisal, Karachi-74400 Tel: UAN# 021-0800 23275, Fax: 021-34326053 E-Mail: info@cdcsrcsl.com	
Registered Office	Bannu Woollen Mills Ltd D.I.Khan Road, Bannu Tel. (0928) 612274, 662273, 613250 E-Mail: bannuwoollen@yahoo.com Web Site: www.bwm.com.pk	
Mills	D.I.Khan Road, Bannu Tel. (0928) 612274, 662273, 613250 E-Mail: bannuwoollen@yahoo.com Web Site: www.bwm.com.pk	

DIRECTORS' REPORT

On behalf of the Board of Directors of Bannu Woollen Mills Limited, we are pleased to present the un-audited condensed interim Financial Statements of the Company for the third quarter and nine months period ended March 31, 2025.

FINANCIAL PERFORMANCE

During the third quarter, the Company's net sales were Rs. 95.713 million, an increase of 45% as compared to the same period of last year. However, cost of sales also increased significantly, resulting in a gross loss of Rs. 24.066 million, as opposed to a gross profit of Rs. 11.785 million in the corresponding quarter. Distribution and administrative expenses rose to Rs. 10.881 million and Rs. 35.006 million respectively. The Company recorded a loss before tax of Rs. 71.897 million during the third quarter, compared to a loss of Rs. 43.197 million in the same period last year. Loss per share for the quarter stood at Rs. (6.68) as compare to Rs. (3.89) of the corresponding quarter of last year.

The financial results for the nine months period under review are summarized below:

FINANCIAL RESULTS

	Quarter ended		Nine months period ended	
	Mar.31, 2025	Mar.31, 2024	Mar. 31, 2025	Mar. 31, 2024
	----- Rupees in thousand -----			
Sales - net	<u>95,713</u>	<u>66,076</u>	<u>942,550</u>	<u>836,070</u>
Gross (loss) / profit	<u>(24,066)</u>	<u>11,785</u>	<u>233,044</u>	<u>203,208</u>
(Loss)/ profit from operations	<u>(61,789)</u>	<u>(25,117)</u>	<u>101,364</u>	<u>79,025</u>
(Loss) / profit before taxation	<u>(71,897)</u>	<u>(43,197)</u>	<u>127,333</u>	<u>333,421</u>
(Loss) / profit after taxation	<u>(63,477)</u>	<u>(36,937)</u>	<u>86,942</u>	<u>309,408</u>
(Loss) / earnings per share	<u>(6.68)</u>	<u>(3.89)</u>	<u>9.15</u>	<u>32.55</u>

During the period under review, the Company's net turnover increased by Rs. 106.480 million, reflecting a 13% growth compared to the corresponding period of last year. This increase indicates a recovery in demand, supported by improvements in sales strategies and easing of certain market constraints. Despite the increase in turnover, the Company's gross profit margin improved moderately to 24.72% from 24.30% as compare to corresponding period of last year.

The Company earned a net profit after taxation of Rs. 86.942 million for as compared to Rs. 309.408 million in the corresponding period of the last year. Notably, the previous year's result included a substantial impairment loss reversal from an Associated Company, which significantly boosted the bottom line. Excluding that non-recurring adjustment, the underlying profit performance for 2025 remains stable and reflects operational resilience.

Earnings per share (EPS) for the nine-month period stood at Rs. 9.15, compared to Rs. 32.55 in the previous year. The year-on-year decline is largely attributable to the absence of the impairment-related reversal from the Associated Company that was recorded in 2024.

Finance cost decreased to Rs. 56.733 million from Rs. 68.927 million as compare to same period of corresponding year, reflecting a reduction in policy rates and improved cash flow management.

The Company achieved greasy production of 600,098 meters of fabric as compared to 818,709 meters of corresponding period of last year. This decline was due to a reduction in production shifts compared to the previous year.

FUTURE OUTLOOK

Pakistan's economy remains under pressure despite some signs of short-term stability. Growth projections by the IMF (3.2%) and Asian Development Bank (ADB) (3.0%) for FY2025 are subject to significant risks and may not fully reflect on-ground challenges. Inflation also continues to be a concern, with estimates ranging from 3-4% (Ministry of Finance) to 9.5% (IMF) by year-end, though actual outcomes may vary due to economic volatility.

The government remains dependent on external financial support, including the IMF's \$7 billion program and a \$20 billion World Bank package over ten years. However, the benefits of these initiatives rely heavily on the implementation of long-term reforms.

Despite these initiatives, external financing risks persist. Fitch Ratings warns of significant external financing needs, with over \$22 billion in external debt repayments due in 2025. Structural reforms, including fiscal consolidation and improving the business environment, are deemed necessary to manage these obligations effectively.

In response to these economic conditions, we remain committed to proactive measures aimed at ensuring the company's continued success. Our focus includes reducing operational costs and boosting sales volume to navigate the challenges and leverage emerging opportunities in the evolving economic landscape.


ACKNOWLEDGEMENT

We formally express our sincere appreciation for the dedication and hard work of our executives, officers, staff, and workers, whose contributions have been instrumental in achieving the Company's strong performance. We also recognize the valuable contributions and active involvement of the Board Committee members in guiding and supporting management on key strategic matters. Additionally, the Board extends its gratitude to our banking partners, customers, and suppliers for their unwavering support and commitment to the Company.

On behalf of the Board of Directors,



SHAHNAZ SAJJAD AHMAD
CHIEF EXECUTIVE OFFICER



LT. GEN. ALI KULI KHAN KHATTAK (RETD.)
DIRECTOR

April 15, 2025

ڈائریکٹرز رپورٹ

بنوں وولن ملز لمیٹڈ، بنوں کے بورڈ آف ڈائریکٹرز کی جانب سے ہمیں 31 مارچ، 2025 کو ختم ہونے والی تیسری سہ ماہی اور نو ماہ کی مدت کے لئے کمپنی کی غیر آڈٹ شدہ مالیاتی رپورٹ پیش کرتے ہوئے خوشی محسوس ہو رہی ہے۔

مالی کارکردگی:

تیسری سہ ماہی کے دوران، کمپنی کی مجموعی خالص فروخت 95.713 ملین روپے ہوئی جو کہ گزشتہ سال کی اسی مدت کے مقابلے میں 45% اضافہ ہے۔ تاہم فروخت کی لاگت میں بھی نمایاں اضافہ ہوا، جس کے نتیجے میں 24.066 ملین روپے کا مجموعی نقصان ہوا جبکہ گزشتہ سال اسی مدت کے دوران مجموعی نقصان 11.785 ملین روپے تھا۔ تقسیم اور انتظامی اخراجات بالترتیب 10.881 ملین سے بڑھ کر 35.006 ملین روپے ہو گئے۔ تیسری سہ ماہی کے دوران کمپنی نے ٹیکس سے پہلے 71.897 ملین روپے کا نقصان ریکارڈ کیا جو کہ گزشتہ سال اسی سہ ماہی میں 43.197 ملین روپے تھا۔ تیسری سہ ماہی کے لئے خسارہ (6.68) فی حصص رہا جو کہ گزشتہ سال اسی سہ ماہی میں (3.89) رہا۔ زیر جائزہ نو ماہ کی مدت کے مالی نتائج کا خلاصہ ذیل میں دیا گیا ہے۔

مالی نتائج:

سہ ماہی کا اختتام		نو ماہ کے اختتامی نتائج	
31 مارچ 2025	31 مارچ 2024	31 مارچ 2025	31 مارچ 2024
-- روپے ہزاروں میں --			
95,713	66,076	942,550	836,070
(24,066)	11,785	233,044	203,208
(61,789)	(25,117)	101,364	79,025
(71,897)	(43,197)	127,733	333,421
(63,477)	(36,937)	86,942	309,408
-- روپے --			
(6.68)	(3.89)	9.15	32.55

آمدن فی حصص

زیر جائزہ مدت کے دوران، کمپنی کے کاروبار میں 106.480 ملین روپے کا اضافہ ہوا، جو کہ گزشتہ سال اسی مدت کے مقابلے میں 13 فی صد نمو کی عکاسی کرتا ہے۔ یہ اضافہ طلب میں بحالی کی طرف اشارہ کرتا ہے، جس کی حمایت فروخت کی حکمت عملی میں بہتری اور مارکیٹ کی بعض رکاوٹوں میں نرمی سے ہوتی ہے۔ کاروبار میں اضافے کے باوجود کمپنی کی مجموعی منافع کاروبار گزشتہ سال کی اسی مدت کے مقابلے میں 24.30 فیصد سے بڑھ کر 24.72 فی صد تک بڑھ گیا۔

کمپنی نے ٹیکس کے بعد کا خالص منافع 86.942 ملین روپے کمایا ہے، جو کہ گزشتہ سال اسی مدت کے دوران 309.408 ملین روپے تھا۔ خاص طور پر، پچھلے سال کے نتیجے میں ایک ایسوی ایڈ کمپنی کی طرف سے کافی خرابی کے نقصان کو تبدیل کرنا شامل تھا، جس نے غلطی کو نمایاں طور پر بڑھایا اس غیر بار ایڈ جسٹمنٹ کو چھوڑ کر 2025 کے لئے مناسب منافع کی کارکردگی مستحکم رہتی ہے اور آپریشنل چلک کو ظاہر کرتی ہے۔

نو ماہ کی مدت کے لئے، فی حصص آمدن 9.15 فی صد رہی جو کہ گزشتہ سال اسی مدت کے مقابلے میں 32.55 فی صد تھی۔ سال بہ سال کی بڑی حد تک ایسوی ایڈ کمپنی کی طرف سے خرابی سے متعلق دوبارہ پیچھے جانے کی عدم موجودگی سے منسوب ہے جو 2024 میں ریکارڈ کی گئی تھی۔

رواں سال میں مالیاتی لاگت 68.927 ملین روپے ہوئی جو گزشتہ سال کے مقابلے اسی سہ ماہی میں کم ہو کر 56.733 ملین روپے ہو گئی، جس کی وجہ پالیسی کی شرحوں میں کمی اور کیش فلو مینٹ میں بہتری ہے۔

کمپنی نے رواں سال 600,098 میٹر کپڑے کی پیداوار حاصل کی جبکہ پچھلے سال کے اسی سہ ماہی میں 817,709 میٹر کپڑا تیار کیا۔ یہ کمی گزشتہ سال کے مقابلے پیداواری تبدیلیوں میں کمی کی وجہ سے ہوئی۔

مستقبل کے نقطہ نظر سے:

پاکستان کی معیشت قریب مدتی استحکام کے کچھ آثار کے باوجود باؤ کا شکار ہے۔ مالی سال 2025 کے لئے IMF (3.2%) اور ایشیائی ترقیاتی بینک (ADB) (3.0%) کی ترقی کے تخمینے اہم خطرات سے مشروط ہیں جو کہ مکملہ چینلر کی عکاسی نہیں کر سکتے۔ سال کے آخر تک 3-4 فیصد (وزارت خزانہ) سے 9.5 فیصد IMF کے تخمینے کے ساتھ افراط زر بھی تشویش کا باعث ہے، حالانکہ حقیقی نتائج معاشی اتار چڑھاؤ کی وجہ سے مختلف ہو سکتے ہیں۔

حکومت بدستور بیرونی مالی معاونت پر منحصر ہے۔ جس میں IMF 76 ملین ڈالر کا پروگرام اور 10 سالوں کے دوران 20 ملین ڈالر کا ورلڈ بینک پیکیج شامل ہے۔ تاہم ان اقدامات کے فوائد طویل مدتی اصلاحات کے نفاذ پر بہت زیادہ انحصار کرتے ہیں۔

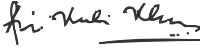
ان اقدامات کے باوجود بیرونی مالیاتی خطرات برقرار ہیں، FITCH ریٹنگز نے 2025 میں 22 ملین ڈالر سے زائد بیرونی قرضوں کی ادائیگی کے ساتھ اہم بیرونی مالیاتی ضروریات کے بارے میں خبردار کیا ہے۔ ان ذمہ داریوں کو موثر طریقے سے نبھانے کے لئے مالیاتی استحکام اور کاروباری ماحول کو بہتر بنانے سمیت ساختی اصلاحات ضروری سمجھی جاتی ہیں۔

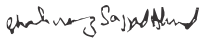
ان اقتصادی حالات کے جواب میں، ہم کمپنی کی مسلسل کامیابی کو یقینی بنانے کے لئے فعال اقدامات کے لئے پرعزم ہیں۔ ہماری توجہ آپریشنل لاگت کو کم کرنا اور سیلز کے حجم کو بڑھانا شامل ہے تاکہ چینلر کو نیو گیٹ کیا جاسکے اور ابھرتے ہوئے معاشی منظر نامے میں ابھرتے ہوئے مواقعوں کا فائدہ اٹھایا جاسکے۔

اظہار تشکر:

ہم باضابطہ طور پر اپنے ایگزیکٹوز، افسران، عملے اور کارکنوں کی لگن اور محنت کے لئے اپنی مخلصانہ تعریف کا اظہار کرتے ہیں، جن کی شراکت کمپنی کی مضبوط کارکردگی کو حاصل کرنے میں اہم رہی ہے۔ ہم کلیدی اسٹریٹجک معاملات پر انتظامیہ کی رہنمائی اور معاونت میں بورڈ کمیٹی کے اراکین کی قابل قدر شراکت اور فعال شمولیت کو بھی تسلیم کرتے ہیں۔ مزید برآں، بورڈ ہمارے بینکنگ شراکت داروں، صارفین اور سپلائرز کا کمپنی کے ساتھ ان کی غیر متزلزل حمایت اور وائٹنگی کے لئے شکریہ ادا کرتا ہے۔

کمپنی کے بورڈ آف ڈائریکٹرز کی جانب سے


لیفٹنٹ جنرل (ر) علی قاسم خان ننگ
ڈائریکٹر


شہناز سعید
چیف ایگزیکٹو آفیسر

15 اپریل 2025

BANNU WOOLLEN MILLS LIMITED

Condensed Interim Statement of Financial Position as at March 31, 2025

		Un-audited March 31, 2025	Audited Jun. 30, 2024
	Note	(Rupees in thousand)	
ASSETS			
Non-current assets			
Property, plant and equipment	6	1,557,348	1,569,223
Intangible assets		168	104
Investments in Associated Companies	7	1,232,647	1,149,945
Security deposits		3,794	3,794
		<u>2,793,957</u>	<u>2,723,066</u>
Current assets			
Stores and spares		141,710	150,813
Stock-in-trade		678,558	815,116
Trade debts	8	170,935	126,126
Advances to employees - unsecured, considered good		26,679	22,125
Advance payments		26,213	16,208
Prepayments and other receivables		57,292	2,011
Sales tax refundable		5,629	16,110
Income tax refundable, advance tax and tax deducted at source		12,439	15,381
Cash and bank balances		16,276	4,306
		<u>1,135,731</u>	<u>1,168,196</u>
Total assets		<u>3,929,688</u>	<u>3,891,262</u>
Equity and liabilities			
Share capital and reserves			
Authorised capital			
20,000,000 ordinary shares of Rs.10 each		200,000	200,000
Issued, subscribed and paid-up capital		95,063	95,063
Capital reserves			
- share premium		19,445	19,445
- revaluation surplus on property, plant and equipment	9	2,737,881	2,743,515
Revenue reserves			
- general reserves		154,055	154,055
- unappropriated profit		213,541	120,965
Shareholders' equity		<u>3,219,985</u>	<u>3,133,043</u>
LIABILITIES			
Non-current liabilities			
Lease liabilities		4,901	4,096
Staff retirement benefits - gratuity		184,750	146,585
Deferred taxation		81,534	52,570
		<u>271,185</u>	<u>203,251</u>
Current liabilities			
Trade and other payables	10	113,183	99,997
Contract Liabilities		8,031	6,882
Unpaid dividends		3,452	3,452
Unclaimed dividends		4,746	4,746
Accrued mark-up		9,407	22,588
Short term finances		279,596	396,799
Current portion of lease liabilities		7,589	8,622
Provision for tax levies & income taxes	11	12,514	11,882
		<u>438,518</u>	<u>554,968</u>
Total liabilities		<u>709,703</u>	<u>758,219</u>
Contingencies and commitments			
	12		
TOTAL EQUITY AND LIABILITIES		<u>3,929,688</u>	<u>3,891,262</u>

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



Shahnaz Sajjad Ahmad
Chief Executive



Syed Zubair Ahmed Shah
Director



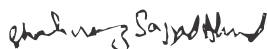
Kalim Aslam
Chief Financial Officer

**Condensed Interim Statement of Profit or Loss & Other Comprehensive Income
(Un-audited)**


For the Quarter and Nine Months Period Ended March 31, 2025

		Quarter ended		Nine months period ended	
	Note	Mar. 31, 2025	Mar. 31, 2024	Mar. 31, 2025	Mar. 31, 2024
----- Rupees in thousand -----					
Sales - net		95,713	66,076	942,550	836,070
Cost of sales		(119,779)	(54,291)	(709,506)	(632,862)
Gross (loss) / profit		(24,066)	11,785	233,044	203,208
Distribution cost		(10,881)	(8,643)	(26,456)	(26,329)
Administrative expenses		(35,006)	(33,711)	(111,503)	(111,504)
Other income		1,387	1,522	9,847	14,568
Other expenses		6,777	3,930	(3,568)	(918)
(Loss) / profit from operations		(61,789)	(25,117)	101,364	79,025
Finance cost		(10,108)	(18,080)	(56,733)	(68,927)
		(71,897)	(43,197)	44,631	10,098
Share of profit / (loss) and impairment of an Associated Company - net	7	0	0	82,702	323,323
Profit before revenue taxes and income taxes		(71,897)	(43,197)	127,333	333,421
Income tax	13	8,420	6,260	(40,391)	(24,013)
(Loss) / profit after taxation		(63,477)	(36,937)	86,942	309,408
Other comprehensive income		0	0	0	0
Total comprehensive (loss) / income for the period		(63,477)	(36,937)	86,942	309,408
----- Rupees -----					
(Loss) / earnings per share		(6.68)	(3.89)	9.15	32.55

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


Shahnaz Sajjad Ahmad
Chief Executive


Syed Zubair Ahmed Shah
Director

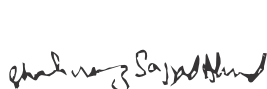

Kalim Aslam
Chief Financial Officer

BANNU WOOLLEN MILLS LIMITED

Condensed Interim Statement of Cash Flows (Un-audited) For the Quarter and Nine Months Period Ended March 31, 2025

	Nine months period ended	
	Mar. 31, 2025	Mar. 31, 2024
	Rupees in thousand	
Cash flows from operating activities		
Profit for the period - before taxation and share of profit on investments in an Associated Company	44,631	10,098
Adjustments for non-cash charges and other items:		
Depreciation on property, plant and equipment	17,045	18,043
Depreciation on right of use of assets	5,163	7,069
Amortisation	46	428
Provision for impairment of trade debts	147	130
Staff retirement benefits - gratuity (net)	38,165	19,552
Mark-up on bank deposits and dealers' balances	(2,148)	(13,715)
Finance cost	56,733	68,927
Workers' welfare fund	924	243
Gain on sale of operating fixed assets	(6,946)	0
Profit before working capital changes	153,760	110,775
Effect on cash flows due to working capital changes		
(Increase) / decrease in current assets		
Stores and spares	9,103	(24,281)
Stock-in-trade	136,558	(22,430)
Trade debts	(44,956)	67,630
Advances	(4,554)	15,801
Advance payments	(10,005)	38,211
Prepayments and other receivables	(55,281)	(18,654)
Sales tax refundable	10,481	(12,332)
(Decrease) / increase in trade and other payables and contract liabilities	13,406	(1,056)
	54,752	42,889
Cash generated from operations	208,512	153,664
Taxes paid	(8,211)	(11,840)
Net cash generated from operating activities	200,301	141,824
Cash flows from investing activities		
Fixed capital expenditure	(4,004)	(21,981)
Proceeds from sale of fixed assets	8,511	0
Mark-up on bank deposits and dealers' balances	2,148	13,715
Net cash generated from / (used in) investing activities	6,655	(8,266)
Cash flows from financing activities		
Lease rentals paid	(9,836)	(8,705)
Short term finances - net	(117,203)	(94,036)
Finance cost paid	(67,947)	(71,101)
Net cash used in from financing activities	(194,986)	(173,842)
Net increase / (decrease) in cash and cash equivalents	11,970	(40,284)
Cash and cash equivalents - at beginning of the period	4,306	55,186
Cash and cash equivalents - at end of the period	16,276	14,902

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



Shahnaz Sajjad Ahmad
Chief Executive



Syed Zubair Ahmed Shah
Director



Kalim Aslam
Chief Financial Officer

Condensed Interim Statement of Changes in Equity (Un-audited) For the Quarter and Nine Months Period Ended March 31, 2025

Share capital	Capital Reserves		Revenue Reserves		Total
	Share premium	Revaluation surplus on property, plant and equipment	General	(Accumulated loss)/ unappropriated profit	

----- Rupees in '000 -----

Balance as at June 30, 2024 (audited)	95,063	19,445	2,743,515	154,055	120,965	3,133,043
Total comprehensive income for the period ended March 31, 2025	0	0	0	0	86,942	86,942
Revaluation surplus on property, plant and equipment realised during the period on account of incremental depreciation (net of deferred taxation)	0	0	(5,634)	0	5,634	0
Balance as at March 31, 2025 (unaudited)	95,063	19,445	2,737,881	154,055	213,541	3,219,985
Balance as at 30 June 2023 - (audited)	95,063	19,445	2,766,738	154,055	(191,670)	2,843,631
Total comprehensive income for the period ended March 31, 2024	0	0	0	0	309,408	309,408
Revaluation surplus on property, plant and equipment realised during the period on account of incremental depreciation (net of deferred taxation)	0	0	(5,008)	0	5,008	0
Balance as at March 31, 2024 (unaudited)	95,063	19,445	2,761,730	154,055	122,746	3,153,039

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



Shahnaz Sajjad Ahmad
Chief Executive



Syed Zubair Ahmed Shah
Director



Kalim Aslam
Chief Financial Officer

Notes to the Condensed Interim Financial Information (Un-audited)
For the Quarter and Nine Months Period Ended March 31, 2025

1. Legal status and operations

Bannu Woollen Mills Ltd. (the Company) was incorporated in Pakistan as a Public Company in the year 1960 under the Companies Act, 1913 (now the Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange Ltd. The Company is principally engaged in manufacture and sale of woollen yarn, cloth and blankets. The Company's registered office and mills are located at D.I. Khan Road, Bannu whereas the retail outlet is located at Raja Bazar,

2. Basis of preparation

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;
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2. These condensed interim financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual audited financial statements of the Company as at and for the year ended June 30, 2024. Selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Company's financial position and performance since the last annual audited financial statements.

2.3. These condensed interim financial statements are un-audited and are being submitted to the members as required by section 237 of the Companies Act, 2017. The figures for the nine months period ended March 31, 2025, however, are unaudited.

2.4. Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except for the Company's liability under defined benefit plan (gratuity), which is determined on the present value of defined benefit obligations determined by an independent actuary and property, plant and equipment at revalued amounts assessed by an independent valuer.

2.5. Functional and presentation currency

These condensed interim financial statements are presented in Pak Rupees, which is also the Company's functional currency. All amounts have been rounded to the nearest thousand, unless otherwise stated.

3. Material accounting policies

The accounting policies adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of audited annual financial statements of the Company as at and for the year ended June 30, 2024.

4. Changes In Accounting Standards, Interpretations And Amendments To Published Approved Accounting Standards

4.1. Standards, interpretations and amendments to published approved accounting standards that are effective

There are certain amendments and interpretations to the accounting and reporting standards

which are mandatory for the Company's annual accounting periods which began on July 01, 2024. However, these do not have any significant impact on the Company's financial reporting.

4.2. Standards, interpretations and amendments to published approved accounting standards that are not yet effective

There are certain amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 01, 2025. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

5. Accounting estimates and judgements

5.1. The preparation of these condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

5.2. In preparing these condensed interim financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements for the year ended June 30, 2024.

6. Property, plant and equipment

		Un-audited March 31, 2025	Audited June 30, 2024
	Note	(Rupees in thousand)	
Operating fixed assets	6.1	1,547,039	1,546,281
Capital work-in-progress		0	15,474
Right of use of assets	6.2	10,309	7,468
		<u>1,557,348</u>	<u>1,569,223</u>
6.1 Operating fixed assets			
Book value of operating fixed assets as at June 30, 2024		1,546,281	
Additions during the period :			
- plant and machinery		19,368	
Less: book value of disposals made during the period			
- plant and machinery		(1,233)	
- vehicles		(332)	
		(1,565)	
Depreciation charge for the period		(17,045)	
Book value as at March 31, 2025		<u>1,547,039</u>	
6.2 Right of use assets			
Book value of right of use assets as at June 30, 2024		7,468	
Additions during the period		8,004	
Depreciation charge for the period		(5,163)	
Book value of right of use assets as at March 31, 2025		<u>10,309</u>	

7. Investments in Associated Company - Quoted		Un-audited
		March 31,
Janana De Malucho Textile Mills Ltd. (JDM)		2025
		(Rupees in thousand)
Opening carrying value of investment before recognition of impairment loss		1,831,258
Shareholding held: 25.24%		
Loss for the period - net of taxation		(107,002)
		<u>1,724,256</u>
Less: impairment loss:		
- balance as at June 30, 2024		(681,313)
- loss recognised during the period		189,704
		<u>(491,609)</u>
Carrying value as at March 31, 2025		<u>1,232,647</u>
7.1 Market value of the Company's investments in JDM as at March 31, 2025 was Rs.84.774 million (June 30, 2024: Rs.94.500 million).		
7.2 The value of investments in JDM as at Dec 31, 2024 and June 30, 2024 is based on independent valuation carried-out by M/s. Reanda Haroon Zakaria Aamir Salman Rizwan, Chartered Accountants - a QCR rated firm, having office at 275, Block H1, M.A. Johar Town, Lahore, engaged by the management. The Company has used Market Value of Net Assets Approach to calculate the Value in Use under IAS-36. These calculations have been made on discounted cash flow based valuation methodology.		
8. Trade debts - unsecured		Un-audited
		Mar. 31,
		2025
		Audited
		June 30,
		2024
	Note	(Rupees in thousand)
Considered good		170,994
Considered doubtful		21,899
		<u>192,893</u>
Less: allowance for expected credit loss	8.1	(21,958)
		<u>170,935</u>
8.1 Allowance for expected credit loss		
Balance at beginning of the period / year		21,811
Charge for the period / year		147
		<u>21,958</u>
Balance at end of the period / year		<u>21,811</u>
9. Surplus on revaluation of property, plant and equipment - net		
Surplus on revaluation of the Company's property, plant and equipment		1,276,110
Share of surplus on revaluation of property, plant and equipment of an Associated Company		1,461,771
		<u>2,737,881</u>
		<u>2,743,515</u>

	Un-audited	Audited
	Mar. 31,	June 30,
	2025	2024
Note	(Rupees in thousand)	
10. Trade and other payables		
Creditors	2,141	4,100
Security deposits - interest free, repayable on demand	11,200	11,200
Accrued expenses	87,096	74,992
Due to Waqf-e-Kuli Khan	3,488	3,674
Tax deducted at source	272	1
Staff retirement benefits (gratuity) due but unpaid	1,272	1,272
Workers' (profit) participation fund	2,393	2
Workers' welfare fund	4,976	4,052
Sales tax payable	0	0
Others	345	704
	113,183	99,997
11. Provision for Income tax and levies- net		
Balance as a June 30, 2024	11,882	
Add: provision made during the period		
- current	11,785	
- prior year	0	
Less: payments / adjustments made during the period against completed assessment	11,153	
Balance as at March 31, 2025	12,514	

11.1 Income tax assessments of the Company have been completed up to the tax year 2024 i.e. accounting year ended June 30, 2024.

11.2 There has been no significant change in status of taxation matters during the current period as detailed in notes 21.2 to 21.8 to the audited financial statements of the Company for the year ended June 30, 2023 except for the following:

Tax has been charged under sections 161/205 of the Income Tax Ordinance, 2001 for the tax year 2017 at Rs.119.504 million against which an appeal was filed with the Commissioner Inland Revenue (Appeals), who decided the appeal and remanded back the case to the Assessing Officer for reconsideration of the facts of the case.

11.3 Income tax expense is recognised in each interim period based on best estimate. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate changes.

12. Contingencies and commitments

12.1 There has been no significant change in the status of contingencies during the current period as reported in the audited financial statements of the Company for the year ended June 30, 2024.

12.2 Commitments against letter of credit outstanding as at March 31, 2025 amounted to Rs.34.886 million (June 30, 2024: Rs.50.453 million).

13. Taxation

- current (note 11)
- prior year (note 11)
- deferred

Nine months period ended	
Un-audited	un-audited
Mar. 31, 2025	Mar. 31, 2024
(Rupees in thousand)	
11,785	10,461
0	1,472
28,606	12,080
40,391	24,013

14. Transactions with related parties

14.1 Significant transactions with related parties during the period were as follows:

i) Associated Companies

Expenses shared	3,640	4,603
Rent of marketing office	5,136	4,669

ii) Key management personnel

Salary and other employment benefits	84,585	76,290
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14.2 Period-end balance was as follows:

Prepaid rent to a related party (grouped under prepayments and other receivables)	2,363	2,164
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15. Financial risk management

15.1 Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at and for the year ended June 30, 2024.

There have been no changes in the risk management department or in any risk management policies since the year ended June 30, 2024.

15.2 Fair value estimation

During the period, there were no significant changes in the business or economic circumstances that affect the fair value of the Company's financial assets and financial liabilities. Further, there were no reclassifications of financial assets.

16. Corresponding figures

The comparative condensed interim statement of financial position presented in these condensed interim financial statements has been extracted from the audited financial statements of the Company for the year ended June 30, 2024, whereas the comparative condensed interim statement of profit or loss & other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been extracted from the un-audited condensed interim financial statements for the period ended March 31, 2025.

17. Date of authorisation for issue

These condensed interim financial statements were approved and authorised for issue by the Board of Directors of the Company on April 15, 2025.



Shahnaz Sajjad Ahmad
Chief Executive



Syed Zubair Ahmed Shah
Director



Kalim Aslam
Chief Financial Officer

