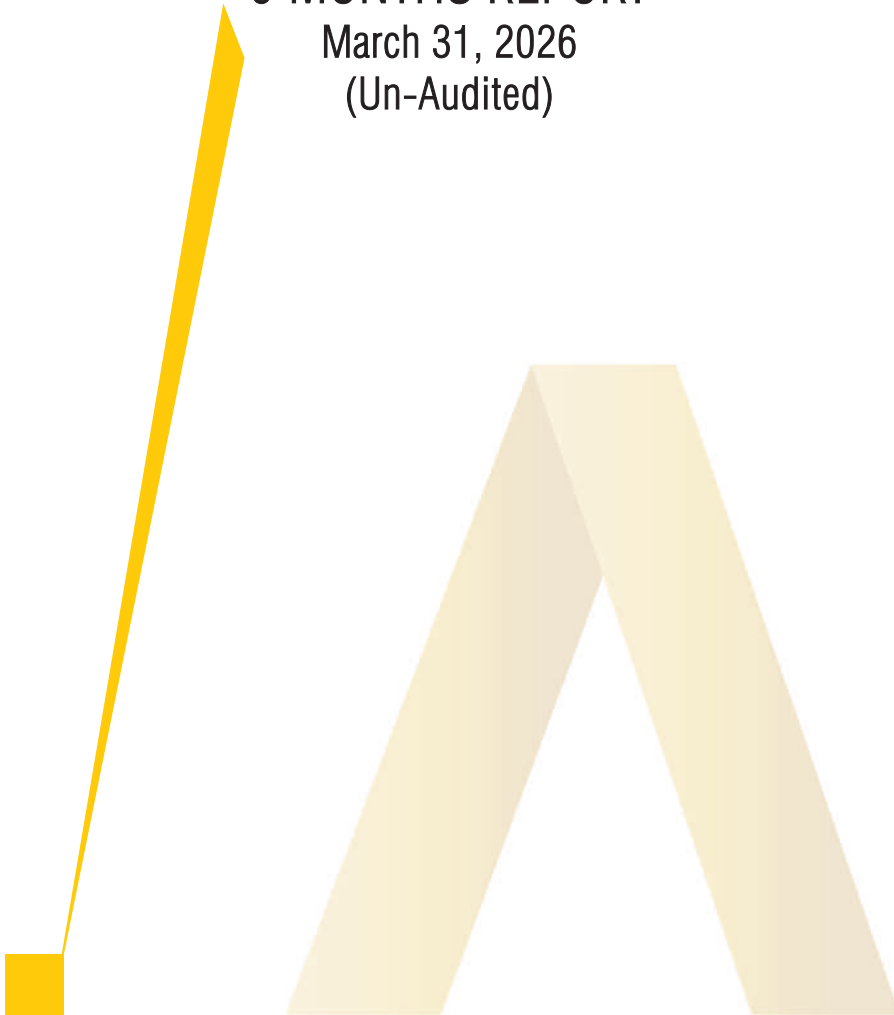


9 MONTHS REPORT
March 31, 2026
(Un-Audited)



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COMPANY INFORMATION

Board of Directors

Muhammad Anwar (Chairman)

Adil Bashir

Asif Bashir

Khurram Mazhar Karim

Muhammad Shafiq Gill (Nominee: NIT)

Shahid Arshad

Minail Mishal Adamjee

Chief Executive Officer

Khalid Bashir

Chief Financial Officer

Tariq Javed

Company Secretary

Muhammad Haroon Arif

Audit Committee

Shahid Arshad (Chairman)

Khurram Mazhar Karim (Member)

Adil Bashir (Member)

Human Resource & Remuneration Committee

Minail Mishal Adamjee (Chairman)

Asif Bashir (Member)

Khurram Mazhar Karim (Member)

Risk Committee

Asif Bashir (Chairman)

Shahid Arshad (Member)

Khurram Mazhar Karim (Member)

Share Registrar

Corptec Associates (Pvt) Ltd.

503-E, Johar Town, Lahore.

Auditors

Riaz Ahmad & Company

Chartered Accountants

Bankers

MCB Bank Limited

Meezan Bank Limited

Sindh Bank Limited

United Bank Limited

Registered Office

Office No. 801, Tricon Corporate Centre, 73-E,

Main Jail Road, Gulberg II, Lahore

Ph: +92-423-576 0379, 576 0381

Email: info@shams.com.pk

Web: www.shams.com.pk

Project Locations

Kotla Kahloon, District Nankana Sahib, Punjab

3-KM, Faisalabad Road, Chiniot, Punjab

DIRECTORS' REPORT

The Board of Directors of your Company are pleased to present the Directors' Report on the operations and financial performance of the Company for the period from July 2025 to March 2026.

Overview:

During the nine months from (July-2025 to March 2026), the Company reported total sales of Rs 3.073 billion and a gross profit of Rs 250.917 million. Despite these figures, the Company experienced a net loss of Rs (13.068) million mainly due to the non-operational status of Unit I and Unit II, coupled with suboptimal utilization of Unit III, which did not operate at full capacity.

Financial summary of the current quarter is as follow:

Rs. in million	31 March 2026	31 March 2025
Sales	3,072,861	3,744,031
Gross profit	250,917	125,039
Operating expenses	(129,635)	(114,059)
Other income	27,289	25,641
Profit from operations	148,570	36,621
Finance cost	(123,228)	(79,653)
Profit/Loss before levy and Taxation	25,343	(43,032)
Levy and Taxation	(38,411)	(46,801)
(Loss) After Levy and Taxation	(13,068)	(89,833)
(Loss) per share (Rs.)	(1.51)	(10.40)

Future Outlook:

The operating environment for the industry is expected to remain challenging in the near term due to high prices of raw material, inconsistent demand, and high interest rates.


The Board and management remain focused on strengthening operational performance through improved efficiency, optimized energy utilization, increase in solar capacity, and disciplined cost control measures. Emphasis will also be placed on prudent working capital management, stable customer relationships, and selective market diversification to enhance order consistency and capacity utilization.

While external uncertainties persist, the Company is committed to adopting prudent financial and operational strategies aimed at stabilizing performance and gradually restoring profitability, thereby safeguarding long-term shareholder value.

Acknowledgment:

We would like to extend our sincere appreciation to the Board of Directors for their leadership and guidance, and to our employees, stakeholders, and lending partners for their continued cooperation and support.

For and On behalf of Board of Directors



Khalid Bashir
Chief Executive



Asif Bashir
Director

29 April 2026
Lahore

ڈائریکٹر رپورٹ

آپ کی کمپنی کے بورڈ آف ڈائریکٹرز کو جولائی 2025ء سے مارچ 2026ء کی مدت کے لیے کمپنی کے آپریشنز اور مالیاتی کارکردگی پر ڈائریکٹرز کی رپورٹ پیش کرنے پر خوشی ہے۔

عمومی جائزہ:

جولائی 2025ء سے مارچ 2026ء کے نو مہینوں کے دوران، کمپنی میں 3.073 بلین روپے کی کل فروخت اور 250.917 بلین روپے کا مجموعی منافع رپورٹ کیا۔ ان اعداد و شمار کے باوجود، کمپنی کو (13.068) بلین روپے کا خالص نقصان ہوا بنیادی طور پر یونٹ I اور یونٹ II کی غیر آپریشنل حیثیت، اور یونٹ III کے سب سے زیادہ استعمال کے ساتھ، جو پوری صلاحیت کے ساتھ کام نہیں کرتا تھا۔

موجودہ سہ ماہی کا مالی خلاصہ حسب ذیل ہے:

(مبلغ بلین میں)	31 مارچ 2026ء	31 مارچ 2025ء
فروخت	3,072,861	3,744,031
مجموعی منافع	250,917	125,039
آپریٹنگ اخراجات	(129,635)	(114,059)
دیگر آمدنی	27,289	25,641
آپریٹنگ منافع	148,570	36,621
مالی اخراجات	(123,228)	(79,653)
لیوی اور ٹیکسیشن سے قبل منافع / (نقصان)	25,343	(43,032)
لیوی اور ٹیکسیشن	(38,411)	(46,801)
لیوی اور ٹیکسیشن کے بعد (نقصان)	(13,068)	(89,833)
فی حصص (نقصان) روپے	(1.51)	(10.40)

مستقبل کے امکانات:

امید کی جاتی ہے کہ خام مال کی بلند قیمتوں، متضاد طلب اور بلند شرح سود کی وجہ سے صنعت کے لیے آپریٹنگ ماحول قریب کی مدت میں چیلنجنگ رہے گا۔

بورڈ اور انتظامیہ بہتر کارکردگی، توانائی کے بہتر استعمال، تئسی صلاحیت میں اضافے، اور لاگت پر قابو پانے کے نظم و ضبط کے اقدامات کے ذریعے آپریٹنگ کارکردگی کو مضبوط بنانے پر مرکوز ہے۔ آرڈر کی مستقل مزاجی اور صلاحیت کے استعمال کو بڑھانے کے لیے دانشورانہ و تکنیکی مینجمنٹ، مستحکم کسٹمر تعلقات، اور منتخب مارکیٹ تنوع پر بھی زور دیا جائے گا۔

اگر چیر وئی غیر یقینی صورتحال برقرار ہے، کمپنی محتاط مالی اور آپریٹنگ حکمت عملیوں کو اپنانے کے لیے پرعزم ہے جس کا مقصد کارکردگی کو مستحکم کرنا اور منافع کو بتدریج بحال کرنا ہے، اس طرح طویل مدتی شیئرز ہولڈرز کی قدر کی حفاظت کرنا ہے۔

اظہار تشکر:

بورڈ آف ڈائریکٹرز کمپنی کے سختی ملازمین کی انتھک محنت اور عزم کی دلی تعریف کرتا ہے۔ ہم بورڈ آف ڈائریکٹرز کی قیمتی رہنمائی کے ساتھ ساتھ اپنے شیئرز ہولڈرز اور قرض دہندگان کا بھی شکریہ ادا کرتے ہیں جنہوں نے کمپنی پر اپنے اعتماد اور حمایت کو جاری رکھا۔

منجانب برائے بورڈ آف ڈائریکٹرز

محمد امجد

آصف بشیر

ڈائریکٹر

محمد خالد

خالد بشیر

چیف ایگزیکٹو

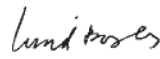
12 اپریل 2026ء

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As At March 31, 2026

	Un Audited March 31, 2026	Audited June 30, 2025
	Note	
(Rupees in thousands)		
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital		
25,000,000 (30 June 2025: 25,000,000) ordinary shares of Rupees 10 each	250,000	250,000
Issued, subscribed and paid-up share capital		
8,640,000 (30 June 2025: 8,640,000) ordinary shares of Rupees 10 each	86,400	86,400
Reserves	677,130	693,459
Total equity	763,530	779,859
LIABILITIES		
NON-CURRENT LIABILITIES		
Long term financing - secured	4 145,404	124,092
Gas Infrastructure Development Cess (GIDC) payable	-	-
Lease liabilities	16,687	-
	162,091	124,092
CURRENT LIABILITIES		
Trade and other payables	1,029,033	902,055
Accrued mark-up	28,927	16,905
Short term borrowings	958,397	733,547
Current portion of non-current liabilities	62,106	45,014
Unclaimed dividend	4,622	4,622
	2,083,085	1,702,143
Total liabilities	2,245,176	1,826,235
CONTINGENCIES AND COMMITMENTS	5	
TOTAL EQUITY AND LIABILITIES	3,008,706	2,606,094

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



Chief Executive

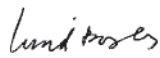


Chief Financial Officer



Director

		Un Audited	Audited
		March	June
		31, 2026	30, 2025
	Note	(Rupees in thousands)	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	1,018,574	1,049,957
Right-of-use assets		25,773	-
Long term investments		49,138	52,397
Long term security deposits		30,665	30,665
Deferred income tax asset - net		-	-
		1,124,150	1,133,019
CURRENT ASSETS			
Stores and spare parts		108,391	110,042
Stock-in-trade		758,613	847,718
Trade debts		633,134	121,110
Advances		16,270	4,249
Short term prepayments		2,281	-
Other receivables		15,845	11,918
Taxation and levy - net		23,884	18,552
Sales tax refundable		282,114	331,030
Cash and bank balances		44,024	28,456
		1,884,556	1,473,075
TOTAL ASSETS		3,008,706	2,606,094



Chief Executive



Chief Financial Officer



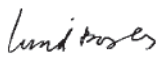
Director

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-Audited)

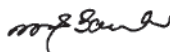
For The Nine Months Ended 31 March 2026

	Note	NINE MONTHS ENDED		QUARTER ENDED	
		31 March 2026	31 March 2025	31 March 2026	31 March 2025
(Rupees in thousands)					
REVENUE FROM CONTRACTS WITH CUSTOMERS	7	3,072,861	3,744,031	1,173,798	928,910
COST OF SALES	8	(2,821,945)	(3,618,992)	(1,041,359)	(903,633)
GROSS PROFIT		250,916	125,039	132,439	25,277
DISTRIBUTION COST		(20,879)	(17,464)	(3,278)	(3,353)
ADMINISTRATIVE EXPENSES		(101,818)	(96,595)	(36,406)	(28,978)
OTHER EXPENSES		(6,938)	-	(1,907)	-
		(129,635)	(114,059)	(41,591)	(32,331)
		121,281	10,980	90,848	(7,054)
OTHER INCOME		27,289	25,641	8,080	8,629
PROFIT FROM OPERATIONS		148,570	36,621	98,928	1,575
FINANCE COST		(123,228)	(79,653)	(42,274)	(21,211)
PROFIT / (LOSS) BEFORE LEVY AND TAXATION		25,342	(43,032)	56,654	(19,636)
LEVY		(38,411)	(46,801)	(14,724)	(11,545)
(LOSS) / PROFIT AFTER LEVY		(13,069)	(89,833)	41,930	(31,181)
(LOSS) / EARNINGS PER SHARE - BASIC AND DILUTED (RUPEES)		(1.51)	(10.40)	4.85	(3.61)

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



Chief Executive



Director



Chief Financial Officer

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
(Un-audited)

For The Nine Months Ended 31 March 2026

	NINE MONTHS ENDED		QUARTER ENDED	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	(Rupees in thousands)			
(LOSS) / PROFIT AFTER TAXATION	(13,069)	(89,832)	41,930	(31,181)
OTHER COMPREHENSIVE INCOME / (LOSS)				
Items that will not be reclassified to profit or loss:				
Surplus / (deficit) arising on remeasurement of investments at fair value through other comprehensive income	(3,259)	(18,485)	(17,584)	(1,125)
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Other comprehensive income / (loss) for the period	(3,259)	(18,485)	(17,584)	(1,125)
TOTAL COMPREHENSIVE (LOSS) / INCOME FOR THE PERIOD	(16,328)	(108,317)	24,346	(32,306)

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



Chief Executive



Director



Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-Audited)
For The Period Ended March 31, 2026

	Reserves							TOTAL EQUITY	
	Capital			Revenue					
	SHARE CAPITAL	Premium on issue of right shares	Fair value reserve	Sub total	General reserve	Unappropriated profit / accumulated (loss)	Sub total		Total reserves
(Rupees in thousands)									
Balance as at 30 June 2024 (Audited)	86,400	86,400	47,423	133,823	600,000	111,095	711,095	844,918	931,318
Loss for the period	-	-	-	-	-	(89,832)	(89,832)	(89,832)	(89,832)
Other comprehensive loss for the period	-	-	(18,485)	(18,485)	-	-	-	(18,485)	(18,485)
Total comprehensive loss for the period	-	-	(18,485)	(18,485)	-	(89,832)	(89,832)	(108,317)	(108,317)
Balance as at 31 March 2025 (Un-audited)	86,400	86,400	28,938	115,338	600,000	21,263	621,263	736,601	823,001
Loss for the period	-	-	-	-	-	(47,362)	(47,362)	(47,362)	(47,362)
Other comprehensive income for the period	-	-	4,220	4,220	-	-	-	4,220	4,220
Total comprehensive loss for the period	-	-	4,220	4,220	-	(47,362)	(47,362)	(43,142)	(43,142)
Balance as at 30 June 2025 (Audited)	86,400	86,400	33,158	119,558	600,000	(26,099)	573,901	693,459	779,859
Loss for the period	-	-	-	-	-	(13,069)	(13,069)	(13,069)	(13,069)
Other comprehensive loss for the period	-	-	(3,260)	(3,260)	-	-	-	(3,260)	(3,260)
Total comprehensive loss for the period	-	-	(3,260)	(3,260)	-	(13,069)	(13,069)	(16,329)	(16,329)
Balance as at 31 March 2026 (Un-audited)	86,400	86,400	29,898	116,298	600,000	(39,168)	560,832	677,130	763,530

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

Lund
Chief Executive

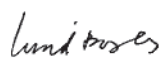
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Chief Financial Officer

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Director

CONDENSED INTERIM STATEMENT OF CASH FLOW (Un-Audited)
For The Nine Months Ended 31 March 2026

		Nine Months Ended	
		31 March	31 March
		2026	2025
	Note	(Rupees in thousands)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash (used in) / generated from operations	9	(66,874)	75,328
Finance cost paid		(111,207)	(82,991)
Income tax and levy paid		(51,163)	(44,661)
Workers' profit participation fund paid		-	(2,834)
Long term security deposits made		-	(28,143)
Net cash used in operating activities		(229,244)	(83,301)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(29,786)	(199,511)
Additions in right-of-use assets		(1,107)	-
Proceeds from disposal of property, plant and equipment		14,512	3,000
Dividend received		180	716
Return on bank deposits received		1,896	6,094
Net cash used in investing activities		(14,305)	(189,701)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of lease liabilities		(833)	-
Long term loan obtained		35,100	-
Short term borrowings - net		224,850	219,218
Net cash from financing activities		259,117	219,218
Net increase / (decrease) in cash and cash equivalents		15,568	(53,784)
Cash and cash equivalents at the beginning of the period		28,456	59,013
Cash and cash equivalents at the end of the period		44,024	5,229

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



Chief Executive



Director



Chief Financial Officer

**SELECTED NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (Un-Audited)**
For The Nine Months Ended 31 March 2026

1. THE COMPANY AND ITS OPERATIONS

- 1.1** Shams Textile Mills Limited ("the Company") is a public limited Company incorporated in Pakistan under the Companies Act, 1913 (Now Companies Act, 2017) and is listed on Pakistan Stock Exchange Limited. Its registered office is situated at Office No. 801, Tricon Corporate Centre, 73-E, Main Jail Road, Gulberg II, Lahore. The Company is engaged in the business of manufacturing, sale and trading of yarn.
- 1.2** The Board of Directors of the Company in its meeting held on 29 October 2025 has approved the disposal of old plant and machinery of Spinning unit I of the Company (with insignificant carrying amount) located at Chiniot. Further, one of the two manufacturing units of the Company remained temporarily closed for a few months during the nine month period in view of low demand and prices of yarn and the Company was unable to fully utilize the plant capacity resulting in losses. The management has carried out a going concern assessment of the Company and believes that the going concern assumption used for the preparation of these condensed interim financial statements is appropriate and no material uncertainty exists. The Company has embarked upon various capital expenditure projects including solar power generation that shall result in savings in costs and ultimate profitability; the Company is availing fresh borrowing limits from a financial institution for operations of the Company; chief executive of the Company, his spouse and his son (executive director) are committed to support the Company to continue as a going concern; and firm commitment to ramp-up production in view of favorable prices. As at the reporting date, the balance due to chief executive of the Company, his spouse and his son (executive director) is interest free and they have provided support to the Company. Accordingly, no material uncertainties leading to a significant doubt about going concern have been identified.

2. BASIS OF PREPARATION

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

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information and methods of computations adopted for the preparation of these condensed interim financial statements 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 2025.

3.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these condensed interim financial statements 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 these condensed interim financial statements, 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 2025.

**SELECTED NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (Un-Audited)**
For The Nine Months Ended 31 March 2026

	Un-audited March 31, 2025 (Rupees in thousands)	Audited June 30, 2025
4 LONG TERM FINANCING - SECURED		
From banking company		
Opening balance	137,880	-
Add: Obtained during the period / year	35,100	137,880
	172,980	137,880
Less: Current portion shown under current liabilities	(27,576)	(13,788)
	145,404	124,092
5 CONTINGENCIES AND COMMITMENTS		
a) Contingencies		
There is no significant change in the status of contingencies as disclosed in the preceding annual audited financial statements of the Company for the year ended 30 June 2025.		
b) Commitments		
i) Letters of credit for capital expenditures amounted to Rupees Nil (30 June 2025: Rupees 7.571 million).		
ii) Letters of credit for other than capital expenditures amounted to Rupees 208.495 million (30 June 2025: Rupees 358.067 million).		
6 PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets (Note 6.1)	1,018,574	886,851
Capital work-in-progress (Note 6.2)	-	163,106
	1,018,574	1,049,957
6.1 Operating fixed assets		
Opening book value	886,851	729,263
Add: Cost of additions during the period / year (Note 6.1.1)	192,892	230,694
Less: Book value of deletions during the period / year (Note 6.1.2)	(1,293)	(2,175)
Less: Depreciation charged during the period / year	(59,876)	(70,931)
	1,018,574	886,851
6.1.1 Cost of additions		
Plant and machinery	192,292	132,174
Factory building on freehold land	-	68,205
Residential and other building on freehold land	-	25,371
Factory equipment	600	-
Vehicles	-	4,944
	192,892	230,694
6.1.2 Book value of deletions		
Plant and machinery	1,053	1,961
Electric and sui gas installations	8	-
Factory equipment	17	-
Vehicles	215	214
	1,293	2,175

**SELECTED NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (Un-Audited)**
For The Nine Months Ended 31 March 2026

	Un-audited	Audited
	March	June
	31, 2025	30, 2025
	(Rupees in thousands)	

6.2 Capital work-in-progress

Plant and machinery	-	163,106
---------------------	---	---------

7 REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue is recognised at a point in time as per the terms and conditions of underlying contracts with customers. Sales of yarn represent 97.91% (31 March 2025: 97.16%) of the total sales of the Company. Remaining sales represent waste sales. 2.09% (31 March 2025: 2.84%) of the sales of the Company relates to customers in Pakistan.

	Un-Audited			
	Nine Months Ended		Quarter Ended	
	31 March	31 March	31 March	31 March
	2026	2025	2026	2025
	(Rupees in thousands)			

8 COST OF SALES

Raw materials consumed	1,752,987	2,860,430	685,353	701,653
Salaries, wages and other benefits	214,700	192,051	59,701	59,993
Stores and spare parts consumed	99,205	97,240	39,940	37,659
Packing materials consumed	43,734	56,328	16,184	13,780
Repair and maintenance	5,279	8,876	1,102	3,205
Fuel and power	624,987	665,720	242,638	222,090
Insurance	5,664	5,164	1,953	1,721
Other factory overheads	7,675	7,200	2,600	2,528
Depreciation	52,718	44,220	18,369	15,282
	2,806,949	3,937,229	1,067,840	1,057,911
Work-in-process:				
Opening stock	70,249	61,963	61,331	81,911
Closing stock	(71,943)	(74,796)	(71,943)	(74,796)
	(1,694)	(12,833)	(10,612)	7,115
Cost of goods manufactured	2,805,255	3,924,396	1,057,228	1,065,026
Finished goods and waste:				
Opening stock	292,806	125,712	260,247	269,724
Closing stock	(276,116)	(431,117)	(276,116)	(431,117)
	16,690	(305,405)	(15,869)	(161,393)
	2,821,945	3,618,991	1,041,359	903,633

**SELECTED NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (Un-Audited)**
For The Nine Months Ended 31 March 2026

	Un-audited Nine Months Ended	
	31 March 2026	31 March 2025
(Rupees in thousands)		
9 CASH (USED IN) / GENERATED FROM OPERATIONS		
Loss before levy and taxation	25,342	(43,031)
Adjustments for non-cash charges and other items:		
Depreciation on property, plant and equipment	59,876	51,876
Depreciation on right of-use-assets	1,663	-
Gain on disposal of property, plant and equipment	(13,215)	(1,023)
Finance cost	123,228	79,653
Allowance for expected credit losses	2,365	(4,095)
Profit on deposits with banks	(1,896)	(6,094)
Provision for slow moving and obsolete stores and spare parts	2,666	-
Provision for workers' profit participation fund	1,363	-
Provision for workers' welfare fund	545	-
Dividend income	(180)	(716)
Working capital changes (Note 9.1)	(268,631)	(1,242)
	(66,874)	75,328
9.1 Working capital changes		
(Increase) / decrease in current assets:		
- Stores and spare parts	(1,012)	4,597
- Stock-in-trade	89,105	(322,968)
- Trade debts	(514,389)	(32,339)
- Advances	(12,021)	(13,673)
- Short term prepayments	(2,281)	(2,023)
- Other receivables	(3,927)	1,796
- Sales tax refundable	48,916	15,638
	(395,609)	(348,972)
Increase in trade and other payables	126,978	347,730
	(268,631)	(1,242)

10. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

(i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognized and measured at fair value in these condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements At 31 March 2026 (Un-audited)	Level 1	Level 2	Level 3	Total
----------------------------------------------------------------------------	----------------	----------------	----------------	--------------

Rupees in thousands

Financial assets

Fair value through other comprehensive income	49,138	-	-	49,138
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Recurring fair value measurements At 30 June 2025 (Audited)	Level 1	Level 2	Level 3	Total
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Rupees in thousands

Financial assets

Fair value through other comprehensive income	52,397	-	-	52,397
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**SELECTED NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (Un-Audited)**

For The Nine Months Ended 31 March 2026

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the period. Further, there was no transfer in and out of level 3 measurements.

The Company's policy is to recognize transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and trading and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

ii. Valuation techniques used to determine fair values

Specific valuation technique used to value financial instruments was use of quoted market prices.

11. TRANSACTION WITH RELATED PARTIES

Related parties of the Company comprise associated undertakings, other related parties, key management personnel and provident fund trust. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties are as follows:

i. Transactions	Un-Audited			
	Nine Months Ended 31 March 2026	31 March 2025	Quarter ended 31 March 2026	31 March 2025
(Rupees in thousands)				
Associated companies				
Sale of goods and services	1,010	4,940	-	1,546
Purchase of goods and services	195,851	217,705	37,464	24,167
Insurance premium	10,285	9,620	3	-
Rent expense	675	1,125	225	375
Interest on loan amount	9,881	13,732	3,152	3,596
Other related parties				
Company's contribution to employees' provident fund trust	5,877	7,381	1,942	2,454
Remuneration of chief executive, directors and executives	45,873	43,122	13,348	14,374

**SELECTED NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (Un-Audited)**
For The Nine Months Ended 31 March 2026

ii. Period end balances	As at 31 March 2026 (Un-audited)		
	Associated Companies	Other related Parties	Total
	(Rupees in thousands)		
Trade and other payables	7,983	123,215	131,198
Long term investments	6,313	-	6,313
Short term borrowings	100,000	-	100,000

	As at 30 June 2025 (Audited)		
	Associated Companies	Other related Parties	Total
	(Rupees in thousands)		
Trade and other payables	9,325	111,965	121,290
Long term investments	4,959	-	4,959
Short term borrowings	100,000	-	100,000

**12. DISCLOSURE REQUIREMENT FOR COMPANY NOT ENGAGED IN SHARIAH
NON-PERMISSIBLE BUSINESS ACTIVITIES AS THEIR CORE BUSINESS
ACTIVITIES**

	Un-audited 31 March 2026	Audited 30 June 2025
	(Rupees in thousands)	
Description		
Financing (long-term, short-term, or lease financing) obtained as per Islamic mode	196,123	-
Interest or mark-up accrued on any conventional loan or advance	20,102	16,905
Long-term and short-term Shariah compliant Investments	10,113	11,981
Shariah-compliant bank deposits, bank balances, and TDRs	22,152	1,284

	Un-Audited			
	Nine Months Ended 31 March 2026	31 March 2025	Quarter ended 31 March 2026	31 March 2025
	(Rupees in thousands)			
Revenue earned from a Shariah-compliant business segment	1,896	6,094	48	295
Break-up of late payments or liquidated damages	-	-	-	-
Gain or loss or dividend earned on Shariah compliant investments or share of profit from Shariah-compliant associates				
Dividend income	-	-	-	-
Unrealized loss on re-measurement of investments fair value through other comprehensive income	(1,868)	(8,788)	(3,010)	(6,920)
Profit earned from Shariah-compliant bank deposits, bank balances, or TDRs				
Profit on deposits with banks	122	716	57	87

**SELECTED NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (Un-Audited)**

For The Nine Months Ended 31 March 2026

	Un-Audited		Un-Audited	
	Nine Months Ended 31 March 2026	31 March 2025	Quarter ended 31 March 2026	31 March 2025
(Rupees in thousands)				
Exchange gain earned from actual currency	-	-	-	-
Exchange gains earned using conventional derivative financial instruments	-	-	-	-
Profit paid on Islamic mode of financing	-	-	-	-
Total Interest earned on any conventional loan or advance	-	1,767	-	1,767
Source and detailed breakup of other income, including breakup of other or miscellaneous portions of other income into Shariah-compliant and non compliant income				
Shariah-compliant				
Profit on deposits with banks	122	716	57	87
Gain on disposal of property, plant and equipment - net	13,215	1,038	5,571	1,038
Scrap sales	4,434	5,858	838	2,962
Rental income	7,564	7,839	1,623	4
Non-compliant				
Dividend income	180	180	180	90
Relationship with Shariah-compliant financial institutions, including banks, takaful operators and their windows, etc				
Name	Relationship			
National Bank of Pakistan (Islamic)	Bank balance			
Meezan Bank Limited	Bank balance			
Faysal Bank Limited (Islamic)	Bank balance			
United Bank Limited - Ameen Islamic Banking	Bank balance and short term borrowings			

13. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2025.

14. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were approved by the Board of Directors and authorized for issue on 29 April, 2026.

15. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim statement of financial position 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 statement of profit or loss, condensed interim statement of comprehensive income and condensed interim statement of cash flows 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.

16. GENERAL

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


Chief Executive


Director


Chief Financial Officer

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