



GROWTH, MOMENTUM & **GLOBAL VISION**



First Quarter Report of
Sapphire Fibers Limited
for the period ended September 30, 2025

COMPANY INFORMATION

BOARD OF DIRECTORS

Chairman

Mr. Yousuf Abdullah

Chief Executive

Mr. Shahid Abdullah

Director

Mr. Nadeem Abdullah

Mr. Amer Abdullah

Mr. Shayan Abdullah

Mr. Abdul Sattar

Independent Director

Mr. Muhammad Naeem Khan

Mr. Nadeem Arshad Elahi

Dr. Marium Chughtai

AUDIT COMMITTEE

Mr. Nadeem Arshad Elahi

Chairman

Mr. Shayan Abdullah

Member

Mr. Yousuf Abdullah

Member

Mr. Amer Abdullah

Member

HUMAN RESOURCE AND REMUNERATION COMMITTEE

Mr. Muhammad Naeem Khan

Chairman

Mr. Yousuf Abdullah

Member

Mr. Shahid Abdullah

Member

Mr. Shayan Abdullah

Member

CHIEF FINANCIAL OFFICER

Mr. Jawwad Faisal

SECRETARY

Mr. Rameez Ghausi

AUDITORS

Shinewing Hameed Chaudhri & Company
Chartered Accountants

TAX CONSULTANTS

Yousuf Adil, Chartered Accountants

LEGAL ADVISOR

Hassan & Hassan Advocates

BANKERS

Allied Bank Limited

Askari Bank Limited

Bank Al Habib Limited

Bank Alfalah Limited

Bank Islami Pakistan Limited

Dubai Islamic Bank Pakistan
Limited

Faysal Bank Limited

Habib Bank Limited

Habib Metropolitan Bank Limited

MCB Bank Limited

Meezan Bank Limited

National Bank of Pakistan

Soneri Bank Limited

Standard Chartered Bank Limited

The Bank of Khyber

The Bank of Punjab

United Bank Limited

SHARE REGISTRARS

THK Associates (Pvt.) Limited,
Plot No. 32-C, Jami Commercial Street 2,
D.H.A., Phase VII, Karachi - 75500.

REGISTERED OFFICE

316, Cotton Exchange Building,
I.I. Chundrigar Road, Karachi.

CORPORATE OFFICE

1st Floor, Tricon Corporate Centre,
73-E Main Jail Road, Gulberg II, Lahore.

MILLS

Spinning Units

10 KM, Sheikhupura Faisalabad Road,
Kharianwala District Sheikhupura

26 KM, Sheikhupura Faisalabad Road,
Ferozewattuan District Sheikhupura

Fabric Knitting Unit

7 KM, Warburton Road, Ferozewattuan
District Sheikhupura

Fabric Dyeing and Denim Units

3.5 Km, Raiwind Manga Road, Raiwind

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A monochromatic blue photograph of several large spools of thread in a factory setting. The spools are arranged in rows, with the one in the foreground being the most prominent and in sharp focus. The background is blurred, showing more spools and the industrial environment. The lighting is soft, highlighting the texture of the thread.

UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE FIRST QUARTER ENDED
SEPTEMBER 30, 2025

DIRECTORS' REPORT TO THE SHAREHOLDERS

The Directors of your Company are pleased to present un-audited financial statements for the quarter ended 30th September, 2025.

Financial Highlights

	September 30,	
	2025	2024
	Rupees in thousand	
Sales	11,693,167	13,132,761
Profit from operations	778,305	1,798,993
Finance cost	(549,800)	(476,532)
Taxation	(362,745)	(467,847)
(Loss) / Profit after taxation	(134,240)	854,613

Financial Performance

During the first quarter of the current financial year, the Company recorded sales of Rs. 11.69 billion, compared to Rs. 13.13 billion in the corresponding period of the previous year. The gross profit margin decreased to 5.42% from 10.59% in the same quarter last year, primarily due to increased cost pressures. Consequently, the Company reported a loss after tax of Rs. 134 million, as against profit of Rs. 854 million in the corresponding period of the previous year.

(Loss) / earnings per share

The Company incurred a loss per share of Rs. 6.49 for the period, compared to earnings per share of Rs. 41.34 in the corresponding period of the previous year.

Future outlook

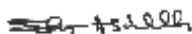
The business outlook remains challenging as sales growth is expected to stay limited and profit margins continue to face pressure in both international and domestic markets. The heavy taxation burden on the export-oriented sector is further constraining competitiveness, particularly against regional peers who operate under more favourable economic environments.

Despite these headwinds, the management remains committed to strengthening operational efficiency, maintaining prudent financial discipline, and pursuing diversification to ensure sustainable growth and resilience of the Company.

Acknowledgment

The Directors appreciate the dedication and hard work of the staff and workers of the Company.

For and on behalf of the Board



SHAYAN ABDULLAH
DIRECTOR



SHAHID ABDULLAH
CHIEF EXECUTIVE

Lahore
Dated: 29 October, 2025

ڈائریکٹرز کی حصص داران کو رپورٹ

آپ کی کمپنی کے ڈائریکٹرز 30 ستمبر 2025ء کو ختم ہونے والی سہ ماہی کے لئے غیر نظر ثانی شدہ مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

مالی جھلکیاں

روپے ہزاروں میں		
30 ستمبر 2024ء	30 ستمبر 2025ء	
13,132,761	11,693,167	فروخت
1,798,993	778,305	آپریشنز سے منافع
(476,532)	(549,800)	مالی لاگت
(467,847)	(362,745)	ٹیکسیشن
854,613	(134,240)	ٹیکس کے بعد (نقصان)/منافع

مالیاتی کارکردگی

رواں مالی سال کی پہلی سہ ماہی کے دوران کمپنی نے گزشتہ سال کے اسی عرصے کے 13.13 بلین روپے کے مقابلے میں 11.69 بلین روپے کی فروخت حاصل کی ہے۔ فروخت فیصد کے طور پر مجموعی منافع گزشتہ سال کی پہلی سہ ماہی کے دوران 10.59 فیصد سے کم ہو کر زیر جائزہ مدت کے دوران 5.42 فیصد رہ گیا، جو لاگت کے دباؤ میں اضافہ کی عکاسی کرتا ہے۔ نتیجتاً، کمپنی نے گزشتہ سال کی اسی سہ ماہی کے 854 ملین روپے کے برعکس، 134 ملین روپے بعد از ٹیکس نقصان درج کیا ہے۔

فی حصص (نقصان)/آمدنی

کمپنی کو پچھلے سال کی اسی سہ ماہی میں 41.34 روپے فی حصص آمدنی کے مقابلے میں موجودہ سہ ماہی میں 6.49 روپے فی شیئر نقصان ہوا ہے۔

مستقبل کا نقطہ نظر

کاروباری نقطہ نظر کشیدہ رہا کیونکہ فروخت میں اضافہ محدود رہنے کی توقع ہے اور منافع مارجن کو دونوں بین الاقوامی اور مقامی بازاروں میں دباؤ کا سامنا رہا ہے۔ برآمدات پر مبنی شعبے پر بھاری ٹیکس کا نفاذ مسابقت کو مزید محدود کر رہا ہے، خاص طور پر علاقائی حریفوں کے برعکس جو زیادہ سازگار اقتصادی ماحول میں کام کرتے ہیں۔

ان مشکلات کے باوجود، انتظامیہ آپریشنل کارکردگی کو مضبوط بنانے، جتنا مالی نظم و ضبط کو برقرار رکھنے، اور کمپنی کی پائیدار نمو اور پلک کو یقینی بنانے کے لیے تنوع کی پیروی کے لیے پُر عزم ہے۔

اظہار تشکر

ڈائریکٹرز کمپنی کے عملہ اور کارکنوں کی مسلسل لگن اور سخت محنت کو سراہتے ہیں۔

منجانب بورڈ آف ڈائریکٹرز

شایان عبداللہ

ڈائریکٹر

شہد عبداللہ

چیف ایگزیکٹو

لاہور

تاریخ: 29 اکتوبر 2025ء

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (Un-audited)

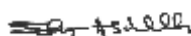
As At September 30, 2025

		(Un-audited) September 30, 2025 Rupees	(Audited) June 30, 2025 Rupees
	Note		
Assets			
Non Current Assets			
Property, plant and equipment	5	19,533,151,906	18,751,510,700
Investment property		31,750,000	31,750,000
Intangible assets		967,571	1,359,690
Long term investments	6	28,671,276,321	26,277,068,175
Long term loans		15,000	307,500
Long term deposits		62,018,345	62,418,345
		48,299,179,143	45,124,414,410
Current Assets			
Stores, spare parts and loose tools		1,181,309,307	1,463,438,051
Stock-in-trade		20,888,257,466	17,843,165,165
Trade debts		5,656,141,836	5,727,987,477
Loans and advances		747,321,573	552,633,326
Trade deposits and short term prepayments		141,530,621	22,611,954
Short term investments		6,213,985,628	4,542,976,139
Other receivables		3,769,147,112	3,377,139,680
Tax refunds due from Government		4,545,271,762	3,443,354,018
Cash and bank balances		1,387,782,068	1,571,737,056
		44,530,747,373	38,545,042,866
Total Assets		92,829,926,516	83,669,457,276
Equity And Liabilities			
Share Capital And Reserves			
Authorised capital 35,000,000 ordinary shares of Rs.10 each		350,000,000	350,000,000
Issued, subscribed and paid-up capital			
20,671,875 ordinary shares of Rs.10 each		206,718,750	206,718,750
Reserves		37,109,600,940	33,925,776,390
Unappropriated profit		16,346,102,918	16,481,623,884
Total Equity		53,662,422,608	50,614,119,024
Non Current Liabilities			
Long term liabilities		2,554,061,075	2,937,585,540
Staff retirement benefit - gratuity		935,800,755	884,975,148
Deferred taxation		1,394,821,239	757,016,380
		4,884,683,069	4,579,577,068
Current Liabilities			
Trade and other payables		6,142,421,812	5,611,957,303
Contract liabilities		589,579,450	392,431,444
Accrued mark-up / interest		346,045,330	292,509,097
Short term borrowings		21,112,561,535	16,388,909,053
Current portion of long term liabilities		953,816,172	973,030,232
Unclaimed dividend		8,634,411	8,634,411
Provision for taxation		5,129,762,129	4,808,289,644
		34,282,820,839	28,475,761,184
Total liabilities		39,167,503,908	33,055,338,252
Contingencies And Commitments	7		
Total Equity And Liabilities		92,829,926,516	83,669,457,276

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



Chief Executive Officer



Director



Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-audited)

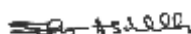
For The First Quarter Ended September 30, 2025

		Quarter ended September 30,	
	Note	2025 Rupees	2024 Rupees
Sales		11,693,166,574	13,132,761,285
Cost of sales	8	(11,059,356,056)	(11,741,933,166)
Gross profit		633,810,518	1,390,828,119
Distribution cost		(472,036,598)	(548,965,607)
Administrative expenses		(256,032,480)	(247,132,214)
Other expenses		(711,500)	(14,047,771)
Other income		873,275,425	1,218,310,102
Profit from operations		778,305,365	1,798,992,629
Finance cost		(549,800,034)	(476,532,027)
Profit before revenue tax and income tax		228,505,331	1,322,460,602
Final taxes - levy		(217,167,052)	(317,512,111)
Profit before income tax		11,338,279	1,004,948,491
Income Tax			
- Current		(104,305,433)	(64,976,085)
- Deferred		(41,273,374)	(85,359,018)
		(145,578,807)	(150,335,103)
(Loss) / profit after taxation		(134,240,528)	854,613,388
(Loss) / earnings per share - basic and diluted		(6.49)	41.34

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



Chief Executive Officer



Director



Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (Un-audited)

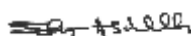
For The First Quarter Ended September 30, 2025

	Quarter ended September 30,	
	2025 Rupees	2024 Rupees
(Loss) / profit after taxation	(134,240,528)	854,613,388
Other comprehensive income		
Items that will not be reclassified to statement of profit or loss subsequently		
Unrealised gain / (loss) on remeasurement of investment		
at fair value through other comprehensive income		
- long term	2,112,407,146	273,847,769
- short term	1,667,948,889	(74,253,421)
Realised loss on sale of investment		
at fair value through other comprehensive income	(1,280,438)	(59,971,704)
Impact of deferred tax	(596,531,485)	1,911,185
	3,182,544,112	141,533,829
Total comprehensive income for the period	3,048,303,584	996,147,217

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



Chief Executive Officer



Director



Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-audited)

For The First Quarter Ended September 30, 2025

	Issued, subscribed and paid up capital	Reserves				Sub-total	Unappropriated profit	Total
		Capital reserve against capacity expansion and long term investments	General	Unrealised gain / (loss) on financial assets at fair value through other comprehensive income				
Rupees								
Balance as at 01 July, 2024	206,718,750	39,183,750	1,183,845,000	3,368,514,320	4,944,193,070	29,409,171,885	34,560,083,705	
Total comprehensive income for the period ended 30 September, 2024								
Profit for the period	-	-	-	-	-	854,613,388	854,613,388	854,613,388
Other comprehensive income	-	-	-	141,533,829	141,533,829	-	-	141,533,829
	-	-	-	141,533,829	141,533,829	854,613,388	854,613,388	996,147,217
Reclassification adjustment of realised loss on sale of investment								
at fair value through other comprehensive income	-	-	-	59,971,704	59,971,704	(59,971,704)	(59,971,704)	-
Transfer to Capital Reserve	-	27,500,000,000	(1,183,845,000)	-	26,316,155,000	(26,316,155,000)	(26,316,155,000)	-
Balance as at 30 September, 2024	206,718,750	27,891,833,750	-	3,570,019,853	31,461,853,603	3,887,658,569	3,887,658,569	35,556,230,922
Balance as at 01 July, 2025	206,718,750	27,891,833,750	-	6,033,942,640	33,925,776,390	16,481,623,884	16,481,623,884	50,614,119,024
Total comprehensive (Loss) / income for the period ended 30 September, 2025								
Loss for the period	-	-	-	-	-	(134,240,528)	(134,240,528)	(134,240,528)
Other comprehensive income	-	-	-	3,182,544,112	3,182,544,112	-	-	3,182,544,112
	-	-	-	3,182,544,112	3,182,544,112	(134,240,528)	(134,240,528)	3,048,303,584
Reclassification adjustment of realised loss on sale of investment								
at fair value through other comprehensive income	-	-	-	1,280,438	1,280,438	(1,280,438)	(1,280,438)	-
Transfer to Capital Reserve	-	-	-	-	-	-	-	-
Balance as at 30 September, 2025	206,718,750	27,891,833,750	-	9,217,767,190	37,109,600,940	16,346,102,918	16,346,102,918	53,662,422,608

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


Chief Executive Officer


Director


Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)

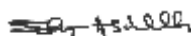
For The First Quarter Ended September 30, 2025

	Quarter ended	
	September 30, 2025 Rupees	September 30, 2024 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit for the period - before taxation	228,505,331	1,322,460,602
Adjustments for non-cash changes and other items:		
Depreciation	314,208,305	260,195,567
Amortisation	392,119	379,619
Staff retirement benefits - gratuity	70,200,000	70,200,000
Provision for WPPF & WWF	-	14,047,771
Gain on disposal of operating fixed assets	(10,800,119)	(4,806,522)
Dividend income	(831,684,108)	(1,143,224,203)
Finance cost	549,800,034	476,532,027
	92,116,231	(326,675,741)
	320,621,562	995,784,861
Working capital changes		
(Increase) / decrease in current assets		
Stores, spares and loose tools	282,128,744	(76,084,055)
Stock in trade	(3,045,092,301)	(1,060,312,387)
Trade debts	71,845,641	(627,974,431)
Loans and advances	(194,688,247)	(1,090,222,825)
Deposits, other receivables and sales tax	(1,210,440,774)	(439,598,505)
Increase in trade and other payables	727,612,516	2,210,277,258
	(3,368,634,421)	(1,083,914,945)
CASH OUTFLOW FROM OPERATING ACTIVITIES	(3,048,012,859)	(88,130,084)
Staff retirement benefit paid	(19,374,393)	(25,335,091)
Finance cost paid	(496,263,801)	(501,877,591)
Taxes paid	(392,446,747)	(272,669,412)
Long term loans and deposits	692,500	110,570
	(907,392,441)	(799,771,524)
Net cash used in operating activities	(3,955,405,300)	(887,901,608)
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditures	(1,102,577,830)	(924,068,900)
Long and short term investments - net	(286,142,039)	(4,764,637)
Sale proceeds of tangible fixed assets	17,528,438	9,030,655
Dividend received	821,727,786	1,134,444,478
Net cash (used in) / generated from investing activities	(549,463,645)	214,641,596
CASH FLOW FROM FINANCING ACTIVITIES		
Long term loans - Repaid	(402,738,525)	(249,754,802)
Dividend paid	-	-
Short term borrowings - net	4,723,652,482	1,189,152,949
Net cash inflow from financing activities	4,320,913,957	939,398,147
Net (decrease) / increase in cash and cash equivalents	(183,954,988)	266,138,135
Cash And Cash Equivalents - At The Beginning Of The Period	1,571,737,056	662,222,792
Cash And Cash Equivalents - At The End Of The Period	1,387,782,068	928,360,927

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



Chief Executive Officer



Director



Chief Financial Officer

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)

For The First Quarter Ended September 30, 2025

1. LEGAL STATUS AND OPERATIONS

Sapphire Fibres Limited (the Company) was incorporated in Pakistan on June 05, 1979 as a Public Company under the Companies Act, 1913 (now the Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange. The Company is principally engaged in manufacturing and sale of yarn, fabrics and garments.

Geographical location and addresses of major business units including mills / plant of the Company are as under:

Karachi	Purpose
316, Cotton Exchange Building, I.I Chundrigar Road	Registered office
Lahore	
First Floor, Tricon Corporate Centre, 73-E Main Jail Road, Gulberg II.	Head office
3.5 km, Manga Road, Riawand	Production plant
Shiekhupura	
10 km, Sheikhpura / Faisalabad Road, Kharianwala	Production plant
26 km, Sheikhpura / Faisalabad Road, Feroze Wattoan	Production plant

The Board of Directors, in their meeting held on September 25, 2025, has approved a Scheme of Compromises, Arrangement and Reconstruction under Sections 279 to 283 read with Section 285 of the Companies Act, 2017 for Amalgamation / Merger of Reliance Cotton Spinning Mills Limited - an Associated Company with and into the Company subject to obtaining necessary shareholders, creditors and regulatory approvals and sanction of the Scheme by the Honorable High Court of Sindh at Karachi along with fulfilment of corporate, regulatory and legal formalities.

2. BASIS OF PREPARATION

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Act; and
- Provisions of and directives issued under the Act.

Where provisions of and directives issued under the Act differ from the IFRS Standards, the provisions of and directives issued under the Act have been followed.

These condensed interim financial statements are presented in Pakistan Rupees, which is the Company's functional and presentation currency. All financial information presented in Pakistan Rupees has been rounded to the nearest rupees unless otherwise specified.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in preparation of preceding published financial statements of the Company for the year ended 30 June, 2025.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amount of assets, liabilities, income and expenses. 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. In preparing this condensed interim financial information, the significant judgments made by management in applying accounting policies and key sources of estimation were the same as those that were applied to the annual audited financial statements for the year ended 30 June, 2025.

The company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 June, 2025.

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)

For The First Quarter Ended September 30, 2025

		Un-audited September 30,	Audited June 30,
	Note	2025 Rupees	2025 Rupees
5. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	5.1	16,208,254,467	16,018,627,208
Capital work-in-progress	5.2	3,324,897,439	2,732,883,492
		19,533,151,906	18,751,510,700
5.1 Operating fixed assets			
Opening book value		16,018,627,208	14,103,694,892
Additions during the quarter / year			
- residential buildings and others on freehold land		-	8,671,770
- factory buildings on freehold land		800,000	120,821,611
- plant and machinery		485,457,492	2,845,149,909
- mills equipment		-	3,369,522
- office equipment		-	611,000
- electric installations		10,018,129	36,766,462
- computer hardware		5,571,600	18,888,966
- vehicles		5,686,000	88,960,800
- furniture and fixtures		3,030,662	3,699,416
		510,563,883	3,126,939,456
Book value of assets disposed-off during the quarter/year		(6,728,319)	(47,321,974)
Depreciation charge for the quarter/year		(314,208,305)	(1,164,685,166)
Closing book value		16,208,254,467	16,018,627,208
5.2 Capital work-in-progress			
Building		1,012,270,828	736,704,035
Furniture and fixtures		4,052,475	4,822,698
Plant and machinery		2,234,741,775	1,533,229,219
Advance payments:			
- freehold land		9,002,400	9,002,400
- factory / office building		6,668,800	6,668,800
- electric installation		31,525,212	417,806,377
- vehicles		25,392,857	21,521,563
- computer software		1,243,092	3,128,400
		3,324,897,439	2,732,883,492

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)

For The First Quarter Ended September 30, 2025

		Un-audited September 30,	Audited June 30,
	Note	2025 Rupees	2025 Rupees
6. LONG TERM INVESTMENTS			
Subsidiary Companies - at cost	6.1	4,163,135,476	4,163,135,476
Associated Companies - at cost	6.2	15,140,698,514	15,140,698,514
Others - equity instruments	6.3	8,841,784,501	6,730,127,355
- debt instruments	6.4	45,750,000	45,000,000
Share deposit money		479,907,830	198,106,830
		28,671,276,321	26,277,068,175

6.1 The Company has pledged 172,446,420 shares of the Subsidiary Company- SECL with a financial institution under Share Pledge Agreement dated April 16, 2007 and Working Capital Support Agreement dated August 13, 2010 as security against financing facilities advanced to SECL.

6.2 This include 59,251,500 ordinary shares of Rs.10 each of Tricon Boston Consulting Corporation (Private) Limited (TBCCL). The Company has pledged these shares through an Onshore Security Trustee under Share Pledge Agreement dated May 08, 2017 as security against financing facilities advanced to TBCCL.

6.3 Equity Instruments - at FVTOCI

MCB Bank Limited - Quoted			
18,837,275 (30 June, 2025: 18,837,275) ordinary shares of Rs.10 each - cost		984,949,221	984,949,221
Adjustment arising from re-measurement to fair value		5,739,581,209	4,446,590,653
		6,724,530,430	5,431,539,874
Habib Bank Limited - Quoted			
7,244,196 (30 June, 2025: 7,244,196) ordinary shares of Rs.10 each - cost		1,217,073,609	1,217,073,609
Adjustment arising from re-measurement to fair value		899,680,462	81,013,872
		2,116,754,071	1,298,087,481
TCC Management Services (Pvt.) Limited - Unquoted			
50,000 ordinary shares of Rs.10 each		500,000	500,000
		8,841,784,501	6,730,127,355

6.4 Debt Instruments - at FVTOCI

Habib Bank Limited term finance certificates (TFCs)			
500 (June 30, 2025: 500) Term finance certificates of Rs.100,000 each - cost		50,000,000	50,000,000
Adjustment arising from re-measurement to fair value		(4,250,000)	(5,000,000)
		45,750,000	45,000,000

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)

For The First Quarter Ended September 30, 2025

7. CONTINGENCIES AND COMMITMENTS

7.1 Guarantees issued by banks to various Government institutions on behalf of the Company aggregate Rs.1,652.055 million (30 June, 2025: Rs.1,650.968 million).

	Un-audited September 30, 2025 Rupees	Audited June 30, 2025 Rupees
7.2 Commitments in respect of :		
- letters of credit for capital expenditure	106,561,232	735,335,918
- letters of credit for purchase of raw materials and stores, spare parts & chemicals	342,189,522	1,107,209,207
- capital expenditure other than letters of credit	186,588,303	165,887,117

	Un-audited September 30, 2025 Rupees	Un-audited September 30, 2024 Rupees
Note		

8. COST OF SALES

Stocks - opening		4,409,468,946	3,976,618,720
Cost of goods manufactured	8.1	10,561,265,569	11,986,851,512
Cost of raw materials sold		372,085,693	143,913,214
		15,342,820,208	16,107,383,446
Stocks - closing		4,283,464,152	4,365,450,280
		11,059,356,056	11,741,933,166

8.1 Cost of goods manufactured

Work in process - opening		1,332,401,919	1,396,530,229
Raw materials consumed		6,827,986,755	8,643,654,914
Overheads		3,644,936,047	3,561,255,862
		10,472,922,802	12,204,910,776
		11,805,324,721	13,601,441,005
Work in process closing		1,244,059,152	1,614,589,493
		10,561,265,569	11,986,851,512

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)

For The First Quarter Ended September 30, 2025

9. RELATED PARTY TRANSACTIONS

The Company has related party relationship with its Associated Companies, employee benefit plan, its directors and key management personnel. Transactions with related parties are carried-out on arm's length basis. There were no transactions with key management personnel other than under the terms of employment. Aggregate transactions with associated companies during the period were as follows:

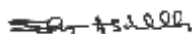
Relationship with the company	Name of transaction	Un-audited September 30, 2025 Rupees	Un-audited September 30, 2024 Rupees
i. Subsidiaries	Loans provided	35,088,696	13,025,155
	Mark-up charged	17,955,654	27,923,597
	Expenses charged to	31,360	-
	Investment made	281,801,000	-
	Dividend received	433,173,900	866,347,800
ii. Associates	Sale of goods and services	419,488,015	399,816,616
	Sale of fixed assets	7,100,000	-
	Services rendered	48,689,037	25,863,796
	Services obtained	841,868	448,750
	Purchase of goods and services	496,120,936	716,560,251
	Purchase of fixed assets	553,578	33,200,000
	Expenses charged to	812,457	6,569,840
	Expenses charged by	8,405,859	15,777,797
	Dividend received	114,000,000	-
iii. Other related parties	Contributions towards provident fund	18,751,819	15,287,782

10. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on 29 October, 2025 by the Board of Directors of the Company.



Chief Executive Officer



Director



Chief Financial Officer

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The background of the entire page is a photograph of several large spools of thread in a factory setting. The spools are arranged in rows, with the one in the foreground being in sharp focus and the others blurred in the background. The entire image has a blue color overlay.

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FIRST QUARTER ENDED
SEPTEMBER 30, 2025

DIRECTORS' REPORT TO THE SHAREHOLDERS

The directors are pleased to present their report together with consolidated financial statements of Sapphire Fibres Limited and its subsidiaries Sapphire Electric Company Limited, Premier Cement Limited, Sapphire Cement Company Limited, Sapphire Hydro Limited, Sapphire Energy (Pvt.) Limited, Ignite Power (Private) Limited, Sapphire Mining Exploration (Private) Limited, Sapphire Building Materials Limited, Sapphire Power Limited, Sapphire Properties (Private) Limited and Sapphire USA LLC for the 1st quarter ended September 30, 2025. The Company has annexed consolidated financial statements along with its separate financial statements in accordance with the requirements of the International Accounting Standard-27 (Consolidated and Separate Financial Statements).

Sapphire Electric Company Limited (SECL):

Sapphire Electric Company Limited was incorporated in Pakistan as a public unlisted company under the Companies Ordinance, 1984 on January 18, 2005. Sapphire Fibres Limited has holding of 68.11% (2025: 68.11%) share capital of the subsidiary.

The principal activity of the subsidiary company is to own, operate and maintain a combined cycle power station having net capacity of 212 MW.

Premier Cement Limited (PCL):

Premier Cement Limited was incorporated in Pakistan as an unlisted public company limited by shares under the Companies Ordinance, 1984 on July 26, 2016. SFL holds 100% shares of PCL as on September 30, 2025.

PCL intends to establish and install plant for manufacturing all kinds of cement and its allied products.

Sapphire Cement Company Limited (SCCL):

Sapphire Cement Company Limited was incorporated in Pakistan as an unlisted public company limited by shares under the Companies Ordinance, 1984 on October 28, 2016. SFL holds 100% shares of SCCL as on September 30, 2025.

Subject to necessary approvals, SCCL intends to establish and install plant for manufacturing all kinds of cement and its allied products.

Sapphire Hydro Limited (SHL):

Sapphire Hydro Limited was incorporated in Pakistan as an unlisted public company limited by shares under the Companies Act, 2017 on September 07, 2017. The principal business of the subsidiary company shall be to construct, establish and set up a Hydro Electric Power generation project having a net capacity of 150 MW with potential of 682 GWh of annual energy generation at Sharmai, Khyber Pakhtunkhwa.

Sapphire Hydro Limited is a wholly owned subsidiary of Sapphire Electric Company Limited which is a subsidiary of Sapphire Fibres Limited.

Sapphire Energy (Private) Limited (SEPL):

Sapphire Energy (Private) Limited was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on December 11, 2017. SFL holds 100% shares of SEPL as on September 30, 2025.

SEPL intends to undertake, develop power projects and make equity investment, acquire or hold shares in companies involved in energy generation and operate a terminal for handling, regasification, storage, treatment and processing of all types of gases and all other related liquids, chemical & petroleum products.

Ignite Power (Private) Limited (IPPL):

Ignite Power (Private) Limited is a 99.93% owned subsidiary of Sapphire Energy (Private) Limited which is a wholly owned subsidiary of the Parent Company and was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on July 03, 2019. It intends to undertake, develop power projects including the use of solar energy systems and all other forms of energy and products or services associated therewith.

Sapphire Mining Exploration (Private) Limited (SMEL):

Sapphire Mining Exploration (Private) Limited was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on August 25, 2020. Subject to necessary approvals, SMEL intends to establish and install plant for manufacturing all kinds of cement and its allied products in Gilgit.

SMEL is a wholly owned subsidiary of Premier Cement Limited which is a subsidiary of Sapphire Fibres Limited.

Sapphire Building Materials Limited (SBML):

Sapphire Building Materials Limited was incorporated in Pakistan as an unlisted public company limited by shares under the Companies Act, 2017 on March 24, 2021. SBML intends to deal in allied products used in construction industry.

SBML is a wholly owned subsidiary of Premier Cement Limited which is a subsidiary of Sapphire Fibres Limited.

Sapphire Power Limited (SPL):

Sapphire Power Limited is a public unlisted company limited by shares incorporated in Pakistan on April 19, 2021 under the Companies Ordinance, 1984 (now Companies Act, 2017). The principal activity of the Company is to generate, purchase, import, transform, convert, distribute and supply electricity including the hydel and wind power system.

SPL is a wholly owned subsidiary of Sapphire Fibres Limited ("the Holding Company").

Sapphire Properties (Private) Limited (SPPL):

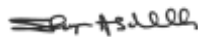
Sapphire Properties (Private) Limited (the Company) is a private company limited by shares incorporated in Pakistan on August 05, 2022 under the Companies Act, 2017. The principal line of business of the SPPL is to invest, manage, construct, develop, hold, acquire, sell and purchase all types of real estate projects.

SPPL is a wholly owned subsidiary of Sapphire Fibres Limited.

Sapphire USA LLC:

Sapphire USA LLC was incorporated with the objective of extending the Company's global footprint and enhancing its capabilities in textile operations, particularly in the Knits and Denim market in the United States.

For and on behalf of the Board of Directors



SHAYAN ABDULLAH
DIRECTOR



SHAHID ABDULLAH
CHIEF EXECUTIVE

Lahore

Dated: : October 29, 2025

ڈائریکٹرز کی حصص داران کو رپورٹ

ڈائریکٹرز 30 ستمبر 2025ء کو ختم ہونے والی پہلی سہ ماہی کے لئے سفارز فابریز لمیٹڈ اور اسکی ذیلی کمپنیوں سفارز الیکٹرک کمپنی لمیٹڈ، پریمیر سینٹ لمیٹڈ، سفارز سینٹ کمپنی لمیٹڈ، سفارز ہائیڈرو لمیٹڈ، سفارز انرجی (پرائیویٹ) لمیٹڈ، انگنائٹ پاور (پرائیویٹ) لمیٹڈ، سفارز مائننگ ایکسپلوریشن (پرائیویٹ) لمیٹڈ، سفارز بلڈنگ میٹریلز لمیٹڈ، سفارز پاور لمیٹڈ، سفارز پراپرٹیز (پرائیویٹ) لمیٹڈ اور سفارز یو ایس اے ایل سی کے اشتمال شدہ مالیاتی گوشواروں کے ہمراہ اپنی رپورٹ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔ کمپنی نے بین الاقوامی اکاؤنٹنگ معیار-27 (اشتمال شدہ اور الگ مالی گوشوارے) کی ضروریات کے مطابق اشتمال شدہ مالی گوشواروں کے ساتھ ساتھ اپنے الگ مالی گوشوارے منسلک کئے ہیں۔

سفارز الیکٹرک کمپنی لمیٹڈ (ایس ای سی ایل):

سفارز الیکٹرک کمپنی لمیٹڈ (ایس ای سی ایل) 18 جنوری 2005ء کو کمپنیز آرڈیننس، 1984ء کے تحت غیر مندرج پبلک کمپنی کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ سفارز فابریز لمیٹڈ ذیلی کمپنی کے 68.11% (2025: 68.11%) حصص کیپٹل کی مالک ہے۔
ذیلی کمپنی کی اصل سرگرمی 212 میگا واٹ کی خالص صلاحیت کے حامل کمبائنڈ سائیکل پاور سٹیشن کی ملکیت، کو چلانا اور برقرار رکھنا ہے۔

پریمیر سینٹ لمیٹڈ (پی سی ایل):

پریمیر سینٹ لمیٹڈ (پی سی ایل) 26 جولائی 2016ء کو کمپنیز آرڈیننس 1984ء کے تحت ایک غیر مندرج پبلک کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ایس ایف ایل 30 ستمبر 2025ء کے مطابق پی سی ایل کے 100% حصص کی مالک ہے۔
پی سی ایل ہر قسم کے سینٹ اور اس کی متعلقہ مصنوعات بنانے کے لئے پلانٹ قائم اور نصب کرنے کا ارادہ رکھتی ہے۔

سفارز سینٹ کمپنی لمیٹڈ (ایس سی سی ایل):

سفارز سینٹ کمپنی لمیٹڈ (ایس سی سی ایل) 28 اکتوبر 2016ء کو کمپنیز آرڈیننس 1984ء کے تحت ایک غیر مندرج پبلک کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ایس ایف ایل 30 ستمبر 2025ء کے مطابق ایس سی سی ایل کے 100% حصص کی مالک ہے۔
ایس سی سی ایل ہر قسم کے سینٹ اور اس کی متعلقہ مصنوعات بنانے کے لئے پلانٹ قائم اور نصب کرنے کا ارادہ رکھتی ہے۔

سفارز ہائیڈرو لمیٹڈ (ایس ایچ ایل):

سفارز ہائیڈرو لمیٹڈ (ایس ایچ ایل) 07 ستمبر 2017ء کو کمپنیز ایکٹ 2017ء کے تحت ایک غیر مندرج پبلک کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ذیلی کمپنی کا اصل کاروبار شرمئی، خیبر پختونخواہ میں 682 GWh کی سالانہ بجلی کی پیداوار کی پونشل کے ساتھ 150 میگا واٹ کی خالص صلاحیت کا حامل ایک ہائیڈرو الیکٹرک پاور جنریشن منصوبہ تعمیر، قائم اور چلانا ہوگا۔
سفارز ہائیڈرو لمیٹڈ (ایس ایچ ایل) بیرت کمپنی سفارز فابریز لمیٹڈ کی ذیلی کمپنی سفارز الیکٹرک کمپنی لمیٹڈ کی ایک مکمل ملکیتی ذیلی کمپنی ہے۔

سفارز انرجی (پرائیویٹ) لمیٹڈ (ایس ای پی ایل):

سفارز انرجی (پرائیویٹ) لمیٹڈ (ایس ای پی ایل) 11 دسمبر 2017ء کو کمپنیز ایکٹ 2017ء کے تحت ایک پرائیویٹ کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ایس ایف ایل 30 ستمبر 2025ء کے مطابق ایس ای پی ایل کے 100% حصص کی مالک ہے۔
ایس ای پی ایل بجلی پیدا کرنے اور تمام قسم کی گیسوں اور تمام دیگر متعلقہ مائع، کیمیکل اور پٹرولیم مصنوعات کی ہینڈلنگ، ری گیسفیکیشن، اسٹوریج، ٹرانسپورٹ اور پروسسنگ کے لئے ایک ٹینل چلانے میں مصروف کمپنیوں میں توانائی کے منصوبوں میں حصہ لینے، شرکت کرنے اور سرمایہ کاری کرنے یا حصص حاصل کرنے کا ارادہ رکھتی ہے۔

انگنائٹ پاور (پرائیویٹ) لمیٹڈ (آئی پی پی ایل):

انگنائٹ پاور (پرائیویٹ) لمیٹڈ (آئی پی پی ایل) بیرت کمپنی سفارز فابریز لمیٹڈ کی ذیلی کمپنی سفارز انرجی پرائیویٹ لمیٹڈ کی 99.93% ملکیتی ذیلی کمپنی ہے۔ انگنائٹ پاور (پرائیویٹ) لمیٹڈ (آئی پی پی ایل) 03 جولائی 2019ء کو کمپنیز ایکٹ 2017ء کے تحت ایک پرائیویٹ کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ سولر انرجی سسٹم کے استعمال اور توانائی کی تمام دیگر شکلوں اور مصنوعات یا اس سے متعلقہ خدمات سمیت پاور پروجیکٹس حاصل، ترقی دینے کا ارادہ رکھتی ہے۔

سفار ماننگ ایکسپلوریشن (پرائیویٹ) لمیٹڈ (ایس ایم ای ایل):

سفار ماننگ ایکسپلوریشن (پرائیویٹ) لمیٹڈ (ایس ایم ای ایل) 25 اگست 2020ء کو کمپنیز ایکٹ 2017ء کے تحت ایک پرائیویٹ کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ضروری منظوریوں کے حوالہ سے، ایس ایم ای ایل گلگت میں تمام اقسام کے سینٹ اور اس کی متعلقہ مصنوعات کی تیاری کے لئے پلانٹ قائم اور نصب کرنے کا ارادہ رکھتی ہے۔ ایس ایم ای ایل سفار فابریز لمیٹڈ کی ذیلی کمپنی پریمر سینٹ لمیٹڈ کی مکمل ملکیتی ذیلی کمپنی ہے۔

سفار بلڈنگ میٹریلز لمیٹڈ (ایس بی ایم ایل):

سفار بلڈنگ میٹریلز لمیٹڈ (ایس بی ایم ایل) 24 مارچ 2021ء کو کمپنیز ایکٹ 2017ء کے تحت ایک غیر مندرجہ پبلک کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ایس بی ایم ایل تعمیراتی صنعت میں استعمال ہونے والی متعلقہ مصنوعات میں ڈیل کرنے کا ارادہ رکھتی ہے۔ ایس بی ایم ایل سفار فابریز لمیٹڈ کی ذیلی کمپنی پریمر سینٹ لمیٹڈ کی مکمل ملکیتی ذیلی کمپنی ہے۔

سفار پاور لمیٹڈ (ایس پی ایل):

سفار پاور لمیٹڈ (ایس پی ایل) 19 اپریل 2021ء کو کمپنیز ایکٹ 2017ء کے تحت ایک پبلک غیر مندرجہ کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ کمپنی کی اصل سرگرمی ہائیڈرو اور ونڈ پاور سسٹم سمیت بجلی کی پیداوار، خریداری، درآمد، ٹرانسفارم، کنورٹ، تقسیم اور سپلائی کرنا ہے۔ کمپنی سفار فابریز لمیٹڈ (ہولڈنگ کمپنی) کی مکمل ملکیتی ذیلی کمپنی ہے۔

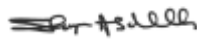
سفار پراپرٹیز (پرائیویٹ) لمیٹڈ (ایس پی پی ایل):

سفار پراپرٹیز (پرائیویٹ) لمیٹڈ (ایس پی پی ایل) 5 اگست 2022ء کو کمپنیز ایکٹ 2017ء کے تحت ایک پرائیویٹ کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ کمپنی کا مقصد رئیل اسٹیٹ کے منصوبوں میں سرمایہ کاری کرنا ہے۔ سفار پراپرٹیز (پرائیویٹ) لمیٹڈ، سفار فابریز لمیٹڈ کی مکمل ملکیتی ذیلی کمپنی ہے۔

سفار یو ایس اے ایل ایل سی:

سفار یو ایس اے ایل ایل سی کمپنی کے عالمی تاثر کو بڑھانے اور ٹیکسٹائل آپریشنز، خاص طور پر امریکہ میں ٹیکس اور ڈیٹم مارکیٹ میں اس کی صلاحیتوں کو بڑھانے کے مقاصد کے ساتھ شامل کیا گیا ہے۔

منجانب بورڈ آف ڈائریکٹرز



شایان عبداللہ
ڈائریکٹر



شاہد عبداللہ
چیف ایگزیکٹو

لاہور

تاریخ: 29 اکتوبر 2025ء

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (Un-audited)

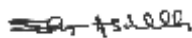
As At September 30, 2025

		(Un-audited) September 30, 2025 Rupees	(Audited) June 30, 2025 Rupees
	Note		
Assets			
Non-current Assets			
Property, plant and equipment	6	29,154,692,523	28,511,956,430
Investment property		31,750,000	31,750,000
Intangible assets		967,571	6,972,594
Long term investments	7	51,937,205,366	47,855,111,380
Long term loans		5,015,000	5,307,500
Long term deposits		63,948,145	64,348,145
		81,193,578,605	76,475,446,049
Current Assets			
Stores, spare parts and loose tools		1,193,989,758	1,476,118,503
Stock-in-trade		21,182,865,382	18,138,879,313
Trade debts		7,570,254,994	8,227,060,045
Loans and advances		797,432,090	574,310,900
Trade deposits and short term prepayments		155,152,558	91,743,747
Short term investments		13,349,632,453	10,944,936,762
Other receivables		4,223,851,094	3,568,664,530
Tax refunds due from Government		5,812,830,129	4,616,184,888
Cash and bank balances		2,028,243,992	2,273,772,406
		56,314,252,450	49,911,671,094
Total Assets		137,507,831,055	126,387,117,143
Equity And Liabilities			
Share Capital And Reserves			
Authorized share capital			
35,000,000 ordinary shares of Rs.10 each		350,000,000	350,000,000
Issued, subscribed and paid-up capital			
20,671,875 ordinary shares of Rs.10 each		206,718,750	206,718,750
Reserves		37,407,484,726	34,161,769,460
Unappropriated profit		51,429,063,759	50,328,915,272
Equity attributable to shareholders of the Parent Company		89,043,267,235	84,697,403,482
Non-controlling interest		5,791,551,154	5,948,989,308
Total equity		94,834,818,389	90,646,392,790
Non-current Liabilities			
Long term liabilities		2,554,061,075	2,937,585,540
Staff retirement benefit - gratuity		935,800,755	884,975,148
Deferred taxation		1,396,667,962	805,975,783
		4,886,529,792	4,628,536,471
Current Liabilities			
Trade and other payables		8,861,107,644	8,170,420,135
Contract liabilities		589,579,450	392,431,444
Accrued mark-up / interest		346,623,662	293,804,016
Short term borrowings		21,891,560,512	16,460,179,106
Current portion of long term finances		953,816,172	973,030,232
Unclaimed dividend		8,634,411	8,634,411
Provision for taxation		5,135,161,023	4,813,688,538
		37,786,482,874	31,112,187,882
Contingencies And Commitments	8		
Total Equity And Liabilities		137,507,831,055	126,387,117,143

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



Chief Executive Officer



Director



Chief Financial Officer

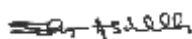
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-audited)

For The First Quarter Ended September 30, 2025

		Quarter ended September 30,	
	Note	2025 Rupees	2024 Rupees
Sales		14,639,538,103	19,052,250,856
Cost of sales	9	(13,965,540,325)	(16,496,930,060)
Gross profit		673,997,778	2,555,320,796
Distribution cost		(472,036,598)	(548,965,607)
Administrative expenses		(318,095,854)	(292,709,107)
Other expenses		(711,500)	(15,628,740)
Other income		463,253,097	343,131,498
		(327,590,855)	(514,171,956)
Profit from operations		346,406,923	2,041,148,840
Finance cost		(551,369,928)	(503,054,457)
		(204,963,005)	1,538,094,383
Share of profit of associates		1,776,634,919	212,254,505
Profit before revenue tax and income tax		1,571,671,914	1,750,348,888
Final taxes - levy		(217,167,052)	(317,512,111)
Profit before income tax		1,354,504,862	1,432,836,777
Taxation			
- Current		(127,896,063)	(65,082,685)
- Deferred		(43,120,097)	(86,108,935)
		(171,016,160)	(151,191,620)
Profit after taxation		1,183,488,702	1,281,645,157
Attributable to:			
Shareholders of the Parent Company		1,138,068,720	927,959,979
Non-controlling interest		45,419,982	353,685,178
		1,183,488,702	1,281,645,157
Earnings per share - Attributable to the shareholders of the Parent Company		55.05	44.89

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


Chief Executive Officer


Director

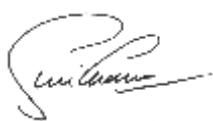

Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (Un-audited)

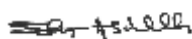
For The First Quarter Ended September 30, 2025

	Quarter ended September 30,	
	2025 Rupees	2024 Rupees
Profit after taxation	1,183,488,702	1,281,645,157
Other comprehensive income		
Items that will not be reclassified to statement of profit or loss subsequently		
Unrealised gain / (loss) on remeasurement of investment at fair value through other comprehensive income		
- long term	2,112,407,146	273,847,769
- short term	1,667,948,889	(74,253,421)
Realised loss on sale of investment at fair value through other comprehensive income	(1,280,438)	(59,971,704)
Impact of deferred tax	(596,531,485)	1,911,185
Share of fair value profit on re-measurement of available-for-sale investments of Associated Companies	24,767,981	854,473
	3,207,312,093	142,388,302
Items that will be reclassified to statement of profit or loss subsequently		
Impact of deferred tax	-	-
Share of unrealised profit on remeasurement of hedging instrument of Associated Companies	556,302	97,431
	556,302	97,431
Total comprehensive gain for the period	4,391,357,097	1,424,130,890
Attributable to:		
- Shareholders of the Parent Company	4,345,937,115	1,070,445,712
- Non-controlling interest	45,419,982	353,685,178
	4,391,357,097	1,424,130,890

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



Chief Executive Officer



Director



Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-audited)

For The First Quarter Ended September 30, 2025

	Issued, subscribed and paid up capital	Reserves					Unappropriated profit	Total	Non Controlling Interest
		Share Premium	Capital Reserve against capacity expansions and long term investments	Maintenance reserve	General	Unrealised gain on financial assets at fair value through other comprehensive income			
						Unrealised gain on hedging instruments	Sub-total		
Rupees									
Balance as at 01 July, 2024	206,718,750	391,833,750	-	87,089,407	1,183,845,000	3,369,447,071	1,091,137	43,160,723,124	7,031,568,261
Transfer to maintenance reserve	-	-	-	55,198,956	-	-	55,198,956	(55,198,956)	-
Total comprehensive income for the period ended 30 September, 2024	-	-	-	-	-	-	-	-	-
Profit for the period	-	-	-	-	-	-	-	927,959,979	353,685,178
Other comprehensive Loss	-	-	-	-	-	97,431	142,485,733	-	-
Reclassification of adjustment of realised loss on sales of investment	-	-	-	-	-	97,431	142,485,733	-	-
Dividend paid by subsidiary Co. - SECL	-	-	-	-	-	-	59,971,704	(59,971,704)	-
T transfer to Capital Reserve	-	-	-	-	-	-	-	-	(405,661,232)
Effect of items directly credited in equity by associates	-	-	-	-	-	-	-	(97,777)	-
Balance as at 30 September, 2024	206,718,750	391,833,750	27,500,000,000	142,288,363	-	3,571,807,077	4,107,117,758	17,657,259,666	6,979,592,207
Balance as at 01 July, 2025	206,718,750	391,833,750	27,500,000,000	87,089,407	-	6,181,897,820	34,161,769,460	50,328,915,272	5,948,989,308
Transfer to maintenance reserve	-	-	-	36,566,433	-	-	36,566,433	(36,566,433)	-
Total comprehensive income for the period ended 30 September, 2025	-	-	-	-	-	-	-	-	-
Profit for the period	-	-	-	-	-	-	-	1,138,068,720	45,419,982
Other comprehensive income	-	-	-	-	-	556,302	3,207,868,395	-	-
Reclassification of adjustment of realised loss on sales of investment	-	-	-	-	-	556,302	3,207,868,395	-	-
Dividend paid by subsidiary Co. - SECL	-	-	-	-	-	-	-	-	(202,858,136)
Effect of items directly credited in equity by associates	-	-	-	-	-	-	-	(73,362)	-
Balance as at 30 September, 2025	206,718,750	391,833,750	27,500,000,000	123,655,840	-	9,390,490,351	37,407,484,726	51,429,063,759	5,791,551,154

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


Chief Executive Officer


Director


Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)

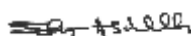
For The First Quarter Ended September 30, 2025

	Quarter ended	
	September 30, 2025 Rupees	September 30, 2024 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss) / profit before taxation	(204,963,005)	1,538,094,383
Adjustments for non-cash changes and other items:		
Depreciation	464,222,004	409,046,484
Amortisation	6,005,023	379,619
Staff retirement benefits - gratuity	70,200,000	70,200,000
Provision for workers' profit participation fund	-	14,047,771
Gain on disposal of operating fixed assets	(10,800,119)	(4,806,522)
Dividend, interest and other income	(452,452,981)	(293,109,966)
Finance cost	(551,369,928)	503,054,457
	(474,196,001)	698,811,843
Cash (outflow) / inflow from operating activities before working capital changes	(679,159,006)	2,236,906,226
(Increase) / decrease in current assets		
Stores, spares and loose tools	282,128,745	(76,084,055)
Stock in trade	(3,043,986,069)	(1,064,834,353)
Trade debts	656,805,051	(1,064,690,654)
Loans and advances	(223,121,190)	(1,055,412,475)
Deposits, other receivables and sales tax	(296,701,677)	(440,381,508)
Increase in trade and other payables	2,176,307,458	2,309,822,717
	(448,567,682)	(1,391,580,328)
Cash (outflow) / inflow from operating activities	(1,127,726,688)	845,325,898
Staff retirement benefit paid	(19,374,393)	(25,335,091)
Finance cost paid	604,189,574	(511,902,733)
Taxes paid	(1,156,523,307)	(278,438,237)
Long term loans and deposits-net	692,500	110,570
	(571,015,626)	(815,565,491)
Net Cash (outflow) / inflow from operating activities	(1,698,742,314)	29,760,407
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditures	(1,113,686,416)	(1,365,734,497)
Long and short term investments-net	(2,716,218,764)	1,090,235,363
Sale proceeds of operating fixed assets	17,528,438	9,030,655
Dividend, interest and other income received	439,805,897	293,109,966
Net cash (outflow) / inflow from investing activities	(3,372,570,845)	26,641,487
CASH FLOW FROM FINANCING ACTIVITIES		
Long term finances - repaid	(402,738,525)	(249,754,802)
Dividend paid	(202,858,136)	(405,716,272)
Short term borrowings - net	5,431,381,406	715,493,816
Net cash inflow from financing activities	4,825,784,745	60,022,742
Net (decrease) / increase in cash and cash equivalents	(245,528,414)	116,424,636
Cash and cash equivalents - at the beginning of the period	2,273,772,406	1,832,065,719
Cash and cash equivalents - at the end of the period	2,028,243,992	1,948,490,355

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



Chief Executive Officer



Director



Chief Financial Officer

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)

For The First Quarter Ended September 30, 2025

1. LEGAL STATUS AND OPERATIONS

The Group consists of following parent and subsidiary companies.

The Parent Company

- Sapphire Fibres Limited

The Parent Company was incorporated in Pakistan on June 05, 1979 as a public limited company and its shares are quoted on Pakistan Stock Exchange. The Parent Company is principally engaged in manufacture and sale of yarn, fabrics and garments. The registered office of the Parent Company is located at 316, Cotton Exchange Building, Karachi while its mills and head office are located in Lahore and Sheikhpura districts.

The Board of Directors, in their meeting held on September 25, 2025, has approved a Scheme of Compromises, Arrangement and Reconstruction under Sections 279 to 283 read with Section 285 of the Companies Act, 2017 for Amalgamation / Merger of Reliance Cotton Spinning Mills Limited - an Associated Company with and into the Company subject to obtaining necessary shareholders, creditors and regulatory approvals and sanction of the Scheme by the Honorable High Court of Sindh at Karachi along with fulfilment of corporate, regulatory and legal formalities.

The Subsidiary Companies

- Sapphire Electric Company Limited - SECL

SECL was incorporated in Pakistan as a public company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017) on January 18, 2005. The principal activity of the Subsidiary Company is to build, own, operate and maintain a combined cycle power station having a net capacity of 212 MW at Muridke, District Sheikhpura, Punjab. The registered office of the Subsidiary Company is located at 7-A/K, Main Boulevard, Gulberg II, Lahore. The Subsidiary Company has a Power Purchase Agreement (PPA) with its sole customer, National Transmission and Dispatch Company Limited (NTDC) for thirty years which commenced from October 05, 2010.

- Premier Cement Limited - PCL

PCL is a wholly owned subsidiary and was incorporated in Pakistan as a public company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017), on July 26, 2016. The registered office of the Subsidiary Company is located at 7- A/K, Main Boulevard, Gulberg - II, Lahore. The principal activity of subsidiary company is to manufacture and sale of cement and allied products. The Subsidiary Company obtained license from Directorate General Mines and Minerals, Khyber Pakhtunkhwa for setting up cement plant in D.I Khan district. The subsidiary company is in setup phase and has not yet commenced commercial operations.

- Sapphire Cement Company Limited - SCCL

SCCL is a wholly owned subsidiary and was incorporated in Pakistan as a public company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017) on October 28, 2016. The principal activity of subsidiary company is to manufacture and sale of cement and allied products. The registered office of the Subsidiary Company is located at 7- A/K, Main Boulevard, Gulberg - II, Lahore. The Subsidiary company is aiming to set up its plant in the province of Punjab.

- Sapphire Power Limited - SPL

Sapphire Power Limited (the Company) is a public unlisted company limited by shares incorporated in Pakistan on April 19, 2021 under the Companies Ordinance, 1984 (now Companies Act, 2017). The principal activity of the company generate, purchase, import, transform, convert, distribute and supply electricity including the hydri and wind power system. The Company is a wholly owned subsidiary of Sapphire Fibres Limited ("the Holding Company").

- Sapphire Building Materials Limited - SBML

Sapphire Building Materials Limited (the Company) is a wholly owned subsidiary of Premier Cement Limited - PCL which is a subsidiary of the Parent Company. SBML is a public unlisted company limited by shares incorporated in Pakistan on March 24, 2021 under the Companies Ordinance, 1984 (now Companies Act, 2017). The principal activity of the Company is to deal, trade, import, purchase and sale of cement and allied products.

- Sapphire Mining Exploration (Private) Limited - SMEL

Sapphire Mining Exploration (Private) Limited (SMEL) was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on August 25, 2020. Subject to necessary approvals, SMEL intends to establish and install plant for manufacturing of all kinds of cement and its allied products in Gilgit. SMEL is a wholly owned subsidiary of Premier Cement Limited which is a subsidiary of Sapphire Fibres Limited.

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)

For The First Quarter Ended September 30, 2025

- Sapphire Properties (Private) Limited - SPPL

Sapphire Properties (Private) Limited (SPPL) is incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on August 5, 2022. The purpose is to investment in real estate projects. SPPL is a wholly owned subsidiary of Sapphire Fibres Limited.

- Sapphire Energy (Private) Limited - SEL

SEL is a wholly owned subsidiary and was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on December 11, 2017. The principal activity of Subsidiary Company shall be to undertake, develop power projects and make equity investments, acquire or hold shares in companies involved in energy generation and to establish and operate a terminal for the handling, regasification, storage, treatment and processing of Liquefied Natural Gas (LNG), Re-gasified Liquefied Natural Gas (RLNG), Liquid Petroleum Gas (LPG), Natural Gas Liquid (NGL) and other related products. The subsidiary company is in setup phase and has not yet commenced commercial operations. The registered office of the Subsidiary Company is located at 7 - A/K, Main Boulevard, Gulberg - II, Lahore.

- Sapphire Hydro Limited - SHL

SHL is a wholly owned subsidiary of Sapphire Electric Company Limited - SECL which is a subsidiary of the Parent Company and was incorporated in Pakistan as a public company limited by shares under the Companies Act, 2017 on September 07, 2017. The principal business of the subsidiary company is to construct, establish and setup a Hydro Electric Power generation project having a net capacity of 150 MW with potential of 682 GWh of annual energy generation at Sharmai, Khyber Pakhtunkhwa. The subsidiary company is in setup phase and has not yet commenced commercial operations. The registered office of the Subsidiary Company is located at 7 - A/K, Main Boulevard, Gulberg - II, Lahore.

- Ignite Power Private Limited - IPPL

Ignite power (Private) Limited is a subsidiary company of Sapphire Energy (Private) Limited - SEPL which is a wholly owned subsidiary of the Parent Company. IPPL was incorporated in Pakistan as a public company limited by shares under the Companies Act, 2017 on July, 03, 2019. It intends to undertake, develop power projects including the use of solar energy systems and all other forms of energy and products associated therewith. The registered office of the Subsidiary Company is located at 7 - A/K, Main Boulevard, Gulberg - II, Lahore.

- Sapphire USA LLC

Sapphire USA LLC was incorporated during the last year with the objective of extending the Company's global footprint and enhancing its capabilities in textile operations, particularly in the Knits and Denim market in the United States.

2. BASIS OF PREPARATION

These condensed interim consolidated financial information have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Act; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Act differ from the IFRS Standards, the provisions of and directives issued under the Act have been followed.

These condensed interim consolidated financial statements are presented in Pakistan Rupees, which is the Company's functional and presentation currency. All financial information presented in Pakistan Rupees has been rounded to the nearest rupees unless otherwise specified.

3. PRINCIPLES OF CONSOLIDATION

The assets and liabilities of the Subsidiary Companies have been consolidated on a line by line basis and the carrying value of investment held by the Holding Company is eliminated against Holding Company's share in paid-up capital of the Subsidiary Companies.

All material inter-group balances and transactions have been eliminated. Investments in Associated Companies, as defined in the Companies Act, 2017, are accounted for under the equity method of accounting.

Non-controlling interest is calculated on the basis of their proportionate share in the net assets of the Subsidiary Company.

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)

For The First Quarter Ended September 30, 2025

4. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation of balances adopted in the preparation of this condensed interim consolidated financial information are the same as those applied in preparation of the preceding published consolidated financial statements of the Group for the year ended 30 June, 2025.

5. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed interim consolidated financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amount of assets, liabilities, income and expenses. 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. In preparing this condensed interim financial information, the significant judgments made by management in applying accounting policies and key sources of estimation were the same as those that were applied to the annual audited financial statements for the year ended 30 June, 2025.

The Group's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 June, 2025.

		Un-audited September 30, 2025 Rupees	Audited June 30, 2025 Rupees
	Note		
6. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	6.1	25,376,531,284	25,336,917,724
Capital work-in-progress	6.2	3,778,161,239	3,175,038,706
		29,154,692,523	28,511,956,430
6.1 Operating fixed assets			
Opening book value		25,336,917,724	23,887,532,449
Additions/Adjustments during the period/year			
- residential buildings and others		-	8,671,770
- factory buildings		800,000	120,821,611
- plant and machinery		485,457,492	2,961,037,210
- electric installations		-	36,766,462
- mills equipments		-	12,424,387
- office equipments		-	611,000
- electric equipments		10,018,129	-
- computer hardware		5,571,600	19,397,166
- vehicles		5,686,000	98,692,799
- furniture and fixtures		3,030,662	3,699,416
		510,563,883	3,262,121,821
Book value of assets disposed-off / adjustments during the quarter / year		(6,728,319)	(48,598,529)
Depreciation charge for the quarter / year		(464,222,004)	(1,764,138,017)
Closing book value		25,376,531,284	25,336,917,724

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)

For The First Quarter Ended September 30, 2025

		Un-audited September 30, 2025 Rupees	Audited June 30, 2025 Rupees
6.2 Capital work-in-progress			
Buildings		1,012,270,828	736,704,035
Furniture and fixtures		4,052,475	4,822,698
Plant and machinery		2,236,581,775	1,533,229,219
Un-allocated capital expenditure		450,997,952	441,729,365
Advance payments:			
- land - freehold		9,002,400	9,002,400
- factory / office buildings		6,668,800	6,668,800
- electric installation		31,525,212	417,806,377
- vehicles		25,818,705	21,947,412
- computer software		1,243,092	3,128,400
		3,778,161,239	3,175,038,706
7. LONG TERM INVESTMENTS			
Associates - equity accounted investments	7.1	42,569,763,035	40,881,877,194
Others - equity instruments	7.2	8,841,784,501	6,730,127,355
- debt instruments	7.3	45,750,000	45,000,000
Share Deposit Money		479,907,830	198,106,830
		51,937,205,366	47,855,111,379
7.1 Associates - at equity method			
Quoted			
Reliance Cotton Spinning Mills Limited (RCSM)	7.1.1	204,385,636	192,074,152
Un quoted			
SFL Limited (SFL)	7.1.2	6,111,164	5,831,192
Sapphire Power Generation Limited (SPGL)	7.1.3	530,635,145	504,688,656
Sapphire Dairies (Private) Limited (SDL)	7.1.4	221,257,679	220,839,940
Tricon Boston Consulting Corporation (Private) Limited (TBCCL)	7.1.5	2,933,701,891	2,786,389,385
Creek Properties (Pvt) Ltd. (CPPL)	7.1.6	332,304,483	332,304,482
Energas Terminal (Private) Limited - ETL	7.1.7	227,281,387	227,281,387
Energas Marketing (Private) Limited (EML)	7.1.8	-	-
UCH Power (Private) Limited (UCHL)	7.1.9	12,563,634,092	11,743,920,000
UCH - II Power (Private) Limited (UCHL - II)	7.1.9	25,550,451,558	24,868,548,000
		42,569,763,035	40,881,877,194

7.1.1 Investment in RCSM represents 138,900 fully paid ordinary shares of Rs.10 each representing 1.35% (30 June, 2025: 1.35%) of RCSM's issued, subscribed and paid-up capital as at September 30, 2025. RCSM was incorporated on June 13, 1990 as a public limited company and its shares are quoted on Pakistan Stock Exchange. The principal activity of RCSM is manufacturing and sale of yarn. RCSM is an associate of the Group due to common directorship. The Financial information of RCSM for the quarter ended 30 September, 2025 has been used for the purpose of application of equity method.

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)

For The First Quarter Ended September 30, 2025

- 7.1.2** Investment in SFLL represents 10,199 fully paid ordinary shares of Rs.10 each representing 0.051% (30 June, 2025: 0.051%) of SFLL's issued, subscribed and paid-up capital as at September 30, 2025. SFLL was incorporated on April 26, 2010 as a public limited company and its shares are quoted on Pakistan Stock Exchange. The main business of SFLL is to investment in the shares of Related Parties. SFLL is an associate of the Group due to common directorship. The Financial information of SFLL for the quarter ended 30 September, 2025 has been used for the purpose of application of equity method.
- 7.1.3** Investment in SPGL represents 2,824,500 fully paid ordinary shares of Rs.10 each representing 17.63% (30 June, 2025: 17.63%) of SPGL's issued, subscribed and paid-up capital as at September 30, 2025. SPGL was incorporated in Pakistan as a public limited company and is principally engaged in the business of electric power generation and distribution. SPGL is an associate of the Group due to common directorship. The Financial information of SPGL for the quarter ended 30 September, 2025 has been used for the purpose of application of equity method.
- 7.1.4** Investment in SDL represents 10,000,000 fully paid ordinary shares of Rs.10 each representing 5.50% (30 June, 2025: 5.50%) of SDL's issued, subscribed and paid-up capital as at September 30, 2025. SDL was incorporated as a private limited company and is principally engaged in production and sale of milk and milk products. SDL is an associate of the Group due to common directorship. The Financial information of SDL for the quarter ended 30 September, 2025 has been used for the purpose of application of equity method.
- 7.1.5** Investment in TBCCL represents 59,251,500 fully paid ordinary shares of Rs.10 each representing 7.13% (30 June, 2025: 7.13%) of TBCCL's issued, subscribed and paid-up capital as at September 30, 2025. The Parent Company has pledged these shares through an Onshore Security Trustee under Share Pledge Group Agreement dated May 08, 2018 as security against financing facilities advanced to TBCCL. TBCCL was incorporated as a private limited company by shares and its principal business is to operate and maintain wind power plants to generate and supply electricity. TBCCL is an associate of the Group due to common directorship. The Financial information of TBCCL for the quarter ended 30 September, 2025 has been used for the purpose of application of equity method.
- 7.1.6** Investment in CPPL represents 5,047,489 fully paid ordinary shares having face value of PKR 10/- each representing 17.50% (30 June, 2025: 17.50%) of CPPL's issued, subscribed and paid-up capital as at September 30, 2025. CPPL was incorporated as a private limited company and is principally engaged in marketing and development in real estate projects. CPPL is an associate of the Group due to common directorship.
- 7.1.7** The Group has made investment in ETL's 27,938,200 fully paid ordinary shares of Rs.10 each representing 33% (30 June, 2025: 33%) of ETL's issued, subscribed and paid-up capital as at September 30, 2025. ETL was incorporated as a private limited company and its principal business is to undertake and develop power projects.
- ETL has incurred loss amounted Rs.16.860 million during the year ended June 30, 2025 and has accumulated losses aggregated Rs. 156.434 million as on June 30, 2025. Subsidiary Company's - SEL share of loss has been recognised upto the extant of cost of investment.
- 7.1.8** The Subsidiary Company - Sapphire Energy (Private) Limited has made investment in EML's 2,500 fully paid ordinary shares of Rs.10 each representing 25% (30 June, 2025: 25%) of EML's issued, subscribed and paid-up capital as at September 30, 2025. EML was incorporated as a private limited company. The principal activity of EML shall be to import, process and sell natural gas, liquefied natural gas all other related items.
- EML has incurred loss amounted Rs.254 thousand during the year ended June 30, 2025 and it has accumulated losses aggregated Rs.1,396 thousand as on June 30, 2025. Subsidiary Company's - SEL share of loss has been recognised upto the extant of cost of investment.
- 7.1.9** Investment in UCHL Power (Private) Limited represents 380,364,999 fully paid ordinary shares of Rs.10 each representing 50.00% (30 June, 2025: 50.00%) of UCHL issued, subscribed and paid-up capital as at September 30, 2025. Investment in UCHL-II Power (Private) Limited represents 559,944,874 fully paid ordinary shares of Rs.10 each representing 50.00% (30 June, 2025: 50.00%) of UCHL-II issued, subscribed and paid-up capital as at September 30, 2025. The principal activity of the Companies is to own, operate and maintain power generation plants.
- 7.1.10** Investments made by the Group in the Subsidiary and Associated Companies have been made in accordance with the requirements under the Companies Act, 2017.

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)

For The First Quarter Ended September 30, 2025

	Un-audited September 30, 2025 Rupees	Audited June 30, 2025 Rupees
7.2 Equity Instruments - at FVTOCI		
Quoted		
MCB Bank Limited		
18,837,275 (30 June, 2025: 18,837,275) ordinary shares of Rs.10 each - cost	984,949,221	984,949,221
Adjustment arising from re-measurement to fair value	5,739,581,209	4,446,590,653
	6,724,530,430	5,431,539,874
Habib Bank Limited		
7,244,196 (30 June, 2025: 7,244,196) ordinary shares of Rs.10 each - cost	1,217,073,609	1,217,073,609
Adjustment arising from re-measurement to fair value	899,680,462	81,013,872
	2,116,754,071	1,298,087,481
Unquoted		
TCC Management Services (Pvt.) Limited - Unquoted		
50,000 ordinary shares of Rs.10 each	500,000	500,000
	8,841,784,501	6,730,127,355
7.3 Debt Instruments - at FVTOCI		
Habib Bank Limited - term finance certificates (TFCs)		
500 (30 June, 2025: 500) Term finance certificates of Rs.100,000 each - cost	50,000,000	50,000,000
Adjustment arising from re-measurement to fair value	(4,250,000)	(5,000,000)
	45,750,000	45,000,000
	45,750,000	45,000,000

8. CONTINGENCIES AND COMMITMENTS

8.1 Guarantees issued by banks to various Government institutions on behalf of the Parent and Subsidiary Company aggregate Rs. 3,294.315 million (30 June, 2025: Rs.3,693.583million).

8.2 There was no significant change in status of contingencies that were disclosed to the annual audited consolidated financial statements for the year ended 30 June, 2025 except disclosed above.

	Un-audited September 30, 2025 Rupees	Audited June 30, 2025 Rupees
Commitments in respect of :		
- letters of credit for capital expenditure	106,561,232	735,335,918
- letters of credit for purchase of raw materials and stores, spare parts & chemicals	342,189,522	1,107,209,207
- capital expenditure other than letters of credit	186,588,303	165,887,117

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)

For The First Quarter Ended September 30, 2025

- 8.3** The Subsidiary Company - SECL has an agreement with a consortium between General Electric International, Inc. and General Electric Energy Parts, Inc. for the O&M of the power station that started from the Commercial Operations Date up to the earlier of the time when the power station has run 144,000 Fired Hours and October 4, 2040. Under the terms of the O&M agreement, the SECL is required to pay a monthly fixed O&M fee and a variable O&M fee depending on operation of the plant on gas or diesel, both of which shall be subject to a minimum annual increase of 1.5% or USCPI whichever is higher.

		Un-audited September 30, 2025 Rupees	Un-audited September 30, 2024 Rupees
	Note		
9. COST OF SALES			
Stocks - opening		4,409,468,946	3,976,618,720
Cost of goods manufactured	9.1	13,467,449,838	16,741,848,406
Cost of raw materials sold		372,085,693	143,913,214
		18,249,004,477	20,862,380,340
Stocks - closing		4,283,464,152	4,365,450,280
		13,965,540,325	16,496,930,060
9.1 Cost of goods manufactured			
Work in process - opening		1,332,401,919	1,396,530,229
Raw materials consumed		9,079,477,981	12,716,111,997
Overheads		4,299,629,090	4,243,795,673
		13,379,107,071	16,959,907,670
		14,711,508,990	18,356,437,899
Work in process - closing		1,244,059,152	1,614,589,493
		13,467,449,838	16,741,848,406

10. SEGMENT INFORMATION

The Group's reportable segments are as follows:

- Spinning;
- Knitting, processing & garments;
- Denim ; and
- Power.

10.1 Segment revenues and results

	Spinning	Knitting, Processing and garments	Denim	Power	Total
	----- Rupees -----				
For the period ended September 30, 2025					
Revenue - external Customers	6,602,874,164	2,196,019,846	2,894,272,564	2,946,371,529	14,639,538,103
Inter -segment Sale	2,392,335,987	-	-	-	2,392,335,987
Segment Results	121,897,020	15,840,508	24,036,392	40,187,260	201,961,180
For the period ended September 30, 2024					
Revenue - external Customers	7,239,032,694	2,384,735,444	3,508,993,147	5,919,489,571	19,052,250,856
Inter -segment Sale	1,315,609,454	-	-	-	1,315,609,454
Segment Results	687,274,134	48,144,067	106,444,311	1,164,492,677	2,006,355,189

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)

For The First Quarter Ended September 30, 2025

Reconciliation of segment results with profit after tax is as follows:

	Quarter ended September 30,	
	2025 Rupees	2024 Rupees
Total results for reportable segments	201,961,180	2,006,355,189
Administrative expenses	(318,095,854)	(292,709,107)
Other income	463,253,097	343,131,498
Other expenses	(711,500)	(15,628,740)
Finance Cost	(551,369,928)	(503,054,457)
Share of profit / (loss) of associates	1,776,634,919	212,254,505
Taxation	(388,183,212)	(468,703,731)
Profit after taxation	1,183,488,702	1,281,645,157

10.2 Segment assets and liabilities

	Spinning	Knitting, Processing and garments	Denim	Power	Total
	----- Rupees -----				
As at 30 September, 2025					
Segment assets	31,099,419,022	6,413,510,002	10,869,119,446	20,210,797,647	68,592,846,117
Unallocated assets					68,914,984,938
					137,507,831,055
Segment liabilities	11,742,192,539	7,048,063,622	13,189,723,162	1,555,375,784	33,535,355,107
Unallocated liabilities					9,137,657,559
					42,673,012,666
As at 30 June, 2025					
Segment assets	27,231,867,332	6,296,738,561	10,185,148,601	20,210,797,647	63,924,552,141
Unallocated assets					62,462,565,002
					126,387,117,143
Segment liabilities	7,216,673,173	6,464,111,714	12,905,461,975	1,555,375,784	28,141,622,646
Unallocated liabilities					7,599,101,707
					35,740,724,353

10.3 Geographical information

All segments of the group are managed on nation-wide basis and operate manufacturing facilities in Pakistan.

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)

For The First Quarter Ended September 30, 2025

11. RELATED PARTY TRANSACTIONS

The Group has related party relationship with its Associated Companies, employee benefit plan, its directors and key management personnel. Transactions with related parties are carried-out on arm's length basis. There were no transactions with key management personnel other than under the terms of employment. Aggregate transactions with associated companies during the period were as follows:

		Un-audited September 30, 2025 Rupees	Un-audited September 30, 2024 Rupees
Relationship with the company	Name of transaction		
I. Associates	Sale of goods and services	419,488,015	399,816,616
	Sale of fixed assets	7,100,000	-
	Services rendered	48,689,037	25,863,796
	Services obtained	841,868	448,750
	Purchase of goods and services	496,120,936	716,560,251
	Purchase of fixed assets	553,578	33,200,000
	Expenses charged to	812,457	6,569,840
	Expenses charged by	8,405,859	15,777,797
	Dividend received	114,000,000	-
II. Other related parties	Contribution towards provident fund	21,031,399	17,361,772

12. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on 29 October, 2025 by the Board of Directors of the Company.



Chief Executive Officer



Director



Chief Financial Officer

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Corporate Office

316 Cotton Exchange Building,
I.I Chundrigar Road, Karachi-Pakistan.
Tel +92 21 111 000 100
contact@sapphiretextiles.com.pk

Lahore Office

1st Floor, Tricon Corporate Centre,
73-E Main Jail Road, Gulberg II, Lahore-Pakistan.
Tel +92 42 111 000 100
contact@sapphiretextiles.com.pk