Sapphire
Textile Mills

1st Quarterly Report
30 September

2025

SAPPHIRE TEXTILE MILLS LIMITED

CONTENTS

COMPANY INFORMATION

Board Of Directors

Mr. Mohammad Abdullah
Chairman / Non - Executive Director

Mr. Nadeem Abdullah
Chief Executive / Executive Director

Mr. Shahid Abdullah
Non - Executive Director

Mr. Amer Abdullah
Non - Executive Director

Mr. Yousuf Abdullah
Non - Executive Director

Mr. Nabeel Abdullah
Executive Director

Mr. Umer Abdullah
Executive Director

Mr. Mirza Saleem Baig
Independent Director

Mr. Shahid Shafiq
Independent Director

Ms. Mashmooma Zehra Majeed
Independent Director

Audit Committee

Mr. Shahid Shafiq - Chairman
Mr. Amer Abdullah - Member
Mr. Yousuf Abdullah- Member
Mr. Mirza Saleem Baig - Member

Legal Advisor

A. K. Brohi & Company

Bankers

Allied Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
BankIslami Pakistan Limited
Faysal Bank Limited
Habib Bank Limited
Habib metropolitan Bank Limited
Industrial and Commercial Bank of China
Meezan Bank Limited
MCB Bank Limited
National Bank of Pakistan
Soneri Bank Limited
Standard Chartered Bank (Pakistan) Ltd.
The Bank of Punjab
United Bank Limited

Human Resource & Remuneration Committee

Ms. Mashmooma Zehra Majeed - Chairperson
Mr. Nadeem Abdullah - Member
Mr. Nabeel Abdullah - Member
Mr. Umer Abdullah - Member
Mr. Shahid Shafiq - Member

Shares Registrar

Hameed Majeed Associates (Pvt.) Ltd.

Chief Financial Officer

Mr. Abdul Sattar

Tax Consultants

Yousuf Adil,
Chartered Accountants

Company Secretary

Mr. Zeeshan

Auditors

Shinewing Hameed Chaudhri & Company
Chartered Accountants

Registered Office

212, Cotton Exchange Building,
I. I. Chundrigar Road, Karachi.
Tel: +92 21 111 000 100
www.sapphire.com.pk/stml

Mills

Spinning Units

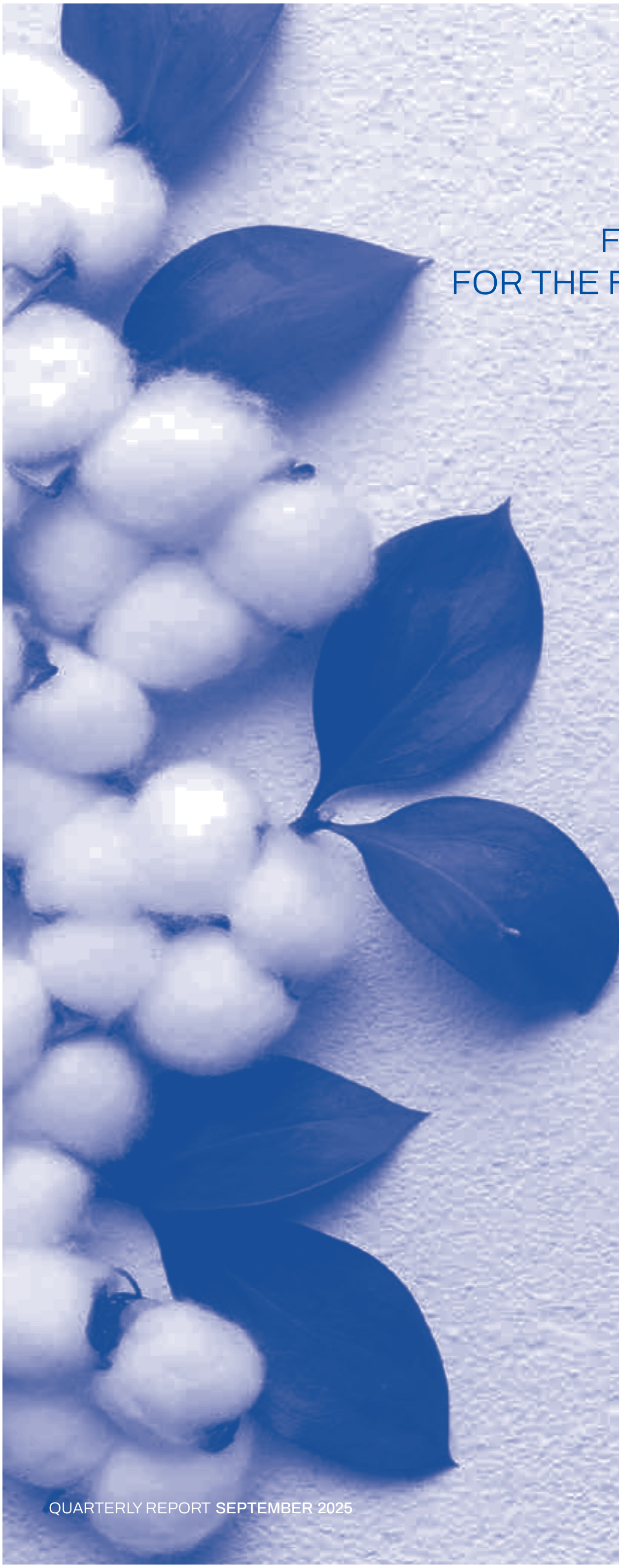
A-17,SITE, Kotri
A-84,SITE Area, Nooriabad
63/64-KM, Multan Road, Jumber Khurd, Chunian, District Kasur
1.5-KM, Warburton Road, Feroze Wattoan, Sheikhupura.

Weaving unit, yarn dyeing unit, Printing & processing unit, Home Textile and Stitching unit

2-KM, Warburtan Road, Feroze Wattoan,Sheikhupura.

Stitching unit

1.5-KM Off, Defence Road, Bhubtian Chowk, Raiwind Road, Lahore.



UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

DIRECTORS' REPORT TO THE SHAREHOLDERS

The Directors of the Company have pleasure in submitting their Report together with the un-audited financial statements of the Company for the Quarter ended September 30, 2025.

Financial Review

The Summary of key financial numbers are presented below:

	September 30, 2025	September 30, 2024
	Rupees in thousand	
Net turnover	**21,983,704**	23,559,078
Gross profit	**2,523,274**	3,768,532
Profit from operations	**2,520,262**	2,890,292
Other income	**1,342,681**	325,256
Finance cost	**(956,768)**	(1,281,324)
Profit before taxation	**1,563,494**	1,608,968
Profit after taxation	**900,153**	1,033,555

During the current period the Company's net turnover decreased to Rs. 21.984 billion in comparison of Rs.23.559 billion in corresponding period. The Gross profit as a percentage of sales decreased to 11.48% in comparison of 16.00% during the corresponding period. Gross profit as percentage of sales reduced due to lower margins in spinning segment. Other income during the period increased to Rs. 1,343 million in comparison of Rs 325 million in corresponding period. Other income increased due to increase in dividends from energy segment. The finance cost during the period decreased to Rs. 957 million from Rs. 1,281 million in the corresponding period. Profit after tax remains at Rs. 900 million in comparison of Rs. 1,034 million in the corresponding period.

Earnings per Share

The earnings per share for the first quarter ended September 30, 2025 is Rs. 41.50 as compared to Rs. 47.65 for previous year's corresponding period.

Future Prospects

The outlook for Pakistan's textile industry remains challenging due to rising costs, declining domestic cotton production and higher taxation. In response to these escalating pressures, it is imperative to develop a strategic focus on value-added products that offer improved margins. Management is committed to expanding its value-added segment and strengthening partnerships with international customers to sustain competitiveness in the global market.

Acknowledgment

The Management would like to place on record its appreciation for the support of Board of Directors, regulatory authorities, shareholders, customers, financial institutions, suppliers and dedication & hard work of the Staff and Workers.

On behalf of the Board

NADEEM ABDULLAH
CHIEF EXECUTIVE
Lahore.
Dated: October 29, 2025

MOHAMMAD ABDULLAH
CHAIRMAN / DIRECTOR

حصص یافتگان کے لئے ڈائریکٹرز رپورٹ

بورڈ آف ڈائریکٹرز 30 ستمبر، 2025 کو ختم ہونے والی سہ ماہی کیلئے اپنی رپورٹ کے ہمراہ کمپنی کے غیر آڈٹ شدہ مالی گوشوارے پیش کرنے میں مسرت محسوس کرتے ہیں۔

مالی کارکردگی کا جائزہ

اہم مالی اعداد وشمار کا خلاصہ درج ذیل ہیں

	30 ستمبر 2025	30 ستمبر 2024
	(روپے ہزار میں)	
خالص آمدن	**21,983,704**	23,559,078
مجموعی منافع	**2,523,274**	3,768,532
آپریشنز سے حاصل منافع	**2,520,262**	2,890,292
دیگر آمدن	**1,342,681**	325,256
مالی لاگت	**(956,768)**	(1,281,324)
قبل از ٹیکس منافع	**1,563,494**	1,608,968
بعد از ٹیکس منافع	**900,153**	1,033,555

موجودہ مدت کے دوران کمپنی کی خالص آمدن گزشتہ مدت کے 23.559 بلین روپے کے مقابلے میں کم ہوکر 21.984 بلین روپے رہی۔ فروخت کے فیصد کے طور پر مجموعی منافع گزشتہ مدت کے دوران 16 فیصد کے مقابلے میں کم ہوکر 11.48 فیصد رہا جس کی وجہ اسپننگ سیگمنٹ میں کم مارجن ہے۔ مدت کے دوران دیگر آمدن گزشتہ مدت کے دوران 325 ملین روپے کے مقابلے میں بڑھ کر 1,343 ملین روپے ہوگئی۔ جس کی وجہ انرجی سیگمنٹ سے منافع منقسمہ میں اضافہ ہے۔ مدت کے دوران کمپنی کی مالی لاگت گزشتہ مدت کی 1,281 ملین روپے سے کم ہوکر 957 ملین روپے رہ گئی۔ بعد از ٹیکس منافع گزشتہ مدت کے 1,034 ملین روپے کے مقابلے میں 900 ملین روپے رہا۔

فی حصص آمدن

30 ستمبر، 2025 کو ختم ہونے والی پہلی سہ ماہی کیلئے فی حصص آمدن گزشتہ سال کی اسی مدت کی 47.65 روپے فی حصص آمدن کے مقابلے میں 41.50 روپے رہی۔

مستقبل کی پیش بینی

بڑھتی ہوئی لاگت، مقامی کپاس کی کم پیداوار اور زیادہ ٹیکس کے باعث پاکستان کی ٹیکسٹائل انڈسٹری کو مستقبل میں بدستور مشکلات کا سامنا رہے گا۔ بڑھتے ہوئے دباؤ کے تناظر میں ویلیو ایڈیڈ مصنوعات پر اسٹریٹجک توجہ دینا نہایت ضروری ہے جس سے مارجن میں بہتر آسکتی ہے۔ انتظامیہ ویلیو ایڈیڈ سیگمنٹ میں توسیع کیلئے پرعزم ہے اور عالمی مارکیٹ میں اپنی مسابقت برقرار رکھنے کیلئے عالمی صارفین کے ساتھ شراکت داریوں کو مضبوط بنانے کیلئے کوشاں ہے۔

اظہار تشکر

کمپنی کی انتظامیہ بورڈ آف ڈائریکٹرز، ریگولیٹری حکام، حصص یافتگان، صارفین، مالی اداروں، سپلائرز کی معاونت اور ملازمین اور ورکرز کی لگن اور انتھک محنت کیلئے ان سے داد تحسین کا اظہار کرتی ہے۔

بحکم بورڈ

ندیم عبداللہ	محمد عبداللہ
چیف ایگزیکٹو	چیئرمین / ڈائریکٹر

لاہور

مورخہ: 29 اکتوبر، 2025

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2025

	Note	Un-audited September 30, 2025	Audited June 30, 2025
		- - - - - Rupees - - - - -	
ASSETS			
Non-current assets			
Property, plant and equipment	4	27,088,644,987	26,433,773,204
Investment property		150,538,073	153,811,557
Long term investments		20,064,775,719	18,058,672,125
Long term loans and advances		149,526,721	61,178,437
Long term deposits		98,148,246	98,148,246
		47,551,633,746	44,805,583,569
Current assets			
Stores, spares and loose tools		803,663,455	885,592,506
Stock in trade		27,508,415,518	28,433,524,343
Trade debts		8,571,913,896	9,721,683,648
Loans and advances		237,093,626	201,919,917
Short term deposits and prepayments		236,042,751	153,208,672
Other receivables		1,520,859,214	1,577,571,950
Short term investments		8,908,018,092	7,031,015,869
Tax refunds due from Government		4,224,260,987	3,412,026,926
Cash and bank balances		155,236,468	153,387,486
		52,165,504,007	51,569,931,317
Total assets		99,717,137,753	96,375,514,886
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			
21,689,791 ordinary shares of Rs.10 each		216,897,910	216,897,910
Reserves		46,413,805,635	42,530,122,429
Total equity		46,630,703,545	42,747,020,339
Liabilities			
Non-current liabilities			
Long term loan and other payables		15,721,478,287	16,254,979,207
Lease liabilities		120,995,844	120,813,263
Deferred income - Government grant		154,769,537	169,620,752
Staff retirement benefit - gratuity		870,677,567	832,934,148
Deferred tax liability		1,772,139,688	940,906,510
		18,640,060,923	18,319,253,880
Current liabilities			
Trade and other payables		10,977,258,991	9,912,351,480
Contract liabilities		1,712,433,362	1,722,396,530
Accrued mark-up		610,920,900	771,368,299
Short-term borrowings		17,902,036,858	19,596,928,908
Current portion of long-term liabilities		3,241,460,195	3,303,930,595
Unclaimed dividend		2,262,979	2,264,855
		34,446,373,285	35,309,240,667
Total liabilities		53,086,434,208	53,628,494,547
Contingencies and commitments	5		
Total equity and liabilities		99,717,137,753	96,375,514,886

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

Chief Executive Officer	Chairman / Director	Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	Note	September 30, 2025	September 30, 2024
		- - - - - Rupees - - - - -	
Net turnover	6	**21,983,703,790**	23,559,078,118
Cost of sales	7	**(19,460,429,921)**	(19,790,546,414)
Gross profit		**2,523,273,869**	3,768,531,704
Distribution cost		**(1,002,036,866)**	(831,494,692)
Administrative expenses		**(306,288,267)**	(266,785,622)
Other operating expenses		**(37,367,381)**	(105,215,307)
Other income		**1,342,680,607**	325,255,539
Profit from operations		**2,520,261,962**	2,890,291,622
Finance cost		**(956,768,446)**	(1,281,324,102)
Profit before revenue tax, income tax and levy		**1,563,493,516**	1,608,967,520
Revenue and levy taxes		**(351,118,692)**	(56,447,437)
Profit before income tax		**1,212,374,824**	1,552,520,083
Income tax expense		**(312,221,964)**	(518,965,161)
Profit for the period		**900,152,860**	1,033,554,922
Earnings per share			
- basic and diluted		**41.50**	47.65

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

Chief Executive Officer	Chairman / Director	Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	September 30, 2025	September 30, 2024
	----- Rupees -----	
Profit after taxation	**900,152,860**	1,033,554,922
Other comprehensive income:		
Items that will be reclassified to statement of profit or loss subsequently		
Forward foreign currency contracts		
Net gain on remeasurement of forward foreign currency contracts	**151,069,519**	11,161,058
Items that will not be reclassified to statement of profit or loss subsequently		
Unrealised gain / (loss) on equity instruments at fair value through other comprehensive income	**3,606,151,536**	(525,293,229)
Impact of deferred tax	**(770,138,859)**	138,992,388
	2,836,012,677	(386,300,841)
Exchange difference on translation of foreign investment	**(5,241,143)**	-
Realised gain on sale of investment at fair value through other comprehensive income	**1,689,293**	454,410,017
Other comprehensive income for the period	**2,983,530,346**	79,270,234
Total comprehensive income for the period	**3,883,683,206**	1,112,825,156

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

Chief Executive Officer **Chairman / 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									Total
		Capital					Revenue			Sub-total	
		Share Premium	Fixed assets replacement	Capital reserve against capacity expansions and long term investments	Exchange gain / (loss) on translation of foreign Investment	Fair value reserve of financial asset at fair value through OCI	Cash flow hedge reserve	General	Unappropriated profit		
	Rupees										
Balance as at July 01, 2024 (Audited)	216,897,910	782,796,090	65,000,000	-	-	1,459,803,448	60,421,094	1,330,000,000	33,001,934,741	36,699,955,373	36,916,853,283
Reclassification	-	-	-	30,730,000,000	-	-	-	(1,330,000,000)	(29,400,000,000)	-	-
Total comprehensive income for the for the period ended September 30, 2024											
Profit after taxation for the period	-	-	-	-	-	-	-	-	1,033,554,922	1,033,554,922	1,033,554,922
Other comprehensive income	-	-	-	-	-	68,109,176	11,161,058	-	-	79,270,234	79,270,234
	-	-	-	-	-	68,109,176	11,161,058	-	1,033,554,922	1,112,825,156	1,112,825,156
Reclassification adjustment of realised gain on sale of equity instrument at fair value through other comprehensive income	-	-	-	-	-	(454,410,017)	-	-	454,410,017	-	-
Balance as at September 30, 2024 (Un-audited)	**216,897,910**	**782,796,090**	**65,000,000**	**30,730,000,000**	**-**	**1,073,502,607**	**71,582,152**	**-**	**5,089,899,680**	**37,812,780,529**	**38,029,678,439**
Balance as at July 01, 2025 (Audited)	216,897,910	782,796,090	65,000,000	30,730,000,000	2,052,868	3,792,249,867	(48,027,018)	-	7,206,050,622	42,530,122,429	42,747,020,339
Total comprehensive income for the for the period ended September 30, 2025											
Profit after taxation for the period	-	-	-	-	-	-	-	-	900,152,860	900,152,860	900,152,860
Other comprehensive income	-	-	-	-	(5,241,143)	2,837,701,970	151,069,519	-	-	2,983,530,346	2,983,530,346
	-	-	-	-	(5,241,143)	2,837,701,970	151,069,519	-	900,152,860	3,883,683,206	3,883,683,206
Reclassification adjustment of realised gain on sale of equity instrument at fair value through other comprehensive income	-	-	-	-	-	(1,689,293)	-	-	1,689,293	-	-
Balance as at September 30, 2025 (Un-audited)	**216,897,910**	**782,796,090**	**65,000,000**	**30,730,000,000**	**(3,188,275)**	**6,628,262,544**	**103,042,501**	**-**	**8,107,892,775**	**46,413,805,635**	**46,630,703,545**

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

Chief Executive Officer | **Chairman / Director** | **Chief Financial Officer**

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	Note	September 30, 2025	September 30, 2024
		----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	8	**5,255,032,395**	2,417,098,067
Long term loans, advances and deposits- net		**(88,348,284)**	(12,093,921)
Finance cost paid		**(1,111,456,878)**	(1,388,089,753)
Staff retirement benefits - gratuity paid		**(59,839,321)**	(33,229,949)
Taxes paid		**(1,422,452,824)**	(748,839,814)
Net cash generated from operating activities		**2,572,935,088**	234,844,630
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditures		**(1,257,138,895)**	(966,759,283)
Purchase of equity instruments		**(116,479,830)**	(995,770,099)
Proceeds from disposal of operating fixed assets		**16,986,689**	6,000,423
Investments in subsidiaries		**(248,295,000)**	(250,000,000)
Proceeds from sale of equity instruments		**82,215,848**	950,011,464
Dividend income received		**1,187,979,798**	252,789,746
Interest income received		**1,198,159**	4,645,641
Rental income received		**55,034,596**	51,984,510
Net cash used in investing activities		**(278,498,635)**	(947,097,598)
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term borrowings - net		**(1,694,892,050)**	1,360,668,960
Proceeds from long term loans		**314,715,455**	-
Repayment of long term loans		**(901,787,105)**	(638,063,706)
Repayment of lease liabilities		**(10,621,895)**	(10,171,496)
Dividend paid		**(1,876)**	-
Net cash (used in) / generated from financing activities		**(2,292,587,471)**	712,433,758
Net increase in cash and cash equivalents		**1,848,982**	180,790
Cash and cash equivalents - at beginning of the period		**153,387,486**	330,173,801
Cash and cash equivalents - at end of the period		**155,236,468**	330,354,591

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

Chief Executive Officer	Chairman / 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 Textile Mills Limited (the Company) was incorporated in Pakistan on March 11, 1969 as a public limited company under the Companies Act, 1913 (now the Companies Act, 2017). The shares of the Company are listed on Pakistan Stock Exchange.

The Company is principally engaged in manufacturing and sale of yarn, fabrics, home textile products, finishing, stitching and printing of fabrics. Following are the business units of the Company along with their respective locations:

Business unit	Location
Registered Office	
Karachi	212, Cotton Exchange Building, I. I. Chundrigar Road, Karachi.
Lahore Office	4th Floor Tricon Corporate Center, 73-E Main Jail Road, Gulberg II, Lahore.
Production Plants	
Spinning	A-17,SITE, Kotri.
Spinning	A-84,SITE Area, Nooriabad.
Spinning	63/64-KM, Multan Road, Jumber Khurd,Chunian, District Kasur.
Spinning	1.5-KM, Warburtan Road, Feroze Wattoan, Sheikhupura.
Weaving, Yarn Dyeing, Printing, Processing, Home Textile and stitching	2-KM, Warburtan Road, Feroze Wattoan, Sheikhupura.
Stitching	1.5-KM Off, Defence Road, Bhubtian Chowk, Raiwind Road, Lahore

2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

2.1 Statement of compliance

2.1.1 These unconsolidated 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 Standards (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board ('IASB') as notified under the Companies Act, 2017 (the Act);
- Provisions of and directives issued under the Act; and

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

These unconsolidated condensed interim financial statements does not include all the information and disclosures as required in an annual audited financial statements, and these should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2024. These unconsolidated condensed interim financial statements are being submitted to the shareholders as required by the section 237 of the Companies Act, 2017.

2.1.2 These are separate financial statements, where the investment in subsidiaries and associates is shown at cost less impairment (if any); consolidated financial statements are separately presented.

2.2 Standards, amendments to approved accounting standards effective in current period and are relevant

Certain standards, amendments and interpretations to IFRSs are effective for accounting periods beginning on July 01, 2025 but are considered not to be relevant or to have any significant effect on the Company’s operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these unconsolidated condensed interim financial statements.

2.3 Standards, amendments to approved accounting standards and interpretations that are not yet effective and have not been early adopted by the Company

There are certain standards, amendments to the accounting standards and interpretations that are not effective for accounting periods beginning on July 01, 2025 but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not detailed in these unconsolidated condensed interim financial statements.

2.4 Accounting policies

All the accounting policies and the methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of audited annual financial statements for the year ended June 30, 2025.

3. ACCOUNTING ESTIMATES AND JUDGMENTS

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

In preparing these unconsolidated condensed interim financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the audited annual financial statements for the year ended June 30, 2025.

	Note	Un-audited September 30, 2025	Audited June 30, 2025
		----- Rupees -----	
4. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	4.1	**24,758,190,272**	24,382,916,014
Right-of-use asset		**116,135,072**	123,203,852
Capital work-in-progress	4.2	**2,214,319,643**	1,927,653,338
		27,088,644,987	26,433,773,204
4.1 Operating fixed assets			
Net book value at beginning of the period / year		**24,382,916,014**	23,524,817,361
Additions during the period / year	4.1.1	**970,472,590**	3,389,503,454
Disposals during the period / year	4.1.1	**(9,415,466)**	(128,001,479)
Depreciation charge for the period / year		**(585,782,866)**	(2,403,403,322)
Net book value at end of the period / year		**24,758,190,272**	24,382,916,014

4.1.1 Additions to and disposals of operating fixed assets, including transfer from capital work-in-progress, during the period / year:

	Un-audited September 30, 2025		Audited June 30, 2025	
	Addition Cost	**Disposal Book Value**	Addition Cost	Disposal Book Value
	- - - - - - - - - - - - - - - Rupees - - - - - - - - - - - - - - -			
Free hold land	-	-	20,035,868	-
Lease hold land	-	-	-	6,915,875
Buildings on free-hold land :				
- Factory building	**345,082,485**	-	153,887,907	-
- Labour, staff colony and others	**96,854,572**	-	307,616,455	-
Buildings on lease-hold land :				
- Factory building	**2,511,000**	-	3,757,050	-
- Labour, staff colony and others	-	-	76,630,421	-
Plant and machinery	**394,470,746**	**6,628,645**	2,376,114,161	95,290,097
Electric installation	**540,000**	-	33,439,629	342,819
Equipment :				
- Electric	**10,315,348**	-	23,450,528	2,556,412
- Office	-	-	3,844,477	116,413
- Mills	**41,434,127**	-	55,681,227	51,915
Computer	**10,534,072**	**1,085,029**	50,087,554	1,591,642
Furniture & fixtures	**37,751,740**	-	69,747,787	-
Vehicles	**30,978,500**	**1,701,792**	215,210,390	21,136,306
	970,472,590	**9,415,466**	3,389,503,454	128,001,479

	Un-audited September 30, 2025	Audited June 30, 2025
	- - - - - Rupees - - - - -	
4.2 Capital work-in-progress		
Civil works and buildings	**660,471,967**	723,331,940
Plant and machinery {including in transit aggregating Rs.398.616 million (June 30, 2025: Rs.49.465 million)}	**1,553,847,676**	1,202,778,898
Furniture and fixtures	**-**	1,542,500
	2,214,319,643	1,927,653,338

5. CONTINGENCIES AND COMMITMENTS

5.1 Contingencies

5.1.1 There are no contingencies to be reported as at September 30, 2025 and June 30, 2025.

5.2 Commitments

5.2.1 Guarantees aggregating Rs.3,279.939 million (June 30, 2025: Rs.3,179.939 million) have been issued by banks of the Company.

5.2.2 Post dated Cheques have been issued to Collector of Customs as an indemnity to adequately discharge the liabilities for taxes and duties leviable on imports. As at September 30, 2025 the value of these cheques amounted to Rs.10,136.370 million (June 30, 2025: Rs.10,159.126 million).

5.2.3 There is no change in status of the commitments as disclosed in note 32.2.3 to 32.2.5 of the audited annual financial statements of the Company for the year ended 30 June 2025.

	Un-audited September 30, 2025	Audited June 30, 2025
	- - - - - Rupees - - - - -	
5.2.4 Commitments in respect of:		
- letters of credit for capital expenditure	**1,590,321,484**	538,278,071
- letters of credit for raw materials, stores, spare parts and chemicals	**1,608,092,653**	2,749,598,603
- capital expenditure other than letters of credit	**479,456,379**	220,064,994
- forward foreign currency contracts	**8,694,938,538**	4,190,219,763

6. NET TURNOVER

Revenue from contracts with respect to type of goods and services and geographical market is presented below:

For The First Quarter Ended - *Un-audited*

	Export Sales		**Local Sales**		**Total**	
	September 30,		**September 30,**		**September 30,**	
	2025	2024	**2025**	2024	**2025**	2024
	-----Rupees-----					
Yarn	**1,567,676,539**	1,612,277,447	**6,960,148,989**	8,519,781,511	**8,527,825,528**	10,132,058,958
Fabric	**5,089,084,594**	5,554,005,383	**2,191,151,481**	1,690,741,398	**7,280,236,075**	7,244,746,781
Home textile products / Garments	**4,963,361,533**	4,287,199,906	**58,660,934**	542,031,717	**5,022,022,467**	4,829,231,623
Raw material	**-**	-	**49,953,538**	20,702,679	**49,953,538**	20,702,679
Waste	**-**	-	**237,170,235**	256,678,050	**237,170,235**	256,678,050
Processing income	**-**	-	**845,056,308**	1,044,124,520	**845,056,308**	1,044,124,520
	11,620,122,666	11,453,482,736	**10,342,141,485**	12,074,059,875	**21,962,264,151**	23,527,542,611
Export rebate					**21,439,639**	31,535,507
					21,983,703,790	23,559,078,118

6.1 Revenue is recognized at point in time as per the terms and conditions of underlying contracts with customers.

	Note	Un-audited September 30, 2025	Un-audited September 30, 2024
		- - - - - Rupees - - - - -	
7. COST OF SALES			
Finished goods at beginning of the period		**6,926,961,315**	6,523,909,035
Cost of goods manufactured	7.1	**18,877,958,786**	19,188,794,746
Cost of raw materials sold		**52,990,842**	14,011,374
		18,930,949,628	19,202,806,120
		25,857,910,943	25,726,715,155
Finished goods at end of the period		**(6,397,481,022)**	(5,936,168,741)
		19,460,429,921	19,790,546,414
7.1 Cost of goods manufactured			
Work-in-process at beginning of the period		**1,844,583,487**	1,692,571,224
Raw materials consumed		**12,493,314,403**	12,712,986,871
Direct labour and other overheads		**6,344,965,257**	6,474,769,064
		18,838,279,660	19,187,755,935
		20,682,863,147	20,880,327,159
Work-in-process at end of the period		**(1,804,904,361)**	(1,691,532,413)
		18,877,958,786	19,188,794,746
8. CASH FLOWS FROM OPERATIONS			
Profit before revenue tax, income tax and levy		**1,563,493,516**	1,608,967,520
Adjustments for non-cash items:			
Depreciation on operating fixed assets		**585,782,866**	569,872,723
Depreciation on right-of-use asset		**7,068,780**	6,090,134
Depreciation of investment property		**3,273,484**	3,637,204
Amortisation of Government grant		**(18,705,376)**	(20,710,686)
Unwinding of lease liability		**5,758,967**	4,248,039
Gain on sale of operating fixed assets		**(3,140,826)**	-
Interest income		**(1,198,159)**	(4,645,641)
Dividend income		**(1,256,235,419)**	(243,789,746)
Provision for staff retirement benefits - gratuity		**97,582,740**	91,423,442
Provision for / (Reversal of provision) for stores, spares and loose tools		**5,961,303**	(1,039,872)
Provision against doubtful sales tax refundable		**7,972,426**	30,966,952
Unrealized exchange loss on translation of receivable		**8,930,000**	2,660,000
Finance cost		**951,009,479**	1,277,076,063
Rental income		**(55,583,300)**	(51,484,440)
Working capital changes	8.1	**3,353,061,914**	(856,173,625)
		5,255,032,395	2,417,098,067

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

8.1 Working capital changes

	2025	2024
Increase / (decrease) in current assets		
- stores, spares and loose tools	**75,967,748**	(224,093,377)
- stock-in-trade	**925,108,825**	(68,080,093)
- trade debts	**1,144,183,093**	(1,570,770,779)
- loans and advances	**(35,173,709)**	(134,855,807)
- trade deposits and short term prepayments	**(82,834,079)**	(93,839,302)
- other receivables	**217,248,547**	(55,632,850)
	2,244,500,425	(2,147,272,208)
Increase / (decrease) in current liabilities		
- trade and other payables	**1,118,524,657**	1,878,034,883
- contract liabilities	**(9,963,168)**	(586,936,300)
	1,108,561,489	1,291,098,583
	3,353,061,914	(856,173,625)

9. RELATED PARTY DISCLOSURES

9.1 Significant transactions with related parties are as follows:

	2025	2024
Subsidiaries:		
- sales / processing	**2,429,062,543**	2,374,503,128
- purchases	**-**	4,860,784
- investment made	**248,295,000**	250,000,000
- dividend income	**942,200,000**	-
- expenses charged to	**1,915,461**	4,387,976
- rental income	**51,997,500**	48,157,500
Associates:		
- sales / processing	**1,950,308,844**	1,552,605,769
- purchases / processing / rent	**158,735,157**	215,692,118
- expenses charged to	**29,183,579**	25,294,050
- mark-up charged by	**35,228,284**	49,677,666
- dividend received	**9,000,000**	18,000,000
- loans repaid - net	**97,593,611**	32,365,610
Others:		
- contribution to provident fund	**32,671,949**	29,417,609
- remuneration to key management personnel	**36,699,588**	29,832,224

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

10. FINANCIAL INSTRUMENTS

10.1 Financial instruments by Category

	Un-audited		
	As at September 30, 2025		
	Amortised cost	At fair value through OCI	Total
Financial assets as per statement of financial position	Rupees		
Long-term investments	**-**	**6,219,378,784**	**6,219,378,784**
Long-term loans and advances	**99,718,148**	**-**	**99,718,148**
Long-term deposits	**98,148,246**	**-**	**98,148,246**
Trade debts	**8,623,447,278**	**-**	**8,623,447,278**
Loans to employees	**121,382,654**	**-**	**121,382,654**
Trade deposits	**236,042,751**	**-**	**236,042,751**
Other receivables	**1,520,859,214**	**-**	**1,520,859,214**
Short-term investments	**-**	**8,908,018,092**	**8,908,018,092**
Cash and bank balances	**155,236,468**	**-**	**155,236,468**
	10,854,834,759	**15,127,396,876**	**25,982,231,635**

	Audited		
	As at June 30, 2025		
	Amortised cost	At fair value through OCI	Total
Financial assets as per statement of financial position	Rupees		
Long-term investments	-	4,461,570,190	4,461,570,190
Long-term loans and advances	61,178,437	-	61,178,437
Long-term deposits	98,148,246	-	98,148,246
Trade debts	9,773,217,030	-	9,773,217,030
Loans to employees	112,244,950	-	112,244,950
Trade deposits	153,208,672	-	153,208,672
Other receivables	1,577,571,950	-	1,577,571,950
Short-term investments	-	7,031,015,869	7,031,015,869
Cash and bank balances	153,387,486	-	153,387,486
	11,928,956,771	11,492,586,059	23,421,542,830

	Financial liabilities measured at amortised cost	
	Un-audited September 30, 2025	Audited June 30, 2025
	---- Rupees ----	
Financial liabilities as per statement of financial position		
Long-term loans and other payables	**15,721,478,287**	16,254,979,207
Deferred income - Government grant	**154,769,537**	169,620,752
Trade and other payables	**9,058,259,987**	8,054,711,132
Current portion of long-term liabilities	**3,241,460,195**	3,303,930,595
Unclaimed dividend	**2,262,979**	2,264,855
Short term borrowings	**17,902,036,858**	19,596,928,908
Accrued mark-up	**610,920,900**	771,368,299
	46,691,188,743	48,153,803,748

10.2 Fair value of financial instruments

Carrying values of the financial assets and financial liabilities approximate their fair values. Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

10.3 Fair value measurement of financial instruments

Fair value is the price that would be received upon sale of an asset or paid upon transfer of a liability in an orderly transaction between market participants at the measurement date. Underlying the definition of fair value is the presumption that the Company is a going concern and there is no intention or requirement to curtail materially the scale of its operation or to undertake a transaction on adverse terms.

The table below analyse financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

Quoted prices (unadjusted) in active markets for identical assets or liabilities [Level 1].

Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) [Level 2].

Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) [Level 3].

Level 1 financial assets: The Company's financial assets measured at fair value consists of level 1 financial assets amounting to Rs.14,957.103 million (June 30, 2025: Rs.11,317.051 million). The carrying values of other financial assets and liabilities reflected in the financial statements approximate their fair values.

Level 3 financial assets: The Company's financial assets measured at level 3 fair value amounts to Rs.178.755 million (June 30, 2025: Rs. 183.996 million).

Valuation techniques used to determine fair values

Level 1: The fair value of financial instruments traded in active markets is based on quoted market prices at the reporting date. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm’s length basis. These instruments are included in Level 1.

Level 2: The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. These valuation techniques maximize the use of observable market data where it is available and rely as little as possible on entity-specific estimates. If all significant inputs required to measure the fair value of 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.

11. CORRESPONDING FIGURES

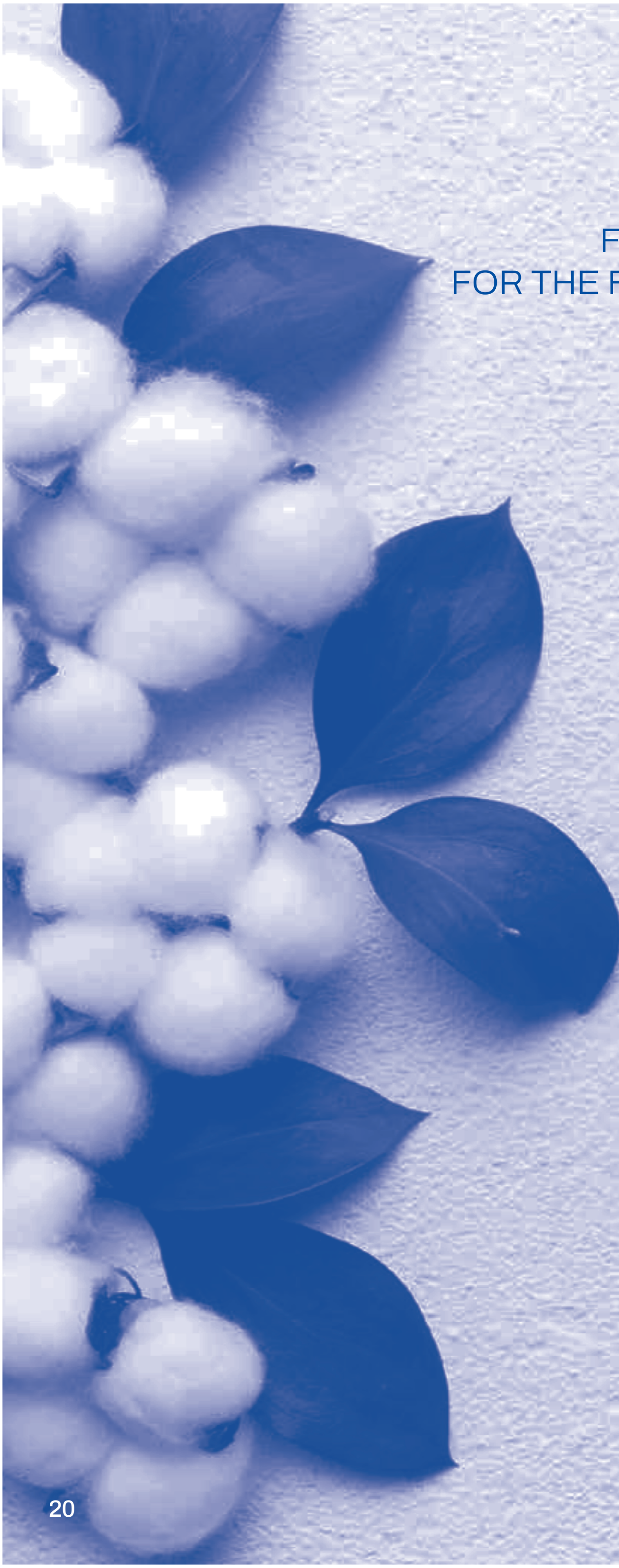
In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the unconsolidated condensed interim statement of financial position has been compared with the balances of audited annual financial statements of the Company for the year ended June 30, 2025, whereas, the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of other comprehensive income, unconsolidated condensed interim statement of cash flows and unconsolidated condensed interim statement of changes in equity have been compared with the balances of comparable period of condensed interim financial statements of the Company for the first quarter ended September 30, 2024.

Comparative information has been re-classified, re-arranged or additionally incorporated in these interim financial statements, where necessary, to facilities better comparison and to conform with the changes in presentation.

12. DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were approved by the Board of Directors and authorised for issue on October 29, 2025.

Chief Executive Officer	Chairman / Director	Chief Financial Officer



CONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

DIRECTORS' REPORT TO THE SHAREHOLDERS

On behalf of Board of Directors of Holding Company of, Sapphire Wind Power Company Limited, Sapphire Retail Limited, Triconboston Consulting Corporation (Private) Limited, Sapphire International APS, Designtex (SMC-Private) Limited, Sapphire Real Estate (Private) Limited, Sapphire Chemicals (Private) Limited, Sapphire Green Energy (Private) Limited, Creek Properties (Private) Limited, Sapphire Retail International Limited, Sapphire Retail Trading One Person Company L.L.C and Sapphire Retail US Corporation, it is our pleasure to present Directors' Report with un-audited Consolidated Financial Statements for the Quarter ended September 30, 2025.

Sapphire Wind Power Company Limited

The Company is 70% owned by Sapphire Textile Mills Ltd and 30% by Bank Alfalah Limited. The Company has set up a wind farm with capacity of 52.80 MW at Jhimpir which started Commercial operations in November 2015 – the project is operating following best industry practices and is yielding satisfactory results.

Sapphire Retail Limited

Sapphire Retail Limited (SRL) is a wholly owned subsidiary of Sapphire Textile Mills Limited. The principal business of SRL is to operate "Sapphire" brand retail outlets for the sale of textile and other products. SRL operates 51 retail outlets throughout the country and also has online presence through its e-store.

Tricon Boston Consulting Corporation (Private) Limited

Tricon Boston Consulting Corporation (Private) Limited is 57.125% owned by Sapphire Textile Mills Limited. The company was incorporated under the laws of Pakistan and operating 3 projects having capacity of 50 MW each in Jhimpir. All the three projects have successfully commenced commercial operation in September, 2018.

Sapphire International APS

Sapphire International APS is wholly owned subsidiary of Sapphire Textile Mills Limited and a limited liability Company incorporated in Denmark formed to strengthen exports.

Designtex SMC-Private Limited

Designtex SMC-Private Limited (the company) was incorporated as SMC Private Company limited by shares under Companies Act, 2017. It is wholly owned subsidiary of Sapphire Retail Limited which is wholly owned subsidiary of Sapphire Textile Mills Limited. The principal business of the company is manufacturing of textile and ancillary products.

Sapphire Real Estate (Private) Limited

Sapphire Real Estate (Private) Limited is a wholly owned subsidiary of Sapphire Textile Mills Limited and formed for the purpose of investment in real estate projects.

Sapphire Chemicals (Private) Limited

Sapphire Chemicals (Private) Limited is a wholly owned subsidiary company and formed for the purpose of manufacture and sale of chemical products. The company is in process of discussions with machinery suppliers and financial institutions to setup soda ash manufacturing facility with capacity of 220,000 tons per annum.

Sapphire Green Energy (Private) Limited

Sapphire Green Energy (Private) Limited, a wholly owned subsidiary, has been incorporated during the year 2023 with the purpose to make investment in Renewable Energy Projects.

Creek Properties (Private) Limited

Creek Properties (Private) Limited (the company) was incorporated as a private Company limited under Companies Act, 2017. Sapphire Real Estate (Private) Limited holds 65% shareholding of the company which is wholly owned subsidiary of Sapphire Textile Mills Limited. The principal business of the company is marketing and development of real estate projects.

Sapphire Retail International Limited

Sapphire Retail International Limited, a wholly owned subsidiary, has been incorporated with the purpose of textile retail operations in United Kingdom. The company has opened two retail outlets, one in Bradford and the other in Birmingham, United Kingdom.

Sapphire Retail Trading One Person Company L.L.C

Sapphire Retail Trading One Person Company L.L.C, a wholly owned subsidiary, has been incorporated with the purpose of textile retail operations in United Arab Emirates. The company has opened one retail outlet in Sharjah, United Arab Emirates.

Sapphire Retail US Corporation

Sapphire Retail US Corporation, a wholly owned subsidiary, has been incorporated with the purpose of textile retail operations in United States of America.

On behalf of the Board

NADEEM ABDULLAH
CHIEF EXECUTIVE
Lahore.
Dated: October 29, 2025

MOHAMMAD ABDULLAH
CHAIRMAN / DIRECTOR

کریک پراپرٹیز (پرائیویٹ) لمیٹڈ

کریک پراپرٹیز (پرائیویٹ) لمیٹڈ کو کمپنیز ایکٹ 2017 کے تحت پرائیویٹ لمیٹڈ کمپنی کے طور پر قائم کیا گیا۔ سفائر رئیل اسٹیٹ (پرائیویٹ) 65 فیصد حصص کی مالک ہے جو سفائر ٹیکسٹائل ملز لمیٹڈ کی مکمل طور پر ملکیتی ذیلی کمپنی ہے۔ کمپنی کی بنیادی کاروباری سرگرمی رئیل اسٹیٹ منصوبوں کی مارکیٹنگ اور تعمیر شامل ہے۔

سفائر ریٹیل انٹرنیشنل لمیٹڈ

سفائر ریٹیل انٹرنیشنل لمیٹڈ مکمل طور پر ملکیتی ذیلی کمپنی ہے جسے برطانیہ میں ٹیکسٹائل ریٹیل آپریشنز کے مقصد کے ساتھ قائم کیا گیا۔ کمپنی نے برطانیہ کے شہر بریڈفورڈ اور برمنگھم میں ایک ایک ریٹیل آؤٹ کھولا ہے۔

سفائر ریٹیل ٹریڈنگ ون پرسن کمپنی ایل ایل سی

سفائر ریٹیل ٹریڈنگ ون پرسن کمپنی ایل ایل سی مکمل طور پر ملکیتی ذیلی کمپنی ہے جسے متحدہ عرب امارات میں ٹیکسٹائل ریٹیل آپریشنز کے مقصد کے ساتھ قائم کیا گیا۔ کمپنی نے شارجہ، متحدہ عرب امارات میں ایک ریٹیل آؤٹ کھولا ہے۔

سفائر ریٹیل یو ایس کارپوریشن

سفائر ریٹیل یو ایس کارپوریشن مکمل طور پر ملکیتی ذیلی کمپنی ہے جسے ریاست ہائے متحدہ امریکہ میں قائم کیا گیا ہے جس کا مقصد ٹیکسٹائل ریٹیل آپریشنز کو دیکھنا ہے۔

بحکم بورڈ

ندیم عبداللہ
چیف ایگزیکٹو

محمد عبداللہ
چیئرمین / ڈائریکٹر

لاہور
مورخہ: 29 اکتوبر، 2025

Chief Executive Officer | **Chairman / Director** | **Chief Financial Officer**

حصص یافتگان کے لئے ڈائریکٹرز رپورٹ

سفائر ونڈ پاور کمپنی لمیٹڈ، سفائر ریٹیل لمیٹڈ، ٹرائیکون بوسٹن کنسلٹنگ کارپوریشن (پرائیویٹ) لمیٹڈ، سفائر انٹرنیشنل اے پی ایس، ڈیزائن ٹیکس (ایس ایم سی۔ پرائیویٹ) لمیٹڈ، سفائر رئیل اسٹیٹ (پرائیویٹ) لمیٹڈ، سفائر کیمیکلز (پرائیویٹ) لمیٹڈ، سفائر گرین انرجی (پرائیویٹ) لمیٹڈ، کریک پراپرٹیز (پرائیویٹ لمیٹڈ)، سفائر ریٹیل انٹرنیشنل لمیٹڈ، سفائر ریٹیل ٹریڈنگ ون پرسن کمپنی ایل ایل سی اور سفائر ریٹیل یو ایس کارپوریشن کی ہولڈنگ کمپنی کے بورڈ آف ڈائریکٹرز کی طرف سے 30 ستمبر، 2025 کو ختم ہونے والی سہ ماہی کیلئے ڈائریکٹرز کی رپورٹ کے ہمراہ غیر آڈٹ شدہ مالی گوشوارے پیش کرنا ہمارے لئے باعث مسرت ہے۔

سفائر ونڈ پاور کمپنی لمیٹڈ

کمپنی کی 70 فیصد ملکیت سفائر ٹیکسٹائل ملز لمیٹڈ کے پاس ہے اور 30 فیصد کا مالک بینک الفلاح لمیٹڈ ہے۔ کمپنی نے جھمپیر سندھ میں 52.80 ایم ڈبلیو گنجائش کا ایک ونڈ فارم قائم کیا ہے جس نے نومبر 2015ء میں کمرشل آپریشنز کا آغاز کر دیا ہے۔ پراجیکٹ صنعت کے حسب ذیل بہترین کارکردگی کے ساتھ اطمینان بخش نتائج کا حامل ہے۔

سفائر ریٹیل لمیٹڈ

سفائر ریٹیل لمیٹڈ (ایس آر ایل) سفائر ٹیکسٹائل ملز لمیٹڈ کا ملکیتی ذیلی ادارہ ہے جس کی بنیادی کاروباری سرگرمی ''سفائر'' برانڈز کے ملبوسات اور دیگر مصنوعات کو فروخت کرنا ہے۔ ایس آر ایل پاکستان میں ریٹیل آؤٹ لیٹس اور آن لائن اسٹورز کے ذریعے آپریٹ کرتی ہے۔ ایس آر ایل کے اس وقت ملک بھر میں 51 ریٹیل آؤٹ لیٹس ہیں۔

ٹرائیکون بوسٹن کنسلٹنگ کارپوریشن (پرائیویٹ) لمیٹڈ

ٹرائیکون بوسٹن کنسلٹنگ کارپوریشن (پرائیویٹ) لمیٹڈ کی 57.125 فیصد کی ملکیت سفائر ٹیکسٹائل ملز لمیٹڈ کے پاس ہے۔ کمپنی کو پاکستانی قوانین کے مطابق قائم کیا گیا جو جھمپیر سندھ میں 50 ایم ڈبلیو کے تین پراجیکٹ چلا رہی ہے۔ تینوں پراجیکٹس نے ستمبر، 2018 میں کمرشل آپریشن کامیابی سے آغاز کر دیا ہے۔

سفائر انٹرنیشنل اے پی ایس

سفائر انٹرنیشنل اے پی ایس، سفائر ٹیکسٹائل ملز لمیٹڈ کی ملکیتی ذیلی اور لمیٹڈ لائیبلیٹی کمپنی ہے جسے ڈنمارک میں برآمدات کو مضبوط بنانے کیلئے قائم کیا گیا۔

ڈیزائن ٹیکس ایس ایم سی۔ پرائیویٹ لمیٹڈ

ڈیزائن ٹیکس ایس ایم سی۔ پرائیویٹ لمیٹڈ کو کمپنیز ایکٹ 2017 کے تحت شیئرز کے ذریعے بطور ایس ایم سی پرائیویٹ کمپنی قائم کیا گیا۔ یہ کمپنی مکمل طور پر سفائر ریٹیل لمیٹڈ کی ملکیتی ذیلی کمپنی ہے جبکہ سفائر ریٹیل لمیٹڈ، سفائر ٹیکسٹائل ملز لمیٹڈ کی مکمل طور پر ملکیتی ذیلی کمپنی ہے۔ کمپنی کا بنیادی کاروبار ٹیکسٹائل اور متعلقہ مصنوعات کی تیاری ہے۔

سفائر رئیل اسٹیٹ (پرائیویٹ) لمیٹڈ

سفائر رئیل اسٹیٹ (پرائیویٹ) لمیٹڈ، سفائر ٹیکسٹائل ملز لمیٹڈ کی مکمل طور پر ملکیتی ذیلی کمپنی ہے جسے رئیل اسٹیٹ کے منصوبوں میں سرمایہ کاری کرنے کے مقصد کیلئے قائم کیا گیا ہے۔

سفائر کیمیکلز (پرائیویٹ) لمیٹڈ

سفائر کیمیکلز (پرائیویٹ) لمیٹڈ مکمل طور پر ملکیتی ذیلی کمپنی ہے جسے کیمیکل مصنوعات کی تیاری اور فروخت کے مقصد کیلئے قائم کیا گیا ہے۔ کمپنی کا 220,000 ٹن سالانہ گنجائش کی حامل سوڈا ایش مینوفیکچرنگ فیکٹری کے قیام کیلئے مشینری سپلائرز اور مالیاتی اداروں کے ساتھ بات چیت کا عمل جاری ہے۔

سفائر گرین انرجی (پرائیویٹ) لمیٹڈ

سفائر گرین انرجی (پرائیویٹ) لمیٹڈ مکمل طور پر ملکیتی ذیلی کمپنی ہے جسے سال 2023 کے دوران قابل تجدید انرجی منصوبوں میں سرمایہ کاری کرنے کے مقصد کے تحت قائم کیا گیا۔

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2025

	Note	Un-audited September 30, 2025	Audited June 30, 2025
		- - - - - Rupees - - - - -	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	88,983,302,450	89,753,201,787
Investment property		1,644,511,554	1,644,567,641
Intangible assets		461,050,453	462,887,168
Exploration and evaluation assets		135,428,274	135,428,274
Long-term investments		8,879,502,054	7,065,858,068
Long-term loans and advances		152,359,689	66,665,011
Long-term deposits		234,158,405	224,723,128
		100,490,312,879	99,353,331,077
CURRENT ASSETS			
Stores, spares and loose tools		1,117,368,346	1,196,630,130
Stock in trade		39,996,814,145	42,874,980,902
Trade debts		20,596,287,060	22,847,820,047
Loans and advances		371,616,863	319,352,919
Trade deposits and short term prepayments		464,006,734	337,525,221
Other receivables		2,889,470,719	3,047,688,935
Short-term investments		9,163,639,340	7,286,637,117
Tax refunds due from Government		5,779,331,590	5,456,638,983
Cash and bank balances		19,441,035,707	19,411,721,135
		99,819,570,504	102,778,995,389
TOTAL ASSETS		200,309,883,383	202,132,326,466
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital 35,000,000 ordinary shares of Rs.10 each		350,000,000	350,000,000
Issued, subscribed and paid-up capital 21,689,791 ordinary shares of Rs.10 each		216,897,910	216,897,910
Reserves		80,959,973,257	74,947,632,741
Equity attributable to equity holders of the parent		81,176,871,167	75,164,530,651
Non-controlling interest		23,816,827,115	22,618,917,226
TOTAL EQUITY		104,993,698,282	97,783,447,877
NON-CURRENT LIABILITIES			
Long-term loans and other payables		34,526,383,784	38,055,329,359
Lease liabilities		3,254,395,213	3,472,238,576
Deferred income - Government grant		154,769,537	169,620,752
Deferred tax liability		1,317,228,921	481,397,794
Staff retirement benefits - gratuity		1,003,398,055	944,933,052
		40,256,175,510	43,123,519,533
CURRENT LIABILITIES			
Trade and other payables		21,005,242,350	23,508,335,673
Contract liabilities		1,741,844,131	1,780,955,845
Accrued mark-up		767,122,995	950,759,085
Short-term borrowings		19,192,575,699	21,561,623,899
Current portion of long-term liabilities		12,174,561,437	13,421,419,699
Unclaimed / unpaid dividend		178,662,979	2,264,855
		55,060,009,591	61,225,359,056
TOTAL LIABILITIES		95,316,185,101	104,348,878,589
CONTINGENCIES AND COMMITMENTS	5		
TOTAL EQUITY AND LIABILITIES		200,309,883,383	202,132,326,466

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

Chief Executive Officer	Chairman / Director	Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	Note	September 30, 2025	September 30, 2024
		----- Rupees -----	
Net turnover	6	**39,071,196,224**	38,454,630,175
Cost of sales	7	**(28,472,076,924)**	(27,809,248,062)
Gross profit		**10,599,119,300**	10,645,382,113
Distribution cost		**(2,599,674,624)**	(2,170,726,259)
Administrative expenses		**(809,254,183)**	(732,882,382)
Other operating expenses		**(55,830,113)**	(128,967,197)
Other income		**604,520,907**	624,023,834
Profit from operations		**7,738,881,287**	8,236,830,109
Finance cost		**(1,978,511,612)**	(2,638,601,045)
Share of profit of associated companies		**28,615,607**	40,358,297
Profit before revenue tax, income tax and levy		**5,788,985,282**	5,638,587,361
Revenue and levy taxes		**(351,118,692)**	(56,447,437)
Profit before income tax		**5,437,866,590**	5,582,139,924
Income tax expense		**(555,553,998)**	(736,340,709)
Profit after taxation for the period		**4,882,312,592**	4,845,799,215
Attributable to:			
Equity holders of the parent		**2,998,402,703**	3,402,159,247
Non-controlling interest		**1,883,909,889**	1,443,639,968
		4,882,312,592	4,845,799,215
Earnings per share			
- basic and diluted		**138.24**	156.86

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

Chief Executive Officer | **Chairman / Director** | **Chief Financial Officer**

CONSOLIDATED CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	September 30, 2025	September 30, 2024
	----- Rupees -----	
Profit after taxation for the period	**4,882,312,592**	4,845,799,215
Other comprehensive income:		
Items to be reclassified to statement of profit or loss subsequently:		
Net gain on remeasurement of forward foreign currency contracts	**151,069,519**	11,161,058
Unrealised gain on remeasurement of forward foreign currency contracts of - associates	**897,837**	149,533
	151,967,356	11,310,591
Items not be reclassified to statement of profit or loss subsequently:		
Unrealised gain / (loss) on equity instruments at fair value through other comprehensive income	**3,606,151,536**	(525,293,211)
Impact of deferred tax	**(770,138,859)**	138,992,388
	2,836,012,677	(386,300,823)
Unrealised gain on equity instruments at fair value through other comprehensive income - associates	**40,936,412**	1,361,251
Exchange difference on translation of foreign operations	**(16,346,196)**	24,803,487
Realised gain on sale of investment at fair value through comprehensive income	**1,689,293**	454,410,004
	2,878,638,382	69,470,432
Other comprehensive income for the period	**3,014,259,542**	105,584,510
Total comprehensive income for the period	**7,896,572,134**	4,951,383,725
Attributable to:		
Equity holders of the parent	**6,012,662,245**	3,507,743,757
Non- controlling interest	**1,883,909,889**	1,443,639,968
	7,896,572,134	4,951,383,725

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

Chief Executive Officer | **Chairman / Director** | **Chief Financial Officer**

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	Share Capital	Reserves										
		Capital					Revenue			Sub - total	Non-Controlling Interest	Total
		Share Premium	Fixed Assets Replacement	Capital reserve against capacity expansions and long term	Fair value reserve of financial asset at fair value through OCI	Unrealized gain/(loss) on translation of foreign operations	Cash flow hedge reserve	General reserves	Unappropriated profit			
	-- Rupees --											
Balance as at July 01, 2024 (audited)	216,897,910	782,796,090	65,000,000	-	1,463,138,294	315,839,718	61,986,797	1,330,000,000	59,251,417,488	63,270,178,387	20,176,661,419	83,663,737,716
Total comprehensive income for the first quarter ended September 30, 2024												
Profit after taxation for the period	-	-	-	-	-	-	-	-	3,402,159,247	3,402,159,247	1,443,639,968	4,845,799,215
Other comprehensive (loss) / income for the period	-	-	-	-	69,470,432	24,803,487	11,310,591	-	-	105,584,510	-	105,584,510
	-	-	-	-	69,470,432	24,803,487	11,310,591	-	3,402,159,247	3,507,743,757	1,443,639,968	4,951,383,725
Reclassification adjustment of realised gain on sale of equity instrument at fair value through other comprehensive income	-	-	-	-	(454,410,004)	-	-	-	454,410,004	-	-	-
Share of decrease in reserves of associated companies under equity method	-	-	-	-	-	-	-	-	(163,461)	(163,461)	-	(163,461)
Balance as at September 30,2024 (Un-audited)	**216,897,910**	**782,796,090**	**65,000,000**	**-**	**1,078,198,722**	**340,643,205**	**73,297,388**	**1,330,000,000**	**63,107,823,278**	**66,777,758,683**	**21,620,301,387**	**88,614,957,980**
Balance as at July 01, 2025 (audited)	216,897,910	782,796,090	65,000,000	30,730,000,000	3,831,996,267	398,048,516	(46,691,254)	-	39,186,483,122	74,947,632,741	22,618,917,226	97,783,447,877
Transactions with owners:												
Final dividend for the year ended June 30, 2025 @ Rs.1.924 per share - TBCL	-	-	-	-	-	-	-	-	-	-	(686,000,000)	(686,000,000)
Total comprehensive income for the first quarter ended September 30, 2025												
Profit after taxation for the period	-	-	-	-	-	-	-	-	2,998,402,703	2,998,402,703	1,883,909,889	4,882,312,592
Other comprehensive income for the period	-	-	-	-	2,878,638,382	(16,346,196)	151,967,356	-	-	3,014,259,542	-	3,014,259,542
	-	-	-	-	2,878,638,382	(16,346,196)	151,967,356	-	2,998,402,703	6,012,662,245	1,883,909,889	7,896,572,134
Reclassification adjustment of realised gain on sale of equity instrument at fair value through other comprehensive income	-	-	-	-	(1,689,293)	-	-	-	1,689,293	-	-	-
Share of decrease in reserves of associated companies under equity method	-	-	-	-	-	-	-	-	(321,729)	(321,729)	-	(321,729)
Balance as at September 30,2025 (Un-audited)	**216,897,910**	**782,796,090**	**65,000,000**	**30,730,000,000**	**6,708,945,356**	**381,702,320**	**105,276,102**	**-**	**42,186,253,389**	**80,959,973,257**	**23,816,827,115**	**104,993,698,282**

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

Chief Executive Officer | **Chairman / Director** | **Chief Financial Officer**

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	Note	September 30, 2025	September 30, 2024
		- - - - - Rupees - - - - -	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	8	**12,229,066,529**	10,047,088,145
Long term loans, advances and deposits - net		**(95,129,955)**	(34,835,889)
Finance cost paid		**(2,029,701,308)**	(2,678,012,063)
Staff retirement benefits - gratuity paid		**(59,839,321)**	(33,229,949)
Taxes paid		**(1,182,832,352)**	(1,103,152,774)
Net cash generated from operating activities		**8,861,563,593**	6,197,857,470
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		**(1,128,948,680)**	(1,330,078,904)
Purchase of equity instruments		**(116,479,830)**	(995,770,115)
Exploration and evaluation expenditure		**-**	(4,500,000)
Dividend received from associate		**9,000,000**	18,000,000
Proceeds from disposal of operating fixed assets		**15,802,660**	6,526,453
Proceeds from sale of equity instruments		**82,215,848**	950,011,464
Dividend received		**236,779,798**	234,789,746
Rent received		**3,037,096**	3,827,010
Interest received		**264,524,498**	362,116,777
Net cash used in investing activities		**(634,068,610)**	(755,077,569)
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term borrowings - net		**(2,368,639,183)**	1,392,923,888
Repayment of long term loans		**(5,176,131,462)**	(4,093,003,477)
Proceed from long term loans		**314,715,455**	130,287,500
Exchange (loss) / gain on translation of foreign subsidiaries		**(11,496,752)**	6,648,159
Lease liabilities repayments		**(447,026,593)**	(319,912,751)
Dividend paid		**(509,601,876)**	(330,750,000)
Net cash used in financing activities		**(8,198,180,411)**	(3,213,806,681)
Net increase in cash and cash equivalents		**29,314,572**	2,228,973,220
Cash and cash equivalents at the beginning of the period		**19,411,721,135**	17,533,563,165
Cash and cash equivalents at the end of the period		**19,441,035,707**	19,762,536,385

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

Chief Executive Officer | **Chairman / 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

Sapphire Textile Mills Limited (the Holding Company) was incorporated in Pakistan on 11 March 1969 as a public limited company under the Companies Act, 1913 (now the Companies Act, 2017). The shares of the Company are listed on Pakistan Stock Exchange.

The Holding Company is principally engaged in manufacturing and sale of yarn, fabrics, home textile products, finishing, stitching and printing of fabrics. Following are the business units of the Holding Company along with their respective locations:

Business unit	Location
Registered Office	
Karachi	212, Cotton Exchange Building, I. I. Chundrigar Road, Karachi.
Lahore Office	4th Floor Tricon Corporate Center, 73-E Main Jail Road, Gulberg II, Lahore.
Production Plants	
Spinning	A-17,SITE, Kotri.
Spinning	A-84,SITE Area, Nooriabad.
Spinning	63/64-KM, Multan Road, Jumber Khurd,Chunian, District Kasur.
Spinning	1.5-KM, Warburtan Road, Feroze Wattoan, Sheikhupura.
Weaving, Yarn Dyeing, Printing, Processing, Home Textile and stitching	2-KM, Warburtan Road, Feroze Wattoan, Sheikhupura.
Stitching	1.5-KM Off, Defence Road, Bhubtian Chowk, Raiwind Road, Lahore

1.1 The Group consists of:

- Sapphire Textile Mills Limited (the Holding Company)

	Subsidiary Companies	% of shareholding
(i)	Sapphire Retail Limited - (SRL)	100%
(ii)	Sapphire Wind Power Company Limited - (SWPCL)	70%
(iii)	Tricon Boston Consulting Corporation (Private) Limited - (TBCL)	57.125%
(iv)	Sapphire International Aps	100%
(v)	Sapphire Real Estate (Pvt.) Limited. - (SRESL)	100%
(vi)	Sapphire Chemicals (Pvt.) Limited - (SCPL)	100%
(vii)	Sapphire Green Energy (Pvt.) Limited - (SGEL)	100%
(viii)	Creek Properties (Pvt.) Limited - (Subsidiary of SRESL) (CRPL)	65%
(ix)	DesignTex (SMC-Pvt.) Limited - (Subsidiary of SRL) (DTL)	100%
(x)	Sapphire Retail Trading One Person Company L.L.C	100%
(xi)	Sapphire Retail International Limited	100%
(xii)	Sapphire Retail US Corporation	100%

i) Sapphire Retail Limited (SRL) was incorporated in Pakistan as an unlisted public Company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017) on June 11, 2014. Its registered office is situated at 7 A/K Main Boulevard, Gulberg-II, Lahore. The principal business of SRL is to operate “Sapphire” brand retail outlets for the sale of textile and other products. SRL is principally engaged in carrying out a business of trading of textile products that includes buying, selling, import and export of textile and other allied products. SRL operates through retail outlets in Pakistan and e-stores. SRL operates 51 retail outlets throughout the country.

ii) Sapphire Wind Power Company Limited (SWPCL) was incorporated in Pakistan as a public Company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017) on 27 December 2006. Its registered office is located at 212, Cotton Exchange Building, I.I. Chundrigar Road, Karachi and the its wind power plant has been set up at Jhimpir, District Thatta, Sindh on land that is leased to the Company by Alternative Energy Development Board ('AEDB'), Government of Pakistan.

SWPCL's principal objective is to carry on the business of supplying general electric power and to setup and operate wind power generation projects to generate, accumulate, distribute and supply electricity.

It has set up a wind power station of 52.80 MW gross capacity at the abovementioned location and achieved Commercial Operations Date ('COD') on November 22, 2015. It has an Energy Purchase Agreement ('EPA') with its sole customer, Central Power Purchasing Agency Guarantee Limited ('CPPAGL') for twenty years which commenced from the COD.

iii) Triconboston Consulting Corporation (Private) Limited (TBCL) was incorporated in Pakistan as a private Company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017) on 13 August 2012. Its principle objective is to carry on the business of supplying general electric power and to setup and operate wind power generation projects to generate, accumulate, distribute and supply electricity. Its registered office is located at 212, Cotton Exchange Building, I. I. Chundrigar Road, Karachi.

TBCL has set up three wind power station of each 49.735 MW gross capacity at Deh, Kohistan 7/1 Tapo Jhimpir, Taluka and District Thatta in the province of Sindh measuring 3,852 acres. It has achieved Commercial Operations Date ('COD') on 16 August 2018, 14 December 2018 and 11 December 2018 by Project A, B and C respectively (collectively defined as 'Projects'). It has also signed three Energy Purchase Agreement ('EPA') with its sole customer for its Projects, Central Power Purchaser Agency (Guarantee) Limited ('CPPA-G') for twenty years which commenced from the COD.

iv) Sapphire International Aps a limited liability Company was incorporated on 27 August 2019 in Denmark is formed to strengthen exports of the Holding Company and is engaged in selling textiles.

v) Sapphire Real Estate (Private) Limited is 100% owned subsidiary incorporated under the Companies Act, 2017 on October 12, 2021 with the purpose of investment in real estate projects. The registered office of the Company is situated at 7-A/K, Main Boulevard, Gulberg II, Lahore.

vi) Sapphire Chemicals (Private) Limited is a wholly owned subsidiary incorporated on 04 June, 2022 under the Companies Act, 2017. The principal line of business of the Company is to manufacture and sale of chemical products.

vii) Sapphire Green Energy (Private) Limited a wholly owned subsidiary has been incorporated with the purpose to make investment in Renewable Energy Projects.

viii) Creek Properties (Private) Limited (the Company) was incorporated as a private limited Company under Companies Act, 2017. Sapphire Real Estate (Private) Limited holds 65% shareholding of the Company which is wholly owned subsidiary of Sapphire Textile Mills Limited. The principal business of the Company is marketing and development of real estate projects.

iX) Designtex (SMC-Private) Limited was incorporated in Pakistan on 6 February 2020 as a single member private company and is wholly owned subsidiary of Sapphire Retail Limited. The company is principally engaged in manufacturing of textile and ancillary products. The head office of the Company is located at 1.5KM, Defence Road, Bhobtian Chowk, Off Raiwind Road, Lahore.

x) Sapphire Retail International Limited, a wholly owned subsidiary, has been incorporated with the purpose of textile retail operations in United Kingdom.

xi) Sapphire Retail Trading One Person Company L.L.C, a wholly owned subsidiary, has been incorporated with the purpose of textile retail operations in United Arab Emirates.

xii) Sapphire Retail US Corporation, a wholly owned subsidiary, has been incorporated with the purpose of textile retail operations in United States of America.

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 These consolidated condensed interim financial information of the Group has 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 Standards (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

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

These consolidated condensed interim financial statements does not include all the information and disclosures as required in an annual audited financial statements, and these should be read in conjunction with the Group's annual audited financial statements for the year ended June 30, 2025. These consolidated condensed interim financial statements are being submitted to the shareholders as required by the section 237 of the Companies Act, 2017.

2.2 Standards, amendments to approved accounting standards effective in current period and are relevant

Certain standards, amendments and interpretations to IFRSs are effective for accounting periods beginning on July 01, 2025 but are considered not to be relevant or to have any significant effect on the Group’s operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these consolidated condensed interim financial statements.

2.3 Standards, amendments to approved accounting standards and interpretations that are not yet effective and have not been early adopted by the Group

There are certain standards, amendments to the accounting standards and interpretations that are not effective for accounting periods beginning on July 01, 2025 but are considered not to be relevant or to have any significant effect on the Group’s operations and are, therefore, not detailed in these consolidated condensed interim financial statements.

2.4 Accounting policies

All the accounting policies and the methods of computation adopted in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of audited annual financial statements for the year ended June 30, 2025.

3. ACCOUNTING ESTIMATES AND JUDGEMENTS

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

In preparing these consolidated condensed interim financial statements, the significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the audited annual financial statements for the year ended June 30, 2025.

	Note	Un-audited September 30, 2025	Audited June 30, 2025
		----- Rupees -----	
4. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	4.1	**82,778,737,992**	83,674,400,565
Right of use asset		**3,301,008,845**	3,545,057,057
Capital work-in-progress	4.2	**2,834,339,358**	2,464,527,909
Major spare parts and stand-by equipment		**69,216,256**	69,216,256
		88,983,302,450	89,753,201,787

	Note	Un-audited September 30, 2025	Audited June 30, 2025
		----- Rupees -----	
4.1 Operating fixed assets			
Net book value at beginning of the period / year		**83,674,400,565**	83,334,423,305
Cost of additions during the period / year	4.1.1	**1,043,133,395**	5,974,022,665
Net exchange (gain) / loss capitalised during the period / year		**(57,707,138)**	1,752,112,989
Disposals during the period / year	4.1.1	**(16,690,838)**	(150,163,041)
Depreciation during the period / year		**(1,864,397,992)**	(7,235,995,353)
Net book value at end of the period / year		**82,778,737,992**	83,674,400,565

4.1.1 Additions to and disposals of operating fixed assets, including transfer from capital work-in-progress during the period / year:

	Un-audited September 30, 2025		Audited June 30, 2025	
	Addition Cost	Disposal Book Value	Addition Cost	Disposal Book Value
	--------------- Rupees ---------------			
Free hold land	**26,611,792**	**-**	47,920,782	-
Lease hold land	**-**	**-**	-	6,915,875
On Freehold land:				
- Factory building	**345,082,485**	**-**	1,203,914,907	-
- Labour, staff colony and others	**96,854,572**	**-**	307,616,455	-
Buildings on Lease-hold land:				
- Factory building	**2,511,000**	**-**	3,757,050	-
- Labour, staff colony and others	**-**	**-**	76,630,421	-
- Leased building improvements	**3,249,353**	**1,167,781**	811,375,996	1,096,811
Plant and machinery	**398,344,788**	**6,628,645**	2,376,599,345	95,296,824
Electric installation	**1,394,500**	**-**	43,801,420	342,819
Equipment :				
- Electric	**19,079,125**	**2,055,408**	244,391,692	3,460,676
- Office	**-**	**-**	13,288,744	116,416
- Mills	**41,434,127**	**-**	55,681,227	51,915
Computer	**35,308,171**	**2,634,749**	167,959,254	18,488,140
Furniture and fixtures	**42,284,980**	**2,783,450**	337,689,185	3,257,258
Vehicles	**30,978,500**	**1,420,805**	283,396,188	21,136,307
	1,043,133,395	**16,690,838**	5,974,022,665	150,163,041

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	Un-audited September 30, 2025	Audited June 30, 2025
	- - - - - Rupees - - - - -	
4.2 Capital work-in-progress		
Civil works and buildings	**891,688,119**	898,471,786
Plant and machinery	**1,940,276,933**	1,564,513,623
Electric installations	**2,374,306**	-
Furniture and fixtures	**-**	1,542,500
	2,834,339,358	2,464,527,909

5. CONTINGENCIES AND COMMITMENTS

5.1 Contingencies

There is no change in status of the contingencies as disclosed in note 34.1 of the audited annual financial statements of the Group for the year ended 30 June 2025.

5.2 Commitments

5.2.1 Guarantees aggregating Rs.3,279.939 million (30 June 2025: Rs.3,179.939 million) have been issued by banks of the Group.

5.2.2 Post dated Cheques have been issued to Collector of Customs as an indemnity to adequately discharge the liabilities for taxes and duties leviable on imports. As at September 30, 2025 the value of these cheques amounted to Rs.10,136.370 million (June 30, 2025: Rs.10,159.126 million).

5.2.3 There is no change in status of the commitments as disclosed in note 34.2.3 to 34.2.7 of the audited annual financial statements of the Group for the year ended 30 June 2025.

	Un-audited September 30, 2025	Audited June 30, 2025
	- - - - - Rupees - - - - -	
5.2.4 Commitments in respect of:		
- letter of credit for capital expenditure	**1,590,321,484**	538,278,071
- letters of credit for raw materials, stores, spare parts and chemicals	**8,729,092,653**	10,286,472,358
- capital expenditure other than letters of credit	**479,456,379**	220,064,994
- forward foreign currency contracts	**8,694,938,538**	4,190,219,762

6. NET TURNOVER

Set out below is the disaggregation of the Group's revenue from contracts with customers:

	Export Sales		Local Sales		Total	
	September 30,		September 30,		September 30,	
	2025	2024	**2025**	2024	**2025**	2024
	----------------------------	----------------	--------Rupees--------	----------------	----------------	----------------------------
Yarn	**1,567,676,539**	1,612,277,447	**6,960,148,989**	8,514,920,727	**8,527,825,528**	10,127,198,174
Fabric	**5,152,464,692**	5,650,133,231	**1,797,316,286**	1,313,714,903	**6,949,780,978**	6,963,848,134
Clothing items	**498,517,945**	648,295,668	**13,170,657,149**	10,387,956,645	**13,669,175,094**	11,036,252,313
Home textile products / Garments	**5,165,819,422**	4,355,121,313	**35,440,684**	414,344,163	**5,201,260,106**	4,769,465,476
Raw material	**-**	-	**49,953,538**	20,702,679	**49,953,538**	20,702,679
Accessories	**2,105,626**	-	**379,264,127**	602,714,892	**381,369,753**	602,714,892
Waste	**-**	-	**237,170,235**	256,678,050	**237,170,235**	256,678,050
Processing income	**-**	-	**174,268,398**	124,820,873	**174,268,398**	124,820,873
Power Generation	**-**	-	**7,360,553,260**	6,431,120,840	**7,360,553,260**	6,431,120,840
	12,386,584,224	12,265,827,659	**30,164,772,666**	28,066,973,772	**42,551,356,890**	40,332,801,431
Export rebate					**21,439,639**	31,535,507
Less: Discounts to customers					**(3,501,600,305)**	(1,909,706,763)
					39,071,196,224	38,454,630,175

6.1 Revenue is recognized at point in time as per the terms and conditions of underlying contracts with customers.

	Un-audited	
	September 30,	
	2025	2024
	----- Rupees -----	
7. COST OF SALES		
Finished goods at beginning of the period	**6,923,091,444**	6,389,077,889
Cost of goods manufactured	**26,165,109,094**	25,982,016,034
Cost of sales - purchased for resale	**1,728,608,129**	1,350,127,627
Cost of raw material sold	**52,990,842**	14,011,374
	27,946,708,065	27,346,155,035
Cost of sales - owned manufactured	**34,869,799,509**	33,735,232,924
Finished goods at the end of the period	**(6,397,722,585)**	(5,925,984,862)
	28,472,076,924	27,809,248,062

		Note	Un-audited September 30, 2025	Un-audited September 30, 2024
			----- Rupees -----	
7.1	**Cost of goods manufactured**			
	Work-in-process at beginning of the period		**5,901,262,121**	5,359,918,145
	Raw materials consumed		**15,147,078,072**	15,334,318,373
	Direct labour and other overheads		**11,246,842,821**	11,883,582,985
			26,393,920,893	27,217,901,358
			32,295,183,014	32,577,819,503
	Work-in-process at end of the period		**(6,130,073,920)**	(6,595,803,469)
			26,165,109,094	25,982,016,034
8.	**CASH FLOWS FROM OPERATIONS**			
	Profit before revenue tax, income tax & levy and share of profit of associates		**5,760,369,675**	5,598,229,064
	Adjustments for non-cash items:			
	Depreciation on operating fixed assets		**1,864,397,992**	1,703,592,885
	Depreciation on right of use assets		**192,550,971**	251,444,330
	Depreciation on investment property		**90,361**	-
	Amortization of intangible assets		**1,836,715**	1,582,414
	Interest income		**(264,524,498)**	(362,116,777)
	Loss on sale of property, plant and equipment		**888,179**	-
	Dividend income		**(305,035,419)**	(225,789,746)
	Provision for staff retirement benefits - gratuity		**110,065,136**	101,496,333
	Accumulating compensated absences		**8,239,188**	-
	Amortization of transaction cost		**15,675,396**	15,628,872
	Provision for / (Reversal of provision) for stores, spares and loose tools		**5,961,303**	(1,039,873)
	Reversal of provision for expected credit loss		**(45,666,087)**	-
	Provision against doubtful sales tax refundable		**19,159,323**	37,597,994
	Unwinding of Government grant		**(18,705,376)**	(20,710,686)
	Unwinding of lease liability		**135,476,374**	127,638,211
	Rental Income		**(3,585,800)**	(3,326,940)
	Finance cost		**1,846,065,218**	2,516,044,648
	Working capital changes	8.1	**2,905,807,878**	306,817,416
			12,229,066,529	10,047,088,145

		Un-audited September 30, 2025	2024
		- - - - - Rupees - - - - -	
8.1	**Work capital changes**		
	Increase / (decrease) in current assets		
	- stores, spares and loose tools	**73,300,481**	(278,079,725)
	- stock-in-trade	**2,878,166,757**	(894,250,052)
	- trade debts	**2,345,229,561**	431,068,977
	- loans and advances	**(52,263,944)**	(125,316,633)
	- trade deposits and short term prepayments	**(126,481,513)**	(174,340,662)
	- other receivables	**330,061,573**	311,538,642
		5,448,012,915	(729,379,453)
	Increase / (decrease) in current liabilities		
	- trade and other payables	**(2,503,093,323)**	1,623,150,114
	- contract liabilities	**(39,111,714)**	(586,953,245)
		(2,542,205,037)	1,036,196,869
		2,905,807,878	306,817,416

9. RELATED PARTY DISCLOSURES

	Relationship with the	Nature of transactions	2025	2024
(i)	**Associates**	Sales / processing	**1,950,308,844**	1,552,605,769
		Purchases / rental charged	**158,735,157**	215,692,118
		Expenses charged to	**29,183,579**	25,294,050
		Markup charged by	**35,228,284**	49,677,666
		Dividend received	**9,000,000**	18,000,000
		Dividend paid	**686,000,000**	-
		Loans repaid - net	**97,593,611**	32,365,610
(ii)	**Others**	Contribution to provident fund	**61,490,561**	51,601,246
		Remuneration to key management personnel	**84,300,880**	72,632,268

10 SEGMENT ANALYSIS

10.1 SEGMENT RESULTS

	Spinning	Weaving	Processing, printing, Home Textile, Textile Retail and Others	Power Generation	Total
	Rupees				
For the first quarter ended September 30, 2025					
Revenue - external customers	**8,409,958,436**	**4,805,369,408**	**18,495,315,119**	**7,360,553,261**	**39,071,196,224**
Inter - segment sales	**3,124,671,261**	**3,150,737,879**	**1,427,171,688**	**-**	**7,702,580,828**
Segment results	**433,729,457**	**653,590,228**	**866,769,805**	**5,236,101,003**	**7,190,190,493**
For the first quarter ended September 30, 2024					
Revenue - external customers	9,826,250,989	5,678,052,053	16,519,206,292	6,431,120,840	38,454,630,175
Inter - segment sales	3,357,018,656	3,600,271,592	1,151,847,168	-	8,109,137,415
Segment results	1,363,658,962	830,634,698	1,148,239,062	4,399,240,750	7,741,773,472

	(Un-audited) September 30, 2025	(Un-audited) September 30, 2024
	------ Rupees ------	
Reconciliation of operating results with profit after tax is as follows:		
Total results for reportable segments	**7,190,190,493**	7,741,773,472
Other operating expenses	**(55,830,113)**	(128,967,197)
Other income	**604,520,907**	624,023,834
Finance cost	**(1,978,511,612)**	(2,638,601,045)
Share of profit of associated companies	**28,615,607**	40,358,297
Profit before taxation	**5,788,985,282**	5,638,587,361
Taxation	**(906,672,690)**	(792,788,146)
Profit after tax for the period	**4,882,312,592**	4,845,799,215

10.2 SEGMENT ASSETS AND LIABILITIES

	Spinning	Weaving	Processing, printing, Home Textile, Textile Retail and Others	Power Generation	Total
	------ Rupees ------				
As at September 30, 2025 (Un-audited)					
Segment assets	**29,068,255,619**	**11,976,533,950**	**45,609,993,984**	**85,996,959,449**	**172,651,743,002**
Segment Liabilities	**27,907,733,834**	**7,038,273,483**	**28,290,469,334**	**27,860,926,801**	**91,097,403,452**
As at June 30, 2025 (Audited)					
Segment assets	29,348,510,451	11,314,544,718	49,096,352,930	85,369,558,838	175,128,966,937
Segment Liabilities	28,627,170,209	6,835,258,292	31,542,253,927	32,396,607,758	99,401,290,186

	(Un-audited) September 30, 2025	Audited June 30, 2025
	------ Rupees ------	
Reconciliation of segment assets and liabilities with total assets and liabilities in the consolidated condensed interim statement of financial position is as		
Total for reportable segments assets	**172,651,743,002**	175,128,966,937
Unallocated assets	**27,658,140,381**	27,003,359,529
Total assets as per consolidated condensed interim statement of financial position	**200,309,883,383**	202,132,326,466
Total for reportable segments liabilities	**91,097,403,452**	99,401,290,186
Unallocated liabilities	**4,218,781,649**	4,947,588,403
Total liabilities as per consolidated condensed interim statement of financial position	**95,316,185,101**	104,348,878,589

11. FINANCIAL INSTRUMENTS

11.1 Financial instruments by Category

	Un-audited		
	As at September 30, 2025		
	Amortised cost	At fair value through OCI	Total
Financial assets as per statement of financial position	---------- Rupees ----------		
Long-term investments	**-**	**6,219,378,785**	**6,219,378,785**
Long-term loans and advances	**152,359,689**	**-**	**152,359,689**
Long-term deposits	**234,158,405**	**-**	**234,158,405**
Trade debts	**20,656,772,409**	**-**	**20,656,772,409**
Loans to employees	**145,909,528**	**-**	**145,909,528**
Trade deposits	**157,149,795**	**-**	**157,149,795**
Other receivables	**2,889,470,719**	**-**	**2,889,470,719**
Short-term investments	**-**	**9,163,639,340**	**9,163,639,340**
Cash and bank balances	**19,441,035,707**	**-**	**19,441,035,707**
	43,676,856,252	**15,383,018,125**	**59,059,874,377**

	Audited		
	As at June 30, 2025		
	Amortised cost	At fair value through OCI	Total
Financial assets as per statement of financial position	---------- Rupees ----------		
Long-term investments	-	4,461,570,190	4,461,570,190
Long-term loans and advances	66,665,011	-	66,665,011
Long-term deposits	224,723,128	-	224,723,128
Trade debts	22,953,971,483	-	22,953,971,483
Loans to employees	132,107,534	-	132,107,534
Trade deposits	169,217,427	-	169,217,427
Other receivables	3,047,688,935	-	3,047,688,935
Short-term investments	-	7,286,637,117	7,286,637,117
Cash and bank balances	19,411,721,135	-	19,411,721,135
	46,006,094,653	11,748,207,307	57,754,301,960

	Financial liabilities measured at amortised cost	
	Un-audited September 30, 2025	Audited June 30, 2025
	---- Rupees ----	
Financial liabilities as per statement of financial position		
Long-term loans and other payables	**34,526,383,784**	38,055,329,359
Deferred income - Government grant	**154,769,537**	169,620,752
Trade and other payables	**18,900,478,587**	21,000,883,607
Current portion of long-term liabilities	**12,174,561,437**	13,421,419,699
Unclaimed dividend	**178,662,979**	2,264,855
Short term borrowings	**19,192,575,699**	21,561,623,899
Accrued mark-up	**767,122,995**	950,759,085
	85,894,555,018	95,161,901,256

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

11.2 Fair value of financial instruments

Carrying values of the financial assets and financial liabilities approximate their fair values. Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

11.3 Fair value measurement of financial instruments

Fair value is the price that would be received upon sale of an asset or paid upon transfer of a liability in an orderly transaction between market participants at the measurement date. Underlying the definition of fair value is the presumption that the Group is a going concern and there is no intention or requirement to curtail materially the scale of its operation or to undertake a transaction on adverse terms.

The table below analyse financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities [Level 1].
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) [Level 2].
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) [Level 3].

The Group's financial assets measured at fair value consists of level 1 financial assets amounting to Rs.15,665.263 million (June 30, 2025: Rs.11,875.532 million). The carrying values of other financial assets and liabilities reflected in the financial statements approximate their fair values.

The Group's financial assets measured at level 3 fair value amounts to Rs.178.755 million (June 30, 2025: Rs. 183.996 million).

Valuation techniques used to determine fair values

Level 1: The fair value of financial instruments traded in active markets is based on quoted market prices at the reporting date. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. These instruments are included in Level 1.

Level 2: The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. These valuation techniques maximize the use of observable market data where it is available and rely as little as possible on entity-specific estimates. If all significant inputs required to measure the fair value of 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.

12. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the consolidated condensed interim statement of financial position has been compared with the balances of audited annual financial statements of the Group for the year ended June 30, 2025, whereas, the consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of other comprehensive income, consolidated condensed interim statement of cash flows and consolidated condensed interim statement of changes in equity have been compared with the balances of comparable period of condensed interim financial statements of the Group for the first quarter ended September 30, 2024.

Comparative information has been re-classified, re-arranged or additionally incorporated in these interim financial statements, where necessary, to facilities better comparison and to conform with the changes in presentation.

13. DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were approved by the Board of Directors of the Holding Company and authorised for issue on October 29, 2025.

Chief Executive Officer	**Chairman / Director**	**Chief Financial Officer**

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