Crescent Fibres



Quarterly Report
September 30, 2026

COMPANY INFORMATION

Board of Directors	Naila Humayun Maqbool	(Chairperson, Non-Executive Director)
	Imran Maqbool	(Chief Executive Officer, Executive Director)
	Humayun Maqbool	(Executive Director)
	Hanya Maqbool	(Non-Executive Director)
	Mansoor Riaz	(Non-Executive Director)
	Syed Rizwan Husain	(Independent, Non-Executive Director)
	Sheikh Muhammad Ali Asif	(Independent, Non-Executive Director)
Chief Financial Officer	Kamran Rasheed	
Company Secretary	Javaid Hussain	
Audit Committee	Sheikh Muhammad Ali Asif	(Chairman)
	Naila Humayun Maqbool	(Member)
	Hanya Maqbool	(Member)
Human Resources & Remuneration Committee	Syed Rizwan Husain	(Chairman)
	Naila Humayun Maqbool	(Member)
	Hanya Maqbool	(Member)
Auditors	BDO Ebrahim & Company Chartered Accountants	
Legal Advisor	Mohsin Tayebally & Sons	
Share Registrar	Corplink (Pvt) Limited Wings Arcade, 1-K, Commercial, Model Town, Lahore. Tel: (042) 35916714, 35916719, 35839182 Email: shares@corplink.com.pk	
Registered Office	104 Shadman 1, Lahore - 54000 Tel : (042) 35960871-4 Lines	
Head Office	7th Floor, Lakson Square Building No. 3, Sarwar Shaheed Road, Karachi Tel : (021) 35682073-74	
Project Locations		
Unit No. 1	Plot No. B/123, Road No. D-7, Industrial Area Nooriabad, District Dadu Sindh	
Unit No. 2	17-Km, Faisalabad Road, Bhikhi, District Sheikhupura, Punjab	
E-mail:	lo@crescentfibres.com	
Website:	www.crescentfibres.com	



DIRECTORS' REPORT

The Company reported an after-tax profit of Rs. 6.1 million for the quarter ended September 30, 2026, as compared to a loss of Rs. 77.9 million for the quarter ended September 30, 2025. Earnings per share for the period under review were Rs. 0.49, as compared to a loss per share of Rs. 6.27 in the corresponding quarter.

Overall, sales increased by 16% as compared to the quarter ended September 2025, from Rs. 1,011.7 million to Rs. 1,173.6 million. This is primarily attributable to higher volumes and improved capacity utilization at the Company's operating unit. The gross margin for the period was 4.3% as compared to -0.8% in the previous period. Distribution and administrative expenses at 4.8% of sales were broadly in line with 4.7% in the previous period. Other operating income increased to Rs. 56.9 million from Rs. 18.5 million, mainly on account of gains on disposal of non-core assets and other non-recurring income. The operating margin in the period under review was 4.2% as compared to negative 3.7% for the quarter ended September 30, 2025. The financial charges were lower at 2.5% as compared to 3.7% for the corresponding period due to the decrease in long-term borrowing. After a minimum tax levy of Rs. 14.8 million, the net margin for the quarter was 0.5% as compared to -7.7% for the corresponding quarter.

While the results for the quarter reflect an improvement, the operating environment for the spinning sector remains difficult. The IMF, in its October 2026 World Economic Outlook, expects global growth to slow to 3.1% in 2026, citing higher energy prices, prolonged geopolitical conflicts, tariffs and supply-chain realignment, and limited policy buffers. Domestically, large-scale manufacturing grew by about 5% in FY26, but textile output declined by 0.6%. Exports of yarn and fabric continued to fall, while value-added textiles grew, underscoring the pressure on the downstream segment in which the Company operates.

Other than global and domestic economic issues, the textile industry faces other challenges including the high cost of doing business, financial and commodity market volatility, and low domestic cotton yield and quality. Energy tariffs for industry remain well above regional levels, and without a regionally competitive energy tariff Pakistan's textile exports will continue to suffer. In addition, the Government must continue with a prudent monetary policy, address the sales tax regime that is making domestic yarn uncompetitive against imports, and improve liquidity by releasing long-delayed income tax and sales tax refunds.

In light of the global economic scenario and Pakistan's own challenges, we expect the coming year to remain difficult for the textile industry. A meaningful part of this quarter's profit came from non-recurring income, and sustained profitability will depend on maintaining margins from core operations. Cognizant of this, the Management will continue to rely on sound, low-risk decision making to protect the interests of the shareholders, and will continue to pursue the disposal of non-core assets to reduce debt and strengthen the balance sheet.

The Management wishes to place on record its appreciation for the hard work and devotion of its workers and the invaluable advice and support of the Company's Directors, shareholders and bankers.

IMRAN MAQBOOL
Chief Executive Officer

HANYA MAQBOOL
Director

October 29, 2026

کمپنی نظماء (ڈائریکٹران) کی رپورٹ:

کمپنی نے 30 ستمبر 2026 کو ختم ہونے والی سہ ماہی کے لیے 6.1 ملین روپے کا بعد از ٹیکس منافع ظاہر کیا، جبکہ اس کے مقابلے میں 30 ستمبر 2025 کو ختم ہونے والی سہ ماہی میں 77.9 ملین روپے کا نقصان ہوا تھا۔ زیرِ جائزہ مدت کے دوران فی حصص آمدنی 0.49 روپے رہی، جبکہ گزشتہ سال کی اسی سہ ماہی میں فی حصص نقصان 6.27 روپے تھا۔

مجموعی طور پر، ستمبر 2025 میں ختم ہونے والی سہ ماہی کے مقابلے میں فروخت 16 فیصد اضافے کے ساتھ 1,011.7 ملین روپے سے بڑھ کر 1,173.6 ملین روپے ہوگئی۔ اس کی بنیادی وجہ کمپنی کی آپریٹنگ یونٹ میں فروخت کے حجم میں اضافہ اور صلاحیت کے بہتر استعمال کا ہونا ہے۔ اس مدت کے دوران مجموعی مارجن 4.3 فیصد رہا، جبکہ گزشتہ مدت میں یہ منفی 0.8 فیصد تھا۔ تقسیم اور انتظامی اخراجات، جو فروخت کا 4.8 فیصد رہے، گزشتہ مدت کے 4.7 فیصد کے تقریباً برابر ہی تھے۔ دیگر آپریٹنگ آمدنی 18.5 ملین روپے سے بڑھ کر 56.9 ملین روپے ہوگئی، جس کی بڑی وجہ غیر بنیادی اثاثوں کی فروخت سے حاصل ہونے والا منافع اور دیگر غیر معمولی آمدنی تھی۔ زیرِ جائزہ مدت میں آپریٹنگ مارجن 4.2 فیصد رہا، جبکہ 30 ستمبر 2025 کو ختم ہونے والی سہ ماہی میں یہ منفی 3.7 فیصد تھا۔ طویل مدتی قرضوں میں کمی کے باعث مالیاتی اخراجات کم ہو کر 2.5 فیصد رہ گئے، جبکہ گزشتہ سال کی اسی مدت میں یہ 3.7 فیصد تھے۔ 14.8 ملین روپے کے کم از کم ٹیکس کی ادائیگی کے بعد، اس سہ ماہی کے لیے خالص مارجن 0.5 فیصد رہا، جبکہ گزشتہ سال کی اسی سہ ماہی میں یہ منفی 7.7 فیصد تھا۔

اگرچہ سہ ماہی کے نتائج میں بہتری نظر آتی ہے، لیکن اسپننگ کے شعبے کے لیے کاروباری ماحول بدستور مشکل ہے۔ آئی ایم ایف نے اکتوبر 2026 کی اپنی عالمی اقتصادی رپورٹ میں پیش گوئی کی ہے کہ 2026 میں عالمی معاشی ترقی کی رفتار سست ہو کر 3.1 فیصد رہ جائے گی۔ اس کی وجوہات میں توانائی کی بلند قیمتیں، طویل جغرافیائی سیاسی تنازعات، محصولات اور سپلائی چین کی تنظیم نو، نیز پالیسی کے حوالے سے محدود گنجائش شامل ہیں۔ مقامی طور پر، مالی سال 26 میں بڑے پیمانے پر مینوفیکچرنگ میں تقریباً 5 فیصد اضافہ ہوا، لیکن ٹیکسٹائل کی پیداوار میں 0.6 فیصد کمی واقع ہوئی۔ دھاگے اور کپڑے کی برآمدات مسلسل گرتی رہیں، جب کہ اضافی قدر والی مصنوعات میں اضافہ ہوا، جس سے کمپنی کام کرنے والے اس پیداواری سلسلے کے اگلے مراحل والے شعبے پر موجود دباؤ کو کم کرتی ہے۔

عالمی اور گھریلو اقتصادی مسائل کے علاوہ، ٹیکسٹائل انڈسٹری کو دیگر چیلنجوں کا سامنا ہے جن میں کاروبار کرنے کی زیادہ لاگت، مالیاتی اور اجناس کی منڈی میں اتار چڑھاؤ، اور کپاس کی کم پیداوار اور معیار شامل ہیں۔ صنعت کے لیے توانائی کے ٹیرف علاقائی سطحوں سے بہت اوپر رہتے ہیں، اور علاقائی سطح پر مسابقتی توانائی ٹیرف کے بغیر پاکستان کی ٹیکسٹائل برآمدات کو نقصان ہوتا رہے گا۔ اس کے علاوہ، حکومت کو ایک دانشمندانہ مالیاتی پالیسی جاری رکھنا چاہیے، سیلز ٹیکس کے نظام کو حل کرنا چاہیے جو ملکی دھاگے کو درآمدات کے خلاف غیر مسابقتی بنا رہی ہے، اور طویل عرصے سے تاخیر کا شکار ہونے والے انکم ٹیکس اور سیلز ٹیکس ریفنڈز کو جاری کر کے لیکویڈیٹی کو بہتر بنانا چاہیے۔

عالمی اقتصادی منظر نامے اور پاکستان کے اپنے چیلنجز کی روشنی میں، ہم توقع کرتے ہیں کہ آنے والا سال ٹیکسٹائل انڈسٹری کے لیے مشکل رہے گا۔ اس سہ ماہی کے منافع کا ایک بامعنی حصہ غیر معمولی آمدنی سے آیا، اور پائیدار منافع کا انحصار بنیادی کارروائیوں سے مارجن کو برقرار رکھنے پر ہوگا۔ اس کا ادراک رکھتے ہوئے، انتظامیہ شیئر ہولڈرز کے مفادات کے تحفظ کے لیے کم خطرے والے فیصلے پر انحصار کرتی رہے گی، اور قرض کو کم کرنے اور بیلنس شیٹ کو مضبوط بنانے کے لیے غیر بنیادی اثاثوں کو ضائع کرنے کی کوشش جاری رکھے گی۔

کمپنی کی انتظامیہ اپنے کارکنوں کی مسلسل محنت اور لگن پر اچھے تعلقات کا اعتراف کرتی ہے اور کمپنی کے ڈائریکٹرز، شیئر ہولڈرز اور بینکرز کا بھی مسلسل حمایت پر شکریہ ادا کرتی ہے۔

Hanya

حنیا مقبول
ڈائریکٹر

عمران مقبول
چیف ایگزیکٹو آفیسر

29 اکتوبر 2026ء

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED) AS AT SEPTEMBER 30, 2026

	Note	September 30, 2026 (Un-audited) Rupees	June 30, 2026 (Audited) Rupees
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment			
Operating fixed assets	5	2,195,625,324	2,192,398,391
Capital work-in-progress		68,331,309	62,908,415
Investment property		2,547,608,625	2,547,608,625
Intangible asset	6	1,340,794	1,886,156
Long term investments	7	197,158,580	216,885,774
Long term deposits		36,821,313	52,271,313
		5,046,885,945	5,073,958,674
CURRENT ASSETS			
Stores, spares and loose tools		59,032,751	57,579,912
Stock in trade	8	228,140,740	123,019,240
Trade debts	9	176,759,573	334,392,165
Loans and advances		36,048,483	34,167,090
Trade deposits and short term prepayments		22,781,841	9,947,363
Other receivables		2,782,843	1,782,843
Short term investments	10	80,999,528	82,334,728
Tax refunds due from Government		116,557,260	135,796,128
Taxation - net		101,823,819	80,916,185
Cash and bank balances	11	32,976,005	20,716,993
		857,902,843	880,652,647
Assets classified as held for sale	12	-	137,772,500
TOTAL ASSETS		5,904,788,788	6,092,383,821
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
15,000,000 (June 30, 2026: 15,000,000) ordinary shares of Rs. 10/- each		150,000,000	150,000,000
Issued, subscribed and paid-up capital			
12,417,876 (June 30, 2026: 12,417,876) ordinary shares of Rs. 10/- each		124,178,760	124,178,760
Capital reserves			
Surplus on revaluation of property, plant and equipment		2,848,447,691	2,848,447,691
Unrealised gain on investments at fair value through other comprehensive income		165,366,072	185,093,266
		3,013,813,763	3,033,540,957
Revenue reserves			
Unappropriated profit		468,514,290	462,455,511
		3,606,506,813	3,620,175,228
NON CURRENT LIABILITIES			
Long term financing	13	213,054,267	258,326,021
Lease liabilities	14	75,273,285	81,683,735
Deferred capital grant	15	57,222,271	61,578,318
GIDC payable	16	-	-
		345,549,823	401,588,074
CURRENT LIABILITIES			
Trade and other payables	17	1,490,328,927	1,638,528,690
Unclaimed dividend		3,037,561	3,037,561
Interest and mark-up accrued		21,289,387	22,852,357
Short term borrowings	18	306,541,758	260,892,286
Current portion of long term financing	13	90,134,306	104,992,911
Current portion of lease liabilities	14	23,464,083	22,024,673
Current portion of deferred government grant	15	17,936,130	18,292,041
		1,952,732,152	2,070,620,519
TOTAL EQUITY AND LIABILITIES		5,904,788,788	6,092,383,821
CONTINGENCIES AND COMMITMENTS	19		

The annexed notes from 1 to 32 form an integral part of these condensed interim financial statements.

IMRAN MAQBOOL
Chief Executive Officer

HANYA MAQBOOL
Director

KAMRAN RASHEED
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2026

	Note	Quarter ended	
		September 30, 2026	September 30, 2025
		Rupees	Rupees
Sales - net		1,173,588,170	1,011,741,823
Cost of sales	20	(1,123,611,485)	(1,019,702,434)
Gross profit / (loss)		49,976,685	(7,960,611)
General and administrative expenses		(55,462,957)	(46,483,061)
Distribution cost		(1,198,098)	(1,340,308)
Allowance for expected credit loss	9.1	-	-
Other operating income	21	56,860,189	18,496,033
Other operating expenses		(352,127)	(352,127)
		(152,993)	(29,679,463)
Operating profit/ (loss)		49,823,692	(37,640,074)
Financial charges		(28,967,407)	(37,150,505)
Profit / (Loss) before taxation and levy		20,856,285	(74,790,579)
Levy	22	(14,797,506)	(12,763,880)
Profit/ (Loss) before taxation		6,058,779	(87,554,459)
Taxation	23	-	9,649,589
Profit / (Loss) for the period		6,058,779	(77,904,870)
Profit /(Loss) per share - basic and diluted	24	0.49	(6.27)

The annexed notes from 1 to 32 form an integral part of these condensed interim financial statements.

IMRAN MAQBOOL
Chief Executive Officer

HANYA MAQBOOL
Director

KAMRAN RASHEED
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2026

	Note	September 30, 2026 Rupees	September 30, 2025 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from / (used in) operations	25	(40,782,356)	(21,876,443)
Financial charges paid		(30,530,377)	(37,005,378)
Taxes paid		(20,907,634)	(16,541,234)
Net cash (used in) / generated from operating activities		(92,220,367)	(75,423,055)
CASH FLOWS FROM INVESTING ACTIVITIES			
Addition in capital expenditure		(37,196,894)	-
Proceeds from disposal of operating fixed assets		144,343,000	2,400,000
Short term investments-net		1,335,200	-
Long term deposits		15,450,000	1,664,000
Net cash generated from investing activities		123,931,306	4,064,000
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment against long term financing		(60,130,359)	(33,076,434)
Payment of lease liabilities		(4,971,040)	(12,005,360)
Short term borrowings - net		45,649,472	94,681,704
Net cash (used in) / generated from financing activities		(19,451,927)	49,599,910
Net (decrease) / increase in cash and cash equivalents		12,259,012	(21,759,145)
Cash and cash equivalents at the beginning of the period		20,716,993	41,943,574
Cash and cash equivalents at the end of the period		32,976,005	20,184,429

The annexed notes from 1 to 32 form an integral part of these condensed interim financial statements.

IMRAN MAQBOOL
Chief Executive Officer

HANYA MAQBOOL
Director

KAMRAN RASHEED
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE PERIOD ENDED SEPTEMBER 30, 2026

	Issued, subscribed and paid-up capital	Capital Reserves		Revenue Reserves	Total
		Surplus on revaluation of property, plant and equipment	Unrealised gain on investments at fair value through OCI	Unappropriated profit	
	----------Rupees----------				
Balance as at July 1, 2025 (audited)	124,178,760	1,996,280,568	78,059,963	1,023,042,689	3,221,561,980
Total comprehensive income / (loss) for the period					
Profit / (Loss) for the period	-	-	-	(77,904,870)	(77,904,870)
Surplus on revaluation of property, plant & equipment	-	838,475,123	-	-	838,475,123
Other comprehensive income/ (loss)	-	-	4,420,353	-	4,420,353
	-	838,475,123	4,420,353	(77,904,870)	764,990,607
Balance as at September 30, 2025 (unaudited)	124,178,760	2,834,755,691	82,480,316	945,137,819	3,986,552,587
Balance as at July 1, 2026 (audited)	124,178,760	2,848,447,691	185,093,266	462,455,511	3,620,175,228
Total comprehensive income / (loss) for the period					
Profit / (Loss) for the period	-	-	-	6,058,779	6,058,779
Other comprehensive income/ (loss)	-	-	(19,727,194)	-	(19,727,194)
	-	-	(19,727,194)	6,058,779	(13,668,415)
Balance as at September 30, 2026 (unaudited)	124,178,760	2,848,447,691	165,366,072	468,514,290	3,606,506,813

The annexed notes from 1 to 32 form an integral part of these condensed interim financial statements.

IMRAN MAQBOOL
Chief Executive Officer

HANYA MAQBOOL
Director

KAMRAN RASHEED
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2026

	Quarter ended	
	September 30, 2026 Rupees	September 30, 2025 Rupees
Profit / (Loss) for the period	6,058,779	(77,904,870)
Other comprehensive (loss) / income		
Items that will not be reclassified to statement of profit or loss subsequently		
Surplus on revaluation of property, plant & equipment	-	838,475,123
Unrealized (loss) / gain on revaluation of investments classified as fair value through other comprehensive income	(19,727,194)	4,420,353
	(19,727,194)	842,895,476
Total comprehensive income / (loss) for the period	(13,668,415)	764,990,607

The annexed notes from 1 to 32 form an integral part of these condensed interim financial statements.

IMRAN MAQBOOL
Chief Executive Officer

HANYA MAQBOOL
Director

KAMRAN RASHEED
Chief Financial Officer

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED SEPTEMBER 30, 2026

1 STATUS AND NATURE OF BUSINESS

Crescent Fibres Limited ("the Company") was incorporated in Pakistan on August 06, 1977 under the repealed Companies Act, 1913 (now the Companies Act, 2017) as a public limited company. The Company's shares are listed on the Pakistan Stock Exchange. The principal business of the Company is manufacture and sale of yarn.

Geographical locations and addresses of all the business units are as under:

Locations

Karachi, Head Office

7th Floor, Lakson Square Building No.3 Sarwar Shaheed Road, Karachi, Pakistan.

Lahore, Registered Office

104, Shadman - 1 Lahore, Pakistan.

Nooriabad

Plot No. B/123, Road No. D-7, Industrial Area Nooriabad, District Dadu, in the Province of Sindh.

Bhikhi

17-KM, Faisalabad Road, Bhikhi, District Sheikhupura in the Province of Punjab.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements of the Company for the period ended September 30, 2026 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, "Interim Financial Reporting", issued by the International Accounting Standard Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Act;
- Provisions of and directives issued under the Companies Act, 2017; and

Where the provisions of and directives issued under the Companies Act, 2017 and IFAS-2 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 and IFAS-2 have been followed.

2.1.1 The disclosures made in these condensed interim financial statements have been limited to those required by IAS 34, Interim Financial Reporting, and the applicable accounting and reporting standards in Pakistan. These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2026. Selected explanatory notes have been included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the end of the last annual reporting period.

2.1.2 The comparative statement of financial position presented in these condensed interim financial statements as at June 30, 2026 have been extracted from the annual audited financial statements of the Company for the year ended June 30, 2026, whereas the comparative condensed interim statement of profit or loss and condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows together with the notes thereto for the quarter ended September 30, 2025 have been extracted from the condensed interim financial statements of the Company for the quarter ended September 30, 2025 which were neither audited not reviewed.

2.1.3 These condensed interim financial statements for the quarter ended September 30, 2026, including the comparative figures of the condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows for the quarter ended September 30, 2025, are un-audited and have not been reviewed by the statutory auditors of the Company.

2.1.4 The condensed interim financial statements are unaudited and being submitted to members as required under section 237 of the Companies Act 2017 and Listing Regulations of Pakistan Stock Exchange.

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention unless stated otherwise.

2.3 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupee ('Rupee', or 'Rs'), which is the functional and presentation currency of the Company.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED SEPTEMBER 30, 2026

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual audited financial statements for the year ended June 30, 2026.

3.1 Standards, interpretations of and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current period:

There are certain amendments to the accounting and reporting standards that are mandatory for the Company's annual accounting period beginning on July 1, 2026. These include amendments to IFRS 9 'Financial Instruments' and IFRS 7 'Financial Instruments: Disclosures'. The amendments clarify the date of recognition and derecognition of a financial asset or financial liability, including the settlement of financial liabilities through electronic payment systems. They also address the classification of financial assets with contingent features and add related disclosures. These amendments do not have any material impact on these condensed interim financial statements and, therefore, have not been detailed.

3.1.1 Standards, interpretations of and amendments to accounting and reporting standards as applicable in Pakistan that are not effective in the current period:

There are certain new standards and amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 1, 2027. These are not considered relevant or are not expected to have a material effect on the Company's financial statements, except for the following:

- IFRS 18 'Presentation and Disclosure in Financial Statements', issued by the IASB in April 2024 with an effective date of January 1, 2027, will replace IAS 1. It is applicable in Pakistan subject to its adoption by the Securities and Exchange Commission of Pakistan. When adopted, it will change the presentation of the statement of profit or loss, introducing defined operating, investing and financing
- categories and required subtotals. It will also require additional disclosures, including management-defined performance measures. The Company is currently assessing the impact of the standard on its financial statements.

4 SIGNIFICANT ACCOUNTING ESTIMATES, JUDGEMENTS, AND ASSUMPTIONS

The preparation of these condensed interim financial statements in conformity with accounting and reporting standards applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and the reported amounts of assets, liabilities, income and expenses.

Actual result may differ from these estimates. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. During the preparation of these condensed interim financial statements, the significant judgements made by the management in applying the Company's accounting policies and the key sources of estimation uncertainity were the same as those applied to the annual audited financial statements for the year ended June 30, 2026.

	Note	September 30, 2026 (Un-audited) Rupees	June 30, 2026 (Audited) Rupees
5 OPERATING FIXED ASSETS			
Owned fixed assets	5.1	2,088,455,718	2,082,224,273
Right-of-use assets	5.2	107,169,606	110,174,118
		2,195,625,324	2,192,398,391
5.1 **Owned fixed assets**			
Opening net book value (NBV)		2,082,224,273	1,544,193,358
Additions during the period / year (at cost)		31,774,000	32,653,000
Revaluation Surplus		-	852,167,123
Transfer from right of use asset (NBV)		-	2,822,434
		2,113,998,273	2,431,835,915
Disposals during the period / year (at NBV)		-	(91,306,409)
Transferred to assets held for sale		-	(137,772,500)
Depreciation charged during the period / year		(25,542,555)	(120,532,733)
		(25,542,555)	(349,611,642)
Closing net book value (NBV)		2,088,455,718	2,082,224,273
5.2 **Right-of-use assets**			
Opening net book value (NBV)		110,174,118	126,627,890
Additions during the period / year (at cost)		-	-
Transfer to operating assets (NBV)		-	(2,822,434)
Depreciation charged during the period / year		(3,004,512)	(13,631,338)
		107,169,606	110,174,118

		Note	September 30, 2026 (Un-audited) Rupees	June 30, 2026 (Audited) Rupees
6	**INTANGIBLE ASSETS**			
	Computer software	6.1	1,340,794	1,886,156
6.1	**Movement in intangible assets**			
	Opening net book value (NBV)		1,886,156	4,067,604
	Additions (at cost)		-	-
	Amortisation charged for the period / year		(545,362)	(2,181,448)
	Closing net book value (NBV)		1,340,794	1,886,156
7	**LONG TERM INVESTMENTS**			
	Fair value through other comprehensive income			
	Listed equity securities			
	Cost		44,441,423	44,441,423
	Unrealized gain on revaluation of investments		165,366,072	185,093,266
	Impairment loss		(12,648,915)	(12,648,915)
			197,158,580	216,885,774
8	**STOCK IN TRADE**			
	Raw material in hand		64,939,971	30,158,685
	Work-in-process		68,177,638	44,872,394
	Finished goods		95,023,131	47,988,161
			228,140,740	123,019,240
9	**TRADE DEBTS**			
	Unsecured			
	considered good		176,759,573	334,392,165
	considered doubtful		390,220,449	390,220,449
			566,980,022	724,612,614
	Less: Allowance for expected credit loss	9.1	(390,220,449)	(390,220,449)
			176,759,573	334,392,165
9.1	**Allowance for expected credit loss**			
	Opening balance		390,220,449	219,385,911
	Add: Allowance recognized during the period / year		-	170,834,538
	Closing balance		390,220,449	390,220,449
10	**SHORT TERM INVESTMENTS**			
	At amortised cost			
	Term deposit receipts	10.1	80,999,528	82,334,728

10.1 These term deposit certificates carry mark-up at rates 8.83 % to 10.21% (June 30, 2026: 10.50 % to 12.55%) per annum.

11	**CASH AND BANK BALANCES**			
	Cash in hand		304,973	71,793
	Bank balances			
	With conventional bank			
	Current accounts		31,628,822	15,234,251
	PLS saving accounts	11.1	743,385	5,255,350
			32,372,207	20,489,601
	With Islamic bank current accounts		298,825	155,599
			32,976,005	20,716,993

11.1 These carry profit rates ranging from 10% to 10.5% (June 30, 2026: at 7.2% to 10 %) per annum.

12	**ASSETS CLASSIFIED AS HELD FOR SALE**			
	Plant and Machinery	12.1	-	137,772,500

12.1 During the year ended June 30, 2026, the plant and machinery of the Company located at Nooriabad were classified as held for sale following the Board of Directors' decision to dispose of the Plant and Machinery. Certain machinery was disposed of up to June 30, 2026, leaving a balance of PKR 137.77 million as at that date. The disposal process for the remaining machinery was completed during the current period, with all plant and machinery fully disposed of as of September 30, 2026.

		Note	September 30, 2026 (Un-audited) Rupees	June 30, 2026 (Audited) Rupees
13	**LONG TERM FINANCING**			
	Secured			
	Conventional mode		303,188,573	363,318,932
	Less: Current portion shown under current liabilities		(90,134,306)	(104,992,911)
			213,054,267	258,326,021
14	**LEASE LIABILITIES**			
	Lease liabilities		98,737,368	103,708,408
	Less: current portion		(23,464,083)	(22,024,673)
			75,273,285	81,683,735
	Maturity analysis-contractual discounted cash flow:			
	Less than one year		23,464,083	22,024,673
	One to five years		75,273,285	81,683,735
			98,737,368	103,708,408

14.1 When measuring the lease liabilities, the Company discounted the lease payments using financing rates ranging from 15.60 % to 16.40% (June 30, 2026: 15.18% to 16.40%) per annum.

		Note	September 30, 2026 (Un-audited) Rupees	June 30, 2026 (Audited) Rupees
15	**DEFERRED CAPITAL GRANT**			
	Deferred government grant against Temporary Economic Refinance Facility	15.1 & 15.2	75,158,401	79,870,359
	Less: Current portion		(17,936,130)	(18,292,041)
			57,222,271	61,578,318

15.1 Following is the movement in capital grant during the period / year:

Opening balance	79,870,359	99,393,433
Amortised during the period / year	(4,711,958)	(19,523,074)
Closing balance	75,158,401	79,870,359

15.2 This represents government grant recognized on long term financing facilities obtained under Temporary Economic Refinance (TERF) schemes of State Bank of Pakistan.

		Note	September 30, 2026 (Un-audited) Rupees	June 30, 2026 (Audited) Rupees
16	**GIDC PAYABLE**			
	GIDC Payable		229,778,482	229,778,482
	Less: Current portion		(229,778,482)	(229,778,482)
		16.1	-	-

16.1 This includes the amount payable in respect of Gas Infrastructure Development Cess (GIDC) levied under GIDC Act, 2015. Financing rate 9.19% (June 30, 2026: 9.19%) per annum have been used as a discounting factor.

In November 2020, the Supreme Court dismissed the review petition seeking review of its order issued in favor of recovery for GIDC arrears. The company has paid the levies to Sui Northern Gas Pipeline Limited (SNGPL), however, the matter with respect to GIDC billing by Sui Southern Gas Company (SSGC) is under litigation in High Court of Sindh. The liability in respect of Sui Southern Gas Company (SSGC) amounting to Rs. 229.778 million (2026: Rs. 229.778 million) is recognized as per the guidelines issued by Institute of Chartered Accountants of Pakistan dated January 21, 2021.

The management is hopeful that the interpretation of the Company will sustain and eventually the Company will not be required to make differential payment.

	Note	September 30, 2026 (Un-audited) Rupees	June 30, 2026 (Audited) Rupees
17 TRADE AND OTHER PAYABLES			
Creditors	17.1	358,843,309	437,065,329
Accrued liabilities		598,371,495	609,848,507
Contractual liability		-	81,187,978
Payable to provident fund		3,486,423	6,390,999
Due to related party	17.2	143,820,563	140,005,246
Withholding tax payable		26,922,447	26,174,707
Workers' Welfare Fund		46,079,959	46,079,959
Provision for default surcharge		1,137,423	1,137,423
GIDC payable	16	229,778,482	229,778,482
Minimum tax - levy		63,214,388	48,416,882
Other liabilities		18,674,438	12,443,178
		1,490,328,927	1,638,528,690

17.1 This includes balance amounting to Rs. 37.871 million (June 30, 2026: Rs. 25.223 million) due to an associated company.

17.2 This includes due to Chief Executive Officer, Directors and other related party amounting to Rs. 66.495 million (June 30, 2026: Rs.69.837 million) , Rs.60.031 million (June 30, 2026: Rs. 56.455 million) and Rs. 17.294 million (June 30, 2026: Rs.13.713 million) respectively. These balances do not carry any interest and are repayable on demand.

18 SHORT TERM BORROWINGS		
Islamic mode		
National Bank of Pakistan	50,000,000	55,000,000
Conventional mode		
Muslim Commercial Bank	40,680,000	-
JS Bank Limited	215,861,758	205,892,286
	306,541,758	260,892,286

19 CONTINGENCIES AND COMMITMENTS

19.1 **Contingencies**

The contingencies are same as disclosed in preceding annual audited financial statements for the year ended June 30, 2026.

19.2 **Commitments**

The commitments are same as disclosed in preceding annual audited financial statements for the year ended June 30, 2026.

20 COST OF SALES

	Quarter ended	
	September 30, 2026	September 30, 2025
	(Un-audited)	
	---------- Rupees ----------	
Materials consumed	814,843,215	660,411,217
Stores, spares and loose tools consumed	11,022,436	9,177,825
Packing material consumed	12,348,595	12,019,833
Salaries, wages and other benefits	91,897,916	85,285,342
Fuel and power	192,880,128	202,866,216
Insurance	1,900,821	4,679,484
Repairs and maintenance	2,230,246	2,963,503
Depreciation	24,013,484	30,274,493
Other manufacturing overheads	7,155,521	6,273,589
	1,158,292,362	1,013,951,502
Opening work in process	44,872,394	46,859,424
Closing work in process	(68,177,638)	(51,680,814)
	(23,305,244)	(4,821,390)
Cost of goods manufactured	1,134,987,118	1,009,130,112
Cost of goods purchased for trading	26,149,587	10,416,912
Opening stock of finished goods	47,988,161	68,688,192
Closing stock of finished goods	(85,513,380)	(68,532,782)
	(37,525,219)	155,410
	1,123,611,485	1,019,702,434

	Quarter ended	
	September 30, 2026	September 30, 2025
	(Un-audited)	

21 OTHER OPERATING INCOME

Other Income	56,860,189	18,496,033

This includes an amount of Rs. 33.721 million that represents the amount received from the Ministry of Commerce under the Technology Up-gradation Fund (TUF) Scheme. It relates to the Company's claim for mark-up support on long term financing obtained for import of plant and machinery. As reasonable assurance of receipt arose only on receipt, the amount has been recognised as income in the current period in accordance with IAS 20. No conditions are attached to the grant.

22 LEVY

Income tax levy under IFRIC 21/IAS 37	14,797,506	12,763,880

23 TAXATION

Current	-	-
Prior	-	(3,157,337)
	-	(3,157,337)
Deferred	-	(34,528,554)
	-	(37,685,891)

24 (LOSS) / EARNINGS PER SHARE - BASIC AND DILUTED

Profit / (Loss) for the period (Rupees)	6,058,779	(77,904,870)
Weighted average number of ordinary shares	12,417,876	12,417,876
(Loss) / Earnings per share - basic and diluted (Rupees)	0.49	(6.27)

	Note	September 30, 2026 (Un-audited) Rupees	September 30, 2025 (Un-audited) Rupees
25 CASH GENERATED FROM OPERATIONS			
Profit /(Loss) before taxation and levy		20,856,285	(74,790,579)
Adjustment for non-cash charges and other items:			
Depreciation		28,547,067	33,498,528
Amortization		545,362	545,362
Gain on disposal of operating fixed assets		(6,570,500)	(2,322,835)
Grant income		(4,711,958)	(5,000,159)
Financial charges		28,967,407	37,150,505
		46,777,378	63,871,401
Profit before working capital changes		67,633,663	(10,919,178)
Working capital changes	25.1	(108,416,019)	(10,957,265)
		(40,782,356)	(21,876,443)
25.1 Working capital changes			
(Increase) / decrease in current assets:			
Stores, spares and loose tools		(1,452,839)	(2,113,773)
Stock in trade		(105,121,500)	(22,119,218)
Trade debts		157,632,592	58,201,098
Loans and advances		(1,881,393)	22,133,114
Trade deposits and short term prepayments		(12,834,478)	5,814,752
Other receivables		(1,000,000)	(1,877,243)
Tax refunds due from the Government		19,238,868	(48,408,767)
		54,581,250	11,629,963
(Decrease) / increase in current liabilities			
Trade and other payables		(162,997,269)	(22,587,228)
		(108,416,019)	(10,957,265)

26 TRANSACTIONS WITH RELATED PARTIES

Related parties of the company comprise the companies with common directorship, retirement funds, directors and key management personnel. All the transactions with related parties are entered into at agreed terms in the normal course of business as approved by the Board of directors of the company. Detail of transactions with related parties during the period, other than disclosed elsewhere in these condensed interim financial statements, are as follows:

26.1 Transactions during the period

Relation with the company	Nature of transaction	Name of the related party	Quarter ended	
			September 30, 2026	September 30, 2025
			(Un-audited)	
			---------- Rupees ----------	
Associated companies	Insurance premium	Premier Insurance Limited	18,468,193	24,958,290
Retirement benefit plans	Contribution to staff retirement benefit plans	Provident Fund	4,378,941	4,835,558
Director	Rent paid	Mr. Imran Maqbool	225,000	225,000
	Rent paid	Mr. Humayun Maqbool	225,000	225,000
Others	Rent paid	Mrs. Khawar Maqbool	645,000	645,000
Chief executive	Remuneration and benefits	Mr. Imran Maqbool	3,377,185	3,377,185
Director	Remuneration and benefits	Mr. Humayun Maqbool	3,631,547	3,631,547
Key management personnel	Remuneration and benefits	Key management personnel	8,238,518	9,188,378

26.2 Period / year end balances

	September 30, 2026 (Un-audited) Rupees	June 30, 2026 (Audited) Rupees
Payable to associated company - Premier Insurance Limited	37,870,707	25,223,278
Payable to provident fund	3,486,423	6,390,999
Due to Chief Executive, Directors and close relative	143,820,563	140,005,246

27 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objective and policies are consistent with that disclosed in the annual audited financial statements for the year ended June 30, 2026.

28 FAIR VALUE HIERARCHY

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transactions 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 operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market 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.

IFRS 13 'Fair Value Measurement' requires the Company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset either directly or derived from prices.

Level 3: inputs for the asset or liability that are not based on observable market data (unadjusted) inputs.

The following table shows the fair values of financial assets including their level in the fair value hierarchy:

	Level 1	Level 2	Level 3	Total
	---------- Rupees ----------			
September 30, 2026 (Unaudited)				
- Long term investments	197,158,580	-	-	197,158,580

	Level 1	Level 2	Level 3	Total
	---------- Rupees ----------			
June 30, 2026 (Audited)				
- Long term investments	216,885,774	-	-	216,885,774

The carrying values of all other financial assets and liabilities reflected in the financial statements approximate their fair values.

	September 30, 2026 (Un-audited)	June 30, 2026 (Audited)
	——— Rupees ———	

29 SHARIAH COMPLIANCE STATUS DISCLOSURE

Statement of financial Position		
Shariah compliant		
Sales	1,173,588,170	3,841,176,077
Short-term borrowing	50,000,000	55,000,000
Financial Charges	1,520,173	8,512,553
Mark-up accrued	2,011,458	4,079,653
Bank balances	298,825	155,599
Non- Shariah compliant		
Short-term borrowing	256,541,758	205,892,286
Financial Charges	27,447,234	125,935,249
Mark-up accrued	19,277,929	18,772,704
Bank balances	32,372,207	20,489,601

30 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison and better presentation.

31 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on October 29, 2026 by the Board of Directors of the Company.

32 GENERAL

Figures have been rounded off to the nearest rupee unless otherwise stated.

IMRAN MAQBOOL
Chief Executive Officer

HANYA MAQBOOL
Director

KAMRAN RASHEED
Chief Financial Officer

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