Service Industries Textiles Limited

Quarterly Report

Un-Audited

1st Quarter Ended
September 30, 2026

COMPANY INFORMATION

BOARD OF DIRECTORS	:	Aamer Hameed	(Chairman/Non Executive Director)
		Mohammad Hameed	(Chief Executive/Executive Director)
		Murtaza Hameed	(Executive Director)
		Usman Hamid Malik	(Independent Director)
		Sara Aqeel	(Independent Director)
		Tariq Hameed	(Non Executive Director)
		Sadia Hamid	(Non Executive Director)
CHIEF FINANCIAL OFFICER	:	M. Muddasar Shahzad	
COMPANY SECRETARY	:	Usman Khalid	
AUDIT COMMITTEE	:	Usman Hamid Malik	(Chairman)
		Sara Aqeel	(Member)
		Aamer Hameed	(Member)
HUMAN RESOURCE & REMUNERATION COMMITTEE	:	Sara Aqeel	(Chairperson)
		Tariq Hameed	(Member)
		Usman Hamid Malik	(Member)
BANKERS	:	Meezan Bank Limited	
		MCB Bank Limited	
		Bank Alfalah Limited	
AUDITORS	:	Crowe Hussain Chaudhury & Co., Chartered Accountants	
INTERNAL AUDITOR	:	Awan & Co. Chartered Accountants	
REGISTERED OFFICE	:	38-Empress Road, Lahore Telephones: (92-42) 36304561-3, 36367861-3 Telefax: (92-42) 3636 7861 E-mail: info@prime-service.com	
MILLS	:	Rehman Shaheed Road, Gujrat Telephone: (92-53) 3514065, 3535085 Telefax: (92-53) 3513700	
Web Reference	:	www.sitl.com.pk	
Share Registrar	:	Corplink (Pvt) Ltd. Wings Arcade, 1-K Commercial Model Town, Lahore Tel: (92-42) 35839182, 35916719	

DIRECTORS' REPORT

The Directors of your Company present before you the un-audited financial statements for the quarter ended September 30, 2026. The financial results are as follows:

	30.09.2026 (Rupees 000)	30.09.2025 (Rupees 000)
Net Loss for the period	(1,596)	(9,829)
Accumulated loss brought forward	(472,216)	(381,899)
	(473,812)	(391,728)
Transfer from surplus on revaluation of fixed assets in respect of incremental depreciation - net of deferred tax	4,106	4,562
Accumulated Loss	(469,706)	(387,166)
Loss per share - Basic	(0.12)	(0.71)

Revenue for the quarter increased by 33.8% to Rs. 448.381 million (September 30, 2025: Rs. 335.153 million), and gross profit improved to Rs. 19.171 million from Rs. 9.662 million. The Company earned an operating profit of Rs. 3.546 million against an operating loss of Rs. 2.764 million in the corresponding quarter last year. Management continues to take steps to minimise overheads and improve operational efficiency. The Board has assessed the Company's ability to continue as a going concern, as explained in note 1.3 to the condensed interim financial information, and with the continued support of the sponsoring directors considers the going concern basis appropriate. Additionally, subsequent to the period end, the Company has reached an understanding with its key trading partners for the conversion of a portion of their advances into long-term loans, subject to execution of definitive agreements.

On the industry front, the country's textile exports grew by 5.3% during July-September 2026. However, the spinning sector continues to operate well below its installed capacity, as energy costs remain significantly higher than in competing regional economies, inflation has risen, and turnover-based minimum tax and multiple levies are charged irrespective of profitability.

Misuse of the Export Facilitation Scheme (EFS) remains a serious concern for local spinners. Yarn and other inputs imported free of duty and taxes under the scheme continue to find their way into the domestic market, displacing locally produced yarn and cotton. Although the levy of sales tax and customs duty on imported yarn has partly addressed this disparity, stricter monitoring of EFS imports and equal tax treatment of local and imported supplies are essential to protect the domestic spinning industry and the demand for local cotton.

The 2026-27 cotton crop has improved, with arrivals up by 7.5% to 4.081 million bales up to October 15, 2026, although high temperatures slowed arrivals in late September and lint prices remain well above last season. Production and quality, however, continue to suffer from climate change, uncertified seeds, spurious pesticides, pest attacks and high production costs with diminishing returns for farmers. To improve the crop outlook, the Government should ensure the availability of certified, climate-resilient seed, strengthen research and development, curb the sale of spurious pesticides, support farmers through capacity building and fair returns, help upgrade ginning technology and incentivise better-quality, contamination-free cotton.

Looking ahead, the Board is cautiously optimistic. Better availability of domestic cotton, steady demand for yarn and a more level playing field for local yarn should support capacity utilisation, although continuation of the reduced industrial electricity tariff beyond December 2026 will be critical for the sector. The Company will remain focused on cost control, efficient raw material procurement and an appropriate product mix.

The Board places on record its appreciation for the dedication of the employees and the continued support of shareholders, bankers, customers and suppliers of the Company.

For and on Behalf of the Board of Directors

Lahore
October 30, 2026

Mohammad Hameed
Chief Executive

Aamer Hameed
Director

ڈائریکٹرز رپورٹ

کمپنی کے ڈائریکٹرز 30 ستمبر 2026 کو ختم ہونے والی سہ ماہی کے غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔ مالیاتی نتائج درج ذیل ہیں:

	30.09.2026	30.09.2025
	(Rupees 000)	(Rupees 000)
مدت کا خالص نقصان	(1,596)	(9,829)
سابقہ جمع شدہ نقصان	(472,216)	(381,899)
	(473,812)	(391,728)
اضافی فرسودگی کے سلسلے میں اثاثہ جات کی ازسرِنو تشخیص کے سرپلس سے منتقلی۔ مؤخر ٹیکس منہا کرنے کے بعد	4,106	4,562
جمع شدہ نقصان	(469,706)	(387,166)
فی حصص نقصان۔ بنیادی (روپے)	(0.12)	(0.71)

زیرِ جائزہ سہ ماہی کے دوران کمپنی کی آمدنی 33.8 فیصد اضافے کے ساتھ 448.381 ملین روپے رہی (30 ستمبر 2025: 335.153 ملین روپے)، جبکہ مجموعی منافع 9.662 ملین روپے سے بڑھ کر 19.171 ملین روپے ہو گیا۔ کمپنی نے گزشتہ سال کی اسی سہ ماہی کے 2.764 ملین روپے کے آپریٹنگ نقصان کے مقابلے میں 3.546 ملین روپے کا آپریٹنگ منافع حاصل کیا۔ انتظامیہ اخراجات میں کمی اور آپریشنل استعداد میں بہتری کے لیے مسلسل اقدامات کر رہی ہے۔ بورڈ نے کمپنی کے بطور گوئنگ کنسرن کاروبار جاری رکھنے کی صلاحیت کا جائزہ لیا ہے، جیسا کہ عبوری مالیاتی معلومات کے نوٹ 1.3 میں بیان کیا گیا ہے، اور اسپائسر ڈائریکٹرز کے مسلسل تعاون کے پیشِ نظر گوئنگ کنسرن کی بنیاد کو مناسب سمجھتا ہے۔ مزید برآں، مدت کے اختتام کے بعد، کمپنی اپنے اہم تجارتی شراکت داروں کے کچھ ایڈوانسز کو طویل مدتی قرضوں میں تبدیل کرنے کی تجویز پر مفاہمت تک پہنچ گئی ہے، جو حتمی معاہدوں پر دستخط سے مشروط ہے۔

صنعتی محاذ پر، جولائی تا ستمبر 2026 کے دوران ملک کی ٹیکسٹائل برآمدات میں 5.3 فیصد اضافہ پنگ سیکٹر اپنی نصب شدہ استعداد سے کافی کم سطح پر کام کر رہا ہے، کیونکہ توانائی کی لاگت خطے کے مسابقتی ممالک کے مقابلے میں نمایاں طور پر زیادہ ہے، مہنگائی میں اضافہ ہوا ہے، اور ٹرن اوور کی بنیاد پر کم از کم ٹیکس اور متعدد محصولات منافع سے قطع نظر وصول کیے جا رہے ہیں۔

ایکسپورٹ فیسیلیٹیشن اسکیم (EFS) کا غلط استعمال مقامی اسپنرز کے لیے بدستور ایک سنگین مسئلہ ہے۔ اس اسکیم کے تحت ڈیوٹی اور ٹیکس سے مستثنیٰ درآمد کیا گیا دھاگہ اور دیگر خام مال مقامی منڈی میں پہنچ رہا ہے، جس سے مقامی طور پر تیار کردہ دھاگے اور کپاس کی طلب متاثر ہو رہی ہے۔ اگرچہ درآمدی دھاگے پر سیلز ٹیکس اور کسٹمز ڈیوٹی کے نفاذ سے اس عدم توازن میں پنگ صنعت اور مقامی کپاس کی طلب کے تحفظ کے لیے EFS کے تحت درآمدات کی سخت نگرانی اور مقامی و درآمدی اشیاء پر یکساں ٹیکس نظام ناگزیر ہے۔

2026-27 کی کپاس کی فصل میں بہتری آئی ہے اور 15 اکتوبر 2026 تک کپاس کی آمد 7.5 فیصد اضافے کے ساتھ 4.081 ملین گانٹھیں رہی، اگرچہ ستمبر کے آخر میں شدید گرمی کے باعث آمد کی رفتار سست ہوئی اور روئی کی قیمتیں گزشتہ سیزن کے مقابلے میں کافی زیادہ ہیں۔ تاہم کپاس کی پیداوار اور معیار موسمیاتی تبدیلی، غیر تصدیق شدہ بیج، جعلی زرعی ادویات، کیڑوں کے حملوں اور کاشتکاروں کے لیے کم ہوتے منافع کے ساتھ بلند پیداواری لاگت سے متاثر ہو رہے ہیں۔ فصل کے امکانات بہتر بنانے کے لیے حکومت کو چاہیے کہ تصدیق شدہ اور موسمیاتی تبدیلی کے مقابلے کی صلاحیت رکھنے والے بیج کی دستیابی یقینی بنائے، تحقیق و ترقی کو فروغ دے، جعلی زرعی ادویات کی فروخت کی روک تھام کرے، کاشتکاروں کی استعداد بڑھانے اور انہیں مناسب منافع کی فراہمی میں معاونت کرے، جننگ ٹیکنالوجی کو جدید بنانے میں مدد دے اور بہتر معیار اور آلودگی سے پاک کپاس کے لیے مراعات متعارف کرائے۔

مستقبل کے حوالے سے بورڈ محتاط طور پر پُرامید ہے۔ مقامی کپاس کی بہتر دستیابی، دھاگے کی مستحکم طلب اور مقامی دھاگے کے لیے مساوی مسابقتی ماحول سے پیداواری استعداد کے استعمال میں بہتری متوقع ہے، تاہم دسمبر 2026 کے بعد صنعتی بجلی کے کم کردہ نرخوں کا تسلسل اس شعبے کے لیے نہایت اہم ہوگا۔ کمپنی اخراجات پر کنٹرول، خام مال کی مؤثر خریداری اور مناسب پروڈکٹ مکس پر اپنی توجہ مرکوز رکھے گی۔

بورڈ کمپنی کے ملازمین کی لگن اور حصص یافتگان، بینکوں، صارفین اور سپلائرز کے مسلسل تعاون پر ان کا شکریہ ادا کرتا ہے۔

بورڈ آف ڈائریکٹرز کی طرف سے

محمد حمید	عامر حمید
چیف ایگزیکٹو	ڈائریکٹر

لاہور

مورخہ 30 اکتوبر 2026

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

	Notes	September 30, 2026 (Un-audited) Rupees	June 30, 2026 (Audited) Rupees
CAPITAL AND LIABILITIES			
Share Capital and Reserves			
Authorized share capital			
20,000,000 (June 2026: 20,000,000) ordinary shares of Rs. 10 each		200,000,000	200,000,000
Issued, subscribed and paid up capital		137,875,670	137,875,670
Share premium reserve		18,676,816	18,676,816
Accumulated loss		(469,706,115)	(472,215,577)
Surplus on revaluation of property, plant and equipment		1,218,098,733	1,222,204,247
		904,945,104	906,541,156
Non Current Liabilities			
Long term financing	4	37,120,627	37,120,627
Post employment benefit obligations		32,699,185	32,200,169
Deferred tax liability		68,178,794	70,174,555
		137,998,606	139,495,351
Current Liabilities			
Trade and other payables		552,241,364	643,180,677
Unclaimed dividends		232,987	232,987
Unpaid dividends		683,162	683,162
Short term borrowings		-	-
Current portion of long term financing		-	-
Accrued markup		1,079,732	-
Provision for taxation		21,557,344	15,952,584
		575,794,589	660,049,410
Contingencies and Commitments	5	-	-
Total Equity and Liabilities		1,618,738,299	1,706,085,917
ASSETS			
Non Current Assets			
Property, plant and equipment	6	1,468,818,121	1,479,836,420
Long term deposits		27,622,243	27,622,243
		1,496,440,364	1,507,458,663
Current Assets			
Stores and spares		2,725,583	3,428,585
Stock in trade		63,122,012	102,401,107
Trade debts		-	7,437,867
Advances and prepayments		32,424,840	55,200,785
Cash and bank balances		24,025,500	30,158,910
		122,297,935	198,627,254
Total Assets		1,618,738,299	1,706,085,917

The annexed notes from 1 to 15 form an integral part of these financial statements.

Mohammad Hameed
Chief Executive

Aamer Hameed
Director

M. Muddasar Shahzad
Chief Financial Officer

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

	Notes	Quarter ended September 30, 2026 (Un-audited) Rupees	Quarter ended September 30, 2025 (Un-audited) Rupees
Revenue		448,380,814	335,153,163
Cost of sales	7	(429,209,652)	(325,490,885)
Gross Profit		19,171,162	9,662,278
Operating expenses:			
- Distribution cost		(2,264,618)	(1,981,205)
- Administrative expenses	8	(13,360,162)	(10,444,807)
		(15,624,780)	(12,426,012)
Operating Profit / (Loss)		3,546,382	(2,763,734)
Finance cost		(1,563,926)	(2,116,877)
Other income		30,491	-
		(1,533,435)	(2,116,877)
Profit / (Loss) before Levy and Taxation		2,012,947	(4,880,611)
Levy	9	(5,021,005)	(4,189,415)
Loss before Income Tax		(3,008,058)	(9,070,026)
Income tax	10	1,412,006	(758,677)
Net Loss for the Period		(1,596,052)	(9,828,703)
Loss per Share - Basic and Diluted		(0.12)	(0.71)

The annexed notes from 1 to 15 form an integral part of these financial statements.

Mohammad Hameed	Aamer Hameed	M. Muddasar Shahzad
Chief Executive	Director	Chief Financial Officer

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

	Note	Quarter ended September 30, 2026 (Un-audited) Rupees	Quarter ended September 30, 2025 (Un-audited) Rupees
Net Loss for the period		(1,596,052)	(9,828,703)
Other Comprehensive Income for the period			
Items that may be reclassified to profit and loss			
Items that will not be reclassified to profit or loss			
Experience adjustment on remeasurement of post employment benefits		-	-
Related deferred tax impact		-	-
		-	-
Total Comprehensive Income for the period		(1,596,052)	(9,828,703)

The annexed notes from 1 to 15 form an integral part of these financial statements.

Mohammad Hameed
Chief Executive

Aamer Hameed
Director

M. Muddasar Shahzad
Chief Financial Officer

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

Particulars	Issued, Subscribed and Paid up Capital	Reserves		Surplus on Revaluation of Property, Plant and Equipment	Total
		Share Premium Reserve	Accumulated (Loss)		
	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at June 30, 2025	137,875,670	18,676,816	(381,898,671)	1,240,450,974	1,015,104,789
Net loss for the period	-	-	(9,828,703)	-	(9,828,703)
Other comprehensive income for the period	-	-	-	-	
Total comprehensive loss for the period	-	-	(9,828,703)	-	(9,828,703)
Transferred from surplus on revaluation of property, plant and equipment on incremental depreciation charged in current year - net of deferred tax	-	-	4,561,682	(4,561,682)	-
Balance as at September 30, 2025	137,875,670	18,676,816	(387,165,692)	1,235,889,292	1,005,276,086
Balance as at June 30, 2026	137,875,670	18,676,816	(472,215,577)	1,222,204,247	906,541,156
Net loss for the period	-	-	(1,596,052)	-	(1,596,052)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive loss for the period	-	-	(1,596,052)	-	(1,596,052)
Transferred from surplus on revaluation of property, plant and equipment on incremental depreciation charged in current year - net of deferred tax	-	-	4,105,514	(4,105,514)	-
Balance as at September 30, 2026	137,875,670	18,676,816	(469,706,115)	1,218,098,733	904,945,104

The annexed notes from 1 to 15 form an integral part of these financial statements.

Mohammad Hameed
Chief Executive

Aamer Hameed
Director

M. Muddasar Shahzad
Chief Financial Officer

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	Quarter ended 30 September 2026	Quarter ended 30 September 2025
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit /(Loss) before Levy / Taxation	2,012,947	(4,880,611)
Adjustments for:		
- Depreciation	11,018,299	11,449,209
- Post employment benefit obligations	2,577,216	2,277,005
- Discounting of long term loan	-	-
- Finance cost	1,563,926	2,116,877
	15,159,441	15,843,091
Operating profit before working capital changes	17,172,388	10,962,480
(Increase) / decrease in current assets:		
- Stores and spares	703,002	(107,078)
- Stock in trade	39,279,095	14,161,174
- Trade debts	7,437,867	7,112,902
- Advances and prepayments	28,472,072	40,327,310
Increase / (decrease) in current liabilities:		
- Trade and other payables	(91,322,806)	(43,582,626)
	(15,430,770)	17,911,682
Cash Generated from Operations	1,741,618	28,874,162
Income tax paid	(5,696,127)	(3,175,570)
Finance cost paid	(100,701)	(1,561,053)
Long term deposits paid	-	(300,000)
Post employment benefit obligations paid	(2,078,200)	(1,169,730)
Net Cash (Used in) /Generated from Operating Activities	(6,133,410)	22,667,809
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	-	(21,560,986)
Net Cash Used in Investing Activities	-	(21,560,986)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term financing - paid to related parties	-	(1,174,999)
Short term borrowings - net	-	(1,500,000)
Net Cash Used in Financing Activities	-	(2,674,999)
Net Decrease in Cash and Cash Equivalents	(6,133,410)	(1,568,176)
Cash and cash equivalents at the beginning of the period	30,158,910	19,660,844
Cash and Cash Equivalents at the End of the Period	24,025,500	18,092,668

The annexed notes from 1 to 15 form an integral part of these financial statements.

Mohammad Hameed	Aamer Hameed	M. Muddasar Shahzad
Chief Executive	Director	Chief Financial Officer

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2026

Note 1
The Company and its Operations

1.1 Service Industries Textiles Limited (the Company) was incorporated in Pakistan in 1962 as a Private Limited Company under the Companies Act 1913, (now The Companies Act 2017) and was subsequently converted into a Public Limited Company in 1970. The Company is listed on the Pakistan Stock Exchange Limited. The principal activity of the Company is manufacturing and sale of yarn made from raw cotton and synthetic fiber. The registered office of the Company is situated at 38 - Empress Road, Lahore.

1.2 The Information on geographical location and address of the Company's business is as under :

Business unit	Geographical location
Head / Registered office	38 - Empress Road, Lahore.
Manufacturing unit	Rehman Shaheed Road, Gujrat.

1.3 As at September 30, 2026, the Company's current liabilities exceed its current assets by Rs. 453,496,654 (June 30, 2026: Rs. 461,422,156) and its accumulated loss stands at Rs. 469,706,115 (June 30, 2026: Rs. 472,215,577). The conditions disclosed in note 1.3 to the annual audited financial statements for the year ended June 30, 2026 continue to exist. With the continued financial support of the sponsoring directors and the steps taken by management to improve operations, this condensed interim financial information has been prepared on a going concern basis. Additionally, subsequent to the reporting date, the Company has reached an understanding with its key trading partners for the conversion of a portion of their advances into long-term loans, subject to execution of definitive agreements.

Note 2
Basis of Preparation

2.1 This condensed interim financial information 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 Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standard 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 under the Companies Act, 2017 have been followed.

2.2 This condensed interim financial information should be read in conjunction with annual audited financial statements for the year ended June 30, 2026. Comparative balance sheet is extracted from annual audited financial statements for the year ended June 30, 2026 whereas comparative profit and loss account, comparative statement of comprehensive income, comparative cash flows statement and comparative statement of changes in equity are extracted from unaudited interim financial information for the quarter ended September 30, 2025.

2.3 This condensed interim financial information is presented in Pak Rupees, which is the Company's functional and presentational currency. All the figures have been rounded off to the nearest rupee, unless otherwise stated.

Note 3
Significant Accounting Policies

The Company's accounting and financial risk management policies and methods of computation of this condensed interim financial information are the same as those followed in the preparation of annual financial statements for the preceding financial year ended June 30, 2026.

Note 4
Long Term Financing

	September 30 2026 (Unaudited) Rupees	June 30 2026 (Audited) Rupees
Related parties - Unsecured		
Loan from directors - Undiscounted amount	37,120,627	23,407,945
Unwinding of discount	-	2,406,035
Repayment	-	(4,621,750)
	37,120,627	21,192,230
Restructured loan	-	15,928,397
	37,120,627	37,120,627

4.1 During the preceding year, the Company entered into agreement with its directors for restructuring of long term and short term borrowing. Under this agreement, previous long term loan and short term loan amounting to Rs. 21.192 million and 15.928 million respectively were restructured during the year. Now, this restructured loan is repayable over a period of five years including grace period of two years, i.e. from June 30, 2026. The loan is unsecured and carries markup at the rate of 3-month Kibor per annum. Further, the directors of the Company have also decided to waive off all previously charged accrued markup on the loan under this agreement.

Note 5
Contingencies and Commitments

Contingencies

5.1 There has been no change in the status of contingencies as reported in the annual audited financial statements for the year ended June 30, 2026.

Commitments

5.2 There are no material commitments outstanding as at the reporting date (June 30, 2026: Nil).

Note 6 Property, Plant & Equipment	September 30 2026 (Unaudited) Rupees	June 30 2026 (Audited) Rupees
Opening written down value	1,479,836,420	1,491,622,657
Additions during the period / year	-	35,628,745
Revaluation surplus	-	-
Revaluation adjustment	-	-
Depreciation charge for the period / year	(11,018,299)	(47,414,982)
Revaluation adjustment		-
	1,468,818,121	1,479,836,420

Note 7 Cost of sales	September 30 2026 (Unaudited) Rupees	September 30 2025 (Unaudited) Rupees
Raw material consumed	300,114,875	193,134,350
Stores and spares consumed	2,783,400	1,003,719
Packing material consumed	2,824,832	1,810,790
Fuel and power	79,238,961	80,491,075
Salaries & wages	32,932,287	36,514,614
Insurance	691,200	360,000
Repair & maintenance	795,960	541,073
Depreciation	10,467,384	10,876,749
	429,848,899	324,732,370
Work in process		
Opening	17,780,313	18,896,387
Closing	(17,092,118)	(17,436,759)
	688,195	1,459,628
Finished Goods		
Opening	4,514,661	5,382,885
Closing	(5,842,103)	(6,083,998)
	(1,327,442)	(701,113)
	429,209,652	325,490,885

Note 8 Administrative Expenses		September 30 2026 (Unaudited) Rupees	September 30 2025 (Unaudited) Rupees
Salaries & Benefits		9,172,225	6,167,384
Utilities		493,512	483,938
Printing & Stationery		52,200	54,222
Communication		179,705	170,945
Travelling & conveyance		989,316	1,064,213
Repairs & Maintenance		27,810	130,120
Rent, rates & Taxes		102,369	371,023
Vehicle running & Maintenance		161,328	132,367
Fee and Subscription		854,694	716,585
Legal & Professional charges		318,626	317,790
Entertainment		185,842	129,475
Newspaper & Periodicals		15,500	16,320
Donations	8.1	150,000	80,000
Gardening Expenses		56,500	20,140
Miscellaneous		49,620	17,825
Depreciation		550,915	572,460
		13,360,162	10,444,807

8.1 This includes the amount of Rs. 120,000 (2025: 80,000) paid to M/s Gujranwala Welfare Clinic, which is related party due to common directorship.

Note 9 Levy	September 30 2026 (Unaudited) Rupees	September 30 2025 (Unaudited) Rupees
Minimum tax	5,021,005	4,189,415
	5,021,005	4,189,415

This represents portion of minimum tax paid under section 113 of Income tax Ordinance, 2001 ("the Ordinance"), representing levy in terms of requirements of IFRIC 21/IAS 37.

Note 10 Taxation	September 30 2026 (Unaudited)	September 30 2025 (Unaudited)
Current:		
- Charge for the period	583,755	-
	583,755	-
Deferred tax	(1,995,761)	758,677
	(1,412,006)	758,677
Reconciliation of levy and income tax under IAS-12:		
Current tax liability as per applicable tax laws	5,604,760	4,189,415
Portion of current tax liability representing income tax as per IAS-12	(583,755)	-
Portion of current tax liability representing levy as per IFRIC-21 / IAS-37	(5,021,005)	(4,189,415)
Difference	-	-

Note 11
Financial Risk Management

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

Note 12
Transactions with Related Parties

Related parties comprise directors of the Company and their close relatives, key management personnel and post employment benefit plans. The Company in the normal course of business carries out transactions with various related parties. Significant transactions with related parties and balances due to / from them are as under:

Transactions during the period			September 30 2026 (Unaudited) Rupees	September 30 2025 (Unaudited) Rupees
Related party	Relationship	Nature of transaction		
Directors and close relatives thereof	Associated persons	Long term financing repaid to directors	-	1,174,999
		Markup on long term financing from directors	1,079,732	555,824
M/s. Gujranwala Welfare Clinic	Common Directorship	Donation paid during the period	120,000	80,000

Balances outstanding as at	September 30, 2026	June 30, 2026
Directors, executives and close relatives thereof		
Long term financing	37,120,627	37,120,627
Accrued markup on long term financing	1,079,732	-
	38,200,359	37,120,627

Following are the related parties with whom the Company had entered into transactions or have arrangement / agreement in place.

Sr No	Company Name/ Party Name	Basis or association	Aggregate % of Shareholding
1	Mr. Mohammad Hameed	CEO	20.24
2	Mr. Aamer Hameed	Director	16.65
3	Mr. Tariq Hameed	Director	10.37
4	Ms. Uzma Hameed	Related party- close relationship of Director	14.70
5	Ms. Saima Hameed	Related party- spouse of Mr. Aamer Hameed	9.08

Note 13
Segment Information

13.1 Operating segments are reported in a manner consistent with the internal reporting used by the Chief Operating Decision Maker. The Chief Executive Officer (CEO) of the Company has been designated as the Chief Operating Decision Maker, who is responsible for allocating resources and assessing performance of the operating segments.

The CEO is responsible for the Company's entire product portfolio and considers business as a single operating segment. The Company's assets allocation decisions are based on a single integrated investment strategy and the Company's performance is evaluated on an overall basis.

The internal reporting provided to the CEO for the Company's assets, liabilities and performance is prepared on a basis consistent with the measurement and recognition principles of approved accounting standards as applicable in Pakistan. The Company is domiciled in Pakistan. All of the Company's income is from the entities incorporated in Pakistan.

13.2 Entity-wide disclosures regarding reportable segment are as follows:

Information about major customers

One customer of the Company accounts for 25% (September 2025: 28%) of total sales for the period. Revenue from such customer was Rs. 111.577 million (September 2025: Rs. 93.789 million).

Information about geographical area

- All non-current assets of the Company are located in Pakistan as at the reporting date.

Note 14
Date of Authorization for Issue

These financial statements were approved by the board of directors and authorized for issue on 30 October 2026.

Note 15
General

All figures are in full rupees.

Corresponding figures have been re-arranged and re-grouped where-ever necessary for the purpose of comparison.

Mohammad Hameed	Aamer Hameed	M. Muddasar Shahzad
Chief Executive	Director	Chief Financial Officer

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