



# 2026

**For The  
Nine Months Ended  
March 31**



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**COMPANY PROFILE**

<b>BOARD OF DIRECTORS</b>	Sh. Naseem Ahmad Mr. Rehman Naseem Mr. Amir Naseem Sheikh Mr. Faisal Ahmed Mr. Muhammad Mukhtar Sheikh Mr. Abbas Mukhtar Mr. Babar Ali Mr. Masood Karim Shaikh Ms. Parveen Akhter Malik	Chairman/ Non - Executive Director Chief Executive Officer Non - Executive Director Non - Executive Director Executive Director Executive Director Independent Director Independent Director Independent Director
<b>AUDIT COMMITTEE</b>	Ms. Parveen Akhter Malik Mr. Sheikh Naseem Ahmad Mr. Amir Naseem Sheikh Mr. Babar Ali	Independent Director/Chairperson Non - Executive Director Non - Executive Director Independent Director
<b>HUMAN RESOURCE AND REMUNERATION COMMITTEE</b>	Mr. Babar Ali Mr. Amir Naseem Sheikh Mr. Faisal Ahmad	Independent Director/Chairman Non - Executive Director Non - Executive Director
<b>STRATEGIC PLANNING COMMITTEE</b>	Mr. Rehman Naseem Mr. Masood Karim Shaikh Ms. Parveen Akhter Malik	CEO/Chairman Independent Director Independent Director
<b>COMPANY SECRETARY</b>	Mr. Basharat Hashmi	
<b>CHIEF FINANCIAL OFFICER</b>	Mr. Muhammad Azam , FCA & FCMA	
<b>AUDITORS</b>	ShineWing Hameed Chaudhri & Co., Chartered Accountants	
<b>BANKERS</b>	Bank Al Habib Limited National Bank of Pakistan Meezan Bank Limited The Bank of Punjab Habib Metropolitan Bank Limited Bank Alfalah Limited Habib Bank Limited Faysal Bank Limited Allied Bank Limited Bank Islami Pakistan Limited Soneri Bank Limited Industrial and Commercial Bank of China Ltd. United Bank Limited	Askari Bank Limited MCB Bank Limited The Bank of Khyber JS Bank Limited Dubai Islamic Bank Pakistan Limited Standard Chartered Bank (Pakistan) Limited Bank Makramah Limited Saudi Pak Industrial & Agricultural Inv. Company Limited Pak Oman Investment Company Limited Pak Brunei Investment Company Limited Pak Libya Holding Company (Pvt.) Limited Pakistan Kuwait Investment Company (Private) Limited PAIR Investment Company Limited
<b>HEAD OFFICE &amp; SHARES DEPARTMENT:</b>	59/3, Abdali Road, Multan. Phone: (92), 4781637 Fax: (92) 61-4541832 E-mail: corporate@fazalcloth.com <a href="mailto:Shares@fazalcloth.com">Shares@fazalcloth.com</a> Website: www.fazalcloth.com	
<b>SHARES REGISTRAR:</b>	Vision Consulting Ltd. 5-C, LDA Flats, Lawrence Road, Lahore. shares@vcl.com.pk Phone: (92) 42-36283096, 36283097 Fax: (92) 42-36374839	
<b>REGISTERED OFFICE:</b>	69/7, Abid Majeed Road, Survey No. 248/7, Lahore Cantt, Lahore. Phone: (92) 42-36684909	
<b>MILLS:</b>	i) Fazal Nagar, Jhang Road, Muzaffargarh - Pakistan Ph. (92) 66-2422216, 18 Fax: (92) 66-2422217 ii) Qadirpur Rawan Bypass, Khanewal Road, Multan - Pakistan Ph. (92) 61-6740041-43, Fax : (92) 61-6740052 iii) 13 K.M. Mian Wali Road, Khanpur bagga Sher. Ph. (92) 662-490183	

## DIRECTORS' REVIEW

The directors of Fazal Cloth Mills Limited (the Company) are pleased to present their report for the third quarter ended March 31, 2026.

### Financial Performance

A summary of the Company's financial performance for the nine months ended 31 March 2026, compared with the corresponding period of the previous year, is presented below:

Particulars	March 31, 2026 (Rs. in Million)	March 31, 2025 (Rs. in Million)
Net Revenue	71,601	69,028
Cost of Sales	(65,880)	(63,161)
<b>Gross Profit</b>	<b>5,721</b>	<b>5,867</b>
Selling & Admin Expenses	(1,070)	(1,035)
Other Income / (Expenses) - Net	468	667
<b>Profit from Operations</b>	<b>5,119</b>	<b>5,499</b>
Finance Costs	(3,887)	(3,949)
Profit Before Levies & Tax	1,232	1,549
Levies	(1,032)	(959)
Profit Before Income Tax	200	590
Income Tax	155	(208)
<b>Profit After Tax</b>	<b>356</b>	<b>382</b>
Earnings Per Share (Rs.)	11.86	12.74

The Company recorded net revenue of Rs. 71,601 million during the period under review, reflecting a 3.73% growth over the corresponding period of the previous year (Rs. 69,028 million). This improvement was primarily driven by higher sales volumes and improved market penetration across domestic and export channels. Local sales amounted to Rs. 59,690 million while export sales contributed the remaining balance.

Despite revenue growth, gross profit declined marginally from Rs. 5,867 million (8.50% margin) to Rs. 5,721 million (7.99% margin). Notably, the Company's cost of production actually decreased during the period raw material consumption costs fell by 7.28% (from Rs. 45,018 million to Rs. 41,741 million) and power and fuel costs declined by 5.69% (from Rs. 8,865 million to Rs. 8,361 million), reflecting improved procurement efficiency, moderation in cotton and fibre prices, and early benefits of energy conservation measures. Overall cost of manufacturing declined by approximately 5.5%.

The compression in gross margin was therefore not driven by cost pressures but by a sharper fall in yarn selling prices. Increased supply in the domestic and export yarn markets, combined with competitive pricing pressures, resulted in lower price realisations per unit that outpaced the reduction in manufacturing costs. Consequently, gross profit margin contracted from 8.50% to 7.99%, with the benefit of lower input costs unable to fully offset the decline in topline realisations.

Finance costs registered a marginal decline of Rs. 62 million to Rs. 3,887 million (compared with Rs. 3,949 million), reflective of improved financial discipline, active management of borrowing facilities and the benefit of declining interest rate environment during the period. This reduction partially offset pressure on profitability.

Profit after tax stood at Rs. 356 million, compared to Rs. 382 million for the same period last year. Earnings per share decreased to Rs. 11.86 (31 March 2025: Rs. 12.74).

### Capital Expenditure & Solar Energy Project

The Company continued its capital investment programme during the period under review. Key capital expenditure was directed towards:

- BMR of ring frames, combers, looms and related equipment across multiple spinning and weaving units
- Commissioning of solar power systems totalling approximately 28 MW across Muzaffargarh and Qadir Pur Rawan facilities.
- Modification of air conditioning systems at spinning units to enhance productivity and quality, while reducing power consumption.

The solar power project, which will significantly reduce the Company's dependence on conventional electricity and curtail energy costs, is progressing as planned. The outstanding portion of the installation is expected to be completed by May 2026. Upon full commissioning, this project is expected to provide a meaningful and sustainable reduction in the Company's power costs, directly improving operating margins.

### **Operating Environment**

While the textile sector in Pakistan continued to operate in a challenging macroeconomic environment during the nine months under review, the industry remained under pressure due to declining yarn prices and relatively higher power and energy costs compared to regional competitors

Raw material costs declined year-on-year as cotton and fibre prices moderated somewhat; however, power and fuel costs which represent approximately 14.25% of cost of goods manufactured remained elevated. While policy interest rates have begun trending upward, borrowing costs may increase in the coming quarters.

On the external front, ongoing geopolitical developments, including tensions in the Middle East and the evolving US-Iran situation, continued to add uncertainty to global energy markets, disrupt supply chains, and introduce volatility into international trade flows. Export demand from key markets including the European Union and United States showed signs of recovery, supporting topline growth, though competitive pressures in pricing and lead times remain.

### **Strategy & Outlook**

- The Board remains committed to strengthening the Company's operational resilience and ensuring long-term sustainable growth through a focused and disciplined strategic approach. Key priorities for the remainder of FY2026 and beyond include
- **Operational Efficiency:** Continuous improvement through process optimisation, reduction of wastage, and productivity enhancement across all manufacturing facilities
- **Energy Cost Reduction:** Full commissioning of the 28 MW solar power project by May 2026 and evaluation of further renewable energy solutions. The total solar capacity will increase to 51 MW.
- **Market Diversification:** Expansion of export markets and customer base across high-value segments, supported by product diversification
- **Financial Discipline:** Prudent working capital management, improved cash flow efficiency and optimisation of the capital structure to reduce finance costs
- **Technology & BMR:** Continued investment in state-of-the-art machinery to improve quality, productivity and global competitiveness

The outlook for the remainder of the financial year is cautiously optimistic. Management expects gradual improvement in profitability as energy cost savings from the solar project materialise, working capital improves, and market conditions stabilise. The Company is well-positioned to benefit from any improvement in export demand and the anticipated moderation in input costs.

**Environmental, Social & Governance (ESG)****Environmental**

The Company remains committed to environmental sustainability. The commissioning of the large-scale solar power project represents a transformative step in reducing the Company's carbon footprint. Additional initiatives are being pursued for waste reduction, improved resource utilisation and responsible consumption across all processes. The Company is progressively aligning its environmental reporting with the IFRS Sustainability Disclosure Standards (IFRS S1 and S2).

**Social**

The Company places strong emphasis on employee welfare, occupational health and workplace safety across all facilities. Continuous investment is being made in training and skill development programmes to enhance employee capabilities. The Company contributes to community development and fulfils its obligations under applicable labour laws, including contributions to the Workers' Profit Participation Fund and Workers' Welfare Fund.

**Governance**

The Company is committed to maintaining high standards of corporate governance in strict adherence to the SECP's Listed Companies (Code of Corporate Governance) Regulations, 2019. Internal control systems and risk management frameworks are continuously strengthened to ensure transparency, accountability and effective oversight. The Board is satisfied that the internal controls in place are appropriate for the size and nature of the Company's operations.

**Dividend**

The Board of Directors has not declared any interim dividend for the nine months ended 31 March 2026, in view of the need to conserve financial resources for debt servicing, ongoing capital expenditure requirements and working capital management. The Board will review the dividend position at the close of the financial year, taking into account the full-year financial performance and the liquidity position of the Company.

**Acknowledgement**

The Board of Directors wishes to place on record its sincere appreciation for the continued trust and confidence reposed by the shareholders, customers, financial institutions, suppliers and business partners of the Company. The Board also acknowledges the dedication and commitment of the management team and all employees, whose collective efforts remain instrumental in navigating a challenging operating environment and driving the Company forward.

The Board further acknowledges the guidance and support of the Securities and Exchange Commission of Pakistan, the Pakistan Stock Exchange, the State Bank of Pakistan and other regulatory authorities.

**For & on behalf of the Board**

(Sheikh Naseem Ahmed)  
Director

Dated: April 30, 2026



(Rehman Naseem)  
Chief Executive Officer

## ڈائریکٹرز جائزہ رپورٹ

فضل کا تھ ملز لمیٹڈ (کمپنی) کے ڈائریکٹرز خوشی کے ساتھ 31 مارچ 2026 کو ختم ہونے والی تیسری سہ ماہی کی رپورٹ پیش کرتے ہیں۔

### مالی کارکردگی

31 مارچ 2026 کو ختم ہونے والے نو (9) مہینوں کے لیے کمپنی کی مالی کارکردگی کا خلاصہ، پچھلے سال کی اسی مدت کے مقابلے، ذیل میں پیش کیا گیا ہے:

تفصیلات	31 مارچ 2026 (ملین روپے)	31 مارچ 2025 (ملین روپے)
خالص آمدنی	71,601	69,028
فروخت کی لاگت	(65,880)	(63,161)
مجموعی منافع	5,721	5,867
فروخت و انتظامی اخراجات	(1,070)	(1,035)
دیگر آمدنی / اخراجات نیت	468	667
اپریشن سے منافع	5,119	5,499
مالیاتی اخراجات	(3,887)	(3,949)
منافع قبل از ٹیکس اور لیویز	1,232	1,549
لیویز	(1,032)	(959)
منافع قبل از ٹیکس انکم	200	590
انکم ٹیکس	155	(208)
منافع بعد از ٹیکس	356	382
فی شیئر آمدنی (روپے)	11.86	12.74

کمپنی نے زیر جائزہ مدت کے دوران 71,601 ملین روپے کی خالص آمدن ریکارڈ کی، جو گزشتہ سال کے اسی عرصے (69,028 ملین روپے) کے مقابلے میں 3.73% اضافہ ظاہر کرتی ہے۔ یہ بہتری بنیادی طور پر فروخت کے زیادہ حجم اور مقامی و برآمدی مارکیٹس میں بہتر رسائی کی بدولت حاصل ہوئی۔ مقامی فروخت 59,690 ملین روپے رہی جبکہ باقی حصہ برآمدی فروخت سے حاصل ہوا۔

آمدن میں اضافے کے باوجود مجموعی منافع معمولی طور پر کم ہو کر 5,867 ملین روپے (8.50% مارجن) سے 5,721 ملین روپے (7.99% مارجن) رہ گیا۔ قابل ذکر بات یہ ہے کہ اس عرصے کے دوران کمپنی کی پیداواری لاگت میں درحقیقت کمی واقع ہوئی۔ خام مال کے استعمال کی لاگت 7.28% کم ہو کر 45,018 ملین روپے سے 41,741 ملین روپے ہو گئی جبکہ بجلی اور ایندھن کے اخراجات میں بھی 5.69% کمی آئی، جو 8,865 ملین روپے سے کم ہو کر 8,361 ملین روپے رہ گئے۔ یہ کمی بہتر خریداری کی حکمت عملی، کپاس اور فائبر کی قیمتوں میں اعتدال، اور توانائی کے تحفظ کے اقدامات کے ابتدائی فوائد کی عکاسی کرتی ہے۔ مجموعی طور پر مینوفیکچرنگ لاگت میں تقریباً 5.5% کمی واقع ہوئی۔

لہذا مجموعی منافع کے مارجن میں کمی لاگت میں اضافے کی وجہ سے نہیں بلکہ یارن کی فروختی قیمتوں میں زیادہ تیزی سے کمی کے باعث ہوئی۔ مقامی اور برآمدی یارن مارکیٹس میں سپلائی میں اضافے اور مسابقتی قیمتوں کے دباؤ کے نتیجے میں فی یونٹ قیمتوں میں کمی واقع ہوئی، جو مینوفیکچرنگ لاگت میں ہونے والی کمی سے زیادہ تھی۔ نتیجتاً، مجموعی منافع کا مارجن 8.50% سے کم ہو کر 7.99% رہ گیا، جہاں کم لاگت کا فائدہ آمدنی میں کمی کے اثرات کو مکمل طور پر پورا نہ کر سکا۔

فنانسنگ لاگت میں 62 ملین روپے کی معمولی کمی ریکارڈ کی گئی، جو 3,887 ملین روپے رہی (گزشتہ سال 3,949 ملین روپے کے مقابلے میں)۔ یہ کمی بہتر مالی نظم و ضبط، قرض کی سہولیات کے فعال انتظام اور اس مدت کے دوران شرح سود میں کمی کے رجحان کی عکاسی کرتی ہے۔ اس کمی نے منافع پر موجود باؤ کو جزوی طور پر کم کرنے میں مدد دی۔

ٹیکس کے بعد منافع 356 ملین روپے رہا، جبکہ گزشتہ سال اسی مدت کے دوران یہ 382 ملین روپے تھا۔ فی حصص آمدن کم ہو کر 11.86 روپے رہ گئی (31 مارچ 2025: 12.74 روپے)۔

### سرمایہ جاتی اخراجات اور سوئرانرجی پروجیکٹ

زیر جائزہ مدت کے دوران کمپنی نے اپنے سرمایہ جاتی پروگرام کو جاری رکھا۔ اہم سرمایہ کاری درج ذیل شعبوں میں کی گئی

- مختلف اسپننگ اور یونٹ یونٹس میں رنگ فریزر، لومز اور متعلقہ آلات کی بی ایم آر
- مظفر گڑھ اور قادر پور راواں میں 28 میگا واٹ کے سولر سسٹمز کی تنصیب کا کام جاری ہے
- سپیڈنگ یونٹ میں بہتر ایئر کنڈیشننگ سسٹم کی تنصیب سے پیداوار اور معیار میں بہتری کے ساتھ توانائی کی کپت میں کمی متوقع ہے

سولر پاور منصوبہ، جو کمپنی کی روایتی بجلی پراکھار کو نمایاں طور پر کم کرے گا اور توانائی کے اخراجات میں کمی لائے گا، منصوبہ بندی کے مطابق جاری ہے۔ اس کی باقی ماندہ تنصیب مئی 2026 تک مکمل ہونے کی توقع ہے۔ مکمل طور پر فعال ہونے کے بعد یہ منصوبہ کمپنی کی توانائی کی لاگت میں قابل ذکر اور مستقل کمی لائے گا، جس سے آپریٹنگ مارجنز میں براہ راست بہتری متوقع ہے۔

### آپریٹنگ ماحول

زیر جائزہ مدت (9) ماہ کے دوران پاکستان کا ٹیکسٹائل سیکٹر ایک مشکل معاشی ماحول میں کام کرتا رہا۔ کپڑے کی صنعت پر ایران کی قیمتوں میں کمی اور علاقائی حربوں کے مقابلے میں نسبتاً زیادہ بجلی اور توانائی کے اخراجات کے باعث دباؤ برقرار رہا۔

خام مال کی لاگت سال بہ سال کم ہوئی کیونکہ کپاس اور فائبر کی قیمتوں میں کچھ حد تک اعتدال آیا، تاہم بجلی اور ایندھن کے اخراجات، جو پیداواری لاگت کا تقریباً 14.25% ہیں، بدستور بلند سطح پر رہے۔ اگرچہ شرح سود میں اضافہ کارخانہ شروع ہو چکا ہے، جس سے آئندہ سہ ماہیوں میں قرض لینے کی لاگت میں اضافہ ہو سکتا ہے۔

بیرونی محاذ پر مشرق وسطیٰ میں جاری جغرافیائی و سیاسی حالات، بشمول امریکہ اور ایران کے درمیان کشیدگی، نے عالمی توانائی منڈیوں میں غیر یقینی صورتحال کو بڑھایا، سپلائی چین میں خلل پیدا کیا اور بین الاقوامی تجارتی بہاؤ میں اتار چڑھاؤ پیدا کیا۔ یورپی یونین اور امریکہ جیسے اہم منڈیوں سے برآمدی طلب میں بہتری کے آثار نظر آئے، جس سے مجموعی آمدن میں اضافہ کو سہارا ملا، تاہم قیمتوں اور ترسیل کے اوقات میں مسابقتی دباؤ بدستور موجود رہا۔

### حکمت عملی اور مستقبل کا منظر نامہ

بورڈ کمپنی کی آپریٹنگ مضبوطی کو بڑھانے اور طویل مدتی پائیدار ترقی کو یقینی بنانے کے لیے ایک مرکوز اور منظم حکمت عملی کے ذریعے اپنی وابستگی کا اعادہ کرتا ہے۔ مالی سال 2026 کے باقی حصے اور آئندہ عرصے کے لیے اہم ترجیحات درج ذیل ہیں

### آپریٹنگ کارکردگی

تمام پیداواری یونٹس میں پراسیس کی بہتری، ضیاع میں کمی اور پیداواری صلاحیت میں اضافہ کے ذریعے مسلسل بہتری

## توانائی کے اخراجات میں کمی

مئی 2026 تک 28 میگا واٹ سولر پاور منصوبے کی مکمل تنصیب اور مزید قابل تجدید توانائی کے حصول سے مجموعی سولر صلاحیت بڑھ کر 51 میگا واٹ تک پہنچ جائے گی

## مارکیٹ کا تنوع

برآمدی منڈی کی توسیع اور اعلیٰ قدر والے شعبوں میں صارفین کے اعتماد اور مصنوعات کے تناؤ کے ذریعے تقویت حاصل ہوئی ہے

## مالی نظم و ضبط

بہتر مالی نظم و ضبط و محتاط ورکنگ کیپیٹل مینجمنٹ بہتر کیش فلو کارکردگی اور سرمائے کے موثر استعمال کے باعث مالی لاگت میں کمی ہوئی ہے

## ٹیکنالوجی اور بی ایم آر

معیار، پیداواری صلاحیت اور عالمی مسابقت بڑھانے کے لیے جدید ترین مشینری میں مسلسل سرمایہ کاری کا نفاذ مالی سال کے باقی حصے کے لیے منظر نامہ محتاط طور پر پر امید ہے۔ انتظامیہ توقع رکھتی ہے کہ منافع میں بتدریج بہتری آئے گی، کیونکہ سولر منصوبے سے توانائی کی چھت، ورکنگ کیپیٹل کی بہتری، اور مارکیٹ حالات میں استحکام کے اثرات ظاہر ہوں گے۔ کمپنی برآمدی طلب میں ممکنہ بہتری اور خام مال کی لاگت میں متوقع اعتدال سے فائدہ اٹھانے کی بہتر پوزیشن میں ہے۔

## ماحولیاتی، سماجی اور گورننس (ESG)

### ماحولیاتی

کمپنی ماحولیاتی پائیداری کے لیے اپنی وابستگی کو برقرار رکھے ہوئے ہے۔ بڑے پیمانے پر سولر پاور منصوبے کا آغاز کمپنی کے کاربن فٹ پرنٹ میں نمایاں کمی کی جانب ایک اہم اور انقلابی قدم ہے۔ اس کے علاوہ فضلے میں کمی، وسائل کے بہتر استعمال اور تمام عمل میں ذمہ دارانہ استعمال کے لیے مزید اقدامات جاری ہیں۔ کمپنی بتدریج اپنی ماحولیاتی رپورٹنگ کو پائیداری انکشاف معیارات کے مطابق ہم آہنگ کر رہی ہے۔

### سماجی

کمپنی اپنے تمام یونٹس میں ملازمین کی فلاح و بہبود، پیشہ ورانہ صحت اور کام کی جگہ پر حفاظت کو بہت اہمیت دیتی ہے۔ ملازمین کی صلاحیتوں میں بہتری کے لیے تربیت اور ہنرمندی کے فروغ کے پروگراموں میں مسلسل سرمایہ کاری کی جا رہی ہے۔ کمپنی کمیونٹی کی ترقی میں بھی اپنا کردار ادا کرتی ہے اور قابل اطلاق لیبر فورسز کے تحت اپنی ذمہ داریاں پوری کرتی ہے، جن میں ورکرز پروفٹ پارٹنرشپس فنڈ اور ورکرز ویلفیئر فنڈ میں شراکت شامل ہے۔

### گورننس

کمپنی کارپوریٹ گورننس کے اعلیٰ معیار کو برقرار رکھنے کے لیے پُر عزم ہے اور سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز 2019 کی مکمل پابندی کرتی ہے۔ شفافیت، جوابدہی اور مؤثر ٹیکنالوجی کو یقینی بنانے کے لیے اندرونی کنٹرول سسٹمز اور رسک مینجمنٹ فریم ورک کو مسلسل مضبوط کیا جا رہا ہے۔ بورڈ اس بات پر مطمئن ہے کہ موجودہ اندرونی کنٹرولز کمپنی کے حجم اور آپریشنز کی نوعیت کے مطابق مناسب اور مؤثر ہیں۔

### ڈیویڈنڈ

بورڈ آف ڈائریکٹرز نے 31 مارچ 2026 کو ختم ہونے والے نو (9) ماہ کے لیے کوئی عبوری منافع (انٹرم ڈیویڈنڈ) اعلان نہیں کیا ہے، تاکہ مالی وسائل کو قرضوں کی ادائیگی، جاری سرمایہ جاتی ضروریات اور ورکنگ کیمپین کے مؤثر انتظام کے لیے محفوظ رکھا جاسکے۔ بورڈ مالی سال کے اختتام پر منافع کی صورتحال کا جائزہ لے گا، جس میں مکمل سال کی مالی کارکردگی اور کمپنی کی لیکویڈیٹی پوزیشن کو مد نظر رکھا جائے گا۔

### ظہارِ تشکر

بورڈ آف ڈائریکٹرز کمپنی کے حصص یافتگان، صارفین، مالیاتی اداروں، سپلائرز اور کاروباری شراکت داروں کی جانب سے مسلسل اعتماد اور بھروسے کو دل کی گہرائیوں سے سراہتا ہے۔ بورڈ انتظامیہ کی ٹیم اور تمام ملازمین کی لگن اور محنت کو بھی قدر کی نگاہ سے دیکھتا ہے، جن کی اجتماعی کاوشیں ایک مشکل کاروباری ماحول میں کمپنی کو آگے بڑھانے میں کلیدی حیثیت رکھتی ہیں۔

بورڈ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، پاکستان اسٹاک ایکسچینج، اسٹیٹ بینک آف پاکستان اور دیگر ریگولیٹری اداروں کی رہنمائی اور تعاون کا بھی تہہ دل سے شکر یاد ادا کرتا ہے۔

بورڈ کی طرف سے



شیخ نسیم احمد

(ڈائریکٹر)



رحمان نسیم

(چیف ایگزیکٹو آفیسر)

بتاریخ: 30 اپریل، 2026



# **Fazal Cloth Mills Limited**

## **Condensed Interim Financial Statements (Un-audited)**


*For the Nine Months Ended 31 March 2026*

## Condensed Interim Statement of Financial Position

As at 31 March 2026

		<i>(Un-audited)</i> <b>31 March</b> <b>2026</b> <b>Rupees</b>	<i>(Audited)</i> <b>30 June</b> <b>2025</b> <b>Rupees</b>
<b>Assets</b>			
<u><b>Non-current assets</b></u>			
Property, plant and equipment	4	53,429,553,716	52,167,363,593
Long term investments	5	11,771,955,048	10,248,129,438
Long term loans and advances	6	-	-
Long term deposits		<b>25,733,193</b>	<b>25,733,193</b>
		<b>65,227,241,957</b>	<b>62,441,226,224</b>
<u><b>Current assets</b></u>			
Stores, spares and loose tools		<b>2,284,766,288</b>	2,310,844,034
Stock-in-trade	7	<b>29,950,910,001</b>	33,661,545,599
Trade debts	8	<b>15,617,788,265</b>	12,266,998,305
Loans and advances		<b>175,129,983</b>	324,107,024
Deposits, prepayments and other receivable		<b>696,438,951</b>	642,810,677
Mark-up accrued		<b>20,945,113</b>	19,085,522
Short term investment	9	<b>756,432,000</b>	608,389,200
Sales tax refundable and adjustable		<b>891,662,444</b>	2,056,456,838
Cash and bank balances	10	<b>1,936,735,783</b>	1,122,291,188
		<b>52,330,808,828</b>	<b>53,012,528,387</b>
<b>Total assets</b>		<b>117,558,050,785</b>	<b>115,453,754,611</b>
<b>Equity and liabilities</b>			
<u><b>Share capital and reserves</b></u>			
Authorized share capital		<b>1,700,000,000</b>	1,700,000,000
Issued, subscribed and paid-up capital		<b>300,000,000</b>	300,000,000
Others capital reserves		<b>21,140,388,775</b>	19,616,563,165
Revaluation surplus on property, plant and equipment		<b>17,532,671,913</b>	17,970,136,770
Unappropriated profits - revenue reserve		<b>9,841,896,154</b>	9,048,716,202
		<b>48,814,956,842</b>	46,935,416,137
<u><b>Non-current liabilities</b></u>			
Long term financing -secured	11	<b>12,596,894,695</b>	11,168,050,617
Long term musharika -secured	12	<b>10,649,874,035</b>	7,956,146,606
Lease liability -unsecured		<b>61,683,981</b>	66,442,445
Deferred liabilities:			
- Staff retirement benefit		<b>655,890,801</b>	604,292,806
- Deferred taxation		<b>9,346,392,500</b>	9,501,841,903
		<b>33,310,736,012</b>	29,296,774,377
<u><b>Current liabilities</b></u>			
Current portion of non-current liabilities	13	<b>5,229,681,896</b>	4,311,481,264
Short term borrowings - secured		<b>20,840,653,788</b>	23,537,764,673
Contract liabilities		<b>1,450,053,469</b>	1,294,316,323
Trade and other payables	14	<b>6,912,051,612</b>	8,996,266,832
Unclaimed dividend		<b>21,977,192</b>	21,977,192
Accrued mark-up		<b>977,939,975</b>	882,273,218
Provision for taxation - net		<b>-</b>	177,484,595
		<b>35,432,357,932</b>	39,221,564,097
<b>Contingencies and commitments</b>	15	<b>117,558,050,785</b>	<b>115,453,754,611</b>

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

  
(MUHAMMAD AZAM)  
CHIEF FINANCIAL OFFICER

  
(REHMAN NASEEM)  
CHIEF EXECUTIVE OFFICER

  
(SHEIKH NASEEM AHMAD)  
DIRECTOR

**Condensed Interim Statement of Profit or Loss (Un-Audited)**  
*For the nine months and quarter ended 31 March 2026*

	Note	<i>Nine months ended</i>		<i>Quarter ended</i>	
		<i>31 March</i>	<i>31 March</i>	<i>31 March</i>	<i>31 March</i>
		<b>2026</b>	<b>2025</b>	<b>2026</b>	<b>2025</b>
		<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>
Revenue from contracts with customers - net	16	<b>71,600,651,715</b>	69,028,047,768	<b>24,046,954,214</b>	22,038,208,046
Cost of sales	17	<b>(65,879,751,470)</b>	(63,161,120,412)	<b>(21,819,528,111)</b>	(20,253,078,636)
<b>Gross profit</b>		<b>5,720,900,245</b>	5,866,927,356	<b>2,227,426,103</b>	1,785,129,410
Selling and distribution expenses		<b>(377,474,385)</b>	(366,416,009)	<b>(159,940,908)</b>	(161,623,036)
Administrative expenses		<b>(692,334,791)</b>	(668,266,026)	<b>(213,913,607)</b>	(229,163,069)
Other expenses		<b>(215,225,409)</b>	(127,243,282)	<b>(19,965,926)</b>	(56,248,654)
		<b>(1,285,034,585)</b>	(1,161,925,317)	<b>(393,820,441)</b>	(447,034,759)
Other income		<b>683,488,146</b>	793,893,095	<b>47,761,082</b>	358,120,095
<b>Profit from operations</b>		<b>5,119,353,806</b>	5,498,895,134	<b>1,881,366,744</b>	1,696,214,746
Finance cost	18	<b>(3,887,463,397)</b>	(3,949,447,409)	<b>(1,296,119,803)</b>	(1,210,699,435)
<b>Profit before levies and income tax</b>		<b>1,231,890,409</b>	1,549,447,725	<b>585,246,941</b>	485,515,311
Levies		<b>(1,031,624,717)</b>	(959,307,022)	<b>(432,820,631)</b>	(369,459,010)
<b>Profit before income tax</b>		<b>200,265,692</b>	590,140,703	<b>152,426,310</b>	116,056,301
Income tax		<b>155,449,403</b>	(207,807,617)	<b>(10,701,102)</b>	(78,170,326)
<b>Profit after taxation</b>		<b>355,715,095</b>	382,333,086	<b>141,725,208</b>	37,885,975
<b>Earnings per share - basic and diluted</b>	19	<b>11.86</b>	12.74	<b>4.72</b>	1.26



(MUHAMMAD AZAM)  
CHIEF FINANCIAL OFFICER



(REHMAN NASEEM)  
CHIEF EXECUTIVE OFFICER



(SHEIKH NASEEM AHMAD)  
DIRECTOR

**Condensed Interim Statement of Comprehensive Income (Un-Audited)**  
*For the nine months and quarter ended 31 March 2026*

	<u>Nine months ended</u>		<u>Quarter ended</u>	
	<i>31 March 2026</i>	<i>31 March 2025</i>	<i>31 March 2026</i>	<i>31 March 2025</i>
	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>
<b>Profit after taxation</b>	<b>355,715,095</b>	382,333,086	<b>141,725,208</b>	37,885,975
<b><u>Other comprehensive income - net of tax</u></b>				
<i>Items that will never be reclassified to statement of profit or loss:</i>				
- Net change in fair value of financial assets at FVOCI	<b>1,523,825,610</b>	2,173,294,070	<b>(1,764,462,808)</b>	493,873,203
<b>Total comprehensive income / (loss) for the period</b>	<b>1,879,540,705</b>	2,555,627,156	<b>(1,622,737,600)</b>	531,759,178

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



(MUHAMMAD AZAM)  
CHIEF FINANCIAL OFFICER



(REHMAN NASEEM)  
CHIEF EXECUTIVE OFFICER



(SHEIKH NASEEM AHMAD)  
DIRECTOR

## Condensed Interim Statement of Changes In Equity (Un-Audited)

*For the nine months ended 31 March 2026*

	Capital reserves			Revenue reserve			Total		
	Share capital	Share premium	Capital redemption reserve	Fair value reserve - net of tax	Capital reserve against capacity expansion	Revaluation surplus on property, plant and equipment		Sub- total	
Balance as at 30 June 2024	300,000,000	77,616,000	175,000,000	1,756,765,395	-	18,554,848,169	20,864,229,564	23,4571,60434	44,321,389,998
<i>Total comprehensive income for the period</i> :									
Profit for nine months ended 31 March 2025	-	-	-	-	-	-	-	382,333,086	382,333,086
Other comprehensive income for nine months ended 31 March 2025	-	-	-	2,173,294,070	-	-	2,173,294,070	-	2,173,294,070
Surplus transferred to un-appropriated profit on account of incremental depreciation charged during the period <i>-net of tax</i>	-	-	-	2,173,294,070	-	-	2,173,294,070	382,333,086	2,555,627,156
Transfer from surplus on revaluation of fixed assets on disposal <i>-net of tax</i>	-	-	-	-	-	(418,238,436)	(418,238,436)	418,238,436	-
Capital reserve against capacity expansion not available for distribution	-	-	-	-	-	(27,214,292)	(27,214,292)	27,214,292	-
Balance as at 31 March 2025	300,000,000	77,616,000	175,000,000	3,930,059,465	15,000,000,000	18,109,395,441	37,592,070,906	9,284,946,248	46,877,017,154
<i>Total comprehensive income for the period</i> :									
Loss for three months ended 30 June 2025	-	-	-	-	-	-	-	(265,195,627)	(265,195,627)
Other comprehensive (loss)/ income for three months ended 30 June 2025	-	-	-	433,887,700	-	-	433,887,700	(110,293,090)	323,594,610
Surplus transferred to un-appropriated profit on account of incremental depreciation charged during the period <i>-net of tax</i>	-	-	-	433,887,700	-	-	433,887,700	(375,488,717)	58,398,983
Transfer from surplus on revaluation of fixed assets on disposal <i>-net of tax</i>	-	-	-	-	-	(139,258,671)	(139,258,671)	139,258,671	-
Capital reserve against capacity expansion not available for distribution	-	-	-	-	-	-	-	-	-
Balance as at 30 June 2025	300,000,000	77,616,000	175,000,000	4,363,947,165	15,000,000,000	17,970,136,770	37,886,699,935	9,048,716,202	46,935,416,137



Share capital	Capital reserves					Revenue reserve		Total
	Share premium	Capital redemption reserve	Fair value reserve - net of tax	Capital reserve against capacity expansion	Revaluation surplus on property, plant and equipment	Sub-total	Un-appropriated profits	
300,000,000	77,616,000	175,000,000	4,363,947,165	15,000,000,000	17,970,136,770	37,886,699,935	9,048,716,202	46,935,416,137
-	-	-	-	-	-	-	355,715,095	355,715,095
-	-	-	1,523,825,610	-	-	1,523,825,610	-	1,523,825,610
-	-	-	1,523,825,610	-	-	1,523,825,610	355,715,095	1,879,540,705
-	-	-	-	-	(395,276,519)	(395,276,519)	395,276,519	-
-	-	-	-	-	(42,188,338)	(42,188,338)	42,188,338	-
300,000,000	77,616,000	175,000,000	5,887,772,775	15,000,000,000	17,532,671,913	38,973,060,688	9,841,896,154	48,814,956,842

Rupees

Balance as at 30 June 2025

Total comprehensive income for the period :

Profit for nine months ended 31 March 2026

Other comprehensive income  
for nine months ended 31 March 2026Surplus transferred to un-appropriated profit on account of incremental depreciation charged during the period *-net of tax*Transfer from surplus on revaluation of fixed assets on disposal *-net of tax*

Balance as at 31 March 2026

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


(MUHAMMAD AZAM)  
CHIEF FINANCIAL OFFICER(REHMAN NASEEM)  
CHIEF EXECUTIVE OFFICER(SHEIKH NASEEM AHMAD)  
DIRECTOR

## Condensed Interim Statement of Cash Flows (Un-Audited)


*For the nine months ended 31 March 2026*

	<i>Nine months ended</i>	
	<i>31 March</i>	<i>31 March</i>
	<i>2026</i>	<i>2025</i>
	<i>Rupees</i>	<i>Rupees</i>
<b><u>Cash flows from operating activities</u></b>		
Profit before taxation	1,231,890,409	1,549,447,725
<i>Adjustments for:</i>		
Depreciation on property, plant and equipment	1,677,855,158	1,713,794,397
Unrealized gain on re-measurement of short term investment	<b>(148,042,800)</b>	(211,140,000)
Reversal of loss allowance against trade debts	(152,178)	(48,625,189)
Provision for gratuity	233,364,744	236,495,502
Provision for infrastructure cess	557,044,328	615,823,194
Provision for workers' profit participation fund	35,968,185	1,214,500
Provision for workers' welfare fund	15,568,758	17,506,587
Loss on disposal of property, plant and equipment	91,872,817	37,109,951
Dividend income	<b>(414,684,187)</b>	(483,798,217)
Loss allowance on interest income for the period	2,430,768	3,490,759
Finance income	<b>(79,501,095)</b>	(23,786,711)
Finance cost	<b>3,887,463,397</b>	3,949,447,409
<b>Cash generated from operations before working capital changes</b>	<b>7,091,078,304</b>	<b>7,356,979,907</b>
<b><u>Effect on cash flows due to working capital changes</u></b>		
<i>(Increase) / decrease in current assets:</i>		
Stores, spares and loose tools	26,077,746	(398,942,809)
Stock-in-trade	3,710,635,598	(12,875,222,364)
Trade debts	<b>(3,350,637,782)</b>	(53,632,771)
Loans and advances	148,977,041	(101,748,849)
Deposits, prepayments and other receivables	<b>119,156,804</b>	<b>(53,809,073)</b>
	<b>654,209,407</b>	(13,483,355,866)
<i>Increase / (decrease) in current liabilities:</i>		
Trade and other payables	<b>(2,692,796,491)</b>	2,836,674,157
Contract liability	<b>155,737,145</b>	149,293,788
<b>Cash generated from / (used in) operations</b>	<b>5,208,228,365</b>	<b>(3,140,408,014)</b>
Gratuity paid to employees	<b>(181,766,749)</b>	(200,958,628)
Taxes paid - net	<b>(44,314,917)</b>	(3,248,741,014)
	<b>(226,081,666)</b>	<b>(3,449,699,642)</b>
<b>Net cash generated from / (used in) operating activities</b>	<b>4,982,146,699</b>	<b>(6,590,107,656)</b>
<b><u>Cash flows from investing activities</u></b>		
Fixed capital expenditure	<b>(3,055,218,966)</b>	(1,583,161,231)
Proceeds from sale of property, plant and equipment	<b>23,300,868</b>	36,279,531
Long term deposits	-	84,907,100
Finance income received	<b>75,210,736</b>	12,066,319
Dividend received from associated company	<b>241,899,109</b>	190,063,585
<b>Net cash used in investing activities</b>	<b>(2,714,808,253)</b>	<b>(1,259,844,696)</b>
<b><u>Cash flows from financing activities</u></b>		
Long term financing obtained	<b>4,139,975,346</b>	2,373,046,855
Long term financing repaid	<b>(2,279,404,441)</b>	(2,302,466,163)
Long term musharika obtained	<b>3,758,415,000</b>	5,480,314,859
Long term musharika repaid	<b>(579,855,367)</b>	(617,355,368)
Short term borrowings -net	<b>(1,517,923,868)</b>	5,547,711,792
Lease rentals paid	<b>(10,610,766)</b>	(9,646,149)
Finance cost paid -net	<b>(3,784,302,738)</b>	(4,379,404,924)
Dividend paid	-	(25,788)
<b>Net cash (used in) / generated from financing activities</b>	<b>(273,706,834)</b>	<b>6,092,175,114</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>1,993,631,612</b>	<b>(1,757,777,238)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>(2,095,383,155)</b>	<b>(542,880,740)</b>
<b>Cash and cash equivalents at end of the period</b>	<b>(101,751,543)</b>	<b>(2,300,657,978)</b>
<b>Cash and cash equivalents at period end comprises of:</b>		
Cash and bank balances	<b>1,936,735,783</b>	685,900,040
Running finance / running musharika	<b>(2,038,487,326)</b>	(2,986,558,018)
	<b>(101,751,543)</b>	<b>(2,300,657,978)</b>

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

  
(MUHAMMAD AZAM)  
CHIEF FINANCIAL OFFICER

  
(REHMAN NASEEM)  
CHIEF EXECUTIVE OFFICER

  
(SHEIKH NASEEM AHMAD)  
DIRECTOR

## Notes to the Condensed Interim Financial Information (Un-audited)

*For the nine months ended 31 March 2026*

### 1 Legal status and nature of business

Fazal Cloth Mills Limited ("the Company") was incorporated in Pakistan in 1966 as a Public Limited Company under the Companies Act, 1913 (now the Companies Act, 2017). The shares of the Company are quoted on Pakistan Stock Exchange ('PSX'). The Company is principally engaged in manufacture and sale of yarn and fabric.

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

<b>Lahore</b>	<b>Purpose</b>
69/7, Abid Majeed Road, Survey No. 248/7 Cantt.	Registered office
<b>Multan</b>	
59/3, Abdali Road.	Head office
Qadirpur Rawan Bypass, Khanewal Road.	Production plant
<b>Muzaffargarh</b>	
Fazal Nagar, Jhang Road.	Production plant
13-KM, Mianwali Road, Khanpur Bagga Sher.	Production plant

### 2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

#### 2.1 Statement of compliance

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

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

Where 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.

2.1.2 These 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, 2025. These condensed interim financial statements are being submitted to the shareholders as required by the section 237 of the Companies Act, 2017.

#### 2.2 Accounting policies

All the 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 audited annual financial statements for the year ended June 30, 2025.

### 3 ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of 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 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.

		<i>(Un-audited)</i> <b>31 March</b> <b>2026</b> <i>Rupees</i>	<i>(Audited)</i> <b>30 June</b> <b>2025</b> <i>Rupees</i>
<b>4 Property, plant and equipment</b>			
Operating Property, plant and equipment	4.1	50,403,765,041	50,716,603,453
Right of use of Asset	4.2	30,153,799	34,461,484
Capital work-in-progress	4.3	2,995,634,876	1,416,298,656
		<b>53,429,553,716</b>	<b>52,167,363,593</b>
<b>4.1 Opening net book value</b>		<b>50,716,603,453</b>	<b>51,701,058,121</b>
<i>Additions during the period / year:</i>			
Freehold land		-	372,783,270
Factory building on free hold land		96,597,207	43,676,616
Non-factory building on free hold land		4,235,193	257,502,959
Plant and machinery		1,342,387,981	615,690,005
Electric fittings and installations		6,004,950	9,375,644
Tools, laboratory equipment and arms		49,415	32,300
Fire extinguishing equipments and scales		894,400	3,700,000
Office equipment		15,493,842	26,388,970
Vehicles		10,219,759	47,562,198
		<b>1,475,882,747</b>	<b>1,376,711,962</b>
Carrying value of assets disposed off during the period / year		<b>(115,173,685)</b>	<b>(73,613,470)</b>
Depreciation charge for the period / year		<b>(1,673,547,473)</b>	<b>(2,287,553,160)</b>
Closing net book value		<b>50,403,765,041</b>	<b>50,716,603,453</b>
<b>4.2 Right of use Asset</b>			
Opening net book value		34,461,484	40,205,064
Depreciation charge for the period		<b>(4,307,685)</b>	<b>(5,743,580)</b>
Closing net book value		<b>30,153,799</b>	<b>34,461,484</b>
<b>4.3 Breakup of capital work-in-progress:</b>			
Building on free hold land		262,909,547	92,393,493
Non-factory building on free hold land		75,207,690	37,145,587
Plant and machinery		1,904,914,436	1,071,186,307
Electric fittings and Installations		527,700	843,398
Tools, Lab. Equipment & Arms		-	49,415
Office equipment		9,589,121	1,566,526
Furniture and fixtures		-	25,425
Vehicles - Cost & Expenses		37,527	
Advances to suppliers - unsecured, considered good	4.3.1	742,448,855	213,088,505
		<b>2,995,634,876</b>	<b>1,416,298,656</b>

4.3.1 These mainly includes advances against civil works, plant and machinery and vehicles and are in the normal course of business.

		<i>(Un-audited)</i>	<i>(Audited)</i>
		<b>31 March</b>	<b>30 June</b>
		<b>2026</b>	<b>2025</b>
		<b>Rupees</b>	<b>Rupees</b>
<b>5 Long term investments</b>	<i>Note</i>		
<b><u>At fair value through OCI</u></b>			
Fatima Fertilizer Company Limited - <i>quoted</i>	5.1	<b>7,786,062,232</b>	6,262,236,622
Fatima Energy Limited - <i>unquoted</i>	5.2	<b>3,520,811,224</b>	3,520,811,224
Fatima Transmission Company Limited - <i>unquoted</i>	5.3	<b>97,758,789</b>	97,758,789
Multan Real Estate (Private) Limited - <i>unquoted</i>	5.4	<b>327,322,803</b>	327,322,803
		<b>11,731,955,048</b>	10,208,129,438
<b><u>Associated companies - at equity method</u></b>			
Fatima Transmission Company Limited - <i>unquoted (Ordinary shares)</i>	5.5	-	-
Fatima Electric Company Limited - <i>unquoted</i>	5.5	-	-
		-	-
<b><u>At fair value through P&amp;L</u></b>			
Term finance certificates		<b>40,000,000</b>	40,000,000
		<b>11,771,955,048</b>	10,248,129,438



	Shares		Market value		Market value per share		Percentage of holding	
	31 March 2026	30 June 2025	31 March 2026	30 June 2025	31 March 2026	30 June 2025	31 March 2026	30 June 2025
5.1 At fair value through OCI								
Note	Number		Rupees		Rupees		%	
5.1.1 Fatima Fertilizer Company Limited - quoted	62,994,031	62,994,031	7,786,062,232	6,262,236,622	123.60	99.41	3.00%	3.00%

5.1.1 The investments in Fatima Fertilizer Company Limited (FFCL) has been designated as fair value through OCI under IFRS 9. FFCL is an associated undertaking of the Company as per the Companies Act 2017, however, for the purpose of measurement it has been classified as investment at fair value through OCI. The Company does not have significant influence on FFCL.

	Shares		Fair value		Percentage of holding	
	31 March 2026	30 June 2025	31 March 2026	30 June 2025	31 March 2026	30 June 2025
5.2 Fatima Energy Limited - related party - unquoted						
	Number		Rupees		%	
Ordinary Shares - unquoted	108,300,000	108,300,000	696,369,000	696,369,000	19.00%	19.00%
Non voting, non cumulative, redeemable, convertible Preference Shares - unquoted	439,260,066	439,260,066	2,824,442,224	2,824,442,224	36.86%	36.86%
	547,560,066	547,560,066	3,520,811,224	3,520,811,224		

	Shares		Fair value		Percentage of holding	
	31 March 2026	30 June 2025	31 March 2026	30 June 2025	31 March 2026	30 June 2025
5.3 Fatima Transmission Company Limited - unquoted						
	Number		Rupees		%	
Non voting, non cumulative, redeemable, convertible Preference Shares - unquoted	12,795,653	12,795,653	97,758,789	97,758,789	30.71%	30.71%

5.4 This represents 17.04% (30 June 2025; 17.04%) ordinary shares of Multan Real Estate (Private) Limited (MREPL), which is a dormant entity. The latest valuation is based on present market value of Property of MREPL and has been designated at level 3 as mentioned in note 21.

	Shares		Carrying value		Percentage of holding	
	31 March 2026	30 June 2025	31 March 2026	30 June 2025	31 March 2026	30 June 2025
5.5 Associated companies with significant influence - under equity method						
	Number		Rupees		%	
Fatima Transmission Company Limited - unquoted (ordinary shares)	5,520,000	5,520,000	-	-	24.00%	24.00%
Fatima Electric Company Limited - unquoted	7,000	7,000	-	-	20.00%	20.00%
	5,527,000	5,527,000	-	-		

	(Un-audited) 31 March 2026 Rupees	(Audited) 30 June 2025 Rupees
<b>6 Long term advance and mark up accrued</b>		
Fatima Transmission Company Limited <i>associate</i>	13,748,696	13,748,696
Pak Arab Energy Limited - <i>associate</i>	25,904,160	25,904,160
Less: Loss allowance	39,652,856 (39,652,856)	39,652,856 (39,652,856)
	<u>-</u>	<u>-</u>
<b>7 Stock-in-trade</b>		
Raw material [In-transit: Rs. 3,219.98 million (30 June 2025: Rs. 4,954.03 million)]	20,208,220,033	19,128,039,516
Work-in-process	1,150,653,177	1,090,597,209
Finished goods [In-transit: Rs. Nil (30 Jun 2025: Rs. 91.61 million)]		
Yarn	6,835,061,774	11,464,519,087
Fabric	1,083,170,041	1,021,542,292
Waste	673,804,976	956,847,495
	8,592,036,791	13,442,908,874
	<u>29,950,910,001</u>	<u>33,661,545,599</u>
<b>8 Trade debts</b>		
<i>Export debtors - secured against letters of credit:</i>		
Considered good	3,048,214,638	2,248,569,443
<i>Local debtors - unsecured</i>		
Related Parties - considered good	2,005,492,682	1,478,389,088
Others - considered good	10,564,080,945	8,540,039,774
Others - considered doubtful	44,512,942	44,665,120
	12,614,086,569	10,063,093,982
Allowance for impairment of trade debts	(44,512,942)	(44,665,120)
	<u>15,617,788,265</u>	<u>12,266,998,305</u>
<b>8.1 Trade debts due from following related parties on account of trading activities.</b>		
Ahmad Fine Textile Mills Limited	1,853,032,546	1,413,863,233
Reliance Weaving Mills Limited	152,121,223	64,276,346
Fatima Fertilizer Company Limited	338,913	249,509
	<u>2,005,492,682</u>	<u>1,478,389,088</u>
<b>9 Short term investment</b>		
<u>Investment at fair value through profit or loss</u>		
Fatima Fertilizer Company Limited - quoted 6,120,000 (2023: 6,120,000) fully paid ordinary shares of Rs. 10 each Equity held 0.29% (30 June 2025: 0.29%) Market value per share Rs.123.60 (30 June 2025: Rs.99.41)	756,432,000	608,389,200
	<u>756,432,000</u>	<u>608,389,200</u>
<b>10 Cash and bank balances</b>		
Cash in hand	37,520,105	50,256,125
Cash at banks		
- Current accounts	578,162,501	265,104,287
- Saving accounts	157,803,177	93,680,776
	735,965,678	358,785,063
Term deposit receipt	1,163,250,000	713,250,000
	<u>1,936,735,783</u>	<u>1,122,291,188</u>

<i>(Un-audited)</i>	<i>(Audited)</i>
<b>31 March</b>	<b>30 June</b>
<b>2026</b>	<b>2025</b>
<i>Rupees</i>	<i>Rupees</i>
14,432,252,534	15,650,855,677
4,139,975,346	2,774,638,954
<u>(2,279,404,441)</u>	<u>(3,993,242,097)</u>
16,292,823,439	14,432,252,534
<u>(3,695,928,744)</u>	<u>(3,264,201,917)</u>
<u>12,596,894,695</u>	<u>11,168,050,617</u>

Note

**II Long term financing - secured**

Opening balance  
 Loan obtained during the period / year  
 Repayments made during the period / year  
 Closing balance  
 Less: current portion grouped under current liabilities

**11.1 - Markup bearing finances availed during the period:**

<b>Lender</b>	<b>Amount</b>	<b>Rate of Mark Up Per Annum</b>	<b>Security</b>
<b>-- R u p e e s --</b>			
<b>Askari Bank Limited</b>			
- Term finance	349,602,353	6 Months KIBOR + 1.25%	1st joint part passu charge/ mortgage of Rs.2,417 million on all present and future fixed assets of the Company and personal guarantees of the sponsoring directors of the Company.
<b>Habib Bank Limited</b>			
- Term finance	44,400,145	6 Months KIBOR + 1.00%	1st joint part passu charge/ mortgage of Rs.1,651 million over all present and future fixed assets of the Company and personal guarantees of the sponsoring directors of the Company.
<b>Pak Oman Investment Company Limited</b>			
- Term finance	500,000,000	6 Months KIBOR + 0.80%	1st joint part passu charge/ mortgage of Rs.867 million on all present and future fixed assets of the Company and personal guarantees of the sponsoring directors.
<b>Pak Brunei Investment Company Limited</b>			
- Term finance	250,000,000	3 Months KIBOR + 1.25%	1st joint part passu charge/ mortgage of Rs.920 million on all present and future fixed assets of the Company and personal guarantees of the sponsoring directors.



Lender	Amount	Rate of Mark Up Per Annum	Security
<b>-- R u p e e s --</b>			
<b>PAIR Investment Company Limited</b>			
- Term finance	69,015,878	3 Months KIBOR + 1.90%	1st joint part passu charge/ mortgage of Rs.677 million on all present and future fixed assets of the Company.
<b>MCB Bank Limited</b>			
- Syndicated Term finance	724,100,280	6 Months KIBOR + 0.75%	1st joint part passu charge/ mortgage of Rs. 1,920 million on all present and future fixed assets of the Company and personal guarantees of sponsoring directors of the Company.
- EXIM's LTFF Loan	239,378,205	8% p.a	
<b>The Bank of Punjab</b>			
- Term finance	1,000,000,000	6 Months KIBOR + 1.00%	1st joint part passu charge/ mortgage of Rs.3,418 million on all present and future fixed assets of the Company and personal guarantees of sponsoring directors of the Company.
<b>Allied Bank Limited</b>			
- Syndicated Term finance	963,478,485	6 Months KIBOR + 0.75%	1st joint part passu charge/ mortgage of Rs.6,034 million on all present and future fixed assets of the Company and personal guarantees of sponsoring directors of the Company.
	<b>4,139,975,346</b>		



<b>12 Long term musharika – secured</b>		<i>(Audited)</i>
		<i>30 June</i>
		<i>2025</i>
	<i>Note</i>	<i>Rupees</i>
Opening balance	8,999,190,673	3,406,852,549
Loan obtained during the period / year	3,758,415,000	6,489,548,859
Repayments made during the period / year	<u>(579,855,367)</u>	<u>(897,210,735)</u>
Closing balance	12,171,750,306	8,999,190,673
	<i>13</i>	<u>(1,043,044,067)</u>
		<u>7,956,146,606</u>

Less: current portion grouped under current liabilities

**12.1 - Profit bearing finances availed during the period:**

Lender	Amount	Rate of Profit Per		Security
		Annnum	Annnum	
- - R u p e e s - -				
<b>Askari Bank Limited</b>				
- Diminishing musharika	750,000,000	6 Months KIBOR + 1.25%		1st joint pari passu charge/ mortgage of Rs.2,417 million on all present and future fixed assets of the Company and personal guarantees of the sponsoring directors of the Company.
<b>Bank Islami Pakistan Limited</b>				
- Diminishing musharika	1,000,000,000	6 Months KIBOR + 1.00%		1st joint pari passu charge/ mortgage of Rs.2,667 million on all present and future fixed assets of the Company and personal guarantees of the sponsoring directors of the Company.
<b>Faysal Bank Limited</b>				
- Diminishing musharika	1,500,000,000	6 Months KIBOR + 0.70%		1st joint pari passu charge/ mortgage of Rs.3,130 million over all present and future fixed assets of the Company and personal guarantees of the sponsoring directors of the Company.
<b>The Bank of Khyber</b>				
- Diminishing musharika	500,000,000	6 Months KIBOR + 1.00%		1st joint pari passu charge/ mortgage of Rs.494 million over all present and future fixed assets of the Company and personal guarantees of the sponsoring directors of the Company.
<b>United Bank Limited</b>				
- Diminishing musharika	8,415,000	3 Months KIBOR + 1.50%		1st joint pari passu charge/ mortgage of Rs.5,548 million on all present and future fixed assets of the Company and personal guarantees of the sponsoring directors of the Company.
	<u>3,758,415,000</u>			

	<i>(Un-audited)</i>	<i>(Audited)</i>
	<i>31 March</i>	<i>30 June</i>
	<i>2026</i>	<i>2025</i>
<i>Note</i>	<i>Rupees</i>	<i>Rupees</i>
<b>13 Current portion of non-current liabilities</b>		
Long term financing - secured	3,695,928,744	3,264,201,917
Long term musharika - secured	1,527,876,271	1,043,044,067
Current portion of lease liability	<u>5,876,881</u>	<u>4,235,280</u>
	<u><b>5,229,681,896</b></u>	<u><b>4,311,481,264</b></u>
<b>14 Trade and other payables</b>		
Trade creditors	946,655,850	883,302,869
Accrued liabilities	1,172,117,023	1,716,247,361
Due to associated undertakings	5,601	378,465,070
Bills payable	1,351,676,517	3,117,084,261
Tax deducted at source	6,419,819	29,571,730
Infrastructure cess	3,335,945,731	2,778,901,401
Workers' profit participation fund	36,806,038	45,837,853
Workers' welfare fund	54,825,340	39,256,594
Loan from Director	299,693	299,693
Others	7,300,000	7,300,000
	<u><b>6,912,051,612</b></u>	<u><b>8,996,266,832</b></u>
<b>14.1 Due to associated undertakings</b>		
Fatima Energy Limited	-	373,622,167
Fazal Farm (Private) Limited	-	4,842,903
Fatima Fertilizer Company Limited	5,601	-
	<u><b>5,601</b></u>	<u><b>378,465,070</b></u>
<b>15 Contingencies and commitments</b>		
<b>15.1 Contingencies</b>		
15.1.1 There has been no change in the status of contingencies since the annual audited financial statements as at 30 June 2025.		
	<i>(Un-audited)</i>	<i>(Audited)</i>
	<i>31 March</i>	<i>30 June</i>
	<i>2026</i>	<i>2025</i>
	<i>Rupees</i>	<i>Rupees</i>
<b>15.2 Commitments</b>		
15.2.1 Guarantees issued by various commercial banks, in respect of financial and operational obligations of the Company, to various institutions and corporate bodies.	<u>4,372,034,854</u>	3,915,715,954
	<i>(Un-audited)</i>	<i>(Audited)</i>
	<i>31 March</i>	<i>30 June</i>
	<i>2026</i>	<i>2025</i>
	<i>Rupees</i>	<i>Rupees</i>
<b>15.2.2 Commitments against irrevocable letters of credit:</b>		
- capital expenditure	1,001,537,634	346,393,440
- raw material and stores and spares	<u>10,218,937,029</u>	<u>5,141,588,662</u>
	<u><b>11,220,474,663</b></u>	<u><b>5,487,982,102</b></u>
<b>15.2.3 Commitments against foreign bills discounting</b>	<u>-</u>	410,563,243

**15.2.4 Commitments in respect of Fatima Energy limited (FEL):**

The Company through sponsors support agreement commits to lenders of FEL, in case of default by FEL, to pay amount outstanding up to Rs 6,000 million (30 June 2024: Rs 6,000 million). This commitment was already approved by the shareholders under section 199 of the Companies Act, 2017 in annual general meeting dated 26 November 2020.

**15.2.5 Commitments in respect of Fatima Transmission Company Limited (FTCL):**

The Company through sponsors support agreement commits to MCB Bank Limited, in case of default by FTCL, to pay amount outstanding up to Rs 250 million (30 June 2024: Rs. 250 million). This commitment was already approved by the shareholders under section 199 of the Companies Act, 2017 in extra ordinary general meeting held on 25 March 2017.

	Nine months ended		Quarter ended	
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
	31 March	31 March	31 March	31 March
	2026	2025	2026	2025
	Rupees	Rupees	Rupees	Rupees
<b>16 Revenue from contracts with customers - net</b>				
<i>Gross sales</i>				
Local sales	70,928,545,341	70,495,306,050	24,691,985,400	23,517,031,161
Direct exports	10,163,618,697	7,407,551,431	3,238,225,335	2,629,679,772
Indirect exports	2,061,842,817	2,976,448,551	-	-
	83,154,006,855	80,879,306,032	27,930,210,735	26,146,710,933
<i>Sales tax</i>				
Local sales	(10,785,009,085)	(11,126,910,239)	(3,760,844,520)	(3,993,881,762)
Indirect export	(314,518,396)	(454,033,457)	-	-
	(11,099,527,481)	(11,580,943,696)	(3,760,844,520)	(3,993,881,762)
<i>Sales return</i>	(453,827,659)	(270,314,568)	(122,412,001)	(114,621,125)
	<b>71,600,651,715</b>	<b>69,028,047,768</b>	<b>24,046,954,214</b>	<b>22,038,208,046</b>

16.1 It includes sales made to direct exporters against Export facilitation Scheme (EFS) to a related party under S.R.O 957(1)/ 2021 dated 30 July 2021, amounting Rs. 2,061.84 million (31 March 2025: Rs. 2,976.45 million).

	Nine months ended		Quarter ended	
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
	31 March	31 March	31 March	31 March
	2026	2025	2026	2025
	Rupees	Rupees	Rupees	Rupees
<b>17 Cost of sales</b>				
Raw material consumed	41,740,547,218	45,018,425,362	13,795,500,760	15,276,634,435
Packing material consumed	771,753,453	775,651,423	263,630,433	261,020,392
Salaries, wages and benefits	3,562,035,532	3,295,842,652	1,239,342,211	1,127,835,328
Freight outward charges	414,910,515	387,260,537	119,748,953	99,576,899
Travelling and conveyance	20,232,041	19,138,420	5,669,031	6,675,328
Vehicle running and maintenance	57,804,068	62,070,253	15,320,914	21,417,405
Power and fuel	8,360,754,967	8,865,468,756	2,581,162,792	2,773,008,765
Stores and spares consumed	1,828,685,161	1,751,150,639	543,526,138	622,352,751
Processing charges	137,593,730	134,099,009	32,185,547	69,907,221
Repair and maintenance	65,977,678	44,300,290	25,368,113	17,058,300
Insurance	108,204,664	111,789,049	41,008,449	38,770,985
Depreciation on property, plant and equipment	1,586,985,482	1,613,693,657	535,709,480	540,982,150
Others	27,157,891	21,306,276	8,220,448	7,509,976
<i>Work-in-process :</i>	58,682,642,400	62,100,196,323	19,206,393,269	20,862,749,935
Opening balance	1,090,597,209	1,170,146,399	1,162,203,231	1,199,453,000
Closing balance	(1,150,653,177)	(1,258,577,052)	(1,150,653,177)	(1,258,577,052)
	(60,055,968)	(88,430,653)	11,550,054	(59,124,052)
<b>Cost of goods manufactured</b>	<b>58,622,586,432</b>	<b>62,011,765,670</b>	<b>19,217,943,323</b>	<b>20,803,625,883</b>
<i>Finished goods :</i>				
Opening balance	13,442,908,874	10,969,115,013	10,581,536,529	11,037,475,577
Finished goods purchased	1,234,827,191	2,486,253,221	358,683,872	730,411,969
Closing balance	(8,592,036,791)	(12,334,988,973)	(8,592,036,791)	(12,334,988,973)
	6,085,699,274	1,120,379,261	2,348,183,610	(567,101,427)
Cost of goods sold	64,708,285,706	63,132,144,931	21,566,126,933	20,236,524,456
Cost of raw material sold	1,171,465,765	28,975,481	253,401,179	16,554,180
	<b>65,879,751,470</b>	<b>63,161,120,412</b>	<b>21,819,528,111</b>	<b>20,253,078,636</b>

	<u>Nine months ended</u>		<u>Quarter ended</u>	
	<i>(Un-audited)</i>	<i>(Un-audited)</i>	<i>(Un-audited)</i>	<i>(Un-audited)</i>
	<i>31 March</i>	<i>31 March</i>	<i>31 March</i>	<i>31 March</i>
	<i>2026</i>	<i>2025</i>	<i>2026</i>	<i>2025</i>
	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>
<b>18 Finance cost</b>				
<i>Mark-up based loans from conventional banks:</i>				
- Long term financing - secured	<b>1,099,462,852</b>	1,603,806,288	<b>389,760,215</b>	408,043,195
- Short term borrowings - secured	<b>1,375,301,423</b>	1,363,060,204	<b>425,364,060</b>	430,726,758
	<b>2,474,764,275</b>	2,966,866,492	<b>815,124,275</b>	838,769,953
<i>Islamic mode of financing:</i>				
- Musharika - secured	<b>1,005,662,022</b>	651,006,420	<b>353,414,122</b>	254,578,229
- Short term borrowings - secured	<b>294,046,072</b>	248,754,004	<b>91,698,426</b>	80,948,760
	<b>1,299,708,094</b>	899,760,424	<b>445,112,548</b>	335,526,989
Bank charges	<b>105,497,126</b>	72,866,598	<b>33,423,768</b>	31,707,534
Interest on workers' profit participation fund	-	2,098,896	-	2,098,896
Markup on lease liability	<b>7,493,902</b>	7,854,999	<b>2,459,215</b>	2,596,063
	<b>3,887,463,397</b>	3,949,447,409	<b>1,296,119,806</b>	1,210,699,435
<b>19 Earnings per share - basic and diluted</b>				
Profit after taxation	<b>355,715,095</b>	382,333,086	<b>141,725,208</b>	37,885,975
Weighted Average Number of ordinary shares	<b>30,000,000</b>	30,000,000	<b>30,000,000</b>	30,000,000
Earnings per share - basic and diluted	<b>11.86</b>	12.74	<b>4.72</b>	1.26

**20 Financial risk management**

The Company's activities exposes it to a variety of financial risks: market risk (including currency risk and interest rate risk), credit risk and liquidity risk. There has been no changes in the risk management policies during the period, consequently these condensed interim financial statements do not include all the financial risk management information and disclosures required in annual financial statements.

**21 Fair value measurement**

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

A financial instrument is regarded as quoted in an active market if quoted price is readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and that price represents 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 or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 - Inputs for the asset or liability that are not based on observable market data (i.e. unobservable) inputs.

Transfer between levels of the fair value hierarchy are recognised at the end of the reporting period during which the changes have occurred.

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	Carrying amount		Fair value				
	Financial assets at amortised cost	Fair value through profit or loss	Total	Level 1	Level 2	Level 3	Total
----- Rupees -----							
<b>As at 31 Mar 2026.</b>							
<b>Financial assets – measured at fair value</b>							
Short term investment	-	756,432,000	-	756,432,000	-	-	756,432,000
Long term investments	-	40,000,000	11,731,955,048	7,826,062,232	-	3,945,892,816	11,771,955,048
<b>Financial assets – measured at amortized cost</b>							
Long term deposits	25,733,193	-	-	-	-	-	-
Trade debts	15,617,788,265	-	15,617,788,265	-	-	-	-
Deposits and other receivables	638,260,132	-	638,260,132	-	-	-	-
Mark-up accrued	20,945,113	-	20,945,113	-	-	-	-
Cash and bank balances	1,936,735,783	-	1,936,735,783	-	-	-	-
	18,239,462,486	796,432,000	11,731,955,048	8,582,494,232	-	3,945,892,816	12,528,387,048
<b>Financial liabilities – measured at amortized cost</b>							
Long term financing – secured	-	-	16,292,823,439	-	-	-	-
Long term musharaka – secured	-	-	12,177,750,306	-	-	-	-
Trade and other payables	-	-	3,478,054,684	-	-	-	-
Unclaimed dividend	-	-	21,977,492	-	-	-	-
Short term borrowings – secured	-	-	20,840,653,788	-	-	-	-
Accrued mark-up	-	-	977,939,975	-	-	-	-
	-	-	53,789,199,384	-	-	-	-



**22 Segment reporting**
**22.1 Reportable segments**

The management has determined the operating segments of the Company on the basis of products produced.

The Company's reportable segments are as follows:

- Spinning segment - production of different qualities of yarn using natural and artificial fibers
- Weaving segment - production of different qualities of fabric using yarn

Information regarding the Company's reportable segments is presented below. Performance is measured based on segment profit before tax, as management believes that such information is the most relevant in evaluating the results of certain segments relative to other companies that operate within these industries.

**22.2 Information about reportable segments**

	Spinning		Weaving		Total	
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
	31 March	31 March	31 March	31 March	31 March	31 March
	2026	2025	2026	2025	2026	2025
	<b>Rupees</b>					
External revenues	62,827,755,140	57,640,678,275	8,772,896,575	11,387,369,493	71,600,651,715	69,028,047,768
Intersegment revenues	5,046,203,713	6,636,264,178	14,835,555	22,789,925	5,061,039,268	6,659,054,103
Cost of sales	(62,947,956,336)	(59,241,399,911)	(2,931,795,134)	(3,919,720,501)	(65,879,751,470)	(63,161,120,412)
Intersegment cost of sales	(14,835,555)	(22,789,925)	(5,046,203,713)	(6,636,264,178)	(5,061,039,268)	(6,659,054,103)
Selling and distribution expense	(294,687,612)	(264,078,998)	(82,786,773)	(102,337,011)	(377,474,385)	(366,416,009)
Administrative expenses	(621,309,328)	(598,616,836)	(71,025,463)	(69,649,190)	(692,334,791)	(668,266,026)
Other expense	(215,225,409)	(127,243,282)	-	-	(215,225,409)	(127,243,282)
Other income	673,378,107	788,282,602	10,110,039	5,610,493	683,488,146	793,893,095
Finance cost	(3,626,237,449)	(3,557,209,170)	(261,225,948)	(392,238,230)	(3,887,463,397)	(3,940,447,409)
Profit before taxation	827,085,271	1,253,886,933	404,805,138	295,560,792	1,231,890,409	1,549,447,725

22.2.1 The accounting policies of the reportable segments are the same as those described in the annual financial statements for the preceding year ended 30 June 2025.

**23 Related party transactions**

The related parties comprise of entities of the same group, directors of the Company and key management personnel. Detail of such transactions are as follows and the balances are disclosed elsewhere in the condensed interim financial information:

Name of parties	Relationship	Transactions	Nine months ended	
			(Un-audited)	(Un-audited)
			31 March	31 March
			2026	2025
			Rupees	
Fatima Energy Limited	Sponsor / associated Undertaking	Purchase of electricity	4,386,461,862	4,930,457,116
		Payments against purchase of electricity	4,760,084,029	4,711,628,362
Ahmed Fine Textile Mills Limited	Common Directorship	Purchase of goods and services	1,585,722,168	2,298,924,939
		Sale of goods and services	10,250,078,396	11,435,903,020
		Payments against expenses	-	185,416
		Receipts against goods and services - net	8,169,305,735	9,038,843,853
Reliance Weaving Mills Limited	Common Directorship	Purchase of goods and services	58,406,401	63,385,482
		Sale of goods and services	391,697,881	332,173,634
		Receipts against goods and services	245,446,602	217,625,905
Fatima Fertilizer Company Limited	Common Directorship	Reimbursable expenses	382,337	93,212
		Payments against reimbursable expenses	466,146	211,168
		Dividend income	414,684,187	483,798,217
Fazal-ur-Rehman Foundation Multan	Common Directorship	Donations paid	1,945,050	2,213,500
Pak Arab Energy Limited	Common Directorship	Markup accrued	2,430,768	3,490,759
Fazal Farms (Private) Limited	Common Directorship	Purchase of goods and services	5,328,466	9,290,000
		Payments against purchase of goods and services	10,171,369	9,569,675
Fatima Management Company Limited	Common Directorship	Reimbursable expenses	-	344,903
		Payment against reimbursable expenses	-	344,903
Key management personnel		Remuneration and other benefits	48,729,178	46,985,917
Relative of director		Lease rental paid	10,610,766	9,646,149

23.1 Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity. The Company considers all members of their management team, including Chief Executive Officer and Directors to be its key management personnel and these are disclosed below:

Name	Relationship	% of shareholding in the Company
Mr. Rehman Naseem	CEO/Director/Key Management Personnel	10.34%
Mr. Amir Naseem Sheikh	Director/Key Management Personnel	0.28%
Mr. Sheikh Naseem Ahmad	Director/Key Management Personnel	0.03%
Mr. Muhammad Mukhtar Sheikh	Director/Key Management Personnel	3.38%
Mr. Faisal Ahmed	Director/Key Management Personnel	6.80%
Mr. Abbas Mukhtar	Director/Key Management Personnel	1.79%
Mr. Babar Ali	Director/Key Management Personnel	0.01%
Ms. Parveen Akhtar Malik	Director/Key Management Personnel	0.01%
Mr. Masood Karim Shaikh	Director/Key Management Personnel	0.01%
Mr. Muhammad Azam	Key Management Personnel	0.01%
Mr. Basharat Yaseen Qureshi Hashmi	Key Management Personnel	N/A

**24 Sharia Screening Disclosure**

	(Un-audited) 31 March 2026		(Audited) 30 June 2025	
	Conventional	Shariah Compliant	Conventional	Shariah Compliant
----- Rupees -----				
Long Term Finances	16,292,823,439	12,177,750,306	14,432,252,534	8,999,190,673
Short term borrowings	17,852,070,175	950,096,287	18,428,349,864	5,109,414,809
Running finances under				
mark-up arrangements	8,796,626	2,029,690,700	80,960,087	26,751,960
Accrued mark-up	647,248,340	330,691,635	231,505,270	25,852,495
Investment in an associated company	-	-	-	-
Lease liability - unsecured	67,560,862	-	70,677,725	-
Bank balances	655,069,545	80,896,133	256,032,494	102,752,574
Revenue from contracts with customers -net	-	71,600,651,715	-	69,028,047,768
Other income				
a) Profit on bank deposits	83,647,754	-	31,058,976	-
b) Dividend Income	-	414,684,187	-	483,798,217
Mark-up on running finances				
under mark-up arrangements	167,332,757	166,924,364	223,917,570	128,426,923
Mark-up on short term finances	1,207,968,666	127,121,708	1,139,142,634	120,327,081
Mark-up on long term finances	1,099,462,852	1,005,662,022	1,603,806,288	651,006,420

The Company have banking relation with the following shariah-compliant financial institutions:

- a) Meezan Bank Limited
  - b) Bank Islami Pakistan Limited
  - c) Dubai Islamic Bank Pakistan Limited
  - d) Faysal Bank Limited
  - e) Bank Makramah Limited
  - f) MCB Islamic Bank Limited
- Conventional Banks which provided Conventional and Islamic Financing
- g) National Bank of Pakistan
  - h) United Bank Limited
  - i) The Bank of Khyber
  - j) Askari Bank Limited
  - k) Standard Chartered Bank (Pakistan) Limited

**25 Date of authorization for issue**

This condensed interim financial information was authorized for issue by the Board of Directors on 30th April 2026.

**26 General**

Figures in the condensed interim financial information have been rounded-off to the nearest rupee.



(MUHAMMAD AZAM)  
CHIEF FINANCIAL OFFICER



(REHMAN NASEEM)  
CHIEF EXECUTIVE OFFICER



(SHEIKH NASEEM AHMAD)  
DIRECTOR









## Fazal Cloth Mills Limited

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