



Nishat Mills Limited



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Interim Financial Report
For The Nine Months Ended March 31,

CONTENTS

Nishat Mills Limited

Company Information.....	02
Directors' Report.....	04
Unconsolidated Condensed Interim Statement of Financial Position.....	08
Unconsolidated Condensed Interim Statement of Profit or Loss	10
Unconsolidated Condensed Interim Statement of Comprehensive Income.....	11
Unconsolidated Condensed Interim Statement of Changes in Equity.....	12
Unconsolidated Condensed Interim Statement of Cash Flows	13
Selected Notes to the Unconsolidated Condensed Interim Financial Statements	14

Nishat Mills Limited and its Subsidiary Companies

Consolidated Condensed Interim Statement of Financial Position	32
Consolidated Condensed Interim Statement of Profit or Loss	34
Consolidated Condensed Interim Statement of Comprehensive Income.....	35
Consolidated Condensed Interim Statement of Changes in Equity.....	36
Consolidated Condensed Interim Statement of Cash Flows	37
Selected Notes to the Consolidated Condensed Interim Financial Statements	38
Directors' Report in Urdu	64

COMPANY INFORMATION

Board of Directors

Mian Umer Mansha
Chief Executive Officer

Mian Hassan Mansha
Chairman

Mrs. Mehak Adil
Mrs. Sara Aqeel
Syed Zahid Hussain
Mr. Farid Noor Ali Fazal
Mr. Mahmood Akhtar

Audit Committee

Mrs. Mehak Adil
Chairperson / Member

Syed Zahid Hussain
Member

Mr. Farid Noor Ali Fazal
Member

Human Resource & Remuneration (HR & R) Committee

Mrs. Sara Aqeel
Chairperson / Member

Mian Umer Mansha
Member

Mr. Mahmood Akhtar
Member

Chief Financial Officer

Mr. Mohammad Azam

Company Secretary

Mr. Khalid Mahmood Chohan

Auditors

Riaz Ahmad & Company
Chartered Accountants

Legal Advisor

Mr. M. Aurangzeb Khan,
Advocate, Chamber No. 6, District
Court, Faisalabad.

Bankers to the Company

Albaraka Bank (Pakistan) Limited
Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
Bank Islami Pakistan Limited
Citibank N.A.
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited - Islamic
Banking
Habib Bank Limited
Habib Metropolitan Bank Limited
Industrial and Commercial Bank
of China Limited

JS Bank Limited
Meezan Bank Limited
MCB Bank Limited
MCB Islamic Bank Limited
National Bank of Pakistan
Pakistan Kuwait Investment
Company (Private) Limited
Samba Bank Limited
Soneri Bank Limited
Standard Chartered Bank
(Pakistan) Limited
The Bank of Khyber -
Raast Islamic Banking
The Bank of Punjab
The Bank of Punjab - Taqwa
Islamic Banking
United Bank Limited - Ameen
Islamic Banking

Mills

Spinning units, Yarn Dyeing & Power plant

Nishatabad, Faisalabad.

Spinning units & Power plant

20 K.M. Sheikhpura Faisalabad Road, Feroze Watwan.

Spinning units & Power plant

Plot No. 172-180 & 188-197, M-3 Industrial City, Sahianwala, FIEDMC, 2 K.M. Jhumra Chiniot Road, Chak Jhumra, Faisalabad.

Weaving units, Denim Unit, Workwear unit & Power plant

12 K.M. Faisalabad Road, Sheikhpura.

Weaving unit, Dyeing & Finishing unit, Processing unit, Stitching units and Power plants

5 K.M. Nishat Avenue Off 22 K.M. Ferozepur Road, Lahore.

Terry Unit

7 K.M. Nishat Avenue Off 22 K.M. Ferozepur Road, Lahore.

Apparel Unit

2 K.M. Nishat Avenue Off 22 K.M. Ferozepur Road, Lahore.

Registered office

Nishat House,
53 - A, Lawrence Road, Lahore.
Tel: 042-36360154, 042-111 113 333
Fax: 042-36367414

Shares Registrar

THK Associates (Private) Limited

Head Office, Karachi
Plot No. 32-C Jami Commercial
Street No. 2, DHA Phase VII,
Karachi 75500.
Tel: 021-111 000 322
Fax: 021-35310191

Branch Office, Lahore
Office No. 309, 3rd Floor,
North Tower, LSE building,
19-Sharah-e-Aiwan-e-Iqbal Lahore.
Tel: 042-36302044

Head Office

7, Main Gulberg, Lahore.
Tel: 042-35716351-59, 042-111 332 200
Fax: 042-35716349-50
E-mail: nishat@nishatmills.com
Website: www.nishatmills.com

Liaison Office

1st Floor, Karachi Chambers,
Hasrat Mohani Road, Karachi.
Tel: 021-32414721-23
Fax: 021-32412936

Bangladesh Liaison Office

House No.247, Road No.3, Baridhara
DOHS, Dhaka Cantt., Bangladesh.

DIRECTORS' REPORT

Directors of Nishat Mills Limited ("the Company") are pleased to present the Directors' Report for the nine months ended 31 March 2026.

Operating Financial Results

Revenue decreased by Rs. 1.334 billion (0.99%), from Rs. 134.676 billion in the corresponding nine-month period of last year to Rs. 133.342 billion in the current period. This decline was mainly attributable to unfavorable rate variances despite higher volumes. The operating environment was adversely affected by rising production costs and global economic uncertainty stemming from geopolitical tensions continuing to pose challenges for the textile sector. As a result, gross profit decreased by Rs. 2.127 billion (13.95%), from Rs. 15.240 billion to Rs. 13.113 billion.

Financial Highlights	Nine months ended 31 March		Increase / (decrease) %
	2026	2025	
Revenue (Rs. '000')	133,341,843	134,676,293	(0.99)
Gross Profit (Rs. '000')	13,113,277	15,239,853	(13.95)
Profit after tax (Rs. '000')	3,892,233	4,839,224	(19.57)
Gross Profit (%)	9.83	11.32	
Profit after tax (%)	2.92	3.59	
Earnings per share – (Rs.)	11.07	13.76	

Finance cost decreased by Rs. 1.081 billion (16.70%), primarily due to a decline in average borrowing rates for both short-term and long-term financing. However, other income recorded a significant reduction of Rs. 2.880 billion, mainly driven by a decrease in dividend income of Rs. 2.584 billion. Consequently, profit after tax declined from Rs. 4.839 billion to Rs. 3.892 billion.

General Market Review and Future Prospects

Pakistan's textile sector remained under pressure, with exports staying sluggish during the nine months ended 31 March 2026. The period was marked by increased volatility and global economic uncertainty. The outbreak of the US–Iran war in February 2026 further disrupted global markets. This conflict has significantly slowed global growth, fueled inflation, and worsened fuel and food insecurity. Pakistan has been particularly affected by surging fuel prices, which continue to drive up the cost of doing business.

The competitive environment for Pakistan's textile sector has been intensified by India's Free Trade Agreement (FTA) with the United Kingdom and the conclusion of its FTA negotiations with the European Union in January 2026. The continued uncertainty of US tariff policies has created an ambiguous trading environment, prompting global buyers to adopt a cautious approach and slow down order placements.

On the domestic front, the industry is facing a severe shortage of raw materials. Pakistan produced only 5.60 million cotton bales against a target of 10.20 million during the last year, resulting in a shortfall of around 45% and necessitating higher imports of costly cotton. Furthermore, geopolitical tensions led to an increase in crude oil prices, which in turn pushed up international polyester fibre prices. These higher input costs have significantly squeezed operating margins across the sector.

In response to these multifaceted challenges, the Company remains focused on enhancing operational efficiency and diversifying its product portfolio. It is also committed to maintaining and strengthening partnerships with key global brands in order to sustain high capacity utilization. Accordingly, it is well positioned to navigate the current geopolitical disruptions and capitalize on evolving market opportunities.

Subsidiary Companies and Consolidated Financial Statements

Nishat Power Limited, Nishat Linen (Private) Limited, Nishat Commodities (Private) Limited, Nishat USA Inc., Nishat Linen Trading LLC, Nishat International FZE, China Guangzhou Nishat Global Co., Ltd, Nishat UK (Private) Limited, Wernerfelt A/S and Wernerfelt Sverige AB form portfolio of subsidiary companies of the Company. Therefore, the Company has annexed consolidated condensed interim financial statements in addition to its separate condensed interim financial statements, in accordance with the requirements of International Financial Reporting Standards.

Composition of the Board

The composition of the Board is as follows:

Total number of Directors:

a) Male	5
b) Female	2

Composition

i) Independent Directors	2
ii) Non-executive Directors	4
iii) Executive Director	1

Committees of the Board

Audit Committee:

Sr. No. Name of Director

1	Mrs. Mehak Adil	Chairperson / Member
2	Syed Zahid Hussain	Member
3	Mr. Farid Noor Ali Fazal	Member

Human Resource and Remuneration (HR&R) Committee:

Sr. No. Name of Director

1	Mian Umer Mansha	Member
2	Mrs. Sara Aqeel	Chairperson / Member
3	Mr. Mahmood Akhtar	Member

Directors' Remuneration

The Board of Directors has approved the Directors' Remuneration Policy. The main features of the policy are as follows:

- The Company shall not pay remuneration to its non-executive directors, including independent directors, except for the meeting fee for attending meetings of the Board and its Committees.
- The Company will reimburse or incur expenses of travelling and accommodation of Directors in relation to attending meetings of the Board and its Committees.
- The Directors' Remuneration Policy will be reviewed and approved by the Board of Directors from time to time.

Acknowledgement

The Board is pleased to recognize valuable efforts of the management, staff and workers.

For and on behalf of the Board of Directors



Mian Umer Mansha
Chief Executive Officer



Farid Noor Ali Fazal
Director

30 April 2026
Lahore

Unconsolidated Condensed Interim
Financial Statements of
Nishat Mills Limited

For the nine months ended 31 March 2026

210.95

149.16

23.26

1.41%

Unconsolidated Condensed Interim Statement of Financial Position

As at 31 March 2026

	Note	Un-audited 31 March 2026 (Rupees in thousand)	Audited 30 June 2025
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
1,100,000,000 (30 June 2025: 1,100,000,000) ordinary shares of Rupees 10 each		11,000,000	11,000,000
Issued, subscribed and paid-up share capital			
351,599,848 (30 June 2025: 351,599,848) ordinary shares of Rupees 10 each		3,515,999	3,515,999
Reserves		138,152,496	141,083,675
Total equity		141,668,495	144,599,674
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term financing - secured	5	24,787,000	25,371,377
Lease liabilities		40,088	131,218
Deferred liabilities		8,526,623	10,498,792
		33,353,711	36,001,387
CURRENT LIABILITIES			
Trade and other payables		18,941,398	15,954,636
Accrued mark-up		1,080,205	1,133,101
Short term borrowings		65,276,478	60,279,970
Current portion of non-current liabilities		4,721,581	4,721,464
Unclaimed dividend		121,884	119,887
Provision for taxation and levy - net		117,043	1,957,831
		90,258,589	84,166,889
TOTAL LIABILITIES		123,612,300	120,168,276
CONTINGENCIES AND COMMITMENTS	6		
TOTAL EQUITY AND LIABILITIES		265,280,795	264,767,950

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



CHIEF EXECUTIVE OFFICER

	Note	Un-audited 31 March 2026 (Rupees in thousand)	Audited 30 June 2025
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	7	65,796,958	64,610,007
Right-of-use assets		116,836	200,810
Investment properties		462,094	464,275
Long term investments		88,071,640	94,476,346
Long term loans		387,343	388,612
Long term deposits		263,032	392,943
		155,097,903	160,532,993
CURRENT ASSETS			
Stores, spare parts and loose tools		6,788,677	6,728,076
Stock-in-trade		53,755,471	51,611,063
Trade debts		27,687,597	26,432,541
Loans and advances		11,466,809	8,460,300
Short term deposits and prepayments		560,036	554,783
Other receivables		9,459,622	9,489,952
Accrued interest		97,998	72,057
Cash and bank balances		366,682	886,185
		110,182,892	104,234,957
TOTAL ASSETS		265,280,795	264,767,950

Said Iqbal

DIRECTOR



CHIEF FINANCIAL OFFICER

Unconsolidated Condensed Interim Statement of Profit or Loss

For the nine months ended 31 March 2026 (Un-audited)

	Note	Period ended		Quarter ended	
		31 March 2026	31 March 2025	31 March 2026	31 March 2025
		(Rupees in thousand)			
REVENUE	8	133,341,843	134,676,293	46,415,802	45,259,769
COST OF SALES	9	(120,228,566)	(119,436,440)	(42,204,856)	(40,566,904)
GROSS PROFIT		13,113,277	15,239,853	4,210,946	4,692,865
DISTRIBUTION COST		(5,977,799)	(5,923,764)	(2,008,192)	(1,964,098)
ADMINISTRATIVE EXPENSES		(2,356,986)	(2,272,126)	(765,602)	(761,840)
OTHER EXPENSES		(53,159)	(124,784)	(11,981)	(22,267)
		(8,387,944)	(8,320,674)	(2,785,775)	(2,748,205)
		4,725,333	6,919,179	1,425,171	1,944,660
OTHER INCOME		5,101,635	7,981,799	1,490,638	1,847,205
PROFIT FROM OPERATIONS		9,826,968	14,900,978	2,915,809	3,791,865
FINANCE COST		(5,392,474)	(6,473,754)	(1,734,115)	(1,902,409)
PROFIT BEFORE TAXATION AND LEVY		4,434,494	8,427,224	1,181,694	1,889,456
LEVY		(1,526,348)	(1,544,000)	(528,846)	(548,918)
PROFIT BEFORE TAXATION		2,908,146	6,883,224	652,848	1,340,538
TAXATION		984,087	(2,044,000)	(107,432)	(644,665)
PROFIT AFTER TAXATION		3,892,233	4,839,224	545,416	695,873
EARNINGS PER SHARE- BASIC AND DILUTED (RUPEES)	10	11.07	13.76	1.55	1.98

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Unconsolidated Condensed Interim Statement of Comprehensive Income


For the nine months ended 31 March 2026 (Un-audited)

	Period ended		Quarter ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	(Rupees in thousand)			
PROFIT AFTER TAXATION	3,892,233	4,839,224	545,416	695,873
OTHER COMPREHENSIVE INCOME / (LOSS)				
Items that will not be reclassified to profit or loss:				
Fair value adjustment arising on remeasurement of investments at fair value through other comprehensive income	(6,448,496)	15,286,791	(13,665,642)	6,242,662
Deferred income tax relating to this item	328,284	(1,851,288)	1,333,594	(611,719)
	(6,120,212)	13,435,503	(12,332,048)	5,630,943
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Other comprehensive income / (loss) for the period - net of tax	(6,120,212)	13,435,503	(12,332,048)	5,630,943
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD	(2,227,979)	18,274,727	(11,786,632)	6,326,816

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Unconsolidated Condensed Interim Statement of Changes in Equity

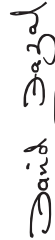
For the nine months ended 31 March 2026 (Un-audited)

	Reserves						Total	Total Equity
	Capital Reserves			Revenue Reserves				
	Premium on Issue of Right Shares	Fair Value Reserve FVTOCI Investments	Sub Total	General Reserve	Unappropriated Profit	Sub Total		
	(Rupees in thousand)							
Balance as at 30 June 2024 - (audited)	5,499,530	28,324,298	33,823,828	71,096,028	6,374,158	77,470,186	111,294,014	114,810,013
Transaction with owners- Final dividend for the year ended 30 June 2024 @ Rupees 3.00 per share	-	-	-	-	(1,054,800)	(1,054,800)	(1,054,800)	(1,054,800)
Transferred to general reserve	-	-	-	5,319,000	(5,319,000)	-	-	-
Transfer of gain on buy back / sale of FVTOCI investments to unappropriated profit	-	(120,835)	(120,835)	-	120,835	120,835	-	-
Profit for the period	-	-	-	-	4,839,224	4,839,224	4,839,224	4,839,224
Other comprehensive income for the period	-	13,435,503	13,435,503	-	-	-	13,435,503	13,435,503
Total comprehensive income for the period	-	13,435,503	13,435,503	-	4,839,224	4,839,224	18,274,727	18,274,727
Balance as at 31 March 2025 - (un-audited)	5,499,530	41,638,966	47,138,496	76,415,028	4,960,417	81,375,445	128,513,941	132,029,940
Transfer of gain on sale of FVTOCI investment to unappropriated profit	-	(154)	(154)	-	154	154	-	-
Profit for the period	-	-	-	-	1,174,295	1,174,295	1,174,295	1,174,295
Other comprehensive income for the period	-	11,395,439	11,395,439	-	-	-	11,395,439	11,395,439
Total comprehensive income for the period	-	11,395,439	11,395,439	-	1,174,295	1,174,295	12,569,734	12,569,734
Balance as at 30 June 2025 - (audited)	5,499,530	53,034,251	58,533,781	76,415,028	6,134,866	82,549,894	141,083,675	144,599,674
Transaction with owners- Final dividend for the year ended 30 June 2025 @ Rupees 2.00 per share	-	-	-	-	(703,200)	(703,200)	(703,200)	(703,200)
Transferred to general reserve	-	-	-	5,431,000	(5,431,000)	-	-	-
Transfer of gain on sale of FVTOCI investment to unappropriated profit	-	(52,414)	(52,414)	-	52,414	52,414	-	-
Profit for the period	-	-	-	-	3,892,233	3,892,233	3,892,233	3,892,233
Other comprehensive loss for the period	-	(6,120,212)	(6,120,212)	-	-	-	(6,120,212)	(6,120,212)
Total comprehensive income / (loss) for the period	-	(6,120,212)	(6,120,212)	-	3,892,233	3,892,233	(2,227,979)	(2,227,979)
Balance as at 31 March 2026 - (un-audited)	5,499,530	46,861,625	52,361,155	81,846,028	3,945,313	85,791,341	138,152,496	141,668,495

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Unconsolidated Condensed Interim Statement of Cash Flows

For the nine months ended 31 March 2026 (Un-audited)

	Note	Period ended	
		31 March 2026	31 March 2025
		(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from / (used in) operations	11	8,854,165	(9,984,870)
Finance cost paid		(5,445,370)	(6,563,432)
Levy and income tax paid - net		(3,906,749)	(2,966,368)
Exchange gain on forward exchange contracts received		52,263	242,944
Net increase in long term loans		(12,080)	(20,508)
Net decrease in long term deposits		143,181	271,770
Net cash used in operating activities		(314,590)	(19,020,464)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(5,781,532)	(7,220,921)
Proceeds from sale of property, plant and equipment		210,449	175,252
Investments made		(160,613)	(581,583)
Proceeds from sale of investment		116,823	1,941,844
Loan to Nishat Linen (Private) Limited - subsidiary company		(30,498,068)	(33,015,348)
Repayment of loan by Nishat Linen (Private) Limited - subsidiary company		27,686,999	32,283,813
Interest received		780,319	769,959
Dividends received		3,208,650	5,792,992
Net cash (used in) / from investing activities		(4,436,973)	146,008
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long term financing		1,822,620	-
Repayment of long term financing		(2,431,198)	(2,061,884)
Repayment of lease liabilities		(67,138)	-
Short term borrowings - net		5,612,643	20,298,123
Dividend paid		(701,203)	(1,050,920)
Net cash from financing activities		4,235,724	17,185,319
Net decrease in cash and cash equivalents		(515,839)	(1,689,137)
Net foreign exchange difference on translating cash and bank balances		(3,664)	7,116
Cash and cash equivalents at the beginning of the period		886,185	2,722,355
Cash and cash equivalents at the end of the period		366,682	1,040,334

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Selected Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

1 THE COMPANY AND ITS OPERATIONS

Nishat Mills Limited is a public limited Company incorporated in Pakistan under the Companies Act, 1913 (Now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. Its registered office is situated at 53-A, Lawrence Road, Lahore. The Company is engaged in the business of textile manufacturing and of spinning, combing, weaving, bleaching, dyeing, printing, stitching, apparel, buying, selling and otherwise dealing in yarn, linen, cloth and other goods and fabrics made from raw cotton, synthetic fibre and cloth, and to generate, accumulate, distribute, supply and sell electricity.

2 BASIS OF PREPARATION

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

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

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

2.2 These unconsolidated condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2025. These unconsolidated condensed interim financial statements are un-audited and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information and methods of computations adopted for the preparation of these unconsolidated condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2025.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these unconsolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

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

	Note	Un-audited 31 March 2026 (Rupees in thousand)	Audited 30 June 2025
5 LONG TERM FINANCING - SECURED			
Opening balance		28,661,966	26,550,649
Add: Obtained during the period / year		1,822,620	5,000,000
Less: Repaid during the period / year		(2,431,198)	(2,901,055)
Add: Deferred income amortized during the period / year	5.1	7,772	12,372
		28,061,160	28,661,966
Less: Current portion shown under current liabilities		(3,274,160)	(3,290,589)
		24,787,000	25,371,377

5.1 This represents impact of benefit of loans obtained under the schemes of State Bank of Pakistan at below market rate of interest.

6 CONTINGENCIES AND COMMITMENTS

a) Contingencies

- i) The Company was contesting various sales tax demands amounting to Rupees 214.158 million and related default surcharge and penalties under the Sales Tax Act, 1990 before Appellate Tribunal Inland Revenue (ATIR) which vide orders dated 30 August 2024, 22 October 2024 and 29 August 2025 allowed partial relief to the Company and remanded back the remaining matters to assessing officer for consideration afresh. Against the order of ATIR dated 29 August 2025, the Commissioner Inland Revenue (CIR) has filed constitutional petition before the Honorable Lahore High Court, Lahore which is pending adjudication. No provision there against has been recognized in these unconsolidated condensed interim financial statements as the Company, based on advice of the tax advisor, is confident of favorable outcome of the appeals.
- ii) Guarantees of Rupees 6,664.653 million (30 June 2025: Rupees 6,277.815 million) are given by the banks of the Company to Sui Northern Gas Pipelines Limited against gas connections, Shell Pakistan Limited and Pakistan State Oil Limited against purchase of furnace oil, Director Excise and Taxation, Karachi against infrastructure cess, Chairman Punjab Revenue Authority, Lahore against infrastructure cess, Directorate of Cotton Cess Management against cotton cess, Collector of Customs against regulatory duty, Inspector General Frontier Corps KP (South), The President of Islamic Republic of Pakistan through the Controller of Military Accounts (Defence Purchase), Airport Security Force, Provincial Police Officer, Office of Inspector General of Police KPK and Inspector

Selected Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

General of Punjab Police against fulfillment of sales orders, High Court of Sindh, Karachi against the matter of importation of LED lights, Faisalabad Electric Supply Company Limited (FESCO) and Lahore Electric Supply Company Limited (LESCO) against installation of grid stations and to the bank of Hyundai Nishat Motor (Private) Limited (associated company) to secure financial assistance to the associated company. Further, the Company has issued cross corporate guarantees of Rupees 796.667 million (30 June 2025: Rupees 666.667 million) and Rupees 1,777.500 million (30 June 2025: Rupees 1,777.500 million) on behalf of Nishat Linen (Private) Limited - wholly owned subsidiary company and Nishat Sutas Dairy Limited - associated company respectively to secure the obligations of subsidiary company and associated company towards their lenders.

- iii) Post dated cheques of Rupees 40,000.000 million (30 June 2025: Rupees 35,000.000 million) are issued to customs authorities in respect of duties on imported items availed on the basis of consumption and export plans. If documents of exports are not provided on due dates, cheques issued as security shall be encashable.
- iv) Post dated cheques of Rupees 122.180 million (30 June 2025: Rupees 153.935 million) are issued to Sui Northern Gas Pipeline Limited in pursuance of order of Lahore High Court, Lahore in the case of gas infrastructure development cess and captive power levy bills of February 2025. Post dated cheques of Rupees 2.140 million (30 June 2025: Rupees 8.209 million) are issued to Lahore Electric Supply Company Limited (LESCO) and Faisalabad Electric Supply Company Limited (FESCO) in pursuance of order of Lahore High Court, Lahore in the case of income tax in electricity bills for the month of July 2021 and against differential of increased rates of fixed charges in electricity bills for the months from December 2024 to February 2025.

b) Commitments

- i) Contracts for capital expenditure are approximately of Rupees 2,249.401 million (30 June 2025: Rupees 3,046.292 million).
- ii) Letters of credit other than for capital expenditure are of Rupees 5,985.814 million (30 June 2025: Rupees 4,060.622 million).
- iii) Outstanding foreign currency forward contracts of Rupees 3,012.430 million (30 June 2025: Rupees 899.667 million).
- iv) Commitment arising from short-term leases recognized on a straight-line basis as expense under the practical expedients applied by the Company with respect to IFRS 16. The amount of future payments under these leases and the period in which these payments will become due are as follows:

	Un-audited 31 March 2026	Audited 30 June 2025
	(Rupees in thousand)	
Not later than one year	4,561	665

	Note	Un-audited 31 March 2026 (Rupees in thousand)	Audited 30 June 2025
7 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	7.1	61,201,880	61,297,274
Capital work-in-progress	7.2	4,595,078	3,312,733
		65,796,958	64,610,007
7.1 Operating fixed assets			
Opening book value		61,297,274	39,615,948
Add: Cost of additions during the period / year	7.1.1	4,499,563	26,348,775
		65,796,837	65,964,723
Less: Book value of deletions during the period / year	7.1.2	(113,269)	(135,036)
		65,683,568	65,829,687
Less: Depreciation charged during the period / year		(4,481,688)	(4,532,413)
		61,201,880	61,297,274
7.1.1 Cost of additions			
Freehold land		263,434	7,682
Buildings on freehold land		477,952	8,320,047
Plant and machinery		3,375,005	16,495,406
Electric installations		2,279	836,929
Factory equipment		19,396	60,512
Furniture, fixtures and office equipment		53,754	247,408
Computer equipment		34,459	57,761
Vehicles		273,284	323,030
		4,499,563	26,348,775

Selected Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

	Un-audited 31 March 2026	Audited 30 June 2025
	(Rupees in thousand)	
7.1.2 Book value of deletions		
Plant and machinery	87,185	39,511
Electric installations	-	525
Factory equipment	-	56
Furniture, fixtures and office equipment	-	384
Computer equipment	521	1,508
Vehicles	25,563	93,052
	113,269	135,036
7.2 Capital work-in-progress		
Buildings on freehold land	1,224,613	502,374
Plant and machinery	3,149,833	2,377,290
Electric installations	109,101	20,752
Factory equipment	39,837	-
Unallocated capital expenditures	23,568	-
Advances against purchase of freehold land	-	263,434
Advances against furniture, fixtures and office equipment	3,182	41,451
Advances against purchase of vehicles	44,944	107,432
	4,595,078	3,312,733

Selected Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

Description	(Rupees in thousand)														
	Home Textile and Terry		Garments		Power Generation		Total - Company								
	Period ended 31-Mar-25	Quarter ended 31-Mar-25	Period ended 31-Mar-25	Quarter ended 31-Mar-25	Period ended 31-Mar-25	Quarter ended 31-Mar-25	Period ended 31-Mar-25	Quarter ended 31-Mar-25	Period ended 31-Mar-25	Quarter ended 31-Mar-25	Period ended 31-Mar-25	Quarter ended 31-Mar-25			
Region															
Europe	15,806,132	15,337,247	5,466,915	5,051,323	2,200,401	2,822,335	853,041	725,170	-	-	31,696,390	33,329,084	11,132,266	107,855,546	
America	5,582,682	5,083,102	2,128,370	1,537,729	13,867,894	9,993,246	5,114,777	3,655,553	-	-	20,688,916	16,051,112	7,694,979	5,834,184	
Asia, Africa, Australia	1,445,382	1,792,961	667,050	782,316	230,075	48,050	79,204	17,097	-	-	21,541,156	22,400,287	6,919,137	6,789,098	
Pakistan	5,990,404	4,569,681	1,815,183	1,824,100	333,978	417,446	112,546	72,804	107,146	146,429	54,204	62,895,810	20,669,320	21,850,938	
	27,804,570	27,313,091	10,079,518	9,175,468	16,632,448	13,191,677	6,159,568	4,770,624	107,146	146,429	38,229	133,341,843	134,676,293	46,415,802	45,252,769
Timing of revenue recognition															
Products and services transferred at a point in time	27,804,570	27,313,091	10,079,518	9,175,468	16,632,448	13,191,677	6,159,568	4,770,624	107,146	146,429	38,229	133,341,843	134,676,293	46,415,802	45,252,769
Products and services transferred over time	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Major products / service lines															
Yarn	-	-	-	-	-	-	-	-	-	-	-	38,889,021	42,512,185	14,077,529	14,516,046
Grey Cloth	-	-	-	-	-	-	-	-	-	-	-	27,553,308	28,227,451	9,100,321	9,730,667
Process Cloth	-	-	-	-	-	-	-	-	-	-	-	22,245,350	23,285,460	6,960,567	7,012,763
Make Ups	19,683,079	19,637,292	6,750,769	6,491,116	-	-	-	-	-	-	19,683,079	19,637,292	6,750,769	6,491,116	
Garments	-	-	-	-	16,632,448	13,191,677	6,159,568	4,770,624	-	-	16,632,448	13,191,677	6,159,568	4,770,624	
Towels and Bath Robes	8,251,491	7,675,799	3,325,749	2,684,362	-	-	-	-	-	-	8,251,491	7,675,799	3,325,749	2,684,362	
Electricity	27,804,570	27,313,091	10,079,518	9,175,468	16,632,448	13,191,677	6,159,568	4,770,624	107,146	146,429	38,229	133,341,843	134,676,293	46,415,802	45,252,769

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

	Period ended		Quarter ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
(Rupees in thousand)				
9 COST OF SALES				
Raw materials consumed	71,333,501	76,671,359	24,981,599	25,973,383
Processing charges	650,717	436,071	346,211	120,554
Salaries, wages and other benefits	13,391,791	12,226,537	4,853,497	4,358,402
Stores, spare parts and loose tools consumed	11,329,657	10,822,148	3,789,153	3,680,682
Packing materials consumed	2,583,515	2,520,889	864,126	798,748
Repair and maintenance	706,275	698,490	250,835	260,517
Fuel and power	15,441,731	15,140,029	5,076,490	4,671,885
Travelling and conveyance	408,175	375,722	135,915	125,109
Insurance	90,161	73,786	30,705	25,983
Other factory overheads	710,603	734,049	212,833	238,068
Depreciation on operating fixed assets	4,331,946	2,914,095	1,462,525	1,037,129
Depreciation on right-of-use-assets	66,676	-	20,768	-
	121,044,748	122,613,175	42,024,657	41,290,460
Work-in-process:				
Opening stock	10,421,200	10,084,078	10,921,557	9,921,337
Closing stock	(11,408,090)	(10,343,017)	(11,408,090)	(10,343,017)
	(986,890)	(258,939)	(486,533)	(421,680)
Cost of goods manufactured	120,057,858	122,354,236	41,538,124	40,868,780
Finished goods:				
Opening stock	13,600,154	10,738,990	14,096,178	13,354,910
Closing stock	(13,429,446)	(13,656,786)	(13,429,446)	(13,656,786)
	170,708	(2,917,796)	666,732	(301,876)
	120,228,566	119,436,440	42,204,856	40,566,904

		Period ended	
		31 March 2026	31 March 2025
10 EARNINGS PER SHARE - BASIC AND DILUTED			
There is no dilutive effect on the basic earnings per share which is based on:			
Profit attributable to ordinary shareholders	(Rupees in thousand)	3,892,233	4,839,224
Weighted average number of ordinary shares	(Numbers)	351,599,848	351,599,848
Earnings per share	(Rupees)	11.07	13.76

Selected Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

	Note	Period ended	
		31 March 2026	31 March 2025
		(Rupees in thousand)	
11 CASH GENERATED FROM / (USED IN) OPERATIONS			
Profit before taxation and levy		4,434,494	8,427,224
Adjustments for non-cash charges and other items:			
Depreciation on investment properties		2,181	2,426
Depreciation on operating fixed assets		4,481,312	3,043,617
Gain on sale of property, plant and equipment		(97,180)	(88,257)
Depreciation on right-of-use assets		72,013	-
Dividend income		(3,208,650)	(5,792,992)
Allowance for / (reversal of) expected credit losses		375	(6,239)
Net exchange gain		(396,324)	(628,324)
Reversal of fair value adjustment on margin against bank guarantee		(31,070)	(41,586)
Fair value adjustment on payable to Lars Lauridsen Holding ApS		29,639	39,858
Gain on termination of leases		(4,443)	-
Interest income on loan to Nishat Linen (Private) Limited - subsidiary company		(806,260)	(716,878)
Finance cost		5,392,474	6,473,754
Gain on sale of investment		-	(51,000)
Working capital changes	11.1	(1,014,396)	(20,646,473)
		8,854,165	(9,984,870)
11.1 Working capital changes			
(Increase) / decrease in current assets:			
- Stores, spare parts and loose tools		(60,601)	(1,454,467)
- Stock-in-trade		(2,144,408)	(20,772,082)
- Trade debts		(1,610,812)	(3,727,284)
- Loans and advances		(182,091)	(194,054)
- Short term deposits and prepayments		6,143	(50,136)
- Other receivables		58,845	3,567,484
		(3,932,924)	(22,630,539)
Increase in trade and other payables		2,918,528	1,984,066
		(1,014,396)	(20,646,473)

12 SEGMENT INFORMATION

12.1 The Company has following reportable business segments. The following summary describes the operation in each of the Company's reportable segments:

Spinning:	Producing different qualities of yarn including dyed yarn and sewing thread using natural and artificial fibers.
Weaving:	Producing different qualities of greige fabric using yarn.
Dyeing:	Producing dyed fabric using different qualities of greige fabric.
Denim:	Manufacturing of denim fabric using yarn.
Workwear:	Manufacturing of specialized processed workwear fabric using greige fabric.
Home Textile and Terry:	Manufacturing of home textile articles using processed fabric produced from greige fabric and manufacturing of terry and bath products.
Garments:	Manufacturing of garments using processed fabric.
Power Generation:	Generation and distribution of power using gas, oil, steam, coal, solar and biomass.

Transactions among the business segments are recorded at cost. Inter segment sales and purchases have been eliminated from the total.

13 RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognized and measured at fair value in these unconsolidated condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements At 31 March 2026 - Un-audited	Level 1	Level 2	Level 3	Total
	(Rupees in thousand)			
Financial assets				
Fair value through other comprehensive income	68,058,877	-	13,341,020	81,399,897
Derivative financial assets	-	28,515	-	28,515
Total financial assets	68,058,877	28,515	13,341,020	81,428,412
Financial liabilities				
Derivative financial liabilities	-	404	-	404
Total financial liabilities	-	404	-	404
Recurring fair value measurements At 30 June 2025 - Audited				
	Level 1	Level 2	Level 3	Total
	(Rupees in thousand)			
Financial assets				
Fair value through other comprehensive income	74,375,974	-	13,553,628	87,929,602
Total financial assets	74,375,974	-	13,553,628	87,929,602
Financial liabilities				
Derivative financial liabilities	-	60,510	-	60,510
Total financial liabilities	-	60,510	-	60,510

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the nine months ended 31 March 2026. Further there was no transfer out of level 3 measurements.

The Company's policy is to recognize transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and trading and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

Selected Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

ii) Valuation techniques used to determine fair values

Specific valuation techniques used to value financial instruments include the use of quoted market prices or dealer quotes for similar instruments and the fair value of the remaining financial instruments is determined using discounted cash flow analysis.

iii) Fair value measurements using significant unobservable inputs (level 3)

The following table presents the changes in level 3 items for the year ended 30 June 2025 and for the period ended 31 March 2026:

	Unlisted equity securities (Rupees in thousand)
Balance as on 30 June 2024 - Audited	10,128,247
Add: Investment made during the period	557,347
Less: Investment buy back during the period	(28,500)
Add: Fair value adjustment recognized in other comprehensive income	89,118
Balance as on 31 March 2025 - Un-audited	10,746,212
Add: Investment made during the period	140,625
Add: Fair Value adjustment recognized in other comprehensive income	2,666,791
Balance as on 30 June 2025 - Audited	13,553,628
Add: Investment made during the period	35,613
Less: Fair Value adjustment recognized in other comprehensive income	(248,221)
Balance as on 31 March 2026 - Un-audited	13,341,020

iv) Valuation inputs and relationships to fair value

The following table summarizes the quantitative information about the significant unobservable inputs used in level 3 fair value measurements.

Description	Fair value at		Valuation technique	Unobservable inputs	Range of inputs (probability-weighted average)	Relationship of unobservable inputs to fair value
	31 March 2026	30 June 2025			31 March 2026	
(Rupees in thousand)						
Fair value through other comprehensive income						
Nishat Packaging Limited	117,971	117,971	Present value techniques	Terminal growth factor	2.00%	Increase / decrease in terminal growth factor by 1% and decrease / increase in discount rate by 1% would increase / decrease fair value by Rupees +31.296 million / -23.385 million.
				Risk adjusted discount rate	15.49%	
Nishat Dairy (Private) Limited	555,038	555,038	Present value techniques	Terminal growth factor	2.00%	Increase / decrease in terminal growth factor by 1% and decrease / increase in discount rate by 1% would increase / decrease fair value by Rupees +48.735 million / -39.530 million.
				Risk adjusted discount rate	19.73%	
Security General Insurance Company Limited	2,415,541	2,618,225	Present value techniques	Terminal growth factor	2.00%	Increase / decrease in dividend growth rate by 1% and decrease / increase in discount rate by 1% would increase / decrease fair value by Rupees +386.143 million / -281.733 million.
				Risk adjusted discount rate	14.56%	
Nishat Hotels and Properties Limited	2,002,320	1,934,219	Present value techniques	Terminal growth factor	2.00%	Increase / decrease in terminal growth factor by 1% and decrease / increase in discount rate by 1% would increase / decrease fair value by Rupees +346.427 million / -259.820 million.
				Risk adjusted discount rate	15.20%	
Hyundai Nishat Motor (Private) Limited	4,159,727	4,274,754	Present value techniques	Terminal growth factor	2.00%	Increase / decrease in terminal growth factor by 1% and decrease / increase in discount rate by 1% would increase / decrease fair value by Rupees +788.752 million / -617.386 million.
				Risk adjusted discount rate	16.86%	
Nishat Sutas Dairy Limited	4,090,423	4,053,421	Present value techniques	Terminal growth factor	2.00%	Increase / decrease in terminal growth factor by 1% and decrease / increase in discount rate by 1% would increase / decrease fair value by Rupees +846.430 million / -629.901 million.
				Risk adjusted discount rate	15.32%	
	13,341,020	13,553,628				

There were no significant inter-relationships between unobservable inputs that materially affect fair values.

Valuation processes

Independent valuer performs the valuations of non-property items required for financial reporting purposes, including level 3 fair values. The independent valuer reports directly to the Chief Financial Officer. Discussions of valuation processes and results are held between the Chief Financial Officer and the valuation team at least once in every six months.

The main level 3 inputs used by the Company are derived and evaluated as follows:

Discount rates for financial instruments are determined using a capital asset pricing model to calculate a rate that reflects current market assessments of the time value of money and the risk specific to the asset.

Earnings growth factor for unlisted equity securities are estimated based on market information for similar types of companies.

Changes in level 2 and 3 fair values are analyzed at the end of half yearly reporting period during the valuation discussion between the Chief Financial Officer and the independent valuer. As part of this discussion the independent valuer presents a report that explains the reason for the fair value movements.

14 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise subsidiary companies, associated undertakings, other related parties, post employment benefit plan and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties are as follows:

i) Transactions

	Period ended		Quarter ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	(Rupees in thousand)			
Subsidiary companies				
Investment made	-	24,169	-	-
Dividend income	313,772	1,925,697	-	361,266
Short term loan given	30,498,068	33,015,348	9,123,625	9,866,707
Repayment of short term loan	27,686,999	32,283,813	9,503,990	8,405,158
Interest income	806,260	716,878	281,569	211,664
Rental income	26,991	60,003	9,073	8,620
Sale of goods and services	11,032,420	9,822,100	4,154,306	4,015,996
Purchase of goods and services	2,490,877	1,468,292	1,128,004	505,034
Associated companies				
Investment made	160,613	936,302	125,000	-
Investment buy back / sale	-	1,779,499	-	1,750,999
Purchase of goods and services	52,558	2,258,476	7,901	291,364
Sale of goods and services	70,271	109,048	18,719	49,862
Purchase of operating fixed assets	79,560	78,452	51,882	17,043
Rental income	32,339	7,539	21,232	2,356
Dividend income	2,894,878	3,855,550	856,131	856,130
Dividend paid	62,019	95,098	-	-
Insurance premium paid	376,074	244,525	102,776	24,992
Insurance claims received	138,952	120,353	57,471	25,472
Profit on bank deposit	3	7,514	-	996
Finance cost	32,506	136,957	9,250	44,400
Other related parties				
Purchase of goods and services	2,062	439	-	439
Sale of goods and services	3,561	2,331	3,561	2,331
Rental income	49,516	16,751	6,804	16,751
Finance cost	22,055	-	7,959	-
Company's contribution to provident fund trust	533,249	468,996	179,476	160,747
Remuneration paid to Chief Executive Officer and Executives	2,634,475	2,188,849	846,520	788,710
Dividend paid	177,335	266,003	-	-

Selected Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

ii) Period end balances

	As at 31 March 2026			Total
	Subsidiary companies	Associated companies	Other related parties	
	(Rupees in thousand)			
Long term financing	-	-	300,000	300,000
Trade and other payables	106,811	56,230	118	163,159
Accrued markup	-	5,907	5,193	11,100
Short term borrowings	-	1,597,931	-	1,597,931
Long term loans	-	-	322,383	322,383
Trade debts	2,557,801	62,205	-	2,620,006
Loans and advances	10,690,712	-	128,600	10,819,312
Accrued interest	97,998	-	-	97,998
Cash and bank balances	-	5,903	3,696	9,599

	As at 30 June 2025 (Audited)			Total
	Subsidiary companies	Associated companies	Other related parties	
	(Rupees in thousand)			
Trade and other payables	54,195	166,887	184	221,266
Accrued markup	-	8,815	-	8,815
Short term borrowings	-	1,494,506	-	1,494,506
Property, plant and equipment	-	15,853	-	15,853
Long term loans	-	-	323,431	323,431
Trade debts	1,000,572	73,590	-	1,074,162
Loans and advances	7,891,338	16,211	106,812	8,014,361
Accrued interest	72,057	-	-	72,057
Cash and bank balances	-	32,311	117,159	149,470

15 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2025.

16 DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were approved by the Board of Directors and authorized for issue on 30 April 2026.

17 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the unconsolidated condensed interim statement of financial position and unconsolidated condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income and unconsolidated condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made.

18 GENERAL

Figures have been rounded off to the nearest thousand of Rupees unless otherwise stated.



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Consolidated Condensed Interim
Financial Statements of
Nishat Mills Limited
and its Subsidiary Companies

For the nine months ended 31 March 2026



Consolidated Condensed Interim Statement of Financial Position

As at 31 March 2026

	Note	Un-audited 31 March 2026 (Rupees in thousand)	Audited 30 June 2025
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
1,100,000,000 (30 June 2025: 1,100,000,000) ordinary shares of Rupees 10 each		11,000,000	11,000,000
Issued, subscribed and paid-up share capital			
351,599,848 (30 June 2025: 351,599,848) ordinary shares of Rupees 10 each		3,515,999	3,515,999
Reserves		168,343,719	153,017,700
Equity attributable to equity holders of the Holding Company		171,859,718	156,533,699
Non-controlling interest		14,517,904	13,704,614
Total equity		186,377,622	170,238,313
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term financing- secured	6	24,789,152	25,376,756
Lease liabilities		1,746,440	2,237,585
Security deposits		364,580	357,660
Retirement benefit obligation		78,303	70,107
Deferred liabilities		9,780,776	10,314,427
		36,759,251	38,356,535
CURRENT LIABILITIES			
Trade and other payables		23,371,319	20,439,377
Accrued mark-up		1,091,080	1,135,594
Short term borrowings		69,597,847	61,794,524
Current portion of non-current liabilities		5,840,875	5,891,372
Unclaimed dividend		149,973	148,922
Provision for taxation and levy - net		449,325	2,264,240
		100,500,419	91,674,029
TOTAL LIABILITIES		137,259,670	130,030,564
CONTINGENCIES AND COMMITMENTS	7		
TOTAL EQUITY AND LIABILITIES		323,637,292	300,268,877

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



CHIEF EXECUTIVE OFFICER

	Note	Un-audited 31 March 2026 (Rupees in thousand)	Audited 30 June 2025
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	8	76,408,590	75,599,389
Intangible Assets		677,647	677,647
Right-of-use assets		2,506,548	3,018,360
Long term investments		101,092,047	85,408,552
Long term loans		614,463	596,780
Long term deposits		533,937	623,200
		181,833,232	165,923,928
CURRENT ASSETS			
Stores, spare parts and loose tools		7,708,506	7,680,677
Stock-in-trade		70,044,573	65,630,926
Trade debts		29,572,533	28,277,755
Loans and advances		1,559,769	1,030,627
Short term deposits and prepayments		860,920	755,392
Other receivables		9,770,780	9,707,042
Accrued interest		20,658	5,174
Short term investments		19,671,844	18,106,520
Cash and bank balances		2,594,477	3,150,836
		141,804,060	134,344,949
TOTAL ASSETS		323,637,292	300,268,877



DIRECTOR



CHIEF FINANCIAL OFFICER

Consolidated Condensed Interim Statement of Profit or Loss

For the nine months ended 31 March 2026 (Un-audited)

	Note	Period ended		Quarter ended	
		31 March 2026	31 March 2025	31 March 2026	31 March 2025
		(Rupees in thousand)			
REVENUE	9	153,216,455	155,948,666	54,277,602	51,291,428
COST OF SALES	10	(132,035,633)	(131,744,417)	(47,332,345)	(43,719,386)
GROSS PROFIT		21,180,822	24,204,249	6,945,257	7,572,042
DISTRIBUTION COST		(11,324,024)	(10,260,428)	(3,899,791)	(3,532,341)
ADMINISTRATIVE EXPENSES		(3,724,512)	(3,530,905)	(1,263,275)	(1,197,592)
OTHER EXPENSES		(113,370)	(175,935)	(11,265)	(51,458)
		(15,161,906)	(13,967,268)	(5,174,331)	(4,781,391)
		6,018,916	10,236,981	1,770,926	2,790,651
OTHER INCOME		4,833,172	5,094,679	1,450,005	1,468,042
PROFIT FROM OPERATIONS		10,852,088	15,331,660	3,220,931	4,258,693
FINANCE COST		(5,846,512)	(6,893,009)	(1,912,954)	(2,026,145)
		5,005,576	8,438,651	1,307,977	2,232,548
ADJUSTMENTS TO BALANCE PAYABLE BY CPPA-G	11	-	(4,793,674)	-	-
SHARE OF NET PROFIT / (LOSS) OF ASSOCIATES ACCOUNTED FOR USING THE EQUITY METHOD		3,478,023	(89,137)	1,463,714	40,044
PROFIT BEFORE TAXATION AND LEVY		8,483,599	3,555,840	2,771,691	2,272,592
LEVY		(1,881,959)	(1,925,105)	(669,448)	(664,313)
PROFIT BEFORE TAXATION		6,601,640	1,630,735	2,102,243	1,608,279
TAXATION		707,417	(2,813,550)	(558,715)	(649,274)
PROFIT / (LOSS) AFTER TAXATION		7,309,057	(1,182,815)	1,543,528	959,005
SHARE OF PROFIT / (LOSS) ATTRIBUTABLE TO: EQUITY HOLDERS OF HOLDING COMPANY		6,495,767	(148,039)	1,205,018	640,818
NON-CONTROLLING INTEREST		813,290	(1,034,776)	338,510	318,187
		7,309,057	(1,182,815)	1,543,528	959,005
EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED (RUPEES)	12	18.47	(0.42)	3.43	1.82

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Consolidated Condensed Interim Statement of Comprehensive Income


For the nine months ended 31 March 2026 (Un-audited)

	Period ended		Quarter ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	(Rupees in thousand)			
PROFIT / (LOSS) AFTER TAXATION	7,309,057	(1,182,815)	1,543,528	959,005
OTHER COMPREHENSIVE INCOME / (LOSS)				
Items that will not be reclassified to profit or loss:				
Remeasurement of retirement benefits of associates - net of tax	(2,992)	24,423	(383)	26,231
Surplus / (deficit) arising on remeasurement of investments at fair value through other comprehensive income	7,515,818	4,418,692	(1,162,340)	(68,511)
Share of surplus / (deficit) on remeasurement of investments at fair value through other comprehensive income of associates - net of tax	2,975,135	2,263,027	(1,408,724)	(81,684)
Deferred income tax relating to investments at fair value through other comprehensive income	(905,229)	(878,897)	145,369	20,012
	9,582,732	5,827,245	(2,426,078)	(103,952)
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations	(49,280)	44,508	(34,311)	33,987
Other comprehensive income / (loss) for the period - net of tax	9,533,452	5,871,753	(2,460,389)	(69,965)
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD	16,842,509	4,688,938	(916,861)	889,040
SHARE OF TOTAL COMPREHENSIVE INCOME / (LOSS) ATTRIBUTABLE TO:				
Equity holders of holding company	16,029,219	5,723,714	(1,255,371)	570,853
Non-controlling interest	813,290	(1,034,776)	338,510	318,187
	16,842,509	4,688,938	(916,861)	889,040

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Consolidated Condensed Interim Statement of Changes in Equity

For the nine months ended 31 March 2026 (Un-audited)

	Attributable to Equity Holders of the Holding Company											Non-controlling Interest	Total Equity			
	Capital Reserves			Revenue Reserves				Total Reserves		Shareholders' Equity						
	Share Capital	Premium on Issue of Right Shares	Fair Value Reserve FYTOQ Investments	Exchange Transition Reserve	Statutory Reserve	Capital Redemption Reserve Fund	Maintenance Reserve	Overhauling Reserve	Sub Total					General Reserve	Unappropriated profit / (loss)	Sub Total
	3,515,899	5,498,530	15,590,438	662,984	14,443	111,002	1,078,330	-	22,958,705	107,251,214	8,145,282	115,398,496	138,333,201	141,889,200	15,978,611	157,847,811
Balance as at 30 June 2024 - (Audited)																
Transaction with owners - Final dividend for the year ended 30 June 2024 @ Rupees 3.00 per share	-	-	-	-	-	-	-	-	-	-	(1,054,800)	(1,054,800)	(1,054,800)	(1,054,800)	-	(1,054,800)
Transferred to general reserve	-	-	-	-	-	-	-	-	-	7,690,000	(7,690,000)	-	-	-	-	-
Transfer of Maintenance Reserve	-	-	-	-	-	-	(13,054)	(13,054)	(13,054)	-	13,054	13,054	-	-	-	-
Edgingmund of maintenance reserve for the purpose of creating the overhauling reserve pursuant to the Amendment Agreement	-	-	-	-	-	-	(1,065,276)	(1,065,276)	(1,065,276)	1,732,541	(1,732,541)	1,065,276	1,065,276	-	-	-
Transfer to overhauling reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transaction with owners - Dividend relating to year 2024 paid to non-controlling interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,561,100)	(1,561,100)
Transfer of gain on sale of FYTOQ investments to unappropriated profit	-	-	(115,904)	-	-	-	-	(115,904)	(115,904)	-	-	115,904	115,904	-	-	-
Profit / (loss) for the period	-	-	44,508	-	-	-	-	44,508	44,508	-	-	(148,039)	(148,039)	(148,039)	(148,039)	(1,182,815)
Other comprehensive income / (loss) for the period	-	-	5,802,822	-	-	-	-	5,802,822	5,802,822	-	24,423	24,423	5,871,733	5,871,733	5,871,733	5,871,733
Total comprehensive income / (loss) for the period	-	-	5,802,822	-	-	-	-	5,802,822	5,802,822	-	(123,616)	(123,616)	5,728,714	5,728,714	(1,034,776)	4,688,938
Balance as at 31 March 2025 - (Un-audited)	3,515,899	5,498,530	21,277,854	707,472	14,443	111,002	1,078,330	1,732,541	29,349,342	112,608,673	1,071,100	113,679,773	143,022,115	146,538,114	13,382,785	159,920,899
Transferred to statutory reserve	-	-	-	-	1,026	-	-	1,026	1,026	-	(1,026)	-	-	-	-	-
Transfer to overhauling reserve	-	-	-	-	-	-	-	1,465,616	1,465,616	1,732,541	(3,228,157)	(1,465,616)	-	-	-	-
Transaction with owners - Dividend relating to year 2024 paid to non-controlling interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(647,048)	(647,048)
Transfer of gain on sale of FYTOQ investments to unappropriated profit	-	-	(155)	-	-	-	-	(155)	(155)	-	155	155	-	-	-	-
Profit for the period	-	-	47,132,84	21,990	-	-	-	-	47,132,84	4,785,274	7,981	5,252,330	5,252,330	5,252,330	688,927	5,921,257
Other comprehensive income / (loss) for the period	-	-	4,713,284	21,990	-	-	-	4,735,274	4,735,274	-	5,260,311	5,260,311	9,995,885	9,995,885	688,927	10,684,152
Total comprehensive income / (loss) for the period	-	-	51,846,124	43,980	-	-	-	51,860,114	51,860,114	3,228,157	3,102,383	117,445,587	153,017,700	156,533,699	13,704,614	170,238,313
Balance as at 30 June 2025 - (Audited)	3,515,899	5,498,530	25,590,483	729,462	15,469	111,002	-	3,228,157	35,574,103	114,341,214	3,102,383	117,445,587	153,017,700	156,533,699	13,704,614	170,238,313
Transaction with owners - Final dividend for the year ended 30 June 2025 @ Rupees 2.00 per share	-	-	-	-	-	-	-	-	-	-	(703,200)	(703,200)	(703,200)	(703,200)	-	(703,200)
Transferred to general reserve	-	-	-	-	-	-	-	-	-	2,399,000	(2,399,000)	-	-	-	-	-
Transferred to statutory reserve	-	-	-	-	1,397	-	-	1,397	1,397	-	(8,612)	(8,612)	-	-	-	-
Transfer to overhauling reserve	-	-	-	-	-	-	-	8,612	8,612	-	(8,612)	-	-	-	-	-
Transfer of gain on sale of FYTOQ investments to unappropriated profit	-	-	(52,414)	-	-	-	-	(52,414)	(52,414)	-	52,414	52,414	-	-	-	-
Profit for the period	-	-	9,585,724	(49,280)	-	-	-	9,536,444	9,536,444	-	(2,820)	6,495,767	6,495,767	6,495,767	813,290	7,309,057
Other comprehensive income / (loss) for the period	-	-	9,585,724	(49,280)	-	-	-	9,536,444	9,536,444	-	(2,820)	6,495,767	6,495,767	6,495,767	813,290	7,309,057
Total comprehensive income / (loss) for the period	-	-	19,171,448	(98,560)	-	-	-	19,072,884	19,072,884	-	(6,492,775)	16,029,219	16,029,219	16,029,219	813,290	16,842,509
Balance as at 31 March 2026 - (Un-audited)	3,515,899	5,498,530	35,323,793	680,102	16,866	111,002	-	3,228,789	45,068,142	116,740,214	6,335,383	123,273,577	163,343,719	171,859,716	14,517,934	186,377,652

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

Um Mehta

CHIEF EXECUTIVE OFFICER

David Dajal

DIRECTOR

[Signature]

CHIEF FINANCIAL OFFICER

Consolidated Condensed Interim Statement of Cash Flows

For the nine months ended 31 March 2026 (Un-audited)

	Note	Period ended	
		31 March 2026	31 March 2025
		(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	13	8,951,465	4,373,987
Finance cost paid		(5,861,387)	(6,956,098)
Levy and income tax paid - net		(4,308,152)	(3,267,990)
Long term security deposits - net		6,920	77,250
Exchange gain on forward exchange contracts received		52,263	242,944
Net increase in retirement benefit obligation		8,196	4,938
Net increase in long term loans		(27,876)	(97,945)
Net decrease in long term deposits		102,533	251,878
Net cash used in operating activities		(1,076,038)	(5,371,036)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(6,164,701)	(8,189,954)
Proceeds from sale of property, plant and equipment		255,602	184,412
Dividends received		2,894,877	3,867,295
Loans and advances to associated company		(500,000)	-
Repayment of loan by associated company		500,000	8,000
Interest received		30,808	311,090
Proceeds from sale of investments		58,348,338	19,441,181
Proceeds from sale of investments in subsidiary company		-	1,750,999
Investments made		(60,840,245)	(22,485,979)
Net cash used in investing activities		(5,475,321)	(5,112,956)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long term financing		1,822,620	-
Repayment of long term financing		(2,434,989)	(2,066,002)
Repayment of lease liabilities		(1,056,996)	(812,427)
Exchange differences on translation of net investments in foreign subsidiaries		(49,280)	44,508
Short term borrowings - net		8,419,458	16,965,429
Dividend paid		(702,149)	(2,607,008)
Net cash from financing activities		5,998,664	11,524,500
Net (decrease) / increase in cash and cash equivalents		(552,695)	1,040,508
Net foreign exchange difference on translating cash and bank balances		(3,664)	7,116
Cash and cash equivalents of subsidiary company at disposal date		-	(655,798)
Cash and cash equivalents at the beginning of the period		3,150,836	11,180,968
Cash and cash equivalents at the end of the period		2,594,477	11,572,794

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

1 THE GROUP AND ITS OPERATIONS

The Group consists of:

Holding Company

-Nishat Mills Limited

Subsidiary Companies

-Nishat Power Limited
 -Nishat Linen (Private) Limited
 -Nishat USA, Inc.
 -Nishat Linen Trading LLC
 -Nishat International FZE
 -China Guangzhou Nishat Global Co., Ltd.
 -Nishat Commodities (Private) Limited
 -Nishat UK (Private) Limited
 -Wernerfelt A/S
 -Wernerfelt Sverige AB

NISHAT MILLS LIMITED

Nishat Mills Limited is a public limited Company incorporated in Pakistan under the repealed Companies Act, 1913 (Now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. Its registered office is situated at 53-A, Lawrence Road, Lahore. The Company is engaged in the business of textile manufacturing and of spinning, combing, weaving, bleaching, dyeing, printing, stitching, apparel, buying, selling and otherwise dealing in yarn, linen, cloth and other goods and fabrics made from raw cotton, synthetic fibre and cloth and to generate, accumulate, distribute, supply and sell electricity.

NISHAT POWER LIMITED

Nishat Power Limited is a public limited Company incorporated in Pakistan under the Companies Ordinance, 1984 (Now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. The Company is a subsidiary of Nishat Mills Limited. The principal activity of the Company is to build, own, operate and maintain a fuel fired power station having gross capacity of 200 MW in Jamber Kalan, Tehsil Pattoki, District Kasur, Punjab, Pakistan. Its registered office is situated at 53-A, Lawrence Road, Lahore. Ownership interest held by non-controlling interests in Nishat Power Limited is 48.99% (30 June 2025: 48.99%).

The Subsidiary Company had a Power Purchase Agreement ('PPA') with its sole customer, National Transmission and Despatch Company Limited ('NTDC') for twenty five years which commenced from 09 June 2010. On 12 February 2021, the Subsidiary Company entered into a Novation Agreement to the PPA with NTDC and Central Power Purchasing Agency (Guarantee) Limited ('CPPA-G' and also referred to as the 'Power Purchaser'), whereby, NTDC irrevocably transferred all of its rights, obligations and liabilities under the PPA to CPPA-G and thereafter, NTDC ceased to be a party to the PPA, and CPPA-G became a party to the PPA in place of NTDC. Further, on the same day, the Subsidiary Company entered into the PPA Amendment Agreement, whereby, the Agreement Year that was ending on 08 June 2021 was extended by sixty eight (68) days to 15 August 2021.

The Subsidiary Company entered into another PPA Amendment Agreement with effect from 01 November 2024 to further amend the terms of PPA. Under this Agreement, certain significant amendments have been taken place including the conversion of existing tariff to 'Hybrid Take and Pay' model. GoP has also agreed to unconditionally and irrevocably withdraw and extinguish all claims against the Subsidiary Company under the Arbitration Submission Agreement as more fully explained in note 1 to the annual published preceding financial statements of the Holding Company for the year ended 30 June 2025.

NISHAT LINEN (PRIVATE) LIMITED

Nishat Linen (Private) Limited, a wholly owned subsidiary of Nishat Mills Limited, is a private limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017) on 15 March 2011. The registered office of Nishat Linen (Private) Limited is situated at 7-Main, Gulberg Lahore. The principal objects of the Company are to operate retail outlets for sale of textile and other products and to sell the textile products by processing the textile goods in own and outside manufacturing facility.

NISHAT USA, INC.

Nishat USA, Inc. is a foreign subsidiary incorporated under the Business Corporation Laws of the State of New York. The registered office of Nishat USA, Inc. is situated at 230 5th Avenue, Suite 600 - 601, New York, NY 10001, U.S.A. The principal business of the Company is to provide marketing services to Nishat Mills Limited - Holding Company and sale of textile and related products in entire USA through USA based E-commerce platform, managing fulfilling center, and retail operations. Nishat Mills Limited acquired 100% shareholding of Nishat USA, Inc. on 01 October 2008.

NISHAT LINEN TRADING LLC

Nishat Linen Trading LLC is a limited liability company formed in pursuance to statutory provisions of the United Arab Emirates (UAE) Federal Law No. (8) of 1984 as amended and registered with the Department of Economic Development, Government of Dubai. Nishat Linen Trading LLC is a subsidiary of Nishat Mills Limited as Nishat Mills Limited, through the powers given to it under Article 11 of the Memorandum of Association, exercise full control on the management of Nishat Linen Trading LLC. Date of incorporation of the Company was 29 December 2010. The principal business of Nishat Linen Trading LLC is to operate retail outlets in UAE for sale of textile and related products. The registered address of Nishat Linen Trading LLC in U.A.E. is Shop No. SC 128, Dubai Festival City, P.O. Box 28189 Dubai, United Arab Emirates.

NISHAT INTERNATIONAL FZE

Nishat International FZE is incorporated as free zone establishment with limited liability in accordance with the Law No. 9 of 1992 and licensed by the Registrar of Jebel Ali Free Zone Authority. Nishat International FZE is a wholly owned subsidiary of Nishat Mills Limited. Date of incorporation of the Company was 07 February 2013. The registered office of Nishat International FZE is situated at P.O. Box 114622, Jebel Ali Free Zone, Dubai. The principal business of the Company is trading in textile and related products.

CHINA GUANGZHOU NISHAT GLOBAL CO., LTD.

China Guangzhou Nishat Global Co., Ltd. is a Company incorporated in People's Republic of China on 25 November 2013. It is a wholly owned subsidiary of Nishat International FZE which is a wholly

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

owned subsidiary of Nishat Mills Limited. The primary function of China Guangzhou Nishat Global Co., Ltd. is to competitively source products for the retail outlets operated by Group companies in Pakistan and the UAE. The registered office of Nishat Global China Company Limited is situated at N801, No. 371-375 East Huanshi Road, Yuexiu District, Guangzhou City, China.

NISHAT COMMODITIES (PRIVATE) LIMITED

Nishat Commodities (Private) Limited is a private limited Company incorporated in Pakistan on 16 July 2015 under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017). It is a wholly owned subsidiary of Nishat Mills Limited. Its registered office is situated at 53-A, Lawrence Road, Lahore. The principal object of the Company is to carry on the business of trading of commodities including fuels, coals, building material in any form or shape manufactured, semi-manufactured, raw materials and their import and sale in Pakistan.

NISHAT UK (PRIVATE) LIMITED

Nishat UK (Private) Limited is a private limited company incorporated in England and Wales on 15 October 2024. It is a wholly owned subsidiary of Nishat International FZE which is a wholly owned subsidiary of Nishat Mills Limited. The primary function of Nishat UK (Private) Limited is sale of textile and related products in England and Wales through UK based E-commerce platform, managing fulfilling center, and retail operations. The registered office of Nishat UK (Private) Limited is situated at 19 Pavement Square, Croydon, England, CR0 6TL.

WERNERFELT A/S

Wernerfelt A/S is a public limited company incorporated and existing under the laws of Denmark, having its principal place of business at Energivej 10, 8500 Grenaa, Denmark. Authorised as well as issued, subscribed and fully paid-up share capital of Wernerfelt A/S stand at 500,000 DKK (Danish Krone Five Hundred Thousand Only), divided into 50 ordinary shares of face value DKK 10,000 (Danish Krone Ten Thousand) each. Nishat Mills Limited acquired all of the aforementioned 50 ordinary shares of Wernerfelt A/S on 24 June 2024, representing the entire ownership and voting interest in Wernerfelt A/S and 100% of total issued and paid-up share capital of Wernerfelt A/S. Established more than 90 years ago, Wernerfelt A/S has a wealth of experience and knowledge in developing and supplying high quality fabrics for personal protection and workwear.

WERNERFELT SVERIGE AB

Wernerfelt Sverige AB is a limited company incorporated and existing under the laws of Sweden, having its principal place of business at Box 8000 - 50118 Borås, Skaraborgsvägen 3A, SE-506 30 Borås, Sweden. Wernerfelt Sverige AB is a wholly owned subsidiary of Wernerfelt A/S which is a wholly owned subsidiary of Nishat Mills Limited. Principal business of Wernerfelt Sverige AB is to conduct the sale of textiles and related activities.

2 BASIS OF PREPARATION

2.1 These consolidated 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 the

International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and

- Provisions of, directives and notifications issued under the Companies Act, 2017.

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

- 2.2** These consolidated condensed interim financial statements are un-audited and do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Group for the year ended 30 June 2025. These consolidated condensed interim financial statements are un-audited and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information and methods of computations adopted for the preparation of these consolidated condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Group for the year ended 30 June 2025.

4 CONSOLIDATION

a) Subsidiaries

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

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

Intragroup balances and transactions have been eliminated.

Non-controlling interests are that part of net results of the operations and of net assets of Subsidiary Companies attributable to interest which are not owned by the Holding Company. Non-controlling interests are presented as separate item in the consolidated financial statements.

b) Associates

Associates are all entities over which the Group has significant influence but not control or joint control. Investments in associates are accounted for using the equity method of accounting, after initially being recognised at cost.

Under the equity method of accounting, the investments are initially recognised at cost and

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

adjusted thereafter to recognise the Group's share of the post-acquisition profits or losses of the investee in profit or loss, and the Group's share of movements in other comprehensive income of the investee in other comprehensive income. Dividends received or receivable from associates are recognised as a reduction in the carrying amount of the investment.

When the Group's share of losses in an equity-accounted investment equals or exceeds its interest in the entity, including any other unsecured long-term receivables, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the other entity.

Unrealised gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in these entities. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of equity accounted investees have been changed where necessary to ensure consistency with the policies adopted by the Group.

Investments in equity method accounted for associates are tested for impairment in accordance with the provision of IAS 36 'Impairment of Assets'.

5 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these consolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Group's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these consolidated condensed interim financial statements, the significant judgments made by the management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published consolidated financial statements of the Group for the year ended 30 June 2025.

	Note	Un-audited 31 March 2026 (Rupees in thousand)	Audited 30 June 2025
6 LONG TERM FINANCING - SECURED			
Opening balance		28,672,212	26,566,394
Add: Obtained during the period / year		1,822,620	5,000,000
Less: Repaid during the period / year		(2,434,989)	(2,906,554)
Add: Deferred income amortized during the period / year	6.1	7,772	12,372
		28,067,615	28,672,212
Less: Current portion shown under current liabilities		(3,278,463)	(3,295,456)
		24,789,152	25,376,756

6.1 This represents net impact of benefit of loans obtained under the schemes of State Bank of Pakistan at below market rate of interest.

7 CONTINGENCIES AND COMMITMENTS

a) Contingencies

- i) Nishat Mills Limited - Holding Company was contesting various sales tax demands amounting to Rupees 214.158 million and related default surcharge and penalties under the Sales Tax Act, 1990 before Appellate Tribunal Inland Revenue (ATIR) which vide orders dated 30 August 2024, 22 October 2024 and 29 August 2025 allowed partial relief to the Holding Company and remanded back the remaining matters to assessing officer for consideration afresh. Against the order of ATIR dated 29 August 2025, the Commissioner Inland Revenue (CIR) has filed constitutional petition before the Honorable Lahore High Court, Lahore which is pending adjudication. No provision there against has been recognized in these consolidated condensed interim financial statements as the Holding Company, based on advice of the tax advisor, is confident of favorable outcome of the appeals.
- ii) Guarantees of Rupees 6,664.653 million (30 June 2025: Rupees 6,277.815 million) are given by the banks of the Holding Company to Sui Northern Gas Pipelines Limited against gas connections, Shell Pakistan Limited and Pakistan State Oil Limited against purchase of furnace oil, Director Excise and Taxation, Karachi against infrastructure cess, Chairman Punjab Revenue Authority, Lahore against infrastructure cess, Directorate of Cotton Cess Management against cotton cess, Collector of Customs against regulatory duty, Inspector General Frontier Corps KP (South), The President of Islamic Republic of Pakistan through the Controller of Military Accounts (Defence Purchase), Airport Security Force, Provincial Police Officer, Office of Inspector General of Police KPK and Inspector General of Punjab Police against fulfillment of sales orders, High Court of Sindh, Karachi against the matter of importation of LED lights, Faisalabad Electric Supply Company Limited (FESCO) and Lahore Electric Supply Company Limited (LESCO) against installation of grid stations and to the bank of Hyundai Nishat Motor (Private) Limited - associated company to secure financial assistance to the associated company. Further, the Holding Company has issued cross corporate guarantees of Rupees 796.667 million (30 June 2025: Rupees 666.667 million) and Rupees 1,777.500 million (30 June 2025: Rupees 1,777.500 million) on behalf of Nishat Linen (Private) Limited - wholly owned subsidiary company and Nishat Sutas Dairy Limited - associated company respectively to secure the obligations of subsidiary company and associated company towards their lenders.
- iii) Post dated cheques of Rupees 40,000 million (30 June 2025: Rupees 35,000 million) are issued by the Holding Company to customs authorities in respect of duties on imported items availed on the basis of consumption and export plans. If documents of exports are not provided on due dates, cheques issued as security shall be encashable.
- iv) Post dated cheques of Rupees 122.180 million (30 June 2025: Rupees 153.935 million) are issued by the Holding Company to Sui Northern Gas Pipeline Limited in pursuance of order of Lahore High Court, Lahore in the case of gas infrastructure development cess and captive power levy bills of February 2025. Post dated cheques of Rupees 2.140 million (30 June 2025: Rupees 8.209 million) are issued by the Holding Company to Lahore Electric Supply Company Limited (LESCO) and Faisalabad Electric Supply Company Limited (FESCO) in pursuance of order of Lahore High Court, Lahore in the case of income tax in electricity bills for the month of July 2021 and against differential of

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

increased rates of fixed charges in electricity bills for the months from December 2024 to February 2025.

- v) Holding Company's share in contingencies of associates accounted for under equity method is Rupees 8,814.400 million (30 June 2025: Rupees 7,854.969 million).
- vi) Bank guarantee of Rupees 1.900 million (30 June 2025: Rupees 1.900 million) is given by the bank of Nishat Commodities (Private) Limited - Subsidiary Company in favour of Director, Excise and Taxation, Karachi to cover the disputed amount of Sindh infrastructure cess.
- vii) Deputy Commissioner Inland Revenue (DCIR) passed order dated 27 June 2023 against Nishat Commodities (Private) Limited - Subsidiary Company under Sections 161 and 205 under the Income Tax Ordinance, 2001 and raised a demand of Rupees 2.549 million (including default surcharge of Rupees 1.116 million) in respect of non deduction of withholding tax at source against various payments for the tax year 2017. Being aggrieved, the Nishat Commodities (Private) Limited - Subsidiary Company has filed an appeal which is pending for adjudication. Based on the advice of the legal counsel, the Nishat Commodities (Private) Limited - Subsidiary Company is hopeful for the favourable outcome of the matter. Hence, no provision has been made in these consolidated condensed interim financial statements.
- viii) Guarantees of Rupees 219.350 million (30 June 2025: Rupees 194.350 million) are given by Nishat Linen (private) Limited - Subsidiary Company to Director Excise and Taxation, Karachi against infrastructure cess, Chairman Punjab Revenue Authority, Lahore against infrastructure cess and Collectors of Customs against import consignments.
- ix) Assessment for the tax year 2017 was amended by Assistant Commissioner Inland Revenue (ACIR) through order dated 31 May 2021 issued under sections 122(5) / 214C of the Income Tax Ordinance, 2001, whereby tax demand of Rupees 2,436.967 million was raised on various grounds. Being aggrieved by the order of ACIR, Nishat Linen (Private) Limited - Subsidiary Company filed an appeal before Commissioner Inland Revenue (Appeals) [CIR(A)] who vide order dated 13 September 2021 granted significant relief to the Subsidiary Company. Against the order of CIR(A), both Nishat Linen (Private) Limited - Subsidiary Company and the department have filed cross appeals before Appellate Tribunal Inland Revenue (ATIR). The ATIR vide order dated 3 February 2025 remand back the case to ACIR by directing that the taxpayer be afforded an opportunity of being heard and that a reasoned, speaking order be issued subsequent to complete examination of evidence, being aggrieved by the order of ATIR, Nishat Linen (Private) Limited - Subsidiary Company has filed an appeal before Honorable Lahore High Court, Lahore which is pending for adjudication. Based on the advice of the legal counsel, Nishat Linen (Private) Limited - Subsidiary Company is hopeful for the favourable outcome of the matter, hence, no provision has been made in these consolidated condensed interim financial statements.
- x) Assessment for the tax year 2013 was amended by the Additional Commissioner Inland Revenue (ACIR) by disallowing certain expenses of Rupees 512.348 million through order dated 27 May 2016 issued under Section 122(5A) of the Income Tax Ordinance, 2001 which was set aside for de-novo consideration by the concerned Commissioner Inland Revenue vide order dated 16 June 2016 issued under Section 122A of the Income Tax Ordinance 2001. Being aggrieved, Nishat Linen (Private) Limited - Subsidiary Company has filed an appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)] who vide

order dated 20 September 2016 granted relief to Subsidiary Company. Against the order of CIR(A), the tax department has filed an appeal before Appellate Tribunal Inland Revenue (ATIR). The ATIR vide order dated 18 January 2024 dismissed the departmental appeal and upheld the order of CIR(A). Against the order of ATIR, the Commissioner Inland Revenue (CIR) has filed reference application under section 133 of the Income Tax Ordinance, 2001 in the Honorable Lahore High Court, Lahore which is pending for adjudication. Based on the advice of the legal counsel, Nishat Linen (Private) Limited - Subsidiary Company is hopeful for the favourable outcome of the matter, hence, no provision has been made in these consolidated condensed interim financial statements.

- xi)** Assessment for the tax year 2014 was amended by the Additional Commissioner Inland Revenue (ACIR) through order dated 29 December 2016 issued under Section 122(5A) of the Income Tax Ordinance, 2001 whereby demand of Rupees 374.884 million was created by disallowing certain expenses and tax credits. Being aggrieved, Nishat Linen (Private) Limited - Subsidiary Company filed an appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)] who vide order dated 23 February 2017 granted partial relief to Nishat Linen (Private) Limited - Subsidiary Company. Against the order of CIR(A), the department has filed an appeal before Appellate Tribunal Inland Revenue (ATIR). The ATIR vide order dated 17 January 2024 dismissed the appeal and upheld the order of CIR(A). Against the order of ATIR, the Commissioner Inland Revenue (CIR) has filed reference application under Section 133 of the Income Tax Ordinance, 2001 in the honorable Lahore High Court, Lahore which is pending for adjudication.
- xii)** Assessment for the tax year 2015 was amended by the tax department through order dated 31 March 2017 issued under Section 122(5) of the Income Tax Ordinance, 2001 by disallowing certain expenses. Being aggrieved by the order, Nishat Linen (Private) Limited - Subsidiary Company filed an appeal before Commissioner Inland Revenue (Appeals) [CIR(A)] who vide order dated 11 May 2017 granted significant relief to the Subsidiary Company. Against the order of CIR(A), the tax department has filed an appeal before Appellate Tribunal Inland Revenue (ATIR). The ATIR vide order dated 22 January 2024 dismissed the departmental appeal and upheld the order of CIR(A). The Additional Commissioner Inland Revenue (ACIR) vide order dated 13 June 2025 demanded income tax amounting to Rupees 20.618 million under Section 122(5A) of the Income Tax Ordinance, 2001 without taken into account the earlier order dated 22 January 2024 of ATIR. An application for rectification in terms of Section 221 of the Income Tax Ordinance, 2001 has been filed by Nishat Linen (Private) Limited - Subsidiary Company which is currently pending adjudication. Based on the advice of the legal counsel, Nishat Linen (Private) Limited - Subsidiary Company is hopeful for the favourable outcome of the matter, hence, no provision has been made in these consolidated condensed interim financial statements.
- xiii)** On 19 August 2014, the department raised a demand of Rupees 1,722.811 million relating to apportionment of input sales tax under section 8 of the Sales Tax Act, 1990 for tax years 2010 to 2013. The disallowance was primarily made on the grounds that since revenue derived by the Nishat Power Limited - Subsidiary Company on account of 'capacity revenue' was not chargeable to sales tax, input sales tax claimed by the Nishat Power Limited - Subsidiary Company was required to be apportioned with only the input sales tax attributable to other revenue stream i.e. 'energy revenue' admissible to the Nishat Power Limited - Subsidiary Company. The Nishat Power Limited - Subsidiary Company assailed the underlying proceedings before Honourable Lahore High Court, Lahore ('LHC') directly and in this respect, vide order dated 31 October 2016, LHC accepted the Nishat Power Limited - Subsidiary Company's stance and annulled the

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

proceedings. The department has challenged the decision of LHC before Supreme Court of Pakistan and has also preferred an Intra Court Appeal against such order which are pending adjudication.

In respect of tax periods from July 2016 to June 2017, Nishat Power Limited - Subsidiary Company's case was selected for 'audit' involving input sales tax amounting to Rupees 541.091 million, on the same grounds as explained above and Rupees 49.774 million on other matters. Being aggrieved, the Nishat Power Limited - Subsidiary Company filed an appeal before Commissioner Inland Revenue (Appeals) [CIR(A)]. On 25 February 2022, CIR(A) passed an order and provided partial relief to the Nishat Power Limited - Subsidiary Company. Being aggrieved with the order of CIR(A), the Nishat Power Limited - Subsidiary Company preferred an appeal before Appellate Tribunal Inland Revenue (ATIR) who vide order dated 15 April 2022 decided the matter in favour of the Nishat Power Limited - Subsidiary Company. Against the order of CIR(A), the department has also filed an appeal in ATIR which is pending adjudication.

On 29 May 2024, Deputy Commissioner Inland Revenue (DCIR) passed an assessment order relating to tax periods from July 2018 to June 2019 involving input sales tax on 'capacity purchase price' amounting to Rupees 530.024 million on the same grounds as explained above and disallowance of input sales tax on goods / services amounting to Rupees 6.107 million under various provisions of Sales Tax Act, 1990. The Nishat Power Limited - Subsidiary Company paid the impugned sales tax demand of Rupees 6.107 million in protest. However, recovery of input sales tax attributable to 'capacity purchase price' was held in abeyance till the decision of the case by Supreme Court of Pakistan as explained above. The Nishat Power Limited - Subsidiary Company preferred an appeal before CIR(A) on 24 June 2024 relating to disallowance of input sales tax on goods / services. On 27 February 2025, CIR(A) principally upheld the findings of the assessment order. Being aggrieved with the order of CIR(A), the Nishat Power Limited - Subsidiary Company has filed a reference application before the honourable Lahore High Court, Lahore. On 28 October 2025, honourable Lahore High Court, Lahore has remanded back the case to ATIR with the directions to treat the same as an appeal and decide the same as per law. Based on the tax advisor opinion, there exists reasonable grounds to defend these cases. Therefore, no provision has been made in these consolidated condensed interim financial statements.

- xiv) On 16 April 2019, the Commissioner Inland Revenue (CIR) through an order raised a demand of Rupees 179.046 million against the Nishat Power Limited - Subsidiary Company, mainly on account of input sales tax claimed on inadmissible expenses in sales tax return for the tax periods of July 2014 to June 2017 and sales tax default on account of suppression of sales related to tax period of June 2016. Being aggrieved with the order of CIR, the Nishat Power Limited - Subsidiary Company filed an appeal before CIR(A). On 07 May 2020, CIR(A) declared that the admissible forum of appeal against the order of CIR is ATIR. The Nishat Power Limited - Subsidiary Company filed application for grant of stay before the ATIR against recovery of the aforesaid demand that was duly granted on 28 January 2021. Further, the Nishat Power Limited - Subsidiary Company filed an appeal before ATIR against the order of CIR. On 25 November 2025, ATIR granted partial relief to the Nishat Power Limited - Subsidiary Company while certain matters were remanded back for fresh consideration. However, no remand back proceedings have been initiated by the department. Based on the tax advisor opinion, management of Subsidiary Company has strong grounds to believe that the remand back proceedings shall be decided in Subsidiary Company's favor. Therefore, no provision has been made in these consolidated condensed interim financial statements.

- xv) On 27 February 2015, Additional Commissioner Inland Revenue (ACIR) created a demand of Rupees 282.377 million for tax year 2013 under section 122(5A) of the Income Tax Ordinance, 2001. Aggrieved with the order of the ACIR, Nishat Power Limited - Subsidiary Company preferred an appeal before CIR(A) who granted partial relief to the Subsidiary Company, while upheld the decision of ACIR in certain matters aggregating to Rupees 31.355 million inter-alia on tax credit claimed by the Subsidiary Company under section 65B of the Income Tax Ordinance, 2001. Nishat Power Limited - Subsidiary Company and tax department filed appeals before ATIR against the order of CIR(A). On 02 November 2017, ATIR restated the demand to Rupees 14.072 million. The Subsidiary Company filed application before ATIR for rectification of order dated 02 November 2017 on non-adjudication of issue of disallowance of tax loss on disposal of fixed assets. On 30 March 2021, ATIR passed the rectification order with certain legal disputes. On 24 January 2022, the Subsidiary Company filed another application for rectification of order dated 30 March 2021. On 06 May 2024, ATIR rectified the order passed on 30 March 2021 as per the request of Nishat Power Limited - Subsidiary Company. Being aggrieved with the order of ATIR, the Subsidiary Company and tax department have filed appeals before Honourable Lahore High Court, Lahore which are pending for adjudication. Based on the tax advisor opinion, management has strong grounds to believe that the case will be decided in Nishat Power Limited - Subsidiary Company's favour. Therefore, no provision has been made in these consolidated condensed interim financial statements.
- xvi) On 13 February 2019, National Electric Power Regulatory Authority ('NEPRA') issued a show cause notice to Nishat Power Limited - Subsidiary Company along with other Independent Power Producers to provide rationale of abnormal profits earned since commercial operation date (COD) that eventually led to initiation of proceedings against the Subsidiary Company by NEPRA on 18 March 2019. Nishat Power Limited - Subsidiary Company challenged the authority of NEPRA to take suo moto action before the Islamabad High Court (IHC) wherein, on 01 April 2019, IHC provided interim relief by suspending the suo moto proceedings. The case is currently pending adjudication before IHC. On 27 May 2025, NEPRA has withdrawn and recalled the public notice and, hence, the suo moto proceedings stand closed. However, the Subsidiary Company has not formally withdrawn the application filed before IHC yet. Based on the facts and law, there will be no adverse implications for the Subsidiary Company. Therefore, no provision has been made in these consolidated condensed interim financial statements.
- xvii) On 16 March 2020, Government of Pakistan ('GoP') issued a report through which it was alleged that savings were made by the Independent Power Producers ('IPPs'), including the Nishat Power Limited - Subsidiary Company, in the tariff components in violation of applicable GoP Policies, tariff determined by National Electric Power Regulatory Authority ('NEPRA') and the relevant Project Agreements. Nishat Power Limited - Subsidiary Company rejected such claims, and discussions were made with the GoP to resolve the dispute. On 12 February 2021, the Subsidiary Company under the 'Master Agreement', agreed that the above mentioned dispute will be resolved through arbitration under the 'Arbitration Submission Agreement' between the Subsidiary Company and GoP. On 15 June 2022, Nishat Power Limited - Subsidiary Company and the GoP signed the 'Arbitration Submission Agreement'. During the year ended 30 June 2023, Arbitration Tribunal was constituted under the terms of 'Arbitration Submission Agreement'. On 29 September 2023, mutually agreed Terms of Reference were formally adapted and proceedings under these terms of Reference were initiated. During the year ended 30 June 2025, the Government of Pakistan ('GoP') through 'Amendment Agreement' has unconditionally and irrevocably agreed to withdraw and extinguish all claims against Nishat Power Limited - Subsidiary Company under the 'Arbitration Submission

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

Agreement' after its formal approval from the Cabinet. After the execution of the 'Amendment Agreement', the 'Arbitration Submission Agreement' stands terminated. However, both parties shall issue a joint communication to the tribunal established under the 'Arbitration Submission Agreement' requesting its termination and the relinquishment of arbitration. Based on the facts stated above, no provision in respect of this matter has been made in these consolidated condensed interim financial statements.

- xviii) On 28 April 2022, National Electric Power Regulatory Authority (NEPRA) issued a notice of hearing to all the RFO based IPPs under the 2002 Power Policy regarding application of highest lab tested Calorific Value (CV) for calculation of CV adjustment instead of average CV as per existing mechanism. Nishat Power Limited - Subsidiary Company vide its letter dated 16 May 2022 replied to NEPRA to refrain from re-initiating the subject proceedings which has already been finalized and implemented by NEPRA vide its letter dated 01 September 2021. Contrary to the reply of the Nishat Power Limited - Subsidiary Company, NEPRA held its hearing on 17 May 2022 and verbally directed to Nishat Power Limited - Subsidiary Company to provide its comments in 15 days failing which the proceedings would be concluded on ex-parte basis. Against the directions of NEPRA, Nishat Power Limited - Subsidiary Company filed a petition in Honourable Lahore High Court, Lahore (LHC) on 06 June 2022, for restraining NEPRA to take any adverse action in this regard, which is pending adjudication. LHC vide its interim order dated 06 June 2022, suspended the impugned notice of hearing. On 18 November 2022, NEPRA determined that although CV adjustment is computed on the basis of average of two CV results, the said CV adjustment shall be subject to the final outcome of the suit pending before LHC. NEPRA has set out further amendment (change of one of the labs) in methodology for CV adjustment, however the Subsidiary Company has replied to NEPRA that aforementioned matter, being similar in nature, is sub-judice before LHC. The management based on the advice of its legal counsel, has strong grounds to believe that the case will be decided in favour of Nishat Power Limited - Subsidiary Company. Further, its financial impact cannot be reasonably estimated at this stage, therefore, no provision has been made in these consolidated condensed interim financial statements.
- xix) On 31 August 2016, Additional Commissioner Inland Revenue (ACIR) passed an amendment order under section 122(5A) of the Income Tax Ordinance, 2001 relating to tax year 2014 whereby tax demand aggregating to Rupees 107.822 million has been raised on various issues. Being aggrieved with the order of ACIR, Nishat Power Limited - Subsidiary Company preferred an appeal before CIR(A) on 23 September 2016. CIR(A) passed an order on 29 November 2016 whereby relief was granted on various issues whereas matter relating to disallowance of tax credit under section 65B of the Income Tax Ordinance, 2001 was decided against the Subsidiary Company. Being aggrieved with the order of CIR(A), both department and Nishat Power Limited - Subsidiary Company preferred appeals before ATIR on 11 December 2016 and 18 January 2017 respectively. On 12 October 2023, ATIR dismissed the department appeal on the issues taken up by the department. Whereas, on 14 September 2023, ATIR passed an order on Nishat Power Limited - Subsidiary Company's appeal and remanded back the case to assessing officer for fresh consideration. However, there were certain apparent factual / legal omissions in the order dated 14 September 2023. Nishat Power Limited - Subsidiary Company filed a rectification application before ATIR. On 08 April 2024, ATIR passed rectification order with the directions to assessing officer to proceed strictly in accordance with the ratio settled by ATIR on the matter in case of another taxpayer as prayed by the Subsidiary Company. Further, the department filed an appeal before Honourable Lahore High Court, Lahore on 04 April 2024 against the order passed by ATIR dated 12 October 2023 which is pending for hearing. On 29 June 2025, remand

back proceedings were concluded wherein tax credit under section 65B of the Income Tax Ordinance, 2001 has again been disallowed whilst the relief allowed by CIR(A) initially was also disregarded inadvertently creating a demand of Rupees 107.822 million. On 03 July 2025, subsequent to the reporting period, the Subsidiary Company filed a rectification application. On 23 July 2025, subsequent to the reporting period, the aforesaid order has been rectified. However, in the matter of disallowance of tax credit, Nishat Power Limited - Subsidiary Company has preferred an appeal before CIR(A) which has not been taken up for hearing yet. Based on the advice of tax advisor, the management is confident of favourable outcome of the matter. Therefore, no provision has been made in these consolidated condensed interim financial statements.

- xx) On 27 November 2024, Additional Commissioner Inland Revenue ('ACIR') passed an order for tax year 2023 under section 122(5A) of the Income Tax Ordinance, 2001 raising a tax demand of Rupees 32.528 million. On 20 December 2024, being aggrieved with the order, the Nishat Power Limited - Subsidiary Company has filed an appeal before Appellate Tribunal Inland Revenue ('ATIR'). On 28 October 2025, ATIR decided the appeal in favor of the Nishat Power Limited - Subsidiary Company. The department has not yet filed income tax reference against the order passed by ATIR. In case, the department file income tax reference, there exists meritorious grounds to defend the case.
- xxi) On 06 February 2013, National Electric Power Regulatory Authority ('the Authority') determined an amount of Rupees 290.423 million to be payable on account of calorific value adjustment. Being aggrieved with the order of the Authority, Nishat Power Limited - Subsidiary Company filed writ petition before Honourable Islamabad High Court who vide its order dated 14 April 2016 upheld the decision of the Authority. On 20 June 2016, Nishat Power Limited - Subsidiary Company filed writ petition before Honourable Supreme Court of Pakistan which is pending adjudication. The management, based on the advice of legal counsel, is confident of favourable outcome of the matter. Therefore, no provision thereagainst has been made in these consolidated condensed interim financial statements.
- xxii) The banks have issued the following on behalf of Nishat Power Limited - Subsidiary Company:
 - (a) Guarantees of Rupees 11.5 million (30 June 2025: Rupees 11.5 million) and Rupees 27.55 million (30 June 2025: Rupees 27.55 million) are given by the bank of Nishat Power Limited - Subsidiary Company in favour of Director Excise and Taxation, Karachi, under directions of Sindh High Court and Supreme Court of Pakistan respectively, in respect of suit filed for levy of infrastructure cess.
 - (b) Guarantee of Rupees 1.5 million (30 June 2025: Rupees 1.5 million) is given by the bank of Nishat Power Limited - Subsidiary Company in favour of Punjab Revenue Authority, Lahore under the direction of Honourable Lahore High Court, Lahore in respect of suit filed for levy of infrastructure cess.
 - (c) Bank guarantee of Rupees 3,000 million (30 June 2025: Rupees Nil) has been given by Nishat Power Limited - Subsidiary Company in favour of Next Capital Limited.

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

b) Commitments

- i) Contracts for capital expenditure of the Group are approximately of Rupees 2,249.401 million (30 June 2025: Rupees 3,116.096 million).
- ii) Letters of credit other than for capital expenditure of the Group are of Rupees 6,004.693 million (30 June 2025: Rupees 4,347.176 million).
- iii) Outstanding foreign currency forward contracts of the Group are Rupees 3,012.430 million (30 June 2025: Rupees 899.667 million).
- iv) This represents commitment recognized on a straight-line basis as expense under the practical expedients applied by the Group with respect to IFRS 16. The amount of future payments under this lease and the period in which these payments will become due are as follows:

	Note	Un-audited 31 March 2026 (Rupees in thousand)	Audited 30 June 2025
Not later than one year		4,561	665
8 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	8.1	71,603,865	71,533,810
Capital work in progress	8.2	4,735,374	3,995,822
Major spare parts and standby equipments		69,351	69,757
		76,408,590	75,599,389
8.1 Operating fixed assets			
Opening book value		71,533,810	50,648,415
Add: Cost of additions during the period / year	8.1.1	5,449,139	27,464,714
Less: Assets derecognized upon sale of Nishat Hospitality (Private) Limited		-	(925,044)
		76,982,949	77,188,085
Less: Book value of deletions during the period / year	8.1.2	(161,474)	(154,025)
		76,821,475	77,034,060
Less: Depreciation charged for the period / year		(5,214,065)	(5,501,471)
Add / (Less): Currency retranslation		(3,545)	1,221
		71,603,865	71,533,810

	Un-audited 31 March 2026	Audited 30 June 2025
	(Rupees in thousand)	
8.1.1 Cost of additions		
Freehold land	263,434	397,489
Buildings	1,037,243	8,540,049
Plant and machinery	3,431,183	16,638,412
Electric installations	164,033	839,107
Factory equipment	19,396	61,789
Furniture, fixtures and office equipment	120,606	343,179
Computer equipment	77,280	124,153
Vehicles	335,964	520,536
	5,449,139	27,464,714
8.1.2 Book value of deletions		
Plant and machinery	87,185	43,296
Electric installations	-	525
Factory equipment	-	56
Furniture, fixtures and office equipment	-	384
Computer equipment	774	2,207
Vehicles	73,515	107,557
	161,474	154,025
8.2 Capital work-in-progress		
Buildings on freehold land	1,334,994	1,121,535
Plant and machinery	3,149,832	2,399,730
Unallocated capital expenditures	23,568	-
Electric installations	109,101	24,516
Factory equipment	39,837	-
Advances for purchase of freehold land	-	263,434
Advances for purchase of furniture, fixtures and office equipment	3,182	61,721
Advances for purchase of vehicles	74,860	124,886
	4,735,374	3,995,822

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

9 REVENUE

9.1 In the following table, revenue from contracts with customers is disaggregated by primary geographical market, major products and service lines and timing of revenue recognition.

Description	(Rupees in thousand)																			
	Spinning			Weaving			Dyeing			Denim		Wkwear			Home Textile and Terry					
	Period ended 31-Mar-25	Quarter ended 31-Mar-25	Quarter ended 31-Mar-25	Period ended 31-Mar-25	Quarter ended 31-Mar-25	Quarter ended 31-Mar-25	Period ended 31-Mar-25	Quarter ended 31-Mar-25	Quarter ended 31-Mar-25	Period ended 31-Mar-25	Quarter ended 31-Mar-25	Quarter ended 31-Mar-25	Period ended 31-Mar-25	Quarter ended 31-Mar-25	Quarter ended 31-Mar-25					
Region																				
Europe	357,260	103,597	164,727	30,571	12,961,548	14,425,577	1,455,949	4,971,201	1,268,650	1,095,536	527,226	271,639	60,462	16,750	98,428	15,770,617	15,837,347	5,441,213	5,301,323	
America	577,467	481,394	135,665	138,507	671,315	599,495	292,567	202,395	277,839	165,381	109,632	73,504	-	-	-	5,572,791	5,216,047	2,130,822	1,660,674	
Asia, Africa, Australia	4,137,134	4,986,364	1,424,897	1,219,061	2,800,337	2,947,276	770,835	969,226	1,407,456	13,389,432	3,333,630	4,021,957	1,450,157	479,273	207,091	6,384,601	5,807,882	2,354,196	3,285,626	
Pakistan	33,805,020	38,867,378	12,238,938	13,036,511	8,596,765	7,706,276	3,042,595	2,691,576	4,949,738	10,261,722	1,333,960	3,184,092	2,659,841	1,067,703	1,126,084	19,925,664	17,156,828	7,510,398	5,419,796	
	38,876,881	45,154,133	14,071,847	14,324,650	24,829,962	25,647,624	8,522,946	8,834,338	17,903,733	24,963,061	5,303,988	7,551,382	4,181,460	1,563,726	1,431,603	48,133,673	43,817,704	17,666,900	15,381,359	
Timing of revenue recognition																				
Products and services transferred at a point in time	38,876,881	45,154,133	14,071,847	14,324,650	24,829,962	25,647,624	8,522,946	8,834,338	17,903,733	24,963,061	5,303,988	7,551,382	4,181,460	1,563,726	1,431,603	48,133,673	43,817,704	17,666,900	15,381,359	
Products and services transferred over time	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Major products / service lines																				
Yarn	38,876,881	45,154,133	14,071,847	14,324,650	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grey Cloth	-	-	-	-	24,829,962	25,647,624	8,522,946	8,834,338	-	-	-	-	-	-	-	-	-	-	-	-
Process Cloth	-	-	-	-	-	-	-	-	17,903,733	24,701,555	5,303,988	7,477,878	4,181,460	1,563,726	1,431,603	11,466,152	10,926,803	3,982,823	3,734,474	
Cosmetics	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	69,407	88,962	15,151	26,347	
Waste	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	68,422	145,574	30,922	14,029	
Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,329,012	203,005	743,668	72,153	
Made Ups	-	-	-	-	-	-	-	-	161,506	-	73,504	-	-	-	-	26,791,089	24,790,310	9,955,677	8,653,959	
Garments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Towels and Bath Robes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	8,251,491	7,663,250	3,328,749	2,670,397	
Electricity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Room Rental Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other Hotel Ancillary Services	38,876,881	45,154,133	14,071,847	14,324,650	24,829,962	25,647,624	8,522,946	8,834,338	17,903,733	24,963,061	5,303,988	7,551,382	4,181,460	1,563,726	1,431,603	48,133,673	43,817,704	17,666,900	15,381,359	

Continued on next page

(Rupees in thousand)

Region	Description	Garments		Power Generation		Room Rental Services		Other Hotel Ancillary Services		Total - Group				
		Period ended	Quarter ended	Period ended	Quarter ended	Period ended	Quarter ended	Period ended	Quarter ended	Period ended	Quarter ended			
		31-Mar-25	31-Mar-25	31-Mar-25	31-Mar-25	31-Mar-25	31-Mar-25	31-Mar-25	31-Mar-25	31-Mar-25	31-Mar-25			
Europe	2,200,401	2,822,335	883,041	725,170	-	-	-	-	-	-	32,720,394	34,290,792	11,511,534	11,000,104
America	9,972,293	7,935,094	3,162,884	2,441,689	-	-	-	-	-	-	16,971,925	13,887,411	5,851,700	4,510,769
Asia, Africa, Australia	220,075	48,050	79,204	17,087	-	-	-	-	-	-	26,934,451	26,899,394	8,877,031	9,498,967
Pakistan	333,136	408,855	96,935	82,217	5,253,017	5,381,953	2,370,828	1,750,246	75,517	-	78,619,236	81,181,069	28,027,227	26,247,688
	12,886,125	10,622,834	4,191,804	3,246,173	5,253,017	5,381,953	2,370,828	1,750,246	75,517	-	133,276,455	155,948,686	54,277,802	51,291,426
	Timing of revenue recognition													
	Products and services transferred at a point in time	12,886,125	10,622,834	4,191,804	3,246,173	3,407,900	2,940,023	1,918,027	485,667	-	151,571,538	133,526,736	53,244,801	49,946,229
	Products and services transferred over time	-	-	-	-	1,845,117	2,441,930	562,801	1,345,189	-	1,845,117	2,441,930	562,801	1,345,189
		12,886,125	10,622,834	4,191,804	3,246,173	5,253,017	5,381,953	2,370,828	1,750,246	-	133,276,455	155,948,686	54,277,802	51,291,426
	Major products/ services lines													
	Yarn	-	-	-	-	-	-	-	-	-	-	-	-	-
	Gar/Cloth	-	-	-	-	-	-	-	-	-	-	-	-	-
	Process/Cloth	-	-	-	-	-	-	-	-	-	-	-	-	-
	Cosmetics	-	-	-	-	-	-	-	-	-	-	-	-	-
	Waste	-	-	-	-	-	-	-	-	-	-	-	-	-
	Others	-	-	-	-	-	-	-	-	-	-	-	-	-
	Meals/Lips	-	-	-	-	-	-	-	-	-	-	-	-	-
	Games	12,886,125	10,622,834	4,191,804	3,246,173	-	-	-	-	-	-	-	-	-
	Towels and Bath Robes	-	-	-	-	-	-	-	-	-	-	-	-	-
	Beauty	-	-	-	-	5,253,017	5,381,953	2,370,828	1,750,246	-	8,251,481	7,863,250	3,328,749	2,676,387
	Room Rental Services	-	-	-	-	-	-	-	-	-	5,253,017	5,616,953	2,370,828	1,750,246
	Other Hotel Ancillary Services	-	-	-	-	-	-	-	-	-	-	-	-	-
		12,886,125	10,622,834	4,191,804	3,246,173	5,253,017	5,381,953	2,370,828	1,750,246	-	133,276,455	155,948,686	54,277,802	51,291,426

9.2 Revenue is mainly recognised at point in time as per the terms and conditions of underlying contracts with customers.

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

	Period ended		Quarter ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
(Rupees in thousand)				
10 COST OF SALES				
Raw materials consumed	82,724,543	90,425,817	28,043,985	29,367,246
Processing charges	2,455,377	1,477,772	1,036,305	524,153
Salaries, wages and other benefits	15,524,649	14,085,574	5,620,055	5,064,630
Stores, spare parts and loose tools consumed	11,425,042	10,918,077	3,812,154	3,715,904
Packing materials consumed	2,993,389	2,988,106	1,000,401	996,743
Repair and maintenance	848,374	814,243	299,289	284,287
Fuel and power	15,567,663	15,288,309	5,120,402	4,694,543
Insurance	481,722	429,856	160,782	144,638
Depreciation on operating fixed assets	4,853,380	3,444,258	1,647,592	1,199,992
Depreciation on right-of-use assets	87,433	23,268	27,687	7,756
Travelling and conveyance	516,611	491,383	171,534	167,048
Other factory overheads	837,842	1,009,390	259,563	324,239
	138,316,025	141,396,053	47,199,749	46,491,179
Work-in-process				
Opening stock	11,358,624	10,817,097	12,628,444	11,444,198
Closing stock	(13,548,010)	(12,020,009)	(13,548,010)	(12,020,009)
	(2,189,386)	(1,202,912)	(919,566)	(575,811)
Cost of goods manufactured	136,126,639	140,193,141	46,280,183	45,915,368
Finished goods				
Opening stock	21,088,366	15,780,455	26,231,534	22,033,197
Closing stock	(25,179,372)	(24,229,179)	(25,179,372)	(24,229,179)
	(4,091,006)	(8,448,724)	1,052,162	(2,195,982)
	132,035,633	131,744,417	47,332,345	43,719,386

- 11 Pursuant to the amendments in PPA through 'Amendment Agreement' Nishat Power Limited - Subsidiary Company has agreed to waive off delayed payment mark-up invoices and delayed payment mark-up accrued with respect to payments that have been made by the Power Purchaser upto 31 October 2024. Further, Nishat Power Limited - Subsidiary Company has also agreed on sharing of prior years' earnings relating to fuel and O&M upto 30 June 2023, with the Power Purchaser.

		Period ended	
		31 March 2026	31 March 2025
12	EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED		
There is no dilutive effect on the basic earnings per share which is based on:			
	Profit / (loss) attributable to ordinary shareholders of Holding Company (Rupees in thousand)	6,495,767	(148,039)
	Weighted average number of ordinary shares of Holding Company (Numbers)	351,599,848	351,599,848
	Earnings / (loss) per share (Rupees)	18.47	(0.42)

		Period ended	
		31 March 2026	31 March 2025
		(Rupees in thousand)	
	Note		
13	CASH GENERATED FROM OPERATIONS		
	Profit before taxation and levy	8,483,599	3,555,840
	Adjustments for non-cash charges and other items:		
	Depreciation on operating fixed assets	5,213,689	3,774,573
	Depreciation on right-of-use assets	1,019,981	711,686
	Gain on sale of property, plant and equipment	(94,128)	(89,006)
	Dividend income	(2,568,598)	(2,580,292)
	Allowance for / (Reversal of) expected credit losses	375	(6,240)
	Profit on deposits with banks	(44,801)	(292,559)
	Interest income on advance to associated company	(1,491)	-
	Gain on disposal of short term investments	(659,828)	(584,764)
	Unrealized gain on remeasurement of investments at fair value through profit or loss	(457,379)	(297,487)
	Delayed payment interest written off	-	1,804,097
	Sharing of prior years earning (fuel and O&M)	-	2,989,577
	Share of (profit) / loss from associates	(3,478,023)	89,137
	Net exchange gain	(396,243)	(632,336)
	Reversal of fair value adjustment on margin against bank guarantee	(31,070)	(41,586)
	Loss on disposal of investment in subsidiary company	-	32,718
	Gain on termination of leases	(4,443)	(2,925)
	Finance cost	5,846,512	6,893,009
	Working capital changes 13.1	(3,876,687)	(10,949,455)
		8,951,465	4,373,987

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

	Period ended	
	31 March 2026	31 March 2025
	(Rupees in thousand)	
13.1 Working capital changes		
(Increase) / decrease in current assets:		
- Stores, spare parts and loose tools	(27,829)	(1,546,014)
- Stock in trade	(4,413,647)	(21,172,689)
- Trade debts	(1,650,615)	7,164,973
- Loans and advances	(518,949)	(404,020)
- Short term deposits and prepayments	(94,132)	(160,417)
- Other receivables	(35,223)	4,357,079
	(6,740,395)	(11,761,088)
Increase in trade and other payables	2,863,708	811,633
	(3,876,687)	(10,949,455)

14 SEGMENT INFORMATION

14.1 The Group has following reportable business segments. The following summary describes the operation in each of the Group's reportable segments:

Spinning:	Producing different qualities of yarn including dyed yarn and sewing thread using natural and artificial fibers.
Weaving:	Producing different qualities of greige fabric using yarn.
Dyeing:	Producing dyed fabric using different qualities of greige fabric.
Denim:	Manufacturing of denim fabric using yarn.
Workwear:	Manufacturing of specialized processed workwear fabric using greige fabric.
Home Textile and Terry:	Manufacturing of home textile articles using processed fabric produced from greige fabric and manufacturing of terry and bath products.
Garments:	Manufacturing of garments using processed fabric.
Power Generation:	Generation, transmission and distribution of power using gas, oil, steam, coal, solar and biomass.
Hotel:	Carrying on the business of hotel and allied services.

Transactions among the business segments are recorded at cost. Inter segment sales and purchases have been eliminated from the total.

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

15 FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

i) Fair value hierarchy

Judgments and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in these consolidated condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements At 31 March 2026 - Un-audited	Level 1	Level 2	Level 3	Total
	(Rupees in thousand)			
Financial assets				
Fair value through other comprehensive income	34,934,770	-	-	34,934,770
Fair value through profit or loss	19,671,844	-	-	19,671,844
Derivative financial assets	-	28,515	-	28,515
Total financial assets	54,606,614	28,515	-	54,635,129
Financial liabilities				
Derivative financial liabilities	-	404	-	404
Total financial liabilities	-	404	-	404

Recurring fair value measurements At 30 June 2025 - Audited	Level 1	Level 2	Level 3	Total
	(Rupees in thousand)			
Financial assets				
Fair value through other comprehensive income	27,535,773	-	-	27,535,773
Fair value through profit or loss	18,106,520	-	-	18,106,520
Total financial assets	45,642,293	-	-	45,642,293
Financial liabilities				
Derivative financial liabilities	-	60,510	-	60,510
Total financial liabilities	-	60,510	-	60,510

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the nine months ended 31 Mar 2026. Further there was no transfer out of level 3 measurements.

The Group's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

ii) Valuation techniques used to determine fair values

Specific valuation techniques used to value financial instruments include the use of quoted market prices or dealer quotes for similar instruments.

16 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated undertakings, other related companies, post employment benefit plan and key management personnel. The Group in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties is as follows:

i) Transactions

	Period ended		Quarter ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	(Rupees in thousand)			
Associated companies				
Investment made	2,160,613	936,302	125,000	-
Investment buy back / sale	-	1,779,499	-	1,750,999
Short term loans made	500,000	-	-	-
Short term loans received	500,000	8,000	-	-
Purchase of goods and services	350,012	2,483,961	105,881	362,440
Sharing of expenses	-	1,807	-	-
Sale of goods and services	70,271	150,900	18,719	52,792
Purchase of operating fixed assets	79,560	102,747	51,882	41,338
Rental income	32,339	7,539	21,232	2,356
Rent paid	118,976	82,683	39,672	27,561
Dividend income	2,568,598	2,568,547	856,131	856,131
Dividend paid	62,019	95,098	-	-
Insurance premium paid	1,046,554	642,165	128,976	149,847
Insurance claims received	166,292	143,438	62,407	29,614
Interest income	27,137	97,927	10,258	17,769
Interest income on short term loan to associate	1,491	-	-	-
Finance cost	111,607	223,093	37,757	77,638

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2026 (Un-audited)

	Period ended		Quarter ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	(Rupees in thousand)			
Other related parties				
Purchase of goods and services	2,304	471	97	471
Sale of goods and services	3,561	3,385	3,561	2,331
Rental Income	49,516	16,751	6,804	16,751
Dividend income	2,748	1,657	-	-
Gain on sale of short term investments	657,079	583,279	453,732	149,400
Interest income	63	23,354	19	140
Finance cost	22,413	433	7,961	28
Group's contribution to provident fund trust	653,152	581,762	219,756	196,911
Remuneration paid to Chief Executive Officer and Executives of the Holding Company	2,634,475	2,188,849	846,520	788,710
Dividend paid	177,335	266,003	-	-

ii) Period end balances

	As at 31 March 2026		
	Associated companies	Other related parties	Total
	(Rupees in thousand)		
Long term Financing	-	300,000	300,000
Trade and other payables	64,450	118	64,568
Accrued markup	5,907	5,193	11,100
Short term borrowings	1,597,931	-	1,597,931
Property, plant and equipment	21,687	-	21,687
Long term loans	-	454,251	454,251
Trade debts	62,392	-	62,392
Loans and advances	286	147,318	147,604
Accrued interest	19,259	20	19,279
Cash and bank balances and short term investments	1,080,349	19,677,821	20,758,170

	As at 30 June 2025 (Audited)		
	Associated companies	Other related parties	Total
	(Rupees in thousand)		
Trade and other payables	192,156	322	192,478
Accrued markup	8,815	-	8,815
Short term borrowings	1,494,506	-	1,494,506
Property, plant and equipment	15,853	-	15,853
Long term loans	-	429,222	429,222
Trade debts	73,590	-	73,590
Loans and advances	18,009	126,995	145,004
Accrued interest	4,657	-	4,657
Cash and bank balances and short term investments	1,555,951	18,225,821	19,781,772

17 FINANCIAL RISK MANAGEMENT

The Group's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published consolidated financial statements of the Group for the year ended 30 June 2025.

18 DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were approved by the Board of Directors and authorized for issue on 30 April 2026.

19 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the consolidated condensed interim statement of financial position and consolidated condensed interim statement of changes in equity have been compared with the balances of annual audited consolidated financial statements of preceding financial year, whereas, the consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of comprehensive income and consolidated condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant re-arrangement have been made.

20 GENERAL

Figures have been rounded off to the nearest thousand of Rupees unless otherwise stated.



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

بورڈ کی کمیٹیاں

آڈٹ کمیٹی

نمبر شمار	نام ڈائریکٹر
1	مسز مہک عادل (چیئر پرسن/رکن)
2	سید زاہد حسین (رکن)
3	جناب فرید نور علی فضل (رکن)

ہیومن ریسورس اور معاوضہ (HR&R) کمیٹی

نمبر شمار	نام ڈائریکٹر
1	میاں عمر منشاء (رکن)
2	مسز سارہ حقیل (چیئر پرسن/رکن)
3	جناب محمود اختر (رکن)

ڈائریکٹرز کا مشاہرہ

بورڈ آف ڈائریکٹرز نے ڈائریکٹرز کے معاوضہ کی پالیسی کی منظوری دی ہے۔ پالیسی کی بنیادی خصوصیات مندرجہ ذیل ہیں:

☆ کمپنی بورڈ اور اس کی کمیٹیوں کے اجلاسوں میں شرکت کی فیس کے سوائے آزاد ڈائریکٹرز سمیت اپنے نان ایگزیکٹو ڈائریکٹرز کو معاوضہ ادا نہیں کرے گی۔

☆ کمپنی بورڈ اور اس کی کمیٹیوں کے اجلاسوں میں شرکت کے سلسلے میں ڈائریکٹرز کے سفر اور رہائش کے اخراجات ادا کرے گی۔

☆ بورڈ آف ڈائریکٹرز وقتاً فوقتاً، ڈائریکٹرز معاوضہ پالیسی کا جائزہ اور اس کی منظوری دے گا۔

اظہار تشکر۔

بورڈ انتظامیہ، عملہ اور کارکنوں کی کوششوں کو سراہتا ہے۔

منجانب بورڈ آف ڈائریکٹرز

David Jazal

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لاہور

پاکستان کے ٹیکسٹائل شعبے کے لیے مسابقتی ماحول مزید سخت ہو گیا ہے، جس کی ایک بڑی وجہ بھارت کا برطانیہ کے ساتھ آزاد تجارتی معاہدہ (FTA) اور جنوری 2026 میں یورپی یونین کے ساتھ ان (FTA) مذاکرات کی تکمیل ہے۔ امریکہ کی ٹیرف (Tariff) پالیسیوں میں جاری غیر یقینی صورتحال نے تجارتی ماحول کو غیر واضح بنا دیا ہے، جس کے باعث عالمی خریدار محتاط رویہ اختیار کر رہے ہیں اور آرڈرز دینے کی رفتار کم ہو گئی ہے۔

ملکی سطح پر، صنعت کو خام مال کی شدید کمی کا سامنا ہے۔ گزشتہ سال پاکستان میں 10.20 بلین کے پیداواری ہدف کے مقابلے میں صرف 5.60 بلین کاٹن بیلز (Cotton Bales) کی پیداوار ہوئی، جس کے نتیجے میں تقریباً 45 فیصد کمی واقع ہوئی اور مہنگی درآمدی کاٹن پر انحصار بڑھانا پڑا۔ مزید برآں، جغرافیائی سیاسی کشیدگی کے باعث خام تیل کی قیمتوں میں اضافہ ہوا، جس کے نتیجے میں بین الاقوامی سطح پر پولیسٹر فائبر (polyester fibre) کی قیمتیں بھی بڑھ گئیں۔ ان بڑھتی ہوئی قیمتوں نے پورے شعبے میں آپریٹنگ مارجنز کو نمایاں طور پر کم کر دیا ہے۔

ان پیچیدہ چیلنجز سے نمٹنے کے لیے، کمپنی آپریشنل کارکردگی کو بڑھانے اور اپنے مصنوعات کے پورٹ فولیو کو متنوع بنانے پر توجہ مرکوز رکھے ہوئے ہے۔ کمپنی اہم عالمی برانڈز کے ساتھ شراکت داری کو برقرار رکھنے اور مضبوط کرنے کے لیے بھی پرعزم ہے تاکہ صلاحیت کے بہتر استعمال کو برقرار رکھا جاسکے۔ لہذا کمپنی موجودہ جغرافیائی سیاسی حالات سے مؤثر طریقے سے نمٹنے اور بدلتی ہوئی مارکیٹ کے مواقع سے فائدہ اٹھانے کے لیے موزوں پوزیشن میں ہے۔

ذیلی کمپنیاں اور کنسولیدیشن مالیاتی گوشوارے

نشاط پاور لمیٹڈ، نشاط لیمین (پرائیویٹ) لمیٹڈ، نشاط کموڈٹی (پرائیویٹ) لمیٹڈ، نشاط پوائس اے انکار پورینڈ، نشاط لیمین ٹریڈنگ ایل ایل سی، نشاط انٹرنیشنل ایف زیڈ ای، چائنا گوانگ ڈونگ گلوبل کمپنی لمیٹڈ، نشاط یو کے (پرائیویٹ) لمیٹڈ، ورنرفیلٹ اے/ایس اور ورنرفیلٹ سویرینج اے بی کمپنی کی پورٹ فولیو میں ذیلی کمپنیاں ہیں۔ اس لیے کمپنی نے انٹرنیشنل فنانسنگ رپورٹنگ سٹینڈرڈز کے مطابق علیحدہ جامع فنانسنگ رپورٹنگ سٹینڈرڈز کے ساتھ، یکجا جامع فنانسنگ رپورٹنگ سٹینڈرڈز کو بھی منسلک کیا ہے۔

بورڈ کی ساخت

بورڈ کی ساخت درج ذیل ہے:

ڈائریکٹرز کی کل تعداد

5	(ا) مرد
2	(ب) خواتین

تفصیل

2	(i) آزاد ڈائریکٹرز
4	(ii) نان ایگزیکٹو ڈائریکٹرز
1	(iii) ایگزیکٹو ڈائریکٹرز

ڈائریکٹرز کی رپورٹ

نشاط ملز لمیٹڈ ("کمپنی") کے ڈائریکٹرز 31 مارچ 2026 کو ختم ہونے والی نو ماہی کے لیے ڈائریکٹرز کی رپورٹ پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

آپریٹنگ مالی نتائج

کمپنی کی آمدنی میں 1.334 ارب روپے (0.99 فیصد) کی کمی واقع ہوئی، جو گزشتہ سال کی اسی نو ماہی میں 134.676 ارب روپے سے کم ہو کر موجودہ نو ماہی میں 133.342 ارب روپے پر آگئی۔ یہ کمی بنیادی طور پر زیادہ حجم کے باوجود غیر موافق قیمت کے فرق کی وجہ سے ہوئی۔ بڑھتی ہوئی پیداواری لاگت اور جغرافیائی سیاسی کشیدگی کے باعث عالمی معاشی غیر یقینی صورتحال نے کاروباری ماحول کو منفی طور پر متاثر کیا اور ٹیکسٹائل کے شعبے میں چیلنجز کو برقرار رکھا۔ نتیجتاً، مجموعی منافع میں 2.127 ارب روپے (13.95 فیصد) کی کمی ہوئی، جو 15.240 ارب روپے سے کم ہو کر 13.113 ارب روپے پر آگیا۔

اضافہ/(کمی) فیصد	31 مارچ کو اختتام شدہ نو ماہی		مالی جھلکیاں
	2025	2026	
(0.99)	134,676,293	133,341,843	آمدنی (روپے '000)
(13.95)	15,239,853	13,113,277	مجموعی منافع (روپے '000)
(19.57)	4,839,224	3,892,233	بعد از ٹیکس منافع (روپے '000)
	11.32	9.83	مجموعی منافع (فیصد)
	3.59	2.92	بعد از ٹیکس منافع (فیصد)
	13.76	11.07	منافع فی حصص - (روپے)

مالی اخراجات میں 1.081 ارب روپے (16.70 فیصد) کی کمی ہوئی، جو بنیادی طور پر قلیل مدتی (short-term) اور طویل مدتی فنڈنگ (long-term financing) کے لیے گئے قرضوں کی اوسط شرح میں کمی کی وجہ سے ہوئی۔ تاہم، دیگر آمدنی میں 2.880 ارب روپے کی نمایاں کمی ہوئی، جو بنیادی طور پر ڈیویڈنڈ آمدنی (Dividend Income) میں 2.584 ارب روپے کی کمی کی وجہ سے تھی۔ نتیجتاً، بعد از ٹیکس منافع 4.839 ارب روپے سے کم ہو کر 3.892 ارب روپے پر آگیا۔

مارکیٹ کا عمومی جائزہ اور مستقبل کے امکانات

پاکستان کا ٹیکسٹائل شعبہ دباؤ کا شکار رہا، جبکہ 31 مارچ 2026 کو ختم ہونے والی نو ماہی کے دوران برآمدات سست روی کا شکار ہیں۔ اسی عرصے میں عالمی معاشی اتار چڑھاؤ اور غیر یقینی صورتحال میں اضافہ دیکھنے میں آیا۔ فروری 2026 میں امریکہ اور ایران کے درمیان جنگ کے آغاز نے عالمی منڈیوں کو مزید متاثر کیا۔ اس تنازع نے عالمی معاشی ترقی کو نمایاں طور پر سست کر دیا، مہنگائی میں اضافہ کیا، اور ایندھن و خوراک کے عدم تحفظ کو مزید سنگین بنا دیا۔ پاکستان کو خاص طور پر ایندھن کی بڑھتی ہوئی قیمتوں نے متاثر کیا ہے، جو کاروبار کرنے کی لاگت میں مسلسل اضافہ کر رہا ہے۔



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