

**THIRD QUARTER REPORT
FOR THE PERIOD ENDED
MARCH 31, 2025
(Un-Audited)**



ELLCOT SPINNING MILLS LTD.



C O N T E N T S

Company Information	3
Directors' Review	4
Condensed Interim Statement of Financial Position	8
Condensed Interim Statement of Profit or Loss	10
Condensed Interim Statement of Comprehensive Income	11
Condensed Interim Statement of Cash Flows	12
Condensed Interim Statement of Changes In Equity	13
Notes to the Condensed Interim Financial Statements	14



ELLCOT SPINNING MILLS LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Shahzada Ellahi Shaikh	Non-Executive Director / Chairman
Mr. Mohammad Babar Monnoo	Independent Non-Executive Director
Mr. Imran Motiwala	Independent Non-Executive Director
Mrs. Faaria Rehman Salahuddin	Independent Non-Executive Director
Mr. Jamal Nasim (NIT)	Non-Executive Director
Mr. Shaukat Ellahi Shaikh	Non-Executive Director
Mr. Raza Ellahi Shaikh	Non-Executive Director
Mr. Amin Ellahi Shaikh	Non-Executive Director
Mr. Shafqat Ellahi Shaikh	Executive Director
Mr. Haroon Shahzada Ellahi Shaikh	Executive Director

MANAGING DIRECTOR (Chief Executive)

Mr. Haroon Shahzada Ellahi Shaikh

AUDIT COMMITTEE

Mr. Mohammad Babar Monnoo	Chairman
Mr. Shaukat Ellahi Shaikh	Member
Mr. Raza Ellahi Shaikh	Member
Mr. Syed Mohsin Gilani	Secretary

HUMAN RESOURCE & REMUNERATION (HR & R) COMMITTEE

Mr. Mohammad Babar Monnoo	Chairman
Mr. Raza Ellahi Shaikh	Member
Mr. Haroon Shahzada Ellahi Shaikh	Member
Mr. Muhammad Azam	Secretary

EXECUTIVE COMMITTEE

Mr. Haroon Shahzada Ellahi Shaikh	Chairman
Mr. Shafqat Ellahi Shaikh	Member
Mr. Raza Ellahi Shaikh	Member
Mr. Amin Ellahi Shaikh	Member
Mr. Muhammad Azam	Secretary

CORPORATE SECRETARY

Mr. Syed Mohsin Gilani

CHIEF FINANCIAL OFFICER (CFO)

Mr. Muhammad Ahmad

HEAD OF INTERNAL AUDIT

Mr. Farjad Ashfaq

AUDITORS

Messrs Rahman Sarfraz Rahim Iqbal Rafiq
Chartered Accountants
Bandial & Associates

LEGAL ADVISOR

LEAD BANKERS

Allied Bank Ltd.
Askari Bank Ltd.
Bank Alfalah Ltd.
Faysal Bank Ltd.
Habib Bank Ltd.
Meezan Bank Ltd.
MCB Bank Ltd.
National Bank of Pakistan
United Bank Ltd.

REGISTERED OFFICE

Nagina House
91-B-1, M.M. Alam Road
Gulberg-III, Lahore-54660

REGIONAL OFFICE

2nd Floor, Sheikh Sultan Trust Bldg. No. 2,
26 - Civil Lines, Beaumont Road, Karachi-75530

WEB REFERENCE

www.nagina.com

SHARE REGISTRAR

M/s Hameed Majeed Associates (Pvt.) Ltd.
1st Floor, H.M. House
7-Bank Square, Lahore
Phone # 042-37235081-2
Fax # 042-37358817

MILLS

6.3 K.M, Manga Mandi, Raiwind Road
Mouza Rossa, Tehsil & District Kasur

DIRECTORS' REVIEW

The Directors are pleased to present the un-audited condensed interim financial information of the Company for the third quarter ended on March 31, 2025. The comparative figures for the corresponding quarter ended on March 31, 2024 are included for comparison, except in statement of financial position where figures are for the year ended on June 30, 2024.

Company Performance

Amidst a challenging business environment, the company remained profitable during the quarter ended March 31, 2025 and earned a net after tax profit of Rs. 8,943,716 as compared to Rs. 10,451,468 during the same period of the last year (SPLY). Earning per share (EPS) for the quarter is Rs. 0.82 compared to Rs. 0.95 for the SPLY.

Sales revenue for the quarter under review slightly increased by 0.26% over the SPLY and stood at Rs. 3,963,704,128 compared to Rs. 3,953,453,640. Cost of sales increased from 93.63% of sales during SPLY to 94.13% of sales during the period under review. This increase was mainly driven by higher costs of raw materials, energy, and salaries and wages. Consequently, the gross profit margin declined from 6.37% in the SPLY to 5.87% in the current quarter.

Overall operating expenses slightly decreased from 2.35% of sales during SPLY to 2.29% of sales during the period under review. The company successfully maintained stable cash flows, allowing for timely settlement of its operating liabilities. Due to better cash flows, scheduled repayment of long term loans and reduction in policy rate, finance cost reduced to 1.86% of sales from 2.78% of sales in the SPLY.

According to the figures issued by the Pakistan Cotton Ginners Association, for the crop year 2024-25 (final data of the year), Kapas, (seed cotton) arrivals upto February 28, 2025, at the Gineries totalled 5.524 million bales compared to 8.393 million bales for the financial year 2023-24 showing decrease in arrival of 34.17%.

Future Outlook

The textile industry continues to face significant challenges due to slowdowns in both global and domestic markets. Surging input costs and subdued demand from value-added sectors have placed pressure on profit margins, while the yarn market remains under strain. The recent imposition of tariffs by the United States has further contributed to global market uncertainty, though it is anticipated that conditions may crystalize in the coming months. In addition, the failure of the domestic cotton crop has increased reliance on imported cotton, particularly for spinners. Compounding these issues, the government's imposition of an additional gas levy has led to higher energy costs. As a result, the Company has had to resort to alternative energy sources such as WAPDA and furnace oil to manage operational efficiency.

The outlook for the final quarter of FY25 remains uncertain amid ongoing market challenges. Nevertheless, management is proactively pursuing cost optimization, focused marketing initiatives, and product diversification to strengthen the company's resilience. These strategic efforts are expected to support the company to remain profitable for the current FY.



The company solar capacity enhancement is in progress and will complete during the current quarter. The combing machines has also arrived and would be installed during the current quarter. These combing machines, will enhance the combing capacity of the company which will add further value to revenue.

The government has reported a decline in the inflation rate, which is likely to support the State Bank of Pakistan (SBP) in maintaining its monetary easing trajectory. At present, the SBP has kept the policy rate steady at 12%, with expectations of a potential 1% reduction during the current fiscal year, contingent on continued moderation in inflation.

SBP's prudent monetary and fiscal policies have effectively steered the current account into surplus—an encouraging development. Moreover, sustained growth in home remittances and exports has supported the current account, contributing to the relative stability of the Rupee against the US Dollar.

It is hoped that the Government will bring in business friendly policies such as uninterrupted energy supplies in cost effective manner, refund of outstanding taxes, controlling the inflation rate and reducing the financial costs. Government policies should encourage the completion of the value chain in the textile sector so that the country can export finished products.

Acknowledgement

Continued diligence and devotion of the staff and workers of the Company and good human relations at all levels deserve acknowledgement. The Directors also wish to place on record their gratitude to the bankers for their continued support to the Company.

On behalf of the Board.

Haroon Shahzada Ellahi Shaikh
Chief Executive Officer

Amin Ellahi Shaikh
Director

Lahore : April 29, 2025

ڈائریکٹرز کا جائزہ

ڈائریکٹرز 31 مارچ 2025ء کو ختمہ تیسری سہ ماہی کے لئے کمپنی کی غیر نظر ثانی شدہ منجمد عبوری مالیاتی معلومات پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔ 31 مارچ 2024ء کو ختم ہونے والی نو ماہی کے تقابلی اعداد و شمار بھی موازنہ کے لئے شامل کئے گئے ہیں، ماسوائے سٹیٹمنٹ آف فنانشل پوزیشن کے جہاں تقابلی اعداد و شمار 30 جون 2024ء کو ختمہ سال کے لئے ہیں۔

کمپنی کی کارکردگی

چیلینجنگ کاروباری ماحول کے باوجود، آپ کی کمپنی منافع بخش رہی اور 31 مارچ 2025ء کو ختم ہونے والی سہ ماہی کے دوران بعد از ٹیکس خالص منافع 8,943,716 روپے جبکہ گزشتہ سال کی اسی سہ ماہی کے دوران 10,451,468 روپے بعد از ٹیکس خالص منافع درج کیا۔ زیر جائزہ سہ ماہی کے لئے فی شیئر آمدنی (EPS) گزشتہ سال کی اسی مدت کے لئے 0.95 روپے کے مقابلے 0.82 روپے ہے۔ زیر جائزہ سہ ماہی کے دوران، فروخت آمدنی گزشتہ سال کی اسی مدت سے 0.26 فیصد تک معمولی زیادہ ہوئی اور 3,953,453,640 روپے کے مقابلے 3,963,704,128 روپے رہی۔ فروخت کی قیمت گزشتہ سال کی اسی مدت کے دوران فروخت کی 93.63 فیصد سے بڑھ کر زیر جائزہ مدت کے دوران فروخت کی 94.13 فیصد تک ہو گئی۔ فروخت کی قیمت میں یہ اضافہ بنیادی طور پر خام مال، توانائی اور تنخواہوں اور اجرتوں کی قیمتوں میں اضافہ کی وجہ سے ہوا۔ نتیجتاً، کمپنی کا مجموعی منافع مارجن گزشتہ سال کے اسی مدت کے دوران فروخت کے 6.37 فیصد سے کم ہو کر زیر جائزہ مدت کے دوران فروخت کے 5.87 فیصد تک ہو گیا۔

مجموعی کاروباری اخراجات گزشتہ سال کی اسی مدت کے دوران فروخت کے 2.35 فیصد سے کم ہو کر زیر جائزہ مدت کے دوران فروخت کے 2.29 فیصد ہوئے۔ کمپنی مستحکم نقدی بہاؤ پیدا کرنے اور اپنے کاروباری واجبات کی بروقت ادائیگی کرنے میں کامیاب رہی۔ بہتر نقد بہاؤ، طویل مدتی قرضوں کی بروقت ادائیگی اور پالیسی شرح میں کمی کی وجہ سے مالی لاگت گزشتہ سال کی فروخت کے 2.78 فیصد سے کم ہو کر فروخت کے 1.86 فیصد رہ گئی۔

پاکستان کاٹن جزر ایسوسی ایشن کی طرف سے فصل سال 2024-25 (سال کے حتمی ڈیٹا) کیلئے جاری کردہ اعداد و شمار کے مطابق کپاس، (بیج کپاس) کی 28 فروری 2025ء تک جزیر میں کل آمد 5,524 ملین گانٹھیں ہیں جو کہ گزشتہ مالی سال 2023-24 کی اسی مدت میں 8,393 ملین گانٹھیں جو آمد میں 34.17 فیصد کمی ظاہر کرتی ہیں۔

مستقبل کا نقطہ نظر

ٹیکسٹائل کی صنعت کو دونوں عالمی اور مقامی مارکیٹوں میں سست روی کی وجہ سے بہت مشکلات کا سامنا ہے۔ بڑھتی ہوئی پیداواری لاگت اور ویلیو ایڈڈ ٹیکسٹائل کی جانب سے کم طلب نے منافع کے مارجن پر دباؤ ڈالا ہے، جبکہ یارن مارکیٹ دباؤ میں ہے۔ امریکہ کی طرف سے ٹریف کے حالیہ نفاذ نے عالمی مارکیٹ کی غیر یقینی صورتحال میں مزید اضافہ کر دیا ہے، حالانکہ یہ توقع کی جارہی ہے کہ آئندہ مہینوں میں حالات مزید کشیدہ ہو سکتے ہیں۔ اس کے علاوہ کپاس کی مقامی فصل کی ناکامی کی وجہ سے، خاص طور پر اسپنرز کے لیے درآمد شدہ کپاس پر انحصار بڑھ گیا ہے۔ ان مسائل کو مزید پیچیدہ بناتے ہوئے حکومت کی جانب سے گیس پر اضافی لیوی عائد کرنے کی وجہ سے توانائی کی لاگت میں اضافہ ہوا ہے۔ نتیجتاً، کمپنی کو آپریشنل کارکردگی کو سمجھانے کے لئے متبادل توانائی کے ذرائع جیسے کہ واپڈ اور فرنس آئل کا سہارا لینا پڑا۔ مارکیٹ کی جاری مشکلات کے درمیان مالی سال 25 کی آخری سہ ماہی کا نقطہ نظر غیر یقینی ہے۔ اس کے باوجود، انتظامیہ کمپنی کی ٹیک کو مضبوط بنانے کے لئے لاگت کو کم کرنے، مارکیٹنگ اقدامات، اور مصنوعات کے تنوع کو فعال طور پر آگے بڑھانے کی توقع ہے کہ ان اسٹریٹجک کوششوں سے کمپنی کو رواں مالی سال کے لئے منافع بخش رہنے میں مدد ملے گی۔

کمپنی کی شیشی صلاحیت میں اضافہ جاری ہے اور موجودہ سہ ماہی کے دوران مکمل ہو جائے گا۔ کو مینگ مشینیں بھی آچکی ہیں اور موجودہ سہ ماہی کے دوران نصب کی جائیں گی۔ یہ کو مینگ مشینیں کمپنی کی کو مینگ صلاحیت میں اضافہ کریں گی جس سے آمدنی میں مزید اضافہ ہوگا۔

حکومت نے افراط زر کی شرح میں کمی کی ہے، جس سے اسٹیٹ بینک آف پاکستان (ایس بی پی) کو اپنی مالیاتی نرمی کو برقرار رکھنے میں مدد ملنے کا امکان ہے۔ اس وقت اسٹیٹ بینک پاکستان نے پالیسی ریٹ کو 12 فیصد پر مستحکم رکھا ہے اور رواں مالی سال کے دوران ممکنہ طور پر ایک فیصد کمی کی توقع ہے جو افراط زر میں مسلسل اعتدال پر انحصار کرتی ہے۔

اسٹیٹ بینک کی دانشمندانہ مانیٹری اور مالیاتی پالیسیوں نے مؤثر انداز میں کرنٹ اکاؤنٹ کو سرپلس میں منتقل کیا ہے جو ایک حوصلہ افزاء پیش رفت ہے۔ مزید برآں، مقامی ترسیلات زر اور برآمدات میں مسلسل اضافے نے کرنٹ اکاؤنٹ کو سہارا دیا ہے، جس سے امریکی ڈالر کے مقابلے میں روپیہ کے نسبتاً استحکام میں مدد ملی ہے۔

امید ہے کہ حکومت توانائی کی سستی اور بلا قطل فراہمی، واجب الادا ٹیکسوں کی واپسی، افراط زر کی شرح پر قابو پانے اور مالی اخراجات میں کمی جیسی کاروبار دوست پالیسیاں لانے لگی۔ حکومتی پالیسیاں ٹیکسٹائل سیکٹر میں ویلیو چین کی تکمیل کی حوصلہ افزاء ہونی چاہئیں تاکہ ملک تیار مصنوعات کو برآمد کر سکے۔

اظہار تشکر

کمپنی کے عملہ اور کارکنوں کی مسلسل محنت اور جذبہ اور تمام سطحوں پر اچھے انسانی تعلقات کا اعتراف کرتے ہیں۔ ڈائریکٹرز کمپنی کی مسلسل حمایت پر مینکروز اور دیگر حصہ داروں کا بھی شکریہ ادا کرتے ہیں۔

مخائب بورڈ



امین الہی شیخ
ڈائریکٹر



بارون شہزادہ الہی شیخ
چیف ایگزیکٹو آفیسر

لاہور: 29 اپریل 2025ء



ELLCOT SPINNING MILLS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2025

		Un-Audited March 31, 2025	Audited June 30, 2024
	Note	Rupees	Rupees
EQUITY AND LIABILITIES			
EQUITY			
Authorized share capital 40,000,000 (June 30, 2024) ordinary shares of Rs. 10 each		400,000,000	400,000,000
Issued share capital		109,500,000	109,500,000
Capital reserves		41,220,124	18,837,447
Retained earnings		4,137,914,445	4,082,994,471
TOTAL EQUITY		4,288,634,569	4,211,331,918
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term borrowings	4	3,135,304,678	3,440,775,886
Employees retirement benefits		239,598,454	210,938,548
Deferred taxation		199,014,079	156,856,138
Deferred grant	5	184,398,553	232,227,511
		3,758,315,764	4,040,798,083
CURRENT LIABILITIES			
Trade and other payables		1,238,087,067	1,125,269,321
Unclaimed dividend		8,521,122	8,141,187
Accrued interest/profit on borrowings		57,896,855	82,763,408
Short term borrowings		10,368,208	147,508,995
Current taxation		-	38,690,458
Current maturity of non-current liabilities		680,230,533	613,178,302
		1,995,103,785	2,015,551,671
TOTAL LIABILITIES		5,753,419,549	6,056,349,754
CONTINGENCIES AND COMMITMENTS			
	6		
TOTAL EQUITY AND LIABILITIES		10,042,054,118	10,267,681,672

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

Haroon Shahzada Ellahi Shaikh
Chief Executive Officer

Lahore : April 29, 2025



ELLCOT SPINNING MILLS LIMITED

		Un-Audited March 31, 2025	Audited June 30, 2024
	Note	Rupees	Rupees
ASSETS			
NON-CURRENT ASSETS			
Fixed assets	7	4,622,389,502	4,843,948,424
Long term deposits		7,840,700	7,090,700
		4,630,230,202	4,851,039,124
CURRENT ASSETS			
Stores and spares		326,716,954	123,797,155
Stock in trade		2,848,245,954	1,936,694,440
Trade receivables		1,099,821,087	1,073,868,958
Advances, deposits, prepayments and other receivables		662,726,909	930,328,183
Other financial assets	8	336,629,927	1,104,644,600
Tax refunds due from government		6,551,897	133,799,736
Bank balances		131,131,188	113,509,476
		5,411,823,916	5,416,642,548
TOTAL ASSETS		10,042,054,118	10,267,681,672

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

Muhammad Ahmad
Chief Financial Officer

Amin Ellahi Shaikh
Director

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2025**

	Note	Nine Months Ended		Quarter Ended	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
		Rupees	Rupees	Rupees	Rupees
Revenue from contracts with customers		12,112,151,517	11,358,039,362	3,963,704,128	3,953,453,640
Cost of sales	9	(11,328,159,498)	(10,559,156,980)	(3,731,125,284)	(3,701,604,526)
Gross profit		783,992,019	798,882,382	232,578,844	251,849,114
Selling and Distribution expenses		(65,692,071)	(79,135,176)	(22,043,390)	(29,609,682)
Administrative expenses		(185,752,669)	(168,888,782)	(61,645,781)	(57,465,614)
Other expenses		(26,962,297)	(15,419,779)	(7,142,365)	(5,659,908)
		(278,407,037)	(263,443,737)	(90,831,536)	(92,735,204)
		505,584,982	535,438,645	141,747,308	159,113,910
Other income		97,724,186	46,425,815	7,344,908	20,151,086
Operating profit		603,309,168	581,864,460	149,092,216	179,264,996
Finance cost		(263,300,831)	(380,647,787)	(73,810,777)	(109,999,240)
Profit before statutory levies and income taxes		340,008,337	201,216,673	75,281,439	69,265,756
Provision for statutory levies		(71,234,092)	(69,166,697)	(27,075,013)	(15,652,741)
Profit before income taxes		268,774,245	132,049,976	48,206,426	53,613,015
Provision for income taxes		(159,104,271)	(77,894,630)	(39,262,710)	(43,161,547)
Profit after income taxes		109,669,974	54,155,346	8,943,716	10,451,468
Basic earnings per share		10.02	4.95	0.82	0.95

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.



Haroon Shahzada Ellahi Shaikh
Chief Executive Officer



Muhammad Ahmad
Chief Financial Officer



Amin Ellahi Shaikh
Director

Lahore : April 29, 2025

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2025**

	Nine Months Ended		Quarter Ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	Rupees	Rupees	Rupees	Rupees
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Items that will not be reclassified subsequently to profit or loss				
Financial assets at fair value through OCI	20,193,720	98,447,184	42,146,175	120,399,639
Income tax relating to financial assets at fair value through OCI	2,188,957			
Other comprehensive income after income taxes	22,382,677	98,447,184	42,146,175	120,399,639
Profit after income taxes	109,669,974	54,155,346	8,943,716	10,451,468
Total comprehensive income	132,052,651	152,602,530	51,089,891	130,851,107

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.



Haroon Shahzada Ellahi Shaikh
Chief Executive Officer



Muhammad Ahmad
Chief Financial Officer



Amin Ellahi Shaikh
Director

Lahore : April 29, 2025

**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2025**

	Nine Months Ended	
	March 31, 2025	March 31, 2024
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before statutory levies and income taxes	340,008,337	201,216,673
Adjustments for:		
Depreciation	365,055,606	402,027,098
Provision for employees retirement benefits	54,450,936	46,123,325
Gain on disposal of property, plant and equipment	(3,160,473)	(2,039,080)
Changes in fair value of other financial assets at FVTPL	(110,407)	(5,569,624)
(Gain) / Loss on disposal of short term investments	(80,858,100)	442,371
Finance cost	263,300,831	380,647,787
Dividend income	(7,367,094)	(31,660,107)
	591,311,299	789,971,770
	931,319,636	991,188,443
Changes in working capital		
Stores and spares	(202,919,799)	(21,885,573)
Stock in trade	(911,551,514)	887,161,242
Trade receivables	(25,952,129)	117,904,468
Advances and other receivables	267,470,565	(310,775,306)
Trade and other payables	112,817,746	(78,981,437)
	(760,135,131)	593,423,394
Cash generated from operations	171,184,505	1,584,611,837
Payments for:		
Employees retirement benefits	(25,791,030)	(17,742,411)
Finance cost paid	(288,167,384)	(404,280,061)
levies and taxes under ITO,2001	(97,434,084)	(107,621,348)
Long term deposits	(750,000)	-
Net cash (used in) / generated from operating activities	(240,957,993)	1,054,968,017.00
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(161,167,797)	(14,876,362)
Proceeds from disposal of property, plant and equipment	20,831,586	4,040,600
Purchase of short term investments	(1,524,819,900)	(1,525,210,534)
Proceeds from disposal of short term investments	2,394,127,509	1,186,971,342
Dividend received	7,367,094	31,660,107
Net cash generated from / (used in) investing activities	736,338,492	(317,414,847)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term finances obtained	131,141,236	-
Repayment of long term finances	(417,389,171)	(329,579,346)
Net decrease in short term borrowings	(137,140,787)	(322,562,233)
Dividend paid	(54,370,065)	(65,220,706)
Net cash used in from financing activities	(477,758,787)	(717,362,285)
NET INCREASE IN CASH AND CASH EQUIVALENTS	17,621,712	20,190,885
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	113,509,476	145,321,727
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	131,131,188	165,512,612

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.



Haroon Shahzada Ellahi Shaikh
Chief Executive Officer

Lahore : April 29, 2025



Muhammad Ahmad
Chief Financial Officer



Amin Ellahi Shaikh
Director

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2025**

	Share Capital	Capital reserves			Revenue reserve	
	Issued share capital	Reserve for financial assets measured at FVTOCI	Reserve on merger	Total	Retained Earnings	Total equity
	-----Rupees-----					
Balance as at July 01, 2023 - (Audited)	109,500,000	(84,961,726)	7,760,000	(77,201,726)	3,988,289,232	4,020,587,506
Comprehensive income						
Profit after income taxes	-	-	-	-	54,155,346	54,155,346
Other comprehensive income	-	98,447,184	-	98,447,184	-	98,447,184
Total comprehensive income	-	98,447,184	-	98,447,184	54,155,346	152,602,530
Other transactions						
Transfer from reserve for financial assets measured at FVTOCI on derecognition	-	(10,720,343)	-	(10,720,343)	10,720,343	-
Related income tax	-	-	-	-	-	-
	-	(10,720,343)	-	(10,720,343)	10,720,343	-
Transaction with owners						
Final Dividend @ 60% i.e Rs. 6 per ordinary share	-	-	-	-	(65,700,000)	(65,700,000)
Balance as at March 31, 2024 - (Un-audited)	109,500,000	2,765,115	7,760,000	10,525,115	3,987,464,921	4,107,490,036
Comprehensive income						
Profit after income taxes	-	-	-	-	98,824,573	98,824,573
Other comprehensive income / (loss)	-	10,715,252	-	10,715,252	(5,697,943)	5,017,309
Total comprehensive income	-	10,715,252	-	10,715,252	93,126,630	103,841,882
Other transactions						
Transfer from reserve for financial assets measured at FVTOCI on derecognition	-	(4,620,774)	-	(4,620,774)	4,620,774	-
Related income tax	-	2,217,854	-	2,217,854	(2,217,854)	-
	-	(2,402,920)	-	(2,402,920)	2,402,920	-
Balance as at June 30, 2024 - (Audited)	109,500,000	11,077,447	7,760,000	18,837,447	4,082,994,471	4,211,331,918
Comprehensive income						
Profit after income taxes	-	-	-	-	109,669,974	109,669,974
Other comprehensive income	-	22,382,677	-	22,382,677	-	22,382,677
Total comprehensive income	-	22,382,677	-	22,382,677	109,669,974	132,052,651
Transactions with owners						
Final Dividend @ 50% i.e Rs. 5 per ordinary share	-	-	-	-	(54,750,000)	(54,750,000)
Balance as at March 31, 2025 - (Un-audited)	109,500,000	33,460,124	7,760,000	41,220,124	4,137,914,445	4,288,634,569

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.



Haroon Shahzada Ellahi Shaikh
Chief Executive Officer



Muhammad Ahmad
Chief Financial Officer



Amin Ellahi Shaikh
Director

Lahore : April 29, 2025

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2025

1 LEGAL STATUS AND OPERATIONS

Ellicot Spinning Mills Limited ['the Company'] was incorporated in Pakistan as a Public Limited Company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and is listed on Pakistan Stock Exchange Limited. The Company is a spinning unit engaged in the manufacture and sale of yarn. The registered office of the Company is situated at Nagina House, 91-B-1, M.M. Alam Road, Gulberg III, Lahore. The regional office of the Company is situated at 2nd Floor, Shaikh Sultan Trust Building No. 2, 26 - Civil Lines, Beaumont Road, Karachi. The manufacturing facility is located at 6.3 K.M, Manga Mandi, Raiwind Road Mouza Rossa, Tehsil and District Kasur in the province of Punjab measuring area of 236 Kanal and 14 Marlas.

2 BASIS OF PREPARATION

The interim financial statements are un-audited and has been presented in condensed form and do not include all the information as is required to be provided in a full set of annual financial statements. These interim financial statements should be read in conjunction with the audited financial statements of the Company for the year ended June 30, 2024.

The comparative condensed interim statement of financial position as at June 30, 2024 and the related notes to the interim financial statements are based on audited financial statements. The comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity and related notes to the condensed interim financial statements for the nine month period ended March 31, 2024 are based on unaudited, interim financial statements. The condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarter ended March 31, 2025 and March 31, 2024 are neither audited nor reviewed.

2.1 Statement of compliance

These 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 comprises of:

- International Accounting Standard 34 - Interim Financial Reporting, issued by International Accounting Standards Board [IASB] as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017

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

2.2 Basis of measurement

These interim financial statements have been prepared under the historical cost convention except for certain financial instruments at fair value, certain financial liabilities at amortized cost and employees retirement benefits at present value. In these financial statements, except for the amounts reflected in the statement of cash flows, all transactions have been accounted for on accrual basis.

2.3 Judgments, estimates and assumptions

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions and judgements are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which forms the basis of making judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

2.4 Functional currency

These interim financial statements have been prepared in Pak Rupees which is the Company's functional currency. The amounts reported in these interim financial statements have been rounded to the nearest Rupees unless specified otherwise.

3 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements of the Company for the year ended June 30, 2024.

		Un-audited March 31, 2025	Audited June 30, 2024
	Note	Rupees	Rupees
7.1 Operating fixed assets			
Net book value at the beginning of the period/year		4,843,948,424	5,348,493,610
Additions during the period/year			
Plant and machinery		-	1,231,257
Buildings on freehold land		-	11,347,401
Electric installations and equipment		-	262,000
Office equipment		1,731,000	1,108,100
Furniture and fixtures		1,391,980	845,000
Vehicles		33,378,181	20,411,400
		36,501,161	35,205,158
Net book value of assets disposed during the period/year		(17,671,113)	(3,013,408)
Depreciation for the period/year		(365,055,606)	(536,736,936)
Net book value at end of the period/year		4,497,722,866	4,843,948,424
7.2 Capital work in progress			
As at beginning of the period/year		-	5,331,285
Additions during the period/year		124,666,636	7,247,373
Transfers to operating fixed assets during the period/year		-	(12,578,658)
As at end of the period/year		124,666,636	-
7.3 Intangible assets			
These represents cost of Oracle Financials Suite acquired by the Company, fully amortized @ 20% per annum using straight line method.			
		Un-audited March 31, 2025	Audited June 30, 2024
	Note	Rupees	Rupees
8 OTHER FINANCIAL ASSETS			
Financial assets at fair value through other comprehensive income	8.1	101,491,830	81,298,110
Financial assets at fair value through profit or loss	8.2	197,007,388	985,026,425
Financial assets at amortized cost		38,130,709	38,320,065
		336,629,927	1,104,644,600
8.1 Financial assets at fair value through other comprehensive income			
These represent investments in listed equity securities which have been designated as 'financial assets at fair value through OCI'. These investments are not held for trading. Instead, they are held for strategic purposes for an indefinite period. Accordingly, the Company has elected to designate these investments as at fair value through OCI as the management believes that recognising short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Company's strategy of holding these investments and realising their performance potential in the long run. The details are as follows:			
		Un-audited March 31, 2025	Audited June 30, 2024
	Note	Rupees	Rupees
Investments in listed equity securities			
Cost of investment		68,031,706	68,031,706
Changes in fair value	8.1.1	33,460,124	13,266,404
		101,491,830	81,298,110

8.1.1 Changes in fair value of investments at fair value through OCI

	Un-audited March 31, 2025	Audited June 30, 2024
	Rupees	Rupees
As at beginning of the period/year	13,266,404	(99,320,407)
Fair value gain arising during the period/year	20,193,720	127,927,928
Fair value gain transferred to retained earning during the period/year	-	(15,341,117)
As at end of the period/year	33,460,124	13,266,404
Deferred taxation as at the reporting date	-	(2,188,957)
Reserve for financial assets measured at FVTOCI	33,460,124	11,077,447

8.2 Financial assets at fair value through profit or loss

These represent investments in mutual funds. These, being held for trading, are required to be measured at fair value through profit or loss mandatorily. Accordingly, these have been classified as 'financial assets at fair value through profit or loss'. Particulars of investments are as follows:

	Un-audited March 31, 2025	Audited June 30, 2024
	Rupees	Rupees
Investments in mutual funds		
Cost of investment	196,896,981	981,474,948
Changes in fair value	110,407	3,551,477
	197,007,388	985,026,425

9 COST OF SALES

	Nine Months Ended (Un-audited)		Quarter Ended (Un-audited)	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	Rupees	Rupees	Rupees	Rupees
Raw material consumed	8,584,479,818	7,761,419,254	2,819,327,131	2,719,253,902
Power and fuel	1,775,696,240	1,442,381,677	572,248,289	516,091,890
Stores and spares consumed	294,187,262	360,934,118	93,856,548	124,678,529
Salaries, wages and benefits	489,874,590	390,900,987	167,443,609	115,620,890
Insurance	28,351,582	29,270,098	9,808,028	9,590,164
Repair and maintenance	22,305,713	19,418,331	9,359,733	5,200,565
Depreciation	354,046,008	393,301,716	117,944,986	131,134,861
Others	23,174,462	27,213,059	(2,490,266)	8,130,684
Manufacturing Cost	11,572,115,675	10,424,839,240	3,787,498,058	3,629,701,485
Work in process				
As at beginning of the period	129,375,280	118,238,905	122,581,724	110,424,742
As at end of the period	(123,402,914)	(130,206,692)	(123,402,914)	(130,206,692)
	5,972,366	(11,967,787)	(821,190)	(19,781,950)
Cost of goods manufactured	11,578,088,041	10,412,871,453	3,786,676,868	3,609,919,535
Finished goods				
As at beginning of the period	284,315,672	304,978,028	480,019,159	250,377,492
Purchased during the period	1,685,938	-	359,410	-
As at end of the period	(535,930,153)	(158,692,501)	(535,930,153)	(158,692,501)
	(249,928,543)	146,285,527	(55,551,584)	91,684,991
	11,328,159,498	10,559,156,980	3,731,125,284	3,701,604,526



ELLCOT SPINNING MILLS LIMITED

10 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties from the Company's perspective comprise associated companies and key management personnel. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, and includes the Chief Executive and Directors of the Company.

The Company has a lease agreement with an associated company which is prices as mutually agreed. Transactions with key management personnel are limited to payment of short term employee benefits and dividend on ordinary shares. The Company in the normal course of business carries out various transactions with associated companies and continues to have a policy whereby all such transactions are carried out on commercial terms and conditions which are equivalent to those prevailing in an orderly transaction between market participants at the date of transaction.

There are no balances outstanding with related parties as at the reporting date. Detail of transactions with related parties are as follows:

		Nine Months Ended (Un-audited)	
		March 31, 2025	March 31, 2024
		Rupees	Rupees
10.1 Transactions With Related Parties			
Nature of Relationship	Nature of Transaction		
Associated companies	Purchase	35,400	-
	Sale	6,114,460,561	5,842,467,297
	Rent expense	1,072,251	1,021,194
Key Management Personnel	Short term employee benefits	27,912,501	27,912,501

11 FAIR VALUE OF FINANCIAL INSTRUMENTS

The Company measures some of its assets at fair value. The fair value hierarchy of financial instruments measured at fair value and the information about how the fair values of these financial instruments are determined are as follows:

11.1 Financial instruments measured at fair value

11.1.1 Recurring fair value measurements

			Un-audited March 31, 2025	Audited June 30, 2024
			Rupees	Rupees
Nature of asset	Hierarchy	Valuation techniques/Key inputs		
Investments				
Investments in equity securities at FVTOCI	Level 1	Quoted prices in an active market	101,491,830	81,298,110
Investments in mutual funds at FVTPL	Level 1	Quoted prices in an active market	197,007,388	985,026,425

11.1.2 Non-recurring fair value measurement

There are no non-recurring fair value measurements as at the reporting date.

11.2 Financial instruments not measured at fair value

The management considers the carrying amount of all financial instruments not measured at fair value to approximate their carrying values.

11.3 Assets and liabilities other than financial instruments.

None of the assets and liabilities other than financial instruments are measured at fair value.

12 DATE OF AUTHORIZATION FOR ISSUE

These un-audited condensed interim financial statements have been approved by the Board of Directors of the Company and authorized for issue on April 29, 2025.

13 OTHERS

There are no other significant activities since June 30, 2024 affecting the condensed interim financial statements.

14 CORRESPONDING FIGURES

Corresponding figures have been rearranged and regrouped where ever necessary for the purpose of comparison. However no significant changes have been made.

Figures have been rounded off to the nearest Rupee.

Haroon Shahzada Ellahi Shaikh
Chief Executive Officer

Lahore : April 29, 2025

Muhammad Ahmad
Chief Financial Officer

Amin Ellahi Shaikh
Director

www.jamapunji.pk

Jama Punji
سرمایہ کاری سمجھداری کے سانچہ

**Be aware, Be alert,
Be safe**
Learn about investing at
www.jamapunji.pk

Key features:

- 🔍 Licensed Entities Verification
- 🛡️ Scam meter*
- 🎮 Jamapunji games*
- 📊 Tax credit calculator*
- 👤 Company Verification
- 📋 Insurance & Investment Checklist
- 💬 FAQs Answered

- 📈 Stock trading simulator (based on live feed from KSE)
- 📖 Knowledge center
- 📊 Risk profiler*
- 📊 Financial calculator
- 📧 Subscription to Alerts (event notifications, corporate and regulatory actions)
- 📱 Jamapunji application for mobile device
- 📖 Online Quizzes

Jama Punji is an initiative of Securities and Exchange Commission of Pakistan

jamapunji.pk @jamapunji.pk

*Mobile apps are also available for download for android and ios devices

ELLCOT SPINNING MILLS LTD.

Nagina House, 91-B-1, M.M. Alam Road,
Gulberg-III Lahore-54660