

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



NAGINA COTTON MILLS LTD.



NAGINA COTTON MILLS LTD.

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NAGINA COTTON MILLS LTD.

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Shahzada Ellahi Shaikh	Non-Executive Director/ Chairman
Mr. Naweed Akhter Sharif	Independent Non-Executive Director
Mr. Shafiq ur Rehman	Independent Non-Executive Director
Ms. Tosheeba Sarwar	Independent Non-Executive Director
Mr. Hasan Ahmad	Non-Executive Director
Mr. Shafqat Ellahi Shaikh	Non-Executive Director
Mr. Raza Ellahi Shaikh	Non-Executive Director
Mr. Haroon Shahzada Ellahi Shaikh	Non-Executive Director
Mr. Shaukat Ellahi Shaikh	Executive Director
Mr. Amin Ellahi Shaikh	Executive Director

CHIEF EXECUTIVE OFFICER

Mr. Amin Ellahi Shaikh

AUDIT COMMITTEE

Mr. Shafiq ur Rehman	Chairman
Mr. Raza Ellahi Shaikh	Member
Mr. Haroon Shahzada Ellahi Shaikh	Member
Mr. Syed Mohsin Gilani	Secretary

HUMAN RESOURCE & REMUNERATION (HR & R) COMMITTEE

Mr. Shafiq ur Rehman	Chairman
Mr. Amin Ellahi Shaikh	Member
Mr. Haroon Shahzada Ellahi Shaikh	Member
Mr. Muhammad Azam	Secretary

EXECUTIVE COMMITTEE

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

CORPORATE SECRETARY

Mr. Syed Mohsin Gilani

CHIEF FINANCIAL OFFICER (CFO)

Mr. Tariq Zafar Bajwa

HEAD OF INTERNAL AUDIT

Mr. Farjad Ashfaq

AUDITORS

Messrs Yousuf Adil
Chartered Accountants

LEGAL ADVISOR

Makhdoom & Makhdoom Advocates

LEAD BANKERS

Allied Bank Ltd.
Askari Bank Ltd.
Bank Alfalah Ltd.
Faysal Bank Ltd.
Habib Bank Ltd.
Habib Metropolitan Bank Ltd.
JS Bank LTD.
Meezan Bank Ltd.
Industrial Development Bank of Pakistan
MCB Bank Ltd.
National Bank of Pakistan
Pakistan Kuwait Investment Co. (Pvt) Ltd.
Samba Bank Ltd.
Standard Chartered Bank (Pakistan) Ltd.
The Bank of Punjab
United Bank Ltd.

REGISTERED OFFICE

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

REGIONAL OFFICE

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

WEB REFERENCE

www.nagina.com

SHARE REGISTRAR

M/s Hameed Majeed Associates (Pvt.) Ltd.
5th Floor, Karachi Chambers,
Hasrat Mohani Road, Karachi.
Phone # 021-32412754, 32424826 Fax # 021-3242835

MILLS

Aminabad, A-16, S.I.T.E., National Highway, Kotri



NAGINA COTTON MILLS LTD.

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

Despite a difficult business environment throughout the quarter, the company remained profitable. During the quarter ended March 31, 2025, your company has earned after-tax profit of Rs. 44,610,596 or 0.91% of sales compared to Rs. 9,901,185 or 0.20% of sales during the same period last year (SPLY). Earning per share (EPS) for the quarter is Rs. 2.39 compared to Rs. 0.53 during the SPLY.

Sales revenue for the quarter under review rose by 1.62% over SPLY and stood at Rs. 4,910,528,777 compared to Rs. 4,832,300,397. This growth was primarily driven by higher sales volume. Cost of sales slightly increased from 92.25% of sales during SPLY to 92.29% of sales during the period under review. Increase in cost of sales resulted in reduction of Gross Profit (GP) from 7.75% of sales during SPLY to 7.71% of sales during the period under review.

Because of higher sales, operating expenses decreased from 3.08% of sales during SPLY to 2.74% 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 repayments of long term loans and reduction in policy rate, finance cost reduced to 2.82% of sales from 3.73% 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 Ginneries 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 is currently facing substantial challenges stemming from sluggish performance in both international and domestic markets. The recent imposition of tariffs by the United States has intensified uncertainty in global trade dynamics. Prompt resolution of these tariff-related issues is essential to restore market confidence. Additionally, rising input costs and weak demand from value-added segments is exerting pressure on profitability. These difficulties have been further exacerbated by the government's implementation of an additional gas levy, resulting in increased energy expenses. Consequently, the Company has been compelled to shift to alternative energy sources such as WAPDA and furnace oil to sustain operations.

The outlook for the final quarter of FY25 remains uncertain due to persistent market challenges. However, the management is pro-actively pursuing cost-efficiency measures, targeted marketing strategies and product diversification to enhance operational resilience. These initiatives are expected to support the Company in maintaining profitability for the remainder of the financial year.

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.



NAGINA COTTON MILLS LTD.

SBP's prudent monetary 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.

Amin Ellahi Shaikh
Chief Executive Officer

Haroon Shahzada Ellahi Shaikh
Director

April 29, 2025

ڈائریکٹرز کا جائزہ

ڈائریکٹرز 31 مارچ 2025 کو اختتام 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 2024 کو ختم ہونے والی سہ 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 2024 کو اختتام سال کے لئے ہیں۔

کمپنی کی کارکردگی

پوری سہ ماہی کے دوران مشکل کاروباری ماحول کے باوجود، آپ کی کمپنی منافع بخش رہی۔ 31 مارچ 2025 کو ختم ہونے والی سہ ماہی کے دوران، آپ کی کمپنی نے ٹیکس کے بعد منافع 44,610,596 روپے یا فروخت کا 0.91 فیصد جبکہ گزشتہ سال کی اسی سہ ماہی کے دوران 9,901,185 روپے یا فروخت کا 0.20 فیصد بعد از ٹیکس منافع کمایا۔ زیر جائزہ سہ ماہی کے لئے فی شیئر آمدنی (EPS) گزشتہ سال کی اسی مدت کے لئے 0.53 روپے کے مقابلے 2.39 روپے ہے۔

یہ زیر جائزہ سہ ماہی میں فروخت آمدنی میں گزشتہ سال کی اسی سہ ماہی سے 1.62 فیصد زیادہ ہوئی اور گزشتہ سال کی اسی مدت کے دوران 4,832,300,397 روپے کے مقابلے 4,910,528,777 روپے رہی ہے۔ یہ نمونہ بنیادی طور پر زیادہ فروخت حجم کی وجہ سے ہوئی ہے۔ فروخت کی لاگت گزشتہ سال کی اسی مدت کی فروخت کی 92.25 فیصد سے معمولی بڑھ کر زیر جائزہ مدت کے دوران فروخت کی 92.29 فیصد ہو گئی۔ فروخت کی لاگت میں اضافہ ہونے کی وجہ سے مجموعی منافع (GP) گزشتہ سال کے اسی مدت کے دوران فروخت کے 7.75 فیصد سے کم ہو کر زیر جائزہ مدت کے دوران فروخت کے 7.71 فیصد تک ہو گیا۔

زیادہ فروخت کی بدولت، کاروباری اخراجات گزشتہ سال کی اسی مدت کے دوران فروخت کے 3.08 فیصد سے کم ہو کر زیر جائزہ مدت کے دوران فروخت کے 2.74 فیصد ہوئے۔ کمپنی مستحکم نقدی بہاؤ پیدا کرنے اور اپنے کاروباری واجبات کی بروقت ادائیگی کرنے میں کامیاب رہی۔ بہتر نقدی بہاؤ، طویل مدتی قرضوں کی بروقت ادائیگی اور پالیسی شرح میں کمی کی وجہ سے، مالی لاگت گزشتہ سال کی اسی مدت کی فروخت کے 3.73 فیصد سے کم ہو کر زیر جائزہ مدت کے دوران فروخت کی 2.82 فیصد ہو گئی۔

پاکستان کاٹن جزا ایسوسی ایشن کی طرف فصل سال سے 2024-25 (سال کے حتمی ڈیٹا) کیلئے جاری کردہ اعداد و شمار کے مطابق کپاس، (بیج کپاس) کی 28 فروری 2025 تک جزا میں کل آمد 5.524 ملین گناٹھیں ہیں جو کہ گزشتہ مالی سال 2023-24 کی اسی مدت میں 8.393 ملین گناٹھیں جو آمد میں 34.17% کی 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۔ امریکہ کی طرف سے ٹیرف کے حالیہ نفاذ نے عالمی تجارتی محرکات میں غیر یقینی صورتحال میں مزید اضافہ کر دیا ہے۔ مارکیٹ کا اعتماد بحال کرنے کے لئے ٹیرف سے متعلق ان مسائل کا فوری حل ضروری ہے۔ اس کے علاوہ، بڑھتی ہوئی پیداواری لاگت اور ویلیو ایڈڈ شعبوں سے کمزور طلب منافع پر دباؤ ڈال رہی ہے۔ ان مشکلات 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 اپنے آپریشنز پر قرار رکھنے کے لئے متبادل توانائی کے ذرائع جیسے کہ واپڈ اور فرنس آئل کا سہارا لینا پڑا۔

مارکیٹ کی جاری مشکلات کے باعث مالی سال 25 کی آخری سہ ماہی کا نقطہ نظر غیر یقینی ہے۔ تاہم، انتظامیہ کمپنی کی چلک کو مضبوط بنانے کے لئے لاگت کو کم کرنے کے اقدامات، مارکیٹنگ حکمت عملیوں اور مصنوعات کے تنوع کو فعال طور پر آگے بڑھا رہی ہے۔ توقع ہے کہ ان اسٹریٹجک کوششوں سے کمپنی کو رواں مالی سال کے لئے منافع بخش رہنے میں مدد ملے گی۔

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 کم از کم طور پر 1 فیصد کمی کی توقع ہے جو افراط زر میں مسلسل اعتماد ال پر انحصار کرتی ہے۔



NAGINA COTTON MILLS LTD.

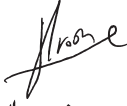
اسٹیٹ بینک پاکستان کی دانشمندانہ مانیٹری پالیسیوں نے موثر انداز میں کرنٹ اکاؤنٹ کو سرپلس میں منتقل کیا ہے جو ایک حوصلہ افزاء پیش رفت ہے۔ مزید برآں، مقامی ترسیلات زر اور برآمدات میں مسلسل اضافے نے کرنٹ اکاؤنٹ کو سہارا دیا ہے، جس سے امریکی ڈالر کے مقابلے میں روپیہ کے نسبتاً استحکام میں مدد ملی ہے۔


امید ہے کہ حکومت توانائی کی سستی اور بلا تھقل فراہمی، واجب الادائیکسوں کی واپسی، افراط زر کی شرح پر قابو پانے اور مالی اخراجات میں کمی جیسی کاروبار دوست پالیسیاں لانے گی۔ حکومتی پالیسیاں بینکنگ سیکٹر میں ویلویو چین کی تکمیل کی حوصلہ افزاء ہوئی چاہئیں تاکہ ملک تیار مصنوعات کو برآمد کر سکے۔

اظہار تشکر

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

منجانب بورڈ


بارون شہزادہ الہی شیخ
ڈائریکٹر


امین الہی شیخ
چیف ایگزیکٹو آفیسر

29 اپریل 2025ء



NAGINA COTTON MILLS LTD.

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

		(Un-Audited) March 31, 2025	(Audited) June 30, 2024
	Note	-----Rupees-----	
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital 50,000,000 (June 30, 2024: 50,000,000) ordinary shares of Rs. 10/- each		500,000,000	500,000,000
Issued, subscribed and paid up capital		187,000,000	187,000,000
Capital reserves		265,847,946	262,238,346
Revenue reserve - Unappropriated profit		4,326,651,677	4,279,130,477
TOTAL EQUITY		4,779,499,623	4,728,368,823
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term finances		4,371,973,522	4,797,375,158
Employee retirement benefits		286,444,367	241,031,213
		4,658,417,889	5,038,406,371
CURRENT LIABILITIES			
Current portion of long term finances		724,877,748	562,649,569
Trade and other payables		1,813,060,515	1,547,579,311
Contract liability - advance from customers		23,885,008	2,675,380
Unclaimed dividend		12,091,680	11,904,654
Accrued interest / mark-up		102,888,831	150,579,516
Short term borrowings	6	1,806,288,163	688,088,033
		4,483,091,945	2,963,476,463
TOTAL LIABILITIES		9,141,509,834	8,001,882,834
CONTINGENCIES AND COMMITMENTS			
	7		
TOTAL EQUITY AND LIABILITIES		13,921,009,457	12,730,251,657

The annexed explanatory notes from 1 to 16 form an integral part of these condensed interim financial statements.

April 29, 2025


Amin Ellahi Shaikh
Chief Executive Officer


Tariq Zafar Bajwa
Chief Financial Officer



NAGINA COTTON MILLS LTD.

		(Un-Audited) March 31, 2025	(Audited) June 30, 2024
Note		-----Rupees-----	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	8	5,710,969,750	5,964,975,353
Investment properties		12,723,089	12,866,120
Long term deposits		1,021,858	1,021,858
		5,724,714,697	5,978,863,331
CURRENT ASSETS			
Stores and spares		185,090,192	175,946,946
Stock-in-trade		2,245,981,409	2,345,519,612
Trade receivables		3,082,587,444	2,423,990,217
Advances		2,252,742,589	444,171,607
Prepayments		15,804,305	3,777,750
Other receivables		149,324,296	12,165,011
Tax refundable		39,742,712	64,631,798
Other financial assets	9	140,016,221	1,155,266,963
Cash and bank balances		85,005,592	125,918,422
		8,196,294,760	6,751,388,326
TOTAL ASSETS		13,921,009,457	12,730,251,657

The annexed explanatory notes from 1 to 16 form an integral part of these condensed interim financial statements.

Haroon Shahzada Ellahi Shaikh
Director



NAGINA COTTON MILLS LTD.

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME(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		15,430,335,349	15,641,164,842	4,910,528,777	4,832,300,397
Cost of goods sold	10	(14,285,898,086)	(14,381,013,507)	(4,532,026,315)	(4,457,806,236)
Gross profit		1,144,437,263	1,260,151,335	378,502,462	374,494,161
Distribution cost		(246,163,800)	(240,381,245)	(65,524,409)	(85,123,188)
Administrative expenses		(188,249,469)	(176,285,920)	(60,046,319)	(59,848,294)
Other expenses		(20,744,658)	(13,346,958)	(9,131,871)	(3,678,219)
		(455,157,927)	(430,014,123)	(134,702,599)	(148,649,701)
		689,279,336	830,137,212	243,799,863	225,844,460
Other Income		146,547,202	72,936,753	27,291,979	24,078,322
Operating profit		835,826,538	903,073,965	271,091,842	249,922,782
Finance cost		(532,148,159)	(649,481,756)	(138,695,172)	(180,036,620)
Profit before levies & taxation		303,678,379	253,592,209	132,396,670	69,886,162
Levies	11	(144,267,000)	-	(32,533,103)	-
Profit before taxation		159,411,379	253,592,209	99,863,567	69,886,162
Provision for taxation	12	(83,840,179)	(183,546,260)	(55,252,971)	(59,984,977)
Profit for the period		75,571,200	70,045,949	44,610,596	9,901,185
Other comprehensive income					
Items that will not be reclassified subsequently to profit or loss					
Fair value gain on investment in equity instruments designated at fair value through other comprehensive income (FVTOCI)		3,609,600	89,267,119	1,299,600	11,437,837
Other comprehensive income for the period		3,609,600	89,267,119	1,299,600	11,437,837
Total comprehensive income for the period		79,180,800	159,313,068	45,910,196	21,339,022
Earnings per share - basic and diluted		4.04	3.75	2.39	0.53

The annexed explanatory notes from 1 to 16 form an integral part of these condensed interim financial statements.

April 29, 2025
Amin Ellahi Shaikh
Chief Executive Officer

Tariq Zafar Bajwa
Chief Financial Officer

Haroon Shahzada Ellahi Shaikh
Director



NAGINA COTTON MILLS LTD.

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.....	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before levies and taxation	303,678,379	253,592,209
Adjustments for:		
Depreciation on property, plant and equipment	446,269,565	405,928,780
Depreciation on investment properties	143,031	150,560
Provision for gratuity	60,842,130	49,648,219
Gain on disposal of property, plant and equipment-net	(3,310,995)	(6,376,745)
Realised gain on other financial assets at FVTPL	(102,574,211)	(926,080)
Unrealized loss on other financial assets at FVTPL	2,210,376	-
Unrealized loss on revaluation of Foreign currency short term finance	-	1,876,051
Unrealized loss on revaluation of foreign currency account	6,976	-
Profit on term deposits	(10,336,096)	(14,946,803)
Finance cost	532,148,159	649,481,756
Rental income from investment property	(27,066,471)	(24,945,431)
Dividend Income	(1,793,167)	(22,769,178)
	1,200,217,676	1,290,713,338
Changes in working capital		
Decrease / (Increase) in current assets:		
Stores and spares	(9,143,246)	18,220,854
Stock-in-trade	99,538,203	(111,553,571)
Trade receivables	(658,597,227)	(1,448,474,394)
Advances	(1,808,570,982)	192,876,291
Prepayments	(12,026,555)	(12,671,803)
Other receivables	(137,159,285)	24,154,249
Sales tax refundable	104,872,488	90,100,386
	(2,421,086,604)	(1,247,347,988)
Increase in current liabilities :		
Trade and other payables	210,987,287	363,144,084
Contract liability - advance from customers	21,209,628	10,500,067
	(2,188,889,689)	(873,703,837)
Cash (used in) / generated from operations	(988,672,013)	417,009,501
Payments made:		
Employees retirement benefits	(15,428,976)	(18,977,318)
Finance cost	(579,838,844)	(639,186,087)
Income taxes	(253,596,664)	(118,170,381)
Net cash used in operating activities	A (1,837,536,497)	(359,324,285)
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(196,757,943)	(305,731,793)
Proceeds from disposal of property, plant and equipment	7,804,976	30,225,000
Purchase of other financial assets	(6,309,618,643)	(339,291,425)
Proceeds from sale / redemption of other financial assets	7,439,178,916	409,988,840
Rental Income received	27,066,471	24,945,431
Dividend received	1,793,167	22,769,178
Net cash generated from / (used in) investing activities	B 969,466,944	(157,094,769)



NAGINA COTTON MILLS LTD.

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.....	

C. CASH FLOWS FROM FINANCING ACTIVITIES

Long term finances obtained	115,508,429	391,500,000
Repayment of long term finances	(378,681,886)	(270,189,801)
Net (decrease) / increase in short term borrowings excluding running finances	(314,118,453)	780,408,642
Dividend paid	(27,862,974)	(111,284,766)
Net cash (used in) / generated from financing activities	C (605,154,884)	790,434,075
Net (decrease) / increase in cash and cash equivalents	(A+B+C) (1,473,224,437)	274,015,021
Cash and cash equivalents at beginning of the period		
Cash and bank balances	125,918,422	237,195,795
Other financial assets - term deposits with banks	76,903,615	1,903,615
Short term running finances	(234,976,552)	(941,704,041)
	(32,154,515)	(702,604,631)
Effect of Unrealized exchange loss on cash and cash equivalents	-	-
Cash and cash equivalents at end of the period	(1,505,378,952)	(428,589,610)
Cash and cash equivalents at end of the period		
Cash and bank balances	85,005,592	295,210,026
Other financial assets - term deposits with banks	76,903,615	1,903,615
Short term running finances	(1,667,288,159)	(725,703,251)
Effect of Unrealized exchange loss on cash and cash equivalents	-	-
	(1,505,378,952)	(428,589,610)

The annexed explanatory notes from 1 to 16 form an integral part of these condensed interim financial statements.

April 29, 2025


Amin Ellahi Shaikh
Chief Executive Officer


Tariq Zafar Bajwa
Chief Financial Officer


Haroon Shahzada Ellahi Shaikh
Director




NAGINA COTTON MILLS LTD.

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

Issued, subscribed and paid up capital	Capital reserves				Revenue reserve	Total
	Capital Redemption reserve	Amalgamation reserve	Fair Value reserve	Total Capital reserve	Unappropriated profit	
-----Rupees-----						
Balance as at June 30, 2023 (Audited)	187,000,000	241,860,000	12,104,417	(55,702,216)	198,262,201	4,281,777,150
Comprehensive income for the period ended March 31, 2024						
Profit after taxation	-	-	-	-	70,045,949	70,045,949
Other comprehensive Income	-	-	-	-	-	-
Fair value gain on investment in equity instrument designated at FVTOCI	-	-	89,267,119	89,267,119	-	89,267,119
Transfer of realized gain on sale of investments	-	-	(15,268,971)	(15,268,971)	15,268,971	-
Total comprehensive income for the period	-	-	73,998,148	73,998,148	85,314,920	159,313,068
Transactions with owners:						
Final cash dividend for the year ended June 30, 2023 @ 60% i.e. Rs. 6 per ordinary share	-	-	-	-	(112,200,000)	(112,200,000)
Balance as at March 31, 2024 (Un-Audited)	187,000,000	241,860,000	12,104,417	18,295,932	4,254,892,070	4,714,152,419
Comprehensive income						
Profit after taxation	-	-	-	-	6,979,039	6,979,039
Other comprehensive income	-	-	-	-	-	-
Remeasurement of defined benefit liability	-	-	-	-	(12,139,615)	(12,139,615)
Fair value gain on investment in equity instrument designated at FVTOCI	-	-	19,376,980	19,376,980	-	19,376,980
Transfer of realized Gain on sale of investments	-	-	(29,398,983)	(29,398,983)	29,398,983	-
Total comprehensive (loss) / income for the period	-	-	(10,022,003)	(10,022,003)	24,238,407	14,216,404
Balance as at June 30, 2024 (Audited)	187,000,000	241,860,000	12,104,417	8,273,929	4,279,130,477	4,728,368,823
Comprehensive income for the period ended March 31, 2025						
Profit after taxation	-	-	-	-	75,571,200	75,571,200
Other comprehensive income	-	-	-	-	-	-
Fair value gain on investment in equity instrument designated at FVTOCI	-	-	3,609,600	3,609,600	-	3,609,600
Total comprehensive Income for the period	-	-	3,609,600	3,609,600	75,571,200	79,180,800
Transactions with owners:						
Final cash dividend for the year ending June 30, 2024 @ 15% i.e. Rs. 1.5 per ordinary share	-	-	-	-	(28,050,000)	(28,050,000)
Balance as at March 31, 2025 (Un-audited)	187,000,000	241,860,000	12,104,417	11,883,529	4,326,651,677	4,779,499,623

The annexed explanatory notes from 1 to 16 form an integral part of these condensed interim financial statements.


Amin Ellahi Shaikh
Chief Executive Officer
April 29, 2025


Tariq Zafar Bajwa
Chief Financial Officer


Haroon Shahzada Ellahi Shaikh
Director



NAGINA COTTON MILLS LTD.

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

1. LEGAL STATUS AND OPERATIONS

Nagina Cotton Mills Limited (the Company) was incorporated in Pakistan on May 16, 1967 as a public limited company under the Companies Act, 1913 (repealed) now The Companies' Act, 2017 and is listed on Pakistan Stock Exchange Limited. The principal business of the Company is to manufacture and sale of yarn. The Company's manufacturing facilities are located in Kotri Industrial Trading Estate in the province of Sindh, measuring area of 20.75 acres.

Following are the geographical locations and address of all business units of the Company:

Head Office

2nd Floor, Shaikh Sultan Trust Building No.2, 26-Civil Lines, Beaumont Road, Karachi, 75530, Sindh.

Manufacturing facility

A-16, National Highway, Aminabad, S.I.T.E Kotri, Sindh.

Regional Office:

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

2. BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

- 2.1.1** These un-audited condensed interim financial statements of the Company for the nine months ended March 31, 2025 have been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standard Board (IASB) as notified under the Companies Act, 2017; and provisions of and directives issued under the Companies Act, 2017. Where the provisions of or directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of or directives issued under the Companies Act, 2017 have been followed.

These condensed interim financial statements do not include all of the notes required for the full financial statements and, therefore, these should be read in conjunction with the annual audited financial statements of the Company for the year ended June 30, 2024.

- 2.1.2** These condensed interim financial statements have been prepared under 'Historical cost convention' except employees retirement benefits and financial instruments at fair value through other comprehensive income (FVTOCI).
- 2.1.3** These condensed interim financial statements are presented in Pak Rupees, which is also the Company's functional and presentation currency. Figures presented in these condensed interim financial statements have been rounded off to the nearest Rupee.
- 2.1.4** The comparative condensed interim statement of financial position presented has been extracted from annual audited financial statements for the year ended June 30, 2024; whereas comparative condensed interim statement of profit or loss and statement of other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity of the Company have been extracted from the un-audited condensed interim financial statements for the nine months ended March 31, 2024.

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.



NAGINA COTTON MILLS LTD.

4. ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these condensed interim financial statements require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revision to accounting estimates are recognized prospectively commencing from the period of revision.

In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies, the key source of estimation and uncertainty were the same as those that applied to the annual audited financial statements of the Company for the year ended June 30, 2024.

5. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements of the Company for the year ended June 30, 2024.

	Note	(Un-Audited) March 31, 2025	(Audited) June 30, 2024
		------(Rupees)-----	
6. SHORT-TERM BORROWINGS			
- Banking companies - secured			
Foreign currency finance	6.1	139,000,004	453,111,481
Running finance	6.2	1,667,288,159	234,976,552
		1,806,288,163	688,088,033

- 6.1 The Company has availed foreign currency finance facility from various banks which carries mark-up @ 4.39% (June 30, 2024: 5% to 10%) per annum.
- 6.2 Cash and running finance facilities are subject to variable markup ranging from 1 to 3 month KIBOR plus 0.12% to 0.75% (June 30, 2024 : 1 to 3 month KIBOR plus 0.12% to 0.75%) per annum payable on quarterly basis.
- 6.3 The Company can avail foreign currency, short term finance and running finance facilities from various banks aggregating to Rs. 6,815 million (June 30, 2024: Rs. 5,790 million). These borrowings are secured against hypothecation of stocks and book debts / receivables of the Company and pari passu charge on present and future current assets, demand promissory notes and lien on export orders / contracts.
- 6.4 The aggregate unavailed short-term borrowing facilities available amounted to Rs. 5,009 million (June 30, 2024 : Rs. 5,102 million).

	Note	(Un-Audited) March 31, 2025	(Audited) June 30, 2024
		------(Rupees)-----	
7. CONTINGENCIES AND COMMITMENTS			
7.1 Contingencies			
Bank guarantees issued on behalf of the Company	7.1.1	28,253,615	28,253,615
Bank guarantee in favor of Excise and Taxation and others		413,442,448	293,442,448
Revolving Letter of credit Favouring SSGC		82,051,880	82,051,880

- 7.1.1 It includes guarantee issued in favor of Hyderabad Electric Supply Cooperation (HESCO) amounting Rs. 24.253 million.

7.2 Commitments

Capital work

Raw material	3,268,241,921	1,481,895,235
Stores and spares	4,068,700	38,992,366
Bills Discounted	396,241,279	730,817,471

Commitments for rentals of assets under short term lease agreements as at:

- Not later than one year	4,091,806	4,207,472
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NAGINA COTTON MILLS LTD.

		(Un-Audited) March 31, 2025	(Audited) June 30, 2024
	Note	-----Rupees-----	
8. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets - owned	8.1	5,472,508,239	5,893,797,509
Capital work in progress (CWIP)	8.2	238,461,511	71,177,844
		<u>5,710,969,750</u>	<u>5,964,975,353</u>
8.1 Operating fixed assets - Owned			
Opening written down value		5,893,797,509	3,565,934,646
Additions / transfers from CWIP during the period / year			
Mills building on leasehold land		-	552,978,017
Machinery and equipment		230,000	2,264,579,474
Electric installations and equipment		-	46,267,539
Office equipment		2,009,450	569,000
Furniture and fixtures		3,335,916	2,294,529
Vehicles		23,898,910	48,523,675
		29,474,276	2,915,212,234
Written down value of operating fixed assets disposed off		(4,493,981)	(31,937,116)
Depreciation charged during the period / year		(446,269,565)	(555,412,255)
Written down value at end of the period / year		<u>5,472,508,239</u>	<u>5,893,797,509</u>
8.2 Capital work in progress			
Opening Balance		71,177,844	2,647,511,511
Additions during the period / year		171,547,667	283,574,736
Transfers during the period / year		(4,264,000)	(2,859,908,403)
Closing Balance		<u>238,461,511</u>	<u>71,177,844</u>
9. OTHER FINANCIAL ASSETS			
Designated at amortised cost			
Term Deposits with banks having maturity of			
- More than three Months		45,100,000	45,100,000
- Three months or less		76,903,615	76,903,615
Term deposits	9.1	<u>122,003,615</u>	<u>122,003,615</u>
Designated at fair value through other comprehensive income			
Investment in listed equity securities	9.2	17,071,200	13,461,600
Designated at fair value through profit or loss			
Investment in mutual funds units		941,406	1,019,801,748
		<u>140,016,221</u>	<u>1,155,266,963</u>
9.1	It represents investment in term deposits with various banks maturing between Apr 07, 2025 to September 12, 2025 at the rate of 7% to 11.12% (June 30, 2024 : 15.97% to 19.99%) per annum.		



NAGINA COTTON MILLS LTD.

		(Un-Audited) March 31, 2025	(Audited) June 30, 2024
	Note	-----Rupees-----	
9.2 Reconciliation between fair value and cost of investments classified as equity instruments through other comprehensive income			
Fair value of investments - in listed equity securities		17,071,200	13,461,600
Unrealized gain on remeasurement of investments	9.3	17,071,200	13,461,600
Cost of investments		(11,883,529)	(8,273,929)
		<u>5,187,671</u>	<u>5,187,671</u>
9.3 Unrealised gain on remeasurement of equity instruments Through Other Comprehensive Income			
Opening balance		8,273,929	(55,702,216)
Fair value gain arises for the period / year		3,609,600	108,644,099
Transfer of realized gain on sale of investments		-	(44,667,954)
Unrealized fair value gain for the period / year		3,609,600	63,976,145
		<u>11,883,529</u>	<u>8,273,929</u>
Closing balance		<u>11,883,529</u>	<u>8,273,929</u>
9.4 Unrealised (loss) / gain on remeasurement of units of mutual funds through profit or loss			
Fair value of investments in mutual funds		941,406	1,019,801,748
Less: Cost of investments		(3,151,782)	(1,017,536,188)
Unrealised (loss) / gain on remeasurement of investments		<u>(2,210,376)</u>	<u>2,265,560</u>
		Nine months ended (Un-Audited)	Quarter ended (Un-Audited)
		March 31, 2025	March 31, 2024
		March 31, 2025	March 31, 2024
		----- (Rupees) -----	
10. COST OF GOODS SOLD			
Raw material consumed		11,615,821,325	11,621,345,527
Packing material consumed		165,076,335	162,159,776
Stores and spares consumed		204,056,626	272,109,488
Salaries, wages and benefits		627,960,579	455,998,872
Fuel		1,143,932,272	1,285,271,787
Rates and taxes		46,881	319,185
Insurance		30,900,885	28,500,926
Repairs and maintenance		10,757,882	7,377,763
Depreciation on property, plant and equipment		438,182,049	396,976,724
Other manufacturing overheads		48,385,026	43,314,569
Manufacturing cost		14,285,119,860	14,273,374,617
Work-in-process:			
At beginning of period		221,488,446	210,447,303
At end of period		(193,626,593)	(203,513,891)
		<u>27,861,853</u>	<u>6,933,412</u>
Cost of goods manufactured		14,312,981,713	14,280,308,029
Finished goods:			
At beginning of period		523,441,721	449,592,884
Purchase of Waste		18,408,292	57,586,280
At end of period		(697,336,334)	(508,722,336)
		<u>(155,486,321)</u>	<u>(15,443,172)</u>
Cost of sales of raw material & waste		<u>128,402,694</u>	<u>102,248,650</u>
		<u>14,285,898,086</u>	<u>14,381,013,507</u>
		4,532,026,315	4,457,806,236
11. LEVIES			
Levies		144,267,000	-
		<u>144,267,000</u>	<u>-</u>
12. TAXATION			
Current tax		83,840,179	185,864,249
Prior tax		-	(2,317,989)
		<u>83,840,179</u>	<u>183,546,260</u>
		55,252,971	59,984,977



NAGINA COTTON MILLS LTD.

13. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associated companies, directors and key management personnel of the Company. Transactions with related parties are carried out as per agreed terms. The transactions with related parties during the period generally consist of sales, purchases and dividend. Nature and description of related party transactions during the period along with monetary values are as follows:

		Nine months ended (Un-Audited)	
		March 31, 2025	March 31, 2024
	Rupees.....	
Nature of Relationship	Nature of Transaction		
Associated companies	Purchase of goods and services	36,630,712	1,515,351
	Sale of goods and services	480,453,454	1,327,009,299
	Dividend paid	4,590,813	18,363,252
Key management personnel	Remuneration and other benefits	26,100,000	26,100,000
	Dividend paid to Directors and their close family members	20,905,098	83,620,392

There is no balance outstanding with or from associated undertakings as at the reporting date.

14. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The carrying value of all the financial instruments reported in the financial statements approximates their fair value as the items are short term in nature.

The table below analysis financial instrument carried at fair value, by valuation method. The different levels have been defined as follows:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3 - Inputs for the asset or liability that are not based on observable market data (i.e., unobservable inputs).

The valuation techniques used are as follows:

Level 1: Quoted prices (unadjusted) in active markets

The fair value of financial instruments traded in active markets is based on Net Asset Values (NAVs) of the units of the mutual funds and quoted market price of the equity instrument at the reporting date. A market is regarded as active when it is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.



NAGINA COTTON MILLS LTD.

The following table presents the Company's financial assets which are carried at fair value:

March 31, 2025			
Level 1	Level 2	Level 3	Total
----- Rupees -----			
Financial assets			
<i>- measured at fair value through other comprehensive income</i>			
Investment in listed equity securities	17,071,200	-	17,071,200
<i>- measured at fair value through profit or loss</i>			
Investment in mutual funds	941,406	-	941,406
18,012,606	-	-	18,012,606
June 30, 2024			
Level 1	Level 2	Level 3	Total
----- Rupees -----			
Financial assets			
<i>- measured at fair value through other comprehensive income</i>			
Investment in listed equity securities	13,461,600	-	13,461,600
<i>- measured at fair value through profit or loss</i>			
Investment in mutual funds	1,019,801,748	-	1,019,801,748
1,033,263,348	-	-	1,033,263,348


At the reporting date, the Company holds above financial assets where the Company has used Level 1 inputs for the measurement of fair values and there is no transfer between levels.

15. OPERATING SEGMENTS

Chief Executive considers the business as a single operating segment as the Company's assets allocation decisions are based on a single, integrated business strategy, and the Company's performance is evaluated on an overall basis. Sales of the Company related to export customers is 18.39 percent (March 31, 2024: 39.31 percent) . As at period end, all non-current assets of the Company are located within Pakistan.

16. DATE OF AUTHORIZATION FOR ISSUE

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

April 29, 2025

Amin Ellahi Shaikh
 Chief Executive Officer


Tariq Zafar Bajwa
 Chief Financial Officer


Haroon Shahzada Ellahi Shaikh
 Director

NAGINA COTTON MILLS LTD.

2nd Floor, Shaikh Sultan Trust Bldg. No. 2,
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