FIRST QUARTER REPORT FOR THE PERIOD ENDED SEPTEMBER 30, 2025 (Un-Audited)

NAGINA

NAGINA GROUP

PROSPERITY WEAVING MILLS LTD.

CONTENTS

NAGINA GROUP

PROSPERITY WEAVING MILLS LTD.

COMPANY INFORMATION

BOARD OF DIRECTORS	Mr. Shahzada Ellahi Shaikh	Non-Executive Director / Chairman
	Ms. Parveen Akhter Malik	Independent Non-Executive Director
	Mr. Aneeq Khawar	Independent Non-Executive Director
	Mr. Javaid Bashir Sheikh	Non-Executive Director
	Mr. Shaukat Ellahi Shaikh	Non-Executive Director
	Mr. Shafqat Ellahi Shaikh	Non-Executive Director
	Mr. Amin Ellahi Shaikh	Non-Executive Director
	Mr. Haroon Shahzada Ellahi Shaikh	Non-Executive Director
	Mr. Raza Ellahi Shaikh	Executive Director
MANAGING DIRECTOR (Chief Executive)	Mr. Raza Ellahi Shaikh	
AUDIT COMMITTEE	Ms. Parveen Akhter Malik	Chairperson
	Mr. Amin Ellahi Shaikh	Member
	Mr. Haroon Shahzada Ellahi Shaikh	Member
	Mr. Syed Mohsin Gilani	Secretary
HUMAN RESOURCE & REMUNERATION (HR & R) COMMITTEE	Ms. Parveen Akhter Malik	Chairperson
	Mr. Raza Ellahi Shaikh	Member
	Mr. Amin Ellahi Shaikh	Member
	Mr. Muhammad Azam	Secretary
EXECUTIVE COMMITTEE	Mr. Raza Ellahi Shaikh	Chairman
	Mr. Shahzada Ellahi Shaikh	Member
	Mr. Amin Ellahi Shaikh	Member
	Mr. Haroon Shahzada Ellahi Shaikh	Member
	Mr. Muhammad Azam	Secretary
CORPORATE SECRETARY	Mr. Syed Mohsin Gilani	
CHIEF FINANCIAL OFFICER (CFO)	Mr. Muhammad Tariq Sheikh	
HEAD OF INTERNAL AUDIT	Mr. Farjad Ashfaq	
AUDITORS	Messrs Yousuf Adil. Chartered Accountants	
CORPORATE ADVISORS	Bandial & Associates	
LEAD BANKERS	Allied Bank Ltd. Askari Bank Ltd. Bank Alfalah Ltd. Habib Bank Ltd. Meezan Bank Ltd. MCB Bank Ltd. National Bank of Pakistan Soneri Bank Limited United Bank Ltd.	
REGISTERED OFFICE	Nagina House, 91-B-1,M.M. Alam Road, Gulberg-III, Lahore-54660	
REGIONAL OFFICE	2nd Floor, Shaikh Sultan Trust Bldg. No. 2, 26-Civil Lines, Beaumont Road, Karachi - 75530	
WEB REFERENCE	www.nagina.com	
SHARES 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	13.5 K.M Sheikhupura Sharaqpur Road, Sheikhupura	

DIRECTORS' REVIEW

The Directors are pleased to present the un-audited condensed interim financial statements of the Company for the 1st quarter ended on September 30, 2025. The comparative figures for the corresponding quarter ended on September 30, 2024 are included for comparison, except in statement of financial position where comparative figures are for the year ended on June 30, 2025.

Company Performance

Despite the turbulent business environment, the Company has managed to remain profitable. The company earned an after-tax profit of Rs. 46,182,903 compared to Rs. 20,233,839 during the same period of last year (SPLY). Earning per share (EPS) for the quarter is Rs.2.50 compared to Rs. 1.09 for the SPLY.

Sales revenue for the quarter under review decreased by 8.46%, amounting to Rs. 4,681,614,220 as compared to Rs. 5,114,239,197 in the SPLY. The decline in revenue was mainly attributable to a lower average selling price of the fabric. Cost of sales declined slightly to 93.24% of sales, compared to 93.39% in the SPLY, primarily due to reduced raw material consumption. This improvement in cost efficiency resulted in an increase in the gross profit margin to 6.76% of sales, up from 6.61% in the SPLY.

Overall operating expenses also decreased to 3.01% of sales during the quarter under review compared to 3.34% of sales during SPLY. The company effectively maintained stable cash flows, ensuring the timely settlement of operating liabilities. Supported by improved cash flows, scheduled repayments of long-term loans, and a reduction in the policy rate, finance costs fell to 0.95% of sales compared to 1.68% in SPLY.

Future Outlook

The textile industry, and the weaving sector in particular, is going through severe challenges. Market demand is weak and buyers are shying away for new orders. Cheap fabric imports is damaging the ability of the Pakistani weaving industry to obtain profitable sales. The trade disruptions due to USA tariffs are causing countries like India to dump fabrics especially to European markets and causing severe competition for Pakistani weaving industry. This situation may result in further slowdown in fabric demand.

Surging energy cost is another challenge which the industry is facing. Your company is taking all possible measures, such as increase in solar capacity, to reduce overall energy cost.

Owing to the recent floods and concerns over potential commodity shortages, the SBP has prudently decided to maintain the policy rate. The stability in the exchange rate has also supported improved cost and revenue forecasting.

The outlook for the 2nd quarter of FY26 remains uncertain given the persistent market challenges as mentioned above. Nevertheless, the management is proactively implementing cost-efficiency measures, targeted marketing strategies, and product diversification initiatives to strengthen operational resilience. These steps are expected to support the Company in sustaining profitability through the remainder of the financial year.

According to the figures issued by the Pakistan Cotton Ginners Association, for the crop year 2025-26, Kapas, (seed cotton) arrivals up to September 30, 2025, at the Ginneries totalled 3.044 million bales compared to 2.040 million bales for SPLY showing increase in arrival of 49.24%.

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, reduction in the corporate tax rate, 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 thanks to the bankers and other stakeholders for their continued support to the Company.

On behalf of the Board.

	Raza Ellahi Shaikh	**Haroon Shahzada Ellahi Shaikh**
Lahore: October 29, 2025	Chief Executive Officer	Director

ممبران کے لئے ڈائریکٹرز کی رپورٹ

مجلس نظماء 30 ستمبر 2025ء کو مختتمہ پہلی سہ ماہی کے لئے کمپنی کی غیر نظر ثانی شدہ مجمد عبوری مالیاتی معلومات پیش کرتے ہوئے خوشی محسوس کر رہی ہے۔ 30 ستمبر 2024ء 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 2025ء کو مختتمہ سال کے لئے ہیں۔

کمپنی کی کارکردگی

متلاطم کاروباری ماحول کے باوجود، کمپنی منافع بخش رہنے میں کامیاب رہی ہے۔ کمپنی نے گزشتہ سال کی اسی مدت کے دوران 20,233,839 روپے کے مقابلے میں 46,182,903 روپے کا بعد از ٹیکس منافع حاصل کیا ہے۔ اس سہ ماہی میں فی حصہ آمدنی (EPS) 2.50 روپے رہی، جبکہ گزشتہ سال کی اسی مدت میں یہ 1.09 روپے تھی۔

زیر جائزہ سہ ماہی میں فروخت کی آمدنی میں 8.46 فیصد کی کمی واقع ہوئی، جو کہ گزشتہ سال کی اسی مدت کے دوران 5,114,239,197 روپے کے مقابلے میں گھٹ کر 4,681,614,220 روپے رہ گئی۔ آمدنی میں یہ کمی بنیادی طور پر کپڑے کی کم اوسط فروخت قیمت کی وجہ سے ہوئی۔ فروخت کی لاگت 93.39 فیصد کے مقابلے میں معمولی کمی ہوئی ہے جو کہ فروخت کا 93.24 فیصد رہ گئی، جس کی بنیادی وجہ خام مال کے استعمال میں کمی ہے۔ لاگت میں کارکردگی کی اس بہتری کے نتیجے میں مجموعی منافع کی شرح میں اضافہ ہوا، جو کہ گزشتہ سال کی اسی مدت میں فروخت کے 6.61 فیصد کے مقابلے میں بڑھ کر فروخت کا 6.76 فیصد ہو گئی۔

مجموعی آپریٹنگ اخراجات بھی گزشتہ سال کی اسی مدت میں فروخت کے 3.34 فیصد کے مقابلے میں زیر جائزہ سہ ماہی میں گھٹ کر فروخت کا 3.01 فیصد رہ گئے۔ کمپنی نے مؤثر طریقے سے مستحکم کیش فلو برقرار رکھا، جس سے آپریٹنگ لیابیلیٹیز کی بروقت ادائیگی کو یقینی بنایا گیا۔ بہتر کیش فلو، طویل المدت قرضوں کی مقررہ ادائیگیوں، اور پالیسی ریٹ میں کمی کی بدولت، مالیاتی اخراجات گزشتہ سال کی اسی مدت میں فروخت کے 1.68 فیصد کے مقابلے میں گھٹ کر فروخت کا 0.95 فیصد رہ گئے۔

مستقبل کا نقطہ نظر

ٹیکسٹائل انڈسٹری، اور خاص طور پر ویونگ سیکٹر، سخت چیلنجز سے گزر رہا ہے۔ مارکیٹ کی طلب کمزور ہے اور خریدار نئے آرڈرز دینے سے گھبرا رہے ہیں۔ سستے کپڑے کی درآمدات پاکستانی ویونگ انڈسٹری کے منافع بخش فروخت حاصل کرنے کی صلاحیت کو نقصان پہنچا رہی ہیں۔ USA کے ٹیرفز کی وجہ سے ہونے والی تجارتی رکاوٹوں کی وجہ سے بھارت جیسے ممالک یورپی مارکیٹس میں کپڑے ڈمپ کر رہے ہیں، جس سے پاکستانی ویونگ انڈسٹری کے لیے سخت مقابلہ پیدا ہو رہا ہے۔ اس صورتحال کے نتیجے میں کپڑے کی طلب میں مزید کمی واقع ہو سکتی ہے۔

بڑھتی ہوئی توانائی کی لاگت ایک اور چیلنج ہے جس کا سامنا صنعت کو ہے۔ آپ کی کمپنی مجموعی توانائی کی لاگت کو کم کرنے کے لیے تمام ممکنہ اقدامات کر رہی ہے، جیسے کہ شمسی صلاحیت میں اضافہ۔

حالیہ سیلاب اور ممکنہ اجناس کی قلت کے خدشات کے پیش نظر، اسٹیٹ بینک آف پاکستان نے دانشمندی کا مظاہرہ کرتے ہوئے پالیسی ریٹ برقرار رکھنے کا فیصلہ کیا ہے۔ شرح مبادلہ میں استحکام نے بھی لاگت اور آمدنی کی پیشین گوئی کو بہتر بنانے میں مدد دی ہے۔

مالی سال 2026 کی دوسری سہ ماہی کا پیش منظر اوپر بیان کردہ مسلسل مارکیٹ چیلنجز کے پیش نظر غیر یقینی ہی رہنے کا امکان ہے۔ اس کے باوجود، انتظامیہ آپریشنل لچک کو مضبوط بنانے کے لیے لاگت میں کارکردگی کے اقدامات، ہدف بنائے گئے مارکیٹنگ کے طریقوں، اور مصنوعات میں تنوع کے اقدامات کو فعال طور پر نافذ کر رہی ہے۔ ان اقدامات سے توقع کی جاتی ہے کہ یہ کمپنی کو مالی سال کے باقی ماندہ عرصے میں منافعیت برقرار رکھنے میں معاونت فراہم کریں گے۔

پاکستان کاٹن جنرز ایسوسی ایشن کے جاری کردہ اعداد و شمار کے مطابق، فصل سال 2025-26ء کے لیے، 30 ستمبر 2025ء تک جنریوں میں کپاس (سیڈ کاٹن) کی آمد 2.040 ملین گانٹھوں کے مقابلے میں 3.044 ملین گانٹھیں رہی، جس میں 49.24 فیصد کا اضافہ دکھائی دیتا ہے۔

امید کی جاتی ہے کہ حکومت کاروبار دوست پالیسیاں لے کر آئے گی، جیسے کہ غیر منقطع توانائی کی فراہمی لاگت مؤثر انداز میں، واجب الادا ٹیکسز کی واپسی، کارپوریٹ ٹیکس کی شرح میں کمی، افراط زر کی شرح کو کنٹرول کرنا اور مالیاتی اخراجات کو کم کرنا۔ حکومتی پالیسیوں کو ٹیکسٹائل سیکٹر میں ویلیو چین کے تکمیل کی حوصلہ افزائی کرنی چاہیے تا کہ ملک تیار مصنوعات 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۔ ڈائریکٹرز کمپنی کی مسلسل حمایت پر بینکرز کا بھی شکریہ ادا کرتے ہیں۔

منجانب بورڈ

رضا الٰہی شیخ
چیف ایگزیکٹو آفیسر

ہارون شہزادہ الٰہی شیخ
ڈائریکٹر

لاہور: 29 اکتوبر 2025ء

PROSPERITY WEAVING MILLS LTD.

NAGINA GROUP

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2025

	Note	Un-Audited September 30, 2025	Audited June 30, 2025
		...............Rupees...............	
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
40,000,000 (June 30, 2025: 40,000,000) ordinary shares of Rs. 10 each		**400,000,000**	400,000,000
Issued, subscribed and paid up capital		**184,800,000**	184,800,000
Reserves		**2,123,445,402**	2,021,650,593
Revaluation surplus on land		**207,888,634**	207,888,634
TOTAL EQUITY		**2,516,134,036**	2,414,339,227
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term finances	4	**1,443,779,033**	1,453,560,268
Employee retirement benefits		**298,106,428**	285,566,178
Deffered Taxation		**53,353,760**	33,353,761
		1,795,239,221	1,772,480,207
CURRENT LIABILITIES			
Trade and other payables		**1,196,276,527**	1,024,101,094
Accrued interest / markup		**40,033,553**	43,364,251
Short term borrowings	5	**1,095,010,145**	1,100,553,395
Current portion of long term finances	4	**408,401,485**	424,124,916
Provision for taxation - net		**386,266,689**	315,122,536
Unclaimed dividend		**7,315,990**	7,318,034
		3,133,304,389	2,914,584,226
TOTAL LIABILITIES		**4,928,543,610**	4,687,064,433
CONTINGENCIES AND COMMITMENTS	6		
TOTAL EQUITY AND LIABILITIES		**7,444,677,646**	7,101,403,660

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

Lahore: October 29, 2025

Raza Ellahi Shaikh
Chief Executive Officer

Muhammad Tariq Sheikh
Chief Financial Officer

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PROSPERITY WEAVING MILLS LTD.

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2025

	Note	Un-Audited September 30, 2025	Audited June 30, 2025
		...............Rupees...............	
NON-CURRENT ASSETS			
Property, plant and equipment	7	**3,174,147,282**	3,093,794,061
Long term deposits		**15,239,000**	45,588,923
		3,189,386,282	3,139,382,984
CURRENT ASSETS			
Stores, spare parts and loose tools		**138,729,708**	179,945,830
Stock-in-trade		**1,404,965,872**	1,775,626,080
Trade receivables		**1,209,723,235**	1,073,036,270
Advances		**37,084,538**	46,432,447
Short term prepayments		**23,910,500**	4,132,992
Other receivables		**885,583**	1,055,207
Sales tax refundable		**215,003,302**	255,318,075
Other financial assets	8	**161,572,020**	105,960,114
Prepaid Levies		**60,241,791**	52,277,034
Advance Income Tax		**295,668,796**	243,600,440
Cash and bank balances		**707,506,019**	224,636,187
		4,255,291,364	3,962,020,676
TOTAL ASSETS		**7,444,677,646**	7,101,403,660

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

Haroon Shahzada Ellahi Shaikh
Director

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PROSPERITY WEAVING MILLS LTD.

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2025

	Note	Quarter Ended September 30, 2025	Quarter Ended September 30, 2024
		...............Rupees...............	
Revenue from contracts with customers	9	**4,681,614,220**	5,114,239,197
Cost of sales	10	**(4,365,189,829)**	(4,776,194,996)
Gross profit		**316,424,391**	338,044,201
Distribution cost		**(88,156,987)**	(122,507,354)
Administrative expenses		**(42,613,399)**	(41,929,698)
Other operating expenses		**(10,214,244)**	(6,275,391)
		(140,984,630)	(170,712,443)
		175,439,761	167,331,758
Finance cost		**(44,271,444)**	**(85,698,947)**
Other income		**6,158,739**	**2,356,905**
Profit before income tax, minimum tax differential and final tax		**137,327,056**	**83,989,716**
Minimum Tax differential		**(39,628,639)**	(60,226,709)
Profit before Income tax		**97,698,417**	**23,763,007**
Provision for taxation		**(51,515,514)**	(3,529,168)
Profit after taxation		**46,182,903**	**20,233,839**
Other comprehensive income			
Items that will not be reclassified subsequently to statement of profit or loss:			
Fair value gain/(loss) on investment in equity instrument designated at FVTOCI		**55,611,906**	(1,215,208)
Total comprehensive income for the period		**101,794,809**	19,018,631
Earnings per share - basic and diluted		**2.50**	1.09

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

Lahore: October 29, 2025

Raza Ellahi Shaikh	Muhammad Tariq Sheikh	Haroon Shahzada Ellahi Shaikh
Chief Executive Officer	Chief Financial Officer	Director

PROSPERITY WEAVING MILLS LTD.

NAGINA GROUP

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2025

	Quarter Ended	
	September 30, 2025	September 30, 2024
	……………Rupees……………	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	**97,698,417**	23,763,007
Adjustments for:		
Depreciation of property, plant and equipment	**72,271,739**	74,853,468
Provision for employee benefits	**21,859,755**	22,286,274
Dividend income	**(2,547,700)**	(2,343,392)
Gain on disposal of property, plant and equipment	**(3,596,417)**	(8,397)
Minimum Tax differential and final tax	**39,628,639**	60,226,709
Interest (Income)/Loss	**(14,621)**	(2,225)
Gain on sale of other Financial assets at FVTPL	**-**	(2,891)
Finance cost	**44,271,444**	85,698,947
	171,872,839	240,708,493
Operating cash flow before working capital changes	**269,571,256**	264,471,500
Changes in Working capital		
(Increase) / decrease in:		
Stores, spare parts and loose tools	**41,216,122**	(17,946,315)
Stock-in-trade	**370,660,208**	(38,046,799)
Trade receivables	**(136,686,965)**	226,342,080
Advances	**9,347,909**	4,786,190
Short term prepayments	**(19,777,508)**	(19,644,946)
Other receivables	**169,624**	265,022
Long Term Deposit	**30,349,923**	-
Sales tax refundable	**40,314,773**	(170,368,302)
	335,594,086	(14,613,070)
(Decrease)/Increase in trade and other payables	**172,175,433**	(95,945,823)
	507,769,519	(110,558,893)
Cash generated from operations	**777,340,775**	153,912,607
Finance cost paid	**(47,602,142)**	(81,904,906)
Employee benefits paid	**(9,319,505)**	(11,033,926)
Levies paid	**(38,790,078)**	**-**
Income taxes paid	**(21,243,036)**	**(72,968,513)**
Net cash (used in)/generted operating activities	**660,386,014**	(11,994,738)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	**(156,108,542)**	(10,654,379)
Proceeds from disposal of property, plant and equipment	**7,080,000**	10,000
Purchase of other financial assets	**-**	(180,828,700)
Proceeds from sale of other financial assets	**-**	155,467
Interest received	**14,621**	-
Dividend received	**2,547,700**	2,343,392
Net cash (used in)/generated from investing activities	**(146,466,221)**	(188,974,220)

PROSPERITY WEAVING MILLS LTD.

NAGINA GROUP

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2025

	Quarter Ended	
	September 30, 2025	September 30, 2024
CASH FLOWS FROM FINANCING ACTIVITIES	**...............Rupees..............**	
Long term finances obtained	**85,263,837**	10,299,150
Repayment of long term finances	**(110,768,503)**	(105,197,384)
Short term borrowings excluding running finance and bank overdraft	**27,325,168**	718,849,873
Dividend paid	**(2,044)**	(28,358)
Net cash generated from financing activities	**1,818,458**	623,923,281
Net increase in cash and cash equivalents	**515,738,251**	422,954,323
Cash and cash equivalents at beginning of the period	**41,564,687**	(369,788,916)
Cash and cash equivalents at end of the period	**557,302,938**	53,165,407
CASH AND CASH EQUIVALENTS		
Cash and bank balances	**707,506,019**	93,934,936
Running finance	**(150,203,081)**	(40,769,529)
	557,302,938	53,165,407

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

Lahore: October 29, 2025	**Raza Ellahi Shaikh** Chief Executive Officer	**Muhammad Tariq Sheikh** Chief Financial Officer	**Haroon Shahzada Ellahi Shaikh** Director

NAGINA
NAGINA GROUP

PROSPERITY WEAVING MILLS LTD.

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2025

	Issued, subscribed and paid up capital	Capital reserve			Revenue reserve	Total
		Amalgamation reserve	Revaluation surplus on land	Fair value reserve	Unappropriated profit	
	------------------------------ Rupees ------------------------------					
Balance at June 30, 2024 (Audited)	184,800,000	16,600,000	207,888,634	941,150	1,918,898,182	2,329,127,966
Comprehensive income						
Profit after taxation	-	-	-	-	20,233,839	20,233,839
Other comprehensive income - net of tax	-	-	-	(1,215,208)	-	(1,215,208)
Total comprehensive income for the period	-	-	-	(1,215,208)	20,233,839	19,018,631
Balance as at September 30, 2024 (Un-audited)	184,800,000	16,600,000	207,888,634	(274,058)	1,939,132,021	2,348,146,597
Comprehensive income						
Profit after taxation	-	-	-	-	70,888,702	70,888,702
Other comprehensive income - net of tax	-	-	-	32,983,904	8,520,024	41,503,928
Total Comprehensive income for the period	-	-	-	32,983,904	79,408,726	112,392,630
Transfer of gain on disposal of equity investments at FVTOCI	-	-	-	-	-	-
Transactions with owners						
Final dividend for the year ended June 30, 2024 @ 25% i.e. Rs.2.5 per ordinary share	-	-	-	-	(46,200,000)	(46,200,000)
Balance at June 30, 2025 (Audited)	184,800,000	16,600,000	207,888,634	32,709,846	1,972,340,747	2,414,339,227
Comprehensive income						
Profit after taxation	-	-	-	-	46,182,903	46,182,903
Other comprehensive Loss - net of tax	-	-	-	55,611,906	-	55,611,906
Total comprehensive (loss)/income for the period	-	-	-	55,611,906	46,182,903	101,794,809
Balance at September 30, 2025 (Un-audited)	**184,800,000**	**16,600,000**	**207,888,634**	**88,321,752**	**2,018,523,650**	**2,516,134,036**

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

Lahore: October 29, 2025

Raza Ellahi Shaikh	Muhammad Tariq Sheikh	Haroon Shahzada Ellahi Shaikh
Chief Executive Officer	Chief Financial Officer	Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2025

1 LEGAL STATUS AND OPERATIONS

1.1 Prosperity Weaving Mills Limited (the Company) was incorporated in Pakistan on November 20, 1991 as a public limited company under the repealed Companies Ordinance, 1984 (Now Companies Act 2017) and listed on Pakistan Stock Exchange Limited on October, 17 1995. The registered office of the Company is situated at Nagina House, 91-B-1, M.M. Alam Road, Gulberg-III, Lahore and Regional Office at 2nd Floor, Shaikh Sultan Trust Bldg. No. 2, 26-Civil Lines, Beaumont Road, Karachi. The principal activity of the Company is manufacturing and sale of woven cloth. The plant measuring 210 kanals is located at 13.5 km Sharakpur road, District Sheikhupura in the Province of Punjab.

1.2 These condensed interim financial statements are presented in Pak Rupees, which is the Company's functional and presentation currency.

2 STATEMENT OF COMPLIANCE

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

- International Accounting Standard 34: 'Interim Financial Reporting' (IAS 34), issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and

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

Where 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 These condensed interim financial statements do not include all of the information required for the full financial statements and, therefore, these should be read in conjunction with annual audited financial statements for the year ended June 30, 2025. Comparative condensed statement of financial position is extracted from annual audited financial statements for the year ended June 30, 2025, whereas comparative condensed statement of profit or loss and other comprehensive income, comparative condensed statement of changes in equity and comparative of statement of cash flows are stated from un-audited condensed interim financial statements for the first quarter ended September 30, 2024.

3 ACCOUNTING POLICIES AND ESTIMATES

The signigicant accounting policies and methods of computation adopted in preparation of these condensed interim financial statements are the same as those applied in preparation of the annual audited financial statements of the Company for the year ended June 30, 2025.

3.1 Financial risk management

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

3.2 Fair value of financial assets and liabilities

The carrying value of financial assets and financial liabilities reported in these condensed interim financial statements approximates their fair values.

3.3 Estimates and judgements

Estimates and judgements made by management in the preparation of these condensed interim financial statements are same as those applied in the preparation of the annual audited financial statements of the Company for the year ended June 30, 2025.

	Un-Audited September 30 2025	Audited June 30 2025
4 LONG TERM FINANCES		
	---Rupees---	
From Banking Companies		
Opening balance	**1,877,685,184**	2,143,179,470
Obtained during the period / year	**85,263,837**	208,799,059
Repayments made during the period / year	**(110,768,503)**	(474,293,344)
	1,852,180,518	1,877,685,184
Less: Current portion shown under current liabilities	**(408,401,485)**	(424,124,916)
	1,443,779,033	1,453,560,268

			Un-Audited September 30 2025	Audited June 30 2025
			--------------Rupees--------------	
5	**SHORT TERM BORROWING**			
	From banking companies:			
	Running finance - secured		**150,203,081**	183,071,501
	Foreign currency loans - secured		**944,807,064**	917,481,894
			1,095,010,145	1,100,553,395

6 CONTINGENCIES AND COMMITMENTS

6.1 Contingencies

There is no significant change in the status of contingencies as disclosed in the note 12.1 & 12.2 of the financial statement for the year ended June 30, 2025.

6.2 Commitments

			Un-Audited September 30 2025	Audited June 30 2025
	Irrevocable letters of credit for			
	Store and Spares		**20,372,880**	38,576,364
	Capital expenditure		**313,584,567**	314,975,695
	Raw Materials		**486,129,993**	453,344,917
			820,087,440	806,896,976
	Short term lease			
	Payable within one year		**572,127**	1,063,057
			820,659,567	807,960,033
7	**PROPERTY, PLANT AND EQUIPMENT**			
	Operating fixed assets - owned	7.1	**3,143,806,082**	2,918,618,184
	Capital work-in-progress		**30,341,200**	175,175,877
			3,174,147,282	3,093,794,061
7.1	**Operating fixed assets - Owned**			
	Opening written down value		**2,918,618,184**	3,143,679,480
	Additions during the period / year:			
	Arms and Ammunition		**-**	410,000
	Plant and machinery		**278,004,911**	46,643,727
	Electric Installation		**-**	270,000
	Factory equipment		**-**	651,000
	Furniture and fixture		**-**	1,315,027
	Office equipment		**-**	2,687,640
	Vehicles		**22,938,309**	33,710,495
			300,943,220	85,687,889
	Written down value of property, plant and equipment disposed off		**(3,483,583)**	(5,805,489)
	Depreciation charged during the period/year		**(72,271,739)**	(304,943,696)
	Written down value at end of the period/year		**3,143,806,082**	2,918,618,184
8	**OTHER FINANCIAL ASSETS**			
	Investments classified as FVTOCI			
	Equity investments	8.1	**160,743,320**	105,131,414
	Investments classified as FVTPL			
	TDR's		**828,700**	828,700
			161,572,020	**105,960,114**
8.1	**Reconciliation between fair value and cost of investments classified at FVTOCI**			
	Fair value of investments			
	-in listed equity securities		**160,743,320**	105,131,414
	Add/(Less): Gain/(Loss) on remeasurement of investments		**(88,321,752)**	(32,709,846)
	Cost of investment		**72,421,568**	72,421,568

		Quarter Ended (Un-audited)	
		September 30 2025	September 30 2024
		...............Rupees...............	
9	**Revenue from contracts with customer**		
	Export		
	Cloth	**2,051,420,096**	**2,058,237,694**
	Local		
	Cloth	**3,084,625,457**	**3,463,268,799**
	Yarn	**-**	**78,942,000**
	Waste	**19,003,609**	**63,859,922**
		3,103,629,066	**3,606,070,721**
	Less: Sales tax on sales	**(473,434,942)**	**(550,069,219)**
		2,630,194,124	**3,056,001,502**
	Total	**4,681,614,220**	**5,114,239,197**
10	**COST OF SALES**		
	Raw material consumed	**2,936,063,687**	3,614,129,183
	Fuel and power	**529,936,610**	565,495,040
	Salaries, wages and benefits	**254,410,494**	223,421,684
	Stores and spares consumed	**53,029,355**	71,228,542
	Sizing material consumed	**74,086,652**	73,917,346
	Depreciation	**68,421,666**	72,366,796
	Packing material consumed	**12,915,748**	16,418,648
	Insurance	**6,527,254**	6,534,021
	Repairs and maintenance	**5,002,928**	4,739,553
	Electricity duty	**-**	4,651,627
	Others	**6,971,187**	6,702,817
	Manufacturing cost	**3,947,365,581**	4,659,605,257
	Work-in-process:		
	At beginning of period	**240,293,214**	254,217,864
	At end of period	**(195,718,941)**	(325,105,948)
		44,574,273	(70,888,084)
	Cost of goods manufactured	**3,991,939,854**	4,588,717,173
	Finished stocks:		
	At beginning of period	**973,067,246**	849,739,338
	Cloth purchased / processing charges	**32,497**	11,974,185
	At end of period	**(599,849,768)**	(674,235,700)
		373,249,975	187,477,823
		4,365,189,829	4,776,194,996

11 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associated companies, directors of the company and key management personnel. The transactions between the Company and the related parties are carried out as per agreed terms. The consideration is determined on commercial terms and conditions. The transactions with related parties during the period generally consist of sales and purchases.

Nature and description of related party transactions during the period along with monetary values are as follows:

Nature of Relationship	**Nature of Transaction**		
Associated companies	Purchase of goods and services	**2,327,541,702**	2,190,087,303
	Rent expense	**369,135**	351,558
	Sale of goods and services	**-**	17,700
Key Management Personnel	Remuneration and other benefits	**17,142,520**	16,234,397

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

12 FAIR VALUE OF FINANCIAL INSTRUMENTS

The table below analysIs financial instruments 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 (that is, as prices) or indirectly (that is, derived from prices).

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

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

	September 30, 2025			
	Level 1	**Level 2**	**Level 3**	**Total**
	---------- Rs ----------			
Financial assets - at fair value				
Equity Investments designated at FVTOCI	**160,743,320**	**-**	**-**	**160,743,320**
At September 30, 2025	**160,743,320**	**-**	**-**	**160,743,320**
	June 30, 2025			
Financial assets - at fair value				
Equity Investments designated at FVTOCI	105,131,414	-	-	105,131,414
At June 30, 2025	105,131,414	-	-	105,131,414

At September 30, 2025 the company holds short term investments where the company has used Level 1 inputs for the measurement of fair values and there is no transfer between levels.

13 CHANGES IN LIABILITIES ARISING FROM FINANCING ACTIVITIES

	Quarter ended (Un-audited)		
	June 30, 2025	**Net Cash flow**	**September 30, 2025**
	..........Rupees..........		
Long term finances	1,877,685,184	(25,504,666)	1,852,180,518
Short term borrowings	1,100,553,395	(5,543,250)	1,095,010,145
	2,978,238,579	**(31,047,916)**	**2,947,190,663**

14 CORRESPONDING FIGURES

Corresponding figures have been rearranged and regrouped where ever necessary for the purpose of comparison.

14.1 The figures have been rounded off to the nearest Rupee.

15 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 October 29,2025.

	Raza Ellahi Shaikh	**Muhammad Tariq Sheikh**	**Haroon Shahzada Ellahi Shaikh**
Lahore: October 29, 2025	Chief Executive Officer	Chief Financial Officer	Director


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