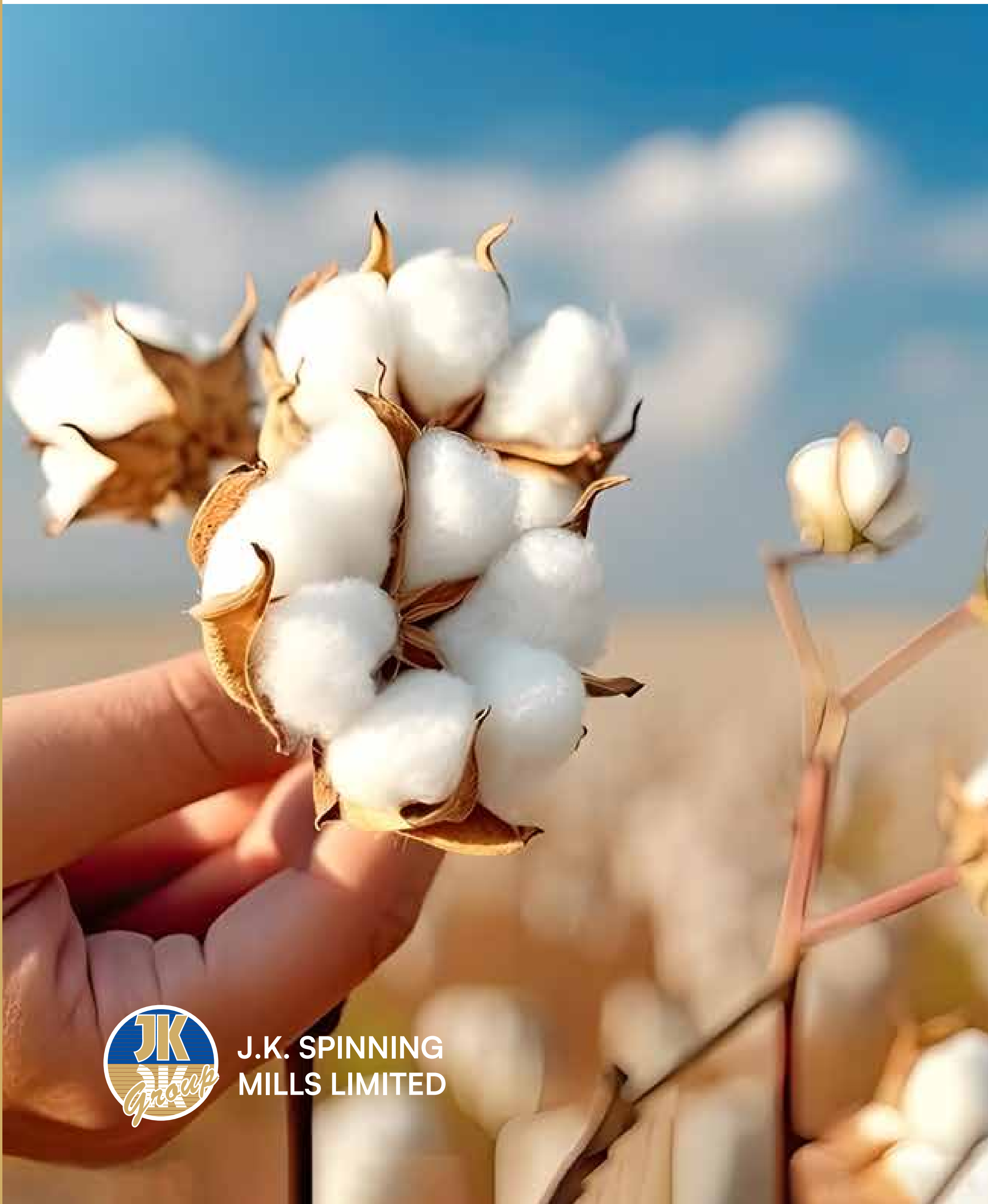
1st Quarter Report
2025



J.K. SPINNING
MILLS LIMITED

بسم الله الرحمن الرحيم

Contents

Company Information

Chairperson
Mrs. Farhat Jehan

Chief Executive
Mr. Faiq Jawed

Directors
Mr. Shaiq Jawed
Mrs. Nageen Faiq
Mrs. Sadaf Aamir Arshad
Mr. Muhammad Tayyab Zahid
Syed Sohaib Mansoor Naqvi

Audit Committee
Chairman	Syed Sohaib Mansoor Naqvi
Members	Mrs. Farhat Jehan
	Mrs. Sadaf Aamir Arshad

HR Committee
Chairman	Mr. Muhammad Tayyab Zahid
Members	Mr. Shaiq Jawed
	Syed Sohaib Mansoor Naqvi

Risk Management Committee
Chairman	Mr. Faiq Jawed
Members	Mr. Shaiq Jawed
	Syed Sohaib Mansoor Naqvi

Nomination Committee
Chairperson	Mrs. Farhat Jehan
Members	Mr. Faiq Jawed
	Mr. Shaiq Jawed

Sustainability Committee
Chairman	Mr. Muhammad Tayyab Zahid
Members	Mr. Shaiq Jawed
	Mrs. Sadaf Aamir Arshad

Director Finance
Mr. Ghulam Muhammad

Chief Financial Officer
Khawaja Nadeem Abbas

Company Secretary
Mr. Ghulam Muhammad

Head of Internal Audit
Mr. Farhan Safdar

Auditors
Riaz Ahmad & Company
Chartered Accountants

Legal Advisor
Mahfooz Ahmad khan Advocates

Registrar's and Share Registration office
CORPTEC Associates (Pvt.) Ltd.,
503-E, Johar Town, Lahore

Bankers
Standard Chartered Bank (Pakistan) Limited
The Bank of Punjab
National Bank of Pakistan
Habib Bank Limited
Meezan Bank Limited
Askari Bank Limited
Summit Bank
The Bank of Khyber
Dubai Islamic Bank
Industrial and Commercial Bank of China

Registered office
34-Falcon Enclave, Tufail Road,Lahore
Cantt. Lahore.

Head Office & Mills
29-KM, Sheikhupura Road, khurrianwala
Faisalabad.

Directors' Report to the Shareholders

In the name of Almighty Allah The Most Gracious, The beneficent, The Merciful

Dear Shareholders,

The Directors of your company feel pleasure to submit Un-audited Financial Statements of the company for the quarter ended September 30, 2025.

Financial Results and Operational Performance

Sales for the period under review increased to Rupees 10,377.897 million from Rupees 10,034.063 million of the corresponding period indicating the increase of 3.43%. Profit after tax is of Rupees 308.157 million during the period ended on September 30,2025 which is 2.96% against Rupees 205.183 million in corresponding period which is 2.04% translating into an EPS of Rs. 3.01 as compared to EPS of Rs.2.01 in corresponding period.

Cost of stores and spares and loose tools consumed, packing material, insurance cost and operating expenses increased in view of increase in volume and inflationary impact. Salaries and wages cost increased due to increase in minimum wage rate and increase in capacity while fuel and power cost decreased due to decrease in power tariff and green energy impact.

The company's management remains firmly committed to its ongoing policy of Balancing Modernization and Replacement (BMR) of machinery and equipment across its production facilities. This policy supports operational efficiency, cost-effectiveness, and alignment with market and environmental expectations.

Open end spinning unit comprising 6,000 rotors has been installed in current period and working efficiently.

The summarized financial results of the company for the quarter ended September 30, 2025 are as under:

Rupees in Million

Particulars	Quarter Ended	
	30 September	30 September
	2025	2024
REVENUE	10,377.897	10,034.063
COST OF SALES	8,974.719	8,657.187
GROSS PROFIT	1,403.178	1,376.876
OPERATING EXPENSES	575.713	525.343
OTHER INCOME	35.557	89.375
PROFIT FROM OPERATIONS	863.022	940.908
FINANCE COST	377.856	578.386
PROFIT BEFORE LEVY AND TAXATION	485.166	362.522
LEVY AND TAXATION	177.009	157.339
PROFIT AFTER TAXATION	308.157	205.183
EARNINGS PER SHARE - RUPEES	3.01	2.01

In light of the current volatile market conditions, your board of directors has decided not to recommend any interim dividend.

Directors' Report to the Shareholders

Future Outlook

The management of J.K. Spinning Mills is loyal to enhance sustainability, competitiveness, and community engagement. We are committed to expanding renewable energy projects, continuing investments in automation and modernization, and strengthening our initiatives in education, health, and women empowerment.

At the same time, we recognize that Pakistan's economy is likely to remain under pressure due to the devastating impact of the recent floods and Pak-Afghan war symptoms which have severely affected agriculture and disrupted supply chains. Pakistan economy has been globally acknowledged for achieving macroeconomic stabilization in current financial year. Our focus on improving the financial position / performance of our company which is a baseline for providing direction and driving the macroeconomic factors.

The management of your company is proactively addressing these challenges by focusing on cost minimization, operational optimization, enhancing capacity and improving efficiencies to achieve favourable financial results in the enduring financial year.

Acknowledgement

The Directors wish to express their gratitude to our valued clients and bankers for the cooperation extended by them during the course of business activities. The Directors also wish to place on record their appreciation for the hard work and devoted services demonstrated by the staff members and the workers of the company. The company Acknowledges and thanks all stakeholders for the confidence reposed.

For and on behalf of Board of Directors

Faisalabad	**Faiq Jawed**	**Shaiq Jawed**
September 30, 2025	Chief Executive Officer	Director

ڈائریکٹرز رپورٹ برائے حصص یافتگان:

شروع اَللّٰہ کے پاک نام سے جو بڑا مہربان نہایت رحم والا ہے۔

محترم حصص یافتگان،

کمپنی کے ڈائریکٹرز کو یہ خوشی ہے کہ وہ 30 ستمبر 2025 کو ختم ہونے والی سہ ماہی کے غیر آڈٹ شدہ مالیاتی بیانات پیش کر رہے ہیں۔

مالیاتی نتائج اور عملی کارکردگی

جائزہ شدہ مدت کے دوران فروخت میں اضافہ ہوا جو 10,034.063 ملین روپے کے مقابلے میں 10,377.897 ملین روپے رہی، جو 3.43٪ اضافے کی نمائندگی کرتی ہے۔ مدت کے دوران ٹیکس کے بعد منافع 308.157 ملین روپے رہا جو کہ 2.96٪ ہے، جبکہ اسی مدت میں 205.183 ملین روپے (2.04٪) تھا۔ فی حصص آمدنی 3.01 روپے رہی جو گزشتہ سال 2.01 روپے تھی۔

اسٹورز، اسپیئر پارٹس، پیکنگ میٹریل، انشورنس اور آپریٹنگ اخراجات میں اضافہ حجم میں اضافے اور مہنگائی کے اثرات کے باعث ہوا۔ تنخواہوں اور اجرتوں میں اضافہ کم از کم اجرت میں اضافے اور پیداواری صلاحیت میں اضافے کے باعث ہوا، جبکہ ایندھن اور توانائی کے اخراجات پاور ٹیرف میں کمی اور گرین انرجی کے اثرات کے باعث کم ہوئے۔

کمپنی کا انتظامیہ مشینری اور آلات کی جدید کاری (BMR) کی پالیسی پر پُر عزم ہے جس سے آپریشنل کارکردگی، لاگت میں بچت اور ماحولیاتی معیار کے مطابق کارکردگی کو فروغ ملے گا۔

موجودہ مدت کے دوران 6,000 روٹرز پر مشتمل اوپن اینڈ اسپننگ یونٹ نصب کیا گیا ہے جو مؤثر طریقے سے کام کر رہا ہے۔

30 ستمبر 2025 کو ختم ہونے والی سہ ماہی کے لیے کمپنی کے مالیاتی نتائج کا خلاصہ درج ذیل ہے:

ملین روپے میں

تفصیلات	سہ ماہی ختم شدہ	
	30 ستمبر 2025	30 ستمبر 2024
آمدنی	10,377.897	10,034.063
فروخت کی لاگت	8,974.719	8,657.187
مجموعی منافع	1,403.178	1,376.876
عملی اخراجات	575.713	525.343
دیگر آمدنی	35.557	89.375
آپریشنز سے منافع	863.022	940.908
مالیاتی اخراجات	377.856	578.386
ٹیکس سے قبل منافع	485.166	362.522
ٹیکس ولیوی	177.009	157.339
ٹیکس کے بعد منافع	308.157	205.183
فی حصص آمدنی (روپے)	3.01	2.01

موجودہ غیر مستحکم مارکیٹ حالات کے پیش نظر بورڈ آف ڈائریکٹرز نے کسی عبوری منافع کی سفارش نہ کرنے کا فیصلہ کیا ہے۔

مستقبل کا جائزہ

جے کے اسپننگ ملز لمیٹڈ کی انتظامیہ پائیداری، مسابقت اور سماجی تعاون کو فروغ دینے کے لیے پر عزم ہے۔ ہم قابلِ تجدید توانائی کے منصوبوں میں توسیع، خودکار نظام اور جدید کاری میں سرمایہ کاری، اور تعلیم، صحت اور خواتین کے بااختیار بنانے کے منصوبوں کو مضبوط کرنے کے لیے پُر عزم ہیں۔

پاکستان کی معیشت حالیہ سیلابوں اور پاک افغان جنگی اثرات کی وجہ سے دباؤ کا شکار ہے جس سے زراعت اور سپلائی چینز بری طرح متاثر ہوئی ہیں۔ تاہم موجودہ مالی سال میں پاکستان نے معاشی استحکام حاصل کیا ہے۔ ہماری توجہ کمپنی کی مالی پوزیشن اور کارکردگی میں بہتری پر مرکوز ہے جو مجموعی معیشت کے لیے بھی معاون ثابت ہوگی۔

کمپنی کی انتظامیہ اخراجات میں کمی، پیداواری صلاحیت میں اضافہ، اور کارکردگی بہتر بنانے کے ذریعے بہتر مالیاتی نتائج حاصل کرنے کی کوشش جاری رکھے ہوئے ہے۔

اعتراف

ڈائریکٹرز اپنے معزز صارفین اور بینکروں کا شکریہ ادا کرتے ہیں جنہوں نے کاروباری سرگرمیوں کے دوران تعاون کیا۔ مزید برآں، وہ کمپنی کے تمام ملازمین اور کارکنان کی محنت اور لگن کو سراہتے ہیں۔

کمپنی تمام اسٹیک ہولڈرز کا ان کے اعتماد پر شکریہ ادا کرتی ہے۔

منجانب بورڈ آف ڈائریکٹرز

فیصل آباد: 30 ستمبر 2025

فائق جاوید
(چیف ایگزیکٹو آفیسر)

شائق جاوید
(ڈائریکٹر)

Condensed Interim Statement of Financial Position (Un-Audited)

AS AT 30 SEPTEMBER 2025

	NOTE	Un-audited 30 September 2025	Audited 30 June 2025
		(RUPEES IN THOUSAND)	
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
200 000 000 (30 June 2025: 200 000 000) ordinary shares of Rupees 10 each		2,000,000	2,000,000
Issued, subscribed and paid up share capital		1,023,175	1,023,175
Capital reserves			
Premium on issue of right shares		60,904	60,904
Merger reserve		289,636	289,636
Surplus on revaluation of freehold land		631,792	631,792
		982,332	982,332
Revenue reserve - unappropriated profit		12,345,453	12,037,708
Total reserves		13,327,785	13,020,040
TOTAL EQUITY		14,350,960	14,043,215
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term financing	3	2,914,644	3,143,263
Lease liability		19,721	23,060
Deferred income - government grant		136,077	154,569
		3,070,442	3,320,892
CURRENT LIABILITIES			
Trade and other payables		3,540,372	3,771,774
Accrued mark-up		278,985	189,512
Short term borrowings	4	11,117,099	9,803,222
Current portion of non-current liabilities		893,788	857,704
Taxation and levy - net		-	21,708
Unclaimed dividend		749	749
		15,830,994	14,644,669
TOTAL LIABILITIES		18,901,436	17,965,561
CONTINGENCIES AND COMMITMENTS	5		
TOTAL EQUITY AND LIABILITIES		33,252,396	32,008,776

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

Faiq Jawed
Chief Executive Officer

Shaiq Jawed
Director

Khawaja Nadeem Abbas
Chief Financial Officer

Condensed Interim Statement of Financial Position (Un-Audited)

AS AT 30 SEPTEMBER 2025

	NOTE	Un-audited 30 September 2025	Audited 30 June 2025
		(RUPEES IN THOUSAND)	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	11,549,274	11,741,237
Right-of-use asset		44,918	47,282
Long term investment		-	-
Long term deposits		209,391	209,391
		11,803,583	11,997,910
CURRENT ASSETS			
Stores, spare parts and loose tools		348,362	359,154
Stock-in-trade		11,341,127	11,107,260
Trade debts		6,095,026	5,287,163
Advances		220,215	169,315
Short term deposits and prepayments		86,808	36,191
Other receivables		112,381	79,193
Sales tax refundable		2,052,299	1,763,176
Advance income tax - net		7,015	-
Short term investments		714,545	649,302
Cash and bank balances		383,802	472,879
Non-current assets classified as held for sale		87,233	87,233
		21,448,813	20,010,866
TOTAL ASSETS		33,252,396	32,008,776

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

Faiq Jawed
Chief Executive Officer

Shaiq Jawed
Director

Khawaja Nadeem Abbas
Chief Financial Officer

Condensed Interim Statement of Profit or Loss (Un-Audited)

FOR THE QUARTER ENDED 30 SEPTEMBER 2025

	NOTE	Quarter ended 30 September 2025	Quarter ended 30 September 2024
		(RUPEES IN THOUSAND)	
Revenue	7	10,377,897	10,034,063
Cost of sales	8	(8,974,719)	(8,657,187)
Gross profit		1,403,178	1,376,876
Distribution cost		(295,274)	(348,635)
Administrative expenses		(158,087)	(153,299)
Other expenses		(122,809)	(23,409)
		(576,170)	(525,343)
		827,008	851,533
Other income		35,557	89,375
Profit from operations		862,565	940,908
Finance cost		(377,856)	(578,386)
Profit before levy and taxation		484,709	362,522
Levy		(61,704)	(157,339)
Profit before taxation		423,005	205,183
Taxation		(115,260)	-
Profit after Taxation		307,745	205,183
Earnings per share - basic and diluted (Rupees)		3.01	2.01

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

Faiq Jawed
Chief Executive Officer

Shaiq Jawed
Director

Khawaja Nadeem Abbas
Chief Financial Officer

Condensed Interim
Statement of Comprehensive Income (Un-Audited)

FOR THE QUARTER ENDED 30 SEPTEMBER 2025

	Quarter ended	
	30 September 2025	30 September 2024
	(RUPEES IN THOUSAND)	
Profit after taxation	307,745	205,183
Other comprehensive income:		
Items that will not be reclassified to profit or loss in subsequent periods	-	-
Items that may be reclassified to profit or loss in subsequent periods	-	-
Other comprehensive income for the period	-	-
Total comprehensive income for the period	307,745	205,183

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

Faiq Jawed	Shaiq Jawed	Khawaja Nadeem Abbas
Chief Executive Officer	Director	Chief Financial Officer

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

FOR THE QUARTER ENDED 30 SEPTEMBER 2025

	SHARE CAPITAL	RESERVES						TOTAL EQUITY
		CAPITAL RESERVES				REVENUE RESERVE	TOTAL	
		PREMIUM ON ISSUE OF RIGHT SHARES	MERGER RESERVE	SURPLUS ON REVALUATION OF FREEHOLD LAND	SUB TOTAL	UNAPPROPRIATED PROFIT		
	---------------------- (RUPEES IN THOUSAND) ----------------------							
Balance as at 30 June 2024 - (Audited)	1,023,175	60,904	289,636	597,419	947,959	11,523,847	12,471,806	13,494,981
Profit for the quarter ended 30 September 2024	-	-	-	-	-	205,183	205,183	205,183
Other comprehensive income for the quarter ended 30 September 2024	-	-	-	-	-	-	-	-
Total comprehensive income for the quarter ended 30 September 2024	-	-	-	-	-	205,183	205,183	205,183
Balance as at 30 September 2024 - (Un-audited)	1,023,175	60,904	289,636	597,419	947,959	11,729,030	12,676,989	13,700,164
Profit for the nine months ended 30 June 2025		-	-	-	-	308,678	308,678	308,678
Other comprehensive income for the nine months ended 30 June 2025		-	-	34,373	34,373	-	34,373	34,373
Total comprehensive income for the nine months ended 30 June 2025		-	-	34,373	34,373	308,678	343,051	343,051
Balance as at 30 June 2025 - (Audited)	1,023,175	60,904	289,636	631,792	982,332	12,037,708	13,020,040	14,043,215
Profit for the quarter ended 30 September 2025	-	-	-	-	-	307,745	307,745	307,745
Other comprehensive income for the quarter ended 30 September 2025	-	-	-	-	-	-	-	-
Total comprehensive income for the quarter ended 30 September 2025	-	-	-	-	-	307,745	307,745	307,745
Balance as at 30 September 2025 - (Un-audited)	1,023,175	60,904	289,636	631,792	982,332	12,345,453	13,327,785	14,350,960

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

Faiq Jawed
Chief Executive Officer

Shaiq Jawed
Director

Khawaja Nadeem Abbas
Chief Financial Officer

CONDENSED INTERIM
STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2025

	NOTE	Quarter ended 30 September 2025	Quarter ended 30 September 2024
		(RUPEES IN THOUSAND)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash used in operations	9	(572,985)	(1,709,435)
Finance cost paid		(273,618)	(519,488)
Mark-up paid on leases liabilities		(1,291)	(2,764)
Income tax and levy paid		(205,687)	(176,915)
Net cash used in operating activities		(1,053,581)	(2,408,602)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(95,391)	(116,502)
Proceeds from sale of property, plant and equipment		14,853	10,047
Proceeds from sale of investments		2,402	2,282
Investments made		(68,529)	-
Profit on saving accounts and term deposit receipts received		12,847	1,096
Net cash used in investing activities		(133,818)	(103,077)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of long term financing		(211,166)	(231,692)
Repayment of lease liabilities		(1,877)	(5,040)
Short term borrowings - net		1,313,877	2,645,993
Net cash from financing activities		1,100,834	2,409,261
NET DECREASE IN CASH AND CASH EQUIVALENTS		(86,565)	(102,418)
Net foreign exchange difference on translating bank balances		(2,512)	(980)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		472,879	618,656
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		383,802	515,258

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

Faiq Jawed
Chief Executive Officer

Shaiq Jawed
Director

Khawaja Nadeem Abbas
Chief Financial Officer

Selected Notes To The Condensed Interim Financial Statements (Un-Audited)

FOR THE QUARTER ENDED 30 SEPTEMBER 2025

1. THE COMPANY AND ITS ACTIVITIES

J.K. Spinning Mills Limited (the Company) is a public limited company incorporated in Pakistan on 07 January 1987 under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited on 24 September 1990. Its registered office is situated at 34-Falcon Enclave, Tufail Road, Lahore Cantt. The head office and factory premises of the Company are located at 29-Kilometers, Sheikhupura Road, Faisalabad. The Company is engaged in business of textile manufacturing which comprises spinning, weaving, processing, stitching, buying, selling and otherwise dealing in yarn, fabrics and other goods.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by 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 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 These condensed interim financial statements do not include all the information and disclosures as required for annual financial statements and should be read in conjunction with the annual financial statements of the Company for the year ended 30 June 2024.

2.3 Material accounting policy information

The material accounting policy information and methods of computation adopted 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 30 June 2024.

2.4 Critical accounting estimates and judgments

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

Judgements and estimates in the preparation of these condensed interim financial statements are the same as those that were applied to the annual audited financial statements of the Company for the year ended 30 June 2024.

2.5 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 30 June 2025.

Selected Notes To The Condensed Interim Financial Statements (Un-Audited)

FOR THE QUARTER ENDED 30 SEPTEMBER 2025

		Un-audited 30 September 2025	Audited 30 June 2025
		(RUPEES IN THOUSAND)	
3.	**LONG TERM FINANCING**		
	From banking companies - secured		
	Opening balance	3,889,894	3,535,230
	Add:		
	Obtained during the period / year	-	1,156,298
	Amortization during the period / year	22,768	115,743
		3,912,662	4,807,271
	Less: Repaid during the period / year	211,166	917,377
		3,701,496	3,889,894
	Less: Current portion shown under current liabilities	786,852	746,631
		2,914,644	3,143,263
4.	**SHORT TERM BORROWINGS**		
	From banking companies - secured		
	Export refinances	4,313,000	3,831,000
	Other short term finances	6,804,099	5,972,222
		11,117,099	9,803,222

5. CONTINGENCIES AND COMMITMENTS

a) Contingencies

There is no significant change in the status of contingencies as disclosed in Note 13 to the annual audited financial statements of the Company for the year ended 30 June 2025, except as mentioned below:

i) Guarantees of Rupees 468.277 million (30 June 2025: Rupees 468.277 million) are given by the banks of the Company to Sui Northern Gas Pipelines Limited and Faisalabad Electric Supply Company Limited against gas connections and electricity connection respectively.

ii) Post dated cheques and security cheques of Rupees 6,073.328 million (30 June 2025: Rupees 6,239.813 million) have been issued to custom authorities in respect of duties on imported materials availed on the basis of consumption and export plans along with covering full amount plus profit against diminishing musharakah to First Habib Modaraba. If documents of exports / rentals are not provided / paid on due dates, cheques issued as security shall be encashable.

b) Commitments

i) Letters of credit for capital expenditure are of Rupees 159.921 million (30 June 2025: Rupees 160.999 million).

Selected Notes To The Condensed Interim Financial Statements (Un-Audited)

FOR THE QUARTER ENDED 30 SEPTEMBER 2025

ii) Letters of credit other than for capital expenditure are of Rupees 3,954.844 million (30 June 2025: Rupees 2,127.536 million).

iii) Outstanding foreign currency forward contracts are of Rupees 9,891.714 million (30 June 2025: Rupees 6,167.675 million).

		NOTE	(Un-audited) 30 September 2025	Audited 30 June 2025
			(RUPEES IN THOUSAND)	
6.	**PROPERTY, PLANT AND EQUIPMENT**			
	Operating fixed assets	6.1	11,408,136	10,745,841
	Capital work-in-progress	6.2	141,139	995,396
			11,549,274	11,741,237
6.1	**Operating fixed assets**			
	Opening book value		10,745,841	11,030,486
	Add: Cost of additions during the period / year	6.1.1	949,648	931,034
	Effect of surplus on revaluation during the period / year		-	34,373
			949,648	965,407
			11,695,489	11,995,893
	Less: Book value of deletions during the period / year	6.1.2	13,377	67,959
	Less: Non-current assets classified as held for sale during the period / year		-	87,233
			11,682,112	11,840,701
	Less: Depreciation charged during the period / year		273,976	1,094,860
			11,408,136	10,745,841
6.1.1	**Cost of additions during the period / year**			
	Freehold land		-	18,482
	Buildings on freehold land		3,832	133,960
	Plant and machinery		913,348	325,624
	Factory tools and equipment		2,130	-
	Electric installations and appliances		12,656	264,307
	Vehicles		17,682	188,661
			949,648	931,034

Selected Notes To The Condensed Interim Financial Statements (Un-Audited)

FOR THE QUARTER ENDED 30 SEPTEMBER 2025

		NOTE	(Un-audited) 30 September 2025	Audited 30 June 2025
			(RUPEES IN THOUSAND)	
6.1.2	**Book value of deletions during the period / year**			
	Plant and machinery		-	47,845
	Electric installations and appliances		-	175
	Vehicles		13,377	19,939
			13,377	67,959
6.2	**Capital work-in-progress**			
	Freehold land		27,223	27,009
	Buildings on freehold land		59,632	59,676
	Plant and machinery		-	873,644
	Vehicles		54,284	35,067
			141,139	995,396

		NOTE	(Un-audited) Quarter ended 30 September 2025	30 September 2024
			(RUPEES IN THOUSAND)	
7.	**REVENUE**			
	Export sales		7,048,335	6,193,800
	Local sales - net		3,291,959	3,772,491
	Processing income		17,022	46,701
	Export rebate		20,581	21,071
			10,377,897	10,034,063
8.	**COST OF SALES**			
	Raw materials consumed		5,044,188	5,606,908
	Stores, spare parts and loose tools consumed		474,290	352,772
	Packing materials consumed		183,139	162,362
	Processing, sizing and conversion charges		1,124,730	935,087
	Fuel and power		977,575	1,143,224
	Salaries, wages and other benefits		610,258	440,465
	Repair and maintenance		9,438	11,714
	Insurance		13,900	13,438
	Other factory overheads		3,190	4,981
	Depreciation on property, plant and equipment		247,579	239,544
			8,688,287	8,910,495

Selected Notes To The Condensed Interim Financial Statements (Un-Audited)

FOR THE QUARTER ENDED 30 SEPTEMBER 2025

	NOTE	(Un-audited) Quarter ended 30 September 2025	30 September 2024
		(RUPEES IN THOUSAND)	
Work-in-process:			
Opening stock		1,260,764	1,105,335
Closing stock		(1,205,217)	(1,390,842)
		55,547	(285,507)
Cost of goods manufactured		8,743,834	8,624,988
Finished goods:			
Opening stock		4,253,464	3,627,585
Closing stock		(4,022,579)	(3,595,386)
		230,885	32,199
		8,974,719	8,657,187

9. **CASH USED IN OPERATIONS**

	NOTE	30 September 2025	30 September 2024
Profit before taxation and levy		484,709	362,522
Adjustments for non-cash charges and other items:			
Depreciation on property, plant and equipment		273,976	267,253
Depreciation on right-of-use assets		2,364	2,955
Finance cost		377,856	578,386
Net exchange loss		(7,159)	980
Allowance for expected credit losses - net		3,309	-
Provision for workers' welfare fund		9,694	5,823
Provision for workers' profit participation fund		23,756	15,324
Gain on sale of property, plant and equipment		(187)	(3,730)
Gain on sale of investments at FVTPL		(750)	-
Profit on saving accounts and term deposit receipts		(18,399)	-
Unrealized gain on remeasurement of investments at FVTPL		(2,536)	(301)
Working capital changes	9.1	(1,719,618)	(2,938,647)
		(572,985)	(1,709,435)

Selected Notes To The Condensed Interim Financial Statements (Un-Audited)

FOR THE QUARTER ENDED 30 SEPTEMBER 2025

			(Un-audited) Quarter ended	
		NOTE	30 September 2025	30 September 2024
			(RUPEES IN THOUSAND)	
9.1	**Working capital changes**			
	(Increase) / decrease in current assets:			
	Stores, spare parts and loose tools		10,792	(13,250)
	Stock-in-trade		(233,867)	(2,504,700)
	Trade debts		(807,863)	(110,943)
	Advances		(50,900)	7,241
	Short term deposits and prepayments		(50,617)	(50,426)
	Other receivables		(33,188)	55,600
	Sales tax refundable		(289,123)	(662,084)
			(1,454,766)	(3,278,562)
	(Decrease) / increase in trade and other payables		(264,852)	339,915
			(1,719,618)	(2,938,647)

10. TRANSACTIONS WITH RELATED PARTIES

Detail of transactions and balances with related parties is as follows:

i) Transactions		
Associate		
J.K. Tech (Private) Ltd (JKTPL)		
Service charges	720	660
Rental income	660	600
Expenses paid on behalf of JKTPL	-	61
Other related parties:		
Company's contribution to Employees' Provident Fund Trust	18,650	17,248
Remuneration paid to Chief Executive Officer, directors and executives	44,972	44,784
Vehicles sold to executives	14,271	9,681
Loans obtained from Chief Executive Officer and director - net	-	700,000
ii) Period end balances		
Associate		
Trade and other payables	54	72

Selected Notes To The Condensed Interim Financial Statements (Un-Audited)

FOR THE QUARTER ENDED 30 SEPTEMBER 2025

11. SEGMENT INFORMATION

	Spinning		Fabric		Elimination of Inter-segment transactions		Total Company	
	(Un-audited) Quarter ended		(Un-audited) Quarter ended		(Un-audited) Quarter ended		(Un-audited) Quarter ended	
	30 September 2025	30 September 2024	30 September 2025	30 September 2024	30 September 2025	30 September 2024	30 September 2025	30 September 2024
	(RUPEES IN THOUSAND)							
Revenue from contracts with customers								
External	3,167,283	3,698,603	7,210,614	6,335,460	-	-	10,377,897	10,034,063
Intersegment	1,450,683	1,121,353	-	-	(1,450,683)	(1,121,353)	-	-
	4,617,966	4,819,956	7,210,614	6,335,460	(1,450,683)	(1,121,353)	10,377,897	10,034,063
Cost of sales	(3,857,625)	(4,129,511)	(6,567,777)	(5,649,029)	1,450,683	1,121,353	(8,974,719)	(8,657,187)
Gross profit	760,341	690,445	642,837	686,431	-	-	1,403,178	1,376,876
Distribution cost	(53,261)	(37,712)	(242,013)	(310,923)	-	-	(295,274)	(348,635)
Administrative expenses	(98,879)	(101,941)	(59,208)	(51,358)	-	-	(158,087)	(153,299)
	(152,140)	(139,653)	(301,221)	(362,281)	-	-	(453,361)	(501,934)
Profit before levy and taxation and unallocated income and expenses	608,201	550,792	341,616	324,150	-	-	949,817	874,942
Unallocated income and expenses								
Other expenses							(122,809)	(23,409)
Other income							35,557	89,375
Finance cost							(377,856)	(578,386)
Levy							(61,704)	(157,339)
Taxation							(115,260)	-
Profit after taxation							307,745	205,183

11.1 Reconciliation of reportable segment assets and liabilities:

	Spinning		Fabric		Total Company	
	(Un-audited) 30 September 2025	(Audited) 30 June 2025	(Un-audited) 30 September 2025	(Audited) 30 June 2025	(Un-audited) 30 September 2025	(Audited) 30 June 2025
	(RUPEES IN THOUSAND)					
Total assets for reportable segments	20,769,071	20,359,766	10,424,011	9,885,834	31,193,082	30,245,600
Sales tax refundable					2,052,299	1,763,176
Advance income tax - net					7,015	-
Total assets as per condensed interim statement of financial position					33,252,396	32,008,776
Total liabilities for reportable segments	11,494,210	10,926,468	7,097,405	6,741,763	18,591,615	17,668,231
Unallocated liabilities					309,821	297,330
Total liabilities as per condensed interim statement of financial position					18,901,436	17,965,561

All segment liabilities are allocated to reportable segments other than corporate liabilities.

	Spinning		Fabric		Total Company	
	(Un-audited)		(Un-audited)		(Un-audited)	
	Quarter ended		Quarter ended		Quarter ended	
	30 September 2025	30 September 2024	30 September 2025	30 September 2024	30 September 2025	30 September 2024
	(RUPEES IN THOUSAND)					

11.2 Geographical Information

The Company's revenue from external customers by geographical locations is detailed below:

	Spinning 30 September 2025	Spinning 30 September 2024	Fabric 30 September 2025	Fabric 30 September 2024	Total Company 30 September 2025	Total Company 30 September 2024
Europe	-	-	5,133,717	4,311,006	5,133,717	4,311,006
North America	-	-	1,422,403	1,287,307	1,422,403	1,287,307
South America	-	-	153,517	356,028	153,517	356,028
Asia	-	-	13,429	193,876	13,429	193,876
Australia	-	-	294,166	-	294,166	-
Africa	-	-	31,103	45,583	31,103	45,583
Pakistan	3,167,283	3,698,603	141,698	120,589	3,308,981	3,819,192
Export rebate	-	-	20,581	21,071	20,581	21,071
	3,167,283	3,698,603	7,210,614	6,335,460	10,377,897	10,034,063

11.3 The Company's revenue from external customers in respect of products is detailed below:

	Spinning 30 September 2025	Spinning 30 September 2024	Fabric 30 September 2025	Fabric 30 September 2024	Total Company 30 September 2025	Total Company 30 September 2024
Yarn	2,719,754	3,483,786	2,943	-	2,722,697	3,483,786
Fabric	-	-	1,478,654	1,811,044	1,478,654	1,811,044
Made ups	-	-	5,711,995	4,446,560	5,711,995	4,446,560
Processing income	-	-	17,022	46,701	17,022	46,701
Waste	447,529	214,817	-	31,155	447,529	245,972
	3,167,283	3,698,603	7,210,614	6,335,460	10,377,897	10,034,063

12. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

Fair value hierarchy

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

	Level 1	Level 2	Level 3	Total
	---------------------- (Rupees in thousand) ----------------------			
Recurring fair value measurements				
FINANCIAL ASSETS:				
At 30 September 2025 - (Un-audited)				
At fair value through profit or loss	7,839	-	-	7,839
Derivative financial assets	-	12,935	-	12,935
	7,839	12,935	-	20,774
At 30 June 2025 - (Audited)				
At fair value through profit or loss	11,445	-	-	11,445
	11,445	-	-	11,445
FINANCIAL LIABILITIES				
At 30 September 2025 - (Un-audited)				
Derivative financial liabilities	-	-	-	-
At 30 June 2025 - (Audited)				
Derivative financial liabilities	-	64,332	-	64,332

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

There were no transfers between levels 1 and 2 for recurring fair value measurements during the period. Further there was no transfer out of level 3 measurements.

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

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

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

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

Selected Notes To The Condensed Interim Financial Statements (Un-Audited)

FOR THE QUARTER ENDED 30 SEPTEMBER 2025

13. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were approved and authorized for issue on September 30, 2025 by the Board of Directors of the Company.

14. CORRESPONDING FIGURES

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

15. GENERAL

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

Faiq Jawed Chief Executive Officer	Shaiq Jawed Director	Khawaja Nadeem Abbas Chief Financial Officer

J.K. SPINNING MILLS LIMITED

Registered Office:
34-Falcon Enclave, Tufail Road,
Lahore Cantt. Lahore.
Telephone No. +92-42-36672695
E-mail: jkgroup@jkgroup.net

jkgroup.net