

3rd Quarter Report 2026



J.K. SPINNING
MILLS LIMITED



Contents

02	Company Information
03	Directors' Report to the Shareholders
07	Directors' Report to the Shareholders (Urdu)
08	Condensed Interim Statement of Financial Position (Un-Audited)
10	Condensed Interim Statement of Profit or Loss (Un-Audited)
11	Condensed Interim Statement of Comprehensive Income (Un-Audited)
12	Condensed Interim Statement Of Changes In Equity (Un-Audited)
13	Condensed Interim Statement of Cash Flows (Un-Audited)
14	Selected Notes To The Condensed Interim Financial Statements (Un-Audited)

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, Sheikhpura Road, Khurrianwala

Faisalabad.

Zonal Office/ Department of Sales & Marketing

Office No. 411, 4th Floor, Haji Adam

Chamber, Altaf Hussain Road, Karachi.

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 Nine months period ended March 31, 2026.

Financial Results and Operational Performance

The summarized financial results of the company for the Nine months period ended March 31, 2026 are as under:

Particulars	Rupees in Million	
	Nine months ended	
	31 March, 2026	31 March, 2025
REVENUE	33,328.534	33,095.582
COST OF SALES	29,322.655	29,597.170
GROSS PROFIT	4,005.879	3,498.412
OPERATING EXPENSES	1,520.696	1,443.995
OTHER INCOME	388.143	364.723
PROFIT FROM OPERATIONS	2,873.326	2,419.140
FINANCE COST	1,045.133	1,493.569
PROFIT BEFORE LEVY & TAXATION	1,828.193	925.571
LEVY & TAXATION	765.395	515.590
PROFIT AFTER TAXATION	1,062.798	409.981
EARNINGS PER SHARE - RUPEES	10.39	4.01

Sales for the period under review increased to Rupees 33,328.534 million from Rupees 33,095.582 million of the corresponding period indicating the increase of 0.70%. Profit after tax is of Rupees 1,062.798 million during the period ended on March 31, 2026 which is 3.19% against Rupees 409.981 million in corresponding period which is 1.24% translating into an EPS of Rs. 10.39 as compared to EPS of Rs.4.01 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.

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.

As part of the company's sustainability drive, work is also progressing on the installation of a 7.5 MW solar power plant, which will raise the existing capacity to 15 plus MW.

Effluent Treatment Plants (ETP) are crucial for industries to treat toxic waste water, removing chemicals and heavy metals to ensure safe disposal and compliance with legal standards. ETP is under construction and will be completed soon to meet all necessary standards.

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

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

Future Outlook:

The outlook for Pakistan's textile segment remains cautiously optimistic, though impacted by ongoing geopolitical tensions, particularly the Iran-Israel conflict (2026), which have driven up global energy prices and exacerbated domestic challenges such as high-power tariffs, gas shortages, increase in local & sea freight, increase in inflation level and PKR volatility. These factors are expected to continue exerting pressure on production costs and margins. Nevertheless, the Company aims to sustain stable operations through energy efficiency measures, prudent raw material management, and a focus on value-added yarns, while potential shifts in global sourcing may create selective export opportunities despite uncertain demand conditions.

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.

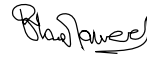
Acknowledgment:

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



Faq Jawed
Chief Executive Officer



Shaiq Jawed
Director

Faisalabad
April 28, 2026

ڈائریکٹرز رپورٹ برائے حصص یافتگان:

آپ کی کمپنی کی انتظامیہ لاگت کو کم کرنے، آپریشنل آپٹیمائزیشن، صلاحیت کو بڑھانے اور مستقل مالی سال میں سازگار مالیاتی نتائج حاصل کرنے کے لیے افادیت کو بہتر بنانے پر توجہ مرکوز کرتے ہوئے ان چیلنجوں سے نمٹ رہی ہے۔

اعتراف:

آپ کی کمپنی کے ڈائریکٹرز کمپنی کے گاہکوں اور نمکریز کے کمپنی کے کاروبار میں تعاون پر شکرگزار ہیں ڈائریکٹرز کمپنی کے سٹاف اور مزدوروں کی محنت اور کوششوں کو بھی سراہتے ہیں۔ کمپنی سٹیک ہولڈرز کے پُر اعتماد سپورٹس کا اقرار کرتی ہے اور شکرگزار بھی ہے۔

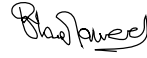
منجانب بورڈ آف ڈائریکٹرز:

فیصل آباد: اپریل - 2026, 28



فائق جاوید

چیف ایگزیکٹو



شائق جاوید

ڈائریکٹر

ڈائریکٹرز رپورٹ برائے حصص یافتگان:

زیر جائزہ مدت کے لیے فروخت 33,095.582 ملین روپے سے بڑھ کر 33,328.534 ملین روپے ہو گئی جو 0.70 فیصد اضافے کو ظاہر کرتی ہے۔ 31 مارچ 2026 کو ختم ہونے والی مدت کے دوران بعد از ٹیکس منافع 1,062.798 ملین روپے ہے جو کہ 3.19% ہے۔ اسی مدت کے مقابلے میں بعد از ٹیکس منافع 409.981 ملین روپے ہے جو کہ 1.24% ہے۔ جس سے EPS اسی مدت میں 4.01 روپے کے مقابلے میں 10.39 ہو گئی ہے۔

حجم میں اضافے اور افراط زر کے اثرات کے پیش نظر اسٹور ز اور اسپیر ز اور استعمال ہونے والے ڈھیلے آلات، پیننگ میٹر میل، انٹورنس کی لاگت اور آپریٹنگ اخراجات میں اضافہ ہوا۔ کم از کم اجرت کی شرح میں اضافے اور صلاحیت میں اضافے کی وجہ سے تنخواہوں اور اجرتوں کی لاگت میں اضافہ ہوا ہے۔

کمپنی کی انتظامیہ اپنی پیداواری سہولیات میں مشینری اور آلات کے توازن جدید اور تبدیلی (BMR) کی اپنی جاری پالیسی پر مضبوطی سے کاربند ہے۔ یہ پالیسی آپریٹنگ کارکردگی، لاگت کی تاثیر، اور مارکیٹ اور ماحولیاتی توقعات کے ساتھ صف بندی کی حمایت کرتی ہے۔

کمپنی کی پائیداری کی ہم کے ایک حصے کے طور پر، 7.5 میگاواٹ کے سولر پاور پلانٹ کی تنصیب پر بھی کام جاری ہے، جو موجودہ صلاحیت کو بڑھا کر 15 میگاواٹ کر دے گا۔

انٹیلوینٹ ٹریڈنگ پلائٹس (ETP) صنعتوں کے لیے زہریلے فضلے کے پانی کو ٹریٹ کرنے، کیمیکلز اور بھاری دھاتوں کو ہٹانے کے لیے اہم ہیں تاکہ محفوظ طریقے سے ٹھکانے لگانے اور قانونی معیارات کی تعمیل کو یقینی بنایا جاسکے۔ ای ٹی پی زیر تعمیر ہے اور تمام ضروری معیارات کو پورا کرنے کے لیے جلد ہی مکمل کیا جائے گا۔

مارکیٹ کے موجودہ غیر مستحکم حالات کی روشنی میں، آپ کے بورڈ آف ڈائریکٹرز نے کسی عبوری ڈیویڈنڈ کی سفارش نہ کرنے کا فیصلہ کیا ہے۔

مستقبل کا نقطہ نظر:

پاکستان کے ٹیکسٹائل طبقے کا نقطہ نظر محتاط طور پر امید ہے، اگرچہ جاری جغرافیائی سیاسی کشیدگی، خاص طور پر ایران-اسرائیل تنازعہ (2026) سے متاثر ہوا ہے، جس نے توانائی کی عالمی قیمتوں میں اضافہ کیا ہے اور گھریلو چیلنجز جیسے بجلی کے اعلیٰ ٹیرف، گیس کی قلت، مقامی اور سمندری مال برداری میں اضافہ، پی آر او کی سطح میں اضافہ۔ توقع کی جاتی ہے کہ یہ عوامل پیداواری لاگت اور مارجن پر باؤ ڈالنے رہیں گے۔ اس کے باوجود، کمپنی کا مقصد توانائی کی کارکردگی کے اقدامات، خام مال کے محتاط انتظام، اور ویلیو ایڈڈ یارن پر توجہ کے ذریعے مستحکم کارروائیوں کو برقرار رکھنا ہے، جبکہ عالمی سورشنگ میں ممکنہ تبدیلیاں غیر یقینی طلب حالات کے باوجود برآمدی مواقع پیدا کر سکتی ہیں۔

ڈائریکٹرز رپورٹ برائے حصص یافتگان:

شروع اللہ کے نام سے جو نہایت مہربان اور رحم والا ہے۔

معزز حصص یافتگان،

آپ کی کمپنی کے ڈائریکٹرز سال کے پہلے 9 ماہ کے اختتام 31 مارچ 2026 کے مالیاتی حسابات پیش کرنے میں خوشی محسوس کرتے ہیں۔

مالیاتی نتائج اور آپریشنل کارکردگی:

مالیاتی سال 2026 کے پہلے 9 ماہ کے نتائج کی تفصیل درج ذیل ہیں:

تفصیلات	اختتام نومبر 2026	اختتام نومبر 2025
سیلز	33,328.534	33,095.582
سیلز کے اخراجات	29,322.655	29,597.170
خام منافع	4,005.879	3,498.412
آپریٹنگ اخراجات	1,520.696	1,443.995
دیگر آمدن	388.143	364.723
آپریٹنگ منافع	2,873.326	2,419.140
مالی لاگت	1,045.133	1,493.569
منافع قبل از ٹیکس	1,828.193	925.571
ٹیکس	765.395	515.59
منافع بعد از ٹیکس	1,062.798	409.981
فی شیئر آمدنی	10.39	4.01

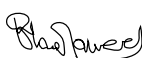
Condensed Interim Statement of Financial Position (Un-Audited)

As At 31 March 2026

		Un-audited 31 March 2026	Audited 30 June 2025
	NOTE	(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
Reserves			
Capital reserves			
Merger reserve		289,636	289,636
Premium on issue of right shares		60,904	60,904
Surplus on revaluation of freehold land		551,378	631,792
		901,918	982,332
Revenue reserve - unappropriated profit		13,177,951	12,037,708
Total reserves		14,079,869	13,020,040
TOTAL EQUITY		15,103,044	14,043,215
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term financing	3	2,803,124	3,143,263
Lease liability		11,374	23,060
Deferred income tax liability		158,197	-
Deferred income - government grant		97,363	154,569
		3,070,058	3,320,892
CURRENT LIABILITIES			
Trade and other payables		3,229,951	3,771,774
Accrued mark-up		186,315	189,512
Short term borrowings		10,622,871	9,803,222
Current portion of non-current liabilities		973,371	857,704
Taxation and levy - net		-	21,708
Unclaimed dividend		858	749
		15,013,306	14,644,669
TOTAL LIABILITIES		18,083,364	17,965,561
CONTINGENCIES AND COMMITMENTS	4		
TOTAL EQUITY AND LIABILITIES		33,186,408	32,008,776



Faiq Jawed
Chief Executive Officer



Shaiq Jawed
Director



Khawaja Nadeem Abbas
Chief Financial Officer

Condensed Interim Statement of Financial Position (Un-Audited)

As At 31 March 2026

		Un-audited 31 March 2026	Audited 30 June 2025
	NOTE	(RUPEES IN THOUSAND)	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	11,743,020	11,741,237
Right-of-use asset		40,189	47,282
Long term investment		-	-
Long term deposits		209,391	209,391
		11,992,600	11,997,910
CURRENT ASSETS			
Stores, spare parts and loose tools		430,394	359,154
Stock-in-trade		11,248,237	11,107,260
Trade debts		4,896,791	5,287,163
Advances		242,147	169,315
Short term deposits and prepayments		55,495	36,191
Other receivables		311,020	79,193
Sales tax refundable		2,732,398	1,763,176
Taxation and levy - net		46,737	-
Short term investments	6	787,669	649,302
Cash and bank balances		442,920	472,879
		21,193,808	19,923,633
Non-current assets classified as held for sale		-	87,233
		21,193,808	20,010,866
TOTAL ASSETS		33,186,408	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)

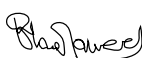
FOR THE NINE MONTHS ENDED 31 MARCH 2026

	NOTE	Nine months ended		Quarter ended	
		31 March	31 March	31 March	31 March
		2026	2025	2026	2025
		(RUPEES IN THOUSAND)		(RUPEES IN THOUSAND)	
Revenue		33,328,534	33,095,582	12,500,572	11,948,200
Cost of sales	7	(29,322,655)	(29,597,170)	(11,266,573)	(10,926,353)
Gross profit		4,005,879	3,498,412	1,233,999	1,021,847
Distribution cost		(963,885)	(922,760)	(293,758)	(256,735)
Administrative expenses		(447,203)	(447,402)	(163,745)	(167,610)
Other expenses		(109,608)	(73,833)	(37,199)	(22,731)
		(1,520,696)	(1,443,995)	(494,702)	(447,076)
		2,485,183	2,054,417	739,297	574,771
Other income		388,143	364,723	128,323	67,553
Profit from operations		2,873,326	2,419,140	867,620	642,324
Finance cost		(1,045,133)	(1,493,569)	(312,736)	(355,415)
Profit before levy and taxation		1,828,193	925,571	554,884	286,909
Levy		(197,999)	(266,992)	(62,668)	(105,655)
Profit before taxation		1,630,194	658,579	492,216	181,254
Taxation		(567,396)	(248,598)	(171,872)	(73,965)
Profit after taxation		1,062,798	409,981	320,344	107,289
Earnings per share – basic and diluted (Rupees)		10.39	4.01	3.13	1.05

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)

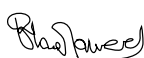
FOR THE NINE MONTHS ENDED 31 MARCH 2026

	Nine months ended		Quarter ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	(RUPEES IN THOUSAND)		(RUPEES IN THOUSAND)	
Profit after taxation	1,062,798	409,981	320,344	107,289
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	1,062,798	409,981	320,344	107,289

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 Changes In Equity (Un-Audited)

FOR THE NINE MONTHS ENDED 31 MARCH 2026

	RESERVES						TOTAL EQUITY	
	SHARE CAPITAL	CAPITAL RESERVES			SUB TOTAL	REVENUE RESERVE		TOTAL
		MERGER RESERVE	PREMIUM ON ISSUE OF RIGHT SHARES	SURPLUS ON REVALU- ATION OF FREEHOLD LAND				
	----- (RUPEES IN THOUSAND) -----							
Balance as at 30 June 2024 - (Audited)	1,023,175	289,636	60,904	597,419	947,959	11,523,847	12,471,806	
Profit for the nine months ended 31 March 2025	-	-	-	-	-	409,981	409,981	
Other comprehensive income for the nine months ended 31 March 2025	-	-	-	-	-	-	-	
Total comprehensive income for the nine months ended 31 March 2025	-	-	-	-	-	409,981	409,981	
Balance as at 31 March 2025 - (Un-audited)	1,023,175	289,636	60,904	597,419	947,959	11,933,828	12,881,787	
Profit for the quarter ended 30 June 2025	-	-	-	-	-	103,880	103,880	
Other comprehensive income for the quarter ended 30 June 2025	-	-	-	34,373	34,373	-	34,373	
Total comprehensive income for the quarter ended 30 June 2025	-	-	-	34,373	34,373	103,880	138,253	
Balance as at 30 June 2025 - (Audited)	1,023,175	289,636	60,904	631,792	982,332	12,037,708	13,020,040	
Transaction with owners:								
Final dividend for the year ended 30 June 2025 at the rate of Rupees 2 per share	-	-	-	-	-	(2,969)	(2,969)	
Surplus related to freehold land disposed of during the year	-	-	-	(80,414)	(80,414)	80,414	-	
Profit for the nine months ended 31 March 2026	-	-	-	-	-	1,062,798	1,062,798	
Other comprehensive income for the nine months ended 31 March 2026	-	-	-	-	-	-	-	
Total comprehensive income for the nine months ended 31 March 2026	-	-	-	-	-	1,062,798	1,062,798	
Balance as at 31 March 2026 - (Un-audited)	1,023,175	289,636	60,904	551,378	901,918	13,177,951	14,079,869	


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



Faiz Jawed
Chief Executive Officer



Shaiq Jawed
Director



Khawaja Nadeem Abbas
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

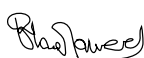
FOR THE NINE MONTHS ENDED 31 MARCH 2026

	NOTE	Nine months ended	
		31 March 2026	31 March 2025
(RUPEES IN THOUSAND)			
Cash flows from operating activities			
Cash generated from operations	8	2,163,606	4,426,711
Finance cost paid		(1,042,899)	(1,553,763)
Mark-up paid on leases liabilities		(3,297)	(6,473)
Income tax and levy paid		(675,643)	(491,017)
Net increase in long term deposits		-	(38,579)
Workers' profit participation fund paid		(61,894)	(77,898)
Net cash generated from operating activities		379,873	2,258,981
Cash flows from investing activities			
Capital expenditure on property, plant and equipment		(868,830)	(443,440)
Proceeds from sale of property, plant and equipment		23,695	27,172
Proceeds from sale of investments		4,357	23,838
Investments made		(162,363)	(350,050)
Profit on saving accounts and term deposit receipts received		68,581	37,980
Net cash used in investing activities		(934,560)	(704,500)
Cash flows from financing activities			
Proceeds from long term financing		345,312	143,714
Repayment of long term financing		(628,588)	(674,320)
Repayment of lease liabilities		(9,971)	(7,874)
Short term borrowings - net		819,589	(1,041,197)
Dividend paid		(2,860)	-
Net cash generated from / (used in) financing activities		523,482	(1,579,677)
Net decrease in cash and cash equivalents		(31,205)	(25,196)
Net foreign exchange difference on translating bank balances		1,246	(7,702)
Cash and cash equivalents at the beginning of the period		472,879	448,656
Cash and cash equivalents at the end of the period		442,920	415,758

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 NINE MONTHS ENDED 31 MARCH 2026

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, Sheikhpura Road, Faisalabad. The Company is a trans-provincial entity having its business operations in the Provinces of Punjab and Sindh. 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, directives and notifications issued under the Companies Act, 2017.

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

- 2.2 These condensed interim financial statements do not include all the information 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 2025.

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 2025.

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 2025.

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 NINE MONTHS ENDED 31 MARCH 2026

	Un-audited 31 March 2026 (RUPEES IN THOUSAND)	Audited 30 June 2025
3. LONG TERM FINANCING		
From banking companies - secured		
Opening balance	3,889,894	3,535,230
Add:		
Obtained during the period / year	345,312	1,156,298
Amortization during the period / year	71,941	115,743
	4,307,147	4,807,271
Less: Repaid during the period / year	628,588	917,377
	3,678,559	3,889,894
Less: Current portion shown under current liabilities	875,435	746,631
	2,803,124	3,143,263

4. 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) Post dated cheques of Rupees 6,072.589 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 and to First Habib Modaraba against loan and mark-up on diminishing musharkah. If documents of exports / rentals are not provided / paid on due dates, issued cheques shall be encashable.

b) Commitments

- i) Letters of credit for capital expenditure are of Rupees 39.696 million (30 June 2025: Rupees 160.999 million).
- ii) Letters of credit other than for capital expenditure are of Rupees 2,041.001 million (30 June 2025: Rupees 2,127.536 million).
- iii) Outstanding foreign currency forward contracts are of Rupees 10,779.165 million (30 June 2025: Rupees 6,167.675 million).
- iv) Commitments arising from short term lease to be recognised on a straight line basis as expense under the practical expedient applied by the Company with respect to IFRS 16 are of Rupees 0.720 million (30 June 2025: Rupees 2.880 million) which are to be paid within one year (30 June 2025: within one year).
- v) The Company entered into an agreement with Universal Gas Distribution Company (Private) Limited for purchase of certain quantity of gas for a period of 10 years.

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

FOR THE NINE MONTHS ENDED 31 MARCH 2026

	NOTE	Un-Audited	Audited
		31 March 2026	30 June 2025
		(Rupees in thousand)	
5. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	5.1	11,024,069	10,745,841
Capital work-in-progress	5.2	718,952	995,396
		11,743,020	11,741,237
5.1 Operating fixed assets			
Opening book value		10,745,841	11,030,486
Add: Cost of additions during the period / year	5.1.1	1,145,275	931,034
Add: Surplus on revaluation of freehold land during the period / year		-	34,373
		1,145,275	965,407
		11,891,116	11,995,893
Less: Book value of deletions during the period / year	5.1.2	22,700	67,959
Less: Non-current assets classified as held for sale during the period / year		-	87,233
		22,700	155,192
		11,868,416	11,840,701
Less: Depreciation charged during the period / year		844,347	1,094,860
		11,024,069	10,745,841
5.1.1 Cost of additions during the period / year			
Freehold land		16,036	18,482
Buildings on freehold land		11,157	133,960
Plant and machinery		938,070	325,624
Factory tools and equipment		19,565	-
Electric installations and appliances		30,448	264,307
Vehicles		129,999	188,661
		1,145,275	931,034

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

FOR THE NINE MONTHS ENDED 31 MARCH 2026

	NOTE	Un-Audited	Audited
		31 March 2026	30 June 2025
(Rupees in thousand)			
5.1.2 Book value of deletions during the period / year			
Plant and machinery		-	47,845
Electric installations and appliances		-	175
Vehicles		22,700	19,939
		22,700	67,959
5.2 Capital work-in-progress			
Freehold land		11,138	27,009
Buildings on freehold land		122,287	59,676
Plant and machinery		557,333	873,644
Vehicles		28,194	35,067
		718,952	995,396
6 SHORT TERM INVESTMENTS			
At amortized cost		778,931	637,857
At Fair Value Through Profit or Loss (FVTPL)		8,738	11,445
		787,669	649,302

(Un-audited)

	Nine months ended		Quarter ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
----- (RUPEES IN THOUSAND) -----				
7. COST OF SALES				
Raw materials consumed	17,296,959	19,074,212	5,512,839	6,556,738
Stores, spare parts and loose tools consumed	1,360,365	1,154,924	400,065	382,297
Packing materials consumed	633,151	570,785	225,889	197,117
Processing, sizing and conversion charges	2,904,526	2,692,569	936,051	833,204
Fuel and power	2,894,772	3,240,828	898,189	1,104,193
Salaries, wages and other benefits	1,809,159	1,454,822	636,531	624,897
Repair and maintenance	31,754	32,309	13,157	12,110
Insurance	32,810	34,076	12,422	10,577
Other factory overheads	28,477	16,376	13,823	5,645
Depreciation on property, plant and equipment	760,218	721,693	256,829	242,031
	27,752,191	28,992,594	8,905,795	9,968,809

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

FOR THE NINE MONTHS ENDED 31 MARCH 2026

	(Un-audited)			
	Nine months ended		Quarter ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
----- (RUPEES IN THOUSAND) -----				
Work-in-process:				
Opening stock	1,260,764	1,105,335	1,184,533	1,306,887
Closing stock	(1,330,098)	(1,057,522)	(1,330,098)	(1,057,522)
	(69,334)	47,813	(145,565)	249,365
Cost of goods manufactured	27,682,857	29,040,407	8,760,230	10,218,174
Finished goods:				
Opening stock	4,253,464	3,627,585	5,120,009	3,779,001
Closing stock	(2,613,666)	(3,070,822)	(2,613,666)	(3,070,822)
	1,639,798	556,763	2,506,343	708,179
	29,322,655	29,597,170	11,266,573	10,926,353

	NOTE	(Un-audited)	
		Nine months ended	
		31 March 2026	31 March 2025
(RUPEES IN THOUSAND)			
8. CASH GENERATED FROM OPERATIONS			
Profit before taxation and levy		1,828,193	925,571
Adjustments for non-cash charges and other items:			
Depreciation on property, plant and equipment		844,347	811,145
Depreciation on right-of-use assets		7,093	8,866
Finance cost		1,045,133	1,493,569
Net unrealized exchange (gain) / loss		(4,429)	5,551
Allowance for expected credit losses		3,169	1,913
Provision for workers' welfare fund		-	17,323
Provision for workers' profit participation fund		93,718	45,586
Provision for doubtful advances		470	-
Other receivables written off		882	-
Gain on sale of property, plant and equipment		(995)	(2,831)
Gain on sale of non-current assets held for sale		(112)	-
Gain on sale of investments at FVTPL		(767)	(10,298)
Profit on saving accounts and term deposit receipts		(48,175)	(86,107)
Unrealized gain on remeasurement of investments at FVTPL		(247)	(2,933)
Working capital changes	8.1	(1,604,674)	1,219,356
		2,163,606	4,426,711

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

FOR THE NINE MONTHS ENDED 31 MARCH 2026

	NOTE	(Un-audited)	
		Nine months ended	
		31 March 2026	31 March 2025
(RUPEES IN THOUSAND)			
8.1 Working capital changes			
(Increase) / decrease in current assets:			
Stores, spare parts and loose tools		(71,240)	(18,304)
Stock-in-trade		(140,977)	(929,934)
Trade debts		390,386	581,921
Advances		(73,302)	(80,751)
Short term deposits and prepayments		(19,057)	(10,379)
Other receivables		(232,709)	71,069
Sales tax refundable		(969,222)	1,321,887
		(1,116,121)	935,509
(Decrease) / Increase in trade and other payables		(488,553)	283,847
		(1,604,674)	1,219,356

9. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise the associate, other related parties, employees' provident fund trust and key management personnel. The Company in the normal course of business carried out transactions with various related parties. Detail of transactions with related parties along with period end balances are as follows:

	(Un-audited)			
	Nine months ended		Quarter ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
(RUPEES IN THOUSAND)				
i) Transactions				
Associate				
J.K. Tech (Private) Ltd (JKTPL)				
Service charges	2,160	1,980	720	660
Rental income	1,980	1,800	660	600
Expenses paid on behalf of JKTPL	327	70	60	-
Other related parties:				
Company's contribution to Employees' Provident Fund Trust	56,450	56,537	19,471	19,608
Remuneration paid to Chief Executive Officer, directors and executives	164,371	143,515	56,342	47,648
Vehicles sold to executives	19,029	10,842	2,790	-
Loans repaid to Chief Executive Officer and director	-	(500,000)	-	-
Dividend paid to executives	2	-	-	-

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

FOR THE NINE MONTHS ENDED 31 MARCH 2026

	(Un-audited)	Audited
	31 March	30 June
	2026	2025
	(RUPEES IN THOUSAND)	
ii) Period end balances		
Associate		
Trade and other payables	78	72
Other related parties		
Trade and other payables	13,606	-
Advances	2,092	12,906

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

FOR THE NINE MONTHS ENDED 31 MARCH 2026

10. SEGMENT INFORMATION

	Spinning (Un-audited)		Fabric (Un-audited)		Elimination of inter-segment transactions (Un-audited)		Total Company (Un-audited)	
	Nine months ended		Nine months ended		Nine months ended		Nine months ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025
Revenue								
External intersegment	12,068,069	13,561,365	19,534,217	19,534,217	-	-	33,328,534	33,095,582
	4,718,767	1,678,926	-	-	(4,718,767)	(1,678,926)	-	-
Cost of sales	16,786,836	15,240,291	21,260,465	19,534,217	(4,718,767)	(1,678,926)	33,328,534	33,095,582
Gross profit	(14,610,595)	(13,581,710)	(19,430,827)	(17,694,386)	4,718,767	1,678,926	(29,322,655)	(29,597,170)
Distribution cost	2,176,241	1,658,581	1,829,638	1,839,831	-	-	4,005,879	3,498,412
Administrative expenses	(176,513)	(124,605)	(787,372)	(798,155)	-	-	(963,885)	(922,760)
Profit before levy and taxation and unallocated income and expenses	(292,320)	(305,373)	(154,883)	(142,029)	-	-	(447,203)	(447,402)
Unallocated income and expenses:	(468,833)	(429,978)	(942,255)	(940,184)	-	-	(1,411,088)	(1,370,162)
Other expenses	1,707,408	1,228,603	887,383	899,647	-	-	2,594,791	2,128,250
Other income							(109,608)	(73,833)
Finance cost							388,143	364,723
Levy							(1,045,133)	(1,493,569)
Taxation							(197,999)	(266,992)
Profit after taxation							(567,396)	(248,598)
							1,062,798	409,981

10.1 Reconciliation of reportable segment assets and liabilities:

	Spinning		Fabric		Total Company	
	(Un-audited)		(Un-audited)		(Un-audited)	
	31 March 2026	30 June 2025	31 March 2026	30 June 2025	31 March 2026	30 June 2025
Total assets for reportable segments	20,932,032	20,359,766	9,475,241	9,885,834	30,407,273	30,245,600
Sales tax refundable					2,732,398	1,763,176
Advance income tax - net					46,737	-
Total assets as per condensed interim statement of financial position					33,186,408	32,008,776
Total liabilities for reportable segments	10,847,375	10,926,468	6,984,074	6,741,763	17,831,449	17,668,231
Unallocated liabilities					158,197	-
Deferred income tax liability					-	21,708
Taxation and levy - net					93,718	275,622
Other unallocated liabilities					18,083,364	17,965,561
Total liabilities as per condensed interim statement of financial position						

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

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

FOR THE NINE MONTHS ENDED 31 MARCH 2026

	Spinning (Un-audited)		Fabric (Un-audited)		Total Company (Un-audited)	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025

10.2 Geographical information

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

	(RUPEES IN THOUSAND)					
	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025
Europe	-	-	15,744,764	14,488,051	15,744,764	14,488,051
North America	-	-	3,549,124	3,707,101	3,549,124	3,707,101
South America	-	-	388,751	518,586	388,751	518,586
Asia	-	-	81,695	270,382	81,695	270,382
Australia	-	-	981,811	-	981,811	-
Africa	-	-	31,103	87,136	31,103	87,136
Pakistan	12,068,069	13,561,365	432,678	398,253	12,500,747	13,959,618
Export rebate	-	-	50,539	64,708	50,539	64,708
	12,068,069	13,561,365	21,260,465	19,534,217	33,328,534	33,095,582

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

Yarn	11,903,502	12,972,977	109,989	8,729	12,013,491	12,981,706
Fabric	-	-	4,393,505	4,305,643	4,393,505	4,305,643
Made ups	-	-	16,639,797	14,970,886	16,639,797	14,970,886
Processing income	164,557	588,388	98,316	150,198	98,316	150,198
Waste	12,068,069	13,561,365	18,858	98,761	183,425	687,149
	12,068,069	13,561,365	21,260,465	19,534,217	33,328,534	33,095,582

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

FOR THE NINE MONTHS ENDED 31 MARCH 2026

11. 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 31 March 2026 - (Un-audited)				
At fair value through profit or loss	8,738	-	-	8,738
Derivative financial assets	-	233,729	-	233,729
	<u>8,738</u>	<u>233,729</u>	<u>-</u>	<u>242,467</u>
At 30 June 2025 - (Audited)				
At fair value through profit or loss	11,445	-	-	11,445
	<u>11,445</u>	<u>-</u>	<u>-</u>	<u>11,445</u>
Financial liabilities				
At 31 March 2026 - (Un-audited)				
Derivative financial assets	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
At 30 June 2025 - (Audited)				
Derivative financial liabilities	-	64,332	-	64,332
	<u>-</u>	<u>64,332</u>	<u>-</u>	<u>64,332</u>

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 NINE MONTHS ENDED 31 MARCH 2026

12. DISCLOSURE REQUIREMENTS FOR COMPANY NOT ENGAGED IN SHARIAH NON-PERMISSIBLE BUSINESS ACTIVITIES AS ITS CORE BUSINESS ACTIVITIES

Description	(Un-audited)	Audited
	31 March 2026	30 June 2025
(RUPEES IN THOUSAND)		
Financing (long-term, short-term, or lease financing) obtained as per Islamic mode		
Short term borrowings	1,416,436	1,484,780
Long term financing	547,018	679,403
Interest or mark-up accrued on any conventional loan or advance		
Short term borrowings	624,490	1,086,869
Long term financing	206,997	261,122
Long-term and short-term Shariah compliant Investments		
Short term investments	7,822	9,080
Shariah-compliant bank deposits, bank balances, and TDRs	354,538	83,371
	(Un-audited)	
	31 March 2026	31 March 2025
	(RUPEES IN THOUSAND)	
Revenue earned from shariah compliant business segment	33,328,534	33,095,582
Gain or loss or dividend earned on Shariah compliant investments or share of profit from Shariah-compliant associates		
Dividend income	148	541
Unrealized gain on remeasurement of investments at FVTPL	-	3,213
Realized gain on sale of investments	767	10,301
Profit earned from Shariah Compliant bank deposits, bank balances or TDRs	33	59
Exchange gain earned from actual currency - net	98,754	271,950
Profit paid on Islamic mode of financing	141,978	186,411
Source and detailed breakup of other income, including breakup of other or miscellaneous portions of other income into Shariah-compliant and non-compliant income		
Shariah-compliant		
Dividend income on investments at FVTPL	148	541
Unrealized gain on remeasurement of investments at FVTPL	-	3,213
Gain on sale of investments at FVTPL	767	10,301
Profit on saving accounts and TDRs	33	59
Net exchange gain	-	254,478
Reversal of allowance for expected credit losses	140	-
Rental income	1,980	1,800
Scrap sales	3,506	21,569
Gain on disposal of operating fixed assets - net	-	2,831
Gain on disposal of non-current asset held for sale	112	-

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

FOR THE NINE MONTHS ENDED 31 MARCH 2026

	(Un-audited)	
	31 March 2026	31 March 2025
(RUPEES IN THOUSAND)		
Non-compliant		
Profit on saving accounts and TDRs	48,143	53,485
Dividend income on investments at FVTPL	10	208
Unrealized gain on remeasurement of investments at FVTPL	1,904	666
Unrealised exchange gain on forward contracts	233,729	7,751
Exchange gain earned using conventional derivative financial instruments - net	-	9,721
There was no late payment or liquidated damages during the period.		

Relationship with Shariah-compliant financial institutions, including banks, takaful operators and their windows, etc

Name	Relationship
Meezan Bank Limited	Bank balances, long term financing and short term borrowings
Dubai Islamic Bank Pakistan Limited	Bank balance and short term borrowings
Bank Islami Pakistan Limited	Bank balance and short term borrowings
First Habib Modaraba	Long term financing
Al Baraka Bank (Pakistan) Limited	Bank balance
Faysal Bank Limited	Bank balance

13. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were approved and authorized for issue on April 28, 2026 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.

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

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