

ACCOUNTS

Third Quarterly Report

2025

January-March (Un-Audited)



**AHMAD HASSAN
TEXTILE MILLS LTD.**



COMPANY PROFILE

BOARD OF DIRECTORS

<i>Chairperson</i>	Mrs. Salma Javed	Non-Executive Director
<i>Directors</i>	Mian Muhammad Javed	Executive Director
	Mr. Muhammad Haris	Executive Director
	Mrs. Bushra Ali	Non-Executive Director
	Mr. Haseeb Haris Mughal	Non-Executive Director
	Mr. Ali Kamal	Independent Director
	Mr Nazir Ahmad Khan	Independent Director

AUDIT COMMITTEE

<i>Chairman</i>	Mr. Nazir Ahmad Khan	Independent Director
<i>Members</i>	Mr. Haseeb Haris Mughal	Non-Executive Director
	Mrs. Salma Javed	Non-Executive Director

HR & R COMMITTEE

<i>Chairman</i>	Mr. Nazir Ahmad Khan	Independent Director
<i>Members</i>	Mr. Muhammad Haris	Executive Director
	Mrs. Salma Javed	Non-Executive Director

CHIEF FINANCIAL OFFICER Jamal Ahmed

HEAD OF INTERNAL AUDIT Rao Saqib Ali

COMPANY SECRETARY Muhammad Nafees Ahmad Rahi

AUDITORS M/s Yousuf Adil (Chartered Accountants)

BANKERS Bank Al-Habib Limited
Allied Bank Limited
Bank Al-Falah Limited
Soneri Bank Limited
National Bank of Pakistan
Dubai Islamic Bank Pakistan Limited

REGISTERED OFFICE 46 - Hassan Parwana Colony, Multan.

MILLS M.M. Road, Chowk Sarwar Shaheed,
Distt. Muzaffargarh.

SHARES REGISTRAR M/s Vision Consulting Limited
5-C, LDA Flats, Lawarnce Road, Lahore.



Directors' Review

In the Name of Allah, the Most Beneficent, the Merciful

Dear Shareholders

We feel immense pleasure for presenting the Condensed Interim Financial Statements of your Company for the nine months ended March 31, 2025.

SUMMARIZED FINANCIAL RESULTS:

Particulars	March 31, 2025 (Rupees)	March 31, 2024 (Rupees)
Sales-Net	4,430,406,139	3,841,947,746
Gross Profit	339,737,972	211,296,875
Distribution cost	26,775,599	28,199,282
Administrative Expenses	64,487,481	55,919,940
Finance Cost	133,128,817	91,991,371
Profit Before Taxation	113,667,360	69,243,237
Profit After Taxation	61,657,676	37,656,018
G. P. Ratio	7.67%	5.5%
Profit Before Tax Ratio	2.57%	1.80%
Profit After Tax Ratio	1.39%	0.98%
EPS	7.28	4.45

REVIEW OF FINANCIAL RESULTS:

During the period under review, overall financial results of the Company shown considerable improvement which are mainly attributable to yarn at relatively cheaper rates, reduction of electricity cost due to enhancement of capacity of solar system and reduction of mark-rates of the banks. Sales revenue of the Company showed positive growth of 15% as compared to corresponding period. Gross profit ratio stood to 7.67% in current period as compared to 5.50% recorded in preceding period. In the same line, profit before tax ratio registered to 2.57% & profit after tax ratio registered to 1.39% as compared to 1.80% & 0.99% registered in preceding period respectively. Distribution cost stood almost at the same level whereas Admin cost slightly increased by 15% mainly due to inflation.

FUTURE OUTLOOK

High burden of foreign debts, high level of trade deficit and high level of circular debts are causing economy of the country vulnerable to instability. Despite sluggish economy, signs of recovery for textile industry emerged in the first half of the fiscal year 2024-25 driven by effective inflation control measures, stability of dollar rates and lowering of interest rate by SBP.

At this time significant point of time, Pakistani government has imposed "Off the Grid (Captive Power Plants) Levy Ordinance, 2025" to collect a levy from captive power



plants (CPPs) on their natural gas consumption. This move was made to fulfill condition of IMF and aims to reduce electricity tariffs for other consumers by shifting the burden to CPPs. The levy is intended to discourage CPPs from using gas for power generation and encourage them to use the national grid instead.

On international front, trade is facing multiple challenges including but not limited to weaker global demand and geopolitical tensions. The US has announced significant increases in tariffs on imports which is currently put on hold for 90 days. Many economists view tariffs unfavorable arguing that it will cause increase in prices and reduction of competition. But others suggest that tariffs may benefit the country that applies them. The US is among Pakistan's largest trading partners, and experts noted that Pakistan's exports are largely dominated by textiles, which could be among the most affected areas. During the first seven months of FY2025, exports to the US totaled to \$3.6 billion, accounting for 19% of Pakistan's total exports. Out of this, 79% (\$2.8 billion) consisted of textile and apparel products. In this way, export of textile products is likely to affect significantly due to levy of tariff.

In order to stay competitive in the market, management of your company has been acting proactively to reduce controllable costs. Your Company is focusing on cheaper source of electricity generation available in market with minimal financial cost. In pursuance thereto, your Company has already commissioned solar project having rated capacity of 1,881.7 Kw in the last two years. Another project for installation of solar system having rated capacity of 839 Kw is under progress.

Besides increasing trend of raw material & other input costs, your directors are determined to improve sales, reduce costs of doing business and maintain high profitability.

We hope all of your directors' sincerely efforts towards the reduction in business cost; will result in increase in shareholder's wealth and stakeholder's interest in your Company.

ACKNOWLEDGMENT

Your directors place on records their deep appreciation for the efforts made by the workers and staff of the Company for their deep devotion to work.

Your directors would also like to express thanks to the Shareholders and Financial Institutions for their support and assistance.

On the behalf of the Board of Directors

Chief Executive

Director

Multan

Dated: April 28, 2025

ڈائریکٹرز کی جائزہ رپورٹ

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

محترم حصہ داران!

ہمیں 31 مارچ 2025 کو ختم ہونے والے نو ماہ کے لئے آپ کی کمپنی کے غیر آڈٹ شدہ اکاؤنٹس پیش کرنے میں خوشی ہے۔

مالیاتی نتائج کا خلاصہ	2025 مارچ (روپوں میں)	2024 مارچ (روپوں میں)
نیٹ سیلر	4,430,406,139	3,841,947,746
گراس پرائف	339,737,972	211,296,875
تھیں کی لاگت	26,775,599	28,199,282
انتظامی اخراجات	64,487,481	55,919,940
مالیاتی لاگت	133,128,817	91,991,371
ٹیکسٹن سے قبل پرائف	113,667,360	69,243,237
ٹیکسٹن کے بعد پرائف	61,657,676	37,656,018
ٹی بی تناسب	7.67%	5.50%
پرائف قبل از ٹیکس تناسب	2.57%	1.80%
پرائف بعد از ٹیکس تناسب	1.39%	0.98%
منافع فی شیئر	7.28	4.45

کاروباری امور کا جائزہ

زیر جائزہ مدت کے دوران کمپنی کے مجموعی مالیاتی نتائج میں خاطر خواہ بہتری دکھائی دی جس کی بنیادی وجہ بنیاد سے نزخوں پر یاران، سولر سسٹم کی صلاحیت میں اضافے کی وجہ سے بجلی کی لاگت میں کمی اور ٹیکسوں کے مارک ریٹ میں کمی ہے۔ کمپنی کی سیلر ریونیو میں اسی مدت کے مقابلے میں 15 فیصد کی مثبت نمو دکھائی گئی۔ مجموعی منافع کا تناسب موجودہ مدت میں 7.67 فیصد رہا جو گزشتہ مدت میں 5.50 فیصد ریکارڈ کیا گیا تھا۔ اسی لائن میں، ٹیکس سے پہلے کا منافع %2.57 اور ٹیکس کے بعد کا منافع %1.39 رجسٹرڈ ہوا جو گزشتہ مدت میں رجسٹرڈ ہوا تھیں۔ %1.80 اور %0.99 تھا۔ ٹیکس کی لاگت تقریباً اسی سطح پر رہی جبکہ ایڈکس لاگت میں قدرے %15 اضافہ ہوا جس کی بنیادی وجہ اخراجات رہے۔

مستقبل کا نقطہ نظر:

غیر ملکی قرضوں کا زیادہ بوجھ، تجارتی خسارے کی بلند سطح اور گردش قرضوں کی بلند سطح کی معیشت کو عدم استحکام سے دوچار کر رہی ہے۔ ستم معیشت کے باوجود، ٹیکسٹائل کی صنعت کی بحالی کے آثار مالی سال 2024-25 کی پہلی ششماہی میں منہگائی پر قابو پانے کے موثر اقدامات، ڈالر کی شرح میں استحکام اور اسٹیٹ بینک کی جانب سے شرح سود میں کمی کے باعث نمودار ہوئے۔

اس وقت اہم موڑ پر، پاکستانی حکومت نے "آف دی گرڈ" کمیٹیجی پاور پلانٹس (یو آر ڈیٹنٹس، "2025 نافذ کیا ہے تاکہ کمیٹیجی پاور پلانٹس (CPPs) سے ان کی قدرتی گیس کی کھپت پر یو ایف وی وصول کی جاسکے۔ یہ اقدام آئی ایم ایف کی شرط کو پورا کرنے کے لیے کیا گیا ہے اور اس کا مقصد دیگر صارفین کے لیے بجلی کے نرخوں کو کم کرنا ہے اور بوجھ کو سی پی پیز پر منتقل کرنا ہے۔ یو ایف وی کا مقصد سی پی پیز کو بجلی کی پیداوار کے لیے گیس کے استعمال کی حوصلہ شکنی اور اس کی بجائے گریڈ استعمال کرنے کی ترغیب دینا ہے۔

بین الاقوامی محاذ پر تجارت کو متحدہ چین جو کاسا مٹا ہے جن میں کمزور عالمی طلب اور جغرافیائی سیاسی تناؤ شامل ہیں لیکن ان تک محدود نہیں۔ امریکہ نے درآمدات پر محصولات میں نمایاں اضافے کا اعلان کیا ہے جسے فی الحال 90 دنوں کے لیے روک دیا گیا ہے۔ بہت سے ماہرین اقتصادیات ٹریف کو تارکیت دیتے ہیں اور یہ دلیل دیتے ہیں کہ قیمتوں میں اضافے اور مسابقت میں کمی کا سبب بنے گی۔ لیکن دوسرے لوگ ٹریف کو بڑھاتے ہیں کہ محصولات ان کا اطلاق کرنے والے ملک کو فائدہ پہنچا سکتے ہیں۔ امریکہ پاکستان کے سب سے بڑے تجارتی شراکت داروں میں سے ایک ہے، اور ماہرین نے نوٹ کیا کہ پاکستان کی برآمدات میں زیادہ تر ٹیکسٹائل کاغذ ہے، جو سب سے زیادہ متاثرہ علاقوں میں سے ہو سکتا ہے۔ مالی سال 2025 کے پہلے سات مہینوں کے دوران، امریکہ کو مجموعی طور پر 3.6 بلین ڈالر کی برآمدات ہوئیں، جو پاکستان کی کل برآمدات 19 فیصد ہے۔ اس میں سے %79 (\$2.8 بلین) ٹیکسٹائل اور بلبوسات کی مصنوعات پر مشتمل ہے۔ اس طرح ٹیکسٹائل مصنوعات کی برآمد پر محصولات عائد کرنے سے نمایاں طور پر متاثر ہونے کا خدشہ ہے۔



CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED) FOR THE QUARTER AND NINE MONTHS ENDED AS AT MARCH 31, 2025

	March 31, 2025	June 30, 2024
	Rupees	Rupees
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	2,345,982,607	1,705,004,326
Long term deposits	13,739,322	13,739,322
	2,359,721,929	1,718,743,648
CURRENT ASSETS		
Stores and spares	54,620,250	64,432,671
Stock-in-trade	1,152,266,082	1,257,467,390
Trade debts	384,323,957	367,450,616
Loans and advances	57,095,109	6,250,383
Advance tax	41,957,656	74,339,412
Due from Government	317,879,221	374,633,658
Other receivables	1,448,489	3,297,797
Short term investment	18,043,667	28,232,957
Cash and bank balances	7,667,205	8,570,843
	2,035,301,636	2,184,675,727
TOTAL ASSETS	4,395,023,565	3,903,419,375
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital	200,000,000	200,000,000
Issued, subscribed and paid up share capital	84,715,354	84,715,354
Capital reserve	32,746,284	32,746,284
Surplus on revaluation of property, plant and equipment	980,290,081	508,050,844
Revenue reserve - unappropriated profit	1,283,812,400	1,208,585,131
	2,381,564,119	1,834,097,613
Subordinated loans	62,500,000	62,500,000
NON-CURRENT LIABILITIES		
Long term financing	207,444,337	194,602,173
Lease liabilities	14,458,070	21,032,552
Deferred taxation	277,441,634	83,802,504
	499,344,041	299,437,229
CURRENT LIABILITIES		
Trade and other payables	538,479,112	747,279,775
Unclaimed dividend	4,110,591	4,110,591
Short term borrowings	649,892,543	699,131,943
Current portion of non-current liabilities	183,774,306	161,857,896
Accrued finance cost	19,909,533	32,172,464
Provision for taxation	55,449,320	62,831,864
	1,451,615,405	1,707,384,533
TOTAL EQUITY AND LIABILITIES	4,395,023,565	3,903,419,375

Sd/-
Chief Executive

Sd/-
Director

Sd/-
Chief Financial Officer



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

	Nine months period ended		Quarter ended	
	Mar 31, 2025	Mar 31, 2024	Mar 31, 2025	Mar 31, 2024
	Rupees	Rupees	Rupees	Rupees
Sales - net	4,430,406,139	3,841,947,746	1,382,441,034	1,344,186,118
Cost of sales	(4,090,668,167)	(3,630,650,871)	(1,258,129,868)	(1,298,104,685)
Gross profit	339,737,972	211,296,875	124,311,166	46,081,433
Other income	6,581,402	33,544,936	779,352	1,945,977
Profit on trading	81,414	6,230,418	-	6,221,598
Distribution cost	(26,775,599)	(28,199,282)	(11,965,898)	(6,719,287)
Administrative expenses	(64,487,481)	(55,919,940)	(23,398,962)	(19,419,518)
Other operating expenses	(8,341,531)	(5,718,399)	(3,593,309)	(15,000)
	(92,941,795)	(50,062,267)	(38,178,817)	(17,986,230)
Profit before finance cost	246,796,177	161,234,608	86,132,349	28,095,203
Finance cost	(133,128,817)	(91,991,371)	(37,714,465)	(37,725,290)
Profit before levies/taxation	113,667,360	69,243,237	48,417,884	(9,630,087)
Levies/Taxation	(52,009,684)	(31,587,219)	(16,936,586)	11,966,862
Profit after levies/taxation	61,657,676	37,656,018	31,481,298	2,336,775
Earnings per share - basic and diluted	7.28	4.45	3.72	0.28

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

Nine months period ended.....	Quarter ended.....	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	Rupees	Rupees	Rupees	Rupees
Profit for the period	61,657,676	37,656,018	31,481,298	12,508,884
Other comprehensive Income for the period:				
Items that will not be subsequently reclassified to profit or loss:				
Impact of revaluation carried out during the period	682,137,753	-	682,137,753	-
Less: related deferred tax	(196,328,927)	-	(196,328,927)	-
	485,808,826	-	485,808,826	-
Total comprehensive income for the period	547,466,502	37,656,018	517,290,124	12,508,884

Sd/-
Chief Executive

Sd/-
Director

Sd/-
Chief Financial Officer



Ahmad Hassan Textile Mills Limited

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

	...Nine month period ended...	
	Mar 31, 2025 Rupees	Mar 31, 2024 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	113,667,360	69,243,237
Adjustments for:		
Depreciation on property, plant and equipment	75,844,967	65,982,898
Provision for Workers' Profit Participation Fund	6,011,976	4,092,121
Provision for Workers' Welfare Fund	2,284,551	1,579,278
Provision for gratuity	-	14,840,304
Gain on disposal of property, plant and equipment	(281,850)	(497,509)
Dividend Income	-	(406,014)
Unrealized (gain) / loss on remeasurement of short term investments	(1,642,950)	(1,835,104)
(Gain) / loss on disposal of short term investment	(269,517)	(1,723,223)
Finance cost - net	133,128,817	91,991,371
	215,075,994	174,024,122
Cash flows before working capital changes	328,743,354	243,267,359
Working capital changes:		
(Increase) / decrease in current assets		
Stores, spares and loose tools	9,812,421	5,086,126
Stock in trade	105,201,308	(25,163,226)
Trade debts	(16,873,341)	(101,879,596)
Loans and advances	(18,462,970)	(5,903,213)
Due from Government	56,754,437	(51,983,713)
Other receivables	1,849,308	92,753
Increase / (decrease) in current liabilities		
Trade and other payables	(207,435,477)	(80,777,050)
	(69,154,314)	(260,527,919)
Cash generated from / (used in) from operations	259,589,040	(17,260,560)
Income tax paid - net	(62,082,025)	(73,846,408)
Finance cost paid - net	(145,391,748)	(81,124,677)
Long term deposits - net	-	492,498
Paid to Workers' Profit Participation Fund	(9,661,713)	(11,777,389)
Staff gratuity paid	-	(14,840,304)
	(217,135,486)	(181,096,280)
Net cash generated from / (used in) from operating activities	42,453,554	(198,356,840)
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(7,160,045)	(112,028,577)
Decrease in Capital Work in Progress	(31,893,939)	26,263,094
Proceeds from disposal of property, plant and equipment	4,650,000	561,000
Investment property	-	(29,514,550)
Short term investments	12,102,100	(7,795,845)
Dividend income	-	406,014
Net cash (used in) from investing activities	(22,301,884)	(122,108,864)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term finances - net	34,758,574	82,206,357
Repayment of principal portion of lease liabilities	(6,574,482)	(4,584,063)
Dividend paid	-	(4,712,165)
Short term finances - net	(49,239,400)	232,536,217
Net cash (used in) / generated from financing activities	(21,055,308)	305,446,346
NET (DECREASE) IN CASH AND CASH EQUIVALENTS	(903,638)	(15,019,358)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	8,570,843	17,174,375
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	7,667,205	2,155,017

Sd/-
Chief Executive

Sd/-
Director

Sd/-
Chief Financial Officer

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

	Issued, subscribed and paid up share capital	Reserves			Total
		Capital		Revenue	
		Share premium	Surplus on revaluation of property, plant and equipment	Unappropriated profit	
Rupees					
Balance as at June 30, 2023 (Audited)	84,715,354	32,746,284	527,309,623	1,155,019,175	1,799,790,436
Distribution to owners:					
Final cash dividend of Rs. 0.75 per share for the year ended June 30, 2023				(6,353,648)	(6,353,648)
Total comprehensive income for the period:					
Profit for the period	-	-	-	37,656,018	37,656,018
Other comprehensive income for the period	-	-	-	-	-
	-	-	-	37,656,018	37,656,018
Transfer from revaluation surplus on account of incremental depreciation - net of deferred tax	-	-	(14,441,933)	14,441,933	-
Balance as at March 31, 2024 (Un-Audited)	84,715,354	32,746,284	512,867,690	1,200,763,478	1,831,092,806
Distribution to owners:					
Final cash dividend of Rs. nil per share for the year ended June 30, 2024				-	-
Total comprehensive income for the period:					
Profit for the period	-	-	-	3,004,811	3,004,811
Other comprehensive income for the period	-	-	-	-	-
	-	-	-	3,004,811	3,004,811
Transfer from revaluation surplus on account of incremental depreciation - net of deferred tax	-	-	(4,816,846)	4,816,846	-
Balance as at June 30, 2024 (Audited)	84,715,354	32,746,284	508,050,844	1,208,585,135	1,834,097,617
Total comprehensive income for the period:					
Profit for the period	-	-	-	61,657,676	61,657,676
Other comprehensive income for the period	-	-	485,808,826	-	485,808,826
	-	-	485,808,826	61,657,676	547,466,502
Transfer from revaluation surplus on account of incremental depreciation - net of deferred tax	-	-	(13,569,591)	13,569,591	-
Balance as at March 31, 2025 (Un-Audited)	84,715,354	32,746,284	980,290,079	1,283,812,402	2,381,564,119

NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER AND NINE MONTHS ENDED AS AT MARCH 31, 2025

1. These un-audited accounts are being presented to the shareholders as required under SECP notification No.764(1)/2001 dated 05-11-2001 and in accordance with the requirements of International Accounting Standard-34 "Interim Financial Reporting".
2. Accounting policies adopted for the preparation of these quarterly accounts are the same as adopted in the preceding annual accounts.
3. Figures from previous year have been re-arranged for the purpose of comparison wherever necessary.
4. Figures in these accounts have been rounded off to the nearest rupee.
5. Provisions for taxation has been calculated on turnover basis.

Sd/-
Chief Executive

Sd/-
Director

Sd/-
Chief Financial Officer

AHMAD HASSAN TEXTILE MILLS LTD.

**46 - Hassan Parwana Colony,
MULTAN**

Ph # +92 61 4512933, 4512362

Fax # +92 61 4512361

email: sec@ahtml.com.pk

web: www.ahtml.com.pk