GUL AHMED TEXTILE MILLS LIMITED

FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED
DECEMBER 31, 2024

INTRODUCTION & OVERVIEW OF THE COMPANY

Company Information

BOARD OF DIRECTORS	Mohomed Bashir	- Chairman
	Zain Bashir	- Vice Chairman/ Executive Director
	Mohammed Zaki Bashir	- Chief Executive Officer
	Ziad Bashir	- Non-Executive Director
	Ehsan A. Malik	- Non-Executive Director
	Zeeba Ansar	- Independent Director
	Kamran Y Mirza	- Independent Director
CHIEF FINANCIAL OFFICER	Muhammad Kashif Riaz	
COMPANY SECRETARY	Salim Ghaffar	
AUDIT COMMITTEE	Kamran Y. Mirza	- Chairman & Member
	Mohomed Bashir	- Member
	Ehsan A. Malik	- Member
	Salim Ghaffar	- Secretary
HUMAN RESOURCE AND REMUNERATION COMMITTEE	Zeeba Ansar	- Chairman & Member
	Mohomed Bashir	- Member
	Zain Bashir	- Member
	Salim Ghaffar	- Secretary
BANKERS	Allied Bank Limited	
	Al Baraka Bank (Pakistan) Limited	
	Askari Bank Limited	
	Bank Al Habib Limited	
	Bank Alfalah Limited	
	Bank of Khyber	
	Bankislami Pakistan Limited	
	Citi Bank	
	Dubai Islamic Bank Pakistan Limited	
	Faysal Bank Limited	
	Habib Bank Limited	
	Habib Metropolitan Bank Limited	
	Industrial and Commercial Bank of China	
	JS Bank limited	
	MCB Bank Limited	
	MCB Islamic Bank Limited	
	Meezan Bank Limited	
	National Bank Of Pakistan	
	Samba Bank Limited	
	Silkbank Limited	
	Soneri Bank Limited	

	Standard Chartered Bank (Pakistan) Limited Bank Makramah Limited The Bank Of Punjab United Bank Limited
AUDITORS	Yousuf Adil Chartered Accountants
INTERNAL AUDITORS	BDO Ebrahim & Co. Chartered Accountants
LEGAL ADVISORS	A.K. Brohi & Co Advocates
REGISTERED OFFICE	Plot No.H-7, Landhi Industrial Area Landhi, Karachi-75120
SHARE REGISTRAR	FAMCO SHARE REGISTRATION Services (Pvt.) Limited 8-F, Next to Hotel Faran, Nursery, Block 6, P.E.C.H.S., Shahrah-E-Faisal, Karachi. Phone No. (+92-021) 34380101-5 Fax No. (+92-021) 34380106
MILLS	Landhi Industrial Area, Karachi-75120
CONTACT US	Email: finance@gulahmed.com Website: www.gulahmed.com Facebook: https://www.facebook.com/GulahmedFashion YouTube: https://www.youtube.com/@GulAhmedOfficial LinkedIn: https://pk.linkedin.com/company/gul-ahmed-textile-mills-limited Instagram: https://www.instagram.com/gulahmedfashion

Directors' Report

Dear Members

The Directors of the Company are pleased to present the performance review and the unaudited financial statements for the period ended December 31st, 2024.

Global Economic Landscape:

The global economy experienced slower-than-expected growth in the last quarter of 2024, with global GDP expanding at 3.1%, down from the initial forecast of 3.2%. Inflation, while easing in some regions, remained elevated in others, with global inflation at 5.2% by December 2024, a decline from 6.2% in mid-2024 but still above pre-pandemic levels. Geopolitical risks and disruptions in global trade flows continued to undermine confidence in certain regions, further complicating the outlook. While some sectors, particularly those related to digital and green energy transitions, showed resilience, the overall global economic growth was weaker than anticipated.

Political stability and geopolitical risks played a crucial role in shaping the global economic outlook for the first half of FY25. While tensions between major economies like the U.S. and China slightly eased, ongoing trade conflicts and issues such as tariffs and technology transfers continued to create market uncertainties. In its recent report, the World Bank highlighted geopolitical risks, such as conflicts in Eastern Europe and the Middle East, that could hinder global growth, especially in energy and trade. The performance of the global economy will rely on balancing recovery, inflation control, and these geopolitical challenges.

Pakistan’s Economic Landscape:

During the first half of the FY25, Pakistan's economy experienced a combination of both challenges and positive developments. The country's annual inflation rate significantly decreased to 4.1%, and further dropped to 2.4% in January 2025, marking the lowest level in over nine years. This sharp decline from 28.3% in January 2024 is largely attributed to statistical base effects, currency stability, and a decrease in food prices.

In response to the easing inflation, Pakistan's central bank lowered its benchmark interest rate to 12%, following a series of rate cuts that began in June 2024 when rates had peaked at 22%. However, despite these positive trends, the economy continues to grapple with structural challenges, including inefficiencies within the energy sector, growing circular debt, and issues related to low domestic production capacity and a widening trade deficit. Tackling these challenges is essential to ensure sustained long-term economic stability and growth.

Pakistan's balance of trade for the first half of FY25 recorded a deficit of $11.20 billion, compared to $11.16 billion in the same period last year (SPLY). During this period, exports amounted to $16.64 billion, marking an increase of 11.04% from $14.98 billion in the SPLY. Conversely, imports totaled $27.84 billion, which represents a rise of 6.52% compared to $26.14 billion during the corresponding period last year.

Pakistan’s Textile Sector:

Pakistan exported goods worth $9.08 billion of textile products during the first half of current FY25. The exports of the textile product witnessed an increase of 9.3% during half year of FY25 as against the exports of $ 8.28 billion during SPLY.

Below is the breakdown of export sales for key textile commodities:

Textile Commodities	Export July24 -Dec24 (Million)	Export July23 –Dec23 (Million)	Change
Knit wear	$ 2,565	$ 2,202	16.4%
Readymade garments	$ 2,044	$ 1,669	22.4%
Bed wear	$ 1,580	$ 1,377	14.7%
Cotton cloth	$ 964	$ 926	4.1%
Cotton Yarn	$ 365	$ 588	-37.9%
Others	$ 1566	$ 1521	2.9%
Total	**$ 9,084**	**$ 8,283**	**9.3%**

Financial Performance:

A comparison of the key financial results of the Company for the period ended on December 31st, 2024, is as follows:

Profit and Loss Summary

	December 2024	December 2023	Percentage Favourable / (Unfavourable)
	----- (Rupees in '000) -----		
Direct Export	55,250,632	47,793,901	16%
Indirect Export	19,655,813	15,423,693	27%
Local	6,730,362	5,884,137	14%
Sales (Net)	**81,636,807**	**69,101,731**	**18%**
Cost of Sales	(73,771,536)	(60,980,297)	21%
Gross Profit	7,865,271	8,121,434	-3%
Finance cost	(3,389,635)	(3,167,062)	7%
Profit before Taxation	1,392,129	2,314,621	-40%
Profit after Taxation	1,011,825	1,300,281	-22%
Earning Per Share (EPS)	1.37	1.76	-22%

Company Sales Performance:

Your company has achieved a remarkable 22% increase in export sales in USD compared to the SPLY. This is particularly impressive given that the country's textile exports have only risen by 9.67% in the first half of FY2025. Although sales in USD terms have increased by 22%, the growth in export sales in PKR terms is 16%, primarily due to the strengthening of the Pakistani Rupee against the US Dollar, which has affected the overall sales when measured in local currency.

On the local sales front, including indirect exports, your company has managed a 24% growth, overcoming various challenges. As a result, overall sales in PKR have increased by an impressive 18% compared to SPLY. This performance reflects the effectiveness of your company's strategic initiatives and targeted outreach efforts. However, it's worth noting that, despite these gains, margins have been under pressure due to ongoing cost challenges.

Costs and Financial Metrics:

The cost of sales has risen by 21%, largely driven by factors such as increased material costs, higher energy prices, and a rise in minimum wages.

Fuel and power expenses have seen a sharp increase, climbing to Rs. 7.2 billion from Rs. 5 billion, reflecting a significant rise of Rs. 2.1 billion (42%). This surge, primarily due to higher gas prices, has notably affected the company's profitability.

In response to the escalating energy costs, the company has implemented a 2 MW rooftop solar power system and is in the final stages of installing an additional 17.2 MW rooftop system, which is expected to be operational by Q4 FY25. The company is also considering the installation of an additional 10-15 MW of solar capacity across its various lands, along with a significant battery storage system. This is in addition to evaluating a Biomass Co-generation plant to help mitigate the impact of rising gas prices. These efforts are aimed at reducing reliance on costly traditional energy sources, demonstrating the company's commitment to sustainability and long-term cost management. Company is also evaluating other alternative energy options to minimize the gas price hikes impact on the Company's energy cost, hence reducing Company's profit margins.

Future Economic Outlook:

Global economic growth is expected to stabilize at 3.3% in 2025 and 2026, slightly below pre-pandemic averages. Advanced economies are likely to perform better, while emerging markets face more challenges. Although inflation is easing, it remains a concern, especially in emerging economies, where food and energy prices continue to put pressure. Tightening monetary policies could also affect long-term financial stability and growth.

Geopolitical tensions, trade uncertainties, and climate change will continue to pose risks to the global economy. Ongoing instability in regions like Eastern Europe, the Middle East, and Asia could disrupt trade and supply chains, while protectionist policies may hinder global cooperation. Additionally, climate-related challenges, particularly in developing countries, could further strain economies, highlighting the need for international coordination to mitigate these risks and support sustainable growth.

In early 2025, Pakistan's export sector demonstrated modest growth, though the increase in imports led to a widening of the trade deficit. Remittances, a crucial source of foreign exchange, surged by 32.8%, totaling $17.8 billion in the first half of the FY25. This positive development in remittances helped alleviate some of the financial pressure on the economy. On the political front, despite ongoing instability and a deepening political deadlock, there have been efforts to maintain dialogue, which could lead to a more stable environment in the future.

However, the rising cost of gas and electricity remains a significant challenge. Electricity tariffs were recently increased, despite lower-than-expected fuel costs, due to necessary adjustments in the national tariff regime to address financial gaps in the power sector. The recent 16.7% increase in the gas tariff for Captive Power Plants (CPPs), raising the rate from Rs. 3,000 to Rs. 3,500 per MMBtu, poses a significant challenge to Pakistan's textile sector. Already facing rising production costs and global competition, this hike threatens the competitiveness of the industry, which accounts for over 60% of exports and millions of jobs. The higher energy costs for CPPs could reduce the sector's ability to maintain cost-effective production, affecting its position in international markets. Pakistan secured a $1 billion loan from two Middle Eastern banks, helping to bolster its foreign exchange reserves. While challenges remain, the growth in exports, remittances, and external financial support provide a foundation for potential economic recovery, offering hope for a more stable future.

Acknowledgement

We extend our gratitude to our dedicated employees and the unwavering support of our customers, financial institutions, shareholders, and esteemed Board of Directors.

For and on behalf of the Board

MOHOMED BASHIR	**MOHAMMED ZAKI BASHIR**
Chairman	Chief Executive Officer

February 24, 2025
Karachi

YOUSUF ADIL
PACE ALIGNED ...

Yousuf Adil
Chartered Accountants

Cavish Court, A-35, Block 7 & 8
KCHSU, Shahrah-e-Faisal
Karachi-75350
Pakistan

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the Members of Gul Ahmed Textile Mills Limited

Report on Review of Unconsolidated Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of **Gul Ahmed Textile Mills Limited** (the Company) as at **December 31, 2024**, and the related unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity, and unconsolidated condensed interim statement of cash flows, and notes to the unconsolidated condensed interim financial statements for the six months then ended (here-in-after referred to as 'unconsolidated condensed interim financial statements'). Management is responsible for the preparation and presentation of the unconsolidated condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these unconsolidated condensed interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity'. A review of the unconsolidated condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated condensed interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for the interim financial reporting.

Other Matters

The figures of the condensed interim income statement, condensed interim statement of comprehensive income and related notes for the quarter ended December 31, 2024 have not been reviewed, as we are only required to review the cumulative figures for the half year ended December 31, 2024.

The unconsolidated condensed interim financial statements for the six months ended December 31, 2023 and the annual unconsolidated financial statements of the Company for the year ended June 30, 2024 were reviewed and audited by another firm of Chartered Accountants who vide their reports dated February 28, 2024 and October 04, 2024 respectively expressed an unmodified conclusion and unmodified opinion thereon.

The engagement partner on the engagement resulting in this independent auditors' review report is Nadeem Yousuf Adil.

Yousuf Adil
Chartered Accountants

Place: Karachi
Date: February 27, 2025
UDIN: RR202410091XaEbQOI08

Gul Ahmed Textile Mills Limited
Unconsolidated Condensed Interim Statement of Financial Position
As at December 31, 2024

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
ASSETS		(Rupees in '000)	
Non-current assets			
Property, plant and equipment	4	**49,400,784**	50,023,808
Intangible assets	5	**46,879**	45,484
Long term investments	6	**3,591,206**	3,591,206
Long term loans		**24,089**	17,939
Long term deposits		**145,595**	145,595
Total non-current assets		**53,208,553**	53,824,032
Current assets			
Stores and spares		**2,177,824**	2,298,322
Stock-in-trade		**49,188,277**	49,014,078
Trade debts		**27,908,200**	24,567,107
Loans, advances and other receivables		**3,669,379**	2,638,317
Short term prepayments		**308,255**	63,612
Receivable from government		**3,987,657**	3,705,858
Short term investments	7	**500,000**	1,243
Cash and bank balances		**421,949**	375,876
Total current assets		**88,161,541**	82,664,413
TOTAL ASSETS		**141,370,094**	136,488,445
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised share capital 5,000,000,000 (June 30, 2024: 5,000,000,000) ordinary shares of Rs. 10 each		**50,000,000**	50,000,000
Issued, subscribed and paid-up share capital 740,059,458 ordinary shares of Rs. 10 each (June 30, 2024: 740,059,458 ordinary shares of Rs. 10 each)		**7,400,594**	7,400,594
Reserves	8	**38,364,454**	37,352,629
Total equity		**45,765,048**	44,753,223
Non-current liabilities			
Long term financing - secured	9	**12,973,407**	14,591,587
Deferred income - government grant		**62,358**	74,655
Defined benefit plan - staff gratuity		**480,664**	523,996
Total non-current liabilities		**13,516,429**	15,190,238
Current liabilities			
Trade and other payables		**26,917,442**	28,775,841
Accrued mark-up / profit		**648,778**	1,391,643
Short term borrowings	10	**49,835,709**	42,005,502
Current maturity of long term financing - secured	9	**3,166,994**	3,233,936
Current maturity of deferred income - government grant		**26,210**	28,251
Unclaimed dividend		**9,840**	9,840
Unpaid dividend		**23,505**	23,505
Taxation-net		**1,460,139**	1,076,466
Total current liabilities		**82,088,617**	76,544,984
Total liabilities		**95,605,046**	91,735,222
TOTAL EQUITY AND LIABILITIES		**141,370,094**	136,488,445
Contingencies and commitments	11		

The annexed notes from 1 to 22 form an integral part of these unconsolidated condensed interim financial statements.

Mohomed Bashir **Chairman**	**Mohammed Zaki Bashir** **Chief Executive Officer**	**Muhammad Kashif Riaz** **Chief Financial Officer**

Gul Ahmed Textile Mills Limited
Unconsolidated Condensed Interim Statement of Profit or Loss (Un-audited)
For the six months ended December 31, 2024

	Note	Six months ended		Three months ended	
		December 31, 2024	December 31, 2023	**December 31, 2024**	December 31, 2023
		---------------------------- (Rupees in '000) ----------------------------			
Revenue from contract with customers - net	12	**81,636,807**	69,101,731	**39,558,704**	33,459,964
Cost of sales		**(73,771,536)**	(60,980,297)	**(35,262,044)**	(29,327,413)
Gross profit		**7,865,271**	8,121,434	**4,296,660**	4,132,551
Selling and distribution cost		**(2,000,422)**	(1,451,424)	**(896,375)**	(707,563)
Administrative cost		**(1,989,782)**	(1,769,319)	**(1,042,760)**	(819,889)
Other operating cost		**(134,636)**	(180,360)	**(87,031)**	(88,798)
		(4,124,840)	(3,401,103)	**(2,026,166)**	(1,616,250)
Operating profit		**3,740,431**	4,720,331	**2,270,494**	2,516,301
Other income		**1,041,333**	761,352	**97,527**	257,093
Finance costs		**(3,389,635)**	(3,167,062)	**(1,648,051)**	(1,576,914)
Profit before levies and income tax		**1,392,129**	2,314,621	**719,970**	1,196,480
Levies	13 & 20	**(800,732)**	(738,265)	**(387,027)**	(357,356)
Profit before income tax		**591,397**	1,576,356	**332,943**	839,124
Income tax	14	**420,428**	(276,075)	**321,947**	(135,630)
Profit after taxation		**1,011,825**	1,300,281	**654,890**	703,494
		---------------------------- (Rupees) ----------------------------			
Earnings per share - basic and diluted		**1.37**	1.76	**0.88**	0.95

The annexed notes from 1 to 22 form an integral part of these unconsolidated condensed interim financial statements.

Mohomed Bashir	**Mohammed Zaki Bashir**	**Muhammad Kashif Riaz**
Chairman	**Chief Executive Officer**	**Chief Financial Officer**

Gul Ahmed Textile Mills Limited
Unconsolidated Condensed Interim Statement of Comprehensive Income (Un-audited)
For the six months ended December 31, 2024

	Six months ended		Three months ended	
	December 31, 2024	December 31, 2023	**December 31, 2024**	December 31, 2023
	---------------------------- (Rupees in '000) ----------------------------			
Profit after taxation	**1,011,825**	1,300,281	**654,890**	703,494
Other comprehensive income	**-**	-	**-**	-
Total comprehensive income for the period	**1,011,825**	1,300,281	**654,890**	703,494

The annexed notes from 1 to 22 form an integral part of these unconsolidated condensed interim financial statements.

Mohomed Bashir **Chairman**	**Mohammed Zaki Bashir** **Chief Executive Officer**	**Muhammad Kashif Riaz** **Chief Financial Officer**

Gul Ahmed Textile Mills Limited
Unconsolidated Condensed Interim Statement of Changes in Equity (Un-audited)
For the six months ended December 31, 2024

	Issued, subscribed and paid-up share capital	Reserves				Total equity
		Capital reserve - against long term investments, capacity expansion and BMR	Capital reserve - amalgamation reserve	Revenue reserve - unappropriated profit	Total reserves	
	(Rupees in '000)					
Balance as at July 01, 2023	7,400,594	-	8,252,059	24,418,724	32,670,783	40,071,377
Total comprehensive income for the period						
Reclassification of reserves	-	23,000,000	-	(23,000,000)	-	-
Profit after taxation	-	-	-	1,300,281	1,300,281	1,300,281
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	-	-	-	1,300,281	1,300,281	1,300,281
Balance as at December 31, 2023	7,400,594	23,000,000	8,252,059	2,719,005	33,971,064	41,371,658
Balance as at July 01, 2024	**7,400,594**	**23,000,000**	**8,252,059**	**6,100,570**	**37,352,629**	**44,753,223**
Total comprehensive income for the period						
Profit after taxation	**-**	**-**	**-**	**1,011,825**	**1,011,825**	**1,011,825**
Other comprehensive income	**-**	**-**	**-**	**-**	**-**	**-**
Total comprehensive income	**-**	**-**	**-**	**1,011,825**	**1,011,825**	**1,011,825**
Balance as at December 31, 2024	**7,400,594**	**23,000,000**	**8,252,059**	**7,112,395**	**38,364,454**	**45,765,048**

The annexed notes from 1 to 22 form an integral part of these unconsolidated condensed interim financial statements.

Mohomed Bashir
Chairman

Mohammed Zaki Bashir
Chief Executive Officer

Muhammad Kashif Riaz
Chief Financial Officer

Gul Ahmed Textile Mills Limited
Unconsolidated Condensed Interim Statement of Cash Flows (Un-audited)
For the six months ended December 31, 2024

	Note	Six Months Ended December 31, 2024	December 31, 2023
		(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before levies and income tax		**1,392,129**	2,314,621
Adjustments for:			
Depreciation of operating fixed assets	4.1	**2,234,408**	2,138,915
Amortisation of intangible assets	5	**8,861**	10,979
Expense recognised for defined benefit plan		**104,307**	117,052
Finance cost		**3,389,635**	3,167,062
Reversal of provision for slow moving / obsolete stores and spares		**(30,400)**	(89,770)
Provision for slow moving stock-in-trade		**74,012**	73,239
Stock-in-trade written down to net realisable value		**-**	230,000
Government grant recognised in income		**(14,338)**	(16,300)
Loss on disposal of operating fixed assets - net		**34,875**	1,784
Operating fixed assets written off		**-**	70,069
Charge / (Reversal) of expected credit loss against doubtful trade debts		**29,021**	(64,795)
		5,830,381	5,638,235
Changes in working capital:			
Stores and spares		**150,898**	(347,641)
Stock-in-trade		**(248,211)**	(3,964,352)
Trade debts		**(3,370,115)**	(1,592,623)
Loans, advances and other receivables		**(1,031,061)**	(582,808)
Short term prepayments		**(244,643)**	(222,254)
Receivable from government		**1,030,110**	(65,895)
Trade and other payables		**(1,858,398)**	5,441,978
Net decrease in working capital		**(5,571,420)**	(1,333,595)
Cash generated from operating activities		**1,651,090**	6,619,261
Payment made to defined benefit plan		**(147,639)**	(42,729)
Finance costs paid		**(4,149,126)**	(3,187,860)
Income tax paid		**(1,308,540)**	(672,469)
Long term deposits		-	3,227
		(5,605,305)	(3,899,831)
Net cash (used in) / generated from operating activities		**(3,954,215)**	2,719,430
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for acquisition of property, plant and equipment		**(1,637,034)**	(2,859,323)
Payments for acquisition of intangible assets	5	**(10,256)**	-
Proceeds from disposal of operating fixed assets		**21,739**	18,177
Short term investment made - net		**(498,757)**	(600,890)
Long term loans		**(6,150)**	26,525
Net cash used in investing activities		**(2,130,458)**	(3,415,511)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long term financing		**-**	358,000
Repayment of long term financing	9	**(1,699,460)**	(3,337,914)
Increase / (decrease) in short term borrowings		**6,086,280**	4,355,895
Dividend paid		**-**	(53)
Net cash generated from financing activities		**4,386,820**	1,375,928
Net (decrease) / increase in cash and cash equivalents		**(1,697,853)**	679,847
Cash and cash equivalents at the beginning of the period		**(4,766,370)**	(1,411,989)
Cash and cash equivalents at the end of the period	15	**(6,464,223)**	(732,142)

The annexed notes from 1 to 22 form an integral part of these unconsolidated condensed interim financial statements.

Mohomed Bashir	**Mohammed Zaki Bashir**	**Muhammad Kashif Riaz**
Chairman	**Chief Executive Officer**	**Chief Financial Officer**

1 LEGAL STATUS AND ITS OPERATIONS

1.1 Gul Ahmed Textile Mills Limited (the Company) was incorporated in Pakistan on April 01, 1953 as a private limited company and subsequently converted into a public limited company on January 07, 1955. The Company is a subsidiary of Gul Ahmed Holdings (Private) Limited (the Parent Company) and is listed on Pakistan Stock Exchange Limited. The Company is principally engaged in the manufacturing and sale of textile products. The registered office is situated at Plot No. H-7, Landhi Industrial Area, Karachi.

The Company has following wholly owned subsidiaries which are engaged in distribution / trading of textile related products while Ideas (Private) Limited also carries out production of finished goods.

Details of Subsidiaries	Date of Incorporation	Country of Incorporation	Principal place of business
Direct Subsidiaries			
Gul Ahmed International Limited FZC - UAE	December 11, 2002	United Arab Emirates	Sharjah Airport International Free Zone, Government of Sharjah, United Arab Emirates.
Ideas (Private) Limited	December 27, 2004 (Became subsidiary on January 1, 2021)	Pakistan	Plot No. 65/I, Sector-30, Korangi Industrial Area, Karachi, Pakistan.
Indirect Subsidiaries			
GTM USA Corporation	March 19, 2012	United States of America	106 Lang Tree Village Dr, Suite 301 Mooresville, NC 28117, United States of America.
Sky Home Corporation - USA	February 28, 2017	United States of America	106 Lang Tree Village Dr, Suite 301 Mooresville, NC 28117, United States of America.
Vantona Home Limited	April 22, 2013	United Kingdom	Grane Road Mill, Grane Road Haslingden, Rossendale Lancashire BB4 5ET, United Kingdom.
JCCO 406 Limited	September 29, 2017	United Kingdom	Grane Road Mill, Grane Road Haslingden, Rossendale Lancashire BB4 5ET, United Kingdom.
GTM (Europe) Limited	April 17, 2003	United Kingdom	Grane Road Mill, Grane Road Haslingden, Rossendale Lancashire BB4 5ET, United Kingdom.

1.2 Geographical locations and addresses of all immoveable properties owned by the Company are as follows :

Area	Address
25.07 Acres	Plot No. HT-4, Landhi Industrial Area, Karachi
14.9 Acres	Survey No. 82, Deh Landhi, Karachi
18.56 Acres	Plot No. H-7, Landhi Industrial Area, Karachi
44.04 Acres	P.U. No. 48, 49, 50, & 51, Deh Khjanto Tapo Landhi, Karachi
4.17 Acres	Plot No. H-19, Landhi Industrial Area, Karachi
4,023.16 Sq. yards	Plot No. H-19/1, Landhi Industrial Area, Karachi
6.83 Acres	Plot 368, 369 & 446, Deh Landhi, Karachi
12 Acres	Plot-HT 3/A, Landhi, Karachi
51.1 Acres	Plot No. H-5 and HT-6, Landhi Industrial Area, Karachi

Manufacturing facilities, warehouses, ancillary construction, administrative offices etc, are constructed on each of the above mentioned land.

1.3 Geographical locations and addresses of all premises obtained on rental basis are as follows :

Address

Plot ST-17/1 and ST-17/3, Federal 'B' Area, Azizabad, Karachi
Plot No. H-17 / A, Landhi Industrial area, Karachi
Plot # HT/2 Landhi Industrial Area, Karachi
Plot # HT/8, KDA Scheme 3, Landhi Industrial area, Karachi
Plot W2/1-14, Western industrial zone, Port Qasim, Karachi
Plot # H19/2-B Bin Qasim, Landhi Industrial area Karachi
Survey # 613, Deh Jorejee, Bin Qasim town, Karachi
Survey # 614, Deh Jorejee, Bin Qasim town, Karachi
Survey # 615, Deh Jorejee, Bin Qasim town, Karachi
22nd Floor, Ocean Mall, Khayaban-e-Iqbal, Block-9, Clifton, Karachi

The above rental premises are used to carry out warehousing and administrative tasks.

2 BASIS OF PREPARATION

2.1 Basis of measurement

These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except as stated otherwise. In these unconsolidated condensed interim financial statements, all the transactions are recorded on accrual basis except as otherwise stated.

The comparative unconsolidated statement of financial position, presented in these unconsolidated condensed interim financial statements as at December 31, 2024 has been extracted from the unconsolidated financial statements of the Company for the year ended June 30, 2024, whereas the comparative unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity and unconsolidated condensed interim statement of cash flows have been extracted from the unconsolidated condensed interim financial statements of the Company for the six months ended December 31, 2023.

These unconsolidated condensed interim financial statements of the Company do not include all of the information and disclosures, required for annual unconsolidated financial statements and should be read in conjunction with the annual audited unconsolidated financial statements of the Company as at and for the year ended June 30, 2024. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the latest annual unconsolidated financial statements.

These unconsolidated condensed interim financial statements are un-audited, however, the same have been subject to limited scope review by the statutory auditors of the Company, and are being submitted to the shareholders, as required by listing regulations of Pakistan Stock Exchange Limited (PSX) and section 237 of the Companies Act, 2017 (the Act).

The figures of the unconsolidated condensed interim statement of Profit or loss, and unconsolidated condensed interim statement of Comprehensive Income , for the quarter ended December 31, 2024 and December 31, 2023, and notes forming part thereof, have not been reviewed by auditors of the company, as they have reviewed the cumulative figures for the six months ended December 31, 2024 and December 31, 2023.

2.2 Statement of compliance

These unconsolidated 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 Standard Board (IASB) as notified under the Act ; and

- Provisions of and directives issued under the Act.

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

2.3 Functional and presentation currency

These unconsolidated condensed interim financial statements are presented in Pakistani rupees which is also the Company's functional currency and all financial information presented has been rounded off to the nearest thousand, except otherwise stated.

2.4 Use of judgements and estimates

The preparation of these unconsolidated condensed interim financial statements, in conformity with accounting and reporting standards as applicable in Pakistan, requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. Judgments and estimates made by management in the preparation of these unconsolidated condensed interim financial statements are the same as those that were applied to the annual unconsolidated financial statements for the year ended June 30, 2024.

2.5 Change in accounting standards, interpretations and amendments to published accounting and reporting standards

(a) New standards, amendments and interpretations to published accounting and reporting standards which are effective for the accounting period beginning July 01, 2024

There are certain amendments and interpretations to accounting and reporting standards which are mandatory for the Company's annual accounting period beginning July 01, 2024; however, these do not have any significant impact on these unconsolidated condensed interim financial statements.

(b) Standards, interpretations and amendments to published accounting and reporting standards not yet effective

There are certain amendments to published accounting and reporting standards that will be applicable for the financial year beginning on or after July 1, 2024 but are considered not to be relevant or to have any significant effect on these unconsolidated condensed interim financial statements.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies and the methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are same as those applied in the preparation of the unconsolidated financial statements for the year ended June 30, 2024.

The Company follows the practice of conducting actuarial valuation annually at year end. Hence, the impact of re-measurement of post-employment benefit plan has not been incorporated in these unconsolidated condensed interim financial statements.

	Note	**(Un-audited) December 31, 2024**	(Audited) June 30, 2024
		(Rupees in '000)	
4 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	4.1	**48,500,767**	49,416,906
Capital work in progress (CWIP)	4.2	**900,017**	606,902
		49,400,784	50,023,808

4.1 Operating fixed asset

	Note	**(Un-audited) December 31, 2024**	(Audited) June 30, 2024
The movement of balance during the period / year :			
Opening balance - Written down value (WDV)		**49,416,906**	47,869,843
Transfers from CWIP	4.1.1	**1,374,883**	6,143,873
Written off		**-**	(70,070)
Reclassification to CWIP		**-**	(18,832)
Disposals	4.1.2	**(56,614)**	(57,291)
Depreciation charged		**(2,234,408)**	(4,450,617)
Closing balance - WDV		**48,500,767**	49,416,906

		Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
			(Rupees in '000)	
4.1.1	Transfers from CWIP during the period / year			
	Leasehold Land		**-**	121,484
	Buildings and structures on leasehold land		**99,875**	1,246,791
	Plant and machinery		**1,149,246**	4,433,375
	Furniture and fixtures		**5,630**	32,300
	Office equipment		**104,793**	242,619
	Vehicles		**15,339**	67,304
			1,374,883	6,143,873
4.1.2	Disposals during the period / year - WDV			
	Plant and machinery		**56,614**	57,291
4.2	**Capital work in progress**			
	The movement of balance during the period / year :			
	Opening balance		**606,902**	2,251,995
	Additions	4.2.1 & 4.2.2	**1,667,998**	4,479,948
	Reclassification from operating fixed assets		**-**	18,832
	Transfers to operating fixed assets	4.1.1	**(1,374,883)**	(6,143,873)
	Closing balance		**900,017**	606,902
4.2.1	Additions during the period / year			
	Plant and machinery		**1,057,822**	3,309,671
	Land, Buildings and structures on leasehold land		**488,387**	696,859
	Others		**121,789**	473,418
			1,667,998	4,479,948

4.2.2 This includes mark up captalised during the construction period amounting to Rs. 31 million (June 30, 2024: Rs. 480 million). Effective rate of mark-up capitalised is 14% (June 30, 2024: 18.60%).

		(Un-audited) December 31, 2024	(Audited) June 30, 2024
		(Rupees in '000)	
5	**INTANGIBLE ASSETS - ACQUIRED**		
	The movement of balance during the period / year :		
	Opening balance - WDV	**45,484**	38,251
	Additions	**10,256**	28,535
	Amortisation charged	**(8,861)**	(21,302)
	Closing balance - WDV	**46,879**	45,484
6	**LONG TERM INVESTMENTS**		
	Investment in subsidiary companies at cost		
	- Gul Ahmed International Limited	**58,450**	58,450
	- Ideas (Private) Limited	**3,462,756**	3,462,756
		3,521,206	3,521,206
	Investment at amortised cost		
	- Term Finance Certificate	**70,000**	70,000
		3,591,206	3,591,206

7 SHORT TERM INVESTMENTS

	(Un-audited) December 31, 2024	(Audited) June 30, 2024
	(Rupees in '000)	

Investments in mutual funds - Fair value through profit or loss (FVTPL)

December 31, 2024	June 30, 2024	Name of fund		
-------(Units in				
-	26	Pakistan Cash Management Fund	-	1,243
4,491	-	MCB Cash Management Optimizer	500,000	-
4,491	26		500,000	1,243

8 RESERVES

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
		(Rupees in '000)	
Capital reserves			
Amalgamation reserve		8,252,059	8,252,059
Against long term investments, capacity expansion and BMR		23,000,000	23,000,000
		31,252,059	31,252,059
Revenue reserve			
Unappropriated profit		7,112,395	6,100,570
		38,364,454	37,352,629

9 LONG TERM FINANCING - SECURED

<u>The movement of balance during the period / year :</u>

Opening balance	17,825,523	23,213,193
Obtained	-	358,000
Unwinding of interest	14,338	32,088
Repayments	(1,699,460)	(5,777,758)
Closing balance	16,140,401	17,825,523
Current portion shown under current liabilities	(3,166,994)	(3,233,936)
	12,973,407	14,591,587

10 SHORT TERM BORROWINGS

Local currency:			
Running finance		6,886,172	5,142,246
Export Refinance Scheme		20,150,400	20,761,400
Other Short Term Finances		2,102,339	3,773,206
		29,138,911	29,676,852
Foreign currency:			
Export Facilitation Scheme		9,416,711	9,542,784
Foreign Currency Export Finance		8,494,622	2,785,866
Foreign Currency Import Finance		2,785,465	-
		20,696,798	12,328,650
	10.1	49,835,709	42,005,502

10.1 The available borrowing limit from various banks amounts to Rs. 52,495 million (June 30, 2024: Rs. 44,880 million). Local currency borrowings markup range from 11% to 22% (June 30, 2024: 18% to 25%) per annum payable quarterly, whereas, foreign currency borrowings markup range from 2.5% to 7% (June 30, 2024: 2.5% to 6%) per annum. These are secured against pari passu hypothecation charge over stores and spares, stock-in-trade, trade debts and other receivables.

11 CONTINGENCIES AND COMMITMENTS

11.1 Contingencies

The status of contingencies, as reported in the annual unconsolidated financial statements for the year ended June 30, 2024, has remained unchanged during the current period except for increase in amount of provisions and the following new developments:

Regarding the matter of tax credit on BMR under section 65 (B) of the Income Tax Ordinance 2001, as disclosed in the Note 25.10 of the unconsolidated financial statements for the year ended June 30, 2024, the Federal Board of Revenue (FBR) appealed to the Supreme Court to challenge the judgement passed by the Honorable Sindh High Court that the tax credit should be allowed at 5% instead of 10%.

The Honorable Supreme Court passed the appeal order and decided that the companies who have purchased and installed plant and machinery by June 30, 2019 are entitled to a tax credit at 10%. However, this benefit does not extend to companies that installed the plant and machinery after that date. Therefore, the Company is entitled to claim the full tax credit, since the installation was completed before the June 30, 2019. The Company has made adjustment of Rs. 470.177 million, for the above judgement in these unconsolidated condensed interim financial statements.

11.2 Guarantees and others

11.2.1 Guarantees of Rs. 5,083 million (June 30, 2024: Rs. 2,542 million) have been issued by banks on behalf of the Company which are secured by pari passu hypothecation charge over stores and spares, stock-in-trade, trade debts and other receivables. These guarantees includes guarantees issued by related parties amounting to Rs. 3,367 million (June 30, 2024: Rs. 1,154 million).

11.2.2 Post dated cheques of Rs. 24,927 million (June 30, 2024: Rs. 25,580 million) are issued to Custom Authorities in respect of duties on imported items availed on the basis of consumption and export plans.

11.2.3 Bills discounted amounted to Rs. 12,653 million (June 30, 2024: Rs. 13,451 million), including bills discounted from related parties amounting to Rs. 3,364 million (June 30, 2024: Rs. 4,470 million).

11.2.4 Corporate guarantee of Rs. 232 million (June 30, 2024: Rs. 237 million), Rs. 1,109 million (June 30, 2024: Rs. 1,106 million) and Rs. 251 million (June 30, 2024: Rs. 251 million) have been issued to various banks in favor of subsidiary companies - GTM (Europe) Limited - UK, Gul Ahmed International FZC - UAE and Sky Home Corp- USA respectively.

11.3 Commitments

	Note	**(Un-audited) December 31, 2024**	(Audited) June 30, 2024
		(Rupees in '000)	
Capital expenditure for plant and machineries		**3,715,968**	761,382
Other than capital expenditure	11.3.1	**32,240,612**	14,543,122
Forward foreign exchange contracts	11.3.2	**9,416,711**	21,344,805

11.3.1 Other than capital expenditure includes commitments for purchase of raw materials and stores and spares.

11.3.2 This includes forward foreign exchange contracts amounting to USD 34 million, equivalent to Rs. 9,417 million (June 30, 2024: Rs. 9,543 million) obtained under pre-shipment exports. The Company is obligated to provide export documents against such amount. The liability of Rs. 9,417 million has been appropriately recorded under Export Facilitation Scheme in these unconsolidated condensed interim financial statements.

12	REVENUE FROM CONTRACT WITH CUSTOMERS - NET	Note	(Un-audited) December 31, 2024	(Un-audited) December 31, 2023
			(Rupees in '000)	
	Export sales			
	Direct		**56,875,230**	49,412,104
	Indirect		**23,197,995**	17,216,812
			80,073,225	66,628,916
	Export rebate		**-**	397,741
	Trade and other discount		**(661,108)**	(433,952)
	Commission		**(963,489)**	(1,581,992)
	Sales tax		**(3,542,182)**	(1,793,119)
			74,906,446	63,217,594
	Local sales	12.1	**8,222,628**	7,171,390
	Brokerage		**(237,968)**	(201,544)
	Sales tax		**(1,254,299)**	(1,085,709)
			6,730,361	5,884,137
			81,636,807	69,101,731

12.1 Local sales include revenue from in-house manufacturing services on behalf of third party of Rs. 471 million (December 31, 2023: Rs. 340 million).

12.2 Information with respect to disaggregation of revenue by internal segment and geographical location is disclosed in note 16 of these unconsolidated condensed interim financial statements.

		Note	(Un-audited) December 31, 2024	(Un-audited) December 31, 2023
			(Rupees in '000)	
13	LEVIES	13.1	**800,732**	738,265

13.1 This represents taxes paid under section 154 of Income Tax Ordinance, 2001 (ITO, 2001), representing levy in terms of requirements of IFRIC 21 / IAS 37.

		Note	(Un-audited) December 31, 2024	(Un-audited) December 31, 2023
			(Rupees in '000)	
14	INCOME TAX			
	Current tax		**(197,319)**	(276,075)
	Prior tax		**617,747**	-
			420,428	(276,075)

14.1 The Company is subject to Minimum Tax Regime under section 154 of ITO, 2001 since majority of the Company's income falls under the ambit of minimum tax regime, the relationship between tax expense and accounting profit has not been presented in these unconsolidated condensed interim financial statements.

15	CASH AND CASH EQUIVALENTS	Note	(Un-audited) December 31, 2024	(Un-audited) December 31, 2023
			(Rupees in '000)	
	Cash and bank balances		**421,949**	736,610
	Running finance	10	**(6,886,172)**	(1,468,752)
			(6,464,223)	(732,142)

16 SEGMENT INFORMATION

The Company's operations have been divided in below segments based on the nature of process and internal reporting. Following are the reportable business segments:

a) Spinning: Production of different qualities of yarn using both natural and artificial fibres.

b) Apparel: Processing of different types of woven and knitted garments.

c) Home Textile: Production of different types and qualities of products falling under the definition of home textile.

d) Others: Weaving, Fiber Bleaching, Knitting, Yarn dyeing and Dyed yarn fabric etc.

Transactions among the business segments are recorded at cost.

16.1 Segment Profitability (Un-audited)

	Spinning		Apparel		Home Textile		All other segments		Elimination of Inter Segment Transactions		Total	
	December 2024	December 31, 2023	**December 2024**	December 31, 2023	**December 2024**	December 31, 2023	**December 2024**	December 31, 2023	**December 2024**	December 31, 2023	**December 2024**	December 31, 2023
	(Rupees in ' 000)											
Sales to external customers	**22,569,156**	18,364,537	**5,924,279**	5,702,951	**48,434,691**	41,556,458	**4,708,681**	3,477,784	**-**	-	**81,636,807**	69,101,731
Intersegmental sales	**603,544**	9,428,623	**1,761,421**	1,571,718	**8,829,233**	7,105,557	**4,084,363**	3,359,445	**(15,278,561)**	(21,465,342)	**-**	-
Cost of sales	**(20,240,528)**	(24,735,338)	**(7,455,601)**	(6,705,445)	**(53,203,676)**	(44,434,804)	**(8,150,292)**	(6,570,052)	**15,278,561**	21,465,342	**(73,771,536)**	(60,980,297)
Gross profit	**2,932,172**	3,057,822	**230,099**	569,224	**4,060,248**	4,227,211	**642,752**	267,177	**-**	-	**7,865,271**	8,121,434
Distribution cost and Administrative cost	**(259,654)**	(236,369)	**(431,349)**	(444,126)	**(2,717,225)**	(2,243,761)	**(581,976)**	(296,487)	**-**	-	**(3,990,204)**	(3,220,743)
Profit before levies and tax and before charging following	**2,672,518**	2,821,453	**(201,250)**	125,098	**1,343,023**	1,983,450	**60,776**	(29,310)	-	-	**3,875,067**	4,900,691
Finance costs											**(3,389,635)**	(3,167,062)
Other operating cost											**(134,636)**	(180,361)
Other income											**1,041,333**	761,352
											(2,482,938)	(2,586,071)
Profit before levies and income tax											**1,392,129**	2,314,621
Levies and income tax											**(380,304)**	(1,014,340)
Profit after Levies and income tax											**1,011,825**	1,300,281
Depreciation and amortisation expense	**621,111**	682,238	**89,252**	97,548	**526,834**	490,430	**1,006,072**	879,678	**-**	-	**2,243,269**	2,149,894

16.2 Segment assets and liabilities

	Spinning		Apparel		Home Textile		All other segments		Unallocated		Total	
	Un-audited	Audited	**Un-audited**	Audited	**Un-audited**	Audited	**Un-audited**	Audited	**Un-audited**	Audited	**Un-audited**	Audited
	Dec-24	**Jun-24**	**Dec-24**	Jun-24	**Dec-24**	Jun-24	**Dec-24**	Jun-24	**Dec-24**	Jun-24	**Dec-24**	Jun-24
	---------- (Rupees in ' 000) ----------											
Assets	**34,852,107**	32,289,234	**5,918,872**	7,113,934	**60,684,686**	57,379,745	**13,485,058**	14,317,762	**26,429,371**	25,387,770	**141,370,094**	136,488,445
Liabilities	**(14,275,265)**	(12,971,968)	**(2,981,790)**	(3,178,145)	**(21,114,995)**	(22,355,651)	**(7,476,950)**	(8,179,181)	**(49,756,046)**	(45,050,277)	**(95,605,046)**	(91,735,222)
Segment Capital and Intangible Expenditure	**295,660**	324,127	**22,037**	151,641	**622,731**	1,355,898	**268,102**	395,528	**469,724**	1,731,035	**1,678,254**	3,958,229

16.3 Unallocated items represent those assets and liabilities which are common to all segments and these include investment in subsidiaries, long term deposits, other receivables, deferred liabilities, certain general borrowing and other corporate assets and liabilities.

16.4 Information about major customer

Sales to a major customer whose revenue exceeds 10% of gross sales is Rs.18,924 million (December 31, 2023: Rs. 16,478 million).

16.5 Information by geographical area

	Revenue from contract with customers - net		**Non - current assets**	
	For the six months ended (Un-audited)		**(Un-audited)**	(Audited)
	December 31, 2024	December 31, 2023	**December 31, 2024**	June 30, 2024
	-------------------Rupees in '000-------------------			
Pakistan	**26,624,143**	21,509,374	**53,150,103**	53,765,582
Germany	**16,316,398**	14,323,020	**-**	-
United States of America	**7,004,514**	6,937,018	**-**	-
United Kingdom	**5,755,102**	5,984,851	**-**	-
Italy	**4,571,802**	4,299,384	**-**	-
France	**3,995,272**	2,840,363	**-**	-
Netherlands	**3,479,485**	2,228,308	**-**	-
Denmark	**3,374,881**	2,999,515	**-**	-
Poland	**3,291,042**	1,863,470	**-**	-
Spain	**1,978,694**	1,877,252	**-**	-
Sweden	**1,502,635**	973,811	**-**	-
China	**966,352**	952,984	**-**	-
United Arab Emirates	**466,883**	389,919	**58,450**	58,450
Other Countries	**4,172,169**	3,742,209	**-**	-
	83,499,372	70,921,478	**53,208,553**	53,824,032

17 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise of subsidiaries, associated companies, companies where directors also hold directorship, directors of the Company and key management personnel. The Company in the normal course of business carried out transaction with various related parties as per agreed rates.

Name of the Related Party	Country of Incorporation	Basis of relationship	Percentage of Shareholding	Transactions during the period	(Un-audited) December 31, 2024	December 31, 2023
					------------ (Rupees in '000) ------------	
Ideas (Private) Limited	Pakistan	Subsidiary Company	100%	Sale of goods	**879,875**	940,705
				Sharing of common expense	**406,785**	756,751
				Payment on behalf of	**25,096**	81,395
GTM (Europe) Limited - UK	United Kingdom	Indirect Subsidiary Company	100%	Sale of goods	**3,819,120**	1,952,867
				Sales through subsidiaries acting as agents	**1,639,075**	1,079,892
GTM USA Corporation - USA	United States of America	Indirect Subsidiary Company	100%	Sale of goods	**691,532**	340,600
Vantona Home Limited	United Kingdom	Indirect Subsidiary Company	100%	Sales through subsidiaries acting as agents	**59,887**	86,628
Sky Home Corporation - USA	United States of America	Indirect Subsidiary Company	100%	Sale of goods	**277,141**	58,168
				Commission paid	**216,006**	192,091
Grand Industries (Pvt) Limited	Pakistan	Common Directorship	7.86%	Rent expense	**300**	1,756
Swisstex Chemicals (Private) Limited	Pakistan	Common Directorship	2.99%	Purchase of goods	**67,224**	96,693
Win Star (Pvt) Limited	Pakistan	Common Directorship	-	Purchase of goods	**17,944**	9,148
Haji Ali Mohammad Foundation	Pakistan	Common Directorship	-	Rent paid	**480**	480
The Pakistan Business Council	Pakistan	Common Directorship	-	Fees paid	**2,500**	2,500
Pakistan Textile Council	Pakistan	Common Directorship	-	Donations paid	**1,250**	1,250
Habib University Foundation	Pakistan	Common Directorship	-	Donations paid	**3,250**	3,349
Habib Metropolitan Bank	Pakistan	Common Directorship	-	Bills discounted	**10,701,117**	8,475,008
				Markup on short term financing	**134,501**	131,534
Askari Bank Limited	Pakistan	Common Directorship	-	Bills discounted	**1,771,961**	855,827
				Markup on long term financing	**8,625**	10,600
				Markup on short term financing	**180,348**	171,896
Samba Bank Limited	Pakistan	Common Directorship	-	Bills discounted	**-**	169,874
				Markup on long term financing	**1,828**	2,901
				Markup on short term financing	**33,444**	25,997
Standard Chartered Pakistan Limited	Pakistan	Common Directorship	-	Bills discounted	**1,412,331**	958,624
				Markup on short term financing	**214,146**	152,889
Employee Provident Fund Trust	Pakistan	Employee Retirement Fund	0.42%	Company's contribution to provident fund	**210,256**	193,885
Board of Directors	Pakistan	Directorship	-	Meeting fees	**4,300**	3800

Name of the Related Party	Country of Incorporation	Basis of Relationship	Percentage of shareholding	Nature of outstanding balances	(Un-audited) December 31, 2024	(Audited) June 30, 2024
					------------ (Rupees in '000) ------------	
Ideas (Private) Limited	Pakistan	Subsidiary Company	100%	Trade debts	**3,036,091**	5,676,955
GTM (Europe) Limited - UK	United Kingdom	Indirect Subsidiary Company	100%	Trade debts	**3,423,267**	135,436
Vantona Home Limited	United Kingdom	Indirect Subsidiary Company	100%	Trade debts & other receivable	**42,283**	-
Sky Home Corporation - USA	United States of America	Indirect Subsidiary Company	100%	Trade debts	**271,266**	5,880
GTM USA Corporation - USA	United States of America	Indirect Subsidiary Company	100%	Trade debts	**357,689**	89,094
GTM USA Corporation - USA	United States of America	Indirect Subsidiary Company	100%	Trade and other payables	**26,262**	16,166
Sky Home Corporation - USA	United States of America	Indirect Subsidiary Company	100%	Trade and other payables	**92,632**	105,369
Win Star (Private) Limited	Pakistan	Common Directorship	-	Trade and other payables	**17,269**	19,211
Swisstex Chemicals (Private) Limited	Pakistan	Common Directorship	2.99%	Trade and other payables	**5,472**	49,508
Grand Industries (Private) Limited	Pakistan	Common Directorship	7.86%	Trade and other payables	**4,663**	4,389
TPL Properties Limited	Pakistan	Common Directorship	-	Trade and other payables	**22,049**	22,049
Habib Metropolitan Bank	Pakistan	Common Directorship	-	Bills Discounted	**2,776,124**	4,218,248
				Short Term Borrowings	**3,536,694**	5,424,368
				Bank Balance	**60,603**	5,700
				Accrued Markup	**12,946**	9,588
Askari Bank Limited	Pakistan	Common Directorship	-	Bills Discounted	**214,437**	-
				Short Term Borrowings	**3,529,914**	2,800,007
				Bank Balance	**4,438**	-
				Long Term Borrowings	**503,206**	553,368
				Accrued Markup	**33,005**	43,175
Samba Bank Limited	Pakistan	Common Directorship	-	Long Term Borrowings	**107,800**	143,080
				Short Term Borrowings	**846,132**	849,162
				Accrued Markup	**5,192**	22,082
Standard Chartered Pakistan Limited	Pakistan	Common Directorship	-	Bills Discounted	**190,893**	251,703
				Short Term Borrowings	**4,151,369**	5,505,991
				Accrued Markup	**44,778**	185,947
Employee Provident Fund Trust	Pakistan	Employee Retirement Fund	-	Payable to employee's provident fund	**61,261**	61,057
Key management Personnel	-	Associate	-	Loan provided	**107,217**	87,256

There are no transactions with directors of the Company and key management personnel other than under the terms of employment for the six moths ended December 31, 2024 amounting to Rs.1,288 million (December 31, 2023: Rs. 1,330 million) on account of remuneration.

18 FINANCIAL RISK MANAGEMENT, OBJECTIVES AND POLICIES

The Company's activities expose it to a variety of financial risk. There have been no changes in any risk management policies since the year end.

19 FAIR VALUE OF ASSETS AND LIABILITIES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

The Company while assessing fair values uses valuation techniques that are appropriate in the circumstances using relevant observable data as far as possible and minimising the use of unobservable inputs. Fair values are categorised into following three levels based on the input used in the valuation techniques;

- Level 1 Quoted prices in active markets for identical assets or liabilities that can be assessed at measurement.

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

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

If inputs used to measure the fair values of an asset or a liability fall into different levels then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Transfers, if any, between levels of the fair value hierarchy is recognised at the end of the reporting period during which the transfer has occurred. The Company's policy for determining when transfers between levels in the hierarchy have occurred includes monitoring of changes in market and trading activity and changes in inputs used in valuation techniques.

As at period end the fair value of all the financial assets and liabilities approximates to their carrying values. The operating fixed asset is carried at cost less accumulated depreciation and impairment if any, except free-hold land, lease-hold land and capital work in progress which are stated at cost. Long term investments in subsidiaries represent the investment in unquoted shares of companies carried at cost and investment in Term Finance Certificates carried at amortised cost. The Company does not expect that unobservable inputs may have significant effect on fair values. The fair values of forward exchange contracts is determined based on the forward exchange rates at the reporting date included in the level 2 of the fair value hierarchy. The fair value of short term investments are determined on the basis of net asset value of the fund reported at Mutual Funds Association of Pakistan and is included in Level 2 of the fair value hierarchy.

20 CORRESPONDING FIGURES

The Institute of Chartered Accountants of Pakistan (ICAP) issued 'IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes' (the Guide) in May 2024, which requires to classify certain amounts of tax paid under minimum and final tax regime separately as a levies instead of classifying under current tax. The Company applied Guide for the first time in the annual audited unconsolidated financial statements for the year ended June 30, 2024, using approach (a), and reported the change in accounting policy in note 4 of the annual audited unconsolidated financial statements for the year ended June 30, 2024. Accordingly, in these unconsolidated condensed interim financial statements, the Company has represented the levies and income tax amounts as follows:

	(Un-audited)					
	For the quarter ended December 31, 2023			For the half year ended December 31, 2023		
	Had there been no change in accounting policy	After incorporating effects of change in accounting policy	Impact of change in accounting policy	Had there been no change in accounting policy	After incorporating effects of change in accounting policy	Impact of change in accounting policy
	(Rupees in '000)					
Profit before taxation	**1,196,480**	**839,124**	**(357,356)**	**2,314,621**	**1,576,356**	**(738,265)**
Levies	**-**	**(357,356)**	**(357,356)**	**-**	**(738,265)**	**(738,265)**
Taxation	**(492,986)**	**(135,630)**	**357,356**	**(1,014,340)**	**(276,075)**	**738,265**

21 GENERAL

21.1 Allocations for the workers' profit participation fund, workers' welfare fund and provision for taxation are provisional and final liability will be determined on the basis of annual results.

22 DATE OF AUTHORISATION

These unconsolidated condensed interim financial statements were authorised and approved for issue on 24-February-2025 by the Board of Directors of the Company.

Mohomed Bashir	Mohammed Zaki Bashir	Muhammad Kashif Riaz
Chairman	Chief Executive Officer	Chief Financial Officer

CONSOLIDATED

Gul Ahmed Textile Mills Limited
Consolidated Condensed Interim Statement of Financial Position
As at 31 December 2024

	Note	(Un-audited) 31 December 2024	(Audited) 30 June 2024
		(Rupees in '000)	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	**53,868,498**	54,341,947
Right of use assets	5	**4,319,879**	2,818,151
Intangible assets	6	**176,679**	182,858
Long term investment	7	**70,000**	70,000
Long term loans		**25,463**	17,939
Long term deposits		**515,567**	518,467
Deferred Taxation - net		**1,155,143**	1,115,326
Total non-current assets		**60,131,229**	59,064,688
CURRENT ASSETS			
Stores and spares		**2,499,628**	2,727,361
Stock-in-trade		**60,144,024**	57,358,906
Trade debts		**22,974,837**	20,719,045
Loans, advances and other receivables		**5,785,361**	4,347,029
Short term prepayments		**427,663**	145,872
Receivable from government		**3,814,594**	3,493,969
Short term investment	8	**500,000**	1,243
Cash and bank balances		**898,244**	1,081,768
Total current assets		**97,044,351**	89,875,193
Total Assets		**157,175,580**	148,939,881
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital 5,000,000,000 (30 June 2023: 5,000,000,000) ordinary shares of Rs.10 each		**50,000,000**	50,000,000
Issued, subscribed and paid-up share capital 740,059,458 ordinary shares of Rs. 10 each (30 June 2023: 740,059,458 ordinary shares of Rs. 10 each)		**7,400,594**	7,400,594
Reserves	9	**40,951,162**	39,927,105
		48,351,756	47,327,699
NON-CURRENT LIABILITIES			
Long term financing	10	**14,723,407**	14,591,587
Lease Liability against right of use asset	11	**4,662,889**	3,189,839
Gas Infrastructure Development Cess payable		**-**	-
Deferred taxation		**-**	-
Deferred income - government grant		**62,358**	74,655
Defined benefit plan - staff gratuity		**485,559**	528,898
Long term deposits		**22,269**	19,769
Total non-current liabilities		**19,956,482**	18,404,748
CURRENT LIABILITIES			
Trade and other payables		**30,313,934**	34,321,875
Accrued mark-up / profit		**714,143**	1,403,751
Short term borrowings	12	**51,610,698**	42,494,328
Current maturity of long term financing	10	**3,916,994**	3,233,936
Current maturity of lease liability against right of use asset		**717,549**	548,173
Current maturity of deferred government grant		**26,210**	28,251
Current maturity of Gas Infrastructure Development Cess payable		**-**	
Unclaimed dividend		**9,840**	9,840
Unpaid dividend		**23,505**	23,505
Taxation-net		**1,534,469**	1,143,775
Total current liabilities		**88,867,342**	83,207,434
CONTINGENCIES AND COMMITMENTS	13	**-**	-
Total Equity and Liabilities		**157,175,580**	148,939,881

The annexed notes from 1 - 22 form an integral part of these consolidated financial statements.

MOHOMED BASHIR	MOHAMMED ZAKI BASHIR	MUHAMMAD KASHIF RIAZ
Chairman	Chief Executive Officer	Chief Financial Officer

Gul Ahmed Textile Mills Limited
Consolidated Condensed Interim Statement of Profit or Loss (Unaudited)
For the six months ended December 2024

	Note	Six Months Ended (Unaudited) **31 December 2024**	Six Months Ended 31 December 2023	Three Months Ended **31 December 2024**	Three Months Ended 31 December 2023
		(Rupees in '000)			
Sales - net	15	**94,597,107**	83,735,222	**45,679,061**	41,229,278
Cost of sales		**(81,099,758)**	(70,287,158)	**(38,562,684)**	(34,482,480)
Gross profit		**13,497,349**	13,448,064	**7,116,377**	6,746,798
Selling and distribution cost		**(5,311,072)**	(4,784,678)	**(2,503,848)**	(2,418,985)
Administrative cost		**(3,152,798)**	(2,957,729)	**(1,545,846)**	(1,389,813)
Other operating cost		**(323,875)**	(190,056)	**(247,342)**	(97,226)
		(8,787,745)	(7,932,463)	**(4,297,036)**	(3,906,024)
		4,709,604	5,515,601	**2,819,341**	2,840,774
Other income		**1,155,140**	911,736	**125,197**	307,671
Operating profit		**5,864,744**	6,427,337	**2,944,538**	3,148,445
Finance cost		**(4,324,694)**	(4,329,755)	**(2,097,755)**	(2,163,178)
Profit before levies and income tax		**1,540,050**	2,097,582	**846,783**	985,267
Levies		**(801,961)**	(739,455)	**(286,350)**	(166,485)
Profit before income tax		**738,089**	1,358,127	**560,433**	818,782
Taxation		**283,484**	(267,388)	**126,271**	(272,152)
Profit after taxation		**1,021,573**	1,090,739	**686,704**	546,630
Earnings per share - basic and diluted (Rs.)		**1.38**	1.47	0.93	0.74

The annexed notes from 1 - 22 form an integral part of these consolidated financial statements.

MOHOMED BASHIR
Chairman

MOHAMMED ZAKI BASHIR
Chief Executive Officer

MUHAMMAD KASHIF RIAZ
Chief Financial Officer

Gul Ahmed Textile Mills Limited

Consolidated Condensed Interim Statement of Comprehensive Income (Unaudited)

For the six months ended December 2024

	(Unaudited)			
	Six Months Ended		Three Months Ended	
	31 December 2024	31 December 2023	**31 December 2024**	31 December 2023
	- - - - - - - - - - - - - (Rupees in '000) - - - - - - - - - - - - -			
Profit after taxation	**1,021,573**	1,090,739	**686,704**	546,630
Other comprehensive income				
Exchange difference on translation of foreign subsidiaries	**2,484**	376,968	**(56,703)**	500,358
Total comprehensive income	**1,024,057**	1,467,707	**630,001**	1,046,988

The annexed notes from 1 - 22 form an integral part of these consolidated financial statements.

MOHOMED BASHIR	**MOHAMMED ZAKI BASHIR**	**MUHAMMAD KASHIF RIAZ**
Chairman	Chief Executive Officer	Chief Financial Officer

Gul Ahmed Textile Mills Limited
Consolidated Condensed Interim Statement of Changes in Equity
For the six months ended December 2024

	Share capital	Reserves: Capital reserve: Against long-term investments, capacity expansion and BMR	Reserves: Capital reserve: Amalgamation Reserve	Reserves: Exchange difference on translation of foreign subsidiaries	Reserves: Statutory reserve created by foreign subsidiary	Reserves: Unappropriated profit	Reserves: Total reserves	Total Equity
	---Rupees '000---							
Balance as at June 30, 2023 (Audited)	**7,400,594**		**8,252,059**	**(258,307)**	**20,845**	**27,150,400**	**35,164,997**	**42,565,591**
Reclassification of reserves (note 8)		23,000,000				(23,000,000)	-	-
Total comprehensive income for the six months ended December 31, 2023								
Profit after taxation						1,090,739	1,090,739	1,090,739
Other comprehensive income	-			376,968			376,968	376,968
	-	-	-	376,968	-	1,090,739	1,467,707	1,467,707
Balance as at December 31, 2023 (Un-Audited)	**7,400,594**	**23,000,000**	**8,252,059**	**118,661**	**20,845**	**5,241,139**	**36,632,704**	**44,033,298**
Total comprehensive income for the six months ended June 30, 2024 (Audited)								
Profit after taxation						3,715,268	3,715,268	3,715,268
Other comprehensive income				(420,867)	-	-	(420,867)	(420,867)
	-	-	-	(420,867)	-	3,715,268	3,294,401	3,294,401
Balance as at June 30, 2024	**7,400,594**	**23,000,000**	**8,252,059**	**(302,206)**	**20,845**	**8,956,407**	**39,927,105**	**47,327,699**
Total comprehensive income for the six months ended December 31, 2024 (un-audited)								
Profit after taxation	-	-	-	-	-	1,021,573	1,021,573	1,021,573
Other comprehensive Income	-	-	-	2,484	-	-	2,484	2,484
	-	-		2,484	-	1,021,573	1,024,057	1,024,057
Balance as at December 31, 2024 (un-audited)	**7,400,594**	**23,000,000**	**8,252,059**	**(299,722)**	**20,845**	**9,977,980**	**40,951,162**	**48,351,756**

The annexed notes from 1 - 22 form an integral part of these consolidated financial statements.

MOHOMED BASHIR	**MOHAMMED ZAKI BASHIR**	**MUHAMMAD KASHIF RIAZ**
Chairman	Chief Executive	Chief Financial Officer

Gul Ahmed Textile Mills Limited

Consolidated Condensed Interim Statement of Cash Flows (Unaudited)

For the six months ended December 2024

	Note	**31 December 2024**	31 December 2023
		(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before levies and income tax		**1,540,050**	2,097,582
Adjustments for:			
Depreciation on property, plant and equipment	4.1	**2,494,021**	2,404,030
Depreciation on right-of-use assets	5	**318,930**	338,025
Amortisation	6	**17,495**	23,384
Provision for gratuity		**104,307**	117,052
Finance cost		**4,324,694**	4,329,755
De recognition on lease liability against right-of-use asset		**172,973**	(60,250)
Provision for slow moving / obsolete stores and spares		**(19,400)**	(85,762)
Provision for slow moving stock		**89,847**	358,550
Provision written off during the year		**-**	-
Amortisation of government grant		**(14,338)**	(16,300)
(Gain) / loss on disposal of property, plant and equipment - net		**51,141**	1,784
Operating Fixed assets written off		**-**	70,069
Expected credit loss against doubtful trade debts		**29,021**	(64,815)
		7,568,691	7,415,522
Changes in working capital:			
Stores and spares		**247,133**	(688,309)
Stock-in-trade		**(2,874,965)**	(4,832,124)
Trade debts		**(2,284,813)**	(3,236,680)
Loans, advances and other receivables		**(1,438,332)**	79,016
Short term prepayments		**(281,791)**	(279,536)
Receivable from government		**991,284**	169,842
Long term loans		**(7,524)**	26,525
Long term deposits		**5,400**	(6,820)
Trade and other payables		**(4,007,481)**	6,695,422
Net increase / (decrease) in working capital		**(9,651,089)**	(2,072,663)
Gratuity paid		**(147,646)**	(42,881)
Tax paid		**(1,479,509)**	(755,997)
		(1,627,155)	(798,878)
Net cash generated from operating activities		**(2,169,503)**	6,641,563
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions in property, plant and equipment		**(2,064,879)**	(3,069,386)
Additions in intangible assets		**(11,799)**	-
Short term investment made - net		**(498,757)**	-
Proceeds from sale of property, plant and equipment		**24,130**	18,176
Net cash used in investing activities		**(2,551,305)**	(3,051,210)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long term financing obtained		**2,500,000**	358,000
Long term financing repaid		**(1,699,460)**	(3,337,914)
Payments against lease liability against right-of-use assets		**(672,812)**	(464,881)
Short term borrowings - net		**6,504,990**	4,355,895
Finance cost paid		**(4,709,297)**	(4,121,526)
Dividend paid		**-**	(53)
Net cash generated from financing activities		**1,923,420**	(3,210,479)
Exchange difference on translation of foreign subsidiaries		**2,484**	376,968
Net (decrease) / increase in cash and cash equivalents		**(2,794,903)**	756,842
Cash and cash equivalents at the beginning of the year		**(4,549,303)**	(1,531,308)
Cash and cash equivalents at the end of the year	14	**(7,344,206)**	(774,466)

The annexed notes from 1 - 22 form an integral part of these consolidated financial statements.

MOHOMED BASHIR	**MOHAMMED ZAKI BASHIR**	**MUHAMMAD KASHIF RIAZ**
Chairman	**Chief Executive Officer**	**Chief Financial Officer**

1 LEGAL STATUS AND ITS OPERATIONS

1.1 Gul Ahmed Group ("the Group") comprises the following:

Holding Company
- Gul Ahmed Textile Mills Limited

Subsidiary Companies
- Gul Ahmed International Limited (FZC) - UAE
- GTM (Europe) Limited - UK
- GTM USA Corp. - USA
- Sky Home Corp.- USA
- Vantona Home Limited
- JCCO 406 Limited
- Ideas (Pvt) limited

Gul Ahmed Textile Mills Limited (the Holding Company) was incorporated on 01 April 1953 in Pakistan as a private limited company, subsequently converted into public limited company on 07 January 1955 and is listed on Pakistan Stock Exchange Limited. The Holding Company is a composite textile unit engaged in the manufacture and sale of textile products. The registered office is situated at Plot No. H-7, Landhi Industrial Area, Karachi.

Ideas (Pvt) Limited and Gul Ahmed International Limited (FZC) -UAE are wholly owned subsidiaries of Gul Ahmed Textile Mills Limited, GTM (Europe) Limited is a wholly owned subsidiary of Gul Ahmed International Limited (FZC) - UAE and GTM USA Corp., Sky Home Corp. and JCCO 406 Ltd. are wholly owned subsidiaries of GTM (Europe) Limited. Vantona Home Ltd is a wholly owned subsidiary of JCCO 406 Ltd.

The Group is a subsidiary of Gul Ahmed Holdings (Private) Limited and owns 55.86% shares of the Group.

1.2 Basis of consolidation

The financial information include the financial information of the Group.

Subsidiary companies are consolidated from the date on which more than 50% voting rights are transferred to the Holding Company or power to govern the financial and operating policies over the subsidiary and is excluded from consolidation from the date of disposal or cessation of control.

The financial statements of the subsidiaries are prepared for the same reporting period as the Holding Company, using consistent accounting policies.

The assets and liabilities of the subsidiary company have been consolidated on a line-by-line basis and the carrying value of investment held by the Company is eliminated against the subsidiary's share capital. All intra-group balances and transactions are eliminated.

Details of Subsidiaries

Name	Date of Incorporation	Country of Incorporation	%of Holding
Gul Ahmed International Limited FZC	December 11, 2002	U.A.E	100%
GTM (Europe) Limited - Indirect subsidiary	April 17, 2003	U.K	100%
GTM USA - Indirect subsidiary	December 19, 2012	U.S.A	100%
Sky Home- Indirect Subsidiary	February 28, 2017	U.S.A	100%
Vantona Home Limited-Indirect Subsidiary	April 22, 2013	U.K	100%
JCCO 406 Limited-Indirect Subsidiary	September 29, 2017	U.K	100%
Ideas (Pvt) limited	December 27,2004 (Became subsidiary on Jan 01, 2021)	Pakistan	100%

All subsidiaries are engaged in distribution/trading of textile related products while ideas also carries out production of finished goods.

1.3 Addresses of all lands owned by the Group are as follows;

Area	Address
25.07 Acres	Plot No. HT-4, Landhi Industrial Area, Landhi, Karachi
14.9 Acres	Survey No. 82, Deh Landhi, Karachi
18.56 Acres	Plot No. H-7, Landhi Industrial Area, Landhi, Karachi
44.04 acres	P.U. No. 48, 49, 50, & 51, Deh Khjanto Tapo Landhi, Karachi
4.17 acres	Plot No. H-19 Landhi Industrial Area, Landhi Karachi
4,023.16 Sq. yards	Plot No. H-19/1, Landhi Industrial Area, Landhi , Karachi
6.83 acres	Plot 368, 369 & 446, Deh Landhi, Karachi
12 acres	Plot- HT 3/A, Landhi, Karachi
51.1 Acre	Plot No. H-5 and HT-6, Landhi Industrial Area, Karachi
1.997 Acres	Plot No. 65/I, Deh Dig, Sector-30, Korangi Industrial Area (Eastern), Karachi
0.306 Acres	24/A, Block C/3, Gulberg-III, Lahore
0.082 Acres	Shop Nos. 5 & 6, Bahadurabad, Karachi

Manufacturing facilities, warehouses, ancillary construction, administrative offices etc are constructed on each above mentioned land.

1.4 Geographical locations and addresses of all factory building on rented premises are as follows;

Address
Plot ST-17/1 and ST-17/3, Federal 'B' Area, Azizabad, Karachi.
Plot No. H-17 / A, Landhi Industrial area, Karachi.
Plot # HT/2 Landhi Industrial Area, Karachi
Plot # HT/8, KDA Scheme 3, Landhi Industrial area, Karachi.
Plot W2/1-14, Western industrial zone, Port Qasim, Karachi
Plot # H19/2-B Bin Qasim, Landhi Industrial area Karachi
Servey # 613, Deh Jorejee, Bin Qasim town, Karachi
Servey # 614, Deh Jorejee, Bin Qasim town, Karachi
Servey # 615, Deh Jorejee, Bin Qasim town, Karachi
22nd Floor, Ocean Mall, Khayaban-e-Iqbal, Block-9, Clifton, Karachi.
Plot No. 12, Sector 23, Korangi Industrial area, Karachi
267 Fifth Avenue 2nd Floor New York, NY 10016 USA
Unit 8A Newby Road, Hazel Grove, Stockport, SK7 5DA UK

1.5 As at 31 December 2024, the Group has 106 retail outlets including a franchise. (30 June 2024: 106 retail outlets including 1 franchise).

2 BASIS OF PREPARATION

2.1 Basis of measurement

The condensed interim consolidated financial information comprise the consolidated statement of Financial Position of Gul Ahmed Textile Mills Limited, its direct subsidiary Worldwide Developers (Pvt.) Limited and its wholly owned subsidiary company Gul Ahmed International Limited (FZC), GTM (Europe) Limited which is the wholly owned subsidiary of Gul Ahmed International Limited (FZC), GTM USA Corporation which is the wholly owned subsidiary of GTM (Europe) Limited, Sky Home Corporation which is the wholly owned subsidiary of GTM (Europe) Limited, Vantona Home Limited which is the wholly owned subsidiary of GTM (Europe) Limited and JCCO 406 Limited which is the wholly owned subsidiary of GTM (Europe) Limited as at December 31, 2024 and the related consolidated statement of profit or loss, consolidated statement of cash flows and consolidated statement of changes in equity together with the notes forming part thereof for the period then ended. The financial statements of the subsidiary companies have been consolidated on a line by line basis.

These condensed interim consolidated financial statements of the Group 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 International Accounting Standard Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

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

These condensed interim consolidated financial statements comprise of the condensed interim consolidated statement of financial position as at December 31, 2024 and the condensed interim un-consolidated statement of profit or loss, condensed interim consolidated statement of comprehensive income, condensed interim consolidated statement of changes in equity and condensed interim consolidated statement of cash flows for the period ended December 31, 2024.

The comparatives statement of Financial Position, presented in these condensed interim consolidated financial statements, as at December 31, 2024 has been extracted from the audited financial statements of the Group for the year ended June 30, 2024 whereas the comparative condensed interim consolidated statement of profit or loss, condensed interim consolidated statement of comprehensive income, condensed interim consolidated statement of cash flows and condensed interim consolidated statement of changes in equity for the six months ended December 31, 2023 have been extracted from the condensed interim consolidated financial statements of the Group for the six months ended December 31, 2023.

These condensed interim consolidated financial statements do not include all the information required in annual financial statements prepared in accordance with approved accounting standards as applicable in Pakistan, and should be read in conjunction with the consolidated financial statements for the year ended June 30, 2024. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance since the last annual financial statements.

2.2 Change in accounting standards, interpretations and amendments to published approved accounting and reporting standards

(a) New standards, amendments and interpretations to published approved accounting and reporting standards which are effective for the accounting periods beginning on or after July 01, 2024

There are certain amendments and interpretations to approved accounting and reporting standards which are mandatory for the Group's annual accounting period beginning on or after July 1, 2024; however, these are do not have any significant impact on these consolidated condensed interim financial statements.

(b) Standards, Interpretations and Amendments to published approved accounting standards not yet effective

There are certain amendments to published accounting and reporting standards that will be applicable for the financial year beginning on or after July 1, 2024 but are considered not to be relevant or to have any significant effect on these condensed interim consolidated financial statements.

2.3 Functional and presentation currency

These consolidated condensed interim financial statements are presented in Pakistani rupees and all financial information presented has been rounded off to the nearest thousand, except otherwise stated.

2.4 Use of judgements and estimates

The preparation of these condensed interim consolidated financial statements requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. Judgments and estimates made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to financial statements as at and for the year ended June 30, 2024.

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

3 MATERIAL ACCOUNTING POLICIES

The material accounting policies and the methods of computation adopted in the preparation of these consolidated condensed interim financial statements are same as those applied in the preparation of the audited consolidated financial statements for the year ended 30 June 2023 and are in line with the amendments made to IAS 1 and IFRS Practice Statement 2.

4 PROPERTY, PLANT AND EQUIPMENT

	Note	(Unaudited) 31 December 2024	(Audited) June 2024
		(Rupees in '000)	
Operating fixed assets	4.1	**52,617,805**	53,708,896
Capital work in progress (CWIP)	4.4	**1,250,693**	633,051
		53,868,498	54,341,947

4.1 Operating Fixed Asset

	Note	31 December 2024	June 2024
Opening book value		**53,708,896**	52,340,673
Additions / Transfers during the period / year	4.2	**1,479,225**	6,521,137
Disposals during the period / year	4.3	**(75,271)**	(94,874)
Written off during the period / year		**-**	(70,069)
Reclassification to CWIP during the period / year		**-**	(18,832)
Depreciation charged during the period / year		**(2,494,021)**	(4,967,334)
Foreign currency translation		**(1,024)**	(1,805)
Closing book value		**52,617,805**	53,708,896

4.2 Additions / Transfers during the period

	31 December 2024	June 2024
Land	**-**	121,484
Buildings and structures on leasehold land	**133,822**	1,439,504
Plant and machinery	**1,149,917**	4,442,899
Furniture and fixtures	**18,095**	84,437
Office equipment	**161,922**	345,561
Vehicles	**15,469**	87,252
	1,479,225	6,521,137

	Note	31 December 2024	June 2024
		(Rupees in '000)	

4.3 Disposals - operating fixed assets (at net book value)

	31 December 2024	June 2024
Building amd structures on leasehold land	**17,052**	35,628
Plant and machinery	**56,614**	57,291
Furniture and fixtures	**-**	520
Office equipment	**1,605**	628
Vehicles	**-**	807
	75,271	94,874

4.4 Capital work in progress (CWIP)

	Note	31 December 2024	June 2024
Opening book value		**633,051**	2,409,507
Additions during the period / year	4.5	**2,096,737**	4,710,740
Transfers during the period / year		**(1,479,095)**	(6,506,028)
Reclassification from operating fixed assets		**-**	18,832
Closing book value		**1,250,693**	633,051

4.5 Additions - capital work in progress (at cost)

	31 December 2024	June 2024
Machinery	**1,057,822**	3,309,671
Building	**913,269**	841,594
Others	**125,646**	559,475
	2,096,737	4,710,740

5 RIGHT OF USE ASSETS

	Note	(Unaudited) 31 December 2024	(Audited) June 2024
		(Rupees in '000)	
Balance as at 01 July		**2,818,151**	2,860,182
Assets recognized during the year		**1,960,624**	528,589
Derecognition / Adjustment		**(139,969)**	135,921
Depreciation expense			
- Charged to Cost of sales		**(14,463)**	(22,451)
- Charged to Distribution cost		**(273,642)**	(629,673)
- Charged to Administrative cost		**(30,825)**	(54,126)
		(318,930)	(706,250)
Foreign currency retranslation difference		**3**	(291)
Net book value		**4,319,879**	2,818,151
Gross carrying amount as at 31 December			
Cost		**7,166,831**	5,207,057
Accumulated Depreciation		**(2,846,955)**	(2,388,615)
Foreign currency retranslation difference		**3**	(291)
Balance as at 31 December		**4,319,879**	2,818,151

6 INTANGIBLE ASSETS

Opening book value	**182,858**	197,892
Additions during the period / year	**11,799**	28,535
Write-off	**-**	-
Amortisation charged during the period / year	**(17,495)**	(38,514)
Foreign Currency Translation	**(484)**	(5,055)
Closing book value	**176,679**	182,858

7 LONG TERM INVESTMENT

Investment in Term Finance Certificate - at amortised cost	7.1	**70,000**	70,000

7.1 This represent Rs. 70 million invested in Term Finance Certificate issued by Habib Bank Limited which carries profit at the rate of KIBOR+1.6% receivable on quarterly basis. This is of perpetual nature.

8 SHORT TERM INVESTMENTS

Investments in mutual funds - Fair value through profit or loss (FVTPL)

December 31, 2024	June 30, 2024	Name of Fund	(Unaudited) 31 December 2024	(Audited) June 2024
-------(Units in '000)-------			(Rupees in '000)	
-	26	Pakistan Cash Management Fund	**-**	1,243
4,491	-	MCB Cash Management Optimizer	**500,000**	-
4,491	26		**500,000**	1,243

9 RESERVES

Capital reserves		
Amalgamation reserve	**8,252,059**	8,252,059
Against long-term investments, capacity expansion and BMR	**23,000,000**	23,000,000
Exchange difference on translation of foreign subsidiaries	**(299,722)**	(302,206)
Statutory reserve created by foreign subsidiary	**20,845**	20,845
	30,973,182	30,970,698
Revenue reserve		
Unappropriated profit	**9,977,980**	8,956,407
	40,951,162	39,927,105

		Note	(Unaudited) 31 December 2024	(Audited) June 2024
10	**LONG TERM FINANCING - SECURED**		**(Rupees in '000)**	
	Opening balance		**17,825,523**	23,213,193
	Long term finance obtained during the period / year		**2,500,000**	358,000
	Unwinding of interest		**14,338**	32,088
	Repayments made during the period / year		**(1,699,460)**	(5,777,758)
			18,640,401	17,825,523
	Current portion long term financing		**(3,916,994)**	(3,233,936)
			14,723,407	14,591,587
11	**LEASE LIABILITY AGAINST RIGHT OF USE ASSETS**			
	Opening balance		**3,738,012**	3,601,520
	Additions		**1,960,624**	528,589
	Interest expense		**321,631**	507,171
	Derecognition / Adjustment		**33,004**	145,823
	Payments		**(672,812)**	(1,044,823)
	Foreign currency retranslation difference		**(21)**	(268)
	Closing balance		**5,380,438**	3,738,012
	Current portion shown under current liabilities		**717,549**	548,173
	Non-Current portion		**4,662,889**	3,189,839
			5,380,438	3,738,012
12	**SHORT TERM BORROWINGS**			
	Local currency:			
	Running finance		**8,242,451**	5,286,695
	Export Refinance Scheme		**20,250,400**	20,761,400
	Other Short Term Finances		**2,102,339**	3,868,906
			30,595,189	29,917,001
	Foreign currency:			
	Export Facilitation Scheme		**9,416,711**	9,542,784
	Foreign Currency Export Finance		**8,633,572**	2,785,867
	Foreign Currency Import Finance		**2,785,465**	-
	Other Short Term Finances		**179,760**	248,676
			21,015,508	12,577,327
			51,610,698	42,494,328

13 CONTINGENCIES AND COMMITMENTS

13.1 Contingencies

The status of contingencies, as reported in the annual consolidated financial statements for the year ended 30 June 2024 remained unchanged during the current period except increase in amount of provisions required and following a new change;

13.1.1 Regarding the matter of tax credit on BMR under section 65 (B) of the Income Tax Ordinance 2001, as disclosed in the Note 27.10 of the consolidated financial statements for the year ended 30 June 2024, the Federal Board of Revenue (FBR) appealed to the Supreme Court to challenge the judgement passed by the Honorable Sindh High Court that the tax credit should be allowed at 5% instead of 10%.

The Honorable Supreme Court passed the appeal order and decided that the companies who have purchased and installed plant and machinery by 30 June 2019 are entitled to a tax credit at 10%. However, this benefit does not extend to companies that installed the plant and machinery after that date. Therefore, the Group is entitled to claim the full tax credit, since the installation was completed before the 30 June 2019. The Group has made adjustment of above judgement in these consolidated condensed interim financial statements.

13.2 Guarantees and others

13.2.1 Guarantees of Rs.5,083 million (30 June 2024: Rs. 2,542 million) have been issued by banks on behalf of the Group which are secured by pari passu hypothecation charge over stores and spares, stock-in-trade, trade debts and other receivables. These guarantees includes guarantees issued by related parties amounting to Rs.3,367 million (30 June 2024: Rs. 1,154 million).

13.2.2 Post dated cheques of Rs.25,015 million (30 June 2024: Rs. 25,580 million) are issued to Custom Authorities in respect of duties on imported items availed on the basis of consumption and export plans.

13.2.3 Bills discounted Rs.12,653 million (30 June 2024: Rs. 13,451 million), including bills discounted from related parties amounting to Rs. 3,364 million (30 June 2024: Rs. 4,470 million).

13.2.4 Corporate guarantee of Rs.232 million (30 June 2024: Rs. 237 million), Rs. 1,109 million (30 June 2024: Rs. 1,106 million) and Rs. 251 million (30 June 2024: Rs. 251 million) have been issued to various banks in favor of subsidiary companies - GTM (Europe) Limited - UK, Gul Ahmed International FZC - UAE and Sky Home Corp- USA respectively.

		(Unaudited) 31 December 2024	(Audited) June 2024
		(Rupees in '000)	
13.3	**Commitments**		
	Capital expenditure	**3,715,968**	761,382
	Other than capital expediture	**32,240,612**	15,429,528
	Forward foreign exchange contracts	**9,416,711**	21,344,805

13.3.1 Other than capital expenditure includes commitments for purchase of raw materials and stores and spares.

This includes forward foreign exchange contracts amounting to USD 34 million, equivalent to Rs. 9,417 million (30 June 2024: Rs. 9,543 million) obtained under pre-shipment exports. The Group is obligated to provide export documents against such amount. The liability of Rs. 9,417 miillion has been appropriately recorded under Export Facilitation Scheme in these condensed interim consolidated financial statements.

Pension Commitments

GTM Europe Ltd operates a defined contributions pension scheme. The assets of the scheme are held separately from those of GTM Europe Ltd in an independently administered fund. The pension cost charge represents contributions payable by GTM Europe Ltd to the fund and amounted to Rs.1.3 million (30 June 2024: Rs.1.8 million).

14 CASH AND CASH EQUIVALENTS

	(Unaudited) 31 December 2024	(Unaudited) 31 December 2023
	(Rupees in '000)	
Cash and cash equivalents comprises of:		
Cash and bank balances	**898,244**	1,762,010
Running Finance	**(8,242,451)**	(2,536,476)
	(7,344,207)	(774,466)

15 SALES-NET

	31 December 2024	31 December 2023
	(Rupees in '000)	
Export sales		
Direct	**58,051,171**	50,916,014
Indirect	**23,197,995**	17,216,812
	81,249,166	68,132,826
Export rebate	**(5,791)**	391,432
Trade and other discount	**(724,213)**	(433,952)
Commission	**(776,596)**	(1,419,343)
Sales tax	**(3,542,182)**	(1,793,119)
	76,200,384	64,877,844
Local sales	**19,888,990**	20,144,631
Brokerage	**(237,968)**	(201,544)
Sales tax	**(1,254,299)**	(1,085,709)
	18,396,723	18,857,378
	94,597,107	83,735,222

15.1 Local sales include revenue from inhouse manufacturing services on behalf of third party of Rs. 471 million (31 December 2023: Rs. 340 million).

15.2 Information with respect to disaggregation of revenue by internal segment and geographical location is disclosed in note 15 of the consolidated condensed interim financial statements.

16 TAXATION

Provision for current taxation has been made on the basis of normal tax liability, final taxation, tax credit and separate block income under the Income Tax Ordinance, 2001.

17 SEGMENT INFORMATION

The Groups's operations have been divided in four segments based on the nature of process and internal reporting along with subsidiaries. Following are the reportable business segments:

a) Spinning: Production of different qualities of yarn using both natural and artificial fibres.

b) Apparel: Processing of different types of woven and knitted garments.

c) Home Textile: Production of different types and qualities of products falling under the definition of home textile.

d) Others: Weaving, Fiber Bleaching, Knitting, Yarn dyeing and Dyed yarn fabric etc. (including subsidiaries)

Transactions among the business segments are recorded at cost.

17.1 Segment Profitability (Unaudited)

	Spinning		Apparel		Home Textile		All other segments		Elimination Of Inter Segment Transactions		Total	
	Dec-24	Dec-23	**Dec-24**	Dec-23	**Dec-24**	Dec-23	**Dec-24**	Dec-23	**Dec-24**	Dec-23	**Dec-24**	Dec-23
	(Rupees in '000)											
Sales to external customers	**22,569,156**	18,364,537	**5,924,279**	5,702,951	**41,947,936**	38,038,302	**23,939,447**	21,437,340	**216,290**	192,092	**94,597,107**	83,735,222
Intersegmental sales	**603,544**	9,428,623	**1,761,421**	1,571,718	**15,315,988**	10,623,713	**5,012,785**	4,322,322	**(22,693,738)**	(25,946,375)	**-**	-
Cost of sales	**(20,240,528)**	(24,735,338)	**(7,455,601)**	(6,705,445)	**(53,203,676)**	(44,434,804)	**(22,830,110)**	(20,334,649)	**22,630,156**	25,923,078	**(81,099,758)**	(70,287,158)
Gross profit	**2,932,172**	**3,057,822**	**230,098**	569,224	**4,060,248**	4,227,211	**1,109,338**	1,102,691	**22,846,446**	168,794	**13,497,349**	13,448,064
Distribution and Administrative cost	**(259,654)**	(236,369)	**(431,349)**	(444,126)	**(2,717,225)**	(2,243,761)	**(5,055,642)**	(4,818,151)	**-**	-	**(8,463,870)**	(7,742,407)
Profit before tax and before charging following	**2,672,517**	2,821,453	**(201,250)**	125,098	**1,343,023**	1,983,450	**(3,946,304)**	(3,715,461)	**22,846,446**	168,794	**5,033,479**	5,705,657
Finance Cost											**(4,324,694)**	(4,329,755)
Other operating cost											**(323,875)**	(190,056)
Other income											**1,155,140**	911,736
											(3,493,429)	(3,608,075)
Profit before levies and income tax											**1,540,050**	2,097,582
Levies and income tax											**(518,477)**	(1,006,843)
Profit after Levies and income tax											**1,021,573**	1,090,739
Depreciation and Amortisation expense	**621,111**	682,238	**89,252**	97,548	**526,834**	490,430	**1,593,249**	1,477,169	**-**	-	**2,830,446**	2,747,385

17.2 Segment assets and liabilities

	Spinning		Apparel		Home Textile		All other segments		Unallocated		Total	
	Dec-24	Jun-24	**Dec-24**	Jun-24	**Dec-24**	Jun-24	**Dec-24**	Jun-24	**Dec-24**	Jun-24	**Dec-24**	Jun-24
	(Rupees in '000)											
Assets	**34,852,108**	32,289,234	**5,918,872**	7,113,934	**60,684,686**	57,379,745	**33,647,559**	38,483,639	**22,072,356**	13,673,329	**157,175,580**	148,939,881
Liabilities	**(14,275,266)**	(12,971,968)	**(2,981,790)**	(3,178,145)	**(21,114,995)**	(22,355,651)	**(20,695,728)**	(26,120,280)	**(49,756,046)**	(36,986,138)	**(108,823,824)**	(101,612,182)
Segment Capital & Intangible expenditure	**295,660**	324,127	**22,037**	151,641	**622,731**	1,355,898	**666,525**	641,431	**469,724**	2,266,178	**2,076,677**	4,739,275

17.3 Unallocated items represent those assets and liabilities which are common to all segments and these include long term deposits, other receivables, deferred liabilities, certain common borrowing and other corporate assets and liabilities.

17.4 Information about major customer

Revenue from major customer whose revenue exceeds 10% of gross sales is Rs. 18,924 million (31 December 2023: Rs. 16,478 million).

	Revenue Six months ended (Unaudited) December 2024	Revenue Six months ended (Unaudited) December 2023	Non-current assets (Unaudited) December 2024	Non-current assets (Audited) June 2024
	(Rupees in '000)			
17 INFORMATION BY GEOGRAPHICAL AREA				
Pakistan	**38,290,504**	34,400,950	**59,950,603**	58,870,793
Germany	**16,316,398**	14,323,020	**-**	-
United States	**7,861,588**	7,681,988	**-**	596
Italy	**4,571,802**	4,299,384	**-**	-
France	**3,995,272**	2,840,363	**-**	-
United Kingdom	**5,633,563**	6,623,625	**156,002**	131,513
Netherlands	**3,479,485**	2,228,308	**-**	-
Denmark	**3,374,881**	2,999,515	**-**	-
Poland	**3,291,042**	1,863,470	**-**	-
Spain	**1,978,694**	1,877,252	**-**	-
Sweden	**1,502,635**	973,811	**-**	-
China	**966,352**	952,984	**-**	-
United Arab Emirates	**466,883**	591,750	**24,624**	61,786
Other Countries	**4,612,576**	3,742,209	**-**	-
	96,341,675	85,398,629	**60,131,229**	59,064,688

18 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties comprise subsidiaries, associated companies, companies where directors also hold directorship, directors of the Group and key management personnel. The Group in the normal course of business carries out transactions with various related parties. Details of related party transactions and balances other than those disclosed elsewhere in these financial statements are as follows:

Name of the related party	Relationship and percentage of shareholding	Transactions during the period	(Unaudited) Six Months Ended 31 December 2024	(Unaudited) Six Months Ended 31 December 2023
			(Rupees in '000)	
Grand Industries (Pvt) Limited	Associated Company	Rent expense	**300**	1,756
Swisstex Chemicals (Private) Limited	Associated Company	Purchase of goods	**67,224**	96,693
Win Star (Private) Limited -	Associated Company	Purchase of goods	**17,944**	9,148
Haji Ali Mohammad Foundation	Associated Company	Rent paid	**480**	480
The Pakistan Business Council	Associated Company	Fees paid	**2,500**	2,500
Pakistan Textile Council	Associated Company	Donations paid	**1,250**	1,250
Habib University Foundation	Associated Company	Donations paid	**3,250**	3,349
Habib Metropolitan Bank	Associated Company	Bills discounted	**10,701,117**	8,475,008
		Markup and other bank charges	**134,501**	131,534
Askari Bank Limited	Associated Company	Bills discounted	**1,771,961**	855,827
		Markup on long term financing	**8,625**	10,600
		Markup on short term financing	**180,348**	171,896
Samba Bank Limited	Associated Company	Bills discounted	**-**	169,874
		Markup on long term financing	**1,828**	2,901
		Markup on short term financing	**33,444**	25,997
Standard Chartered Pakistan Limited	Associated Company	Bills discounted	**1,412,331**	958,624
		Markup on short term financing	**214,146**	152,889
Board of Directors	Associate	Meeting Fees	**4,300**	3,800
Gul Ahmed Textile Mills Limited Employees Provident Fund Trust	Employee Retirement Fund	Subsidiary Company's contribution to provident fund	**210,256**	193,885
Ideas (Private) Limited - Employees Provident Fund Trust	Employee Retirement Fund	Holding Company's contribution to provident fund	**33,340**	67,999

Name of the related party	Relationship and percentage of shareholding	Nature of outstanding balances	(Unaudited) 31 December 2024	(Audited) 30 June 2024
			------------ (Rupees in '000) ------------	
Win Star (Private) Limited	Associated company	Trade and other payables	**17,269**	19,211
Swisstex Chemicals (Private) Limited	Associated company	Trade and other payables	**5,472**	49,508
Grand Industries (Private) Limited	Associated company	Trade and other payables	**4,663**	4,389
TPL Properties Limited	Associated company	Trade and other payables	**22,049**	22,049
Arwen Tech. (Private) Limited	Associated Company	Trade and other payables	**3,915**	8,801
Habib Metropolitan Bank	Associated company	Bills Discounted	**2,776,124**	4,218,248
		Short Term Borrowings	**3,536,694**	5,424,368
		Bank Balance	**60,603**	5,700
		Accrued Markup	**12,946**	9,588
Askari Bank Limited	Associated company	Bills Discounted	**214,437**	-
		Short Term Borrowings	**3,529,914**	2,800,007
		Bank Balance	**4,438**	-
		Long Term Borrowings	**503,206**	553,368
		Accrued Markup	**33,005**	43,175
Samba Bank Limited	Associated company	Long Term Borrowings	**107,800**	143,080
		Short Term Borrowings	**846,132**	849,162
		Accrued Markup	**5,192**	22,082
Standard Chartered Pakistan Limited	Associated company	Bills Discounted	**190,893**	251,703
		Short Term Borrowings	**4,151,369**	5,505,991
		Accrued Markup	**44,778**	185,947
Key management Personnel	Associate	Loan provided	**107,217**	87,256
Gul Ahmed Textile Mills Limited Employees Provident Fund Trust	Employee Retirement Fund	Payable to employee's provident fund	**61,261**	61,057
Ideas (Private) Limited - Employees Provident Fund Trust	Employee Retirement Fund	Payable to employee's provident fund	**34,063**	8,543

19 FAIR VALUES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

The Group while assessing fair values uses valuation techniques that are appropriate in the circumstances using relevant observable data as far as possible and minimizing the use of unobservable inputs. Fair values are categorized into following three levels based on the input used in the valuation techniques:

- Level 1 Quoted prices in active markets for identical assets or liabilities that can be assessed at measurement.
- Level 2 Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 Inputs are unobservable inputs for the asset or liability Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

If inputs used to measure the fair values of an asset or a liability fall into different levels then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Transfers, if any, between levels of the fair value hierarchy is recognized at the end of the reporting period during which the transfer has occurred. The Group's policy for determining when transfers between levels in the hierarchy have occurred includes monitoring of changes in market and trading activity and changes in inputs used in valuation techniques.

As at year end the fair value of all the financial assets and liabilities approximates to their carrying values. The property plant and equipment is carried at cost less accumulated depreciation and impairment if any, except free-hold land, lease-hold land and capital work in progress which are stated at cost. Long term investments in subsidiaries represent the investment in unquoted shares of companies carried at cost. The Group does not expect that unobservable inputs may have significant effect on fair values. The fair values of forward exchange contracts is determined based on the forward exchange rates at the reporting date included in the level 2 of the fair value hierarchy.

20 CORRESPONDING FIGURES

The Institute of Chartered Accountants of Pakistan (ICAP) issued 'IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes' (the Guide) in May 2024, which requires to classify certain amounts of tax paid under minimum and final tax regime separately as a levies instead of classifying under current tax. The Group applied Guide for the first time in the annual audited consolidated financial statements for the year ended June 30, 2024 and reported the change in accounting policy in note 4 of the annual audited consolidated financial statements for the year ended June 30, 2024. Accordingly, in these consolidated condensed interim financial statements, the Group has represented the levies and income tax amounts as stated below:

	For the quarter ended December 31, 2023			For the half year ended December 31, 2023		
	Had there been no change in accounting policy	After incorporating effects of change in accounting policy	Impact of change in accounting policy	Had there been no change in accounting policy	After incorporating effects of change in accounting policy	Impact of change in accounting policy
	------------------------------ (Rupees in '000) ------------------------------					
Representation on Profit or loss						
Profit before taxation	**985,267**	**818,782**	**-166,485**	**2,097,582**	**1,358,127**	**-739,455**
Levies		**-166,485**	**-166,485**		**-739,455**	**-739,455**
Taxation	**-438,637**	**-272,152**	**166,485**	**-1,006,843**	**-267,388**	**739,455**

21 DATE OF AUTHORISATION

These financial statements were authorised for issue on 24-February-2025 by the Board of Directors of the Group.

22 GENERAL

22.1 Allocations for the workers' profit participation fund, workers' welfare fund and taxation are provisional and final liability including liability for deferred taxation will be determined on the basis of annual results.

22.2 Figures have been rounded off to the nearest thousand rupees.

MOHOMED BASHIR
Chairman

MOHAMMED ZAKI BASHIR
Chief Executive Officer

MUHAMMAD KASHIF RIAZ
Chief Financial Officer