SUNRAYS TEXTILE MILLS LIMITED

QUARTERLY STATEMENT

(UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

Contents

COMPANY PROFILE
BOARD OF DIRECTORS

1.	Mian Imran Ahmed	Chairman
2.	Mr. Kashif Riaz	Chief Executive
3.	Mr. Naveed Ahmed	
4.	Mian Shahzad Ahmed	
5.	Mrs. Fadia Kashif	
6.	Mr. Shahwaiz Ahmed	
7.	Ms. Mehr-Un-Nisa Kashif	
8.	Mr. Shafqat Masood	
9.	Mr. Faisal Hanif	
10.	Ms. Azra Yaqub Vawda	
11.	Mr. Farooq Hassan	

AUDIT COMMITTEE

1.	Mr. Faisal Hanif	(Chairman)
2.	Mr. Shahwaiz Ahmed	(Member)
3.	Mr. Shafqat Masood	(Member)

HUMAN RESOURCES AND REMUNERATION COMMITTEE

1.	Mr. Faisal Hanif	(Chairman)
2.	Mrs. Fadia Kashif	(Member)
3.	Ms. Mehr-Un-Nisa Kashif	(Member)

CHIEF FINANCIAL OFFICER

Mr. Shabbir Kausar

CHIEF INTERNAL AUDITOR

Mr. Imran Iftikhar

COMPANY SECRETARY

Mr. Ahmed Faheem Niazi

LEGAL ADVISOR

Mr. Yousuf Naseem
Advocates & Solicitors

REGISTERED OFFICE

5th floor, Office # 508, Beaumont Plaza,
Beaumont Road, Civil Lines Quarters, Karachi

SYMBOL OF TH E COMPANY

SUTM

WEBSITE

http://www.Indus-group.com

REGISTRAR & SHARE TRANSFER OFFICE

JWAFFS REGISTRAR SERVICES (PVT) LTD
Office # 20, 5th Floor, Arkay Square Extension,
New Chali, Shahrah-e-Liaquat, Karachi. Tel.(+92-21) 32440974-75

FACTORY LOCATION

Khanpur Shomali Bagga Sher M.M. Road Muzaffar Garh

BANKERS

MCB Bank Limited
Allied Bank Limited
Bank Al Habib Limited
United Bank Limited
Meezan Bank Limited
Habib Bank Limited
Bank Alfalah Limited

AUDITORS

Yousuf Adil
Chartered Accountants

DIRECTOR'S REPORT

The Directors are pleased to present the un-audited condensed interim financial information of the Company for the first quarter ended on Sep 30, 2025. The Comparative figures for the corresponding quarter ended on Sep 30, 2024 have been used for comparison, except in statement of financial position where figures used are for the year ended on Jun 30, 2025.

FINANCIAL RESULTS

Sales for the three-month period ending on September 30, 2025 was Rs.4858.537 million against Rs. 4,802.593 million for the same period last year, whereas the consolidated net profit after tax was Rs.11.078 million as compared to Rs. 72.956 million in the last corresponding period. The Company has shown satisfactory performance during the three months under review despite the challenges. The following are the financial results of the Company for the three months ended September 30, 2025.

FINANCIAL HIGHLIGHTS

	1st Quarter Ended September 30 (Rs. in Million)	
	2025	2024
Sales – Net	4858.537	4,802.593
Gross Profit	180.242	395.634
Other Income	183.904	24.839
Profit Before Taxation	41.662	113.128
Taxation	(30.584)	(40.172)
Profit After Taxation	11.078	72.956

REVIEW OF OPERATIONS

During the period Rs.88.492 million was invested by the Company in the fixed assets for BMR plan to improve the quality. These investments were financed through retained earnings .

EARNING PER SHARE

The earnings per share for the first quarter ended September 30, 2025 is Rs.0.54 per share as compared to Rs. 3.52 per share over the last corresponding period.

FUTURE OUTLOOK

The management anticipates stable performance as global textile demand normalizes. The Company remains focused on enhancing operational efficiency, optimizing costs, and strengthening sustainability practices. Cotton will continue to be procured from diverse global sources to ensure consistent supply and mitigate price volatility arising from international market fluctuations and trade measures. Prudent inventory and sourcing strategies support resilience against commodity risks.

Following the conclusion of Pakistan's Export Finance Scheme and the imposition of sales tax on imported yarn, market conditions have turned favorable for domestic yarn producers. The Company is well positioned to benefit from improved capacity utilization, greater local value addition, and enhanced export competitiveness.

Management continues to emphasize financial discipline, modernization, and value-added yarn production to sustain profitability. Ongoing investments in technology, energy efficiency, and sustainable operations underpin the Company's long-term growth and strengthen its position in Pakistan's spinning industry.

Composition Of Board:

The composition of the Board is in compliance with the requirements of the Code of Corporate Governance regulations, 2019 applicable on listed entities which is given below:

Total Number of Directors:

Male	08
Female	03

Composition:

Executive Director	01
Independent Director	03
Non Executive Director	07

Category	Names
Independent Directors	Mr. Faisal Hanif Ms. Azra Yaqub Vawda Mr. Farooq Hassan
Executive Directors	Mr. Kashif Riaz (CEO)
Non-Executive Directors	Mr. Naveed Ahmed Mian Shahzad Ahmed Mian Imran Ahmed Mrs. Fadia Kashif Mr. Shahwaiz Ahmed Ms. Mehr-Un-Nisa Kashif Mr. Sheikh Shafqat Masood
Female Directors	Ms.Azra Yaqub Vawda Mrs. Fadia Kashif Ms. Mehr-Un-Nisa Kashif

ENVIRONMENT, HEALTH AND SAFETY.

Your Company is committed towards protecting a sound climate for everyone by complying with all environmental policies at the production facilities.

WEB PRESENCE

Annual and periodic financial statements of the company are also available on the website of the company http://www.indus-group.com for information of the shareholders and others.

ACKNOWLEDGEMENT

The Directors acknowledge the contribution of each and every employee of the Company. We would like to express our thanks to our customers for the trust they have shown in our products and the bankers for continued support to the Company. We are also grateful to our shareholders for their confidence in our management.

FOR AND ON BEHALF OF THE BOARD

Kashif Riaz
CHIEF EXECUTIVE OFFICER

Director

Dated: October 30,2025

سنریز ٹیکسٹائل ملز لمیٹڈ

ڈائریکٹرز رپورٹ سہ ماہی ۳۰ ستمبر ۲۰۲۵

بورڈ آف ڈائریکٹرز اپنی رپورٹ اور اس کے ساتھ پہلی سہ ماہی ۳۰ ستمبر ۲۰۲۵ کے مالیاتی گوشوارے (غیر آڈٹ شدہ) بخوشی پیش کرتے ہیں۔ ۳۰ ستمبر ۲۰۲۴ کو ختم ہونے والی اسی سہ ماہی کے تقابلی اعداد و شمار کو مقابلے کے لیے استعمال کیا گیا ہے۔ سوائے مالیتی پوزیشن کے بیان کے جہاں استعمال کیے گئے اعداد و شمار ۳۰ جون ۲۰۲۵ کو ختم ہونے والے سال کے ہیں۔

مالیاتی نتائج:

۳۰ ستمبر ۲۰۲۵ کو ختم ہونے والی تین ماہ کی مدت کے لیے فروختگی 4858.537 ملین روپے کے مقابلے میں گذشتہ سال اسی مدت کے لیے 4802.593 ملین تھی۔ جبکہ ٹیکس کے بعد مجموعی خالص منافع 11.078 ملین روپے کے مقابلے میں گذشتہ اسی مدت میں 72.956 ملین تھا۔ مختلف چیلنجوں کے باوجود زیر جائزہ تین ماہ کے دوران کمپنی کی کارگردگی تسلی بخش رہی۔

۳۰ ستمبر ۲۰۲۵ کو ختم ہونے والی تین ماہ کی مدت کے لیے کمپنی کے مالی نتائج درج ذیل ہیں۔

مالی اور آپریشنل نتائج:

	سہ ماہی ۔ ۳۰ ستمبر	000 روپے
تفصیل	2024	2025
فروختگی	4,802.593	4858.537
خام منافع	395.634	180.242
دیگر آمدن	24.839	183.904
قبل از ٹیکس منافع	113.128	41.662
ٹیکس	(40.172)	(30.584)
بعد از ٹیکس منافع	72.956	11.078

آپریشنل تجزیہ

دوران مدت 88.492 ملین روپے مقررہ اثاثوں میں سرمایہ کاری کی گئی جو کہ کمپنی کے معیار کو بہتر بنانے کے لیے BMR پلان کا حصہ ہے۔ اسی مقصد کی مالی اعانت کے لیے برقرار رکھی گئی۔ آمدنی کا استعمال کیا گیا۔

فی حصص آمدن؛

فی حصص آمد سہ ماہی **۳۰ ستمبر ۲۰۲۵** ختم ہونے پر 0.54 روپے ہے، جبکہ پچھلی اسی مدت میں یہ 3.52 روپے تھی۔

مستقبل کی صورتِ حال:

انتظامیہ مستحکم کارکردگی کی توقع رکھتی ہے کیونکہ عالمی ٹیکسٹائل کی طلب معمول پر آ رہی ہے۔ کمپنی آپریشنل کورکردگی کو بڑھانے، لاگت کو بہتر بنانے، اور پائیداری کے طریقوں کو مظبوط بنانے پر مرکوز ہے۔ مسلسل فراہمی کو یقینی بنانے اور بین الاقوامی منڈی کے اتار چڑھاؤ اور تجارتی اقدامات سے پیدا ہونے والی قیمتوں میں اتار چڑھاؤ کو کم کرنے کے لئے مختلف عالمی ذرائع سے کپاس کی خریداری جاری رہے گی۔ بروقت انوینٹری اور سورسنگ کی حکمت عملی اجناس کے خطرات کے خلاف لچک کی حمایت کرتی ہے۔

پاکستان کی ایکسپورٹ فنانس اسکیم کے اختتام اور درآمدی یارن پر سیلز ٹیکس کے نفاذ کے بعد، مارکیٹ کے حالات ملکی یارن پروڈیوسرز کے لئے سازگار ہو گئے ہیں۔ کمپنی بہتر صلاحیت کے استعمال، زیادہ سے زیادہ مقامی ویلیو ایڈیشن، اور بہتر برآمدی مسابقت سے فائدہ اٹھانے کے لئے اچھی پوزیشن میں ہے۔

انتظامیہ منافع کو برقرار رکھنے کے لیے مالیاتی نظم و ضبط، جدید ٹیکنالوجی اور ویلیو ایڈڈ یارن کی پیداوار پر زور دیتی ہے۔ ٹیکنالوجی توانائی کی کارگردگی اور پائیدار آپریشنز میں جاری سرمایہ کاری کمپنی کی طویل مدتی ترقی اور پاکستان کی اسپننگ انڈسٹری میں اس کی پوزیشن کو مضبوط کرتی ہے۔

بورڈ کی تشکیل:۔

بورڈ کی تشکیل کارپوریٹ گورننس کے ضابطہ اخلاق،2019 کے تقاضوں کے مطابق درج ذیل ہے۔

ڈائریکٹرز کی کل تعداد:۔

الف۔	مرد	8
ب۔	خاتون	3

تشکیل:۔

i۔	فعال ڈائریکٹر	1
ii۔	آزاد ڈائریکٹر	3
iii۔	غیر فعال ڈائریکٹر	7

نام	کیٹیگری
فیصل حنیف مس عذرا یعقوب فاروق حسن	آزاد ڈائریکٹرز
کاشف ریاض (چیف ایگزیکٹو آفیسر)	فعال ڈائریکٹر
نوید احمد میاں شہزاد احمد میاں عمران احمد مسز فادیہ کاشف شاہویز احمد مہر النساء کاشف شیخ شفقت مسعود	غیر فعال ڈائریکٹرز
مس عذرا یعقوب مسز فادیہ کاشف مہر النساء کاشف	خواتین ڈائریکٹرز

ماحولیات، صحت اور حفاظت:

آپ کی کمپنی پیداواری سہولیات پر تمام ماحولیاتی پالیسیوں کی تعمیل کرتے ہوئے ہر ایک کے لئے اچھی آب وہوا کے تحفظ کے لئے پر عزم ہے۔

ویب پر موجودگی:

کمپنی کے سالانہ اور مختلف مدت کے مالیاتی بیانات کو کمپنی کی ویب سائٹ http://www.indus-group.com پر موجود ہیں جہاں سے شیئر ہولڈر اور دوسرے لوگ معلومات حاصل کرسکتے ہیں۔

اظہار تشکر:۔

ادارے کے ڈائریکٹرز تمام ملازمین کی کوششوں کا اعتراف کرتے ہیں۔ ہم اپنے ان تمام گاہکوں کا شکریہ ادا کرتے ہیں جنھوں نے ہماری مصنوعات پر اعتماد کیا اور وہ تمام بینکرز جنھوں نے تسلسل کے ساتھ ہماری معاونت کی۔ ہم اپنے تمام حصہ داروں کے شکر گزار ہیں جنھوں نے انتظامیہ پر اپنے اعتماد کا اظہار کیا۔

بورڈ آف ڈائریکٹرز کی جانب سے

کاشف ریاض

چیف ایگزیکٹو آفیسر

ڈائریکٹر

30 اکتوبر 2025

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

	Note	Sep. 30 2025	Sep. 30 2024
		------------ Rupees ----------	
		(000)	(000)
ASSETS			
Non-current assets			
Property, plant and equipment		**8,264,972**	8,360,937
Long term investment		**190,850**	190,850
Long term advances		**29,632**	37,037
Long term deposits		**6,991**	6,991
		8,492,445	8,595,815
Current assets			
Stores and spares		**286,377**	297,664
Stock in trade		**4,316,842**	4,250,339
Trade debts		**4,752,923**	4,441,878
Loans and advances		**80,046**	78,082
Advance income tax		**84,165**	307,644
Trade deposits and other receivables		**170,262**	188,038
Short term investments		**861,326**	748,311
Taxes refundable		**976,284**	1,122,555
Cash and bank balances		**45,566**	78,748
		11,573,791	11,513,260
Total assets		**20,066,235**	20,109,075
EQUITY AND LIABILITIES			
Share capital and reserves			
Issued, subscribed and paid-up capital		**207,000**	207,000
Share premium		**3,600**	3,600
Surplus on revaluation of property, plant and equipment		**2,310,538**	2,339,992
Reserves		**6,112,000**	6,112,000
Unappropriated profit		**529,213**	488,946
		9,162,351	9,151,538
Non-current liabilities			
Long term financing		**2,440,963**	2,500,327
Deferred taxation		**602,955**	637,810
Deferred liabilities		**147,183**	143,125
		3,191,101	**3,281,263**
Current liabilities			
Trade and other payables		**1,383,462**	1,214,663
Accured markup		**169,145**	219,599
Short term borrowings		**5,631,579**	5,474,379
Current portion of long term financing		**423,366**	418,054
Unclaimed dividend		**21,017**	22,523
Provision for taxation		**84,214**	327,058
		7,712,784	7,676,275
Contingencies and commitments			
Total equity and liabilities		**20,066,235**	20,109,075

The annexed notes from 1 to 8 form an integral part of these unconsolidated financial statements.

Shabbir Kausar Chief Financial Officer	Kashif Riaz Chief Executive Officer	Mian Imran Ahmed Chairman

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED) FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	Note	Sep. 30 *2025*	Sep. 30 *2024*
		------------ *Rupees* ----------	
		(000)	(000)
Sales-net		**4,858,537**	**4,802,593**
Cost of sales	**6**	**(4,678,295)**	**(4,406,959)**
Gross profit		**180,242**	**395,634**
Distribution cost		**(34,382)**	**(35,758)**
Administrative expenses		**(88,579)**	**(73,079)**
Other expenses		**(7,023)**	**(8,508)**
Finance cost		**(192,231)**	**(189,573)**
Other income		**183,301**	**24,323**
		(138,914)	**(282,595)**
Profit/(loss) before taxation		**41,328**	**113,039**
Final Taxes		**-**	**(3,002)**
		41,328	**110,037**
Revenue taxes		**(61,386)**	**(35,040)**
		(20,058)	**74,997**
Income tax		**30,871**	**(1,958)**
Profit /(Loss) for the period		**10,813**	**73,039**
Earnings per share - basic and diluted		**0.52**	**3.53**

Shabbir Kausar
Chief Financial Officer

Kashif Riaz
Chief Executive Officer

Mian Imran Ahmed
Chairman

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	Note	Sep. 30 **2025**	Sep. 30 **2024**
		------------ Rupees ----------	
		(000)	(000)
Profit/(loss) for the year		**10,813**	**73,039**
Other comprehensive income - net of tax			
Remeasurement of defined benefit obligation - gratuity		-	-
Related deferred tax		-	-
Total comprehensive income for the year		**10,813**	**73,039**

Shabbir Kausar
Chief Financial Officer

Kashif Riaz
Chief Executive Officer

Mian Imran Ahmed
Chairman

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	Share capital	Capital reserve			Revenue reserves		Total
		Share premium	Capital reserve	Surplus on revaluation of fixed assets	General reserve	Unappropriated profit	
	Rupees(000)						
Balance as at June 30, 2024	**207,000**	**3,600**	**2,500,000**	**1,536,986**	**3,612,000**	**343,841**	**8,203,427**
Comprehensive income for the year							
Profit for the year	-	-		-	-	76,623	76,623
Other comprehensive loss	-	-		870,854	-	634	871,488
Total comprehensive income for the year	-	-	-	870,854	-	77,257	948,111
Transfer from surplus on revalation of property,plant and equipment on account of increamental depreciation	-			(67,848)	-	67,848	-
Balance as at June 30, 2025	**207,000**	**3,600**	**2,500,000**	**2,339,992**	**3,612,000**	**488,946**	**9,151,538**
Comprehensive income for the year							
Profit/(loss) for the year	-	-		-	-	10,813	10,813
Other comprehensive loss	-	-		-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	10,813	10,813
Transactions with owners							
Transferred to unappropriated profit on account of incremental depreciation on surplus on revaluation of property, plant and equipment -net of defeered tax	-	-		(29,453)	-	29,453	-
Balance as at Sep 30, 2025	**207,000**	**3,600**	**2,500,000**	**2,310,538**	**3,612,000**	**529,213**	**9,162,351**

Shabbir Kausar
Chief Financial Officer

Kashif Riaz
Chief Executive Officer

Mian Imran Ahmed
Chairman

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	Sep. 30 2025	Sep. 30 2024
	------------ Rupees ----------	
A. CASH FLOWS FROM OPERATING ACTIVITIES	(000)	(000)
Profit/(loss) before taxation	41,328	113,039
Adjustments for:		
Depreciation on property, plant and equipment	183,182	165,749
Unrealized loss/gain) on re-measurement of other financial assets-net	(152,769)	(11,533)
Realized gain on disposal of other financial assets-net	(14,745)	(230)
Provision for staff retirement benefits - gratuity	7,500	7,433
Gain on sale of property, plant and equipment- net	(175)	-
Finance cost	192,231	189,573
Operating cash flows before changes in working capital	215,223	350,992
Changes in working capital		
(Increase) / decrease in current assets		
Stores and spares	11,288	7,298
Stock in trade	(66,503)	(593,077)
Trade debts	(311,045)	(933,295)
Loans and advances (excluding advance income tax)	5,442	25,207
Trade deposits and other receivable	17,776	(19,587.2)
Sales tax refundable	146,271	121,990
Increase in current liabilities		
Trade and other payables	168,799	(58,550)
	(27,972)	(1,450,013)
Cash (used in) operations	228,580	(985,982)
Finance cost paid	(242,685)	(196,754)
Staff retirement benefits - gratuity paid	(3,443)	(1,180)
Income taxes paid/adjusted	(84,735)	(56,605)
Net cash (used in) operating activities	(102,282)	(1,240,521)
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(88,492)	(126,062)
Proceeds from disposal of property, plant and equipment	1,450	-
Payment for purchase of short term investments	-	(18)
Proceeds from disposal of short term investments	54,500	11,763
Net cash generated from / (used in) investing activities	(32,542)	(114,318)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long term financing	-	-
Repayment long term lfinancing	(54,051)	(29,836)
Short term borrowings - net	157,200	1,388,540
Dividends paid	(1,506)	-
Net cash generated from financing activities	101,643	1,358,704
Net increase / (decrease) in cash and cash equivalents (A+B+C)	(33,182)	3,866
Cash and cash equivalents at beginning of the year	78,748	83,986
Cash and cash equivalents at end of the year	45,566	87,852

The annexed notes from 1 to 8 form an integral part of these financial statements.

Shabbir Kausar Chief Financial Officer	Kashif Riaz Chief Executive Officer	Mian Imran Ahmed Chairman

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENT (UNAUDITED) FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

1. LEGAL STATUS AND OPERATIONS

1.1 Sunrays Textile Mills Limited "the Company" was incorporated in Pakistan on August 27, 1987 as a public limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange. The Company is principally engaged in trade, manufacture and sale of yarn. . The registered office of the Company is situated at Office n. 508, 5th floor, Beaumont Plaza ,Beaumont Road Civil Lines Quarters, Karachi. The mill site is located at khanpur shumali khewat no.359, District Muzaffargarh, Dera Ghazi Khan Division, in the province of Punjab having area of 331 kanal and 6 Marals..

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

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Statement of compliance

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

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

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed. These interim financial statements are un-audited but subject to limited scope review by auditors and are being submitted to the shareholders as required under Section 237 of the Act.

2.2 These interim financial statements do not include all information required for full annual financial statements and should be read in conjunction with annual audited financial statements for the year ended June 30, 2024. Comparative condensed interim statement of financial position has been extracted from annual audited financial statements for the year ended June 30, 2025 whereas comparative condensed statement profit or loss and condensed interim statement of other comprehensive income, comparative condensed interim statement of changes in equity and comparative condensed interim statement of cash flows has been extracted from un-audited interim financial statements for the three month period ended September 30, 2024

2.3 **Changes in accounting standards, interpretations and amendments**

2.3.1 Standards, interpretations & amendments to published approved accounting standards that are effective and relevant

The Securities and Exchange Commission of Pakistan (SECP) has adopted new IFRS - 16 "Leases". Impact of this IFRS Standard on these interim financial statements are explained in note 2.4.

There are other new standards, amendments to standards and interpretations that became effective during the period and are mandatory for accounting periods of the Company beginning on or after July 01, 2020 but are considered not to be relevant or not to have any significant effect on the Company's operations and are, therefore, not disclosed in these interim financial statements.

2.3.2

Standards, interpretations & amendments to published approved accounting standards that are not yet effective

There are certain new standards, amendments to standards and interpretations that will become effective in future accounting periods but are considered not to be relevant or not to have any significant effect on Company's operations and are, therefore, not disclosed in these interim financial statements.

2.4 Accounting policies and methods of computation

The accounting policies and methods of computation followed in the preparation of these interim financial statements are the same as those applied in the preparation of the published audited financial statements for the year ended June 30, 2025

	Sep 30, 2025 Rupees (000)	Sep 30, 2024 Rupees (000)
3- CONTINGENCIES AND COMMITMENTS		
CONTINGENCIES		
Bank/financial institution/insurance guarantees	656,481	1,137,615
COMMITMENTS		
Under letters of credit	1,073,028	3,003,125
4- AGGREGATE TRANSACTION WITH ASSOCIATED UNDERTAKING		
Sales of goods and services	6,704	34,627
Purchase of goods and services	270,901	256,164

4.1 These transation have been carried out on the commercial terms and conditions.

5- ACQUISITION OF PROPERTY PLANT AND MACHINERY		
Acquisition	88,491,971	126,062
6- COST OF GOODS SOLD		
Raw Material	3,540,794	3,576,920
Stores and Spares	75,445	74,955
Packing material	57,956	61,728
Salaries ,wages and benefits & Doubling Charges	208,059	195,524
Power and fuel	395,974	348,983
Insurance	6,000	6,000
Repair and maintenance	2,993	5,704
Depreciation	170,616	156,024
Others	1,470	1,634
	4,459,308	**4,427,474**
Work in process		
Opening stock	120,000	109,974
Closing stock	(111,820)	(121,879)
	8,180	(11,905)
Cost of goods manufactured	**4,467,488**	**4,415,569**
Purchase of yarn	2,250	19,556
Finished Goods		
Opening stock	632,054	270,852
Closing stock	(423,497)	(299,018)
	208,557	(28,166)
	4,678,295	**4,406,959**

7- These financial statements were authorised for issue by the Board of Directors of the company on October 30, 2025

8- Figures have been rounded off to the nearest thousand rupee.

Shabbir Kausar
Chief Financial Officer

Kashif Riaz
Chief Executive Officer

Mian Imran Ahmed
Chairman

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

	Note	Sep. 30 2025	June. 30 2025
		------------ Rupees ----------	
		(000)	(000)
ASSETS			
Non-current assets			
Property, plant and equipment		**8,504,800**	8,601,108
Long term advances		**29,632**	37,037
Long term deposits		**7,001**	7,001
		8,541,433	8,645,146
Current assets		-	
Stores and spares		**286,377**	297,664
Stock in trade		**4,316,842**	4,250,339
Trade debts		**4,752,923**	4,441,878
Loans and advances		**80,046**	78,082
Advance income tax		**84,165**	307,644
Trade deposits and other receivables		**170,778**	188,038
Shortterm investments		**865,201**	752,403
Taxes refundable		**976,284**	1,122,666
Cash and bank balances		**45,724**	78,775
		11,578,339	11,517,490
Total assets		**20,119,771**	20,162,636
EQUITY AND LIABILITIES			
Share capital and reserves			
Issued, subscribed and paid-up capital		**207,000**	207,000
Share premium		**3,600**	3,600
Surplus on revaluation of property, plant and equipment		**2,352,364**	2,381,921
General reserves		**6,112,000**	6,112,000
Unappropriated profit		**536,621**	495,987
		9,211,585	9,200,508
Non-current liabilities			
Long term financing		**2,440,963**	2,500,327
Deferred taxation		**607,123**	642,029
Deferred liabilities		**147,183**	143,125
		3,195,269	3,285,482
Current liabilities			
Trade and other payables		**1,383,589**	1,215,035
Accrued markup		**169,145**	219,599
Short term borrowings		**5,631,579**	5,474,379
Current portion of long term financing		**423,366**	418,054
Unclaimed dividend		**21,017**	22,523
Provision for taxation		**84,222**	327,058
		7,712,918	7,676,647
Contingencies and commitments		-	
Total equity and liabilities		**20,119,771**	20,162,636

The annexed notes from 1 to 8 form an integral part of these financial statements.

Shabbir Kausar Chief Financial Officer	Kashif Riaz Chief Executive Officer	Mian Imran Ahmed Chairman

CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED) FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	Note	Sep. 30 **2025**	Sep. 30 **2024**
		------------ Rupees ----------	
		(000)	(000)
Sales-net		**4,858,537**	4,802,593
Cost of sales	**6**	**(4,678,295)**	(4,406,959)
Gross profit		**180,242**	**395,634**
Distribution cost		**(34,382)**	(35,758)
Administrative expenses		**(88,849)**	(73,506)
Other expenses		**(7,023)**	(8,508)
Finance cost		**(192,232)**	(189,573)
Other income		**183,904**	24,839
		(138,580)	**(282,506)**
Profit before taxation		**41,662**	**113,128**
Final Taxes		**-**	(2)
		41,662	**113,126**
Revenue taxes		**(61,386)**	(38,170)
		(19,724)	**74,956**
Income tax		**30,802**	(2,000)
Profit for the period		**11,078**	**72,956**
Earnings per share - basic and diluted		**0.54**	3.52

Shabbir Kausar
Chief Financial Officer

Kashif Riaz
Chief Executive Officer

Mian Imran Ahmed
Chairman

CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	Note	Sep. 30 2025	Sep. 30 2024
		------------ Rupees ----------	
		(000)	(000)
Profit for the year		**11,078**	71,331
Other comprehensive income - net of tax			
Remeasurement of defined benefit obligation - gratuity		-	-
Related deferred tax		-	-
Adjustment of deferred tax relating to surplus on		-	
revaluation of operating fixed assets due to change in tax rate		-	
Total comprehensive income for the year		**11,078**	71,331

Shabbir Kausar
Chief Financial Officer

Kashif Riaz
Chief Executive Officer

Mian Imran Ahmed
Chairman

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	Share capital	*Capital reserve*			*Revenue reserves*		Total
		Share premium	*Capital reserve*	*Surplus on revaluation of fixed assets*	*General reserve*	*Unappropriated profit*	
	Rupees(000)						
Balance as at June 30, 2024	**207,000**	**3,600**	**2,500,000**	**1,534,704**	**3,612,000**	**351,733**	**8,209,037**
Comprehensive income for the year							
Profit for the year	-	-		-	-	75,772	75,772
Other comprehensive loss	-	-		915,064	-	634	915,698
Total comprehensive income for the year	-	-	-	915,064	-	76,406	991,470
Transfer from surplus on revalation of property,plant and equipment on account of increamental depreciation				(67,848)	-	67,848	-
Balance as at June 30, 2025	**207,000**	**3,600**	**2,500,000**	**2,381,920**	**3,612,000**	**495,987**	**9,200,508**
Comprehensive income for the year							
Profit for the year	-	-		-	-	11,078	11,078
Other comprehensive loss	-	-		-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	11,078	11,078
Transactions with owners							
Transferred to unappropriated profit on account of incremental depreciation on surplus on revaluation of property, plant and equipment	-	-		(29,556)	-	29,556	-
Balance as at Sep 30, 2025	**207,000**	**3,600**	**2,500,000**	**2,352,364**	**3,612,000**	**536,621**	**9,211,585**

Shabbir Kausar
Chief Financial Officer

Kashif Riaz
Chief Executive Officer

Mian Imran Ahmed
Chairman

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

		Sep. 30 2025	Sep. 30 2024
		------------ Rupees ----------	
A.	***CASH FLOWS FROM OPERATING ACTIVITIES***	**(000)**	**(000)**
	Profit before taxation	**41,662**	113,128
	Adjustments for:		
	Depreciation on property, plant and equipment	**183,525**	165,972
	Unrealized loss/gain) on re-measurement of other financial assets-net	**(152,858)**	(11,391)
	Realized gain on disposal of other financial assets-net	**(14,745)**	(230)
	Provision for staff retirement benefits - gratuity	**7,500**	7,433
	Gain on sale of property, plant and equipment- net	**(175)**	-
	Finance cost	**192,232**	189,573
	Operating cash flows before changes in working capital	**215,478**	351,357
	Changes in working capital		
	(Increase) / decrease in current assets		
	Stores and spares	**11,288**	7,298
	Stock in trade	**(66,503)**	(593,077)
	Trade debts	**(500,693)**	(933,295)
	Loans and advances	**5,442**	24,779
	Trade deposits and other receivables	**17,260**	(17,890)
	Taxes refundable	**146,434**	121,990
	Increase in current liabilities		
	Trade and other payables	**168,394**	(58,500)
		(218,378)	(1,450,391)
	Cash (used in) operations	**38,761**	(985,906)
	Finance cost paid	**(242,686)**	(196,754)
	Staff retirement benefits - gratuity paid	**(3,443)**	(1,180)
	Income taxes paid/adjusted	**(84,408)**	(56,607)
	Net cash (used in) operating activities	**(291,775)**	(1,240,447)
B.	***CASH FLOWS FROM INVESTING ACTIVITIES***	**-**	-
	Additions to property, plant and equipment	**(88,492)**	(126,062)
	Proceeds from disposal of property, plant and equipment	**1,450**	-
	Payment for purchase of short term investments	**-**	(18)
	Proceeds from disposal of short term investments	**54,804**	11,763
	Net cash generated from / (used in) investing activities	**(32,238)**	(114,318)
C.	***CASH FLOWS FROM FINANCING ACTIVITIES***		
	Proceeds from long term financing	**-**	-
	Repayment long term lfinancing	**(54,051)**	(29,836)
	Short term borrowings - net	**346,518**	1,388,540
	Dividends paid	**(1,506)**	-
	Net cash generated from financing activities	**290,961**	1,358,704
	Net increase / (decrease) in cash and cash equivalents (A+B+C)	(33,051)	3,940
	Cash and cash equivalents at beginning of the year	**78,775**	84,006
	Cash and cash equivalents at end of the year	**45,724**	87,946

The annexed notes from 1 to 9 form an integral part of these financial statements.

Shabbir Kausar Chief Financial Officer	Kashif Riaz Chief Executive Officer	Mian Imran Ahmed Chairman

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENT (UNAUDITED) FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

1. THE GROUP AND ITS OPERATIONS

The Group consists of Sunrays Textile Mills Limited (the Holding Company) and its subsidiary namely Embee Industries (Private) Limited. Brief profile of the Holding Company and Subsidiary are as follows:

1.1 Sunrays Textile Mills Limited

Sunrays Textile Mills Limited "the Company" was incorporated in Pakistan on August 27, 1987 as a public limited company under the repealed Companies Ordinance, 1984 (Now Companies Act 2017) and its shares are quoted on the Pakistan Stock Exchange. The Company is principally engaged in trade, manufacture and sale of yarn. The registered office of the Company is situated at Office no. 508, 5th floor, Beaumont Plaza, Beaumont Road, Civil Lines Quarters, Karachi. The mill site is located at Khanpur Shumali khewat no. 359, District Muzaffargarh, Dera Ghazi Khan Division, in the province of Punjab.

1.2 Embee Industries (Private) Limited

Embee Industries (Private) Limited (the company) was incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) as a private limited company on 16th April, 1985. The principal business of the Company is manufacturing and sale of ice. The registered office and works of the company are located at Riaz Cotton Factory, Factory Area, Faisalabad in the province of the Punjab.

1.3 Basis of Consolidation

The consolidated financial statements include the financial statements of the Holding Company and its subsidiary.

Subsidiary company is fully consolidated from the date on which more than 50% of voting rights are transferred to the Group or power to control them is established and excluded from consolidation from the date of disposal or when the control is lost.

The financial statements of the subsidiary are prepared for the same reporting year as of the Holding Company for the purpose of consolidation, using consistent accounting policies. The accounting policies of the subsidiaries have been changed to conform with accounting policies of the Group, where required.

The assets, liabilities, income and expenses of subsidiary companies are consolidated on a line by line basis and carrying value of investments held by the Holding Company is eliminated against the subsidiary companies' shareholders' equity in these consolidated

All intra-group balances, transactions and unrealised gains and losses resulting from intra-group transactions and dividends are eliminated in full.

2 Business combination

Acquisition of business is accounted for using the acquisition method. The consideration transferred in a business combination is measured at fair value, which is calculated as a sum of the acquisition-date fair values of the assets transferred by the Holding Company, liabilities incured by the Holding Company to the former owners of the acquiree and the equity interests issued by the Company in exchange for the control of the acquiree. Acquisition-related costs are recognized in the statement of profit or loss as incurred.

At the acquisition date, the identified assets acquired and the liabilities assumed are recognized at their fair value.

Goodwill is initially measured at acquistion date as the excess of the sum of the consideration transferred and the fair value of the acquirer's previously held equity interest in the acquiree (if any) over the net of the acquisition-date amounts of the identifiable assets acquired and the liabilities assumed. if, net amounts at the acquisition-date of the identifiable assets acquired and the liabilities assumed exceeds the sum of the consideration transferred and the fair value of the acquirer's previously held interest in the acquiree (if any), excess is recognized immediately in the statement of profit or loss as a

3. STATEMENT OF COMPLIANCE

3.1 These consolidated 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 comprises of :

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

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

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND RISK MANAGEMENT POLICIES

4.1 The preparation of the 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.

The accounting policies, underlying estimates and methods of computations adopted in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of the annual audited consolidated financial statements of

4.2 The financial risk management policies and objectives adopted by the Group are consistent with those disclosed in the Group's annual audited consolidated financial statements for the year ended June 30, 2025.

5. BASIS OF PREPARATION

5.1 These consolidated condensed interim financial statements has been prepared under the historical cost convention modified by: -

- recognition of certain employee retirement benefits at present value.
- recognition of certain financial instruments at fair value.

5.2 These consolidated condensed interim financial statements does not include all of the information required for annual audited financial statements and therefore should be read in conjunction with the annual audited consolidated financial statements of the Group for the year ended June 30, 2025.

5.3 These consolidated condensed interim financial statements is presented in Pakistani Rupees which is also the Group's functional currency.

5.4 The comparative consolidated statement of financial position presented has been extracted from annual consolidated audited financial statements for the year ended June 30, 2024, whereas comparative consolidated condensed interim statement of profit and loss, consolidated condensed interim statement of comprehensive income, consolidated condensed interim statement of cash flows and consolidated condensed interim statement of changes in equity presented in these consolidated condensed interim financial statements have been extracted from the unaudited consolidated condensed interim financial statement for the three months period ended September 30, 2025

		Sep 30, 2025 Rupees (000)	Sep 30, 2024 Rupees (000)
3-	**CONTINGENCIES AND COMMITMENTS**		
	CONTINGENCIES		
	Bank/financial institution/insurance guarantees	656,481	1,137,615
	COMMITMENTS		
	Under letters of credit	1,073,028	3,003,125
4-	**AGGREGATE TRANSACTION WITH ASSOCIATED UNDERTAKING**		
	Sales of goods and services	6,704	34,627
	Purchase of goods and services	270,901	256,164

4.1 These transation have been carried out on the commercial terms and conditions.

5-	**ACQUISITION OF PROPERTY PLANT AND MACHINERY**		
	Acquisition	88,491,971	126,062
6-	**COST OF GOODS SOLD**		
	Raw Material	3,540,794	3,576,920
	Stores and Spares	75,445	74,955
	Packing material	57,956	61,728
	Salaries ,wages and benefits & Doubling Charges	208,059	195,524
	Power and fuel	395,974	348,983
	Insurance	6,000	6,000
	Repair and maintenance	2,993	5,704
	Depreciation	170,616	156,024
	Others	1,470	1,634
		4,459,308	**4,427,474**
	Work in process		
	Opening stock	120,000	109,974
	Closing stock	(111,820)	(121,879)
		8,180	(11,905)
	Cost of goods manufactured	**4,467,488**	**4,415,569**
	Purchase of yarn	2,250	19,556
	Finished Goods		
	Opening stock	632,054	270,852
	Closing stock	(423,497)	(299,018)
		208,557	(28,166)
		4,678,295	**4,406,959**

7- These financial statements were authorised for issue by the Board of Directors of the company on October 30, 2025

8- Figures have been rounded off to the nearest thousand rupee.

Shabbir Kausar
Chief Financial Officer

Kashif Riaz
Chief Executive Officer

Mian Imran Ahmed
Chairman