



REDCO TEXTILES LIMITED

ISO 9001 Certified

Quarterly Report as at 30th September 2025

Company Information

Board of Directors

Mrs. Manizah Saif	Chairperson
Mrs. Sarah Muhammad Saya	Chief Executive
Mr. Junaid Khan	
Mr. Irfan Ahmed Siddiqi	
Mr. Ahsan Ur Rehman Khan	
Ms. Ayesha Saif Khan	
Mr. Khalid Rehman Khan	

Chief Financial Officer

Mr. Monim Ul Haq

Company Secretary

Mr. Muhammad Kashif

Auditors

Mushtaq & Co, Chartered Accountants

Audit Committee

Mr. Irfan Ahmed Siddiqi	Chairman
Mrs. Manizah Saif	Member
Mr. Ahsan Ur Rehman Khan	Member

HR and Remuneration Committee

Mr. Irfan Ahmed Siddiqi	Chairman
Mrs. Sarah Muhammad Saya	Member
Mrs. Manizah Saif	Member

Registered Office

Redco Textiles Limited, Redco Arcade, 78-E, Blue Area, Islamabad 44000, Pakistan.
Tel: (+92-51) 2344251-57 Fax: (+92-51) 2344256 E-mail: sales@redcogroup.com

Mills

Redco Textiles Limited, 3-Km, Rawat-Kallar Seydan Road, P.O Sagri, Rawat, Rawalpindi. Tel: (+92-51) 4610402-4 Fax: (+92-51) 4610401
E-mail: redcotextilemills@redcogroup.com

Directors' Report

Dear Shareholders,

We are pleased to present our quarterly report of your Company's performance as of September 30, 2025.

The three months period under review incurred profit before levies and taxation of Rs. 84.21 million and profit after taxation of Rs. 53.28 million as compared to profit before levies and taxation of Rs. 73.88 million and profit after taxation of Rs. 86.46 million of the previous corresponding period.

The highlights of the first quarter include:

- ❖ Decrease in sales revenue by 6.15% (418.54 million) as compared to the last corresponding period (445.99 million). The decline in sales revenue is primarily attributable to a slowdown in local market demand and fluctuations in orders due to floods in Pakistan during the period.
- ❖ These three months incurred gross profit of Rs. 93.849 million as compared to the gross profit of Rs. 76.181 million in the previous corresponding period. This improvement is mainly due to better cost management and operational efficiency, despite reduced turnover during the period, the Company achieved notable cost savings through the successful operation of its solar power system, which now contributes a significant portion of the total energy requirement. This initiative has resulted in a substantial reduction in electricity expenses, enhanced energy self-sufficiency, and lowered the Company's overall production cost. The management remains focused on further optimizing renewable energy utilization to mitigate the impact of rising energy tariffs.

The outlook for Pakistan's textile sector in the coming months remains cautiously optimistic. The recent improvement in export orders for value-added products such as garments, bed linen, and home textiles is encouraging, supported by easing raw material costs and improved global demand sentiment. The stabilization of the exchange rate and a decline in shipping costs are also expected to provide some relief to exporters. Nevertheless, the sector continues to face challenges such as high energy tariffs, inconsistent gas supply, and strong regional competition from neighboring textile-producing countries. These pressures may continue to impact the profitability of basic textile operations engaged in yarn and grey cloth production.

Going forward, the Company anticipates a gradual recovery as buyers regain confidence and supply chain conditions improve. Domestic demand is also expected to remain steady in the coming months due to seasonal factors. The management's ongoing focus on cost control, energy efficiency through solar utilization, and product diversification will help strengthen competitiveness and profitability in the subsequent quarters.

The Company remains committed to prudent financial management, modernization of plant and equipment, and exploring new markets to ensure long-term and sustainable growth despite the challenging macroeconomic environment.

The Board places on record its sincere appreciation for the continued support, commitment, and dedication of the Company's employees, customers, financial institutions, and shareholders.

For and on behalf of the Board,



Irfan Ahmed Siddiqi
Director



Sarah Muhammad Saya
Chief Executive Officer

Dated: October 30, 2025

REDCO TEXTILES LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2025

	30-Sep-25	30-Jun-25
	Un-audited	Audited
ASSETS		
NON CURRENT ASSETS		
Property, plant and equipment	2,809,244,556	2,834,792,536
Long Term Investments	138,615	110,280
Long term deposits	20,440,179	20,440,179
	2,829,823,350	2,855,342,995
CURRENT ASSETS		
Stores, spare parts and loose tools	88,501,352	72,825,679
Stock in trade	82,208,918	74,878,144
Trade debts	371,889,990	218,165,495
Loans, advances and other receivables	591,122,128	584,381,726
Short term investments	22,000,000	22,000,000
Trade deposits and short term prepayments	2,747,631	1,466,736
Tax refunds due from Government	74,821,666	67,700,299
Cash and bank balances	106,962,585	198,565,321
	1,340,254,270	1,239,983,400
TOTAL ASSETS	4,170,077,620	4,095,326,395
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized capital		
80,000,000 (June 30, 2025: 80,000,000) ordinary shares of Rs. 10/- each	800,000,000	800,000,000
Issued, subscribed and paid up capital		
49,292,600 (June 30, 2025: 49,292,600) ordinary shares of Rs. 10/- each	492,926,000	492,926,000
Surplus on revaluation of property, plant and equipment - net of tax	841,271,249	846,669,070
Director's loan	69,599,501	69,599,501
Other reserves	83,540	55,205
Accumulated loss	(181,349,343)	(240,029,446)
	1,222,530,947	1,169,220,330
NON CURRENT LIABILITIES		
Staff retirement benefits-gratuity	47,780,626	47,780,612
Deferred taxation	107,914,476	91,300,977
	155,695,102	139,081,589
CURRENT LIABILITIES		
Trade and other payables	378,393,719	365,754,158
Short term borrowings from associated undertakings	970,608,289	972,029,614
Short term borrowings from directors and others	1,442,849,563	1,449,240,704
	2,791,851,571	2,787,024,476
CONTINGENCIES AND COMMITMENTS		
TOTAL EQUITY AND LIABILITIES	4,170,077,620	4,095,326,395

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



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR



REDCO TEXTILES LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2025

	30-Sep-25	30-Sep-24
Sales - net	418,540,489	445,990,310
Cost of sales	(324,691,685)	(369,809,643)
Gross Profit	93,848,804	76,180,667
Operating expenses		
Distribution cost	(787,852)	(552,462)
Administrative expenses	(7,012,977)	(6,237,977)
Other operating expenses	(1,615,869)	(1,854,143)
	(9,416,698)	(8,644,582)
Operating Profit	84,432,106	67,536,085
Other operating income	463,953	6,739,511
Finance cost	(684,275)	(395,144)
Profit before Levies and Taxation	84,211,784	73,880,452
Levies	(14,316,003)	(12,559,677)
Profit before Taxation	69,895,781	61,320,775
Taxation		
Current Tax	-	-
Deferred Tax	(16,613,499)	25,139,419
	(16,613,499)	25,139,419
Profit for the period	53,282,282	86,460,194
Earnings per share - basic and diluted	1.0809	1.7540

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

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR

REDCO TEXTILES LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2025

	30-Sep-25	30-Sep-24
Profit for the period	53,282,282	86,460,194
Other comprehensive income / (loss):		
Available for sale financial assets		
Gain / (Loss) arised during the period	28,335	4,030
Total comprehensive income/(loss) for the period	53,310,617	86,464,224

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



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CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2025

	Share Capital	Capital Reserves		Director's loan	Revenue Reserves	Total equity
		Unrealized gain/(loss) on investment measured at FVOCI	Revaluation Surplus		Accumulated Profit/(Loss)	
Rupees						
Balance as at June 30, 2024	492,926,000	12,610	869,396,739	69,599,501	(429,078,000)	1,002,856,850
Total comprehensive income / (loss) for the period						
Profit for the period	-	-	-	-	86,460,194	86,460,194
Other comprehensive income / (loss)	-	4,030	-	-	-	4,030
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment - net of tax	-	-	(5,683,400)	-	5,683,400	-
Balance as at September 30, 2024	492,926,000	16,640	863,713,339	69,599,501	(336,934,406)	1,089,321,074
Balance as at June 30, 2025	492,926,000	55,205	846,669,070	69,599,501	(240,029,446)	1,169,220,330
Total comprehensive income / (loss) for the period						
Profit for the period	-	-	-	-	53,282,282	53,282,282
Other comprehensive income / (loss)	-	28,335	-	-	-	28,335
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment - net of tax	-	-	(5,397,821)	-	5,397,821	-
Balance as at September 30, 2025	492,926,000	83,540	841,271,249	69,599,501	(181,349,343)	1,222,530,947

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

CHIEF EXECUTIVE

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DIRECTOR



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REDCO TEXTILES LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2025

	30-Sep-25	30-Sep-24
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before Levies and Taxation	84,211,784	73,880,452
Adjustment for non cash items:		
Depreciation	25,623,516	24,655,216
Provision for staff retirement benefits	2,072,000	2,347,000
Finance cost	684,275	395,144
	28,379,791	27,397,360
Operating profit before working capital changes	112,591,575	101,277,812
Changes in Working Capital:		
(Increase) / decrease in current assets		
Stores, spare parts and loose tools	(15,675,673)	655,065
Stock in trade	(7,330,774)	(14,423,209)
Trade debts	(153,724,495)	(75,197,180)
Loans, advances and other receivables & Trade Deposits	(8,021,297)	(7,021,975)
	(184,752,239)	(95,987,299)
Increase / (decrease) in current liabilities		
Trade and other payables	12,639,561	100,887,972
Cash generated from / (used in) operations	(59,521,103)	106,178,485
Staff retirement benefits paid	(2,071,986)	(2,345,194)
Finance cost paid	(684,275)	(395,144)
Taxes paid	(21,437,370)	14,195,714
	(24,193,631)	11,455,376
Net cash generated from / (used in) operating activities	(83,714,734)	117,633,861
CASH FLOWS FROM INVESTING ACTIVITIES		
Property, plant and equipment - acquired	(75,536)	-
Capital work in progress	-	(4,914,683)
Investment in term deposit certificate	-	(102,000,000)
Net cash generated from / (used in) investing activities	(75,536)	(106,914,683)
CASH FLOWS FROM FINANCING ACTIVITIES		
Short term borrowings from associated undertakings	(1,421,325)	(1,178,987)
Short term borrowings from directors and others	(6,391,141)	(847,735)
Net cash (used in) / generated from financing activities	(7,812,466)	(2,026,722)
Increase / (decrease) in cash and cash equivalents	(91,602,736)	8,692,456
Cash and cash equivalents at the beginning of the period	198,565,321	136,820,685
Cash and cash equivalents at the end of the period	106,962,585	145,513,141

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

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR



REDCO TEXTILES LIMITED

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2025

1 STATUS AND NATURE OF BUSINESS

Redco Textiles Limited is a Public Limited Company, incorporated in Pakistan on 17 October 1991. It was incorporated under the repealed Companies Ordinance, 1984 now the Companies Act, 2017 and is listed on Pakistan Stock Exchange. Redco's principal activities include manufacture and sale of yarn and greige fabric. The Company is also generating its revenue by conversion of yarn into fabrics. The registered office of the Company is situated at 78-E, Redco Arcade, Blue Area, Islamabad. The manufacturing facility is located at 3-km, Rawat-Kallar Seydan Road, P.O Sagri, Rawat, Rawalpindi, District Rawalpindi in the Province of Punjab.

2 BASIS OF PRESENTATION

2.1 Statement of compliance

This condensed interim financial information is un-audited and has been prepared in accordance with the requirements of the International Financial Reporting Standard (IFRS) IAS 34 "Interim Financial Reporting" as applicable in Pakistan. This condensed interim financial information does not include all of the information and disclosures required for annual financial statements, and should be read in conjunction with the financial statements of the company as at and for the year ended 30th June 2025.

This condensed interim financial information is being submitted to the shareholders as required by the Listing regulations of Pakistan Stock Exchange Limited and section 237 of the Companies Act, 2017.

These financial statements have been prepared in accordance with the approved financial reporting standards as applicable in Pakistan and the requirements of the Companies Act, 2017. Wherever the requirements of the Companies Act, 2017 or directives issued by the Securities and Exchange Commission of Pakistan differ with the requirements of these standards, the requirements of the Companies Act, 2017 or the requirements of the said directive take precedence.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies and methods of computation which have been used in the preparation of this condensed interim financial information are the same as those applied in preparation of the financial statements for the preceding year ended June 30, 2025.

4 DATE OF AUTHORIZATION

These condensed interim financial statements have been authorized for issue by the board of Directors of the Company on 30th October 2025.

5 GENERAL

Figures have been rounded off to the nearest rupee.

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR



ڈائریکٹر رپورٹ

محترم شیئر ہولڈرز،

ہم 30 ستمبر 2025 کو ختم ہونے والی سہ ماہی کی کارکردگی پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

زیر نظر تین ماہ کے عرصے میں کمپنی نے قبل از لیویز اور ٹیکس 84.21 ملین روپے اور ٹیکس کے بعد 53.28 ملین روپے کا منافع حاصل کیا، جو کہ گزشتہ سال کے اسی عرصے کے دوران قبل از ٹیکس 73.88 ملین روپے اور بعد از ٹیکس 86.46 ملین روپے تھا۔

پہلی سہ ماہی کے اہم نکات درج ذیل ہیں:

• فروخت میں گزشتہ تقابلی عرصہ کے مقابلہ میں 6.15 فیصد کمی ہوئی ہے اور ہماری فروخت 418.54 ملین روپے رہی ہے جبکہ گزشتہ اسی سہ ماہی میں فروخت 445.99 ملین روپے تھی فروخت میں کمی کی بنیادی وجہ مقامی مارکیٹ میں طلب میں کمی اور پاکستان میں سیلاب کے باعث آرڈرز میں اتار چڑھاؤ ہے۔

• ان تین مہینوں کے دوران کمپنی نے 93.849 ملین روپے کا مجموعی منافع حاصل کیا، جو کہ گزشتہ سال کے اسی عرصے کے 76.181 ملین روپے کے مقابلے میں زیادہ ہے۔ یہ بہتری بنیادی طور پر بہتر لاگت کے انتظام اور آپریشنل کارکردگی کی وجہ سے ممکن ہوئی۔ اگرچہ اس عرصے کے دوران کاروبار میں کمی واقع ہوئی، کمپنی نے اپنی شمسی توانائی کے نظام کے کامیاب آپریشن کے ذریعے نمایاں بچت حاصل کی۔ یہ نظام اب توانائی کی مجموعی ضروریات کا ایک خاطر خواہ حصہ پورا کر رہا ہے۔ اس اقدام سے بجلی کے اخراجات میں نمایاں کمی، توانائی میں خود کفالت، اور پیداوار کی لاگت میں مجموعی کمی حاصل ہوئی۔ انتظامیہ توانائی کی بڑھتی ہوئی قیمتوں کے اثرات کو کم کرنے کے لیے قابل تجدید توانائی کے مزید بہتر استعمال پر توجہ مرکوز کیے ہوئے ہے۔

آئندہ مہینوں میں پاکستان کے ٹیکسٹائل شعبے کا منظر نامہ محتاط طور پر پرامید ہے۔ ویلیو ایڈڈ مصنوعات جیسے کہ ملبوسات، بیڈ شیٹس، اور ہوم ٹیکسٹائل کے برآمدی آرڈرز میں حالیہ بہتری ایک حوصلہ افزا پیشرفت ہے، جسے خام مال کی لاگت میں کمی اور عالمی طلب میں بہتری کے رجحان کا سہارا حاصل ہے۔ زرمبادلہ کی شرح میں استحکام اور شپنگ اخراجات میں کمی بھی برآمد کنندگان کے لیے کچھ ریلیف فراہم کرنے کی توقع ہے۔ تاہم، یہ شعبہ اب بھی بلند توانائی ٹیرف، گیس کی غیر مستقل فراہمی، اور ٹیکسٹائل تیار کرنے والے ہمسایہ ممالک سے سخت علاقائی مسابقت جیسے چین کا سامنا کر رہا ہے۔ یہ دباؤ دھاگہ اور گرے کپڑا تیار کرنے والی بنیادی ٹیکسٹائل سرگرمیوں کے منافع کو متاثر کر سکتے ہیں۔

آئندہ کے عرصے میں، کمپنی بتدریج بحالی کی توقع رکھتی ہے کیونکہ خریداروں کا اعتماد بحال ہو رہا ہے اور سپلائی چین کے حالات میں بہتری آ رہی ہے۔ موسمی عوامل کے باعث مقامی طلب بھی آنے والے مہینوں میں مستحکم رہنے کی توقع ہے۔ انتظامیہ کی لاگت پر قابو رکھنے، شمسی توانائی کے مؤثر استعمال کے ذریعے توانائی کی بچت، اور مصنوعات میں تنوع پیدا کرنے پر مسلسل توجہ آئندہ سہ ماہیوں میں کمپنی کی مسابقت اور منافع کو مزید مضبوط بنانے میں مددگار ثابت ہوگی۔



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کمپنی مشکل معاشی حالات کے باوجود محتاط مالی نظم و نسق، پلانٹ اور آلات کی جدید کاری، اور نئی منڈیوں کی تلاش کے ذریعے طویل مدتی اور پائیدار ترقی کو یقینی بنانے کے لیے پرعزم ہے۔

بورڈ کمپنی کے تمام ملازمین، صارفین، مالیاتی اداروں اور شیئر ہولڈرز کی مسلسل حمایت، عزم، اور وابستگی کو خلوص دل سے سراہتا ہے۔

بورڈ آف ڈائریکٹرز کی جانب سے۔

سارہ محمد ساییہ

سی۔ای۔او

عرفان احمد صدیقی

ڈائریکٹر

بتاریخ: 30 اکتوبر 2025



REDCO TEXTILES LIMITED

www.redcotextiles.com

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