



# Ghazi Fabrics International Limited

8-C, E-III, Gulberg-III, Lahore - 54660, Pakistan



## DIRECTORS' REPORT

The Directors of Ghazi Fabrics International Limited ("the Company") are pleased to Present the financial statements for the nine months ended March 31, 2025.

### Economic/Industry Overview

Due to increase in cost of raw material and increase in utilities cost, the cost of production remained higher.

In order to reduce the losses, production operations of Spinning and Weaving divisions were suspended temporarily, therefore, curtailment of production operations resulted the reduced production activity and in reduced sales. These timely decisions were necessary to reduce the loss after taxation and to reduce the burden on cash flows.

The future economic outlook especially in the textile sector looks very challenging. Textile industry is very Competitive globally, the higher cost of production especially in comparison with our regional competitors is making difficult to compete in international market.

### Operating Financial Results

During the period under review the Company's gross loss was Rs. 216.230 million ( corresponding period loss Rs. 367.185 million ) and the loss after tax was Rs. 279.883 million (corresponding period loss Rs. 629.409 million) Loss per share was Rs. 8.58 (corresponding period loss per share Rs. 19.29).

### Financial Highlights

	For The Nine Months Ended March 31,	
	2025	2024
	Rupees	
Sales	572,596,451	3,516,761,454
Gross loss	216,229,788	367,184,668
loss after tax	279,882,500	629,409,325
Gross loss (%)	37.76	10.44
Loss per share - Rs.	8.58	19.29

Indicative from the figures above, sales decreased by 83.72% and gross loss decreased by 41.11% as compared to corresponding period. Whereas the loss after tax is also decreased by 55.53%.The future prospects of the Company are encouraging on account of the Management's efforts in increasing the Company's performance through implementing best business practices.

### Acknowledgement

We are grateful to the management and employees of the Company for their hard work and dedication. We also express our gratitude to our shareholders, bankers, suppliers and valued customers who cooperate with us throughout the period.

For and on behalf of the Board

**Kamran Arshad**  
Director

**Rizwan Arshad**  
Director

Lahore  
28th April 2025.





# Ghazi Fabrics International Limited

8-C, E-III, Gulberg-III, Lahore - 54660, Pakistan

ڈائریکٹرز رپورٹ



محترم حصص یافتگان،

غازی فیبرکس انٹرنیشنل لمیٹڈ کے ڈائریکٹران 31 مارچ 2025ء کو ختم ہونے والی نو ماہی کے مالی گوشوارے پیش کرتے ہیں۔

اقتصادی / صنعتی جائزہ

خام مال کی لاگت میں اضافے اور پمپلیٹی کی لاگت میں اضافے سے پیداواری لاگت زیادہ رہی۔

نقصانات کو کم کرنے کے لئے سپنگ ڈویژن اور ویونگ ڈویژن کی پیداوار عارضی طور پر روک دی گئی۔ اس کے نتیجے میں فروخت اور پیداواری کام میں کمی آئی۔ یہ بروقت پیداواری فیصلے بعد از ٹیکس نقصان اور کمیشن پر بوجھ کم کرنے کیلئے ضروری تھے۔

ٹیکسٹائل کے شعبے میں مستقبل کا منظر نامہ مشکل لگتا ہے۔ ٹیکسٹائل کی صنعت عام طور پر بہت مسابقتی ہے۔ اسی وجہ سے پیداواری لاگت میں اضافہ نے اس بات کو بہت مشکل بنا دیا ہے کہ مقامی صنعت بین الاقوامی صنعت سے مقابلہ کرے خاص طور پر جب ہم علاقائی حرلیفوں سے اپنا موازنہ کریں۔

آپریٹنگ مالیاتی نتائج:

زیر جائزہ مدت کے دوران کمپنی کا خام نقصان 216.230 ملین روپے رہا (پچھلے سال اسی مدت کے دوران نقصان 367.185 ملین روپے تھا) اور بعد از ٹیکس نقصان 279.883 ملین روپے رہا (پچھلے سال اسی مدت کے دوران نقصان 629.40 ملین روپے تھا)۔ فی شمیر نقصان 8.58 روپے رہا۔ (پچھلے سال فی شمیر نقصان 19.29 روپے رہا)۔

31 مارچ کو ختم ہونے والے نو ماہ کے لئے

2024	2025	
روپے	روپے	
3,516,761,454	572,596,451	فروخت
367,184,668	216,229,788	خام نقصان
629,409,325	279,882,500	بعد از ٹیکس نقصان
10.44	37.76	خام نقصان (%)
19.29	8.58	فی شمیر نقصان

مندرجہ بالا اعداد و شمار کے مطابق مجموعی فروخت پچھلے سال کی اسی مدت کے مقابلے میں 83.72% کم ہوگئی اور خام نقصان اسی مدت کے مقابلے میں 41.11% کم ہو گیا۔ تاہم بعد از ٹیکس نقصان 55.53% سے کم ہوا۔ بہترین کاروباری طریقوں کو عملی جامہ پہنانے کے ذریعے سے کمپنی کی کارکردگی کو بڑھانے میں انتظامیہ کی کوششوں کی وجہ سے حوصلہ افزا ہیں۔

اعتراف:

ہم کمپنی کی انتظامیہ اور ملازمین کی انتھک محنت اور توجہ کے شکر گزار ہیں۔ ہم اپنے حصص یافتگان، بینکاروں، سپلائرز اور اپنے قابل قدر صارفین کے تعاون کا بھی شکریہ ادا کرتے ہیں جنہوں نے اس مدت کے دوران ہمارا ساتھ دیا۔

بورڈ آف ڈائریکٹرز کی جانب سے

Rizwan

رضوان ارشد

ڈائریکٹر

لاہور: 28 اپریل 2025ء

کامران ارشد


ڈائریکٹر

**GHAZI FABRICS INTERNATIONAL LIMITED****CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)**

AS AT MARCH 31, 2025

EQUITY AND LIABILITIES	Note	Unaudited March 31, 2025 Rupees	Audited June 30, 2024 Rupees
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital	4.01	<u>400,000,000</u>	<u>400,000,000</u>
Issued, subscribed and paid-up capital	4.02	326,356,000	326,356,000
Capital reserve-revaluation surplus on property plant and equipment		2,979,034,752	2,979,034,752
Revenue reserves-accumulated loss		(2,935,665,777)	(2,655,783,277)
Directors' loan		4,226,236,878	3,835,736,878
		<u>4,595,961,853</u>	<u>4,485,344,353</u>
<b>NON CURRENT LIABILITIES</b>			
Deferred liabilities		82,274	171,065
<b>CURRENT LIABILITIES</b>			
Trade and other payables		41,545,551	387,181,592
Unclaimed dividends		5,889,632	5,901,824
Markup / interest payables		-	2,657,351
Short term bank borrowings		-	40,455,521
Provision for taxation		8,166,944	54,273,464
		<u>55,602,127</u>	<u>490,469,752</u>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	5	-	-
		<u>4,651,646,254</u>	<u>4,975,985,170</u>
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Operating fixed assets	6	3,981,267,489	4,060,580,291
Capital work in progress		-	-
		<u>3,981,267,489</u>	<u>4,060,580,291</u>
Long term deposit		103,626,594	13,011,694
Deffered tax-net		116,106,500	116,106,500
		<u>4,201,000,583</u>	<u>4,189,698,485</u>
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		126,965,109	116,949,643
Stock in trade		28,194,534	235,282,865
Trade debts		42,805,348	113,405,624
Loans and advances		20,132,030	33,613,048
Refunds from Government agencies		225,445,825	276,830,357
Cash and bank balances		7,102,825	10,205,148
		<u>450,645,671</u>	<u>786,286,685</u>
		<u>4,651,646,254</u>	<u>4,975,985,170</u>

The annexed notes form an integral part of this condensed interim financial information.



Director



Chief Financial Officer



Director



**GHAZI FABRICS INTERNATIONAL LIMITED**

**CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)**

**FOR THE NINE MONTHS ENDED MARCH 31, 2025**

	Note	Nine Months Ended		Quarter Ended	
		March 31,		March 31,	
		2025	2024	2025	2024
		Rupees		Rupees	
SALES - Net	7	572,596,451	3,516,761,454	6,536,246	1,500,033,114
COST OF SALES	8	788,826,239	3,883,946,122	58,123,330	1,709,962,638
GROSS PROFIT/(LOSS)		(216,229,788)	(367,184,668)	(51,587,084)	(209,929,524)
SELLING AND DISTRIBUTION		5,391,017	39,114,305	583,238	15,286,887
ADMINISTRATIVE EXPENSES		45,843,326	92,076,147	9,976,944	23,735,673
OTHER OPERATING EXPENSES		7,584,657	5,331,213	155,613	1,855,991
		58,819,000	136,521,665	10,715,795	40,878,551
OPERATING LOSS		(275,048,788)	(503,706,333)	(62,302,879)	(250,808,075)
OTHER INCOME		5,070,482	3,684,605	-	2,363,004
		(269,978,306)	(500,021,728)	(62,302,879)	(248,445,072)
FINANCE COST		1,737,250	86,152,143	274,950	25,044,485
LOSS BEFORE TAXATION		(271,715,556)	(586,173,871)	(62,577,830)	(273,489,556)
PROVISION FOR TAXATION		8,166,944	43,235,454	369,525	18,540,659
LOSS AFTER TAXATION		(279,882,500)	(629,409,325)	(62,947,354)	(292,030,216)
Earnings per share - Basic		(8.58)	(19.29)	(1.93)	(8.95)

The annexed notes form an integral part of this condensed interim financial information.



Director



Chief Financial Officer




Director

**GHAZI FABRICS INTERNATIONAL LIMITED****CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)****FOR THE NINE MONTHS ENDED MARCH 31, 2025**

	<u>Nine Months Ended</u>		<u>Quarter Ended</u>	
	<u>March 31,</u>		<u>March 31,</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
	<u>Rupees</u>		<u>Rupees</u>	
Loss after taxation	(279,882,500)	(629,409,325)	(62,947,354)	(292,030,216)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	<u>(279,882,500)</u>	<u>(629,409,325)</u>	<u>(62,947,354)</u>	<u>(292,030,216)</u>

The annexed notes form an integral part of this condensed interim financial information.



Director



Chief Financial Officer




Director

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

	Issued, subscribed and paid-up capital	Capital reserve- Revaluation surplus on property plant & equipment	Director's Loan					Accumulated losses	Total
			R	U	P	E	E		
Balance as at July 01, 2023	326,356,000	-	3,118,686,878					(1,770,426,476)	1,674,616,402
Transaction with owner loan from directors	-	-	512,050,000					-	512,050,000
Total comprehensive loss for the period	-	-	-					(629,409,325)	(629,409,325)
<b>Balance as at March 31, 2024</b>	<b>326,356,000</b>	<b>-</b>	<b>3,630,736,878</b>					<b>(2,399,835,801)</b>	<b>1,557,257,077</b>
Balance as at July 01, 2024	326,356,000	2,979,034,752	3,835,736,878					(2,655,783,277)	4,485,344,353
Transaction with owner loan from directors	-	-	390,500,000					(279,882,500)	110,617,500
Total comprehensive loss for the period	-	-	-					-	-
<b>Balance as at March 31, 2025</b>	<b>326,356,000</b>	<b>2,979,034,752</b>	<b>4,226,236,878</b>					<b>(2,935,665,777)</b>	<b>4,595,961,853</b>

The annexed notes form an integral part of this condensed interim financial information.



Director



Chief Financial Officer



Director



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

	March 31, 2025 Rupees	March 31, 2024 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(271,715,556)	(586,173,871)
Adjustment for:		
Depreciation	70,490,835	80,520,591
(Gain) / Loss on disposal of fixed assets	3,261,809	(138,750)
Staff retirement benefits	76,936,646	20,394,108
Finance cost	1,737,250	86,152,143
	<u>152,426,540</u>	<u>186,928,092</u>
<b>Cash flows before working capital changes</b>	<b>(119,289,016)</b>	<b>(399,245,779)</b>
(Increase)/decrease in current assets		
Stores, spares and loose tools	(10,015,466)	23,535,881
Stock in trade	207,088,331	138,882,635
Trade debts	70,600,276	(327,257,133)
Loans and advances	13,481,018	75,550,936
Refunds from Govt. Agencies	51,384,532	34,675,165
Increase/(decrease) in current liabilities		
Trade and other payables	(345,636,041)	582,111,482
	<u>(13,097,350)</u>	<u>527,498,966</u>
<b>Cash (Outflows) / Inflows from operations</b>	<b>(132,386,367)</b>	<b>128,253,187</b>
Finance cost paid	(4,394,601)	(68,248,283)
Staff retirement benefits paid	(77,025,437)	(8,873,056)
Income tax paid	(55,293,304)	(53,029,545)
<b>Net cash used in operating activities</b>	<b>(269,099,709)</b>	<b>(1,897,697)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment purchased	-	(221,553)
Proceeds from disposal of property, plant and equipment	6,580,000	2,385,246
Capital Work in Progress	-	-
Long term deposits	(90,614,900)	-
<b>Net cash used in investing activities</b>	<b>(84,034,900)</b>	<b>2,163,693</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long term financing	-	-
Loan from directors and others-net	390,500,000	512,050,000
Dividend Paid	(12,192)	(29,475)
Short term borrowings- net	(40,455,522)	(512,526,103)
<b>Net cash generated from financing activities</b>	<b>350,032,286</b>	<b>(505,578)</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(3,102,323)</b>	<b>(239,582)</b>
<b>CASH AND CASH EQUIVALENTS</b>		
<b>AT THE BEGINNING OF THE PERIOD</b>	<b>10,205,148</b>	<b>6,085,925</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>7,102,825</b>	<b>5,846,343</b>


The annexed notes form an integral part of this condensed interim financial information.



Director



Chief Financial Officer



Director

**1 STATUS AND ACTIVITIES**

Ghazi Fabrics International Limited ("the Company") was incorporated in Pakistan on April 30, 1989 as a Private Limited Company under the Companies Ordinance 1984 (repealed with the enactment of the Companies Act 2017); and converted into Public Limited Company on January 07, 1990. Its shares are quoted on Pakistan Stock Exchange. The main activities of the Company are textile manufacturing, production of cotton and P.C. yarn and grey cloth that are marketed both within and outside Pakistan. The registered office of the Company is situated at 8-C, E-III, Gulberg III, Lahore and mill is located at 46-km, Multan Road, Bhaiphero, Kasur.

**2 STATEMENT OF COMPLIANCE**

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

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

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

**3 SIGNIFICANT ACCOUNTING POLICIES**

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

**4 SHARE CAPITAL**4.01 **Authorized capital**

40,000,000 (June 30, 2024 : 40,000,000) ordinary shares  
of Rs. 10/- each paid in cash.

**March 31,  
2025****Rupees****400,000,000****June 30,  
2024****Rupees****400,000,000**4.02 **Issued, subscribed and paid up capital:**

32,635,600 (June 30, 2024 : 32,635,600) ordinary shares  
of Rs. 10/- each paid in cash.

**326,356,000****326,356,000****5 CONTINGENCIES AND COMMITMENTS**

- 5.01 There is no material change in the status of the contingencies reported in the annual financial statements for the year ended June 30, 2024.
- 5.02 Commitments against irrevocable letters of credit outstanding as at March 31, 2025 is nil (June 30, 2024:nil).



**6 OPERATING FIXED ASSETS**

	March 31, 2025 Rupees	June 30, 2024 Rupees
Opening written down value	4,060,580,291	1,190,878,399
Addition during the period		
Plant and machinery	-	-
Vehicles	-	-
Equipment	-	221,553
	-	221,553
Revaluation surplus on property plant and equipment	-	2,979,034,752
Book value of assets disposed off during the period	(8,821,967)	(2,246,496)
Depreciation for the period	(70,490,835)	(107,307,917)
	<u>3,981,267,489</u>	<u>4,060,580,291</u>

	Unaudited Nine Months Ended		Unaudited Quarter Ended	
	March 31, 2025 Rupees	March 31, 2024 Rupees	March 31, 2025 Rupees	March 31, 2024 Rupees
<b>7 SALES-NET</b>				
Sales	572,596,451	3,516,761,454	6,536,246	1,500,033,114
Rebate	-	-	-	-
	<u>572,596,451</u>	<u>3,516,761,454</u>	<u>6,536,246</u>	<u>1,500,033,114</u>

**8 COST OF SALES**

Raw material consumed	286,344,982	2,750,499,936	87,964	1,147,811,865
Fabric conversion, dyeing and bleaching	-	-	-	-
Salaries, wages and benefits	102,300,633	313,668,097	19,900,597	134,758,718
Fuel and power	120,469,477	624,486,022	12,009,118	286,215,783
Packing material consumed	-	24,236,519	-	13,752,771
Sizing material consumed	-	38,215,491	-	18,044,031
Store and spares consumed	30,014,018	46,873,331	659,892	19,815,034
Insurance	7,182,153	10,145,661	3,045,935	4,196,971
Repair and maintenance	1,916,099	5,386,773	51,150	1,810,003
Depreciation	70,490,835	76,494,561	22,582,708	25,486,068
	<u>618,718,198</u>	<u>3,890,006,390</u>	<u>58,337,365</u>	<u>1,651,891,244</u>
Adjustment of work in process	64,209,161	(56,292,629)	-	(27,858,978)
Cost of goods manufactured	<u>682,927,359</u>	<u>3,833,713,761</u>	<u>58,337,365</u>	<u>1,624,032,266</u>
Adjustment of finished goods	105,898,881	50,232,361	(214,035)	85,930,372
	<u>788,826,239</u>	<u>3,883,946,122</u>	<u>58,123,330</u>	<u>1,709,962,638</u>

**9 TRANSACTION WITH RELATED PARTIES**

	Nine Months Ended	
	March 31, 2025 Rupees	March 31, 2024 Rupees
Receipt / (Repayment) of Sponsors' loan - net	<u>390,500,000</u>	<u>512,050,000</u>

10 INFORMATION ABOUT REPORTING SEGMENT

The following table presents revenue and profit/(loss) information regarding the Company's operating segments for the nine months ended March 31, 2024 and March 31, 2025.

	Spinning	Weaving	Inter - segment Transactions	Consolidated
<b>Amount (Rupees)</b>				
<b>March 31, 2025</b>				
Sales	-	572,596,451	-	572,596,451
Cost of Sales:	(112,473,019)	(676,353,220)	-	(788,826,239)
Gross Loss	(112,473,019)	(103,756,769)	-	(216,229,788)
Selling and distribution costs	-	5,391,017	-	5,391,017
Administrative and general expenses	-	45,843,326	-	45,843,326
Loss before taxation & un-allocated expenses	(112,473,019)	(154,991,112)	-	(267,464,131)
Un-allocated expenses:				
Other operating expenses				7,584,657
Other operating income				5,070,482
Finance cost				1,737,250
Loss before taxation				(271,715,556)
Taxation				(8,166,944)
<b>Net Loss for the period</b>				<b>(279,882,500)</b>

	<b>Amount (Rupees)</b>			
	<b>March 31, 2024</b>			
Sales	2,066,685,766	1,712,842,788	(262,767,100)	3,516,761,454
Cost of Sales:	(2,412,698,874)	(1,734,014,349)	262,767,100	(3,883,946,122)
Gross Loss	(346,013,108)	(21,171,561)	-	(367,184,668)
Selling and distribution costs	(21,388,111)	(17,726,194)	-	(39,114,305)
Administrative and general expenses	(50,348,201)	(41,727,946)	-	(92,076,147)
Loss before taxation & un-allocated expenses	(417,749,420)	(80,625,701)	-	(498,375,120)
Un-allocated expenses:				
Other operating expenses				(5,331,213)
Other operating income				3,684,605
Finance cost				(86,152,143)
Loss before taxation				(586,173,871)
Taxation				(43,235,454)
<b>Net Loss for the period</b>				<b>(629,409,325)</b>

11 AUTHORIZATION FOR ISSUE

This condensed interim financial information was approved by the Board of Directors and authorized for issue on April 23, 2025.

12 CORRESPONDING FIGURES

- 12.1 Corresponding figures have been re-arranged, wherever necessary to the facilitation of comparison.
- 12.2 Figures have been rounded off to the nearest rupee.

  
Director

  
Chief Financial Officer

  
Director