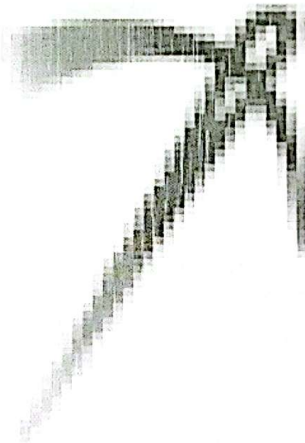


HALF YEARLY REPORT

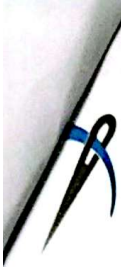
UN-AUDITED

PERIOD ENDED

DECEMBER 31, 2024



YOUSAF WEAVING MILLS
LIMITED



YOUSAF WEAVING MILLS LIMITED

A Project of Chakwal Group

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DIRECTORS' REPORT TO THE SHAREHOLDERS

We are pleased to present the unaudited condensed interim financial statements for the half-year ended December 31, 2024. Despite operating in a challenging economic environment, the company remains steadfast in its commitment to operational efficiency and strategic decision-making.

Sales revenue increased by 39%, driven by improvements in the local market. This growth in turnover, along with economic stability and a decline in inflation compared to the previous period, positively impacted gross profitability. During the reporting period, the company achieved a gross profit of Rs. 6.926 million, reflecting a slight improvement from Rs. 4.964 million in the corresponding period. Additionally, management's focused efforts on cost optimization and operational efficiencies led to a 36% reduction in operating expenses. Furthermore, the company has been consistently servicing its long-term loan obligations, resulting in a gradual 23% decrease in finance costs. Consequently, the net loss for the period was reduced to Rs. 17.291 million compared to Rs. 29.585 million in the corresponding period.

The directors remain committed to ensuring the company's long-term sustainability. In line with this vision, an additional long-term loan of Rs. 13.400 million was provided by the directors to support working capital requirements, further reinforcing their dedication to stabilizing operations.


Looking ahead, management remains cautiously optimistic. We anticipate that potential improvements in the economic landscape will bolster market confidence, fostering recovery and growth within the industry. Our focus will continue to be on enhancing operational efficiencies, strengthening cost controls, and identifying new avenues for revenue generation.

In conclusion, we reaffirm our commitment to steering the company toward long-term sustainability and profitability. We extend our sincere gratitude to our shareholders for their trust and unwavering support.

For and on behalf of the Board

Lahore
February 28, 2025


Alia Khanum
Director


Khawaja Mohammad Nadeem
Chief Executive Officer



Mill Address: 49-Km, Multan Road, Bhai Pheru. Tel: +92 49 3540053-4, 0306-5450166

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Yousaf Weaving Mills Limited

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Yousaf Weaving Mills Limited ("the company") as at December 31, 2024 and the related condensed interim statement of profit or loss, the condensed interim statement of other comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows, and notes to the condensed interim financial statements for the six-month period then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these 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 condensed interim financial statements based on our review.

The figures of the condensed interim statement of profit or loss, and the condensed interim statement of other comprehensive income for the quarters ended December, 31 2024 and December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2024.

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 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.

Basis for Qualified Conclusion

Based on Information provided to us by management, unclaimed dividend of Rs.3,247,016 (overdue) of previous years has not been deposited into government treasury nor has any notification been issued to shareholders.

Qualified Conclusion

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

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Quetta

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Khan Center, Adalat
Road, Quetta
081-2823837

Material Uncertainty relating to Going Concern

We draw attention of the members towards note 1.1 of the condensed interim financial statements, which indicates that the Company has accumulated losses of Rs. 1,558.953 million (June 30, 2024: Rs. 1,541.662 million). Its current liabilities exceed its current assets by Rs. 662.136 million (June 30, 2024: Rs. 675.331 million). Further, the banking companies also filed suit against the Company for recovery of outstanding balances and related interest accrued thereon. These conditions, along with other matters as set forth in note 1.1 indicate the existence of material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

The engagement partner on the review resulting in this independent auditor's report is **Muhammad Kamran Aslam**.

Muhammad Kamran Aslam
Chartered Accountants



Place: Lahore
Date: February 28, 2025
UDIN: RR202410827q7vrKQy1P

YOUSAF WEAVING MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

	Note	December 31, 2024 (Un-audited) Rupees	June 30, 2024 (Audited) Rupees
CAPITAL AND LIABILITIES			
Share Capital and Reserves			
Authorized share capital			
140,000,000 (2024: 140,000,000) ordinary shares of Rs. 10 each		1,400,000,000	1,400,000,000
Issued, subscribed and paid up share capital		1,360,000,000	1,360,000,000
Loan from directors		62,052,264	48,652,264
Accumulated loss		(1,558,953,582)	(1,541,662,149)
Surplus on revaluation of land		631,523,327	631,523,327
		494,622,009	498,513,442
Non Current Liabilities			
Long term loan		-	-
Lease liabilities		32,412,676	36,213,645
Deferred liabilities		19,541,410	16,761,990
		51,954,086	52,975,635
Current Liabilities			
Trade and other payables		447,151,784	531,195,096
Unclaimed dividend		3,247,016	3,247,016
Accrued mark up		130,548,499	131,716,920
Short term borrowings		613,996,250	611,645,479
Current portion of long term loan		32,272,408	39,523,562
Current portion of lease liabilities		7,978,446	8,806,523
Provision for taxation		42,398,114	45,841,895
		1,277,592,517	1,371,976,491
Contingencies and Commitments			
	5	-	-
		1,824,168,612	1,923,465,568
ASSETS			
Non Current Assets			
Property, plant and equipment	6	1,092,334,571	1,108,252,054
Right-of-use assets		53,661,871	56,082,708
Intangible assets		85,784	95,317
Long term loans		11,163,050	10,923,050
Long term deposits		51,467,222	51,467,222
		1,208,712,498	1,226,820,351
Current Assets			
Stores and spares		10,933,244	10,628,559
Stock in trade		532,824,262	599,436,908
Trade debts		4,666,905	9,675,823
Loans and advances		27,960,113	23,715,547
Trade deposits and other receivables		5,581,901	5,581,901
Tax refunds due from government		30,894,262	37,983,786
Cash and bank balances		2,595,427	9,622,693
		615,456,114	696,645,217
		1,824,168,612	1,923,465,568

The annexed notes form an integral part of these condensed interim financial information (Unaudited)

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



YOUSAF WEAVING MILLS LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Half Year Ended		Quarter Ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
	Un-audited Rupees	Un-audited Rupees	Un-audited Rupees	Un-audited Rupees
Sales - net	252,137,628	180,926,634	137,607,727	97,875,824
Cost of sales	(245,211,814)	(175,962,698)	(133,445,376)	(94,577,241)
Gross profit	6,925,814	4,963,936	4,162,351	3,298,583
Distribution cost	(2,692,100)	(3,250,925)	(1,346,050)	(1,756,385)
Administrative expenses	(16,874,101)	(27,130,663)	(8,514,989)	(17,773,181)
	(19,566,201)	(30,381,588)	(9,861,039)	(19,529,566)
Operating loss	(12,640,387)	(25,417,652)	(5,698,688)	(16,230,983)
Finance cost	(1,499,326)	(1,944,292)	(792,531)	(1,024,969)
Other operating income	-	38,358	-	38,358
Loss before Levies & Taxation	(14,139,713)	(27,323,586)	(6,491,219)	(17,217,594)
Levies	(3,151,720)	(2,261,583)	(1,720,096)	(1,223,448)
Loss before Taxation	(17,291,433)	(29,585,169)	(8,211,315)	(18,441,042)
Taxation	-	-	-	-
Loss for the Year	(17,291,433)	(29,585,169)	(8,211,315)	(18,441,042)
Loss per Share - Basic and Diluted	(0.13)	(0.22)	(0.06)	(0.14)

The annexed notes form an integral part of these condensed interim financial information (Unaudited).



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER



YOUSAF WEAVING MILLS LIMITED
STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Half Year Ended		Quarter Ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
	Rupees	Rupees		
Loss for the period	(17,291,433)	(29,585,169)	(8,211,315)	(18,441,042)
Other comprehensive income for the period	-	-		
Total comprehensive loss for the period	<u>(17,291,433)</u>	<u>(29,585,169)</u>	<u>(8,211,315)</u>	<u>(18,441,042)</u>

The annexed notes form an integral part of these condensed interim financial information (Unaudited).



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER



YOUSAF WEAVING MILLS LIMITED
STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Half Year Ended	
	December 31, 2024	December 31, 2023
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(14,139,713)	(27,323,586)
Adjustments for:		
- Depreciation	18,483,320	18,694,768
- Amortization of intangible assets	9,532	11,915
- Provision for gratuity	2,779,420	6,788,054
- Gain on disposal of property, plant and equipment	-	(38,358)
- Finance cost	1,499,326	1,944,292
Operating profit before working capital changes	8,631,885	77,085
(Increase) / Decrease in current assets:		
- Stores and spares	(304,685)	980,858
- Stock in trade	66,612,646	16,323,838
- Trade debts	5,008,918	(22,138,908)
- Loan and advances	(4,244,566)	(1,580,783)
- Tax refundable due from government	671,500	-
Increase / (Decrease) in current liabilities:		
- Trade and other payables	(84,043,312)	(2,699,131)
	(16,299,499)	(9,114,126)
CASH USED IN OPERATIONS	(7,667,614)	(9,037,041)
Finance cost paid	(2,362,939)	(1,166,940)
Gratuity paid	-	(5,317,021)
Income tax paid	(177,476)	(5,072)
Net cash used in operating activities	(10,208,029)	(15,526,074)
CASH FLOWS FROM INVESTING ACTIVITIES		
Property, plant and equipment purchased	(145,000)	-
Proceeds from disposal of property, plant and equipment	-	55,000
Long term loans to employees	(240,000)	(173,000)
Net cash used in investing activities	(385,000)	(118,000)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term loans	6,148,846	17,989,846
Short term borrowings - net	2,350,771	(723,715)
Repayment of lease liabilities	(4,933,854)	(4,826,520)
Net cash generated from financing activities	3,565,763	12,439,611
Net decrease in cash and cash equivalents	(7,027,266)	(3,204,463)
Cash and cash equivalents at the beginning of the period	9,622,693	4,712,183
Cash and cash equivalents at the end of the period	2,595,427	1,507,720

The annexed notes form an integral part of these condensed interim financial information (Unaudited).

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



YOUSAF WEAVING MILLS LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

Particulars	Issued, Subscribed and Paid up Share Capital	Accumulated Loss	Loan from Directors	Revaluation Surplus	Total
	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at July 1, 2023	1,360,000,000	(1,493,426,979)	14,476,264	385,563,327	266,612,612
Net loss for the period	-	(29,585,169)	25,176,000	-	(4,409,169)
Balance as at December 31, 2023	1,360,000,000	(1,523,012,148)	39,652,264	385,563,327	262,203,443
Balance as at July 1, 2024	1,360,000,000	(1,541,662,149)	48,652,264	631,523,327	498,513,442
Net loss for the period	-	(17,291,433)	13,400,000	-	(3,891,433)
Balance as at December 31, 2024	1,360,000,000	(1,558,953,582)	62,052,264	631,523,327	494,622,009

The annexed notes form an integral part of these condensed interim financial information (Unaudited).


 CHIEF EXECUTIVE OFFICER


 DIRECTOR


 CHIEF FINANCIAL OFFICER



YOUSAF WEAVING MILLS LIMITED

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

FOR THE HALF YEAR ENDED DECEMBER 31, 2024

Note 1

The Company and its Operations

Yousaf Weaving Mills Limited was incorporated on January 17, 1988 as a public limited company in Pakistan under the Companies Ordinance, 1984 and is quoted on Pakistan Stock Exchange. The Company is engaged in the business of textile weaving, spinning, sale of processed fabric and home textile products. The registered office of the Company is situated at 7/1-E-3, Main Boulevard Gulberg III, Lahore.

- 1.1 During the period the Company has incurred loss after tax of Rs. 17.291 million (2023: Rs. 29.585 million) and at period end, its accumulated losses stood at Rs. 1,558.953 million (2024: Rs. 1,541.662 million). Its current liabilities exceed its current assets by Rs. 662.136 million (2024: Rs. 675.331 million). The Company in order to carry on its business and to meet its current obligation requires generating sufficient cash flows. Further, the banking companies also filed suit against the Company for recovery of outstanding balances and related interest accrued thereon. Accordingly there is a material uncertainty relating to the Company's operation that may cast sufficient doubt on the discharge of its liabilities in the normal course of business. Continuation of the Company as a going concern is dependent on improved cash flows. For this purpose the management of the Company has drawn up plans which include:-
 - During the current period, the directors of the Company have provided a long-term loan of Rs. 13.4 million to meet the working capital requirements. The directors and sponsors have demonstrated their commitment to supporting the Company in times of need, ensuring operational stability and long-term sustainable growth.
 - Management is actively working to resolve outstanding banking issues and is confident that these matters will be amicably settled within the current financial year. Additionally, with anticipated improvements in the economic landscape, management expects a positive impact on the local industry, helping it navigate ongoing financial challenges and achieve long-term economic stability.
 - To further strengthen the Company's financial position, management is taking measures to control production costs, enhance operational efficiency, and invest in modernization (BMR). Efforts are also being made to expand the customer base in both local and export markets.

In view of the above, these financial statements have been prepared on going concern assumption.

Note 2

Basis of Preparation

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

International Financial Reporting Standard (IFRS) 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 provisions of and directives issued under the Companies Act, 2017 differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017 have been followed.
- 2.2 The condensed interim financial information does not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Company for the year ended 30 June, 2024.
- 2.3 This condensed interim financial information is presented in Pak rupees, which is the Company's functional and presentational currency. The financial statements have been prepared under the historical cost convention. Figures have been rounded off to the nearest thousand rupee, unless stated otherwise.

Note 3

Material Accounting Policy Information

The accounting policies and methods of computation of the interim financial information are the same as those followed in the preparation of annual financial information for the preceding year ended June 30, 2024.

Note 4
Accounting Estimates and Judgments

The accounting estimates and associated assumptions used in preparation of this condensed interim financial information are consistent with those applied in the preparation of annual financial statement of the Company Limited for the year ended June 30, 2024.

Note 5
Contingencies and Commitments

There is no other significant change in the contingencies and commitments as reported in the last published audited financial statements for the year ended June 30, 2024.

Note 6
Property, Plant and Equipment

	Half Year Ended Dec 31, 2024 (Un-audited) Rupees	Year Ended June 30, 2024 (Audited) Rupees
Operating fixed assets	1,092,334,571	1,108,252,054
Opening written down value	1,108,252,054	896,649,227
Addition during the period / year (at cost)	145,000	239,800
Revaluation adjustment	-	245,960,000
Disposal during the period / year (written down value)	-	(104,701)
	1,108,397,054	1,142,744,326
Depreciation charge for the period / year	(16,062,483)	(34,492,272)
Closing written down value	1,092,334,571	1,108,252,054

Note 7
Transactions with Related Parties

The related parties and associated undertakings comprise related group companies, associated companies, directors and key management personnel. Transactions with related parties and associated undertakings, other than remuneration and benefits to key management personnel under the term of their employment are as follows:

	Half Year Ended	
	Dec 31, 2024 (Un-audited) Rs. '000'	Dec 31, 2023 (Un-audited) Rs. '000'
Significant transaction with related parties are as follows:		
- Loan term loan received from directors	13,400	25,176
- Short term loan received/(paid) from / to directors - net	(1,459)	(724)

Note 8
Segment Information

8.1 For management purposes, the activities of the Company are organized into two operating segment:

Weaving:	Production of grey and processed cloth.
Spinning:	Production of different qualities of yarn using natural and artificial fibers.

The Company operates in the said reportable operating segments bases on the nature of products, risks and returns, organizational and management structure and internal financial reporting systems. Accordingly, the figures reported in these condensed financial statements related to the Company's reportable segment.

Information regarding the Company's reportable segment for the half year ended December 31, 2024 are as follows:

Note 8 - Segment Information ... Contd.

8.2 Segment revenues and results

There were no transactions with key management personnel other than undertaken as per terms of their employment.

For the Half Year Ended December 31, 2024 (Un-audited)			
	Weaving Segment	Spinning Segment	Total
	Rupees	Rupees	Rupees
Sales - net	252,137,628	-	252,137,628
Cost of sales	(243,268,431)	(1,943,383)	(245,211,814)
Gross profit / (loss)	8,869,197	(1,943,383)	6,925,814
Distribution cost	(2,692,100)	-	(2,692,100)
Administrative expenses	(16,863,128)	(10,973)	(16,874,101)
	(19,555,228)	(10,973)	(19,566,201)
Operating loss	(10,686,031)	(1,954,356)	(12,640,387)
Finance cost	(1,499,326)	-	(1,499,326)
Other operating income	-	-	-
Loss before taxation	(12,185,357)	(1,954,356)	(14,139,713)
Taxation	(3,151,720)	-	(3,151,720)
Loss after taxation	(15,337,077)	(1,954,356)	(17,291,433)

For the Half Year Ended December 31, 2023 (Un-audited)			
	Weaving Segment	Spinning Segment	Total
	Rupees	Rupees	Rupees
Sales - net	180,926,634	-	180,926,634
Cost of sales	(173,877,447)	(2,085,251)	(175,962,698)
Gross profit / (loss)	7,049,187	(2,085,251)	4,963,936
Distribution cost	(3,250,925)	-	(3,250,925)
Administrative expenses	(27,117,259)	(13,404)	(27,130,663)
	(30,368,184)	(13,404)	(30,381,588)
Operating loss	(23,318,997)	(2,098,655)	(25,417,652)
Finance cost	(1,944,292)	-	(1,944,292)
Other operating income	38,358	-	38,358
Loss before taxation	(25,224,931)	(2,098,655)	(27,323,586)
Taxation	(2,261,583)	-	(2,261,583)
Loss after taxation	(27,486,514)	(2,098,655)	(29,585,169)

8.3 Segment assets and liabilities

As at December 31, 2024 (Un-audited)			
	Weaving Segment	Spinning Segment	Total
	Rupees	Rupees	Rupees
Segment assets for reportable segments	1,581,819,102	211,455,249	1,793,274,351
Unallocated assets			30,894,261
Total assets as per balance sheet			1,824,168,612
Segment liabilities for reportable segments	901,643,871	229,574,713	1,131,218,584
Unallocated liabilities			198,328,019
Total liabilities as per balance sheet			1,329,546,603

As at June 30, 2024 (Audited)			
	Weaving Segment	Spinning Segment	Total
	Rupees	Rupees	Rupees
Segment assets for reportable segments	1,672,072,177	213,409,605	1,885,481,782
Unallocated assets			37,983,786
Total assets as per balance sheet			1,923,465,568
Segment liabilities for reportable segments	978,746,689	229,574,713	1,208,321,402
Unallocated liabilities			216,630,724
Total liabilities as per balance sheet			1,424,952,126

Note 9
Financial Risk Management

The Company's financial risk management objectives and policies are consistent with those disclosed in the audited annual published financial statements of the Company for the year ended June 30, 2024.

Note 10
General

-
- 10.1 This interim financial information is authorized for issue on February 28, 2025 by the Board of Directors of the Company.
- 10.2 Corresponding figures have been re-arranged wherever necessary to facilitate comparison. No material rearrangement has been made during the period.



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

