

**BOOK
POST**

PRINTED MATTER
(UNDER CERTIFICATE OF POSTING)



If Undelivered Please Return to:

D.M. TEXTILE MILLS LIMITED

Westridge Industrial Area, Rawalpindi.

Telephone: 051-5181977-78

E-mail: dmtm@dmtextile.com.pk

E-mail: dmtextilemills@yahoo.com

Website: www.dmtextile.com.pk



**D.M. TEXTILE
MILLS LIMITED**

**INTERIM CONDENSED
FINANCIAL INFORMATION
FOR THE HALF YEARLY
ENDED**

December 31,

2024



**Be aware, Be alert,
Be safe**
Learn about investing at
www.jamapunji.pk

Key features:

-  Licensed Entities Verification
-  Scam meter*
-  Jamapunji games*
-  Tax credit calculator*
-  Company Verification
-  Insurance & Investment Checklist
-  FAQs Answered
-  Stock trading simulator (based on live feed from KSE)
-  Knowledge center
-  Risk profiler*
-  Financial calculator
-  Subscription to Alerts (event notifications, corporate and regulatory actions)
-  Jamapunji application for mobile device
-  Online Quizzes



Jama Punji is an Investor Education Initiative of Securities and Exchange Commission of Pakistan

 jamapunji.pk  [@jamapunji_pk](https://twitter.com/jamapunji_pk)

*Mobile apps are also available for download for android and ios devices

D.M. TEXTILE MILLS LIMITED

Company's Information

BOARD OF DIRECTORS

CHAIRMAN	Mian Habib Ullah
CHIEF EXECUTIVE:	Sami Ullah
DIRECTORS:	Mr. Amer Zeb Mr. Abrar Alam Mr. Syed Hameed ul Haq Mr. Muhammad Suleman Khan Mr. Rao Khalid Pervaiz

AUDIT COMMITTEE:

CHAIRMAN:	Mr. Amer Zeb
MEMBERS:	Mr. Abrar Alam Mr. Muhammad Suleman Khan

HUMAN RESOURCE & REMUNERATION COMMITTEE:

CHAIRMAN:	Mr. Muhammad Suleman Khan
MEMBERS:	Mr. Syed Hameed ul Haq Mr. Sami Ullah

ACTING COMPANY SECRETARY & CHIEF FINANCIAL OFFICER

Rao Khalid Pervaiz

BANKERS:

Faysal Bank Limited
Meezan Bank Ltd
Habib Metropolitan Bank
MCB Bank Limited

AUDITORS:

M/s Mushtaq & Co
Chartered Accountants
19-B, Block-G, Gulberg III, Lahore
Tel: (042) 35858624-6

LEGAL ADVISER:

Malik Sheheryar Qamar Afzal
Afzal & Afzal
208-B, Tufail Road, Opp. Fatima Jinnah University, Katchery Chowk, Rawalpindi.

REGISTRAR:

Corplink (Pvt) Ltd.
Wing Arcade, 1-K, Commercial Model Town, Lahore.
Phone: 042-35916714, 35916719
Fax: 042-36869037

REGISTERED OFFICE:

Industrial Area, Westridge, Rawalpindi.
Telephone: 051-5181977-78
E-mail: dmtm@dmtextile.com.pk
E-mail: dmttextilemills@yahoo.com
Website: www.dmttextile.com.pk

D.M. TEXTILE MILLS LIMITED

VISION STATEMENT

We envision ourselves as a leading company known for its values, good business practices and optimum quality standards in diversified products & services with sustained growth.

MISSION STATEMENT

To provide quality products and services to our customers and to explore new era to achieve the highest level of success.

D.M. TEXTILE MILLS LIMITED

CHAIRMAN'S REVIEW REPORT

I am pleased to present the half yearly financial statements along with Directors' Report & Auditors' Review Report for the period ended 31 December 2024. The Management is continuously trying its level best to utilize the available resources for the betterment & revival of the Company. Management has positive intention and capability to revive the company.

I acknowledge and appreciate the contributions of the employees for betterment of the Company.



Mian Habib Ullah
Chairman of the Board of Directors

Rawalpindi:
February 28, 2025

D.M. TEXTILE MILLS LIMITED

INDEPENDENT AUDITORS' REVIEW REPORT TO THE MEMBERS OF D.M. TEXTILE MILLS LIMITED REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **D.M. Textile Mills Limited (The Company)** as at 31st December, 2024 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, together with the notes to the financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for preparation and presentation of this interim financial reporting in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review.

The figures of the condensed interim statement of profit or loss, condensed interim statement of comprehensive income for the quarters ended December 31, 2024 and December 31, 2023, and the notes forming part thereof 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 the International Standards on Review Engagements 2410, "Review of interim financial information performed by the independent Auditors of the Entity". A review of interim financial information consists of making inquiries, primarily of the 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 of Adverse Conclusion

The following observations come to our knowledge during our review of interim financial information:

- a. The company has incurred a net loss of Rupees 8.47 million during the half year ended December 31, 2024, however, company's operations are closed and income is due to rental income. As of December 31, 2024, the Company's current liabilities exceeded its current assets by Rupees 16.68 million. The Company has been unable to arrange fresh financing for working capital and other purposes. The mill remained closed since 2014 due to shortage of working capital. As at the reporting date, the Company had a few employees. The mill could not resume operations till the date of this report. We were not provided with any workable business plan for sale of freehold land and / or arrangement of financing for development of manufacturing facilities as well as operational activities. The management of the Company did not provide us its assessment of going concern assumption used in preparation of these financial statements and the future financial projections indicating the economic viability of the Company. These events indicate a material uncertainty which may cast significant doubt on the Company's ability to continue as a going concern and therefore it may be unable to realize its assets and discharge its liabilities in the normal course of business. These interim financial statements (and notes thereto) do not disclose this fact. These interim financial statements have been prepared on the going concern basis.
- b. As more fully explained in Note 8 to the financial statements, the Company advanced an amount of Rupees 51.150 million against purchase of property. The property could not be transferred in the Company's name due to the want of completion of legal formalities. Directions were given for transferring the property in the name of the Company within thirty days of the order of Securities and Exchange Commission of Pakistan (SECP) dated November 29, 2007. SECP also ordered to calculate the amount of profit which could have been earned on the amount of Rupees 51.150 million if invested with any scheduled bank, on daily product basis in the relevant period and directed that this amount be deposited proportionately, in the Company's account, by directors who are penalized under the order. The Chief Executive Officer (CEO) of the Company filed an appeal before the Lahore High Court (LHC), Rawalpindi Bench whereby stay order was granted to suspend the operation of above said order. The Board of Directors of the Company, after getting valuation of the property at forced sale value of Rupees 72.007 million from M/s NAKMS Associates (Private) Limited, resolved in its meeting held on April 23, 2014 that the right in property along with fixtures and fittings be offered to the CEO at the fixed floor price of Rupees 75 million.

D.M. TEXTILE MILLS LIMITED

Whereas, as per Capital Development Authority (CDA), the property has already been transferred in the name of CEO through a court decree. The LHC, Rawalpindi Bench in its interim order dated February 06, 2015 granted adjournment with the directions not to transfer / alienate the property / undertaking of the Company in any form or manner whatsoever. Meanwhile, the case has been transferred to the Islamabad High Court (IHC), Islamabad and on May 03, 2016, IHC, on submission of CEO, ordered to transfer the property in the name of the Company within sixty days. The CEO filed a petition before the IHC to seek relief on the grounds that the said property has already been attached in the cases titled The Bank of Punjab versus Bilal Fibers Limited and The Bank of Punjab versus Bilal Textiles (Private) Limited wherein the CEO was a guarantor. Meanwhile, the Board of Directors and the shareholders in their meetings held on October 09, 2016 and October 31, 2016 respectively resolved to reverse the transaction of sale of property to CEO, subject to completion of legal formalities and in accordance with rules / laws / procedures. The Company filed a suit before the court of Senior Civil Judge 1st Class (West), Islamabad dated October 17, 2017 against the C.E.O. while making Securities and Exchange Commission of Pakistan and Capital Development Authority parties to the case for directions to transfer the property in the name of the Company. Civil Judge 1st Class (West), Islamabad, vide order dated July 28, 2021 accepted the Company's appeal and directed to submit evidence. Subsequently, vide order dated July 13, 2023, the court of Civil Judge 1st Class (West) partially decreed the case of the Company in alternate to the extent of recovery of remaining amount from the C.E.O. The Company has filed appeal on September 28, 2023 against the said order before Islamabad High Court (IHC). On October 25, 2023 IHC, Islamabad suspended the operations of the impugned judgement and decree dated July 13, 2023 until the next date of hearing. The matter is pending adjudication. Meanwhile, IHC, Islamabad, vide its order dated November 16, 2017, reduced the penalty from Rupees 100,000 to Rupees 50,000 to be paid by each director of the Company within the period of thirty days. The Company also filed an appeal before the LHC, Lahore Bench in May 2018 for detachment of the property, so the property can be transferred in the name of the Company, which is pending adjudication. The SECP filed an appeal before the IHC, Islamabad, dated September 13, 2018 for execution of IHC decision dated November 16, 2017 to appoint statutory auditors to conduct a special audit to calculate the amount of profit which could have been earned on the amount of Rupees 51.150 million, if invested with any schedule bank on daily product basis in the relevant period, and further requested the IHC to send notice to LHC, Lahore, for release of the property. The matter is pending adjudication. The Bank of Punjab filed an appeal before the IHC, Islamabad to set-aside orders dated May 03, 2016 and November 16, 2017. The matter is pending adjudication. On May 24, 2022, the Company filed an application before Islamabad High Court, Islamabad praying that The Bank of Punjab and Bilal Fibers Limited and Bilal Textiles (Private) Limited have entered into settlement agreements, hence, the said property may please be declared as lawful property of D.M. Textile Mills Limited. The matter is pending adjudication. We could not ensure compliance with the above stated directions and satisfy ourselves as to the use of forced sale value of the property for adjustment of the advance against property.

- c. The Company has long outstanding payables amounting to Rupees. 116.65 million against creditors, accrued expenses, others and regulatory payables. In absence of information, we can not determine the impact of reversal of liability / penalty / surcharge on said amount.
- d. As referred in note 9 of these financial statements, the Company has not calculated and account for profit / return in the financial statements. In absence of information, we can not determine the amount of profit / return, whether any adjustment is required and unable to determine whether the Company is compliant with section 199(2).

Adverse Conclusion

Based on our review, because of the significance of the matters discussed in paragraphs (a) to (d), the accompanying interim financial information for the half year ended December 31, 2024 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is **Mr. Nouman Arshad, ACA**.

Lahore
Date: February 28, 2025
UDIN: RR202410724zAfkGTn3B

MUSHTAQ & CO.
Chartered Accountants

D.M. TEXTILE MILLS LIMITED

DIRECTORS' REPORT

Dear Shareholders,

The Directors present before you the condensed interim financial statements for the half-year ended 31 December, 2024.

Net Profit/(Loss)

During the period Company had a net loss of Rs. 8.472 Million as compared to previous period net loss of Rs. 5.776 Million.

Comparative financial results are given below:

Half Year Ended	Rupees	
	31 December 2024	31 December 2023
Administrative & General Expenses	(23,654,457)	(23,744,483)
Other Income	16,135,526	18,020,934
(Loss)/Profit from Operations	(7,518,931)	(5,723,549)
Financial Cost	(8,107)	(53,229)
(Loss)/Profit before Taxation	(7,527,038)	(5,776,778)
Levies / Taxation	(945,277)	-
(Loss)/Profit after taxation	(8,472,315)	(5,776,778)
(Loss)/ Earning per share Basic & Diluted	(2.78)	(1.89)

Directors have granted specific approval for the related party transactions/adjustments, directors' remuneration and capital expenditure as disclosed in the condensed interim financial statements.

Debt Servicing

Entire Liabilities of the financial institutions have been paid off. Management is negotiating with other debt providers/suppliers so as to further reduce the liabilities of the Company.

Dividend

The Directors have not recommended dividend due to loss.

Future Prospects & Plans

The management is trying its level best to utilize the available recourses. The Shareholders of the Company passed special resolution for change of Principal Line of Business to Real Estate. Necessary filing has been made and application is under consideration of the SECP/CRO. Further, the management has positive intention and capability to revive the company.

Remarks on Independent Auditors' Review Report

The Company has successfully settled all of its liabilities towards financial institution. Further, due to regular income and efforts to utilize the available resources to pay-off the remaining liabilities & revival of the Company, the management has prepared the accounts on going concern basis and has no doubts on the company's ability to continue as a going concern.

D.M. TEXTILE MILLS LIMITED

As for as the auditors' remarks regarding Property/House 8, Street 71, F-8/3, Islamabad are concerned; the management is trying its level best to resolve the matter at the earliest.

The Board of Directors is of the view that the Company follows the approved accounting standards as applicable in Pakistan and the accounts do give a true and fair view of the state of Company's affairs as at 31 December 2024 in the light of the facts stated above.

Regarding auditors' observations on outstanding payables, the management has the view that these payables also include the amounts under litigation and other payables which cannot be reversed until and unless decided by the competent forums.

As for as auditors' observation in para (d) of adverse opinion, the matter was placed before the members and post facto approval has been granted in the last AGM on 28 October 2024.

Corporate Social Responsibility

The company is aware of its corporate and social responsibilities and doing its best within the available resources.

Director's Remuneration Policy

The Company pays remuneration to two of its Executive Directors as disclosed in Notes of the financial statements.

Acknowledgement

The Directors wish to place on record their acknowledgement for the cooperation extended by the debt providers/suppliers & financial institutions. Appreciation is also due to the employees of the company for their hard work and devoted efforts for the betterment of the company..

For and behalf of the Board of Directors



Chief Executive Officer

Rawalpindi: February 28, 2025



Director

D.M. TEXTILE MILLS LIMITED

ڈائریکٹرز رپورٹ

معزز ممبران،

31 دسمبر 2024 کو ختم ہونے والے ششماہی مالیاتی گوشوارے (غیر آڈٹ شدہ) آپ کے سامنے پیش کئے جا رہے ہیں۔

زیر نظر مدت کے دوران کمپنی کو بعد از ٹیکس مبلغ 8,472,315 روپے کا خسارہ ہوا ہے جبکہ گزشتہ سال اسی مدت کے دوران بعد از ٹیکس مبلغ 5,776,778 روپے کا خسارہ ہوا تھا۔

مالی نتائج کا موازنہ مندرجہ ذیل ہے۔

روپے		تفصیل
31 دسمبر 2023	31 دسمبر 2024	
(23,077,484)	(23,654,457)	انتظامی اور جنرل اخراجات
(667,000)	-	دیگر اخراجات
18,020,934	16,135,527	دیگر آمدن
(5,723,549)	(7,518,931)	اپریٹنگ کا منافع / (خسارہ)
(53,229)	(8,107)	مالی اخراجات
(5,776,778)	(7,527,038)	منافع / (خسارہ) قبل از ٹیکس
-	(945,277)	ٹیکس
(5,776,778)	(8,472,315)	منافع / (خسارہ) بعد از ٹیکس
(1.89)	(2.78)	فی شیئر آمدن / (خسارہ) روپے (Basic & Diluted)

ڈائریکٹرز نے ریلیٹیو پارٹی ٹرانزیکشن / ایڈجسٹمنٹ، ڈائریکٹرز ریمنڈیشن اور کمپیٹل اخراجات جیسا کہ ان گوشواروں میں دکھائے گئے ہیں کی خصوصی منظوری بھی دی ہے۔

کمپنی نے تمام مالیاتی اداروں کے واجبات ادا کر دیئے ہیں۔ انتظامیہ دوسرے قرض داروں / سپلائرز سے گفت و شنید کر رہی ہے تاکہ کمپنی کے مالی بوجھ کو مزید کم کیا جاسکے۔

ڈائریکٹرز نے خسارہ کی وجہ سے ڈیویڈنڈ تجویز نہیں کیا ہے۔

D.M. TEXTILE MILLS LIMITED

انتظامیہ متواتر کوشش کر رہی ہے کہ دستیاب وسائل کو بہترین طریقے سے استعمال کیا جائے۔ ممبران نے خصوصی قرارداد پاس کی ہے کہ کمپنی کا پرنسپل لائین آف بزنس ریٹیل اسٹیٹ ہوگا۔ ضروری فائلنگ کر دی گئی ہے اور معاملہ ابھی CRO/SECP کے پاس زیر غور ہے۔ انتظامیہ کی نیت مثبت ہے اور کمپنی کی بحالی کی صلاحیت رکھتی ہے۔

آڈیٹرز جائزہ پورٹ برائے ممبران پر بورڈ آف ڈائریکٹرز کا بیان:

کمپنی نے کامیابی سے تمام مالی اداروں کے واجبات ادا کر دیئے ہیں۔ مستقل آمدن اور بقایا واجبات کی ادائیگی کے لئے دستیاب وسائل کے استعمال اور کمپنی کی بحالی کے لئے جاری کوششوں کی وجہ سے انتظامیہ نے گوشوارے Going Concern کی بنیاد پر بنائے ہیں۔ انتظامیہ کو کمپنی کے Going Concern ہونے کے بارے میں کوئی شک نہیں ہے۔

جہاں تک جائیداد مکان نمبر 8 گلی نمبر 71 سیکٹر F-8/3 اسلام آباد کے متعلق آڈیٹرز کے ریمارکس کا تعلق ہے تو انتظامیہ اس معاملہ کو جلد از جلد حل کرنے کی بھرپور کوشش کر رہی ہے۔

بورڈ آف ڈائریکٹرز کا ماننا ہے کہ کمپنی منظور شدہ اکاؤنٹنگ سٹینڈرڈز پر عمل کرتی ہے جو کہ پاکستان میں رائج ہیں۔ اور گوشوارے درست اور منصفانہ طور پر کمپنی کے معاملات برائے ششماہی ختمہ 31 دسمبر 2024 کو پیش کرتے ہیں۔

طویل عرصے سے قابل اداروں کے بارے میں آڈیٹرز کے مشاہدے کے بارے میں انتظامیہ کا خیال ہے کہ ان رقوم میں قانونی چارہ جوئی والی رقوم اور دیگر قابل اداروں شامل ہیں جو کہ اس وقت تک reverse نہیں کی جاسکتی جب تک متعلقہ فورم ان کا فیصلہ نہ کر دے۔

جہاں تک Adverse Opion کے پیرا (d) کا تعلق ہے تو یہ معاملہ ممبران کے سامنے رکھا گیا تھا اور سالانہ اجلاس عام منعقدہ 28 اکتوبر 2024 میں اس کی پوسٹ فیکو منظوری دے دی گئی تھی۔

کمپنی اپنی کارپوریٹ اور سماجی ذمہ داریوں سے آگاہ ہے اور دستیاب وسائل کے مطابق کوشش کرتی ہے۔ کمپنی اپنے دو ایگزیکٹو ڈائریکٹرز کو اجرت دیتی ہے جیسا کہ ان گوشواروں میں ظاہر کیا گیا ہے۔ ڈائریکٹرز مالیاتی اداروں کے تعاون کے مشکور ہیں۔ کمپنی کے ملازمین داد کے مستحق ہیں کہ انھوں نے کمپنی کی بہتری کے لئے لگن اور محنت سے کام کیا۔



ڈائریکٹر



چیف ایگزیکٹو

راولپنڈی: 28 فروری 2025

D.M. TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2024

	NOTE	Un-audited 31 December 2024 Rupees	Audited 30 June 2024 Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
5,000,000 (30 June 2024: 5,000,000) ordinary shares of Rupees 10 each			
		50,000,000	50,000,000
Issued, subscribed and paid-up share capital			
3,052,429 (30 June 2024: 3,052,429) ordinary shares of Rupees 10 each			
		30,524,290	30,524,290
Reserves			
Capital reserves - surplus on revaluation of property, plant and equipment and investment properties - net of deferred income tax	5	517,487,152	517,748,170
Revenue reserve - unappropriated profit		106,346,691	114,557,988
Total reserves		623,833,843	632,306,158
Total equity		654,358,133	662,830,448
NON-CURRENT LIABILITIES			
Employees' retirement benefit - gratuity		5,642,011	5,131,993
Deferred income tax liability		-	-
		5,642,011	5,131,993
CURRENT LIABILITIES			
Trade and other payables		116,647,821	114,632,205
Due to related parties		2,736,000	1,100,000
Unclaimed dividend		144,947	144,947
Taxation - net		1,151,671	2,479,133
		120,680,439	118,356,285
Total liabilities		126,322,450	123,488,278
CONTINGENCIES AND COMMITMENTS			
	6	780,680,583	786,318,726
TOTAL EQUITY AND LIABILITIES			
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	7	290,109,556	291,173,261
Investment properties		363,921,975	363,921,975
Advance against property	8	-	-
Long term investments		7,849,415	7,526,915
Long term deposits		9,155,034	9,155,034
		671,035,980	671,777,185
CURRENT ASSETS			
Advances		312,600	194,600
Due from related party		17,619,962	17,619,962
Short term deposit		-	-
Other receivables		20,000	20,000
Short term investments	9	89,236,710	94,467,876
Cash and bank balances		2,455,331	2,239,103
		109,644,603	114,541,541
TOTAL ASSETS		780,680,583	786,318,726

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


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

D.M. TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2024

	HALF YEAR ENDED		QUARTER ENDED	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	----- Rupees -----			
ADMINISTRATIVE AND GENERAL EXPENSES	(23,654,457)	(23,077,483)	(7,816,273)	(7,817,067)
OTHER EXPENSES	-	(667,000)	-	(667,000)
	(23,654,457)	(23,744,483)	(7,816,273)	(8,484,067)
OTHER INCOME	16,135,526	18,020,934	8,092,217	8,402,200
(LOSS) / PROFIT FROM OPERATIONS	(7,518,931)	(5,723,549)	275,944	(81,867)
FINANCE COST	(8,107)	(53,229)	(2,034)	(52,598)
(LOSS) / PROFIT BEFORE LEVIES AND INCOME TAX	(7,527,038)	(5,776,778)	273,910	(134,465)
LEVIES	-	-	-	-
(LOSS) / PROFIT BEFORE INCOME TAX	(7,527,038)	(5,776,778)	273,910	(134,465)
TAXATION	(945,277)	-	-	-
(LOSS) / PROFIT AFTER TAXATION	(8,472,315)	(5,776,778)	273,910	(134,465)
(LOSS) EARNING PER SHARE - BASIC AND DILUTED	(2.78)	(1.89)	0.09	(0.04)

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


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

D.M. TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2024

HALF YEAR ENDED		QUARTER ENDED	
31 December 2024	31 December 2023	31 December 2024	31 December 2023

----- Rupees -----

(LOSS) / PROFIT AFTER TAXATION (8,472,315) (5,776,778) 273,910 (134,465)

OTHER COMPREHENSIVE INCOME/(LOSS)

	31 December 2024	31 December 2023	31 December 2024	31 December 2023
Items that will not be reclassified to profit or loss	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
	-	-	-	-

TOTAL COMPREHENSIVE INCOME /(LOSS) FOR THE PERIOD (8,472,315) (5,776,778) 273,910 (134,465)

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


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

D.M. TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 31 DECEMBER 2024

SHARE CAPITAL	CAPITAL RESERVE		REVENUE RESERVE	TOTAL EQUITY
	SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT NET OF DEFERRED INCOME TAX	FAIR VALUE RESERVE OF INVESTMENT PROPERTIES - NET OF DEFERRED INCOME TAX	UNAPPROPRIATED PROFIT	

----- Rupees -----

Balance as at 30 June 2023 - audited	30,524,290	268,612,032	308,408,697	40,642,162	648,187,181
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment to unappropriated profit- net of deferred income tax	-	(298,930)	-	298,930	-
Profit/(Loss) for the period	-	-	-	(5,776,778)	(5,776,778)
Other comprehensive income/(loss) for the period	-	-	-	-	-
Total comprehensive income/(loss) for the period	-	-	-	(5,776,778)	(5,776,778)
Balance as at 31 December 2023 - un-audited	30,524,290	268,313,102	308,408,697	35,164,314	642,410,403
Balance as at 30 June 2024 - audited	30,524,290	268,014,172	249,733,998	114,557,988	662,830,448
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment to unappropriated profit- net of deferred income tax	-	(261,018)	-	261,018	-
Profit/(Loss) for the period	-	-	-	(8,472,315)	(8,472,315)
Other comprehensive income/(loss) for the period	-	-	-	-	-
Total comprehensive income/(loss) for the period	-	-	-	(8,472,315)	(8,472,315)
Balance as at 31 December 2024 - un-audited	30,524,290	267,753,154	249,733,998	106,346,691	654,358,133

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


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

D.M. TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2024

	NOTE	HALF YEAR ENDED	
		31 December 2024	31 December 2023
		Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from / (used in) operations	10	(3,955,143)	1,256,272
Finance cost paid		(8,107)	(53,229)
Income tax paid		(1,327,463)	(1,849,687)
Net cash used in operating activities		(5,290,713)	(646,644)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received		403,941	431,430
Net cash flows from investing activities		403,941	431,430
CASH FLOWS FROM FINANCING ACTIVITIES			
		5,103,000	-
NET DECREASE IN CASH AND CASH EQUIVALENTS		216,228	(215,214)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		2,239,103	262,952
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		2,455,331	47,738

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


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

D.M. TEXTILE MILLS LIMITED

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL (UN-AUDITED) STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2024

1 THE COMPANY AND ITS OPERATIONS

D.M. Textile Mills Limited is a public limited company incorporated in Pakistan under the Companies Act, 1913 (now the Companies Act, 2017) and listed on Pakistan Stock Exchange Limited (PSX). The registered office and head office is situated at Westridge, Industrial Area, Rawalpindi. The principal activity of the Company is manufacturing of yarn and cloth, processing and stitching the cloth and trade of textile products.

The Board of Directors and Shareholders of the Company have passed Special Resolution for change of principal line of business to real estate and Company's application regarding change of principal line of business is still under consideration for approval with The Securities & Exchange Commission of Pakistan.

PSX vide Notice No. PSX/N-1222 dated 02 November 2020 placed the Company as Non-Compliant with effect from 03 November 2020 due to non-compliance with PSX Regulations.

2 BASIS OF PREPARATION

2.1 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 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 from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These condensed interim financial statements comprise of condensed interim statement of financial position, condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity together with the notes for the half year ended December 31, 2024 which have been subject to a review but not audited. These condensed interim financial statements also include the condensed interim income statement for the quarter ended December 31, 2024.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies and methods of computations adopted for the preparation of these condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2024.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2024.

D.M. TEXTILE MILLS LIMITED

	Un-audited 31 December 2024 Rupees	Audited 30 June 2024 Rupees
5 CAPITAL RESERVE - SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT AND INVESTMENT PROPERTIES - NET OF DEFERRED INCOME TAX		
- Property, plant and equipment		
Balance at the beginning of the period / year	268,014,172	268,612,032
Transferred to unappropriated profit in respect of incremental depreciation charged during the period / year	(367,631)	(842,056)
Related deferred income tax liability	106,613	244,196
	(261,018)	(597,860)
Balance at the end of the period / year	267,753,154	268,014,172
- Investment properties		
Revaluation surplus	249,733,998	313,858,182
Fair value reserve realized on disposal	-	(58,674,699)
Related deferred income tax liability	-	(5,449,485)
	249,733,998	249,733,998
	<u>517,487,152</u>	<u>517,748,170</u>

6 CONTINGENCIES AND COMMITMENTS

6.1 Contingencies

There is no significant change in the status of contingencies, as disclosed in preceding audited annual published financial statements of the Company for the year ended 30 June 2024.

6.2 Commitments

7 PROPERTY, PLANT AND EQUIPMENT

Net book value at the beginning of the period / year	291,173,261	362,609,741
Less: Depreciation charged during the period / year	(1,063,705)	(71,436,480)
Net book value at the end of the period / year	<u>290,109,556</u>	<u>291,173,261</u>

8 ADVANCE AGAINST PROPERTY

An amount of Rupees 51.150 million was given by the Company as advance against purchase of property. The property could not be transferred in the Company's name due to the want of completion of legal formalities. With reference to this advance, the Director (Enforcement) of Securities and Exchange Commission of Pakistan (SECP) vide his Order dated 29 November 2007 imposed a penalty of Rupees 100,000 on each of the director except one (nominee NIT) of the Company for contravention of section 196(2j) of the repealed Companies Ordinance, 1984. Further directions were given under section 473 for transferring the property in the name of the Company within thirty days from the Order date. The Chief Executive Officer (C.E.O) of the Company filed a revision application with the Appellate Bench of SECP under section 484 of the repealed Companies Ordinance, 1984 against this Order on 10 January 2008, where the Appellate Bench decided not to interfere with the impugned order.

D.M. TEXTILE MILLS LIMITED

The C.E.O also filed an appeal under section 485 of the repealed Companies Ordinance, 1984 read with section 34 of the Securities and Exchange Commission of Pakistan Act, 1997 before the Lahore High Court, Rawalpindi Bench whereby stay order was granted to suspend the operation of above said impugned order. The Lahore High Court, Rawalpindi Bench, in its interim order dated 06 February 2015, granted adjournment with the directions not to transfer / alienate the property / undertaking of the Company meanwhile. Further, the court, through its order dated 09 December 2015 transferred the case to Islamabad High Court (IHC), Islamabad.

The Board of Directors in the meeting held on 23 April 2014, after getting valuation at forced sale value of Rupees 72.007 million of said property from NAKMS Associates (Private) Limited, resolved that the right in property along with fixtures and fittings to be offered to the C.E.O on the basis of "first right of refusal" at the fixed floor price of Rupees 75.00 million. The Board further decided that an amount of Rupees 48.570 million be adjusted from interest free loan given by C.E.O and his close family members to the Company and the balance amount to be paid in three equal annual instalments of Rupees 8.810 million commencing from 01 May 2015. Accordingly, agreement was made between the Company and the C.E.O under the directions given by the Board of Directors of the Company.

However, the C.E.O in the case proceedings before the Islamabad High Court (IHC), Islamabad on 03 May 2016 has submitted to transfer the property in the name of the Company within sixty days there from. The C.E.O filed a petition before the Islamabad High Court to seek relief on the grounds that the said property has already been attached in the cases titled The Bank of Punjab versus Bilal Fibers Limited and The Bank of Punjab versus Bilal Textiles (Private) Limited wherein the C.E.O was a guarantor. Meanwhile, the Board of directors and the shareholders in their meetings held on 09 October 2016 and 31 October 2016 respectively resolved to reverse the transaction of sale of property to C.E.O, subject to completion of legal formalities and in accordance with rules / law / procedures.

The Company filed a suit before the court of Civil Judge 1st Class (West), Islamabad dated 17 October 2017 against the C.E.O. while making Securities and Exchange Commission of Pakistan and Capital Development Authority parties to the case for directions to transfer the property in the name of the Company. Civil Judge 1st Class (West), Islamabad, vide order dated 28 July 2021 accepted the Company's appeal and directed to submit evidence and vide order dated 13 July 2023 partially decreed the case of the Company to the extent of recover of remaining amount from the C.E.O. The Company has filed an appeal on 28 September 2023 against the said order before Islamabad High Court (IHC). On 25 October 2023 IHC, Islamabad, suspended the operations of the impugned judgement and decree dated 13 July 2023 until the next date of hearing. The matter is pending adjudication.

The IHC vide its order dated 16 November 2017, reduced the penalty from Rupees 100,000 to Rupees 50,000 to be paid by each director of the Company within the period of thirty days.

The Company also filed an appeal before the Lahore High Court, Lahore Bench in May 2018 for detachment of the property, so that property can be transferred in the name of the Company, which is pending adjudication.

The Securities and Exchange Commission of Pakistan filed an appeal before the IHC, Islamabad, dated 13 September 2018 for execution of IHC decision dated 16 November 2017 to appoint statutory auditors to conduct a special audit to calculate the amount of profit which could have been earned on the amount of Rupees 51.150 million, if invested with any scheduled bank on daily product basis in the relevant period, and further requested the IHC to send notice to Lahore High Court, Lahore, for release of the property. The matter is pending adjudication.

The Bank of Punjab filed an appeal before the Islamabad High Court, Islamabad to set-aside orders dated 03 May 2016 and 16 November 2017. The matter is pending adjudication.

On 24 May 2022, the Company filed an application before Islamabad High Court, Islamabad praying that The Bank of Punjab and Bilal Fibers Limited and Bilal Textiles (Private) Limited have entered into a settlement agreements, hence, the said property may please be declared as lawful property of D.M. Textile Mills Limited. The last hearing was held on 25 January 2024 and the matter is pending adjudication.

D.M. TEXTILE MILLS LIMITED

9 SHORT TERM INVESTMENTS

During the year ended June 2024, investment in DM Venture (Related Party) was made by the company. No prior approval was taken through special resolution, however post facto approval for Investment in DM Venture amounting to Rupees: 92.950 million was obtained in AGM held on October 28, 2024.

The Company accounted for profit of Rs. 2.5 million for the year ended June 30, 2024. As per Short Term Investment Agreement, the profit will be determined and paid within 30-days of the end of the investment period. Accordingly, for the period ended 31 December 2024 profit is not recognized in the financial statements.

		(Un-audited)	
		HALF YEAR ENDED	
		31 December 2024	31 December 2023
		Rupees	Rupees
10 CASH GENERATED FROM / (USED IN) OPERATIONS	NOTE		
Loss before taxation		(8,472,315)	(5,776,778)
Adjustments for non-cash changes and other items:			
Depreciation		1,063,705	1,273,359
Provision for gratuity		510,018	512,692
Interest income		(598,274)	(697,815)
Finance cost		8,107	53,229
Working capital changes	10.1	3,533,616	5,891,585
		<u>(3,955,143)</u>	<u>1,256,272</u>

		(Un-audited)	
		HALF YEAR ENDED	
		31 December 2024	31 December 2023
		Rupees	Rupees
10.1 Working capital changes			
(Increase) / decrease in current assets:			
Advances		(118,000)	2,858,600
Other receivables		-	1,568,206
		<u>(118,000)</u>	<u>4,426,806</u>
Increase / (decrease) in current liabilities:			
Trade and other payables		2,015,616	1,814,779
Due to related party		1,636,000	(350,000)
		<u>3,651,616</u>	<u>1,464,779</u>
		<u>3,533,616</u>	<u>5,891,585</u>

D.M. TEXTILE MILLS LIMITED

11 TRANSACTIONS WITH RELATED PARTIES

i) Transactions

	(Un-audited)			
	HALF YEAR ENDED		QUARTER ENDED	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
----- Rupees -----				
Key management personnel				
Remuneration and other benefits	3,596,301	3,426,730	1,877,301	1,737,730
Sami Ullah - Chief Executive Officer (CEO)				
Loan obtained during the period	1,696,000	1,000,000	-	-
Paid during the period	300,000	2,050,000	-	-
Habib Ullah - Director				
Loan obtained during the period	240,000	-	-	-
Paid during the period	-	-	-	-
DM Ventures - Associates				
Received from DM Venture	5,403,000	700,000	-	-
			Un-audited	Audited
			31 December	30 June
			2024	2024
			Rupees	Rupees
ii) Period / year end balances				
Due to related parties:				
Sami Ullah - CEO			1,396,000	-
Mian Habib Ullah - Director			240,000	-
Sam Corporation (Private) Limited, Associated Company			1,100,000	1,100,000
DM Ventures Associates			87,847,670	92,950,670

12 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim statement of financial position and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year. Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant reclassification / rearrangement of corresponding figures has been made.

13 GENERAL

Figures have been rounded off to the nearest Rupee unless otherwise stated.

14 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been issued for authorization on 28 February 2025 by the board of directors of the company.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER