

Printed Matter



Half Yearly Accounts

DECEMBER 31, 2024 (UN-AUDITED)



If un-delivered please return to:

Ruby Textile Mills Limited

35-Industrial Area, Gulberg -III,
Lahore - 54660, Pakistan

Phone: (+92-42) 3571-4601, 3576-1243-4

Fax: (+92-42) 3571-1400, 3576-1222

Email: info@rubytextile.com.pk

RUBY TEXTILE MILLS LIMITED

| | |
|----------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| BOARD OF DIRECTORS | MR. NOOR ELAHI - CHIEF EXECUTIVE MRS. PARVEEN ELAHI - CHAIR PERSON |
| | Directors: MRS. NAHEED JAVED MR. IMTIAZ AHAMD MR. AMJAD SHAHID MR. MANSOOB AHMED KHAN |
| CHIEF FINANCIAL OFFICER | MR. ADREES AZAM |
| COMPANY SECRETARY | MR. ADREES AZAM |
| AUDIT COMMITTEE | MR. MANSOOB AHMED KHAN - CHAIRMAN MRS. NAHEED JAVED - MEMBER MR. IMTIAZ AHAMD - MEMBER |
| HUMAN RESOURCE & REMUNERATION COMMITTEE | MR. MANSOOB AHMED KHAN - CHAIRMAN MR. IMTIAZ AHMAD - MEMBER MR. AMJAD SHAHID - MEMBER |
| BANKERS | M/S. MEEZAN BANK LIMITED M/S. BANK AL-HABIB LIMITED M/S. HABIB METROPOLITAN BANK LTD M/S. NATIONAL BANK OF PAKISTAN M/S. SILK BANK LTD M/S. FAYSAL BANK LIMITED M/S. MUSLIM COMMERCIAL BANK LTD M/S. HABIB BANK LTD M/S. BANK ALFALAH LTD |
| AUDITORS | M/S. Sarwars Chartered Accountants, Office # 12-14, 2nd Floor, Lahore Centre, 77-D, Main Boulevard, Gulberg-III, Lahore email: sarwarsca@sarwarsca.com Tel: 35782920-22, Fax: 35773825 |
| INTERNAL AUDITOR | MR. TAHIR ALI |
| LEGAL ADVISOR | M/S. MOHSIN & WAHEED LAW ASSOCIATES Office # S-3, 2nd Floor, West End Plaza, 72-The Mall Road, Lahore. |
| HEAD OFFICE | 35-Industrial Area, Gulberg -III, Lahore - 54660, Pakistan Phone: (+92-42) 3571-4601, 3576-1243-4 Fax: (+92-42) 3571-1400, 3576-1222 Email: info@rubytextile.com.pk |
| REGISTERED OFFICE | 35-Industrial Area, Gulberg -III, Lahore - 54660, Pakistan Phone: (+92-42) 3571-4601, 3576-1243-4 Fax: (+92-42) 3571-1400, 3576-1222 Email: info@rubytextile.com.pk |
| MILLS | Raiwind-Manga Road, Raiwind, District Kasur. -55050. Pakistan. Phone: (+92-42) 3539-1031, 3539-2651-2 Fax: (+92-42) 3539-1032 Email: wasim@rubytextile.com.pk |
| SHARE REGISTRAR | M/S. CORPLINK (PRIVATE) LIMITED 1-K, (Commercial) Wings Arcade, Model Town, Lahore. 54700 Phone: (+92-42) 35916714, 35839182 Fax: (+92-42) 3586-9037 Email: corplink786@gmail.com/shares@corplink.com.pk |

RUBY TEXTILE MILLS LIMITED

DIRECTORS REPORT TO MEMBERS

The Board of Directors of your Company are pleased to present the Un-audited Financial Statements for the Half Year ended 31 December, 2024.

INDUSTRY OVERVIEW:

The textile industry is a crucial contributor to the economy of Pakistan, and its significance is amplified by the country's reliance on foreign exchange. The recent devaluation of the Pakistani Rupee against US dollar has given textile exporters a competitive edge in terms of pricing. However, in the long run, Devaluation has become a growing concern for textile exporters as it raises input costs, making exports less competitive.

Looking towards the future, the economy is facing severe challenges. These challenges will not only impede the already feeble economic growth, but they will also lead to spiraling prices of items due to supply disruptions. As a result, inflation is likely to remain high throughout the year. The textile industry is expected to remain under stress due to all time high markup rates and increasing energy costs.

COMPANY PERFORMANCE

Half yearly brief financial performance of the Company is presented here under:

| | December 31, 2024 | December 31, 2023 |
|-------------------------------------|----------------------|----------------------|
| Revenue | - | - |
| Cost of Sales | - | (14,717,792) |
| Gross Loss | - | (14,717,792) |
| Distribution Cost | - | - |
| Administrative and general expenses | (29,170,930) | (17,493,858) |
| Other income | 11,354,028 | 5,571,520 |
| Finance cost | (287,650) | (1,741,940) |
| Loss before taxation | (18,104,552) | (28,382,070) |
| Taxation | (4,339,945) | 4,180,605 |
| Loss for the period | (22,444,497) | (24,201,465) |
| Loss per share – basic and diluted | (0.43) | (0.46) |

We regret to inform that our Company's financial performance during the current period has been unsatisfactory. We have incurred a significant loss of 22,444 million. The auditor's has issued adverse report on the matter of Going concern assumption in the preparation of the condensed interim financial statement. Although the company had closed its operation but your directors have firm believe and commitment to contribute funds to meet the financial requirement of the company. We do believe that with favorable market conditions, the company would be operational to achieve to optimum productivity and generate the sufficient funds to meet the commitment.

The directors have full confidence in the company and they are committed to make it a profitable venture. The Directors and Associated Companies have made fresh injection of Rs.20.897 million to meet the financial commitment.

ACKNOWLEDGEMENT

The Board records its profound appreciation for all our colleagues, customers, banks, management and staff who are strongly committed to their work as the success of your Company is built around their efforts. The Company acknowledges and thanks all stakeholders for the confidence reposed in it.

For and on behalf of the Board of Directors

(NOOR ELAHI)
CHIEF EXECUTIVE

(IMTIAZ AHMAD)
DIRECTOR

LAHORE
February 25, 2025

ڈائریکٹرز کی ارکان کورپورٹ

آپ کی کمپنی کے بروز آف ڈائریکٹرز کو 31 دسمبر 2024 کو ختم ہونے والے ششماہی کے لیے غیر آڈٹ شدہ مالیاتی بیانات پیش کرنے پر خوشی ہے۔
صنعت کا تناؤ:

ٹیکسٹائل کی صنعت پاکستان کی معیشت میں ایک اہم شراکت دار ہے اور اس کی اہمیت غیر ملکی درآمدات پر ملک کے انحصار سے بڑھتی ہے۔ امریکی ڈالر کے مقابلے پاکستانی روپے کی حالیہ قدر میں کمی نے ٹیکسٹائل کے برآمد کنندگان کو ترقیوں کے حوالے سے سائنسی برتری فراہم کی ہے۔ تاہم، طویل مدت میں، ٹیکسٹائل کے برآمد کنندگان کے لیے قدر میں کمی ایک بڑھتی ہوئی تھوڑی بن گئی ہے کیونکہ اس سے ان پرف لائٹ میں اضافہ ہوتا ہے جس سے برآمدات کم سائنسی ہوتی ہیں۔

مستقبل کی طرف دیکھتے ہوئے معیشت کو شدید چیلنجز کا سامنا ہے۔ یہ چیلنجز صرف پیلے سے کڑور معاشی نمو کو روکنے کے بلکہ سپلائی میں رکاوٹ کی وجہ سے ایشیا کی ترقیوں میں اضافے کا باعث بھی بنتی ہے۔ اس کے نتیجے میں ملکی سالانہ برآمدات کا امکان ہے کہ وہ گھٹ جائے گا۔ تاہم، برآمدات کی صنعت ہر وقت بلند مارک اپ کی شرح اور توانائی کے بڑھتے ہوئے اخراجات کی وجہ سے دباؤ میں رہے گی۔

کمپنی کی کارکردگی

کمپنی کی ششماہی مختصر مدتی کارکردگی میں پیش رفت کی گئی ہے:

| 31 دسمبر 2023 | 31 دسمبر 2024 | روپے | آدنی |
|------------------|------------------|------|--------------------------------|
| - | - | - | فردت کی لاگت |
| (14,717,792) | - | - | مجموعی نقصان |
| (14,717,792) | - | - | تقسیم کی لاگت |
| (17,493,858) | (29,170,930) | - | انٹیکالی اور عمومی اخراجات |
| 5,571,520 | 11,354,028 | - | دیگر آمدنی |
| (1,741,940) | (287,650) | - | مالیاتی لاگت |
| (28,382,070) | (18,104,552) | - | لیکس سے پہلے نقصان |
| 4,180,605 | (4,339,945) | - | لیکس |
| (24,201,465) | (22,444,497) | - | مدت کے لیے نقصان |
| (0.46) | (0.43) | - | فی شخص نقصان۔ بنیادی اور معتدل |

ہمیں یہ بتاتے ہوئے افسوس ہے کہ موجود مدت کے دوران ہماری کمپنی کی مالی کارکردگی غیر تسلی بخش رہی ہے۔ ہمیں 22,444 ملین کا نمایاں نقصان ہوا ہے۔ ڈائریکٹرز نے ملحدہ بودی مالیاتی بیانات کی تیاری میں گونگ تشویش طرز سے معاملے پر غور کیا ہے۔ اگرچہ کمپنی نے اپنا آپریشن بند کر دیا تھا لیکن آپ کے ڈائریکٹرز کمپنی کی مالی ضروریات کو پورا کرنے کے لیے فنڈز زیدنے کا پتہ لگائیں اور مزہم کئے ہیں۔ ہمیں یقین ہے کہ مارکیٹ کے سازگار حالات کے ساتھ، کمپنی زیادہ سے زیادہ پیداواری صلاحیت حاصل کرنے کے لیے کام کرے گی اور اس مزہم کو پورا کرنے کے لیے کافی فنڈز پیدا کرے گی۔

ڈائریکٹرز کو کمپنی کی مسلسل اہمیت اور وہ اسے ایک نافع بنیاد منسوب بنانے کے لیے پرعزم ہیں۔ ڈائریکٹرز اور ایسوسی ایٹڈ کمپنیوں نے مالی مزہم کو پورا کرنے کے لیے 20.897 ملین روپے کا نازدہ انجکشن لگایا ہے۔

امزراف

بروز اپنے تمام ہاتھیوں، صارفین، بینکوں، انڈیکس اور سٹاکس کے لیے اپنی گہرائی سے تحریف کرتا ہے جو اپنے کام کے لیے پرعزم ہیں کیونکہ آپ کی کمپنی کی کامیابی ان کی کوششوں کے گزرتی ہے۔ کمپنی اپنے اہتمام کے لیے تمام اسٹیک ہولڈرز کو تسلیم کرتی ہے اور ان کا شکریہ ادا کرتی ہے۔

مناہب ہر آف ڈائریکٹرز

(NOOR ELAHI)
CHIEF EXECUTIVE

(IMTIAZ AHMAD)
DIRECTOR

RUBY TEXTILE MILLS LIMITED



SARWARS
Chartered Accountants

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF RUBY TEXTILE MILLS LIMITED

Condensed Interim Financial Information to the Members

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Ruby Textile Mills limited ("the Company") as at December 31, 2024 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity and notes to the condensed interim financial information for the six-month period then ended (here-in-after referred as the "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting 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.

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 interim financial information 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.

Adverse Conclusion

Our review indicates that the interim financial information does not give a true and fair view of the financial position of the entity as at December 31, 2024 and of its financial performance and its cash flows for the six-month period then ended in accordance with international Financial Reporting Standards. See also audit report dated October 04, 2024 on financial statements for the year ended June 30, 2024,

Basis for Adverse Conclusion

Our conclusion on financial information is based on the qualifications, and adverse opinion duly reported in the audit report on the financial statements of the company for the year ended June 30, 2024. Our conclusion on this issue is adversely reported.

Other Matters

The figures for the quarters ended December 31, 2023 and December 31, 2024 in the condensed interim statement of profit or loss and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

SARWARS
CHARTERED ACCOUNTANTS
Engagement Partner: Rashid Sarwar



Date: February 26, 2025
UDIN: RR202410208A8wdNXfhF

RUBY TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2024

| | | (Un-audited) December 31, 2024 | (Audited) June 30, 2024 |
|---------------------------------------------------------|-------|--------------------------------------|-------------------------------|
| | Notes | -----Rupees----- | |
| ASSETS | | | |
| NON-CURRENT ASSETS | | | |
| Property, plant and equipment & CWIP | 4 | 888,572,862 | 902,793,832 |
| Long term deposits | | 1,303,945 | 1,303,945 |
| | | 889,876,807 | 904,097,777 |
| CURRENT ASSETS | | | |
| Stores, spare parts and loose tools | | - | - |
| Stock-in-trade | | - | - |
| Trade debts | | 8,500,724 | 10,848,426 |
| Advances and prepayments | | 4,537,884 | 3,946,206 |
| Due from Government | | 13,777,134 | 11,266,727 |
| Cash and bank balances | | 149,285 | 116,756 |
| | | 26,965,027 | 26,178,115 |
| TOTAL ASSETS | | 916,841,834 | 930,275,892 |
| EQUITY AND LIABILITIES | | | |
| SHARE CAPITAL AND RESERVES | | | |
| Authorized share capital | | 700,000,000 | 700,000,000 |
| Issued, subscribed and paid up share capital | | 522,144,000 | 522,144,000 |
| Accumulated losses | | (940,577,436) | (922,125,325) |
| Surplus on revaluation of property, plant and equipment | | 412,874,395 | 416,866,781 |
| Loan from sponsors and other related parties | 5 | 691,933,209 | 688,003,209 |
| | | 686,374,168 | 704,888,665 |
| NON-CURRENT LIABILITIES | | | |
| Long term financing from others | 6 | 52,500,000 | 59,062,500 |
| Long term security deposits | | 1,791,660 | 1,791,660 |
| Deferred liabilities | 7 | 23,734,741 | 19,394,796 |
| | | 78,026,401 | 80,248,956 |
| CURRENT LIABILITIES | | | |
| Trade and other payables | | 83,898,865 | 78,181,586 |
| Accrued markup | | 13,209,918 | 13,326,869 |
| Unclaimed dividend | | 402,570 | 402,570 |
| Current & overdue portion of long term loans | | 54,929,913 | 53,227,246 |
| Provision for taxation | | - | - |
| | | 152,441,265 | 145,138,271 |
| TOTAL LIABILITIES | | 230,467,666 | 225,387,227 |
| CONTINGENCIES AND COMMITMENTS | 8 | - | - |
| TOTAL EQUITY AND LIABILITIES | | 916,841,834 | 930,275,892 |

The annex notes from 1 to 12 form an integral part of these financial statements.


CHIEF EXECUTIVE


DIRECTOR

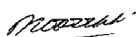

CHIEF FINANCIAL OFFICER

RUBY TEXTILE MILLS LIMITED

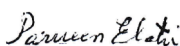
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS FOR THE HALF YEAR ENDED DECEMBER 31, 2024

| | HALF YEAR ENDED | | QUARTER ENDED | |
|-------------------------------------------|----------------------|----------------------|----------------------|----------------------|
| | December 31, 2024 | December 31, 2023 | December 31, 2024 | December 31, 2023 |
| | -----Rupees----- | | -----Rupees----- | |
| Sales | - | - | - | - |
| Less: Sales tax | - | - | - | - |
| Sales- net | - | - | - | - |
| Cost of sales | - | (14,717,792) | - | (7,358,896) |
| Gross loss | - | (14,717,792) | - | (7,358,896) |
| Distribution cost | - | - | - | - |
| Administrative and general expenses | (29,170,930) | (17,493,858) | (13,518,703) | (10,687,279) |
| Other income / (Loss) | 11,354,028 | 5,571,520 | 6,681,100 | 3,878,640 |
| Finance cost | (287,650) | (1,741,940) | (106,281) | (1,741,940) |
| Loss before taxation | (18,104,552) | (28,382,070) | (6,943,884) | (15,909,475) |
| Taxation | | | | |
| -Current | - | - | - | - |
| -Deferred | (4,339,945) | 4,180,605 | - | 4,180,605 |
| | (4,339,945) | 4,180,605 | - | 4,180,605 |
| Loss for the period | (22,444,497) | (24,201,465) | (6,943,884) | (11,728,870) |
| Loss per share - basic and diluted | (0.43) | (0.46) | (0.13) | (0.22) |

The annexed notes from 1 to 12 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

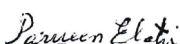
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED DECEMBER 31, 2024

| | HALF YEAR ENDED | | QUARTER ENDED | |
|--------------------------------------------------|----------------------|----------------------|----------------------|----------------------|
| | December 31, 2024 | December 31, 2023 | December 31, 2024 | December 31, 2023 |
| | -----Rupees----- | | -----Rupees----- | |
| Loss for the period | (22,444,497) | (24,201,465) | (6,943,884) | (11,728,870) |
| Other comprehensive income for the period | - | - | - | - |
| Total comprehensive loss for the period | (22,444,497) | (24,201,465) | (6,943,884) | (11,728,870) |

The annexed notes from 1 to 12 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

RUBY TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED DECEMBER 31, 2024

| | December 31, 2024 Rupees | December 31, 2023 Rupees |
|---------------------------------------------------------------|--------------------------------|--------------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Loss before taxation | (18,104,552) | (28,382,070) |
| Adjustments for non cash and other items: | | |
| Depreciation | 14,220,967 | 14,972,928 |
| Finance cost | 287,650 | 1,741,940 |
| | 14,508,617 | 16,714,868 |
| Operating cash flow before working capital changes | (3,595,935) | (11,667,202) |
| Changes in working capital | | |
| (Increase)/decrease in current assets | | |
| Trade debts | 2,347,702 | 1,975,000 |
| Advances and prepayments | (591,678) | 84,641 |
| Balance with statutory authorities | (1,722,636) | (1,658,284) |
| Increase/(decrease) in current liabilities | | |
| Trade and other payables | 5,717,279 | 3,902,338 |
| | 5,750,667 | 4,303,695 |
| Cash used in from operations | 2,154,732 | (7,363,507) |
| Finance cost paid | (404,601) | (910,618) |
| Taxes paid | (787,769) | (70,891) |
| Staff retirement gratuity paid | - | (557,050) |
| | (1,192,370) | (1,538,559) |
| Net cash used in from operating activities | 962,362 | (8,902,066) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Addition in property, plant and equipment | - | (1,621,233) |
| Long term deposits | - | - |
| Net cash (used in)/generated from investing activities | - | (1,621,233) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Long term financing from banking companies | - | (7,289,750) |
| Long term financing from others | (4,859,833) | - |
| Long term security deposits | - | (3,500,000) |
| Long term financing from directors and associates | 3,930,000 | 20,897,500 |
| Net cash generated from financing activities | (929,833) | 10,107,750 |
| Net increase in cash and cash equivalents | 32,529 | (415,549) |
| Cash and cash equivalents at the beginning of the year | 116,756 | 638,678 |
| Cash and cash equivalents at the end of the year | 149,285 | 223,129 |

The annexed notes from 1 to 12 form an integral part of these financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

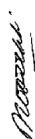
RUBY TEXTILE MILLS LIMITED

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

| | Share capital | Capital reserves | Revenue reserve | | Revaluation surplus on property, plant and equipment | Sub Total | Long term loan from chief executive and directors | Total |
|------------------------------------------------------------------|---------------|------------------|--------------------|-------------|------------------------------------------------------|-------------|---------------------------------------------------|-------|
| | | | Accumulated losses | | | | | |
| Balance as at June 30, 2023 | 522,144,000 | - | (887,128,572) | 425,271,805 | 60,287,233 | 653,309,709 | 713,596,942 | |
| Loss for the year | - | - | (45,244,944) | - | (45,244,944) | - | (45,244,944) | |
| Remeasurement of staff retirement benefits - net of deferred tax | - | - | 1,843,167 | - | 1,843,167 | - | 1,843,167 | |
| Loan received during the year | - | - | - | - | - | 34,403,500 | 34,403,500 | |
| Loan from associates | - | - | - | - | - | 290,000 | 290,000 | |
| Incremental depreciation - net of deferred tax | - | - | 8,405,024 | (8,405,024) | - | - | - | |
| Balance as at June 30, 2024 | 522,144,000 | - | (922,125,325) | 416,866,781 | 16,885,456 | 688,003,209 | 704,888,665 | |
| Loss for the period | - | - | (22,444,497) | - | (22,444,497) | - | (22,444,497) | |
| Loan from associates | - | - | - | - | - | 3,930,000 | 3,930,000 | |
| Incremental depreciation - net of deferred tax | - | - | 3,992,386 | (3,992,386) | - | - | - | |
| Balance as at December 31, 2024 | 522,144,000 | - | (940,577,436) | 412,874,395 | (5,559,041) | 691,933,209 | 686,374,168 | |

-----Rupees-----

The annexed notes from 1 to 12 form an integral part of these financial statements.



CHIEF EXECUTIVE



DIRECTOR

CHIEF FINANCIAL OFFICER

RUBY TEXTILE MILLS LIMITED

CONDENSED INTERIM NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2024

1 STATUS AND NATURE OF BUSINESS

The company was incorporated in Pakistan on October 18, 1980 as a private limited company and was subsequently converted into public limited company. The registered office and head office of the company is located at 35-Industrial area, Gulberg III, Lahore. The shares of the company are quoted on the Pakistan stock exchange limited. The principal business of the company is manufacturing and sale of yarn. The manufacturing units are located at 3-km, Manga Road, Raiwind in the province of Punjab.

1.1 Going concern assumption

The company has been incurring gross losses for the last eight years due to under utilization of production capacity and during the period ended December 31, 2024, the company has incurred a net loss after taxation amounting Rs.22.444 million, accumulated loss of Rs. 940.577 million and current liabilities exceeds current asset by Rs. 125.476 million of that date. The unit-I and unit-II remain closed during the whole financial year. The company financial limits from bank are rescheduled, whereas the company operation is mainly reliant on the financial contribution from sponsoring director's of the company.

These conditions indicate the existence of material uncertainty which may cast significant doubt about 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 financial statements, however, have been prepared under the going concern assumptions based on the following mitigating factors narrated below;

- Sponsoring Director's of the company has contributed funds amounting to Rs. 3.930 million during the current year and directors has ability and committed to contribute further funds as and when required by the company. Due to the financial constraints faced by the company, the management has been working on alternate option by seeking a party to lease out Unit-II to third party or make the unit operative on the conversion basis, whereby, the unit-I will be operated by the company itself. The management expects that lease option or conversion option will be exercised in the foreseeable future or make the unit operative on conversion basis.
- The total assets of the company exceeds total liability by Rs. 686.374 million and the company entered into restructuring agreement in the year 2020 with M/s Messi Capital for converting the foreign currency loan repayable into Pak rupee with fixation of exchange rate of USD\$ parity at Rs.105 with markup on LIBOR plus 1.5%. The company's overall assets are sufficient to meet its liabilities and with directors continuous financial supports to meet the financial commitments, the company would be able to revive the business operation at normal trends in upcoming months.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements 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 Basis of measurement

2.2.1 These financial statements have been prepared under the historical cost convention, except for Property plant and equipment's and recognition of certain staff retirement benefits at present value.

These financial statements have been prepared following accrual basis of accounting except for cash flow.

The preparation of these financial statements in conformity with approved accounting standards requires the management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historic experience and other factors including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

Judgments and estimates made by the management that may have a significant risk of material adjustments to the financial statements in subsequent years.

2.2.2 Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates (the functional currency). The financial statements are presented in Pak Rupees, which is the Company's functional and presentation currency.

2.3 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS

2.3.1 Standards, interpretations and amendments to approved accounting standards which became effective during the year

The following amendments to existing standards have been published that are applicable to the Company's financial statements covering annual periods, beginning on or after the following dates:

The Company has adopted the following accounting standards and amendments of IFRSs and the framework for financial reporting which became effective for the current year:

Standard or Amendment or Framework: Amendments to IAS 1 "Presentation of Financial Statements", Amendments regarding the disclosure of accounting policies; Amendments to IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors", Amendments regarding the definition of accounting estimates; Amendments to IAS 12 "Income Taxes". Amendments regarding deferred tax on leases and decommissioning obligations and amendments to provide a temporary exception to the requirements regarding deferred tax assets and liabilities related to pillar two income taxes; and The Conceptual Framework for Financial Reporting are applicable to the extent and manner as applicable.

The adoption of the above standards, amendments of IFRSs and framework for financial reporting did not have any material effect on the Company's financial statements other than as reported.

Standards, amendments and improvements that are effective from

The following standards, amendments of IFRSs and improvements to accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standards, amendments or improvements:

RUBY TEXTILE MILLS LIMITED

Amendments Effective date (annual periods beginning on or after)

| | |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------|
| IFRS 10 - Consolidated Financial Statements & IAS 28 - Investments in Associates and Joint Ventures, Sale or contribution of assets between an investor and its associate or joint venture | Effective from accounting period beginning on or after a date to be determined. Earlier application is permitted. |
| IAS 7 - Statement of Cash Flows: Amendments regarding supplier finance | 1-January-2024 |
| IFRS 16 - Leases: Amendments to clarify how a seller-lessee subsequently measures sale and leaseback transactions. | 1-January-2024 |
| IFRS 9 - Financial Instruments: Disclosures & IAS 7 - Statement of Cash Flows: Amendments regarding supplier finance arrangements. | 1-January-2026 |
| IAS 1 - Presentation of Financial Statements: Amendments regarding the classification of liabilities and debt | 1-January-2024 |
| IFRS 17 - Insurance Contracts | 1-January-2026 |

Other than afore-mentioned standards, interpretations and amendments, IASB has also issued the following standards which have not been notified by the Securities and Exchange Commission of Pakistan ["SECP"]:

| |
|-----------------------------------------------------------------------------------------------|
| IFRS 1 - First Time Adoption of International Financial Reporting Standards |
| IFRS 18 - Presentation and Disclosures in Financial Statements |
| IFRS 19 - Subsidiaries without Public Accountability: Disclosures |
| IFRS S1 - General Requirements for Disclosure of Sustainability-related Financial Information |
| IFRS S2 - Climate-related Disclosures |

The above amendments are not expected to have any material impact on the financial statements, when effective/implemented.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computations adopted in preparation of these condensed interim financial statements are consistent with those applied in the preparation of the financial statements for the year ended June 30, 2023.

| | December 2024 RUPEES | June 2024 RUPEES | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
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| 4. PROPERTY, PLANT AND EQUIPMENT | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Operating fixed assets | 888,572,865 | 907,793,832 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Opening written down value | 862,386,028 | 890,724,161 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Add: Addition during the year | - | 1,621,233 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Capital Work in Process | 40,407,804 | 40,407,804 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | 902,793,832 | 932,753,198 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Less: Depreciation charged during the period / year | (14,220,967) | (29,959,366) | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Closing written down value | 888,572,865 | 902,793,832 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 5. LOAN FROM SPONSORS AND OTHER RELATED PARTIES | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Unsecured - from related parties | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Mr. Noor Elahi | 303,855,178 | 299,925,178 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Mrs. Parveen Elahi | 139,478,121 | 139,478,121 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Mrs. Naheed Javed | 150,024,598 | 150,024,598 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | 593,357,897 | 589,427,897 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Associated Companies: | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Naheed Noor (Pvt) Limited | 3,848,844 | 3,848,844 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Naheed Noor Enterprises (Pvt) Limited | 62,197,770 | 62,197,770 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Pure Drinks (Pvt) Limited | 877,656 | 877,656 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Sunrise Bottling Co (Pvt) Ltd | 1,115,000 | 1,115,000 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Aroma Drinks (Pvt) Limited | 30,536,042 | 30,536,042 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | 98,575,312 | 98,575,312 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Total loan from sponsors and other related parties | 691,933,209 | 688,003,209 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 5.1 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 5.1 These interest free loans are repayable at the discretion of the Company. Company has no intention to repay these loan within next twelve months from the reporting date. Therefore, no portion has been classified under current liabilities. Therefore, these loans are not measured at amortized cost as per requirements of IFRS-09, rather these are treated as equity in accordance with the Technical Release - 32 "Accounting Directors' Loan" (TR-32) issued by the Institute of Chartered Accountants of Pakistan (ICAP). The lenders have been given an option to convert the loan into share capital but no option has been exercised yet. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 6. LONG TERM FINANCING FROM OTHERS | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Foreign Loan | 52,500,000 | 59,062,500 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | 52,500,000 | 59,062,500 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 7. DEFERRED LIABILITIES | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Staff gratuity-Unfunded | 10,763,612 | 10,763,612 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Deferred taxation | 12,971,129 | 8,631,184 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | 23,734,741 | 19,394,796 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 8. CONTINGENCIES AND COMMITMENTS | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 8.1 Contingencies | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Mr. Khurram Shahzad Mughal, Mr. Muhammad Afzal and Mr. Muhammad Waseem, ex-employees of the company have filed suits against the company before the compensation Commissioner/ wages Authority Lahore for compensation amounting Rs. 510,000, Rs. 103,576 and Rs. 123,000 as damages against lost of eye-sight and pending wages claim respectively. Legal counsel of the company is hopeful that there is no scope of any fiscal loss to the company in this case. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 8.2 Commitments | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| There are no commitments as at period end. (June 30, 2024: Rs. Nil). | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 9. RELATED PARTY TRANSACTIONS | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Disclosure of transactions between the Company and related parties have disclosed in the relevant notes to the financial statements except followings: | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 35%;">Name of Related Party</th> <th style="width: 35%;">Basis of relationship</th> <th style="width: 15%;">December 31, 2024 RUPEES</th> <th style="width: 15%;">December 31, 2023 RUPEES</th> </tr> </thead> <tbody> <tr> <td colspan="4">Loan obtained from;</td> </tr> <tr> <td>Mr. Noor Elahi</td> <td>Chief executive</td> <td style="text-align: right;">3,930,000</td> <td style="text-align: right;">19,545,500</td> </tr> <tr> <td>Mrs. Parveen Elahi</td> <td>Director</td> <td style="text-align: right;">-</td> <td style="text-align: right;">2,132,000</td> </tr> <tr> <td>Mrs. Naheed Javed</td> <td>Director</td> <td style="text-align: right;">-</td> <td style="text-align: right;">-</td> </tr> <tr> <td>Naheed Noor Enterprises (Pvt) Limited</td> <td>Common Directorship</td> <td style="text-align: right;">-</td> <td style="text-align: right;">290,000</td> </tr> <tr> <td colspan="4">Loan repaid to;</td> </tr> <tr> <td>Mr. Nabeel Javed</td> <td></td> <td style="text-align: right;">-</td> <td style="text-align: right;">-</td> </tr> <tr> <td>Mr. Noor Elahi</td> <td>Chief executive</td> <td style="text-align: right;">-</td> <td style="text-align: right;">1,070,000</td> </tr> <tr> <td>Naheed Noor Enterprises (Pvt) Limited</td> <td>Common Directorship</td> <td style="text-align: right;">-</td> <td style="text-align: right;">-</td> </tr> <tr> <td>Aroma drinks (Pvt.) Limited</td> <td></td> <td style="text-align: right;">-</td> <td style="text-align: right;">-</td> </tr> </tbody> </table> | Name of Related Party | Basis of relationship | December 31, 2024 RUPEES | December 31, 2023 RUPEES | Loan obtained from; | | | | Mr. Noor Elahi | Chief executive | 3,930,000 | 19,545,500 | Mrs. Parveen Elahi | Director | - | 2,132,000 | Mrs. Naheed Javed | Director | - | - | Naheed Noor Enterprises (Pvt) Limited | Common Directorship | - | 290,000 | Loan repaid to; | | | | Mr. Nabeel Javed | | - | - | Mr. Noor Elahi | Chief executive | - | 1,070,000 | Naheed Noor Enterprises (Pvt) Limited | Common Directorship | - | - | Aroma drinks (Pvt.) Limited | | - | - | | | |
| Name of Related Party | Basis of relationship | December 31, 2024 RUPEES | December 31, 2023 RUPEES | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Loan obtained from; | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Mr. Noor Elahi | Chief executive | 3,930,000 | 19,545,500 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Mrs. Parveen Elahi | Director | - | 2,132,000 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Mrs. Naheed Javed | Director | - | - | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Naheed Noor Enterprises (Pvt) Limited | Common Directorship | - | 290,000 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Loan repaid to; | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Mr. Nabeel Javed | | - | - | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Mr. Noor Elahi | Chief executive | - | 1,070,000 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Naheed Noor Enterprises (Pvt) Limited | Common Directorship | - | - | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Aroma drinks (Pvt.) Limited | | - | - | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 10. FINANCIAL RISK MANAGEMENT | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2024. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 11. DATE OF AUTHORIZATION FOR ISSUE | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| The condensed interim financial statements were authorised for issued on February 25, 2025 by the Board of Directors of the Company. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 12. GENERAL | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Figures in this condensed interim financial information have been rounded off to the nearest of rupee. | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

CHIEF EXECUTIVE

DIRECTOR

CHIEF FINANCIAL OFFICER