



**HALF YEAR REPORT**  
FOR THE PERIOD ENDED  
DECEMBER 31, 2025

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**FULL FAMILY CLOTHING  
PARTNER OF CHOICE**

## OUR MISSION

To be an agent of **positive change** for stakeholders and the community by pursuing an **ethical** and **sustainable** business.

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## Consolidated Condensed Interim Financial Statements

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# COMPANY INFORMATION

## BOARD OF DIRECTORS

### Musadaq Zulqarnain

Chairperson / Non-Executive Director

### Navid Fazil

Chief Executive Officer / Executive Director

### Muhammad Maqsood

Executive Director / Group CFO

### Farwa Hasnain

Independent Director

### Fatima Asad Khan

Independent Director

### Romana Abdullah

Independent Director

### Tariq Iqbal Khan

Independent Director

### Faryal Sadiq

Executive Director

### Jahan Zeb Khan Banth

Non-Executive Director

## AUDIT COMMITTEE

### Tariq Iqbal Khan

Chairperson

### Farwa Hasnain

Member

### Romana Abdullah

Member

### Jahan Zeb Khan Banth

Member

## HUMAN RESOURCE & REMUNERATION COMMITTEE

### Fatima Asad Khan

Chairperson

### Navid Fazil

Member

### Farwa Hasnain

Member

### Faryal Sadiq

Member

### Jahan Zeb Khan Banth

Member

## NOMINATION COMMITTEE

### Musadaq Zulqarnain

Chairperson

### Navid Fazil

Member

### Muhammad Maqsood

Member

## RISK MANAGEMENT COMMITTEE

### Tariq Iqbal Khan

Chairperson

### Muhammad Maqsood

Member

### Fatima Asad Khan

Member

### Romana Abdullah

Member

## ENVIRONMENTAL, SOCIAL & GOVERNANCE COMMITTEE

### Navid Fazil

Chairperson

### Farwa Hasnain

Member

### Faryal Sadiq

Member

## CHIEF FINANCIAL OFFICER

### Muhammad Maqsood

## COMPANY SECRETARY

### Rana Ali Raza

## HEAD OF INTERNAL AUDIT

### Jamshaid Iqbal

## CHIEF INFORMATION OFFICER

Muhammad Yaqub Ahsan Bhatti

## LEGAL ADVISOR

Haidermota & Co.

## AUDITORS

Kreston Hyder Bhimji & Co.  
Chartered Accountants

## SHARE REGISTRAR / TRANSFER AGENT

CDC Share Registrar Services  
Limited

## KARACHI OFFICE:

Share Registrar Department  
CDC House, 99-B, Block B, S.M.C.H.S, Main  
Shahra-e-Faisal, Karachi – 74400  
Tel: (92-21) 111-111-500

## LAHORE OFFICE:

Mezzanine Floor,  
South Tower, LSE Plaza, 19-Khayaban-e-  
Aiwan-e-Iqbal, Lahore.  
Tel: (92-42) – 36362061-66

## BANKERS

Allied Bank Limited  
Bank Alfalah Limited  
Faysal Bank Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
MCB Bank Limited  
MCB Islamic Bank Limited  
Meezan Bank Limited  
National Bank of Pakistan  
Standard Chartered Bank Pakistan Limited  
The Bank of Punjab  
United Bank Limited

## E- COMMUNICATION

Website: [www.interloop-pk.com](http://www.interloop-pk.com)



LinkedIn: Interloop Limited  
Twitter: @InterloopLtd  
Instagram: interlooplimited  
YouTube: Interloop Limited

## REGISTERED OFFICE

**Interloop Limited**  
15-A, Peoples Colony No. 1,  
Faisalabad, Pakistan  
Phone: (92-41) 4360400  
Fax: (92-41) 2428704  
Email: [externalaffairs@interloop.com.pk](mailto:externalaffairs@interloop.com.pk)  
Website: [www.interloop-pk.com](http://www.interloop-pk.com)

## PLANT LOCATIONS

**Hosiery Plant 1 - Corporate Office**  
1 KM Khurrianwala-Jaranwala Road,  
Khurrianwala,  
Faisalabad, Pakistan.

**Hosiery Plant 2 & 4**  
7 KM Khurrianwala-Jaranwala Road,  
Khurrianwala,  
Faisalabad, Pakistan.

**Hosiery Plant 3 & Denim Plant**  
8 KM, Manga-Raiwind Road, Distt. Kasur,  
Lahore, Pakistan.

**Apparel Plant 1**  
117 / J.B near Paharang Nala, Millat Road,  
Dhanola  
Faisalabad, Pakistan.

**Hosiery Plant 5 & 6  
Apparel Plant 2**  
6 KM, By Pass Road, Khurrianwala,  
Faisalabad, Pakistan.

# DIRECTORS' REVIEW REPORT

The Board of Directors of Interloop Limited (Interloop or the Company) is pleased to present the Company's un-audited financial results for the half year ended December 31, 2025, duly reviewed by the statutory auditors.

## ECONOMIC AND INDUSTRY REVIEW

Pakistan's economy demonstrated uneven performance during the first half of FY2026 (1HFY'26), as overall economic activity remained subdued amid a challenging macroeconomic backdrop. Although key sectors recorded moderate growth, overall momentum remained cautious. Reflecting weaker export performance and subdued investment activity, the IMF revised Pakistan's GDP growth forecast downward to 3.2% from the earlier target of 3.7%. Meanwhile, inflation remained within the anticipated range, providing room for monetary easing. In response, the State Bank of Pakistan reduced the policy rate by 50 basis points, marking the beginning of a measured easing cycle.

External accounts remain under pressure during the 1HFY'26 amid a widening trade imbalance. The trade deficit widened by 35.5% year-on-year (YOY) to USD 19.3 billion, compared to USD 14.3 billion in the same period last year, as imports rose by 11.6% to USD 34.5 billion while exports declined by 8.9% to USD 15.1 billion. Strong workers' remittance inflows of USD 19.7 billion, up 10.7% from USD 17.8 billion a year earlier, along with an IMF tranche disbursement of USD 1.2 billion, helped support the external account. These inflows contributed to growth in foreign exchange reserves, which reached approximately USD 21 billion by December 2025, and aided in maintaining exchange rate stability.

Textile and Apparel exports remained range bound during the 1HFY'26, rising marginally by 0.9% YOY to USD 9.2 billion, compared to USD 9.1 billion in the same period last year. While overall export growth remained subdued, value-added segments showed resilience: readymade garments increased by 4.9% to USD 2.1 billion, knitwear rose by 4.1% to USD 2.7 billion, and bedwear improved by 1.9% to USD 1.6 billion. Domestic cotton production continued its gradual decline, with cotton bales falling by 0.3% to 5.43 million bales, compared to 5.45 million in 1HFY'25.

## UNCONSOLIDATED FINANCIAL REVIEW

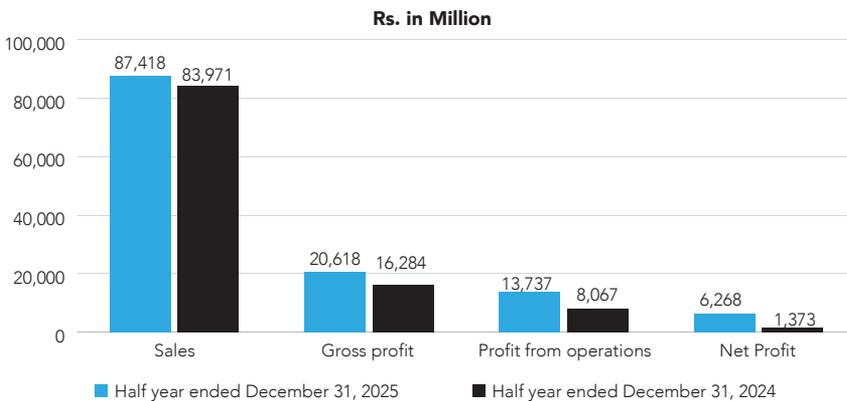
During 1HFY'26, the Company reported revenue growth of 4.1%, with net sales rising from Rs. 83,971 million in 1HFY'25 to Rs. 87,418 million. Consequently, gross profit rose to Rs. 20,618 million, compared to Rs. 16,284 million in the corresponding period last year, while the gross profit margin improved to 23.6% from 19.4%. This growth was primarily driven by a favorable sales mix, effective cost management, and improved capacity utilization.

Improved gross profitability translated into stronger operating performance during the period, with profit from operations increased to Rs. 13,737 million from Rs. 8,067 million in 1HFY'25. Effective working capital management reduced

average borrowings, leading to a significant decline in financial costs. As a result, profit after taxation stood at Rs. 6,268 million, compared to Rs. 1,373 million in the corresponding period last year, while the net profit margin expanded to 7.2% from 1.6%. The improved performance reflects the Company's continued focus on disciplined cost management, customer portfolio management and enhanced capacity utilization in new businesses. Earnings per share for the period improved to Rs. 4.47 from Rs. 0.98 in the same period last year.

The summarized un-consolidated financial results for the half year ended December 31, 2025 as against December 31, 2024, are as follows:

	Half Year ended December 31		
	2025	2024	Variance
	Rs. in Million		%
Net – Sales	87,418	83,971	4.1%
Gross Profit	20,618	16,284	26.6%
Profit from Operations	13,737	8,067	70.3%
Net Profit	6,268	1,373	356.6%
Gross Profit Ratio	23.6%	19.4%	4.2%
Net Profit Ratio	7.2%	1.6%	5.5%
Earnings per Share - Basic and Diluted (Rupees)	4.47	0.98	356.6%



## CONSOLIDATED FINANCIAL REVIEW

During 1HFY'26 the Group recorded net sales of Rs. 90,393 million, reflecting YOY increase of 3.5% compared to Rs. 87,349 million in the corresponding period last

year. The Group's profitability improved significantly, with gross profit rising by 23.5% to Rs. 21,107 million from Rs. 17,087 million in the same period last year. Profit Attributable to Interloop Shareholders surged to Rs. 6,032 million, reflecting a substantial growth of 317.9% compared to Rs. 1,443 million in the corresponding period last year. Consequently, earnings per share improved significantly to Rs. 4.30, up from Rs. 1.06 in the same period last year.

The Group recorded a slight reduction in EPS and profitability as compared with unconsolidated results, primarily attributable to softer performance from a group company amid ongoing U.S.–China tariff challenges.

The summarized consolidated financial results for the half year ended December 31, 2025, as against December 31, 2024, are as follows:

	Half Year ended December 31		
	2025	2024	Variance
	Rs. in Million		%
Net – Sales	90,393	87,349	3.5%
Gross Profit	21,107	17,087	23.5%
Profit from Operations	13,396	8,201	70.3%
Profit Attributable to Interloop Shareholders	6,032	1,443	317.9%
Net Profit	5,899	1,483	297.8%
Gross Profit Ratio	23.4%	19.6%	3.8%
Net Profit Ratio	6.5%	1.7%	4.8%

## FUTURE OUTLOOK

Global economic growth is expected to remain modest, projected at 3.1–3.3%, supported by investment and technology sectors but constrained by trade tensions and geopolitical risks, including in US-Iran unrest and Greenland-related disputes. Inflationary pressures are moderating, allowing some central banks to adopt more accommodative monetary policies. In the United States, consumers are shifting toward value conscious spending, while European households face weaker demand due to slower wage growth. Overall, global growth is expected to be cautious, shaped by consumer behavior and geopolitical uncertainties.

In Pakistan, macroeconomic conditions are expected to remain cautiously stable, supported by gradual recovery in agriculture, reconstruction activity, and moderate growth in services sector. Inflation is expected to remain below recent peaks, allowing for a relatively accommodative monetary stance. Nevertheless, the external account remains vulnerable to risks arising from a widening trade deficit and slowing exports growth.

The Management remains vigilant to the evolving global and domestic landscape and continues to implement proactive strategies to ensure operational resilience. In response to global demand softness and market volatility, Interloop will remain focused on optimizing its customer portfolio, rationalizing costs, improving capacity utilization, and strategically targeting new markets to sustain growth and competitiveness.

The Company continued to drive social impact and sustainability through its CSR and responsible business initiatives. In education, it supported TCF schools, established a new girls' school, and organized Sports Week. In healthcare, it contributed to an operation theater at Mujahid Hospital and promoted inclusivity by supporting the 1st Women's Blind Cricket World Cup. Community initiatives included aid to Tanzeem Al Lissan, renovation of the Autism Centre, and ongoing support to the Karachi Down Syndrome Program. On sustainability, the Company achieved Better Cotton Initiative and OEKO-TEX® STEP Level 3 certifications, completed the Clean by Design Energy & Water Management Program, and highlighted decarbonization efforts at the Cascale Annual Meeting.

## ACKNOWLEDGEMENT

The Board extends its sincere appreciation to the Company's valued shareholders, customers, financial institutions, and regulators for their continued trust and support. The Board also acknowledges the dedication and hard work of the Company's management and employees. It is confident that this spirit of commitment and collaboration will continue to drive the Company forward in the years to come.

For and on behalf of the Board of Directors



Navid Fazil  
(Chief Executive Officer)

Faisalabad  
February 04, 2026



Jahan Zeb Khan Banth  
(Director)

کمپنی، اپنی CSR (کارپوریٹ سماجی ذمہ داری) اور ذمہ دارانہ کاروباری کاوشوں کے ذریعے سماجی اثرات اور پائیداری کو فروغ دے رہی ہے۔ اس نے تعلیم کے میدان میں TCF سکولوں کی مدد کی، بلاکیوں کے لیے نئے سکول قائم کیے اور Sports Week منعقد کیا۔ اس نے صحت عامہ کے شعبہ میں مجاہد ہسپتال میں آپریشن تھیٹر کے قیام میں مدد کی اور فرسٹ ویمن بلاسٹنگ کرکٹ ورلڈ کپ منعقد کرنے کے لیے مدد فراہم کی۔ کمیونٹی ورک کے طور پر اللسان نامی تنظیم کو مدد فراہم کی، آنوم سینٹر کی تزیین اور آرائش اور کراچی ڈاؤن سنڈروم پروگرام کے لیے مدد فراہم کی۔

کمپنی نے sustainability کے حوالے سے OEKO-TEX STEP Level 3 اور Better Cotton Initiative (BCI) سرٹیفیکیشن حاصل کیں، (کلیمن بائی ڈیزائن انرجی اینڈ واٹر مینجمنٹ) پروگرام مکمل کیا اور Cascale سالانہ اجلاس میں ڈی کاربنائزیشن کی کوششوں کو اجاگر کیا۔

## اظہار تشکر:

بورڈ، مسلسل اعتماد اور مدد پر کمپنی کے گرام قدر شہزہ ہولڈرز، کسٹمرز، مالی اداروں اور ریگولیٹرز کا خلوص دل سے شکر یہ ادا کرتا ہے۔ بورڈ، کمپنی کی انتظامیہ اور ملازمین کی لگن اور منتہی محنت کا بھی شکر گزار ہے۔ اسے یقین ہے کہ آنے والے برسوں میں وابستگی اور تعاون کا یہ جذبہ کمپنی کو مسلسل آگے بڑھاتا رہے گا۔

برائے اور از طرف بورڈ آف ڈائریکٹرز

Taham Zed

جہاں زیب خان ہاتھ  
(ڈائریکٹر)

نویہ فاضل

(چیف ایگزیکٹو آفیسر)

بمقام: فیصل آباد

04 فروری، 2026

مالی سال 26 کی پہلی ششماہی میں فی شہیر آمدنی 4.30 روپے رہی جو گذشتہ سال کے اسی عرصے میں 1.06 روپے تھی۔ گروپ کی فی شہیر آمدنی اور منافع، غیر مربوط شدہ مالی نتائج سے کم ہونے کی وجہ، ایک گروپ کمپنی کی کمزور کارکردگی اور چین۔ امریکہ ٹیرف معاملات ہیں۔

31 دسمبر، 2024 کے مقابلے میں 31 دسمبر، 2025 کو ختم ہونے والے نصف سال کے مختصر شدہ مربوط مالی نتائج حسب ذیل ہیں:

فرق	31 دسمبر کو ختم ہونے والی ششماہی	
	2024	2025
فیصد	ملین روپے	
3.5%	87,349	90,393
23.5%	17,087	21,107
70.3%	8,201	13,396
317.9%	1,443	6,032
297.8%	1,483	5,899
3.8%	19.6%	23.4%
4.8%	1.7%	6.5%

## مستقبل کا نقطہ نظر

عالمی اقتصادی ترقی معتدل رہنے کی توقع ہے، جو 3.3-3.1 فیصد کے درمیان ہونے کا تخمینہ ہے، اس میں سرمایہ کاری اور ٹیکنالوجی کے شعبوں کی نمایاں شراکت ہے، مگر تجارتی کشیدگی اور چھوٹے پیمانے پر خطر، جن میں امریکہ اور ایران کی کشیدگی اور گرین لینڈ سے متعلق تنازعات شامل ہیں، کی وجہ سے ترقی کی رفتار محدود رہ سکتی ہے۔ افراط زر کے دباؤ میں بندرتج کی آ رہی ہے، جس کے باعث بعض مرکزی بینک مونا ڈیل مالیاتی پالیسیوں کو اپنانے کے قابل ہو رہے ہیں۔ ریاست ہائے متحدہ میں صارفین قدر و قیمت کو مد نظر رکھتے ہوئے محتاط اخراجات کی جانب مائل ہو رہے ہیں، جبکہ یورپی ممالک میں اجرتوں کی سست رفتار نمو کے باعث مقامی طلب کمزور رہی ہے۔ مجموعی طور پر عالمی اقتصادی نمو محتاط انداز میں آگے بڑھنے کی توقع ہے، جو صارفین کے رویوں اور جغرافیائی سیاسی غیر یقینی صورتحال سے متاثر رہے گی۔

پاکستان میں زراعت میں رفتہ بہ رفتہ بحالی تعمیر نو کی سرگرمیوں اور خدمات کے شعبے میں معتدل افزائش کی مدد سے میکرو اکنامک حالات مستحکم رہنے کی امید ہے۔ توقع کی جاتی ہے کہ ہنگامی، حالیہ سٹے سے کم رہے گی، جس سے ایک نسبتاً موافق مالیاتی مؤقف اختیار کرنے کا موقع ملے گا۔ اس کے باوجود ایکسٹریل اکاؤنٹ، بڑھتے ہوئے تجارتی خسارے اور سست رفتار برآمدی افزائش سے پیدا ہونے والے خطرات کی زد میں رہے گا۔

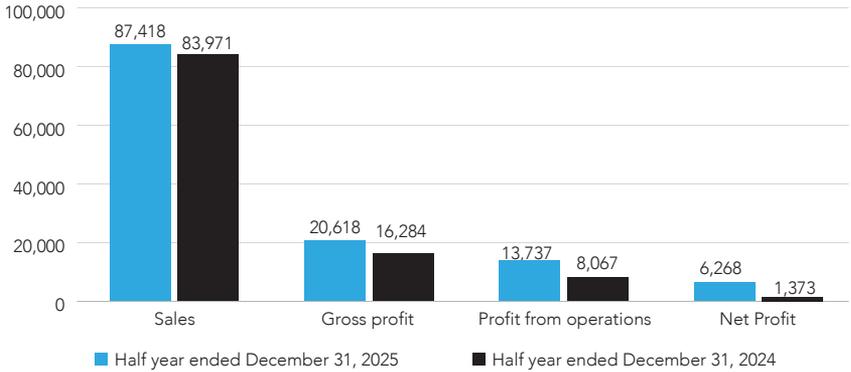
انتظامیہ، ارتقاء پذیر عالمی اور ملکی منظر نامے پر مبنی نظر رکھے ہوئے ہے اور کاروباری معاملات کو بہتر بنانے کے لیے تعاون پر مبنی حکمت عملیوں پر عمل درآمد کر رہی ہے۔ عالمی ماگم میں سست دوری اور مارکیٹ کی غیر یقینی کے جواب میں اخلاط، اپنے کسٹمر پورٹ فولیو پر توجہ مرکوز کرتے ہوئے، لاگت پر قابو رکھتے ہوئے، استعدادی استعمال کو بہتر کرنے اور افزائش و مسابقت کو برقرار رکھنے کے لیے نئی مارکیٹوں کو ہدف بنانے پر اپنی توجہ مرکوز رکھے گی۔

سے بڑھ کر 6,268 ملین روپے ہو گیا، جبکہ خالص منافع کا مارجن 1.6 فیصد سے بڑھ کر 7.2 فیصد ہو گیا۔ بہتر کارکردگی کمپنی کی نظم و ضبط پر مبنی لاگت کے مؤثر انتظام اور اپنی تمام سرگرمیوں میں پیداواری صلاحیت کے بہتر استعمال پر مسلسل توجہ کا مظہر ہے۔ اس مالی سال 26 کی پہلی ششماہی میں فی شیئر آمدنی 4.47 روپے رہی جو کہ گزشتہ سال کے اسی عرصے میں 0.98 روپے تھی۔

31 دسمبر، 2024 کے مقابلے میں 31 دسمبر، 2025 کو ختم ہونے والی ششماہی کے غیر مرئیوں شدہ مالی نتائج کا خلاصہ حسب ذیل ہے:

فرق فیصد	31 دسمبر کو ختم ہونے والی ششماہی		
	2024	2025	
	ملین روپے		
4.1%	83,971	87,418	خالص سیلز
26.6%	16,284	20,618	مجموعی منافع
70.3%	8,067	13,737	آپریٹسز سے منافع
356.6%	1,373	6,268	خالص منافع
4.2%	19.4%	23.6%	مجموعی منافع کی شرح
5.5%	1.6%	7.2%	خالص منافع کی شرح
356.6%	0.98	4.47	آمدنی فی شیئر - بنیادی اور تحلیل شدہ (روپے)

#### Rs. in Million



#### مربوطی مالی جائزہ

گروپ نے 31 دسمبر، 2025 کو ختم ہونے والی ششماہی کے دوران 90,393 ملین روپے کی خالص سیلز ریکارڈ کیں، جو پچھلے سال کی اسی مدت میں 87,349 ملین روپے کے مقابلے میں سال بہ سال 3.5% افزائش کو ظاہر کرتی ہیں۔ گروپ کا منافع نمایاں طور پر بہتر ہوا، مجموعی منافع مالی سال 26 کی پہلی ششماہی میں 23.5% سے بڑھ کر 21,107 ملین روپے ہو گیا، جو کہ گزشتہ سال کی اسی مدت میں 17,087 ملین روپے تھا۔ انٹرویو شدہ ہولڈرز سے منسوب منافع 6,032 ملین روپے تک بڑھ گیا تھا جو کہ گزشتہ سال کی اسی مدت میں 1,443 ملین روپے تھا اور 317.9 فیصد کی خاطر خواہ نمو کی عکاسی کرتا ہے۔

## ڈائریکٹرز کی جائزہ رپورٹ

انٹروپ لمیٹڈ (انٹروپ یا کمپنی) کے بورڈ آف ڈائریکٹرز 31 دسمبر، 2025 کو ختم ہونے والی ششماہی کے کمپنی کے مالی نتائج جو کہ اسٹیٹوٹری آڈیٹر سے نظر ثانی شدہ ہیں، پیش کر رہے ہیں۔

### معاشی اور صنعتی جائزہ

پاکستان کی معیشت نے مالی سال 2026 کی پہلی ششماہی کے دوران ناہموار کارکردگی کا مظاہرہ کیا۔ مشکل ٹیکرو اکنامک ماحول میں مجموعی معاشی سرگرمی مشکلات کا شکار رہی۔ باوجود اس کہ اہم شعبوں نے معتدل کارکردگی کا مظاہرہ کیا، برقی کی شرح محتاط رہی۔ بین الاقوامی مالیاتی فنڈ (آئی ایم ایف) نے پاکستان کی جی ڈی پی کو کمزور نظر ثانی کی اور 3.7% کی گزشتہ پیش گوئی کو کم کر کے 3.2% کر دیا، جو برآمدات اور سرمایہ کاری میں سست روی کی نشاندہی کرتا ہے۔ مہنگائی متوقع رینج کے اندر رہی جس کے باعث سٹیٹ بینک آف پاکستان (ایس بی پی) کو شرح سود 50 پیسہ پوائنٹ کم کرنے کا موقع ملا، جو خطا مالیا تی پالیسی کی نشاندہی کرتا ہے۔

مالی سال 26 کی پہلی ششماہی کے دوران بڑھتے ہوئے تجارتی عدم توازن میں ایکسٹرنل اکاؤنٹس پر دباؤ رہا۔ تجارتی خسارہ سال کی بنیاد پر 35.5% سے بڑھ کر 19.3 ارب امریکی ڈالر ہو گیا، جو کہ پچھلے سال کی اسی مدت میں 14.3 ارب امریکی ڈالر تھا۔ درآمدات 11.6% سے بڑھ کر 34.5 بلین امریکی ڈالر پر پہنچ گئیں جبکہ برآمدات 8.9% سے کم ہو کر 15.1 بلین امریکی ڈالر رہ گئیں۔ بیرون ممالک پیشہ ور افراد کی 19.7 بلین امریکی ڈالر کی نمایاں سیلابات زر کے بہاؤ جو کہ پچھلے سال کے 17.8 ارب امریکی ڈالر کے مقابلے میں 10.7 بلین ڈالر اضافہ ظاہر کرتی ہے، اور آئی ایم ایف کی 1.2 ارب امریکی ڈالر کی قطعی ادائیگی نے بیرونی کھاتے کو سہارا دیا۔ اس بہاؤ نے غیر ملکی زرمبادلہ کے ذخائر کے اضافے میں اہم کردار ادا کیا، جو دسمبر 2025 میں تقریباً 21 بلین امریکی ڈالر ہو گئے جس سے شرح مبادلہ کا استحکام برقرار رکھنے میں مدد ملی۔

مالی سال 26 کی پہلی ششماہی میں نیٹ سیکل اور اپریل برآمدات مستحکم رہیں، ان میں سال کی بنیاد پر 0.9% معمولی حد تک اضافہ ہوا اور یہ گزشتہ سال کی اسی مدت میں 9.1 بلین امریکی ڈالر کے مقابلے میں 9.2 بلین ڈالر ہو گئیں۔ اگرچہ مجموعی برآمدی افزائش بدستور سست رہی، تاہم ویلیو ایڈیڈ ایکسپورٹس نے برتری دکھائی: ریڈی میڈ گاڑنٹس کی برآمدات 4.9% اضافے کے ساتھ 2.1 بلین امریکی ڈالر ہو گئی، ہت ووز کی برآمدات 1.1% اضافے سے 2.7 بلین امریکی ڈالر پہنچ گئی، اور ہیلڈوز کی برآمدات 1.9% بہتری کے ساتھ 1.6 بلین امریکی ڈالر پر آگئی۔ کپاس کی ملکی پیداوار میں رفتہ بہ رفتہ کمی جاری رہی، مالی سال 25 کی پہلی ششماہی میں 5.45 بلین گانٹھوں کے مقابلے میں 0.3% کمی کے ساتھ یہ گانٹھیں مالی سال 26 کی پہلی ششماہی میں 5.43 بلین رہ گئیں۔

### غیر مربوط مالی جائزہ

مالی سال 26 کی پہلی ششماہی میں کمپنی کے ریونیو میں 4.1% افزائش ہوئی، خالص سیلز مالی سال 26 کی پہلی ششماہی میں 87,418 ملین روپے رہیں جو کہ مالی سال 25 کی پہلی ششماہی میں 83,971 ملین روپے تھیں۔ اس کے نتیجے میں مجموعی منافع گزشتہ سال کی پہلی ششماہی میں 16,284 ملین روپے تھا جو کہ 26 کی پہلی ششماہی میں 20,618 ملین روپے ہو گیا، جبکہ مجموعی منافع کارجن 19.4% سے بہتر ہو کر 23.6% ہو گیا۔ یہ نو بنیادی طور پر ایک سازگار سیکٹرز، نو ٹرانزاکٹ کے انتظام، اور بہتر استعداد کار کے استعمال کی بدولت ہوئی۔

بہتر مجموعی منافعیت کے نتیجے میں زیر جائزہ مدت کے دوران آپریٹنگ کارکردگی میں نمایاں بہتری آئی، جس کے باعث آپریٹنگ منافع پہلی ششماہی مالی سال 2025 کے 8,067 ملین روپے کے مقابلے میں بڑھ کر مالی سال 26 کی پہلی ششماہی میں 13,737 ملین روپے ہو گیا۔ نو ٹرانزاکٹ کی پیپل مینجمنٹ کے ذریعے اوسط قرضوں میں کمی آئی، جس کے نتیجے میں فنانس لاگت میں خاطر خواہ کمی واقع ہوئی۔ اس کے نتیجے میں مالی سال 26 میں بعد از ٹیکس منافع پچھلے سال کی اسی مدت میں 1,373 ملین روپے

# UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For The Quarter and Half Year Ended December 31, 2025

# INDEPENDENT AUDITORS' REVIEW REPORT TO THE MEMBERS OF INTERLOOP LIMITED

## REPORT ON REVIEW OF UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

### INTRODUCTION

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of Interloop Limited ("the Company") as at December 31, 2025 and the related unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity, unconsolidated condensed interim statement of cash flows, and notes to the unconsolidated condensed interim financial statements for the six-month period then ended (here-in-after referred to as the unconsolidated condensed interim financial statements). Management is responsible for the preparation and presentation of these unconsolidated 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 financial statements based on our review.

The figures of the unconsolidated condensed interim statement of profit or loss and the unconsolidated condensed interim statement of comprehensive income for the quarters ended December 31, 2025 and 2024 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2025.

### SCOPE OF REVIEW

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of 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.

### CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated condensed interim financial statements are not prepared, in all material respects, in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditors' report is Khan Muhammad - FCA.



**PLACE: FAISALABAD**  
**DATE: February 04, 2026**  
**UDIN: RR202510199bWCLNV894**

**KRESTON HYDER BHIMJI & CO.**  
**CHARTERED ACCOUNTANTS**

# UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at December 31, 2025

	Note	Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	5	81,860,019	82,102,936
Intangible assets		458,874	485,395
Long term investment	6	1,727,763	1,727,763
Long term loans		203,378	198,075
Long term deposits		159,011	95,481
		84,409,045	84,609,650
<b>CURRENT ASSETS</b>			
Stores and spares		3,901,110	3,476,263
Stock in trade		30,033,056	25,735,469
Trade debts	7	44,325,026	48,314,852
Loans and advances		2,638,201	1,897,224
Deposit, prepayments and other receivables		346,785	296,554
Derivative financial instruments		1,026,547	-
Accrued income		1,005	877
Refunds due from Government and statutory authorities		8,624,620	11,538,248
Short term investments		3,220,705	500,000
Cash and bank balances		85,163	357,519
		94,202,218	92,117,006
<b>TOTAL ASSETS</b>		<b>178,611,263</b>	<b>176,726,656</b>

	Note	Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital	8	50,000,000	50,000,000
Issued, subscribed and paid up share capital	9	14,017,095	14,017,095
Capital reserves		3,158,734	3,158,734
Revenue reserve – unappropriated profit		42,913,907	38,047,206
		60,089,736	55,223,035
<b>NON CURRENT LIABILITIES</b>			
Long term financing	10	23,679,271	28,593,987
Lease liabilities		148,158	166,688
Deferred liabilities		15,466,467	14,323,587
		39,293,896	43,084,262
<b>CURRENT LIABILITIES</b>			
Trade and other payables		18,022,692	15,033,780
Unclaimed dividend		3,052	3,112
Derivative financial instruments		–	13,056
Accrued mark up		631,347	1,022,132
Short term borrowings		58,652,261	59,829,892
Current portion of non current liabilities		1,918,279	2,517,387
		79,227,631	78,419,359
<b>CONTINGENCIES AND COMMITMENTS</b>	11	–	–
<b>TOTAL EQUITY AND LIABILITIES</b>		178,611,263	176,726,656

The annexed notes from 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer  
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# UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

For The Quarter and Half Year Ended December 31, 2025

	Note	Quarter Ended		Half Year Ended	
		Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024 (Rupees in '000)	Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024 (Rupees in '000)
Sales – net		43,644,125	42,336,017	87,418,482	83,970,836
Cost of sales	12	(33,208,721)	(33,810,028)	(66,800,137)	(67,686,520)
<b>Gross profit</b>		<b>10,435,404</b>	<b>8,525,989</b>	<b>20,618,345</b>	<b>16,284,316</b>
<b>Operating expenses</b>					
Distribution costs		(1,173,162)	(1,654,426)	(2,705,940)	(3,485,185)
Administrative expenses		(2,489,279)	(2,371,181)	(5,037,415)	(4,624,586)
Other operating expenses		(290,098)	(326,531)	(851,207)	(556,697)
		(3,952,539)	(4,352,138)	(8,594,562)	(8,666,468)
Other income		1,013,194	172,616	1,712,944	449,594
<b>Profit from operations</b>		<b>7,496,059</b>	<b>4,346,467</b>	<b>13,736,727</b>	<b>8,067,442</b>
Finance cost		(1,663,823)	(2,699,078)	(3,361,404)	(5,550,101)
<b>Profit before levies and income tax</b>		<b>5,832,236</b>	<b>1,647,389</b>	<b>10,375,323</b>	<b>2,517,341</b>
Levies		–	(428,405)	–	(998,375)
<b>Profit before income tax</b>		<b>5,832,236</b>	<b>1,218,984</b>	<b>10,375,323</b>	<b>1,518,966</b>
Income tax		(2,361,259)	(68,645)	(4,106,913)	(146,349)
<b>Profit for the period</b>		<b>3,470,977</b>	<b>1,150,339</b>	<b>6,268,410</b>	<b>1,372,617</b>
<b>Earnings per share – basic and diluted (Rupees)</b>					
		2.47	0.82	4.47	0.98

The annexed notes from 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

# UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

For The Quarter and Half Year Ended December 31, 2025

	Quarter Ended		Half Year Ended	
	Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024 (Rupees in '000)	Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024 (Rupees in '000)
<b>Profit for the period</b>	3,470,977	1,150,339	6,268,410	1,372,617
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>3,470,977</b>	<b>1,150,339</b>	<b>6,268,410</b>	<b>1,372,617</b>

The annexed notes from 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer  
Half Year Report | 17

# UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For The Half Year Ended December 31, 2025

	Share Capital	Capital Reserve	Revenue Reserve	Total
		Share Premium	Unappropriated Profit	
(Rupees in '000)				
<b>Balance as at July 01, 2024 – Audited</b>	14,017,095	3,158,734	36,356,646	53,532,475
Profit for the period	-	-	1,372,617	1,372,617
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	-	-	1,372,617	1,372,617
<b>Transactions with owners:</b>				
Final cash dividend @ Rs. 2.5 per share for the year ended June 30, 2024	-	-	(3,504,274)	(3,504,274)
<b>Balance as at December 31, 2024 (Un-audited)</b>	14,017,095	3,158,734	34,224,989	51,400,818
<b>Balance as at July 01, 2025 – Audited</b>	14,017,095	3,158,734	38,047,206	55,223,035
Profit for the period	-	-	6,268,410	6,268,410
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	-	-	6,268,410	6,268,410
<b>Transactions with owners:</b>				
Final cash dividend @ Re. 1 per share for the year ended June 30, 2025	-	-	(1,401,709)	(1,401,709)
<b>Balance as at December 31, 2025 (Un-audited)</b>	14,017,095	3,158,734	42,913,907	60,089,736

The annexed notes from 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

# UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS

For The Half Year Ended December 31, 2025

	Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024 (Rupees in '000)
<b>a) CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit before levies and income tax</b>	10,375,323	2,517,341
<b>Adjustments for:</b>		
Depreciation on operating fixed assets	3,743,315	3,133,805
Depreciation on right of use assets	49,548	52,109
Amortization of intangible assets	37,789	36,411
Workers' profit participation fund	557,211	129,278
Workers' welfare fund	212,109	51,374
Staff retirement gratuity	1,982,272	1,798,596
Loss on disposal of non current assets	10,355	132,158
Exchange (gain)/loss – net	(13,873)	816
Provision for obsolete inventory	54,275	197,248
Unrealized gain on derivative financial instruments	(1,026,547)	(180,681)
Realized gain on derivative financial instruments	(639,628)	(218,441)
Unrealized gain on investment in mutual funds	(705)	–
Profit on investments in TFCs	(32,066)	(50,110)
Finance cost	3,361,404	5,550,101
<b>Operating cash flows before working capital changes</b>	18,670,782	13,150,005
<b>Changes in working capital</b>		
<b>(Increase) / decrease in current assets</b>		
Stores and spares	(424,847)	(247,566)
Stock in trade	(4,351,862)	(5,865,080)
Trade debts	3,989,826	(6,879,253)
Loans and advances	(725,840)	(1,565,882)
Deposit, prepayments and other receivables	(50,231)	(24,829)
Refunds due from Government and statutory authorities	1,419,590	(3,056,612)
Short term investment in mutual funds – net	(2,720,000)	–
<b>Increase in current liabilities</b>		
Trade and other payables	2,798,108	169,931
	(65,256)	(17,469,291)
<b>Cash generated from/(used in) operations</b>	18,605,526	(4,319,286)
Finance cost paid	(3,720,560)	(7,149,154)
Income tax paid	(2,637,087)	(1,922,043)
Staff retirement gratuity paid	(803,319)	(386,698)
Workers' profit participation fund paid	(502,403)	(975,837)
Workers' welfare fund paid	(90,000)	–
Long term loans paid	(20,440)	(62,893)
Changes in long term deposits	(63,530)	(11,440)
Settlement of derivative financial instruments	639,628	218,441
Exchange gain – net	817	58,432
<b>Net cash generated from/(used in) operating activities</b>	11,408,632	(14,550,478)

	Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024 (Rupees in '000)
<b>b) CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additions in:		
Property, plant and equipment	(3,678,826)	(9,510,866)
Intangible assets	(11,268)	(29,242)
Proceeds from disposal of non current assets	159,620	160,616
Profit received from investments in TFCs	31,938	50,474
<b>Net cash used in investing activities</b>	<b>(3,498,536)</b>	<b>(9,329,018)</b>
<b>c) CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long term financing obtained	573,008	9,045,034
Repayment of long term financing	(6,113,605)	(1,328,142)
Payment of lease rentals	(62,455)	(67,154)
Short term borrowings – net	(1,177,631)	19,704,677
Dividend paid	(1,401,769)	(3,503,895)
<b>Net cash (used in)/generated from financing activities</b>	<b>(8,182,452)</b>	<b>23,850,520</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(a+b+c) (272,356)</b>	<b>(28,976)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>357,519</b>	<b>370,386</b>
<b>Cash and cash equivalents at end of the period</b>	<b>85,163</b>	<b>341,410</b>

The annexed notes from 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

# NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For The Half Year Ended December 31, 2025

## 1. LEGAL STATUS AND OPERATIONS

Interloop Limited (the Company) was incorporated in Pakistan on April 25, 1992 and publicly listed on Pakistan Stock Exchange on April 5, 2019. The registered office of the Company is situated at 15-A, Peoples Colony No. 1, Faisalabad, Pakistan. The manufacturing facilities are located at 1-km, 6-km, 7-km Jaranwala Road, Khurrianwala, Faisalabad and 8-km Manga Mandi, Raiwand Road, Lahore. The Company is a vertically integrated multi-category Full Family Clothing, manufacturing Hosiery, Denim, Knitted Apparel and Seamless Active wear, for top international brands and retailers, besides producing yarns for a range of textile customers. The Company's commitment to environmental, social responsibility & governance (ESG) is deeply rooted in its mission and has gained it global recognition as a pioneer in responsible manufacturing. The Company's diverse & engaged workforce and operational excellence has established it as a Partner of Choice for its customers.

## 2. BASIS OF PREPARATION

These unconsolidated 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 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 with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These unconsolidated condensed interim financial statements have been subjected to limited scope review by the auditors, as required under section 237 of Companies Act, 2017. These unconsolidated condensed interim financial statements do not include all the information as required in annual financial statements prepared in accordance with approved accounting standards as applicable in Pakistan, and should therefore be read in conjunction with the financial statements for the year ended June 30, 2025.

## 3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of unconsolidated condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of

assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

In preparing these unconsolidated condensed interim financial statements, the significant judgments made by the management in applying accounting policies and the key sources of estimates were the same as those applied to the annual financial statements of the Company for the year ended June 30, 2025.

#### 4. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies and the methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the preparation of annual financial statements of the Company for the year ended June 30, 2025.

	Note	Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
<b>5. PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets	5.1	73,664,155	72,704,304
Capital work in progress	5.2	7,998,428	9,193,409
Right of use assets		197,436	205,223
		<b>81,860,019</b>	<b>82,102,936</b>

##### 5.1 Operating fixed assets

###### Cost

Opening balance		103,478,718	70,984,360
Additions during the period/year	5.1.1	4,873,807	33,341,979
Disposals during the period/year		(364,679)	(847,621)
Closing balance		107,987,846	103,478,718

###### Accumulated depreciation

Opening balance		30,774,414	24,373,459
Depreciation for the period/year		3,743,315	6,838,364
Adjustment during the period/year		(194,038)	(437,409)
Closing balance		34,323,691	30,774,414
Written down value		<b>73,664,155</b>	<b>72,704,304</b>

	Note	Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
<b>5.1.1 Additions during the period/year</b>			
Freehold land		17,522	869,341
Buildings on freehold land		451,850	5,601,379
Buildings on leasehold land		–	4,692
Plant and machinery		2,601,372	19,693,525
Tools and equipment		339,528	1,747,444
Office equipment		198,808	752,343
Electric installations		772,230	2,790,561
Furniture and fixtures		134,824	968,754
Vehicles		357,673	913,940
		<b>4,873,807</b>	<b>33,341,979</b>

## 5.2 Capital work in progress

Civil works		2,379,704	1,952,364
Plant and machinery		3,519,305	4,994,429
Capital stores	5.2.1	1,369,163	1,467,218
Advances to suppliers		730,256	779,398
		<b>7,998,428</b>	<b>9,193,409</b>

**5.2.1** Capital stores include factory tools and equipment, office equipment, electric installations and furniture and fixtures that are held in store for future use and capitalization.

	Note	Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
<b>6. LONG TERM INVESTMENT</b>			
<b>Unquoted equity – at cost</b>			
<b>Subsidiary company</b>			
Top Circle Hosiery Mills Co., Inc.	6.1	1,727,763	1,727,763

**6.1** This represents investment in 640 fully paid ordinary shares of \$ 1 each of Top Circle Hosiery Mills Co., Inc., which is incorporated under the laws of the United States of America. This investment represents 64% of issued subscribed and paid up capital of Top Circle Hosiery Mills Co., Inc.

	Note	Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
<b>7. TRADE DEBTS</b>			
<b>Foreign</b>			
– Secured		13,075,764	13,475,660
– Unsecured	7.1	29,773,584	33,156,592
		42,849,348	46,632,252
<b>Local</b>			
– Unsecured	7.1	1,475,678	1,682,600
		44,325,026	48,314,852

**7.1** Management considers that these debts are good and will be recovered in due course.

## 8. AUTHORIZED SHARE CAPITAL

Un audited December 31, 2025 [Number of shares in '000]	Audited June 30, 2025		Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
5,000,000	5,000,000	Ordinary shares of Rs. 10 each	50,000,000	50,000,000

## 9. ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL

Un audited December 31, 2025 [Number of shares in '000]	Audited June 30, 2025		Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
132,429	132,429	Ordinary shares of Rs. 10 each fully paid in cash	1,324,289	1,324,289
1,269,281	1,269,281	Ordinary shares of Rs. 10 each issued as fully paid bonus shares	12,692,806	12,692,806
1,401,710	1,401,710		14,017,095	14,017,095

Un audited  
December 31,  
2025  
(Rupees in '000)

Audited  
June 30,  
2025  
(Rupees in '000)

## 10. LONG TERM FINANCING

### From financial institutions – secured

Opening balance	31,005,452	18,917,361
Add: Obtained during the period/year	573,008	16,332,285
Less: Paid during the period/year	(6,113,605)	(4,275,343)
Less: Effect of adjustment of Government grant	14,079	31,149
	25,478,934	31,005,452
Less: Current portion of long term financing	(1,799,663)	(2,411,465)
	23,679,271	28,593,987

## 11. CONTINGENCIES AND COMMITMENTS

### 11.1 Contingencies

11.1.1 The Punjab Revenue Authority (PRA) raised a demand of Rs. 60.720 million against the Company for the alleged default in withholding provincial sales tax on various transport services obtained during the period March 01, 2015 to May 31, 2016. The demand, comprising principal tax, default surcharge, and penalty, was raised under the provisions of the Punjab Sales Tax on Services Act, 2012 through Order No. ENF–Unit–1/32/2018 dated March 15, 2018. Aggrieved by the order, the Company filed an appeal before the Commissioner (Appeals), PRA, who through Appellate Order No. 175/2018 partially allowed the appeal by deleting amount of Rs. 36.753 million, while upholding a balance demand of Rs. 23.967 million. The Company further contested the matter before the Honourable Appellate Tribunal PRA, which, through Order No. 85/2018 dated February 21, 2019, set aside the earlier decision and remanded the case back to the assessing officer for fresh examination.

In the second round of litigation, the Commissioner PRA, through Order–in–Original No. 16/2019 dated July 16, 2019, revised the demand to Rs. 13.195 million. The Company once again appealed before the Honourable Appellate Tribunal, which through Order–in–Appeal No. 99/2019 dated October 22, 2019, again remanded the matter back to the Additional Commissioner Enforcement – I for denovo consideration. Meanwhile, the department initiated coercive recovery measures and forcibly recovered Rs. 15.317 million by attaching the Company's bank account. In response, the Company filed a writ petition before the Honourable Lahore High Court, Lahore, which directed the concerned Commissioner PRA to review the matter and either refund the amount recovered or appropriately adjust it against any lawful tax liability.

However, in compliance with the aforementioned Order dated October 22, 2019 of the Honourable Appellate Tribunal, a third round of litigation was initiated, resulting in the creation of an alleged tax demand of Rs. 45,248 million. After adjusting the previously recovered amount of Rs. 15,317 million, a net demand of Rs. 29,931 million was raised through Order-in-Original No. 109/2020 dated June 30, 2020. The Company filed an appeal before the Commissioner (Appeals), PRA, who, through Appeal No. 203/2020 dated November 28, 2023, upheld the order of the assessing authority in its entirety. Consequently, the Company has preferred a further appeal before the Honourable Appellate Tribunal PRA, where the matter is currently pending adjudication.

The Company has not made any provision against the above demand as the management is confident that the ultimate outcome of the appeal would be in favor of the Company, inter alia on the basis of the advice of the tax consultant and relevant law and facts.

**11.1.2** Bank guarantees issued by various banks on behalf of the Company in favour of:

	<b>Un audited December 31, 2025 (Rupees in '000)</b>	<b>Audited June 30, 2025 (Rupees in '000)</b>
Sui Northern Gas Pipelines limited against supply of gas	1,731,380	1,731,380
The Director, Excise and Taxation, Karachi against imposition of infrastructure cess	1,612,353	1,462,353
Faisalabad Electric Supply Company (FESCO) against supply of electricity	154,425	154,425
Lahore Electric Supply Company (LESCO) against supply of electricity	7,370	7,370
Punjab Revenue Authority	11,533	11,533
Total Parco Pakistan Limited	6,000	6,000
	<b>3,523,061</b>	<b>3,373,061</b>
<b>11.1.3</b> Post dated cheques issued in favour of custom authorities for release of imported goods.	<b>7,188,096</b>	<b>7,878,158</b>

**11.2 Commitments**

Under letters of credit for:

Capital expenditure	1,607,954	2,972,579
Raw materials	1,923,859	622,930
Stores and spares	116,602	207,293
	<b>3,648,415</b>	<b>3,802,802</b>

	Quarter Ended		Half Year Ended	
	Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024	Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024
<b>12. COST OF SALES</b>				
Raw material consumed	18,661,575	19,728,590	37,514,051	40,518,064
Stores and spares consumed	937,138	981,134	1,861,196	1,942,109
Knitting, processing and packing charges	512,278	1,406,210	1,390,868	3,408,345
Salaries, wages and benefits	8,326,099	7,322,981	16,424,616	14,573,096
Staff retirement gratuity	867,208	793,494	1,734,359	1,572,914
Fuel and power	2,395,108	2,316,206	5,220,711	5,137,026
Repairs and maintenance	170,024	245,307	396,017	413,087
Insurance	53,097	55,369	104,232	107,669
Depreciation on operating fixed assets	1,646,709	1,479,024	3,257,790	2,730,281
Depreciation on right of use assets	23,285	24,770	49,548	49,499
Amortization of intangible assets	85	107	170	213
Rent, rate and taxes	10,178	10,268	29,584	20,583
Other manufacturing costs	91,777	100,580	212,697	159,480
	33,694,561	34,464,040	68,195,839	70,632,366
<b>Work in process</b>				
Opening balance	5,406,478	4,815,630	5,012,176	4,466,813
Closing balance	(5,809,212)	(4,578,557)	(5,809,212)	(4,578,557)
	(402,734)	237,073	(797,036)	(111,744)
Cost of goods manufactured	33,291,827	34,701,113	67,398,803	70,520,622
<b>Finished goods</b>				
Opening balance	8,862,510	9,211,866	8,346,950	7,268,849
Closing balance	(8,945,616)	(10,102,951)	(8,945,616)	(10,102,951)
	(83,106)	(891,085)	(598,666)	(2,834,102)
	33,208,721	33,810,028	66,800,137	67,686,520

### 13. TRANSACTIONS WITH RELATED PARTIES

Related parties include subsidiaries, associated companies and undertakings, entities under common directorship, directors, major shareholders, key management personnel, employees benefit trust and post employment benefit plans. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties during the period are as follows:

Name	Nature of transaction	Half Year Ended	
		Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024 (Rupees in '000)
Interloop Holdings (Pvt) Limited – Associate	Services received	212,658	290,785
	Gratuity transferred	2,607	-
Texlan Center (Pvt) Limited – Associate	Sale of yarn	693,251	1,108,450
	Sale of packing material	37,269	22,963
	Purchase of assets	-	13,908
	Services received	213,027	-
Momentum Logistics (Pvt) Limited – Associate	Services received	762,554	793,498
PrintKraft (Pvt) Limited – Associate	Purchase of packing material	159,646	327,265
Interloop Europe – Associate	Sale of socks	105,147	284,984
Octans Digital (Pvt) Limited – Associate	Services received	11,153	20,136
	Purchase of asset	4,900	-
Socks & Socks (Pvt) Limited – Associate	Sale/(purchase) of goods – net	(9,155)	187,252
	Services received	64,020	91,898
Interloop Employees Provident Fund – Trustee	Contributions to the fund	72,240	67,547
Interloop Welfare Trust – Trustee	Donations paid	-	20,000
Lyallpur Literary Council – Trustee	Donation paid	-	3,000
ILNA Inc USA – Associate	Services received	664,448	780,453
Zhejiang Top Circle Textiles Co., Ltd – Subsidiary	Services received	573,653	1,741,446
Pinghu Top Circle Knitting Co., Ltd – Subsidiary of Subsidiary	Services received	94	-
Abacus Consulting Technology (Pvt) Limited – Associate	Services received	-	3,276
Key management personnel and other related parties	Sale of assets	18,303	1,108
	Remuneration and other benefits	3,543,626	3,572,715
	Rent expenses	439	942
	Repayment of housing finance loan	-	1,154
	Markup on housing finance loan	-	52
	Dividend paid	1,036,602	2,955,774
	Directorship fee	14,350	12,414

	Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
<b>14. SHARIAH COMPLIANCE DISCLOSURE</b>		
<b><u>STATEMENT OF FINANCIAL POSITION</u></b>		
<b>Assets:</b>		
<b>Shariah compliant investments and bank deposits/bank balances</b>		
Long term investment	1,727,763	1,727,763
Bank balances	32,180	26,894
<b>Liabilities:</b>		
<b>Financing as per Islamic mode</b>		
Long term financing	16,059,811	18,138,353
Short term borrowings	18,750,767	14,805,000
<b>Accrued mark up as per conventional mode</b>		
Long term financing	176,697	282,437
Short term borrowings	124,005	32,480
<b><u>STATEMENT OF PROFIT OR LOSS</u></b>		
<b>Revenue earned from a shariah compliant business</b>		
	87,418,482	173,381,533
<b>Mark up on Islamic mode of financing</b>	(1,366,067)	(3,156,998)
<b>Source and detailed break up of other income</b>		
<b>Other income earned from shariah compliant:</b>		
Exchange gain – net	13,873	3,698
Scrap sales	125	268
<b>Other income earned from non – shariah compliant:</b>		
Dividend income	–	22,927
Realized gain on derivative financial instruments	639,628	288,794
Unrealized gain on derivative financial instruments	1,026,547	–
Profit on term finance certificates (TFCs)	32,066	84,058
Unrealized gain on investment in mutual funds	705	–

## Relationship with shariah compliant banks

Name of institutions	Relationship with institutions
MCB Islamic Bank	Bank balance, long term financing and short term borrowing
Meezan Bank Limited	Bank balance, long term financing and short term borrowing
Habib Bank Limited (Islamic Banking)	Bank balance, long term financing and short term borrowing
Faysal Bank Limited	Bank balance, long term financing and short term borrowing
Bank Alfalah Limited (Islamic)	Bank balance and short term borrowing
Bank of Punjab (Taqwa Islamic Banking)	Bank balance and short term borrowing
United Bank Limited – Ameen	Bank balance and short term borrowing
Allied Bank Limited (Islamic Banking)	Bank balance

## 15. OPERATING SEGMENTS

Management has determined the operating segments based on the information that is presented to the Board of Directors of the Company for allocation of resources and assessment of performance. Operating segments are reported in a manner consistent with internal reporting provided to the Chief Operating Decision Maker ('CODM'). Segment performance is generally evaluated based on certain key performance indicators including business volume and gross profit.

Based on internal management reporting structure and products produced and sold, the Company is organized into the following operating segments:

### a) Hosiery

This segment relates to the sale of socks.

### b) Denim

This segment mainly relates to sale of garments.

### c) Apparel

This segment relates to the sale of fashion apparels.

### d) Other operating segments

This represent various segments of the Company which currently do not meet the minimum reporting threshold mentioned in International Financial Reporting Standards 'Operating Segments' (IFRS 8). These mainly includes spinning, energy, yarn dyeing and active wear.

## 15.1 Segment information

	Hosiery		Denim		Apparel		Others Segments		Elimination of Inter segment transaction		Total Company	
	Un audited		Un audited		Un audited		Un audited		Un audited		Un audited	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024						
	Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000	
<b>Sales - net</b>												
External sale	56,640,375	10,577,857	13,942,556	9,479,036	5,355,072	6,194,303	-	-	-	-	87,418,482	83,970,836
Intersegment sale	31,734	7,115	90,854	85,873	11,290,886	11,489,797	(11,419,990)	(11,595,841)	-	-	-	-
Cost of sales	56,872,109	10,584,972	14,033,410	9,564,909	16,646,958	17,684,100	(11,419,990)	(11,595,841)	(11,419,990)	(11,595,841)	87,418,482	83,970,836
	(37,474,902)	(41,145,023)	(9,832,196)	(9,655,634)	(15,088,752)	(16,386,072)	11,419,990	11,595,841	11,419,990	11,595,841	(66,800,137)	(67,886,520)
<b>Gross profit/(loss)</b>	19,397,207	16,587,673	1,453,799	929,338	(2,530,723)	822,681	1,298,028	-	-	-	20,618,345	16,284,316
Distribution costs	(1743,956)	(2,163,826)	(408,032)	(601,383)	(437,055)	(614,952)	(116,887)	(105,024)	-	-	(2,705,940)	(3,485,185)
Administrative expenses	(3,735,726)	(3,399,979)	(357,899)	(355,276)	(732,394)	(681,794)	(200,336)	(187,537)	-	-	(5,037,415)	(4,624,586)
	(5,480,682)	(5,563,805)	(775,931)	(956,659)	(1,169,449)	(1,296,746)	(317,233)	(292,561)	-	-	(7,743,355)	(8,109,771)
<b>Profit/(loss) before taxation and unallocated income and expenses</b>	13,916,525	11,023,868	677,868	(27,321)	(2,224,791)	(3,827,469)	505,388	1,005,467	-	-	12,874,990	8,174,545
<b>Unallocated income and expenses</b>												
Other operating expenses											(851,207)	(556,697)
Other income											1,772,944	449,594
Finance cost											(3,361,404)	(5,550,101)
Levies											-	(998,375)
Income tax											(4,106,913)	(146,349)
<b>Profit for the period</b>	1,324,507	1,179,712	248,131	29,224	1,373,353	1,323,243	884,650	468,146	-	-	6,268,410	1,372,617
<b>Depreciation and amortization</b>											-	3,830,651
												3,222,325

## 15.2 Reconciliation of reportable segment assets and liabilities

	Hosiery		Denim		Apparel		Others Segments		Elimination of Inter segment transaction		Total Company	
	Un audited	Audited	Un audited	Audited	Un audited	Audited						
	December 31, 2025	June 30, 2025	December 31, 2025	June 30, 2025	December 31, 2025	June 30, 2025						
	Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000	
<b>Total assets for reportable segment</b>	77,560,512	82,833,908	19,264,320	17,632,030	42,189,950	40,637,874	25,778,211	21,394,327	13,818,270	14,228,517	178,611,263	176,726,656
<b>Total liabilities for reportable segment</b>	47,553,154	51,357,794	3,679,271	3,018,280	5,082,767	3,756,205	2,922,836	2,516,206	59,283,499	60,855,136	118,521,527	121,503,621
<b>Segment capital expenditures</b>	1,158,000	14,065,201	1,093,275	2,274,748	460,381	1,680,042	978,438	3,678,437	-	-	3,690,094	21,698,428

## 15.3 The Company disaggregated revenue based on geographical locations of its customers:

	Un-audited	Un-audited
	December 31, 2025	December 31, 2024
	Rupees in '000	
Foreign countries	83,263,142	78,492,040
Pakistan	4,155,340	5,478,796
	87,418,482	83,970,836

## 16. FINANCIAL RISK MANAGEMENT

### 16.1 Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The Company finances its operations through equity, borrowings and management of working capital with a view to maintain an appropriate mix between various sources of finance to minimize risk. The Company follows an effective cash management and planning policy and maintains flexibility in funding by keeping committed credit lines available. Market risks are managed by the Company through the adoption of appropriate policies to cover currency risks and interest rate risks.

The Company has managed its currency risks by forward currency contracts.

There have been no changes in the risk management policies during the period since June 30, 2025 except those specifically mentioned. Consequently these unconsolidated condensed interim financial statements do not include all the financial risk management information and disclosures required in the annual financial statements.

### 16.2 Fair value measurements of financial instruments

Fair value is defined as the price that would be received to sell an asset or paid to settle a liability in an orderly transaction between market participants at the measurement date. To provide an indication about the reliability of the inputs used in determining fair value, the Company classifies its financial instruments into the three levels prescribed under the IFRSs.

**Level 1:** The fair value of financial instruments traded in active markets (such as publicly traded equity securities) is based on quoted (unadjusted) market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in Level 1.

**Level 2:** The fair value of financial instruments that are not traded in an active market (for example over-the counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity specific estimates. If all significant inputs required to determine fair value of an instrument are observable, the instrument is included in Level 2.

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity instruments.

The following table presents the Company's significant financial assets and liabilities measured and recognized at fair value at December 31, 2025 on a recurring basis:

<b>Un audited</b>				
<b>December 31, 2025</b>				
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>Rupees in '000</b>				
<b>Financial assets</b>				
Trading derivatives	–	1,026,547	–	1,026,547
	–	1,026,547	–	1,026,547
<b>Financial liabilities</b>				
Trading derivatives	–	13,056	–	13,056
	–	13,056	–	13,056

During the period, there were no significant changes in the business or economic circumstances that affect the fair value of the Company's financial assets and financial liabilities.

## **17. EVENT AFTER THE BALANCE SHEET DATE**

The Board of Directors in their meeting held on February 04, 2026 have approved an interim cash dividend of Rs. 2 per share (December 31, 2024: Nil), amounting to Rs. 2,803.42 million (December 31, 2024: Nil) in respect of six months ended December 31, 2025. These unconsolidated condensed interim financial statements for the six months ended December 31, 2025 do not include the effect of the above interim dividend which will be accounted for in the period in which it is approved.

## 18. GENERAL

### 18.1 Corresponding figures

In order to comply with the requirements of IAS 34, the unconsolidated condensed interim statement of financial position has been compared with the balances of annual audited financial statements of immediately preceding financial year, whereas, the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity and unconsolidated condensed interim statement of cash flows have been compared with the balances of comparable periods of immediately preceding financial year.

### 18.2 Rounding

Figures have been rounded off to the nearest thousand rupees.

## 19. DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on February 04, 2026 by the Board of Directors of the Company.



Chief Executive Officer



Director



Chief Financial Officer  
Half Year Report | 35

# CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For The Quarter and Half Year Ended December 31, 2025

# INDEPENDENT AUDITORS' REVIEW REPORT TO THE MEMBERS OF INTERLOOP LIMITED REPORT ON REVIEW OF CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

## INTRODUCTION

We have reviewed the accompanying consolidated condensed interim statement of financial position of Interloop Limited ("the Holding Company") as at December 31, 2025 and the related consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of comprehensive income, consolidated condensed interim statement of changes in equity, consolidated condensed interim statement of cash flows, and notes to the consolidated condensed interim financial statements for the six-month period then ended (here-in-after referred to as the consolidated condensed interim financial statements). Management is responsible for the preparation and presentation of these consolidated 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 financial statements based on our review.

The figures of the consolidated condensed interim statement of profit or loss and the consolidated condensed interim statement of comprehensive income for the quarters ended December 31, 2025 and 2024 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2025.

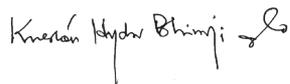
## SCOPE OF REVIEW

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of 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.

## CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated condensed interim financial statements are not prepared, in all material respects, in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditors' report is Khan Muhammad - FCA.



**PLACE: FAISALABAD**  
**DATE: February 04, 2026**  
**UDIN: RR202510199a3KufHECI**

**KRESTON HYDER BHIMJI & CO.**  
**CHARTERED ACCOUNTANTS**

# CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at December 31, 2025

	Note	Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	6	83,715,692	84,050,845
Intangible assets		473,514	485,463
Long term investment		156,671	198,017
Long term loans		203,378	198,075
Long term deposits		159,011	95,481
		84,708,266	85,027,881
<b>CURRENT ASSETS</b>			
Stores and spares		3,901,110	3,476,263
Stock in trade		30,708,883	26,714,281
Trade debts	7	45,017,639	49,388,925
Loans and advances		2,920,287	2,371,977
Deposit, prepayments and other receivables		638,776	720,788
Derivative financial instruments		1,026,547	-
Accrued income		1,005	877
Refunds due from Government and statutory authorities		8,624,620	11,538,248
Short term investments		3,220,705	500,000
Cash and bank balances		1,057,231	1,088,334
		97,116,803	95,799,693
<b>TOTAL ASSETS</b>		<b>181,825,069</b>	<b>180,827,574</b>

	Note	Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital	8	50,000,000	50,000,000
Issued, subscribed and paid up share capital	9	14,017,095	14,017,095
Reserves		3,161,931	3,130,793
Unappropriated profit		43,590,598	38,960,121
Equity attributable to owners of parent company		60,769,624	56,108,009
Non – controlling interest		1,354,302	1,469,665
		62,123,926	57,577,674
<b>NON CURRENT LIABILITIES</b>			
Long term financing	10	23,679,271	28,593,987
Lease liabilities		254,102	312,429
Deferred liabilities		15,466,467	14,323,587
		39,399,840	43,230,003
<b>CURRENT LIABILITIES</b>			
Trade and other payables		19,096,364	16,515,419
Unclaimed dividend		3,052	3,112
Derivative financial instruments		–	13,056
Accrued mark up		631,347	1,022,221
Short term borrowings		58,652,261	59,948,702
Current portion of non current liabilities		1,918,279	2,517,387
		80,301,303	80,019,897
<b>CONTINGENCIES AND COMMITMENTS</b>	11	–	–
<b>TOTAL EQUITY AND LIABILITIES</b>		181,825,069	180,827,574

The annexed notes from 1 to 19 form an integral part of these consolidated condensed interim financial statements.

Chief Executive Officer

Director

Chief Financial Officer  
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# CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

For The Quarter and Half Year Ended December 31, 2025

	Note	Quarter Ended		Half Year Ended	
		Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024 (Rupees in '000)	Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024 (Rupees in '000)
Sales – net		45,191,150	44,602,760	90,393,402	87,348,950
Cost of sales	12	(34,604,119)	(35,655,387)	(69,286,760)	(70,261,505)
<b>Gross profit</b>		<b>10,587,031</b>	<b>8,947,373</b>	<b>21,106,642</b>	<b>17,087,445</b>
<b>Operating expenses</b>					
Distribution costs		(1,341,600)	(1,862,229)	(2,960,605)	(3,759,590)
Administrative expenses		(2,824,481)	(2,671,327)	(5,587,642)	(5,104,672)
Other operating expenses		(265,219)	(349,423)	(872,657)	(591,922)
		(4,431,300)	(4,882,979)	(9,420,904)	(9,456,184)
Other income		1,002,999	292,087	1,709,918	569,717
<b>Profit from operations</b>		<b>7,158,730</b>	<b>4,356,481</b>	<b>13,395,656</b>	<b>8,200,978</b>
Finance cost		(1,665,792)	(2,705,672)	(3,368,532)	(5,566,065)
<b>Profit before levies and income tax</b>		<b>5,492,938</b>	<b>1,650,809</b>	<b>10,027,124</b>	<b>2,634,913</b>
Levies		–	(428,405)	–	(998,375)
<b>Profit before income tax</b>		<b>5,492,938</b>	<b>1,222,404</b>	<b>10,027,124</b>	<b>1,636,538</b>
Income tax		(2,336,080)	(73,822)	(4,127,814)	(153,473)
<b>Profit for the period</b>		<b>3,156,858</b>	<b>1,148,582</b>	<b>5,899,310</b>	<b>1,483,065</b>
<b>Attributable to:</b>					
Shareholders of parent company		3,269,941	1,149,215	6,032,186	1,443,304
Non – controlling interest		(113,083)	(633)	(132,876)	39,761
		3,156,858	1,148,582	5,899,310	1,483,065
<b>Earnings per share – basic and diluted (Rupees)</b>					
		2.33	0.82	4.30	1.06

The annexed notes from 1 to 19 form an integral part of these consolidated condensed interim financial statements.

Chief Executive Officer

Director

Chief Financial Officer

# CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

For The Quarter and Half Year Ended December 31, 2025

	Quarter Ended		Half Year Ended	
	Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024 (Rupees in '000)	Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024 (Rupees in '000)
<b>Profit for the period</b>	3,156,858	1,148,582	5,899,310	1,483,065
<b>Other comprehensive income/ (loss)</b>				
<b>Items that will be reclassified subsequently to profit or loss:</b>				
Exchange difference on translation of foreign operations	58,839	(140,958)	48,651	(15,537)
<b>Total comprehensive income for the period</b>	<b>3,215,697</b>	<b>1,007,624</b>	<b>5,947,961</b>	<b>1,467,528</b>
<b>Attributable to:</b>				
Shareholders of parent company	3,307,600	1,059,001	6,063,324	1,433,360
Non – controlling interest	(91,903)	(51,377)	(115,363)	34,168
	<b>3,215,697</b>	<b>1,007,624</b>	<b>5,947,961</b>	<b>1,467,528</b>

The annexed notes from 1 to 19 form an integral part of these consolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer  
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# CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS

For The Half Year Ended December 31, 2025

	Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024 (Rupees in '000)
<b>a) CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit before levies and income tax</b>	10,027,124	2,634,913
<b>Adjustments for:</b>		
Depreciation on operating fixed assets	3,850,603	3,240,396
Depreciation on right of use assets	92,385	102,231
Amortization of intangible assets	38,331	36,450
Workers' profit participation fund	557,211	129,278
Workers' welfare fund	212,109	51,374
Staff retirement gratuity	1,982,272	1,798,596
Loss on disposal of non current assets	10,355	132,092
Loss on disposal of investment	6,007	-
Exchange loss/(gain) – net	15,443	(45,721)
Provision for obsolete inventory	54,275	197,248
Unrealized gain on derivative financial instruments	(1,026,547)	(180,681)
Realized gain on derivative financial instruments	(639,628)	(218,441)
Unrealized gain on investment in mutual funds	(705)	-
Profit on investments in TFCs	(32,066)	(50,110)
Reversal of impairment	-	(69,582)
Finance cost	3,368,532	5,566,065
<b>Operating cash flows before working capital changes</b>	18,515,701	13,324,108
<b>Changes in working capital</b>		
<b>(Increase) / decrease in current assets</b>		
Stores and spares	(424,847)	(247,566)
Stock in trade	(4,048,877)	(5,893,871)
Trade debts	4,371,286	(8,310,046)
Loans and advances	(533,173)	(1,817,056)
Deposit, prepayments and other receivables	82,012	167,846
Refunds due from Government and statutory authorities	1,419,590	(3,056,612)
Short term investment in mutual funds – net	(2,720,000)	-
<b>Increase in current liabilities</b>		
Trade and other payables	2,390,140	1,603,997
	536,131	(17,553,308)
<b>Cash generated from/(used in) operations</b>	19,051,832	(4,229,200)
Finance cost paid	(3,725,612)	(7,165,356)
Income tax paid	(2,657,988)	(1,929,167)
Staff retirement gratuity paid	(803,319)	(386,698)
Workers' profit participation fund paid	(502,403)	(975,837)
Workers' welfare fund paid	(90,000)	-
Long term loans paid	(20,440)	(62,893)
Changes in long term deposits	(63,530)	(11,440)
Settlement of derivative financial instruments	639,628	218,441
Exchange (loss)/gain – net	(573)	106,962
<b>Net cash generated from/(used in) operating activities</b>	11,827,595	(14,435,188)

	Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024 (Rupees in '000)
<b>b) CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additions in:		
Property, plant and equipment	(3,714,506)	(9,604,799)
Intangible assets	(26,306)	(29,242)
Proceeds from disposal of non current assets	159,620	164,135
Changes in long term investment	35,340	876
Profit received from investments in TFCs	31,938	50,474
<b>Net cash used in investing activities</b>	<b>(3,513,914)</b>	<b>(9,418,556)</b>
<b>c) CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long term financing obtained	573,008	9,045,034
Repayment of long term financing	(6,113,605)	(1,328,142)
Payment of lease rentals	(105,977)	(125,716)
Short term borrowings – net	(1,296,441)	19,473,444
Dividend paid	(1,401,769)	(3,503,895)
<b>Net cash (used in)/generated from financing activities</b>	<b>(8,344,784)</b>	<b>23,560,725</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(a+b+c)</b> <b>(31,103)</b>	<b>(293,019)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>1,088,334</b>	<b>1,510,910</b>
<b>Cash and cash equivalents at end of the period</b>	<b>1,057,231</b>	<b>1,217,891</b>

The annexed notes from 1 to 19 form an integral part of these consolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

# NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For The Half Year Ended December 31, 2025

## 1. THE GROUP AND ITS OPERATIONS

**The Group comprises of:**

### **Interloop Limited– The Holding Company**

Interloop Limited (the Holding Company) was incorporated in Pakistan on April 25, 1992 and publicly listed on Pakistan Stock Exchange on April 5, 2019. The registered office of the Holding Company is situated at 15–A, Peoples Colony No. 1, Faisalabad, Pakistan. The manufacturing facilities are located at 1–km, 6–km, 7–km Jaranwala Road, Khurrianwala, Faisalabad and 8–km Manga Mandi, Raiwand Road, Lahore. The Holding Company is a vertically integrated multi–category Full Family Clothing, manufacturing Hosiery, Denim, Knitted Apparel and Seamless Active wear, for top international brands and retailers, besides producing yarns for a range of textile customers. The Holding Company's commitment to environmental, social responsibility & governance (ESG) is deeply rooted in its mission and has gained it global recognition as a pioneer in responsible manufacturing. The Holding Company's diverse & engaged workforce and operational excellence has established it as a Partner of Choice for its customers.

### **Top Circle Hosiery Mills Co., Inc. – The Subsidiary Company (Holding– 64% (June 30, 2025: 64%))**

Top Circle Hosiery Mills Co., Inc. was incorporated in 1992. The registered office of the company is situated at 329 Franklin St. Weissport, PA, USA and manufacturing facility is located in 800 Quyang Road, Shanghai, China. The principle business activity is manufacturing and trading of highest quality hosiery products. The company has 100% equity stake directly and indirectly in following companies;

- Shanghai Haolu Trading Co., Ltd
- Pinghu Top Circle Knitting Co., Ltd
- Zhejiang Top Circle Textiles Co., Ltd
- Shanghai Chenzhou Industry Co., Ltd
- Haolu Trading USA Co., Inc.

## 2. BASIS OF PREPARATION

These consolidated 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 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 with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These consolidated condensed interim financial statements have been subjected to limited scope review by the auditors, as required under section 237 of Companies Act, 2017. These consolidated condensed interim financial statements do not include all the information as required in annual financial statements prepared in accordance with approved accounting standards as applicable in Pakistan, and should therefore be read in conjunction with the annual audited financial statements of the Group for the year ended June 30, 2025.

### **3. BASIS OF CONSOLIDATION**

#### **Subsidiaries**

Subsidiaries are the entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group and is deconsolidated from the date that control ceases.

The assets and liabilities of Subsidiary Companies have been consolidated on a line by line basis and carrying value of investments held by the Holding Company is eliminated against Holding Company's share in paid up capital of the Subsidiary Companies.

Intragroup balances and transactions have been eliminated.

Non-controlling interests are that part of net results of the operations and of net assets of Subsidiary Companies attributable to interest which are not owned by the Holding Company. Non-controlling interests are presented as separate item in the consolidated condensed interim financial statements.

### **4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS**

The preparation of consolidated condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

In preparing these consolidated condensed interim financial statements, the significant judgments made by the management in applying accounting policies and the key sources of estimates were the same as those applied to the annual financial statements of the Group for the year ended June 30, 2025.

## 5. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies and the methods of computation adopted in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of annual audited financial statements of the Group for the year ended June 30, 2025.

	Note	Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
<b>6. PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets	6.1	75,274,477	74,380,911
Capital work in progress	6.2	8,124,462	9,304,294
Right of use assets		316,753	365,640
		83,715,692	84,050,845

### 6.1 Operating fixed assets

#### Cost

Opening balance		107,180,877	74,600,451
Additions during the period/year	6.1.1	4,894,338	33,381,181
Disposals during the period/year		(364,679)	(858,695)
Exchange loss		20,472	57,940
Closing balance		111,731,008	107,180,877

#### Accumulated depreciation

Opening balance		32,799,966	26,192,911
Depreciation expense for the period/year		3,850,603	7,051,589
Adjustment during the period/year		(194,038)	(444,534)
Closing balance		36,456,531	32,799,966
Written down value		75,274,477	74,380,911

#### 6.1.1 Additions during the period/year

Freehold land		17,522	869,341
Buildings on freehold land		451,850	5,601,379
Buildings on leasehold land		–	4,692
Plant and machinery		2,617,970	19,731,509
Tools and equipment		339,528	1,747,444
Office equipment		202,741	755,673
Electric installations		772,230	2,790,561
Furniture and fixtures		134,824	968,754
Vehicles		357,673	911,828
		4,894,338	33,381,181

	Note	Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
<b>6.2 Capital work in progress</b>			
Civil works		2,379,704	1,952,364
Plant and machinery		3,645,339	5,105,314
Capital stores	6.2.1	1,369,163	1,467,218
Advances to suppliers		730,256	779,398
		<b>8,124,462</b>	<b>9,304,294</b>

**6.2.1** Capital stores include factory tools and equipment, office equipment, electric installations and furniture and fixtures that are held in store for future use and capitalization.

	Note	Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
<b>7. TRADE DEBTS</b>			
<b>Foreign</b>			
– Secured		13,075,764	13,475,660
– Unsecured	7.1	30,466,197	34,230,665
		<b>43,541,961</b>	<b>47,706,325</b>
<b>Local</b>			
– Unsecured	7.1	1,475,678	1,682,600
		<b>45,017,639</b>	<b>49,388,925</b>

**7.1** Management considers that these debts are good and will be recovered in due course.

## 8. AUTHORIZED SHARE CAPITAL

Un audited December 31, 2025 [Number of shares in '000]	Audited June 30, 2025		Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025
5,000,000	5,000,000	Ordinary shares of Rs. 10 each	50,000,000	50,000,000

## 9. ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL

Un audited December 31, 2025 [Number of shares in '000]	Audited June 30, 2025		Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
132,429	132,429	Ordinary shares of Rs. 10 each fully paid in cash	1,324,289	1,324,289
1,269,281	1,269,281	Ordinary shares of Rs. 10 each issued as fully paid bonus shares	12,692,806	12,692,806
1,401,710	1,401,710		14,017,095	14,017,095

Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
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## 10. LONG TERM FINANCING

### From financial institutions – secured

Opening balance	31,005,452	18,917,361
Add: Obtained during the period/year	573,008	16,332,285
Less: Paid during the period/year	(6,113,605)	(4,275,343)
Less: Effect of adjustment of Government grant	14,079	31,149
	25,478,934	31,005,452
Less: Current portion of long term financing	(1,799,663)	(2,411,465)
	23,679,271	28,593,987

## 11. CONTINGENCIES AND COMMITMENTS

### 11.1 Contingencies

11.1.1 The Punjab Revenue Authority (PRA) raised a demand of Rs. 60.720 million against the Holding Company for the alleged default in withholding provincial sales tax on various transport services obtained during the period March 01, 2015 to May 31, 2016. The demand, comprising principal tax, default surcharge, and penalty, was raised under the provisions of the Punjab Sales Tax on Services Act, 2012 through Order No. ENF–Unit–1/32/2018 dated March 15, 2018. Aggrieved by the order, the Holding Company filed an appeal before the Commissioner (Appeals), PRA, who through Appellate Order No. 175/2018 partially allowed the appeal by deleting amount of Rs. 36.753 million, while upholding a balance demand of Rs. 23.967 million. The Holding Company further contested the matter before the Honourable Appellate Tribunal PRA, which, through Order No. 85/2018 dated February 21, 2019, set aside the earlier decision and remanded the case back to the assessing officer for fresh examination.

In the second round of litigation, the Commissioner PRA, through Order-in-Original No. 16/2019 dated July 16, 2019, revised the demand to Rs. 13.195 million. The Holding Company once again appealed before the Honourable Appellate Tribunal, which through Order-in-Appeal No. 99/2019 dated October 22, 2019, again remanded the matter back to the Additional Commissioner Enforcement – I for denovo consideration. Meanwhile, the department initiated coercive recovery measures and forcibly recovered Rs. 15.317 million by attaching the Holding Company's bank account. In response, the Holding Company filed a writ petition before the Honourable Lahore High Court, Lahore, which directed the concerned Commissioner PRA to review the matter and either refund the amount recovered or appropriately adjust it against any lawful tax liability.

However, in compliance with the aforementioned Order dated October 22, 2019 of the Honourable Appellate Tribunal, a third round of litigation was initiated, resulting in the creation of an alleged tax demand of Rs. 45.248 million. After adjusting the previously recovered amount of Rs. 15.317 million, a net demand of Rs. 29.931 million was raised through Order-in-Original No. 109/2020 dated June 30, 2020. The Holding Company filed an appeal before the Commissioner (Appeals), PRA, who, through Appeal No. 203/2020 dated November 28, 2023, upheld the order of the assessing authority in its entirety. Consequently, the Holding Company has preferred a further appeal before the Honourable Appellate Tribunal PRA, where the matter is currently pending adjudication.

The Holding Company has not made any provision against the above demand as the management is confident that the ultimate outcome of the appeal would be in favor of the Holding Company, inter alia on the basis of the advice of the tax consultant and relevant law and facts.

**11.1.2** Bank guarantees issued by various banks on behalf of the Group in favour of:

	<b>Un audited December 31, 2025 (Rupees in '000)</b>	<b>Audited June 30, 2025 (Rupees in '000)</b>
Sui Northern Gas Pipelines limited against supply of gas	1,731,380	1,731,380
The Director, Excise and Taxation, Karachi against imposition of infrastructure cess	1,612,353	1,462,353
Faisalabad Electric Supply Company (FESCO) against supply of electricity	154,425	154,425
Lahore Electric Supply Company (LESCO) against supply of electricity	7,370	7,370
Punjab Revenue Authority	11,533	11,533
Total Parco Pakistan Limited	6,000	6,000
	<b>3,523,061</b>	<b>3,373,061</b>

<b>11.1.3</b> Post dated cheques issued in favour of custom authorities for release of imported goods.	<b>7,188,096</b>	<b>7,878,158</b>
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**11.2 Commitments**

Under letters of credit for:		
Capital expenditure	1,607,954	622,930
Raw material	1,923,859	2,972,579
Stores and spares	116,602	207,293
	<b>3,648,415</b>	<b>3,802,802</b>

	Quarter Ended		Half Year Ended	
	Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024 (Rupees in '000)	Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024 (Rupees in '000)
<b>12. COST OF SALES</b>				
Raw material consumed	19,765,496	21,316,577	39,789,830	42,491,685
Stores and spares consumed	947,710	992,789	1,880,939	1,955,867
Knitting, processing and packing charges	454,356	1,446,345	897,134	3,477,067
Salaries, wages and benefits	8,428,016	7,418,772	16,626,963	14,769,996
Staff retirement gratuity	867,208	793,494	1,734,359	1,572,914
Fuel and power	2,425,249	2,347,088	5,295,157	5,210,245
Repairs and maintenance	170,459	250,955	396,827	428,628
Insurance	53,097	55,369	104,232	107,669
Depreciation on operating fixed assets	1,683,552	1,512,014	3,330,461	2,800,350
Depreciation on right of use assets	38,576	38,948	79,903	83,307
Amortization of intangible assets	85	107	170	213
Rent, rate and taxes	10,189	10,268	32,802	20,583
Other manufacturing costs	99,112	100,582	219,718	159,481
	34,943,105	36,283,308	70,388,495	73,078,005
<b>Work in process</b>				
Opening balance	5,558,955	4,855,696	5,196,278	4,523,957
Closing balance	(5,964,330)	(4,646,039)	(5,964,330)	(4,646,039)
	(405,375)	209,657	(768,052)	(122,082)
Cost of goods manufactured	34,537,730	36,492,965	69,620,443	72,955,923
<b>Finished goods</b>				
Opening balance	9,207,073	9,464,852	8,807,001	7,608,012
Closing balance	(9,140,684)	(10,302,430)	(9,140,684)	(10,302,430)
	66,389	(837,578)	(333,683)	(2,694,418)
	34,604,119	35,655,387	69,286,760	70,261,505

### 13. TRANSACTIONS WITH RELATED PARTIES

Related parties include associated companies and undertakings, entities under common directorship, directors, major shareholders, key management personnel, employees benefit trust and post employment benefit plans. The Group in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties during the period are as follows:

Name	Nature of transaction	Half Year Ended	
		Un audited December 31, 2025 (Rupees in '000)	Un audited December 31, 2024 (Rupees in '000)
<b>Interloop Holdings (Pvt) Limited - Associate</b>	Services received	212,658	290,785
	Gratuity transferred	2,607	-
<b>Texlan Center (Pvt) Limited - Associate</b>	Sale of yarn	693,251	1,108,450
	Sale of packing material	37,269	22,963
	Purchase of assets	-	13,908
	Services received	213,027	-
<b>Momentum Logistics (Pvt) Limited - Associate</b>	Services received	762,554	793,498
<b>PrintKraft (Pvt) Limited - Associate</b>	Purchase of packing material	159,646	327,265
<b>Interloop Europe - Associate</b>	Sale of socks	105,147	284,984
<b>Octans Digital (Pvt) Limited - Associate</b>	Services received	11,153	20,136
	Purchase of asset	4,900	-
<b>Socks &amp; Socks (Pvt) Limited - Associate</b>	Sale/(purchase) of goods - net	(9,155)	187,252
	Services received	64,020	91,898
<b>Interloop Employees Provident Fund - Trustee</b>	Contributions to the fund	72,240	67,547
<b>Interloop Welfare Trust - Trustee</b>	Donations paid	-	20,000
<b>Lyallpur Literary Council - Trustee</b>	Donation paid	-	3,000
<b>ILNA Inc USA - Associate</b>	Services received	664,448	780,453
<b>Abacus Consulting Technology (Pvt) Limited - Associate</b>	Services received	-	3,276
<b>Key management personnel and other related parties</b>	Sale of assets	18,303	1,108
	Remuneration and other benefits	3,597,186	3,572,715
	Rent expenses	439	942
	Repayment of housing finance loan	-	1,154
	Markup on housing finance loan	-	52
	Dividend paid	1,036,602	2,955,774
	Directorship fee	14,350	12,414

	Un audited December 31, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
<b>14. SHARIAH COMPLIANCE DISCLOSURE</b>		
<b>Assets:</b>		
<b>Shariah compliant investments and bank deposits/bank balances</b>		
Long term investment	156,671	198,017
Bank balances	32,180	26,894
<b>Liabilities:</b>		
<b>Financing as per Islamic mode</b>		
Long term financing	16,059,811	18,138,353
Short term borrowings	18,750,767	14,805,000
<b>Accrued mark up as per conventional mode</b>		
Long term financing	176,697	282,437
Short term borrowings	124,005	32,569
<b>STATEMENT OF PROFIT OR LOSS</b>		
<b>Revenue earned from a shariah compliant business</b>	90,393,402	179,405,283
<b>Mark up on Islamic mode of financing</b>	(1,366,067)	(3,156,998)
<b>Source and detailed break up of other income</b>		
<b>Other income earned from shariah compliant:</b>		
Exchange gain – net	–	130,762
Scrap sales	125	7,827
<b>Other income earned from non – shariah compliant:</b>		
Dividend income	–	22,927
Realized gain on derivative financial instruments	639,628	288,794
Unrealized gain on derivative financial instruments	1,026,547	–
Profit on term finance certificates (TFCs)	32,066	84,058
Unrealized gain on investment in mutual funds	705	–
Government subsidy	10,847	–

## Relationship with shariah compliant banks

Name of institutions	Relationship with institutions
MCB Islamic Bank	Bank balance, long term financing and short term borrowing
Meezan Bank Limited	Bank balance, long term financing and short term borrowing
Habib Bank Limited (Islamic Banking)	Bank balance, long term financing and short term borrowing
Faysal Bank Limited	Bank balance, long term financing and short term borrowing
Bank Alfalah Limited (Islamic)	Bank balance and short term borrowing
Bank of Punjab (Taqwa Islamic Banking)	Bank balance and short term borrowing
United Bank Limited – Ameen	Bank balance and short term borrowing
Allied Bank Limited (Islamic Banking)	Bank balance

## 15. OPERATING SEGMENTS

Management has determined the operating segments based on the information that is presented to the Board of Directors of the Holding Company for allocation of resources and assessment of performance. Operating segments are reported in a manner consistent with internal reporting provided to the Chief Operating Decision Maker ('CODM'). Segment performance is generally evaluated based on certain key performance indicators including business volume and gross profit.

Based on internal management reporting structure and products produced and sold, the Group is organized into the following operating segments:

### a) Hosiery

This segment relates to the sale of socks.

### b) Denim

This segment mainly relates to sale of garments.

### c) Apparel

This segment relates to the sale of fashion apparels.

### d) Other operating segments

These represent various segments of the Group which currently do not meet the minimum reporting threshold mentioned in International Financial Reporting Standards 'Operating Segments' (IFRS 8). These mainly includes spinning, energy, yarn dyeing, active wear and other subsidiaries.

	Hosiery		Denim		Apparel		Others Segments		Elimination of Inter segment transaction		Total Group	
	Un audited		Un audited		Un audited		Un audited		Un audited		Un audited	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024						
<b>Sales - net</b>	Rupees in '000											
External sale	56,840,375	11,279,479	10,577,857	13,942,556	9,479,036	8,330,932	9,572,417	—	—	—	90,393,402	87,348,950
Intersegment sale	31,734	6,516	7,115	90,854	85,873	11,864,633	11,489,797	(11,993,737)	(11,595,841)	(11,595,841)	—	—
Cost of sales	56,872,109	11,285,995	10,584,972	14,033,410	9,564,909	20,195,625	21,062,214	(11,593,737)	(11,595,841)	(11,595,841)	90,393,402	87,348,950
	(37,474,902)	(41,145,023)	(9,832,196)	(16,088,752)	(12,095,632)	(18,884,647)	(18,961,057)	11,993,737	11,595,841	11,595,841	(69,286,760)	(70,261,505)
<b>Gross profit/(loss)</b>	19,397,207	16,587,673	1,453,799	(1,035,342)	(2,530,723)	1,310,978	2,101,157	—	—	—	21,106,642	17,087,445
Distribution costs	(1743,956)	(2,163,826)	(601,383)	(437,055)	(614,952)	(371,562)	(379,429)	—	—	—	(2,960,605)	(3,759,590)
Administrative expenses	(3,736,726)	(3,399,979)	(355,276)	(732,394)	(681,794)	(750,623)	(667,623)	—	—	—	(5,587,642)	(5,104,672)
	(5,480,682)	(5,563,805)	(956,659)	(1,169,449)	(1,296,746)	(1,122,185)	(1,047,052)	—	—	—	(8,548,247)	(8,864,262)
<b>Profit/(loss) before taxation and unallocated income and expenses</b>	13,916,525	11,023,868	677,868	(2,224,791)	(3,827,469)	188,793	1,054,105	—	—	—	12,558,395	8,223,183
<b>Unallocated income and expenses</b>												
Other operating expenses												
Other income												
Finance cost												
Levies												
Income tax												
	(872,657)	(591,922)	1,709,918	569,717	(3,368,532)	(5,566,065)	(998,375)	(4,127,814)	(153,473)	—	5,899,310	1,483,065
<b>Profit for the period</b>	1,324,507	1,179,712	248,131	1,373,553	1,323,243	1,035,327	624,898	—	—	—	3,981,318	3,379,077
<b>Depreciation and amortization</b>												

## 15.2 Reconciliation of reportable segment assets and liabilities

	Hosiery		Denim		Apparel		Others Segments		Elimination of Inter segment transaction		Total Group	
	Un audited	Audited	Un audited	Audited	Un audited	Audited						
	December 31, 2025	June 30, 2025	December 31, 2025	June 30, 2025	December 31, 2025	June 30, 2025						
	Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000	
Total assets for reportable segment	75,832,749	81,106,145	19,264,320	17,632,030	42,189,950	40,637,874	30,719,780	27,223,008	13,818,270	14,228,517	181,825,069	180,827,574
Total liabilities for reportable segment	47,553,154	50,892,999	3,679,271	3,018,280	5,082,767	3,756,205	4,102,452	4,727,280	59,283,499	60,855,136	119,701,143	123,249,900
Segment capital expenditures	1,158,000	14,065,201	1,093,275	2,274,748	460,381	1,680,042	1,029,156	3,927,890	-	-	3,740,812	21,947,881

## 15.3 The Company disaggregated revenue based on geographical locations of its customers:

	Un-audited	Un-audited
	December 31, 2025	December 31, 2024
	Rupees in '000	
Foreign countries	86,238,062	81,870,154
Pakistan	4,155,340	5,478,796
	90,393,402	87,348,950

Foreign countries  
Pakistan

## 16. FINANCIAL RISK MANAGEMENT

### 16.1 Financial Risk Factors

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The Group finances its operations through equity, borrowings and management of working capital with a view to maintain an appropriate mix between various sources of finance to minimize risk. The Group follows an effective cash management and planning policy and maintains flexibility in funding by keeping committed credit lines available. Market risks are managed by the Group through the adoption of appropriate policies to cover currency risks and interest rate risks.

The Group has managed its currency risks by forward currency contracts.

There have been no changes in the risk management policies during the period since June 30, 2025 except those specifically mentioned. Consequently these consolidated condensed interim financial statements do not include all the financial risk management information and disclosures required in the annual financial statements.

### 16.2 Fair value measurements of financial instruments

Fair value is defined as the price that would be received to sell an asset or paid to settle a liability in an orderly transaction between market participants at the measurement date. To provide an indication about the reliability of the inputs used in determining fair value, the Group classifies its financial instruments into the three levels prescribed under the IFRSs.

**Level 1:** The fair value of financial instruments traded in active markets (such as publicly traded equity securities) is based on quoted (unadjusted) market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in Level 1.

**Level 2:** The fair value of financial instruments that are not traded in an active market (for example over-the counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity specific estimates. If all significant inputs required to determine fair value of an instrument are observable, the instrument is included in Level 2.

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity instruments.

The following table presents the Group's significant financial assets and liabilities measured and recognized at fair value at December 31, 2025 on a recurring basis:

	Un audited			
	December 31, 2025			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
<b>Financial assets</b>				
Trading derivatives	–	1,026,547	–	1,026,547
	–	1,026,547	–	1,026,547
<b>Financial liabilities</b>				
Trading derivatives	–	13,056	–	13,056
	–	13,056	–	13,056

During the period, there were no significant changes in the business or economic circumstances that affect the fair value of the Group's financial assets and financial liabilities.

## 17. EVENT AFTER THE BALANCE SHEET DATE

The Board of Directors of the Holding Company in their meeting held on February 04, 2026 have approved an interim cash dividend of Rs. 2 per share (December 31, 2024: Nil), amounting to Rs. 2,803.42 million (December 31, 2024: Nil) in respect of six months ended December 31, 2025. These consolidated condensed interim financial statements for the six months ended December 31, 2025 do not include the effect of the above interim dividend which will be accounted for in the period in which it is approved.

## 18. GENERAL

### 18.1 Corresponding figures

In order to comply with the requirements of IAS 34, the consolidated condensed interim statement of financial position has been compared with the balances of annual audited financial statements of immediately preceding financial year, whereas, the consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of comprehensive income, consolidated condensed interim statement of changes in equity and consolidated condensed interim statement of cash flows have been compared with the balances of comparable periods of immediately preceding financial year.

### 18.2 Rounding

Figures have been rounded off to the nearest thousand rupees.

## 19. DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were authorized for issue on February 04, 2026 by the Board of Directors of the Holding Company.



Chief Executive Officer



Director



Chief Financial Officer



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