BHANERO TEXTILE MILLS LIMITED

Corporate Briefing Session - CBS

We welcome all the participants to the CBS 2026

Presented by
C-Level Suite

Disclaimer

Prepared by **Bhanero Textile Mills Limited** (BTM) solely for the Corporate Briefing Session on the audited financial statements for the year ended 30 June 2026.

Financial information is drawn from the audited financial statements and the Annual Report 2026, which remain the authoritative source.

Nothing here is investment advice or a solicitation to buy, sell or hold any security hence, participants should do their own due diligence.

Statements about outlook, strategy and the operating environment reflect management's current views and assumptions and these are not statements of fact.

Any forecast or estimate is based on the assumptions stated alongside it including published macro-economic projections. Actual results may vary materially from those forecast or estimated thus BTM has no obligation to update forward-looking statements, except as required by law or PSX regulations.



Table of Contents

- Foreword
- Manufacturing Footprints of the Group
- Corporate Information
- Key Market Challenges & Markey Dynamics
- Key Performance Indicators
- Financial Statements
- Financial Performance
- Segmental Analysis
- Historical Data
- Question and Answers
- Thank You Note

Foreword

Established in 1980, Bhanero Textile Mills Ltd. (BTM) is one of the principal companies within the Umer Group of Companies (UGC). While the Group maintains a diversified presence in footwear retail and manufacturing, real estate, dairy farming, and sugar sector, the textiles remain the foundation of its operations. As a key contributor to the Group's business portfolio, BTM continues to uphold UGC's longstanding commitment to excellence, innovation and sustainable growth in the textile industry.

The Company reported a profit after tax of PKR 700.269 million for the year ended 30 June 2026, compared to profit after tax of PKR 114.230 million in the preceding year. Despite a modest 2.47 percent increase in sales revenue, profitability improved significantly due to enhanced operational efficiency and effective cost management.

The company continues to face elevated inventory levels due to slower turnover and sustained pricing pressures. Energy costs also remain high, accounting for approximately 10 percent (FY 25 : 11 percent) of cost of sales.

Recognizing these challenges, the Board has implemented proactive measures to stabilize operations, renewable energy initiatives to strengthen financial performance.

So far, the company has taken renewable energy initiatives for the installation of around 13.67 mega-watts of solar energy in Punjab and Sindh units.

The Company's profitability improved during the year, with gross profit margin increasing from 7.86 percent to 8.81 percent and net profit margin rising from 0.35 percent to 2.08 percent, reflecting enhanced operational efficiency and stronger earnings generation.

The Company also successfully managed to reduce its short term borrowings by more than 44 percent and lowered its inventory levels by 32 percent during the current year ending June 30, 2026.

The Umer Group operates its textile business through several entities, including Bhanero Textile Mills Ltd ("BTM"), Faisal Spinning Mills Ltd ("FSM"), and Blessed Textiles Ltd ("BTL"), with a total of seven spinning units, three weaving units and one finishing and stitching facility.

Total spinning units have 225,792 spindles.
Total weaving units have 564 looms.
Finishing / processing unit has production capacity of 45.600 million approximately.

Collectively, these textile entities reported profit after tax of PKR 694.487 million (FY 2025: Loss after tax of PKR -251.919 million) against sales revenue of PKR 111.242 billion (FY 2025: PKR 109.554 billion) for the year ending June 2026. Apart from FSM both BTM and BTL posted profits during the current year.

The group posted a profit after tax of 0.62 percent on sales during the current year, compared to last year where it posted a loss after tax -0.23 percent on sales whereas sales grew modestly by 1.55 percent during the current year.

Manufacturing Footprints

Textiles

Bhanero Textile Mills Ltd
Spinning Unit I - Sindh
Spinning Unit II - Punjab
Weaving Unit III - Punjab
Spinning Unit IV - Punjab

Faisal Spinning Mills Ltd
Spinning Unit I - Sindh
Weaving Unit II - Punjab
Finishing Unit III - Punjab
Stitching Unit IV - Punjab

Blessed Textiles Limited
Spinning Unit I - Punjab
Weaving Unit II - Punjab
Spinning Unit III - Punjab
Spinning Unit IV - Punjab

Leather and Allied Products

Firhaj Footwear (Pvt) Limited
Footwear Retailing - Across Country
Leather Garment Unit I - Punjab
Footwear Manufacturing Unit II - Punjab

Dairy
Umer Farms (Pvt) Limited
Milk Production - Punjab

Real Estate
City Towers - Punjab

Corporate Information

Incorporation
The company **Bhanero Textile Mills Limited** established in March 1980.

Symbol
BHAT

Legal Status
Public Limited Company**.**

Capital
Authorized Capital - 60,000,000
Issued Paid-up Capital - 30,409,640
(Ordinary Shares of Rs. 10 each)

Associated Undertakings
Faisal Spinning Mills Ltd
Blessed Textiles Ltd

Registered and Liaison Office

Registered office of the company is located at Umer House, 23/1, Sector 23, K.I.A , Karachi.
Liaison office of the company is located at City Towers, Main Boulevard, Gulberg-II, Lahore.

Manufacturing Units

i) Spinning Unit I with an installed capacity of 27,840 spindles, located at Kotri, Sindh.
ii) Spinning Unit II with an installed capacity of 52,272 spindles, located at Sheikhupura, Punjab.
iii) Weaving Unit III with an installed capacity of 162 air-jet looms, located at Sheikhupura, Punjab.
iv) Spinning Unit IV with an installed capacity of 19,584 spindles, located at Sheikhupura, Punjab.

Credit Rating

The entity's rating reaffirmed at A+/A-1 (Single A Plus / A One) with 'Stable' outlook on given ratings is based on assessment by Messer's VIS Credit Rating Company Limited on May 20, 2026.

Governing Board

The governing board comprised of ten(10) members and all the appointments of independent, executive, non-executive and female directors are in line under the under Code of Corporate Governance Regulations, 2019. All the members of the governing board are accredited under Directors Training Program. The next reconstitution of board is scheduled for January , 2029.

Sr	Names of Directors	Designation
1	Mr. Mohammad Salim	Executive Director
2	Mr. Muhammad Shaheen	Director / Chairman
3	Mr. Hamza Shakeel	Director - NXD
4	Mr. Khurrum Salim	Executive Director / CEO
5	Mr. Bilal Sharif	Director - NXD
6	Mr. Muhammad Amin	Director - NXD
7	Mr. Tauqeer Ahmed Sheikh	Independent Director
8	Mr. Asif Elahi	Independent Director
9	Mr. Mustafa Tanvir	Independent Director
10	Mrs. Saba Yousaf	Female Director - NXD

Bhanero Textile Mills Limited

Categories Of Shareholders
As At June 30, 2026

Sr	Categories Of Shareholders	Numbers Of Shareholders	Shares Held	Percentage %
1	Directors, Chief Executive Officer, and their spouse and minor children.	28	1,277,125	42.00
2	Associated Companies, Undertaking and Related Parties	25	1,115,715	36.69
3	Insurance Company			
4	Share holders holding 10%	1	500,600	16.46
5	General Public			
	Local	497	147,522	4.85
	Foreign	-	-	-
6	Other Companies	2	2	0.0001
7	Joint Stock Companies	-	-	-
		553	**3,040,964**	**100.00**

Free Float of Shares

As on June 30, 2026

Total outstanding shares		3,040,964
Less :		
Shares held by Directors,Sponsors, Senior Management and their Associates	2,392,840	
Government holding as Promoter /Acquirer /Controller		
Shares held by Associated Undertakings	500,600	
Shares held with General Public	11,100	2,904,540
Free Float		136,424

Total number of shares available in CDC	684,464
Total number of shares available in Physical Form	2,356,500
Total	3,040,964

Key Industry Challenges and Market Dynamics

The textile sector continued to operate in a challenging environment during the year under review.

Continued price pressure from international buyers, coupled with shorter lead times, placed constraints on margins and production planning.

Geopolitical disruptions in the Middle East resulted elevated energy, freight & insurance costs posing a significant challenge and impacting the overall cost competitiveness of exporters.

Global buyers increasingly favored vertically integrated and compliant suppliers, reflecting a growing emphasis on sustainability, traceability and supply chain reliability.

Pakistan's textile exports increased by 5.26 percent during the first quarter of FY 2026-27, reaching USD 5.026 billion, indicating continued resilience in international demand however, export growth remains constrained by elevated energy, financing and other input costs, which continue to impact the global competitiveness of Pakistani exporters.

Key Performance Indicators

Sales Growth YoY
2.47%

Gross Profit
8.81%

Profit before Tax
2.26%

Profit after Tax
2.08%

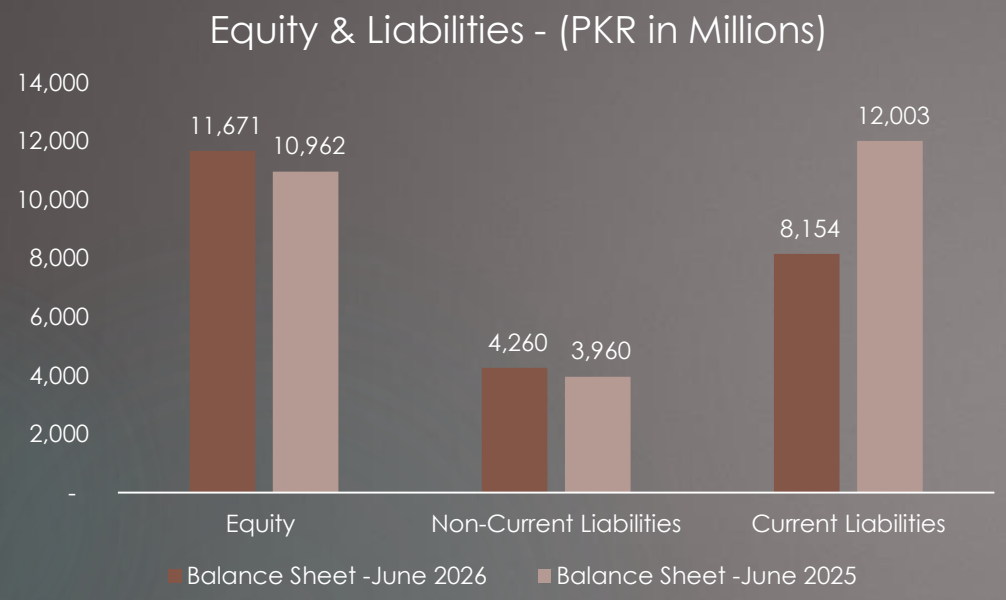
Breakup Value per Share
3,837.90

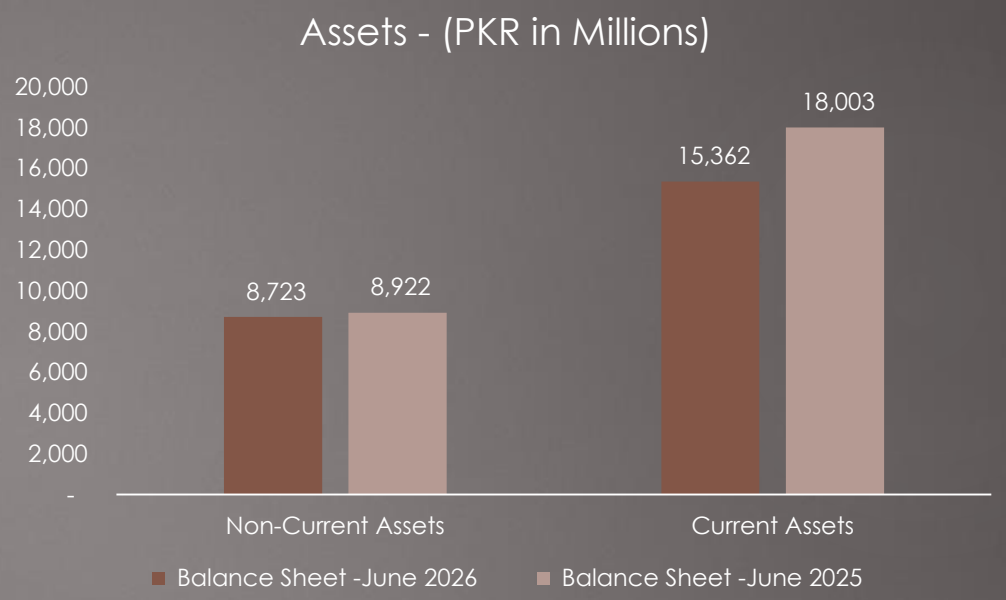
Market Value per Share
862.52

Dividend per Share
Nil

Earnings per Share
230.28

Balance Sheet June 30, 2026





Bhanero Textile Mills Limited

Statement of Profit or Loss
For The Year Ended June 30, 2026

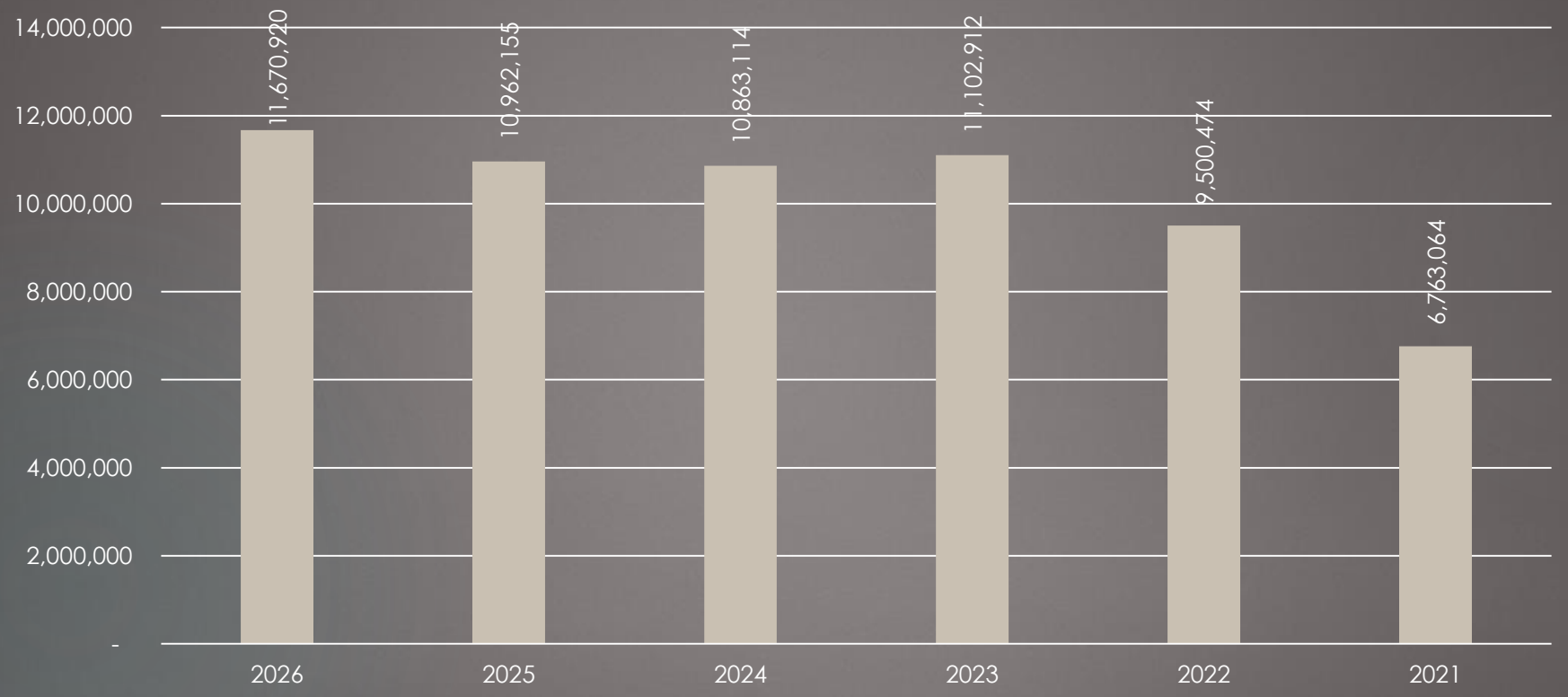
	June 30, 2026	June 30, 2025
	Rupees	Rupees
Sales - Net	33,721,521,532	32,907,546,738
Cost of sales	(30,749,166,204)	(30,319,406,416)
Gross profit	2,972,355,328	2,588,140,322
Other income	442,136,929	193,598,624
	3,414,492,257	2,781,738,946
Distribution cost	(764,539,402)	(691,835,314)
Administrative expenses	(392,336,161)	(381,672,868)
Other operating expenses	(86,370,640)	(24,656,283)
Finance cost	(980,933,765)	(1,160,308,271)
	(2,224,179,968)	(2,258,472,736)
Profit before Levies and taxation	1,190,312,289	523,266,210
Levies	(428,354,575)	(411,344,334)
Profit before taxation	761,957,714	111,921,876
Taxation	(61,688,263)	2,307,177
Profit after taxation	700,269,451	114,229,053
Earnings per share - basic & diluted	230.28	37.56


Turnover - PKR "000"
40,000,000
35,000,000
30,000,000
25,000,000
20,000,000
15,000,000
10,000,000
5,000,000
-
33,721,522
32,907,547
33,057,245
18,545,108
17,252,509
12,158,113
2026
2025
2024
2023
2022
2021

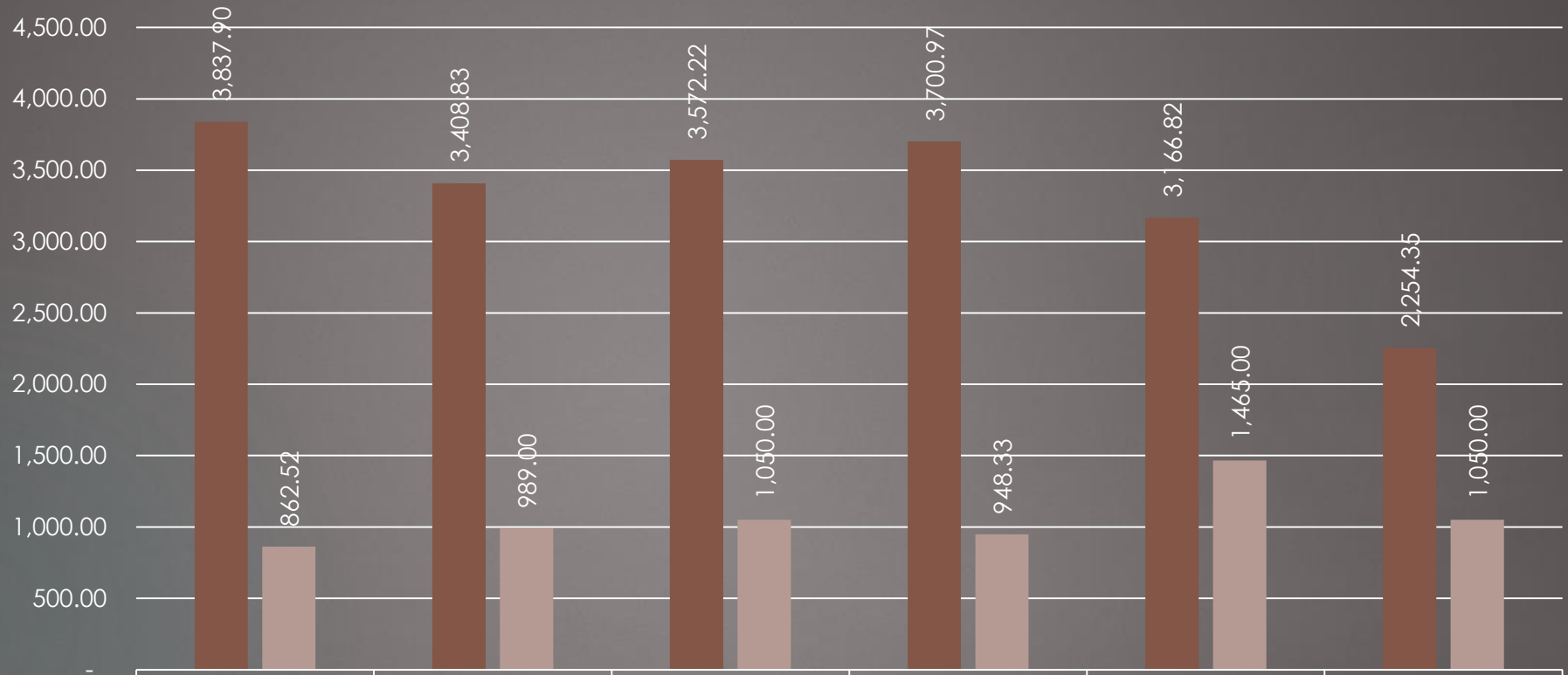
Profit/(Loss) Before and After Tax - %



Shareholders Equity - PKR in “000”



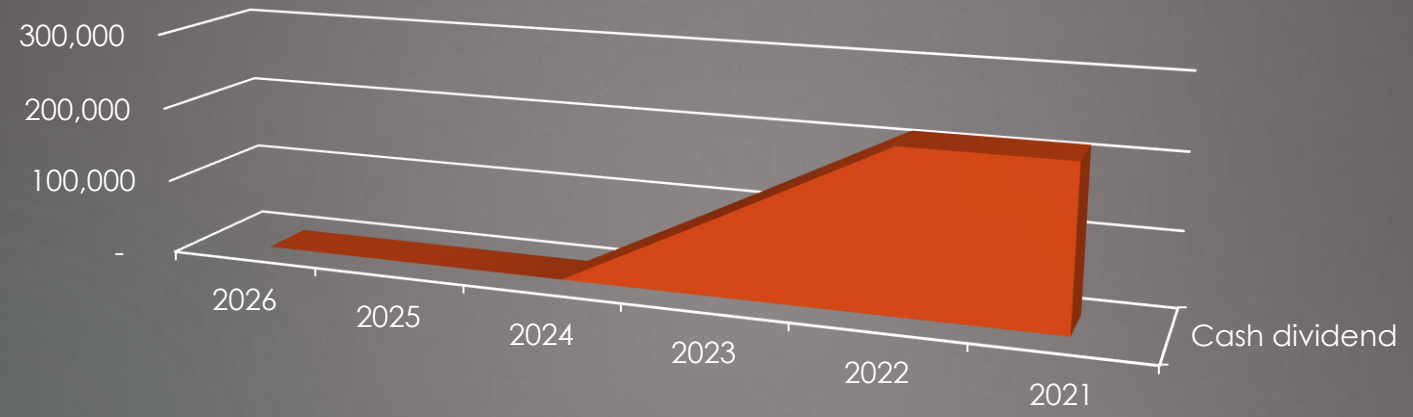
Breakup and Market Value Per Share



	2026	2025	2024	2023	2022	2021
Breakup value per share	3,837.90	3,408.83	3,572.22	3,700.97	3,166.82	2,254.35
Market value of share	862.52	989.00	1,050.00	948.33	1,465.00	1,050.00

Breakup value per share Market value of share

Cash Dividend - (PKR in "000")

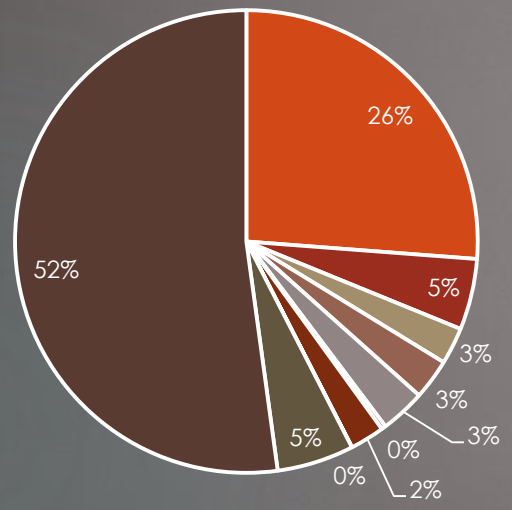


	2026	2025	2024	2023	2022	2021
Cash dividend	-	-	-	106,434	214,500	214,500

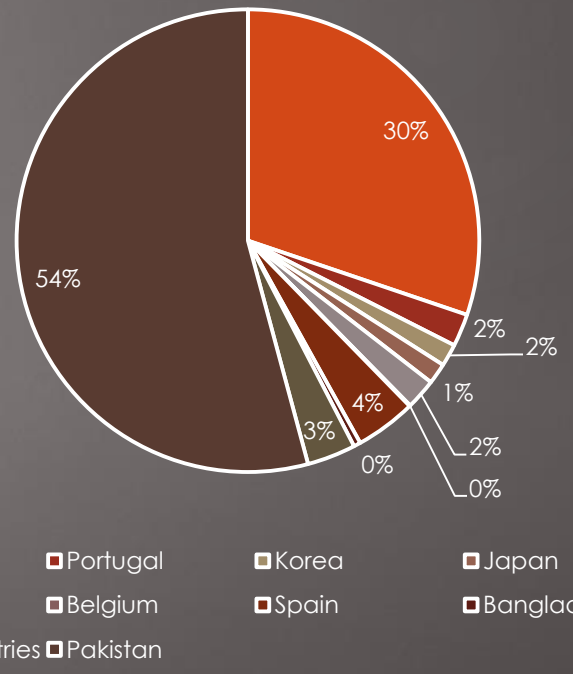
Segmental Analysis

Sales as per Geographical Location

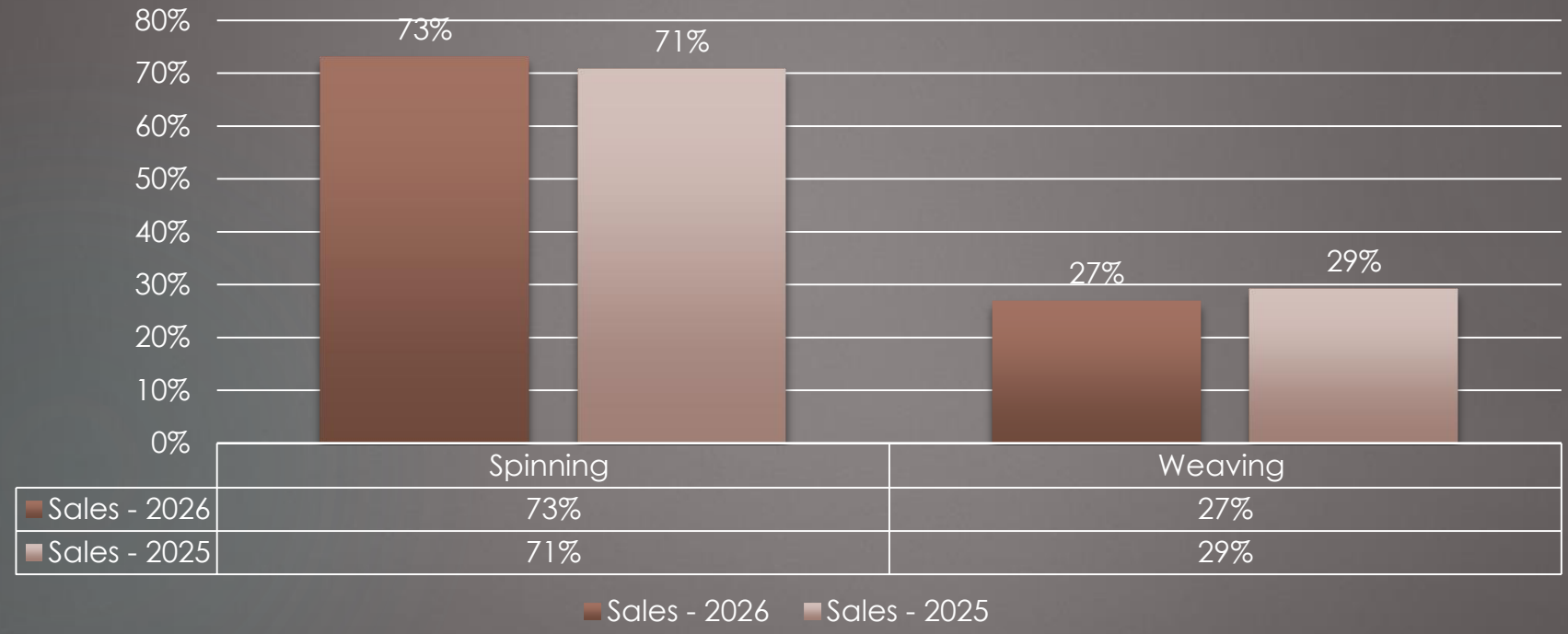
FY 2026



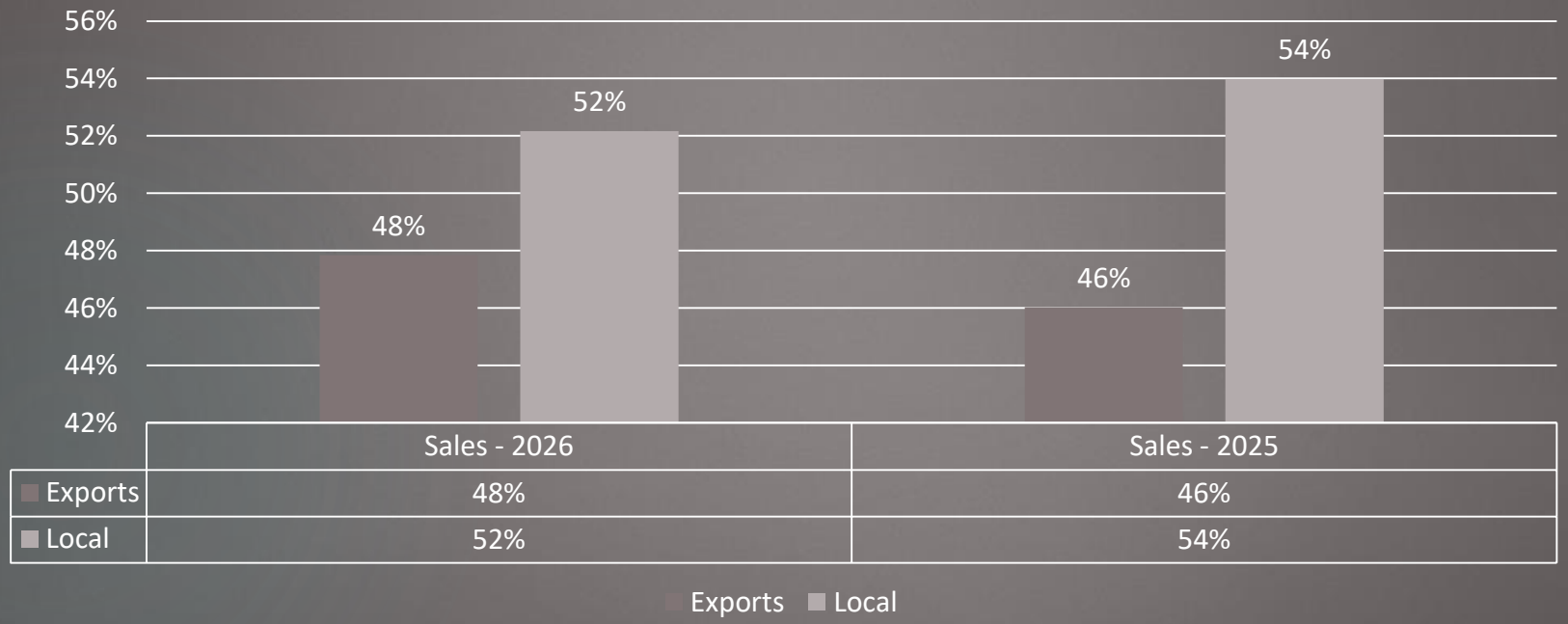
FY 2025



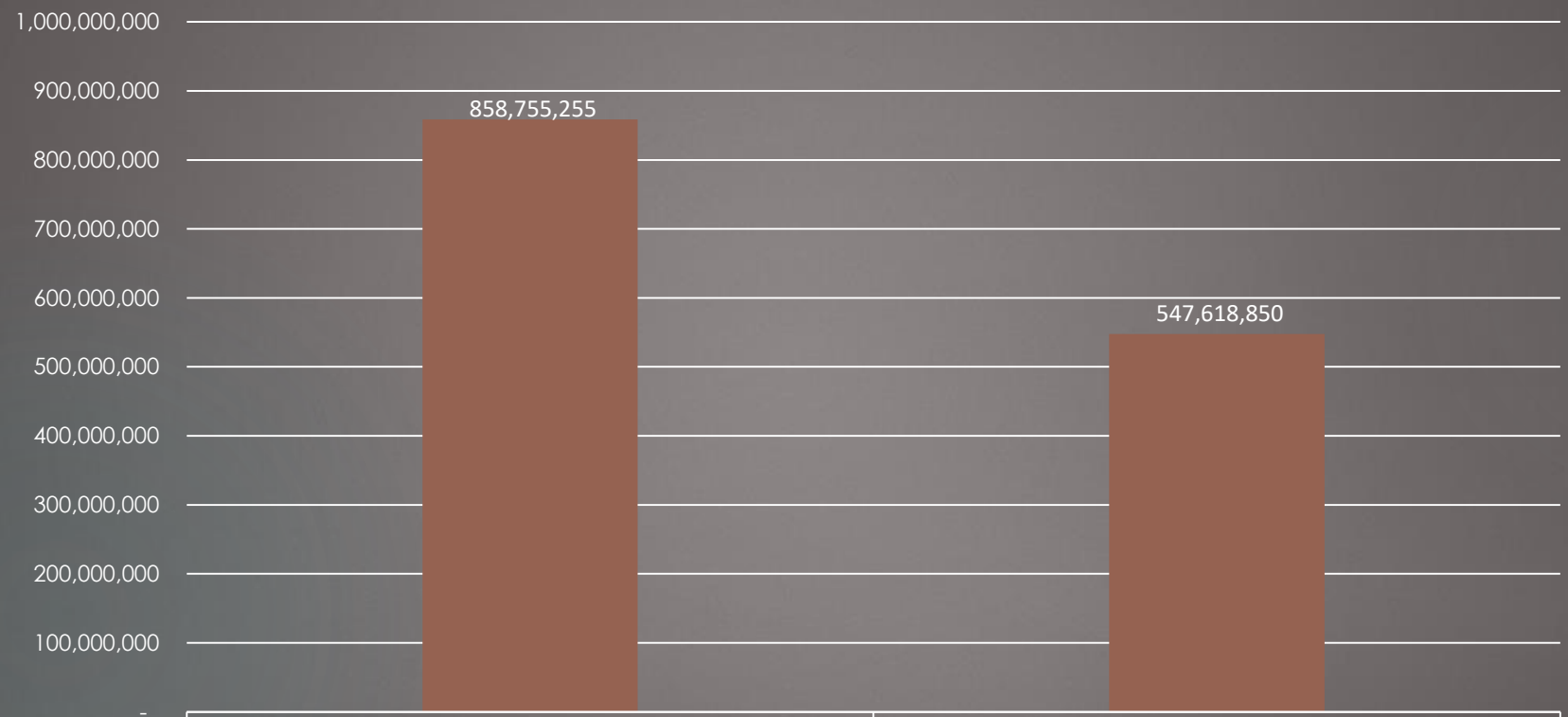
Segmental Revenue



Sales Breakup - Export v/s Local



Intersegment Revenue - PKR



	2026	2025
Intersegment revenue	858,755,255	547,618,850

Key Clientele

- Anhui Time Technology Co Ltd.
- China Ctexic Corporation
- Xiamen Port Commerce Information Co Ltd
- Zhejiang Textiles Import and Export Group Co., Ltd.
- Vipe Trade Comercio International LDA
- Pang Rim Co., Limited
- Yagi and Company Limited
- Guangdong Wintex Supply Chain Co. Ltd.
- Nishat Mills Limited
- Style Textile (Pvt.) Ltd.
- Arctex (Pvt) Ltd
- Ombre Holding (Private) Limited
- Gul Ahmed Textile Mills Limited
- Liberty Mills Limited
- Beacon Impex (Pvt.) Ltd.
- Kings Apparels Industries (Pvt) Ltd
- A.Z Apparel (Pvt) Ltd

Bhanero Textile Mills Limited

Historical Data for the Year Ended June 30, 2026

	Year-Wise Operating Data					
	2026	**2025**	**2024**	**2023**	**2022**	**2021**
Spinning Unit						
Spindle installed	99,696	99,696	99,696	99,696	80,112	80,112
Spindles worked	99,696	99,696	99,696	99,696	80,112	80,112
Installed capacity after conversion into 20/s count - Kg	36,059,042	36,059,042	36,059,042	22,185,705	14,810,385	14,810,385
Actual production - Kg	27,569,468	27,214,319	26,188,158	13,426,536	13,001,202	12,223,351
Weaving Unit						
Air jet looms installed	162	162	162	162	162	162
Air jet looms worked	162	162	162	162	162	162
Installed capacity after conversion into 50 picks - Meter	35,351,345	35,351,345	35,351,345	34,016,175	34,016,175	26,566,890
Actual production - Meter	23,281,695	24,200,352	22,709,366	22,335,314	24,019,600	21,117,435

Ratios	2026	2025	2024	2023	2022	2021
Performance						
Sales growth percentage - Year to Year basis	2.47%	-0.45%	78.25%	7.49%	41.90%	36.25%
Gross profit (%)	8.81%	7.86%	9.18%	16.12%	23.62%	22.47%
Profit before tax (%)	2.26%	0.34%	-0.57%	8.33%	18.45%	17.77%
Profit after tax (%)	2.08%	0.35%	-0.40%	8.53%	15.99%	15.22%
Breakup value per share - Rupees per share	3,837.90	3,408.83	3,572.22	3,700.97	3,166.82	2,254.35
Market value of share - at the year end - Rupees per share	862.52	989.00	1,050.00	948.33	1,465.00	1,050.00
Earnings/(Loss) per share - Rupees per share	230.28	37.56	(43.36)	468.11	919.38	616.90
Price earning ratio	3.75	26.33	(24.22)	2.03	1.59	1.70
Leverage						
Gearing ratio	0.76	1.13	1.23	1.21	0.48	0.19
Debt to equity (%)	25.71%	27.26%	30.38%	32.44%	29.65%	15.93%
Interest covering ratio	1.78	1.10	0.90	3.07	24.09	27.03
Liquidity ratio						
Current ratio	1.88	1.50	1.54	1.65	3.78	5.89

Question & Answer Session

The honorable guest and participants are requested to proceed for questions and answer session with regard to the financial statements for the year ended June 30, 2026.

Thanking You