FAISAL SPINNING MILLS LIMITED

Corporate Briefing Session - 2026

Presented by
C-Level Suite

Disclaimer

Prepared by Faisal Spinning Mills Limited (FSM) for the Corporate Briefing Session on the audited financial statements for the year ended 30 June 2026.

This presentation does not constitute investment advice or an offer, recommendation, or solicitation to buy, sell, or hold any security. Participants should undertake their own due diligence.

Statements relating to outlook, strategy, and the business environment are based on management's current views and assumptions and are forward-looking in nature.

Forecasts and estimates are subject to assumptions, including published macroeconomic projections, and actual results may differ materially. FSM undertakes no obligation to update forward-looking statements except as required by applicable law or PSX regulations.



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Preface

Established in 1985, the Faisal Spinning Mills Limited has its registered office in Karachi and it's operating under the Umbrella of Umer Group of Companies.

The company is quoted of Pakistan Stock Exchange "PSX" and engaged in spinning , weaving , finishing and home textiles. The spinning unit is located in Sindh whereas weaving , finishing and home textile units are located in the province of Punjab. The company generally exports around 72 percent of its entire revenue to US , Europe and Far East countries.

The company posted a loss after tax of PKR -413.536 million during the current year as compared to loss after tax of PKR -269.267 million in the corresponding year ending June 30, 2025. There has been a marginal decrease in sales 0.78 percent during the fiscal year ended June 30, 2026 whereas gross margin remains unchanged at 8 percent aprox during the current year.

The sales mix remained largely unchanged, with exports and local sales contributing 72 percent and 28 percent of sales volume, respectively. Despite continued challenges in international markets, the Company successfully maintained its market presence and customer relationships.

The Company's focus on disciplined working capital management resulted in a more than 35 percent reduction in both inventory levels and short-term borrowings during the year. This is expected to reduce financing costs, strengthen liquidity, and support profitability going forward.

Consequently, the company reported a profit before tax and profit after tax of PKR 319.425 million and PKR 306.799 million respectively during the Q1 ended Sep 2026. This turnaround in profitability was attributable to improved pricing, higher operational efficiencies, disciplined cost control measures taken in June 2026.

Apart from wind power generation of 4.80 megawatt, the company has so far successfully implemented 7.10 mega-watt solar renewable energy initiatives across it operational units. The additional 2.19 mega-watt solar energy installation is in process at Unit I (Sindh) of the company which is expected to commence its production in November 2026.

We reassure our stakeholders that management is utilizing all the available resources and taking measures to enhance its financial performance in the upcoming period.

Corporate Information

Incorporation

The company **Faisal Spinning Mills Limited** established in January 1985.

Symbol

FASM

Legal Status

Public Limited Company**.**

Capital

Authorized Capital - 120,000,000
Issued Paid-up Capital - 100,000,000
(Ordinary Share of Rs. 10 each)

Associated Undertakings

Bhanero Textiles 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 38,208 spindles, located at Nooriabad, Sindh.
ii) Weaving Unit II with an installed capacity of 264 air-jet looms, located at Sheikhupura, Punjab.
iii) Finishing Unit III with production capacity of 45.60 million meterage, located at 1.7 KM Warburton Road , Ferozwattwan , Sheikhupura, Punjab.
iv) Stitching Unit IV , located at 1.7 KM Warburton Road , Ferozwattwan, Sheikhupura, Punjab.

Credit Rating

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

Board of Directors

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

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

Faisal Spinning 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.	16	3,342,024	33.42
2	Associated Companies, Undertaking and Related Parties	17	4,295,776	42.96
3	NIT and ICP	1	500	0.01
4	Banks Development Financial Institutions, Non Banking Financial Institutions.	1	3,600	0.04
5	Insurance Company			0.00
6	Share holders holding 10%	1	1,504,404	15.04
7	General Public			
	Local	879	852,485	8.52
	Foreign	1	500	0.01
8	Other Companies	1	1	0.00
9	Joint Stock Companies	3	710	0.01
		920	**10,000,000**	**100.00**

Faisal Spinning Mills Limited

Free Float of Shares

As on June 30, 2026

Total outstanding shares		10,000,000
Less :		
Shares held by Directors /Sponsors	7,637,800	
Government holding as Promoter /Acquirer /Controller		
Shares held by Associated Undertakings	1,504,404	
Shares held with General Public	150,155	9,292,359
Free Float		**707,641**
Total number of shares available in CDC		2,215,645
Total number of shares available in Physical Form		7,785,355
Total		**10,000,000**

Group Structure

Textiles

Bhanero Textile Mills Ltd
Spinning Unit I
Spinning Unit II
Weaving Unit III
Spinning Unit IV

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

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

Leather

Firhaj Footwear (Pvt) Limited
Footwear Retailing - Unit I
Footwear Manuf. - Unit II
Leather Garment - Unit III

Dairy
Umer Farms (Pvt) Limited
Milk Production Unit I

Real Estate
City Towers

Outlook of Textile Sector

The revision in policy rate up by 50 bps to percent in October 26 will cause pressure on margins and liquidity thus companies with lower leverage and stronger cash flows are expected to be better positioned to withstand higher financing costs.

Pakistan's textile exports continue to benefit from a gradual recovery in global demand, although geopolitical tensions and economic uncertainty in key markets remain challenges.

Demand for value-added and sustainable textile products is expected to remain stronger than that for commodity-based textile products.

The industry profitability is likely to remain sensitive to movements in interest rates, energy tariffs, cotton prices and global retail demand.

Despite all challenges, the medium-term outlook remains positive, supported by Pakistan's established textile value chain, export-oriented manufacturing base and growing focus on value-added products.

Key Performance Indicators

Sales Growth YoY
-0.78%

Gross Profit
7.61%

Profit Before Tax & Levies
1.22%

Loss After Tax
-0.90%

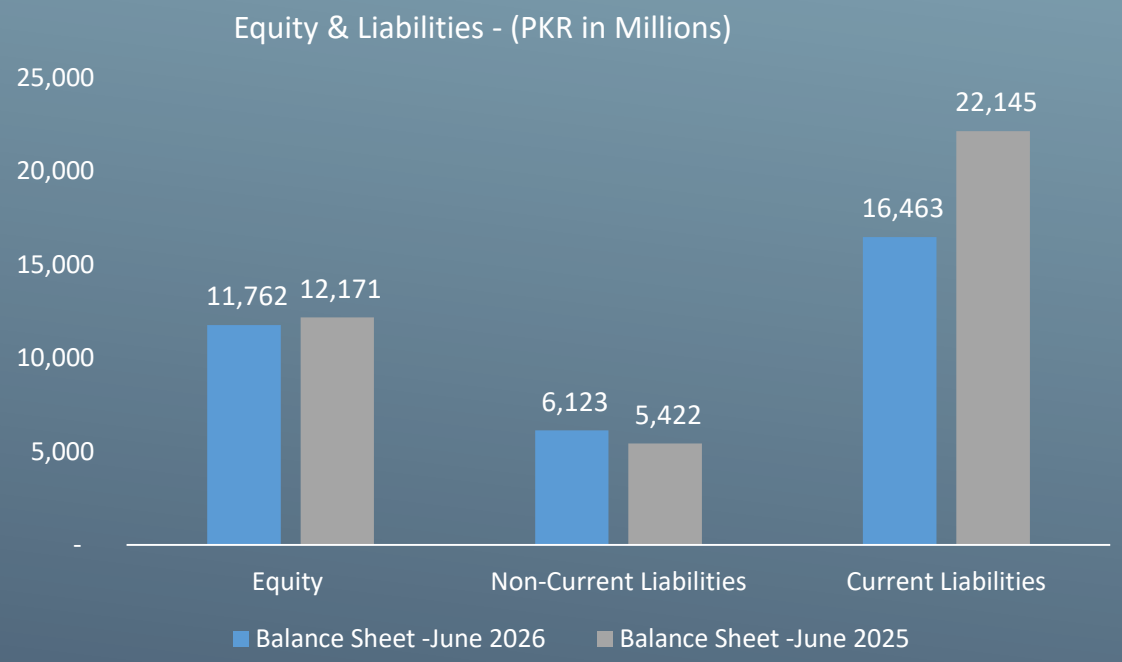
Breakup Value per Share
1,176.22

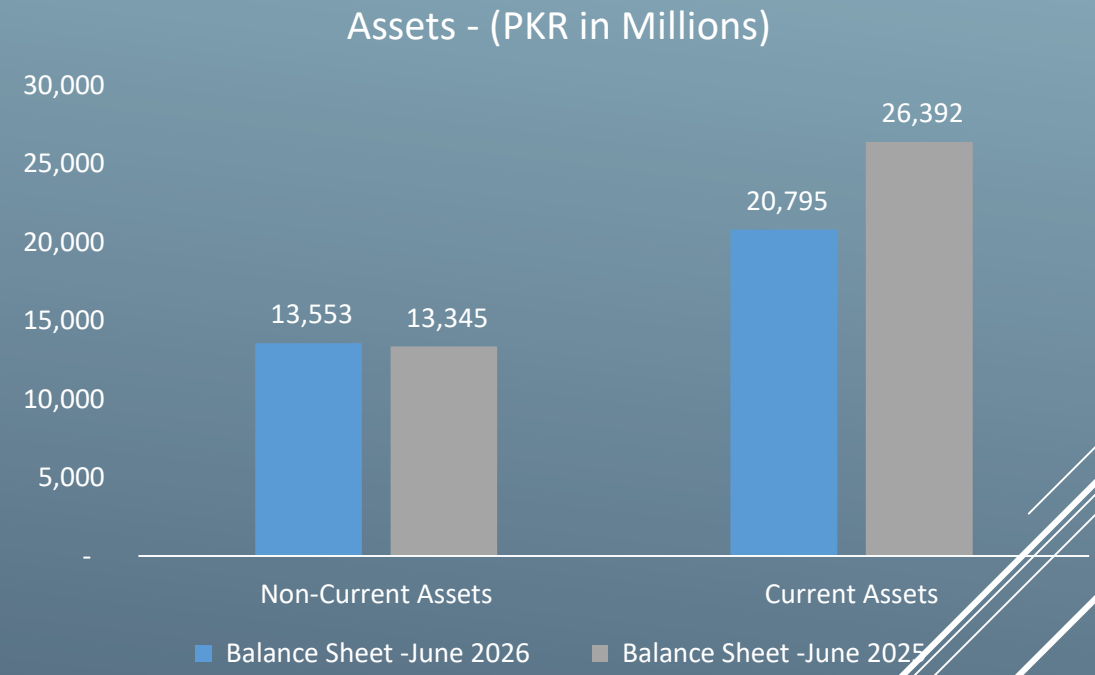
Market Value per Share
323.76

Dividend per Share
Nil

Loss per Share
-41.35

Balance Sheet as on June 30, 2026



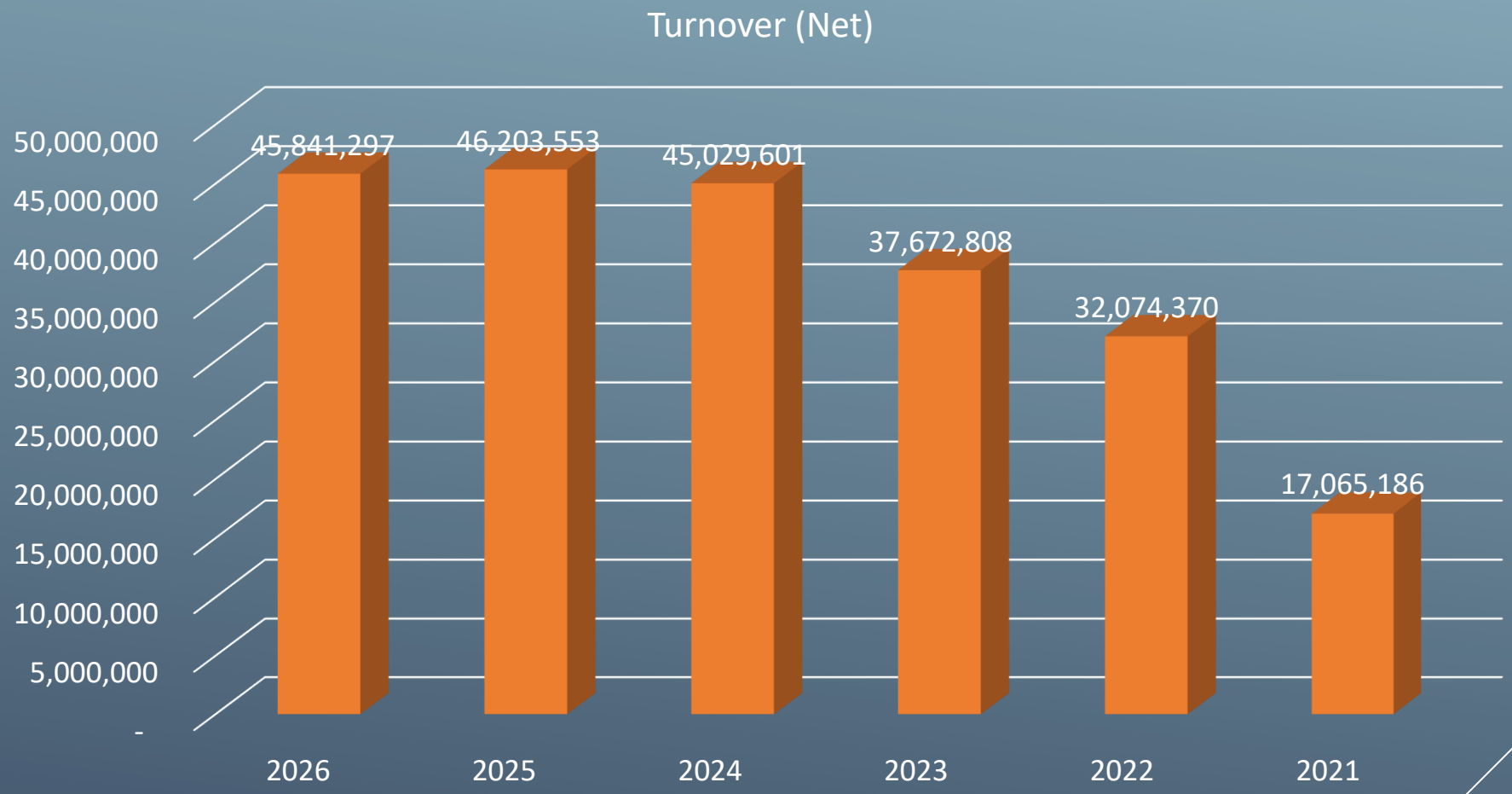


Faisal Spinning Mills Limited

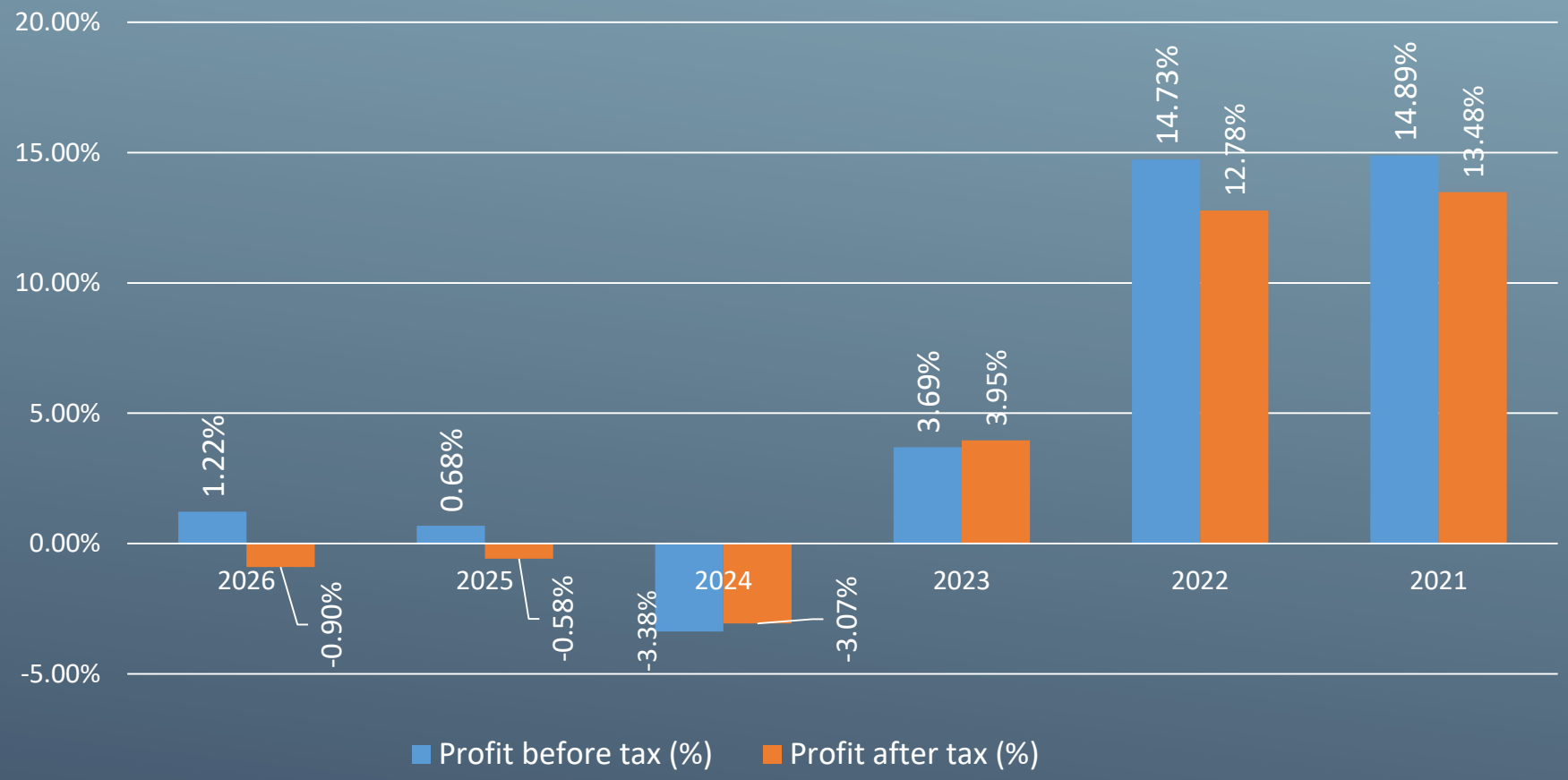
Statement of Profit or Loss
For the Year Ended June 30, 2026

	June 30, 2026 - PKR	June 30, 2025 - PKR
Sales - Net	**45,841,296,908**	46,203,552,790
Cost of sales	**(42,354,461,446)**	(42,529,746,167)
Gross profit	**3,486,835,462**	3,673,806,623
Other income	**547,679,171**	238,075,025
	4,034,514,633	3,911,881,648
Distribution cost	**(1,435,366,965)**	(1,506,676,743)
Administrative expenses	**(563,553,524)**	(545,145,319)
Other operating expenses	**(47,062,567)**	(16,839,522)
Finance cost	**(1,505,150,435)**	(1,513,144,375)
	(3,551,133,491)	(3,581,805,959)
	483,381,142	330,075,689
Share of Profit/(loss) from associated undertaking	**75,386,260**	(17,911,648)
Profit before levies and taxation	**558,767,402**	312,164,041
Levies	**(579,024,794)**	(577,544,410)
Loss before taxation	**(20,257,392)**	(265,380,369)
Taxation	**(393,278,454)**	(3,886,716)
Loss after taxation	**(413,535,846)**	(269,267,085)
Loss per share - basic and diluted	**(41.35)**	(26.93)

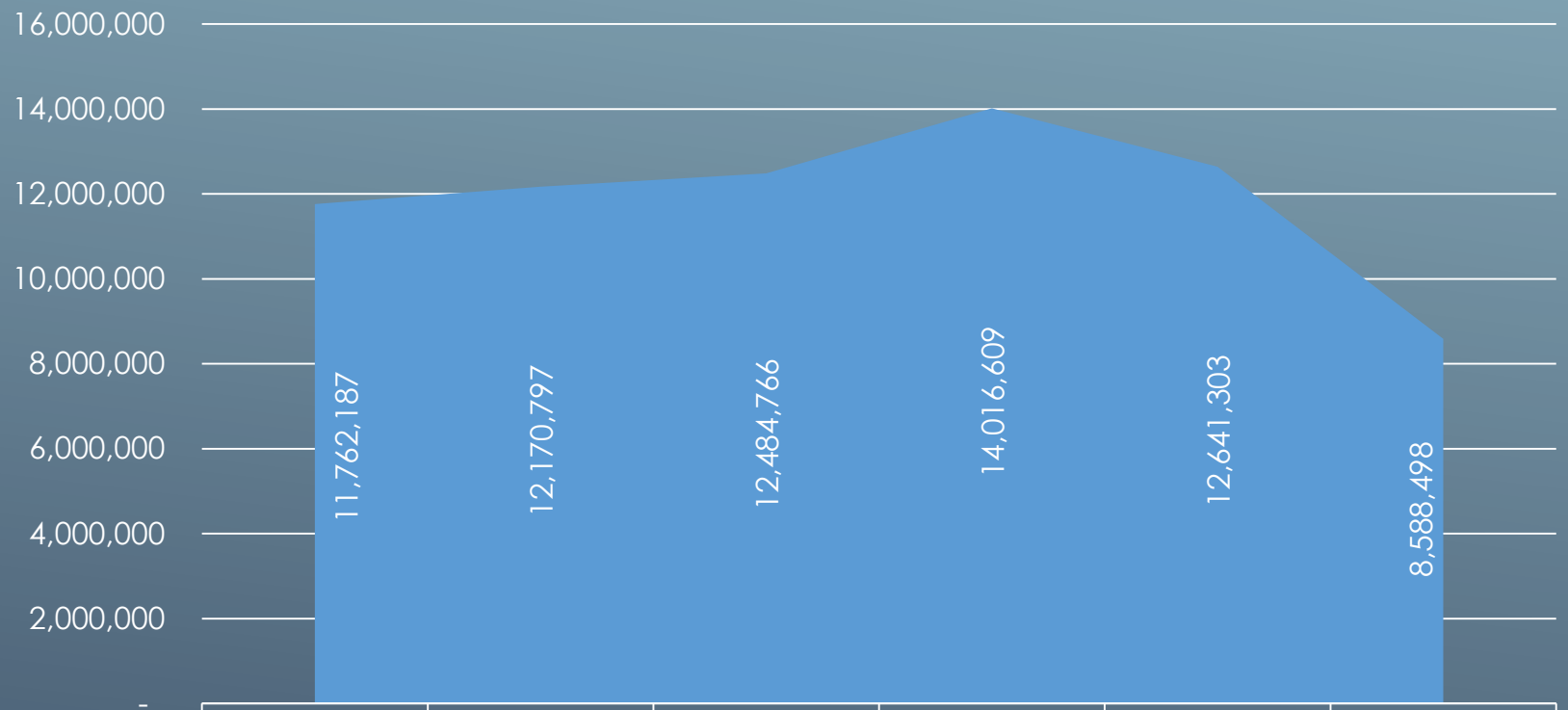
Turnover - PKR in “000”



PBT and PAT - %

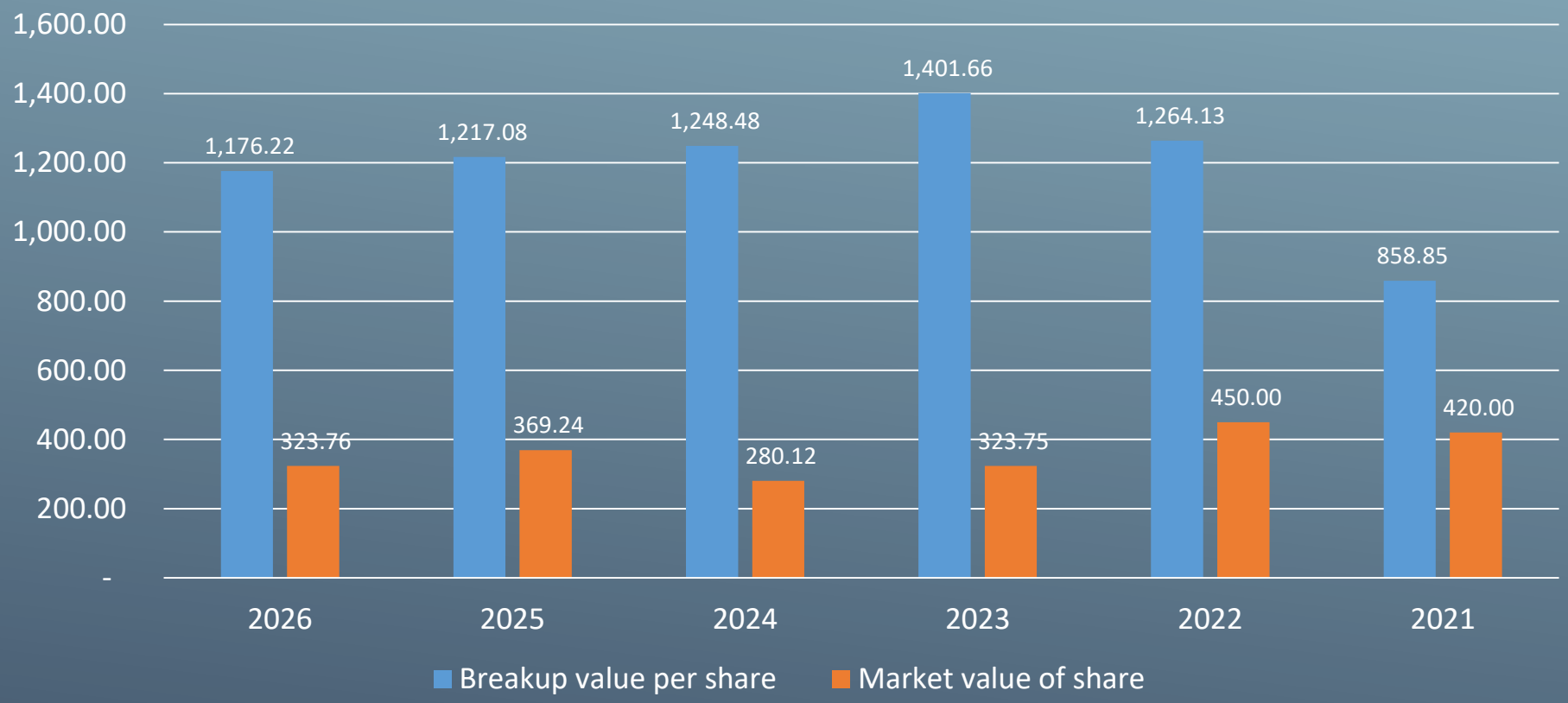

20.00%
15.00%
10.00%
5.00%
0.00%
-5.00%
1.22%
-0.90%
0.68%
-0.58%
-3.38%
-3.07%
3.69%
3.95%
14.73%
12.78%
14.89%
13.48%
2026
2025
2024
2023
2022
2021
Profit before tax (%)
Profit after tax (%)

Shareholder Equity PKR in “000”

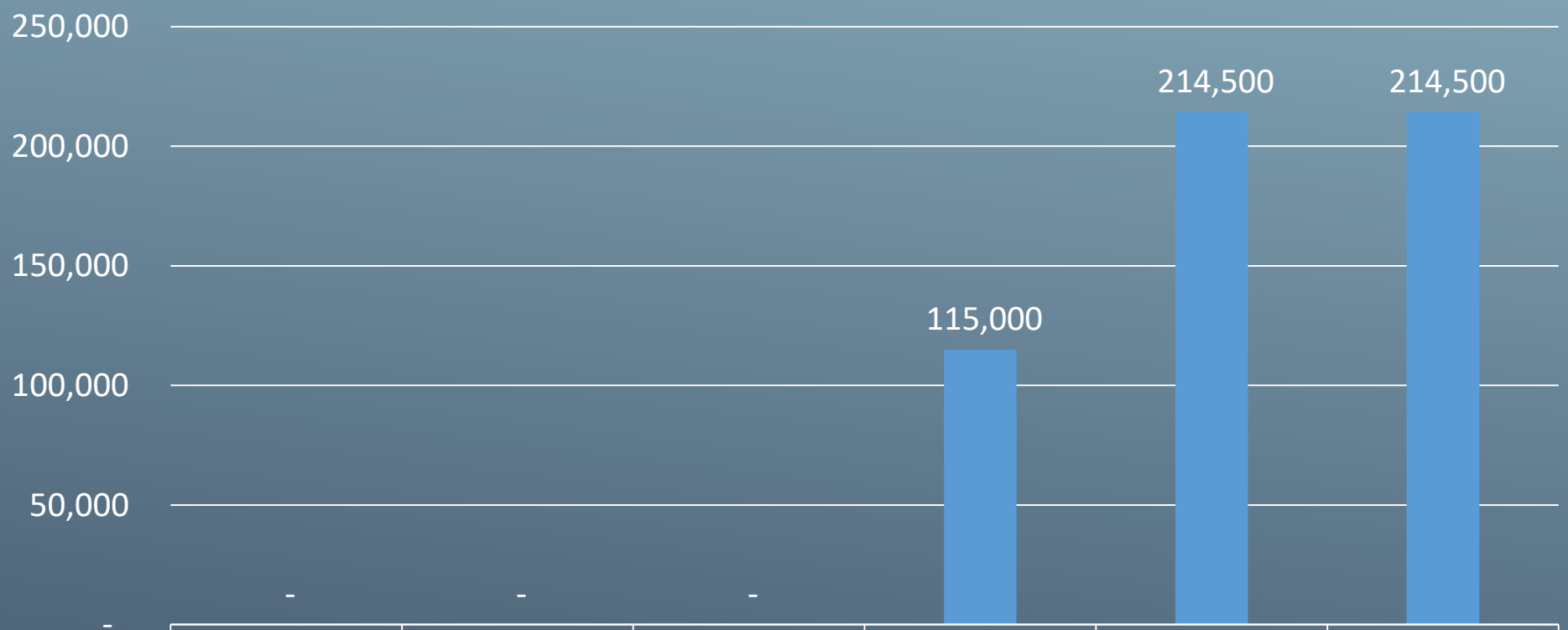


	2026	2025	2024	2023	2022	2021
Shareholder equity	11,762,187	12,170,797	12,484,766	14,016,609	12,641,303	8,588,498

BVS and MPS


1,600.00
1,400.00
1,200.00
1,000.00
800.00
600.00
400.00
200.00
-
1,176.22
323.76
1,217.08
369.24
1,248.48
280.12
1,401.66
323.75
1,264.13
450.00
858.85
420.00
2026
2025
2024
2023
2022
2021
Breakup value per share
Market value of share

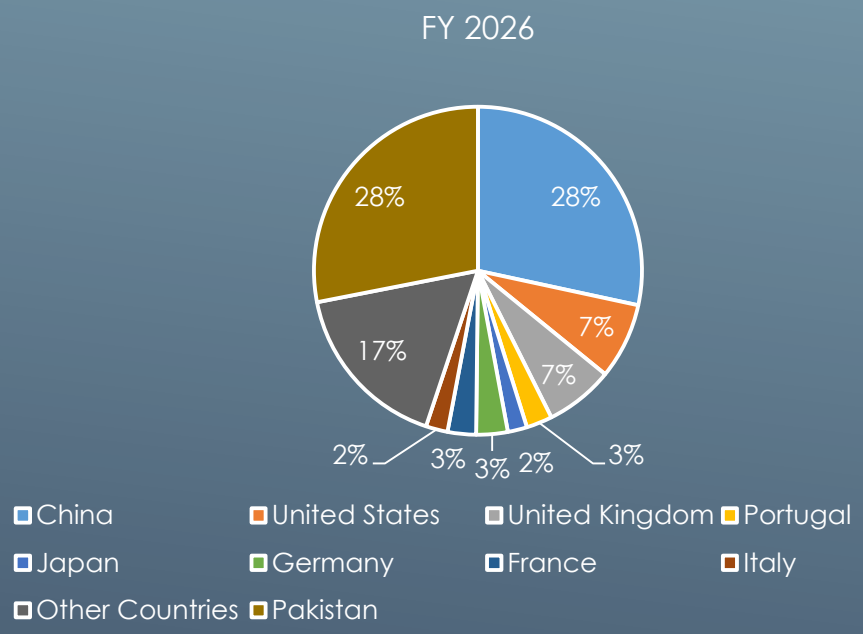
Cash Dividend

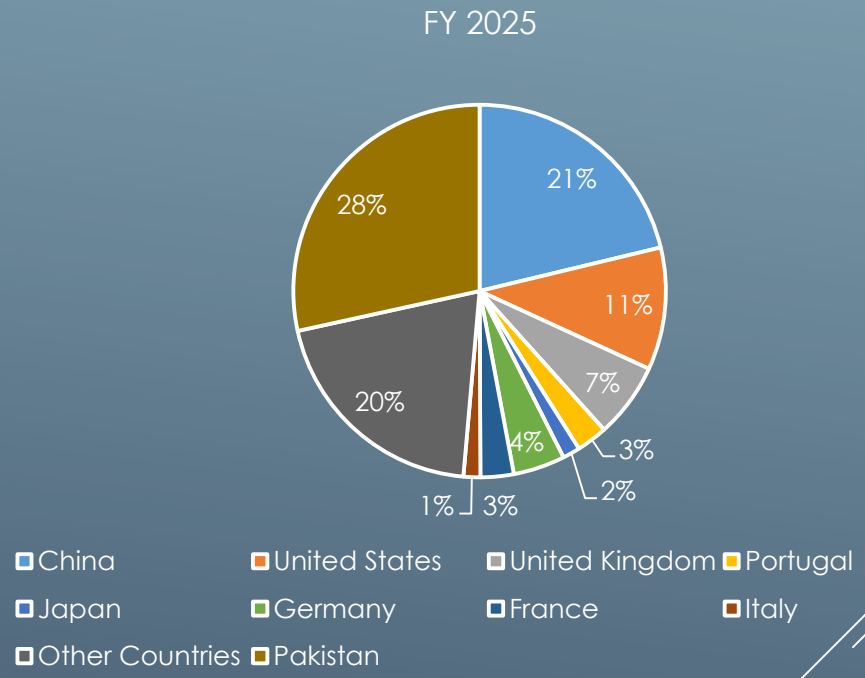


	2026	2025	2024	2023	2022	2021
Series1	-	-	-	115,000	214,500	214,500

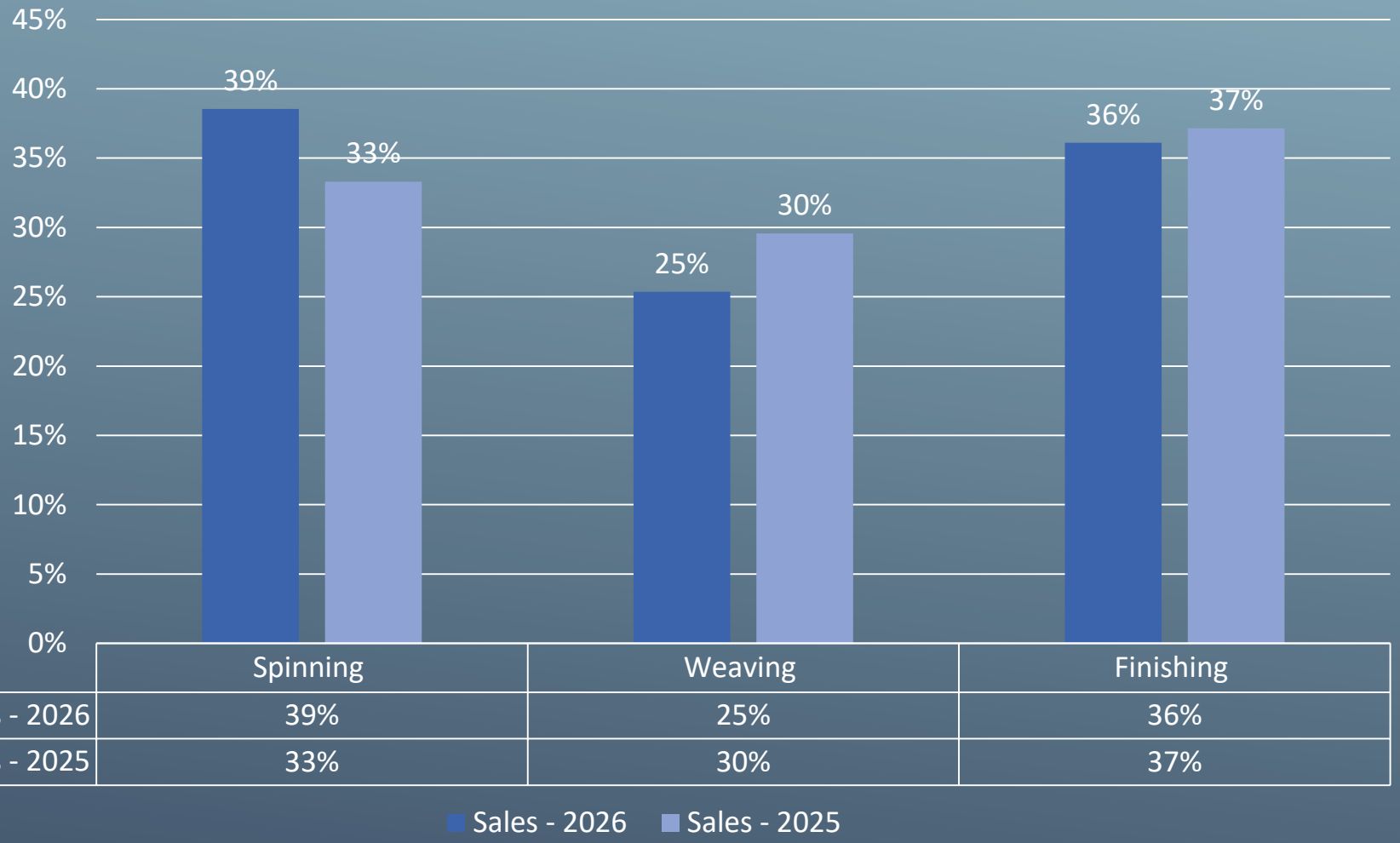
Segmental Analysis

Sales as per Geographical Location

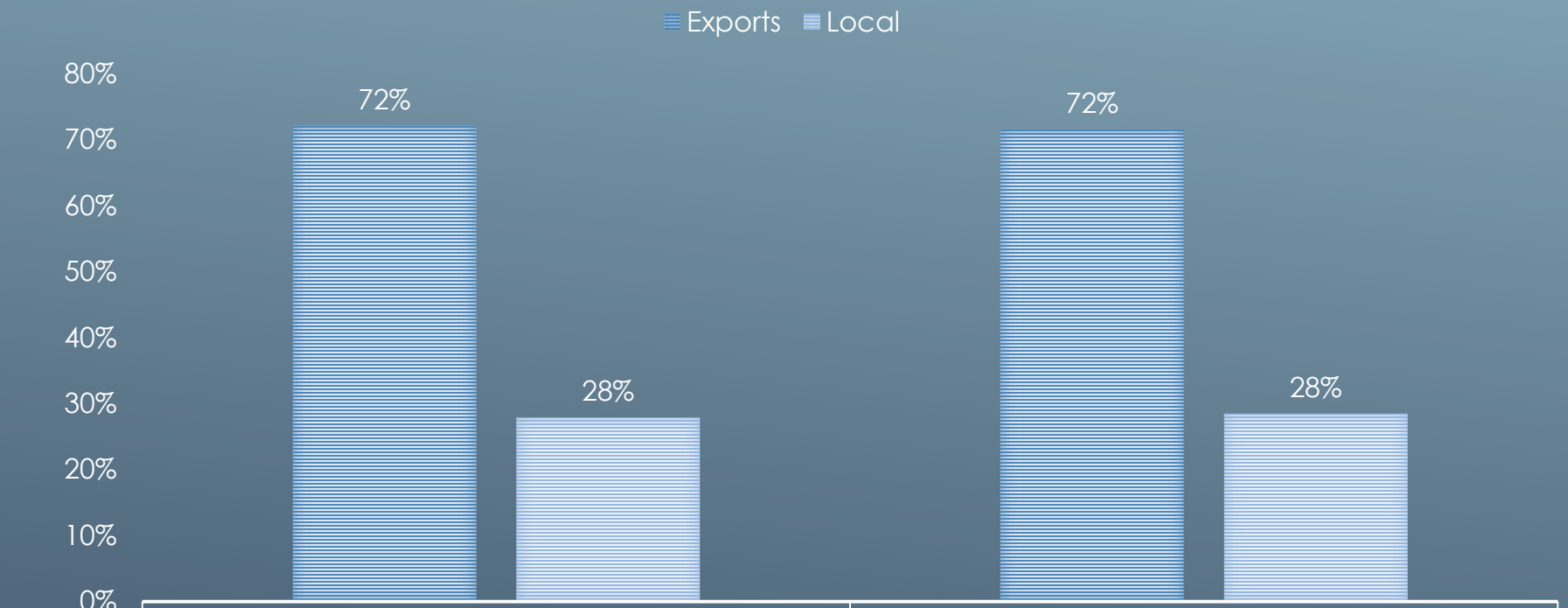




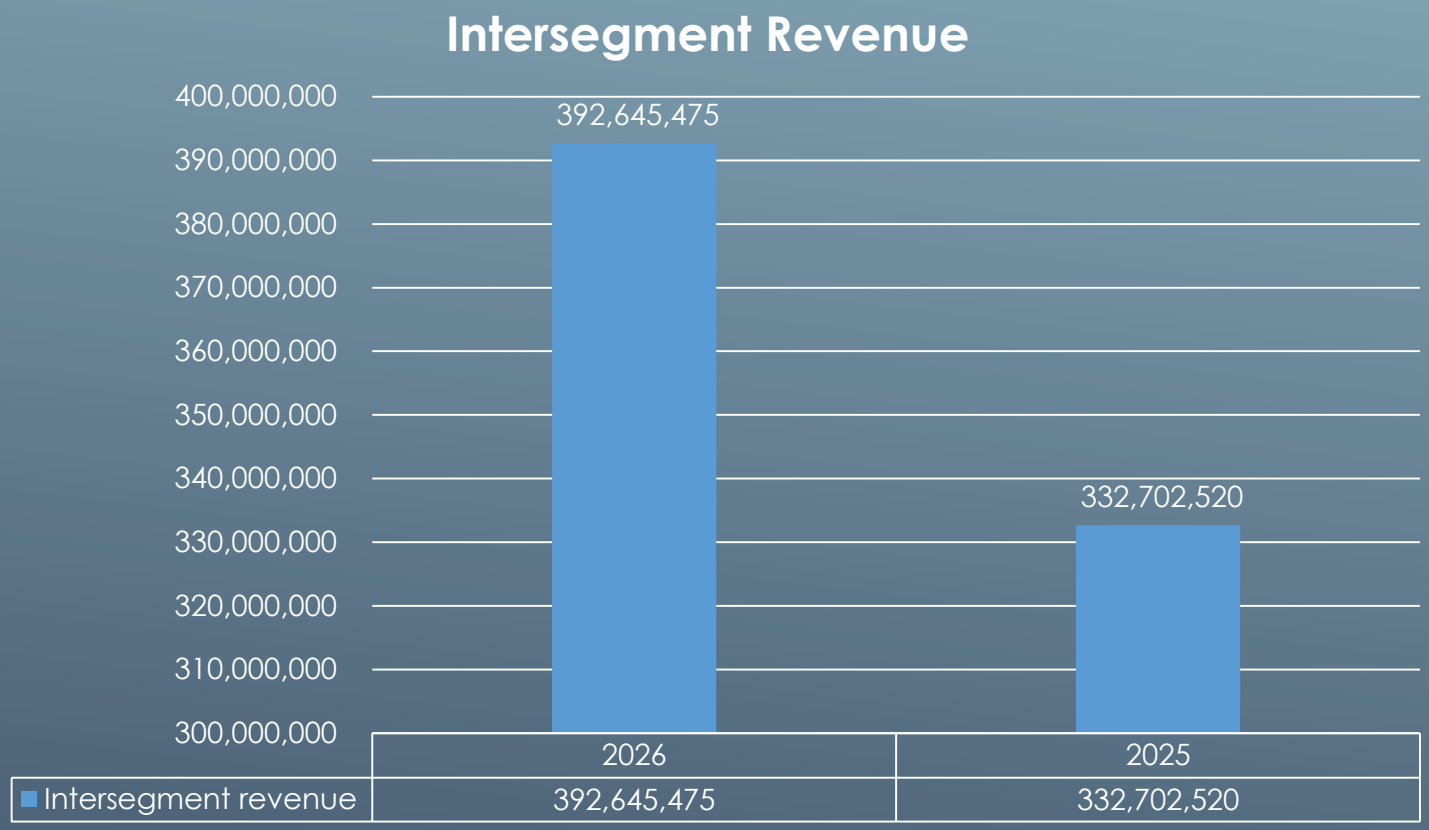
Segmental Revenue



Sales Breakup - Export V/S Local



	Sales - 2026	Sales - 2025
Exports	72%	72%
Local	28%	28%


Intersegment Revenue
400,000,000
390,000,000
380,000,000
370,000,000
360,000,000
350,000,000
340,000,000
330,000,000
320,000,000
310,000,000
300,000,000
392,645,475
332,702,520
2026
2025
Intersegment revenue
392,645,475
332,702,520

Key Clientele

- Xiamen Port Commerce Information Co. Ltd,
- Anhui Time Technology Co., Ltd.
- Square Denims Ltd
- Ogata Trust Corporation
- Guangdong Wintex Supply Chain Co. Ltd.
- Al-Ameera Apparels (Pvt) Limited
- Asco International (Private) Limited
- Designs International
- Fazal Industries
- NFK Exports (Private) Limited
- Pelikan Knitwear

Faisal Spinning 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	38,208	38,208	38,208	38,208	38,208	38,208
Spindles worked - Average	38,208	38,208	38,208	38,208	38,208	38,208
Installed capacity after conversion into 20/s count - Kg	14,500,000	14,500,000	23,161,653	23,161,653	23,161,653	23,161,653
Actual production - Kg	22,685,800	22,242,014	22,321,532	20,101,182	22,834,826	19,921,801
Weaving Unit						
Air jet looms installed	264	264	265	265	265	265
Air jet looms worked	264	264	265	265	265	265
Installed capacity after conversion into 50 picks - Meter	68,379,830	68,379,830	68,379,830	68,379,830	67,578,655	64,308,255
Actual production - Meter	36,499,357	43,275,734	39,682,149	38,211,707	41,155,105	40,242,805
Finishing Unit						
Production Capacity in meters	45,600,000	33,000,000	33,000,000	33,000,000	28,000,000	26,766,667
Actual Production - Meter	42,132,932	39,497,926	35,151,288	34,338,963	28,674,769	7,133,010

Ratios

	2026	2025	2024	2023	2022	2021
Performance						
Sales growth percentage - Year to Year basis	-0.78%	2.61%	19.53%	17.45%	87.95%	14.57%
Gross profit (%)	7.61%	7.95%	6.09%	12.11%	19.87%	14.58%
Profit/(Loss) before tax & levies -%	1.22%	0.68%	-3.38%	3.69%	14.73%	14.89%
Profit/(Loss) after tax - %	-0.90%	-0.58%	-3.07%	3.95%	12.78%	13.48%
Breakup value per share - Rupees per share	1,176.22	1,217.08	1,248.48	1,401.66	1,264.13	858.85
Market value of share - at the year end - Rupees per share	323.76	369.24	280.12	323.75	450.00	420.00
Earnings/(Loss) per share - Rupees per share	(41.35)	(26.93)	(138.38)	148.89	409.82	230.01
Price earning ratio	(7.83)	(13.71)	(2.02)	2.17	1.10	1.83
Leverage						
Gearing ratio	1.38	1.77	1.09	1.07	0.81	0.77
Debt to equity (%)	39.90%	36.94%	28.18%	28.68%	36.64%	51.29%
Interest covering ratio	1.37	1.21	0.05	2.10	12.58	9.57
Liquidity ratio						
Current ratio	1.26	1.19	1.35	1.43	1.64	2.14

Question & Answers Session

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

Thanks