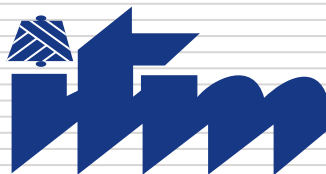


IDREES

TEXTILE MILLS LIMITED

CONDENSED INTERIM
FINANCIAL STATEMENTS
FOR THE QUARTER ENDED
MARCH 31, 2023
(UN-AUDITED)



COMPANY INFORMATION

BOARD OF DIRECTORS	Mr. Rizwan Idrees Allawala	- Chairman
	Mr. S. M. Mansoor Allawala	- Executive Director / CEO
	Mr. Omair Idrees Allawala	- Executive Director
	Ms. Aamnah Mansoor	- Non - Executive Director
	Mr. Muhammad Zubair	- Non - Executive Director
	Syed Masud Arif	- Independent Director
	Ms. Azra Yaqub Vawda	- Independent - Director
COMPANY SECRETARY	Syed Shahid Sultan	
CHIEF FINANCIAL OFFICER	Mr. Muhammad Jawaid	
AUDITORS	M/s. Yousuf Adil	
	Chartered Accountants	
AUDIT COMMITTEE	Ms. Azra Yaqub Vawda	- Chairperson
	Syed Masud Arif	- Member
	Ms. Aamnah Mansoor	- Member
	Syed Shahid Sultan	- Secretary
HUMAN RESOURCE & REMUNERATION COMMITTEE	Syed Masud Arif	- Chairman
	Ms. Aamnah Mansoor	- Member
	Ms. Azra Yaqub Vawda	- Member
BANKERS	National Bank of Pakistan	
	Bank Alfalah Limited	
	Habib Metropolitan Bank Ltd.	
	Meezan Bank Ltd.	
	Bank of Punjab Ltd.	
	BankIslami Pakistan Ltd.	
	Askari Bank Limited	
	Dubai Islamic Bank Pakistan Ltd.	
	Samba Bank Limited	
REGISTERED OFFICE	6-C, Ismail Centre, 1st Floor, Central Commercial Area, Bahadurabad, Karachi - 74800.	
MILLS	Kot Shah Mohammad, Tehsil Nankana, District Nankana, Punjab. www.idreestextile.com	
SHARES REGISTRAR	M/S. JWAFFS Registrar Services (Pvt) Ltd. 407-408, 4th Floor, Al-Ameera Centre, Shahrah-e-Iraq, Saddar, Karachi.	

The Directors are pleased to present the un-audited Condensed Interim Financial Statements of your Company for the third quarter and nine months period ended March 31, 2023.

FINANCIAL AND OPERATIONAL OVERVIEW

The principal activity of the Company is manufacturing, processing and sale of yarn. During the period under review, there has not been any material change in the Company's business activities.

During the period, the Company's turnover amounted to Rs. 2,809 million as compared to Rs. 3,628 million in the same period of last year. Gross profit amounted to Rs. 261 million compared to Rs. 501 million for the corresponding period and loss for the period amounted to Rs. 25 million against profit of Rs. 270 million in the comparable period. Loss per share amounted to Rs. 1.26 against earnings of Rs. 13.61 in the same period of last year.

The economy is bearing the brunt of soaring inflation which has severely affected consumer demand and has also shaken business confidence. Historic weakening of Pak Rupee and exorbitantly high interest rates are the major factors responsible for the prevailing economic condition. Due to steep rise in the cost of borrowing, your Company's finance cost in the Jan-Mar 2023 quarter has doubled which significantly impacted the bottom-line. The Company's turnover during the nine months period has also declined as a result of low demand in the local as well as in the international market. Rise in the cost of inputs, in the aftermath of Pak Rupee devaluation and historic rise in discount rate, and increase in minimum wage have increased the cost of production and, as a result, gross profit margin has declined in the period under review. The Government is unable to provide reliable and affordable energy to the industry. The gas quota has been capped at 50 percent and withdrawal of Regionally Competitive Energy Tariff is looming. Insufficient level of foreign exchange reserves caused delays in opening of letters of credit and retirement of documents, which remained a disturbing factor for business operations.

FUTURE OUTLOOK

Work on expansion of the mill is nearing completion. Erection of machinery is underway and is expected to be completed by the end of FY23. The Company has also ventured into home textile export business which is picking up gradually. Going forward, the Government has to act immediately to control the prevailing inflation that has engulfed the whole economy. Political uncertainty, meagre foreign exchange reserves, insufficient size and quality of our cotton crop, supply of reliable and affordable energy to the export-oriented industry and reduction in interest rate are the issues that need to be addressed forthwith. The textile sector, being a large employment provider and earner of foreign exchange, deserves due attention in terms of policy decisions. Continuation of Regionally Competitive Energy Tariff is essential for the industry to remain competitive in the international market. The management is striving to steer successfully through these economic conditions by focusing on cost optimization, process efficiency and enhancement in production capacity.

Consolidated Condensed Interim Financial Statements of the Company and its wholly-owned subsidiary ORA Home LLC, for the nine months period ended March 31, 2023, are annexed in accordance with the statutory requirements.

ACKNOWLEDGEMENT

The Board has profound appreciation for the trust of the customers, bankers, suppliers and shareholders and for the valuable services rendered by the employees.

For and on behalf of the Board



Rizwan Idrees Allawala
Chairman

Karachi
April 28, 2023



S.M. Mansoor Allawala
Chief Executive

UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE QUARTER ENDED MARCH 31, 2023 (UN-AUDITED)

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT MARCH 31, 2023



		March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
	Note	----- (Rupees) -----	
ASSETS			
Non-current assets			
Property, plant and equipment	4	3,247,096,825	2,334,249,192
Long-term deposits		17,895,681	3,129,361
Long term investment		-	-
		<u>3,264,992,506</u>	<u>2,337,378,553</u>
Current assets			
Stores, spares and loose tools		86,530,649	57,521,846
Stock-in-trade	5	1,994,886,870	1,207,120,704
Trade debts		705,523,051	768,563,631
Loans and advances		93,588,757	171,739,107
Prepayments		3,423,324	1,905,463
Other receivables		207,762,482	184,464,687
Other financial assets		173,827,523	134,473,034
Cash and bank balances		40,449,892	5,875,276
		<u>3,305,992,548</u>	<u>2,531,663,748</u>
Total assets		<u>6,570,985,054</u>	<u>4,869,042,301</u>
EQUITY AND LIABILITIES			
EQUITY			
Share capital and reserves			
Authorized			
22,000,000 ordinary shares of Rs.10/- each		220,000,000	220,000,000
Issued, subscribed and paid-up capital		<u>198,528,000</u>	<u>198,528,000</u>
Capital reserves			
Surplus on revaluation of property, plant and equipment - net of tax		883,867,363	882,490,524
Equity portion of loan from related parties		9,352,187	15,895,730
Revenue reserves		<u>1,428,932,228</u>	<u>1,420,418,461</u>
Total equity		<u>2,520,679,778</u>	<u>2,517,332,715</u>
LIABILITIES			
Non-current liabilities			
Long-term finance		672,878,293	214,521,468
Lease liability		300,000	1,962,284
Deferred government grant		113,484,523	44,261,234
Deferred tax liability		188,375,649	229,182,802
Retirement benefit obligation		73,494,965	60,143,460
		<u>1,048,533,430</u>	<u>550,071,248</u>
Current liabilities			
Trade and other payables		666,810,394	607,349,650
Accrued mark-up		83,486,954	26,323,596
Short-term borrowings	6	1,919,873,965	883,049,126
Current portion of long-term finance		224,101,191	143,862,034
Current portion of lease liability		2,189,413	7,767,062
Current portion of deferred government grant		31,028,739	5,297,394
Unclaimed dividend		2,752,598	2,899,903
Provision for taxation		71,528,592	125,089,573
		<u>3,001,771,846</u>	<u>1,801,638,338</u>
Total liabilities		<u>4,050,305,276</u>	<u>2,351,709,586</u>
Total equity and liabilities		<u>6,570,985,054</u>	<u>4,869,042,301</u>

CONTINGENCIES AND COMMITMENTS

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The annexed notes from 1 to 15 form an integral part of these condensed interim financial information.

CHAIRMAN / DIRECTOR

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2023



	Note	Nine Months Ended		Quarter Ended	
		March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
		(Rupees)			
Sales - net	8	2,808,963,107	3,627,585,384	1,284,195,881	1,306,563,275
Cost of sales	9	(2,548,231,597)	(3,126,691,333)	(1,155,843,395)	(1,102,890,177)
Gross profit		260,731,510	500,894,051	128,352,486	203,673,098
Distribution cost		(23,001,070)	(28,674,447)	(8,673,648)	(11,060,631)
Administrative expenses		(80,088,667)	(71,244,030)	(27,427,211)	(23,931,464)
		(103,089,737)	(99,918,477)	(36,100,859)	(34,992,095)
		157,641,773	400,975,574	92,251,627	168,681,003
Finance cost		(201,633,624)	(121,837,819)	(90,245,786)	(43,765,768)
Other operating expenses	10	(31,837,876)	(45,329,974)	(6,837,212)	(17,901,382)
		(75,829,727)	233,807,781	(4,831,371)	107,013,853
Other income	11	43,697,695	100,591,458	9,904,318	28,281,024
(Loss) / Profit before taxation		(32,132,032)	334,399,239	5,072,947	135,294,877
Taxation		7,204,395	(64,271,890)	(15,094,463)	(25,127,691)
(Loss) / Profit for the period		(24,927,637)	270,127,349	(10,021,516)	110,167,186
OTHER COMPREHENSIVE INCOME					
Items that will not be transferred subsequently to profit or loss					
Adjustment of surplus on revaluation of property, plant and equipment due to change in tax rate		28,274,700	-	-	-
Total comprehensive income / (loss) for the period		3,347,063	270,127,349	(10,021,516)	110,167,186
Earnings per share - basic and diluted (Rupees)		(1.26)	13.61	(0.50)	5.55

The annexed notes from 1 to 15 form an integral part of these condensed interim financial information.

CHAIRMAN / DIRECTOR

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

	Nine Months Ended	
	March 31, 2023	March 31, 2022
	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss) / Profit before taxation	(32,132,032)	334,399,239
Adjustments for:		
Depreciation	80,261,083	78,784,948
Provision for retirement benefit obligation	18,155,205	14,843,376
Provision for slow moving stores, spares and loose tools	-	1,368,396
Gain on sale of property, plant and equipment	(1,523,750)	(818,342)
Finance cost	195,090,081	114,399,220
Unwinding of discount on other receivables	-	-
Unrealized loss on other financial Assets	617,860	-
Finance cost on unwinding of discount on long-term finance from related parties	6,543,543	7,438,599
Operating cash flows before working capital changes	267,011,990	550,415,436
(Increase) / decrease in current assets		
Stores, spares and loose tools	(29,008,803)	(2,374,811)
Stock-in-trade	(787,766,166)	(339,410,342)
Trade debts	63,040,580	97,111,419
Loans and advances	78,150,350	32,709,583
Deposits and short-term prepayments	(1,517,861)	236,497
Other receivables	(23,297,795)	(41,409,386)
	(700,399,695)	(253,137,040)
Increase / (decrease) in current liabilities		
Trade and other payable	59,460,744	157,224,519
	(640,938,951)	(95,912,521)
Cash generated from operations	(373,926,961)	454,502,915
Finance cost paid	(137,926,723)	(116,428,580)
Retirement benefit obligation paid	(4,803,700)	(14,652,260)
Long-term deposits	(14,766,320)	-
Income tax paid	(59,779,595)	(75,795,723)
Net cash used in operating activities	(591,203,299)	247,626,352
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(995,411,216)	(228,375,196)
Proceed from disposal of property, plant and equipment	2,675,000	1,200,000
Short Term Investment	-	(7,033,564)
Other financial asset - net	(39,354,489)	(16,000,000)
Net cash used in investing activities	(1,032,090,705)	(250,208,760)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long-term finance paid	(87,310,062)	(77,897,083)
Long-term finance paid to related party	(5,000,000)	(2,000,000)
Long-term finance received from related party	1,450,000	-
Short-term borrowings - net	885,101,550	145,478,193
Proceeds from long-term finance	719,291,082	104,227,167
Lease rental paid - net	(7,239,934)	5,457,555
Dividend paid	(147,305)	(19,275,474)
Net cash generated from / (used in) financing activities	1,506,145,331	155,990,358
Net decrease in cash and cash equivalents	(117,148,673)	153,407,950
Cash and cash equivalents at the beginning of the period	(193,476,856)	(420,444,328)
Cash and cash equivalents at the end of the period	12 (310,625,529)	(267,036,378)

The annexed notes from 1 to 15 form an integral part of these condensed interim financial information.



CHAIRMAN / DIRECTOR



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2023



	Capital reserves		Revenue reserves		
	Issued, subscribed and paid up capital	surplus on revaluation of property, plant and equipment - net of tax	Equity portion of loan from related Parties	Un-appropriated profit	Total
	(Rupees)				
Balance as at July 1, 2021	198,528,000	910,719,758	25,813,862	951,551,923	2,086,613,543
Total comprehensive income for the period					
Profit for the period	-	-	-	270,127,349	270,127,349
Other comprehensive income	-	-	-	-	-
	-	-	-	270,127,349	270,127,349
Transfer from surplus on revaluation of property, plant and equipment on account:					
- incremental depreciation charge thereon - net of tax	-	(6,790,057)	-	-	(6,790,057)
- disposals - net of tax	-	-	-	-	-
	-	(6,790,057)	-	-	(6,790,057)
Transactions with shareholders					
Final dividend at Re.1 per share for the year ended Jun 30, 21	-	-	-	(19,852,800)	(19,852,800)
Transactions with related parties / owners					
Fair value effect of interest free loan provided by related parties	-	-	1,653,186	-	1,653,186
Unwinding of discount on long-term loan from related parties	-	-	(7,438,599)	7,438,599	-
Balance as at March 31, 2022	198,528,000	903,929,701	20,028,449	1,209,265,071	2,331,751,221
Balance as at July 1, 2022	198,528,000	882,490,524	15,895,730	1,420,418,461	2,517,332,715
Total comprehensive income for the period					
(Loss) for the period	-	-	-	(24,927,637)	(24,927,637)
Other comprehensive income	-	28,274,700	-	-	28,274,700
	-	28,274,700	-	(24,927,637)	3,347,063
Transfer from surplus on revaluation of property, plant and equipment on account:					
- incremental depreciation charge thereon - net of tax	-	(26,897,861)	-	26,897,861	-
- disposals - net of tax	-	-	-	-	-
	-	(26,897,861)	-	26,897,861	-
Transactions with related parties / owners					
Unwinding of discount on long-term loan from related parties	-	-	(6,543,543)	6,543,543	-
Balance as at March 31, 2023	198,528,000	883,867,363	9,352,187	1,428,932,228	2,520,679,778

The annexed notes from 1 to 15 form an integral part of these condensed interim financial information.

CHAIRMAN / DIRECTOR

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

1. STATUS AND NATURE OF BUSINESS

- 1.1** Idrees Textile Mills Limited (the Company) was incorporated in Pakistan as an unquoted public limited company on June 5, 1990 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and is listed on Pakistan Stock Exchange Limited on April 28, 1992. The registered office of the Company is situated at 6-C, Ismail Centre, 1st floor, Central Commercial Area, Bahadurabad, Karachi in the Province of Sindh. The Regional Office is situated at 4 Conklin Lane Raritan, New Jersey, USA. The Company's manufacturing facility is located at Kot Shah Muhammad, District Nankana in the Province of Punjab. The principal activity of the Company is manufacturing, processing and sale of yarn. Company is also engaged in business of Home Textile.

2. BASIS OF PREPARATION

- 2.1** 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 comprises of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and

- Provision of and directives issued under the Companies Act, 2017.

Where the 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 do not include all the notes required for the full unconsolidated financial statements and therefore should be read in conjunction with the unconsolidated annual financial statements of the Company for the year ended June 30, 2022.

- 2.2** The comparative unconsolidated condensed interim statement of financial position presented has been extracted from unconsolidated annual financial statements for the year ended June 30, 2022; the comparative unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of other comprehensive income, unconsolidated condensed interim statement of cash flows and unconsolidated condensed interim statement of changes in equity of the Company have been extracted from the unaudited unconsolidated condensed interim financial statements for the nine months ended March 31, 2022. Unconsolidated condensed interim statement of profit or loss and other comprehensive income for the quarter ended March 31, 2023 was not subject to review by the external auditors.

- 2.3** These unconsolidated condensed interim financial statements are presented in Pakistani Rupees which is also the Company's functional currency and figures presented in these condensed interim financial statements have been rounded off to the nearest rupee.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGEMENTS

3.1 Significant accounting policies

The significant accounting policies adopted in the preparation of this unconsolidated condensed interim financial information are the same as those applied in the preparation of the unconsolidated annual audited financial statements of the Company for the year ended June 30, 2022.

3.2 Financial risk management

The financial risk management objective and policies are consistent with those disclosed in the unconsolidated annual audited financial statements of the Company for the year ended June 30, 2022.

3.3 Fair Value of financial assets and liabilities

The carrying value of financial assets and financial liabilities reported in this unconsolidated condensed interim financial information approximates their fair values.

3.4 Estimates and judgments

Estimates, judgments and methods of computation adopted in the preparation of this unconsolidated condensed interim financial information are same as those applied in the preparation of the unconsolidated annual audited financial statements of the Company for the year ended June 30, 2022.



4. PROPERTY, PLANT AND EQUIPMENT

During the period following additions and disposals were made: -

	(Unaudited) Nine months ended March 31, 2023		(Unaudited) Nine months ended March 31, 2022	
	Additions	Disposals / transfers	Additions	Disposals / transfers
	----- Rupees -----			
Operating fixed assets				
Factory Building	-		1,833,056	
Plant and machinery (owned) (Addition)	2,116,414		19,325,954	
Plant and machinery (owned) (Transfer)	-	-	-	
Office equipment	2,118,718		1,262,500	
Furniture & Fixture	-		230,831	
Vehicles (owned)	22,970,340	(2,302,500)	158,974	(1,997,500)
Vehicles (owned) (Transfer)	-	-	-	4,422,000
Plant and machinery (leased)	-	-	18,800,000	-
Vehicles (leased)	-	-	12,030,348	(4,422,000)
	<u>27,205,472</u>	<u>(2,302,500)</u>	<u>53,641,663</u>	<u>(1,997,500)</u>
CWIP				
Building	68,217,462		77,221,072	
Machinery	926,258,638		126,360,683	
	<u>994,476,100</u>		<u>203,581,755</u>	

5. STOCK-IN-TRADE

Raw material - in hand	992,669,626	787,024,122
- in transit	291,055,100	99,948,162
Work in process	85,027,601	56,022,198
Finished goods	605,961,250	248,662,542
Waste	20,173,293	15,463,680
	<u>1,994,886,870</u>	<u>1,207,120,704</u>

6. SHORT TERM BORROWINGS

From Banking Companies - secured	<u>1,919,873,965</u>	<u>883,049,126</u>
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7. CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

Letters of guarantee issued by banks on behalf of the Company	203,849,212	196,145,168
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7.2 Commitments

Letters of credits opened and outstanding for import of:

- Raw material	359,286,886	581,096,452
- Stores & Spare	11,848,000	30,067,092
- Plant and machinery	94,720,298	665,256,522
- Local bills discounted	186,864,834	292,314,555



8. SALES - NET

Yarn

- Export
- Indirect Export
- Local

Home Textile

- Local
- Export

Others

- Waste
- Raw Material
- Less: Brokerage & commission
- Total

(Un-audited)
March 31,
2023

(Un-audited)
March 31,
2022

227,600,698	373,050,050
905,204,388	239,014,670
1,374,611,850	2,815,887,758
2,507,416,936	3,427,952,478

-	-
42,514,535	-
42,514,535	-

226,198,173	183,473,017
43,316,748	38,460,180
(10,483,285)	(22,300,291)
2,808,963,107	3,627,585,384

(Unaudited) Nine Months ended		(Unaudited) Quarter Ended	
March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
(July - March)		(January - March)	
..... Rupees			

9. COST OF GOODS SOLD

Raw material consumed	2,073,476,868	2,588,696,781	839,591,812	818,364,457
Salaries, wages and benefits	161,369,119	152,668,440	61,638,847	51,363,120
Fuel and power	460,428,899	360,983,970	166,974,179	149,701,059
Stores and spares	40,370,956	42,785,165	15,342,617	14,176,522
Packing material	38,751,117	45,668,706	14,975,213	14,793,976
Depreciation	70,762,128	69,938,863	23,597,899	23,456,164
Insurance	9,000,000	9,000,000	3,000,000	3,000,000
Repairs and maintenance	3,032,189	2,015,379	646,337	1,073,961
Provision for slow moving store items	-	1,368,396	-	1,368,396.00
Other manufacturing overheads	<u>6,302,442</u>	<u>5,674,979</u>	<u>2,775,546</u>	<u>2,083,071</u>
	2,863,493,717	3,278,800,680	1,128,542,449	1,079,380,727
Work-in-process				
Opening stock	<u>56,022,198</u>	<u>41,992,838</u>	<u>71,782,530</u>	<u>51,794,711</u>
Closing stock	<u>(85,027,601)</u>	<u>(50,019,085)</u>	<u>(85,027,601)</u>	<u>(50,019,085)</u>
	<u>(29,005,403)</u>	<u>(8,026,247)</u>	<u>(13,245,071)</u>	<u>1,775,626</u>
Cost of goods manufactured	2,834,488,314	3,270,774,433	1,115,297,378	1,081,156,353
Finished goods				
Opening stock	<u>264,126,222</u>	<u>106,757,831</u>	<u>628,424,372</u>	<u>289,547,476</u>
Yarn purchased	<u>17,767,978.00</u>	<u>-</u>	<u>5,495,850</u>	<u>-</u>
Closing stock	<u>(626,134,543)</u>	<u>(271,136,620)</u>	<u>(626,134,543)</u>	<u>(271,136,620)</u>
	<u>(344,240,343)</u>	<u>(164,378,789)</u>	<u>7,785,679</u>	<u>18,410,856</u>
Cost of Home Textile	22,025,656	-	22,025,656	-
Cost of Raw Material Sold	<u>35,957,970</u>	<u>20,295,689</u>	<u>10,734,682</u>	<u>3,322,968</u>
	2,548,231,597	3,126,691,333	1,155,843,395	1,102,890,177

	(Un-audited) March 31, 2023	(Un-audited) March 31, 2022
10. OTHER OPERATING EXPENSES		
Workers' profit participation fund	-	16,425,025
Workers' welfare fund	-	7,373,669
Infrastructure cess	31,220,016	16,594,829
Exchange loss-net	-	4,836,105
Unrealized (Loss) on sort term Investment	617,860	100,346
	<u>31,837,876</u>	<u>45,329,974</u>
11. OTHER INCOME		
Income from financial assets		
Profit on deposits	10,898,806	3,713,536
Contract Settlement	-	88,702,430
Unwinding of discount on other receivables	-	6,401,253
Sale of scrap	466,335	477,833
Exchange gain	30,808,804	-
Gain on disposal of PPE	1,523,750	818,342
Others	-	478,064
	<u>43,697,695</u>	<u>100,591,458</u>
12. CASH AND CASH EQUIVALENT		
Cash and bank balances	40,449,892	22,469,355
Short-term borrowings	(351,075,421)	(289,505,732)
	<u>(310,625,529)</u>	<u>(267,036,378)</u>
13. TRANSACTIONS WITH RELATED PARTIES		

The related parties comprises of associated undertakings, directors and key management personnel. The significant transactions with related parties during the period are as follows:

Relationship with the Company	Nature of Transactions	(Unaudited) Nine months ended	
		March 31, 2023	March 31, 2022
		(July - March)	
	 Rupees	
Provident Fund of the Company	Contribution made to provident fund	1,472,267	1,300,069
Key management personnel (CEO, directors & executives)	Short-term employee benefit	17,698,927	12,482,691
Directors	Unwinding of discount on loan from directors	6,543,543	7,438,599
Directors	Loan repaid during the period	5,000,000	2,000,000
Directors and some executives are provided with free use of company maintained car.			

14. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial information was authorized for issue on April 28, 2023 by the Board of Directors of the Company.

15. GENERAL

Figures have been rounded off to the nearest rupee.



DIRECTOR



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER

آپ کی کمپنی کے ڈائریکٹر 31 مارچ 2023 کو ختم ہونے والی تیسری سہ ماہی اور نو ماہ کی مدت کے لیے غیر آڈٹ شدہ کنٹریبنڈ عبوری مالیاتی گوشوارے پیش کرتے ہوئے مسرت محسوس کرتے ہیں۔

مالیاتی اور آپریشنل کارکردگی

کمپنی کی بنیادی سرگرمی دھماگے کی تیاری، پروسیسنگ اور فروخت ہے۔ زیر جائزہ مدت کے دوران، کمپنی کی کاروباری سرگرمیوں میں کوئی مادی تبدیلی نہیں آئی ہے۔

زیر جائزہ مدت کے دوران، کمپنی کی فروخت کی مالیت 2,809 ملین روپے کے مقابلے میں گزشتہ سال کی اسی مدت میں 3,628 ملین روپے رہی۔ مجموعی منافع کی رقم 261 ملین روپے کے مقابلے میں اسی مدت کے لیے 501 ملین روپے اور اس مدت کے لیے خسارہ کی رقم 25 ملین روپے جبکہ تقابلی مدت میں منافع 270 ملین روپے تھا۔ فی حصص خسارہ 1.26 روپے کا ہوا جبکہ گزشتہ سال کی اسی مدت میں 13.61 روپے کی آمدنی رہی۔

معیشت بڑھتی ہوئی افراط زر کی زد میں ہے جس نے صارفین کی طلب کو بری طرح متاثر کیا ہے اور کاروباری اعتماد کو بھی متزلزل کیا ہے۔ پاکستانی روپے کی تاریخی کمزوری اور انتہائی بلند شرح سود موجودہ معاشی حالت کے اہم عوامل ہیں۔ قرض لینے کی لاگت میں زبردست اضافے کی وجہ سے، جنوری تا مارچ 2023 کی سہ ماہی میں آپ کی کمپنی کی مالیاتی لاگت دوگنی ہو گئی ہے جس نے مالی نتائج کو نمایاں طور پر متاثر کیا۔ مقامی اور بین الاقوامی مارکیٹ میں کم مانگ کے نتیجے میں نو ماہ کی مدت کے دوران کمپنی کے کاروبار میں بھی کمی آئی ہے۔ پاک روپے کی قدر میں کمی اور ڈسکاؤنٹ ریٹ میں تاریخی اضافے کے نتیجے میں کاروباری لاگت میں اضافہ، اور کم از کم اجرت میں اضافے نے پیداواری لاگت میں اضافہ کیا ہے اور اس کے نتیجے میں، زیر جائزہ مدت میں مجموعی منافع کے مارجن میں کمی آئی ہے۔ حکومت صنعت کو قابل اعتماد اور سستی توانائی فراہم کرنے سے قاصر ہے۔ گیس کوٹ 50 فیصد تک محدود کر دیا گیا ہے اور علاقائی طور پر مسابقتی توانائی ٹیرف کو واپس لیا جا رہا ہے۔ غیر ملکی زرمبادلہ کے ذخائر کی ناکافی سطح کی وجہ سے لیٹر آف کریڈٹ کھولنے اور دستاویزات کی ریٹائرمنٹ میں تاخیر ہوئی، جو کاروبار کرنے کے لیے پریشان کن عنصر بنی ہوئی ہے۔

مستقبل پر نظر

مل کی توسیع کا کام تکمیل کے قریب ہے۔ مشینری کی تنصیب کا کام جاری ہے اور توقع ہے کہ مالی سال 2023 کے آخر تک مکمل ہو جائے گی۔ کمپنی نے گھریلو ٹیکسٹائل ایکسپورٹ کے کاروبار میں بھی قدم رکھا ہے جو بہتر نتائج دے رہا ہے۔ آگے بڑھتے ہوئے، حکومت کو مہنگائی پر قابو پانے کے لیے فوری طور پر کام کرنا ہو گا جس نے پوری معیشت کو اپنی لپیٹ میں لے رکھا ہے۔ سیاسی غیر یقینی صورتحال، زرمبادلہ کے کم ذخائر، ہماری کپاس کی فصل کا ناکافی سائز اور معیار، برآمدی صنعت کو قابل اعتماد اور سستی توانائی کی فراہمی اور شرح سود میں کمی ایسے مسائل ہیں جن پر فوری توجہ دینے کی ضرورت ہے۔ ٹیکسٹائل سیکٹر، ایک بڑا روزگار فراہم کرنے والا اور زرمبادلہ کمانے والا ہونے کے ناطے، پالیسی فیصلوں کے لحاظ سے توجہ کا مستحق ہے۔ صنعت کے لیے بین الاقوامی مارکیٹ میں مسابقتی رہنے کے لیے علاقائی طور پر مسابقتی توانائی ٹیرف کا تسلسل ضروری ہے۔ انتظامیہ لاگت کی اصلاح، بہتر کارکردگی اور پیداواری صلاحیت میں اضافہ پر توجہ دے کر ان معاشی حالات میں کامیابی کے ساتھ آگے بڑھنے کے لئے کوشاں ہے۔

31 مارچ 2023 کو ختم ہونے والی نو ماہ کی مدت کے لیے کمپنی اور اس کی مکمل ملکیتی ذیلی کمپنی ORA Home LLC کے کنسولیڈیٹڈ کنٹریبنڈ عبوری مالیاتی بیانات، قانونی تقاضوں کے مطابق منسلک ہیں۔

اظہار تشکر

بورڈ صارفین، بینکرز، سپلائرز اور شیئرز ہولڈرز کے اعتماد اور ملازمین کی جانب سے کی جانے والی گرانقدر خدمات کو سراہتا ہے۔

کراچی: اپریل 28، 2023

ایس ایم منصور اللہ والا

منجانب بورڈ

رضوان اور یس اللہ والا

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED MARCH 31, 2023 (UN-AUDITED)

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT MARCH 31, 2023



		March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
	Note	(Rupees)	(Rupees)
ASSETS			
Non-current assets			
Property, plant and equipment	4	3,247,096,825	2,334,249,192
Long-term deposits		17,895,681	3,129,361
Long term investment		-	-
		<u>3,264,992,506</u>	<u>2,337,378,553</u>
Current assets			
Stores, spares and loose tools		86,530,649	57,521,846
Stock-in-trade	5	1,994,886,870	1,207,120,704
Trade debts		705,523,051	768,563,631
Loans and advances		93,588,757	171,739,107
Prepayments		3,423,324	1,905,463
Other receivables		207,762,482	184,464,687
Other financial assets		173,827,523	134,473,034
Cash and bank balances		55,459,614	18,215,039
		<u>3,321,002,270</u>	<u>2,544,003,511</u>
Total assets		<u>6,585,994,776</u>	<u>4,881,382,064</u>
EQUITY AND LIABILITIES			
EQUITY			
Share capital and reserves			
Authorized			
22,000,000 ordinary shares of Rs.10/- each		220,000,000	220,000,000
Issued, subscribed and paid-up capital		<u>198,528,000</u>	<u>198,528,000</u>
Capital reserves			
Surplus on revaluation of property, plant and equipment - net of tax		883,867,363	882,490,524
Equity portion of loan from related parties		9,352,187	15,895,730
Revenue reserves			
Exchange translation reserves		(8,056,707)	(2,366,429)
Revenue reserves		<u>1,418,397,358</u>	<u>1,406,774,561</u>
Total equity		<u>2,502,088,201</u>	<u>2,501,322,386</u>
LIABILITIES			
Non-current liabilities			
Long-term finance		672,878,293	214,521,468
Lease liability		300,000	1,962,284
Deferred government grant		113,484,523	44,261,234
Deferred tax liability		188,375,649	229,182,802
Retirement benefit obligation		73,494,965	60,143,460
		<u>1,048,533,430</u>	<u>550,071,248</u>
Current liabilities			
Trade and other payables		689,060,018	617,700,712
Accrued mark-up		83,486,954	26,323,596
Short-term borrowings	6	1,931,225,641	901,048,156
Current portion of long-term finance		224,101,191	143,862,034
Current portion of lease liability		2,189,413	7,767,062
Current portion of deferred government grant		31,028,739	5,297,394
Unclaimed dividend		2,752,598	2,899,903
Provision for taxation		71,528,591	125,089,573
		<u>3,035,373,145</u>	<u>1,829,988,430</u>
Total liabilities		<u>4,083,906,575</u>	<u>2,380,059,678</u>
Total equity and liabilities		<u>6,585,994,776</u>	<u>4,881,382,064</u>

CONTINGENCIES AND COMMITMENTS

7

The annexed notes from 1 to 15 form an integral part of these condensed interim financial information.

CHAIRMAN / DIRECTOR

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2023



	Note	Nine Months Ended		Quarter Ended	
		March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
		(Rupees)			
Sales - net	8	2,847,289,806	3,627,585,384	1,320,625,861	1,306,563,275
Cost of sales	9	(2,581,104,744)	(3,126,691,333)	(1,188,147,478)	(1,102,890,177)
Gross profit		266,185,062	500,894,051	132,478,383	203,673,098
Distribution cost		(23,001,070)	(28,674,447)	(8,673,648)	(11,060,631)
Administrative expenses		(82,356,142)	(71,244,030)	(29,095,351)	(23,931,464)
		(105,357,212)	(99,918,477)	(37,768,999)	(34,992,095)
		160,827,850	400,975,574	94,709,384	168,681,003
Finance cost		(201,717,998)	(121,837,819)	(90,316,151)	(43,765,768)
Other operating expenses	10	(31,837,876)	(45,329,974)	(6,449,069)	(17,901,382)
		(72,728,024)	233,807,781	(2,055,836)	107,013,853
Other income	11	43,705,021	100,591,458	9,911,644	28,281,024
(Loss) / Profit before taxation		(29,023,003)	334,399,239	7,855,808	135,294,877
Taxation		7,204,395	(64,271,890)	(15,094,463)	(25,127,691)
(Loss) / Profit for the period		(21,818,608)	270,127,349	(7,238,655)	110,167,186
OTHER COMPREHENSIVE INCOME					
Items that may be transferred subsequently to profit or loss					
Foreign operations - foreign currency translation difference		(5,690,278)	-	(4,000,618)	
Items that will not be transferred subsequently to profit or loss					
Adjustment of surplus on revaluation of property, plant and equipment due to change in tax rate		28,274,700	-	-	-
Total comprehensive income / (loss) for the period		765,814	270,127,349	(11,239,273)	110,167,186
Earnings per share - basic and diluted (Rupees)		(1.10)	13.61	(0.36)	5.55

The annexed notes from 1 to 15 form an integral part of these condensed interim financial information.

CHAIRMAN / DIRECTOR

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER



CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2023



	Nine Months Ended	
	March 31, 2023	March 31, 2022
	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss) / Profit before taxation	(29,023,003)	334,399,239
Adjustments for:		
Depreciation	80,261,083	78,784,948
Provision for retirement benefit obligation	18,155,205	14,843,376
Provision for slow moving stores, spares and loose tools	-	1,368,396
Gain on sale of property, plant and equipment	(1,523,750)	(818,342)
Finance cost	195,174,455	114,399,220
Unwinding of discount on other receivables	-	-
Unrealized loss on other financial Assets	617,860	-
Finance cost on unwinding of discount on long-term finance from related parties	6,543,543	7,438,599
Operating cash flows before working capital changes	270,205,393	550,415,436
(Increase) / decrease in current assets		
Stores, spares and loose tools	(29,008,803)	(2,374,811)
Stock-in-trade	(787,766,166)	(339,410,342)
Trade debts	61,057,647	97,111,419
Loans and advances	78,150,350	32,709,583
Deposits and short-term prepayments	(1,517,861)	236,497
Other receivables	(23,297,795)	(41,409,386)
	(702,382,628)	(253,137,040)
Increase / (decrease) in current liabilities		
Trade and other payable	61,748,455	157,224,519
	(640,634,173)	(95,912,521)
Cash generated from operations	(370,428,780)	454,502,915
Finance cost paid	(138,011,097)	(116,428,580)
Retirement benefit obligation paid	(4,803,700)	(14,652,260)
Long-term deposits	(14,766,320)	-
Income tax paid	(59,779,595)	(75,795,723)
Net cash used in operating activities	(587,789,492)	247,626,352
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(995,411,216)	(228,375,196)
Proceed from disposal of property, plant and equipment	2,675,000	1,200,000
Short Term Investment	-	(7,033,564)
Other financial asset - net	(39,354,489)	(16,000,000)
Net cash used in investing activities	(1,032,090,705)	(250,208,760)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long-term finance paid	(87,310,061)	(77,897,083)
Long-term finance paid to related party	(5,000,000)	(2,000,000)
Long-term finance received from related party	1,450,000	-
Short-term borrowings - net	879,148,678	145,478,193
Proceeds from long-term finance	719,291,081	104,227,167
Lease rental paid - net	(7,239,933)	5,457,566
Dividend paid	(147,305)	(19,275,485)
Net cash generated from / (used in) financing activities	1,500,192,460	155,990,358
Net decrease in cash and cash equivalents	(119,687,737)	153,407,950
Cash and cash equivalents at the beginning of the period	(181,137,093)	(420,444,328)
Effects of exchange rate changes in cash and cash equivalents	5,209,023	-
Cash and cash equivalents at the end of the period	12 (295,615,807)	(267,036,378)

The annexed notes from 1 to 15 form an integral part of these condensed interim financial information.

CHAIRMAN / DIRECTOR

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER



CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2023



Capital reserves

Revenue reserves

Issued, subscribed and paid up capital	surplus on revaluation of property, plant and equipment - net of tax	Equity portion of loan from related Parties	Un-appropriated profit	Exchange translation reserve	Total
----------------------------------------	----------------------------------------------------------------------	---------------------------------------------	------------------------	------------------------------	-------

(Rupees)

Balance as at July 1, 2021	198,528,000	910,719,758	25,813,862	951,551,923	-	2,086,613,543
Total comprehensive income for the period						
Profit for the period	-	-	-	270,127,349	-	270,127,349
Other comprehensive income	-	-	-	-	-	-
	-	-	-	270,127,349	-	270,127,349
Transfer from surplus on revaluation of property, plant and equipment on account:						
- incremental depreciation charge thereon - net of tax	-	(6,790,057)	-	-	-	(6,790,057)
- disposals - net of tax	-	-	-	-	-	-
	-	(6,790,057)	-	-	-	(6,790,057)
Transactions with shareholders						
Final dividend at Re.1 per share for the year ended Jun 30, 21	-	-	-	(19,852,800)	-	(19,852,800)
Transactions with related parties / owners						
Fair value effect of interest free loan provided by related parties	-	-	1,653,186	-	-	1,653,186
Unwinding of discount on long-term loan from related parties	-	-	(7,438,599)	7,438,599	-	-
Balance as at March 31, 2022	198,528,000	903,929,701	20,028,449	1,209,265,071	-	2,331,751,221
Balance as at July 1, 2022	198,528,000	882,490,524	15,895,730	1,406,774,561	(2,366,429)	2,501,322,386
Total comprehensive income for the period						
(Loss) for the period	-	-	-	(21,818,608)	-	(21,818,608)
Other comprehensive income	-	28,274,700	-	-	(5,690,278)	22,584,422
	-	28,274,700	-	(21,818,608)	(5,690,278)	765,814
Transfer from surplus on revaluation of property, plant and equipment on account:						
- incremental depreciation charge thereon - net of tax	-	(26,897,861)	-	26,897,861	-	-
- disposals - net of tax	-	-	-	-	-	-
	-	(26,897,861)	-	26,897,861	-	-
Transactions with related parties / owners						
Unwinding of discount on long-term loan from related parties	-	-	(6,543,543)	6,543,543	-	-
Balance as at March 31, 2023	198,528,000	883,867,363	9,352,187	1,418,397,358	(8,056,707)	2,502,088,201

The annexed notes from 1 to 15 form an integral part of these condensed interim financial information.

CHAIRMAN / DIRECTOR

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

1. STATUS AND NATURE OF GROUP BUSINESS

The Group consists of Idrees Textile Mills Limited (the Holding Company) and its 100% owned subsidiary ORA Home LLC (ORA) (the Subsidiary). Together referred to as "the Group" and individually as "Group entities".

- 1.1** The Holding Company was incorporated in Pakistan as an unquoted public limited company on June 05, 1990 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and is listed on Pakistan Stock Exchange Limited on April 28, 1992. The registered office of the Holding Company is situated at 6-C, Ismail Centre, 1st floor, Central Commercial Area, Bahadurabad, Karachi in the Province of Sindh. The Holding Company's manufacturing facility is located at Kot Shah Muhammad, District Nankana in the Province of Punjab. The principal activity of the Holding Company is manufacturing, processing and sale of yarn. Company is also engaged in business of Home Textile.

The subsidiary ORA Home LLC (ORA), a limited liability company incorporated in New Jersey, USA on January 5, 2022. Its Office is situated at 4 Conklin Lane Raritan, New Jersey, USA. The principal activity of the Subsidiary Company is trading of Home Textile.

2. BASIS OF PREPARATION

- 2.1** 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 comprises of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provision of and directives issued under the Companies Act, 2017.

Where the 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 do not include all the notes required for the full financial statements and therefore should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2022.

- 2.2** The comparative consolidated condensed interim statement of financial position presented has been extracted from consolidated annual financial statements for the year ended June 30, 2022; the comparative consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of other comprehensive income, consolidated condensed interim statement of cash flows and consolidated condensed interim statement of changes in equity of the Company have been extracted from the unaudited consolidated condensed interim financial statements for the nine months ended March 31, 2022. Consolidated condensed interim statement of profit or loss and other comprehensive income for the quarter ended March 31, 2023 was not subject to review by the external auditors.

BASIS OF CONSOLIDATION

- 2.3** Subsidiaries are entities controlled by the Group. The Group controls an entity when it 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 over the entity generally accompanying a share of more than fifty percent of the voting rights. Subsidiaries are fully consolidated from the date on which control is transferred to the Group and up to the date when the control ceases. These consolidated financial statements include Idrees Textile Mills Limited (the Holding Company) and its subsidiary entity ORA Home LLC, i.e., the entity in which the Holding Company directly owns 100%. Accordingly, there is no non-controlling interest.

The condensed financial statements of the Subsidiary have been consolidated on a line-by-line basis. Inter-company balances and transactions, and any unrealised income and expenses (except for foreign currency transaction gains or losses) arising from inter-company transactions, are eliminated.

- 2.4** These consolidated condensed interim financial statements are presented in Pakistani Rupees which is also the Company's functional currency and figures presented in these consolidated condensed interim financial statements have been rounded off to the nearest rupee.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGEMENTS

3.1 Significant accounting policies

The significant accounting policies adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the consolidated annual audited financial statements of the Group for the year ended June 30, 2022.

3.2 Financial risk management

The financial risk management objective and policies are consistent with those disclosed in the consolidated annual audited financial statements of the Company for the year ended June 30, 2022.

3.3 Fair Value of financial assets and liabilities

The carrying value of financial assets and financial liabilities reported in this consolidated condensed interim financial information approximates their fair values.

3.4 Estimates and judgments

Estimates, judgments and methods of computation adopted in the preparation of this consolidated condensed interim financial information are same as those applied in the preparation of the consolidated annual audited financial statements of the Group for the year ended June 30, 2022.

4. PROPERTY, PLANT AND EQUIPMENT

During the period following additions and disposals were made: -

	(Unaudited) Nine months ended March 31, 2023		(Unaudited) Nine months ended March 31, 2022	
	Additions	Disposals / transfers	Additions	Disposals / transfers
	----- Rupees -----			
Operating fixed assets				
Factory Building	-		1,833,056	
Plant and machinery (owned) (Addition)	2,116,414		19,325,954	
Plant and machinery (owned) (Transfer)	-	-	-	
Office equipment	2,118,718		1,262,500	
Furniture & Fixture	-		230,831	
Vehicles (owned)	22,970,340	(2,302,500)	158,974	(1,997,500)
Vehicles (owned) (Transfer)	-	-	-	4,422,000
Plant and machinery (leased)	-	-	18,800,000	-
Vehicles (leased)	-	-	12,030,348	(4,422,000)
	<u>27,205,472</u>	<u>(2,302,500)</u>	<u>53,641,663</u>	<u>(1,997,500)</u>
CWIP				
Building	68,217,462		77,221,072	
Machinery	926,258,638		126,360,683	
	<u>994,476,100</u>		<u>203,581,755</u>	

5. STOCK-IN-TRADE

	(Unaudited) March 31, 2023 Rupees	(Audited) June 30, 2022 Rupees
Raw material - in hand	992,669,626	787,024,122
- in transit	291,055,100	99,948,162
Work in process	85,027,601	56,022,198
Finished goods	605,961,250	248,662,542
Waste	20,173,293	15,463,680
	<u>1,994,886,870</u>	<u>1,207,120,704</u>

6. SHORT TERM BORROWINGS

	(Un-audited) March 31 2023 Rupees	(Audited) June 30, 2022 Rupees
From Banking Companies - secured	1,919,873,965	883,049,126
From Related Parties	11,351,676	-

7. CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

Letters of guarantee issued by banks on behalf of the Holding Company	203,849,212	196,145,168
-----------------------------------------------------------------------	-------------	-------------

7.2 Commitments

Letters of credits opened and outstanding for import of:

- Raw material	359,286,886	581,096,452
- Stores & Spare	11,848,000	30,067,092
- Plant and machinery	94,720,298	665,256,522
- Local bills discounted	186,864,834	292,314,555



8. SALES - NET

Yarn

-Export
-Indirect Export
-Local

Home Textile

-Local
- Export

Others

-Waste
-Raw Material
Less:
Brokerage & commission
Discounts
Total

(Un-audited)
March 31,
2023

(Un-audited)
March 31,
2022

227,600,698	373,050,050
905,204,388	239,014,670
1,374,611,850	2,815,887,758
2,507,416,936	3,427,952,478
40,157,955	-
42,514,535	-
82,672,490	-
226,198,173	183,473,017
43,316,748	38,460,180
(10,483,285)	(22,300,291)
(1,831,256)	-
2,847,289,806	3,627,585,384

(Unaudited) Nine Months ended		(Unaudited) Quarter Ended	
March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
(July - March)		(January - March)	

..... Rupees

9. COST OF GOODS SOLD

Raw material consumed	2,073,476,868	2,588,696,781	839,591,812	818,364,457
Salaries, wages and benefits	161,369,119	152,668,440	61,638,847	51,363,120
Fuel and power	460,428,899	360,983,970	166,974,179	149,701,059
Stores and spares	40,370,956	42,785,165	15,342,617	14,176,522
Packing material	38,751,117	45,668,706	14,975,213	14,793,976
Depreciation	70,762,128	69,938,863	23,597,899	23,456,164
Insurance	9,000,000	9,000,000	3,000,000	3,000,000
Repairs and maintenance	3,032,189	2,015,379	646,337	1,073,961
Provision for slow moving store items	-	1,368,396	-	1,368,396.00
Other manufacturing overheads	6,302,442	5,674,979	2,775,546	2,083,071
	2,863,493,717	3,278,800,680	1,128,542,449	1,079,380,727
Work-in-process				
Opening stock	56,022,198	41,992,838	71,782,530	51,794,711
Closing stock	(85,027,601)	(50,019,085)	(85,027,601)	(50,019,085)
	(29,005,403)	(8,026,247)	(13,245,071)	1,775,626
Cost of goods manufactured	2,834,488,314	3,270,774,433	1,115,297,378	1,081,156,353
Finished goods				
Opening stock	264,126,222	106,757,831	628,424,372	289,547,476
Yarn purchased	17,767,978.00	-	5,495,850	-
Closing stock	(626,134,543)	(271,136,620)	(626,134,543)	(271,136,620)
	(344,240,343)	(164,378,789)	7,785,679	18,410,856
Cost of Home Textile	54,898,803	-	54,898,803	-
Cost of Raw Material Sold	35,957,970	20,295,689	10,734,682	3,322,968
	2,581,104,744	3,126,691,333	1,188,716,542	1,102,890,177

	(Un-audited) March 31, 2023	(Un-audited) March 31, 2022
10. OTHER OPERATING EXPENSES		
Workers' profit participation fund	-	16,425,025
Workers' welfare fund	-	7,373,669
Infrastructure cess	31,220,016	16,594,829
Exchange loss-net	-	4,836,105
Unrealized (Loss) on sort term Investment	617,860	100,346
	<u>31,837,876</u>	<u>45,329,974</u>
11. OTHER INCOME		
Income from financial assets		
Profit on deposits	10,898,806	3,713,536
Contract Settlement	-	88,702,430
Unwinding of discount on other receivables	-	6,401,253
Sale of scrap	466,335	477,833
Exchange gain	30,808,804	-
Gain on disposal of PPE	1,523,750	818,342
Others	7,326	478,064
	<u>43,705,021</u>	<u>100,591,458</u>
12. CASH AND CASH EQUIVALENT		
Cash and bank balances	55,459,614	22,469,355
Short-term borrowings	(351,075,421)	(289,505,732)
	<u>(295,615,807)</u>	<u>(267,036,378)</u>
13. TRANSACTIONS WITH RELATED PARTIES		

The related parties comprises of associated undertakings, directors and key management personnel. The significant transactions with related parties during the period are as follows:

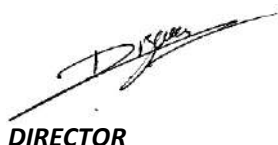
		(Unaudited) Nine months ended	
		March 31, 2023	March 31, 2022
		(July - March)	
Relationship with the Company	Nature of Transactions Rupees	
Provident Fund of the Company	Contribution made to provident fund	1,472,267	1,300,069
Key management personnel (CEO, directors & executives)	Short-term employee benefit	17,698,927	12,482,691
Directors	Unwinding of discount on loan from directors	6,543,543	7,438,599
Directors	Loan repaid during the period	5,000,000	2,000,000
Directors and some executives are provided with free use of company maintained car.			

14. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial information was authorized for issue on April 28, 2023 by the Board of Directors of the Company.

15. GENERAL

Figures have been rounded off to the nearest rupee.



DIRECTOR



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER

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