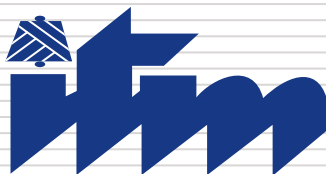


IDREES

TEXTILE MILLS LIMITED

CONDENSED INTERIM
FINANCIAL INFORMATION
FOR THE FIRST QUARTER
ENDED SEPTEMBER 30, 2022
(UN-AUDITED)



COMPANY INFORMATION

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

The Directors of your Company are pleased to present their report along with the un-audited condensed interim financial statements for the three months' period ended on September 30, 2022.

FINANCIAL AND OPERATIONAL OVERVIEW

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

During the period under review, the Company's turnover amounted to Rs. 839 million as compared to Rs.1082 million in the same period of last year. Gross profit amounted to Rs. 100 million compared to Rs.159 million for the corresponding period and profit after tax amounted to Rs.13 million against Rs.73 million in the comparable period of last year. Earnings per share worked out to Re.0.68 compared to Rs.3.70 in the same period of last year. The Company's revenue has decreased by 22.4 percent due to decline in local and export market's demand. Consequently, profit for the period has also decreased by 59.9 million during the period under review.

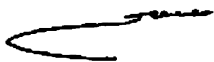
During the three months' period under review, finance cost remained high as compared to corresponding period due to increase in discount rate by the State Bank of Pakistan (SBP). This needs immediate attention of the Government and SBP because increased borrowing cost is considerably affecting profitability of the textile sector. Unannounced and sudden variation in energy tariff directly hurts the cost of production and it indeed had an unfavourable impact on your Company's profitability in first quarter. It is imperative to announce and maintain energy tariff for longer term to enable the businesses to correctly workout the cost of production and resultant pricing of their goods. Weakness of Pak Rupee, expensive raw material and fall out of devastating floods in the country have deeply affected the industry.

FUTURE OUTLOOK

Work on expansion in production capacity of the mill is in progress with an estimated outlay of around Rs 1.2 billion. The management is committed to optimum resource utilization and cost control. The Government has an uphill task to control pervasive inflation, which has exacerbated in the aftermath of the floods. High inflation has caused a sharp decline in buying power of consumers. Implementing, and reaping the benefits of, the Textile and Apparel Policy 2020-25 is also a daunting task. In view of high cost of energy, the Company has commenced the work on installation of 1 megawatt solar power system.

ACKNOWLEDGEMENT

The Board appreciates all the stakeholders including bankers, customers, suppliers and shareholders for their co-operation and support and greatly values the services rendered by the employees.



Muhammad Idrees Allawala
Chairman



S.M. Mansoor Allawala
Chief Executive

آپ کی کمپنی کے ڈائریکٹر 30 ستمبر 2022 کو ختم ہونے والی تین ماہ کی مدت کے لیے غیر آڈٹ شدہ کنڈینڈ عبوری مالیاتی بیانات کے ساتھ اپنی رپورٹ پیش کرتے ہوئے مسرت محسوس کرتے ہیں

مالیاتی اور آپریشنل جائزہ

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

زیر جائزہ مدت کے دوران، کمپنی کا ٹران اوور 839 ملین روپے کا تھا، پچھلے سال کی اسی مدت میں 1082 ملین روپے کا تھا۔ مجموعی منافع کی رقم اسی مدت کے لیے 159 ملین روپے کے مقابلے میں 100 ملین روپے اور ٹیکس کے بعد منافع گزشتہ سال کی اسی مدت میں 73 ملین روپے کے مقابلے میں 13 ملین روپے رہا۔ فی حصص آمدنی گزشتہ سال کی اسی مدت میں 3.70 روپے کے مقابلے میں 68 روپے تک ہے۔ معتمی اور برآمدی منڈی کی طلب میں کمی کی وجہ سے کمپنی کی آمدنی میں 22.40 فیصد کمی واقع ہوئی ہے۔ نتیجتاً، زیر جائزہ مدت کے دوران اس مدت کے منافع میں بھی 59.9 ملین کی کمی واقع ہوئی ہے۔

زیر جائزہ تین ماہ کی مدت کے دوران، اسٹیٹ بینک آف پاکستان (SBP) کی جانب سے سود کی شرح میں اضافے کی وجہ سے مالیاتی لاگت اسی مدت کے مقابلے میں زیادہ رہی۔ اس پر حکومت اور اسٹیٹ بینک کی فوری توجہ کی ضرورت ہے کیونکہ متعرض لینے کی لاگت میں اضافہ ٹیکسٹائل سیکٹر کے منافع کو کافی حد تک متاثر کر رہا ہے۔ انرجی ٹیرف میں غیر اعلانیہ اور اچانک تبدیلی سے پیداواری لاگت کو براہ راست نقصان پہنچتا ہے اور اس کا پہلی سہ ماہی میں آپ کی کمپنی کے منافع پر منفی اثر پڑا۔ یہ ضروری ہے کہ طویل مدت کے لیے توانائی کے ٹیرف کا اعلان اور اسے برقرار رکھا جائے تاکہ کاروباروں کو پیداواری لاگت اور ان کی اشیاء کی قیمتوں کا درست طریقے سے تعین کرنے کے قابل بنایا جاسکے۔ پاک روپے کی کمزوری، مہنگا خام مال اور ملک میں آنے والے تباہ کن سیلاب نے صنعت کو شدید متاثر کیا ہے۔

مستقبل پر نظر

تقریباً 1.2 بلین روپے کے تخمینہ کے ساتھ مل کی پیداواری صلاحیت میں توسیع پر کام جاری ہے۔ انقطاعیہ وسائل کے زیادہ سے زیادہ استعمال اور لاگت پر فتا پانے کے لیے پر عزم ہے۔ حکومت کے پاس وسیع مہنگائی پر فتا پانا ایک مشکل کام ہے، جو سیلاب کے بعد مزید بڑھ گئی ہے۔ زیادہ مہنگائی نے صارفین کی قوت خرید میں زبردستی کمی کی ہے۔ ٹیکسٹائل اور ملبوسات کی پالیسی 2020-25 کو نافذ کرنا اور اس کے فوائد حاصل کرنا بھی ایک مشکل کام ہے۔ توانائی کی زیادہ قیمت کے پیش نظر، کمپنی نے 1 میگا واٹ سولر پارک سسٹم کی تنصیب پر کام شروع کر دیا ہے۔

اظہار تشکر

بورڈ تمام اسٹیک ہولڈرز بشمول مینجرز، سپلائرز اور شیئرز ہولڈرز کو ان کے تعاون اور حمایت کے لیے سراہتا ہے اور ملازمین کی جانب سے فراہم کی جانے والی خدمات کی قدر کرتا ہے۔

کمپنی کے بورڈ آف ڈائریکٹرز کی جانب سے

اکتوبر 28، 2022

کراچی

ایس ایم منصور اللہ والا

محمد اور بس اللہ والا

IDREES TEXTILE MILLS LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2022

		(Unaudited) September 30, 2022	(Audited) June 30, 2022
		----- Rupees -----	
NON - CURRENT ASSETS			
Property, plant and Equipment	4	2,984,128,179	2,334,249,192
Long-term deposits		2,895,681	3,129,361
		2,987,023,860	2,337,378,553
CURRENT ASSETS			
Stores, spares and loose tools		58,487,230	57,521,846
Stock-in-trade	5	1,300,001,127	1,207,120,704
Trade debts		579,764,670	768,563,631
Loans and advances		185,438,400	171,739,107
Deposits and short term prepayments		7,350,661	1,905,463
Other receivables		249,117,067	184,464,687
Other Financial Assets	6	144,473,034	134,473,034
Cash and bank balances		9,839,899	5,875,276
		2,534,472,088	2,531,663,747
		5,521,495,948	4,869,042,300
SHARE CAPITAL AND RESERVES			
Share capital		198,528,000	198,528,000
Capital reserve			
Equity portion of loan from related parties		13,425,776	15,895,730
Surplus on revaluation of Property, Plant & Equipments		882,490,524	882,490,524
Unappropriated profit		1,436,319,688	1,420,418,461
		2,530,763,988	2,517,332,715
NON-CURRENT LIABILITIES			
Long-term finance		700,895,103	214,521,468
Liabilities against assets subject to finance lease		1,281,140	1,962,284
Deferred Government Grant		42,991,789	44,261,234
Deferred liabilities		295,970,184	289,326,262
		1,041,138,216	550,071,248
CURRENT LIABILITIES			
Trade and other payables		568,715,199	607,349,650
Interest / mark-up accrued		44,032,361	26,323,596
Short term borrowings		1,042,783,262	883,049,126
Current portion of			
long term loan		147,251,224	143,862,034
liabilities against assets subject to finance lease		5,345,889	7,767,062
deferred government grant		4,575,802	5,297,394
Unclaimed Dividend		2,754,163	2,899,903
Provision for taxation		134,135,843	125,089,573
		1,949,593,744	1,801,638,338
CONTINGENCIES AND COMMITMENTS	7	5,521,495,948	4,869,042,300

The annexed notes form an integral part of these financial statements.


Chief Executive

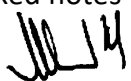

Chief Financial Officer

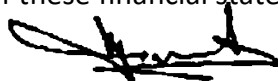

Director

IDREES TEXTILE MILLS LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022

		Three Months Ended	
		September 30, 2022	September 30, 2021
	 Rupees	
Revenue from contract with customer - net		838,962,935	1,082,238,545
Cost of goods sold	8	(739,042,949)	(923,161,856)
Gross profit		99,919,986	159,076,689
Distribution cost		10,384,631	8,917,442
Administrative expenses		25,518,138	21,730,475
Other operating expenses	9	12,509,711	9,744,892
Finance cost		51,243,770	33,587,617
Other income	10	(22,213,806)	(1,673,951)
		77,442,443	72,306,476
Profit before taxation		22,477,542	86,770,213
Taxation		(9,046,269)	(13,401,170)
Profit for the period		13,431,273	73,369,043
Earnings per share - basic and diluted		0.68	3.70

The annexed notes form an integral part of these financial statements.


Chief Executive


Chief Financial Officer


Director

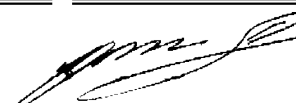
IDREES TEXTILE MILLS LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOW (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022

	Three Months Ended	
	September 30, 2022	September 30, 2021
 Rupees	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	22,477,542	86,770,213
Adjustments for :		
Depreciation on property, plant and equipment	26,702,721	25,933,579
Provision for staff retirement gratuity	6,051,735	4,947,792
	-	-
Finance cost	51,243,770	33,587,617
Operating cashflow before movement of working capital	106,475,768	151,239,202
Changes in working capital		
(Increase) / decrease in current assets		
Stores, spares and loose tools	(965,384)	20,895
Stock-in-trade	(92,880,423)	(236,363,500)
Trade debts	188,798,961	35,466,218
Loans and advances	7,341,638	(3,300,538)
Deposits and short term prepayments	(5,445,198)	(5,614,235)
Other receivables	(64,652,381)	(11,962,647)
Increase / (decrease) in current liabilities		
Trade and other payable	(36,683,751)	69,305,912
Cash generated from operations	101,989,230	(1,208,694)
Finance cost paid	(33,535,005)	(35,043,610)
Gratuity paid	(1,358,500)	(1,543,900)
Income tax paid	(21,040,930)	(15,921,534)
Net cash used in operating activities	46,054,795	(53,717,738)
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(676,581,720)	(31,951,579)
	-	-
	-	-
Other Financial assets	(10,000,000)	(5,000,000)
Long term deposits (increased) / decreased	233,680	-
Net cash used in investing activities	(686,348,040)	(36,951,579)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Obtained /(Paid) of long term finance	487,771,788	(1,731,863)
Finance against Imported Merchandise -FIM obtained /(paid)	(42,052,988)	13,682,427
Finance lease obtained / (Paid) - net	(3,102,317)	(720,187)
Dividend paid	(145,740)	-
Net cash from financing activities	442,470,743	11,230,377
Net decrease in cash and cash equivalents (A+B+C)	(197,822,502)	(79,438,941)
Cash and cash equivalents at beginning of the period	(288,205,311)	(642,250,787)
Cash and cash equivalents at end of the period	(486,027,812)	(721,689,728)
Cash and cash equivalents		
Cash and bank balances	9,839,899	18,059,652
Running finance	(273,265,479)	(372,077,778)
Cash finance	(222,602,232)	(367,671,602)
	(486,027,812)	(721,689,728)

The annexed notes form an integral part of these financial statements.


Chief Executive

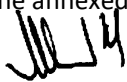

Chief Financial Officer


Director

IDREES TEXTILE MILLS LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022

	<i>Issued, subscribed and paid up capital</i>	<i>Surplus on revaluation of property, plant and equipment net of tax</i>	<i>Equity portion of loan from related parties</i>	<i>Unappropriated profit</i>	<i>Total</i>
			<i>Rupees</i>		
Balance at June 30, 2021	198,528,000	910,719,758	25,813,862	951,551,923	2,086,613,543
				-	-
Comprehensive Income					
Profit for the period ended September 30, 2021	-	-	-	73,369,043	73,369,043
Other comprehensive income - net of tax	-	-	-	-	-
	-	-	-	73,369,043	73,369,043
Balance at September 30, 2021	198,528,000	910,719,758	25,813,862	1,024,920,966	2,159,982,586
Transfer to / from surplus on revaluation of property, plant and equipment on account of					
- incremental depreciation charged thereon - net of tax		(47,491,829)		47,491,829	-
Transaction with shareholders					
Final dividend at Re. 1 per share for the year ended June 30, 2021			-	(19,852,800)	(19,852,800)
Transaction with related parties					
Fair value effect of interest free loan			(9,918,132)	9,918,132	-
Comprehensive Income					
Profit for the period ended June 30, 2022	-	-	-	358,637,812	358,637,812
Other comprehensive income - net of tax	-	19,262,595	-	(697,478)	18,565,117
	-	19,262,595	-	357,940,334	377,202,929
Balance at June 30, 2022	198,528,000	882,490,524	15,895,730	1,420,418,461	2,517,332,715
Transaction with shareholders					
Unamortized portion of interest free loan					-
Amortized portion of interest free loan due to change in terms of loan			(2,469,954)	2,469,954	-
Comprehensive Income					
Profit for the period ended September 30, 2022	-	-	-	13,431,273	13,431,273
Other comprehensive income - net of tax	-	-	-	-	-
	-	-	-	13,431,273	13,431,273
Balance as at September 30, 2022	198,528,000	882,490,524	13,425,776	1,436,319,688	2,530,763,988

The annexed notes form an integral part of these financial statements.


Chief Executive


Chief Financial Officer


Director

IDREES TEXTILE MILLS LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022

- 1** The Company was incorporated in Pakistan on June 05, 1990 as an unquoted public limited company and is listed on Karachi and Lahore Stock Exchanges. The registered office of the company is situated at 6-C, Ismail Center, Central Commercial Area Bahadurabad, Karachi whereas the manufacturing facility of the company is located at Kot Shah Mohammad, Tehsil Nankana, district Nankana, Punjab. The principal activity of the Company is manufacture and sale of yarn.

ORA Home LLC, a wholly owned subsidiary of the Company, is located in New Jersey, USA.

- 2** These financial statements are unaudited and are being submitted to the shareholders as required under the Companies Act, 2017 and have been prepared in accordance with the requirements of the International Financial Reporting Standards as applicable in Pakistan.

These are separate financial statements of the Company in which investment in subsidiary is stated at cost less impairment losses, if any.

- 3** The accounting convention, policies and methods of computation followed in the preparation of these interim financial statements are the same as those of the published annual financial statements for the year ended June 30, 2022.

		(Unaudited) September 30, 2022	(Audited) June 30, 2022
4 NON-CURRENT ASSETS			
<i>Property, plant and Equipment</i>			
Operating Assets	4.1	1,952,219,117	1,977,927,782
Capital Work in progress	4.2	1,031,909,062	356,321,410
		<u>2,984,128,179</u>	<u>2,334,249,192</u>
4.1 Operating Assets			
Net Book value at the beginning of the period/ year		1,977,927,782	2,040,329,850
Addition during the period/ year			
Owned Assets			
Plant & Machinery		-	24,256,491
Office Equipment		908,718	1,418,292
Furniture & Fixture			298,091
Vehicles		85,338	17,473,694
		994,056	43,446,568
Net book value of assets disposed during the period/ year		-	(554,345)
Depreciation for the period/ year		(26,702,721)	(105,294,291)
		<u>1,952,219,117</u>	<u>1,977,927,782</u>
4.2 Capital Work in progress			
Opening Balance		356,321,410	5,717,100
Addition during the period/ year			
Building		15,970,705	125,529,930
Machinery		657,136,947	213,451,480
Vehicles		2,480,000	17,340,000
Less: Capitalized		-	(5,717,100)
Closing Balance		<u>1,031,909,062</u>	<u>356,321,410</u>
5. STOCK IN TRADE			
Raw Material - in hand		693,968,761	787,024,122
- in transit		2,161,111	99,948,162
Work in process		65,342,006	56,022,198
Finished Goods		529,708,365	248,662,542
Waste		8,820,884	15,463,680
		<u>1,300,001,127</u>	<u>1,207,120,704</u>
6. OTHER FINANCIAL ASSETS			

These represent term deposit receipts with various banks for a period ranging from six months to one year carrying mark-up at the rates ranging from 5.90% to 13.75% (June 2022: 5.90% to 13.75%) per annum. The banks have lien on these term deposit receipts on account of guarantees provided by such banks.

	(Unaudited) September 30, 2022	(Audited) June 30, 2022
7. CONTINGENCIES AND COMMITMENTS		
7.1 Contingencies		
There is no material change in Contingent liabilities as disclosed in annual financial statements of June 30, 2022		
7.2 Commitments		
Letters of credit for import of spare parts, machinery & raw material	566,391,501	1,276,420,066
	September 30, 2022	September 30, 2021
8. COST OF GOODS SOLD		
Raw material consumed	759,692,258	854,698,611
Salaries, wages and benefits	48,212,741	50,906,021
Fuel and power	157,491,638	99,478,232
Stores and spares	24,381,261	26,226,631
Depreciation	23,620,323	23,281,957
Insurance	3,000,000	3,000,000
Repairs and maintenance	1,633,381	518,176
Other manufacturing overheads	1,918,609	1,127,701
	1,019,950,211	1,059,237,329
Work-in-process		
<i>Opening stock</i>	56,022,198	41,992,838
<i>Closing stock</i>	(65,342,006)	(50,841,670)
	(9,319,808)	(8,848,832)
Cost of goods manufactured	1,010,630,403	1,050,388,497
Finished goods		
<i>Opening stock</i>	264,126,222	106,757,831
<i>Closing stock</i>	(538,529,249)	(234,982,104)
	(274,403,027)	(128,224,273)
Fabric Processing Charges	2,815,573	997,632
	-	-
	739,042,949	923,161,856
9. OTHER OPERATING EXPENSES		
Workers' participation fund	-	4,328,689
Workers' welfare fund	-	1,979,823
Infrastructure cess	11,686,575	3,015,545
Exchange loss-net	-	156,607
Export Development Surcharge	823,136	264,228
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10. OTHER INCOME		
Profit on deposits	2,679,270	1,195,887
Exchange gain-net	19,430,369	-
Sale of scrap	104,167	-
Other Revenue	-	478,064
	22,213,806	1,673,951

11. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated undertakings, key management personnel. Significant transactions with related parties during the period are as follows:

Relationship with Company	Nature of Transactions	(Unaudited) Three Months ended September 30, 2022 Rupees	(Unaudited) Three Months ended September 30, 2021 Rupees
Provident Fund of the Company	Contribution paid	474,521	405,233
Key Management personnel			
Chief Executive		1,200,000	1,200,000
Directors		1,050,000	1,060,000
Executives		3,597,897	2,760,897

12. DATE OF AUTHORIZATION FOR ISSUE

The financial statements were authorized for issue on October, 28, 2022 by the Board of Directors of the Company.

13. GENERAL

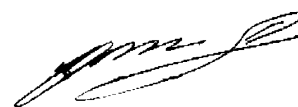
Figures have been re-arranged wherever it was necessary for the purpose of comparison and rounded off nearest to rupee.



Chief Executive



Chief Financial Officer



Director

IDREES TEXTILE MILLS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2022

		(Unaudited) September 30, 2022	(Audited) June 30, 2022
		----- Rupees -----	
NON - CURRENT ASSETS			
Property, plant and Equipment	4	2,984,128,179	2,334,249,192
Long-term deposits		2,895,681	3,129,361
		2,987,023,860	2,337,378,553
CURRENT ASSETS			
Stores, spares and loose tools		58,487,230	57,521,846
Stock-in-trade	5	1,300,001,127	1,207,120,704
Trade debts		596,291,177	768,563,631
Loans and advances		185,438,400	171,739,107
Deposits and short term prepayments		7,350,661	1,905,463
Other receivables		249,117,067	184,464,687
Other Financial Assets	6	144,473,034	134,473,034
Cash and bank balances		13,689,416	18,215,039
		2,554,848,112	2,544,003,511
		5,541,871,972	4,881,382,064
SHARE CAPITAL AND RESERVES			
Share capital		198,528,000	198,528,000
Equity portion of loan from related parties		13,425,776	15,895,730
Exchange translation reserve		(4,347,930)	(2,366,429)
Surplus on revaluation of Property, Plant & Equipments		882,490,524	882,490,524
Unappropriated profit		1,423,455,627	1,406,774,561
		2,513,551,996	2,501,322,386
NON-CURRENT LIABILITIES			
Long-term finance		700,895,103	214,521,468
Liabilities against assets subject to finance lease		1,281,140	1,962,284
Deferred Government Grant		42,991,789	44,261,234
Deferred liabilities		295,970,184	289,326,262
		1,041,138,216	550,071,248
CURRENT LIABILITIES			
Trade and other payables		585,363,708	617,700,712
Interest / mark-up accrued		44,032,361	26,323,596
Short term borrowings		1,063,722,769	901,048,156
Current portion of			
long term loan		147,251,224	143,862,034
liabilities against assets subject to finance lease		5,345,889	7,767,062
deferred government grant		4,575,802	5,297,394
Unclaimed Dividend		2,754,163	2,899,903
Provision for taxation		134,135,843	125,089,573
		1,987,181,759	1,829,988,430
CONTINGENCIES AND COMMITMENTS	7	5,541,871,972	4,881,382,064

The annexed notes form an integral part of these financial statements.


Chief Executive

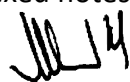

Chief Financial Officer


Director

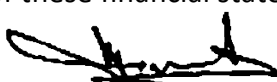
IDREES TEXTILE MILLS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022

		Three Months Ended	
		September 30, 2022	September 30, 2021
		Consolidated	Unconsolidated
	 Rupees	
Revenue from contract with customer - net		855,489,442	1,082,238,545
Cost of goods sold	8	(754,181,795)	(923,161,856)
Gross profit		101,307,647	159,076,689
Distribution cost		10,849,130	8,917,442
Administrative expenses		25,518,138	21,730,475
Other operating expenses	9	12,648,435	9,744,892
Finance cost		51,248,369	33,587,617
Other income	10	(22,213,806)	(1,673,951)
		78,050,266	72,306,476
Profit before taxation		23,257,381	86,770,213
Foreign operations - currency translation difference		(1,981,501)	
Taxation		(9,046,269)	(13,401,170)
Profit for the year		12,229,611	73,369,043
Earnings per share basic & diluted		0.62	3.70

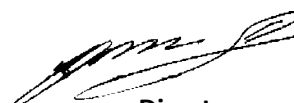
The annexed notes form an integral part of these financial statements.



Chief Executive



Chief Financial Officer




Director

IDREES TEXTILE MILLS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOW (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022

	Three Months Ended	
	September 30, 2022	September 30, 2021
	Consolidated	Unconsolidated
 Rupees	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	23,257,381	86,770,213
Adjustments for :		
Depreciation on property, plant and equipment	26,702,721	25,933,579
Provision for staff retirement gratuity	6,051,735	4,947,792
	-	-
Finance cost	51,248,369	33,587,617
Operating cashflow before movement of working capital	107,260,206	151,239,202
Changes in working capital		
(Increase) / decrease in current assets		
Stores, spares and loose tools	(965,384)	20,895
Stock-in-trade	(92,880,423)	(236,363,500)
Trade debts	172,272,454	35,466,218
Loans and advances	7,341,638	(3,300,538)
Deposits and short term prepayments	(5,445,198)	(5,614,235)
Other receivables	(64,652,381)	(11,962,647)
Increase / (decrease) in current liabilities		
Trade and other payable	(29,431,929)	69,305,912
Cash from / (used in) operations	93,498,983	(1,208,694)
Finance cost paid	(33,535,005)	(35,043,610)
Gratuity paid	(1,358,500)	(1,543,900)
Income tax paid	(21,040,930)	(15,921,534)
Net cash from / (used in) operating activities	37,564,548	(53,717,738)
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(676,581,719)	(31,951,579)
	-	-
	-	-
Other Financial assets	(10,000,000)	(5,000,000)
Long term deposits (increased) / decreased	233,680	-
Net cash used in investing activities	(686,348,039)	(36,951,579)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Obtained /(Paid) of long term finance	487,771,788	(1,731,863)
Finance against Imported Merchandise -FIM obtained /(paid)	(42,052,988)	13,682,427
Finance lease obtained / (Paid) - net	(3,102,317)	(720,187)
Dividend paid	(145,740)	-
Net cash from financing activities	442,470,743	11,230,377
Net decrease in cash and cash equivalents (A+B+C)	(206,312,748)	(79,438,941)
Cash and cash equivalents at beginning of the period	(275,865,547)	(642,250,787)
Cash and cash equivalents at end of the period	(482,178,295)	(721,689,728)
Cash and cash equivalents		
Cash and bank balances	13,689,416	18,059,652
Running finance	(273,265,479)	(372,077,778)
Cash finance	(222,602,232)	(367,671,602)
	(482,178,295)	(721,689,728)

The annexed notes form an integral part of these financial statements.


Chief Executive


Chief Financial Officer


Director

IDREES TEXTILE MILLS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022

	<i>Issued, subscribed and paid up capital</i>	<i>Surplus on revaluation of property, plant and equipment net of tax</i>	<i>Equity portion of loan from related parties</i>	<i>Unappropriated profit</i>	<i>Exchange translation reserve</i>	<i>Total</i>
 Rupees					
Balance at June 30, 2021	198,528,000	910,719,758	25,813,862	951,551,923	-	2,086,613,543
				-		-
Comprehensive Income						
Profit for the period ended September 30, 2021	-	-	-	73,369,043	-	73,369,043
Other comprehensive income - net of tax	-	-	-	-	-	-
	-	-	-	73,369,043	-	73,369,043
Balance at September 30, 2021	198,528,000	910,719,758	25,813,862	1,024,920,966	-	2,159,982,586
Transfer to / from surplus on revaluation of property, plant and equipment on account of						
- incremental depreciation charged thereon - net of tax		(47,491,829)		47,491,829	-	-
Transaction with shareholders						
Final dividend at Re. 1 per share for the year ended June 30, 2021			-	(19,852,800)	-	(19,852,800)
Transaction with related parties						
Fair value effect of interest free loan			(9,918,132)	9,918,132	-	-
Comprehensive Income						
Profit for the period ended June 30, 2022	-			344,993,912	-	344,993,912
Other comprehensive income - net of tax		19,262,595		(697,478)	-	18,565,117
Exchange Translation reserve	-	-		-	(2,366,429)	(2,366,429)
	-	19,262,595	-	344,296,434	(2,366,429)	361,192,600
Balance at June 30, 2022	198,528,000	882,490,524	15,895,730	1,406,774,561	(2,366,429)	2,501,322,386
Transaction with share holders						
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred tax	-					
Transaction with shareholders						
Unamortized portion of interest free loan						-
Amortized portion of interest free loan due to change in terms of loan			(2,469,954)	2,469,954	-	-
Comprehensive Income						
Profit for the period ended September 30, 2022	-		-	14,211,112	-	14,211,112
Exchange Translation reserve	-	-	-		(1,981,501)	(1,981,501)
	-	-	-	14,211,112	(1,981,501)	12,229,611
Balance as at September 30, 2022	198,528,000	882,490,524	13,425,776	1,423,455,627	(4,347,930)	2,513,551,996

The annexed notes form an integral part of these financial statements.


Chief Executive


Chief Financial Officer


Director

IDREES TEXTILE MILLS LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022

1. THE GROUP AND ITS OPERATIONS

- 1.1** 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".
- 1.2** The Holding 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 was 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 principal activity of the Holding Company is manufacturing, processing and sale of all kinds of yarn.

Following are the geographical location and address of all business units of the Holding Company:

Karachi	Purpose
6-C, Ismail Centre, 1st floor, Central Commercial Area, Bahadurabad	Head Office
Kot Shah Muhammad, Tehsil & District Nankana Punjab	Regional Office & Production Plant/Factory

Following is the geographical location and address of the Subsidiary:

4 Conklin Lane Raritan, New Jersey 08869-2315 Registered Office

- 2** These consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan comprise of;
- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
 - Provisions of and directives issued under the Companies Act, 2017.
- Where provisions of and directives issued under the Companies Act, 2017 differ with requirements of IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.
- 3** The accounting convention, policies and methods of computation followed in the preparation of these condensed interim financial statements are the same as those of the published annual financial statements for the year ended June 30, 2022.

		(Unaudited) September 30, 2022	(Audited) June 30, 2022
4. NON-CURRENT ASSETS			
Property, plant and Equipment			
Operating Assets	4.1	1,952,219,117	1,977,927,782
Capital Work in progress	4.2	1,031,909,062	356,321,410
		<u>2,984,128,179</u>	<u>2,334,249,192</u>
4.1 Operating Assets			
Net Book value at the beginning of the period/ year		1,977,927,782	2,040,329,850
Addition during the period/ year			
Owned Assets			
Plant & Machinery		-	24,256,491
Office Equipment		908,718	1,418,292
Furniture & Fixture			298,091
Vehicles		85,338	17,473,694
		994,056	43,446,568
Net book value of assets disposed during the period/ year		-	(554,345)
Depreciation for the period/ year		(26,702,721)	(105,294,291)
		<u>1,952,219,117</u>	<u>1,977,927,782</u>

	(Unaudited) September 30, 2022	(Audited) June 30, 2022
4.2 Capital Work in progress		
Opening Balance	356,321,410	5,717,100
Addition during the period		
Building	15,970,705	125,529,930
Machinery	657,136,947	213,451,480
Vehicles	2,480,000	17,340,000
Less: Capitalized	-	(5,717,100)
Closing Balance	<u>1,031,909,062</u>	<u>356,321,410</u>
5. STOCK IN TRADE		
Raw Material - in hand	693,968,761	787,024,122
- in transit	2,161,111	99,948,162
Work in process	65,342,006	56,022,198
Finished Goods	529,708,365	248,662,542
Waste	8,820,884	15,463,680
	<u>1,300,001,127</u>	<u>1,207,120,704</u>
6. OTHER FINANCIAL ASSETS		
These represent term deposit receipts with various banks for a period ranging from six months to one year carrying mark-up at the rates ranging from 5.90% to 13.75% (June 2022: 5.90% to 13.75%) per annum. The banks have lien on these term deposit receipts on account of guarantees provided by such banks.		
7. CONTINGENCIES AND COMMITMENTS		
7.1 Contingencies		
There is no material change in Contingent liabilities as disclosed in annual financial statements of June 30, 2022		
7.2 Commitments		
Letters of credit for import of spare parts, machinery & raw material	<u>566,391,501</u>	<u>1,276,420,066</u>

	September 30, 2022	September 30, 2021
	<i>Consolidated</i>	<i>Unconsolidated</i>
8. COST OF GOODS SOLD		
Raw material consumed	774,831,104	854,698,611
Salaries, wages and benefits	48,212,741	50,906,021
Fuel and power	157,491,638	99,478,232
Stores and spares	24,381,261	26,226,631
Depreciation	23,620,323	23,281,957
Insurance	3,000,000	3,000,000
Repairs and maintenance	1,633,381	518,176
Other manufacturing overheads	1,918,609	1,127,701
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Directors		1,050,000	1,060,000
Executives		3,597,897	2,760,897

12. DATE OF AUTHORIZATION FOR ISSUE

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13. GENERAL

Figures have been re-arranged wherever it was necessary for the purpose of comparison and rounded off nearest to rupee.


Chief Executive


Chief Financial Officer









Director



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A MEMBER OF THE



A L L A W A L A G R O U P