

# AN

**TEXTILE MILLS LIMITED**



*3rd*

*Quarter*

*Report*

**MARCH 31, 2024  
(UN-AUDITED)**

## COMPANY INFORMATION

|                                      |  |  |
|--------------------------------------|--|--|
| <b>Board of Directors</b>            | Mrs. Nazma Amer<br>Mr. Aizad Amer<br>Khawaja Amer Khurshid<br>Mr. Anns Amer<br>Ms. Yusra Amer<br>Mr. Muhammad Umar Muneer<br>Syed Khalid Ali | Chairperson<br>Chief Executive Officer<br>Director<br>Director<br>Director<br>Director<br>Director |
| <b>Audit Committee</b>               | Mr. Muhammad Umar Muneer<br>Ms. Yusra Amer<br>Syed Khalid Ali  | Chairman<br>Member<br>Member   |
| <b>HR and Remuneration Committee</b> | Syed Khalid Ali<br>Mr. Muhammad Umar Muneer<br>Mr. Anns Amer   | Chairman<br>Member<br>Member   |
| <b>Nomination Committee</b>          | Mr. Muhammad Umar Muneer<br>Ms. Yusra Amer<br>Syed Khalid Ali  | Chairman<br>Member<br>Member   |
| <b>Risk Management Committee</b>     | Mr. Anns Amer<br>Mr. Muhammad Umar Muneer<br>Syed Khalid Ali   | Chairman<br>Member<br>Member   |
| <b>Chief Financial Officer</b>       | Mr. Muhammad Saqib Ehsan   |  |
| <b>Company Secretary</b>             | Mr. Tahir Shahzad  |  |
| <b>Auditors</b>                      | Riaz Ahmad and Company<br>Chartered Accountants<br>560-F, Raja Road, Gulistan Colony,<br>Faisalabad  |  |
| <b>Bankers</b>                       | Bank Al Habib Limited<br>Habib Metropolitan Bank Limited<br>Habib Bank Limited<br>Meezan Bank Limited<br>National Bank of Pakistan           |  |
| <b>Share Registrar</b>               | Corplink (Private) Limited<br>Wings Arcade, 1-K, Commercial, Model Town, Lahore  |  |
| <b>Registered Office &amp; Mills</b> | 35 Kilometer, Sheikhpura Road,<br>Faisalabad   |  |

**DIRECTORS' REVIEW TO THE SHAREHOLDERS**

The Directors of the Company are pleased to present their un-audited condensed interim financial information of the Company for the nine months ended March 31, 2024. The comparative financial results of the company are reproduced hereunder:

|  | <b>Nine months ended</b>    |                          |
|--|-----------------------------|--------------------------|
|  | <b>31 March<br/>2024</b>    | <b>31 March<br/>2023</b> |
|  | <b>(Rupees in Thousand)</b> |                          |
| REVENUE                                    | 2,364,285                   | 1,187,726                |
| COST OF SALES                              | (2,417,740)                 | (1,165,478)              |
| GROSS (LOSS) / PROFIT                      | (53,455)                    | 22,248                   |
| DISTRIBUTION COST                          | (1,110)                     | (776)                    |
| ADMINISTRATIVE EXPENSES                    | (47,788)                    | (38,896)                 |
| OTHER EXPENSES                             | (783)                       | (139)                    |
| OTHER INCOME                               | -                           | 380                      |
| FINANCE COST                               | (39,569)                    | (77,245)                 |
| LOSS BEFORE TAXATION                       | (142,705)                   | (94,428)                 |
| TAXATION                                   | 2,558                       | (43,254)                 |
| LOSS AFTER TAXATION                        | (140,147)                   | (137,682)                |
| LOSS PER SHARE- BASIC AND DILUTED (RUPEES) | (14.51)                     | (14.25)                  |

**REVIEW OF OPERATING RESULTS**

During the period under review sales were Rupees 2,364.285 million as compared to Rupees 1,187.726 million of corresponding period. Cost of sales was Rupees 2,417.740 million as compared to Rupees 1,165.478 million of corresponding period. The Company incurred a loss after taxation amounting to Rupees 140.147 million as compared to corresponding period in which the Company incurred a loss after taxation amounting to Rupees 137.682 million.

**FUTURE OUTLOOK**

The management of your Company remains cognizant of the challenges as it continues its efforts to regain its profitability by increasing its market efforts to increase in share of market. We also remain focused on the challenge of reducing our operating costs and using

our efficiencies to maximize our returns. Moreover the Company is operating on its optimum capacity with the support of interest free loans obtained from directors and facility of borrowings from the banks to meet the liquidity requirements.

**ACKNOWLEDGEMENT**

The Board places on record its appreciation for the cooperation, commitment, and hard work extended to the Company by the customers, suppliers, bankers, and all the employees of the Company.

On behalf of the Board



Aizad Amer  
Chief Executive Officer

FAISALABAD  
Dated: April 30, 2024



Khawaja Amer Khurshid  
Director

### حصص یافتگان کے لئے ڈائریکٹرز کی رپورٹ

بورڈ آف ڈائریکٹرز انتہائی مسرت کے ساتھ اپنی کمپنی کی غیر آڈٹ شدہ 31 مارچ 2024 کو ختم ہونے والی نو ماہی تک کی مالیاتی کارکردگی پیش کر رہے ہیں۔

مالیاتی نتائج:

| 2023 مارچ 31<br>(رقم ہزاروں میں) | 2024 مارچ 31<br>(رقم ہزاروں میں) |                      |
|----------------------------------|----------------------------------|----------------------|
| 1,187,726                        | 2,364,285                        | آمدن                 |
| (1,165,478)                      | (2,417,740)                      | فروخت کی لاگت        |
| 22,248                           | (53,455)                         | مجموعی (نقصان) / نفع |
| (776)                            | (1,110)                          | تقسیم کی لاگت        |
| (38,896)                         | (47,788)                         | انتظامیہ اخراجات     |
| (139)                            | (783)                            | دیگر اخراجات         |
| 380                              | —                                | دیگر آمدن            |
| (77,245)                         | (39,569)                         | مالیاتی لاگت         |
| (94,428)                         | (142,705)                        | ٹیکس سے پہلے نقصان   |
| (43,254)                         | 2,558                            | ٹیکس                 |
| (137,682)                        | (140,147)                        | ٹیکس کے بعد نقصان    |
| (14.25)                          | (14.51)                          | نقصان فی حصہ         |

کارروائی کے نتیجہ کا جائزہ:

دورانِ جائزہ نو ماہی آمدن مبلغ 2,364.285 ملین میں ہوئی۔ جبکہ اس کے مقابل پچھلے سال کی نو ماہی آمدن مبلغ 1,187.726 ملین تھی فروخت کی لاگت مبلغ 2,417.740 ملین ہے۔ جبکہ اس کے مقابل پچھلے سال کی نو ماہی میں فروخت کی لاگت مبلغ 1,165.478 ملین تھی۔ کمپنی کو اس نو ماہی میں ٹیکس کے بعد مبلغ 140.147 ملین کا نقصان ہوا جب کہ اس کے مقابل پچھلے سال کی نو ماہی میں مبلغ 137.682 ملین کا نقصان ہوا تھا۔

مستقبل کا خاکہ:

آپکی کمپنی کی انتظامیہ چیلنجز سے بخوبی واقف ہے کیونکہ مارکیٹ میں اپنا حصہ بڑھانے کے لئے اپنی مارکیٹ کی کوششوں کو بڑھا کر اپنے منافع کو دوبارہ حاصل کرنے کے لئے کوششیں جاری رکھے ہوئے ہے۔ ہم اپنے آپریٹنگ اخراجات کو کم کرنے اور اپنے منافع کو زیادہ سے زیادہ کرنے کے لئے اپنی صلاحیتوں کو استعمال کرنے کے چیلنج پر بھی توجہ مرکوز کیے ہوئے ہے۔ مزید برآں کمپنی اپنی بہترین صلاحیت پر کام کر رہی ہے۔ کیونکہ اسے کمپنی کے ڈائریکٹرز سے حاصل کیے گئے بلا سود قرضوں اور مالی ضروریات کو پورا کرنے کے لئے بینکوں سے قرض لینے کی سہولت حاصل ہے۔

اعتراف:

بورڈ اپنے گاہکوں، سپلائرز، بکریز، اور ملازموں کے تعاون، عزم اور محنت کی تعریف کرتا ہے اور اسے اپنے ریکارڈ میں لاتا ہے۔

منجانب بورڈ آف ڈائریکٹرز

ایزد عامر  
چیف ایگزیکٹو آفیسر

خواجہ عامر خورشید  
ڈائریکٹر

فیصل آباد

مورخہ 30 اپریل 2024

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2024**

|   | Un-Audited<br>31 March<br>2024 | Audited<br>30 June<br>2023 | NOTE | Un-Audited<br>31 March<br>2024 | Audited<br>30 June<br>2023 |
|---|--------------------------------|----------------------------|------|--------------------------------|----------------------------|
| <b>EQUITY AND LIABILITIES</b>   |                                |                            |      |                                |                            |
| <b>SHARE CAPITAL AND RESERVES</b>   |                                |                            |      |                                |                            |
| Authorized share capital<br>10 000 000 (30 June 2023: 10 000 000) ordinary shares of<br>Rupees 10 each            | 100,000                        | 100,000                    |      | 100,000                        | 100,000                    |
| Issued, subscribed and paid up share capital  | 96,600                         | 96,600                     |      | 96,600                         | 96,600                     |
| Directors' loans  | 360,000                        | 360,000                    |      | 360,000                        | 360,000                    |
| <b>Reserves</b>   |                                |                            |      |                                |                            |
| <b>Capital reserves</b>   |                                |                            |      |                                |                            |
| Premium on issue of shares reserve  | 17,250                         | 17,250                     |      | 17,250                         | 17,250                     |
| Equity portion of shareholders' loans   | 44,778                         | 44,778                     |      | 44,778                         | 44,778                     |
| Surplus on revaluation of property, plant and equipment and<br>investment properties - net of deferred income tax | 465,124                        | 475,667                    |      | 465,124                        | 475,667                    |
|   | 527,152                        | 537,695                    |      | 527,152                        | 537,695                    |
| Accumulated loss  | (199,589)                      | (69,985)                   |      | (199,589)                      | (69,985)                   |
| <b>Total equity</b>   | <b>784,163</b>                 | <b>924,310</b>             |      | <b>784,163</b>                 | <b>924,310</b>             |
| <b>LIABILITIES</b>  |                                |                            |      |                                |                            |
| <b>NON-CURRENT LIABILITIES</b>  |                                |                            |      |                                |                            |
| Deferred income tax liability   | 80,802                         | 112,714                    |      | 80,802                         | 112,714                    |
| Lease liability   | 920                            | 1,218                      |      | 920                            | 1,218                      |
| Staff retirement gratuity   | 44,014                         | 40,714                     |      | 44,014                         | 40,714                     |
|   | 125,536                        | 154,646                    |      | 125,536                        | 154,646                    |
| <b>CURRENT LIABILITIES</b>  |                                |                            |      |                                |                            |
| Trade and other payables  | 431,332                        | 252,073                    |      | 431,332                        | 252,073                    |
| Unclaimed dividend  | 1,023                          | 1,023                      |      | 1,023                          | 1,023                      |
| Accrued mark-up on short term borrowings  | 17,780                         | 16,365                     |      | 17,780                         | 16,365                     |
| Current portion of lease liability  | 382                            | 365                        |      | 382                            | 365                        |
| Short term borrowings   | 624,987                        | 585,922                    |      | 624,987                        | 585,922                    |
| Provision for taxation  | 29,554                         | 20,958                     |      | 29,554                         | 20,958                     |
| <b>TOTAL LIABILITIES</b>  | <b>1,105,058</b>               | <b>876,706</b>             |      | <b>1,105,058</b>               | <b>876,706</b>             |
| <b>CONTINGENCIES AND COMMITMENTS</b>  | <b>1,230,594</b>               | <b>1,031,352</b>           | 5    | <b>1,230,594</b>               | <b>1,031,352</b>           |
| <b>TOTAL EQUITY AND LIABILITIES</b>   | <b>2,014,757</b>               | <b>1,955,662</b>           |      | <b>2,014,757</b>               | <b>1,955,662</b>           |

The annexed notes form an integral part of this condensed interim financial information.



**Aizad Amer**  
Chief Executive Officer



**Khawaja Amer Khurshid**  
Director



**Muhammad Saqib Ehsan**  
Chief Financial Officer

| ASSETS                             | Un-Audited<br>31 March<br>2024 | Audited<br>30 June<br>2023 |
|------------------------------------|--------------------------------|----------------------------|
| <b>NON-CURRENT ASSETS</b>          |                                |                            |
| Property, plant and equipment      | 1,244,578                      | 1,266,356                  |
| Right-of-use asset                 | 2,023                          | 2,390                      |
| Long term deposits and prepayments | 4,186                          | 3,801                      |
|                                    | 1,250,787                      | 1,272,537                  |

| CURRENT ASSETS                      | Un-Audited<br>31 March<br>2024 | Audited<br>30 June<br>2023 |
|-------------------------------------|--------------------------------|----------------------------|
| Stores, spare parts and loose tools | 82,130                         | 97,562                     |
| Stock in trade                      | 267,167                        | 313,479                    |
| Trade debts                         | 97,520                         | 94,771                     |
| Loans and advances                  | 136,309                        | 1,931                      |
| Income tax                          | 76,198                         | 80,353                     |
| Short term deposits and prepayments | 12,586                         | 8,039                      |
| Other receivables                   | 67,630                         | 57,331                     |
| Cash and bank balances              | 24,430                         | 29,659                     |
|                                     | 763,970                        | 683,125                    |

| TOTAL ASSETS | Un-Audited<br>31 March<br>2024 | Audited<br>30 June<br>2023 |
|--------------|--------------------------------|----------------------------|
|              | 2,014,757                      | 1,955,662                  |

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-audited)**  
**FOR THE NINE MONTHS ENDED 31 MARCH 2024**

| NOTE  | Nine months ended               |                  | Quarter ended    |                  |
|---|---------------------------------|------------------|------------------|------------------|
|   | 31 March<br>2024                | 31 March<br>2023 | 31 March<br>2024 | 31 March<br>2023 |
|   | ------(RUPEES IN THOUSAND)----- |                  |                  |                  |
| SALES   | 2,364,285                       | 1,187,726        | 1,005,937        | 515,734          |
| COST OF SALES   | (2,417,740)                     | (1,165,478)      | (940,351)        | (512,912)        |
| GROSS (LOSS) / PROFIT                                       | (53,455)                        | 22,248           | 65,586           | 2,822            |
| DISTRIBUTION COST   | (1,110)                         | (776)            | (282)            | (222)            |
| ADMINISTRATIVE EXPENSES                                     | (47,788)                        | (38,896)         | (15,824)         | (13,268)         |
| OTHER EXPENSES  | (783)                           | (139)            | -                | -                |
| OTHER INCOME  | -                               | 380              | -                | -                |
| FINANCE COST  | (39,569)                        | (77,245)         | (18,145)         | (26,864)         |
| (LOSS) / PROFIT BEFORE TAXATION                             | (142,705)                       | (94,428)         | 31,335           | (37,532)         |
| TAXATION  | 2,558                           | (43,254)         | (13,640)         | (24,064)         |
| (LOSS) / PROFIT AFTER TAXATION                              | (140,147)                       | (137,682)        | 17,695           | (61,596)         |
| (LOSS) / EARNINGS PER SHARE - BASIC<br>AND DILUTED (RUPEES) | (14.51)                         | (14.25)          | 1.83             | (6.38)           |

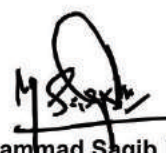
The annexed notes form an integral part of this condensed interim financial information.



**Aizad Amer**  
Chief Executive Officer



**Khawaja Amer Khurshid**  
Director



**Muhammad Saqib Ehsan**  
Chief Financial Officer




**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited)**  
**FOR THE NINE MONTHS ENDED 31 MARCH 2024**

|  | Nine months ended                |                  | Quarter ended    |                  |
|--|----------------------------------|------------------|------------------|------------------|
|  | 31 March<br>2024                 | 31 March<br>2023 | 31 March<br>2024 | 31 March<br>2023 |
|  | ----- (RUPEES IN THOUSAND) ----- |                  |                  |                  |
| (LOSS) / PROFIT AFTER TAXATION                                     | (140,147)                        | (137,682)        | 17,695           | (61,596)         |
| OTHER COMPREHENSIVE INCOME   |                                  |                  |                  |                  |
| Items that will not be reclassified to subsequently profit or loss | -                                | -                | -                | -                |
| Items that may be reclassified subsequently to profit or loss      | -                                | -                | -                | -                |
| TOTAL COMPREHENSIVE (LOSS) / PROFIT FOR THE PERIOD                 | <u>(140,147)</u>                 | <u>(137,682)</u> | <u>17,695</u>    | <u>(61,596)</u>  |

The annexed notes form an integral part of this condensed interim financial information.

  
**Aizad Amer**  
 Chief Executive Officer

  
**Khawaja Amer Khurshid**  
 Director

  
**Muhammad Saqib Ehsan**  
 Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-audited)  
FOR THE NINE MONTHS ENDED 31 MARCH 2024

|   | SHARE CAPITAL | DIRECTORS' LOANS | Share premium | CAPITAL RESERVES                     |  |          | TOTAL     | UNAPPROPRIATED PROFIT / (ACCUMULATED LOSS) | TOTAL EQUITY |
|---|---------------|------------------|---------------|--------------------------------------|--|----------|-----------|--|--------------|
|   |               |                  |               | Equity portion of Shareholder's loan | Surplus on revaluation of property, plant and equipment and investment properties - net of deferred income tax |          |           |  |              |
| <b>Balance as at 30 June 2022 - (Audited)</b>   | 96,600        | 360,000          | 17,250        | 44,778                               | 298,499  | 360,527  | 117,360   | 934,487                                    |              |
| Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax | -             | -                | -             | -                                    | (6,661)  | (6,661)  | 6,661     | -  |              |
| Loss for the nine months ended 31 March 2023  | -             | -                | -             | -                                    | -  | -        | (137,682) | (137,682)                                  |              |
| Other comprehensive income for the nine months ended 31 March 2023  | -             | -                | -             | -                                    | -  | -        | -         | -  |              |
| Total comprehensive loss for the nine months ended 31 March 2023  | -             | -                | -             | -                                    | -  | -        | (137,682) | (137,682)                                  |              |
| <b>Balance as at 31 March 2023 - (Un-audited)</b>   | 96,600        | 360,000          | 17,250        | 44,778                               | 291,838  | 353,866  | (13,661)  | 796,805                                    |              |
| Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax | -             | -                | -             | -                                    | (1,928)  | (1,928)  | 1,928     | -  |              |
| Loss for the quarter ended 30 June 2023   | -             | -                | -             | -                                    | -  | -        | (58,053)  | (58,053)                                   |              |
| Other comprehensive income for the quarter ended 30 June 2023   | -             | -                | -             | -                                    | 185,757  | 185,757  | (199)     | 185,558                                    |              |
| Total comprehensive income for the quarter ended 30 June 2023   | -             | -                | -             | -                                    | 185,757  | 185,757  | (58,252)  | 127,505                                    |              |
| <b>Balance as at 30 June 2023- (Audited)</b>  | 96,600        | 360,000          | 17,250        | 44,778                               | 475,667  | 537,895  | (69,985)  | 924,310                                    |              |
| Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax | -             | -                | -             | -                                    | (10,543)   | (10,543) | 10,543    | -  |              |
| Loss for the nine months ended 31 March 2024  | -             | -                | -             | -                                    | -  | -        | (140,147) | (140,147)                                  |              |
| Other comprehensive income for the nine months ended 31 March 2024  | -             | -                | -             | -                                    | -  | -        | -         | -  |              |
| Total comprehensive loss for the nine months ended 31 March 2024  | -             | -                | -             | -                                    | -  | -        | (140,147) | -  |              |
| <b>Balance as at 31 March 2024 - (Un-audited)</b>   | 96,600        | 360,000          | 17,250        | 44,778                               | 465,124  | 527,152  | (199,589) | 924,310                                    |              |

The annexed notes form an integral part of this condensed interim financial information.



**Aizad Amer**  
Chief Executive Officer



**Khawaja Amer Khurshid**  
Director




**Muhammad Saqib Ehsan**  
Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)  
FOR THE NINE MONTHS ENDED 31 MARCH 2024**

|   | NOTE | Nine months ended |                  |
|---|------|-------------------|------------------|
|   |      | 31 March<br>2024  | 31 March<br>2023 |
| <b>(RUPEES IN THOUSAND)</b>                                     |      |                   |                  |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                     |      |                   |                  |
| Cash generated from / (used in) operations                      | 7    | 43,551            | (62,789)         |
| Finance cost paid   |      | (37,896)          | (55,824)         |
| Mark-up paid against lease liability                            |      | (258)             | (224)            |
| Income tax paid   |      | (16,803)          | (28,524)         |
| Staff retirement gratuity paid                                  |      | (11,728)          | (11,889)         |
| Net increase in long term deposits and prepayments              |      | (385)             | (486)            |
| <b>Net cash used in operating activities</b>                    |      | <b>(23,519)</b>   | <b>(159,736)</b> |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                     |      |                   |                  |
| Proceeds from sale of property, plant and equipment             |      | -                 | 384              |
| Capital expenditure on property, plant and equipment            |      | (20,494)          | (15,574)         |
| <b>Net cash used in investing activities</b>                    |      | <b>(20,494)</b>   | <b>(15,190)</b>  |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                     |      |                   |                  |
| Lease liability obtained - net                                  |      | (281)             | (216)            |
| Short term borrowings - net                                     |      | 39,065            | 198,147          |
| <b>Net cash generated from financing activities</b>             |      | <b>38,784</b>     | <b>197,931</b>   |
| <b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>   |      | <b>(5,229)</b>    | <b>23,005</b>    |
| <b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b> |      | <b>29,659</b>     | <b>25,875</b>    |
| <b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>       |      | <b>24,430</b>     | <b>48,880</b>    |

The annexed notes form an integral part of this condensed interim financial information.

  
**Aizad Amer**  
Chief Executive Officer

  
**Khawaja Amer Khurshid**  
Director

  
**Muhammad Saqib Ehsan**  
Chief Financial Officer

**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (Un-audited)  
FOR THE NINE MONTHS ENDED 31 MARCH 2024**

**1. THE COMPANY AND ITS OPERATIONS**

AN Textile Mills Limited 'the Company' is a public limited company incorporated in Pakistan under the Companies Act, 1913 (now Companies Act, 2017) and is listed on Pakistan Stock Exchange Limited. Its registered office and mills premises are located at 35 Kilometers, Sheikhpura Road, Faisalabad. The principal activity of the Company is manufacturing, sale and trading of yarn and cloth.

**2. BASIS OF PREPARATION**

This condensed interim financial information is un-audited and is being submitted to shareholders as required by the Companies Act, 2017. This condensed interim financial information of the Company for the nine months ended 31 March 2024 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 'Interim Financial Reporting' and provisions of and directives issued under the Companies Act, 2017 as applicable in Pakistan and notified by the Securities and Exchange Commission of Pakistan (SECP). In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. This condensed interim financial information should be read in conjunction with the audited annual published financial statements of the Company for the year ended 30 June 2023.

**3. ACCOUNTING POLICIES AND COMPUTATION METHODS**

The accounting policies and methods of computations adopted for the preparation of this condensed interim financial information are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2023.

**4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS**

The preparation of this condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of this condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2023.

**5. CONTINGENCIES AND COMMITMENTS**

**a) Contingencies**

- i) There was no significant change in the status of contingencies as reported in the annual financial statements of the Company for the year ended 30 June 2023.

**b) Commitments**

- i) Letter of credit for capital expenditure is of Rupees 13.324 million (30 June 2023: Rupees Nil).  
ii) Letters of credit or contracts other than for capital expenditure are of Rupees 60.571 million (30 June 2023: Rupees Nil).

| Un-Audited           | Audited         |
|----------------------|-----------------|
| 31 March<br>2024     | 30 June<br>2023 |
| (RUPEES IN THOUSAND) |                 |

**6. PROPERTY, PLANT AND EQUIPMENT**

|   |           |           |
|---|-----------|-----------|
| Opening book value  | 1,266,356 | 1,059,112 |
| <b>Add:</b>   |           |           |
| Cost of additions during the period / year (Note 6.1)       | 20,494    | 25,243    |
| Effect of surplus on revaluation                            | -         | 233,938   |
|   | 1,286,850 | 1,318,293 |
| <b>Less:</b>  |           |           |
| Book value of deletions during the period / year (Note 6.2) | -         | 2,998     |
| Depreciation charged during the period / year               | 42,272    | 48,939    |
|   | 42,272    | 51,937    |
|   | 1,244,578 | 1,266,356 |

| Un-audited       |  | Audited         |
|------------------|--|-----------------|
| 31 March<br>2024 |  | 30 June<br>2023 |

(RUPEES IN THOUSAND)

**6.1 Cost of additions during the period / year**

|                                     |               |               |
|-------------------------------------|---------------|---------------|
| Plant and machinery                 | 19,552        | 16,754        |
| Electric installations / appliances | 678           | -             |
| Vehicles                            | 264           | 8,489         |
|                                     | <u>20,494</u> | <u>25,243</u> |

**6.2 Book value of deletions during the period / year**

|          |          |              |
|----------|----------|--------------|
| Vehicles | -        | 2,998        |
|          | <u>-</u> | <u>2,998</u> |

| Un-audited        |                  |
|-------------------|------------------|
| Nine months ended |                  |
| 31 March<br>2024  | 31 March<br>2023 |

(RUPEES IN THOUSAND)

**7. CASH GENERATED FROM / (USED IN) OPERATIONS**

|                      |           |          |
|----------------------|-----------|----------|
| Loss before taxation | (142,705) | (94,428) |
|----------------------|-----------|----------|

**Adjustments for non-cash charges and other items:**

|   |               |                 |
|---|---------------|-----------------|
| Depreciation                                  | 42,272        | 36,614          |
| Depreciation on right-of-use asset            | 357           | 446             |
| Gain on sale of property, plant and equipment | -             | (251)           |
| Allowance for expected credit losses          | -             | 48              |
| Provision for staff retirement gratuity       | 15,028        | 12,349          |
| Finance cost                                  | 39,569        | 77,245          |
| Working capital changes (Note 7.1)            | 89,030        | (94,812)        |
|   | <u>43,551</u> | <u>(62,789)</u> |

**7.1 Working capital changes**

**Decrease / (increase) in current assets:**

|                                     |           |          |
|-------------------------------------|-----------|----------|
| Stores, spare parts and loose tools | 15,432    | (16,205) |
| Stock in trade                      | 46,312    | (41,935) |
| Trade debts                         | (2,749)   | (8,357)  |
| Loans and advances                  | (134,378) | 2,922    |
| Short term deposits and prepayments | (4,547)   | (964)    |
| Other receivables                   | (10,299)  | (29,305) |
|                                     | (90,229)  | (93,844) |

|   |               |                 |
|---|---------------|-----------------|
| Increase / (decrease) in trade and other payables | 179,259       | (968)           |
|   | <u>89,030</u> | <u>(94,812)</u> |

**8. TRANSACTIONS WITH RELATED PARTIES**

The related parties comprise of associated companies and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties are as follows:

**i) Transactions**

| Particulars                  | Basis of relationship    | Nature of transaction     |           |        |
|------------------------------|--------------------------|---------------------------|-----------|--------|
| <b>Other related parties</b> |                          |                           |           |        |
| Short term borrowings        | Directors of the Company | Loans obtained / (repaid) | (124,017) | 50,000 |

| Un-audited       |  | Audited         |
|------------------|--|-----------------|
| 31 March<br>2024 |  | 30 June<br>2023 |

(RUPEES IN THOUSAND)

**ii) Period end balances**

|                       |         |         |
|-----------------------|---------|---------|
| Short term borrowings | 335,599 | 459,616 |
|-----------------------|---------|---------|

**9. FINANCIAL RISK MANAGEMENT**

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual financial statements of the Company for the year ended 30 June 2023.

**10. DATE OF AUTHORIZATION**

This condensed interim financial information was approved by the Board of Directors and authorized for issue on 30 April, 2024.

**11. CORRESPONDING FIGURES**

In order to comply with the requirements of IAS 34, the condensed interim balance sheet and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim profit and loss account, condensed interim statement of comprehensive income and condensed interim cash flow statement have been compared with the balances of comparable period of immediately preceding financial year.

**12. GENERAL**

Figures have been rounded off to the nearest thousand of Rupees unless otherwise stated.



**Aizad Amer**  
Chief Executive Officer



**Khawaja Amer Khurshid**  
Director



**Muhammad Saqib Ehsan**  
Chief Financial Officer

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