

ANNUAL REPORT 2019 2020



International Knitwear Limited



International Knitwear Limited

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International Knitwear Limited

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Wascom Shafi
Mr. Naeem Shafi
Mr. Javed Khan
Mr. Muhammad Shafi
Mr. Muhammad Sajid Hussain
Mr. Mudassir Habib Khan
Ms. Saleha Majid

Chairman
Chief Executive

**CHIEF FINANCIAL OFFICER
& COMPANY SECRETARY**

Mr. Javed Khan

AUDIT COMMITTEE

Ms. Saleha Majid
Mr. Muhammad Sajid Hussain
Mr. Mudassir Habib Khan

**HR & REMUNERATION
COMMITTEE**

Ms. Saleha Majid
Mr. Muhammad Shafi
Mr. Muhammad Sajid Hussain

AUDITORS

RSM Avasi Hyder Liaquat Nauman
Chartered Accountants

LEGAL ADVISOR

Ali Associates

BANKERS

Bank AL-Habib Limited
Habib Bank Limited

**REGISTERED OFFICE &
FACTORY**

F-2A(I/L), S.I.T.E., Karachi-75730.

REGISTRAR

CDC Registrar Services Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.
Main Shahra-e-Faisal, Karachi-74400

WEBSITE

www.internationalknitwear.com



International Knitwear Limited

VISION AND MISSION

VISION

Is to achieve and then remain as the most progressive and profitable Company offering a wide range of quality products and service provider in terms of industry standards and stakeholders interest.

MISSION

The Company shall achieve its mission through a continuous process of having sourced, developed, implemented and managed the best leading edge technology, industry best practice, human resource and innovative of superior products, performance and service quality that fully meet the needs of our customers, better returns to our stakeholders and a better quality of life to the employees.



CODE OF CONDUCT

CODE OF CONDUCT

International Knitwear Limited being engaged in the Local and export of garments and providing dyeing facilities is:

- Committed to provide quality products and services to all its local and international customers.
- Further committed to comply with all applicable Regulatory and Customers' requirements, thereby ensuring achievement of customers' continuous satisfaction.
- An equal opportunity employer which does not differentiate between its employees on the basis of cast, creed, sex or religious affiliations.
- Always willing, through a liberal training policy, to educate, train and groom its employees to enhance their professionalism, commitment and personal growth leading to achievement of greater goals.

Committed to the well-being of its employees by adopting generous welfare policies and practices.

In return International Knitwear Limited expects from its employees that:

- As representatives of the Company they must at all times behave appropriately and strictly follow all rules and regulations of the Company.
- They must devote their time, attention, abilities and energy exclusively for the performance of their duties and must not engage themselves in any other occupation, business or employment whatsoever without prior written consent of the Company.
- They must not disclose any confidential information pertaining to the business of the Company to any person inside or outside the company.
- They must protect all records, reports and other published or unpublished documents of the Company and promptly hand over all these to the Company upon leaving, for whatever reason, the employment of the Company. They must not also remove any or all of the said records, reports and documents from the premises of the Company without appropriate authorization.



International Knitwear Limited

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the **Thirtieth (30th) Annual General Meeting** of International Knitwear Limited will be held on **Tuesday, October 27, 2020 at 03:00 p.m.** at **F-2A/L S.I.T.E Karachi** to transact the following business:

ORDINARY BUSINESS

- (i) To confirm minutes of the Annual General Meeting held on October 28, 2019.
- (ii) To receive, consider and adopt the Annual Audited Financial Statements of the Company for the year ended June 30, 2020, together with the Directors' and Auditors' reports thereon.
- (iii) To declare and approve final cash dividend @ 5% i.e. PKR 0.50 per share for the year ended June 30, 2020, as recommended by the Board of Directors.
- (iv) To appoint auditors of the Company and fix their remuneration for the year ending June 30, 2021. The present auditors M/s RSM Avasi Hyder Liaquat Nauman, Chartered Accountants, retire and being eligible have offered themselves for re-appointment.

SPECIAL BUSINESS

Ordinary Resolution:

- (v) To consider and if thought fit, to pass with or without modification(s) the following resolution as an ordinary resolution:

RESOLVED that the transaction carried out by the Company in the normal course of business with related parties during the year ended June 30, 2020 be and are hereby ratified, approved and confirmed.

OTHER BUSINESS

- (vi) To transact any other business with the permission of the Chair.

By Order of the Board

JAVED KHAN
Company Secretary

Karachi: October 05, 2020



International Knitwear Limited

NOTICE OF ANNUAL GENERAL MEETING

NOTES:

1. The Register of Members of the Company will remain closed and no transfer of shares will be accepted for registration from October 21, 2020 to October 27, 2020 (both days inclusive). Transfers received in order at the office of the Company's Share Registrar:

CDC Share Registrar Services Limited

Share Registrar Department

CDC House, 99-B, Block 'B', S.M.C.H.S,

Main Shahrah-e-Faisal, Karachi-74400.

Telephone (Toll Free) 0800-23275 / Fax: (92-21) 34326053

Email: info@cdcsrsl.com / Website: www.cdcsrsl.com

at the close of business on **October 20, 2020** will be treated in time for the purpose of Annual General Meeting.

2. A member, who has deposited his/her shares into Central Depository Company of Pakistan Limited, must bring his/her participant's ID number and CDC account/sub-account number along with original Computerized National Identity Card (CNIC) or original Passport at the time of attending the meeting.
3. In light of the threat by the evolving coronavirus (COVID-19) situation, the Securities & Exchange Commission of Pakistan vide Circular No. 5 dated March 17, 2020 has advised the Company to modify their usual planning for Annual General Meeting in order to protect the well-being of the shareholders. The Shareholders who are interested to attend the AGM through Video Conference, are hereby requested to get themselves registered with the Company Secretary office by providing the following detail at the earliest but not later than 24 hours before the time of AGM (i.e. before 3.00 p.m. on October 26, 2020) through following means:

- a) Mobile/WhatsApp: 0300-8227586
- b) E-mail: javed@internationalknitwear.com

Shareholders are advised to mention Name, CNIC Number, Folio/CDC Account Number, cell number and email ID for identification. The shareholders can participate in the AGM through video-link, i.e. <https://zoom.us/download>.

Upon receipt of the above information from the interested shareholders, the Company will send the login credentials at their e-mail address. On the date of AGM, shareholders will be able to login and participate in the AGM proceedings through their smartphone / computer devices.

In view of the above the Shareholders can also provide their comments/suggestions for the proposed agenda items of the AGM by using the aforesaid means:



NOTICE OF ANNUAL GENERAL MEETING

4. As per Section 72 of the Companies Act, 2017, every existing listed company shall be required to replace its physical shares with book-entry from in a manner as may be specified and from the date notified by the commission, within a period not exceeding four years from the commencement of this Act, i.e., May 30 2017.

The Shareholders having physical shareholding are encouraged to open CDC sub-account with any of the brokers or investor Account directly with CDC to place their physical shares into scrap less from, this will facilitate them in many ways, including safe custody and sale of shares, any time they want, as the trading of physical shares is not permitted as per existing regulation of the Pakistan Stock Exchange.

5. A member entitled to attend and vote at the Annual General Meeting may appoint another member as his/her proxy to attend, speak and vote instead of him/her, and a proxy so appointed shall have such rights, as respects attending, speaking and voting at the meeting as are available to a member. A proxy must be a member of the Company.
6. Form of proxy, in order to be valid must be properly filled-in/executed and received at the registered office of the Company situated at F2 A/L S.I.T.E Karachi not later than 48 hours before the time of the meeting excluding holidays.
7. Members holding shares in physical form are requested to promptly notify Shares Registrar of the Company of any change in their addresses. Shareholders maintaining their shares in electronic form should have their address updated with their participant or CDC Investor Accounts Service.
8. Under the provisions of Section 242 of the Companies Act, 2017, it is mandatory for a listed Company to pay cash dividend to its shareholders only through electronic mode directly into bank account designated by the entitled shareholders.

In order to receive dividends directly into their bank account, shareholders are requested to fill in Electronic Credit Mandate Form available on Company's website and send it duly signed along with a copy of CNIC to the Shares Registrar of the Company M/s. CDC Share Registrar Services Limited, in case of physical shares.

In case shares are held in CDC then Electronic Credit Mandate Form must be submitted directly to shareholder's broker/participant/CDC account services. No further action is required if IBAN has already been incorporated/updated in the CDC account or physical folio of the shareholder.

9. Pursuant to Notification vide SRO.787(1)/2014 of September 08, 2014, SECP has directed to facilitate the members of the company receiving Annual Financial Statements and Notices through electronic mail system (e-mail). We are pleased to offer this facility to our members who desire to receive Annual Financial Statements and Notices of the Company through e-mail in future. In this respect members are hereby requested to convey their consent via e-mail on a standard request form which is available at the Company website i.e. www.internationalknitwear.com. Please ensure that your e-mail has sufficient rights and space available to receive such e-mail which may be larger than 1MB file in size. Further, it is the responsibility of the member to timely update the Shares Registrar of any change in the registered e-mail address.



NOTICE OF ANNUAL GENERAL MEETING

10.

- (i) Pursuant to the provisions of the Finance Act, 2019 effective July 1, 2019, the rates of deduction of income tax from dividend payments under Section 150 of the Income Tax Ordinance, 2001 have been revised as follows:

1. Persons appearing in Active Tax Payers List (ATL) 15%
2. Persons not appearing in Active Tax Payers List (ATL) 30%

To enable the Company to make tax deduction on the amount of cash dividend @ 15% instead of 30%, shareholders whose names are not entered into the Active Taxpayers List (ATL) provided on the website of FBR, despite the fact that they are filers, are advised to make sure that their names are entered in ATL before the first day of book closure, otherwise tax on their cash dividend will be deducted @ 30% instead of 15%.

- (ii) Withholding Tax exemption from the dividend income shall only be allowed if copy of valid tax exemption certificate or stay order from a competent court of law is made available to CDC Share Registrar Services Limited, by the first day of Book Closure.
- (iii) Further, according to clarification received from Federal Board of Revenue (FBR), withholding tax will be determined separately on 'Filer/Non-Filer' status of Principal shareholder as well as joint-holder(s) based on their shareholding proportions, in case of joint accounts.

In this regard all shareholders who hold shares jointly are requested to provide shareholding, Proportions of Principal shareholders and Joint-holder(s) in respect of shares held by them (only if not already provided) to our Shares Registrar, in writing as follows:

Company Name	Folio/CDS Account No.	Total Shares	Principal shareholder		Joint Shareholder	
			Name & CNIC No.	Shareholding Proportion (no. of Shares)	Name & CNIC No.	Shareholding Proportion (no. of Shares)

The required information must reach our Shares Registrar within 10 days of this notice; otherwise it will be assumed that the shares are equally held by Principal shareholder and Joint-holder(s).



NOTICE OF ANNUAL GENERAL MEETING

11. Pursuant to the provision of section 223(6) of the Companies Act, 2017, the companies are permitted to circulate their annual financial statement, along with auditor's report, directors' review report, etc. ("**Annual Report**") and the notice of annual general meeting ("**Notice**"), to its shareholder by email. Shareholders of the Company who wish to receive the Company's Annual Report and Notices of annual general meeting by email are requested to provide the completed Electronic Communication Consent Form (available on the Company's Website), to the Company's Share Registrar.
12. The audited financial statements of the Company for the year ended June 30, 2020 have been placed at the Company's website www.internationalknitwear.com.
13. Form of proxy is annexed at the end of annual report as well as available at Company's website i.e., www.internationalknitwear.com.
14. Members are requested to promptly notify to the Company's Share Registrar of any change in their addresses.



International Knitwear Limited

REVIEW REPORT BY THE CHAIRMAN

Dear Shareholders,

I am privileged to present the Annual Report together with the audited Financial Statements for the Financial Year ended June 30, 2020, to the stakeholders of International Knitwear Limited (INKL) and to share the Board's performance in guiding the Company towards the achievement of its strategic goals and objectives.

As required under the Listed Companies (Code of Corporate Governance) Regulations, 2019 an annual evaluation of the Board of Directors of International Knitwear Limited is carried out. The purpose of this evaluation is to ensure that the Board's overall performance and effectiveness is measured and benchmarked against expectations in the context of objectives set for the Company.

Business Performance

The Financial Year 2019-20 was a very difficult year world over and in Pakistan due to the COVID-19 pandemic. Global and local business environment remained highly challenging, with the impact of COVID-19 spreading across the whole world within weeks. It is still too early to fully evaluate the economic, social and political impact of the pandemic that has already claimed hundreds of thousands of lives across the globe and paralyzed the world economy.

Board Performance

The Board plays an important role in overseeing the management performance and focusing on major risk areas. The Board was fully involved in the budgeting and strategic planning process and has set-up well defined Corporate Governance processes, which are vital for enhancing corporate accountability. All Directors, including Independent Directors, fully participate and contribute to the decision-making process of the Board.

For the financial year ended June 30, 2020, the Board's overall performance and effectiveness has been assessed as Satisfactory. Improvements are an ongoing process leading to action plans. The above overall assessment is based on an evaluation of integral components, including vision, mission and values; engagement in strategic planning, formulation of policies; monitoring the organization's business activities; monitor financial resource management; effective fiscal oversight; equitable treatment of all employees and efficiency in carrying out the Board's responsibility.

The Board of Directors of your Company received agendas and supporting written material including follow up materials in sufficient time prior to the board and its committee meetings. The board meets frequently enough to adequately discharge its responsibilities. The non-executive and independent directors are equally involved in important decisions.

Appreciation of Team Efforts

On behalf of the Board, I would like to express gratitude to our stakeholders for their continued support and encouragement and acknowledge with thanks the contributions made by the employees of the Company. I also acknowledge the commitment and diligence of my fellow Directors during the year under review and thank our Chief Executive Officer and his team for their concerted efforts.

WASEEM SHAFI
Chairman

Karachi:
Dated: October 01, 2020



International Knitwear Limited

DIRECTORS' REPORT

Assalam o Alaikum

The Board of Directors of International Knitwear Limited takes pleasure in presenting this report together with the Audited Financial Statements of the Company for the year ended June 30, 2020.

Financial Position at a Glance

	2020 Rupees	2019 Rupees	Increase/(Decrease) Percentage
Net sales	537,457,423	451,098,967	19.14%
Gross profit	51,287,652	32,105,797	59.75%
Profit before taxation	16,865,217	14,748,652	14.35%
Profit after taxation	7,735,146	10,237,662	(24.44%)
Net earnings per share	0.80	1.06	(24.44%)

Business overview

Financial highlights of the year ended June 30, 2020 are summarized below:

In the year ending June 30, 2020 business grew about 19.14%. The Company has achieved Net sales of Rs. 537.45 million as compared to Rs. 451.09 million. Profit before taxation was 16.86 million as compared to Rs. 14.74 million for the corresponding period last year.

Sales recorded an increase of Rs. 86.35 million in the current year as compared to sales in the previous year ended 30, June 2019. Gross profit of the Company was Rs. 51.28 million in the current year as compared to gross profit of Rs. 32.10 million of the last year.

Sales

The Company performed very well during the nine months ended March 31, 2020. The turnover of the company for the nine months registered an increase of 42.62% or by Rupees 148.03 million as compared with the corresponding period figure of last year.

The Coronavirus is having an extremely negative impact on the global economy including that of Pakistan. The country's textile industry is highly distressed over adverse impacts of COVID-19 outbreak as foreign buyers have started cancellation and deferral of export orders. Due to the drastic slowdown of domestic as well as international markets and the cancellation of export orders, the turnover of the fourth quarter amounted to Rs. 42.14 million as compared to Rs. 103.82 million for the corresponding period last year.

As other countries worldwide, including Pakistan, impose lockdowns to prevent the spread of the pandemic, Pakistan's textile sector is facing delays and cancellation of orders, leaving the capacities unutilized. This has also led to operations loss, exchange losses and inventory losses due to unnecessary inventory buildup which is leading to liquidity challenges for the sector along with a massive hit on revenues and margins.



International Knitwear Limited

DIRECTORS' REPORT

Despite these challenges the Directors of the company are determined to improve plant operations with an emphasis on diversification, commercial operations, efficient procurement of raw material and financial management.

Earnings per share

Earnings per share after taxation is Rs. 0.80 as compared to Rs. 1.06 in the last year earnings for the shareholders.

Other Income

In other income the company realized and unrealized loss of Rs. 0.23 million against loss of Rs.2.16 million in the corresponding period last year. Dividend income during the year was Rs. 1.39 million against Rs. 1.42 million against the corresponding period last year.

During the year under review the company has an Exchange loss of Rs. 1.75 against gain of Rs.5.78 million as compare in the previous year.

Capital Expenditure

The Company during the year made capital investment of Rs. 8.46 million for expanding manufacturing capacity, enhancing productivity and improving plant efficiency.

Dividend

The Board of Directors is pleased to announce a final cash dividend for the year ended June 30, 2020 at 5% i.e. Re.0.50 per share (2019 Re. 0.50) in its meeting held on October 01, 2020.

Communication

The Company is focused on the importance of communication with the shareholders. The annual, half yearly and quarterly reports are distributed within the time specified in the Companies Act 2017. The activities of the Company are updated on its website at www.internationalknitwear.com in a designated section for investors containing relevant information on timely basis.

Material Changes

No material changes or commitments affecting the financial position of the Company has occurred between the end of the financial year of the Company and the date of the report.

Corporate Environment, Health & Social Responsibility

We strongly believe in maintaining the highest standards in health, safety and environment (HSE) to ensure the well-being of the people who work with us as well as of the communities where we operate.

Our focus remains on improving all aspects of safety especially with regards to the safe, production, delivery, storage and handling of the materials. The company is committed to ensuring environmental preservation and sustainability.

Materiality Approach

Determining materiality levels is subjective and the methodology varies from one organization to the other. Authorization for transactions and delegation of powers have been clearly defined and documented through formalized processes in the Company. The Company has an approved materiality policy which is reviewed annually to confirm its relevance.



International Knitwear Limited

DIRECTORS' REPORT

Summary of key operating and financial data of six years at a glance

Below is a summary of key operating and financial results for six years and includes the financial results for the year under review:

	2020	2019	2018	2017	2016	2015
	'000'					
ASSETS EMPLOYED						
Property, plant and equipment	35,942	32,134	25,728	23,704	26,850	20,095
Intangible assets	-	-	-	-	-	-
Long-term investments	14,478	17,769	42,052	35,183	75,600	42,677
Long-term deposits	2,052	2,052	1,500	1,500	2,006	1,500
Short-term investments	8,506	4,177	26,228	74,847	-	-
Net current assets	72,410	70,898	65,192	74,741	17,630	26,631
Total assets employed	133,388	127,030	160,700	209,975	122,086	90,904
FINANCED BY						
Issued, subscribed and paid up capital	96,750	96,750	96,750	96,750	64,500	64,500
Reserve and un-appropriated profit	28,020	28,763	23,362	4,359	17,864	14,548
Gain / (Loss) on revaluation of investments	(982)	(4,003)	14,360	25,701	38,043	11,856
Shareholder's equity	123,788	121,509	134,473	126,810	120,407	90,904
Long term and deferred liabilities	1,651	2,048	-	-	1,679	-
Total capital employed	125,439	123,557	134,473	126,810	122,086	90,904
Turnover	537,457	451,098	393,230	169,496	182,672	184,118
Profit/(loss) before tax	16,865	14,748	17,337	3,799	11,626	11,639
Profit/(loss) after tax	7,735	10,237	13,404	2,152	9,766	9,798
Earnings per share	0.80	1.06	1.39	0.25	1.52	2.05
Net income %	1.4%	2.3%	3.4%	1.3%	5.3%	5.3%
Return on capital employed	5.8%	8.1%	8.3%	1.0%	8.0%	10.8%
Dividend						
Cash (%)	5%	5%	5%	0%	10%	10%
Stock (%)	0%	0%	0%	0%	0%	0%



International Knitwear Limited

DIRECTORS' REPORT

Compliance with the best practices of Corporate Governance as per clause XVI of Code of Corporate Governance

The Board is pleased to state that the management of the Company is compliant with the best practices of Corporate Governance. The Board acknowledges its responsibilities in respect of the corporate and financial reporting framework and thus states that:

- The financial statements, prepared by the management of the Company present fairly its state of affairs, the result of its operations, cash flows and changes in equity.
- The Company has maintained proper books of account.
- Appropriate accounting policies have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment.
- International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of financial statements.
- There has been no material departure from the best practices of corporate governance as detailed in the Book Pakistan Stock Exchange.
- The system of internal control is sound in design and has been effectively implemented and monitored. The process of monitoring internal controls will continue as an ongoing process with the objective to further strengthen the controls and bring improvements in the system.
- There is no doubt about the Company's ability to continue as a going concern.
- Information about taxes and levies is given in notes to the accounts.

Chairman's Review

The Chairman's review included in the Annual Report deals inter alia with the performance and effectiveness of the Board, performance of the Company for the year ended June 30, 2020 and future prospects. The Directors endorse the contents of the Chairman's review.

Board of Directors and its Committees

Board of Directors

The Board comprises of two executive and five non-executive directors. All the Directors keenly take interest in the proper stewardship of the Company's affairs. The non-executive directors are independent of the management of the Company.

Audit Committee

Audit Committee assists the Board of Directors in discharging their responsibilities in accordance with the Corporate Governance and Financial Reporting frame work.

The Committee consists of three members all of whom are non-executive directors. The Chairperson of the Committee is an independent director.

Chief Executive Officer (CEO) and Chief Financial Officer (CFO) attended all the four meetings held during the year by invitation.



DIRECTORS' REPORT

Human Resource and Remuneration Committee

Human Resource and Remuneration Committee also assists the Board of Directors in discharging their responsibilities with regard to devising and periodic reviews of human resource policies and practices within the Company. It also assists the Board in selection, evaluation, compensation and succession planning of key management personnel.

The Committee consists of three members all of whom are non-executive directors. The Chairperson of the Committee is an independent director.

Meeting of the Board and its Committees

During the year, four meetings of Board of Directors (BOD), four meetings of Audit Committee (AC) and one meeting of Human Resource and Remuneration Committee (HRRC) were held. The attendance of the Directors and the number of their directorship in listed companies, including International Knitwear Limited, is as follows:

Sr. No.	Name of Directors	Directorship	Status	Executive Directors	Committee Members		Attendance		
					AC	HRRC	BOD	AC	HRRC
1	Mr. Waseem Shafi	1	Re-elected w.e.f 27-10-2018	No	-	-	4/4	-	-
2	Mr. Naeem Shafi	3	Re-elected w.e.f 27-10-2018	Yes	-	-	4/4	-	-
3	Mr. Javed Khan	1	Re-elected w.e.f 27-10-2018	Yes	-	-	4/4	-	-
4	Mr. Muhammad Shafi	1	Re-elected w.e.f 27-10-2018	No	-	✓	4/4	-	1/1
5	Mr. Muhammad Sajid Hussain	1	Re-elected w.e.f 27-10-2018	No	✓	✓	3/4	3/4	1/1
6	Mr. Mudassir Habib Khan	1	Appointed on 27-10-2018	No	✓	-	4/4	4/4	-
7	Ms. Saleha Majid	1	Appointed on 27-10-2018	No	✓	✓	4/4	4/4	1/1

Management Committee

The Management Committee comprises of senior management headed by Chief Executive Officer (CEO), who ensures that a proper system is developed and implemented across the Company that enable swift and appropriate decision making. It acts in an advisory capacity to CEO at the operating level, providing recommendations relating to business and other corporate affairs. It is responsible for reviewing and forwarding long-term plans, capital and expense budget development and stewardship of business plans. The Committee is organized on a functional basis and meets monthly to review the performance of each function against set targets. CEO also ensures that all decisions and directions given by the Board are properly communicated and implemented.



International Knitwear Limited

DIRECTORS' REPORT

Performance Evaluation of Board of Directors and Committees of the Board

The evaluation of Board's role of oversight and its effectiveness is continual process, which is appraised by the Board itself. The core areas of focus are:

Alignment of corporate goals and objectives with the vision and mission of the Company;

Strategy formulation for sustainable operation;

Board's independence; and

Evaluation of Board's Committees performance in relation to discharging their responsibilities set out in respective terms of reference.

Review of CEO's Performance

The performance of the CEO is formally appraised through the evaluation system which is based on quantitative and qualitative values. Each year the Board establishes a list of goals and strategies aligned to achieve the mission of the Company. Each milestone is thus measured in order to assess performance. It includes the performance of the business, the accomplishment of objectives with reference to profits, organization building, succession planning and corporate success.

Role of Chairman and CEO

Chairman acts as the custodian of the Company on behalf of the Board and stakeholders. He heads the Board of Directors and is responsible for ensuring the Board's effectiveness. The chairman ensures the development of business and protection of goodwill of the Company. He also ensures the balance of membership of the Board in terms of versatile exposure to various business operations and achievement of the Company's vision, mission and its long term goals. He acts as a link between the Board and management of the Company and communicates with the Board on behalf of the management.

The CEO is responsible for day to day management of the Company's affairs and execution of long term strategy, plans and budgets to increase shareholders' value. CEO also represents the Company to shareholders, government authorities and the public. He is the leader and decision maker who motivates employees, drives change within the Company and takes decisions to achieve targets.

Directors' Remuneration

The remuneration of the Board members is approved by the Board itself. However, in accordance with the Code of Corporate Governance, it is ensured that no Director takes part in deciding his own remuneration. The Company does not pay remuneration to non-executive directors except fee for attending the meeting. In order to retain the best talent, the Company's remuneration policies are structured in line with prevailing industry trends and business practices. For information on remuneration of Directors and CEO in 2019-20, please refer notes to the Financial Statements.

Statutory auditors

The present Auditors, RSM Avais Hyder Liaquat Nauman Chartered Accountants will retire and offer themselves for reappointment the financial year ending June 30, 2021.

Pattern of shareholding

A statement showing the pattern of shareholding in the Company and additional information as on June 30, 2020 is annexed to this report.

There were 1,272 shareholders on the record of the Company as at 30th June 2020.



International Knitwear Limited

DIRECTORS' REPORT

Directors' Training Program

Two Directors have attended the Directors Training Program and two have minimum of 14 years of education and 15 years of experience on the Board of listed companies and therefore are exempt from the Directors Training Program. The Company is planning to conduct the Directors Training for the remaining Directors soon.

Future outlook

Recovery has started as businesses and communities have adapted to the new ways of living and conducting business, but the challenges are far from over. The economic recovery is slow, and fear of a pandemic's second wave is keeping businesses from going forward with their growth and expansion plans.

Acknowledgments

The Board of directors would take this opportunity to place on record their appreciation to the efforts of its employees, and the continuous support of customers, suppliers, and bankers.

For and on behalf of the Board

JAVED KHAN
Director / CFO

NAEEM SHAFI
Chief Executive

Karachi: October 01, 2020



International Knitwear Limited

STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019

The Company has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are 7 as per the following:

Male: 6 (Six)

Female: 1 (One)

2. The composition of board is as follows:

Category	Name
Executive Directors	Mr. Naeem Shafi Mr. Javed Khan
Non-Executive Directors	Mr. Waseem Shafi Mr. Muhammad Shafi Mr. Muhammad Sajid Hussain Mr. Mudassir Habib Khan
Independent Director	Ms. Saleha Majid
Female Director	Ms. Saleha Majid

3. The directors have confirmed that none of them is serving as a director on more than seven listed companies, including this Company.
4. The Company has prepared a "Code of Conduct" and has ensured that appropriate steps have been taken to disseminate it throughout the Company along with its supporting policies and procedures.
5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the Company. The board is doing a reasonable progress to complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained.
6. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by the Board/shareholders as empowered by the relevant provisions of the Act and these Regulations.
7. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of the Board.



International Knitwear Limited

STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019

8. The Board of Directors have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.
9. Two directors are Certified Director and two directors meet the criteria of exemption and are accordingly exempted from directors' training program. Remaining Director will acquire the required directors' training certification within the time specified in the Regulations.
10. The board has approved appointment of CFO and Company Secretary, including their remuneration and terms and conditions of employment and complied with relevant requirements of the regulations. However, the CFO has also been assigned the responsibilities of the company secretary; The position of Head of Internal Audit remained vacant during the year
11. CEO and CFO duly endorsed the financial statements before approval of the Board.
12. The Board has formed committees comprising of members given below:

Audit Committee

Saleha Majid (Chairperson)
Muhammad Sajid Hussain
Mudassir Habib Khan

HR and Remuneration Committee

Saleha Majid (Chairperson)
Muhammad Shafi
Muhammad Sajid Hussain

13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committee for compliance
14. The frequency of meetings of the committee were as per following:
 - a) Audit Committee: Four quarterly meetings during the financial year ended June 30, 2020
 - b) HR and Remuneration Committee: One meeting during the financial year ended June 30, 2020
15. The Board has setup an internal audit function, the staffs are considered suitably experienced for the purpose and are conversant with the policies and procedures of the company. whoever, during the year the internal audit department remained unfunctional because of vacancy in the office of head of Internal Audit.



International Knitwear Limited

STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019

16. The statutory auditors of the company have confirmed that they have been given a satisfactory rating under the Quality Control Review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and that they and the partners of the firm involved in the audit are not a close relative (spouse, parent, dependent and non-dependent children) of the chief executive officer, chief financial officer, head of internal audit, company secretary or director of the company;
17. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.
18. We confirm that all requirements of regulations 3, 7, 8, 27,32, 33 and 36 of the Regulations have been complied with; and
19. Explanation for non-compliance with requirements, other than regulations 3,7,8,27,32,33 and 36 are below.
- I. The Company is non-compliant of the number of Independent Directors required under the regulation 6 of the Listed Companies (Code of Corporate Governance) Regulations, 2019.
The requirement to have the representation of number of Independent Directors in the Company's board will be complied upon reconstitution of the Board.
 - II. The Chief Financial Officer also holds the office of the company secretary.
 - III. The Board has not setup an internal audit function as required by regulation 31 of the Listed Companies (Code of Corporate Governance) Regulations, 2019.
 - IV. The board has not maintained the complete record of significant policies as required under the regulations.

A reasonable progress is being made by the Company to seek above compliances by the year end of next accounting year June 30, 2021.

WASEEM SHAFI
Chairman

NAEM SHAFI
Chief Executive

Karachi: October 01, 2020



International Knitwear Limited

REVIEW REPORT ON THE STATEMENT OF COMPLIANCE CONTAINED IN LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) prepared by the Board of Directors of International Knitwear Limited (the Company) for the year ended June 30, 2020 in accordance with the requirements of regulation 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Company's personnel and review of various documents prepared by the Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Company for the year ended June 30, 2020.

Further, we highlight below instances of non-compliance with the requirement(s) of the Regulations as reflected in the paragraph reference where these are stated in the Statement of Compliance:



International Knitwear Limited

REVIEW REPORT ON THE STATEMENT OF COMPLIANCE CONTAINED IN LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019

S#	Paragraph reference	Description
I.	19(I)	The Company is non-compliant of the number of Independent Directors required under the regulation 6 of the Listed Companies (Code of Corporate Governance) Regulations, 2019.
II.	10 & 19(II)	The Chief Financial Officer also holds the office of the company secretary.
III.	15 & 19(III)	The Board has not setup an internal audit function as required by regulation 31 of the Listed Companies (Code of Corporate Governance) Regulations, 2019.
IV.	5 & 19(IV)	The board has not maintained the complete record of significant policies as required under the regulations.

Sd/-

Engagement Partner: Adnan Zaman
Chartered Accountants

Karachi.

Date: October 01, 2020



AUDITORS' REPORT TO THE MEMBERS

Opinion

We have audited the annexed financial statements of International Knitwear Limited (the Company), which comprise the statement of financial position as at June 30, 2020, and the statement of profit or loss, the statement of other comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, the statement of profit or loss, the other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2020 and of the profit and other comprehensive loss, the changes in equity and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



AUDITORS' REPORT TO THE MEMBERS

Following are the key audit matters:

S. No.	Key Audit Matters	How the matter was addressed in our audit
1.	<p>Revenue (Refer note 20 to the financial statements)</p> <p>The Company generates revenue from sale to export as well as local customers. We considered revenue recognition as key audit matter as it is one of the key performance indicators and because of the potential risk that revenue may not be recorded in the appropriate period.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none">-Obtained an understanding of the process relating to recognition of revenue and testing the design, implementation and operating effectiveness of key internal controls.-Performed test of details on a sample basis with underlying documentations by inspecting and comparing customer orders, delivery challans, bill of lading (in case of export sales), invoices and other related documents.-Compared sample of revenue transactions recorded around the year end with the sales orders, sales invoices, delivery documents and other relevant underlying documentation to ensure that revenue pertains to the appropriate accounting period.-Ensured the adequacy of disclosures in accordance with applicable financial reporting standards and the Companies Act, 2017.
2.	<p>Stock in trade (Refer note 9 to the financial statements)</p> <p>Due to the significance of inventory balances and related estimations involved, this is considered as a key audit matter.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none">-Obtained an understanding of internal controls over purchases and valuation of stock in trade and tested, on a sample basis, their design, implementation and operating effectiveness.-Attended virtual inventory counts performed by the Company.-Obtained and reviewed the inventory count report of the management and assessed its accuracy on a sample basis.



International Knitwear Limited

AUDITORS' REPORT TO THE MEMBERS

		<p>-Ensuring that proper provision has been made for slow moving, obsolete and damaged inventory or items selling below cost.</p> <p>-Performed NRV test to ensure that the inventory is valued at lower of cost and NRV.</p>
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Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's reports thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of the Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of directors are responsible for overseeing the Company's financial reporting process.



AUDITORS' REPORT TO THE MEMBERS

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



AUDITORS' REPORT TO THE MEMBERS

-Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

-Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



International Knitwear Limited

AUDITORS' REPORT TO THE MEMBERS

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

(a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);

(b) the statement of financial position, the statement of profit or loss, the statement of other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;

(c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and

(d) zakat deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980), was deducted by the company and deposited in the Central Zakat Fund established under section 7 of that Ordinance

The engagement partner on the audit resulting in this independent auditor's report is Adnan Zaman.

Sd/-

Chartered Accountants

Karachi.

Date: October 01, 2020



International Knitwear Limited

BALANCE SHEET AS AT JUNE 30, 2020

ASSETS	Note	2020 Rupees	2019 Rupees
Non-Current Assets			
Property, plant and equipment	6	35,942,893	32,134,519
Long term deposits	7	2,052,600	2,052,600
Long term loan	11	556,000	703,000
Long term investments	8	14,478,781	17,769,756
		53,030,274	52,659,875
Current Assets			
Stock in trade	9	160,126,086	120,400,006
Short term investments	8	8,506,301	4,177,071
Trade debts - considered good	10	29,420,504	54,580,348
Loans and advances	11	4,559,014	4,050,811
Other receivables	12	33,089,225	18,882,741
Taxation - net	18	22,410,808	21,607,985
Cash and bank balances	13	885,322	2,682,797
		258,997,261	226,381,759
TOTAL ASSETS		312,027,536	279,041,635
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Issued, subscribed & paid-up capital	14	96,750,000	96,750,000
Revenue Reserves			
Unappropriated profit		28,020,988	28,763,003
		124,770,988	125,513,003
Capital Reserves			
Unrealized (loss) / gain on revaluation of investments - FVTOCI		(982,490)	(4,003,372)
		123,788,498	121,509,631
Non-Current Liabilities			
Long term liability against assets subject to finance lease	15	1,651,865	2,048,904
Current Liabilities			
Short term finance under mark-up arrangement	16	82,058,581	69,159,154
Current maturity of liability against assets subjects to finance lease	15	419,987	401,891
Creditors, accrued and other payables	17	102,377,977	84,398,930
Unclaimed dividend		1,730,629	1,523,125
		186,587,173	155,483,100
Contingencies and Commitments	19	-	-
TOTAL EQUITY AND LIABILITIES		312,027,536	279,041,635

The annexed notes 1 to 38 form an integral part of these financial statements.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

STATEMENT OF PROFIT OR LOSS ACCOUNT FOR THE YEAR ENDED JUNE 30, 2020

	Note	2020 Rupees	2019 Rupees
Net sales	20	537,457,423	451,098,967
Cost of goods sold	21	(486,169,771)	(418,993,170)
Gross profit		51,287,652	32,105,797
Administrative and selling expenses	22	(21,458,557)	(21,776,647)
Operating profit		29,829,095	10,329,151
Other income	23	2,179,917	11,129,178
Unrealized (loss) on revaluation of investments through P&L		(589,705)	(424,559)
		1,590,212	10,704,619
		31,419,307	21,033,770
Finance cost	24	(13,304,144)	(5,192,038)
Other charges	25	(1,249,946)	(1,093,080)
		(14,554,090)	(6,285,118)
Profit before taxation		16,865,217	14,748,652
Taxation	18	(9,130,071)	(4,510,990)
Profit after taxation		7,735,146	10,237,662
Earnings per share - basic and diluted	27	0.80	1.06

The annexed notes 1 to 38 form an integral part of these financial statements.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2020

	2020 Rupees	2019 Rupees
Profit after taxation for the year	7,735,146	10,237,662
Other comprehensive loss		
Items that will not be subsequently reclassified to statement of profit or loss		
Unrealised loss on remeasurement of investments classified as FVTOCI	(2,040,503)	(313,919)
Reclassification of OCI component on disposal of FVTOCI investment directly into equity	1,421,724	(18,049,717)
	(618,779)	(18,363,635)
Total comprehensive (loss) / income for the year	7,116,367	(8,125,973)

The annexed notes 1 to 38 form an integral part of these financial statements.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED JUNE 30, 2020

	Reserves		Unappropriated profit	Total
	Capital Reserve	Revenue Reserve		
	Issued, Subscribed and Paid up Share Capital	Unrealized gain / (loss) on revaluation of Investments		
Rupees				
Balance as at June 30, 2018	96,750,000	14,360,264	23,362,841	134,473,105
Total comprehensive income:				
Net profit for the year ended June 30, 2019	-	-	10,237,662	10,237,662
Reclassification on disposal of FVTOCI directly into equity	-	(18,049,717)	-	(18,049,717)
Fair value adjustment on investment classified as FVTOCI	-	(313,919)	-	(313,919)
Transaction with owners:				
5% cash dividend paid for the year ended June 30, 2018	-	-	(4,837,500)	(4,837,500)
Balance as at July 01, 2019	96,750,000	(4,003,372)	28,763,003	121,509,631
Total comprehensive income:				
Net profit for the year ended June 30, 2020	-	-	7,735,146	7,735,146
Reclassification on disposal of FVTOCI directly into equity	-	(2,040,503)	-	(2,040,503)
Fair value adjustment on investment classified as FVTOCI	-	1,421,724	-	1,421,724
Unrealized loss realized and transfer of FVTOCI	-	3,639,661	(3,639,661)	-
Transaction with owners:				
5% cash dividend paid for the year ended June 30, 2019	-	-	(4,837,500)	(4,837,500)
Balance as at June 30, 2020	96,750,000	(982,490)	28,020,988	123,788,498

The annexed notes 1 to 38 form an integral part of these financial statements.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO




International Knitwear Limited

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2020

	Note	2020 Rupees	2019 Rupees
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		16,865,217	14,748,652
Adjustment for non cash items:			
Depreciation		4,512,229	3,949,790
(Gain)/Loss on sale of property, plant and equipment		(12,698)	6,209
Other income		(350,644)	1,744,443
Finance cost		13,304,144	5,192,037
		17,453,031	10,892,479
Profit before changes in working capital		34,318,248	25,641,131
Increase in current assets			
Stock in trade		(39,726,080)	(69,780,697)
Trade debts		25,159,844	14,729,782
Loans and advances		(361,203)	(2,287,444)
Other receivables		(14,206,484)	(7,609,231)
		(29,133,923)	(64,947,590)
Increase in current liabilities			
Creditors, accrued and other payables		17,979,047	9,432,034
		17,979,047	9,432,034
Financial charges paid		(13,304,144)	(5,192,037)
Taxes paid		(12,664,453)	(7,888,252)
Cash proceed from Income tax		2,686,109	-
Net cash used in operating activities		(119,116)	(42,954,714)
CASH FLOW FROM INVESTING ACTIVITIES			
Capital expenditure		(8,601,905)	(7,736,021)
Additions in investment		(133,571,252)	(81,740,898)
Disposal of investment		132,530,399	88,846,777
Proceeds from sale of property, plant and equipment		160,000	137,000
Long term deposits		-	(552,600)
Finance lease rental paid		(378,943)	(312,205)
Net cash used in investing activities		(9,861,702)	(1,357,947)
CASH FLOW FROM FINANCING ACTIVITIES			
Cash proceeds from short term finance under markup arrangement		223,699,024	189,586,681
Repayment of short term finance under markup arrangement		(210,971,770)	(139,537,159)
Dividend paid		(4,629,997)	(4,630,198)
Net cash generated from financing activities		8,097,258	45,419,324
Net (decrease)/ increase in cash and cash equivalents		(1,883,561)	1,106,663
Cash and cash equivalents at the beginning of the year		(3,226,835)	(4,333,498)
Cash and cash equivalents at the end of the year	28	(5,110,396)	(3,226,835)

The annexed notes 1 to 38 form an integral part of these financial statements.


WASEEM SHAFI
Chairman


NAEEM SHAFI
Chief Executive


JAVED KHAN
Director / CFO



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

1. STATUS AND NATURE OF BUSINESS

International Knitwear Limited (hereinafter referred as the "Company" or "IKL") is incorporated in Pakistan and is listed on Pakistan Stock Exchange Limited. The geographical location and address of the head office and manufacturing plant of the Company is Plot # F-2A/I, SITE, Karachi, Pakistan.

We are leaders in creating, developing and manufacturing knitted and woven apparel products right from basic to highly fashioned garments. We are engaged in the export of quality garments. We have established a name of credentials owing to the projected commitments, working speed and quality practices. Our operating philosophy is to provide buyers with products that meet their specification, and are reliably delivered at a reasonable price in domestic and international markets.

2. IMPACT OF COVID - 19 ON THE FINANCIAL STATEMENTS

As in the rest of the world, COVID-19 adversely affected lifestyles and business operations in Pakistan. The Company complied with the SOPs prescribed by Federal and Provincial Governments. Sales and production activities were affected during lockdowns, however, the factory reopened after necessary permissions to produce orders for exports and local services. The Company remained up to date in all its financial commitments. The Management believes that the going concern assumption of the Company remains valid.

The evolution of COVID-19 as well as its impact on the global and the local economy is hard predict at this stage. As of the release date of these financial statements, there has been no specifically material quantifiable impact of COVID-19 on the Company's financial condition or results of operations.

The Company availed employee refinance facility for payment of salaries and wages under SBP's Infrastructure, Housing & SME Finance department (IH&SMEFD) Circular No. 6 of 2020 dated April 10, 2020.

3. BASIS OF PREPARATION

3.1 Statement of compliance

These 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) 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 from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3.2 Basis of measurement

These financial statements have been prepared under the historical cost convention except as stated otherwise in these financial statements.

3.3 Functional and presentation currency

These financial statements are presented in Pakistani Rupees, which is Company's functional currency. All the financial information presented in Pakistani Rupee has been rounded off to nearest Rupee.

3.4 Critical accounting estimates and judgments

The preparation of financial statements in conformity with International Financial Reporting Standards (IFRS) requires the use of certain accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements, are as follows:

- Classification of financial instruments; (note 5.2)
- Provision for impairment; (note 5.4)
- Valuation of work in process; (note 5.9) and
- Provision for obsolete inventory; (note 5.10)
- Taxation; (note 5.13)
- Determination and measurement of useful life and residual value of property, plant and equipment. (note 5.7 and 6)

Estimates and judgments are continually evaluated and are based on historical experiences and other factors, including expectations of future events that are believed to be reasonable under the circumstances.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

4 STANDARDS, INTERPRETATIONS AND AMENDMENTS APPLICABLE TO FINANCIAL STATEMENTS

4.1 New or Amendments / Interpretations to Existing Standards, Interpretations

There are new and amended standards and interpretations that are mandatory for accounting periods beginning 1 July 2019 other than those disclosed in note 5.3, are considered not to be relevant or do not have any significant effect on the Company's financial statements and are therefore not stated in these financial statements.

4.2 New accounting standards and amendments that are not yet effective

The following amendments to the approved accounting and reporting standards, applicable in Pakistan, would be effective from the dates mentioned below against the respective standards and interpretation have not been adopted early by the Company:

Standard or Interpretation		Effective from accounting period beginning on or after:
IAS 1 & IAS 8	Presentation of Financial Statements & Accounting Policies, Changes In Accounting Estimates, and Errors: Definition of Material, to clarify the definition of material and its alignment with the definition used in the Conceptual Framework (amendments)	January 1, 2020
IAS 1	Presentation of Financial Statements to clarify how to classify debt and other liabilities as current or non-current.	January 1, 2022
IFRS 3	Business combinations to clarify the definition of business. The amendment updates a reference in IFRS 3 to the Conceptual Framework for Financial Reporting without changing the accounting requirements for business combinations.	January 1, 2020
IFRS 4	Insurance contracts to clarify extension of the Temporary Exemption from Applying IFRS 9 defers the fixed expiry date of the following temporary exemptions from applying IFRS 9 to annual periods beginning on or after January 01, 2023.	January 1, 2023
IFRS 9	Financial Instruments to clarify the requirements for hedge accounting to support the provision of useful financial information during the period of uncertainty caused by the phasing out of interest-rate benchmarks such as interbank offered rates (IBORs) on hedge accounting.	January 1, 2020
IFRS 10 & IAS 28	Consolidated Financial Statements & Investment in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - (Amendment)	Not yet finalized
IAS 16	Property, plant and equipment to clarify the prohibition on an entity from deducting from the cost of an item of property, plant and equipment any proceeds from selling items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognizes the proceeds from selling such items, and the cost of producing those items, in profit or loss.	01-Jan-22
IAS 37	Provisions, contingent liabilities and contingent assets to specify which costs should be included in an entity's assessment whether a contract will be loss-making.	01-Jan-22

The above new amendments to standards and interpretations are not expected to have any material impact on the Company's financial statements in the period of initial application.

In addition to the above new standards and amendments to standard and interpretations, the IASB has also issued the revised Conceptual Framework for Financial Reporting (the Conceptual 2020) for preparers of financial statements who develop accounting policies based on the Conceptual Framework. The revised Conceptual Framework is not a standard, and none of the concepts override those in any standard or any requirements in a standard. The purpose of the Conceptual Framework is to assist IASB in developing standards, to help preparers develop consistent accounting policies if there is no applicable standard in place and to assist all parties to understand and interpret the standards.

In addition to the above new standards and amendments to standard and interpretations, the IASB has also issued the revised Conceptual Framework for Financial Reporting (the Conceptual 2020) for preparers of financial statements who develop accounting policy improvements to various accounting standards have also been issued by the IASB in May 2020. Such improvements are generally effective for accounting periods beginning on or after 01 January 2020. The Company expects that such improvements to the standards will not have any material impact on the Company's financial statements in the period of initial application.

Further, the following new standards have been issued by IASB which are yet to be notified by the Securities and Exchange Commission of Pakistan (SECP) for the purpose of applicability in Pakistan.

Standard	IASB effective date (annual periods beginning on or after)
IFRS 1 - First time adoption of International Financial Reporting Standards	01-Jul-09
IFRS 17 - Insurance Contracts	01-Jan-23

The Company expects that the adoption of the above revision, amendments and interpretation of the standards will not affect the Company's financial statements in the period of initial application.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

5. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Except as described below in note 5.1, the significant accounting policies are consistently applied in the preparation of these financial statements are the same as those applied in earlier periods presented.

5.1 Changes in significant accounting policies

The Company has adopted IFRS 16 'Leases' from 01 July 2019 which is effective from annual periods beginning on or after 01 January 2019 and the key changes to the Company's accounting policies resulting from adoption of IFRS 16 are summarized below:

IFRS 16 'Leases'

IFRS 16 has introduced a single, on-balance sheet accounting model for lessees. As a result, the entity, as a lessee has recognized right-of-use asset representing its rights to use the underlined assets and lease liabilities representing its obligation to make lease payments.

The Company has applied IFRS 16 using the modified retrospective approach. Under this approach the comparative information presented for 2019 has not been restated - i.e. it is presented, as previously reported, under IAS 17 and related interpretations. The details of the changes in accounting policies are disclosed below.

A contract is, or contains a lease if the contract conveys a right to control the use of an identified asset for a period of time in exchange for consideration. The entity recognizes a right-of-use asset and lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, and subsequently at cost less any accumulated depreciation and impairment losses if any, and adjusted for certain remeasurements of the lease liability. The right-of-use asset is depreciated using the straight line method over the shorter of the lease term and the asset's useful life. The estimated useful lives of assets are determined on the same basis as that for owned assets. In addition, the right-of-use asset is periodically reduced by impairment losses, if any

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the entity's incremental borrowing rate. The lease liability is subsequently increased by the interest cost on the lease liability and decreased by lease payments made. It is re-measured when there is a change in future lease payments arising from a change in an index or rate, a change in assessment of whether extension option is reasonably certain to be exercised or a termination option is reasonably certain not to be exercised.

The Company did not have any property leases arrangement therefore, adoption of IFRS 16 at 1 July 2019 did not have an effect on the financial statements of the Company except the reclassification of leased assets as Right-of-use assets (refer note 6.3).

5.2 Financial Instruments

Initial measurement of financial asset

The Company classifies its financial assets into following three categories:

- fair value through other comprehensive income (FVOCI);
- fair value through profit or loss (FVTPL); and
- measured at amortised cost.

A financial asset is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

Subsequent measurement

The following accounting policies apply to the subsequent measurement of financial assets:

Financial assets at FVTPL

These assets are subsequently measured at fair value. Net gains and losses, including any interest / markup or dividend income, are recognised in income statement.

Financial assets at amortised cost

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses (see (ii) below). Interest / markup income, foreign exchange gains and losses and impairment are recognised in income statement.

Debt investments at FVOCI

These assets are subsequently measured at fair value. Interest / markup income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognised in income statement. Other net gains and losses are recognised in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to income statement.

Equity investments at FVOCI

These assets are subsequently measured at fair value. Dividends are recognised as income in income statement unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI and are never reclassified to income statement.

Derecognition of Financial Assets

Financial assets are derecognised when the rights to receive cash flows from the assets have expired or have been transferred and the Company has transferred

Non-derivative financial assets

All non-derivative financial assets are initially recognised on trade date i.e. date on which the Company becomes party to the respective contractual provisions. Non-derivative financial assets comprise loans and receivables that are financial assets with fixed or determinable payments that are not quoted in active markets and includes long term loans, accruals, prepayments, advances and other receivables and cash and cash equivalent. The Company derecognises the financial assets when the contractual rights to the cash flows from the asset expires or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risk and rewards of ownership of the financial assets are transferred or it neither transfers nor retain substantially all of the risks and rewards of ownership and does not retain control over the transferred asset.

5.3 Regular way contracts

All purchases and sales of securities that require delivery within the time frame established by regulation or market convention such as "T+2" purchases and sales are recognised at the trade date. Trade date is the date on which the Company commits to purchase or sell the assets.

5.4 Impairment

Financial assets

The Company recognises loss allowances for Expected Credit Losses (ECLs) in respect of financial assets measured at amortised cost. The Company measures loss allowances at an amount equal to lifetime ECLs, except for other securities and bank balances which are measured at 12 months expected credit losses. Since these assets are short term in nature, therefore no credit loss is expected on these balances.

Non-financial assets

The carrying amounts of the Company's non-financial assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If such indication exists, the asset's recoverable amount, being higher of value in use and fair value less costs to sell, is estimated. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognised in the statement of profit or loss.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

5.5 Financial liabilities

Financial liabilities are initially recognised on trade date i.e. date on which the company becomes party to the respective contractual provisions. Financial liabilities include mark-up bearing borrowings and trade and other payables. The Company derecognises the financial liabilities when contractual obligations are discharged or cancelled or expire. Financial liability other than at fair value through profit or loss are initially measured at fair value less any directly attributable transaction cost. Subsequent to initial recognition, these liabilities are measured at amortised cost using effective interest rate method.

5.6 Off-setting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the financial statements only when the Company has a legally enforceable right to offset and the Company intends to either settle on a net basis, or to realise the assets and to settle the liabilities simultaneously. Income and expense items of such assets and liabilities are also offset and the net amount is reported in the financial statements only when permitted by the accounting and reporting standards as applicable in Pakistan.

5.7 Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any.

Depreciation is charged, from the month when the asset is available for use and ceased prior to the month of disposal, to profit and loss account applying the straight-line method.

Maintenance and repairs are charged to profit and loss account as and when incurred. Major renewals and improvements are capitalized and the assets so replaced, if any, are retired. The residual values, useful lives and depreciation method are reviewed and adjusted, if appropriate, at each balance sheet date.

Gains and losses arising on disposal of property, plant and equipment are taken to profit and loss account in the year of disposal.

5.8 Assets subject to finance lease

5.8.1 Policy applicable before 1 July 2019

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the Company. All other leases are classified as operating leases.

Assets held under finance leases along with corresponding lease liabilities are initially recognized at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between finance costs and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance costs are recognized in statement of profit or loss.

5.8.2 Policy applicable after 1 July 2019

A contract is, or contains a lease if the contract conveys a right to control the use of an identified asset for a period of time in exchange for consideration. The entity recognizes a right-of-use asset and lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, and subsequently at cost less any accumulated depreciation and impairment losses if any, and adjusted for certain remeasurements of the lease liability. The right-of-use asset is depreciated using the straight line method over the shorter of the lease term and the asset's useful life. The estimated useful lives of assets are determined on the same basis as that for owned assets. In addition, the right-of-use asset is periodically reduced by impairment losses, if any.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the entity's incremental borrowing rate. The lease liability is subsequently increased by the interest cost on the lease liability and decreased by lease payments made. It is re-measured when there is a change in future lease payments arising from a change in an index or rate, a change in assessment of whether extension option is reasonably certain to be exercised or a termination option is reasonably certain not to be exercised.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

5.9 Capital work in progress

Capital work-in-progress is stated at cost accumulated up to the balance sheet date and represents expenditure incurred on property, plant and equipment in the course of construction. These expenditures are transferred to relevant category of property, plant and equipment as and when the assets start operation.

5.10 Stock-in-Trade

- (a) Raw, packing and other materials are valued at the lower of cost calculated on a first-in-first-out basis and net realizable value.
- (b) Work in process is valued at material cost plus estimated conversion cost.
- (c) Finished goods are valued at lower of cost and net realizable value (NRV). NRV signifies the estimated selling price in the ordinary course of business less cost necessarily to be incurred in order to make the sale.
- (d) Stock-in-transit is valued at cost comprising invoice value plus other charges incurred thereon.

5.11 Staff Retirement Benefits

The Company operates an approved defined contributory provident fund scheme for eligible employees. Equal contributions are made to the fund by the Company and the employees at the rate of 8.33 % of basic salary.

5.12 Compensated Absences

The Company has a policy to provide for compensated absences for all employees in accordance with the rules of the Company.

5.13 Taxation

Current

Provision for current taxation is based on taxable income at the current rates of taxation in accordance with the final tax regime, of the Income Tax Ordinance, 2001. Income not covered under final tax regime is taxed under normal regime.

Deferred

Deferred tax is provided using the balance sheet liability method, providing for temporary difference between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities, using tax rates enacted at the balance sheet date. However due to application of final tax basis of taxation, deferred taxation would not arise.

5.14 Borrowing Costs

Borrowing costs are recognized as expense in the period in which they are incurred, except to the extent that they are directly attributable to the construction of a qualifying asset in which case they are capitalized as part of the cost of that particular asset.

5.15 Provisions

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events, when it is probable that outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made.

5.16 Foreign Currencies Translation

Transactions in foreign currencies are accounted for in Pak Rupees at the rate of exchange prevailing on the date of transaction. Monetary assets and liabilities in foreign currencies as at the balance sheet date are expressed in rupees at rates of exchange prevailing on that date. Non monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transactions. Exchange gains and losses are included in income currently.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

5.17 Revenue Recognition

- Revenue from sale of goods is recognised when the Company satisfies a performance obligation by transferring promised goods to customer. Goods are transferred when the customer obtains their control (i.e. on dispatch of goods to customers). Revenue is recognised at transaction price (which excludes estimates of variable consideration).
- Profit on bank balances is recognised on a time proportion basis on the principal amount outstanding and at the applicable rate.
- Gains / (losses) arising on disposal of investments are recognised on the date when the transaction takes place.
- Unrealised gains / (losses) arising on revaluation of securities measured at 'fair value are included in profit or loss / other comprehensive income in the period in which they arise.
- The aforesaid change in accounting policy did not result in any significant change.

5.18 Balances from contract with customers

Contract assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. The Company recognizes a contract asset for the earned consideration that is conditional if the Company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due.

Trade receivables

A receivable represents the Company's right to an amount of consideration that is unconditional. Trade receivables are carried at original invoice amount less expected credit loss based on a review of all outstanding amounts at the year end. Bad debts are written off when identified.

Contract liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration from the customer. A contract liability is recognized at earlier of when the payment is made or the payment is due if a customer pays consideration before the Company transfers goods or services to the customer.

Right of return assets

Right of return asset represents the Company's right to recover the goods expected to be returned by customers. The asset is measured at the former carrying amount of the inventory, less any expected costs to recover the goods, including any potential decreases in the value of the returned goods. The Company updates the measurement of the asset recorded for any revisions to its expected level of returns, as well as any additional decreases in the value of the returned products.

Refund liabilities

A refund liability is the obligation to refund some or all of the consideration received (or receivable) from the customer and is measured at the amount the Company ultimately expects it will have to return to the customer. The Company updates its estimates of refund liabilities (and the corresponding change in the transaction price) at the end of each reporting period.

5.19 Cash and Cash Equivalents

Cash and cash equivalents comprise of cash balances, current and deposit account balances with banks, and running finance facilities availed by the Company, which form an integral part of Company's cash management and are included as part of cash and cash equivalents for the purpose of statement of cash flow.

5.20 Related Party Transactions

All transactions involving related parties arising in the normal course of business are conducted at arm's length at normal commercial rates on the same terms and conditions as third party transactions using valuation modes, as admissible, except in extremely rare circumstances, where subject to the approval of the Board of Directors, it is in the interest of the Company to do so.



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

5.21 Segments Reporting

Identification of segments

Export division

Local division

Basis for allocation for revenue and expenses:

Revenue in respect of each segment is separately identifiable. Expenses against knitting charges, dyeing and other charges, embroidery charges, stitching charges, clearing and forwarding charges, freight octroi and cartage expenses are allocated on actual basis. However, depreciation and all other general expenses are allocated on the following basis.

Basis of allocation	Segment Allocation	
	Export	Local
Depreciation on all assets	60.43%	39.57%

5.22 Earnings per share

The Company presents earnings per share (EPS) data for its ordinary shares. EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

5.23 Dividend and other appropriations

Dividend to the shareholders is recognized in the period in which it is declared and other appropriations are recognized in the period in which these are approved by the Board of Directors.

6. PROPERTY, PLANT AND EQUIPMENT	Note	2020	2019
		Rupees	Rupees
Operating assets	6.1	34,059,843	32,134,519
Capital work in progress	6.2	-	-
Right-of-use assets	6.3	1,883,050	-
		<u>35,942,893</u>	<u>32,134,519</u>



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

6.1 Operating Assets

OWNED ASSETS								LEASED ASSETS		Total
Leasehold land	Factory Building	Plant and Machinery	Furniture and Fittings	Office Equipments	Motor Vehicles	Computers	Sub Total	Motor Vehicles	Sub Total	
Rupees										

Year ended June 30, 2020

Opening net book amount	3,731,301	12,880,658	8,013,412	1,165,462	629,300	2,742,006	409,890	29,672,069	-	-	29,672,069
Additions - cost	-	1,791,705	4,897,000	122,000	-	1,530,000	102,300	8,467,905	-	-	8,467,905
Disposals - cost	-	-	(895,200)	-	-	-	-	(895,200)	-	-	(895,200)
Depreciation charge	(42,177)	(822,641)	(1,406,000)	(153,454)	(74,645)	(1,100,731)	(159,188)	(3,937,829)	-	-	(3,937,829)
Adjustment	-	-	747,899	-	-	-	-	747,899	-	-	747,899
Closing net book amount	3,689,124	13,049,762	11,977,110	1,134,008	554,655	3,083,274	357,910	34,099,845	-	-	34,099,845

At June 30, 2020

Cost	4,717,652	23,611,388	15,534,672	1,612,167	780,214	10,382,089	1,092,600	61,630,583	-	-	61,630,583
Accumulated depreciation	(1,033,518)	(9,762,426)	(8,167,562)	(478,159)	(216,558)	(7,178,816)	(733,690)	(27,570,739)	-	-	(27,570,739)
Net book amount	3,689,124	13,049,762	11,977,110	1,134,008	554,655	3,083,274	357,910	34,099,845	-	-	34,099,845

Year ended June 30, 2019

Opening net book amount	3,718,478	10,939,754	6,773,007	832,896	389,024	2,603,289	421,870	25,738,306	-	-	25,738,306
Additions - cost	-	2,959,246	2,538,000	521,355	357,000	1,029,503	196,900	7,650,021	2,897,000	1,897,000	10,444,021
Disposals - cost	-	-	(1,210,145)	(666,085)	(477,150)	-	(306,798)	(4,460,088)	-	-	(2,460,088)
Depreciation charge	(42,177)	(4,008,302)	(1,173,770)	(241,187)	(85,866)	(890,783)	(154,125)	(9,515,840)	(434,550)	(434,550)	(9,949,790)
Adjustment	-	-	1,094,320	638,323	246,420	-	256,017	2,325,080	-	-	2,325,080
Closing net book amount	3,731,301	12,880,658	8,013,412	1,165,462	629,300	2,742,006	409,890	29,672,069	2,462,450	2,462,450	32,134,519

At June 30, 2019

Cost	4,717,652	21,919,483	15,532,872	1,450,167	780,214	8,792,089	984,400	54,057,878	2,897,000	1,897,000	56,954,878
Accumulated depreciation	(906,351)	(8,939,785)	(7,419,460)	(284,785)	(154,913)	(5,990,084)	(574,510)	(24,385,808)	(434,550)	(434,550)	(24,820,358)
Net book amount	3,731,301	12,880,658	8,013,412	1,165,462	629,300	2,742,006	409,890	29,672,069	2,462,450	2,462,450	32,134,519

Rate of depreciation	1%	5%	10%	10%	10%	22%	20%	20%	20%		
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International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

6.1.1 Detail of disposal of property, plant and equipment

Cost	Accumulated depreciation	Book value	Sale proceeds	Gain	Commission	Net Gain / (Loss)	Mode of disposal	Particular of Purchaser
Rupees								
Plant and machinery								
Plant and machinery scrap	806,700	659,398	147,302	145,000	(2,302)	(2,302)	Negotiation	Rafiq Enterprises
Plant and machinery scrap	79,500	29,500	-	5,000	5,000	5,000	Negotiation	Mr. Caji Khan
Plant and machinery scrap	79,500	29,500	-	5,000	5,000	5,000	Negotiation	Mr. Shrikumar
Plant and machinery scrap	79,500	29,500	-	5,000	5,000	5,000	Negotiation	Mr. Bilal
	895,200	747,898	147,302	155,000	12,698	-		

6.1.2 Segment wise allocation of depreciation charge for the year

2020					2019				
Export	Local	Total	Discontinued	Total	Export	Local	Total	Discontinued	Total
60.15	29.85				53.54	46.46			
Rupees									
Lease hold land	28,376	18,801	47,177	-	47,177	39,218	7,959	42,177	-
Factory building	495,309	328,242	823,551	-	823,551	346,499	179,363	1,024,302	-
Plant and machinery	893,732	592,208	1,485,940	-	1,485,940	975,293	(58,021)	1,477,770	-
Cost of goods sold	1,417,567	938,251	2,355,818	-	2,355,818	1,861,453	377,796	2,339,249	2,339,249
Furniture and fittings	92,298	61,155	153,454	-	153,454	111,300	23,807	141,107	-
Office equipments	44,857	28,748	73,605	-	73,605	71,478	14,567	85,986	-
Motor vehicles	714,492	475,946	1,190,438	-	1,190,438	830,179	275,664	1,325,333	-
Computer	85,743	63,457	149,200	-	149,200	131,438	26,762	158,115	-
Admin and selling expenses	947,831	628,480	1,576,311	-	1,576,311	1,421,846	288,595	1,710,541	1,710,541
	2,365,498	1,567,331	3,932,829	-	3,932,829	3,283,400	666,390	3,949,790	3,949,790

6.1.3 The leasehold land of 1.069 acre is located at GFL, Karachi.

6.2 Movement in capital work in progress

	2020 Rupees	2019 Rupees
Opening balance	-	-
Add: Additions during the year	1,791,705	2,969,266
Less: Transfer to operating assets	(1,791,705)	(2,969,266)
	-	-

6.3 Right-of-use assets

	2020 Rupees	2019 Rupees
Motor Vehicle		
Opening balances	-	-
Transferred from leased assets	2,462,450	-
Additions during the period	-	-
Transferred from CMP	-	-
Disposals	-	-
Depreciation charge for the period	(579,400)	-
	1,883,050	-

6.3.1 Depreciation expense relating to right to use assets - Motor Vehicle of Rs. 579,400/- has been charged in 'Admin and selling expenses'

7. LONG TERM DEPOSITS

	2020 Rupees	2019 Rupees
Security deposits - SIOC	1,500,000	1,500,000
Security deposits - against finance lease	552,600	552,600
	2,052,600	2,052,600

7.1 This includes the security deposit held by Bank Al-Habib Limited against the guarantee it has provided to Sak Southern Gas Company Limited against supply of gas to the Company. The guarantee provided by the bank to SSGC is of Rs. 3,000,000, while the bank has held 50% (i.e. Rs. 1,500,000) of this guarantee from the bank account of International Knitwear Limited as security deposit.



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

8. INVESTMENTS	Note	2020 Rupees	2019 Rupees
At fair value through other comprehensive income (FVTOCI)			
Equity securities - listed	8.1	14,478,781	17,769,756
At fair value through profit or loss (FVTPL)			
Equity securities - listed	8.2	7,412,058	3,717,501
Mutual funds - listed	8.2.1	1,094,243	459,570
		22,985,082	21,946,826

8.1 FVTOCI - Equity Securities

Number of Shares			
2020	2019		
-	108,601	The Searle Company Ltd.	15,916,564
-	1,280	Indus Motor Company Ltd	1,541,018
21,000	-	Engro Fertilizer Limited.	1,265,880
50	550	Engro Corporation Ltd.	14,646
37,300	-	Pakistan Oilfields Ltd.	13,078,499
1,380	1,150	Pakistan Petroleum Ltd.	119,756
			14,478,781
			17,769,756

8.2 FVTPL - Equity securities

Number of Shares			
2020	2019		
20,300	24,215	The Searle Company Ltd.	4,044,369
-	140	Indus Motor Company Ltd	-
3,000	-	Oil & Gas Development Company Ltd	327,000
1,500	-	Pakistan Oilfields Ltd.	525,945
15,900	-	Pakistan State Oil Co. Ltd.	2,514,744
			7,412,058
			3,717,501

8.2.1 FVTPL - Mutual Funds

Number of Units			
2020	2019		
-	6,963	CDC - Trustee AKD Opportunity Fund	-
8,590	-	AKD Islamic Fund	431,287
6,576	-	UBL Liquidity Plus Fund	662,956
			1,094,243
			459,570



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

		2020 Rupees	2019 Rupees
9. STOCK IN TRADE	Note		
Raw material		29,613,718	26,710,382
Work-in-process		46,308,773	59,404,553
Finished goods	9.1	84,203,595	34,285,071
		160,126,086	120,400,006
9.1 Finished goods			
Finished stock		74,933,942	20,781,706
Finished stock in transit		3,534,308	10,724,605
Scrap / Left over stock		5,735,345	2,778,760
		84,203,595	34,285,071
The finished goods includes left over stock of Rs 2.67M (2019: 2.77 M) recorded at NRV.			
10. TRADE DEBTS - CONSIDERED GOOD			
Foreign - secured, considered good		-	38,390,880
Gain on translation of export debtors		-	5,313,961
		-	43,704,841
Local - unsecured			
- Considered good		29,420,504	10,875,507
- Considered doubtful		1,211,162	1,236,162
		30,631,666	12,111,669
Less: Provision for bad debts	10.1	(1,211,162)	(1,236,162)
	10.2	29,420,504	54,580,348
10.1 Reconciliation of provision for impairment of trade debts			
Opening provision		1,236,162	1,286,162
Provision for the year		-	-
Reversal of provision		(25,000)	(50,000)
		1,211,162	1,236,162
10.2 Age analysis of trade debts is as follows:			
Not yet due		-	-
Past due			
- 0 to 3 months		29,420,504	51,044,447
- 3 to 6 months		-	3,535,901
- 6 to 12 months		-	-
- Above 12 months		-	-
		29,420,504	54,580,348
11. LOANS AND ADVANCES			
Loan to employees - Long term portion - unsecured, considered good			
Loan to employees	11.1	1,692,000	1,267,500
Less: current portion of loan to employees		(1,136,000)	(564,500)
		556,000	703,000
Short term Advances - unsecured, considered good			
Advance to contractor and supplier		3,325,884	3,422,711
Current portion of advances to employees		1,136,000	564,500
Prepayments		97,130	63,600
		4,559,014	4,050,811
11.1	The unsecured loans to employees are granted in accordance with the terms of employment. Loans are recoverable in monthly installments over a period ranging between 3 to 5 years and are interest free. The outstanding balance as at June 30, 2020 pertains to a period between 1 - 2 years.		



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

	Note	2020 Rupees	2019 Rupees
12. OTHER RECEIVABLES			
Sales tax refundable		14,131,468	2,643,021
Export rebate receivables		1,311,664	2,501,493
Research and development receivable	12.1	17,453,902	13,056,054
Other receivable		192,191	682,173
		33,089,225	18,882,741

12.1 According to the notification number 1 (42-B) TID/18 - TR-II issued on August 03rd, 2018 The duty drawback under this order shall be allowed for the shipments made from the July 1st, 2018 to June 30th, 2021, the Company is eligible to duty drawback on export sales of manufactured products at the rate of 4%.

Out of 4%, fifty percent (50%) of the rate of drawback is provided without further conditions. But the remaining fifty percent (50%) of the rate of drawback is provided on achieving 10% increase in exports during the current year 2018-19 as compared to the base year 2017-18 or exports in financial year 2019-20 as compared to financial year 2018-19 or exports in financial year 2020-21 as compared to financial year 2019-20.

However, as a matter of prudence, the Company has recorded the provision only 2% on 100% sales during the current year.

		2020 Rupees	2019 Rupees
13. CASH AND BANK BALANCES			
Cash in hand		-	100,000
With banks in:			
- Treasures call accounts (deposit accounts)	13.1	1,822,944	3,944,447
- Current accounts		562,379	138,350
		2,385,322	4,082,797
Security deposit	7.1	(1,500,000)	(1,500,000)
		885,322	2,682,797

13.1 Deposit accounts carry profit of 4.5%-6.10% per annum (2019: 4.5- 6.10% per annum)

14. ISSUED, SUBSCRIBED & PAID-UP CAPITAL

Authorized share capital

Number of Shares			
2020	2019		
20,000,000	20,000,000	Ordinary Shares of Rs. 10/- each	200,000,000 200,000,000

Issued, subscribed and paid-up share capital

Number of Shares			
2020	2019		
3,000,000	3,000,000	Ordinary shares of Rs. 10/- each fully paid in cash.	30,000,000 30,000,000
225,000	225,000	Ordinary shares of Rs. 10/- each issued as bonus shares	2,250,000 2,250,000
6,450,000	6,450,000	Right shares of Rs. 10/- each fully paid in cash	64,500,000 64,500,000
9,675,000	9,675,000		96,750,000 96,750,000

15. LIABILITIES AGAINST ASSETS SUBJECT TO FINANCE LEASE

Up to one year	419,987	401,891
Later than one year and not later than five years	1,651,865	2,048,904
	2,071,852	2,450,795



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

June 2020			June 2019		
Minimum Lease Payments	Financial Charges	Present Value of Minimum Lease Payment	Minimum Lease Payments	Financial Charges	Present Value of Minimum Lease Payment
Rupees					
Not later than one year	643,164	223,177	419,987	560,788	158,857
Later than one year but not later than five years	1,930,667	278,802	1,651,865	2,391,986	343,082
	2,573,831	501,979	2,071,852	2,952,774	501,939
					2,450,795

15.1 The above represents finance lease entered into with Bank Al-Halib for lease of motor vehicle. The liability under the agreement is payable by August 20, 2023 in monthly instalments and is subject to annual KIBOR 12M+2.5%.

16. SHORT TERM FINANCE UNDER MARK-UP ARRANGEMENT

Note

2020

Rupees

2019

Rupees

Running finance facility	16.1	5,995,719	5,909,632
Export refinance facility	16.2	59,000,000	59,000,000
Discount against local LC		2,301,062	4,249,522
MTP salary and wages (Covid-19)		14,763,800	-
		82,058,581	69,159,154

16.1 Limit Rs. 6 million.

Secured against hypothecation charge over stocks and equitable mortgage over factory property at Plot # F-2A/L, SITE, Karachi amounting to Rs. 184 million (2019: Rs. 184 million) (with 50% margin), and lien over export documents and personal guarantees of Directors of the Company. The rate of mark-up is equal to 3 Months KIBOR + 2.5% p.a (2019: 3 Months KIBOR + 2.5% p.a). The facility is renewable and is valid till June 30, 2020.

16.2 Limit Rs. 29 million.

Secured against hypothecation charge over stocks and equitable mortgage over factory property at Plot # F-2A/L, SITE, Karachi amounting to Rs. 184 million (2019: Rs. 184 million) (with 50% margin), and lien over export documents and personal guarantees of Directors of the Company. The rate of mark-up is equal to 3 months KIBOR + 1.0% p.a (2019: 3 Months KIBOR + 1.0% p.a). The facility is renewable and is valid till June 30, 2020.

17. CREDITORS, ACCRUED AND OTHER PAYABLES

Creditors		89,802,944	68,687,752
Accrued expenses		5,544,400	9,585,111
Compensated absences payable		1,365,598	1,624,468
Other fund payable	17.1	991,546	487,306
Workers' profit participation fund	17.2	905,758	792,087
Workers' welfare fund		2,443,498	2,101,310
Contract liability		1,226,780	485,748
Advance from others		340,000	340,075
Others		153,453	395,073
		102,377,977	84,398,930
17.1 Other fund payable			
Provision fund		587,452	481,732
EOBI payable		6,094	5,574
		593,546	487,306
17.2 Workers' profit participation fund			
Opening balance		792,087	931,112
Provision for the year		905,758	855,008
		1,697,845	1,786,120
Less: Payments made during the year		(792,087)	(994,033)
		905,758	792,087

18. TAXATION

Advance tax		31,540,879	26,116,975
Less: Provision for tax		(5,374,574)	(4,510,990)
Current year		(3,755,497)	-
Prior year		(9,180,071)	(4,510,990)
		22,410,808	21,605,985

18.1 Relationship between tax expense and accounting profit

The numerical reconciliation between the average tax rate and applicable tax rate has not been presented in these financial statements as the total income of the Company attracts minimum tax under section 113 of the Income Tax Ordinance, 2001 and its export sales fall under final tax regime.

19. CONTINGENCIES AND COMMITMENTS

Commitments

Commitments under letters of credit as at June 30, 2020 amounted to Rs. 20,596,241 (2019: Rs. 22,210,000).



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

20. NET SALES

	EXPORT		LOCAL		TOTAL	
	2020	2019	2020	2019	2020	2019
Note	Rupees					
Export	306,674,121	376,708,338	-	-	306,674,121	376,708,338
Sales local	-	-	234,349,349	76,868,624	234,349,349	76,868,624
Sales discount	(5,214,886)	(11,709,232)	-	-	(5,214,886)	(11,709,232)
Export rebates	3,503,607	2,874,719	-	-	3,503,607	2,874,719
Export R & D	19,731,612	7,665,917	-	-	19,731,612	7,665,917
R/O/ Rebate Commission	(1,427,374)	(548,074)	-	-	(1,427,374)	(548,074)
	323,267,080	374,991,668	234,349,349	76,107,299	537,457,423	451,096,967

20.1 Sales local

Local	-	-	234,349,349	69,593,984	234,349,349	69,593,984
Others	-	-	16,179,628	13,802,188	16,179,628	13,802,188
	-	-	250,518,977	83,396,172	250,518,977	83,396,172
Sales tax Local	-	-	33,727,303	3,746,252	33,727,303	3,746,252
Sales tax others	-	-	2,696,529	781,256	2,696,529	781,256
	-	-	36,423,834	6,527,548	36,423,834	6,527,548
	-	-	214,100,343	76,868,624	214,100,343	76,868,624

18.1.1 Others include scrap sales amounting to Rs. Nil. (2019: Rs. 1,741,868)

21. COST OF GOODS SOLD

	EXPORT		LOCAL		TOTAL	
	2020	2019	2020	2019	2020	2019
	Rupees					
Raw and packing material consumed						
Opening stock	22,203,932	8,482,779	4,506,450	7,370,676	26,710,382	15,853,455
Purchases	158,086,495	215,017,094	104,744,070	43,639,750	262,830,464	258,656,385
Closing stock	(17,811,904)	(22,203,932)	(13,801,814)	(4,506,450)	(29,613,718)	(26,710,382)
	162,478,523	201,305,941	97,448,606	46,503,516	259,927,128	247,609,458
Salaries, allowances and benefits	26,551,716	35,503,635	17,992,639	7,305,727	44,544,355	42,709,357
Provident fund contribution	855,468	852,837	633,074	173,080	1,588,542	1,025,927
Knitting charges	4,227,359	7,355,352	2,800,964	1,492,822	7,028,323	8,848,174
Dyeing and other charges	50,786,550	55,760,234	33,650,169	11,516,947	84,436,719	67,077,181
Embroidery / Printing charges	6,425,070	6,450,995	4,253,124	1,309,277	10,678,194	7,760,272
Sitching charges	48,174,122	51,184,551	31,919,216	10,388,270	80,093,338	61,572,830
Fuel and power	2,539,268	4,088,963	1,682,469	829,885	4,221,737	4,918,848
Communication	227,178	279,046	250,524	56,635	377,702	335,681
Postage & telegrams	147,942	378,583	96,024	76,512	243,966	453,495
Repairs and maintenance	1,601,512	1,228,256	1,061,136	245,559	2,662,648	1,473,815
Staff welfare and medical expenses	94,516	111,396	62,624	22,609	157,140	134,005
Motor vehicle and conveyance	1,238,199	1,466,908	830,426	297,720	2,068,625	1,764,628
Insurance	286,983	302,950	190,149	61,487	477,132	364,445
Depreciation	1,417,560	1,881,453	939,751	377,796	2,357,317	2,259,240
Clearing and forwarding	3,058,807	5,022,390	-	-	3,058,807	5,022,390
Freight, petrol and cartage	755,657	16,246,330	5,005,553	3,997,311	12,560,190	19,543,641
Export development charges	954,252	976,665	-	-	954,252	976,665
Factory completion expenses	305,433	435,711	202,374	68,431	507,807	524,142
Commission on Sales Tax/Income Tax refund	690,132	-	457,266	-	1,147,400	-
Travelling expenses	480,124	842,755	318,120	171,043	798,244	1,013,798
Others	2,108,956	1,956,542	1,397,352	397,295	3,506,309	2,353,637
	159,825,897	192,305,274	103,238,490	37,812,208	263,064,387	230,117,482
Work-in-process						
Opening stock	22,382,095	4,614,817	37,022,457	23,879,254	59,404,553	28,494,071
Closing stock	(27,853,550)	(22,382,095)	(18,567,243)	(13,143,203)	(46,360,773)	(39,510,482)
	(5,471,455)	(17,767,279)	18,567,243	(13,143,203)	13,095,780	(39,510,482)
Cost of goods manufactured	316,832,956	375,843,937	219,255,339	71,172,521	536,088,295	447,016,458
Finished goods						
Opening stock	28,500,655	3,352,355	5,784,416	2,909,428	34,285,071	6,261,783
Closing stock	(59,646,338)	(28,500,655)	(18,557,157)	(5,784,416)	(84,203,595)	(34,285,071)
	(22,145,683)	(25,148,299)	(12,772,741)	(2,874,988)	(40,918,524)	(28,023,288)
COST OF GOODS SOLD	294,687,273	350,695,637	191,482,498	68,297,532	486,169,771	418,993,170



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

22. ADMINISTRATIVE AND SELLING EXPENSES

Note	EXPORT		LOCAL		TOTAL	
	2020	2019	2020	2019	2020	2019
	Rupees					
Salaries, allowances and benefits	8,452,402	12,089,156	5,600,394	2,455,612	14,052,796	14,554,768
Provident fund contribution	405,722	512,892	260,923	104,095	674,545	616,987
Communication	174,176	464,353	115,407	93,635	289,583	558,988
Postage & telegrams	6,765	38,812	4,483	8,680	11,247	47,892
Staff welfare and medical expenses	218,330	351,966	144,661	71,434	362,991	423,400
Motor vehicle and conveyance	613,219	894,785	406,307	181,601	1,019,526	1,076,388
Repair and maintenance	104,024	61,025	68,925	12,385	172,949	73,410
Legal and professional charges	323,024	508,393	214,029	302,167	537,053	806,560
Auditors' remuneration	255,176	283,685	169,074	37,576	424,250	341,261
Depreciation	1,296,426	1,421,788	858,086	289,562	2,155,412	1,710,350
Printing and stationery	162,910	223,700	107,941	45,401	270,851	269,102
Advertisement and publicity	78,101	128,105	51,749	26,000	129,850	154,105
Fees, subscription and periodicals	383,930	574,743	262,011	116,648	654,541	691,391
Rent, rate and taxes	36,080	-	23,912	-	60,000	-
Insurance	86,702	181,868	64,073	36,911	160,775	218,780
Others	289,782	364,323	192,004	73,942	481,786	438,265
	12,906,781	18,102,593	8,551,776	3,674,054	21,458,557	21,776,647

22.1 Auditors' Remuneration

	2020 Rupees	2019 Rupees
Annual audit	187,500	187,500
Half yearly review	70,000	70,000
Out of pocket expenses	76,875	38,472
Sales tax on audit and review fee	26,750	20,280
	361,125	316,252

23. OTHER INCOME / (LOSS)

	EXPORT		LOCAL		TOTAL	
	2020	2019	2020	2019	2020	2019
	Rupees					
Income From Financial Assets						
Profit on bank accounts	239,092	225,467	158,418	45,760	397,510	271,228
Dividend income	838,495	1,186,258	555,570	240,760	1,394,065	1,427,018
Exchange gain - net	-	5,783,623	-	-	-	5,783,623
Other income	-	28,264	-	5,736	-	34,000
Gain/(loss) on disposal of investment - net	310,904	(1,450,128)	138,741	(794,314)	350,644	(1,744,443)
Reversal of provision against doubtful debts	-	-	25,000	50,000	25,000	50,000
Gain on translation of foreign currency debtors	-	5,313,961	-	-	-	5,313,961
Income From Non-Financial Assets						
(Loss)/gain on disposal of property, plant and equipment	7,638	(5,161)	5,060	(1,048)	12,698	(6,209)
	1,296,129	11,082,283	883,789	46,895	2,179,917	11,125,178

23.1 Dividend income

FVTOD (shares held at reporting date)	945,450	430,883
FVTOD (shares disposed during the period)	337,402	601,785
FVTPL	111,213	394,350
	1,394,065	1,427,018

23.2 (Loss)/gain on disposal of investment

FVTPL		
-Quoted securities	365,986	(1,586,228)
-Mutual funds	(15,343)	(158,215)
	350,644	(1,744,443)
FVTOD		
-Quoted securities	-	-
	350,644	(1,744,443)



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

24. FINANCE COST

	EXPORT		LOCAL		TOTAL	
	2020	2019	2020	2019	2020	2019
	Rupees					
Mark-up on export refinance	1,826,073	795,535	1,209,920	161,460	3,035,993	956,995
Mark-up on running finance	496,673	550,955	329,086	113,647	825,759	673,602
Mark-up on MTF salary and wages (Covid-19)	19,849	-	13,151	-	33,000	-
Bank charges	1,228,962	1,406,220	819,982	285,403	2,048,483	1,691,622
Mark-up on liability against asset subject to finance lease	352,194	143,804	100,341	29,202	353,035	173,086
Exchange (loss)-net	1,759,383	-	-	-	1,759,383	-
Brokerage and other charges	36,370	135,234	24,098	27,447	60,468	162,681
Capital Gain Tax	31,644	-	20,966	-	52,610	-
Mark-up on MTS shares	-	414,291	-	84,083	-	498,374
Other markup	-	-	5,241,413	1,035,676	5,241,413	1,035,676
	5,550,688	3,455,119	7,753,456	1,736,918	13,304,144	5,192,038

25. OTHER CHARGES

Workers' profit participation fund	544,791	658,450	360,967	133,637	905,758	792,087
Workers' welfare fund	207,020	250,211	137,158	50,782	344,188	300,993
	751,811	908,661	498,135	184,419	1,249,946	1,093,080

26. SEGMENT INFORMATION

A segment is a distinguishable component of the company that is engaged in business activities from which the Company earns revenues and incurs expenses and its results are regularly reviewed by the Company's Chief Operating Decision Maker to make decision about resources to be allocated to the segment and assess its performance. Further, discrete financial information is available for each segment.

Based on internal management reporting structure and products produced and sold, the Company is organized into the following two operating segments:

- Export
- Local

Management monitors the operating results of above mentioned segments separately for the purpose of making decisions about resources to be allocated and of assessing performance.

Segment revenue and segment result for the year are as follows:

	EXPORT		LOCAL		TOTAL	
	2020	2019	2020	2019	2020	2019
	Rupees					
Net Sales	323,267,080	374,991,668	214,190,343	76,107,299	537,457,423	451,098,967
Cost of goods sold	(294,687,273)	(350,695,637)	(191,482,498)	(68,297,532)	(486,169,771)	(418,993,170)
Gross profit	28,579,807	24,296,031	22,707,845	7,809,767	51,287,652	32,105,797
Administrative and selling expenses	(12,906,781)	(18,102,593)	(8,551,776)	(3,674,054)	(21,458,557)	(21,776,647)
Segment results	15,673,026	6,193,438	14,156,069	4,135,713	29,829,095	10,329,151
Other income / (loss)	1,296,129	11,082,283	883,789	46,895	2,179,918	11,129,178
Unrealized gain / (loss) on revaluation of investments held for trading	(354,693)	(352,929)	(235,012)	(71,630)	(589,705)	(424,559)
Finance cost	(5,550,688)	(3,455,119)	(7,753,456)	(1,736,918)	(13,304,144)	(5,192,037)
Other charges	(751,811)	(908,661)	(498,135)	(184,419)	(1,249,946)	(1,093,080)
Profit before taxation from continuing operation	10,311,964	12,559,012	6,553,254	2,189,641	16,865,217	14,748,653
Taxation						
- Current	(3,232,571)	(3,749,917)	(2,141,903)	(761,073)	(5,374,574)	(4,510,990)
- Prior	(2,258,837)	-	(1,406,660)	-	(3,755,497)	-
	(5,491,507)	(3,749,917)	(3,638,564)	(761,073)	(9,130,071)	(4,510,990)
Profit after taxation from continuing operation	4,820,456	8,809,095	2,914,690	1,428,568	7,735,146	10,237,663



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

29. REMUNERATION OF CHIEF EXECUTIVE, DIRECTOR AND EXECUTIVES

The aggregate amount charged in the accounts for remuneration, including all benefits to the Chief executive, Director and Executives of the Company are as follows:

	2020			2019		
	Directors	Chief Executive	Executives	Directors	Chief Executive	Executives
Rupees						
Basic salary	1,161,290	3,870,968	-	1,107,097	3,870,968	-
Allowances	638,710	2,129,032	-	608,903	2,129,032	-
Company's contribution to provident fund	96,774	322,581	-	92,258	322,581	-
Medical expenses	85,741	96,272	-	88,756	110,127	-
Fees	-	-	-	-	-	-
Managerial remuneration	-	-	-	-	-	-
Commission or bonus	-	-	-	96,774	322,581	-
Reimbursable expenses with nature of a perquisite or benefit	-	-	-	-	-	-
Other perquisites and benefits in cash or in kind stating their nature and, where	-	-	-	-	-	-
	1,982,515	6,420,853	-	1,993,788	6,755,289	-
Number of person(s)	1	1	0	1	1	0

29.1 A sum of Rs. 161,000 (2019: Rs. 147,000) was paid being fee for attending the Board of Directors' meeting.

29.2 Chief executive and Other Executives are provided with free use of Company maintained cars. They are also entitled for medical facility to the extent of reimbursement of actual expenditure and other benefits in accordance with their terms of employment.

30. TRANSACTIONS WITH RELATED PARTIES

All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions. The related parties comprise staff retirement funds, directors and key management personnel. Transactions with related parties, other than those disclosed elsewhere in these financial statements, are as follows:

	2020 Rupees	2019 Rupees
Balances:		
Provident Fund - outstanding balance	587,452	481,732
Advance to CEO	-	-
	587,452	481,732
Transactions:		
Advance to CEO		
Opening balance	-	130,302
Paid advance during the year	104,592	653,230
	104,592	783,532
Refund advance during the year	(104,592)	(783,532)
	-	-
Contribution to staff retirement benefit plans	2,263,087	1,642,914
Key management personnel's remuneration and other benefits	8,403,368	8,749,077
	29	

30.1. PROVIDENT FUND RELATED DISCLOSURES

The following information is based on latest un-audited financial statements of fund:

Size of the fund - total assets	9,405,000	5,936,094
Percentage of investment made	41.12%	21.25%
Fair value of investments	3,867,016	1,261,639
Cost of above investments	-	-

The breakup of fair value of investment is:

	2020 Percentage	2019 Percentage		
UBL Money Market Fund	39.59%	0.00%	1,531,102	-
Bank Al Habib Munafa Fund	25.86%	79.26%	1,000,000	1,000,000
Investment in Shares	34.55%	20.74%	1,335,914	261,640
	100.00%	100.00%	3,867,016	1,261,640

30.2 International Knitwear Limited Staff Provident Fund holds the investments which are in accordance with the provisions of section 218 of the Companies Act 2017 and the Rules formulated for this purpose.



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

31 FINANCIAL INSTRUMENTS BY CATEGORY

	As at June 30, 2020			
	Amount in Rupees			
	At Amortised Cost	FVTPL	FVTOCI	Other financial liabilities
FINANCIAL ASSETS				
Cash and cash equivalent	885,322	-	-	-
Investments	-	8,506,201	14,478,781	-
Long term deposits	2,052,600	-	-	-
Trade debts - considered good	29,420,504	-	-	-
Loans and advances	1,682,000	-	-	-
Other receivables	150,191	-	-	-
Total Financial Assets	34,242,618	8,506,201	14,478,781	-
FINANCIAL LIABILITIES				
Lease liability	-	-	-	2,071,852
Short term finance under mark-up arrangement	-	-	-	82,958,561
Creditors, accrued and other payables	-	-	-	302,377,977
Total Financial Liabilities	-	-	-	186,508,409
As at June 30, 2019				
	At Amortised Cost	FVTPL	FVTOCI	Other financial liabilities
FINANCIAL ASSETS				
Cash and cash equivalent	2,682,797	-	-	-
Investments	-	4,177,071	17,769,756	-
Long term deposits	2,052,600	-	-	-
Trade debts - considered good	54,580,348	-	-	-
Loans and advances	1,267,500	-	-	-
Other receivables	682,173	-	-	-
Total Financial Assets	61,265,418	4,177,071	17,769,756	-
FINANCIAL LIABILITIES				
Lease liability	-	-	-	2,458,795
Short term finance under mark-up arrangement	-	-	-	69,159,154
Creditors, accrued and other payables	-	-	-	84,398,993
Total Financial Liabilities	-	-	-	156,016,892

32 FINANCIAL RISK MANAGEMENT

The Board of Directors of the Company have overall responsibility for the establishment and oversight of Company's risk management framework. The Board is also responsible for developing and monitoring the Company's risk management policies.

The Company's activities expose it to a variety of liquidity risk, credit risk, and market risk (including currency risk, interest rate risk and price risk). Company's overall risk management policy focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company's financial performance.

32.1 Credit Risk

Credit risk represents the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Company's credit risk is primarily attributable to its trade debts and balances at banks. Local credit sales are essentially to friends. Receivable from export sales are secured against letter of credit. The credit risk on liquid funds is limited because counter parties are banks with reasonably high credit ratings.



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

ii) Exposure to credit risk

The carrying amount of financial assets represents maximum credit exposure. The maximum exposure to credit risk at the date of reporting is as follows:

	2020 Rupees	2019 Rupees
Financial assets:		
Trade debts	29,420,554	54,580,348
Loans and advances	5,115,004	4,753,811
Other receivables	33,089,225	18,802,741
Bank balances	2,385,322	4,187,297
	67,614,744	78,216,900

The trade debts are due from foreign and local customers for export and local sales respectively. Majority of the trade debts from foreign customers are secured against letters of credit. Management assesses the credit quality of local and foreign customers, taking into account their financial position, past experience and other factors. For bank balances, financial institutions with strong credit ratings are accepted. Credit risk on bank balances is limited as these are placed with banks having good credit ratings. Loans to employees are secured against their PF balances.

The Company always measures the loss allowance for trade debts at an amount equal to lifetime ECL using the simplified approach. The expected credit losses on local trade debts are estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date.

32.2 Market Risk

Market risk is the risk that the fair value or the future cash flows of a financial instrument may fluctuate as a result of changes in market interest rates or the market prices of securities due to change in credit rating of the issuer or the instrument, change in market sentiments, speculative activities, supply and demand of securities and liquidity in the market.

Market risk comprises of three types of risk: currency risk, profit rate risk and other price risk.

(i) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Currency risk arises mainly from future commercial transactions or receivables and payables that exist due to transactions in foreign currencies.

Financial assets include Rs. Nil (2019 : Rs.43,704,841) which are subject to currency risk.

Sensitivity analysis

The 10 percent strengthening / weakening of Pak Rupee against US\$ at June 30, 2020 would have (decreased) / increased profit and loss accordingly. This analysis assumes that all other variables remain constant.

(ii) Interest rate risk

Interest rate risk represents the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company has no long term interest bearing financial assets and liabilities whose fair value or future cash flows will fluctuate because of changes in market interest rates.

However, Company do possess short term interest bearing financial liabilities which includes Rs. 82,058,581 (2019 : Rs. 69,159,154) which are subject to interest rate risk. Applicable interest rate for financial instruments have been indicated in respective notes.

Fair value sensitivity analysis for fixed rate instruments

The Company does not account for any fixed rate financial assets and liabilities at fair value through profit or loss. Therefore, a change in interest rate at the reporting date would not affect the statement of profit or loss.

Cash flow sensitivity analysis for variable rate instruments

A change of 100 basis points in MIBOR / SBP Base Rate, financial liabilities at the reporting date would have increased / (decreased) equity and profit or loss by Rs. 0.820 million (2019 : Rs. 0.691 million). This analysis assumes that all other variables remain constant. The analysis is performed on the same basis as in previous year.

(iii) Other price risk

Price risk represent the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices other than those arising from interest rate risk or currency risk, whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instrument traded in the market.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

32.3 Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities. The Company manages liquidity risk by maintaining sufficient cash and cash equivalents. The following are the contractual maturities of financial assets and financial liabilities:

(i) On balance sheet assets and liabilities:

2020							
Effective rate of interest % / Range %	INTEREST/MARK-UP BEARING			NON-INTEREST/MARK-UP BEARING			Total
	Maturity up to one year	Maturity after one year	Sub total	Maturity up to one year	Maturity after one year	Sub total	
	Rupees						
	-	-	-	-	2,052,600	2,052,600	2,052,600
	-	-	-	8,596,301	14,478,781	22,985,082	22,985,082
	-	-	-	29,420,504	-	29,420,504	29,420,504
	-	-	-	33,089,225	-	33,089,225	33,089,225
7.50%	1,632,944	-	1,632,944	562,379	-	562,379	2,365,322
	1,632,944	-	1,632,944	71,578,409	16,531,381	88,109,790	89,932,734

(ii) Off balance sheet liabilities as stated in note 19 amounts to Rs. 20.59 million.

(i) On balance sheet assets and liabilities:

3 Months KIBOR +2.5% & SBP rate +1%	82,058,581	-	82,058,581	-	-	82,058,581
payables	-	-	-	102,377,977	102,377,977	102,377,977
	-	-	-	1,730,629	1,730,629	1,730,629
	82,476,568	1,651,865	84,130,433	104,108,605	104,108,605	188,239,038
	(80,675,624)	(1,651,865)	(82,307,489)	(72,570,196)	16,531,381	(15,998,815)
						(89,306,304)

Assets as stated in note 19 amounts to Rs. 20,59 million.

and liabilities:

2019							
Effective rate of interest % / Range %	INTEREST/MARK-UP BEARING			NON-INTEREST/MARK-UP BEARING			Total
	Maturity up to one year	Maturity after one year	Sub total	Maturity up to one year	Maturity after one year	Sub total	
Rupees							

(ii) Off balance sheet liabilities as stated in note 19 amounts to Rs. 22.21 million.



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2020

32.4 Capital Risk Management

The objective of the Company when managing capital, i.e., its shareholders' equity, is to safeguard its ability to continue as a going concern so that it can continue to provide returns for shareholders and benefits for other stakeholders; and to maintain a strong capital base to support the sustained development of its businesses.

The capital structure of the Company is equity based. It has financed all its projects and business expansions through equity financing and never resorted on debt financing. However, the Company has availed short-term borrowing for working capital purposes only.

33. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The carrying values of all financial assets and liabilities reflected in the financial statements approximate their fair values.

Fair value hierarchy

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As at June 30, 2020, the Company has no material level 1, 2 or 3 assets or liabilities except equity instruments disclosed at level 1 of fair value hierarchy.

34. PRODUCTION CAPACITY

Installed capacity (Pcs.)

2020	2019
1,300,000	1,300,000

Actual production (Pcs.)

2020	2019
910,639	982,061

It is difficult to describe precisely the production capacity in the textile industry since it fluctuates widely depending on various factors such as count of yarn spun, raw material used, etc.

Reasons for shortfall

The short fall in actual production during the year when compared with capacity is mainly on account of:

The actual production is planned to meet the internal demand and orders in hand.

The spread of Covid-19 as a pandemic and consequently imposition of lock down by Federal and Provincial Governments of Pakistan has effected the production and sale volumes of the Company due to closure of plant during the lock down period.

35. NUMBER OF EMPLOYEES

Number of employees as on the date of financial statements:

- + Factory employees
- + Other employees

2020	2019
303	321
152	191
147	130

Average number of employees during the year:

- + Factory employees
- + Other employees

2020	2019
171	160
147	135

36. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were approved by the board of directors of the Company and authorized for issue on October 01, 2020.

37. SUBSEQUENT EVENTS

The Board of Directors in their meeting held on October 01, 2020 has proposed a final cash dividend of Rs.0.50 per share amounting to Rs.4.84 Million (2019: Rs.0.5 per share amounting to Rs.4.84 million) for the year ended June 30, 2020. The approval of the shareholders of the Company shall be obtained at the upcoming Annual General Meeting for the year ended June 30, 2020. The financial statements for the year ended June 30, 2020 do not include the effect of the proposed final cash dividend which will be accounted for in the year ending June 30, 2021.

38. FIGURES

38.1 Figures have been rounded off to the nearest of rupees.

38.2 Corresponding figures have been rearranged and reclassified, where necessary, for the purpose of better presentation and comparison. However no significant reclassification has been made during the year.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

PATTERN OF SHAREHOLDING AS AT JUNE 30, 2020

# Of Shareholders	Shareholdings'Slab			Total Shares Held
261	1	to	100	7,434
219	101	to	500	56,618
629	501	to	1000	355,943
85	1001	to	5000	194,815
23	5001	to	10000	176,226
8	10001	to	15000	99,235
4	15001	to	20000	66,595
9	20001	to	25000	201,942
1	25001	to	30000	30,000
2	35001	to	40000	75,468
3	40001	to	45000	131,000
3	45001	to	50000	146,518
3	50001	to	55000	159,750
1	60001	to	65000	63,531
2	70001	to	75000	145,132
1	85001	to	90000	87,000
2	100001	to	105000	202,218
1	105001	to	110000	108,849
1	110001	to	115000	113,686
1	130001	to	135000	132,225
1	155001	to	160000	158,500
1	160001	to	165000	162,780
1	175001	to	180000	176,658
1	235001	to	240000	238,000
1	250001	to	255000	250,541
1	280001	to	285000	284,150
1	300001	to	305000	300,466
1	365001	to	370000	368,571
1	425001	to	430000	430,000
1	665001	to	670000	669,792
1	720001	to	725000	721,061
1	830001	to	835000	832,153
1	2525001	to	2530000	2,528,143
1272				9,675,000



International Knitwear Limited

PATTERN OF SHAREHOLDING AS AT JUNE 30, 2020

Categories of Shareholders	Shareholders	Shares Held	Percentage
Directors and their spouse(s) and minor children			
NAEEM SHAFI	5	844,044	8.72
HUMAIRA SHAFI	3	1,068,742	11.05
WASEEM SHAFI	2	43,233	0.45
JAVED KHAN	2	8,089	0.08
BUSHRA SHAFI	1	3,870	0.04
MUHAMMAD SHAFI	1	16,125	0.17
MOHAMMAD SAJID HUSSAIN	1	1,500	0.02
SALEHA MAJID	1	750	0.01
MUDASSIR HABIB KHAN	1	1,500	0.02
Associated Companies, undertakings and related parties	0	-	-
Executives	0	-	-
Public Sector Companies and Corporations	1	67	0.00
Banks, development finance institutions, non-banking finance companies, insurance companies, takaful, modarabas and pension funds	4	1,239,546	12.81
Mutual Funds	-	-	-
General Public			
a. Local	1243	6,412,393	66.28
Foreign Investor	-	-	-
OTHERS	7	35,141	0.36
Totals	1272	9,675,000	100.00

Share holders holding 10% or more	Shares Held	Percentage
RASHID ABDULLA	2,528,143	26.13
HUMAIRA SHAFI	1,068,742	11.05



International Knitwear Limited

PATTERN OF SHAREHOLDING AS AT JUNE 30, 2020

S.No.	Folio #	Name of shareholder Directors and their spouse(s) and minor children	Number of shares	Per %	
1	2	NAEEM SHAFI	669,792	6.92	
2	520	NAEEM AHMED SHAFI	1,722	0.02	
3	3041	NAEEM AHMED SHAFI	750	0.01	
4	01826-52175	NAEEM AHMED SHAFI	9,000	0.09	
5	03277-44659	NAEEM AHMED SHAFI	162,780	1.68	
6	19	HUMAIRA SHAFI	721,061	7.45	
7	2910	HUMAIRA SHAFI	63,531	0.66	
8	03277-97487	HUMAIRA SHAFI	284,150	2.94	
9	1	WASEEM SHAFI	39,468	0.41	
10	3025	WASEEM SHAFI	3,765	0.04	
11	2982	JAVED KHAN	1,500	0.02	
12	10629-132285	JAVED KHAN	6,589	0.07	
13	20	BUSHRA SHAFI	3,870	0.04	
14	2911	MUHAMMAD SHAFI	16,125	0.17	
15	2981	MOHAMMAD SAID HUSSAIN	1,500	0.02	
16	3057	SALEHA MAJID	750	0.01	
17	3058	MUDASSIR HABIB KHAN	1,500	0.02	
			17	1,987,853	20.55
Associated Companies, undertakings and related parties					
NIL					
			0	-	-
Executive					
1					
			0	-	-
Public sector companies and corporations					
1	03889-28	NATIONAL BANK OF PAKISTAN	67	0.00	
			1	67	0.00
Banks, development finance institutions, non-banking finance companies, insurance companies, takaful, modarabas and pension funds					
1	02113-21	FIRST EQUITY MODARABA	238,000	2.46	
2	02139-29	PREMIER INSURANCE LIMITED	158,500	1.64	
3	03277-1051	FIRST UDL MODARABA	832,153	8.60	
4	03277-78335	TRUSTEE NATIONAL BANK OF PAKISTAN EMPLOYEES PENSION FUND	10,893	0.11	
			4	1,239,546	12.81
Mutual Funds					
NIL					
			-	-	-
Foreign Investor					
NIL					
			-	-	-
Others					
1	2976	THE COMPANY SECRETARY	472	0.00	
2	02113-3611	First UDL Modaraba Staff Provident Fund	3,750	0.04	
3	02113-3843	APEX FINANCIAL SERVICES (PVT.) LIMITED	10,000	0.10	
4	02113-3850	CAPITAL FINANCIAL SERVICES (PVT.) LIMITED	6,000	0.06	
5	03277-82127	TRUSTEE NATIONAL BANK OF PAKISTAN EMP BENEVOLENT FUND TRUST	382	0.00	
6	04341-3265	RAO SYSTEMS (PVT.) LTD.	14,000	0.14	
7	05728-24	STOCK STREET (PRIVATE) LIMITED	537	0.01	
			7	35,141	0.36
General Public Local			1243	6,412,393	66.28
Total			1272	9,675,000	100.00



International Knitwear Limited

ڈائریکٹرز رپورٹ

ڈائریکٹران کا تربیتی پروگرام

دو ڈائریکٹران نے ڈائریکٹرز کے تربیتی پروگرام میں شرکت کی اور دو کے پاس کم از کم 14 سالہ تعلیم اور لکچرینرز کے بورڈ میں 15 سالہ تجربہ ہے اور لمبدا اوہ ڈائریکٹرز تربیتی پروگرام سے مستثنیٰ ہیں۔ کمپنی بقایات ڈائریکٹران کی جلد تربیت کے لئے منصوبہ بندی کر رہی ہے۔

مستقبل کی پیش بینی

کاروبار میں بحالی شروع ہوگئی ہے اور معاشرے نے زندگی گزارنے اور کاروبار کرنے کے نئے انداز اختیار کر لئے ہیں، لیکن دشواریوں کا خاتمہ ابھی بہت دور ہے۔ معاشی بحالی سست ہے اور وہاں کی دوسری لہر کا خوف کاروباری نموار کاروباری منصوبوں کو آگے بڑھانے سے روک رہا ہے۔

اعتراف

بورڈ آف ڈائریکٹرز، ممبران اداروں، حصص یافتگان، گاہکوں، مالیاتی اداروں اور سپلائرز کے تعاون اور ملازمین و مزدوروں کی انتخاب محنت اور جدوجہد کیلئے ستائش ریکارڈ پر لاری ہے۔

برائے دستخط

نعم شفیق

چیف ایگزیکٹو

جاوید خان
ڈائریکٹر / CFO

کراچی: یکم اکتوبر 2020



International Knitwear Limited

ڈائریکٹر رپورٹ

CEO کی کارکردگی کا جائزہ

CEO کی کارکردگی کی تشخیص ایک تشخیصی عمل کے ذریعے کی جاتی ہے جس کی بنیاد مقدار کی اور معیاری قدروں پر مشتمل ہے۔ ہر سال بورڈ اہداف اور حکمت عملیوں کی ایک فہرست بناتا ہے جو کہ کمپنی کے مشن سے مطابقت رکھتے ہوں۔ کارکردگی کی تشخیص کے لئے ہر سنگ میل کی پیش کی جاتی ہے۔ جس میں کاروباری کارکردگی، منافع کے حوالے سے مقاصد کا حصول، ادارے کی تعمیر، جانشینی منصوبہ بندی اور ادارتی کامیابی شامل ہیں۔

چیز میں اور CEO کا کردار

بورڈ اور مسندین کی طرف سے ایک متولی کی حیثیت سے چیز میں اپنا کردار انجام دیتا ہے۔ وہ بورڈ آف ڈائریکٹرز کی قیادت کرتا ہے۔ چیز میں کاروباری ترقی اور کمپنی کی سادھ کے تحفظ کو یقینی بناتا ہے۔ وہ یوزر کی مہر شپ کو متوازن بناتا ہے جس کے تحت مختلف کاروباری فراہم انجام دیے جاتے ہیں اور کمپنی کے نصب العین، مشن اور طویل مدتی اہداف حاصل کئے جاتے ہیں۔ وہ بورڈ اور انتظامیہ کے درمیان ایک مل کا کام کرتا ہے اور انتظامیہ کی جانب سے بورڈ سے گفت و شنید کرتا ہے۔

CEO کمپنی کے روزمرہ معاملات اور حصص یافتگان کی منفعت میں اضافے کے لئے طویل مدتی حکمت عملی منصوبوں اور بجٹ کی تکمیل کا ذمہ دار ہوتا ہے۔ CEO حصص یافتگان، سرکاری اداروں اور حوام کی نمائندگی کرتا ہے۔ وہ ایک قائد اور فیصلہ ساز ہوتا ہے جو کہ ملازمین کو ترغیب، کمپنی کے اندر تبدیلی اور اہداف کے حصول کے لئے پیسلے کرتا ہے۔

ڈائریکٹران کا معاوضہ

بورڈ کے ممبران کا معاوضہ بورڈ ہڈرات خود کرتا ہے۔ تاہم ادارتی نظم و ضبط کے ضابطہ کے تحت اس بات کو یقینی بنایا جاتا ہے کہ کوئی بھی ڈائریکٹر اپنے معاوضہ سے متعلق فیصلے میں شریک نہ ہو۔ کمپنی تان ایگزیکٹو ڈائریکٹران کو اجلاس میں حاضر ہونے کی فیس کے علاوہ کوئی معاوضہ ادا نہیں کرتا۔ بہترین صلاحیتوں کے حامل افراد کو رکھنے کے لئے کمپنی کی معاوضہ جاتی پالیسیوں کو اس طرح تشکیل دیا گیا ہے کہ وہ جاری صنعتی رجحانات اور کاروباری طور طریقوں سے مطابقت رکھتی ہوں۔ 2019-20 میں ڈائریکٹران اور سی او ای سے متعلق معلومات کے لئے برائے مہربانی مالیاتی گوشوارہ کے نوٹس کا مطالعہ کریں۔

آئینی آڈیٹرز

موجودہ آڈیٹرز RSM اوئیں حیدری ایڈتت عمان، چارٹرڈ اکاؤنٹنٹس سہدوش ہو جائیں گے اور مالیاتی سال 30 جون 2021 کے لئے انہوں نے اپنی دوبارہ تفری کی پیش کی ہے۔

حصص داری کی ساخت

30 جون 2020 کو کمپنی کی حصص داری اور دیگر معلومات پر مشتمل ایک گوشوارہ اس رپورٹ کے ساتھ شملک ہے۔

30 جون 2020 کو کمپنی کے ریکارڈ میں 1,272 حصص یافتگان تھے۔



نمبر شار	ڈائریکٹر کا نام	ڈائریکٹر شپ کی تعداد	حیثیت	ایگزیکٹو ڈائریکٹر	سمیٹی ممبر	حاضریاں			
					AC	HRRC	BOD	AC	HRRC
1	جناب سید شفیع	1	27-10-2018 کوڈ پارہ منتخب ہوئے	نہیں	-	-	4/4	-	-
2	جناب نعیم شفیع	3	27-10-2018 کوڈ پارہ منتخب ہوئے	ہاں	-	-	4/4	-	-
3	جناب جاوید خان	1	27-10-2018 کوڈ پارہ منتخب ہوئے	ہاں	-	-	4/4	-	-
4	جناب محمد شفیع	1	27-10-2018 کوڈ پارہ منتخب ہوئے	نہیں	-	✓	4/4	-	1/1
5	جناب محمد ساجد حسین	1	27-10-2018 کوڈ پارہ منتخب ہوئے	نہیں	✓	✓	3/4	3/4	1/1
6	جناب بدر حبیب خان	1	27-10-2018 کوآفری ہوئی	نہیں	✓	-	4/4	4/4	-
7	مس صالحہ ساجد	1	27-10-2018 کوآفری ہوئی	نہیں	✓	✓	4/4	4/4	1/1

انڈیکس آف فیئر (CEO) کی سربراہی میں انتظامیہ پر مشتمل ہے جو کمپنی بھر میں موزوں نظام موزج اور نافذ کرتی ہے تاکہ تیز ترین اور مناسب فیصلہ سازی کی جاسکے۔ یکاوری سطح پر CEO کمپنی کے مشیر کے طور پر کام کرتی ہے، جو کاروبار اور دیگر ادارتی معاملات سے متعلق سفارشات پیش کرتی ہے۔ یہ طویل مدتی منصوبوں، سرمایہ جاتی و تحقیاتی بجٹ کے جائزے اور ان کو آگے بڑھانے اور کمپنی کے منصوبوں کی سست بندی کی ذمہ داری ہوتی۔ کمپنی شعبوں کی بنیاد پر منظم ہے اور ہر ماہ ریشے کو دینے کے ہدف کے مطابق اس کی کارکردگی کا جائزہ لیتی ہے۔ CEO اس بات کو یقینی بناتا ہے کہ تمام لئے گئے فیصلوں اور سست بندوں کو موزوں انداز میں ترسیل اور نافذ کو یقینی بناتی ہے۔

بورڈ آف ڈائریکٹرز اور کمیٹیوں کی کارکردگی کی تشخیص بورڈ بذات خود کرتا ہے۔

☆ بورڈ کی کمیٹیوں کی طے شدہ ذمہ داریوں سے عہدہ برآں ہونے کے حوالے سے ان کی کارکردگی کی جائزہ



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- ☆ کمپنی کی جلتے ہوئے ادارے کی صلاحیت میں کوئی قابل ذکر شک و شبہ نہیں ہے۔
- ☆ ٹیکسوں اور تصولات سے متعلق معلومات مالیاتی گوشواروں کے نوٹس میں دی گئی ہیں۔

چیز میں کا جائزہ

سالانہ رپورٹ میں شامل چیز میں کے جائزے میں دیگر کے ساتھ سال 30 جون 2020 میں بورڈ کی اثر پڑی اور کارکردگی، کمپنی کی کارکردگی اور مستقبل کے امکانات پر مشتمل ہے۔ ڈائریکٹران چیز میں کے جائزہ کے مندرجات کی توثیق کرتے ہیں۔

بورڈ آف ڈائریکٹرز اور اس کی کمپنیاں

بورڈ آف ڈائریکٹرز دو ایگزیکٹو اور پانچ نان ایگزیکٹو ڈائریکٹران پر مشتمل ہے۔ تمام ڈائریکٹران کمپنی کے تمام معاملات کی سست بندی میں گہری دلچسپی رکھتے ہیں۔ نان ایگزیکٹو ڈائریکٹران کمپنی کی انتظامیہ کے زیر نگرین ہیں۔

آڈٹ کمپنی

اداری قانم وضبط اور مالیاتی رپورٹنگ کے نظام کے تحت آڈٹ کمپنی بورڈ آف ڈائریکٹرز کو اپنی ذمہ داریوں سے عہدہ برآں ہونے میں مدد فراہم کرتی ہے۔

یہ کمپنی تین نان ایگزیکٹو ممبران پر مشتمل ہے۔ چیز پر کن ایک آڈٹرز ڈائریکٹر ہے۔

چیف ایگزیکٹو آفیسر (CEO) اور چیف فنانشل آفیسر (CFO) کو بلائے پر انہوں نے سال کے دوران متعدد کئے گئے چاروں اجلاس میں شرکت کی۔

انسانی وسائل اور معاوضہ کمپنی

انسانی وسائل اور معاوضہ کمپنی کمپنی کے اندر انسانی وسائل کی پالیسیوں اور طور طریقوں کی وقت فوقتاً ان کے جائزے کے سلسلے میں بورڈ آف ڈائریکٹرز کی اپنی ذمہ داریوں سے عہدہ برآں ہونے میں مدد فراہم کرتی ہے۔ یہ کمپنی انہم انتظامی عملے کے انتخاب، تنفیص، معاوضہ اور جانشینی میں بورڈ کو مدد فراہم کرتی ہے۔

کمپنی تین ممبران پر مشتمل ہے جس میں تین ممبران نان ایگزیکٹو ڈائریکٹران ہیں۔ کمپنی کی چیز پر کن ایک آڈٹرز ڈائریکٹر ہے۔

بورڈ اور اس کی کمیٹیوں کے اجلاس

سال کے دوران بورڈ آف ڈائریکٹرز کے چار اجلاس، آڈٹ کمیٹی (AC) کے چار اجلاس اور انسانی وسائل اور معاوضہ کمیٹی (HRRC) کا ایک اجلاس منعقد ہوا۔ ہر ڈائریکٹر کی حاضری اور نوٹ ویز کے علاوہ دیگر لکھ کر کمیٹیوں میں ان کی ڈائریکٹر شپ کی تعداد درج ذیل ہے:



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ڈائریکٹر رپورٹ

90,904	122,086	209,975	160,700	127,030	133,388	کل اثاثے
						استفادہ شدہ سرمائے
64,500	64,500	96,750	96,750	96,750	96,750	جاری کردہ وخرید شدہ اوراداشدہ سرمایہ
14,548	17,864	4,359	23,362	28,763	28,020	ذخائر اور غیر مصرف شدہ منافع
11,856	38,043	25,701	14,360	(4,003)	(982)	سرمایہ کاریوں کی از سر نو تشخیص مالیت پر منافع (خسارہ)
90,904	120,407	126,810	134,473	121,509	123,788	حصص یا ڈسٹکان کی ایکویٹی
-	1,679	-	-	2,048	1,651	ظہور مدتی اور موخر شدہ واجبات
90,904	122,086	126,810	134,473	123,557	125,439	کل استفادہ شدہ سرمایہ
184,118	182,672	169,496	393,230	451,098	537,457	قروضت
11,639	11,626	3,799	17,337	14,748	16,865	منافع / (خسارہ) قبل از ٹیکس
9,798	9,766	2,152	13,404	10,237	7,735	منافع / (خسارہ) بعد از ٹیکس
2.05	1.52	0.25	1.39	1.06	0.80	فی حصص آمدن
5.3%	5.3%	1.3%	3.4%	2.3%	1.4%	خالص آمدن (فیصد)
10.8%	8.0%	1.0%	8.3%	8.1%	5.8%	استفادہ شدہ سرمائے پر منافع منقسمہ
10%	10%	0%	5%	5%	5%	نقد (فیصد)
0%	0%	0%	0%	0%	0%	حصص (فیصد)

- کوڈ آف کارپوریشن کی شق XVI کے تحت ادارتی نظم و ضبط کے بہترین طور طریقوں کی پاسداری
- یورڈ جنوشی بتاتے ہوئے اعتباراً سرست کرتا ہے کہ کمپنی کی انتظامیہ ادارتی نظم و ضبط کے بہترین طور طریقوں کی پاسداری کرتی ہے۔ یورڈ ادارتی اور مالیاتی رپورٹنگ سے متعلق اپنی ذمہ داریوں کو تسلیم کرتا ہے اور لہذا بیان کرتا ہے کہ:
- ☆ کمپنی کی انتظامیہ کے تیار کردہ مالیاتی گوشوارے کمپنی کے معاملات، اس کے کاروباری نتائج، نقدی کے بہاؤ اور ایکویٹی میں تبدیلیوں کو شفافیت کے ساتھ پیش کرتے ہیں۔
- ☆ کمپنی میں حساسیت کی کتابیں مناسب انداز میں تیار کی گئی ہیں۔
- ☆ درست حساباتی پالیسیوں کو تسلسل کے ساتھ مالیاتی گوشواروں کی تیاری کے دوران ملحوظ خاطر رکھا گیا ہے اور حساباتی قیمتوں کی بنیاد معقول اور مشہور فیصلوں پر ہے۔
- ☆ مالیاتی گوشواروں کی تیاری کے دوران عالمی مالیاتی رپورٹنگ معیارات، جو پاکستان میں لاگو ہیں کو ملحوظ خاطر رکھا گیا ہے
- ☆ پاکستان اسٹاک ایکسچینج کے وضاحت کردہ ادارتی نظم و ضبط کے بہترین طور طریقوں سے اگر کوئی قابل ذکر انحراف نہیں ہوا۔
- ☆ اندرونی گورننس کے انتظام کی شکل مضبوط ہے اور موثر انداز میں نافذ عمل ہے اور اس کی نگرانی کی جاتی ہے۔ اندرونی گورننس کے انتظام کی نگرانی ایک جاری عمل ہے جس کا مقصد گورننس کا مضبوط کرنا اور انتظام میں بہتریاں لانا ہے۔



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ڈائریکٹرز رپورٹ

خط و کتابت

کمپنی مخصوص یاڈکٹان کے ساتھ تعلقات کی اہمیت کو سمجھتی ہے۔ سالانہ ریشمالی اور سہ ماہی رپورٹیں کمپنیز ایکٹ 2017 کے تحت مقررہ وقت پر ترسیل کی جاتی ہیں۔ کمپنی کی سرگرمیوں کو ویب سائٹ www.internationalknitwear.com پر بروقت اپ ڈیٹ کیا جاتا ہے جس میں سرمایہ کاروں سے متعلقہ معلومات کے لئے ایک الگ حصہ مخصوص ہے۔

اہم تبدیلیاں

سال کے اختتام اور اس رپورٹ کی تاریخ تک کوئی اہم وعدے یا تبدیلیاں رونمائی نہیں ہوئیں جن سے کمپنی کی مالیاتی پوزیشن متاثر ہوئی ہو۔

ادارتی ماحول صحت اور سماجی ذمہ داری

ہم اپنے لوگوں کے ساتھ قرب و جوار میں رہنے والے لوگوں کی فلاح و بہبود کے لئے ان کی صحت، تحفظ اور ماحولیات (HSE) کے اعلیٰ معیار پر توجہ رکھنے پر مضبوط یقین رکھتے ہیں۔

ہماری توجہ تحفظ کے تمام پہلوؤں کی بھرتی پر ہے جس میں تحفظ، پیہ اور ارتسیل، ذخیرہ اور مواد کا استعمال شامل ہے۔ آپ کی کمپنی ماحولیات تحفظ اور پائیداری کو یقینی بنانے کے لئے کوشاں ہے۔

ترجیحات کے تعین کی رسائی

ترجیحات کی سطح کا تعین فاعلی ہے اور ہر ادارے کا دوسرے سے مختلف ہوتا ہے۔ ٹرانزیکشنز کے لئے مجاز بنانے اور امتیازات تفویض کا عمل واضح طور پر وضاحت شدہ ہے اور اسے کمپنی میں باضابطہ طریقہ عمل کے ذریعے دستاویزی شکل دی گئی ہے۔ کمپنی نے ترجیحات کی پالیسی منظور کی ہے جس کے مطابق سالانہ جائزہ لیا جاتا ہے۔

گزشتہ چھ سالوں کے اہم کاروباری اور مالیاتی اعداد و شمار کا مختصر جائزہ

گزشتہ چھ سالوں بشمول جائزہ سال کے اہم کاروباری اور مالیاتی اعداد و شمار مختصر اور ذیل میں پیش کئے گئے ہیں:

2015	2016	2017	2018	2019	2020
-----000-----					
20,095	26,850	23,704	25,728	32,134	35,942
-	-	-	-	-	-
42,677	75,600	35,183	42,052	17,769	14,478
1,500	2,006	1,500	1,500	2,052	2,052
-	-	74,847	26,228	4,177	8,506
26,631	17,630	74,741	65,192	70,898	72,410

استعمال کئے گئے اٹاٹے

پراپرٹی پلاٹ اینڈ ایکویٹمنٹ

غیر محسوس اثاثے

طویل مدتی سرمایہ کاریاں

طویل مدتی جمع شدہ درآمدات

قلیل مدتی سرمایہ کاریاں

خاص روایاں اثاثے



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ڈائریکٹرز رپورٹ

کورونا وائرس نے دنیا کے ساتھ پاکستان کی معیشت پر بھی شدید منفی اثرات مرتب کئے۔ ملک کی ٹیکسٹائل صنعت COVID-19 کی وبا کے ناموافق اثرات کی وجہ سے شدید دباؤ میں رہی کیونکہ غیر ملکی خریداروں نے اپنے برآمدی آرڈرز موخر اور منسوخ کرنا شروع کر دیئے تھے۔ مقامی کے ساتھ ساتھ عالمی مارکیٹوں میں بڑے پیمانے پر سست روی اور برآمدی آرڈرز کی منسوخی کی وجہ سے آخری سرمایہ کی فروخت 42.14 ملین روپے رہی جو گزشتہ سال اسی مدت میں 103.82 ملین روپے تھی۔

دنیا بھر کے دیگر ممالک کی طرح پاکستان نے بھی وبا کے پھیلاؤ کو روکنے کے لئے لاک ڈاؤن نافذ ہونے کی وجہ سے پاکستان کے ٹیکسٹائل کے شعبے کو آرڈرز میں تاخیر اور منسوخی کا سامنا تھا، جس کے نتیجے میں پیداواری مہینگیٹش غیر استعمال شدہ رہی۔ جس کے نتیجے میں غیر ضروری انویٹری ذخیرہ جمع ہونے سے آپریشن پر خسارہ، سرمایہ کا خسارہ اور انویٹری خسارہ ہوا جس سے شعبہ کی روانیت کے چیلنجز پیچھے ہونے کے ساتھ ان کی آمدن اور منافع پر بڑے اثرات مرتب ہوئے۔

ان چیلنجز کے باوجود آپ کی کمپنی کے ڈائریکٹران اپنے پلانٹ کے آپریشن کو بہتر بنانے کے لئے کوشاں ہیں جس میں تنوع، تجارتی آپریشنز، خام مال کی مستعد خریداری اور مالیاتی انتظام شامل ہے۔

فیصلہ آئین

حصص یافتگان کے لئے بعد از ٹیکس فی حصص آمدن 0.80 روپے رہی جبکہ گزشتہ سال فی حصص آمدن 1.06 روپے تھی۔

دیگر آمدن

کمپنی کی دیگر آمدن میں تسلیم شدہ اور غیر تسلیم شدہ خسارہ 0.23 ملین روپے شامل رہا جبکہ خسارہ گزشتہ سال 2.16 ملین روپے تھا۔ سال کے دوران منافع مقدمہ کی صورت میں حاصل ہونے والی آمدن 1.39 ملین روپے رہی جبکہ گزشتہ سال 1.42 ملین روپے تھی۔

زیر جائزہ سال کے دوران کمپنی کو سرمایہ 1.75 ملین روپے کا خسارہ ہوا جبکہ گزشتہ سال 5.78 ملین روپے منافع تھا۔

سرمایہ جاتی اخراجات

سال کے دوران کمپنی نے اپنی پیداواری مہینگیٹش میں توسیع، پیداواریت اور پلانٹ کی استعداد میں اضافہ کے لئے 8.46 ملین روپے کی سرمایہ جاتی اخراجات کئے۔

منافع مقدمہ

یورہ آف ڈائریکٹرز یہ بتاتے ہوئے سرسٹ محسوس کرتا ہے اس نے اپنے اجلاس مورخہ 01 اکتوبر 2020 میں سال بختمہ 30 جون 2020 کے لئے 5 فیصد یعنی 0.50 روپے فی حصص (2019 میں 0.50 روپے) کے حساب سے حتمی نقد منافع مقدمہ کا اعلان کیا ہے۔



International Knitwear Limited

ڈائریکٹرز رپورٹ

السلام علیکم!

انٹرنیشنل نٹ ویئر لمیٹڈ کا بورڈ آف ڈائریکٹرز اپنی رپورٹ کے ساتھ سال بختمہ 30 جون 2020 کے آڈٹ شدہ مالیاتی گوشوارے پیش کرتے ہوئے اظہار مسرت کرتا ہے۔

مالیاتی نتائج کا سرسری جائزہ

(کمی/زیادتی)	2019	2020	
فیصد	روپے	روپے	
19.14%	451,098,967	537,457,423	خالص فروخت
59.75%	32,105,797	51,287,652	خام منافع
14.35%	14,748,652	16,865,217	منافع قبل از ٹیکس
(24.44%)	10,237,662	7,735,146	منافع بعد از ٹیکس
(24.44%)	1.06	0.80	فی شخص آمدن

کاروباری جائزہ

سال 30 جون 2020 کے اختتام پر مختصر مالیاتی جملگیاں درج ذیل ہیں:

سال 30 جون 2020 میں پرکاروبار میں 19.14 فیصد نمو ہوئی۔ کمپنی کی خالص فروخت 537.45 ملین روپے رہیں جبکہ گزشتہ سال 451.09 ملین روپے تھیں۔ قبل از ٹیکس منافع 16.86 ملین روپے رہا جبکہ گزشتہ سال 14.74 ملین روپے تھا۔

فروخت میں گزشتہ سال بختمہ 30 جون 2019 کی بنسبت 86.35 ملین روپے کا اضافہ ہوا۔ موجودہ سال کے دوران کمپنی کا خام منافع 51.28 ملین روپے رہا جبکہ گزشتہ سال خام منافع 32.10 ملین روپے تھا۔

فروخت

کمپنی کی کارکردگی نو ماہ یعنی 31 مارچ 2020 تک بہت اچھی رہی۔ گزشتہ سال اسی مدت کے مقابلے میں نو ماہ کے دوران کمپنی کی فروخت میں 42.62 فیصد یا 148.03 ملین روپے کا اضافہ ہوا۔



International Knitwear Limited

چیئر مین کی جائزہ رپورٹ

میں سالانہ رپورٹ کے ساتھ آڈٹ شدہ مالیاتی گوشوارے برائے مالیاتی سال ختم شدہ 30 جون 2020 انٹرنیشنل لنٹ ویزر لمیٹڈ (INKL) کے مستفیدان کو پیش کرتے ہوئے اظہار مسرت کرتا ہوں اور کمپنی کے کلیدی مقاصد اور اہداف کے حصول میں بورڈ کی کارکردگی پیش کرتا ہوں۔

لیکچینیئر (کوڈ آف کارپوریٹ گورننس) ریکولیشنز 2019 کے تحت انٹرنیشنل لنٹ ویزر لمیٹڈ کے بورڈ آف ڈائریکٹرز کی ایک سالانہ تفصیلی انجام دی گئی۔ اس تفصیلی کا مقصد بورڈ کی مجموعی کارکردگی اور اثر پذیری کو ناپنا اور کمپنی کے طے کردہ مقاصد کے تناظر میں توقعات کا جائزہ لینا تھا۔

کاروباری کارکردگی

COVID-19 کی وبا کی وجہ سے مالیاتی سال 2019-20 دنیا بھر میں اور پاکستان میں دشوار ترین رہا۔ چند ہفتوں میں پوری دنیا میں COVID-19 کے اثرات پھیلنے سے عالمی اور مقامی کاروباری ماحول انتہائی دشوار گزار ہو گیا۔ وبا جو دنیا بھر میں ہزاروں جانوں کو نقص پہنچی ہے اور دنیا بھر کی معیشت کو مفلوج کر چکی ہے، اس کے معاشی، سماجی اور سیاسی اثرات کی مکمل تفصیلی قبل از وقت ہوگی۔

بورڈ کی کارکردگی

بورڈ نے انتظامیہ کی کارکردگی کی نگرانی میں اہم کردار ادا کیا اور اہم خطراتی شعبوں پر توجہ مرکوز کی۔ بورڈ مکمل طور پر بہت بنائے اور کلیدی منصوبہ بندی کے عمل اور ادارتی نظم و ضبط کے بہترین وضاحت شدہ طریقہ عمل کے قیام میں مصروف رہا، جو کہ ادارتی حاسد میں اضافے کے لئے بنیادی حیثیت رکھتے ہیں۔ تمام ڈائریکٹران بشمول آڈوڈائریکٹران نے بورڈ کی فیصلہ سازی کے عمل میں معاونت کی اور مکمل شرکت کی۔

مالیاتی سال ختم شدہ 30 جون 2020 میں بورڈ کی مجموعی کارکردگی اور اثر پذیری کی تفصیلی تسلی بخش پائی گئی۔ بہتری ایک جاری عمل ہے جو اسٹیشن پلان کی صورت میں ظاہر ہوتا ہے۔ اس تفصیلی کی بنیاد انفرادی اجزاء جیسے نصب العین، مٹن اور اقدامات کلیدی منصوبہ بندی میں مصروفیت، پالیسیوں کی تشکیل، ادارے کی کاروباری سرگرمیوں کی نگرانی، مالیاتی وسائل کے انتظام کی نگرانی، موثر مالیاتی نگرانی، تمام ملازمین کے ساتھ یکساں سلوک اور بورڈ کی ذمہ داریوں کی مستعدی کے ساتھ انجام دی شامل ہیں۔

ضروری ایجنڈا اور تحریری متعلقہ معاون مواد بشمول مشاورتی مواد بورڈ اور اس کی کمیٹیوں کے اجلاس کے لئے بروقت پر دستیاب ہوتا ہے۔ اپنی ذمہ داریوں سے موثر و انداز میں مدد و برآں ہونے کے لئے بورڈ کے اجلاس ہوتے ہیں۔ آڈوڈائریکٹران اور ان ایگزیکٹو ڈائریکٹران بورڈ کے اہم فیصلوں میں یکساں طور پر شریک رہتے ہیں۔

فہمی کی کوششوں کا اعتراف

بورڈ کی جانب سے ہمارے تمام مستفیدان کے مسلسل تعاون اور موصولہ افزائی پر ان کا مشکور ہوں اور کمپنی کے ملازمین کی معاونت کا شکریہ کے ساتھ معترف ہوں۔ میں اپنے ساتھی ڈائریکٹران کی زیر چارہ سال کے دوران غمزدہ اور دشمنی کو تسلیم کرتا ہوں اور ہمارے چیف ایگزیکٹو آفیسر اور ان کی فہمی کی ایک کوششوں کا اعتراف کرتا ہوں۔

وسیم شیخ

چیئر مین

کراچی:

مؤرخہ 01 اکتوبر 2020



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سالانہ اجلاس عام کا نوٹس

مذکورہ بالا درکار معلومات شیئرز رجسٹرار کو اس نوٹس کی وصولی کے 10 دن کے اندر پہنچ جائیں بصورت دیگر بنیادی حصص یافتہ اور مشترکہ کھاتے دار کا حصہ برابر برابر تصور کیا جائے گا۔

- 11- کمپنیز ایکٹ 2017 کی دفعہ (6) 223 کی شقوق کے تحت کمپنی نے اپنے سالانہ مالیاتی گوشوارے بمع آڈیٹر رپورٹ، ڈائریکٹران کی جائزہ رپورٹ وغیرہ (سالانہ رپورٹ) اور سالانہ اجلاس عام کے نوٹس (نوٹس) اپنے حصص یافتگان کو بذریعہ ای میل ترسیل کرنے کی اجازت دی ہے۔ حصص یافتگان جو کہ کمپنی کی سالانہ رپورٹ اور سالانہ اجلاس عام کے نوٹس بذریعہ ای میل موصول کرنا چاہیں ان سے درخواست ہے کہ الیکٹرانک کمیونیکیشن کنسیٹ فارم (جو کمپنی کی ویب سائٹ پر دستیاب ہے) کو پُر کر کے کمپنی کے شیئرز رجسٹر کو فراہم کر دیں۔
- 12- کمپنی کے آڈٹ شدہ مالیاتی گوشوارے برائے مختتمہ مدت 30 جون 2020 کمپنی کی ویب سائٹ www.internationalknitwear.com پر ڈال دیئے گئے ہیں۔
- 13- پر کسی فارم سالانہ رپورٹ کے ساتھ منسلک ہونے کے ساتھ ساتھ کمپنی کی ویب سائٹ www.internationalknitwear.com پر بھی دستیاب ہے۔
- 14- ممبران سے درخواست ہے کہ اپنے پتے میں کسی تبدیلی سے کمپنی کے شیئرز رجسٹرار کو مطلع کر دیں۔



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سالانہ اجلاس عام کانفرنس

ممبران کو بخوشی پیش کرتے ہیں جو کمپنی کے سالانہ مالیاتی گوشوارے اور نوٹس بذریعہ ای میل موصول کرنا چاہتے ہیں۔ اس سلسلے میں تمام ممبران سے درخواست کی جاتی ہے کہ اپنی رضامندی بذریعہ ای میل ایک معیاری درخواست فارم پر فراہم کر دیں جو کہ کمپنی کی ویب سائٹ www.internationalknitwear.com پر دستیاب ہے۔ اس بات کو یقینی بنائیں کہ آپ کی ای میل میں کافی حقوق ہوں اور 1MB سے زیادہ بڑی فائل کی حامل ای میل موصول کر سکتی ہوں۔ مزید، یہ کہ ممبر کی ذمہ داری ہے کہ وہ شیئر رجسٹر اکاؤنٹ پر رجسٹرڈ ای میل ایڈریس میں کسی بھی تبدیلی سے بروقت آگاہ کریں۔

10- فنانس ایکٹ 2019 جو یکم جولائی 2019 سے نافذ ہے، کی شکوہ کے مطابق انکم ٹیکس آرڈیننس کے تحت منافع منقسمہ کی ادائیگیوں سے انکم ٹیکس کی کوئی شے شرح میں ترمیم کی گئی ہے:

1- وہ افراد جن کے نام فعال ٹیکس دہندگان کی فہرست میں موجود ہیں 15 فیصد

2- وہ افراد جن کے نام فعال ٹیکس دہندگان کی فہرست میں موجود نہیں ہیں 30 فیصد

کمپنی کو منافع منقسمہ سے 15 فیصد کے بجائے 30 فیصد کوئی کے لئے جن حصص یافتگان کے نام FBR کی ویب سائٹ پر دستیاب فعال ٹیکس دہندگان کی فہرست (ATL) میں موجود نہیں ہیں تو اس حقیقت کے باوجود وہ فالو کر رہے ہیں، ان کو مشورہ دیا جاتا ہے کہ اپنے ناموں کو کتابوں کی بندش سے قبل ATL میں درج کروالیں، بصورت دیگر ان کے منافع منقسمہ سے 15 فیصد کے بجائے 30 فیصد کے حساب سے کوئی کی جائے گی۔

(ii) منافع منقسمہ سے وہ ہولڈنگ ٹیکس سے استثناء کی اس صورت میں اجازت ہوگی جبکہ درست ٹیکس استثناء کی سرٹیفکیٹ یا مجاز عدالت کا حکم امتناعی CDC شیئر رجسٹر اور سرور لمیٹڈ کو کتاب بند ہونے سے قبل موصول ہو جائے۔

(iii) مزید فیڈرل بورڈ آف ریونیو کی وضاحت کے مطابق وہ ہولڈنگ ٹیکس کا تعین "فالو/نان فالو" کی بنیاد پر کیا جائے گا۔

اس سلسلے میں تمام حصص یافتگان سے گزارش ہے کہ جن کے حصص مشترکہ ہیں وہ اپنی حصص داری، بنیادی حصص یافتہ کا تناسب اور مشترکہ کھاتے داروں کی حصص داری کے تناسب سے ہمارے شیئر رجسٹر اور تحریری طور پر فراہم کریں اگر پہلے فراہم نہ کئے ہوں۔

کمپنی کا نام	فولیو ایڈریس	کل حصص	بنیادی حصص یافتہ	مشترکہ حصص یافتگان
	اکاؤنٹ نمبر		نام اور CNIC نمبر	نام اور CNIC نمبر
			حصص داری کا تناسب (حصص کی تعداد)	حصص داری کا تناسب (حصص کی تعداد)



International Knitwear Limited

سالانہ اجلاس عام کانفرنس

مندرجہ بالا ذرائع کو استعمال کرتے ہوئے حصص یافتگان AGM کے مجوزہ ایجنڈے سے متعلق اپنی آراء/تجاویز فراہم کر سکتے ہیں۔

4- کمپنیز ایکٹ 2017 کی دفعہ 72 کے تحت ہر ایجنڈہ کمپنی کے لئے ضروری ہے کہ وہ اپنے طبعی حصص مطابق ایکٹ کے آغاز یعنی 30 مئی 2017 سے چار سالہ مدت کے اندر کمیشن کے بتائے گئے طریقہ کار کے مطابق بک انٹری شکل میں تبدیل کروالے۔

حصص یافتگان جن کی طبعی حصص داری ہے ان کو ہدایت کی جاتی ہے کہ اپنے CDC اکاؤنٹ کسی بھی بروکر یا انویسٹر اکاؤنٹ بلا واسطہ CDC میں کھول لیں تاکہ ان کے حصص اسکرپٹس فارم میں رکھے جاسکیں، اس سے انہیں کئی طریقوں سے سہولت ہوگی جیسے کہ محفوظ تحویل اور حصص جس وقت چاہیں فروخت کر سکتے ہیں، کیونکہ پاکستان اسٹاک ایکسچینج کے موجودہ ضابطہ کے تحت اب طبعی حصص کی خرید و فروخت کی اجازت نہیں ہے۔

5- ایک ممبر جو کہ سالانہ اجلاس عام میں شرکت کرنے، بولنے اور ووٹ دینے کا حقدار ہو وہ اپنی جانب سے اجلاس میں حاضر ہونے، شرکت کرنے اور ووٹ دینے کے لئے پراکسی مقرر کر سکتا ہے۔ پراکسی کے لئے کمپنی کا ممبر ہونا لازمی ہے۔

6- پراکسی فارم کے موثر ہونے کے لئے ضروری ہے کہ باضابطہ پر شدہ ہوں اور کمپنی کے رجسٹرڈ آفس واقع F-2A/L، سائٹ کراچی میں اجلاس سے کم از کم 48 گھنٹے قبل موصول ہو جائے، اس مدت میں تعطیلات شامل نہیں ہیں۔

7- ممبران جن کے طبعی حصص ہیں ان سے درخواست کی جاتی ہے کہ فوری طور پر اپنے شیئرز رجسٹر اکاؤنٹ اپنے پتے میں کسی بھی تبدیلی سے آگاہ کر دیں۔ حصص یافتگان جن کے حصص برقی شکل میں ہیں وہ اپنے پتے شرکاء یا CDC کا ڈانٹ سروس کے پاس اپ ڈیٹ کروادیں۔

8- کمپنیز ایکٹ 2017 کی دفعہ 242 کی شقوں کے مطابق ایجنڈہ کمپنی کے لئے لازمی ہے کہ وہ اپنے اہل حصص یافتگان کو نفع منافع منقسمہ ان کے نامزد بینک اکاؤنٹ میں برقی طریقہ کار کے ذریعے بلا واسطہ منتقل کرے۔

منافع منقسمہ اپنے نامزد بینک اکاؤنٹ میں بلا واسطہ وصولی کے لئے جن حصص یافتگان کے حصص طبعی شکل میں ہیں ان سے درخواست ہے کہ اپنا الیکٹرانک میڈیٹ فارم جو کمپنی کی ویب سائٹ پر دستیاب ہے اور اسے باضابطہ پر کر کے CNIC کی نقل کے ساتھ کمپنی کے شیئرز رجسٹرار میسرز CDC شیئرز رجسٹرار سروسز لمیٹڈ کو بھیج دیں۔

اگر حصص CDC میں ہیں تو اپنا الیکٹرانک مینڈیٹ فارم بلا واسطہ حصص یافتگان کے بروکر شرکاء یا CDC اکاؤنٹ سروسز کو فراہم کر دیں۔ اگر IBAN پہلے ہی حصص یافتہ کے CDC اکاؤنٹ یا طبعی فوئیو میں اپ ڈیٹ/شامل کر دیئے گئے ہیں تو مزید کسی کارروائی کی ضرورت نہیں۔

9- SECP کے نوٹیفکیشن بذریعہ SRO.787(1)/2014 مورخہ 8 ستمبر 2014 کے مطابق SECP نے کمپنی کے ممبران کی سہولت کے لئے ممبران کو سالانہ مالیاتی گوشوارے اور نوٹس بذریعہ برقی میل سسٹم (ای میل) ترسیل کرنے کی ہدایت کی ہے۔ ہم یہ سہولت ان



International Knitwear Limited

سالانہ اجلاس عام کانفرنس

گزارشات:

- 1- کمپنی کی حصص منتقلی کی کتابیں 21 اکتوبر 2020 سے 27 اکتوبر 2020 تک (بشمول دونوں دن) بند رہیں گی۔ اس مقصد کے لئے ہمارے شیئر رجسٹرار کے دفتر
CDC شیئر رجسٹرار سرور لمیٹڈ
شیئر رجسٹری پارٹنٹ
CDC باؤس B-99، بلاک 'B'، ایس ایم سی ایچ ایس،
مین شاہریو فیصل، کراچی 74400
ٹیلیفون (ٹول فری) 0800-23275 / فیکس نمبر 34326053 (21-92)
ای میل: info@cdcsrsl.com / ویب سائٹ: www.cdcsrsl.com
- 2- 120 اکتوبر تک دفتری اوقات ختم سے قبل موصول ہونے والی منٹکلیوں کو منافع منظمہ کے لئے اہل تصور کیا جائے گا۔
دو ممبر جس نے اپنے حصص سینٹرل فائز نری کمپنی آف پاکستان لمیٹڈ میں جمع کرا دیے ہیں، وہ اپنے ہمراہ اپنے شرکا کی آئی ڈی نمبر اور CDC اکاؤنٹ / پبلی اکاؤنٹ نمبر کے ساتھ اپنا اصل کمپیوٹرائزڈ قومی شناختی کارڈ نمبر (CNIC) یا اصل پاسپورٹ اجلاس میں حاضری کے وقت پیش کرے گا۔
- 3- کورونا وائرس (COVID-19) کے پھرتے ہوئے خطرے کو مد نظر رکھتے ہوئے سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان نے اپنے سرکریٹر 5 مورچہ 17 مارچ 2020 میں کمپنی کو سالانہ اجلاس عام کے لئے عمومی منصوبہ بندی میں تبدیلی کا مشورہ دیا ہے تاکہ حصص یافتگان کی بہبود کا تحفظ کیا جاسکے۔ حصص یافتگان جو کہ AGM میں بذریعہ ڈیوکانفرنس شرکت کرنے کے خواہشمند ہیں، ان سے درخواست ہے کہ AGM سے کم از کم 24 گھنٹے قبل (یعنی 26 اکتوبر 2020 کو 3:00 بجے سے قبل) مندرجہ ذیل تفصیلات کمپنی سیکریٹری کے پاس مندرجہ ذیل ذرائع سے فراہم کر کے اپنے آپ کو رجسٹر کروائیں:
(a) موبائل / واٹس اپ: 0300-8227586
(b) ای میل: javed@internationalknitwear.com
- حصص یافتگان کو مشورہ دیا جاتا ہے کہ اپنی شناخت کے لئے اپنا نام، CNIC نمبر، فوٹو / CDC اکاؤنٹ نمبر، سیل نمبر اور ای میل آئی ڈی فراہم کریں۔ حصص یافتگان AGM میں ڈیوکانفرنس یعنی <https://zoom.us/download> کے ذریعے شرکت کر سکتے ہیں۔
- مندرجہ بالا معلومات موصول ہونے پر کمپنی کے حصص یافتگان کو ان کے ای میل ایڈریس پر لاگ ان کی تفصیلات فراہم کی جائیں گی اور AGM کی تاریخ پر حصص یافتگان اپنے اساتذہ فون / کمپیوٹریڈ یو ایس سے AGM میں شرکت کر سکتے ہیں۔



International Knitwear Limited

سالانہ اجلاس عام کا نوٹس

نوٹس بڈا کے ذریعے مطلع کیا جاتا ہے کہ انٹرنیشنل لنٹ ویئر لمیٹڈ کا 30 واں سالانہ اجلاس عام بروز پیر 27 اکتوبر 2020 کو سہ پہر 3:00 بجے / F-2A، سائٹ کراچی پر مندرجہ ذیل امور کی انجام دہی کے لئے منعقد ہوگا:

عمومی امور

- 1- اجلاس عام مورخہ 28 اکتوبر 2019 کی کارروائی کی توثیق
- 2- کمپنی کے سال تختہ 30 جون 2020 کے آڈٹ شدہ مالیاتی گوشواروں کے ساتھ ان پرڈ انریکٹران اور آڈیٹرز کی رپورٹ کی وصولی، غور و خوص اور منظوری
- 3- بورڈ آف ڈائریکٹرز نے سال 30 جون 2020 کے لئے 5 فیصد یعنی 0.50 روپے فی حصص کے حساب سے حتمی نقد منافع منقسمہ کی سٹارش کی ہے، اس کا اعلان اور منظوری
- 4- سال 30 جون 2021 کے لئے کمپنی کے آڈیٹرز کی تقرری اور ان کے معاوضہ کا تعین - موجودہ آڈیٹرز میسرز RSM اولیس حیدر لیاقت نعمان، چارٹرڈ اکاؤنٹنٹس سبکدوش ہو چکے ہیں اور اہلیت کے باعث انہوں نے اپنی دوبارہ تقرری کی پیشکش کی ہے۔

خصوصی امور

عمومی قراردادوں

- 5- مندرجہ ذیل قرارداد پر غور اور اگر درست سمجھا گیا تو اس میں ترامیم کے ساتھ یا ترامیم کے بغیر بطور عمومی قرارداد منظوری
- ”منتقل طور پر سال تختہ 30 جون 2020 میں کمپنی کے ملحقہ پارٹیوں کے ساتھ عمومی طریقہ کار کے مطابق کئے گئے سودوں کی توثیق، تصدیق اور منظوری دی جاتی ہے۔“

دیگر امور

- 7- صدر مجلس کی اجازت سے مزید کسی دیگر امور کی انجام دہی

حسب الحکم بورڈ

جاوید خان

کمپنی سیکریٹری

کراچی

105 اکتوبر 2020

Consent Required

For Annual Reports through e-mail

Dear Shareholder(s)

The securities & Exchange Commission of Pakistan (SECP) through its Notification (SRO 787(I) 2014) dated 8 September 2014 has allowed the circulation of Company's annual balance sheet and profit and loss account, auditor's report and directors' report etc. (Audited Annual Financial Statements) to shareholders along with notice of Annual General Meeting (AGM) through e-mail.

Therefore, if you wish to receive company's (Audited Annual Financial Statements) along with notice of (AGM) via - email, you are requested to provide this letter duly filled and signed to us or our Share Registrar at their below address:

E – MAIL ADDRESS: _____

CNIC NUMBER: _____

FOLIO / CDS ACCOUNT # _____

SIGNATURE OF SHAREHOLDER

M/s CDC Share Registrar Services Limited

Share Registrar Department

CDC House, 99-B, Block 'B', S.M.C.H.S,

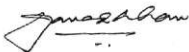
Main Shahra-e-Faisal, Karachi-74400.

Telephone (Toll Free) 0800-23275 / Fax: (92-21) 34326053

Email: info@cdcsrcsl.com/website: www.cdcsrcsl.com

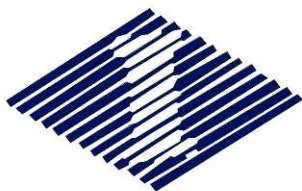
Yours sincerely

For International Knitwear Limited



JAVED KHAN

Director / CFO



International Knitwear Limited

E-DIVIDEND MANDATE FORM

To:

Subject: Bank account detail for payment of Dividend through electronic mode.

Dear Sir,

I, Mr./Mrs./Ms _____

S/O, /D/O, W/O _____

hereby authorize International Knitwear Limited to directly credit cash dividend declared by it, if any, in the below mentioned bank account.

(i) Shareholder's Detail	
Name of the Shareholder	
Folio No./CDC Participants ID A/C No.	
CNIC No. **	
Passport No. (in case of foreign Shareholder)***	
Land Line Phone Number	
Cell Number	

(ii) Shareholder's Bank Detail	
Title of Bank Account	
Bank Account Number	
Bank 's Name	
Branch Name and Address	

It is stated that the above-mentioned information is correct and that I will intimate the changes in the above mentioned information to the Company and the concerned Share Registrar as soon as these occur.

Signature of the Shareholder

Notes:

The Shareholders having physical shares have to address the Company Secretary IGL on the address given below:

The Company Secretary
International Knitwear Limited
F2-A/L S.I.T.E
Karachi.

and Shareholders having their accounts with CDC Share Registrar Services Limited have to communicate mandate information to relevant Member Stock Exchange.

***Please attach attested photocopy of the CNIC.

***Please attach attested photocopy of the Passport.



International Knitwear Limited



International Knitwear Limited

FORM OF PROXY 30th ANNUAL GENERAL MEETING

I/We _____ son/daughter/wife/husband of _____, Shareholder of International Knitwear Limited, holding _____ ordinary shares hereby appoint _____ who is my _____ [state relationship (if any) with the proxy; required by Government regulations] and the son / daughter / wife / husband of _____, (holding _____ ordinary shares in the Company under Folio No. _____) [required by Government] as my / our proxy, to attend and vote for me / us and on my / our behalf at the Annual General Meeting of the Company to be held on October 27th, 2020 and / or any adjournment thereof.

Signed this _____ day of _____, 2020.

Folio No.	CDC Participant ID No.	CDC Account/ Sub-Account No.	No. of Shares held	Signature over Revenue Stamp

Witness 1

Signature _____

Name _____

CNIC No. _____

Address _____

Witness 2

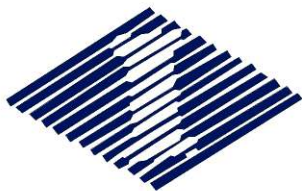
Signature _____

Name _____

CNIC No. _____

Address _____

- Notes:
1. The proxy must be a member of the Company.
 2. The signature must tally with the specimen signature/s registered with the company.
 3. If a proxy is granted by a member who has deposited his/her shares in CDC Share Registrar Services Limited, the proxy must be accompanied with participant's ID number and CDC account/sub-account number along with attested photocopies of Computerized National Identity Card (CNIC) or the Passport of the beneficial owner. Representatives of corporate members should bring the usual documents required for such purpose.
 4. The instrument of Proxy properly completed should be deposited at the Registered Office of the Company not less than 48 hours before the time of the meeting.



International Knitwear Limited



International Knitwear Limited

پراکسی فارم
30 سالانہ اجلاس عام

..... میں/ہم..... ساکن.....

..... بحیثیت رکن/ارکان منتدین..... حصص کے حامل ہیں، بذریعہ بذراحتہ/استزہ.....

..... ساکن..... (پراکسی کے ساتھ کوئی رشتہ داری ہے تو ظاہر کریں کیونکہ یہ حکومتی ضوابط کے

..... تحت لازمی ہے) جو کہ بذریعہ رجسٹرڈ فوئیلر/ CDC نمبر..... (حکومت کے ضوابط کے مطابق فوئیلر نمبر لکھنا لازمی ہے) کہتی کے رکن بھی ہیں،

..... انہیں کہتی کے سالانہ اجلاس عام مورخہ 27 اکتوبر 2020 میں میری/ ہماری جانب سے بحیثیت مختار (پراکسی) حاضر ہونے، پونے اور ووٹ دینے کا اختیار ہوگا اور اجلاس

..... ملوثی ہونے کی صورت میں بھی یہی میرے/ ہمارے (پراکسی) ہو گئے۔

..... مورخہ..... 2020 کو رویداد گواہان میں/ ہم نے دستخط کئے۔

فولیر نمبر	سی ڈی سی شرکت دار/آئی ڈی نمبر	سی ڈی سی اکاؤنٹ/ فوئیلر اکاؤنٹ نمبر	حصص کی تعداد

..... دستخط.....

..... 5/- روپے کارپوریٹ سٹامپ.....

..... دستخط کہتی کے رجسٹر میں موجود نمونہ دستخطوں سے مماثل ہونے چاہئیں

..... گواہ نمبر 1..... گواہ نمبر 2.....
..... نام..... نام.....
..... پتہ..... پتہ.....
..... CNIC نمبر..... CNIC نمبر.....
..... دستخط..... دستخط.....

گزارشات

- 1- پراکسی کے لئے کہتی کا نمبر ہونا لازمی ہے۔
- 2- دستخط کہتی کے روکارڈ میں موجود نمونہ دستخطوں سے مماثل ہونا لازمی ہے۔
- 3- اگر کوئی ممبر پراکسی مقرر کرتا ہے جس کے حصص CDC شیئر رجسٹر میں قیام میں ہیں تو پھر پراکسی کو شرکت دار/آئی ڈی نمبر اور سی ڈی سی اکاؤنٹ نمبر/ فوئیلر اکاؤنٹ نمبر کے ساتھ
- 4- اتفاقاً، مالک کی کپیڈراؤنڈ تو فی شیئنگ کارڈ یا پاسپورٹ کی تصدیق لیا جائے گا۔ کارڈ یا پاسپورٹ کی صورت میں ضروری نموی دستاویزات اس مقصد کے لئے لانا ضروری ہیں۔
- 4- مکمل پراکسی ہونا پراکسی فارم کہتی کے رجسٹرڈ آفس میں اجلاس سے 48 گھنٹے قبل جمع کروا دیا جائے۔



International Knitwear Limited



International Knitwear Limited

F-2A/L, S.I.T.E., Karachi-75730 Pakistan

Phones: 32571463, 32574302-04

Fax: (021) 32564414

Web : www.internationalknitwear.com