

Image Pakistan Limited

(Formerly Tri-Star Polyester Ltd.)

**UN-AUDITED ACCOUNTS
FOR THE THIRD QUARTER
ENDED 31ST MARCH, 2021**

EST. 1993
image

Company Information

Board of Directors:	Mr. Jawed Ahmed Siddiqui Mr. Asad Ahmad Ms. Farnaz Ahmad Ms. Uzma Ahmad Ms. Marium Ahmad Mr. M. Zameer Mr. Mohammad Haroon Saeed	Non Executive Chairman/Independent Director Chief Executive Non Executive Director Executive Director Executive Director Non Executive Director Non Executive Director
Auditors:	M/s. Feroze Sharif Tariq & Co. Chartered Accountants	
Bankers:	Al Baraka Bank (Pakistan) Ltd. Bank Alfalah Ltd. Bank Al Habib Ltd. Habib Bank Ltd. Faysal Bank Ltd.	
Audit Committee:	Mr. Jawed Ahmed Siddiqui Ms. Marium Ahmad Mr. Mohammad Haroon Saeed	Chairman Member Member
Human Resource Committee:	Mr. Jawed Ahmed Siddiqui Ms. Uzma Ahmad Mr. M. Zameer	Chairman Member Member
Legal Counsel:	Abid S. Zuberi Bar-at-Law	
Liaison Office:	A/33, Central Commercial Area, Block 7/8, Main Shahrah-e-Faisal, Karachi-75350	
Registered Office:	F/538, S.I.T.E., Karachi-75700	
Shares Registrar / Transfer Agent:	Hameed Majeed Associates (Pvt) Ltd. 4 th Floor, Karachi Chambers, Hasrat Mohani Road, Karachi.	
Plant:	F/538, S.I.T.E., Karachi-75700	

Directors' Report For the quarter ended March 31, 2021

The un-audited accounts of Image Pakistan Ltd., (Formerly Tri-Star Polyester Ltd.) for the quarter ended March 31, 2021 are presented herewith.

The start of spring-summer season from mid March 2021 has been very encouraging for us as our Lawnkari 2021 is in great demand due to exclusive designing and has an edge over the competitors. However, the rise in COVID cases throughout the country resulting in lesser working hours and 2 days closure of markets during this time of the year when peak seasonal buying is done specially of fabric and garments is resulting in loss of revenue. Alhamdulillah, our e-store and fulfilment center is already meeting the existing demand of e-commerce and is also set to meet the additional online orders in case lockdown is announced by the government.

In order to capitalize on the growth potential in terms of both sale volume and brand value as well as ensure sustainability of the growth in business, the Company is now planning to go into a phase wise expansion by adding new retail outlets and adding new machinery as well as diversifying by adding Perfume and Halal Cosmetics lines of businesses. Your Company has recently opened an outlet at Islamabad which has received tremendous response. As reported earlier, we are well poised to achieve a growth of 150% in sales from last year In Shaa Allah.

On behalf of the Board

ASAD AHMAD
Chief Executive

Place: Karachi.
Dated: April 27, 2021

Condensed Interim Statement of Financial Position

as at March 31, 2021

	Mar 31, 2021	June 30, 2020
(Rupees)		
<u>EQUITY AND LIABILITIES</u>		
<u>CAPITAL & RESERVES</u>		
<u>Authorized Capital</u>		
100,000,000 (2020: 100,000,000) Ordinary Shares of Rs. 10/- each	1,000,000,000	1,000,000,000
Issued, Subscribed and Paid-up Capital	568,792,010	568,792,010
Capital Reserve		
Capital Reserve - (a Share Premium account)	39,386,665	39,386,665
Surplus on revaluation Property, Plant and Equipment	368,297,361	368,297,361
Unrealised Gain/(Loss) due to change in fair value of investment through other comprehensive income	141,733,775	100,440,675
Revenue Reserve		
Accumulated Profit / (Loss)	48,592,369	(22,134,939)
Shareholders' Equity	1,166,802,180	1,054,781,772
<u>NON-CURRENT LIABILITIES</u>		
Long term Loan from Associates and related parties	167,761,000	92,841,000
Diminishing Musharka Finance Facility	34,500,000	69,000,000
SBP Refinance	27,000,000	-
Deferred taxation	67,290,699	67,290,699
Provision for Gratuity	1,811,769	1,862,058
<u>CURRENT LIABILITIES</u>		
Trade and Other Payables	196,861,711	205,551,275
Accrued Interest on loan from associates	25,046,308	17,080,757
Accrued mark-up to Financial Institutions	1,098,932	6,470,967
Current maturity of non current liabilities	58,250,000	57,500,000
Unclaimed Dividend	12,060,558	20,743,398
Provision for Taxation	9,657,405	9,834,471
	302,974,915	317,180,868
Contingencies and Commitments		
	1,768,140,563	1,602,956,398
<u>ASSETS</u>		
<u>NON-CURRENT ASSETS</u>		
<u>Tangible Fixed Assets</u>		
Property, Plant and Equipments	578,264,298	590,877,324
Long Term Deposits	6,710,935	4,784,005
Long Term Investments	176,244,450	134,951,350
<u>CURRENT ASSETS</u>		
Stores, Spares and Loose Tools	3,153,888	2,636,134
Stock-in-Trade	636,083,051	764,076,040
Trade Debtors - unsecured	150,124,954	100,996,770
Trade Deposits and Prepayments - considered good	431,980	878,251
Income Tax Refunds and Advances	312,321	1,666,478
Cash and Bank Balances	216,814,687	2,090,047
	1,006,920,881	872,343,719
	1,768,140,563	1,602,956,397

The annexed notes form an integral part of these accounts.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

Condensed Interim Statement of Profit or Loss (Un-audited)

for the quarter ended March 31, 2021

	Jul-2020 to Mar-2021 Rupees	Jul-2019 to Mar-2020 Rupees	Jan-2021 to Mar-2021 Rupees	Jan-2020 to Mar-2020 Rupees
Sales - Net	718,359,547	278,277,161	315,186,031	96,875,406
Cost of Sales	(449,204,739)	(129,049,448)	(207,678,484)	(44,309,366)
Gross Profit	269,154,808	149,227,713	107,507,547	52,566,040
Operating Expenses				
Distribution and Selling Cost	(117,625,668)	(57,546,352)	(43,393,076)	(21,562,961)
Administrative and General Expenses	(49,727,159)	(49,046,228)	(16,185,953)	(17,435,997)
	(167,352,827)	(106,592,579)	(59,579,029)	(38,998,958)
Finance Cost	(22,095,179)	(21,348,992)	(6,344,033)	(7,901,169)
Profit before Taxation	79,706,802	21,286,142	41,584,485	5,665,914
Taxation				
- Current	(8,979,494)	(3,478,465)	(3,939,825)	(1,210,943)
Profit after Taxation	70,727,308	17,807,678	37,644,659	4,454,972
Earning Per Share - Basic	1.24	0.31	0.66	0.08

The annexed notes form an integral part of these accounts.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

Condensed Interim Statement of Comprehensive Income

for the quarter ended March 31, 2021

	Nine month ended		Quarter ended	
	Mar 31, 2021	Mar 31, 2020	Mar 31, 2021	Mar 31, 2020
	(Rupees)		(Rupees)	
Profit for the Year	70,727,308	17,807,678	37,644,659	4,454,972
Other comprehensive Income:				
Unrealized gain / (loss) due to change in fair value of investment through other Comprehensive Income	41,293,100	(11,955,850)	6,284,800	(1,841,250)
Total comprehensive Income for the period	112,020,408	5,851,828	43,929,459	2,613,722

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

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

Condensed Interim Statement of Cash Flows (Un-audited)

for the quarter ended March 31, 2021

	March 31, 2021	March 31, 2020
	(Rupees)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before Taxation	79,706,802	21,286,142
Adjustment for Non-Cash and Other Items:		
Depreciation	26,037,314	27,290,809
Financial Expenses	22,095,179	21,348,992
	48,082,204	48,639,801
Working Capital Changes	127,789,006	69,925,943
<i>(Increase) / Decrease in Current Assets</i>		
Stock in Trade	127,992,989	(164,097,509)
Stores and Spares	(517,754)	180,376
Trade debtors	(49,128,184)	(23,353,122)
Trade deposits, Prepayments & Statutory balances	446,271	157,403
<i>Increase / (Decrease) in Current Liabilities</i>		
Trade and Other Payables	(8,689,563)	63,508,910
Current maturity of non current liabilities	750,000	(11,500,000)
	70,853,759	(135,103,943)
Taxes Paid	(7,802,403)	(3,934,454)
Financial charges Paid/Write back	(19,501,663)	(6,760,304)
	(27,304,066)	(10,694,758)
Net Cash Inflow/ (Outflow) from Operating Activities	171,338,698	(75,872,757)
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of Fixed Assets	(13,424,288)	(6,342,465)
Net Cash Inflow/ (Outflow) from Investing Activities	(13,424,288)	(6,342,465)
CASH FLOW FROM FINANCING ACTIVITIES		
Long Term Deposits	(1,926,930)	--
Payments of Diminishing Musharka Finance Facility	(34,500,000)	--
SBP Refinance	27,000,000	--
Dividend Paid /- net	(8,682,840)	(2,947,138)
Long term Loan from Associated and Related Parties	74,920,000	64,091,000
Net Cash Inflow/ (Outflow) from Financing Activities	56,810,230	61,143,862
Net Increase in Cash and Cash Equivalents	214,724,640	(21,071,360)
Cash and Cash Equivalents at the Beginning	2,090,047	27,938,253
Cash and Cash Equivalents at the End	216,814,687	6,866,892

*The annexed notes form an integral part of these accounts.
The even dated auditors report hitherto is annexed.*

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

Condensed Interim Statement of Changes In Equity (Un-audited)

for the quarter ended March 31, 2021

	Capital Reserve			Revenue Reserve		Total
	Share Capital	Capital Reserve	Surplus on Revaluation of Property, Plant and Equipment	Unrealized gain / (loss) due to change in fair value of investment through other comprehensive income	Unappropriated Profit/Accumulated (Loss)	
Balance as on June 30, 2019	568,792,010	39,386,665	381,626,014	97,740,175	(57,868,398)	1,029,676,466
Net Profit for the half year ended March 2020	--	--	--	--	17,807,678	17,807,678
Other Comprehensive income	--	--	--	(11,955,850)	--	(11,955,850)
Total Comprehensive income	--	--	--	(11,955,850)	17,807,678	5,851,828
Balance as on March 31, 2020	568,792,010	39,386,665	381,626,014	85,784,325	(40,060,720)	1,035,528,294
Balance as on June 30, 2020	568,792,010	39,386,665	368,297,361	100,440,675	(22,134,939)	1,054,781,772
Net Profit for the half year ended March 2021	--	--	--	41,293,100	70,727,308	70,727,308
Other Comprehensive income	--	--	--	41,293,100	--	41,293,100
Total Comprehensive income	--	--	--	41,293,100	70,727,308	112,020,408
Balance as on March 31, 2021	568,792,010	39,386,665	368,297,361	141,733,775	48,592,369	1,166,802,180

*The annexed notes form an integral part of these accounts.**The even dated auditors report hitherto is annexed.*Asad Ahmad
Chief ExecutiveUzma Ahmad
DirectorMohammad Zameer
Chief Financial Officer

Notes to the Condensed Interim Financial Information (Un-audited) For the quarter ended March 31, 2021

1. Corporate Information

Image Pakistan Limited (Formerly Tri-Star Polyester Limited [the Company] was incorporated in Pakistan, as a public limited company on November 14, 1990, under the Companies Ordinance, 1984 (Repealed with the enactment of the Companies Act, 2017 on May 30, 2017) and its shares are listed as the Pakistan Stock Exchange in Pakistan. The principal activity of the Company is manufacturing and sale of Polyester Filament Yarn, Embroidered Fabric and Ready-To-Wear garments.

The operations of Polyester Filament Yarn remain discontinued during the year.

The geographical location and address of the company's business units, including mill/plant are as under:

The registered office of the company and manufacturing facilities is located at F/538, S.I.T.E., Karachi - 75700, Pakistan.

2. 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 applicable in Pakistan comprise of:

International Financial Reporting Standard 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, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3. Basis of Preparation

These condensed interim financial statements of the Company for the six months ended 31 December 2020 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of International Accounting Standard (IAS) 34, "Interim Financial Reporting", issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and provisions of and directives issued under the Companies Act, 2017. Where provisions of and directives issued under the Companies Act, 2017 differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended 30 June 2020.

4. Contingencies and Commitments

No contingencies and commitments existed as at March 31, 2021 (June 30, 2020: Nil).

5. Date of Authorization

These interim condensed financial statements were authorized for issue on 27th April, 2021 by the Board of Directors of the Company.

6. General

Figures have been rounded off to the nearest rupee.