

Third Quarterly Report
(Un-Audited)
March 31, 2021



Saif Group

SAIF TEXTILE MILLS LIMITED

Certified ISO 9001:2008
Certified ISO 14001:2004



ENTITY RATING OF SAIF TEXTILE MILLS LIMITED

Long Term	A-
Short Term	A2

CREDIT RATING AGENCY



The Pakistan Credit Rating Agency Limited

Contents

02	Corporate Information
03	Directors' Report to the Shareholders
05	Condensed Interim Statement of Financial Position
06	Condensed Interim Statement of Profit or Loss & Other Comprehensive Income (Un-audited)
07	Condensed Interim Statement of Cash Flows (Un-audited)
09	Condensed Interim Statement of Changes in Equity (Un-audited)
10	Notes to the Condensed Interim Financial Statements (Un-Audited)

CORPORATE INFORMATION

BOARD OF DIRECTORS

Osman Saifullah Khan	Chairman/ Director
Hoor Yousafzai	Director
Rana Muhammad Shafi	Director
Muhammad Danish	Director
Rashid Ibrahim	Director
Sohail H Hydari	Director
Assad Saifullah Khan	Chief Executive/Director

AUDIT COMMITTEE

Rashid Ibrahim	Chairman
Rana Muhammad Shafi	Member
Sohail H Hydari	Member

HR & REMUNERATION COMMITTEE

Muhammad Danish	Chairman
Hoor Yousafzai	Member
Assad Saifullah Khan	Member

CHIEF FINANCIAL OFFICER

Nouman Ahmad

COMPANY SECRETARY

Sajjad Hussain

HEAD OF INTERNAL AUDIT

Meesam Habib Butt

LEGAL ADVISOR

Dr. Pervez Hassan
Hassan & Hassan, Advocates
Salahuddin Saif & Aslam
(Attorney's at Law)

AUDITORS

M/s Shinewing Hameed Chaudhri & Co.
Chartered Accountants
HM House, 7-Bank Square, Lahore

BANKERS

Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Islami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited
First Women Bank Limited
Habib Bank Limited
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
Sindh Bank Limited
Soneri Bank Limited
The Bank of Punjab
The Bank of Khyber
United Bank Limited

HEAD OFFICE

4th floor, Kashmir Commercial Complex,
Fazal-e-Haq Road, Blue Area, Islamabad
Telephone: +92-51-5700824-5700825-26
Fax: +92-51-5700829
Email: stm@saifgroup.com

REGISTERED OFFICE

APTMA House, Tehkal Payan, Jamrud
Road, Peshawar
Telephone: +92-91-5843870, 5702941
Fax: +92-91-5840273
Email: peshawar@saifgroup.com

SHARES REGISTRAR

M/s Hameed Majeed Associates (Pvt.) Ltd.
HM House, 7-Bank Square, Lahore
Telephone: +92-42-37235081-37235082
Fax: +92-42-37358817
Email: info@hmaconsultants.com

MILLS

Industrial Estate, Gadoon Amazai, District
Swabi
Telephone: +92-0938-270313, 270429
Fax: +92-0938-270514
Email: stmgdn@saifgroup.com

CYBER

www.saiftextile.com

DIRECTORS' REPORT TO THE SHAREHOLDERS

Dear shareholders

We are pleased to present the financial statements of the Company for the third quarter and nine months period ended on March 31, 2021. Our commentary on the salient features of the company's performance follows below.

During the period under review, your Company recorded turnover of Rs. 7,466 million against Rs. 6,043 million for the same period last year; an increase of Rs. 1,424 million (24%) over the same period last year, mainly due to acceleration in the sale price of yarn in the Second and third Quarter of this financial year. Gross profit increased to Rs. 1,207 million (Gross Margin: 16.2%) from Rs. 793 million (Gross Margin: 13.1%) as compared to corresponding period last year. The overall profitability was further supported by a reduction in the finance cost, resultantly the company posted a profit before tax of Rs. 345.98 million compared to a loss of Rs. 162.46 million for the corresponding period last year.

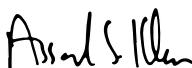
General Market Review and Future Prospects

Financial year 2020-21 started under the effects of Covid-19 pandemic, however the overall economy is now gaining momentum. The second quarter started with a sense of some relief and prices of yarn in international markets have significantly improved which is being witnessed in the current quarter. We expect the present momentum of profitability will continue in near future due to sufficient finished products order in local market.

Acknowledgment

We would like to conclude with the customary, but very much heartfelt, appreciation for the support of our valued customers and our banking partners. We would also like to highlight the hard work put in by the members of our corporate family. We look forward to the same dedication and cooperation in the days ahead. We will continue to look at ways to create value for all shareholders.

For and on behalf of the Board



ASSAD SAIFULLAH KHAN
Chief Executive Officer



RANA MUHAMMAD SHAFI
Director

Place: Islamabad
Dated: April 29, 2021

ڈائریکٹر رپورٹ برائے شیئر ہولڈرز

محترم شیئر ہولڈرز

ہمارے لئے خوشی کا امر ہے کہ ہم تیسری سہ ماہی اور نویں مہینے کی اختتامی مدت برائے مارچ 31، 2021 کیلئے کمپنی ہذا کی مالیاتی رپورٹ پیش کر رہے ہیں۔ کمپنی کی کارکردگی کے اہم خصوصیات کے بارے میں ہمارا سرسری جائزہ درج ذیل ہے:

زیر جائزہ مدت کے دوران، آپ کی کمپنی کی مجموعی کاروباری حجم گزشتہ تقابلی سال مبلغ 6,043 ملین روپے کی نسبت مبلغ 7,466 ملین روپے پر یکاڑ کیا گیا یعنی گزشتہ سال کے اسی مدت کے مقابلے میں مبلغ 1,424 ملین روپے (24%) کا اضافہ ہوا۔ اس کی سب سے بڑی وجہ اس مالیاتی سال کے دوسرے اور تیسرے سہ ماہی میں سوت کی قیمت فروخت میں اضافہ ہے۔ گزشتہ تقابلی سال کے کل منافع مبلغ 793 ملین روپے (مجموعی مارجن کی شرح 13.1%) کی نسبت منافع 1,207 ملین روپے (مجموعی مارجن کی شرح 16.2%) کا اضافہ ہوا۔ مالیاتی لاگت میں کمی کی وجہ سے مجموعی منافع کی شرح کو مزید تقویت ملی۔ اس کے نتیجے میں کمپنی ہذا کو ٹیکس کی کوٹھی سے قبل گزشتہ تقابلی سال میں نقصان مبلغ 162.46 ملین روپے کی نسبت اس سال منافع مبلغ 345.98 ملین روپے حاصل ہوا۔

مارکیٹ کی عمومی صورت حال اور پیش نظر برائے مستقبل:

2020-21 کا مالیاتی سال کوویڈ-19 وبا کی مرض کے اثرات کے ساتھ شروع ہوا تھا تاہم مجموعی طور پر معاشی صورت حال میں بہتری آرہی ہے۔ دوسری سہ ماہی کچھ ریلیف کے احساسات کے ساتھ شروع ہوا اور بین الاقوامی طور پر سوت کی قیمت میں بہت زیادہ بہتری آئی ہے جس کا جاری سہ ماہی میں مشاہدہ کیا گیا: ہمیں توقع ہے کہ مقامی مارکیٹ میں تیار شدہ مصنوعات کے وافر آڈر کی وجہ سے مستقبل قریب میں موجودہ منافع کی شرح جاری رہے گا۔

اقرا تشکر:

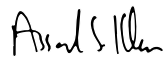
ہم آخر میں رسم کے مطابق اس کا اختتام کرتے ہیں مگر اپنے معزز صارفین اور بینکنگ شراکت داروں کا تہہ دل سے شکر گزار ہیں اور انہیں خراج تحسین پیش کرتے ہیں۔ ہم اپنی کارپوریٹ فیملی ممبران کی ہمہ جہت محنت کو بھی خراج تحسین پیش کرتے ہیں۔ ہم آئندہ آنے والے دنوں میں اس لگن اور تعاون کی امید کرتے ہیں۔ ہم اپنے تمام شیئر ہولڈرز کیلئے باہم قدر پیدا کرنے کے نئے ذرائع کیلئے متشبی نگاہ ہیں۔

منجانب بورڈ ہذا:



رانا محمد شفیق

ڈائریکٹر



اسد سیف اللہ خان

چیف ایگزیکٹو

بمقام: اسلام آباد

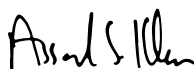
تاریخ: 29 اپریل 2021

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2021

		Un-audited March 31, 2021	Audited June 30, 2020
		(Rupees in thousand)	
SHARE CAPITAL AND RESERVES			
Authorized capital			
30,000,000 ordinary shares of Rs. 10 each		300,000	300,000
Issued, subscribed and paid-up capital		264,129	264,129
Reserves		265,831	265,931
Unappropriated profit		1,534,078	1,239,273
Surplus on revaluation of property, plant and equipment		1,345,888	1,391,946
		3,409,926	3,161,279
NON-CURRENT LIABILITIES			
Long term financing	4	1,836,780	2,288,224
Lease liabilities		16,355	30,439
Deferred income - government grant		2,014	4,560
Long term deposits		8,959	10,564
Staff retirement benefits-gratuity		189,122	161,592
Deferred taxation-net		362,869	334,279
		2,416,100	2,829,658
CURRENT LIABILITIES			
Trade and other payables		902,083	1,112,884
Unpaid dividend		486	4,373
Unclaimed dividend		8,593	8,696
Accrued mark-up and interest		108,812	231,475
Short term borrowings		4,122,292	4,261,572
Current portion of non-current liabilities		810,839	277,057
		5,953,105	5,896,057
CONTINGENCIES AND COMMITMENTS	5	11,779,131	11,886,994
NON-CURRENT ASSETS			
Property plant and equipment	6	6,446,114	6,552,480
Intangible assets		2,334	4,251
Long term investments		12,350	12,450
Long term loans		19,384	19,772
Long term deposits		23,396	14,954
		6,503,579	6,603,907
CURRENT ASSETS			
Stores, spare parts and loose tools		293,449	407,029
Stock-in-trade		2,556,815	2,517,269
Trade debts		1,893,181	1,824,038
Loans and advances		77,226	70,736
Trade deposits and short term prepayments		9,425	2,113
Other receivables		49,011	50,618
Short term investments		26,291	24,022
Deposit for shares	7	-	-
Taxation-net		332,851	341,661
Tax refunds due from Government		5,034	5,034
Cash and bank balances		32,269	40,567
		5,275,552	5,283,087
		11,779,131	11,886,994

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



ASSAD SAIFULLAH KHAN
Chief Executive Officer



RANA MUHAMMAD SHAFI
Director



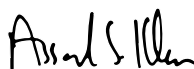
NOUMAN AHMAD
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME(UN-AUDITED)

FOR THE QUARTER AND NINE MONTHS PERIOD ENDED MARCH 31, 2021

	Quarter ended		Nine months period ended	
	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
	(Rupees in thousand)			
SALES - Net	2,602,900	1,860,716	7,466,436	6,042,792
COST OF SALES	2,026,740	1,625,292	6,259,648	5,249,608
GROSS PROFIT	576,160	235,423	1,206,788	793,183
DISTRIBUTION COST	69,928	50,168	189,175	137,177
ADMINISTRATIVE EXPENSES	77,091	53,537	207,340	177,813
OTHER EXPENSES	15,510	2,011	22,715	5,061
	162,529	105,716	419,230	320,051
	413,631	129,707	787,558	473,132
OTHER INCOME	6,936	1,998	23,870	8,979
PROFIT FROM OPERATIONS	420,567	131,705	811,428	482,111
FINANCE COST	147,024	246,725	465,443	644,566
	273,542	(115,021)	345,984	(162,456)
EXCHANGE FLUCTUATION				
LOSS - Net	-	17	-	-
PROFIT /(LOSS) BEFORE TAXATION	273,542	(115,038)	345,984	(162,456)
TAXATION	(38,489)	(27,171)	(97,237)	(72,807)
PROFIT /(LOSS) AFTER TAXATION	235,053	(142,209)	248,747	(235,263)
OTHER COMPREHENSIVE LOSS	-	-	(100)	-
TOTAL COMPREHENSIVE INCOME / (LOSS)	235,053	(142,209)	248,647	(235,263)
-----Rupees-----				
PROFIT / (LOSS) PER SHARE				
- basic and diluted	8.90	(5.38)	9.42	(8.91)

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



ASSAD SAIFULLAH KHAN
Chief Executive Officer



RANA MUHAMMAD SHAFI
Director



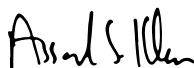
NOUMAN AHMAD
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

		Nine months period ended	
		March 31, 2021	March 31, 2020
		(Rupees in thousand)	
	Note		
NET CASH INFLOW FROM OPERATING ACTIVITIES	A	796,168	81,640
CASH FLOW FROM FINANCING ACTIVITIES			
Long term finances - net		79,792	355,172
Short term borrowings - net		(139,279)	582,671
Dividend paid		(3,990)	(22,040)
Lease liabilities		(14,084)	(8,175)
Finance cost paid		(588,106)	(594,695)
NET CASH (OUTFLOW) / INFLOW FROM FINANCING ACTIVITIES		(665,667)	312,934
CASH FLOW FROM INVESTING ACTIVITIES			
Additions to property, plant and equipment		(146,827)	(394,508)
Sale proceeds of fixed assets		8,028	2,344
Long term Investment		-	(10,000)
NET CASH OUTFLOW FROM INVESTING ACTIVITIES		(138,799)	(402,163)
NET DECREASE IN CASH AND CASH EQUIVALENTS		(8,298)	(7,589)
CASH AND CASH EQUIVALENTS:			
- At the beginning of the period		40,567	30,110
- At the end of the period		32,269	22,522

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



ASSAD SAIFULLAH KHAN
Chief Executive Officer



RANA MUHAMMAD SHAFI
Director

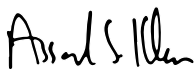


NOUMAN AHMAD
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

Note 'A'	Nine months period ended	
	March 31, 2021	March 31, 2020
	(Rupees in thousand)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (loss) for the period - before taxation	345,984	(162,456)
Add adjustments for non-cash charges and other items:		
Depreciation and amortization	247,763	213,423
Staff retirement benefits - net	27,530	7,376
Gain on disposal of property plant and equipment - net	(682)	(518)
Gain on remeasurement of short term investments to fair value - net	(2,269)	(23,644)
Finance cost	465,443	644,566
CASH INFLOW FROM OPERATING ACTIVITIES		
- Before working capital changes	1,083,770	678,747
(Increase) / decrease in current assets:		
Store, spare parts & loose tools	113,580	29,341
Stock-in-trade	(39,546)	(231,395)
Trade debts	(69,143)	(307,346)
Loans and advances	(6,490)	33,445
Trade deposits and short term prepayments	(7,312)	(217)
Taxes refunds due from Government	-	111,766
Other receivables	1,607	3,374
Decrease in trade and other payables	(210,801)	(160,037)
	(218,106)	(521,069)
CASH INFLOW FROM OPERATING ACTIVITIES		
- Before taxation	865,664	157,678
Taxes paid	(59,837)	(73,664)
CASH INFLOW FROM OPERATING ACTIVITIES		
- After taxation	805,827	84,014
Long term loans - net	388	(442)
Long term deposits	(10,047)	(1,932)
	(9,659)	(2,374)
NET CASH INFLOW FROM OPERATING ACTIVITIES	796,168	81,640



ASSAD SAIFULLAH KHAN
Chief Executive Officer



RANA MUHAMMAD SHAFI
Director



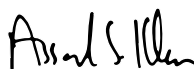
NOUMAN AHMAD
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

	Share capital	Reserves				Surplus on revaluation of property, plant and equipment	Total
		Capital reserve	Revenue reserve	Unappropriated profit	unrealized loss on financial assets at FVTOCI		
	(Rupees in thousand)						
Balance as at July 01, 2019	264,129	115,981	150,000	1,928,513	-	739,799	3,198,422
Transaction with owners-distribution							
Cash dividend for the year ended June 30, 2019 at the rate of Rs.1.0 per share	-	-	-	(26,413)	-	-	(26,413)
Total comprehensive loss for the nine months period ended March 31, 2020	-	-	-	(235,263)	-	-	(235,263)
Transfer from surplus on revaluation of property, plant & equipment on account of incremental depreciation for the nine month period ended- net of deferred taxation	-	-	-	24,850	-	(24,850)	-
Balance as at March 31, 2020	264,129	115,981	150,000	1,691,688	-	714,949	2,936,747
Total comprehensive loss for the quarter ended June 30, 2020	-	-	-	(462,061)	(50)	686,644	224,532
Transfer from surplus on revaluation of property, plant & equipment on account of incremental depreciation for the nine month period ended- net of deferred taxation	-	-	-	9,647	-	(9,647)	-
Balance as at June 30, 2020	264,129	115,981	150,000	1,239,273	(50)	1,391,946	3,161,279
Balance as at July 01, 2020	264,129	115,981	150,000	1,239,273	(50)	1,391,946	3,161,279
Total comprehensive income for the nine months period ended March 31, 2021	-	-	-	248,747	(100)	-	248,647
Transfer from surplus on revaluation of property, plant & equipment on account o incremental depreciation for the nine month period ended- net of deferred taxation	-	-	-	46,058	-	(46,058)	-
Balance as at March 31, 2021	264,129	115,981	150,000	1,534,078	(150)	1,345,888	3,409,926

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



ASSAD SAIFULLAH KHAN
Chief Executive Officer



RANA MUHAMMAD SHAFI
Director



NOUMAN AHMAD
Chief Financial Officer

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

Saif Textile Mills Limited (the Company) is a Public Limited Company incorporated in Pakistan on December 24, 1989 under the Companies Ordinance, 1984 (now the Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange. The Company is principally engaged in manufacture and sale of yarn.

1.1 Geographical location and addresses of major business units including mills / plant of the Company are as under:

Sawabi	Purpose
Industrial Estate, Gadoon Amazai	Mills / factory
Peshawar	
APTMA House, Tehkal Payan, Jamrud Road	Registered office
Islamabad	
4th floor, Kashmir Commercial Complex, Fazal-e-Haq Road	Head office
Karachi	
2nd Floor, The Plaza, Block-9, Clifton	Marketing office
Faisalabad	
P-17, Near Allied Bank Ltd. Montgomery Bazar,	Marketing / sales office

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting 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
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Act; and

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

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

Where provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.1.2 These condensed interim financial statements does not include all the information and disclosures as required in an annual audited financial statements, and these should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2020. These condensed interim financial statements are being submitted to the shareholders as required by the section 237 of the Companies Act, 2017.

2.2 Standards, amendments to published standards, interpretations and guidelines that are effective in the current period

Certain standards, amendments and interpretations to IFRSs are effective for accounting periods beginning on July 01, 2020 but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed financial statements.

2.3 Accounting policies

All the accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of audited annual financial statements for the year ended June 30, 2020 and as disclosed in half yearly financial statements for the period ended December 31, 2020.

3. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

Judgments and estimates made by the management in the preparation of this condensed interim financial statements are the same as those that were applied to the financial statements as at and for the year ended June 30, 2020.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

		Un-audited March 31, 2021	Audited June 30, 2020
		(Rupees in thousand)	
4. LONG TERM FINANCING - Secured			
Balance at the beginning of the period / year		2,540,371	1,830,991
Add: obtained during the period / year		249,283	998,216
		2,789,654	2,829,207
Less: repaid during the period / year		179,802	288,836
Balance at the end of the period / year		2,609,852	2,540,371
Less: current portion grouped under current liabilities		773,072	252,147
		1,836,780	2,288,224
5. CONTINGENCIES AND COMMITMENTS			
There has been no significant change in the status of contingencies as disclosed in note 11 of the interim financial statements for the period ended December 31, 2020.			
		Un-audited March 31, 2021	Audited June 30, 2020
		(Rupees in thousand)	
6. PROPERTY, PLANT AND EQUIPMENT	Note		
Operating fixed assets	6.1	6,395,064	6,410,076
Capital work-in-progress		7,883	8,352
Right-of-use assets	6.2	43,167	55,445
Stores held for capital expenditure		-	78,607
		6,446,114	6,552,480
6.1 Operating fixed assets - tangible			
Book value at beginning of the period / year		6,410,076	5,347,545
Add: Additions made during the period / year		226,648	437,201
Add: Transfer from right of use to owned		3,075	-
Add: Revaluation surplus		-	967,104
		6,639,799	6,751,850
Less: Written down value of disposals made during the period / year		(7,346)	(8,937)
Less: Right-of-use assets		-	(60,765)
Less: Depreciation charged during the period / year		(237,389)	(272,072)
Book value at end of the period / year		6,395,064	6,410,076
6.2 Right-of-use assets			
Opening Balance		55,445	-
Transition effect on initial application		-	60,765
Recognition due to adoption of IFRS 16		-	9,111
Reassessment due to mark-up rate change		(744)	-
Depreciation for the period		(8,459)	(14,431)
Transferred to own assets		(3,075)	-
		43,167	55,445

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

7. Deposit for Shares

There has been no change in the status of the Company's complaint filed before the Wafaqi Muhtasib for recovery of this deposit along with penalty since the date of preceding annual audited financial statements of the Company for the year ended June 30, 2020.

8. TRANSACTIONS WITH RELATED PARTIES

8.1 Significant transactions with related parties are as follows:

Relationship	Nature of transactions	Un-audited Nine months period ended	
		March 31, 2021	March 31, 2020
		(Rupees in thousand)	
Associated Companies & Undertakings	Purchase of yarn	79,690	15,309
	Purchase of raw material	56,406	-
	Dividend paid	-	11,132
	Donation	4,500	4,500
Key management personnel	Remuneration and other benefits	27,357	22,918
Others	Consultancy Charges	12,000	15,000

8.2 Period / year end balances are as follows:

	Un-audited March 31, 2021	Audited June 30, 2020
(Rupees in thousand)		
Trade and other payables	133,666	77,851
Other receivables	-	437

9. FINANCIAL RISK MANAGEMENT

9.1 The Company's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk.

There has been no change in the Company's sensitivity to these risks since June 30, 2020, except for the change in exposure from liquidity risks due to increase in borrowings and general exposure due to fluctuations in foreign currency and interest rates. There have been no change in risk management objectives and policies of the Company during the current period.

This condensed interim financial information does not include all financial risk management information and disclosures as required in the audited annual financial statements and should be read in conjunction with the Company's audited annual financial statement as at June 30, 2020.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

10. Fair value estimation

Fair value is the price that would be received upon sale of an asset or paid upon transfer of a liability in an orderly transaction between market participants at the measurement date. Underlying the definition of fair value is the presumption that the Company is a going concern and there is no intention or requirement to curtail materially the scale of its operation or to undertake a transaction on adverse terms.

Fair values categorised into different levels in a fair value hierarchy based on the inputs used in the valuation technique are as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities [Level 1].
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) [Level 2].
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) [Level 3].

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

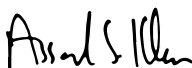
11. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim statement of financial position has been compared with the balances of audited annual financial statements of the Company for the year ended June 30, 2020, whereas, the condensed interim statement of profit or loss, condensed interim statement of cash flows and condensed interim statement of changes in equity have been compared with the balances of comparable period of the immediately preceding financial year i.e. nine months period ended March 31, 2020.

12. GENERAL

12.1 This condensed interim financial information was approved by the Board of Directors and authorised for issue on April 29 2021.

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



ASSAD SAIFULLAH KHAN
Chief Executive Officer



RANA MUHAMMAD SHAFI
Director



NOUMAN AHMAD
Chief Financial Officer



Saif Group



Saif Textile Mills Limited

4th Floor, Kashmir Commercial Complex,
Fazal-e-Haq Road Blue Area, Islamabad (Pakistan)
Tel: +92-51-5700824-8, Cell: +92-300-5000395