



Shadab Textile Mills Limited



Shadab Textile Mills Limited

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Shadab Textile Mills Limited

COMPANY INFORMATION

CHIEF EXECUTIVE	Mian Aamir Naseem	
BOARD OF DIRECTORS	Mian Farrukh Naseem	Chairman/Non Executive Director
	Mr. Saad Naseem	Non Executive Director
	Mr. Yasir Naseem	Executive Director
	Mr. Hamza Naseem	Non Executive Director
	Mrs. Fatima Aamir	Female - Non Executive Director
	Mr. Fahad Shafiq	Independent Director
	Mr. Ghazanfer Feroz	Independent Director
AUDIT COMMITTEE	Mr. Fahad Shafiq	Chairman
	Mian Farrukh Naseem	Member
	Mr. Hamza Naseem	Member
HUMAN RESOURCE & REMUNERATION COMMITTEE	Mr. Fahad Shafiq	Chairman
	Mr. Ghazanfer Feroz	Member
	Mr. Saad Naseem	Member
CHIEF FINANCIAL OFFICER	Mr. Muhammad Aslam	
COMPANY SECRETARY	Mr. Khurram Zahoor	
AUDITORS	M/s. Fazal Mehmood & Company, Chartered Accountants	
SHARE REGISTRAR	Corplink (Pvt) Limited Wings Arcade, 1-K, Commercial, Model Town, Lahore. Tel: 042-35887262, 35839182 Fax: 042-35869037	
BANKERS	Bank Al-Falah Limited Bank Al-Habib Limited	
REGISTERED OFFICE	A-601/A, City Towers, 6-K Main Boulevard, Gulberg-II, Lahore Ph: No. 042-35788714-16	
WEBSITE ADDRESS	www.shadabtextile.com	
MILLS	Unit # 1: Nasimabad, Shahkot, District Nankana Sahib. Unit # 2: Habibabad, Pattoki, District, Kasur.	



Shadab Textile Mills Limited

DIRECTORS' REPORT

Dear Shareholders,

We are pleased to present un-audited financial statements of the Company for the half year ended December 31, 2021 reviewed by the auditors of the Company.

During the period under review, the Company earned profit after tax of Rs.142.682 million as compared to profit after tax of Rs.61.005 million of the corresponding period of previous year. Total sales were made amounting to Rs.2487.721 million including unit 2 sales as compared to corresponding period of previous year sales of Rs.1459.153 million showing increase of Rs.1028.568 million i.e 70.49% against previous year period. The gross margin has increased to 11.16% as compared to 9.52% of preceding period. Earning per share is Rs.8.60 as compared to Rs.3.68 per share.

During the period under review, the company has achieved better financial results as compared to previous period primarily because of increased quantity and better sales price due to the boost in global economic activity post-pandemic, resulting in an increase in demand in the value-added sector of textile industry. During the period the prices of raw material remained on higher side and other input costs increased due to devaluation in Pak Rupees. In spite of these above factors the Company results remained favourable.

The management is continuously making efforts to make BMR of the existing facilities and take new investment initiative to cope with regional competitors in technology related advantage through bank financing and own resources. Management of the company is further striving their best to reduce their production cost by injecting and expanding their new project of MVS to meet the production plans to make the company more profitable and competitive. New markets are being targeted along with putting emphasis on existing markets as well. The management is continuously working toward improvement in efficiencies and productivity as well as enhanced cost controls.

The board avails the opportunity to appreciate the devoted work done by the executives, officers, staff and workers of the company.

For and on behalf of the Board

MIAN AAMIR NASEEM
(Chief Executive)

MIAN FARRUKH NASEEM
(Chairman/Director)

Lahore: February 23, 2022



ڈائریکٹرز رپورٹ

محترم حصص یافتگان،

ہم نہایت مسرت کے ساتھ کمپنی کے غیر آڈٹ شدہ حسابات کے گوشوارے برائے مالی ششماہی تختہ 31 دسمبر 2021، کمپنی کے آڈیٹران کی نظر ثانی کے بعد آپ کی خدمت میں پیش کرتے ہیں۔

زیر جائزہ مدت کے دوران، کمپنی نے ٹیکس ادا کرنے کے بعد 142.682 ملین روپے کا منافع حاصل کیا ہے جو کہ گذشتہ برس اسی مدت کے لیے 61.005 ملین روپے تھا۔ کل فروخت 2487.721 ملین روپے کی گئی جس میں یونٹ نمبر 2 کی فروخت بھی شامل ہے جو کہ پچھلے سال کی اسی مدت کے مقابلے میں 1459.153 ملین روپے کی فروخت ہے جو کہ گذشتہ برس کی اسی مدت کے مقابلے میں 70.49 فیصد زیادہ 1028.568 ملین روپے کا اضافہ دکھاتی ہے۔ مجموعی مارجن گزشتہ مدت کے 9.52 فیصد کے مقابلے میں بڑھ کر 11.16 فیصد ہو گیا ہے۔ فی شیئر آمدنی گذشتہ مدت 3.68 روپے کے مقابل 8.60 روپے فی شیئر ہے۔

زیر جائزہ مدت کے دوران، کمپنی نے وبا کے بعد عالمی اقتصادی عوامل میں اضافے کے باعث بہتر فروخت اور تعداد میں اضافے کی وجہ گذشتہ مدت کے مقابلے بہتر نتائج حاصل کئے، زیر جائزہ مدت کے دوران خام مال کی قیمتیں زیادہ ہیں پاکستانی روپیہ کی قدر میں کمی ہوئی اور دیگر اخراجات بڑھے، مذکورہ بالا عناصر کے باوجود کمپنی کے نتائج منافع بخش رہے۔

انتظامیہ موجودہ سہولیات کا بی ایم آر بنانے اور بینک فنانسنگ اور اپنے وسائل کے ذریعے ٹیکنالوجی سے متعلق فوائد میں علاقائی حریفوں سے نمٹنے کے لیے سرمایہ کاری کی نئی پہل کرنے کی مسلسل کوشش کر رہی ہے کمپنی کی انتظامیہ کمپنی کو زیادہ منافع بخش اور مسابقتی بنانے کے پیداواری منصوبوں کو پورا کرنے کے لیے ایم وی ایس کے اپنے نئے منصوبے میں اضافہ کر کے اور توسیع دے کر اپنی پیداواری لاگت کو کم کرنے کی پوری کوشش کر رہی ہے۔ موجودہ مارکیٹوں پر بھی دھیان دینے کے ساتھ ساتھ نئی مارکیٹوں کو منتخب کیا جا رہا ہے۔ انتظامیہ کارکردگی اور پیداواری صلاحیت میں بہتری کے ساتھ ساتھ لاگت پر قابو پانے میں اضافے کی طرف مسلسل کام کر رہی ہے۔

بورڈ کمپنی کے ایگزیکٹوز، افسران، کمپنی کے عملے اور کارکنوں کی انتھک کوششوں کا شکر گزار ہے۔

منجانب بورڈ

میاں فرخ نسیم

(چیئرمین / ڈائریکٹر)

Aamir Nadeem

میاں عامر نسیم
(چیف ایگزیکٹو)

لاہور: 23 فروری 2022ء



Shadab Textile Mills Limited

INDEPENDENT AUDITORS' REVIEW REPORT TO THE MEMBERS OF SHADAB TEXTILE MILLS LIMITED Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of SHADAB TEXTILE MILLS LIMITED as at December 31, 2021 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

The figures of the condensed interim statement of profit or loss and the condensed interim statement of comprehensive income for the quarters ended December 31, 2021 and December 31, 2020 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2021.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is Fazal Mahmood.

Date: February 23, 2022
Place: Lahore
UDIN: RR202110155de0Z5zEqn

Fazal Mahmood & Co.
FAZAL MAHMOOD & COMPANY
Chartered Accountants




Shadab Textile Mills Limited


CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2021 (UN-AUTIDED)

	NOTE	(RUPEES IN THOUSAND)	
		Dec. 31, 2021 (Un-audited)	Jun. 30, 2021 (Audited)
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	1,468,395	1,502,395
Right of use assets	6	46,512	7,551
Long term deposits		2,434	2,434
		<u>1,517,341</u>	<u>1,512,380</u>
CURRENT ASSETS			
Stores, spares and loose tools		73,398	71,612
Stock in trade		702,034	405,225
Trade debts		318,183	226,487
Loans and advances		23,636	37,350
Trade deposits and prepayments		38,983	33,932
Other receivables		56,820	132,889
Cash and bank balances		23,335	23,022
		<u>1,236,389</u>	<u>930,517</u>
TOTAL ASSETS		<u>2,753,730</u>	<u>2,442,897</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL & RESERVES			
Authorised share capital 40,000,000 (June 30, 2021: 40,000,000) ordinary shares of Rs. 10/- each		<u>400,000</u>	<u>400,000</u>
Issued, subscribed & paid-up capital		166,000	166,000
Capital reserves		204,000	204,000
Revenue reserves		773,027	646,945
Equity contributions from sponsors		375,600	385,600
TOTAL EQUITY		<u>1,518,627</u>	<u>1,402,545</u>
NON - CURRENT LIABILITIES			
Long term Loans		290,029	328,677
Gas Infrastructure Development Cess (GIDC)		-	1,074
Lease Liabilities		24,049	-
Deferred liabilities		102,508	107,177
		<u>416,586</u>	<u>436,928</u>
CURRENT LIABILITIES			
Trade and other payables		282,754	251,713
Unclaimed dividend		765	705
Accrued mark up		8,349	5,562
Short term borrowings		401,119	218,247
Current portion of long term liabilities		94,262	77,347
Provision for taxation		31,268	49,850
		<u>818,517</u>	<u>603,424</u>
CONTINGENCIES AND COMMITMENTS	7	-	-
TOTAL EQUITY AND LIABILITIES		<u>2,753,730</u>	<u>2,442,897</u>

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


(Mian Aamir Naseem)
Chief Executive


(Mian Farrukh Naseem)
Director


(Muhammad Aslam)
Chief Financial Officer




Shadab Textile Mills Limited

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS FOR THE HALF YEAR & QUARTER PERIOD ENDED DECEMBER 31, 2021 (UN-AUDITED)

(RUPEES IN THOUSAND)

NOTE	For the Half year ended		For the Quarter ended	
	Jul.-Dec. 2021	Jul.-Dec. 2020	Oct.-Dec. 2021	Oct.-Dec. 2020
Sales-net	2,487,721	1,459,153	1,343,026	742,080
Cost of sales	<u>2,210,181</u>	<u>1,320,177</u>	<u>1,229,190</u>	<u>669,859</u>
GROSS PROFIT	277,540	138,976	113,836	72,221
Distribution and selling expenses	5,111	3,256	2,719	1,665
Administrative expenses	54,614	42,531	27,984	21,681
Other expenses	13,116	6,395	4,719	3,076
	<u>72,841</u>	<u>52,182</u>	<u>35,422</u>	<u>26,422</u>
	204,699	86,794	78,414	45,799
Other income	1,951	7,864	1,701	1,826
PROFIT FROM OPERATIONS	<u>206,650</u>	<u>94,658</u>	<u>80,115</u>	<u>47,625</u>
Finance cost	<u>29,670</u>	<u>8,370</u>	<u>16,430</u>	<u>6,112</u>
PROFIT BEFORE TAXATION	176,980	86,288	63,685	41,513
TAXATION	34,298	25,283	18,851	12,300
PROFIT AFTER TAXATION	<u>142,682</u>	<u>61,005</u>	<u>44,834</u>	<u>29,213</u>
Basic and diluted earning per share	9 <u>8.60</u>	<u>3.68</u>	<u>2.70</u>	<u>1.76</u>

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


(Mian Aamir Naseem)
Chief Executive


(Mian Farrukh Naseem)
Director


(Muhammad Aslam)
Chief Financial Officer



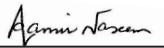
Shadab Textile Mills Limited

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED DECEMBER 31, 2021 (UN-AUDITED)

(RUPEES IN THOUSAND)

	For the Half year ended		For the quarter ended	
	Jul.-Dec. 2021	Jul.-Dec. 2020	Oct.-Dec. 2021	Oct.-Dec. 2020
PROFIT AFTER TAXATION	142,682	61,005	44,834	29,213
Other Comprehensive Income	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>142,682</u>	<u>61,005</u>	<u>44,834</u>	<u>29,213</u>

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


(Mian Aamir Naseem)
Chief Executive


(Mian Farrukh Naseem)
Director


(Muhammad Aslam)
Chief Financial Officer



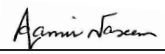
Shadab Textile Mills Limited

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED DECEMBER 31, 2021 (UN-AUDITED)


(RUPEES IN THOUSAND)

	Share Capital	Revenue Reserves		Capital Reserves	Equity Contribution from sponsors	Total Equity
	Issued, Subscribed & Paid up Ordinary shares	General Reserve	Un-appropriated profit	Share Premium		
Balance as at July 01, 2020 (Audited)	166,000	260,000	224,604	204,000	-	854,604
Total comprehensive income Profit after taxation for the period ended December 31, 2020	-	-	61,005	-	-	61,005
Transaction with owners Final Dividend for the year ended June 30, 2020 @Rs. 0.50 per share	-	-	(8,300)	-	-	(8,300)
Balance as at December 31, 2020 (Un-audited)	166,000	260,000	277,309	204,000	-	907,309
Total comprehensive income Profit after taxation for the period ended June 30, 2021	-	-	109,636	-	-	109,636
Transfer to equity contribution from sponsors	-	-	-	-	385,600	385,600
Balance as at June 30, 2021 (Audited)	166,000	260,000	386,945	204,000	385,600	1,402,545
Total comprehensive income Profit after taxation for the period ended December 31, 2021	-	-	142,682	-	-	142,682
Transaction with owners Final Dividend for the year ended June 30, 2021 @Rs. 1.00 per share	-	-	(16,600)	-	-	(16,600)
Transfer from equity contribution to sponsors	-	-	-	-	(10,000)	(10,000)
Balance as at December 31, 2021 (Un-audited)	166,000	260,000	513,027	204,000	375,600	1,518,627

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


(Mian Aamir Naseem)
Chief Executive


(Mian Farrukh Naseem)
Director


(Muhammad Aslam)
Chief Financial Officer



Shadab Textile Mills Limited

CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED DECEMBER 31, 2021 (UN-AUDITED)


	(RUPEES IN THOUSAND)	
	Dec. 31, 2021	Dec. 31, 2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	176,980	86,288
Adjustments for:		
Depreciation	74,470	18,982
Finance cost	29,670	8,370
Workers' profit participation fund	9,505	4,634
Workers' welfare fund	3,611	1,761
Gain on sale of fixed assets	(1,467)	(65)
Profit on deposits with bank	(484)	(6,971)
Operating profit before working capital changes	292,285	112,999
Adjustments for working capital changes: (Increase) / decrease in current assets		
Short term investment	-	236,000
Stores, spares and loose tools	(1,786)	(7,746)
Stock-in-trade	(296,809)	(126,499)
Trade debts	(91,696)	(37,017)
Loans and advances	13,714	(16,137)
Trade deposits and prepayments	(5,051)	(208,492)
Other receivables	48,972	(59,867)
	(332,656)	(219,758)
Increase in current liabilities		
Trade and other payables	12,658	43,478
Cash (used in) operations	(27,713)	(63,281)
Finance cost paid	(26,883)	(4,293)
Income tax paid	(22,753)	(26,126)
Profit on deposits with bank	484	6,971
	(49,152)	(23,448)
Net cash (used in) operating activities	(76,865)	(86,729)



Shadab Textile Mills Limited

	(RUPEES IN THOUSAND)	
	Dec. 31, 2021	Dec. 31, 2020
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for acquisition of property, plant and equipment	(30,836)	(669,278)
Proceeds from disposal of property, plant and equipment	1,680	1,000
Net cash (used in) investing activities	(29,156)	(668,278)
CASH FLOWS FROM FINANCING ACTIVITIES		
Sponsor loan received	-	142,000
Sponsor loan paid	(10,000)	-
Proceeds from long term loans	-	280,879
Long term loan paid	(33,537)	-
Payment of lease liability - net	(16,461)	(2,960)
Proceeds from short term borrowings (net)	182,872	139,371
Dividend paid	(16,540)	(8,245)
Net cash generated from financing activities	106,334	551,045
NET CASH GENERATED FROM / (USED IN) DURING THE PERIOD	313	(203,962)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	23,022	251,798
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	23,335	47,836

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


(Mian Aamir Naseem)
Chief Executive


(Mian Farrukh Naseem)
Director


(Muhammad Aslam)
Chief Financial Officer



Shadab Textile Mills Limited

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION FOR THE HALF YEAR ENDED DECEMBER 31, 2021 (UN-AUDITED)

1. THE COMPANY AND ITS OPERATIONS

Shadab Textile Mills Limited (the Company) was incorporated as a public limited company on 19th August 1979 under the Companies Act 1913 which was replaced by Companies Ordinance, 1984 (now the Companies Act, 2017). The company is registered as a public limited company in Pakistan and quoted on Pakistan Stock Exchange and engaged in the business of manufacturing, selling, buying and dealing in yarn of all types. The registered office of the company is situated at 6th Floor, A-601/A, City Towers, Main Boulevard, Gulberg-II, Lahore. The manufacturing facilities of the Company are located at Faisalabad Road, Nasimabad, Shahkot, District Nankana Sahib and 1-K.M Chunian Road, Habibabad, Pattoki, District Kasur.

2. BASIS OF PREPARATION

This condensed interim financial information of the company for the half year ended December 31, 2021 is unaudited and has been prepared in accordance with the requirements of the International Accounting Standard - 34: "Interim Financial Reporting" and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. This condensed interim financial information is un-audited and is being submitted to the shareholders as required under Companies Act, 2017.

These condensed interim financial statements (un-audited) are being submitted to the shareholders as required by the section 237 of the Companies Act, 2017 (the "Act").

The comparative condensed interim statement of profit and loss and condensed interim statement of comprehensive income for the quarters ended December 31, 2021 and 2020 are also included in this condensed interim financial information.

This condensed interim financial information does not include all the information and disclosures required for full financial statements, and should be read in conjunction with the company's audited annual financial statements for the year ended June 30, 2021.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the preceding audited annual financial statements of the company for the year ended June 30, 2021, except for changes resulting from initial application of standards, amendments or interpretations to existing standards.

3.1 FINANCIAL RISK MANAGEMENT, FINANCIAL INSTRUMENT AND ACCOUNTING ESTIMATES AND JUDGEMENT

3.1.1 Financial risk management

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended June 30, 2021.



Shadab Textile Mills Limited

3.1.2 Fair value of financial assets and liabilities

The carrying value of all financial assets and liabilities reflected in these condensed interim financial statements approximate their fair value.

3.1.3 Accounting estimates and judgements

The preparation of interim financial information requires management to make judgements, estimates and assumptions that effect the application of the accounting policies and reported amount of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgements made by the management in applying the Company's accounting policies and the key sources of estimation are the same as those that applied to the financial statements for the year ended June 30, 2021.

4. ESTIMATES

The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make judgments, 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. The significant judgments made by the management in applying the company's accounting policies and key sources of estimation of uncertainty are the same as those were applied to the annual audited financial statements for the year ended June 30, 2021.

		(RUPEES IN THOUSAND)	
		Dec. 31, 2021	Jun. 30, 2021
5.	<u>PROPERTY, PLANT AND EQUIPMENT</u>		
	Operating fixed assets	5.1 1,406,531	1,436,036
	Capital work-in-progress	5.2 61,864	66,359
		<u>1,468,395</u>	<u>1,502,395</u>
5.1	Operating fixed assets		
	Opening net book value	1,436,036	338,499
	Additions during the period / year		
	Land freehold	-	3,641
	Buildings	14,162	34,275
	Plant and machinery	16,954	1,074,737
	Electric installations	375	37,062
	Factory equipments	831	12,767
	Furniture & fixtures	-	676
	Vehicles	3,009	1,127
		35,331	1,164,285
	Disposals during the period / year		
	Plant and machinery	-	4,064
	Vehicles	213	11,396
		213	15,460
	Transfers from right of use assets	7,045	14,176
	Depreciation charged thereon	<u>71,668</u>	<u>65,464</u>
	Closing net book value	<u>1,406,531</u>	<u>1,436,036</u>



Shadab Textile Mills Limited

		(RUPEES IN THOUSAND)	
		Jul. - Dec. 2021	Jul. - Dec. 2020
5.2.	Capital work in progress		
	Building	61,864	66,359
		<u>61,864</u>	<u>66,359</u>
6.	<u>RIGHT OF USE ASSETS</u>		
	Opening balance	7,551	14,993
	Additions	48,807	9,783
Less:	Transferred to owned assets	(16,087)	(21,256)
	Depreciation transferred	9,043	7,080
Less:	Depreciation charge	(2,802)	(3,049)
	Net book value	<u>46,512</u>	<u>7,551</u>
7.	<u>CONTINGENCIES AND COMMITMENTS</u>		
	Contingencies		
	Counter guarantees of Rs. 36.545 million (June 30, 2021: Rs. 48.028 million) has been issued by the bank of the company to Sui Northern Gas Pipelines Limited and Lahore Electric Supply Company against gas and electricity connections & TUF rebate.		
	Commitments		
	Capital expenditures commitments are amounting to Rs. 91.890 million (June 30, 2021: Rs. 54.730 million) and non capital expenditures Commitments are amounting to Rs. 89.003 million (June 30, 2021: Rs.203.671 million).		
8.	<u>TRANSACTIONS WITH RELATED PARTIES / ASSOCIATED UNDERTAKING</u>		
	The purchases/sales from associated undertaking was Nil (June 30, 2021: Nil) during the period. The maximum aggregate amount due to associated undertaking at the end of any month during the period was Nil (June 30, 2021: Nil).		
9.	<u>EARNINGS PER SHARE - BASIC AND DILUTED</u>		
	There is no dilutive effect on the basic earnings per share of the company.		
		Jul. - Dec. 2021	Jul. - Dec. 2020
	Profit after taxation	142,682	61,005
	Weighted average number of ordinary shares outstanding during the year (No. in '000)	<u>16,600</u>	<u>16,600</u>
	Basic earnings per share (Rupees)	<u>8.60</u>	<u>3.68</u>



Shadab Textile Mills Limited

10. OPERATING SEGMENTS


Chief Executive considers the business as a single operating segment as the Company's asset allocation decisions are based on a single side, integrated business strategy, and the Company's performances is evaluated on an overall basis. At the period end, all non-current assets of the Company are located within Pakistan.

11. DATE OF AUTHORIZATION

These condensed interim financial statements have been approved by the Board of Directors of the company and authorized for issue on 23 February 2022.

12. GENERAL

Figures have been rounded off to the nearest thousand rupees.


(Mian Aamir Naseem)
Chief Executive


(Mian Farrukh Naseem)
Director


(Muhammad Aslam)
Chief Financial Officer