



Saif Group



**Third Quarter Report
(Un-Audited)
March 31, 2022**

Certified ISO 9001:2008
Certified ISO 14001:2004



SAIF TEXTILE MILLS LIMITED

ENTITY RATING OF SAIF TEXTILE MILLS LIMITED

Long Term	A-
Short Term	A2

CREDIT RATING AGENCY



The Pakistan Credit Rating Agency Limited

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COMPANY INFORMATION

BOARD OF DIRECTORS

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

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 Al Habib 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
Pak China Investment Company Limited
Sindh Bank Limited
Soneri Bank Limited
The Bank of Punjab
The Bank of Khyber
United Bank Limited

HEAD OFFICE

4th Floor, Kashmir Commercial
Complex 1032-E, Fazal-e-Haq Road,
Blue Area Islamabad.
Telephone: +92-51-2604733-35
Fax: +92-51-2604732
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

The Directors of the Company are pleased to present un-audited financial statements for the nine months ended March 31, 2022. Our commentary on the salient features of the company's performance follows below.

During the period under review, your Company recorded turnover of Rs. 9,057 million against Rs. 7,466 million for the same period last year; an increase of Rs. 1,591 million (21.3%) over the same period last year, mainly due to increase in sale prices of products. Gross profit increased to Rs. 1,945 million (Gross Margin: 21.5%) from Rs. 1,207 million (Gross Margin: 16.2%) as compared to corresponding period last year. The company's profit after tax increased to Rs.481 million from Rs.249 million. The increased profitability of the company can be attributed to robust demand of products, procurement of raw material in a timely way and cost efficiencies. The earnings per share of the Company for the nine months ended March 31, 2022 is Rs. 18.22 as compared to Rs. 9.42 for previous year's corresponding period.

General Market Review and Future Prospects

Presently Textile Sector in Pakistan is performing well due to robust demand. However, we are facing challenges ahead due to increase in raw material prices, upward revision of policy rate by the SBP and devaluation of PKR. Despite of these challenges we are expecting continuity of profitable trend for next quarter due to timely sourcing of raw material and better sales & production planning.

Acknowledgment

The Management would like to place on record its appreciation for the support of Board of Directors, regulatory authorities, shareholders, customers, financial institutions, suppliers and dedication & hard work of the Staff and Workers

On behalf of the Board



SYED MASROOR HASNAIN
Chief Executive Officer



RANA MUHAMMAD SHAFI
Director

Place: Islamabad

Dated: April 28, 2022

ڈائریکٹر رپورٹ برائے شیئر ہولڈرز

محترم شیئر ہولڈرز

کمپنی ہذا کے ڈائریکٹرز کی جانب یہ ہمارے لئے خوشی کا امر ہے کہ ہم نوں مہینہ کی اختتامی سال 31 مارچ 2022 کیلئے غیر آڈٹ شدہ مالیاتی رپورٹ پیش کر رہے ہیں۔ ہماری رائے کے مطابق کمپنی کی کارکردگی کے درج ذیل اہم خصوصیات / خدوخال ہیں:

زیرہ جائزہ مدت کے دوران، آپ کی کمپنی کا گزشتہ تقابلی سال کے اسی مدت میں مجموعی کاروباری حجم مبلغ 7,466 ملین روپے کے برعکس مبلغ 9,057 ملین روپے ریکارڈ کیا گیا، یعنی گزشتہ سال کے اسی مدت کے دوران مبلغ 1,591 ملین روپے (21.3%) کا اضافہ ہوا، جس کی اہم وجہ مصنوعات کی قیمت فروخت میں اضافہ تھا۔ گزشتہ تقابلی سال کے مدت میں مجموعی نفع میں مبلغ 1,207 ملین روپے (مجموعی مارجن 16.2%) کی نسبت مبلغ 1,945 روپے (مجموعی مارجن 21.5%) کا اضافہ ہوا۔ بعد از ٹیکس کمپنی ہذا کے منافع میں مبلغ 249 ملین روپے سے مبلغ 481 ملین روپے کا اضافہ ہوا۔ کمپنی ہذا کے منافع میں اضافے کے اسباب مصنوعات کی مضبوط طلب، بروقت خام مال کی خریداری اور لاگت میں کمی ہیں۔

نووں اختتامی مہینہ مارچ 31، 2022 کیلئے گزشتہ تقابلی سال کی نسبت کمپنی ہذا کافی حصص منافع مبلغ 9.42 روپے کے مقابلے میں مبلغ 18.22 روپے رہا ہے۔

مارکیٹ کا عمومی جائزہ اور پیش نظر برائے مستقبل:

حالیہ وقت میں، پاکستان میں ٹیکسٹائل کی صنعت مضبوط طلب کی وجہ سے بہت اچھا کام کر رہی ہے تاہم ہمیں مستقبل میں خام مال کی قیمتوں میں اضافے، سٹیٹ بینک آف پاکستان کی جانب سے پالیسی ریٹ میں بڑھوتری کیلئے نظر ثانی اور پاکستانی روپے میں کمی کی وجہ سے چیلنجوں کا سامنا ہے۔ ان چیلنجوں کے باوجود ہمیں بروقت حامل مال کی دستیابی اور بہتر فروخت و پیداواری منصوبہ بندی کی وجہ سے اگلے سہ ماہی تک مسلسل منافع کی رجحان کی توقع ہے۔

اظہار تشکر:

انتظامیہ ہذا، بورڈ آف ڈائریکٹرز، ریگولیٹری اتھارٹیز، شیئر ہولڈرز، صارفین، مالیاتی ادارے، سپلائرز کی معاونت اور اپنے شفاف اور کارکنوں کے لگن اور ہمہ جہت محنت کو خراج تحسین پیش کرتی ہے

مخائب بورڈ ہذا



رانامحمد شفیع

ڈائریکٹر



سید مسرور حسین

چیف ایگزیکٹو

مقام: اسلام آباد

تاریخ: اپریل 28، 2022

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2022

		Un-audited March 31, 2022	Audited June 30, 2021
		(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			
26,412,880 ordinary shares of Rs. 10 each		264,129	264,129
Reserves		265,981	265,831
Unappropriated profit		2,334,914	1,809,617
Surplus on revaluation of property, plant and equipment		1,286,541	1,330,535
		4,151,565	3,670,112
NON-CURRENT LIABILITIES			
Long term financing	4	1,282,974	1,619,373
Lease liabilities		15,511	23,173
Deferred income - government grant		1,098	2,529
Long term deposits		12,467	8,041
Staff retirement benefits - gratuity		231,080	212,613
Deferred taxation-net		662,397	376,302
		2,205,526	2,242,031
CURRENT LIABILITIES			
Trade and other payables		1,014,329	933,523
Unpaid dividend		486	486
Unclaimed dividend		8,597	8,593
Accrued mark-up and interest		141,201	114,352
Short term borrowings		4,841,690	4,097,397
Current portion of non-current liabilities		788,765	839,750
		6,795,068	5,994,101
CONTINGENCIES AND COMMITMENTS	5	-	-
		13,152,159	11,906,244
NON-CURRENT ASSETS			
Property plant and equipment	6	6,557,996	6,433,338
Intangible assets		-	1,704
Long term investments		12,500	12,350
Long term loans		20,841	19,429
Long term deposits		32,472	23,905
		6,623,809	6,490,726
CURRENT ASSETS			
Stores, spare parts and loose tools		302,485	299,934
Stock-in-trade		3,443,644	2,308,744
Trade debts		2,233,022	2,275,615
Loans and advances		61,582	78,199
Short term prepayments		7,126	4,334
Other receivables		79,270	50,554
Short term investments		3,348	26,123
Deposit for shares	7	-	-
Taxation-net		280,531	322,703
Tax refunds due from Government		76,476	5,034
Cash and bank balances		40,866	44,278
		6,528,350	5,415,518
		13,152,159	11,906,244

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

SYED MASROOR HASNAIN
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, 2022

	Quarter ended		Nine months period ended	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
	(Rupees in thousand)			
Sales - Net	3,046,056	2,602,900	9,057,117	7,466,436
Cost of Sales	2,467,503	2,026,740	7,111,676	6,259,648
Gross profit	578,552	576,160	1,945,440	1,206,788
Distribution cost	59,483	34,231	184,048	151,453
Administrative expenses	85,532	77,091	237,585	207,340
Other expenses	36,617	15,510	94,161	22,715
	181,632	126,832	515,794	381,508
	396,920	449,328	1,429,646	825,280
Other income	10,099	6,936	46,825	23,870
Profit from operations	407,019	456,264	1,476,471	849,150
Finance cost	199,449	182,721	555,863	503,166
	207,570	273,542	920,608	345,984
Exchange fluctuation gain	-	-	4,738	-
Profit before taxation	207,570	273,542	925,346	345,984
Taxation				
Current	34,073	38,489	157,947	68,647
Deferred	65,025	-	286,096	28,591
	99,098	38,489	444,043	97,237
Profit after taxation	108,472	235,053	481,303	248,747
Other comprehensive income/ (loss)	-	-	150	(100)
Total comprehensive income	108,472	235,053	481,453	248,647
-----Rupees-----				
Earnings per share				
- basic and diluted	4.11	8.90	18.22	9.42

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



SYED MASROOR HASNAIN
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, 2022

		Nine months period ended	
		March 31, 2022	March 31, 2021
Note		(Rupees in thousand)	
NET CASH INFLOW FROM OPERATING ACTIVITIES	A	510,106	796,168
CASH FLOW FROM FINANCING ACTIVITIES			
Long term finances - net		(387,659)	79,792
Short term borrowings - net		744,293	(139,279)
Dividend paid		4	(3,990)
Lease liabilities		(8,818)	(14,084)
Finance cost paid		(529,014)	(588,106)
NET CASH OUTFLOW FROM FINANCING ACTIVITIES		(181,193)	(665,667)
CASH FLOW FROM INVESTING ACTIVITIES			
Additions to property, plant and equipment		(386,880)	(146,827)
Sale proceeds of fixed assets		32,459	8,028
Short term investment		22,096	-
NET CASH OUTFLOW FROM INVESTING ACTIVITIES		(332,325)	(138,799)
NET DECREASE IN CASH AND CASH EQUIVALENTS		(3,412)	(8,298)
CASH AND CASH EQUIVALENTS:			
- At the beginning of the period		44,278	40,567
- At the end of the period		40,866	32,269

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



SYED MASROOR HASNAIN
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, 2022

Note 'A'	Nine months period ended	
	March 31, 2022	March 31, 2021
	(Rupees in thousand)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit for the period - before taxation	925,346	345,984
Add adjustments for non-cash charges and other items:		
Depreciation and amortization	246,087	247,763
Staff retirement benefits - net	18,467	27,530
Gain on disposal of property plant and equipment - net	(14,622)	(682)
Loss / (Gain) on remeasurement of short term investments to fair value - net	679	(2,269)
Finance cost	555,863	465,443
CASH INFLOW FROM OPERATING ACTIVITIES		
- Before working capital changes	1,731,819	1,083,770
(Increase) / decrease in current assets:		
Store, spare parts & loose tools	(2,551)	113,580
Stock-in-trade	(1,134,900)	(39,546)
Trade debts	42,593	(69,143)
Loans and advances	16,617	(6,490)
Trade deposits and short term prepayments	(2,792)	(7,312)
Taxes refunds due from Government	(71,442)	-
Other receivables	(28,716)	1,607
Decrease in trade and other payables	80,806	(210,801)
	(1,100,386)	(218,106)
CASH INFLOW FROM OPERATING ACTIVITIES		
- Before taxation	631,434	865,664
Taxes paid	(115,775)	(59,837)
CASH INFLOW FROM OPERATING ACTIVITIES		
- After taxation	515,659	805,827
Long term loans - net	(1,412)	388
Long term deposits	(4,141)	(10,047)
	(5,553)	(9,659)
NET CASH INFLOW FROM OPERATING ACTIVITIES	510,106	796,168

SYED MASROOR HASNAIN
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, 2022

Share capital	Reserves				Surplus on revaluation of property, plant and equipment	Total
	Capital reserve	Revenue reserve	Unappropriated profit	unrealized (loss) / gain on financial assets at FVTOCI		

(Rupees in thousand)

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 of 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

Total comprehensive income for the quarter ended June 30, 2021 - - - 260,186 - - 260,186

Transfer from surplus on revaluation of property, plant & equipment on account of incremental depreciation for the nine month period ended- net of deferred taxation - - - 15,353 - (15,353) -

Balance as at June 30, 2021 264,129 115,981 150,000 1,809,617 (150) 1,330,535 3,670,112

Balance as at July 01, 2021 264,129 115,981 150,000 1,809,617 (150) 1,330,535 3,670,112

Total comprehensive income for the nine months period ended March 31, 2022 - - - 481,303 150 - 481,453

Transfer from surplus on revaluation of property, plant & equipment on account of incremental depreciation for the nine month period ended- net of deferred taxation - - - 43,994 - (43,994) -


Balance as at March 31, 2022 264,129 115,981 150,000 2,334,914 - 1,286,541 4,151,565



SYED MASROOR HASNAIN
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, 2022

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	
4 th floor, Kashmir Commercial Complex, Fazal Ul Haq Road	Head office
Karachi	
Plot No. 36, New Karachi Cooperative Housing Society Near Dolmen Mall Tariq Road	Marketing & sales 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
- Provisions of and directives issued under the Companies Act, 2017.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

Where the 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, 2021. 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, 2021 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, 2021.

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, 2021.

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022**

	Un-audited March 31, 2022	Audited June 30, 2021
	(Rupees in thousand)	
4. LONG TERM FINANCING - Secured		
Balance at the beginning of the period / year	2,431,876	2,540,371
Add: obtained during the period / year	256,656	261,038
	2,688,532	2,801,409
Less: repaid during the period / year	637,548	369,533
	2,050,983	2,431,876
Less: current portion grouped under current liabilities	768,009	812,503
	1,282,974	1,619,373

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, 2021.

		Un-audited March 31, 2022	Audited June 30, 2021
		(Rupees in thousand)	
6. PROPERTY, PLANT AND EQUIPMENT	Note		
Operating fixed assets	6.1	6,421,043	6,364,189
Capital work-in-progress		4,397	5,553
Right-of-use assets	6.2	36,703	49,240
Stores held for capital expenditure		95,853	14,356
		6,557,996	6,433,338
6.1 Operating fixed assets - tangible			
Book value at beginning of the period / year		6,364,189	6,410,076
Add: Additions during the period / year		306,032	277,983
Add: Transfer from right of use to owned		1,896	6,144
Less: Book value of operating fixed assets disposed-off during the period / year		(17,839)	(12,116)
Less: Depreciation charged during the period / year		(233,235)	(317,898)
Book value at end of the period / year		6,421,043	6,364,189
6.2 Right-of-use assets			
Book value at beginning of the period / year		49,240	55,445
Recognition during the period / year		-	17,414
Derecognized during the period / year		-	(4,563)
Reassessment due to mark-up rate change		507	(749)
Depreciation for the period / year		(11,148)	(12,163)
Transferred to own assets		(1,896)	(6,144)
		36,703	49,240

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

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, 2021.

8. TRANSACTIONS WITH RELATED PARTIES

8.1 Significant transactions with related parties are as follows:

Relationship	Nature of transactions	Un-audited Nine monthsperiod ended	
		March 31, 2022	March 31, 2021
		(Rupees in thousand)	
Associated Companies & Undertakings	Purchase of yarn	-	79,690
	Purchase of raw material	6,468	56,406
	Purchase of fixed assets	5,000	-
	Sale of yarn	11,805	-
	Donations	5,499	4,500
Key management personnel	Remuneration and other benefits	43,685	27,357
Others	Consultancy Charges	-	12,000

8.2 Period / year end balances are as follows:

	Un-audited March 31, 2022	Audited June 30, 2021
(Rupees in thousand)		
Trade and other payables	536	61,934
Other receivables	30,259	-

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, 2021, 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, 2021.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

10. FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

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, 2021, 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, 2021.

12. GENERAL

12.1 This condensed interim financial information was approved by the Board of Directors and authorised for issue on April 28 2022.

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



SYED MASROOR HASNAIN
Chief Executive Officer



RANA MUHAMMAD SHAFI
Director



NOUMAN AHMAD
Chief Financial Officer



Saif Group



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