

QUARTERLY REPORT

For the 3rd Quarter
ended March 31, 2022



ZAHIDJEE TEXTILE MILLS LIMITED

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COMPANY INFORMATION

Board of Directors

Mr. Ahmad Zahid	Chairman
Mr. Muhammad Zahid	Chief Executive
Mrs. Mehreen Fahad	Director
Mr. Muhammad Ali	Director
Mr. Sajjad Hussain Shah	Independent Director
Mr. Faisal Masood Afzal	Independent Director
Mr. Shahbaz Haider Agha	Independent Director

Audit Committee

Mr. Sajjad Hussain Shah	Chairman
Mr. Faisal Masood Afzal	Member
Mr. Muhammad Ali	Member

HR & Remuneration Committee

Mr. Shahbaz Haider Agha	Chairman
Mr. Muhammad Ali	Member
Mr. Ahmad Zahid	Member
Mr. Muhammad Zahid	Member

Chief Financial Officer

Mr. Javed Iqbal

Company Secretary

Mr. Nasir Hameed

Auditors

RSM Avais Hyder Liaquat Nauman
Chartered Accountants

Bankers of the Company

Allied Bank Limited
Askari Bank Limited
Bank Al Habib Ltd
Bank Al-Falah Limited
BankIslami Pakistan Limited
Dubai Islamic Bank
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Ltd
JS Bank Limited
MCB Bank
Meezan Bank Limited
National Bank of Pakistan
Samba Bank Limited
Soneri Bank Limited
The Bank of Khyber
The Bank of Punjab
United Bank Limited

Registered Office

2-H, Gulberg-II, Jail Road, Lahore
Tel: 042-35777291-5

Plant site

- 28-KM, Sheikhpura Road, Faisalabad
- 32-KM, Tandlian wala Road, Faisalabad
- M-3 Industrial City, Sahianwala, Faisalabad

Export Office

2-H, Gulberg-II, Jail Road, Lahore
Tel: 042-35777291-5

Share Registrar

Corptec Associates (Private) Limited
503-E, Johar Town, Lahore
Tel: 042-35170335-6 Fax 042-35170338
E-mail: info@corptec.com.pk

DIRECTORS' REPORT TO SHAREHOLDERS

The Board of Directors of the Company are pleased to present the Directors' Review Report and Unaudited Financial Statements of the Company, for the Nine months ended March 31, 2022.

Financial Results

The Summary of key Financial numbers is presented below:

	March 31	
	2022	2021
	(Rupees in '000')	
Sales	19,063,268	11,862,080
Gross profit	3,767,367	1,706,520
Profit before taxation	2,861,450	1,234,318
Provision for taxation	162,477	181,803
Profit after taxation	2,698,973	1,052,515
Earnings per share – Basic and diluted	14.10	5.50

Despite various challenges, your company has been able to achieve considerable growth in terms of sales and profitability. Turnover increased by 60.7%, against Rs. 11.8 billion for the Same Period Last Year (SPLY). Gross profit margin increased from 14.4% to 19.8% in SPLY. The increasing gross profit margins supported the net profit margins of the Company, and accordingly, the Company's net profit increased to Rs. 2,698.9 million from Rs. 1,052.5 million in SPLY.

The net profit translated into Earnings per Share (EPS) of Rs. 14.10 as against Rs. 5.50 of the corresponding period.

Future Prospects

The management is focused on raw material procurement efficiency and operational excellence to ensure that the current positive trend of profitable growth may continue during remaining part of the financial year as well.

Acknowledgments

The directors appreciate sincere contribution and the hard work by staff and workers of the company. We are grateful for the trust and confidence exhibited in the company by shareholders, bankers and other stake holders.

For and on behalf of the Board of Directors



Sajjad Hussain Shah
Director



Muhammad Zahid
Chief Executive Officer

Dated: April 28, 2022
Lahore

ڈائریکٹرز رپورٹ برائے ممبران

کمپنی کے بورڈ آف ڈائریکٹرز 31 مارچ، 2022 کو ختم ہونے والے نو ماہ کے لئے ڈائریکٹرز کی جائزہ رپورٹ اور کمپنی کے غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

مالی نتائج:

اہم مالیاتی نمبروں کا خلاصہ ذیل میں پیش کیا گیا ہے

31 مارچ		تفصیل
2022	2021	
(روپے ہزاروں میں)		
19,063,268	11,862,080	فروخت
3,767,367	1,706,520	مجموعی منافع
2,861,450	1,234,318	منافع قبل از ٹیکس
162,477	181,803	ٹیکسیشن
2,698,973	1,052,515	منافع بعد از ٹیکس
14.10	5.50	فی شیئر آمدن

مختلف چیلنجوں کے باوجود، آپ کی کمپنی فروخت اور منافع کے لحاظ سے زبردست اضافی کارکردگی حاصل کرنے میں کامیاب رہی ہے۔ فروخت میں 60.7 فیصد کا اضافہ ہوا، گزشتہ سال اسی مدت کے دوران، 11.8 بلین روپے کے مقابلے میں۔ جس کے نتیجے میں مجموعی منافع کے مارجن میں 14.4 فیصد سے 19.8 فیصد تک قابل ذکر اضافہ ہوا ہے۔ بڑھتے ہوئے مجموعی منافع کے مارجن کی وجہ سے کمپنی کا خالص منافع گزشتہ سال اسی مدت کے دوران 1052.5 ملین روپے سے بڑھ کر 2698.9 ملین روپے ہو گیا ہے۔

جس کی وجہ سے فی شیئر آمدنی 14.10 روپے ہو گئی ہے۔ جو کہ گزشتہ سال کی اسی مدت کے دوران 5.50 روپے تھی۔

مستقبل کا نقطہ نظر:

انتظامیہ کی توجہ خام مال کی خریداری کی کارکردگی اور آپریشنل مہارت پر مرکوز ہے۔ تاکہ یہ یقینی بنایا جاسکے کہ مالی سال کے بقیہ حصے کے دوران بھی منافع بخش نمو کا موجودہ مثبت رجحان جاری رہ سکے۔

اظہار تشکر:

ڈائریکٹرز مخلصانہ تعاون اور کمپنی کے عملے اور کارکنوں کی محنت کو سراہتے ہیں۔ اور ہم اپنے حصص یافتگان، بینکوں، مالیاتی اداروں کا کمپنی پر اعتماد کے لئے ان کا شکریہ ادا کرتے ہیں۔

بورڈ آف ڈائریکٹرز کی جانب سے:



سجاد حسین شاہ
(ڈائریکٹر)



محمد زاہد
(چیف ایگزیکٹو آفیسر)
مورخہ: 28 اپریل، 2022
مقام: لاہور

ZAHIDJEE TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT MARCH 31, 2022

	Note	Un-audited March 31, 2022 Rupees	Audited June 30, 2021 Rupees
NON - CURRENT ASSETS			
Property, plant and equipment	3	10,387,233,629	8,115,970,208
Long term security deposits		36,475,784	35,976,224
		10,423,709,413	8,151,946,432
CURRENT ASSETS			
Stores, spares and loose tools		279,517,615	267,746,714
Stock in trade		4,036,096,223	2,949,653,106
Trade debts		4,062,874,455	2,000,829,869
Loans, advances and deposit		482,832,385	344,840,005
Prepayments		16,348,132	1,697,341
Other receivables		83,535,094	104,383,189
Short term investment	4	141,398,983	123,135,481
Tax refunds due from Government		91,195,798	120,956,103
Cash and bank balances	5	2,097,071,620	384,991,004
		11,290,870,305	6,298,232,812
Non-current assets held for sale	6	-	359,200,000
		11,290,870,305	6,657,432,812
CURRENT LIABILITIES			
Trade and other payables		1,959,589,771	1,194,787,575
Interest / mark up payable		156,438,487	73,144,504
Short term borrowings		3,926,360,782	2,288,112,041
Unclaimed dividend		1,204,621	1,204,621
Current portion of long term finance		376,068,163	203,142,898
Provision for taxation - income tax		155,969,248	221,072,310
		6,575,631,072	3,981,463,949
		15,138,948,646	10,827,915,295
NON - CURRENT LIABILITIES			
Long term finance		4,374,363,748	2,561,843,960
Deferred liability			
Deferred taxation		467,097,708	421,348,664
		4,841,461,456	2,983,192,624
CONTINGENCIES AND COMMITMENTS			
	7	-	-
Net worth		10,297,487,190	7,844,722,671
Represented by :			
Share capital		1,914,210,990	1,914,210,990
Capital reserves			
Merger reserve		366,258,513	366,258,513
Surplus on revaluation of property, plant and equipment		1,056,180,286	1,096,622,306
Revenue reserves		6,960,837,401	4,467,630,862
		10,297,487,190	7,844,722,671
		10,297,487,190	7,844,722,671

The annexed notes from 1 to 14 form an integral part of these financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

ZAHIDJEE TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022

		Quarter ended March 31,		Nine months ended March 31,	
	Note	2022 Rupees	2021 Rupees	2022 Rupees	2021 Rupees Restated
Sales	8	8,312,510,554	4,193,345,720	19,063,267,970	11,862,079,636
Cost of sales	9	7,008,068,136	3,400,406,034	15,295,901,062	10,155,559,216
Gross profit		1,304,442,418	792,939,686	3,767,366,908	1,706,520,420
Trading profit		-	3,424,114	2,115,382	5,972,678
Other income		33,385,492	9,602,665	73,335,135	62,797,966
		1,337,827,910	805,966,465	3,842,817,425	1,775,291,064
		-			
Distribution cost		143,562,855	31,571,453	257,527,174	102,177,033
Administrative expenses		45,103,296	28,064,050	130,980,433	81,581,302
Other operating expenses		44,489,808	31,963,768	158,754,072	88,145,636
Finance cost		183,595,198	158,252,194	434,105,404	269,068,818
		416,751,156	249,851,466	981,367,083	540,972,789
Profit for the year before taxation:		921,076,754	556,114,999	2,861,450,342	1,234,318,275
Provision for taxation	10	(8,130,357)	103,286,656	162,476,961	181,802,813
Profit for the year		929,207,111	452,828,343	2,698,973,381	1,052,515,462
Earnings per share - Basic and diluted		4.85	2.37	14.10	5.50

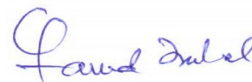
The annexed notes from 1 to 14 form an integral part of these financial statements.



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

ZAHIDJEE TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022

	<u>Quarter ended March 31,</u>		<u>Nine months ended March 31,</u>	
	2022	2021	2022	2021
	Rupees	Rupees	Rupees	Rupees
				Restated
Profit for the period	929,207,111	452,828,343	2,698,973,381	1,052,515,462
Total comprehensive income for the period	<u>929,207,111</u>	<u>452,828,343</u>	<u>2,698,973,381</u>	<u>1,052,515,462</u>

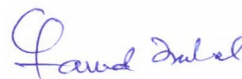
The annexed notes from 1 to 14 form an integral part of these financial statements.



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

ZAHIDJEE TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022

	ISSUED, SUBSCRIBED AND PAID-UP CAPITAL	CAPITAL RESERVES			REVENUE RESERVES			Total
		Merger reserve	Surplus on revaluation of property, plant and equipment	Sub total	General reserve	Unappropriated profit	Sub total	
Rupees								
Balance as at July 01, 2020 (Audited)	1,914,210,990	366,258,513	1,157,269,154	1,523,527,667	300,000,000	2,729,377,107	3,029,377,107	6,467,115,764
Total comprehensive income for the period								
Profit for the period - (Restated)	-	-		-	-	1,052,515,462	1,052,515,462	1,052,515,462
Transfer on account of incremental depreciation on revalued assets for the year - net of deferred tax	-	-	(48,185,501)	(48,185,501)	-	48,185,501	48,185,501	-
Adjustment of deferred tax for the period	-	-	6,172,689	6,172,689	-	-	-	6,172,689
Balance as at March 31, 2021 (Unaudited)	1,914,210,990	366,258,513	1,115,256,342	1,481,514,855	300,000,000	3,830,078,070	4,130,078,070	7,525,803,915
Transactions with owners								
Dividend paid (Rs. 1.00 per share of Rs. 10 each)	-	-	-	-	-	(191,421,099)	(191,421,099)	(191,421,099)
Total comprehensive income for the period								
Profit for the period	-	-	-	-	-	504,591,183	504,591,183	504,591,183
Transfer on account of incremental depreciation on revalued assets for the year - net of deferred tax	-	-	(16,432,571)	(16,432,571)	-	16,432,571	16,432,571	-
Surplus realised on disposal of property, plant and equipment - net of deferred tax			(7,950,136)	(7,950,136)		7,950,136	7,950,136	-
Adjustment of deferred tax for the period	-	-	5,748,671	5,748,671	-	-	-	5,748,671
Balance as at June 30, 2021 (Audited)	1,914,210,990	366,258,513	1,096,622,306	1,462,880,819	300,000,000	4,167,630,862	4,467,630,862	7,844,722,671
Transactions with owners								
Dividend paid (Rs. 1.30 per share of Rs. 10 each)	-	-	-	-	-	(248,847,494)	(248,847,494)	(248,847,494)
Total comprehensive income for the period								
Profit for the period	-	-		-	-	2,698,973,381	2,698,973,381	2,698,973,381
Transfer on account of incremental depreciation on revalued assets for the year - net of deferred tax	-	-	(42,873,131)	(42,873,131)	-	42,873,131	42,873,131	-
Surplus realised on disposal of property, plant and equipment - net of deferred tax			(207,521)	(207,521)		207,521	207,521	-
Adjustment of deferred tax for the period	-	-	2,638,632	2,638,632	-	-	-	2,638,632
Balance as at March 31, 2022 (Unaudited)	1,914,210,990	366,258,513	1,056,180,286	1,422,438,799	300,000,000	6,660,837,401	6,960,837,401	10,297,487,190

The annexed notes from 1 to 14 form an integral part of these financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

ZAHIDJEE TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022

	Nine months ended March 31,	
	2022 Rupees	2021 Rupees
a) CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the period before taxation	2,861,450,342	1,234,318,275
Adjustment for:		
Depreciation of property, plant and equipment	484,201,524	394,005,668
Amortisation of intangible assets	-	303,288
Profit on deposits	(65,680,812)	(2,582,254)
Dividend income	(4,926,708)	(9,102,843)
(Gain) on disposal of non current asset held for sale	(1,436,800)	-
(Gain)/ Loss on disposal of operating assets	(131,689)	12,831,129
Balances written back	-	77,923
Balances written Off	(859,126)	(17,719)
Fair value adjustment short term investments	229,561	(15,645,289)
Finance cost	434,105,404	269,068,818
Operating cash flows before working capital changes	3,706,951,696	1,883,256,996
Changes in working capital		
(Increase) / decrease in current assets		
Stores, spares and loose tools	(11,770,901)	(72,013,579)
Stock in trade	(1,086,443,117)	(1,994,853,147)
Trade debts	(2,062,044,586)	101,370,331
Loans, advances and deposit	(120,970,149)	(91,902,078)
Prepayments	(14,650,791)	(6,854,296)
Other receivables	20,848,096	(26,166,661)
Tax refunds due from Government	-	(5,688,456)
Increase in current liabilities		
Trade and other payables	765,661,322	221,425,975
	(2,509,370,126)	(1,874,681,910)
Cash (used in) / generated from operating activities	1,197,581,570	8,575,086
Finance cost paid	(350,811,421)	(249,279,731)
Income tax paid	(166,454,274)	(183,928,348)
Net cash (used in) / generated from operating activities	680,315,875	(424,632,993)
(b) CASH FLOWS FROM INVESTING ACTIVITIES		
Additions in property, plant and equipment	(2,764,118,257)	(250,486,574)
Proceeds from disposal of operating assets	8,785,000	13,701,320
Increase in short term investment	(18,493,062)	(101,310,450)
Proceeds from sale of non current asset held for sale	360,636,800	-
Profit on deposits	65,680,812	2,582,254
Dividend received	4,926,708	9,102,843
Long term security deposits	(499,560)	-
Net cash (used in) investing activities	(2,343,081,558)	(326,410,607)
(c) CASH FLOWS FROM FINANCING ACTIVITIES		
Long term finance obtained	2,124,113,663	111,667,000
Repayment of long term finance	(138,668,611)	(140,057,050)
Increase / (Decrease) in short term borrowings - net	1,638,248,741	796,406,108
Dividend paid	(248,847,494)	-
Net cash generated from / (used in) financing activities	3,374,846,299	768,016,058
Net increase in cash and cash equivalents (a+b+c)	1,712,080,616	16,972,458
Cash and cash equivalents at the beginning of the period	384,991,004	63,840,188
Cash and cash equivalents at the end of the period	2,097,071,620	80,812,646

The annexed notes from 1 to 14 form an integral part of these financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

ZAHIDJEE TEXTILE MILLS LIMITED
SELECTED EXPLANATORY NOTES TO THE
CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022

1. GENERAL INFORMATION

- 1.1 Zahidjee Textile Mills Limited (the Company) is incorporated in Pakistan on July 17, 1990 as a public limited company under the repealed Companies Ordinance, 1984 (Repealed with the enactment of Companies Act 2017 on May 30, 2017). The registered office of the Company is situated at 2-H Jail Road, Gulberg II, Lahore in the province of Punjab. The Company is listed on Pakistan Stock Exchange Limited. The principal business of the Company is export of all kinds of value added fabrics and textile made-ups. The Company is also engaged in the business of manufacturing and sale of yarn. The weaving unit is located at 32-KM, Tandlianwala Road, Satyana, District Faisalabad and spinning units are located at 32-KM, Sheikhpura Road, Faisalabad, M-3 Industrial Estate, Faisalabad, in the province of Punjab.
- 1.2 Pursuant to scheme of arrangement approved by the Honorable Lahore High Court Lahore, assets, liabilities and reserves of Zahidjee Fabrics Limited have been merged with Zahidjee Textile Mills Limited with effect from July 01, 2006.
- 1.3 The financial statements are presented in Pak Rupee, which is the Company's functional and presentation currency.

2. SIGNIFICANT ACCOUNTING POLICIES

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

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 are un-audited but subject to limited scope review by the auditors of the Company and is being submitted to the shareholders as required under section 237 of the Companies Act, 2017.

- 2.1.3 These condensed interim financial statements do not include all the information required for complete set of financial statements, and should be read in conjunction with the Company's published audited financial statements for the year ended June 30, 2021.

2.2 Application of new and revised International Financial Reporting Standards (IFRSs)

Standards, interpretations and amendments to published approved accounting standards that are effective:

There are certain new standards, interpretations and amendments to approved accounting standards which are mandatory for the Company's accounting periods beginning on or after July 1, 2021 but are considered not to be relevant or have any significant effect on the Company's financial reporting.

Standards, amendments to standards and interpretations becoming effective in future periods

There are other new standards, amendments and IFRIC interpretations that are mandatory for accounting periods of the Company beginning on or after July 01, 2022 but are considered not to be relevant or not to have any significant effect on the Company's operations. The new standards, amendments and IFRIC interpretations that are relevant to the operations of the Company are disclosed in the published audited financial statements for the year ended June 30, 2021.

2.3 Basis of preparation

These condensed interim financial statements have been prepared under the "historical cost convention" except certain property, plant and equipment carried at valuation and short term investment measured at fair value.

2.4 Accounting policies and methods of computation

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the published audited financial statements for the year ended June 30, 2021.

2.5 Estimates, judgments and risk management policies

- 2.5.1** The preparation of financial statements in conformity with approved accounting standards, as applicable in Pakistan, requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on amounts recognized in these condensed interim financial statements are the same as those disclosed in the published audited financial statements for the year ended June 30, 2021.

- 2.5.2** Risk management policies and procedures are consistent with those disclosed in the published audited financial statements for the year ended June 30, 2021.

	Note	Un-audited March 31, 2022 Rupees	Audited June 30, 2021 Rupees
3. PROPERTY, PLANT AND EQUIPMENT			
Operating assets	3.1	8,533,298,803	5,576,168,368
Capital work in progress	3.2	1,583,268,333	2,249,089,146
Non operating lands		16,203,950	16,203,950
Advance against purchase of land		180,595,015	221,455,151
Advances for capital expenditure		73,867,528	53,053,593
		10,387,233,629	8,115,970,208
3.1 Operating assets			
Book value at beginning of period / year		5,576,168,368	5,987,525,496
Additions during the period / year	3.1.1	3,449,985,271	202,113,233
Disposal during the period / year		(8,653,311)	(74,713,871)
Depreciation charge during the period / year		(484,201,524)	(538,756,490)
		8,533,298,803	5,576,168,368
3.1.1 Additions to operating assets, including transfer from capital work in progress, during the period / year were as follow			
Freehold land		71,612,511	-
Building on freehold land		247,164,680	66,212,580
Plant and machinery		2,999,152,905	112,159,472
Electric installations		118,231,402	1,907,203
Factory equipment		5,903,686	1,586,422
Office equipment		2,976,769	1,551,853
Electric appliances		795,051	1,350,827
Furniture and fittings		387,617	581,122
Vehicles		3,760,650	16,763,754
		3,449,985,271	202,113,233

3.2 Capital work in progress

Civil work	1,155,877,965	702,127,143
Plant and machinery	427,390,368	1,546,962,003
	1,583,268,333	2,249,089,146

Un-audited	Audited
March 31,	June 30,
2022	2021
Rupees	Rupees

4. SHORT TERM INVESTMENTS

Investment in ordinary shares	4.1	141,398,983	123,135,481
4.1	Financial assets at fair value through profit or loss		
	Quoted securities		
	Habib Metropolitan Bank Limited	82,127,872	56,255,569
	2,022,854 (2021: 2,022,854) Ordinary shares of Rs.10/- each		
	JS Bank Limited	571,000	535,000
	100,000 (2021: 100,000) Ordinary shares of Rs.10/- each		
	Askari Bank Limited	38,098,815	33,468,299
	1,680,000 (2021: 1,557,000) Ordinary shares of Rs.10/- each		
		7,584,345	5,813,652
	Bank of Punjab		
	915,000 (2021: 600,000) Ordinary shares of Rs.10/- each		
	MCB	13,246,512	-
	88,000 (2021: Nil) Ordinary shares of Rs.10/- each		
		141,628,544	96,072,520
	Adjustment in fair value	(229,561)	27,062,961
		141,398,983	123,135,481
4.2	The fair value of short term investment is based on prices quoted in active markets which is level 1 of fair value hierarchy.		

Un-audited	Audited
March 31,	June 30,
2022	2021
Rupees	Rupees

5. CASH AND BANK BALANCES

Cash in hand	24,139,157	5,834,631
Cash at banks:		
In current accounts	56,428,672	348,396,664
In PLS accounts	508,794	30,759,709
In Deposit accounts	2,015,994,998	-
	2,097,071,620	384,991,004

5.1 It represents the investment in Term deposit receipts carrying profit at the rates ranging from 7.20% to 10% per annum.

Un-audited	Audited
March 31,	June 30,
2022	2021
Rupees	Rupees

6. NON-CURRENT ASSETS HELD FOR SALE

Opening balance	359,200,000	-
Transferred from		
Investment in subsidiary	-	359,200,000
Investment disposed off during the period	(359,200,000)	-
	-	359,200,000

6.1 Board of directors in their meeting held on February 25, 2021 and the shareholders of the company in their meeting held on March 31, 2021 approved the sale of shares of Zahidjee Towers (Pvt) Limited.

7. CONTINGENCIES AND COMMITMENTS

There is no significant change in contingent liabilities since the date of published audited financial statements for the year ended June 30, 2021 except the following:

Un-audited	Audited
March 31,	June 30,
2022	2021
Rupees	Rupees

Contingencies

Indemnity bonds issued in favour of Collector of Customs to avail exemption of sales tax and custom duty on imported raw material.	392,474,916	299,825,811
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Commitments

Under letters of credit for:

Plant and machinery	81,447,300	1,742,765,369
Raw material and spare parts	2,241,565,398	405,482,087

Under contracts for purchase of land	364,528,500	38,235,196
Under contracts for civil work	871,250,870	847,893,256

Quarter ended		Nine months ended	
March 31,		March 31,	
2022	2021	2022	2021
Rupees	Rupees	Rupees	Rupees

8. SALES

Export:

Cloth / made ups	1,245,876,589	409,275,142	2,892,659,334	1,386,525,487
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Local:

Yarn	7,919,387,504	4,193,126,315	18,127,988,839	11,516,509,000
Cloth	21,536,384	103,299,989	53,317,495	202,254,574
Waste and left over	387,589,800	130,822,645	852,775,445	488,697,676
Conversion receipts	27,929,274	42,206,303	77,922,878	129,438,738

	8,356,442,962	4,469,455,252	19,112,004,656	12,336,899,988
Less : Sales tax	(1,214,184,150)	(653,718,518)	(2,776,958,071)	(1,796,851,514)

	8,388,135,401	4,225,011,876	19,227,705,919	11,926,573,961
Add: Export rebate / duty drawback	-	4,164,596	686,389	27,884,611

	8,388,135,401	4,229,176,472	19,228,392,308	11,954,458,572
Less: Commission and claims	75,624,848	35,830,752	165,124,338	92,378,936

	8,312,510,554	4,193,345,720	19,063,267,970	11,862,079,636
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9. COST OF SALES

Cost of goods manufactured	9.1	6,953,001,079	3,432,875,906	15,320,403,314	9,810,967,603
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Finished goods:

Opening stock

Closing stock

Quarter ended March 31,	2022 Rupees	2021 Rupees	Nine months ended March 31,	2022 Rupees	2021 Rupees
	395,502,507	231,504,726		315,933,198	608,566,212
	(340,435,450)	(263,974,598)		(340,435,450)	(263,974,598)
	55,067,057	(32,469,872)		(24,502,252)	344,591,614
	7,008,068,136	3,400,406,034		15,295,901,062	10,155,559,216

9.1 Cost of goods manufactured

Raw material consumed	9.1.1	5,870,763,543	2,745,927,785	12,651,504,101	7,670,229,910
Packing material consumed		44,566,391	40,989,988	168,301,462	114,608,860
Salaries, wages and benefits		228,917,467	194,592,124	648,895,899	534,998,050
Retirement benefits		8,284,051	6,460,285	22,359,250	19,753,816
Stores and spares consumed		98,101,909	91,032,373	292,905,540	259,924,861
Fuel and power		451,859,993	243,430,032	1,060,597,678	725,371,509
Repairs and maintenance		5,378,668	3,888,039	34,691,396	102,061,041
Insurance		4,216,349	3,830,244	12,679,228	11,736,933
Depreciation		206,453,420	128,792,970	478,947,599	388,792,464
Other		1,021,495	503,028	4,292,388	13,751,787
		6,919,563,286	3,459,446,868	15,375,174,541	9,841,229,231

Work in process

Opening stock

Closing stock

	212,739,944	132,738,345		124,530,924	129,047,679
	(179,302,150)	(159,309,307)		(179,302,150)	(159,309,307)
	33,437,794	(26,570,962)		(54,771,226)	(30,261,628)
	6,953,001,079	3,432,875,906		15,320,403,314	9,810,967,603

9.1.1 Raw material consumed

Opening Stock	5,698,376,942	3,235,050,728	2,509,188,984	2,189,259,633
Purchases including purchase expenses	3,688,745,224	4,009,319,824	13,658,673,739	9,979,413,044
	9,387,122,166	7,244,370,552	16,167,862,723	12,168,672,677
Closing stock	(3,516,358,622)	(4,498,442,767)	(3,516,358,622)	(4,498,442,767)
	5,870,763,543	2,745,927,785	12,651,504,101	7,670,229,910

Quarter ended March 31,	2022 Rupees	2021 Rupees	Nine months ended March 31,	2022 Rupees	2021 Rupees
					Restated

10. PROVISION FOR TAXATION

Current				
for the period	(2,040,210)	62,687,240	155,969,248	176,867,980
for prior period	-	-	(41,879,963)	(11,200,236)
Deferred	(6,090,147)	40,599,416	48,387,676	16,135,069
	(8,130,357)	103,286,656	162,476,961	181,802,813

11. AGGREGATE TRANSACTIONS WITH RELATED PARTIES

The Company in the normal course of business carries out transactions with various related parties which comprise of directors, associated undertakings and key management personnel. Significant transactions with related parties are as follows:-

Name	Nature of transaction	Nine months ended March 31,	
		2022 Rupees	2021 Rupees

Key management personnel &
other related parties:

Remuneration		47,908,662	32,220,000
Short term loan	Repaid	-	250,578,973
	Obtain	-	83,000,000
Sale of non current asset held for sale		360,636,800	-

12. Date of authorisation for issue

These condensed interim financial statements were authorised for issue on April 28, 2022 by the Board of Directors of the Company.


13. General

- The figure of corresponding period have been rearranged wherever necessary to reflect more appropriate presentation in the financial statements.
- "Deferred tax on incremental depreciation" amounting to Rs. 13,193,863/- was transferred directly to "Unappropriated profits" . It is now grouped in "Provision for taxation" under head of "Deferred" taxation for better presentation.

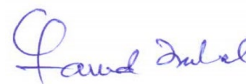
14. Figures have been rounded off to nearest Rupee.



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

ZAHIDJEE TEXTILE MILLS LIMITED

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