

**CONDENSED INTERIM  
STATEMENT FINANCIAL POSITION  
AS AT MARCH 31, 2023  
(UN-AUDITED)**



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**ARUJ INDUSTRIES LTD.**

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**COMPANY INFORMATION**

**BOARD OF DIRECTORS**

- |                                |   |                 |
|--------------------------------|---|-----------------|
| 1. Mr. Ali Maqsood Butt        | : | Chair Person    |
| 2. Mr. Faisal Khan             | : | Chief Executive |
| 3. Mr. SH. Ghulam Mustafa      | : | Director        |
| 4. Mrs. Durray Zara Butt       | : | Director        |
| 5. Dr. Aruj Butt               | : | Director        |
| 6. Mr. Muhammad Sajjad Hussain | : | Director        |
| 7. Miss Amara Javid            | : | Director        |

**CHIEF FINANCIAL OFFICER**

Mrs. Durray Zara Butt

**COMPANY SECRETARY**

Mr. Muhammad Sajjad Hussain

**SHARE REGISTRARS**

M/s. Corplink (Pvt.) Ltd.  
Wings Arcade, 1-K , Commercial  
Model Town Lahore.  
Tel: 35839182, 35869037

**LEGAL ADVISOR**

Mr.Mian Waheed Akhtar,  
Advocate High Court/ Supreme Court  
Lahore.

**AUDITORS**

M/s. Qadeer & Co.  
Chartered Accountants,  
32-A Lawrence Road,  
Lahore.

**REGISTERED OFFICE**

2-KM Off Raiwind-Manga Road,  
Raiwind, Lahore.  
Tel: (92 - 42) 35393125-6, 38102800  
Fax: (92 - 42) 35393127  
E-mail: info@aruj.com  
Website: www.aruj.com

**AUDIT COMMITTEE**

Mr. Muhammad Sajjad Hussain	Chairman
Mr. SH. Ghulam Mustafa	Member
Miss Amara Javid	Member

**REGISTERED OFFICE**

2-KM Off Raiwind-Manga Road,  
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E-mail: info@aruj.com  
Website: www.aruj.com

**HR & REMUNERATION COMMITTEE**

Mr. Muhammad Sajjad Hussain	Chairman
Dr. Aruj Butt	Member
Miss Amara Javid	Member

**BANKERS**

Bank Alfalah Limited.  
Habib Bank Limited.  
Bank of Punjab.  
JS Bank Limited.  
Habib Metropolitan Bank Ltd.  
Faysal Bank Limited.  
Meezan Bank  
Bank Al Habib



## DIRECTOR'S REPORT

Your Directors have the pleasure to present to you the Financial Statement of the company for the Third Quarter ended March 31, 2023

## Operating Results:

	9 Months ended Mar., 31, 2023 Rupees	9 Months ended Mar., 31, 2022 Rupees
Sales	673,682,106	980,607,610
Gross Profit/(Loss)	(12,692,739)	83,923,971
Profit/(Loss) before Taxation	(58,745,599)	21,490,646
Taxation	(9,447,114)	12,867,708
Profit/(Loss) after Taxation	(68,192,713)	8,622,938
Earnings per Share	(6.52)	0.82

The political and economic situation of our country has made doing business extremely difficult. With inflation and the USD hitting record levels, your company could not keep pace with the increasing cost of goods sold.

The next 3 months of the current financial year seems to bring no respite for the economic situation of the nation and your Company. We are expecting an unprecedented increase in energy prices, as it is certain that subsidies on the textile industry shall be removed.

## Note of Thanks:

The Board would like to put on record its gratitude to its valued shareholders, customers and raw materials suppliers whose cooperation, constant support and patronage have enabled us to achieve our desired results.

The Board would also like to express its thanks to the Executives, Staff members and especially the Workers of your Company, who have loyally worked with utmost effort to make this all possible.

For and on behalf of the Board

Lahore:  
April 28, 2023

FAISAL KHAN  
Chief Executive Officer

## ڈائریکٹرز رپورٹ

آپ کے ڈائریکٹرز کو خوشی ہے کہ 31 مارچ 2023 کو ختم ہونے والی تیسری سہ ماہی کے لئے کمپنی کا مالی بیان آپ کے سامنے پیش کریں۔

نومای اختتام 31 مارچ 2022 روپے	نومای اختتام 31 مارچ 2023 روپے	
980,607,610	673,682,106	کل فروخت
83,923,971	(12,692,739)	منافع
21,490,646	(58,745,599)	منافع (نقصان) ٹیکسیشن سے پہلے
12,867,708	(9,447,114)	ٹیکسیشن
8,622,938	(68,192,713)	منافع (نقصان) ٹیکسیشن کے بعد
0.82	(6.52)	ٹی شیئر آمدنی

ہمارے ملک کی سیاسی اور معاشی صورتحال نے کاروبار کرنا انتہائی مشکل بنادیا ہے۔ افراط زر اور USD کی ریکارڈ سطحوں کو مارنے کے ساتھ، آپ کی کمپنی فروخت شدہ سامان کی بڑھتی ہوئی قیمت کے ساتھ رفتار برقرار نہیں رکھ سکی۔

موجودہ مالی سال کے اگلے 3 ماہ قوم اور آپ کی کمپنی کی معاشی صورتحال کے لیے کوئی آسانی نہیں لارہا۔ توانائی کی قیمتوں میں غیر معمولی اضافے کا امکان ہے۔ کیونکہ یہ بات یقینی ہے کہ ٹیکسٹائل کی صنعت پر سبسڈی ختم کر دی جائے گی۔

## شکریہ کا نوٹ:

بورڈ اپنے قابل قدر شیئر ہولڈرز، صارفین اور خام مال فراہم کرنے والوں کا شکر یہ ادا کرنا چاہتا ہے جن کے تعاون، مسلسل حمایت اور سرپرستی نے ہمیں اپنے مطلوبہ نتائج حاصل کرنے میں مدد فراہم کی ہے۔

بورڈ ایگزیکٹوز، اسٹاف ممبران اور خاص طور پر آپ کی کمپنی کے ورکرز کا بھی شکر یہ ادا کرنا چاہے گا، جنہوں نے یہ سب ممکن بنانے کے لیے پوری محنت کے ساتھ وفاداری کے ساتھ کام کیا۔

بورڈ کی جانب سے:-

فیصل خان  
چیف ایگزیکٹو آفیسر

لاہور  
28 اپریل 2023

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION  
AS AT MARCH 31, 2023**

	(UN-AUDITED) MAR. 31, 2023 Rupees	(AUDITED) June 30, 2022 Rupees
<b>CAPITAL AND LIABILITIES</b>		
<b>SHARE CAPITAL AND RESERVES</b>		
Authorised Capital 12,500,000 ordinary shares of Rs. 10/- each	<b>125,000,000</b>	125,000,000
Issued, Subscribed & Paid up Capital:	<b>104,578,900</b>	104,578,900
Capital Reserve	<b>100,000,000</b>	100,000,000
Director Loan	<b>94,308,538</b>	93,168,538
Retained earning	<b>21,005,312</b>	89,198,025
	<b>319,892,750</b>	386,945,463
<b>NON-CURRENT LIABILITIES</b>		
Liabilities against assets subject to finance lease	<b>17,084,217</b>	11,865,101
Long Term Loan	-	-
Deferred liabilities	<b>71,510,165</b>	71,510,165
	<b>88,594,382</b>	83,375,266
<b>CURRENT LIABILITIES:</b>		
Short Term Finance	<b>686,976,240</b>	657,199,060
Current maturity of Finance Lease	-	3,485,889
Long Term Loan	<b>6,006,540</b>	12,012,983
Trade and other payable	<b>141,909,737</b>	217,892,041
Unclaim Dividend	<b>2,290,218</b>	2,290,218
Accrued Markup of short term loans-secured	<b>7,926,512</b>	7,718,171
Provision for Taxation	<b>24,302,973</b>	14,855,859
	<b>875,512,496</b>	915,454,221
<b>CONTINGENCIES AND COMMITMENTS</b>	-	-
	<b>1,283,999,628</b>	1,385,774,950
<b>PROPERTY PLAND AND EQUIPMENT</b>		
<b>Operating Fixed Assets - Tangible</b>		
At Written down value	<b>421,192,909</b>	432,092,734
<b>CAPITAL WORK IN PROGRESS - P &amp; M</b>	<b>6,548,799</b>	6,548,799
<b>LONG TERM SECURITY DEPOSITS</b>	<b>5,021,512</b>	3,012,091
<b>CURRENT ASSETS:</b>		
Stores and spares	<b>25,217,601</b>	24,156,201
Stock in trade	<b>363,760,837</b>	415,615,399
Trade Debts	<b>240,716,408</b>	251,834,703
Loan & Advances	<b>159,668,730</b>	164,982,888
Other Receivable	<b>51,996,336</b>	72,581,897
Cash and bank balances	<b>9,876,496</b>	14,950,238
	<b>851,236,408</b>	944,121,326
<b>TOTAL ASSETS</b>	<b>1,283,999,628</b>	1,385,774,950

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN - AUDITED)  
FOR THE PERIOD EDNED MARCH 31, 2023**

	Jul-22 To Mar-23 Rupees	Jul-21 To Mar-22 Rupees	Jan-23 To Mar-23 Rupees	Jan-22 To Mar-22 Rupees
Sales - net	673,682,106	980,607,610	165,397,461	381,669,962
Less: Cost of sales	(686,374,845)	(896,683,639)	(178,052,722)	(355,526,284)
Gross Profit	(12,692,739)	83,923,971	(12,655,261)	26,143,678
Less: Operating expenses:				
Administrative and General	(21,620,161)	(23,799,755)	(5,800,266)	(4,347,417)
Selling and Distribution	(2,344,509)	(10,932,301)	(171,336)	(6,665,872)
	(23,964,670)	(34,732,056)	(5,971,602)	(11,013,289)
Operating profit / (loss)	(36,657,408)	49,191,915	(18,626,862)	15,130,389
Finance Cost	(22,088,191)	(32,170,064)	(1,835,107)	(15,181,752)
	(58,745,599)	17,021,851	(20,461,969)	(51,363)
Add: Other income		5,599,882	-	3,468,118
	(58,745,599)	22,621,733	(20,461,969)	3,416,755
Other Expenses		(1,131,087)	-	(170,838)
Profit / (loss) before taxation	(58,745,599)	21,490,646	(20,461,969)	3,245,917
Provision for taxation	(9,447,114)	(12,867,708)	(1,058,714)	(431,645)
Profit / (loss) after taxation	(68,192,713)	8,622,938	(21,520,683)	2,814,272
Earnings per share - basic & Diluted	(6.52)	0.82	(2.06)	0.27



**CONDENSED INTERIM STATEMENT OF CASH FLOW (UN - AUDITED)  
FOR THE PERIOD EDNED MARCH 31, 2023**

	MARCH, 31 2023 Rupees	MARCH, 31 2022 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Profit/(Loss) before taxation	(58,745,599)	21,490,646
<b>Adjustments for:</b>		
Depreciation	25,634,264	26,097,101
Financial Charges	22,088,191	32,170,064
Gain on disposal of assets	-	(5,599,882)
W.P.P.F	-	1,131,087
	<u>47,722,455</u>	<u>53,798,370</u>
<b>Cash Folw Before Working Capital Changes</b>	(11,023,144)	75,289,016
<b>Working Capital Changes</b>		
(Increase) / Decrease in current assets	(1,061,400)	(12,762,296)
Stores, spare parts and loose tools and Stock in trade	51,854,562	(144,303,034)
Trade debts	11,118,295	23,183,411
Loan and advances	5,314,158	(16,215,912)
Trade deposits and short prepayments	-	(25,184)
Other Receivables	20,585,561	(22,833,061)
Increase/ (decrease) in current liabilities	(75,982,304)	(16,735,508)
Trade and other payables	<u>11,828,872</u>	<u>(189,691,584)</u>
<b>Cash Generated from Operations</b>	805,728	(114,402,568)
Financial Cost Paid	(21,879,850)	(32,499,594)
<b>Net Cash inflow /(outflow) from operating activities</b>	<u>(21,074,122)</u>	<u>(146,902,162)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Security Deposits	(2,009,421)	1,241,028
Fixed capital expenditure	(14,734,440)	(89,114,952)
Capital Work In Progress	-	78,349,341
<b>Net Cash inflow /(outflow) from Investing activities</b>	<u>(16,743,861)</u>	<u>(9,524,583)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Long Term loans (Paid)/Received	(6,006,443)	(18,019,328)
Payment of liabilities against assets	-	(830,000)
Director Loan	1,140,000	-
subject to finance lease	7,833,503	6,072,300
<b>Net Cash inflow /(outflow) from Financing activities</b>	<u>2,967,060</u>	<u>(12,777,028)</u>
<b>Net (Increase) / Decrease in cash and cash equivalents</b>	(34,850,922)	(169,203,773)
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<u>(642,248,822)</u>	<u>(469,943,811)</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THIRD QUARTER</b>	<u><u>(677,099,744)</u></u>	<u><u>(639,147,584)</u></u>
<b>A CASH AND CASH EQUIVALENTS</b>		
Short term finance	(686,976,240)	(650,129,505)
Cash and Bank balances	9,876,496	10,981,921
	<u><u>(677,099,744)</u></u>	<u><u>(639,147,584)</u></u>

**STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE NINE MONTH AND  
QUARTER ENDED MARCH 31, 2023**

	Share Capital Rupees	Capital Reserves Rupees	Directors' Loan Rupees	Un-appropriat- ed Profit Rupees	Total Rupees
Balance as at July 01.2021	104,578,900	100,000,000	90,398,538	110,256,213	405,233,651
Loan From Directors			(830,000)		(830,000)
Net Profit for Nine Months upto Marh 31. , 2022				8,622,938	8,622,938
Balance as at Marh 31 ,2022	<b>104,578,900</b>	<b>100,000,000</b>	<b>89,568,538</b>	<b>118,879,151</b>	<b>413,026,589</b>
Balance as at July 01.2022	104,578,900	100,000,000	93,168,538	89,198,025	386,945,463
Loan From Directors			1,140,000	-	1,140,000
Net Profit for Nine Months upto March 31, 2023				(68,192,713)	(68,192,713)
Balance as at Marh 31 ,2023	<b>104,578,900</b>	<b>100,000,000</b>	<b>94,308,538</b>	<b>21,005,312</b>	<b>319,892,750</b>


1. These Accounts are un-audited and are being presented as required under the Companies Act 2017.
2. The accounting policies adopted for the preparation of the third Quarter Accounts are the same as those applied in the preparation of the preceding annual published accounts for the year ended June 30. 2022 of the company
3. Figures for previous period have been re-arranged where-ever necessary, for the purpose of comparison and have been rounded off to the nearest rupee.

	March 31 2023 Rupees	March 31 2022 Rupees
<b>4 Basic Earning per Share</b>		
Net Profit for the Nine months	(68,192,713)	8,622,938
Number of Ordinary Shares	10,457,890	10,457,890
Earning per Share- basic & Diluted (Rs.)	(6.52)	0.82

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