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Image Pakistan Limited



UN-AUDITED ACCOUNTS FOR THE NINE MONTHS
ENDED 31st MARCH, 2023

CONTENTS

Table of Contents	Page No.
Company Information	1
UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS	
Directors' Report	3
Unconsolidated Condensed Interim Statement of Financial Position	4
Unconsolidated Condensed Interim Statement of Profit or Loss	5
Unconsolidated Condensed Interim Statement of Comprehensive Income	6
Unconsolidated Condensed Interim Statement of Cash Flows	7
Unconsolidated Condensed Interim Statement of Changes in Equity	8
Notes to the Unconsolidated Condensed Interim Financial Statements	9
CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS	
Directors' Report	14
Consolidated Condensed Interim Statement of Financial Position	15
Consolidated Condensed Interim Statement of Profit or Loss	16
Consolidated Condensed Interim Statement of Comprehensive Income	17
Consolidated Condensed Interim Statement of Cash Flows	18
Consolidated Condensed Interim Statement of Changes in Equity	19
Notes to the Consolidated Condensed Interim Financial Statements	20

Company Information

Board of Directors:	Mr. S. Hussam Subzwari Mr. Asad Ahmad Ms. Farnaz Ahmad Ms. Uzma Ahmad Ms. Marium Ahmad Mr. Jawed Ahmed Siddiqui Mr. M. Ziyad Akhtar Syed	Non-Executive Chairman/Independent Director Chief Executive Non-Executive Director Non-Executive Director Non-Executive Director Executive Director Non-Executive Director/Independent Director
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Auditors: M/s. Feroze Sharif Tariq & Co.
Chartered Accountants

Bankers: Al Baraka Bank (Pakistan) Ltd.
Bank Alfalah Ltd.
Bank AL Habib Ltd.
Habib Bank Ltd.
MCB Bank Ltd.

Audit Committee:	Mr. M. Ziyad Akhtar Syed	Chairman
	Mr. S. Hussam Subzwari	Member
	Ms. Farnaz Ahmad	Member

Human Resource Committee:	Mr. S. Hussam Subzwari	Chairman
	Ms. Farnaz Ahmad	Member
	Ms. Uzma Ahmad	Member

Legal Counsel: Mr. M. Haseeb Jamali
LLM

Liaison Office: A/33, Central Commercial Area, Block 7/8,
Main Shahrah-e-Faisal, Karachi-75350

Registered Office: F/538, S.I.T.E.,
Karachi-75700

**Shares Registrar /
Transfer Agent:** M/s. Hameed Majeed Associates (Pvt) Ltd.
4th Floor, Karachi Chambers,
Hasrat Mohani Road, Karachi.

Plant: F/538, S.I.T.E.,
Karachi-75700

UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For the Nine Months Ended 31st March, 2023 (Un-audited)



Directors' Report

For the nine months ended March 31, 2023

The un-audited accounts of Image Pakistan Ltd., for the nine months ended March 31, 2023 are presented herewith.

Q3 Consolidated Results 2023

No. of Outlets 11	9 months gross revenue Rs. 2,122,890,313
Highest ever profit before tax Rs. 432,562,701	Return on equity 17.68%

Alhamdulillah, a strong all-round performance combined with historic profitability with a focus on working capital and tightly controlled capital expenditure generated substantial free cash flow. The revenue growth continued and an increase of 50% and 44% on consolidated and unconsolidated basis respectively was recorded during the nine months period ended 31.03.2023 over the same period last year. During the month of Ramadan we recorded the highest-ever sales helping us reach new heights viz-a-viz brand positioning. The Company has imported 10 Nos. more Multi-head Embroidery Machines in April 2023 which has helped in reducing cost of production.

As reported in the half yearly accounts, we started fulfillment from within the UK of e-commerce orders received through our website www.uk.image1993.com and are pleased to inform that customer response is overwhelming. Our subsidiaries are in good shape and we are rapidly growing our "global" online business. Your BoD has resolved to incorporate 2 more wholly owned subsidiaries i.e. Image (UAE) FZC and Image (Thailand) Pte. Ltd., for starting fulfillment locally from UAE / Middle East and Thailand / Far Eastern countries.

The aim is to make **image** a growth business capable of exploiting the power of our brand. We want to make it clear that on doing so we are not declaring victory. We believe that the role of the Board is not just to oversee good governance, it is to be the guardian of the strategy and values of the business.

On behalf of the Board

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Place: Karachi.
Dated: April 28, 2023

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

		(Un-audited) Mar 31, 2023	(Audited) June 30, 2022 (Rupees)
<u>EQUITY AND LIABILITIES</u>			
<u>CAPITAL & RESERVES</u>			
<u>Authorized Capital</u>			
300,000,000 (2022: 300,000,000) Ordinary Shares of Rs. 10/- each		3,000,000,000	3,000,000,000
Issued, Subscribed and Paid-up Capital	5	1,144,693,920	995,386,020
Capital Reserve			
Capital Reserve - (a Share Premium account)		252,683,670	252,683,670
Surplus on revaluation of Property, Plant and Equipment		340,647,073	345,505,366
Revenue Reserve			
Accumulated Profit		314,909,647	232,603,180
Shareholders' Equity		2,052,934,310	1,826,178,236
<u>NON-CURRENT LIABILITIES</u>			
Long term Loan from Associates and related parties		137,325,000	121,920,000
Diminishing Musharika		67,225,293	10,298,787
Deferred Taxation		41,673,508	47,238,735
Provision for Gratuity		5,694,270	8,462,290
<u>CURRENT LIABILITIES</u>			
Trade and Other Payables		574,467,275	397,410,139
Accrued Interest on Loan from Associates		19,180,196	13,302,629
Current maturity of non-current liabilities		2,928,972	17,553,972
Unclaimed Dividend		15,614,994	26,510,502
Provision for Taxation		30,117,124	8,759,124
		642,308,561	463,536,366
Contingencies and Commitments	7	-	-
		2,947,160,942	2,477,634,413
<u>ASSETS</u>			
<u>NON-CURRENT ASSETS</u>			
<u>Tangible Fixed Assets</u>			
Property, Plant and Equipments	8	921,365,117	826,941,913
Long Term Deposits		24,240,671	19,020,671
Long Term Investments	9	22,108,589	22,108,589
<u>CURRENT ASSETS</u>			
Stores, Spares and Loose Tools		5,259,834	4,238,897
Stock-in-Trade		1,621,305,084	1,305,447,086
Trade Debtors - unsecured		303,297,945	245,802,826
Trade Deposits and Prepayments - considered good		18,912,943	13,433,963
Income Tax Refunds and Advances		11,448,323	5,475,665
Cash and Bank Balances		19,222,436	35,164,803
		1,979,446,565	1,609,563,240
		2,947,160,942	2,477,634,413

The annexed notes form an integral part of these unconsolidated condensed interim Financial Statements.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2023

	Jul-2022 to Mar-2023 Rupees	Jul-2021 to Mar-2022 Rupees	Jan-2023 to Mar-2023 Rupees	Jan-2022 to Mar-2022 Rupees
Gross Sales	1,598,324,006	1,110,200,580	662,924,890	549,816,679
Less: Sales Tax	(174,457,354)	(97,941,752)	(69,858,106)	(46,218,791)
Sales - Net	1,423,866,652	1,012,258,828	593,066,784	503,597,888
Cost of Sales	(758,234,707)	(558,468,095)	(285,723,275)	(286,599,066)
Gross Profit	665,631,945	453,790,732	307,343,510	216,998,821
Operating Expenses				
Distribution and Selling Cost	(284,880,167)	(203,149,867)	(121,747,579)	(87,459,896)
Administrative and General Expenses	(111,581,846)	(111,436,967)	(43,323,082)	(41,570,422)
	(396,462,013)	(314,586,833)	(165,070,661)	(129,030,317)
Operating Profit	269,169,932	139,203,899	142,272,849	87,968,504
Other Income	690,234	54,450	455,709	18,150
	269,860,166	139,258,349	142,728,558	87,986,654
Finance Cost	(27,521,846)	(14,493,819)	(16,983,732)	(4,414,093)
Profit before Taxation	242,338,319	124,764,530	125,744,826	83,572,561
Taxation				
Current	(15,792,773)	(12,805,866)	(1,766,127)	(3,852,075)
Profit after Taxation	226,545,546	111,958,664	123,978,699	79,720,486
Earning per share - basic & diluted	2.20	1.33	1.20	0.95

The annexed notes form an integral part of these unconsolidated condensed interim Financial Statements.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2023

	Nine months ended		Quarter ended	
	Mar 31, 2023	Mar 31, 2022	Mar 31, 2023	Mar 31, 2022
	(Rupees)		(Rupees)	
Profit for the Year	226,545,546	111,958,664	123,978,699	79,720,486
Other comprehensive Income:				
Unrealized gain / (loss) due to change in fair value of investment through other Comprehensive Income	-	(19,443,600)	-	(3,584,300)
Total comprehensive Income for the period	226,545,546	92,515,064	123,978,699	76,136,186

The annexed notes form an integral part of these unconsolidated condensed interim Financial Statements.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2023

	March 31, 2023	March 31, 2022
	(Rupees)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before Taxation	242,338,319	124,764,530
Adjustment for Non-Cash and Other Items:		
Depreciation	55,466,522	35,505,707
Provision for Gratuity - net of Payments	(2,768,020)	905,042
Financial expenses	27,521,846	14,493,819
	80,220,348	50,904,569
	322,558,667	175,669,098
Working Capital changes		
(Increase) / Decrease in Current Assets		
Stock in Trade	(315,857,998)	(285,509,115)
Stores and Spares	(1,020,937)	(1,556,634)
Trade debtors	(57,495,119)	100,977,004
Trade deposits, Prepayments & Statutory balances	(5,478,980)	(24,515,993)
Increase / (Decrease) in Current Liabilities		
Trade and Other Payables	177,057,136	(42,327,210)
Un-claimed Dividends	(10,895,508)	32,671,414
	(213,691,406)	(220,260,534)
Taxes Paid	(5,972,658)	(17,942,932)
Exchange Gain on translation	210,527	--
Financial charges Paid	(21,644,279)	(33,684,720)
	(27,406,410)	(51,627,652)
Net Cash Inflow/ (Outflow) from Operating Activities	81,460,851	(96,219,088)
CASH FLOW FROM INVESTING ACTIVITIES		
Investment made in Subsidiary Companies		
Acquisition of Fixed Assets	(149,889,726)	(99,288,506)
Capital Work-in-Progress		(82,344,846)
Investment	--	(12,186,779)
Net Cash Inflow/ (Outflow) from Investing Activities	(149,889,726)	(193,820,131)
CASH FLOW FROM FINANCING ACTIVITIES		
Long term Deposits	(5,220,000)	(10,758,266)
Diminishing Musharika - vehicle financing	56,926,506	9,467,752
(Payments)/Loan Obtained through Diminishing Musharika Finance Facility-net	(14,625,000)	(90,375,000)
Issued, Subscribed and Paid-up Capital	--	426,594,010
Share Premium	--	213,297,005
Dividend Paid	--	(56,879,201)
Long term Loan from Associated and related parties	15,405,000	(14,900,000)
Net Cash Inflow/ (Outflow) from Financing Activities	52,486,506	476,446,300
Net Increase in Cash and Cash Equivalents	(15,942,369)	186,407,081
Cash and Cash Equivalents at the Beginning	35,164,803	11,486,923
Cash and Cash Equivalents at the End	19,222,434	197,894,004

The annexed notes form an integral part of these accounts.
The even dated auditors report hitherto is annexed.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2023

	Capital Reserve		Revenue Reserves			Total
	Share Capital	A Share Premium Account)	Surplus on Revaluation of Property, Plant and Equipment	Unrealized gain / (loss) due to change in fair value of investment through other Comprehensive Income	Unappropriated Profit/Accumulated (Loss)	
Balance as on June 30, 2021	568,792,010	39,386,665	356,301,574	150,056,225	104,485,282	1,219,021,756
Net Profit for the nine months ended Mar 2022	--	--	--	--	111,958,664	111,958,664
Other Comprehensive income	--	--	--	(15,270,100)	-	(15,270,100)
Total Comprehensive income	--	--	--	(15,270,100)	111,958,664	96,688,564
Final dividend for the year ended June 30, 2021@ Rs. 1/ share					(56,879,201)	(56,879,201)
Issuance of Right Shares 75%	426,594,010					426,594,010
Share Premium		213,297,005				213,297,005
Transfer to Profit and Loss account of incremental depreciation (net of tax)			(5,398,104)		5,398,104	
Balance as on March 31, 2022	995,386,020	252,683,670	350,903,470	134,786,125	164,962,849	1,898,722,134
Balance as on June 30, 2022	995,386,020	252,683,670	345,505,366	--	232,603,180	1,826,178,236
Net Profit for the nine monthd ended Mar 2023	--	--	--	--	226,545,546	226,545,546
Other comprehensive income	--	--	--	210,527	210,527	
Total comprehensive income	--	--	--	210,527	226,756,073	226,545,546
Issuance of Bonus Shares @ 15%	149,307,900				(149,307,900)	
Transfer to Profit and Loss account of incremental depreciation (net of tax)			(4,858,294)		4,858,294	
Balance as on March 31, 2023	1,144,693,920	252,683,670	340,647,072	210,527	314,909,647	2,052,723,782

The annexed notes form an integral part of these accounts.
The even dated auditors report hitherto is annexed.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2023

1 THE COMPANY AND ITS OPERATIONS

- 1.1 Image Pakistan Limited, (the Company) was incorporated in Pakistan, as a public limited company on November 14, 1990 under the Companies Ordinance, 1984 (Repealed with the enactment of the Companies Act, 2017 on May 30, 2017). The Company changed its name to Image Pakistan Limited on March 15, 2021 and its shares are listed at the Pakistan Stock Exchange in Pakistan. The principal activity of the Company is manufacturing and sale of Embroidered Fabric and Ready-To-Wear garments and Polyester Filament Yarn.

The operations of the Polyester Filament Yarn remain discontinued during the year.

The geographical location and address of the company's business units, including mill/plant are as under:

The registered office of the company and manufacturing facilities is located at F/538, S.I.T.E., Karachi - 75700, Pakistan.

The Company also operate owned and on rent, retail outlets in Karachi, Lahore , Islamabad, Rawalpindi and Peshawar.

2 STATEMENT OF COMPLIANCE

- 2.1 These unconsolidated condensed interim financial statements of the Company for the nine months ended 31 March 2023 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards 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 provisions of and directives issued under the Companies Act, 2017 differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3 BASIS OF PREPARATION

These unconsolidated condensed interim financial Statements are unaudited but subject to limited scope review by the statutory auditors as required under section 237 of the Companies Act 2017. These unconsolidated condensed interim financial Statements do not include all the information and disclosures required in the consolidated annual financial statements, and should be read in conjunction with the consolidated financial statements of the company for the year ended.

The figures of the unconsolidated condensed interim Statement of profit or loss and consolidated condensed interim statement of Comprehensive income for the quarter ended March 31, 2022 and March 31, 2023 and the notes forming part thereof have not been reviewed by the statutory auditors, as they are required to review only the cumulative figures of the half year ended December 31, 2022.

3.1 New standards, amendments to approved accounting standards and new interpretations

- 3.1.1 Amendments to approved accounting standards which are effective during the year ending June 30, 2023

There are certain amendments to approved accounting standards which are mandatory for accounting periods beginning on or after July 1, 2022 but are considered not to be relevant or have any significant effect on the Company's financial reporting.

- 3.1.2 New standards and amendments to approved accounting standards that are effective for the Company's accounting periods beginning on or after July 1, 2023

There is a new standard and certain amendments to approved accounting standards that will be mandatory for accounting periods beginning on or after July 1, 2023 but are considered not to be relevant or expected to have any significant effect on the Company's financial reporting.

4 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

The accounting policies and methods of computation adopted and applied in the preparation of these unconsolidated condensed interim financial statements are consistent with those followed in the preparation of the Company's annual Financial Statements for the year ended 30 June 2022.

5 SHARE CAPITAL

(Number of Shares)			(Rupees)	
March	June		March	June
2023	2022		2023	2022
(Un-audited)	(Audited)		(Un-audited)	(Audited)
5.1 Authorised Capital				
300,000,000	300,000,000	Ordinary Shares of Rs. 10/- each	3,000,000,000	3,000,000,000
5.2 Issued, subscribed and paid up capital				
95,619,629	95,619,629	Fully Paid in cash	956,196,290	956,196,290
18,849,763	3,918,973	Issued as fully paid bonus shares	188,497,630	39,189,730
114,469,392	99,538,602		1,144,693,920	995,386,020
			Mar. 31, 2023	Jun 30, 2022
6 DIMINISHING MUSHARKA FINANCE FACILITY				
Opening Balance			42,750,000	111,750,000
Paid during the period			(42,750,000)	(97,125,000)
Current maturity			-	(14,625,000)
			-	-

7 CONTINGENCIES AND COMMITMENTS

There is no material change in the contingencies and commitments since the last audited financial statements for the year ended June 30, 2022.

8 PROPERTY, PLANT AND EQUIPMENT

		Mar 31, 2023	Jun 30, 2022
		Rupees	
Operating fixed assets	8.1	921,365,118	826,941,914
		921,365,118	826,941,914
8.1 OPERATING FIXED ASSETS			
Opening written down value		826,941,913	666,088,528
Additions during the period / year	8.2	149,889,726	226,508,318
Depreciation during the period / year		(55,466,522)	(65,654,932)
Closing written down value		921,365,118	826,941,914

8.2 ADDITIONS DURING THE PERIOD / YEAR

	Mar 31, 2023	Jun 30, 2022
	Rupees	
Factory Building	-	5,290,893
Plant & Machinery	70,235,349	165,795,979
Computer	930,900	6,106,740
Air Conditioner and Refrig.	-	2,206,000
Vehicles	3,560,000	21,662,419
Generators	200,000	1,976,000
Elevator	4,553,477	15,068,329
Fire Fighting Equipments	145,000	-
Electrical Installations	-	5,291,380
Furniture Fixtures	265,000	3,110,578
Solar Panel	70,000,000	-
	<u>149,889,726</u>	<u>226,508,318</u>

9 LONG TERM INVESTMENT

2,455,000 (2022: 2,455,000) N.I.T units (Average cost price Rs. 14.0573)	-	34,510,675
Market value as at June 30, 2023 are as under		
June 30 @ Rs. 54.97 per unit	-	150,056,225
	-	184,566,900
Provision made during the year	-	(184,566,900)
	-	-
Image Tech Ltd.		
1,998,500 Shares @ Rs 10/-	19,985,000	19,985,000
Image International Ltd.		
4,997 Shares @ £ 1/-	1,201,779	1,201,779
Tri-Star Image (USA) Inc.		
4,500 Shares @ \$ 1/-	921,810	921,810
	<u>22,108,589</u>	<u>22,108,589</u>

**Mar 31,
2023**

**Mar 31,
2022**

Rupees

10 BASIC EARNINGS PER SHARE

Profit after taxation	226,545,546	111,958,664
Weighted average number of ordinary shares	103,190,154	84,125,169
Basic Profit per share	<u>2.20</u>	<u>1.33</u>

No figure for diluted earning per share has been presented as the company has not yet issued any instruments which would have an impact on basic earning per share when exercised.

11 SEGMENT REPORTING

	Value added Embroidered Fabric		Polyester Filament Yarn		Total	
	March 2023	March 2022	March 2023	March 2022	March 2023	March 2022
Net Sales	1,423,866,652	1,012,258,828	-	-	1,423,866,652	1,012,258,828
Cost of Sales	744,432,653	546,777,166	13,802,055	11,690,930	758,234,707	558,468,095
Gross Profit/(Loss)	679,434,000	465,481,662	(13,802,055)	(11,690,930)	665,631,945	453,790,732
Selling & Distribution costs	284,880,167	203,149,867	-	-	284,880,167	203,149,867
Administrative Expenses	111,542,331	111,371,131	39,515	65,835	111,581,846	111,436,967
	396,422,498	314,520,998	39,515	65,835	396,462,013	314,586,833
Segment Results	283,011,502	150,960,664	(13,841,570)	(11,756,765)	269,169,933	139,203,900
Capital Expenditure - Excluding revaluation at cost	149,889,726	96,708,072	-	-	149,889,726	96,708,072
Depreciation	41,605,195	10,357,052	13,841,570	11,499,665	55,446,765	21,856,717

		Mar. 31, 2023	Mar. 31, 2022
12 RELATED PARTY TRANSACTIONS			
		Rupees	
Loan From Directors	Directorship	22,535,000	66,750,000
Loan From Associated company	Common Directorship	1,000,000	500,000
Loan repaid to Associated company	Common Directorship	-	12,600,000
Loan From Sponsors		-	6,000,000
Loan repaid to Sponsors	Related party	-	2,000,000
Loan repaid to Directors	Directorship	8,130,000	73,550,000
Mark-up charged on loan from Associates and Directors	Common Directorship	10,053,758	3,548,661
Sale of goods to Image Tech Limited	Wholly owned subsidiary	237,624,854	165,639,675

13 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 "Interim Financial Reporting", statement of financial position has been compared with the balances of annual financial statements, whereas statement of profit or loss, statement of comprehensive income, statement of cash flows and statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

14 DATE OF AUTHORISATION FOR ISSUE

This unconsolidated condensed interim financial information has been authorized for issue on April 28, 2023 by the Board of Directors of the company.

The figures have been rounded off to the nearest Rupee.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For the Nine Months Ended 31st March, 2023 (Un-audited)



Directors' Report

For the nine months ended March 31, 2023

On behalf of Board of Directors of Holding Company of Image Tech Ltd., Image International Ltd., and Tri-Star Image (USA) Inc., it is our pleasure to present Directors' Report with un-audited Consolidated Financial Statements for the nine months ended March 31, 2023.

Image Tech Limited

This subsidiary was incorporated as Public Limited Company on 12th July, 2021 to avail the incentives announced by the Government of Pakistan for technology companies including digital electronics and internet related services such as e-commerce.

Image International Limited

This overseas subsidiary was incorporated on 17th November, 2021 in the UK and has started scaling e-commerce through a dedicated website and local fulfilment of e-commerce orders within the UK.

Tri-Star Image (USA) Inc.

This overseas subsidiary was incorporated on 4th January, 2022 in USA and is in the process of developing a dedicated website and local fulfilment of e-commerce orders within the USA.

On behalf of the Board

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Place: Karachi.

Dated: April 28, 2023

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

		(Un-audited) Mar 31, 2023	(Audited) June 30, 2022
	Notes	(Rupees)	
<u>EQUITY AND LIABILITIES</u>			
<u>CAPITAL & RESERVES</u>			
<u>Authorized Capital</u>			
300,000,000 (2022: 300,000,000) Ordinary Shares of Rs. 10/- each		3,000,000,000	3,000,000,000
Issued, Subscribed and Paid-up Capital	5	1,144,693,920	995,386,020
<u>Capital Reserve</u>			
Capital Reserve - (a Share Premium account of Parent Company)		252,683,670	252,683,670
Surplus on revaluation of Property, Plant and Equipment		340,647,073	345,505,366
<u>Revenue Reserve</u>			
Unappropriated Profit		522,134,478	266,735,315
Equity attributable to owners		2,260,159,141	1,860,310,371
Non controlling interest		40,338	40,338
Shareholders Equity		2,260,199,479	1,860,350,709
<u>NON-CURRENT LIABILITIES</u>			
Long term Loan from Associated and related Parties		139,429,781	121,920,000
Diminishing Musharika		67,225,293	10,298,787
Deferred taxation		58,789,145	47,238,735
Provision for Gratuity		5,694,270	8,462,290
<u>CURRENT LIABILITIES</u>			
Trade and Other Payables		606,200,500	402,242,151
Accrued Interest on Loan from Associates		19,180,196	13,302,629
Non current Liabilities of Long term Liabilities		2,928,972	17,553,972
Unclaimed Dividend		15,614,994	26,510,502
Provision for Taxation		30,117,124	8,759,124
		674,041,786	468,368,378
Contingencies and Commitments	7		
		3,205,379,754	2,516,638,899
<u>ASSETS</u>			
<u>NON-CURRENT ASSETS</u>			
Tangible Fixed Assets			
Property, Plant and Equipment	8	921,365,117	826,941,913
Long Term Deposits		24,240,671	19,020,671
<u>CURRENT ASSETS</u>			
Stores, Spares and Loose Tools		5,259,834	4,238,897
Stock-in-Trade		1,640,259,346	1,305,447,086
Trade Debtors - unsecured		519,625,532	284,740,816
Trade Deposits, Prepayments & other receivables		23,279,500	29,049,481
Income Tax Refunds and Advances		11,876,474	5,475,665
Cash and Bank Balances		59,473,279	41,724,370
		2,259,773,966	1,670,676,315
		3,205,379,754	2,516,638,899

The annexed notes form an integral part of these unconsolidated condensed interim Financial Statements.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) **FOR THE NINE MONTHS ENDED MARCH 31, 2023**

	Jul-2022 to Mar-2023	Jul-2021 to Mar-2022	Jan-2023 to Mar-2023	Jan-2022 to Mar-2022
	Rupees	Rupees	Rupees	Rupees
Gross Sales	2,122,890,313	1,411,417,858	954,829,082	659,491,708
Less: Sales Tax	(230,458,534)	(124,444,308)	(102,375,243)	(54,757,602)
Sales - Net	1,892,431,779	1,286,973,550	852,453,839	604,734,106
Cost of Sales	(1,007,315,642)	(784,284,436)	(405,628,387)	(409,055,587)
Gross Profit	885,116,136	502,689,113	446,825,451	195,678,519
Operating Expenses				
Distribution and Selling Cost	(309,091,662)	(204,762,169)	(135,931,646)	(88,509,379)
Administrative and General Expenses	(116,304,559)	(112,380,562)	(47,988,523)	(41,570,422)
	(425,396,221)	(317,142,730)	(183,920,170)	(130,079,801)
Operating Profit	459,719,916	185,546,383	262,905,282	65,598,718
Other Income	690,234	54,450	455,709	18,150
	460,410,150	185,600,833	263,360,991	65,616,868
Finance Cost	(27,847,449)	(14,525,040)	(17,179,959)	(4,414,847)
Profit before Taxation	432,562,701	171,075,792	246,181,032	61,202,021
Taxation				
Current	(32,908,410)	(12,805,866)	(18,881,764)	(3,852,075)
Profit after Taxation	399,654,291	158,269,927	227,299,269	57,349,946
Earning per share - basic & diluted	3.87	1.88	2.20	0.75

The annexed notes form an integral part of these unconsolidated condensed interim Financial Statements.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2023**

	Nine months ended		Quarter ended	
	Mar 31, 2023	Mar 31, 2022	Mar 31, 2023	Mar 31, 2022
	(Rupees)		(Rupees)	
Profit for the Year	399,654,291	158,269,927	227,299,269	57,349,946
Other comprehensive Income:				
Unrealized gain / (loss) due to change in fair value of investment through other Comprehensive Income	-	(19,443,600)	-	(3,584,300)
Exchange Gain on translation	926,778	-	926,778	-
Total comprehensive Income for the period	400,581,069	138,826,327	228,226,047	53,765,646

The annexed notes form an integral part of these unconsolidated condensed interim Financial Statements.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2023**

	March 31, 2023	March 31, 2022
	(Rupees)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Taxation	432,562,701	171,075,792
Adjustment for Non-Cash and Other Items:		
Depreciation	55,466,522	35,505,707
Provision for Gratuity - net of Payments	(2,768,020)	905,042
Financial Expenses	27,847,449	14,525,040
	80,545,950	50,935,790
	513,108,651	222,011,582
Working Capital changes		
<i>(Increase) / Decrease in Current Assets</i>		
Stock in Trade	(334,812,260)	(285,509,115)
Stores and Spares	(1,020,937)	(1,556,634)
Trade debtors	(234,884,716)	(15,084,604)
Trade deposits, Prepayments & Statutory balances	5,769,981	(37,625,546)
<i>Increase / (Decrease) in Current Liabilities</i>		
Trade and Other Payables	203,958,349	61,921,649
Un-claimed Dividends	(10,895,508)	32,671,414
	(371,885,091)	(245,182,836)
Taxes Paid	(6,400,809)	(17,942,932)
Exchange Gain on translation	926,778	--
Financial charges Paid	(22,702,181)	(33,715,941)
	(28,176,212)	(51,658,873)
<i>Net Cash Inflow/ (Outflow) from Operating Activities</i>	113,047,348	(74,830,127)
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of Fixed Assets	(149,889,726)	(99,288,506)
Capital Work-in-Progress	--	(82,344,846)
<i>Net Cash Inflow/ (Outflow) from Investing Activities</i>	(149,889,726)	(181,633,352)
CASH FLOW FROM FINANCING ACTIVITIES		
Long term Deposits	(5,220,000)	(10,758,266)
Finance Lease		9,467,752
Diminishing Musharika - vehicle financing	56,926,506	
Issued, Subscribed and Paid-up Capital	--	426,609,732
Share Capital Issued against Cash	--	
Share Premium received	--	213,297,005
Dividend Paid	--	(56,879,201)
(Payments)/Loan Obtained through Diminishing Musharka Finance Facility - net	(14,625,000)	(90,375,000)
Long term Loan from Associated and related parties	17,509,781	(10,676,894)
<i>Net Cash Inflow/ (Outflow) from Financing Activities</i>	54,591,287	480,685,127
Net Increase in Cash and Cash Equivalents	17,748,910	224,221,648
Cash and Cash Equivalents at the Beginning	41,724,370	11,486,923
Cash and Cash Equivalents at the End	59,473,279	235,708,570

The annexed notes form an integral part of these accounts.

The even dated auditors report hitherto is annexed.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

CONSOLIDATED STATEMENT OF CHANGE IN EQUITY (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2023

	Capital Reserve			Revenue Reserves			Non-Controlling Interest	Total
	Share Capital	A Share Premium Account	Surplus on Revaluation of Property, Plant and Equipment	Unrealized gain / (loss) due to change in fair value of investment through other Comprehensive income	Exchange Translation Reserve	Unappropriated Profit/Accumulated (Loss)		
Balance as on June 30, 2021	568,792,010	39,386,665	356,301,574	150,056,225	--	104,485,282	-	1,219,021,756
Net Profit for the nine months ended Mar 2022	--	--	--	--	--	158,269,927	-	158,269,927
Other Comprehensive Income	--	--	--	(19,443,600)	--	--	-	(19,443,600)
Total comprehensive income	--	--	--	(19,443,600)	--	158,269,927	--	138,826,327
Final dividend for the year ended June 30, 2021@ Rs. 1/ share	--	--	--	--	--	(56,879,201)	--	(56,879,201)
Issuance of Right Shares 75%	426,594,010	--	--	--	--	--	--	426,594,010
Minority share holder interest in issuance of shares (Image Tech Ltd) (A Subsidiary Company)	15,000	--	--	--	--	--	--	15,000
Minority share holder interest in issuance of shares (Image International Ltd) (A Subsidiary Company)	722	--	--	--	--	--	--	722
Share Premium	--	213,297,005	--	--	--	--	--	213,297,005
Transfer to Profit and Loss account of incremental depreciation (net of tax)	--	--	(5,398,104)	--	--	5,398,104	--	--
Balance as on March 31, 2022	995,401,742	252,683,670	350,903,470	130,612,625	-	211,274,112	-	1,940,875,618
Balance as on June 30, 2022	995,386,020	252,683,670	345,505,366	-	39,895	265,963,120	40,338	1,860,350,709
Non-Controlling Interest on business combination	--	--	--	--	--	--	--	--
Net Profit for the nine monthd ended Mar 2023	--	--	--	--	--	399,654,291	-	399,654,291
Other Comprehensive income	--	--	--	--	926,778	--	--	926,778
Total Comprehensive income	--	--	--	--	926,778	399,654,291	--	400,581,069
Issuance of Bonus Shares @ 15%	149,307,900	--	--	--	--	(149,307,900)	--	--
Transfer to Profit and Loss account of incremental depreciation (net of tax)	--	--	(4,858,294)	--	--	4,858,294	--	--
Balance as on March 31, 2023	1,144,693,920	252,683,670	340,647,072	-	966,673	521,167,805	40,338	2,260,931,778

The annexed notes form an integral part of these accounts.
The even dated auditors report hitherto is annexed.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2023

1 THE COMPANY AND ITS OPERATIONS

- 1.1 Image Pakistan Limited (the Company) was incorporated in Pakistan, as a public limited company on November 14, 1990, under the Companies Ordinance, 1984 (Repealed with the enactment of the Companies Act, 2017 on May 30, 2017) and its shares are listed in the Pakistan Stock Exchange in Pakistan. The principal activity of the Company is manufacturing and sale of Embroidered Fabric and Ready-To-Wear garments and Polyester Filament Yarn.

The Parent Company's Operations of the Polyester Filament yarn remain discontinued during the year.

The geographical location and address of the company's business units, including mill/plant are as under:

The registered office of the company and manufacturing facilities is located at F/538, S.I.T.E., Karachi - 75700, Pakistan.

The Company also operate owned and on rent, retail outlets in Karachi, Lahore, Islamabad, Rawalpindi and Peshawar.

As at the reporting date, the Parent Group has the following subsidiaries, which together with the Parent Group Constitutes "The Group":

Subsidiary companies	Nature of business	Holding	Financial Year
Image Tech Ltd. The registered office of the company is located at A/33, Central Commercial Area, Block 7/8. KCHSU, Main shahrah -e- Faisal, Karachi, Pakistan.	business of online shopping of consumer and other goods and provide e-commerce services and e-commerce solutions.	1,998,500 ordinary shares @ Rs 10/-	The financial year is from 01 July - 30 June
Image International Ltd. Incorporated in the UK	business of online shopping of consumer and other goods and provide e-commerce services and e-commerce solutions.	4,997 ordinary shares @ £. 1/- per share	The financial year will be ending on 30th June 2023
Tri-Star Image (USA) Inc. incorporated in USA	business of online shopping of consumer and other goods and provide e-commerce services and e-commerce solutions.	4,500 ordinary shares @ \$. 1/- per share	The financial year will be ending on 30th June 2023

2 STATEMENT OF COMPLIANCE

- 2.1 These unconsolidated condensed interim financial statements of the Company for the nine months ended 31 March 2023 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards 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 provisions of and directives issued under the Companies Act, 2017 differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3 BASIS OF PREPARATION

These consolidated condensed interim financial Statements are unaudited. These unconsolidated condensed interim Financial Statements do not include all the information and disclosures required in the consolidated annual Financial Statements, and should be read in conjunction with the consolidated Financial Statements of the company for the year ended 30th June 2022.

The figures of the consolidated condensed interim profit or loss and consolidated condensed interim statement of Comprehensive income for the quarter ended March 31, 2022 and March 31, 2023 and the notes forming part thereof have not been reviewed by the statutory auditors, as they are required to review only the cumulative figures of the half year ended December 31, 2022.

4 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

The accounting policies and methods of computation adopted and applied in the preparation of these consolidated condensed interim Financial Statements are consistent with those followed in the preparation of the Company's annual Financial Statements for the year ended 30 June 2022.

5 SHARE CAPITAL

(Number of Shares)			(Rupees)	
March 2023	June 2022		March 2023	June 2022
300,000,000	300,000,000	Ordinary Shares of Rs. 10/- each	3,000,000,000	3,000,000,000
5.2 Issued, subscribed and paid up capital				
95,619,629	95,619,629	Fully Paid in cash	956,196,290	956,196,290
18,849,763	3,918,973	Issued as fully paid bonus shares	188,497,630	39,189,730
114,469,392	99,538,602		1,144,693,920	995,386,020
			Mar. 31, 2023	Jun 30, 2022
			42,750,000	111,750,000
			(42,750,000)	(97,125,000)
			-	(14,625,000)
			-	-

6 DIMINISHING MUSHARKA FINANCE FACILITY

Opening Balance	42,750,000	111,750,000
Paid during the period	(42,750,000)	(97,125,000)
Current maturity	-	(14,625,000)
	-	-

7 CONTINGENCIES AND COMMITMENTS

There is no material change in the contingencies and commitments since the last audited financial statements for the year ended June 30, 2022.

8 PROPERTY, PLANT AND EQUIPMENT

		Mar. 31, 2023	Jun 30, 2022
		Rupees	
Operating fixed assets	8.1	921,365,118	826,941,913
		921,365,118	826,941,913
8.1 OPERATING FIXED ASSETS			
Opening written down value		826,941,913	666,088,527
Additions during the period / year	8.2	149,889,726	226,508,318
Depreciation during the period / year		(55,466,522)	(65,654,932)
Closing written down value		921,365,118	826,941,913

8.2 ADDITIONS DURING THE PERIOD / YEAR

Factory Building	-	5,290,893
Plant & Machinery	70,235,349	165,795,979
Computer	930,900	6,106,740
Air Conditioner and Refrig.	-	2,206,000
Vehicles	3,560,000	21,662,419
Generators	200,000	1,976,000
Elevator	4,553,477	15,068,329
Fire Fighting Equipments	145,000	-
Electrical Installations	-	5,291,380
Furniture Fixtures	265,000	3,110,578
Solar Panel	70,000,000	-
	<u>149,889,726</u>	<u>226,508,318</u>

9 LONG TERM INVESTMENT

2,455,000 (2021: 2,455,000) N.I.T units (Average cost price Rs. 14.0573)	-	34,510,675
Market value as at June 30, are as under		
June 30 @ Rs. 54.97 per unit	-	150,056,225
	-	184,566,900
Provision made during the year	-	(184,566,900)
	-	-
	-	--

Mar 31, Mar 31,
2023 2022
Rupees

10 BASIC EARNINGS PER SHARE

Profit after taxation	399,654,291	158,269,927
Weighted average number of ordinary shares	103,190,154	84,126,450
Basic Profit per share	3.87	1.88

No figure for diluted earning per share has been presented as the company has not yet issued any instruments which would have an impact on basic earning per share when exercised.

11 SEGMENT REPORTING

	Value added Embroidered Fabric		Polyester Filament Yarn		Total	
	March 2023	March 2022	March 2023	March 2022	March 2023	March 2022
Net Sales	1,892,431,779	1,286,973,550	-	-	1,892,431,779	1,286,973,550
Cost of Sales	993,513,588	772,593,507	13,802,055	11,690,930	1,007,315,642	784,284,436
Gross Profit/(Loss)	898,918,191	514,380,043	(13,802,055)	(11,690,930)	885,116,136	502,689,113
Selling & Distribution costs	309,091,662	204,762,169	-	-	309,091,662	204,762,169
Administrative Expenses	116,265,044	112,314,726	39,515	65,835	116,304,559	112,380,562
	425,356,706	317,076,895	39,515	65,835	425,396,221	317,142,730
Segment Results	473,561,486	197,303,148	(13,841,570)	(11,756,765)	459,719,917	185,546,384
Capital Expenditure - Excluding revaluation at cost	149,889,726	99,288,506	-	-	149,889,726	99,288,506
Depreciation	55,466,522	10,357,052	9,248,984	11,499,666	64,715,506	21,856,718

		Mar 31, 2023	Mar 31, 2022
12 RELATED PARTY TRANSACTIONS			
		Rupees	
Loan From Directors	Directorship	22,535,000	67,473,106
Loan From Associated company	Common Directorship	1,000,000	4,000,000
Loan repaid to Associated company	Common Directorship	-	12,600,000
Loan From Sponsors		-	6,000,000
Loan repaid to Sponsors	Related party	-	2,000,000
Loan repaid to Directors	Directorship	8,130,000	73,550,000
Mark-up charged on loan from Associates and Directors	Common Directorship	10,053,758	3,548,661
Sale of goods to Image Tech Limited	Wholly owned subsidiary	237,624,854	165,639,675

13 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 "Interim Financial Reporting", statement of financial position has been compared with the balances of annual financial statements, whereas statement of profit or loss, statement of comprehensive income, statement of cash flows and statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

14 DATE OF AUTHORISATION FOR ISSUE

This unconsolidated condensed interim financial information has been authorized for issue on April 28, 2023 by the Board of Directors of the company.

The figures have been rounded off to the nearest Rupee.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer