

1st
Quarter
Report

IDEAL SPINNING MILLS LIMITED



IdealGroup

**CONDENSED INTERIM
FINANCIAL INFORMATION**

1st Quarter Report
(UN-AUDITED)
30 SEPTEMBER, 2023



COMPANY INFORMATION

CHAIRMAN:	MR. MOHAMMAD SAEED
CHIEF EXECUTIVE OFFICER:	MR. AMJAD SAFFD
DIRECTORS:	MRS. ROBINA AMJAD MR. OMER SAEED MR. AHSAN SAFFD MR. KHIZER SAEED MR. MUHAMMAD AZHAR (INDEPENDENT) MR. RIZWAN-UL-HASSAN (INDEPENDENT)
AUDIT COMMITTEE:	
CHAIRMAN	MR. MUHAMMAD AZHAR
MEMBER	MR. MUHAMMAD SAEED
MEMBER	MR. AHSAN SAFFD
H.R. & REMUNERATION COMMITTEE:	
CHAIRMAN	MR. MUHAMMAD AZHAR
MEMBER	MR. MR. AHSAN SAFFD
MEMBER	MRS. RUBINA AMJAD
NOMINATION COMMITTEE:	
CHAIRMAN	MR. OMER SAFFD
MEMBER	MR. MR. AHSAN SAEED
MEMBER	MR. KHIZER SAFFD
RISK MANAGEMENT COMMITTEE:	
CHAIRMAN	MR. AHSAN SAFFD
MEMBER	MR. MR. OMER SAEED
MEMBER	MR. KHIZER SAFFD
CHIEF FINANCIAL OFFICER:	MR. MUHAMMAD KASHIF ZAHUR
COMPANY SECRETARY:	MR. MUHAMMAD NADFFEM
SHARE REGISTRAR:	F. D. Registrar Services (SMC-Pvt.) Limited 17 th Floor, Saima Trade Tower A, I.I. Chundrigar Road Karachi
AUDITORS:	M/S RIAZ AHMAD & COMPANY, CHARTERED ACCOUNTANTS
BANKERS:	BANK AL-FAJAH LTD NATIONAL BANK OF PAKISTAN ASKARI BANK LTD BANK AL-HABIB LTD HABIB METROPOLITAN BANK LTD THE BANK OF PUNJAB HABIB BANK LIMITED SAMBA BANK LTD MEEZAN BANK LTD
REGISTERED OFFICE :	ROOM NO 404 & 405, 4 th FLOOR, BUSINESS CENTRE, MUMTAZ HASSAN ROAD, KARACHI.

DIRECTORS' REVIEW REPORT TO THE SHAREHOLDERS

The Board of Directors feel pleasure in submitting un-audited financial statement of your company for the first quarter ended 30th September, 2023.

COMPANY'S PERFORMANCE

First Quarterly brief financial position of the Company is presented here under:

	(RUPEES IN THOUSAND)	
	<u>30.09.2023</u>	<u>30.09.2022</u>
REVENUE FROM CONTRACTS WITH CUSTOMERS	1,805,571	1,684,387
COST OF SALES	<u>(1,721,763)</u>	<u>(1,566,990)</u>
GROSS PROFIT	83,808	117,397
DISTRIBUTION COST	(42,983)	(43,238)
ADMINISTRATIVE EXPENSES	(82,626)	(89,474)
OTHER EXPENSES	(50)	(15,155)
OTHER INCOME	4,532	221
FINANCE COST	<u>(58,358)</u>	<u>(48,693)</u>
(LOSS) BEFORE TAXATION	<u>(95,677)</u>	<u>(78,942)</u>
TAXATION	<u>(21,299)</u>	<u>(19,562)</u>
(LOSS) AFTER TAXATION	<u>(116,976)</u>	<u>(98,504)</u>
(LOSS) PER SHARE-BASIC AND DILUTED (RUPEES)	(11.79)	(9.93)

The financial performance of the company during the first quarter of the current fiscal year has been challenging, characterized by a gross profit of Rs. 83,808 Million. Various external factors, such as the persistent surge in raw material prices, escalating fuel and power costs, political instability, high-interest rates and rapid monetary policy tightening have significantly impacted our operational efficiency and financial stability.

Despite generating a commendable revenue of Rs. 1,805,571 Million from contracts with customers, the substantial cost of sales amounting to Rs. 1,721,763 Million and our efforts to minimize distribution costs, administrative expenses, and finance costs were not sufficient to counterbalance the challenging market conditions, leading to an after-tax loss of Rs. 116,976 Million.

These numbers signify the persistent challenges faced by the industry and our proactive steps to manage costs and enhance operational efficiencies. Our focus remains steadfast on prudent cost management, strategic procurement practices, and operational optimization to mitigate the impact of external factors on our financial performance.

We continue to explore new avenues for growth and remain committed to implementing robust risk management strategies to navigate the current challenging market landscape. Our team is dedicated to exploring innovative solutions to strengthen our resilience and ensure a sustainable path to profitability.

FUTURE PROSPECTS

Despite the current challenges, we anticipate a turnaround as the market conditions improve. We remain optimistic, expecting a recovery from the recent recession. Our focus on innovation and operational efficiency will drive sustainable growth and reinforce our position in the market.

ACKNOWLEDGEMENT

The Board extends heartfelt gratitude to our esteemed shareholders and bankers for their unwavering support and trust in the company. We also recognize and appreciate dedication and hard work of our staff and workers, whose efforts have been instrumental in achieving significant milestones. We look forward to their continued commitment in the years to come.

On behalf of the Board



Amjad Saeed
Chief Executive Officer



Omer Saeed
Director

Faisalabad
October 30, 2023

حصہ داران کے لیے ڈائریکٹرز کی جائزہ رپورٹ

پورا آف انریبلز 30 ستمبر 2023 کو ختم ہونے والی پہلی سہ ماہی کے لیے آپ کی کمپنی کا غیر آڈٹ شدہ مالیاتی بیان جمع کرانے میں خوشی محسوس کرتے ہیں۔

کمپنی کی کارکردگی

کمپنی کی پہلی سہ ماہی کی مختصر مندرجہ ذیل میں تلاش کی گئی ہے:

(روپے ہزار میں)

30.09.2022	30.09.2023	
1,684,387	1,805,571	صارفین کے ساتھ معاہدوں سے حاصل ہونے والی آمدنی
(1,566,990)	(1,721,763)	قرضات کی قیمت
117,397	83,808	گراں منافع
(43,238)	(42,983)	اٹھری بیچن اخراجات
(89,474)	(82,626)	انٹھری اخراجات
(15,155)	(50)	متفرق اخراجات
221	4,532	دیگر آمدن
(48,693)	(58,358)	تفصیلی اخراجات
(78,942)	(95,677)	ٹیکس کے بلو (نقصان)
(19,562)	(21,299)	ٹیکس
(96,504)	(116,976)	خاص (نقصان) ٹیکس کے بعد
(9.93)	(11.79)	(نقصان) آئی حصہ بنیادی (روپے)

یہاں مالی سال کی پہلی سہ ماہی کے دوران کمپنی کی مالی کارکردگی بحسن و حال رہی ہے، جس کی خصوصیت روپے کا گراں منافع 83,808 ملین ہے۔ مختلف بیرونی عوامل، جیسے خام مال کی قیمتوں میں مسلسل اضافہ، ایئر میں اور بجلی کے بڑھتے ہوئے اخراجات، یہاں سہ ماہی کے اختتام، اعلیٰ سود کی شرح اور بجلی کے مایوسی پالیسی کی نئی نئی جاری آپریشن کارکردگی اور مالی استحکام کو نمایاں طور پر متاثر کیا ہے۔

روپے کی قابل تلافی آمدنی پیدا کرنے کے باوجود گاہکوں کے ساتھ معاہدوں سے 1,805,571 ملین روپے قرضات کی فیس 1,721,763 ملین روپے آئی اور تقسیم کے اخراجات، انٹھری اخراجات اور مالیاتی اخراجات کو کم کرنے کی بجائے ٹیکس دیکھنے کے ضمنی نتائج کا مقابلہ کرنے کے لیے کافی نہیں تھیں، جس کے نتیجے میں آمدنی 116,976 ملین روپے کا نقصان ہوا۔

یہ تعداد صنعت کو درپیش مستقبل چیلنجوں اور اخراجات کو منظم کرنے اور آپریشنل استحکام کو برقرار رکھنے کے لیے ہمارے فعال اقدامات کی نشاندہی کرتی ہے۔ جاری ٹویڈ جاری مالی کارکردگی پر بروڈی حوالے کے اثرات کو کم کرنے کے لیے ہوشیار اگسٹ کے اختتام، سٹرنگنٹ پروڈیکشن منٹ کے طریقوں اور آپریشنل اصلاحات پر قائم ہے۔ ہم ترقی کے لیے نئی راہیں تلاش کرتے رہتے ہیں اور موجودہ چیلنجنگ مارکیٹ کے منظر نامے کو نوکریٹ کرنے کے لیے رسک ہیجمنٹ کی مضبوط تحمت عملیوں کو نافذ کرنے کے لیے پرعزم ہیں۔ جاری ہم جاری ٹویڈ کو مضبوط بنانے اور منافع کے لیے پابندی اور اسے کو ٹیکنی بنانے کے لیے جدید عمل تلاش کرنے کے لیے وقف ہے۔

مستقبل کے امکانات

موجودہ چیلنجوں کے باوجود مارکیٹ کے حالات بہتر ہونے پر ہم ایک تبدیلی کی توقع کرتے ہیں۔ ہم پراسید ہیں، ماہانہ کساد بازاری کے ٹارگٹ سے ہونے کی توقع رکھتے ہیں۔ جدت طرازی اور آپریشنل کارکردگی پر جاری ٹویڈ پائیدار ترقی کو آگے بڑھانے کی کوریجیٹ میں جاری پوزیشن کو مضبوط کرے گی۔

الغزاف

پورا ہمارے معزز شیئرز، لڈرز اور فنڈرز کا کمپنی پر ان کی غیر حزن صورت اور اعتماد کے لیے تہ دل سے شکریہ ادا کرتا ہے۔ ہم اپنے حصے دار کارکنوں کی لگن اور محنت کو بھی تسلیم کرتے ہیں اور ان کی تعریف کرتے ہیں، جن کی کوششیں ہمیں آگے بڑھانے میں مددگار رہی ہیں۔ ہم آنے والے سالوں میں ان کی مسلسل وابستگی کے منتظر ہیں۔

محمد سعید
ڈائریکٹر

پورا ڈیپوٹی چیف ایگزیکٹو آفیسر
محمد سعید

تفصیلی رپورٹ
30 ستمبر 2023

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2023

	NOTE	Un-audited 30 September 2023	Audited 30 June 2023	NOTE	Un-audited 30 September 2023	Audited 30 June 2023
EQUITY AND LIABILITIES						
SHARE CAPITAL AND RESERVES						
Authorized share capital 20,000,000 (30 June 2023: 20,000,000) ordinary shares of Rupees 10 each		200,000	200,000		200,000	200,000
Issued, subscribed and paid up share capital 9,920,000 (30 June 2023: 9,920,000) ordinary shares of Rupees 10 each fully paid in cash		99,200	99,200		99,200	99,200
Sponsors' loans		241,800	241,800		241,800	241,800
Reserves						
Capital reserves		181,291	153,291		181,291	153,291
Equity portion of shareholders' loans		213,057	235,057		213,057	235,057
Surplus on revaluation of freehold land		415,148	419,148		415,148	419,148
Revenue reserve - unappropriated profit		121,152	43,641		121,152	43,641
Total reserves		345,047	452,887		345,047	452,887
TOTAL EQUITY		587,013	833,889		587,013	833,889
LIABILITIES						
NON-CURRENT LIABILITIES						
Short term financing Staff advances & staff	3	785,747	151,518		785,747	151,518
		99,203	130,777		99,203	130,777
		345,036	279,295		345,036	279,295
CURRENT LIABILITIES						
Trade and other payables		791,736	935,048		791,736	935,048
Unclaimed dividend		2,851	2,851		2,851	2,851
Accrued mark-up		35,267	16,126		35,267	16,126
Short term borrowings	4	1,432,106*	1,439,523		1,432,106*	1,439,523
Current portion of non-current liabilities		56,383	56,383		56,383	56,383
Provision for taxation		142,179	120,580		142,179	120,580
TOTAL LIABILITIES		2,460,089	2,690,561		2,460,089	2,690,561
CONTINGENCIES AND COMMITMENTS						
TOTAL EQUITY AND LIABILITIES	5	3,397,126	3,678,845		3,397,126	3,678,845

The financial statements form an integral part of these accounts read in conjunction with the explanatory notes.


AMIR SAEED
CHIEF EXECUTIVE OFFICER


OMER SAEED
DIRECTOR


MUHAMMAD KASHIF ZAHUR
CHIEF FINANCIAL OFFICER

ASSETS	Un-audited 30 September 2023	Audited 30 June 2023
NON-CURRENT ASSETS		
Property, plant and equipment	1,620,581	1,662,377
Intangible assets	2,460	2,659
Long term loans	-	47
Long term deposits and prepayments	1,906	1,907
	<u>1,624,947</u>	<u>1,667,090</u>

CURRENT ASSETS	Un-audited 30 September 2023	Audited 30 June 2023
Money, spare parts and stock on hand	159,334	151,397
Stocks in trade	671,096	640,325
Trade debts	301,974	367,511
Loans and advances	68,300	20,348
Short term deposits and prepayments	16,194	170
Income tax	166,238	152,133
Other receivables	279,270	318,572
Cash and bank balances	96,194	70,288
	<u>1,779,529</u>	<u>1,831,573</u>
TOTAL ASSETS	3,397,126	3,678,845

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-audited)
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023**

	NOTE	FIRST QUARTER ENDED	
		30 September 2023	30 September 2022
------(RUPEES IN THOUSAND)-----			
REVENUE FROM CONTRACTS WITH CUSTOMERS		1,805,571	1,684,387
COST OF SALES	7	(1,721,763)	(1,566,990)
GROSS PROFIT		83,808	117,397
DISTRIBUTION COST		(42,983)	(43,238)
ADMINISTRATIVE EXPENSES		(82,626)	(89,474)
OTHER EXPENSES		(50)	(15,155)
OTHER INCOME		4,532	221
FINANCE COST		(58,358)	(48,693)
LOSS BEFORE TAXATION		(95,677)	(78,942)
TAXATION		(21,299)	(19,562)
LOSS AFTER TAXATION		(116,976)	(98,504)
LOSS PER SHARE - BASIC AND DILUTED (RUPEES)		(11.79)	(9.93)

The annexed notes form an integral part of these condensed interim financial statements.


AMJAD SAEED
CHIEF EXECUTIVE OFFICER


OMER SAEED
DIRECTOR


MUHAMMAD KASHIF ZAHUR
CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited)
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023**

	FIRST QUARTER ENDED	
	30 September 2023	30 September 2022
	--- (RUPEES IN THOUSAND) ---	
LOSS AFTER TAXATION	(116,976)	(98,504)
OTHER COMPREHENSIVE INCOME		
Items that will not be reclassified subsequently to profit or loss	-	-
Items that may be reclassified subsequently to profit or loss	-	-
Other comprehensive income for the period	-	-
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD	<u>(116,976)</u>	<u>(98,504)</u>

The annexed notes form an integral part of these condensed interim financial statements.


AMJAD SAEED
CHIEF EXECUTIVE OFFICER


OMER SAEED
DIRECTOR


MUHAMMAD KASHIF ZAHUR
CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-audited)
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023

	SHARE CAPITAL	SPONSORS' LOANS	RESERVES				TOTAL EQUITY	
			CAPITAL RESERVES		REVENUE RESERVE			TOTAL
			Equity portion of shareholders' loan	Surplus on revaluation of freehold land	Sub total	UNAPPROPRIATED PROFIT		
(RUPEES IN THOUSAND)								
Balance as at 30 June 2022 - (Audited)	99,200	241,800	183,291	235,857	419,148	599,481	1,018,629	1,359,629
Loss for the period	-	-	-	-	-	(98,504)	(98,504)	(98,504)
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	-	-	(98,504)	(98,504)	(98,504)
Balance as at 30 September 2022 - (Un-audited)	99,200	241,800	183,291	235,857	419,148	500,977	920,125	1,261,125
Transaction with owners - Final cash dividend for the year ended 30 June 2022 at the rate of Rupees 2.00 per share	-	-	-	-	-	(19,840)	(19,840)	(19,840)
Loss for the period	-	-	-	-	-	(455,566)	(455,566)	(455,566)
Other comprehensive income for the period	-	-	-	-	-	18,270	18,270	18,270
Total comprehensive loss for the period	-	-	-	-	-	(437,296)	(437,296)	(437,296)
Balance as at 30 June 2023 - (Audited)	99,200	241,800	183,291	235,857	419,148	43,841	462,989	803,989
Loss for the period	-	-	-	-	-	(116,976)	(116,976)	(116,976)
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	-	-	(116,976)	(116,976)	(116,976)
Balance as at 30 September 2023 - (Un-audited)	99,200	241,800	183,291	235,857	419,148	(73,135)	346,013	687,013

The annexed notes form an integral part of these condensed interim financial statements.


AMJAD SAEED
CHIEF EXECUTIVE OFFICER


OMER SAEED
DIRECTOR


MUHAMMAD KASHIF ZAHUR
CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023**

	FIRST QUARTER ENDED	
	30 September 2023	30 September 2022
	(RUPEES IN THOUSAND)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net cash from/(used in) operations	8	158,821
Finance cost paid	(66,738)	(31,634)
Income tax paid	(14,605)	(21,971)
Staff retirement gratuity paid	(33,468)	(3,680)
Net (Increase) / decrease in long term deposits and prepayments	2	(235)
Net (Increase) / decrease in long term loans	47	(87)
Net cash from/(used in) operating activities	44,059	(1,180,630)
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure on property, plant, equipment and intangible asset	(678)	(8,874)
Net cash used in investing activities	(678)	(8,874)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term financing	(8,750)	(9,749)
Dividend paid	-	(23)
Short term borrowings - net	(9,125)	1,198,662
Net cash (used in) / generated from financing activities	(17,875)	1,188,890
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	25,506	(614)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	70,988	45,445
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	96,494	44,831

The annexed notes form an integral part of these condensed interim financial statements.


AMJAD SAEED
CHIEF EXECUTIVE OFFICER


OMER SAEED
DIRECTOR


MUHAMMAD KASHIF ZAHUR
CHIEF FINANCIAL OFFICER

**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2023**

1. THE COMPANY AND ITS OPERATIONS

Ideal Spinning Mills Limited (the Company) is a public limited company incorporated in Pakistan on 08 June 1989 under the Companies Ordinance, 1984 (Now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. The principal activity of the Company is manufacturing and sale of yarn, cloth and hosiery products. The Company's registered office is situated at Room No. 404-405, 4th Floor, Business Centre, Mumtaz Hassan Road, Karachi.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION

a) Statement of compliance

i) 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.

- ii) These condensed interim financial statements do not include all the information and disclosures as required for annual financial statements and should be read in conjunction with the annual financial statements of the Company for the year ended 30 June 2023.
- iii) These condensed interim financial statements are un-audited, and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and section 237 of the Companies Act, 2017.

b) Accounting policies, computation methods and financial risk management

The accounting policies and methods of computations adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual financial statements of the Company for the year ended 30 June 2023. The Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended 30 June 2023.

2.2 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and judgements that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the annual financial statements of the Company for the year ended 30 June 2023.

3. LONG TERM FINANCING

	Un-audited 30 September 2023	Audited 30 June 2023
	(RUPEES IN THOUSAND)	
Opening balance:	188,518	335,687
Add:		
Fair value adjustment	1,979	11,035
Amortized during the period / year	-	141
	190,497	346,863
Less:		
Repaid during the period / year	8,750	19,780
Transferred to short term borrowings	-	138,965
	8,750	158,345
Closing balance (Note 3.1)	181,747	188,518
Less: Current portion shown under current liabilities	35,000	35,000
	<u>146,747</u>	<u>153,518</u>

3.1 These represent Rupees 131.250 million (30 June 2023: Rupees 140.000 million) secured bank borrowings and Rupees 50.497 million (30 June 2023: Rupees 45.518 million) unsecured borrowing from sponsor director / shareholder.

Un-audited 30 September 2023	Audited 30 June 2023
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(RUPEES IN THOUSAND)

4. SHORT TERM BORROWINGS
From banking companies - secured

Cash finances

Running finances

Other short term finances

118,897	199,788
185,433	231,371
376,215	405,811
680,545	826,970

Others - unsecured

Other related parties

749,663	512,353
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1,430,198	1,439,323
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5. CONTINGENCIES AND COMMITMENTS
a) Contingencies

- i) Guarantees of Rupees 61,093 million (2023: Rupees 54,695 million) are given by the banks of the Company to Sul Northern Gas Pipelines Limited against gas connections and to Faisalabad Electric Supply Company Limited against electricity connections.
- ii) There is no significant change in the status of other contingencies as reported in the annual financial statements of the Company for the year ended 30 June 2023.

b) Commitments

- i) Letters of credit other than for capital expenditure are of Rupees 51,333 million (30 June 2023: Rupees 29,531 million).

6. PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets (Note 5.1)

Capital work in progress (Note 6.2)

1,620,907	1,663,962
8,774	8,305
1,629,681	1,672,267

6.1 Operating fixed assets

Opening net book value

Add: Cost of additions during the period / year (Note 6.1.1)

1,653,982	1,720,812
299	71,238
1,654,281	1,802,050

Less: Book value of deletions during the period / year (Note 6.1.2)

-	425
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Less: Depreciation charged during the period / year

1,654,281	1,801,625
33,374	147,643
1,620,907	1,653,962

6.1.1 Cost of additions during the period / year

Plant and machinery

Plant installations

Factory equipment

Computers

Electric appliances

Vehicles

-	29,387
160	9,218
-	95
-	728
139	1,363
-	20,447
299	71,238

6.1.2 Book value of deletions during the period / year

Vehicles

-	425
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6.2 Capital work-in-progress

Intangible assets

8,774	8,305
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8. SEGMENT INFORMATION

	Spinning (Rupees in Lakhs)			Weaving (Rupees in Lakhs)			Socks (Rupees in Lakhs)			Manufacture of Intermediate Products (Rupees in Lakhs)			Total - Company (Rupees in Lakhs)		
	(Un-audited)			(Un-audited)			(Un-audited)			(Un-audited)			(Un-audited)		
	30 September 2023	30 September 2022	30 September 2021	30 September 2023	30 September 2022	30 September 2021	30 September 2023	30 September 2022	30 September 2021	30 September 2023	30 September 2022	30 September 2021	30 September 2023	30 September 2022	30 September 2021
Revenue from contracts with customers	1,117,521	921,200	1,123,622	206,552	351,279	351,279	166,312	127,624	1,053,237	1,053,237	1,053,237	1,053,237	1,053,237	1,053,237	
Other revenue	44,512	226,752	1,031,657	88,553	385,194	385,194	68,318	128,243	1,469,087	1,469,087	1,469,087	1,469,087	1,469,087		
Total of sales	1,162,033	1,147,952	2,155,279	295,105	736,473	736,473	234,630	255,867	1,522,324	1,522,324	1,522,324	1,522,324	1,522,324		
Cost of sales	11,768	14,281	21,463	21,463	21,463	21,463	21,463	21,463	43,926	43,926	43,926	43,926	43,926		
Depreciation	10,064	15,143	13,277	15,297	13,422	14,254	13,422	14,254	44,082	44,082	44,082	44,082	44,082		
Administrative expenses	10,983	19,293	17,984	19,875	18,430	19,094	18,430	19,094	49,799	49,799	49,799	49,799	49,799		
Finance income	52	242	4,742	1,422	14,822	14,822	14,822	14,822	1,622	1,622	1,622	1,622	1,622		
Other income	11,604	15,810	11,681	11,483	17,123	17,123	17,123	17,123	11,681	11,681	11,681	11,681	11,681		
Unallocated expenses:															
Other expenses															
Finance cost															
Goodwill impairment															
Total	1,141,221	1,132,221	2,133,221	306,588	754,895	754,895	256,052	277,320	1,511,316	1,511,316	1,511,316	1,511,316			

9.1 Reconciliation of reportable segment assets and liabilities

	Spinning (Rupees in Lakhs)			Weaving (Rupees in Lakhs)			Socks (Rupees in Lakhs)			Total - Company (Rupees in Lakhs)		
	(Un-audited)			(Un-audited)			(Un-audited)			(Un-audited)		
	30 September 2023	30 June 2023	30 September 2022	30 September 2023	30 June 2023	30 September 2022	30 September 2023	30 June 2023	30 September 2022	30 September 2023	30 June 2023	30 September 2022
Total assets as per consolidated statement of financial position	2,151,151	2,026,112	2,141,151	451,529	451,529	451,529	211,653	211,653	2,814,263	2,814,263	2,814,263	
Total liabilities as per consolidated statement of financial position	1,327,354	1,256,800	1,245,635	451,529	451,529	451,529	671,633	671,633	2,240,516	2,240,516	2,240,516	
Total	823,797	769,312	895,516				782,880	782,880	573,747	573,747	573,747	

9.2 Geographical Information

	Spinning (Rupees in Lakhs)			Weaving (Rupees in Lakhs)			Socks (Rupees in Lakhs)			Total - Company (Rupees in Lakhs)		
	(Un-audited)			(Un-audited)			(Un-audited)			(Un-audited)		
	30 September 2023	30 June 2023	30 September 2022	30 September 2023	30 June 2023	30 September 2022	30 September 2023	30 June 2023	30 September 2022	30 September 2023	30 June 2023	30 September 2022
India	1,174,521	991,200	1,174,521	211,510	211,510	211,510	262,566	262,566	1,648,558	1,648,558	1,648,558	
Other countries	1,274,521	921,200	1,274,521	140,769	140,769	140,769	95,087	95,087	2,500,079	2,500,079	2,500,079	
Total	2,449,042	1,912,400	2,449,042	352,279	352,279	352,279	357,653	357,653	4,148,637	4,148,637	4,148,637	

9.3 Disaggregation of revenue from contracts with customers by major products / service lines

	Spinning (Rupees in Lakhs)			Weaving (Rupees in Lakhs)			Socks (Rupees in Lakhs)			Total - Company (Rupees in Lakhs)		
	(Un-audited)			(Un-audited)			(Un-audited)			(Un-audited)		
	30 September 2023	30 June 2023	30 September 2022	30 September 2023	30 June 2023	30 September 2022	30 September 2023	30 June 2023	30 September 2022	30 September 2023	30 June 2023	30 September 2022
Textiles	1,174,521	991,200	1,174,521	211,510	211,510	211,510	262,566	262,566	1,648,558	1,648,558	1,648,558	
Other	1,274,521	921,200	1,274,521	140,769	140,769	140,769	95,087	95,087	2,500,079	2,500,079	2,500,079	
Total	2,449,042	1,912,400	2,449,042	352,279	352,279	352,279	357,653	357,653	4,148,637	4,148,637	4,148,637	

10. TRANSACTIONS WITH RELATED PARTIES

Detail of transactions and balances with related parties is as follows:

(Un-audited)	
First Quarter Ended	
30 September 2023	30 September 2022
(RUPEES IN THOUSAND)	

i) Transactions

Associated undertakings

Fuel purchased	1,667	1,539
Rental expense	1,695	1,530

Other related parties

Loans obtained from directors	137,300	39,700
Remuneration and meeting fee paid to Chief Executive Officer, directors and executives	20,185	12,983

Un-audited	Audited
30 September 2023	30 June 2023
(RUPEES IN THOUSAND)	

ii) Period end balances

Associated undertakings

Trade and other payables	16,120	14,454
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Other related parties

Sponsor's loans	241,800	241,800
Long term financing	50,497	48,518
Short term borrowings	749,653	612,353
Loans and advances	1,676	2,584

11. DATE OF AUTHORIZATION

These condensed interim financial statements were approved and authorized for issue on October 30, 2023 by the Board of Directors of the Company.

12. CORRESPONDING FIGURES

In order to comply with the requirements of IAS 34, the condensed interim statement of financial position and condensed interim statement of changes in equity have been compared with the balances of annual financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made except following.

PARTICULARS	RECLASSIFICATION		RUPEES IN THOUSAND
	FROM	TO	
Rent, rates and taxes	Administrative	Cost of sales	1,530

13. GENERAL

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


AMJAD SAEED
CHIEF EXECUTIVE OFFICER


OMER SAEED
DIRECTOR


MUHAMMAD KASHIF ZAHUR
CHIEF FINANCIAL OFFICER

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