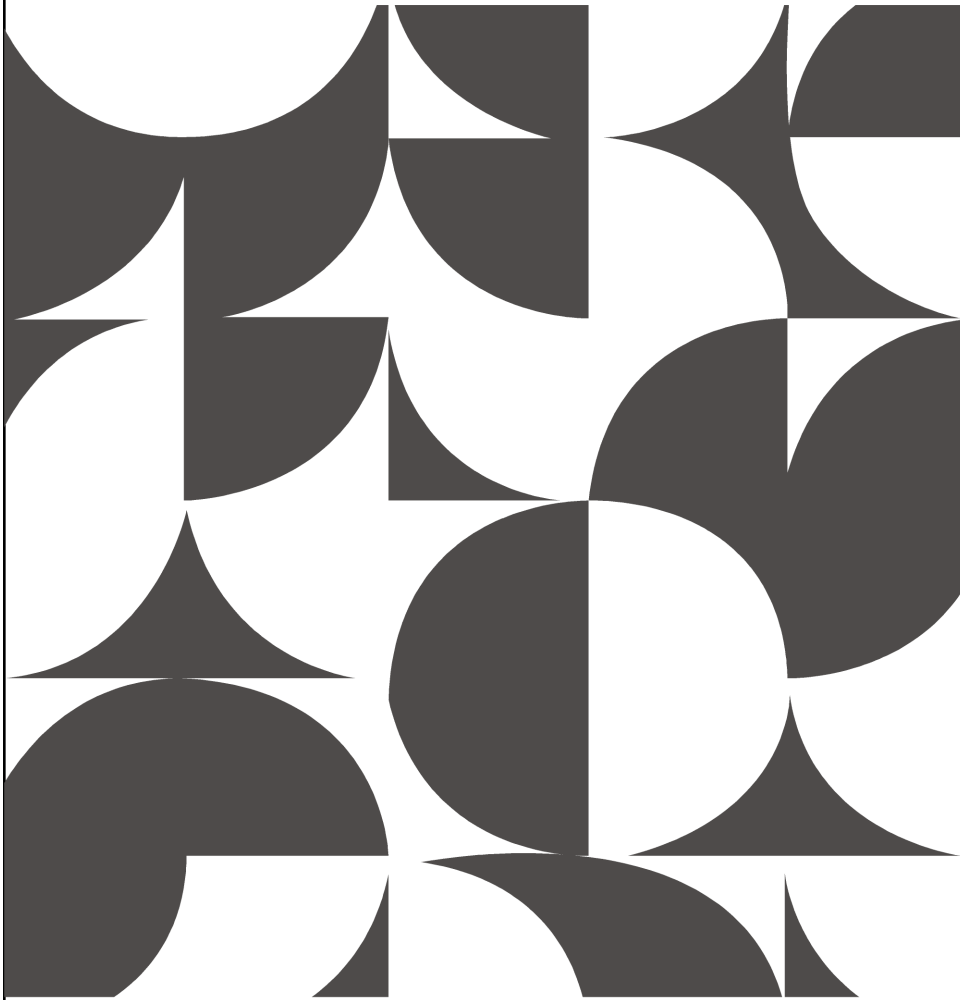


International Knitwear Limited



**FINANCIAL INFORMATION
FOR THE 3RD QUARTER ENDED
MARCH 31, 2024**



International Knitwear Limited

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Waseem Shafi	Chairman
Mr. Naeem Shafi	Chief Executive
Mr. Javed Khan	
Mr. Khalid Jamil Siddiqi	
Mr. Abdullah Ahsan Saleem	
Ms. Saleha Majid	
Mr. Muhammad Shafi	

**CHIEF FINANCIAL OFFICER
& COMPANY SECRETARY**

Mr. Javed Khan

AUDIT COMMITTEE

Mr. Khalid Jamil Siddiqi	Chairman
Mr. Abdullah Ahsan Saleem	
Ms. Saleha Majid	

**HR & REMUNERATION
COMMITTEE**

Mr. Abdullah Ahsan Saleem	Chairman
Ms. Saleha Majid	
Mr. Muhammad Shafi	

AUDITORS

RSM Avais Hyder Liaquat Nauman
Chartered Accountants

LEGAL ADVISOR

Ali Associates

BANKERS

Bank Al Habib Limited
Habib Bank Limited
Bank Alfalah
Dubai Islamic Bank
Faysal Bank Limited

**REGISTERED OFFICE &
FACTORY**

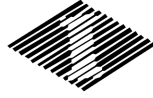
F-2A/(L), S.I.T.E., Karachi-75730

REGISTRAR

CDC Registrar Services Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.
Main Shahra-e-Faisal, Karachi-74400

WEBSITE

www.internationalknitwear.com



International Knitwear Limited

Directors' Report

The Board of Directors of International Knitwear Limited (INKL) is pleased to present the un-audited financial statements of the Company for the 3rd Quarter that ended March 31, 2024

FINANCIAL PERFORMANCE

	March-2024	March-2023
	Rupees	Rupees
Sales	653,028,445	550,671,126
Gross profit	82,972,573	81,981,722
Other income	6,864,058	8,623,560
Profit before taxation	41,018,981	45,824,855
Profit after taxation	26,563,016	36,625,099
Earnings per share-basic and diluted	2.75	3.79

PROFIT AND LOSS ANALYSIS

During the period under review, the net sales of the Company amounted to Rs.653.02 million against Rs. 550.67million in the preceding year showing an increase of Rs. 102.35 million. The Company recorded a gross profit of Rs. 82.97 million during the period under review against Rs. 81.98million as compared to the previous year's earnings per share (EPS) for the period were Rs. 2.75 compared to Rs. 3.79for the corresponding period.

REVIEW OF OPERATION

This quarter was very challenging for the Company. Despite the economic slowdown and political instability prevalent in the country, the company managed to earn a sales turnover of Rs. 247.90 million during this 3rd Quarter of the year ended on March 31, 2024, as compared to Rs. 134.45 million during the corresponding period of the last year. However, the gross profit margin decreased due to an unprecedented rise in the cost of production which has experienced a significant upswing primarily driven by increased material costs, higher energy expenses, an increase in average borrowing cost and short-term loans which were obtained to finance increased working capital requirements.

FUTURE PROSPECTS

The constant increase in the cost of production is a challenge for the industry. Management is focused on building strategic alliances in the export and local markets to achieve sustainable profitability. The management expects the sales revenue to grow during the year ending June 30, 2024, and the liquidity position will further strengthen to run the operations of the Company sustainably. The Company's investment portfolio is also expected to contribute positively to profitability.

Going forward, we remain committed to improving our operations, to be more innovative, efficient and profitable to deliver sustainable returns to our shareholders.

ACKNOWLEDGEMENT

We extend our gratitude to our dedicated employees and the unwavering support of our customers, financial institutions, shareholders, and esteemed Board of Directors.

on behalf of the Board

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO

Karachi: April 29, 2024



International Knitwear Limited

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED) AS AT MARCH 31, 2024

		(Un-Audited) MARCH 2024 Rupees	(Audited) JUNE 2023 Rupees
ASSETS	Note		
Non-Current Assets			
Property, plant and equipment	3	70,368,381	60,017,214
Long term deposits		1,500,000	1,500,000
Loan and advances	7	1,643,073	1,320,500
Long term investments	4	24,504,063	20,394,179
		98,015,517	83,231,893
Current Assets			
Stock in trade	5	216,338,789	139,666,589
Short term investments	4	24,854,602	20,006,622
Trade debts - considered good	6	76,200,486	38,341,450
Short term loans and advances	7	356,861	22,739,181
Other receivables	8	22,571,509	9,637,815
Taxation - net		12,153,788	19,370,803
Cash and bank balances	9	8,857,794	1,613,678
		361,333,829	251,376,138
TOTAL ASSETS		459,349,346	334,608,031
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised Capital			
20,000,000 Ordinary shares of Rs. 10 each		<u>200,000,000</u>	<u>200,000,000</u>
Issued, subscribed & paid-up capital	10	96,750,000	96,750,000
Revenue Reserves			
Unappropriated profit		76,923,769	60,035,753
		173,673,769	156,785,753
Capital Reserves			
Unrealized (loss) / gain on revaluation of investments - FVTOCI		5,631,076	1,521,192
		179,304,845	158,306,945
Non-Current Liabilities		-	-
Current Liabilities			
Short term finance under mark-up arrangement - Secured	12	76,897,855	96,939,012
Creditors, accrued and other liabilities	13	200,821,929	77,390,503
Unclaimed dividend		2,324,717	1,971,571
		280,044,501	176,301,086
Contingencies and Commitments	14	-	-
TOTAL EQUITY AND LIABILITIES		459,349,346	334,608,031

The annexed notes 1 to 19 form an integral part of these financial statements.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT (UN-AUDITED) FOR THE NINE MONTH & 3RD QUARTER ENDED MARCH 31, 2024

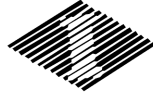
	QUARTER ENDED		NINE MONTH ENDED	
	March	March	March	March
	2024	2023	2024	2023
	------(Rupees)-----		------(Rupees)-----	
Sales - net	247,905,010	134,452,391	653,028,445	550,671,126
Cost of goods sold	(232,721,263)	(108,730,794)	(570,055,871)	(468,689,404)
Gross profit	15,183,747	25,721,597	82,972,573	81,981,722
Administrative and selling expenses	(8,396,074)	(11,159,883)	(26,147,911)	(26,367,833)
Operating profit	6,787,674	14,561,714	56,824,662	55,613,889
Other income	3,662,790	2,157,299	3,053,553	9,695,920
Unrealized gain / (loss) on revaluation of investments through P&L	1,177,443	1,136,857	3,810,505	(1,072,360)
	4,840,233	3,294,156	6,864,058	8,623,560
	11,627,907	17,855,870	63,688,720	64,237,449
Financial charges	(5,225,129)	(7,171,068)	(19,629,664)	(15,016,337)
Other charges	(441,792)	(737,251)	(3,040,075)	(3,396,257)
	(5,666,921)	(7,908,319)	(22,669,739)	(18,412,594)
Profit before taxation	5,960,986	9,947,551	41,018,981	45,824,855
Taxation				
Taxation Current year	(2,934,979)	(1,344,524)	(9,346,309)	(5,506,711)
Taxation prior year	-	-	(5,109,656)	(3,693,045)
Profit after taxation	3,026,007	8,603,027	26,563,016	36,625,099
Earning per share-basic and diluted	0.31	0.89	2.75	3.79

The annexed notes 1 to 19 form an integral part of these financial statements.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTH & 3RD QUARTER ENDED MARCH 31, 2024

	QUARTER ENDED		NINE MONTH ENDED	
	March 2024	March 2023	March 2024	March 2023
	------(Rupees)-----		------(Rupees)-----	
Profit for the period	3,026,007	8,603,027	26,563,016	36,625,099
Other comprehensive income				
Items that will not be reclassified subsequently to profit or loss				
Unrealised gain / (loss) on remeasurement of investments classified as fair value through OCI	1,455,874	639,193	4,109,884	(544,512)
Reclassification of OCI on disposal of fair value through OCI investment directly into equity	-	-	-	-
	1,455,874	639,193	4,109,884	(544,512)
Total comprehensive income for the period	4,481,881	9,242,220	30,672,900	36,080,587

The annexed notes 1 to 19 form an integral part of these financial statements.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE 3RD QUARTER ENDED MARCH 31, 2024

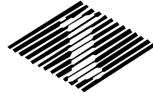
	Reserves			
	Capital Reserve	Revenue Reserve		
	Issued, Subscribed and Paid up Share Capital	Unrealized gain / (loss) on revaluation of investments	Unappropriated profit Total	
	Rupees			
Balance as at July 01, 2022	96,750,000	1,945,594	45,218,098	143,913,692
Total comprehensive income:				
Net profit for the period ended March 31, 2023	-	-	36,625,099	36,625,099
Fair value adjustment on investment classified as FVTOCI	-	(544,512)	-	(544,512)
Unrealized loss realized and transfer of FVTOCI	-	-	-	-
Transaction with owners:				
7.5% cash dividend paid for the year ended June 30, 2022	-	-	(7,256,250)	(7,256,250)
Balance as at March 31, 2023 (Un-Audited)	96,750,000	1,401,082	74,586,947	172,738,029
Balance as at June 30, 2023 (Audited)	96,750,000	1,521,192	60,035,753	158,306,945
Total comprehensive income:				
Net profit for the period ended March 31, 2024	-	-	26,563,016	26,563,016
Reclassification on disposal of FVTOCI directly into equity	-	-	-	-
Fair value adjustment on investment classified as FVTOCI	-	4,109,884	-	4,109,884
Transaction with owners:				
10% cash dividend paid for the year ended June 30, 2023	-	-	(9,675,000)	(9,675,000)
Balance as at March 31, 2024 (Un-Audited)	96,750,000	5,631,076	76,923,769	179,304,845

The annexed notes 1 to 19 form an integral part of these financial statements.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE 3RD QUARTER ENDED MARCH 31, 2024

	31-Mar-24 Rupees	31-Mar-23 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	41,018,981	45,824,855
Adjustment for non cash items:		
Depreciation	6,883,626	5,468,137
Loss / (Gain) on sale of property, plant and equipment	(1,100,667)	(2,532,800)
Other (income)/loss	(5,763,391)	(7,163,120)
Unrealized loss on remeasurement of investment	(4,109,884)	-
Finance cost	19,629,664	15,016,337
	<u>15,539,348</u>	<u>10,788,554</u>
Profit before changes in working capital	56,558,329	56,613,409
(Increase)/ decrease in current assets		
Stock in trade	(76,672,200)	27,640,666
Trade debts	(37,859,036)	25,499,515
Loans and advances	22,059,747	5,787,100
Other receivables	(12,933,694)	6,795,519
	<u>(105,405,183)</u>	<u>65,722,800</u>
Increase in current liabilities		
Creditors, accrued and other liabilities	123,431,426	(11,247,266)
	<u>123,431,426</u>	<u>(11,247,266)</u>
Financial charges paid	(19,629,664)	(14,670,337)
Taxes paid	(7,238,949)	(7,619,891)
Cash proceeds from Sales tax	12,524,600	7,860,005
	<u>(14,344,013)</u>	<u>(14,430,223)</u>
Net cash generated/ (used) in operating activities	60,240,559	96,658,720
CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure	(17,300,126)	(11,730,028)
Additions in investment	(30,841,444)	(94,096,775)
Disposal of investment	17,361,779	89,751,850
Proceeds from sale of property, plant and equipment	1,166,000	2,536,000
Finance lease rentals paid	-	(380,188)
Net cash (used in) / generated from investing activities	(29,613,791)	(13,919,141)
CASH FLOW FROM FINANCING ACTIVITIES		
Cash proceeds from short term finance under markup arrangement	199,240,221	144,254,046
Repayment of short term finance under markup arrangement	(219,281,378)	(223,248,657)
Dividend paid	(9,321,853)	(7,097,071)
Net cash generated from / (used) financing activities	(29,363,010)	(86,091,682)
Net (decrease)/ increase in cash and cash equivalents	1,263,758	(3,352,103)
Cash and cash equivalents at the beginning of the year	1,613,678	5,481,510
Cash and cash equivalents at the end of the period	<u>2,877,436</u>	<u>2,129,408</u>
Cash and cash equivalent at the end of the period		
Cash and bank balances	8,857,794	4,834,779
Running finance facility	(5,980,358)	(2,705,372)
	<u>2,877,436</u>	<u>2,129,408</u>

The annexed notes 1 to 19 form an integral part of these financial statements.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE 3RD QUARTER ENDED MARCH 31, 2024

1 STATUS AND NATURE OF THE BUSINESS

International Knitwear Limited (hereinafter referred as the "Company" or "INKL") is incorporated in Pakistan and is listed on Pakistan Stock Exchange Limited. The geographical location and address of the head office and manufacturing plant of the Company is Plot # F-2A/L, SITE, Karachi, Pakistan.

We are leaders in creating, developing and manufacturing knitted and woven apparel products right from basic to highly fashioned garments. We are engaged in the export of quality garments. We have established a name of credentials owing to the projected commitments, working speed and quality practices. Our operating philosophy is to provide buyers with products that meet their specification, and are reliably delivered at a reasonable price in domestic and international markets.

2 STATEMENT OF COMPLIANCE

2.1 These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan comprise of :

- International Financial Reporting Standards (IFRS) 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.

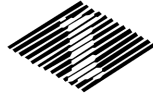
Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with Company's annual audited financial statements for the year ended June 30, 2023.

2.3 The figures included in the condensed interim statement of profit or loss and other comprehensive income for the quarters ended March 31, 2024 and 2023 and in the notes forming part thereof have not been reviewed by the auditors of the Company.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the consistent as those applied in the preparation of the audited annual financial statements for the year ended 30 June 2023.



International Knitwear Limited

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE 3RD QUARTER ENDED MARCH 31, 2024

	Note	(Un-audited) March 31, 2024	(Audited) June 30, 2023
		------(Rupees)-----	
3	PROPERTY, PLANT & EQUIPMENT		
	Property and equipment - at cost less accumulated depreciation	64,671,255	60,017,214
	Capital work in progress	5,697,126	-
	Right-of-use assets	-	-
		70,368,381	60,017,214
3.1	Operating assets		
	Opening book value	60,017,214	52,511,801
	Additions during the period	11,603,000	14,842,697
	Disposals during the period at book value	(1,016,500)	(269,887)
	Depreciation charged during the period	(5,932,459)	(7,067,397)
		64,671,255	60,017,214
3.2	Additions during the period/year		
	Factory building	-	3,988,730
	Plant and machinery	5,613,000	231,000
	Computers	464,000	487,200
	Furniture Fitting	144,000	289,100
	Office equipment	42,000	312,500
	Motor vehicles	5,340,000	9,534,167
		11,603,000	14,842,697
3.3	Deletions / write-off / adjustments at book value - period/year		
	Plant and machinery	-	(266,687)
	Computers	(36,500)	(3,200)
	Motor vehicles	(980,000)	-
		(1,016,500)	(269,887)
3.4	Movement in Capital Work in Progress		
	Opening balances	-	-
	Add: Additions during the period	5,697,126	3,988,730
	Less: Transfer to operating assets	-	(3,988,730)
		5,697,126	-
3.5	Right-of-use assets		
	Opening balances	-	724,250
	Transferred from operating assets	-	-
	Additions during the period	-	-
	Transferred to own assets	-	(241,417)
	Disposals	-	-
	Depreciation for the period	-	(482,833)
		-	-
4	INVESTMENTS		
	Long Term Investments		
	At fair value through other comprehensive income (FVTOCI)		
	Equity securities - listed	24,504,063	20,394,179
	Short Term Investments		
	At fair value through profit or loss (FVTPL)		
	Equity securities - listed	13,384,016	9,532,040
	Mutual funds - listed	11,470,586	10,474,582
		24,854,602	20,006,622
		49,358,665	40,400,801



International Knitwear Limited

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE 3RD QUARTER ENDED MARCH 31, 2024

		(Un-audited) March 31, 2024	(Audited) June 30, 2023
	Note	----- (Rupees) -----	
4.1 Long Term Investments			
Equity Securities - listed			
Name of Shares			
- Engro fertilizer Limited.		3,888,080	2,187,045
- Engro Corporation Limited		359,280	259,890
-The Hub Power Company Limited		1,758,415	1,008,910
- Pakistan Oilfields Limited		17,498,835	16,271,685
- Millat Tractors Limited		999,453	666,649
		<u>24,504,063</u>	<u>20,394,179</u>
4.2 Short Term Investments			
Equity securities - listed			
Name of Shares			
- The Searle Company Limited.		-	21,766
- Attock Petroleum Limited		947,625	750,625
- Engro Fertilizers Limited.		4,401,600	2,723,490
- Engro Polymer & Chemical Limited		451,395	528,125
- Pakistan Oilfields Limited		3,715,802	2,571,328
- Pakistan State Oil Co. Limited		2,139,496	1,543,039
-The Hub Power Company Limited		1,728,098	991,515
-Pakistan Petroleum Limited		-	402,152
		<u>13,384,016</u>	<u>9,532,040</u>
4.3 Short Term Investments			
Mutual Funds - listed			
Name of the Fund			
AKD Islamic Fund		653,551	568,248
MCB Cash Management Optimizer Fund		819,855	741,448
Faysal Funds FIFC		1,205,093	-
UBL Liquidity Plus Fund		8,792,087	7,573,586
UBL Money Market Fund		-	1,591,300
UBL Cash Fund		-	-
		<u>11,470,586</u>	<u>10,474,582</u>
5 STOCK IN TRADE			
Raw material		31,825,076	29,274,943
Work-in-process		159,811,568	105,605,613
Finished goods	5.1	24,702,145	4,786,033
		<u>216,338,789</u>	<u>139,666,589</u>
5.1 Finished goods			
Finished stock		8,869,646	1,611,323
Finished stock in transit		11,985,974	-
Scrap / Left over stock		3,846,525	3,174,710
		<u>24,702,145</u>	<u>4,786,033</u>
6 TRADE DEBTS - CONSIDERED GOOD			
Foreign - secured, considered good		18,100,990	700,475
Gain/(loss) on translation of export debtors		-	(2,876)
		18,100,990	697,599
Local - unsecured			
- Considered good		58,099,496	37,643,851
- Considered doubtful		523,270	523,270
		58,622,766	38,167,121
Less: Provision for doubtful debts		(523,270)	(523,270)
		<u>76,200,486</u>	<u>38,341,450</u>
7 LOANS AND ADVANCES			
Loans and advances to employees - Long term portion - unsecured, considered good			
Loan to employees		1,893,573	2,277,289
Less: current portion of loan to employees		(250,500)	(956,789)
		<u>1,643,073</u>	<u>1,320,500</u>
Short term Loans and advances - unsecured, considered good			
Advance to contractor and supplier		106,361	21,782,392
Current portion of advances to employees		250,500	956,789
		<u>356,861</u>	<u>22,739,181</u>



International Knitwear Limited

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE 3RD QUARTER ENDED MARCH 31, 2024

	(Un-audited) March 31, 2024	(Audited) June 30, 2023
8 OTHER RECEIVABLES	----- (Rupees) -----	
Sales tax refundable	16,001,561	6,726,851
Export rebate receivables	3,995,169	336,185
Research and development receivable	2,574,779	2,574,779
	<u>22,571,509</u>	<u>9,637,815</u>
9 CASH AND BANK BALANCES		
Cash in hand	138,390	100,000
With banks in:		
Treasures call accounts (deposit accounts)	9,505,976	2,571,129
Saving account	34,622	218,127
Current accounts	678,806	224,422
	10,219,404	3,013,678
Security deposit	(1,500,000)	(1,500,000)
	<u>8,857,794</u>	<u>1,613,678</u>
10 Share capital		
Authorized share capital		
	March 31, 2024	June 30, 2023
	Number of Shares	
	20,000,000	20,000,000
	Ordinary Shares of Rs. 10/- each	
	<u>20,000,000</u>	<u>20,000,000</u>
	----- (Rupees) -----	
	200,000,000	200,000,000
	<u>200,000,000</u>	<u>200,000,000</u>
Issued, subscribed and paid-up share capital		
	March 31, 2024	June 30, 2023
	Number of Shares	
	3,000,000	3,000,000
	Ordinary shares of Rs. 10/- each fully paid in cash.	
	225,000	225,000
	Ordinary shares of Rs. 10/- each issued as bonus shares	
	6,450,000	6,450,000
	Right shares of Rs. 10/- each fully paid in cash	
	<u>9,675,000</u>	<u>9,675,000</u>
	----- (Rupees) -----	
	30,000,000	30,000,000
	<u>96,750,000</u>	<u>96,750,000</u>
11 OTHER INCOME	(Un-audited) Quarter ended	(Un-audited) Nine Month ended
	March 2024	March 2023
	----- (Rupees) -----	
Income From Financial Assets		
Exchange loss -Net	(112,278)	(1,218,032)
Grant Income	-	-
Profit on bank accounts	434,957	344,361
Dividend Income	2,255,444	2,069,049
Gain on disposal of investment	-	(1,352,775)
Other Income	-	(185,304)
Reversal of provision against doubtful debts	-	-
Gain on translation of foreign currency debtors	-	-
Income From Non-Financial Assets		
Gain / (loss) on disposal of property, plant and equipment	1,084,667	2,500,000
	<u>3,662,790</u>	<u>2,157,299</u>
	----- (Rupees) -----	
	6,579,280	415,660
	-	257,495
	1,170,645	725,351
	7,018,230	6,647,670
	343,291	(1,533,756)
	-	650,700
	-	-
	-	-
	1,100,667	2,532,800
	<u>3,053,553</u>	<u>9,695,920</u>



International Knitwear Limited

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE 3RD QUARTER ENDED MARCH 31, 2024

	(Un-audited) March 31, 2024	(Audited) June 30, 2023
	-----{Rupees}-----	
12 SHORT TERM FINANCE UNDER MARK-UP ARRANGEMENT		
Running finance facility	5,980,358	5,676,309
Export refinance facility	29,000,000	8,000,000
Short term finance - local sales	5,000,000	3,498,102
Finance From Twinco Capital Management	36,917,497	68,054,065
Finance against local documentary bills	-	11,710,536
	<u>76,897,855</u>	<u>96,939,012</u>
13 CREDITORS, ACCRUED AND OTHER PAYABLES		
Creditors	181,224,196	56,499,691
Accrued expenses	7,559,070	9,605,792
Compensated absences payable	2,316,036	1,824,961
Other fund payable	448,975	679,287
Workers' profit participation fund	2,202,953	3,473,165
Workers' welfare fund	3,784,701	2,947,579
Advance from customers	568,128	705,609
Others	2,717,870	1,654,419
	<u>200,821,929</u>	<u>77,390,503</u>
14 CONTINGENCIES AND COMMITMENTS		
14.1 Contingencies		
For tax year 2008, an amended assessment order has been passed under section 122(5A) of the Income Tax Ordinance, 2001 by the Additional Commissioner Inland Revenue (ACIR) against which the company filed an appeal with Commissioner Inland Revenue Appeals-II who passed an order with certain amendments. In pursuance of such order, Company filed an appeal in 2011 before Appellate Tribunal and matter is pending for hearing as reported in the note 20 to the annual audited financial statements of the Company for the year ended June 30, 2023.		
14.2 Commitments		
Commitments under letter of credit are Rs. nil (June 30, 2023: Rs nil million)		
15 TRANSACTIONS WITH RELATED PARTIES		
All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions. The related parties comprise staff retirement funds, directors and key management personnel. Transactions with related parties, other than those disclosed elsewhere in these financial statements, are follows:		
	(Un-audited) March 31, 2024	(Un-audited) March 31, 2023
	-----{Rupees}-----	
Transactions:		
PF contribution paid	1,990,658	1,936,532
Key Management Personals remuneration paid	8,962,258	8,488,065
	(Un-audited) March 31, 2024	(Audited) June 30, 2023
	-----{Rupees}-----	
Balances:		
PF Contribution payable	459,384	395,690
Key Management Personals remuneration payable	995,806	800,958



**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE 3RD QUARTER ENDED MARCH 31, 2024**

16 FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

16.1 Financial risk factors

The Company is exposed to market risk (including return rate risk, currency risk and other price risk), credit risk and liquidity risk. The Company's finance and treasury departments oversee the management of these risks.

There have been no changes in the risk management policies during the period, consequently these condensed interim financial statements do not include all the financial risk management information and disclosures required in the annual financial statements.

16.2 Fair value hierarchy

The table below analyses financial instruments carried at fair value by valuation method. The different levels have been defined as follows:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- inputs for the asset or liability that are not based on observable market data (level 3).

	March 31, 2024 (Un-Audited)			
Assets	Level 1	Level 2	Level 3	Total
Financial assets - fair value through profit or loss				
- Short-term investments (units of mutual fund)				
- Short-term investment (shares of PSX)	11,470,586	-	-	11,470,586
Financial assets - fair value through other comprehensive income	13,384,016	-	-	13,384,016
- Long-term investment (shares of PSX)				
	24,504,063	-	-	24,504,063
	<u>49,358,665</u>	<u>-</u>	<u>-</u>	<u>49,358,665</u>

17 CORRESPONDING FIGURES

Corresponding figures' have been reclassified / rearranged, wherever necessary.

18 DATE OF AUTHORIZATION

These condensed interim financial statements was authorised by the Board of Directors of the Company on April 29, 2024.

19 GENERAL

- 19.1 Figures have been rounded off to the nearest thousand of PKR, unless otherwise stated.
- 19.2 Corresponding figures have been rearranged and reclassified, where necessary, for the purpose of better presentation and comparison. However no significant reclassification has been made during the period.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

ڈائریکٹران کی رپورٹ

انٹرنیشنل نٹ ویئر لمیٹڈ (آئی این کے ایل) کے بورڈ آف ڈائریکٹرز 31 مارچ، 2024 کو ختم ہونے والی تیسری ماہی کیلئے کمپنی کے غیر پڑتال شدہ مالی گوشوارے پیش کرنے میں مسرت محسوس کرتے ہیں۔

مالی کارکردگی

مارچ 2023	مارچ 2024	
روپے	روپے	
550,671,126	653,028,445	فروخت
81,981,722	82,972,573	مجموعی منافع
8,623,560	6,864,058	دیگر آمدن
45,824,855	41,018,981	تعمیرات کی منافع
36,625,099	26,563,016	بعد از ٹیکس منافع
3.79	2.75	نیٹ انکم

منافع اور نقصان کا تجزیہ

زیر جائزہ مدت کے دوران کمپنی کی خالص فروخت گزشتہ سال 550.67 ملین روپے کے مقابلے میں 653.02 ملین روپے رہی جو 102.35 ملین روپے اضافہ ظاہر کرتا ہے۔ زیر جائزہ مدت کے تحت کمپنی کا مجموعی منافع گزشتہ سال کے 81.98 ملین روپے کے مقابلے میں 82.97 ملین روپے رہا۔ اس مدت کیلئے کمپنی کی فی شخص آمدن گزشتہ سال کی اسی مدت کی 3.79 روپے فی شخص کے مقابلے میں 2.75 روپے فی شخص رہی۔

کاروباری جائزہ

کمپنی کیلئے یہ سہ ماہی کافی چیلنجنگ رہی۔ ملک میں معاشی سست روی اور سیاسی عدم استحکام کے باوجود کمپنی 31 مارچ، 2024 کی تیسری سہ ماہی کے دوران 247.90 ملین روپے کی آمدن حاصل کرنے میں کامیاب رہی جبکہ گزشتہ سال کی اسی مدت کے دوران یہ آمدن 134.45 ملین روپے تھی۔ تاہم میٹریل کی قیمتوں میں اضافہ، توانائی کے بہت زیادہ اخراجات، ورکنگ کپٹل کی بڑھتی ہوئی ضروریات کو پورا کرنے کیلئے حاصل کردہ قرض کی اوسط لاگت اور قبل قرضوں میں اضافہ کی بدولت پیداواری لاگت میں غیر معمولی اضافہ کی وجہ سے مجموعی منافع میں کمی ہوئی۔

مستقبل کا کاروباری جائزہ

پیداواری لاگت میں مسلسل اضافہ انڈسٹری کیلئے ایک چیلنج ہے۔ کمپنی کی انتظامیہ پائیدار منافع کے حصول کیلئے برآمدات اور مقامی مارکیٹس میں اسٹریٹجک اتحاد استوار کرنے پر توجہ مرکوز کئے ہوئے ہے۔ انتظامیہ 30 جون، 2024 کو ختم ہونے والے سال کے دوران فروخت سے حاصل آمدن میں اضافہ کیلئے پرامید ہے۔ توقع ہے کہ کمپنی کی سرمایہ کاری پورٹ فولیو بھی منافع میں اضافہ میں کردار ادا کرے گی۔

آگے بڑھتے ہوئے ہم کمپنی کے حصص یافتگان کو پائیدار منافع دینے کیلئے جدت کو اپنانے کے ساتھ ساتھ اعلیٰ کارکردگی کا مظاہرہ کرنے اور زیادہ منافع بخش کمپنی بننے کیلئے آپریٹنگ کو بہتر بنانے کیلئے پرعزم ہیں۔

اظہار تشکر

ہم کمپنی کے ملازمین کی لگن و عزم، مصارفین، مالیاتی اداروں، حصص یافتگان اور معزز یوروڈ آف ڈائریکٹرز کی غیر متزلزل معاونت کا اعتراف کرتے ہوئے اظہار تشکر کرتے ہیں۔

منجانب بورڈ

برائے منجانب

چیف ایگزیکٹو آفیسر

جاوید خان

ڈائریکٹر/چیف فنانشل آفیسر

کراچی، 29 اپریل، 2024



International Knitwear Limited



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