



# COMPANY INFORMATION

## BOARD OF DIRECTORS

### Chairman

Mr. Yousuf Abdullah

### Chief Executive

Mr. Shahid Abdullah

### Director

Mr. Nadeem Abdullah

Mr. Amer Abdullah

Mr. Shayan Abdullah

Mr. Abdul Sattar

### Independent Director

Mr. Muhammad Naeem Khan

Mr. Nadeem Arshad Elahi

Dr. Marium Chughtai

## AUDIT COMMITTEE

Mr. Nadeem Arshad Elahi

Chairman

Mr. Shayan Abdullah

Member

Mr. Yousuf Abdullah

Member

Mr. Amer Abdullah

Member

## HUMAN RESOURCE AND REMUNERATION COMMITTEE

Mr. Muhammad Naeem Khan

Chairman

Mr. Yousuf Abdullah

Member

Mr. Shahid Abdullah

Member

Mr. Shayan Abdullah

Member

## CHIEF FINANCIAL OFFICER

Mr. Jawwad Faisal

## SECRETARY

Mr. Rameez Ghausi

## AUDITORS

Shinewing Hameed Chaudhri & Company  
Chartered Accountants

## TAX CONSULTANTS

Yousuf Adil, Chartered Accountants

## LEGAL ADVISOR

Hassan & Hassan Advocates

## BANKERS

Allied Bank Limited

Bank Alfalah Limited

MCB Bank Limited

Habib Bank Limited

Habib Metropolitan Bank Limited

United Bank Limited

Askari Bank Limited

Bank Al Habib Limited

National Bank of Pakistan

The Bank of Khyber

## SHARE REGISTRARS

THK Associates (Pvt.) Limited,  
Plot No. 32-C, Jami Commercial Street 2,  
D.H.A., Phase VII, Karachi - 75500.

## REGISTERED OFFICE

316, Cotton Exchange Building,  
I.I. Chundrigar Road, Karachi.

## CORPORATE OFFICE

1st Floor, Tricon Corporate Centre,  
73-E Main Jail Road, Gulberg II, Lahore.

## MILLS

### Spinning Units

10 KM, Sheikhpura Faisalabad Road,  
Kharianwala District Sheikhpura

26 KM, Sheikhpura Faisalabad Road,  
Ferozewattuan District Sheikhpura

### Fabric Knitting Unit

7 KM, Warburton Road, Ferozewattuan  
District Sheikhpura

### Fabric Dyeing and Denim Units

3.5 Km, Raiwind Manga Road, Raiwind

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## CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

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A conceptual image showing a small green seedling with two leaves growing out of a tall stack of gold coins. The coins are stacked on a bed of dark, rich soil. The entire image is overlaid with a semi-transparent green filter. A white, stylized leaf-like shape frames the central text.

# UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE FIRST QUARTER ENDED  
SEPTEMBER 30, 2024



## Sapphire Fibres Limited

### DIRECTORS' REPORT

The Directors of your Company are pleased to present un-audited financial statements for the quarter ended 30<sup>th</sup> September, 2024.

### Financial Highlights

	30 September	
	2024	2023
	Rupees in thousand	
Sales	13,132,761	12,279,255
Profit from operations	1,798,993	1,728,897
Finance cost	(476,532)	(670,776)
Taxation	(467,847)	(341,446)
Profit after taxation	854,613	716,675

### Financial Performance

In the first quarter of the current financial year, the Company achieved sales of Rs.13.13 billion, marking a 6.9% increase compared to Rs.12.28 billion in the corresponding period of last year. The gross profit as a percentage of sales decreased from 13.92% during last year's first quarter to 10.59% during the period under review, reflecting increased cost pressures. Despite this, profit after tax stood at Rs.855 million, a 19% growth over Rs.717 million recorded in the same quarter last year.

### Earnings per share

The Company's earnings per share (EPS) for the period were Rs.41.34 as compared to Rs.34.67 for the same period in the previous year.

### Future Outlook

A positive shift in inflation and interest rates is expected to bring some relief in terms of margins and profitability in coming months. However, the heavy taxation burden on export-oriented sectors, including textiles and apparel, will hinder growth and deter investment in these critical industries.

Management remains committed to continuously improving operational efficiency, enhancing profitability, and driving long term growth of the Company.

### Acknowledgment

The Directors appreciate the dedication and hard work of the staff and workers of the Company.

Shayan Abdullah  
Director

For and on behalf of the Board

Shahid Abdullah  
Chief Executive

Lahore  
Dated: 29 October, 2024



## Sapphire Fibres Limited

### ڈائریکٹرز رپورٹ

آپ کی کمپنی کے ڈائریکٹرز 30 ستمبر 2024 کو ختم ہونے والی سہ ماہی کے لئے کمپنی کے غیر نظر ثانی شدہ مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

مالی جھلکیاں

روپے ہزاروں میں

30 ستمبر 2023	30 ستمبر 2024	
12,279,255	13,132,761	فروخت
1,728,897	1,798,993	آپریٹنگ سے منافع
(670,776)	(476,532)	مالی لاگت
(341,446)	(467,847)	ٹیکسیشن
716,675	854,613	ٹیکس کے بعد منافع

مالیاتی کارکردگی

رواں مالی سال کی پہلی سہ ماہی کے دوران کمپنی نے 13.13 بلین روپے کی فروخت حاصل کی جو گزشتہ سال کے اسی عرصے کے 12.28 بلین روپے کے مقابلے میں 6.9 فیصد زیادہ ہے۔ فروخت فیصد کے طور پر مجموعی منافع گزشتہ سال کی پہلی سہ ماہی کے دوران 13.92 فیصد سے کم ہو کر زیر چارہ مدت کے دوران 10.59 فیصد رہ گیا، جو لاگت کے دباؤ میں اضافہ کی عکاسی کرتا ہے۔ اس کے باوجود بعد از ٹیکس منافع 855 بلین روپے رہا جو گزشتہ سال کی اسی سہ ماہی کے 717 بلین روپے کے مقابلے میں 19 فیصد زیادہ ہے۔

فی حصص آمدنی

کمپنی کی موجودہ سہ ماہی کی فی حصص آمدنی (EPS) 41.34 روپے ہے جو کہ پچھلے سال کی اسی سہ ماہی کی 34.67 روپے تھی۔

مستقبل کا نقطہ نظر

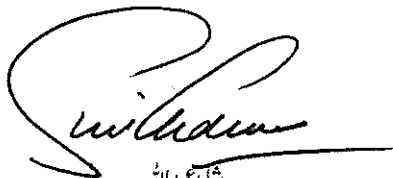
افراط زر اور شرح سود میں مثبت تبدیلی سے آئندہ مہینوں میں مارجن اور منافع کے لحاظ سے کچھ سکون ملنے کی توقع ہے۔ تاہم ٹیکسٹائل اور ملبوسات سمیت برآمدی شعبوں پر بھاری ٹیکسوں کا بوجھ نمونہ کی راہ میں رکاوٹ بنے گا اور ان اہم صنعتوں میں سرمایہ کاری کو روک دے گا۔


انتظامیہ آپریشنل کارکردگی کو مسلسل بہتر بنانے، منافع میں اضافہ کرنے اور کمپنی کی طویل مدتی نمو کو بڑھانے کے لئے پُر عزم ہے۔

اظہار تشکر

ڈائریکٹرز کمپنی کے عملہ اور کارکنوں کی مسلسل لگن اور سخت محنت کو سراہتے ہیں۔

منجانب بورڈ

  
شاہد علی  
چیف ایگزیکٹو

  
شاہد علی  
ڈائریکٹر

لاہور

تاریخ: 29 اکتوبر 2024ء

**SAPPHIRE FIBRES LIMITED**
**Condensed Interim Statement of Financial Position - Unaudited**
**As at 30 September, 2024**

		Unaudited 30 September, 2024 Rupees	Audited 30 June, 2024 Rupees
<b>Assets</b>	<b>Note</b>		
<b>Non Current Assets</b>			
Property, plant and equipment	5	16,704,982,701	16,045,333,501
Investment property		31,750,000	31,750,000
Intangible assets		2,277,714	2,657,333
Long term investments	6	10,416,195,815	10,142,348,046
Long term loans		255,000	365,570
Deferred taxation		254,032,743	337,480,577
Long term deposits		62,018,345	62,018,345
		27,471,512,318	26,621,953,372
<b>Current Assets</b>			
Stores, spare parts and loose tools		1,358,070,546	1,281,986,491
Stock-in-trade		15,951,185,420	14,890,873,033
Trade debts		6,224,156,424	5,596,181,993
Loans and advances		1,538,999,822	448,776,997
Trade deposits and short term prepayments		5,435,885	10,058,628
Short term investments		2,825,499,209	2,954,959,698
Other receivables		2,033,495,470	1,671,735,391
Tax refunds due from Government		2,500,760,152	2,136,849,845
Cash and bank balances		928,360,927	662,222,792
		33,365,963,855	29,653,644,868
<b>Total Assets</b>		<b>60,837,476,173</b>	<b>56,275,598,240</b>
<b>Equity and Liabilities</b>			
<b>Share capital and reserves</b>			
Authorised capital			
35,000,000 ordinary shares of Rs.10 each		350,000,000	350,000,000
Issued, subscribed and paid-up capital			
20,671,875 ordinary shares of Rs.10 each		206,718,750	206,718,750
Reserves		31,461,853,603	4,944,193,070
Unappropriated profit		3,887,658,569	29,409,171,885
<b>Total equity</b>		<b>35,556,230,922</b>	<b>34,560,083,705</b>
<b>Non current liabilities</b>			
Long term liabilities		3,659,279,539	3,913,799,341
Staff retirement benefit - gratuity		761,669,722	716,804,813
Deferred taxation		-	0
		4,420,949,261	4,630,604,154
<b>Current liabilities</b>			
Trade and other payables		6,625,759,664	4,742,066,969
Contract liabilities		1,392,089,640	1,051,457,307
Accrued mark-up / interest		180,198,314	205,543,878
Short term borrowings		9,306,507,274	8,117,354,325
Current portion of long term liabilities		1,295,833,388	1,291,068,388
Unclaimed dividend		8,072,375	8,072,375
Provision for taxation		2,051,835,335	1,669,347,139
		20,860,295,990	17,084,910,381
<b>Total liabilities</b>		<b>25,281,245,251</b>	<b>21,715,514,535</b>
<b>Contingencies and commitments</b>	7		
<b>Total equity and liabilities</b>		<b>60,837,476,173</b>	<b>56,275,598,240</b>

The annexed notes 1 to 10 form an integral part of these financial statements.

  
Chief Executive Officer

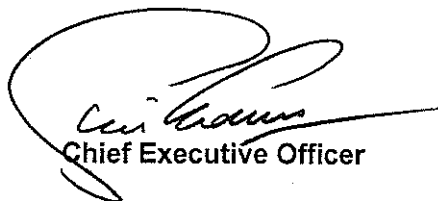
  
Director

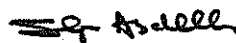
  
Chief Financial Officer

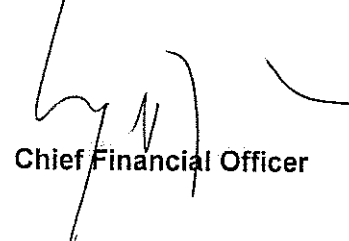
**SAPPHIRE FIBRES LIMITED**  
**Condensed Interim Statement of Profit or Loss - Unaudited**  
**For the First Quarter Ended 30 September, 2024**

	Note	Quarter ended 30 September,	
		2024 Rupees	2023 Rupees
Sales		13,132,761,285	12,279,254,698
Cost of sales	8	11,741,933,166	10,570,408,956
<b>Gross profit</b>		<b>1,390,828,119</b>	<b>1,708,845,742</b>
Distribution cost		(548,965,607)	(471,577,478)
Administrative expenses		(247,132,214)	(170,841,651)
Other expenses		(14,047,771)	(28,167,474)
Other income		1,218,310,102	690,637,542
<b>Profit from operations</b>		<b>1,798,992,629</b>	<b>1,728,896,681</b>
Finance cost		(476,532,027)	(670,775,678)
Profit before revenue tax and income tax		1,322,460,602	1,058,121,003
Final taxes - levy		(317,512,111)	(300,315,472)
<b>Profit before income tax</b>		<b>1,004,948,491</b>	<b>757,805,531</b>
<b>Income Tax</b>			
- Current		(64,976,085)	(32,488,043)
- Deferred		(85,359,018)	(8,642,232)
		(150,335,103)	(41,130,275)
<b>Profit after taxation</b>		<b>854,613,388</b>	<b>716,675,256</b>
 <b>Earnings per share - basic and diluted</b>		 <b>41.34</b>	 <b>34.67</b>

The annexed notes 1 to 10 form an integral part of these financial statements.

  
Chief Executive Officer

  
Director

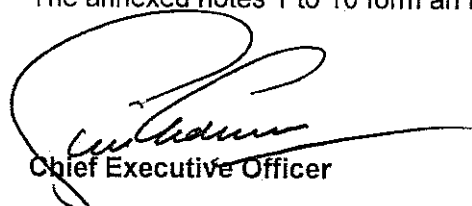
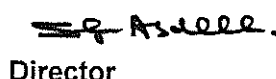

  
Chief Financial Officer



**SAPPHIRE FIBRES LIMITED****Condensed Interim Statement of Other Comprehensive Income - Unaudited**  
**For the First Quarter Ended 30 September, 2024**

	Quarter ended 30 September,	
	2024	2023
	Rupees	Rupees
Profit after taxation	854,613,388	716,675,256
Other comprehensive income / (loss)		
Items that will not be reclassified to statement of profit or loss subsequently		
Unrealised gain / (loss) on remeasurement of investment at fair value through other comprehensive income		
- long term	273,847,769	387,161,604
- short term	(74,253,421)	189,074,687
Realised loss on sale of investment at fair value through other comprehensive income	(59,971,704)	(19,109,404)
Impact of deferred tax	1,911,185	-
	141,533,829	557,126,887
Items that will be reclassified to statement of profit or loss subsequently		
Impact of deferred tax on Gratuity	-	2,235,118
	-	2,235,118
	141,533,829	559,362,005
Total comprehensive income for the period	996,147,217	1,276,037,261

The annexed notes 1 to 10 form an integral part of these financial statements.

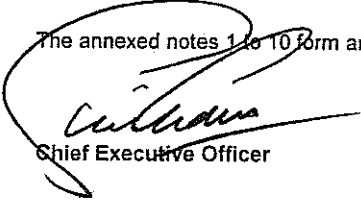
  
Chief Executive Officer  
Director  
Chief Financial Officer

**SAPPHIRE FIBRES LIMITED**  
**Condensed Interim Statement of Cash Flows - Unaudited**  
**For the First Quarter Ended 30 September, 2024**

**CASH FLOW FROM OPERATING ACTIVITIES**

	Quarter ended 30 September,	
	2024	2023
	Rupees	Rupees
Profit for the period - before taxation	1,322,460,602	1,058,121,003
Adjustments for non-cash changes and other items:		
Depreciation	260,195,567	252,471,497
Amortisation	379,619	551,031
Staff retirement benefits - gratuity	70,200,000	53,700,000
Provision for WPPF & WWF	14,047,771	28,167,474
Gain on disposal of operating fixed assets	(4,806,522)	(7,654,080)
Dividend income	(1,143,224,203)	(652,455,437)
Finance cost	476,532,027	670,775,678
	(326,675,741)	345,556,163
	995,784,861	1,403,677,166
<b>Working capital changes</b>		
(Increase) / decrease in current assets		
Stores, spares and loose tools	(76,084,055)	(165,996,942)
Stock in trade	(1,060,312,387)	(4,402,128,189)
Trade debts	(627,974,431)	2,215,178,133
Loans and advances	(1,090,222,825)	(633,073,973)
Deposits, other receivables and sales tax	(439,598,505)	(62,895,058)
Increase / (decrease) in trade and other payables	2,210,277,258	(1,150,949,464)
	(1,083,914,945)	(4,199,865,493)
	(88,130,084)	(2,796,188,327)
<b>CASH OUTFLOW FROM OPERATING ACTIVITIES</b>		
Staff retirement benefit paid	(25,335,091)	(15,670,783)
Finance cost paid	(501,877,591)	(646,914,192)
Taxes paid	(272,669,412)	(253,756,523)
Long term loans and deposits	110,570	(480,570)
	(799,771,524)	(916,822,068)
	(887,901,608)	(3,713,010,395)
<b>Net cash used in operating activities</b>		
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditures	(924,068,900)	(182,048,564)
Long and short term investments - net	(4,764,637)	(76,647,503)
Sale proceeds of tangible fixed assets	9,030,655	10,437,039
Dividend received	1,134,444,478	645,173,769
<b>Net cash generated from investing activities</b>	214,641,596	396,914,741
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Long term loans - Repaid	(249,754,802)	(200,956,109)
Dividend paid	-	(16,912)
Short term borrowings - net	1,189,152,949	3,691,126,612
<b>Net cash inflow from financing activities</b>	939,398,147	3,490,153,591
<b>Net increase in cash and cash equivalents</b>	266,138,135	174,057,937
<b>Cash and cash equivalents - at the beginning of the period</b>	662,222,792	359,991,393
<b>CASH AND CASH EQUIVALENTS - at the end of the period</b>	928,360,927	534,049,330

The annexed notes 1 to 10 form an integral part of these financial statements.


  
Chief Executive Officer

  
Director

  
Chief Financial Officer

Issued, subscribed and paid up capital	Capital	General	Reserves			Unappropriated profit	Total
			Unrealised gain / (loss) on financial assets at fair value through other comprehensive income	Unrealised gain on hedging instruments	Sub-total		
Rupees							
206,718,750	391,833,750	1,183,845,000	(602,963,037)	-	972,715,713	26,529,231,407	27,708,665,870
-	-	-	-	-	-	716,675,256	716,675,256
-	-	-	557,126,887	-	557,126,887	2,235,118	559,362,005
-	-	-	557,126,887	-	557,126,887	718,910,374	1,276,037,261
206,718,750	391,833,750	1,183,845,000	(45,836,150)	-	1,529,842,600	27,248,141,781	28,984,703,131
206,718,750	391,833,750	1,183,845,000	3,368,514,320	-	4,944,193,070	29,409,171,885	34,560,083,705
-	-	-	-	-	-	854,613,388	854,613,388
-	-	-	141,533,829	-	141,533,829	-	141,533,829
-	-	-	141,533,829	-	141,533,829	854,613,388	996,147,217
Loss on disposal of property, plant and equipment	-	-	59,971,704	-	59,971,704	(59,971,704)	-
	27,500,000,000	(1,183,845,000)			26,316,155,000	(26,316,155,000)	-
206,718,750	27,891,833,750	-	3,570,019,853	-	31,461,853,603	3,887,658,569	35,556,230,922

The annexed notes 1 to 10 form an integral part of

  
Chief Executive Officer

S. Asule  
Director

  
Chief Financial Officer

**Chief Financial Officer**

**SAPPHIRE FIBRES LIMITED**  
**Notes to the Condensed Interim Financial Statements - *Unaudited***  
**For the First Quarter Ended 30 September, 2024**

**1. LEGAL STATUS AND OPERATIONS**

Sapphire Fibres Limited (the Company) was incorporated in Pakistan on June 05, 1979 as a Public Company under the Companies Act, 1913 (now the Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange. The Company is principally engaged in manufacturing and sale of yarn, fabrics and garments.

Geographical location and addresses of major business units including mills / plant of the Company are as under:

<b>Karachi</b> 316, Cotton Exchange Building, I.I Chundrigar Road	<b>Purpose</b> Registered office
<b>Lahore</b> First Floor, Tricon Corporate Centre, 73-E Main Jail Road, Gulberg II. 3.5 km, Manga Road, Raiwind	Head office  Production plant
<b>Sheikhupura</b> 10 km, Sheikhupura / Faisalabad Road, Kharianwala 26 km, Sheikhupura / Faisalabad Road, Feroze wattoan	Production plant Production plant

**2. BASIS OF PREPARATION**

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

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Act; and
- Provisions of and directives issued under the Act.

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

These condensed interim financial statements are presented in Pakistan Rupees, which is the Company's functional and presentation currency. All financial information presented in Pakistan Rupees has been rounded to the nearest rupees unless otherwise specified.

**3. SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in preparation of preceding published financial statements of the Company for the year ended 30 June, 2024.

#### 4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amount of assets, liabilities, income and expenses. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In preparing this condensed interim financial information, the significant judgments made by management in applying accounting policies and key sources of estimation were the same as those that were applied to the annual audited financial statements for the year ended 30 June, 2024.

The company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 June, 2024.

		Un-audited 30 September, 2024 Rupees	Audited 30 June, 2024 Rupees
<b>5. PROPERTY, PLANT AND EQUIPMENT</b>	<b>Note</b>		
Operating fixed assets	5.1	14,474,167,703	14,103,694,892
Capital work-in-progress	5.2	2,230,814,998	1,941,638,609
		<u>16,704,982,701</u>	<u>16,045,333,501</u>
<b>5.1 Operating fixed assets</b>			
Opening book value		14,103,694,892	13,524,386,843
Additions during the quarter / year			
- land (freehold)		-	450,000,000
- residential buildings and others on freehold land		-	9,852,468
- factory buildings on freehold land		1,869,091	411,069,884
- plant and machinery		611,373,674	655,838,370
- fire fighting equipment		-	11,750,985
- mills equipment		-	2,673,650
- electric equipment		145,000	-
- electric installations		-	37,725,058
- computer hardware		4,976,500	27,602,801
- vehicles		13,849,000	38,440,100
- furniture and fixtures		2,679,246	5,651,980
		634,892,511	1,650,605,296
Book value of assets disposed-off during the quarter/year		(4,224,133)	(11,709,186)
Depreciation charge for the quarter/year		(260,195,567)	(1,059,588,061)
Closing book value		<u>14,474,167,703</u>	<u>14,103,694,892</u>
<b>5.2 Capital work-in-progress</b>			
Building		641,856,855	574,701,399
Furniture and fixtures		3,255,475	3,255,475
Plant and machinery		1,283,629,311	933,724,499
Electric Installation		98,938,549	-
Advance payments:			
- freehold land		22,502,400	22,502,400
- factory / office building		6,668,800	6,668,800
- electric installation		131,231,944	384,746,541
- vehicles		42,506,664	14,651,095
- computer software		225,000	1,388,400
		<u>2,230,814,998</u>	<u>1,941,638,609</u>

		Un-audited 30 September, 2024 Rupees	Audited 30 June, 2024 Rupees
<b>6. LONG TERM INVESTMENTS</b>	<b>Note</b>		
Subsidiary Companies - at cost	6.1	4,163,135,476	3,675,058,316
Associated Companies - at cost	6.2	758,276,769	758,276,769
Others - equity instruments	6.3	5,449,283,570	5,175,435,801
- debt instruments	6.4	45,500,000	45,500,000
Share deposit money		-	488,077,160
		<u>10,416,195,815</u>	<u>10,142,348,046</u>

6.1 The Company has pledged 172,446,420 shares of the Subsidiary Company- SECL with a financial institution under Share Pledge Agreement dated April 16, 2007 and Working Capital Support Agreement dated August 13, 2010 as security against financing facilities advanced to SECL.

6.2 This include 59,251,500 ordinary shares of Rs.10 each of Tricon Boston Consulting Corporation (Private) Limited (TBCCL). The Company has pledged these shares through an Onshore Security Trustee under Share Pledge Agreement dated May 08, 2017 as security against financing facilities advanced to TBCCL.

**6.3 Equity Instruments - at FVTOCI**

MCB Bank Limited - Quoted

18,837,275 (30 June, 2024: 18,837,275) ordinary shares of Rs.10 each - cost

984,949,221

984,949,221

Adjustment arising from re-measurement to fair value

3,543,531,689

3,291,488,950

4,528,480,910

4,276,438,171

Habib Bank Limited - Quoted

7,244,196 (30 June, 2024: 7,244,196) ordinary shares of Rs.10 each - cost

1,217,073,609

1,217,073,609

Adjustment arising from re-measurement to fair value

(296,770,949)

(318,575,979)

920,302,660

898,497,630

TCC Management Services (Pvt.) Limited - Unquoted  
50,000 ordinary shares of Rs.10 each

500,000

500,000

5,449,283,570

5,175,435,801

	Un-audited 30 September, 2024 Rupees	Audited 30 June, 2024 Rupees
<b>6.4 Debt Instruments - at FVTOCI</b>		
Habib Bank Limited -		
term finance certificates (TFCs)		
500 (2024: 500) Term finance certificates		
of Rs.100,000 each - cost	50,000,000	50,000,000
Adjustment arising from re-measurement		
to fair value	(4,500,000)	(4,500,000)
	<u>45,500,000</u>	<u>45,500,000</u>

## 7. CONTINGENCIES AND COMMITMENTS

7.1 Guarantees issued by banks to various Government institutions on behalf of the Company aggregate Rs.1,248.131 million (30 June, 2024: Rs.1,213.131 million).

7.2 Commitments in respect of :

- letters of credit for capital expenditure	<u>452,542,020</u>	<u>944,042,713</u>
- letters of credit for purchase of raw materials		
and stores, spare parts & chemicals	<u>1,899,953,021</u>	<u>1,534,011,443</u>
- capital expenditure other than letters of credit	<u>145,237,108</u>	<u>147,714,378</u>

		Un-audited 30 September, 2024 Rupees	Un-audited 30 September, 2023 Rupees
<b>8. COST OF SALES</b>	<b>Note</b>		
Stocks - opening		3,976,618,720	3,459,768,225
Cost of goods manufactured	8.1	11,986,851,512	9,837,496,801
Cost of raw materials sold		143,913,214	56,193,378
		<u>16,107,383,446</u>	<u>13,353,458,404</u>
Stocks - closing		4,365,450,280	2,783,049,448
		<u>11,741,933,166</u>	<u>10,570,408,956</u>

## 8.1 Cost of goods manufactured

Work in process - opening	1,396,530,229	1,263,713,907
Raw materials consumed	8,643,654,914	7,416,055,018
Overheads	3,561,255,862	2,566,383,179
	<u>12,204,910,776</u>	<u>9,982,438,197</u>
	<u>13,601,441,005</u>	<u>11,246,152,104</u>
Work in process closing	1,614,589,493	1,408,655,303
	<u>11,986,851,512</u>	<u>9,837,496,801</u>

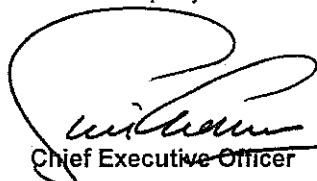
## 9. RELATED PARTY TRANSACTIONS

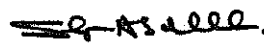
The Company has related party relationship with its Associated Companies, employee benefit plan, its directors and key management personnel. Transactions with related parties are carried-out on arm's length basis. There were no transactions with key management personnel other than under the terms of employment. Aggregate transactions with associated companies during the period were as follows:

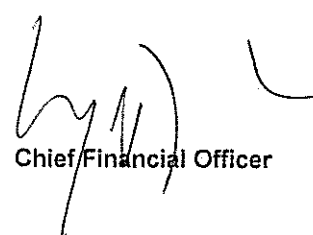
Relationship with the company	Name of transaction	Un-audited 30 September, 2024 Rupees	Un-audited 30 September, 2023 Rupees
I. Subsidiaries	Loans provided	13,025,155	20,551,262
	Mark-up charged	27,923,597	18,458,479
	Dividend received	866,347,800	433,173,900
II. Associates	Sale of goods and services	399,816,616	154,925,397
	Services rendered	25,863,796	640,440
	Services obtained	448,750	1,239,261
	Purchase of goods and services	716,560,251	720,872,455
	Purchase of fixed assets	33,200,000	-
	Expenses charged to	6,569,840	769,654
	Expenses charged by	15,777,797	7,992,060
III. Other related parties	Contributions towards provident fund	15,287,782	11,263,081

## 10. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on 29 October, 2024 by the Board of Directors of the Company.

  
Chief Executive Officer

  
Director

  
Chief Financial Officer





# CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FIRST QUARTER ENDED  
SEPTEMBER 30, 2024



## DIRECTORS' REPORT

The directors are pleased to present their report together with consolidated financial statements of Sapphire Fibres Limited and its subsidiaries.

Sapphire Electric Company Limited, Premier Cement Limited, Sapphire Cement Company Limited, Sapphire Hydro Limited, Sapphire Energy (Pvt.) Limited, Ignite Power (Private) Limited, Sapphire Mining Exploration (Private) Limited, Sapphire Building Materials Limited, Sapphire Power Limited and Sapphire Properties (Private) Limited for the quarter ended September 30, 2024. The Company has annexed consolidated financial statements along with its separate financial statements in accordance with the requirements of the International Accounting Standard-27 (Consolidated and Separate Financial Statements).

### **Sapphire Electric Company Limited (SECL):**

Sapphire Electric Company Limited was incorporated in Pakistan as a public unlisted company under the Companies Ordinance, 1984 on January 18, 2005. Sapphire Fibres Limited has holding of 68.11% (2024: 68.11%) share capital of the subsidiary.

The principal activity of the subsidiary company is to own, operate and maintain a combined cycle power station having net capacity of 212 MW.

### **Premier Cement Limited (PCL):**

Premier Cement Limited was incorporated in Pakistan as an unlisted public company limited by shares under the Companies Ordinance, 1984. SFL holds 100% shares of PCL as on September 30, 2024.

PCL intends to establish and install plant for manufacturing of all kinds of cement and its allied products.

### **Sapphire Cement Company Limited (SCCL):**

Sapphire Cement Company Limited was incorporated in Pakistan as an unlisted public company limited by shares under the Companies Ordinance, 1984 during the period. SFL holds 100% shares of SCCL as on September 30, 2024.

SCCL intends to establish and install plant for manufacturing of all kinds of cement and its allied products.

### **Sapphire Hydro Limited (SHL):**

Sapphire Hydro Limited was incorporated in Pakistan as a public company limited by shares under the Companies Act, 2017 on September 07, 2017. The principal business of the subsidiary company shall be to construct, establish and setup a Hydro Electric Power generation project having a net capacity of 150 MW with potential of 682 GWh of annual energy generation at Sharmai, Khyber Pakhtunkhwa.

Sapphire Hydro Limited is a wholly owned subsidiary of Sapphire Electric Company Limited which is a subsidiary of Sapphire Fibres Limited.

### **Sapphire Energy (Private) Limited (SEPL):**

Sapphire Energy (Private) Limited was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on December 11, 2017. SFL holds 100% shares of SEPL as on September 30, 2024.

SEPL intends to undertake, develop power projects and make equity investment, acquire or hold shares in companies involved in energy generation and operate a terminal for handling, regasification, storage, treatment and processing of all types of gases and all other related liquids, chemical & petroleum products.



## Sapphire Fibres Limited

### **Ignite Power (Private) Limited (IPPL):**

Ignite Power (Private) Limited is a 99.93% owned subsidiary of Sapphire Energy (Private) Limited which is a wholly owned subsidiary of the Parent Company and was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on July 03, 2019. It intends to undertake, develop power projects including the use of solar energy systems and all other forms of energy and products or services associated therewith.

### **Sapphire Mining Exploration (Private) Limited (SMEL):**

Sapphire Mining Exploration (Private) Limited was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on August 25, 2020. Subject to necessary approvals, SMEL intends to establish and install plant for manufacturing of all kinds of cement and its allied products in Gilgit.

SMEL is a wholly owned subsidiary of Premier Cement Limited which is a subsidiary of Sapphire Fibres Limited.

### **Sapphire Building Materials Limited (SBML):**

Sapphire Building Materials Limited was incorporated in Pakistan as a company limited by shares under the Companies Act, 2017 on March 24, 2021. SBML intends to deal in allied products used in construction industry.

SBML is a wholly owned subsidiary of Premier Cement Limited which is a subsidiary of Sapphire Fibres Limited.

### **Sapphire Power Limited (SPL):**

Sapphire Power Limited is a public unlisted company limited by shares incorporated in Pakistan on April 19, 2021 under the Companies Ordinance, 1984 (now Companies Act, 2017). The principal activity of the Company is to generate, purchase, import, transform, convert, distribute and supply electricity including the hydriil and wind power system.

SPL is a wholly owned subsidiary of Sapphire Fibres Limited ("the Holding Company").

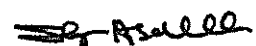
### **Sapphire Properties (Private) Limited (SPPL):**

Sapphire Properties (Private) Limited was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on August 5, 2022. The purpose of the Company is to invest in real estate projects.

SPPL is a wholly owned subsidiary of Sapphire Fibres Limited.

For and on behalf of the Board of Directors

  
Shahid Abdullah  
Chief Executive

  
Shayan Abdullah  
Director

Lahore:

Dated: October 29, 2024



## Sapphire Fibres Limited

### ڈائریکٹرز رپورٹ

ڈائریکٹرز 30 ستمبر 2024ء کو ختم ہونے والی مدت کے لئے سفار فائبرز لمیٹڈ اور اسکی ذیلی کمپنیوں سفار الیکٹرک کمپنی لمیٹڈ، پریمیر سینٹ لمیٹڈ، سفار سینٹ کمپنی لمیٹڈ، سفار ہائیڈرولمیتڈ، سفار انرجی (پرائیویٹ) لمیٹڈ، اگنائٹ پاور (پرائیویٹ) لمیٹڈ، سفار مائننگ ایکسپلوریشن (پرائیویٹ) لمیٹڈ، سفار بلڈنگ میٹریلز لمیٹڈ، سفار پاور لمیٹڈ اور سفار پراپرٹیز (پرائیویٹ) لمیٹڈ کے اشتمال شدہ مالیاتی گوشواروں کے ہمراہ اپنی رپورٹ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔ کمپنی نے بین الاقوامی اکاؤنٹنگ معیار-27 (اشتمال شدہ اور الگ مالی گوشوارے) کی ضروریات کے مطابق اشتمال شدہ مالی گوشواروں کے ساتھ ساتھ اپنے الگ مالی گوشوارے منسلک کئے ہیں۔

### سفار الیکٹرک کمپنی لمیٹڈ (ایس ای سی ایل):

سفار الیکٹرک کمپنی لمیٹڈ (ایس ای سی ایل) 18 جنوری 2005ء کو کمپنیز آرڈیننس، 1984ء کے تحت ایک غیر مندرج پبلک کمپنی کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ سفار فائبرز لمیٹڈ ذیلی کمپنی کے 68.11% (2024: 68.11%) حصص کیپٹل کی مالک ہے۔ ذیلی کمپنی کی اصل سرگرمی 212 میگا واٹ کی خالص صلاحیت کے حامل کبائسڈ سائیکل پاور سٹیشن کی ملکیت، کو چلانا اور برقرار رکھنا ہے۔

### پریمیر سینٹ لمیٹڈ (پی سی ایل):

پریمیر سینٹ لمیٹڈ (پی سی ایل) 26 جولائی 2016ء کو کمپنیز آرڈیننس 1984ء کے تحت ایک غیر مندرج پبلک کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ایس ایف ایل 30 ستمبر 2024ء کے مطابق پی سی ایل کے 100% حصص کی مالک ہے۔ پی سی ایل ہر قسم کے سینٹ اور اس کی متعلقہ مصنوعات بنانے کے لئے پلانٹ قائم اور نصب کرنے کا ارادہ رکھتی ہے۔

### سفار سینٹ کمپنی لمیٹڈ (ایس سی سی ایل):

سفار سینٹ کمپنی لمیٹڈ (ایس سی سی ایل) 28 اکتوبر 2016ء کو کمپنیز آرڈیننس 1984ء کے تحت ایک غیر مندرج پبلک کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ایس ایف ایل 30 ستمبر 2024ء کے مطابق ایس سی سی ایل کے 100% حصص کی مالک ہے۔ ایس سی سی ایل ہر قسم کے سینٹ اور اس کی متعلقہ مصنوعات بنانے کے لئے پلانٹ قائم اور نصب کرنے کا ارادہ رکھتی ہے۔

### سفار ہائیڈرولمیتڈ (ایس ایچ ایل):

سفار ہائیڈرولمیتڈ (ایس ایچ ایل) 07 ستمبر 2017ء کو کمپنیز ایکٹ 2017ء کے تحت پبلک کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ذیلی کمپنی کا اصل کاروبار تھرمنی، خیر، بخوخوا میں 682 GWh کی سالانہ بجلی کی پیداوار کی پمپنشل کے ساتھ 150 میگا واٹ کی خالص صلاحیت کا حامل ایک ہائیڈرو الیکٹرک پاور جنریشن منصوبہ تعمیر، قائم اور چلانا ہوگا۔ سفار ہائیڈرولمیتڈ (ایس ایچ ایل) پیرنٹ کمپنی سفار فائبرز لمیٹڈ کی ذیلی کمپنی سفار الیکٹرک کمپنی لمیٹڈ کی ایک مکمل ملکیتی ذیلی کمپنی ہے۔

### سفار انرجی (پرائیویٹ) لمیٹڈ (ایس ای پی ایل):

سفار انرجی (پرائیویٹ) لمیٹڈ (ایس ای پی ایل) 11 دسمبر 2017ء کو کمپنیز ایکٹ 2017ء کے تحت ایک پرائیویٹ کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ایس ایف ایل 30 ستمبر 2024ء کے مطابق ایس ای پی ایل کے 100% حصص کی مالک ہے۔ ایس ای پی ایل بجلی پیدا کرنے اور تمام دیگر متعلقہ مائع، کیمیکل اور پٹرولیم مصنوعات کی ہینڈلنگ، ری گیس فیکیشن، اسٹوریج، ٹریڈنگ اور پروسیسنگ کے لئے ایک ٹرمینل چلانے میں مصروف کمپنیوں میں توانائی کے منصوبوں میں حصہ لینے، شرکت کرنے اور سرمایہ کاری کرنے یا حصص حاصل کرنے کا ارادہ رکھتی ہے۔



## Sapphire Fibres Limited

اگنائٹ پاور (پرائیویٹ) لمیٹڈ (آئی پی ایل):

اگنائٹ پاور (پرائیویٹ) لمیٹڈ (آئی پی ایل) بیرنٹ کمپنی سفار فاہرز لمیٹڈ کی ذیلی کمپنی سفار انرجی پرائیویٹ لمیٹڈ کی 99.93% ملکیتی ذیلی کمپنی ہے۔ اگنائٹ پاور (پرائیویٹ) لمیٹڈ (آئی پی ایل) 03 جولائی 2019ء کو کمپنیز ایکٹ 2017ء کے تحت ایک پبلک کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ سولر انرجی سسٹم کے استعمال اور توانائی کی تمام دیگر شکلوں اور مصنوعات یا اس سے متعلقہ خدمات سمیت پاور پروجیکٹس حاصل، ترقی دینے کا ارادہ رکھتی ہے۔

سفار مائننگ ایکسپلوریشن (پرائیویٹ) لمیٹڈ (ایس ایم ای ایل):

سفار مائننگ ایکسپلوریشن (پرائیویٹ) لمیٹڈ (ایس ایم ای ایل) 25 اگست 2020ء کو کمپنیز ایکٹ 2017ء کے تحت ایک پرائیویٹ کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ضروری منظور یوں کے حوالہ سے، ایس ایم ای ایل کلکتہ میں تمام اقسام کے سینٹ اور اس کی متعلقہ مصنوعات کی تیاری کے لئے پلانٹ قائم اور نصب کرنے کا ارادہ رکھتی ہے۔ ایس ایم ای ایل سفار فاہرز لمیٹڈ کی ذیلی کمپنی پریمر سینٹ لمیٹڈ کی مکمل ملکیتی ذیلی کمپنی ہے۔

سفار بلڈنگ میٹریل لمیٹڈ (ایس بی ایم ایل):

سفار بلڈنگ میٹریل لمیٹڈ (ایس بی ایم ایل) 24 مارچ 2021ء کو کمپنیز ایکٹ 2017ء کے تحت ایک کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ایس بی ایم ایل تعمیراتی صنعت میں استعمال ہونے والی متعلقہ مصنوعات میں ڈیل کرنے کا ارادہ رکھتی ہے۔ ایس بی ایم ایل سفار فاہرز لمیٹڈ کی ذیلی کمپنی پریمر سینٹ لمیٹڈ کی مکمل ملکیتی ذیلی کمپنی ہے۔

سفار پاور لمیٹڈ (ایس پی ایل):

سفار پاور لمیٹڈ (ایس پی ایل) 19 اپریل 2021ء کو کمپنیز ایکٹ 2017ء کے تحت ایک پبلک غیر مندرج کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ کمپنی کی اصل سرگرمی ہائیڈرو پاور اور وٹڈ پاور سسٹم سمیت بجلی کی پیداوار، خریداری، درآمد، برائے سفارم، کنورٹ، تقسیم اور سپلائی کرنا ہے۔ کمپنی سفار فاہرز لمیٹڈ (ہولڈنگ کمپنی) کی مکمل ملکیتی ذیلی کمپنی ہے۔

سفار پراپرٹیز (پرائیویٹ) لمیٹڈ (ایس پی پی ایل):

سفار پراپرٹیز (پرائیویٹ) لمیٹڈ (ایس پی پی ایل) 5 اگست 2022ء کو کمپنیز ایکٹ 2017ء کے تحت ایک پرائیویٹ کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ کمپنی کا مقصد ریل اسٹیٹ کے منصوبوں میں سرمایہ کاری کرنا ہے۔ سفار پراپرٹیز (پرائیویٹ) لمیٹڈ، سفار فاہرز لمیٹڈ کا مکمل ملکیتی ذیلی ادارہ ہے۔

منجانب بورڈ آف ڈائریکٹرز

==e. Asluee.

شایان عبداللہ  
ڈائریکٹر

شاہد عبداللہ  
چیف ایگزیکٹو

لاہور

تاریخ: 29 اکتوبر 2024ء

**Sapphire Fibres Limited**  
**Condensed Interim Consolidated Statement of Financial Position - Unaudited**  
**As at 30 September, 2024**

Assets	Note	Un-Audited 30 September, 2024 Rupees	Audited 30 June, 2024 Rupees
<b>Non Current Assets</b>			
Property, plant and equipment	6	26,888,430,686	26,263,263,686
Investment property		31,750,000	31,750,000
Intangible assets		7,890,618	8,270,237
Long term investments	7	9,242,148,793	8,753,485,328
Long term loans		5,255,000	5,365,570
Deferred taxation		223,563,924	307,761,674
Long term deposits		63,948,145	63,948,145
		<b>36,462,987,166</b>	<b>35,433,844,640</b>
<b>Current Assets</b>			
Stores, spare parts and loose tools		1,376,172,728	1,300,088,673
Stock-in-trade		16,257,079,243	15,192,244,890
Trade debts		18,780,415,834	17,715,725,180
Loans and advances		1,832,826,724	777,414,249
Trade deposits and short term prepayments		17,796,325	82,868,660
Short term investments		2,840,925,802	4,064,853,287
Other receivables		2,356,371,326	2,024,988,152
Tax refunds due from Government		3,482,265,426	3,076,135,765
Cash and bank balances		1,948,490,355	1,832,065,719
		<b>48,892,343,763</b>	<b>46,066,384,575</b>
<b>Total Assets</b>		<b>85,355,330,929</b>	<b>81,500,229,215</b>
<b>Equity and Liabilities</b>			
<b>Share Capital and Reserves</b>			
Authorised capital			
35,000,000 ordinary shares of Rs.10 each		350,000,000	350,000,000
Issued, subscribed and paid-up capital			
20,671,875 ordinary shares of Rs.10 each		206,718,750	206,718,750
Reserves		31,607,117,758	5,033,306,365
Unappropriated profit		17,657,259,666	43,160,723,124
Equity attributable to shareholders of the Parent Company		49,471,096,174	48,400,748,239
Non-controlling interest		6,979,592,207	7,031,568,261
<b>Total equity</b>		<b>56,450,688,381</b>	<b>55,432,316,500</b>
<b>Non current liabilities</b>			
Long term liabilities		3,659,279,539	3,913,799,341
Staff retirement benefit - gratuity		761,669,722	716,804,813
Deferred taxation		-	-
		<b>4,420,949,261</b>	<b>4,630,604,154</b>
<b>Current liabilities</b>			
Trade and other payables		9,547,488,624	7,935,741,567
Contract liabilities		1,392,089,640	1,051,457,307
Accrued mark-up / interest		204,429,041	213,277,317
Short term borrowings		9,864,545,587	9,149,051,771
Current portion of long term finances		1,295,833,388	1,291,068,388
Unclaimed dividend		125,374,785	125,374,785
Provision for taxation		2,053,932,222	1,671,337,426
		<b>24,483,693,287</b>	<b>21,437,308,561</b>
<b>Contingencies and commitments</b>	8		
<b>Total equity and liabilities</b>		<b>85,355,330,929</b>	<b>81,500,229,215</b>

The annexed notes 1 to 12 form an integral part of these consolidated financial statements.

  
Chief Executive Officer

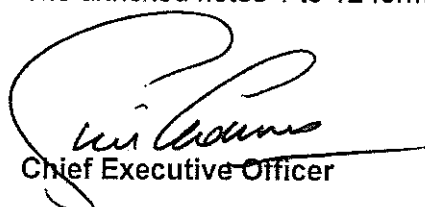
  
Director

  
Chief Financial Officer

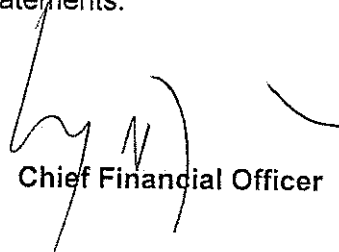
**Sapphire Fibres Limited**  
**Condensed Interim Consolidated Statement of Profit or Loss - Unaudited**  
**For the First Quarter Ended 30 September, 2024**

		Quarter ended 30 September,	
	Note	2024 Rupees	2023 Rupees
Sales		19,052,250,856	21,963,556,240
Cost of sales	9	16,496,930,060	19,027,307,331
<b>Gross profit</b>		<b>2,555,320,796</b>	<b>2,936,248,909</b>
Distribution cost		548,965,607	471,577,478
Administrative expenses		292,709,107	224,356,227
Other expenses		15,628,740	28,167,474
Other income		(343,131,498)	(279,685,165)
		<b>514,171,956</b>	<b>444,416,014</b>
<b>Profit from operations</b>		<b>2,041,148,840</b>	<b>2,491,832,895</b>
Finance cost		503,054,457	753,474,102
		<b>1,538,094,383</b>	<b>1,738,358,793</b>
Share of profit of associates		212,254,505	337,518,070
<b>Profit before revenue tax and income tax</b>		<b>1,750,348,888</b>	<b>2,075,876,863</b>
Final taxes - levy		317,512,111	300,315,472
<b>Profit before income tax</b>		<b>1,432,836,777</b>	<b>1,775,561,391</b>
<b>Taxation</b>			
Current		65,082,685	33,225,461
Deferred		86,108,935	(231,285)
		<b>151,191,620</b>	<b>32,994,176</b>
<b>Profit after taxation</b>		<b>1,281,645,157</b>	<b>1,742,567,215</b>
<b>Attributable to:</b>			
- Shareholders of the Parent Company		927,959,979	1,382,270,080
- Non-controlling interest		353,685,178	360,297,135
		<b>1,281,645,157</b>	<b>1,742,567,215</b>
<b>Earnings per share - attributable to the shareholders of the Parent Company</b>		<b>44.89</b>	<b>66.87</b>

The annexed notes 1 to 12 form an integral part of these consolidated financial statements.

  
Chief Executive Officer

  
Director

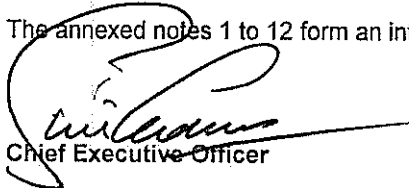
  
Chief Financial Officer


**Sapphire Fibres Limited**

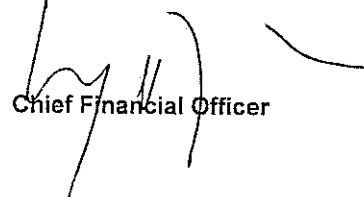
**Condensed Interim Consolidated Statement of Other Comprehensive Income - Unaudited**  
**For the First Quarter Ended 30 September, 2024**

	Quarter ended 30 September,	
	2024 Rupees	2023 Rupees
Profit after taxation	1,281,645,157	1,742,567,215
Other comprehensive income / (loss)		
Items that will not be reclassified to statement of profit or loss subsequently		
Unrealised gain / (loss) on remeasurement of investment at fair value through other comprehensive income		
- long term	273,847,769	387,161,604
- short term	(74,253,421)	189,074,687
Realised loss on sale of investment at fair value through other comprehensive income	(59,971,704)	(19,109,404)
Impact of deferred tax	1,911,185	-
Share of fair value profit on re-measurement of available-for-sale investments of Associated Companies	854,473	4,392,160
	142,388,302	561,519,047
Items that will be reclassified to statement of profit or loss subsequently		
Impact of deferred tax on gratuity	-	2,235,118
Share of unrealised profit on remeasurement of hedging instrument of Associated Companies	97,431	91,517
	97,431.00	2,326,635
<b>Total comprehensive income for the period</b>	<b>1,424,130,890</b>	<b>2,306,412,897</b>
Attributable to:		
- Shareholders of the Parent Company	1,070,445,712	1,946,115,762
- Non-controlling Interest	353,685,178	360,297,135
	1,424,130,890	2,306,412,897

The annexed notes 1 to 12 form an integral part of these consolidated financial statements.

  
Chief Executive Officer

  
Director

  
Chief Financial Officer



**Sapphire Fibres Limited**  
**Condensed Interim Consolidated Statement of Cash Flows - Unaudited**  
**For the First Quarter Ended 30 September, 2024**

	Quarter ended 30 September,	
	2024	2023
	Rupees	Rupees
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	1,538,094,383	1,738,358,793
Adjustments for non-cash changes and other items:		
Depreciation	409,046,484	401,544,799
Amortisation	379,619	551,031
Staff retirement benefits - gratuity	70,200,000	53,700,000
Provision for workers' profit participation fund	14,047,771	28,167,474
Gain on disposal of operating fixed assets	(4,806,522)	(7,654,080)
Dividend, interest and other income	(293,109,966)	(220,592,237)
Finance cost	503,054,457	753,474,102
	698,811,843	1,009,191,089
Cash inflow from operating activities before working capital changes	2,236,906,226	2,747,549,882
(Increase) in current assets		
Stores, spares and loose tools	(76,084,055)	(165,996,942)
Stock in trade	(1,064,834,353)	(4,400,133,281)
Trade debts	(1,064,690,654)	727,400,425
Loans and advances	(1,055,412,475)	(908,369,277)
Deposits, other receivables and sales tax	(440,381,508)	(446,726,956)
Increase / (decrease) in trade and other payables	2,309,822,717	(543,913,398)
	(1,391,580,328)	(5,737,739,429)
<b>Cash inflow / (outflow) from operating activities</b>	845,325,898	(2,990,189,547)
Staff retirement benefit paid	(25,335,091)	(15,670,783)
Finance cost paid	(511,902,733)	(677,513,392)
Taxes paid	(278,438,237)	(255,725,896)
Long term loans and deposits-net	110,570	(480,570)
	(815,565,491)	(949,390,641)
<b>Net Cash outflow from operating activities</b>	29,760,407	(3,939,580,188)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditures	(1,365,734,497)	(193,612,607)
Long and short term investments-net	1,090,235,363	1,000,483,758
Sale proceeds of operating fixed assets	9,030,655	10,437,039
Dividend, interest and other income received	293,109,966	220,592,237
<b>Net cash inflow from investing activities</b>	26,641,487	1,037,900,427
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Long term finances - repaid	(249,754,802)	(200,956,109)
Dividend paid	(405,716,272)	(234,621,703)
Short term borrowings - net	715,493,816	3,451,924,467
<b>Net cash inflow from financing activities</b>	60,022,742	3,016,346,655
<b>Net increase in cash and cash equivalents</b>	116,424,636	114,666,894
Cash and cash equivalents - at the beginning of the period	1,832,065,719	1,399,220,229
<b>CASH AND CASH EQUIVALENTS - at the end of the period</b>	<b>1,948,490,355</b>	<b>1,513,887,123</b>

The annexed notes 1 to 12 form an integral part of these consolidated financial statements.

  
Chief Executive Officer

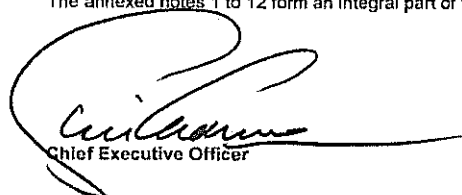
  
Director

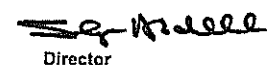
  
Chief Financial Officer

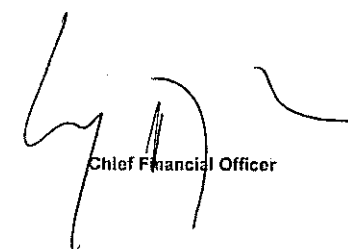
**Sapphire Fibres Limited**  
**Condensed Interim Consolidated Statement of Changes in Equity - Unaudited**  
**For the First Quarter Ended 30 September, 2024**

	Issued, subscribed and paid-up capital	Reserves					Unappropriated profit	Total	Non Controlling Interest	
		Capital		General	Unrealised gain on financial assets at fair value through other comprehensive income	Unrealised gain on hedging instruments				Sub-total
		Share premium	Maintenance reserve							
Rupees										
Balance as at 01 July, 2023	206,718,750	391,833,750	584,910,480	1,183,845,000	(629,691,620)	953,520	1,531,851,130	39,301,687,521	41,040,257,401	6,955,409,522
Transfer to maintenance reserve	-	-	54,175,990	-	-	-	54,175,990	(54,175,990)	-	-
Total comprehensive income for the period ended 30 September, 2023										
Profit for the period	-	-	-	-	-	-	-	1,382,270,080	1,382,270,080	360,297,135
Other comprehensive loss	-	-	-	-	561,519,047	2,326,635	563,845,682	-	563,845,682	-
	-	-	-	-	561,519,047	2,326,635	563,845,682	1,382,270,080	1,946,115,762	360,297,135
Loss on sale of investment					19,109,404		19,109,404	(19,109,404)	-	-
Dividend paid by subsidiary Co. - SECL										(202,830,611)
Effect of items directly credited in equity by associates	-	-	-	-	-	-	-	1,410	1,410	-
Balance as at 30 September, 2023	206,718,750	391,833,750	639,086,470	1,183,845,000	(49,063,169)	3,280,155	2,168,982,206	40,610,673,617	42,986,374,573	7,112,876,046
Balance as at 01 July, 2024	206,718,750	391,833,750	87,089,407	1,183,845,000	3,369,447,071	1,091,137	5,033,306,365	43,160,723,124	48,400,748,239	7,031,568,261
Transfer to maintenance reserve	-	-	55,198,956	-	-	-	55,198,956	(55,198,956)	-	-
Total comprehensive income for the period ended 30 September, 2024										
Profit for the period	-	-	-	-	-	-	-	927,959,979	927,959,979	353,685,178
Other comprehensive income	-	-	-	-	142,388,302	97,431	142,485,733	-	142,485,733	-
	-	-	-	-	142,388,302	97,431	142,485,733	927,959,979	1,070,445,712	353,685,178
Reclasssification of adjustment of realised loss on sales of investment	-	-	-	-	59,971,704	-	59,971,704	(59,971,704)	-	-
Dividend paid by subsidiary Co. - SECL									-	(405,661,232)
Transfer to Capital Reserve	-	27,500,000,000	-	(1,183,845,000)	-	-	26,316,155,000	(26,316,155,000)	-	-
Effect of items directly credited in equity by associates	-	-	-	-	-	-	-	(97,777)	(97,777)	-
Balance as at 30 September, 2024	206,718,750	27,891,833,750	142,288,363	-	3,571,807,077	1,188,568	31,607,117,758	17,657,259,666	49,471,096,174	6,979,592,207

The annexed notes 1 to 12 form an integral part of these consolidated financial statements.

  
Chief Executive Officer

  
Director

  
Chief Financial Officer

**SAPPHIRE FIBRES LIMITED**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Un-audited)**  
**For the First Quarter Ended 30 September, 2024**

**1. LEGAL STATUS AND OPERATIONS**

The Group consists of following parent and subsidiary companies.

**The Parent Company**

**- Sapphire Fibres Limited**

The Parent Company was incorporated in Pakistan on June 05, 1979 as a public limited company and its shares are quoted on Pakistan Stock Exchange. The Parent Company is principally engaged in manufacture and sale of yarn, fabrics and garments. The registered office of the Parent Company is located at 316, Cotton Exchange Building, Karachi while its mills and head office are located in Lahore and Sheikhpura districts.

**The Subsidiary Companies**

**- Sapphire Electric Company Limited - SECL**

SECL was incorporated in Pakistan as a public company limited by shares under the Companies Ordinance, 1984 ( now the Companies Act, 2017 ) on January 18, 2005. The principal activity of the Subsidiary Company is to build, own, operate and maintain a combined cycle power station having a net capacity of 212 MW at Muridke, District Sheikhpura, Punjab. The registered office of the Subsidiary Company is located at 7-A/K, Main Boulevard, Gulberg II, Lahore. The Subsidiary Company has a Power Purchase Agreement (PPA) with its sole customer, National Transmission and Dispatch Company Limited (NTDC) for thirty years which commenced from October 05, 2010.

**- Premier Cement Limited - PCL**

PCL is a wholly owned subsidiary and was incorporated in Pakistan as a public company limited by shares under the Companies Ordinance, 1984 ( now the Companies Act, 2017 ), on July 26, 2016. The registered office of the Subsidiary Company is located at 7- A/K, Main Boulevard, Gulberg - II, Lahore. The principal activity of subsidiary company is to manufacture and sale of cement and allied products. The Subsidiary Company obtained license from Directorate General Mines and Minerals, Khyber Pakhtunkhwa for setting up cement plant in D.I Khan district. The subsidiary company is in setup phase and has not yet commenced commercial operations.

**- Sapphire Cement Company Limited - SCCL**

SCCL is a wholly owned subsidiary and was incorporated in Pakistan as a public company limited by shares under the Companies Ordinance, 1984 ( now the Companies Act, 2017 ) on October 28, 2016. The principal activity of subsidiary company is to manufacture and sale of cement and allied products. The registered office of the Subsidiary Company is located at 7- A/K, Main Boulevard, Gulberg - II, Lahore. The Subsidiary company is aiming to set up its plant in the province of Punjab.

**- Sapphire Power Limited - SPL**

Sapphire Power Limited (the Company) is a public unlisted company limited by shares incorporated in Pakistan on April 19, 2021 under the Companies Ordinance, 1984 (now Companies Act, 2017). The principal activity of the company generate, purchase, import, transform, convert, distribute and supply electricity including the hydriil and wind power system. The Company is a wholly owned subsidiary of Sapphire Fibres Limited ('the Holding Company').

- **Sapphire Building Materials Limited - SBML**

Sapphire Building Materials Limited (the Company) is a wholly owned subsidiary of Premier Cement Limited - PCL which is a subsidiary of the Parent Company. SBML is a public unlisted company limited by shares incorporated in Pakistan on March 24, 2021 under the Companies Ordinance, 1984 (now Companies Act, 2017). The principal activity of the Company is to deal, trade, import, purchase and sale of cement and allied products.

- **Sapphire Mining Exploration (Private) Limited - SMEL**

Sapphire Mining Exploration (Private) Limited (SMEL) was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on August 25, 2020. Subject to necessary approvals, SMEL intends to establish and install plant for manufacturing of all kinds of cement and its allied products in Gilgit. SMEL is a wholly owned subsidiary of Premier Cement Limited which is a subsidiary of Sapphire Fibres Limited.

- **Sapphire Properties (Private) Limited - SPPL**

Sapphire Properties (Private) Limited (SPPL) is incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on August 5, 2022. The purpose is to investment in real estate projects. SPPL is a wholly owned subsidiary of Sapphire Fibres Limited.

- **Sapphire Energy (Private) Limited - SEL**

SEL is a wholly owned subsidiary and was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on December 11, 2017. The principal activity of Subsidiary Company shall be to undertake, develop power projects and make equity investments, acquire or hold shares in companies involved in energy generation and to establish and operate a terminal for the handling, regasification, storage, treatment and processing of Liquefied Natural Gas (LNG), Re-gasified Liquefied Natural Gas (RLNG), Liquid Petroleum Gas (LPG), Natural Gas Liquid (NGL) and other related products. The subsidiary company is in setup phase and has not yet commenced commercial operations. The registered office of the Subsidiary Company is located at 7 - A/K, Main Boulevard, Gulberg - II, Lahore.

- **Sapphire Hydro Limited - SHL**

SHL is a wholly owned subsidiary of Sapphire Electric Company Limited - SECL which is a subsidiary of the Parent Company and was incorporated in Pakistan as a public company limited by shares under the Companies Act, 2017 on September 07, 2017. The principal business of the subsidiary company is to construct, establish and setup a Hydro Electric Power generation project having a net capacity of 150 MW with potential of 682 GWh of annual energy generation at Sharmai, Khyber Pakhtunkhwa. The subsidiary company is in setup phase and has not yet commenced commercial operations. The registered office of the Subsidiary Company is located at 7 - A/K, Main Boulevard, Gulberg - II, Lahore.

- **Ignite Power Private Limited - IPPL**

Ignite power (Private) Limited is a subsidiary company of Sapphire Energy (Private) Limited - SEPL which is a wholly owned subsidiary of the Parent Company. IPPL was incorporated in Pakistan as a public company limited by shares under the Companies Act, 2017 on July, 03, 2019. It intends to undertake, develop power projects including the use of solar energy systems and all other forms of energy and products associated therewith. The registered office of the Subsidiary Company is located at 7 - A/K, Main Boulevard, Gulberg - II, Lahore.

## 2. BASIS OF PREPARATION

These condensed interim consolidated financial information have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Act; and
- Provisions of and directives issued under the Companies Act, 2017.

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

These condensed interim consolidated financial statements are presented in Pakistan Rupees, which is the Company's functional and presentation currency. All financial information presented in Pakistan Rupees has been rounded to the nearest rupees unless otherwise specified.

## 3. PRINCIPLES OF CONSOLIDATION

The assets and liabilities of the Subsidiary Companies have been consolidated on a line by line basis and the carrying value of investment held by the Holding Company is eliminated against Holding Company's share in paid-up capital of the Subsidiary Companies.

All material inter-group balances and transactions have been eliminated. Investments in Associated Companies, as defined in the Companies Act, 2017, are accounted for under the equity method of accounting.

Non-controlling interest is calculated on the basis of their proportionate share in the net assets of the Subsidiary Company.

## 4. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation of balances adopted in the preparation of this condensed interim consolidated financial information are the same as those applied in preparation of the preceding published consolidated financial statements of the Group for the year ended 30 June, 2024.

## 5. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed interim consolidated financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amount of assets, liabilities, income and expenses. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In preparing this condensed interim financial information, the significant judgments made by management in applying accounting policies and key sources of estimation were the same as those that were applied to the annual audited financial statements for the year ended 30 June, 2024.

The Group's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 June, 2024.

		Un-audited 30 September, 2024 Rupees	Audited 30 June, 2024 Rupees
<b>6. PROPERTY, PLANT AND EQUIPMENT</b>	<b>Note</b>		
Operating fixed assets	6.1	24,109,154,343	23,887,532,449
Capital work in progress	6.2	2,779,276,343	2,048,434,357
		<u>26,888,430,686</u>	<u>25,935,966,806</u>
<b>6.1 Operating fixed assets</b>			
Opening book value		23,887,532,449	23,893,565,448
Additions/Adjustments during the period/year			
- land (freehold)		-	450,000,000
- leasehold land		-	-
- residential buildings and others		-	9,852,468
- factory buildings		1,869,091	411,069,884
- plant and machinery		611,373,674	655,838,370
- electric installations		-	37,725,058
- fire fighting equipments		-	11,750,985
- mills equipments		-	2,673,650
- electric equipments		145,000	-
- computer hardware		4,976,500	28,782,951
- vehicles		13,849,000	49,345,525
- furniture and fixtures		2,679,246	5,651,980
		634,892,511	1,662,690,871
Book value of assets disposed-off / adjustments during the quarter / year		(4,224,133)	(11,709,186)
Depreciation charge for the quarter / year		(409,046,484)	(1,657,014,684)
Closing book value		<u>24,109,154,343</u>	<u>23,887,532,449</u>
<b>6.2 Capital work-in-progress</b>			
Buildings		641,856,855	767,616,165
Furniture and fixtures		3,255,475	3,255,475
Plant and machinery		1,391,150,592	554,428,850
Electric Installation		98,938,549	-
Un-allocated capital expenditure		440,685,964	422,831,746
Advance payments:			
- land - freehold		22,502,400	-
- factory / office buildings		6,668,800	6,668,800
- Furniture & Fixtures		-	-
- electric installation		131,231,944	278,811,721
- vehicles		42,506,664	12,777,100
- computer software		479,100	2,044,500
		<u>2,779,276,343</u>	<u>2,048,434,357</u>

			Un-audited 30 September, 2024 Rupees	Audited 30 June, 2024 Rupees
<b>7.</b>	<b>LONG TERM INVESTMENTS</b>	<b>Note</b>		
	Associates - equity accounted investment:	<b>7.1</b>	<b>3,747,365,223</b>	<b>3,532,549,527</b>
	Others - equity instruments	<b>7.2</b>	<b>5,449,283,570</b>	<b>5,175,435,801</b>
	- debt instruments	<b>7.3</b>	<b>45,500,000</b>	<b>45,500,000</b>
			<u><b>9,242,148,793</b></u>	<u><b>8,753,485,328</b></u>
<b>7.1</b>	<b>Associates - at equity method</b>			
	<b>Quoted</b>			
	Reliance Cotton Spinning Mills Limited (RCSM)	<b>7.1.1</b>	<b>143,425,227</b>	<b>138,425,780</b>
	<b>Un quoted</b>			
	SFL Limited (SFLL)	<b>7.1.2</b>	<b>5,398,540</b>	<b>5,353,466</b>
	Sapphire Power Generation Limited (SPGL)	<b>7.1.3</b>	<b>380,814,757</b>	<b>371,470,981</b>
	Sapphire Dairies (Private) Limited (SDL)	<b>7.1.4</b>	<b>211,361,922</b>	<b>211,117,539</b>
	Tricon Boston Consulting Corporation (Private) Limited (TBCCL)	<b>7.1.5</b>	<b>2,677,779,451</b>	<b>2,479,303,499</b>
	Creek Properties (Pvt) Ltd. (CPPL)	<b>7.1.6</b>	<b>328,585,326</b>	<b>326,878,262</b>
	Energas Terminal (Private) Limited - ETL	<b>7.1.7</b>	<b>-</b>	<b>-</b>
	Energas Marketing (Private) Limited (EML)	<b>7.1.8</b>	<b>-</b>	<b>-</b>
			<u><b>3,747,365,223</b></u>	<u><b>3,532,549,527</b></u>
<b>7.1.1</b>	Investment in RCSM represents 138,900 fully paid ordinary shares of Rs.10 each representing 1.35% (30 June, 2024: 1.35%) of RCSM's issued, subscribed and paid-up capital as at Sep 30, 2024. RCSM was incorporated on June 13, 1990 as a public limited company and its shares are quoted on Pakistan Stock Exchange. The principal activity of RCSM is manufacturing and sale of yarn. RCSM is an associate of the Group due to common directorship. The Financial information of RCSM for the quarter ended 30 September, 2024 has been used for the purpose of application of equity method.			
<b>7.1.2</b>	Investment in SFLL represents 10,199 fully paid ordinary shares of Rs.10 each representing 0.051% (30 June, 2024: 0.051%) of SFLL's issued, subscribed and paid-up capital as at September 30, 2024. SFLL was incorporated on April 26, 2010 as a public limited company and its shares are quoted on Pakistan Stock Exchange. The main business of SFLL is to investment in the shares of Related Parties. SFLL is an associate of the Group due to common directorship. The Financial information of SFLL for the quarter ended 30 September, 2024 has been used for the purpose of application of equity method.			

- 7.1.3 Investment in SPGL represents 2,824,500 fully paid ordinary shares of Rs.10 each representing 17.63% (30 June, 2024: 17.63%) of SPGL's issued, subscribed and paid-up capital as at September 30, 2024. SPGL was incorporated in Pakistan as a public limited company and is principally engaged in the business of electric power generation and distribution. SPGL is an associate of the Group due to common directorship. The Financial information of SPGL for the quarter ended 30 September, 2024 has been used for the purpose of application of equity method.
- 7.1.4 Investment in SDL represents 10,000,000 fully paid ordinary shares of Rs.10 each representing 5.50% (30 June, 2024: 5.50%) of SDL's issued, subscribed and paid-up capital as at September 30, 2024. SDL was incorporated as a private limited company and is principally engaged in production and sale of milk and milk products. SDL is an associate of the Group due to common directorship. The Financial information of SDL for the quarter ended 30 September, 2024 has been used for the purpose of application of equity method.
- 7.1.5 Investment in TBCCL represents 59,251,500 fully paid ordinary shares of Rs.10 each representing 7.13% (30 June, 2024: 7.13%) of TBCCL's issued, subscribed and paid-up capital as at September 30, 2024. The Parent Company has pledged these shares through an Onshore Security Trustee under Share Pledge Group Agreement dated May 08, 2018 as security against financing facilities advanced to TBCCL. TBCCL was incorporated as a private limited company by shares and its principal business is to operate and maintain wind power plants to generate and supply electricity. TBCCL is an associate of the Group due to common directorship. The Financial information of TBCCL for the quarter ended 30 September, 2024 has been used for the purpose of application of equity method.
- 7.1.6 Investment in CPPL represents 5,047,489 fully paid ordinary shares having face value of PKR 10/- each representing 17.50% (30 June, 2024: 17.50%) of CPPL's issued, subscribed and paid-up capital as at September 30, 2024. CPPL was incorporated as a private limited company and is principally engaged in marketing and development in real estate projects. CPPL is an associate of the Group due to common directorship.
- 7.1.7 The Group has made investment in ETL's 2500 fully paid ordinary shares of Rs.10 each representing 25% (30 June, 2024: 25%) of ETL's issued, subscribed and paid-up capital as at Sep 30, 2024. ETL was incorporated as a private limited company and its principal business is to undertake and develop power projects.
- ETL has incurred loss amounted Rs.23.675 million during the year ended June 30, 2024 and has accumulated losses aggregated Rs. 139.574 million as on June 30, 2024. Subsidiary Company's - SEL share of loss has been recognised upto the extant of cost of investment.
- 7.1.8 The Subsidiary Company - Sapphire Energy (Private) Limited has made investment in EML's 2,500 fully paid ordinary shares of Rs.10 each representing 25% (30 June, 2024: 25%) of EML's issued, subscribed and paid-up capital as at Sep 30, 2024. EML was incorporated as a private limited company. The principal activity of EML shall be to import, process and sell natural gas, liquefied natural gas all other related items.
- EML has incurred loss amounted Rs.243 thousand during the year ended June 30, 2024 and it has accumulated losses aggregated Rs.1,142 thousand as on June 30, 2024. Subsidiary Company's - SEL share of loss has been recognised upto the extant of cost of investment.
- 7.1.9 Investments made by the Group in the Subsidiary and Associated Companies have been made in accordance with the requirements under the Companies Act, 2017.



**7.2 Equity Instruments - at FVTOCI**

	Un-audited 30 September, 2024 Rupees	Audited 30 June, 2024 Rupees
<b>Quoted</b>		
MCB Bank Limited		
18,837,275 (30 June, 2024: 18,213,195) ordinary shares of Rs.10 each - cost	984,949,221	984,949,221
Adjustment arising from re-measurement to fair value	3,543,531,689	3,291,488,950
	4,528,480,910	4,276,438,171
Habib Bank Limited		
7,244,196 (30 June, 2024: 7,244,196) ordinary shares of Rs.10 each - cost	1,217,073,609	1,217,073,609
Adjustment arising from re-measurement to fair value	(296,770,949)	(318,575,979)
	920,302,660	898,497,630
<b>Unquoted</b>		
TCC Management Services (Pvt.) Limited - Unquoted 50,000 ordinary shares of Rs.10 each	500,000	500,000
	<u>5,449,283,570</u>	<u>5,175,435,801</u>

**7.3 Debt Instruments - at FVTOCI****Habib Bank Limited -****term finance certificates (TFCs)**

500 (30 June, 2024: 500) Term finance certificates  
of Rs.100,000 each - cost

Adjustment arising from re-measurement  
to fair value

50,000,000	50,000,000
(4,500,000)	(4,500,000)
45,500,000	45,500,000
<u>45,500,000</u>	<u>45,500,000</u>

**8. CONTINGENCIES AND COMMITMENTS**

- 8.1 Guarantees issued by banks to various Government institutions on behalf of the Parent and Subsidiary Company aggregate Rs. 3,289.876 million (30 June, 2024: Rs.3,254.876 million).
- 8.2 There was no significant change in status of contingencies that were disclosed to the annual audited consolidated financial statements for the year ended 30 June, 2024 except disclosed above.

	Un-audited 30 September, 2024 Rupees	Audited 30 June, 2024 Rupees
Commitments in respect of :		
- letters of credit for capital expenditure	452,542,020	944,042,713
- letters of credit for purchase of raw materials and stores, spare parts & chemicals	1,899,953,021	1,534,011,443
- capital expenditure other than letters of credit	145,237,108	147,714,378

- 8.3 The Subsidiary Company - SECL has an agreement with a consortium between General Electric International, Inc. and General Electric Energy Parts, Inc. for the O&M of the power station that started from the Commercial Operations Date up to the earlier of the time when the power station has run 144,000 Fired Hours and October 4, 2040. Under the terms of the O&M agreement, the SECL is required to pay a monthly fixed O&M fee and a variable O&M fee depending on operation of the plant on gas or diesel, both of which shall be subject to a minimum annual increase of 1.5% or USCPI which ever is higher.

		Un-audited 30 September, 2024 Rupees	Un-audited 30 September, 2023 Rupees
<b>9. COST OF SALES</b>	<b>Note</b>		
Stocks - opening		3,976,618,720	3,459,768,225
Cost of goods manufactured	9.1	16,741,848,406	18,294,395,176
Cost of raw materials sold		143,913,214	56,193,378
		<u>20,862,380,340</u>	<u>21,810,356,779</u>
Stocks - closing		4,365,450,280	2,783,049,448
		<u>16,496,930,060</u>	<u>19,027,307,331</u>
<b>9.1 Cost of goods manufactured</b>			
Work in process - opening		1,396,530,229	1,263,713,907
Raw materials consumed		12,716,111,997	15,184,714,147
Overheads		4,243,795,673	3,254,622,425
		<u>16,959,907,670</u>	<u>18,439,336,572</u>
		<u>18,356,437,899</u>	<u>19,703,050,479</u>
Work in process - closing		1,614,589,493	1,408,655,303
		<u>16,741,848,406</u>	<u>18,294,395,176</u>

**10 SEGMENT INFORMATION**

The Group's reportable segments are as follows:

- Spinning;
- Knitting, processing & garments;
- Denim ; and
- Power.

**10.1 Segment revenues and results**

	Spinning	Knitting, Processing and garments	Denim	Power	Total
	----- Rupees -----				
<b>For the period ended 30 September, 2024</b>					
Revenue - external Customers	7,239,032,694	2,384,735,444	3,508,993,147	5,919,489,571	19,052,250,856
Inter -segment Sale	1,315,609,454	-	-	-	1,315,609,454
<b>Segment Results</b>	<b>687,274,134</b>	<b>48,144,067</b>	<b>106,444,311</b>	<b>1,164,492,677</b>	<b>2,006,355,189</b>
<b>For the period ended 30 September, 2023</b>					
Revenue - external Customers	7,649,535,895	1,631,475,634	2,998,243,169	9,684,301,542	21,963,556,240
Inter -segment Sale	800,970,128	-	-	-	800,970,128
<b>Segment Results</b>	<b>865,203,267</b>	<b>81,691,132</b>	<b>290,373,865</b>	<b>1,227,403,167</b>	<b>2,464,671,431</b>

Reconciliation of segment results with profit after tax is as follows:

	Quarter ended 30 September,	
	2024 Rupees	2023 Rupees
Total results for reportable segments	2,006,355,189	2,464,671,431
Administrative expenses	(292,709,107)	(224,356,227)
Other income	343,131,498	279,685,165
Other expenses	(15,628,740)	(28,167,474)
Finance Cost	(503,054,457)	(753,474,102)
Share of profit / (loss) of associates	212,254,505	337,518,070
Taxation	(468,703,731)	(333,309,648)
<b>Profit after taxation</b>	<b>1,281,645,157</b>	<b>1,742,567,215</b>

**10.2 Segment assets and liabilities**

	Spinning	Knitting, Processing and garments	Denim	Power	Total
	----- Rupees -----				
<b>As at 30 September, 2024</b>					
Segment assets	23,447,870,291	7,011,220,242	10,869,119,446	25,109,234,977	66,437,444,956
Unallocated assets					18,917,885,973
					<b>85,355,330,929</b>
Segment liabilities	4,344,738,840	4,762,312,489	15,354,695,871	2,619,217,222	27,080,964,422
Unallocated liabilities					1,823,678,126
					<b>28,904,642,548</b>
<b>As at 30 June, 2024</b>					
Segment assets	20,097,975,804	7,058,891,591	9,785,662,292	26,067,164,258	63,009,693,945
Unallocated assets					18,490,535,270
					<b>81,500,229,215</b>
Segment liabilities	3,115,750,541	4,279,477,482	14,090,347,714	3,424,769,288	24,910,345,025
Unallocated liabilities					1,157,567,690
					<b>26,067,912,715</b>

**10.3 Geographical information**

All segments of the group are managed on nation-wide basis and operate manufacturing facilities in Pakistan.

**11. RELATED PARTY TRANSACTIONS**

The Group has related party relationship with its Associated Companies, employee benefit plan, its directors and key management personnel. Transactions with related parties are carried-out on arm's length basis. There were no transactions with key management personnel other than under the terms of employment. Aggregate transactions with associated companies during the period were as follows:

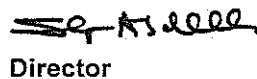
Relationship with the company	Name of transaction	Un-audited 30 September, 2024 Rupees	Un-audited 30 September, 2023 Rupees
I. Associates	Sale of goods and services	399,816,616	154,925,397
	Services rendered	25,863,796	640,440
	Services obtained	448,750	1,239,261
	Purchase of goods and services	716,560,251	720,872,455
	Purchase of fixed assets	33,200,000	-
	Expenses charged to	6,569,840	769,654
	Expenses charged by	15,777,797	7,992,060
II. Other related parties	Contribution towards provident fund	17,361,772	12,858,139

**12. DATE OF AUTHORIZATION FOR ISSUE**

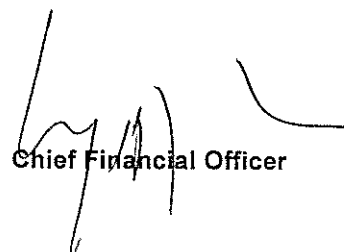
These financial statements were authorized for issue on 29 October, 2024 by the Board of Directors of the Company.



Chief Executive Officer



Director



Chief Financial Officer



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