



Reliance Cotton Spinning Mills Limited

Corporate Briefing Session 2024

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**01**

**Reliance Cotton  
Spinning Mills Limited  
(RCSML) Introduction**

# RCSML - Introduction

Reliance Cotton Spinning Mills Limited (RCSML) was incorporated in Pakistan on 13 June 1990 as a public limited company. The shares of the company are listed on Pakistan Stock Exchange. RCSML is principally engaged in manufacturing and sales of Cotton Yarn, PC Yarn and Mélange Yarn.



**YARN**



**PC YARN**



**Mélange Yarn**

Total installed capacity of 57,792 Spindles (31,618,713 Lbs.)



## **Strategic / Operational Developments**

# Strategic / Operational Developments

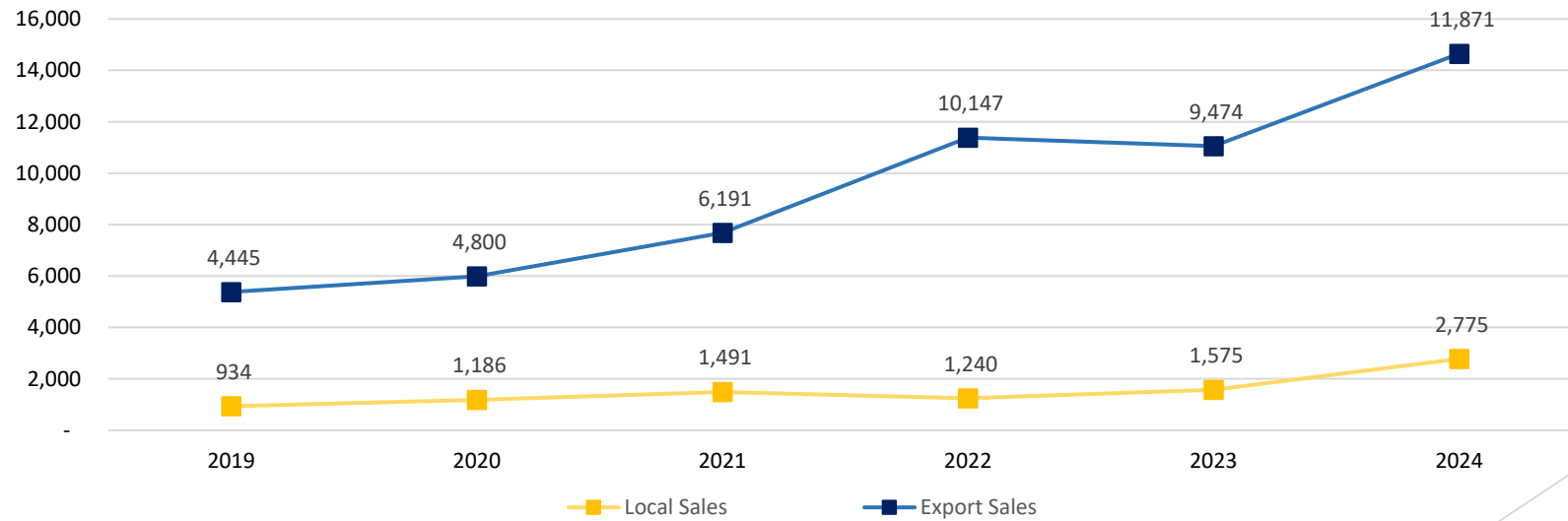
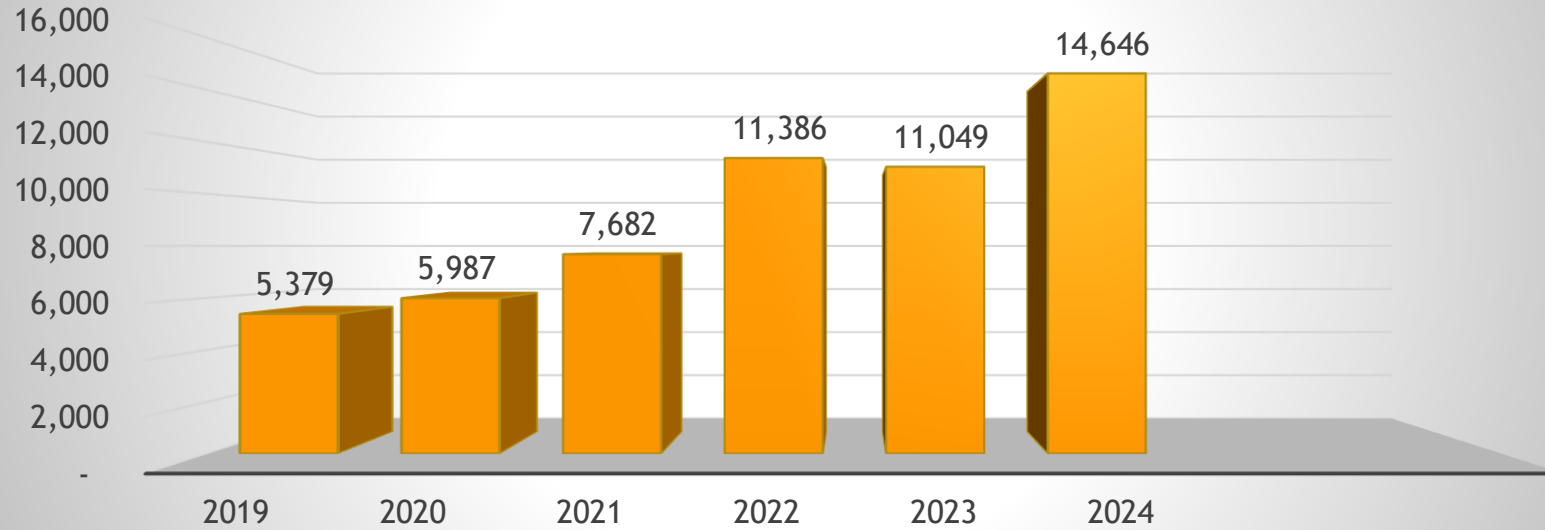
The Company during the year has made investment in Plant & Machinery amounting to Rs. 1,261 million. The category of assets are as follows:

- Auto Cone winder
- Cards
- Drawings
- Uni Lap Comber
- Ring Frames
- Solar Pannels
- Roving's
- Bale Plucker
- Dust and removal system
- Silver Cans



## **Historical Financial Highlights**

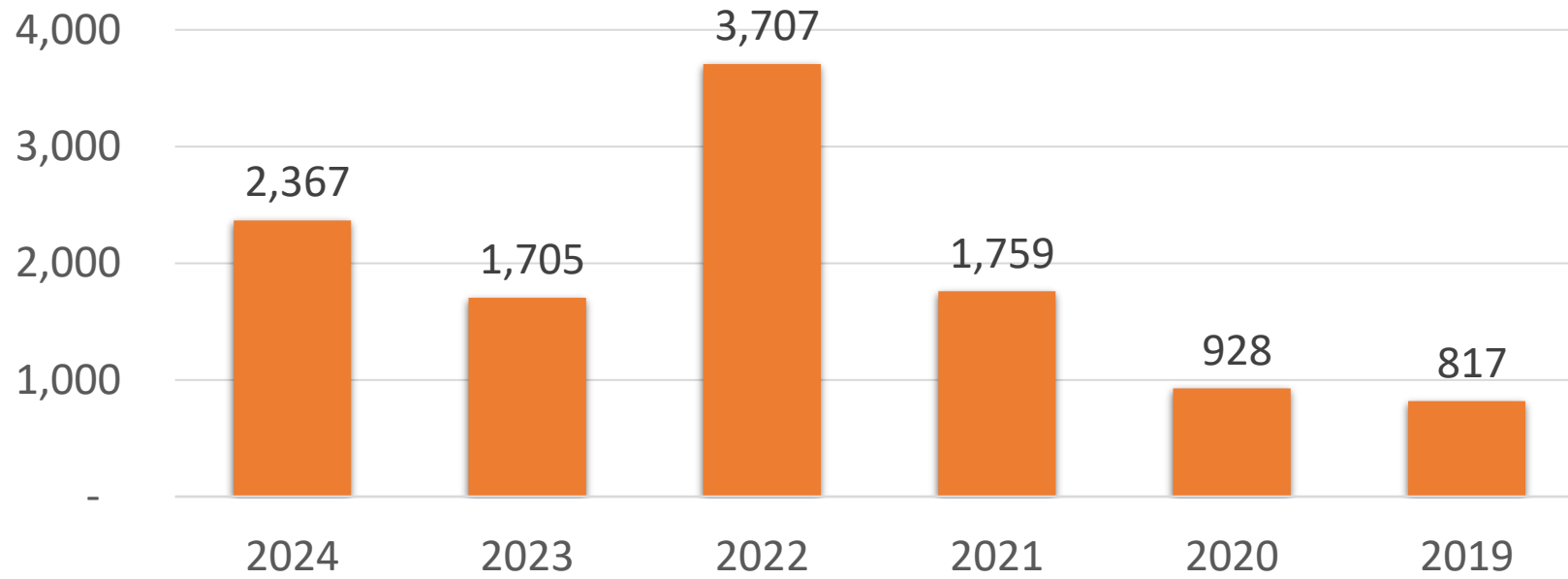
# Total Sales In Million



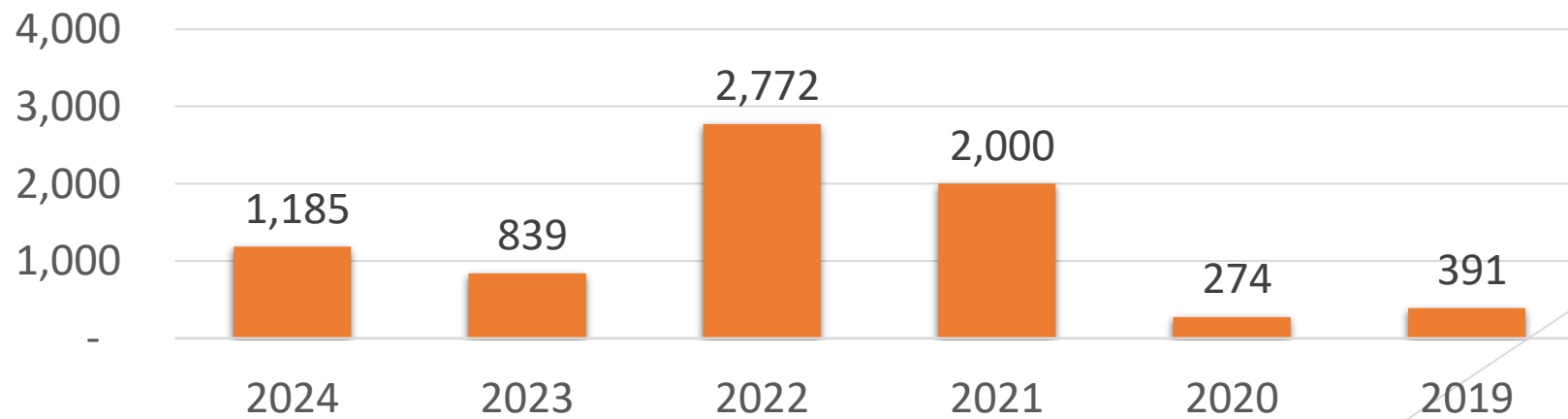


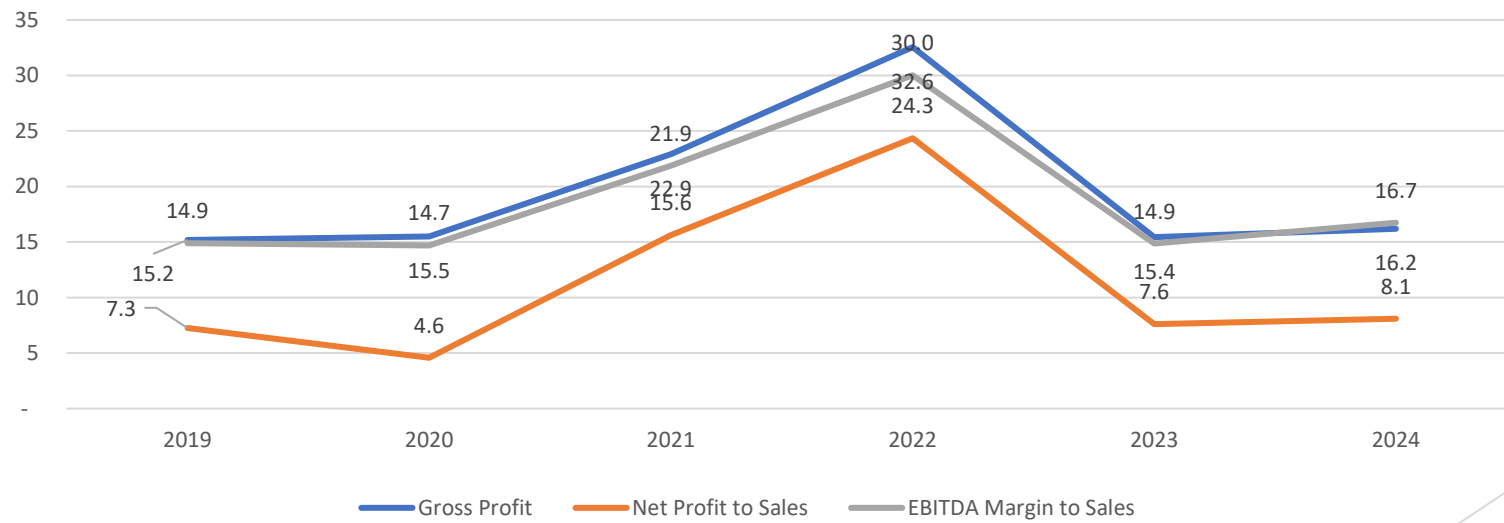
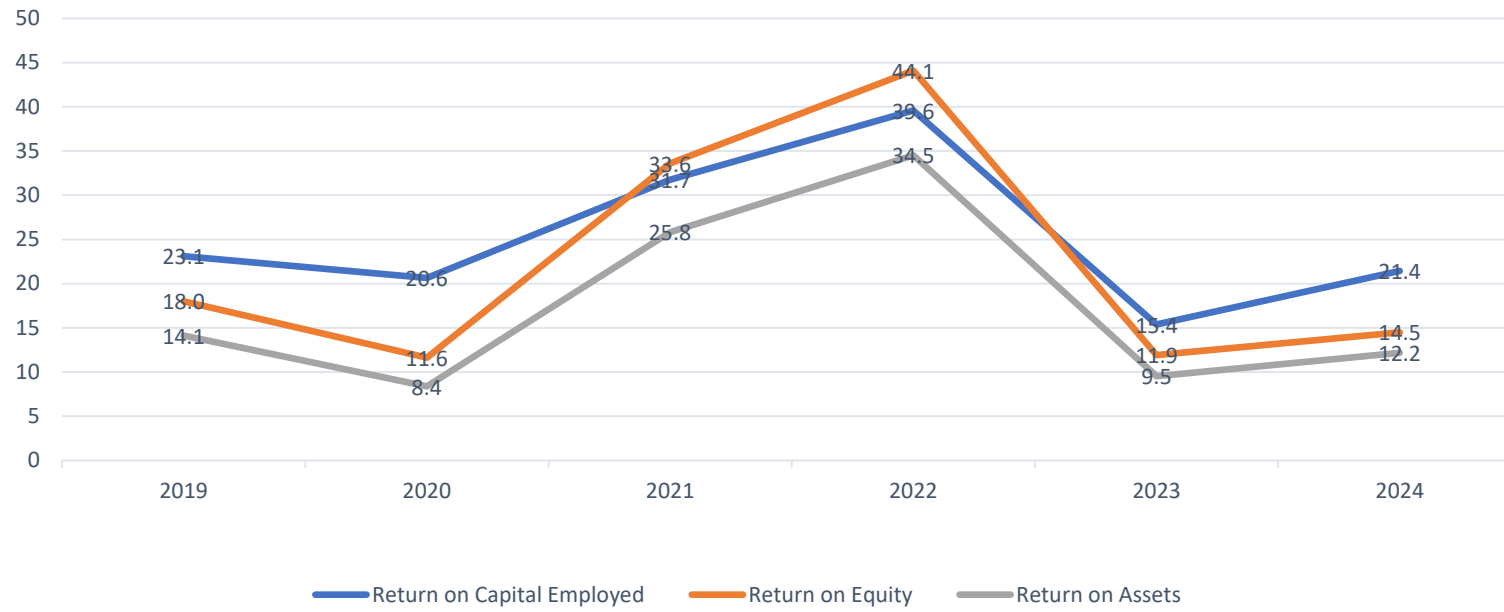
Rs in million

### Gross Profit in Million

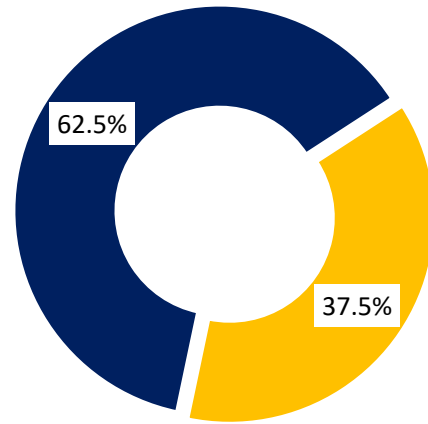


### Net Profit in Million



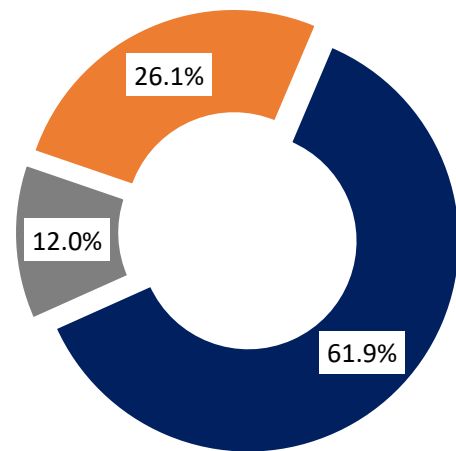


### VERTICAL ANALYSIS-TOTAL ASSETS (2024)



- Total non-current assets
- Total current assets

### VERTICAL ANALYSIS-TOTAL EQUITY & LIABILITIES (2024)



- Total Equity
- Total non-current liabilities
- Total current liabilities



# Financial Results 2024 vs 2023

# Income Statement

## Key Highlights

32.6  
%

Sales Rs. 14,646 million (2023: Rs. 11,049 million)

38.82%

Gross Profit Rs.2,367 million (16.16% of sales) [2023: Rs.1,705 million (15.44% of sales)]

41.2%

Net Profit Rs. 1,185 million (8.09% of sales) [2023: Rs. 839 million (7.59% of sales)]

0%

Dividend paid Rs. 41 million (2023: 41 million)

+12%

Breakup value Rs. 793.8 (2023: Rs. 683) per share

# Statement of value addition and its distribution

	2024		2023	
	Rs. (Millions)	%age	Rs. (Millions)	%age
<b>Value addition</b>				
Sales	14,646	98.94	11,049	99.29
Other income	157	1.06	79	0.71
<b>Total</b>	<b>14,803</b>	<b>100.00</b>	<b>11,128</b>	<b>100.00</b>
<b>Value distribution</b>				
Cost of sales	12,278	82.94	9,343	83.96
Distribution expense	163	1.10	166	1.49
Administrative and other expenses	271	1.83	263	2.36
Finance cost	786	5.31	351	3.15
Income tax	119	0.80	166	1.50
Dividend to shareholders	41	0.28	41	0.37
Profit retained for future growth	1,145	7.74	798	7.17
<b>Total</b>	<b>14,803</b>	<b>100.00</b>	<b>11,128</b>	<b>100.00</b>

# Balance Sheet Assets

13,198 million

2024

4,152 million (32%)

739 million (6%)

5,404 million (41%)

1,876 million (14%)

441 million (3%)

586 million (4%)

Property, plant and equipment

Long term and short term investments

Stores and stocks

Trade debts

Taxes refund due form Government

Other assets

2023

13,384 million

3,591 million (27%)

532 million (4%)

6,278 million (47%)

2,013 million (15%)

576 million (4%)

394 million (3%)

# Balance Sheet Equity & Liabilities

13,198 million

2024

8,171 million (62%)

1,911 million (15%)

1,312 million (10%)

1,497 million (11%)

260 million (2%)

47 million (0%)

Shareholders Equity

Total Long term loans

Trade Liabilities

Short Term Borrowings

Provision for Taxation

Other Liabilities

2023

13,384 million

7,034 million (53%)

2,108 million (16%)

1,632 million (12%)

2,331 million (17%)

183 million (1%)

96 million (1%)



# Consolidated Income Statement

	2024	2023
	Rs. (Million)	Rs. (Million)
Sales	14,646	11,048
Cost of sales	(12,278)	(9,343)
<b>Gross profit</b>	<b>2,368</b>	<b>1,705</b>
Distribution cost	(163)	(166)
Administrative and other expenses	(272)	(263)
Other income	174	75
Finance cost	(786)	(351)
Share of profit of associated companies	336	441
<b>Profit before taxation</b>	<b>1,657</b>	<b>1,441</b>
Taxation	(162)	(244)
<b>Profit after taxation</b>	<b>1,495</b>	<b>1,197</b>

# Consolidated Balance Sheet - Assets

	2024	2023
	Rs. (Million)	Rs. (Million)
Property, plant and equipment	4,152	3,591
Long and short term investments	2,865	2,464
Stores and stocks	5,404	6,278
Trade debts	1,876	2,013
Cash and banks	242	198
Other assets	938	771
<b>Total</b>	<b>15,477</b>	<b>15,315</b>

# Consolidated Balance Sheet - Equity & liabilities

	2024	2023
	Rs. (Million)	Rs. (Million)
Equity of parent shareholders	10,257	8,747
Non-controlling interest	-	-
Long term liabilities	2,096	2,326
Trade liabilities	1,302	1,633
Short term borrowing	1,497	2,331
Taxation	268	183
Other liabilities	57	95
<b>Total</b>	<b>15,477</b>	<b>15,315</b>



## Future Outlook

# Future Outlook



Global GDP growth is forecasted at 3.3% in 2025, with a notable divergence between advanced economies and emerging markets. Advanced economies are expected to experience modest growth of 1.8%, whereas emerging and developing economies are projected to grow at a more robust rate of 4.3%, driven by stronger domestic demand.

Pakistan's projected growth rate of 3.5% highlights the country's resilience and its potential for economic recovery, despite numerous challenges facing its domestic industries. The downward trend in inflation and interest rates offers some much-needed relief to export oriented sectors, creating a more favorable environment for growth. If these trends are sustained, they could enhance the competitiveness of Pakistani exports in global markets and stimulate investment in key industries.



## Q & A Session



**Thank You!**