

**IDREES TEXTILE MILLS
LIMITED**

CORPORATE BRIEFING SESSION 2024



ABOUT THE COMPANY

- ▶ Idrees Textile Mills Limited was incorporated in Pakistan as an unquoted public limited company on 5th June, 1990 under the companies ordinance, 1984. It was listed on Karachi & Lahore Stock Exchange on 28th April, 1992.
- ▶ The Company's wholly-owned (ORA HOME LLC) is located in New Jersey, USA.
- ▶ The principal activity of the Company is manufacturing and sale of various counts of yarn made from cotton/man-made fibre and home textile
- ▶ ORA HOME LLC is engaged in trading of Home Textile.
- ▶ Being a responsible corporate citizen, the Company ensures full compliance with all applicable statutory requirements.



COMPANY ADDRESSES

REGISTERED OFFICE:

6-C, Ismail Centre, 1st Floor, Central Commercial Area,
Bahadurabad. Karachi.

MILL:

Kot Shah Mohammad, Tehsil & District Nankana,
Punjab.

SUBSIDIARY:

1215 Livingston Avenue, Suite 4, North Brunswick, NJ
08902, USA.

www.idreestextile.com

FINANCIAL INFORMATION

COMPARATIVE STATEMENT OF OPERATING RESULTS



	2019	2020	2021	2022	2023	2024
Sales	3,471,595,641	3,239,256,236	4,002,482,731	5,166,171,154	4,200,140,937	6,449,760,535
Cost of goods sold	(3,076,553,332)	(2,956,416,446)	(3,468,653,953)	(4,367,630,755)	(3,779,994,823)	(5,831,174,287)
Gross Profit	395,042,309	282,839,790	533,828,778	798,540,399	420,146,114	618,586,248
Other operating Income/loss	3,528,691	10,250,912	25,389,171	137,702,874	45,322,054	49,156,375
	398,571,000	293,090,702	559,217,949	936,243,273	465,468,168	667,742,623
Distribution Cost	(18,679,321)	(26,603,588)	(35,219,989)	(45,848,895)	(42,495,566)	(64,258,167)
Administration expenses	(77,463,297)	(83,287,664)	(77,063,633)	(96,757,796)	(112,114,285)	(122,297,107)
Other operating expenses	(27,268,831)	(21,414,330)	(52,638,715)	(67,393,550)	(38,514,094)	(51,014,056)
Finance cost	(209,034,475)	(240,606,640)	(171,436,880)	(174,390,261)	(306,864,446)	(579,713,599)
	(332,445,924)	(371,912,222)	(336,359,217)	(384,390,502)	(499,988,391)	(817,282,929)
Profit/(Loss) before taxation	66,125,076	(78,821,520)	222,858,732	551,852,771	(34,520,223)	(149,540,306)
Taxation	(33,811,567)	(23,759,982)	(61,968,354)	(119,845,916)	22,026,220	(44,848,610)
Profit/(Loss) after taxation	32,313,509	(102,581,502)	160,890,378	432,006,855	(12,494,003)	(194,388,916)
Other Comprehensive income for the year	(33,316,294)	45,409,201	327,421,738	18,565,117	36,746,024	107,226,162
Total comprehensive income for the year	(1,002,785)	(57,172,301)	488,312,116	450,571,972	24,252,021	(87,162,754)
Earning/(Loss) per shares	1.63	(5.17)	8.10	21.76	(0.63)	(9.79)

STATEMENT OF FINANCIAL POSITION
As at June 30, 2024



	2024 Rupees	2023 Rupees
ASSETS		
Non-current Assets		
Property, plant and equipment	3,374,850,004	3,399,228,203
Long-term deposits	6,063,681	2,898,681
Investment in subsidiary	-	-
	<u>3,380,913,685</u>	<u>3,402,126,884</u>
Current Assets		
Stores, spares and loose tools	53,563,125	53,566,129
Stock-in-trade	1,928,979,120	1,461,817,305
Trade debts	1,106,843,748	655,583,419
Loans and advances	89,784,901	41,522,244
Prepayments	34,303,985	6,133,626
Other receivables	188,203,848	223,189,255
Short term investment	200,455,670	180,115,660
Cash and bank balances	8,607,548	5,952,513
Advance tax	47,238,331	67,416,272
	<u>3,657,980,276</u>	<u>2,695,296,423</u>
Total Assets	<u>7,038,893,961</u>	<u>6,097,423,307</u>
EQUITY AND LIABILITIES		
Share Capital and Reserves		
Authorised capital 22,000,000 (2023 : 22,000,000) ordinary shares of Rs.10/- each	<u>220,000,000</u>	<u>220,000,000</u>
Issued, subscribed and paid-up capital	198,528,000	198,528,000
Capital reserves		
Surplus on revaluation of property, plant and equipment - net of tax	919,580,955	868,124,011
Equity portion of loan from related parties	104,674,764	81,376,153
Revenue reserves	1,280,923,111	1,419,542,809
Total Equity	<u>2,503,706,830</u>	<u>2,567,570,973</u>
Non-current Liabilities		
Long-term finance	486,099,774	728,952,828
Lease liability	-	-
Deferred Government grant	74,480,586	103,735,361
Deferred taxation - net	115,398,617	171,199,476
Retirement benefit obligation	75,195,066	78,775,115
	<u>751,174,043</u>	<u>1,082,662,780</u>
Current Liabilities		
Trade and other payables	1,252,356,320	607,274,416
Accrued mark-up	114,013,686	92,205,020
Short-term borrowings	2,034,831,736	1,511,431,965
Current portion of long-term finance	338,334,122	170,505,607
Current portion of lease liability	-	1,962,284
Current portion of deferred Government grant	27,857,022	29,771,093
Unclaimed dividend	2,739,068	2,750,372
Provision for taxation	13,881,134	31,288,797
	<u>3,784,013,088</u>	<u>2,447,189,554</u>
Total Liabilities	<u>4,535,187,131</u>	<u>3,529,852,334</u>
Total Equity and Liabilities	<u>7,038,893,961</u>	<u>6,097,423,307</u>
CONTINGENCIES AND COMMITMENTS		

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
For the Year ended June 30, 2024



	2024 Rupees	2023 Rupees
Revenue from contract with customer - net	6,449,760,535	4,200,140,937
Cost of sales	(5,831,174,287)	(3,779,994,822)
Gross profit	<u>618,586,248</u>	<u>420,146,115</u>
Distribution cost	(64,258,167)	(42,495,566)
Administrative expenses	(122,297,107)	(112,114,284)
	<u>(186,555,274)</u>	<u>(154,609,850)</u>
	432,030,974	265,536,265
Finance cost	(579,713,599)	(306,864,446)
Other operating expenses	(51,014,056)	(38,514,094)
	<u>(198,696,681)</u>	<u>(79,842,275)</u>
Other income	49,156,375	45,322,054
Loss before taxation, final tax and minimum tax differential	<u>(149,540,306)</u>	<u>(34,520,221)</u>
Levy :		
Final tax	(39,282,790)	(24,570,001)
Minimum tax differential	(31,326,445)	(4,529,936)
	<u>(70,609,235)</u>	<u>(29,099,937)</u>
Loss before taxation	(220,149,541)	(63,620,158)
Taxation	25,760,625	51,126,157
Loss for the year	<u>(194,388,916)</u>	<u>(12,494,001)</u>
Loss per share - basic and diluted	<u>(9.79)</u>	<u>(0.63)</u>



ON GOING CHALLENGES FOR BUISNESS

FY-24 was another year with challenges for the Textile Industries.

Lack of good quality local cotton necessitates import of costlier cotton.

Economic uncertainty, high inflation, low demand, and high interest rates swallowed the profits of Textile industry.

Russia-Ukraine war and Gaza conflict have also impacted businesses.

Finance cost increased by Rs. 272.849 million (88.92 percent) in Fy-24.

High Energy tariff is also a contributor to negative bottom-line.

FUTURE OUTLOOK

SBP is gradually cutting the discount rate which will help the Company in reducing the financial cost.

The textile industry is demanding restoration of Regionally Competitive Energy tariff (RCET) in order to regain competitiveness in the international market.

Immediate attention of the Government is required for improvement in local cotton crop both in terms of quality and quantity.

The Government must formulate stable policies for taxation and import tariff.

To restore business confidence and economic momentum, the Government must work alongside all stakeholders to formulate a long-term and predictable policy frame work.

Q & A
SESSION