

# 2024

## Financial Statements

for Nine Months period ended March 31,  
*(un-audited)*



[www.chenabgroup.com](http://www.chenabgroup.com)

  
**Chenab**  
LIMITED

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## COMPANY INFORMATION

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### BOARD OF DIRECTORS

Mian Muhammad Latif (Chairman)  
Mr. Muhammad Naeem (Chief Executive Officer)  
Mian Muhammad Javed Iqbal  
Mr. Muhammad Faisal Latif  
Mr. Tariq Ayub Khan  
Mr. Maqsood Ul Hassan  
Mr. Muhammad Hashim  
Mr. Muhammad Salman Javed

Mrs. Sobia Chughtai (Nominee Director)

### CHIEF FINANCIAL OFFICER

Mr. Sadaquat Hussain

### COMPANY SECRETARY

Mr. Muhammad Arshad

### LEGAL ADVISOR

Ch. Shahid Mehmood (Advocate)

### SHARE REGISTRAR

F.D. Registrar Services (SMC-Pvt.) Limited  
Office # 1705, 17th Floor, Saima Trade Tower-A,  
I.I. Chundrigar Road, Karachi.  
Tel :021-32271905-6/021-354 78192-3

### REGISTERED OFFICE

Nishatabad, Faisalabad.  
Tel:+92 41 8754472-8  
Fax:+92 41 8752400, 8752700

### WEBSITE

Email:- chenab@chenabgroup.com  
Website:-www.chenabgroup.com

### WORKS

-Spinning Unit- Toba Tek Singh. (Non-Core Asset)  
-Weaving Unit- Kharianwala, Distt: Sheikhpura.  
(Non-Core Asset)  
-Weaving Unit- Shahkot, Distt: Nankana Sahib.  
-Processing & Stitching Units - Nishatabad, Fsd.

### BANKS

Allied Bank Limited.  
Askari Bank Limited.  
Al Baraka Bank (Pakistan) Limited.  
Citibank, N.A.  
Faysal Bank Limited.  
First Credit & Investment Bank Limited.  
Habib Bank Limited.  
Habib Metropolitan Bank Limited.  
KASB Bank Limited.  
National Bank of Pakistan.  
NIB Bank Limited.  
Orix Leasing (Pakistan) Limited.  
Pak Oman Investment Company Limited.  
Pak Kuwait Investment Company (Pvt.) Limited.  
Pak Libya Holding Company (Pvt.) Limited.  
Saudi Pak Industrial & Agricultural Investment  
Company (Pvt.) Ltd.  
Silk Bank Limited.  
Standard Chartered Bank (Pakistan) Limited.  
The Bank of Punjab.  
United Bank Limited.

### AUDIT COMMITTEE

Mr. Tariq Ayub Khab - Chairman  
Mr. Muhammad Hashim - Member  
Mr. Muhammad Salman Javed - Member

### HUMAN RESORCE & REMUNERATION COMMITTEE

Mr. Maqsood ul Hassan - Chairman  
Mr. Muhammad Naeem - Member  
Mr. Muhammad Salman Javed - Member

### AUDITORS

RSM Avais Hyder Liaquat Nauman  
Chartered Accountants.

## **DIRECTORS' REPORT TO THE SHAREHOLDER'S**

The Directors are placing before you the un-audited financial statement of the company for the third quarter of financial year 2023-2024 ended on March 31, 2024.

### **OPERATING FINANCIAL RESULTS**

The sales turnover of the company for quarter ended on 31-03-2024 increased to **Rs.2,405.345** million as compared to same period of previous quarter **Rs.1,379.085** million and thus posted 74.37% increase in sales turn over. Likewise, bottom line also improved as net loss after tax reduced to **Rs.301.605** million as compared to previous loss **Rs.382.983** million of the identical period.

The Sales turnover of the company is consisting of Local/Export Sales and toll manufacturing activities.

### **FUTURE PROSPECTS**

The management got re-structuring done with banks through a Scheme of Arrangement on 14-09-2021 and reversal of the winding up order passed by the Lahore High Court Lahore on 29-10-2021. Thereafter, the management took over the charge and gradually improving operational results of the company regardless of high energy cost, abnormal increase in the rate of markup, increased raw material prices and production cost.


The management of the company is determined to get the objectives through all the available resources.

### **ACKNOWLEDGEMENT**

The directors are thankful to its financial institutions for supporting the Company for revival of the Company and its employees who have rendered their dedicated services for the Company.

FAISALABAD  
03-12-2024

  
(MUHAMMAD FAISAL LATIF)  
DIRECTOR

For and on behalf  
BOARD OF DIRECTORS  
  
(MUHAMMAD NAEEM)  
CHIEF EXECUTIVE OFFICER



## ڈائریکٹرز رپورٹ برائے شیئر ہولڈرز۔

ڈائریکٹرز آپ کے سامنے 31 مارچ 2024ء کو ختم ہونے والے تیسری سہ ماہی کے لئے کمپنی کے غیر آڈٹ شدہ مالیاتی نتائج پیش کر رہے ہیں۔

### مالیاتی نتائج۔

31 مارچ 2024ء کو ختم ہونے والی سہ ماہی کے لئے کمپنی کا سیلز ٹرن اور گزشتہ سہ ماہی کی اسی مدت کو 1379.085 ملین روپے کے مقابلے میں بڑھ کر 2405.345 ملین روپے ہو گیا ہے۔ اسی طرح سیلز ٹرن اور میں 74.37 فیصد اضافہ ہوا ہے۔ نچلے حصے میں بھی بہتری آئی ہے کیونکہ ٹیکس کے بعد خالص نقصان 301.605 ملین روپے تک کم ہو گیا ہے، جو کہ اسی مدت کے پچھلے نقصان کے 382.983 ملین روپے تھا۔ کمپنی کا سیلز ٹرن اور مقامی / ایکسپورٹ سیلز اور ٹول مینوفیکچرنگ سرگرمیوں پر مشتمل ہے۔

### مستقبل کے امکانات۔

انتظامیہ نے 14-09-2021 کو ایک سکیم آف اریجنٹ کے ذریعے از سر نو بینکوں کے ساتھ سٹرکچرنگ کروائی ہے اور 29-10-2021 کو لاہور ہائی کورٹ لاہور کی طرف سے دیئے گئے کمپنی کو تحلیل کرنے کے حکم کو واپس لے لیا ہے، اس کے بعد انتظامیہ نے چارج سنبھال لیا ہے اور توانائی کی اعلیٰ قیمت مارک اپ کی شرح میں غیر معمولی اضافہ خام مال کی قیمتوں میں اضافہ اور پیداواری لاگت سے قطع نظر کمپنی کے آپریشنل نتائج کو آہستہ آہستہ بہتر کیا ہے۔ کمپنی کی انتظامیہ تمام دستیاب وسائل کے ذریعے مقاصد حاصل کرنے کے لئے پُر عزم ہے۔

### تسلیم و تحسین:-

ڈائریکٹرز اپنے مالیاتی اداروں کے ہنگامہ گزار ہیں جنہوں نے قرض کی ادائیگی کے لئے نئے شیڈولز دیئے ہیں، بشمول اپنے ملازمین کے جنہوں نے تندرہی سے کمپنی کو خدمات فراہم کی ہیں۔

### برائے بورڈ آف ڈائریکٹرز:-



محمد فیصل لطیف

ڈائریکٹر

فیصل آباد



محمد نعیم

چیف ایگزیکٹو


03-12-2024




**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)  
FOR THE NINE MONTHS ENDED MARCH 31, 2024**

	Note	Quarter Ended March 31, 2024 Rupees	2023 Rupees	Nine Months Ended March 31, 2024 Rupees	2023 Rupees
Sales	10	825,763,679	645,400,195	2,405,344,745	1,379,084,832
Cost of sales	11	(824,797,051)	(558,831,073)	(2,451,349,239)	(1,465,105,511)
Gross (loss)		966,628	86,569,123	(46,004,494)	(86,020,678)
Other income	12	12,558,923	18,126,015	247,187,775	78,329,896
		13,525,551	104,695,138	201,183,280	(7,690,782)
Operating Expenses					
Selling and distribution expenses		(28,219,073)	(9,532,305)	(79,774,847)	(20,365,559)
Administrative expenses		(69,332,722)	(64,971,416)	(216,000,533)	(175,201,148)
Finance cost	13	(58,538,491)	(54,824,655)	(183,642,613)	(164,329,572)
		(156,090,286)	(129,328,376)	(479,417,993)	(359,896,279)
(Loss) for the period before taxation		(142,564,735)	(24,633,238)	(278,234,713)	(367,587,061)
Provision for taxation		(5,234,627)	(6,547,731)	(23,370,168)	(15,396,459)
(Loss) for the period		(147,799,362)	(31,180,969)	(301,604,881)	(382,983,520)
(Loss) per share- Basic and diluted		(1.29)	(0.27)	(2.62)	(3.33)

The annexed notes from 1 to 17 are an integral part of these financial statements.

  
(MUHAMMAD NAEEM)  
CHIEF EXECUTIVE OFFICER

  
(MUHAMMAD FAISAL LATIF)  
DIRECTOR

  
(SADAQUAT HUSSAIN)  
CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2024**

	Quarter Ended March 31,		Nine Months Ended March 31,	
	2024 Rupees	2023 Rupees	2024 Rupees	2023 Rupees
(Loss) for the period	(147,799,362)	(31,180,969)	(301,604,881)	(382,983,520)
Other comprehensive income for the period	-	-	-	-
Items that will not be subsequently reclassified to profit or loss	-	-	-	-
Surplus on revaluation of property, plant and equipment arisen during the period - net	-	-	-	446,451,036
Remeasurement of defined benefit liability	-	-	-	-
	-	-	-	446,451,036
Total comprehensive (loss) for the period	(147,799,362)	(31,180,969)	(301,604,881)	63,467,516

The annexed notes from 1 to 17 are an integral part of these financial statements.



(MUHAMMAD NAEEM)  
CHIEF EXECUTIVE OFFICER



(MUHAMMAD FAISAL LATIF)  
DIRECTOR



(SADAQUAT HUSSAIN)  
CHIEF FINANCIAL OFFICER



**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)  
FOR THE NINE MONTHS ENDED MARCH 31, 2024**

	Nine Months Ended March 31,	
	2024 Rupees	2023 Rupees
<b>a) CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss) before taxation	(278,234,713)	(367,587,061)
Adjustments for:		
Depreciation	149,652,924	139,660,649
Provision for staff retirement gratuity	22,532,489	9,987,105
Gain on disposal of investment property	-	(21,476,844)
Gain on disposal of operating assets	(3,632,200)	-
Gain on disposal of non current assets held for sale	(132,002,457)	-
Balances written back - net	(70,138,868)	-
Finance cost	183,642,613	164,329,572
Fair value adjustment of deferred revenue	(818,382)	717,438
Operating cash flows before working capital changes	(128,998,594)	(74,369,141)
Changes in working capital:		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	(79,598,230)	(20,648,500)
Stock in trade	(37,848,516)	(71,705,891)
Trade debts	(31,723,361)	(151,812,729)
Loans and advances	(71,121,867)	7,869,634
Deposits and prepayments	(18,389,286)	(12,077,153)
Other receivables	(1,145,994)	2,316,794
Tax refunds due from Government	84,153,987	(27,892,996)
Increase / (Decrease) in current liabilities:		
Trade and other payables	70,686,156	386,643,073
	(84,987,111)	112,692,232
Cash (used in) / generated from operations	(213,985,705)	38,323,091
Income Tax paid	(40,160,295)	(24,480,976)
Finance cost paid	(27,551,434)	(6,268,380)
Net cash (used in) / generated from operating activities	(281,697,434)	7,573,736
<b>b) CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from disposal of assets	381,467,600	55,480,000
Additions in operating assets	(97,912,348)	(45,384,603)
Net cash generated from / (used in) investing activities	283,555,252	10,095,397

**c) CASH FLOWS FROM FINANCING ACTIVITIES**

Repayment of:

(Decrease) in Current portion of long term financing	(364,893,922)	(257,812,385)
Increase in long term financing	14,827,000	-
Receipt of loan from directors	226,500,000	124,900,000
Increase in short term bank borrowings	137,300,000	55,000,000
Net cash (used in) financing activities	13,733,078	(77,912,385)
Net (decrease) / increase in cash and cash equivalents (a+b+c)	15,590,896	(60,243,253)
Cash and cash equivalents at the beginning of the period	72,439,992	77,396,188
Cash and cash equivalents at the end of the period	88,030,889	17,152,935

The annexed notes from 1 to 17 are an integral part of these financial statements.



(MUHAMMAD NAEEM)  
CHIEF EXECUTIVE OFFICER



(MUHAMMAD FAISAL LATIF)  
DIRECTOR




(SADAQUAT HUSSAIN)  
CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE NINE MONTHS ENDED MARCH 31, 2024**

	Issued, subscribed and paid up capital	Cumulative preference shares	Loan from Directors	Surplus on revaluation of property, plant and equipment	Capital reserves				Revenue reserves			Total
					Premium on issue of ordinary shares	Book difference of capital under scheme of arrangement for amalgamation	Preference shares redemption reserve	Sub total	General reserve	Accumulated loss	Sub total	
<b>Balance as at June 30, 2022 (audited)</b>	1,150,000,000	500,000,000	646,813,086	5,359,624,416	120,000,000	63,552,610	342,857,142	526,409,752	76,432,834	(8,335,631,428)	(8,259,198,594)	(76,351,340)
(loss) for the period								-		(382,983,520)	(382,983,520)	(382,983,520)
Other comprehensive income								-			-	-
Items that may be subsequently reclassified to profit or loss:								-			-	-
Items that will not be subsequently reclassified to profit or loss:								-			-	-
Surplus on revaluation of property, plant and equipment arisen during the period - net				446,451,036				-			-	446,451,036
Remeasurement of defined benefit liability								-			-	-
	-	-	-	446,451,036	-	-	-	-	-	(382,983,520)	(382,983,520)	63,467,516
Loan from directors			124,900,000									124,900,000
Surplus realized on disposal of property, plant and equipment				(45,497,026)						45,497,026	45,497,026	-
Incremental depreciation on revalued assets for the period				(58,189,403)						58,189,403	58,189,403	-
<b>Balance as at March 31, 2023 (un-audited)</b>	1,150,000,000	500,000,000	771,713,086	5,702,389,024	120,000,000	63,552,610	342,857,142	526,409,752	76,432,834	(8,614,928,520)	(8,538,495,686)	112,016,176
Profit for the period										(22,157,010)	(22,157,010)	(22,157,010)
Other comprehensive income								-			-	-
Items that may be subsequently reclassified to profit or loss:								-			-	-
Items that will not be subsequently reclassified to profit or loss:								-			-	-
Surplus on revaluation of property, plant and equipment arisen during the period - net								-			-	-
Remeasurement of defined benefit liability								-		(506,471)	(506,471)	(506,471)
	-	-	-	-	-	-	-	-	-	(22,663,481)	(22,663,481)	(22,663,481)
Loan from directors			55,000,000									55,000,000
Surplus realized on disposal of property, plant and equipment				(515,407,430)						515,407,430	515,407,430	-
Incremental depreciation on revalued assets for the period				(19,396,467)						19,396,467	19,396,467	-
<b>Balance as at June 30, 2023 (audited)</b>	1,150,000,000	500,000,000	826,713,086	5,167,585,126	120,000,000	63,552,610	342,857,142	526,409,752	76,432,834	(8,102,788,103)	(8,026,355,269)	144,352,695
(loss) for the period								-		(301,604,881)	(301,604,881)	(301,604,881)
Other comprehensive income								-			-	-
Items that may be subsequently reclassified to profit or loss:								-			-	-
Items that will not be subsequently reclassified to profit or loss:								-			-	-
Surplus on revaluation of property, plant and equipment arisen during the period - net								-			-	-
Remeasurement of defined benefit liability								-			-	-
	-	-	-	-	-	-	-	-	-	(301,604,881)	(301,604,881)	(301,604,881)
Loan from directors			226,500,000									226,500,000
Surplus realized on disposal of property, plant and equipment				(103,908,903)						103,908,903	103,908,903	-
Incremental depreciation on revalued assets for the period				(49,586,529)						49,586,529	49,586,529	-
<b>Balance as at March 31, 2024 (un-audited)</b>	1,150,000,000	500,000,000	1,053,213,086	5,014,089,694	120,000,000	63,552,610	342,857,142	526,409,752	76,432,834	(8,250,897,552)	(8,174,464,718)	69,247,814

The annexed notes from 1 to 17 are an integral part of these financial statements.

  
(MUHAMMAD NAEEM)  
CHIEF EXECUTIVE OFFICER

  
(MUHAMMAD FAISAL LATIF)  
DIRECTOR

  
(SADAQUAT HUSSAIN)  
CHIEF FINANCIAL OFFICER

**CHENAB LIMITED**  
**SELECTED EXPLANATORY NOTES TO THE**  
**CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2024**

**1 GENERAL INFORMATION**

- 1.1 Chenab Limited (the Company) is incorporated as a public limited company under the Companies Ordinance, 1984 (Now Companies Act 2017) and is listed on Pakistan Stock Exchange. The registered office of the Company is situated at Nishatabad, Faisalabad, in the province of Punjab. The principal business of the Company is export of all kinds of value added fabrics, textile made-ups, casual and fashion garments duly processed. Geographical location and address of business units/plants are following:

Description	Location	Address
Registered Office / Head Office	Faisalabad	Nishatabad, Faisalabad.
Weaving Unit	Nankana Sahib	7 K.M Main Faisalabad Lahore Road, Kotla Kalo Shahkot, Nankana Sahib.
Processing & Stitching Units	Faisalabad	Main Faisalabad Lahore Road, Nishatabad, Faisalabad.
Stitching Unit	Faisalabad	Jhumra road Gatti, Faisalabad.

- 1.2 Pursuant to schemes of arrangement approved by the Honorable Lahore High Court, Lahore, assets, liabilities and reserves of Faisal Weaving (Private) Limited, Latif Weaving (Private) Limited and Chenab Finishing (Private) Limited were merged with the Company with effect from December 31, 1998 and assets, liabilities and reserves of Chenab Fibers Limited were merged with the Company with effect from April 01, 2003.
- 1.3 As at March 31, 2024 the accumulated loss of the Company is Rs. 8,250 million and the current liabilities exceed its current assets by Rs. 531 million. The Company has not redeemed preference shares on exercise of put options for three consecutive years by holders of preference shares due to tight cash flow situation. The Company has not been able to comply with terms of certain loan agreements. The company was wound up by the order of Honorable Lahore High Court dated July 13, 2017 due to application filed by one of the creditor because of breach of debt covenants. The company preferred an appeal before the Honorable Supreme Court against this order but leave of appeal was not granted and dismissed vide order dated January 08, 2019 and official liquidator was appointed under the winding up order. SECP has initiated proceedings for investigations under section 257 of Companies Act 2017. (Section 265 of the repealed Companies Ordinance, 1984.) The company has challenged the order and the Honorable Lahore High Court has stayed the proceedings.

The sponsors of the Company filed a Scheme of Arrangement before Lahore High Court Lahore on January 20, 2021 u/s 279 to 283 and 285(8) of companies Act, 2017 for reversal of winding up order whereupon a meeting was held on February 22, 2021 by the Share holders and Secured creditors of the company under the Chairmanship of lawyers duly appointed by the Honorable Lahore High Court Lahore. 100% contributories/shareholders and 90.40% Secured Creditors approved the said scheme of arrangement. Which was approved by the Court on September 14, 2021 and the Court issued Reversal of winding up order dated October 29, 2021 and Company was handed over to the management.

According to the Scheme of Arrangement the breakup of Principal Debt owed to each of the Lenders individually is bifurcated in the Tier 1 Debt consisting of Rs. 4,737,486,364/- and Tier 2 debt of Rs.4,737,486,364/- aggregated to Rs.9,474,972,728/-. Tier 1 debt shall be repaid in seven and half (7.5) years from the effective Date. The Tier 2 debt shall be repaid in six and a half (6.5) years from the earlier of (i) the date on which the Tier 1 Debt is repaid, and (ii) the date by which Tier 1 Debt is required to be repaid as per repayment schedule agreed under scheme of arrangement.

The Company shall pay the Principal Debt and Mark-Up to the Agent Bank and the Agent Bank shall pay each lenders its pro-rata share of such repayments. Due to approval of scheme of arrangement by the lenders/financial institutions the management is confident that its implementation will result in improvement in the financial and operational condition of the Company are discussed below:

**(a) Disposal of non-core assets**

The management is committed to dispose off non core assets, within the grace period of one year from the effective date on which scheme of arrangement is approved. Disposal proceeds of non core assets of Rs. 1.4 Billion will result in payment of loan amounts as well as injection in the working capital of the company for carrying out its operations.

**(b) Settlement / rescheduling of loans / finances with lenders**

As per scheme of arrangement lenders/financial institutions payment of principal is rescheduled over the course of 14 years from the effective date. This will improve the financial health and also settle all the disputes with the lenders/financial institutions.

**(c) Additional Working Capital facility**

For the smooth operations, company needs additional working capital facilities from banks. The banks have agreed to provide working capital facilities under the scheme of arrangement. The lead bank has already disbursed its share while the other financial institution disbursed its share subsequently.

**(d) Induction of fresh equity**

The sponsors had arranged an injection of fresh equity through sales of personal shares into the company by realizing Rs. 350 million as per Scheme of arrangement. However, to improve the financial health of the company the sponsors have further injected a sum of Rs. 458.90 million till the balance sheet date as subordinated loan since its revival.

The above mentioned proposals will help to overcome the financial and operational problems of the Company. Considering management's plans and adherence to facilities approved under the arrangement as discussed in para (a) to (d) above, management is confident that the Company will be able to continue as a going concern.

- 1.4 These condensed interim financial statements are presented in Pak Rupee, which is the Company's functional and presentation currency.

## 2. BASIS OF PREPARATION

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

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

## 3. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of these condensed interim financial statements are the same as applied in the preparation of the published audited financial statements for the year ended June 30, 2023.

## 4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. 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.

During preparation of these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the published audited financial statements for the year ended June 30, 2023.

## 5 LONG TERM FINANCING

Under markup arrangements

From banking companies / financial institutions

Secured

Tier - I debt

Add: availed during the period

Paid during the year / period

Tier - II debt

Add: availed during the period

Less: Current portion

Installments over due

Payable within one year

Associates

	<b>Mar-31, 2024 (Un-Audited)</b>	<b>Jun-30, 2023 (Audited)</b>
	<b>Rupees</b>	<b>Rupees</b>
	4,079,342,364	4,350,439,489
	7,413,500	-
	(364,893,922)	(271,097,125)
	3,721,861,942	4,079,342,364
	4,744,899,864	4,737,486,364
	7,413,500	-
	4,752,313,364	
	8,474,175,306	8,816,828,728
	(163,598,397)	(457,342,043)
	(212,611,861)	(87,200,000)
	(376,210,258)	(544,542,043)
	8,097,965,048	8,272,286,685
	8,573,724	7,755,342
	<b>8,106,538,772</b>	<b>8,280,042,027</b>

5.1 The installments are to be paid out of the proceeds from disposal of a non core asset as per terms of the Scheme of arrangement, the period of which has been extended till June 30, 2024.

## 6 CONTINGENCIES AND COMMITMENTS

### a) Contingencies

There was no significant change in contingencies as on March 31, 2024 since the published financial statements for the period ended December 31, 2023.

### b) Commitments

There was no commitments as on March 31, 2024 (2023: Nil)

	<b>Mar-31, 2024 (Un-Audited)</b>	<b>Jun-30, 2023 (Audited)</b>
	<b>Rupees</b>	<b>Rupees</b>
<b>7 PROPERTY, PLANT AND EQUIPMENTS</b>		
Operating assets (Note: 7.1)	<b>9,124,428,794</b>	<b>9,168,196,248</b>
<b>7.1 Operating assets</b>		
Opening book value	9,168,196,248	9,615,704,320
Revaluation arisen during the period / year -net	-	446,451,036
Add: Cost of additions during the period / year	97,912,348	72,874,956
Add: Transfer to non-current assets held for sale	-	(551,695,602)
Less: Book value of disposals during the period / year	(60,688)	(240,931,000)
	9,266,047,908	9,342,403,710
Less: Depreciation charged during the period / year	(141,619,114)	(174,207,462)
	<b>9,124,428,794</b>	<b>9,168,196,248</b>
<b>8 INVESTMENT PROPERTY</b>		
<b>Land</b>		
Opening balance	234,651,713	234,651,713
Disposal during the period / year	-	-
Closing balance	234,651,713	234,651,713
<b>Building</b>		
Opening net book value	267,793,674	325,323,566
Disposal during the period / year	-	(45,523,156)
Depreciation charge during the period / year	(8,033,810)	(12,006,737)
Closing net book value (Building)	259,759,864	267,793,674
	<b>494,411,577</b>	<b>502,445,387</b>
<b>9 TRADE DEBTS</b>		
Considered good		
Unsecured		
Foreign	139,139,473	183,927,312
Local	152,129,305	75,618,106
	<b>291,268,779</b>	<b>259,545,418</b>



	Quarter Ended March 31,		Nine Months Ended March 31,	
	2024 Rupees	2023 Rupees	2024 Rupees	2023 Rupees
<b>10 SALES</b>				
Export				
Fabrics / madeups / garments	425,487,916	441,849,925	1,395,251,162	736,588,451
Local				
Fabrics / madeups / garments	47,016,887	9,443,778	101,433,938	47,111,593
	472,504,803	451,293,703	1,496,685,100	783,700,044
Add: Export rebate / duty drawback	3,280,551	1,080,705	9,913,889	1,507,879
	475,785,354	452,374,408	1,506,598,989	785,207,923
Less:				
Commission	(13,267,688)	(4,635,170)	(37,930,470)	(9,164,407)
Discount	-	(1,514,562)	(5,089,413)	(1,514,562)
	(13,267,688)	(6,149,732)	(43,019,883)	(10,678,969)
Processing, conversion and stitching charges	363,246,012	199,175,519	941,765,638	604,555,878
	<b>825,763,679</b>	<b>645,400,195</b>	<b>2,405,344,745</b>	<b>1,379,084,832</b>
<b>11 COST OF SALES</b>				
Cost of goods manufactured (Note:11.1)	851,530,868	556,958,633	2,486,362,319	1,483,546,496
Finished goods				
Opening stock	31,165,315	21,912,129	22,886,052	1,598,704
Closing stock	(57,899,132)	(20,039,690)	(57,899,132)	(20,039,690)
	(26,733,817)	1,872,439	(35,013,080)	(18,440,986)
Cost of sales	<b>824,797,051</b>	<b>558,831,073</b>	<b>2,451,349,239</b>	<b>1,465,105,511</b>
<b>11.1 Cost of goods manufactured</b>				
Raw material consumed (Note 11.1.1)	338,029,898	215,477,525	996,889,943	390,853,929
Salareis, wages and benefits	137,303,920	69,743,598	374,068,225	246,461,378
Staff retirement benefits	7,167,230	2,663,228	13,519,493	7,989,684
Processing charges	-	4,121,146	80,864,879	7,471,632
Conversion charges	5,816,645	1,711,885	14,540,647	6,042,779
Stores and spares	35,891,626	5,540,600	75,288,585	27,223,580
Dyes and chemicals	118,327,759	110,687,052	305,570,746	206,389,353
Packing material	31,902,621	15,048,827	78,442,039	34,912,308
Repair and maintenance	2,332,703	292,391	8,083,678	1,918,920
Fuel and power	166,318,722	149,447,243	475,426,692	469,650,073
Insurance	2,951,823	21,735	3,211,551	62,846
Depreciation	31,366,961	26,766,554	121,907,728	84,042,407
Other	736,583	359,023	5,580,922	2,980,650
	878,146,490	601,880,805	2,553,395,127	1,485,999,537
Work in process				
Opening stock	131,040,700	22,696,781	90,623,514	65,165,912
Closing stock	(157,656,322)	(67,618,953)	(157,656,322)	(67,618,953)
	(26,615,622)	(44,922,172)	(67,032,808)	(2,453,041)
	851,530,868	556,958,633	2,486,362,319	1,483,546,496
<b>11.1.1. Raw material consumed</b>				
Opening stock	91,965,199	15,543,794	94,173,295	10,010,845
Purchases including purchase expenses	277,036,219	261,581,060	933,688,168	442,490,413
	369,001,418	277,124,854	1,027,861,463	452,501,258
Closing stock	(30,971,520)	(61,647,329)	(30,971,520)	(61,647,329)
	<b>338,029,898</b>	<b>215,477,525</b>	<b>996,889,943</b>	<b>390,853,929</b>

	Quarter Ended March 31,		Nine Months Ended March 31,	
	2024 Rupees	2023 Rupees	2024 Rupees	2023 Rupees
<b>12 OTHER INCOME</b>				
Income from assets other than financial assets:				
Sale of waste material	3,815,379	859,769	5,645,318	967,443
Rental Income	8,470,750	17,027,100	34,950,550	55,168,171
Gain on sale of operating assets	-	-	3,632,200	-
Gain on sale of investment property	-	-	-	21,476,844
Gain on sale of non current assets held for sale	-	-	132,002,457	-
Balances written back-net	-	-	70,138,868	-
Fair value adjustment of deferred revenue	272,794	239,146	818,382	717,438
	<b>12,558,923</b>	<b>18,126,015</b>	<b>247,187,775</b>	<b>78,329,896</b>
<b>13 FINANCE COST</b>				
Interest / mark up on:				
Long term financing	46,722,134	50,739,453	146,161,227	157,343,754
Short term borrowings	9,770,942	673,235	20,498,684	722,111
Bank charges and commission	1,772,621	3,172,821	16,164,320	5,546,269
Fair value adjustment of loan from associates	272,794	239,146	818,382	717,438
	<b>58,538,491</b>	<b>54,824,655</b>	<b>183,642,613</b>	<b>164,329,572</b>

#### 14 TRANSACTIONS WITH RELATED PARTIES

The Company in the normal course of business carries out transactions with various related parties which comprise of associated undertaking, directors and key management personnel. Amounts due to and due from related parties are shown under relevant notes to the financial statements, no other significant transactions with related parties.

#### 15 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim financial position and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year. Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant re-arrangements / re-classification have been made during the period.

#### 16 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were approved by the Board of Directors of the company and authorized for issue on **03-12-2024**.

#### 17 GENERAL

Figures have been rounded off to the nearest of Rupees.



(MUHAMMAD NAEEM)  
CHIEF EXECUTIVE OFFICER



(MUHAMMAD FAISAL LATIF)  
DIRECTOR



(SADAQUAT HUSSAIN)  
CHIEF FINANCIAL OFFICER

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