



HALF YEARLY REPORT
DECEMBER 31,
2024



Shadab Textile Mills Limited



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Shadab Textile Mills Limited

COMPANY INFORMATION

CHIEF EXECUTIVE	Mian Aamir Naseem	
BOARD OF DIRECTORS	Mian Farrukh Naseem Mr. Saad Naseem Mr. Yasir Naseem Mr. Hamza Naseem Mrs. Fatima Aamir Mr. Fahad Shafiq Mr. Ghazanfer Feroz	Chairman/Non Executive Director Non Executive Director Executive Director Non Executive Director Female - Non Executive Director Independent Director Independent Director
AUDIT COMMITTEE	Mr. Fahad Shafiq Mian Farrukh Naseem Mr. Hamza Naseem	Chairman Member Member
HUMAN RESOURCE & REMUNERATION COMMITTEE	Mr. Fahad Shafiq Mr. Ghazanfer Feroz Mr. Saad Naseem	Chairman Member Member
CHIEF FINANCIAL OFFICER	Mr. Muhammad Adeel Anwar Khan	
COMPANY SECRETARY	Mr. Tariq Javaid	
AUDITORS	M/s. Fazal Mehmood & Company, Chartered Accountants	
SHARE REGISTRAR	Corplink (Pvt) Limited Wings Arcade, 1-K, Commercial, Model Town, Lahore. Ph: 042-35887262, 35839182 Fax: 042-35869037	
BANKERS	Bank Al-Falah Limited Bank Al- Habib Limited	
REGISTERED OFFICE	A-601/A, City Towers, 6-K Main Boulevard, Gulberg-II, Lahore Ph: No. 042-35788714-16	
WEBSITE ADDRESS	www.shadabtextile.com	
MILLS	Unit # 1: Nasimabad, Shakhot, District Nankana Sahib. Unit # 2: Habibabad, Pattoki, District Kasur.	



DIRECTORS' REPORT

Dear Shareholders,

We are pleased to present un-audited financial statements of the Company for the half year ended December 31, 2024, duly reviewed by the auditors of the Company.

During the period under review, the company earned a profit after tax of Rs. 94.544 million, a significant turnaround from the profit after tax of Rs. 8.639 million recorded in the same period last year. Total net sales amounted to Rs. 3,945.251 million, reflecting a growth of Rs. 555.658 million or 16.40% compared to net sales of Rs. 3,389.593 million during the corresponding period of the previous year. As a result, the company reported earnings per share of Rs. 5.70, a notable improvement from the earning per share of Rs. 0.52 in the same period last year.

This remarkable financial turnaround was mainly due to relatively stable exchange rates that led to stable costs of imported as well as local raw materials. The company also managed to lower down the finance cost through efficient management of the short-term borrowings. However, higher energy costs and continuous increases in energy costs are big challenges, which are making the textile industry less competitive in the international market.

The company has taken proactive steps to manage rising energy costs by expanding its solar energy capacity. During the period, an additional 0.840 MW solar system has been installed, bringing the total capacity to 1.75 MW. This investment is expected to reduce energy expenses, leading to lower production costs. Moreover, reduction in the government's policy rate from 22.00% to 12.00% is a positive development. This decrease will further reduce the company's finance costs, improving overall financial efficiency.

We further expect that the Government will take well planned concrete steps such as lower rate of electricity and gas tariff for textile sector, further decrease in mark-up rates and long term financing for renewable energy to revive the textile industry particularly the spinning sector which is the core industry of Pakistan and is backbone of economy of the country.

The board avails the opportunity to appreciate the devoted work done by the executives, officers, staff and workers of the company.

For and on behalf of the Board

MIAN AAMIR NASEEM
(Chief Executive)

MIAN FARRUKH NASEEM
(Chairman/Director)

Lahore: February 19, 2025



ڈائریکٹر ز رپورٹ

محترم حصص یافتگان،

ہم نہایت مسرت کے ساتھ کمپنی کے غیر آڈٹ شدہ حسابات کے گوشوارے برائے مالی ششماہی مختتمہ 31 دسمبر 2024، کمپنی کے آڈیٹر ان کی نظر ثانی کے بعد آپ کی خدمت میں پیش کرتے ہیں۔

زیر جائزہ مدت کے دوران، کمپنی نے بعد از ٹیکس 94,544 ملین روپے کا منافع کمایا، جو کہ گزشتہ برس اسی مدت میں 8,639 ملین روپے منافع کے مقابلہ میں ایک مثبت پیش رفت ہے۔

مجموعی فروخت 3,945,251 ملین روپے ہوئی جو کہ گزشتہ برس اسی مدت کے دوران 3,389,593 ملین روپے کی فروخت کے مقابلہ میں 555,658 ملین روپے یا 16.40 فیصد کا اضافہ ظاہر کرتی ہے۔ نتیجتاً، کمپنی نے فی شیئر آمدنی 5.70 روپے حاصل کی جو کہ گزشتہ برس اسی مدت میں فی شیئر آمدنی 0.52 روپے کے مقابلہ میں ایک قابل ذکر بہتری ہے۔

یہ قابل ذکر مالیاتی تبدیلی بنیادی طور پر نسبتاً مستحکم شرح مبادلہ کی وجہ سے تھی جس کی وجہ سے درآمدی اور مقامی خام مال کی قیمتیں مستحکم ہوئیں۔ کمپنی مختصر مدت کے قرضوں کے موثر انتظام کے ذریعے مالیاتی لاگت کو کم کرنے میں بھی کامیاب رہی۔ تاہم، توانائی کی زیادہ لاگت اور توانائی کی لاگت میں مسلسل اضافہ بڑے چیلنجز ہیں، جو بین الاقوامی مارکیٹ میں ٹیکسٹائل کی صنعت کو کم مسابقتی بنارہے ہیں۔

کمپنی نے توانائی کی بڑھتی ہوئی لاگت کو قابو میں رکھنے کے لیے تیشی توانائی کی صلاحیت میں اضافے کے ذریعے فعال اقدامات کیے ہیں۔ زیر جائزہ مدت میں 0.840 میگا واٹ کا اضافی سولر سسٹم نصب کیا گیا جس کی کل صلاحیت 1.75 میگا واٹ ہو گئی ہے۔ اس سرمایہ کاری سے توانائی کے اخراجات میں کمی کی توقع ہے، جس سے پیداواری لاگت میں کمی آئے گی۔ مزید یہ کہ حکومتی پالیسی ریٹ میں 22.00 فیصد سے 12.00 فیصد تک کی ایک مثبت اقدام ہے۔ اس کی سے کمپنی کی مالیاتی لاگت کم ہونے کا امکان ہے۔ جس سے مجموعی مالیاتی کارکردگی بہتر ہوگی۔

ہم مزید توقع کرتے ہیں کہ حکومت ٹیکسٹائل کی صنعت کے لیے بجلی اور گیس کے ٹیرف کی کم شرح، مارک آپ کی شرح میں مزید کمی اور قابل تجدید توانائی کے لیے طویل مدتی فنانسنگ جیسے ٹھوس اقدامات اٹھائے گی تاکہ ٹیکسٹائل سیکٹر بالخصوص اسپننگ سیکٹر کو بحال کیا جاسکے جو کہ پاکستان کی ایک اہم صنعت اور ملکی معیشت کی ریڑھ کی ہڈی ہے۔

بورڈ کمپنی کے ایگزیکٹوز، افسران، کمپنی کے عملے اور کارکنوں کی انتھک کوششوں کا شکریہ ادا کرتے ہیں۔

منجانب بورڈ

—

میاں فرخ نسیم
(چیرمین / ڈائریکٹر)

Amin Nazam

میاں عامر نسیم
(چیف ایگزیکٹو)



Shadab Textile Mills Limited

INDEPENDENT AUDITORS' REVIEW REPORT TO THE MEMBERS OF SHADAB TEXTILE MILLS LIMITED

Report on Review of Interim Financial Statements

We have reviewed the accompanying condensed interim statement of financial position of SHADAB TEXTILE MILLS LIMITED as at December 31, 2024 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the condensed interim financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements is not prepared, in all material respects, in accordance with the approved accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The figures of the condensed interim statement of profit or loss and the condensed interim statement of comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2024.

The engagement partner on the review resulting in this independent auditor's review report is Sharafat Ali.

Fazal Mahmood & Co.

Fazal Mahmood & Company
Chartered Accountants
Place: Lahore
Date: February 19, 2025
UDIN: RR202410338qSogMNjPk



Shadab Textile Mills Limited

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

NOTE (RUPEES IN THOUSAND)

		Dec. 31, 2024 (Un-audited)	Jun. 30, 2024 (Audited)
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	6	1,435,619	1,384,065
Intangible assets	7	916	987
Right of use assets	8	23,607	26,230
Long term deposits		<u>2,348</u>	<u>2,348</u>
		1,462,490	1,413,630
CURRENT ASSETS			
Stores, spares and loose tools		123,932	143,781
Stock in trade		346,847	796,765
Trade debts		385,055	322,808
Loans and advances		113,157	108,250
Trade deposits and prepayments		227,609	130,840
Other receivables		58,388	144,103
Cash and bank balances		<u>24,784</u>	<u>28,866</u>
		1,279,772	1,675,413
TOTAL ASSETS		<u>2,742,262</u>	<u>3,089,043</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL & RESERVES			
Authorised share capital 40,000,000 (June 30, 2024: 40,000,000) ordinary shares of Rs. 10/- each		<u>400,000</u>	<u>400,000</u>
Issued, subscribed & paid-up capital		166,000	166,000
Capital reserves		204,000	204,000
Revenue reserves		890,118	808,024
Equity contributions from sponsors		<u>425,073</u>	<u>434,373</u>
TOTAL EQUITY		1,685,191	1,612,397
NON - CURRENT LIABILITIES			
Long term Loans		172,524	203,686
Lease Liabilities		-	950
Deferred liabilities		<u>16,572</u>	<u>20,252</u>
		189,096	224,888
CURRENT LIABILITIES			
Trade and other payables		445,366	439,461
Unclaimed dividend		673	673
Accrued mark up		7,203	23,648
Short term borrowings		290,470	617,777
Current portion of long term liabilities		74,595	78,422
Provision for taxation		<u>49,668</u>	<u>91,777</u>
		867,975	1,251,758
CONTINGENCIES AND COMMITMENTS	9	-	-
TOTAL EQUITY AND LIABILITIES		<u>2,742,262</u>	<u>3,089,043</u>

The annexed notes form an integral part of this condensed interim financial information.

(Mian Aamir Naseem)
Chief Executive

(Mian Farrukh Naseem)
Director

(Muhammad Adeel Anwar Khan)
Chief Financial Officer



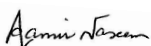
Shadab Textile Mills Limited

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS FOR THE PERIOD ENDED DECEMBER 31, 2024 (UN-AUDITED)

(RUPEES IN THOUSAND)

NOTE	For the Half year ended		For the Quarter ended	
	Jul.-Dec. 2024	Jul.-Dec. 2023	Oct.-Dec. 2024	Oct.-Dec. 2023
Sales - net	3,945,251	3,389,593	2,032,743	1,797,023
Cost of sales	(3,657,243)	(3,241,622)	(1,887,244)	(1,712,091)
GROSS PROFIT	288,008	147,971	145,499	84,932
Administrative and general expenses	(80,438)	(69,261)	(40,191)	(34,872)
Selling and distribution expenses	(797)	(373)	(740)	(118)
	(81,235)	(69,634)	(40,931)	(34,990)
OPERATING PROFIT	206,773	78,337	104,568	49,942
Finance cost	(54,039)	(70,630)	(15,398)	(29,852)
Other charges	(10,706)	(833)	(6,281)	(833)
	142,028	6,874	82,889	19,257
Other income	2,409	4,367	1,845	3,612
PROFIT BEFORE LEVIES AND TAXATION	144,437	11,241	84,734	22,869
Minimum Tax	(7,445)	(41,680)	(2,714)	(21,657)
PROFIT / (LOSS) BEFORE TAXATION	136,992	(30,439)	82,020	1,212
Taxation	(42,448)	39,078	(22,853)	19,388
PROFIT AFTER TAXATION	94,544	8,639	59,167	20,600
Basic and diluted earning per share	11 5.70	0.52	3.56	1.24

The annexed notes form an integral part of this condensed interim financial information.


(Mian Aamir Naseem)
Chief Executive


(Mian Farrukh Naseem)
Director


(Muhammad Adeel Anwar Khan)
Chief Financial Officer




Shadab Textile Mills Limited

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED DECEMBER 31, 2024 (UN-AUDITED)

(RUPEES IN THOUSAND)

	For the Half year ended		For the quarter ended	
	Jul.-Dec. 2024	Jul.-Dec. 2023	Oct.-Dec. 2024	Oct.-Dec. 2023
PROFIT AFTER TAXATION	94,544	8,639	59,167	20,600
Other comprehensive income	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>94,544</u>	<u>8,639</u>	<u>59,167</u>	<u>20,600</u>

The annexed notes form an integral part of this condensed interim financial information.


(Mian Aamir Naseem)
Chief Executive


(Mian Farrukh Naseem)
Director


(Muhammad Adeel Anwar Khan)
Chief Financial Officer



Shadab Textile Mills Limited

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED DECEMBER 31, 2024 (UN-AUDITED)

(RUPEES IN THOUSAND)

Share Capital	Revenue Reserves		Capital Reserves	Equity Contribution from sponsors	Total Equity
Issued, Subscribed & Paid up Ordinary shares	General Reserve	Un-appropriated profit	Share Premium		

Balance as at July 01, 2023
(Audited)

166,000 260,000 449,558 204,000 373,103 1,452,661

Total comprehensive income
Profit after taxation for the period
ended December 31, 2023

- - 8,639 - - 8,639

Transaction with owners
Transfer to equity contribution
from sponsors

- - - - 40,970 40,970

Balance as at December 31, 2023
(Un-audited)

166,000 260,000 458,197 204,000 414,073 1,502,270

Total comprehensive income
Profit after taxation for the period

- - 89,827 - - 89,827

Transfer to equity contribution
from sponsors

- - - - 20,300 20,300

Balance as at June 30, 2024
(Audited)

166,000 260,000 548,024 204,000 434,373 1,612,397

Total comprehensive income
Profit after taxation for the period
ended December 31, 2024

- - 94,544 - - 94,544

Transaction with owners
Final dividend for the year ended
June 30, 2024 @Rs. 0.75 per share

- - (12,450) - - (12,450)

Transfer from equity contribution
to sponsors

- - - - (9,300) (9,300)

Balance as at December 31, 2024
(Un-audited)

166,000 260,000 630,118 204,000 425,073 1,685,191

The annexed notes form an integral part of this condensed interim financial information.

(Mian Amir Naseem)
Chief Executive

(Mian Farrukh Naseem)
Director

(Muhammad Adeel Anwar Khan)
Chief Financial Officer



Shadab Textile Mills Limited

CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED DECEMBER 31, 2024 (UN-AUDITED)

(RUPEES IN THOUSAND)

Dec. 31, 2024	Dec. 31, 2023
------------------	------------------

CASH FLOWS FROM OPERATING ACTIVITIES

Profit before taxation	144,437	11,241
Adjustments for:		
Depreciation	71,907	74,254
Amortization of intangible assets	71	-
Finance cost	54,039	70,630
Workers' profit participation fund	7,758	604
Workers' welfare fund	2,948	229
Gain on sale of fixed assets	(1,274)	(2,206)
Profit on deposits with bank	(1,135)	(2,023)
Allowance for expected credit loss	186	170
Operating profit before working capital changes	278,938	152,899

Adjustments for working capital changes:
(Increase) / decrease in current assets

Stores, spares and loose tools	19,849	51,166
Stock-in-trade	449,918	179,398
Trade debts	(62,433)	22,645
Loans and advances	(4,907)	(13,457)
Trade deposits and prepayments	(96,769)	(120,407)
Other receivables	39,744	(1,239)
	345,402	118,106

Increase/(decrease) in current liabilities

Trade and other payables	(4,801)	12,078
Cash generated from operations	619,539	283,083

Finance cost paid	(70,484)	(76,558)
Income tax paid	(46,031)	(20,747)
Profit on deposits with bank	1,135	2,023
	(115,380)	(95,282)
Net cash generated from operating activities	504,159	187,801



Shadab Textile Mills Limited

(RUPEES IN THOUSAND)

Dec. 31,
2024

Dec. 31,
2023

CASH FLOWS FROM INVESTING ACTIVITIES

Payments for acquisition of property, plant
and equipment

(120,904)

(97,538)

Proceeds from disposal of property, plant
and equipment

1,340

2,500

Net cash (used in) investing activities

(119,564)

(95,038)

CASH FLOWS FROM FINANCING ACTIVITIES

Sponsor loan (re-paid) / received

(9,300)

40,970

Long term loan re-paid

(34,840)

(34,848)

Payment of lease liability - net

(4,780)

(4,779)

Repayment of short term borrowings (net)

(327,307)

(82,115)

Dividend paid

(12,450)

-

Net cash (used in) financing activities

(388,677)

(80,772)

NET CASH (USED IN) / GENERATED
FOR THE PERIOD

(4,082)

11,991

CASH AND CASH EQUIVALENTS AT THE
BEGINNING OF THE PERIOD

28,866

12,508

CASH AND CASH EQUIVALENTS AT THE
END OF THE PERIOD

24,784

24,499

The annexed notes form an integral part of this condensed interim financial information.

(Mian Aamir Naseem)
Chief Executive

(Mian Farrukh Naseem)
Director

(Muhammad Adeel Anwar Khan)
Chief Financial Officer



Shadab Textile Mills Limited

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION FOR THE PERIOD ENDED DECEMBER 31, 2024 (UN-AUDITED)

1. THE COMPANY AND ITS OPERATIONS

Shadab Textile Mills Limited (the Company) was incorporated as a public limited company on 19th August 1979 under the Companies Act 1913 which was replaced by Companies Ordinance, 1984 (now the Companies Act, 2017). The company is registered as a public limited company in Pakistan and quoted on Pakistan Stock Exchange and engaged in the business of manufacturing, selling, buying and dealing in yarn of all types. The registered office of the company is situated at 6th Floor, A-601/A, City Towers, Main Boulevard, Gulberg-II, Lahore. The manufacturing facilities of the Company are located at Faisalabad Road, Nasimabad, Shahkot, District Nankana Sahib and 1-K.M Chunian Road, Habibabad, Pattoki, District Kasur.

2. STATEMENT OF COMPLIANCE

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;
- Islamic Financial Accounting Standards (IFAC) issued by Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provision of and directives issued under the Companies Act, 2017.

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

3. BASIS OF PREPARATION

These condensed interim financial statements have been prepared under the historical cost convention, except as otherwise stated in relevant notes and are presented in Pakistan Rupees (Rs.), which is the functional currency of the company.

4. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The significant accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements of the Company for the year ended June 30, 2024, except detailed below or elsewhere. These condensed interim financial statements do not include all the information and disclosures as are required for annual audited financial statements, and therefore, should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2024.



Shadab Textile Mills Limited

During the period, certain amendments / interpretations became effective and were adopted by the Company. Management has assessed the changes laid down by the amendments / interpretations that became effective during the period and determined that they do not have any significant impact on these condensed interim financial statements.

Taxes on income in the interim periods are accrued using tax rate that would be applicable to expected annual profit or loss.

5. CRITICAL ACCOUNTING ESTIMATES & JUDGEMENTS

The preparation of condensed interim financial statements in conformity with the approved accounting standards requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing these condensed interim financial statements, the significant judgements made by management in applying the Company's accounting policies and key sources of estimation of uncertainty were the same as those applied to the annual audited financial statements of the Company for the year ended June 30, 2024, except as disclosed otherwise in respective notes.

		(RUPEES IN THOUSAND)	
	Note	Dec. 31, 2024 (Unaudited)	Jun. 30, 2024 (Audited)
6. <u>PROPERTY, PLANT AND EQUIPMENT</u>			
Operating fixed assets	6.1	1,407,144	1,326,056
Capital work-in-progress	6.2	28,475	58,009
		<u>1,435,619</u>	<u>1,384,065</u>
6.1 Operating fixed assets			
Opening net book value		1,326,056	1,400,475
Additions during the period / year			
Plant and machinery		-	47,630
Vehicles		15,224	10,743
Office equipments		483	-
		15,707	58,373
Disposals during the period / year			
Plant and machinery		-	(28,811)
Electric installations		-	(23,841)
Vehicles		(66)	(924)
		(66)	(53,576)
Transfers from CWIP		134,731	63,266
Depreciation charged thereon		(69,284)	(142,482)
Closing net book value		<u>1,407,144</u>	<u>1,326,056</u>



Shadab Textile Mills Limited

		(RUPEES IN THOUSAND)	
		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
6.2	Capital work in progress		
	Tangible assets	6.2.1 27,582	58,009
	Intangible asset	6.2.2 893	-
		<u>28,475</u>	<u>58,009</u>
6.2.1	Tangible assets		
	Opeining balance	58,009	28,150
	Add: Addition	104,304	93,125
	Less: Transfer	<u>(134,731)</u>	<u>(63,266)</u>
	Closing Balance	<u>27,582</u>	<u>58,009</u>

6.2.2 This represents payments for implementation of ERP software.

7. INTANGIBLE ASSETS

Opening net book value	987	-
Additions	-	999
Less: Amortization charge	<u>(71)</u>	<u>(12)</u>
Closing net book value	<u>916</u>	<u>987</u>

8. RIGHT OF USE ASSETS

Opening balance	26,230	32,788
Additions	-	-
Less: Transferred to owned assets	-	-
Depreciation transferred	-	-
Less: Depreciation charge	<u>(2,623)</u>	<u>(6,558)</u>
Net book value	<u>23,607</u>	<u>26,230</u>

9. CONTINGENCIES AND COMMITMENTS

Contingencies

Counter guarantees of Rs. 109.066 million (June 30, 2024: Rs. 99.204 million) has been issued by the bank of the company to Sui Northern Gas Pipelines Limited and Lahore Electric Supply Company against gas and electricity connections.

Commitments

Capital expenditures commitments are amounting to Rs. Nil (June 30, 2024: Rs. Nil) and non capital expenditures Commitments are amounting to Rs. 467.434 million (June 30, 2024: Rs.438.431 million).

10 TRANSACTIONS WITH PARTIES / ASSOCIATED UNDERTAKING

		(RUPEES IN THOUSAND)	
		For the period	
		Jul. - Dec. 2024 (Unaudited)	Jul. - Dec. 2023 (Unaudited)
Major shareholders and Directors			
Detail of transactions			
- Remuneration / meeting fee		3,660	3,060



Shadab Textile Mills Limited

Sponsor loan
Opening balance
Receipts from sponsors
Re-payment to sponsors
Closing balance

(RUPEES IN THOUSAND)

As at	
Dec. 31. 2024	June 30 2024
(Unaudited)	(Audited)
434,373	373,103
1,500	68,570
(10,800)	(7,300)
425,073	434,373

Key management personnel
(other than Directors) and their relatives
Detail of transactions
- Salaries and benefits

(RUPEES IN THOUSAND)

For the period	
Jul. - Dec. 2024	Jul. - Dec. 2023
(Unaudited)	(Unaudited)
9,136	10,024

11. EARNINGS PER SHARE - BASIC AND DILUTED

There is no dilutive effect on the basic earnings per share of the company.

	Jul. - Dec. 2024	Jul. - Dec. 2023
	(Unaudited)	(Unaudited)
Profit after taxation(Rupees in thousand)	94,544	8,639
Weighted average number of ordinary shares outstanding during the period (No. in'000)	16,600	16,600
Basic earnings per share (Rupees)	5.70	0.52

12. OPERATING SEGMENTS

Chief Executive considers the business as a single operating segment as the Company's asset allocation decisions are based on a single side, integrated business strategy, and the Company's performances is evaluated on an overall basis. At the period end, all non-current assets of the Company are located within Pakistan.

13. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objective and policies are consistent with that disclosed in the annual financial statements for the year ended June 30, 2024.

14. FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying values of all financial assets and liabilities reflected in the condensed interim financial statements approximate their fair values. Fair value is the amount for which asset could be exchanged or liability settled between knowledgeable, willing parties in an arm length transaction.



The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset either directly or derived from prices.

Level 3: inputs for the asset or liability that are not based on observable market data (unadjusted) inputs.

15. DATE OF AUTHORIZATION

These condensed interim financial statements have been approved by the Board of Directors of the company and authorized for issue on February 19, 2025.

16. GENERAL

Figures have been rounded off to the nearest thousand rupees.

In order to comply with the requirements of International Accounting Standard, IAS - 34 - 'Interim Financial Reporting', the condensed interim statement of financial position as of the end of the current interim period has been compared with the statement of financial position as of the end of the immediately preceding financial year, the condensed interim statement of profit or loss & other comprehensive income for the current interim period has been compared with the statement of profit or loss & other comprehensive income for the comparable interim period of the immediately preceding financial year, whereas, the condensed interim statement of changes in equity and condensed interim statement of cash flows have been compared with the relevant statements for the comparable year-to-date period of the immediately preceding financial year.

(Mian Aamir Naseem)
Chief Executive

(Mian Farrukh Naseem)
Director

(Muhammad Adeel Anwar Khan)
Chief Financial Officer