



WHALE/PSX/08/2022/  
02 August 2022

The General Manager  
Pakistan Stock Exchange Limited  
Stock Exchange Building, Stock Exchange Road  
Karachi

**Financial Results for the Year Ended 31 December 2021 – Waves Home Appliances Limited (Formerly Samin Textiles Limited)**

Dear Sir,

The Board of Directors of Waves Home Appliances Limited (WHALE or the Company) in their meeting held on 02 August 2022 at the Registered Office of the Company have *inter alia* approved the audited financial statements of the Company for the year ended 31 December 2021, and recommended the followings:

a) **Cash Dividend/Bonus/Rights/Any other Entitlement:** NIL

b) **Financial Results:**

The audited financial results of the Company for the year ended 31 December 2021 are attached as **Annexure A** to this letter. The Annual Report of the Company for the year ended 31 December 2021 will be transmitted through PUCARS separately and shall also be available on the Company's website [www.samintextile.com](http://www.samintextile.com) and [www.waves.net.pk](http://www.waves.net.pk).

The above financial results are prepared on the basis of Scheme of Arrangement (the Scheme) between the Company and Waves Corporation Limited, formerly Waves Singer Pakistan Limited (WAVES) sanctioned by the honorable Lahore High Court, Lahore (LHC), with effect from 31 August 2021.

c) **Price Sensitive Information:**

1. Unforeseen devaluation of Pak Rupee, coupled with the restrictions imposed by the State Bank of Pakistan on opening of import LCs for material/components etc., has created a challenging economic and business environment for the appliances industry. However, the Board expressed its satisfaction on the inventory level maintained by the Company for uninterrupted production foreseen during the whole of ongoing third quarter of the year.

The Board also reviewed in detail progress on construction of the new factory and planned shifting of manufacturing operations before end of this calendar year. This fits well with the ongoing situation of materials availability and any expected break in production during these months. As State Bank of Pakistan is expected to allow opening of fresh LCs for import of materials/components required for appliances industry from end August 2022, arrival of fresh materials/components is expected in another couple of months. Commissioning of new factory in the last quarter Insha Allah, will ensure continuity of operations during ongoing challenging times. The Company is actively monitoring its production and operations and is closely working with the industry players, Government and SBP to alleviate present challenges.

Alhamdulillah, demand for Waves branded products continues to be strong and impact of increase in costs mainly due to devaluation of Pak Rupee is being passed on in the selling prices, almost maintaining net margins with modest growth in volumes.



2. The Board approved the Company's Annual Business Plan / Budget for the Financial Year 2022
  3. The Board approved the following changes in the management structure of the Company:
    - a. Mr. Mustafa Kamal resigned as CEO/Director and Mr. Haroon Ahmad Khan is appointed in his place.
    - b. Mr. Abdul Hamid and Mrs. Shahida Shahnaz resigned as Directors and Mr. Moazzam Ahmad Khan and Mrs. Nighat Haroon are appointed in their place.
- d) Other Information:**
1. The resignation of Mr. Muhammad Tayyab from the position of Company Secretary is approved and Mr. Tariq Majeed is appointed as the new Company Secretary in his place.
  2. Pursuant to the Scheme, WAVES has informed to PSX that its share transfer books shall remain closed from 22 August 2022 to 29 August 2022 for determination of entitlement of 20 shares of WHALE for every 100 shares held by its shareholders. A formal list of final shareholders with entitlement shall be sent to the Company by WAVES subsequent to its book closure dates. Thereafter, the Company upon completion of necessary corporate and regulatory formalities will issue shares to holding company WAVES and the shareholders of WAVES. For this purpose, the Board has authorized the CEO to undertake all or any necessary corporate and regulatory formalities to complete the shares issuance process.
  3. The Board approved the change in Registered Office of the Company from 15/3, Block A, Model Town Lahore to 9 KM, Multan Road, Lahore, which is within the city limits of Lahore.
  4. Due to the change in financial year of the Company from 30 June to 31 December pursuant to the sanction of the Scheme by LHC, the Company is holding its Annual General Meeting (AGM) for the year ended 31 December 2021 on 29 August 2022 at 12.30 a.m. at the Registered Office of the Company located at 9-KM, Multan Road, Lahore, subject to completion of necessary corporate and regulatory formalities, where required. For this purpose, share transfer books of the Company shall remain closed from 22 August 2022 to 29 August 2022 (both days inclusive). A formal notice of AGM along with necessary statements/reports shall be circulated to in due course.

You may inform the TRE Certificate Holders of PSX accordingly.

Yours truly  
For Waves Home Appliances Limited

  
Company Secretary  
Tariq Majeed

**Enclosed:** Annexure A: Annual Financial Results

**Copy to:**

1. The Executive Director/HOD, Offsite-II Department, Supervision Division, SECP, Islamabad
2. The Commissioner, Securities Market Division, SECP, Islamabad
3. The Central Depository Company Limited, Karachi
4. All Other Concerned

Waves Home Appliances Limited (formerly, Samin Textiles Limited)

Statement of Profit or Loss

For the six months ended 31 December 2021

		01 July 2021 to 31 December 2021	01 July 2020 to 30 June 2021
	Note	----- (Rupees in '000) -----	
Revenue - net of sales return		2,425,840	-
Sales tax and trade discount on invoices		(342,317)	-
Revenue - net	28	2,083,523	-
Cost of sales	29	(1,581,890)	-
Gross profit		501,633	-
Marketing, selling and distribution costs	30	(160,056)	-
Administrative expenses	31	(108,543)	(14,609)
Other expenses	32	(100,671)	-
Other income	33	134,743	1,693
		(234,527)	(12,915)
		267,106	(12,915)
Finance costs	34	(174,965)	(5,779)
Profit / (loss) before taxation		92,141	(18,694)
Taxation	35	(55,645)	-
Profit / (loss) for the period		36,496	(18,694)
Loss per share - basic and diluted (Rupees)	36	0.20	Restated (1.57)

The annexed notes 1 to 48 form an integral part of these financial statements.

KPMG

Lahore

Director

Chief Executive Officer

Chief Financial Officer