

**ACCOUNTS FOR
THE 1ST QUARTER ENDED
SEPTEMBER 30, 2022
(UNAUDITED)**



Pak Leather Crafts Limited



Pak Leather Crafts Limited

DIRECTORS' REPORT

Your directors are pleased to present their report along with the condensed unaudited financial statements for the 1st quarter ended September 30, 2022.

FINANCIAL RESULTS:

	September 30, 2022	September 30, 2021
	(Rs. in '000')	
Profit/(loss) before taxation	(4,555)	(3,665)
Taxation	(225)	(350)
Profit/(loss) after taxation	(4,780)	(4,015)
Accumulated (loss) B/F	(359,297)	(356,396)
Accumulated (loss) C/F	(364,077)	(360,411)
	=====	=====
(Loss) per share after tax (Rupees)	(1.41)	(1.18)

Total turnover of Rs.22.843 million is composed of export amounting to Rs.18.975 million and local sales/ job work of Rs.3.868 comparing to total turnover of Rs.31.830 million during the corresponding period last year. Due to decline in sales, Company ended up with loss of Rs.4.780 million. This resulted loss per share of Rs.1.41 comparing with loss per share of Rs.1.18 for the same period last year.

FUTURE OUTLOOK:

The management is doing its best to achieve sustainable growth in sales. However, uncertain international market demand and high inflation in the country is main hurdle to think optimistically.

ACKNOWLEDGEMENT:

The Board is thankful to all the stakeholders including employees, customers and banks for their efforts, cooperation and trust.

For and on behalf of the Board

MUHAMMAD SALEEM AHMED
CHIEF EXECUTIVE

UMER AHMED
DIRECTOR


Karachi, October 28, 2022




Pak Leather Crafts Limited

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED) AS AT SEPTEMBER 30, 2022

	<u>Unaudited</u> Sept 30, 2022	<u>Audited</u> June 30, 2022
	Rs. In '000'	
ASSETS		
Non-current assets		
Property, plant and equipment	33,609	33,944
Long term deposits	1,410	1,410
	<u>35,019</u>	<u>35,354</u>
Current assets		
Loose tools	348	325
Stock in trade	56,865	53,303
Trade debts	5,233	22,478
Advances and other receivables	3,179	3,405
Tax refunds due from Government	3,425	3,399
Cash and bank balances	1,977	2,531
	<u>71,027</u>	<u>85,441</u>
TOTAL ASSETS	<u><u>106,046</u></u>	<u><u>120,795</u></u>
CAPITAL AND LIABILITIES		
Share capital and reserves		
Share capital	34,000	34,000
Loan from Directors	122,145	123,020
Accumulated loss	(364,077)	(359,297)
	<u>(207,932)</u>	<u>(202,277)</u>
Non-current liabilities		
Long term loans	9,673	9,673
Deferred interest income	7,704	7,704
	<u>17,377</u>	<u>17,377</u>
Current liabilities		
Short term bank borrowings	112,530	112,530
Current portion of long term financing	46,903	46,903
Interest / mark up payable	89,200	89,200
Trade and other payables	47,601	55,476
Provision for taxation - income tax	225	1,444
Unclaimed dividend	142	142
	<u>296,601</u>	<u>305,695</u>
Contingencies	-	-
TOTAL LIABILITIES	<u><u>106,046</u></u>	<u><u>120,795</u></u>


MUHAMMAD SALEEM AHMED
CHIEF EXECUTIVE


UMER AHMED
DIRECTOR


NASEER AHMED
CHIEF FINANCIAL OFFICER




Pak Leather Crafts Limited

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED) FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2022

	Quarter ended September 30, 2022	Quarter ended September 30, 2021
	Rs. in '000'	
Sales	22,843	31,830
Cost of sales	22,441	31,584
Gross profit	402	246
Other income	-	173
	402	419
Administrative expenses	3,065	3,111
Selling and distribution expenses	1,531	855
Finance Cost	361	118
	4,957	4,084
(Loss) for the period before taxation	(4,555)	(3,665)
Provision for taxation	225	350
(Loss) for the period	(4,780)	(4,015)
(Loss) per share - Basic and diluted	(1.41)	(1.18)
Statement of comprehensive income for the period ended September 30, 2022		
(Loss) for the period	(4,780)	(4,015)
Other comprehensive income	-	-
Total comprehensive (loss) for the period	(4,780)	(4,015)


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UMER AHMED
DIRECTOR


NASEER AHMED
CHIEF FINANCIAL OFFICER



Pak Leather Crafts Limited

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED) FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2022

	Quarter ended September 30, 2022	Quarter ended September 30, 2021
	Rs. in '000'	
Cash flow from operating Activities		
(Loss) for the period before taxation	(4,555)	(3,665)
Adjustment for non-cash charges and other items:		
Depreciation	712	684
	712	684
Changes in working capital (Increase)/decrease in current assets	(3,843)	(2,981)
Loose tools	(23)	(32)
Stock in trade	(3,562)	4,290
Trade debts	17,245	(4,199)
Advances and other receivables	226	(333)
Tax refunds due from government	(25)	932
Increase / (decrease) in current liabilities		
Trade and other payables	(8,927)	(261)
	4,934	397
Cash generated from operations	1,091	(2,584)
Income tax paid	(392)	(363)
Net cash flows from operating activities (a)	699	(2,947)
Cash flow from Investing activities		
Addition in property, plant and equipment	(378)	(1,343)
Net cash flow from investing activities (b)	(378)	(1,343)
Cash flows from financing activities		
Loan from director obtained/paid	(875)	1,528
Repayment of short term bank borrowings	-	-
Net cash used in financing activities (c)	(875)	1,528
Net increase/(decrease) in cash and cash equivalents (a+b+c)	(554)	(2,762)
Cash and cash equivalents at the beginning of the period	2,531	4,335
Cash and cash equivalents at the end of the period	1,977	1,573

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Pak Leather Crafts Limited

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED) FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2022

Particulars	Issued, Subscribed and paid up Capital	Loan from Directors	Accumulated loss	Total
	Rs. in '000'			
Balance as at July 01, 2021	34,000	116,363	(356,396)	(206,033)
Total comprehensive income for the 1st quarter ended September 30, 2021	-	-	(4,015)	(4,015)
Transaction with owners loan obtained		1,528		1,528
Balance as at quarter ended September 30, 2021	34,000	117,891	(360,411)	(208,520)
Balance as at July 01, 2022	34,000	123,020	(359,297)	(202,277)
Total comprehensive income for the 1st quarter ended September 30, 2021			(4,780)	(4,780)
Transaction with owners loan obtained/paid		(875)		(875)
Balance as at 1st quarter ended September 30, 2022	34,000	122,145	(364,077)	(207,932)


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CHIEF EXECUTIVE


UMER AHMED
DIRECTOR


NASEER AHMED
CHIEF FINANCIAL OFFICER



Pak Leather Crafts Limited

NOTES TO THE CONDENSED INTERIM ACCOUNTS

1. Pak Leather Crafts Ltd, is a public limited company incorporated in Pakistan under the Companies Ordinance, 1984 and quoted on Pakistan Stock Exchange. The principal activity of the company is Leather tanning, Manufacturing of Leather garments and export of Leather and Leather Garments.
2. These accounts are un-audited and are being submitted to the shareholders as per the notification No. 2 (52)/SE/2001 dated November 5, 2001, of Securities & Exchange Commission of Pakistan.
3. The accounting policies adopted for the preparation of these accounts are the same as those applied in preparing the accounts for the preceding period.
4. Figures have been re-arranged and re-classified, wherever necessary, to facilitate comparison.
5. These financial statements were authorized for issue on October 28 2022 by the Board of Directors of the Company.

MUHAMMAD SALEEM AHMED
CHIEF EXECUTIVE

UMER AHMED
DIRECTOR

NASEER AHMED
CHIEF FINANCIAL OFFICER



Pak Leather Crafts Limited

CORPORATE PROFILE

CHAIRPERSON

Mrs. Rubina Saleem

DIRECTORS

Muhammad Saleem Ahmed
Dr. Muhammad Shoaib Ahmed
Nayyer Ahmed
Azeem Ahmed
Umer Ahmed
Ahmed Jalali

AUDIT COMMITTEE

Ahmed Jalali
Dr. Muhammad Shoaib Ahmed
Azeem Ahmed

**HUMAN RESOURCE &
REMUNERATION COMMITTEE**

Umer Ahmed
Nayyer Ahmed
Azeem Ahmed

**CHIEF FINANCIAL OFFICER &
COMPANY SECRETARY**

Naseer Ahmed

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BANKERS

Albaraka Bank Pakistan Ltd
Habib Bank Limited
Industrial Development Bank Ltd
NIB Bank Limited
Faysal Bank Limited
Habib Metropolitan Bank Ltd
Soneri Bank Ltd
Bank Alfalah Ltd
Bank of Khyber
Meezan Bank
Askari Bank Ltd
Bankislami Pakistan Ltd

EXTERNAL AUDITORS

RSM Avais Hyder Liaquat Nauman
Chartered Accountants
Lahore

SHARE REGISTRAR

JWAFFS Registrar Services (pvt) Ltd
407-408, Al Ameera Centre,
Shahrah-e-Iraq, Karachi.
Tel: 021-35662023-24

LEGAL ADVISOR

Hassan Arif

REGISTERED OFFICE

Plot 18, Sector 7 - A,
Korangi Industrial Area,
Karachi.

If undelivered please return to:

PAK LEATHER CRAFTS LIMITED

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