



**Hala
Enterprises
Limited**



HALF YEARLY REPORT

**FOR THE PERIOD ENDED
DECEMBER 31, 2022**





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COMPANY INFORMATION

BOARD OF DIRECTORS	Mr. Tahir Jahangir Mr. Jillani Jahangir Mrs. Munizae Jahangir Mrs. Sulema Jahangir Mr. Rashid Ahmad Khan Mr. Hassan Ahmad Mr. Abdul Munaf	Chairman/Non Executive Director Chief Executive Officer Non-Executive Director Non-Executive Director Independent Director Independent Director Executive Director
AUDIT COMMITTEE	Mr. Rashid Ahmad Khan Mrs. Munizae Jahangir Mrs. Sulema Jahangir	Chairman/Member Member Member
HUMAN RESOURCE & REMUNERATION COMMITTEE	Mr. Rashid Ahmad Khan Mr. Jillani Jahangir Mrs. Munizae Jahangir Mrs. Sulema Jahangir	Chairman/Member Member Member Member
CHIEF FINANCIAL OFFICER	Mr. Abdul Munaf	
COMPANY SECRETARY	Muhammad Mushtaq Saeed Iqbal	
AUDITORS	Malik Haroon Shahid Safder & Co. Chartered Accountants	
LEGAL ADVISORS	A.G.H.S Law Associates	
BANKERS	J.S Bank Limited Faysal Bank Limited Askari Bank Limited MCB Bank Limited	
REGISTERED OFFICE/WORKS	Factory Premises, 17.5 KM Sheikhupura Road, Lahore Tel: 042-37970130, 37970230 Fax: 042-37970681 Email. hala@halaenterprises.com Website:www.halaenterprises.com	
SHARE REGISTRAR OFFICE	M/s Corplink (Private) Limited Wings Arcade, 1-K, Commercial Model Town, Lahore Tel: 042-35916714, 35916719 Fax: 042-35869037 Email. corplink786@yahoo.com	



DIRECTOR'S REVIEW REPORT

The Board of Directors of Hala Enterprises Limited hereby present the interim financial reports of the company for the half year ended 31st December, 2022, together with the interim financial information.

The Textile industry's performance declined during the first half of financial year 2022-23 due to the slump in global demand for textile products. The reasons for the low demand were high inventory build-ups due to Covid – which needed to be offloaded by the Importers, and a general recession in the world markets due to the increased costs of living.

Costs of production went up quite abruptly due to higher energy tariffs in the country, and due to a general rate increase of all raw materials due to shortages. The textile industry in Pakistan is also facing rapid currency fluctuations and delayed Government Refunds, which has resulted in capacity under-utilization and the closure of several small to medium-sized units; while creating a liquidity crunch for almost all sectors of industry.

In spite of the above factors, the financial performance of the Company remained satisfactory during the current half year in comparison to the corresponding half year December 2021. Revenue increased from Rs. 250.59 Million to Rs. 322.97 Million i.e. 28.88 % Operating profit increased from 11.92 Million to 21.31 Million and Net profit increased from Rs. 6.15 million to Rs. 11.145 million. The bottom line was that the net margins almost doubled from the previous period! This was extremely encouraging amidst the doom and gloom of the general situation of the textile industry.

As mentioned in last year's Director Report, we had expected to see better margins in the upcoming periods and a growth of exports in the range of 30% - and these targets were not only met, but surpassed. Clearly, hard work and effort has shown results. We are hopeful that the second half of the financial year will also yield encouraging results – and that our capable team will keep up the good work.

We would like to take this opportunity to thank our customers, suppliers and bankers for their continued cooperation towards the progress of the company. We hope that this support continues in the future as well.

We would also like to thank our dedicated and talented team of executives, the Board, our staff and workers for the hard work they put in towards the company's continuous improvement and performance, despite all the odds.

For & on behalf of the Board

**(JILLANI JAHANGIR)
CHIEF EXECUTIVE OFFICER**

LAHORE: February 28, 2022



INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF HALA ENTERPRISES LIMITED REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Hala Enterprises Limited as at December 31, 2022 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and the condensed interim statement of cash flows, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and fair presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these 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.

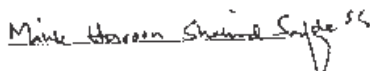
Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the 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, condensed interim statement of comprehensive income for the quarters ended December 31, 2022 and 2021 have not been reviewed as we are required to review only cumulative figures for the six-month period ended on that date.

The engagement partner on the review resulting in this independent auditor's review report is Malik Haroon Ahmad (FCA).



Malik Haroon Shahid Safder & Co.
Chartered Accountants

Place: Lahore
Date: February 28, 2023
UNID: RR202210206xqQRvr81



CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2022 (UN-AUDITED)

	Note	December 2022 Un-Audited	June 2022 Audited
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	278,749,699	280,264,376
Long term investments		7,109,610	9,250,838
Long term deposits		5,660,617	5,038,617
Total Non-Current Assets		291,519,926	294,553,831
CURRENT ASSETS			
Stores, spares and loose tools		4,161,960	4,747,685
Stock in trade		85,954,129	84,328,729
Trade debts		48,677,527	46,692,624
Advances, deposits, prepayments and other receivables		53,413,999	48,637,812
Tax refund due from Government		43,511,005	39,894,482
Due from related parties		10,165,036	11,694,910
Cash and bank balances		9,085,895	10,727,193
Total Current Assets		254,969,551	246,723,435
Non current assets classified as held for sale	6	6,716,112	6,716,112
TOTAL ASSETS		553,205,589	547,993,378
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized Share Capital			
16,000,000 Ordinary shares of Rs. 10 each		160,000,000	160,000,000
Issued, subscribed and paid up capital			
Reserves		129,963,040	129,963,040
Capital reserves			
Surplus on revaluation of property, plant and equipment	7	227,416,034	231,780,100
Fair value reserve of financial assets at FVOCI		5,925,976	8,067,204
Other capital reserves		2,274,287	2,274,287
		235,616,297	242,121,591
Revenue reserves			
Other revenue reserve		7,000,000	7,000,000
Accumulated loss		(45,555,208)	(61,064,404)
		(38,555,208)	(54,064,404)
Total Share Capital and Reserves		327,024,129	318,020,227
NON CURRENT LIABILITIES			
Deferred liabilities		28,315,807	29,424,667
Long term borrowing		4,284,500	6,918,795
Total Non Current Liabilities		32,600,307	36,343,462
CURRENT LIABILITIES			
Trade and other payables		51,548,705	55,450,486
Accrued mark up		2,805,493	929,889
Short term borrowings		128,790,000	125,850,000
Current portion of deferred Government grant		-	28,247
Current portion of long term loan		2,253,492	3,731,810
Due to related parties	8	4,408,463	3,864,257
Total Current Liabilities		189,806,153	189,854,689
Liabilities directly associated with non-current assets classified as held for sale		3,775,000	3,775,000
CONTINGENCIES AND COMMITMENTS			
TOTAL EQUITY AND LIABILITIES	9	553,205,589	547,993,378

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information.


**CHIEF EXECUTIVE
OFFICER**


**CHIEF FINANCIAL
OFFICER**


DIRECTOR



CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2022

Notes	Half Year Ended	Half Year Ended	Quarter Ended	Quarter Ended
	Dec 31, 2022	Dec 31, 2021	Dec 31, 2022	Dec 31, 2021
Revenue	10 322,970,656	250,592,243	162,412,850	135,763,191
Cost of sales	(249,160,794)	(204,895,791)	(121,424,336)	(111,092,300)
Gross profit	73,809,862	45,696,452	40,988,514	24,670,891
Selling and distribution costs	(32,670,864)	(20,564,523)	(18,904,156)	(10,178,394)
Administrative expenses	(13,021,391)	(12,395,196)	(5,798,673)	(6,550,492)
Other operating expenses	(6,805,650)	(815,752)	(3,489,781)	(456,283)
	(52,497,905)	(33,775,471)	(28,192,610)	(17,185,169)
Operating profit	21,311,957	11,920,981	12,795,904	7,485,722
Finance cost	(8,411,939)	(5,842,530)	(4,500,946)	(3,280,851)
Other income	1,282,291	2,530,887	898,312	1,133,067
Profit before taxation	14,182,309	8,609,338	9,193,270	5,337,938
Taxation	(3,037,179)	(2,456,175)	(1,475,085)	(1,345,196)
Profit after taxation and before disposal of assets held for sale	11,145,130	6,153,163	7,718,185	3,992,742
Gain on disposal of land held for sale	-	-	-	-
Net profit for the period	11,145,130	6,153,163	7,718,185	3,992,742
Earning per share - Basic and Dilutive	0.86	0.47	0.59	0.31

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information.


CHIEF EXECUTIVE
OFFICER


CHIEF FINANCIAL
OFFICER


DIRECTOR



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED DECEMBER 31, 2022 (UN-AUDITED)

	Half Year Ended		Quarter Ended	
	Dec 31, 2022	Dec 31, 2021	Dec 31, 2022	Dec 31, 2021
Net profit after taxation for the period	11,145,130	6,153,163	7,718,185	3,992,742
Other comprehensive income / (loss)				
<i>Items that will not be reclassified to profit and loss</i>				
Actuarial loss due to experience adjustment on remeasurement of staff retirement benefits	-	-	-	-
<i>Items that may be reclassified subsequently to profit and loss</i>				
Gain on revaluation of land, building and plant & machinery	-	-	-	-
Loss on re-measurement of investment designated as FVOCI	(2,141,228)	(3,639,009)	(983,834)	(639,763)
Total Comprehensive income for the period	9,003,902	2,514,154	6,734,351	3,352,979

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information.


**CHIEF EXECUTIVE
OFFICER**


**CHIEF FINANCIAL
OFFICER**


DIRECTOR



CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED DECEMBER 31, 2022 (UN-AUDITED)

	Half year ended December 31, 2022	Half year ended December 31, 2021
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	14,182,309	8,609,338
Adjustments for :		
Depreciation	6,778,130	3,580,744
Provision for gratuity	2,026,296	2,026,296
Provision for worker welfare fund	433,845	195,870
Provision for worker profit participation fund	1,061,725	469,882
Amortized grant income	(28,247)	(217,437)
Unrealized exchange income	(325,546)	(77,408)
Loss on disposal of property, plant and equipment	554,267	-
Dividend income	(103,942)	-
Finance cost	8,411,939	5,842,530
	18,808,466	11,820,477
Operating profit before working capital changes (Increase) / decrease in current assets	32,990,775	20,429,815
Stores, spares and loose tools	585,725	(401,647)
Stock in trade	(1,625,400)	1,358,612
Trade debtors	(1,659,357)	7,355,071
Advances, deposits, prepayments and other receivables	(4,776,187)	(6,995,686)
Tax refund due from Government	(3,450,047)	(4,168,973)
Due from related parties	1,529,874	(7,436,735)
(Decrease)/ increase in current liabilities		
Trade and other payables	(4,463,489)	12,537,521
Due to related parties	544,206	(124,923)
	(13,314,675)	2,123,240
Cash generated from operations	19,676,100	22,553,055
Income tax paid	(3,203,655)	(2,748,697)
Finance cost paid	(6,536,335)	(5,468,349)
Change in long term deposits	(622,000)	-
Payment of worker welfare fund	(933,862)	(571,764)
Payment of worker profit participation fund	-	-
Gratuity paid	(3,135,156)	(1,375,674)
	(14,431,007)	(10,164,484)
Net cash generated from operating activities	A	5,245,093
CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	330,000	-
Purchases of property, plant and equipment	(6,147,720)	(665,739)
Dividend income	103,942	-
Net cash (used) in investing activities	B	(5,713,778)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from long term loan	(4,112,613)	(3,793,252)
Proceeds from short term borrowings	2,940,000	(5,609,000)
Net Cash (used) in financing activities	C	(1,172,613)
Net increase/(decrease) in Cash and Cash Equivalents	A+B+C	(1,641,298)
Cash and cash equivalents at the beginning of the period	10,727,193	2,390,255
Cash and cash equivalents at the end of the period	9,085,895	4,710,835

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information.


**CHIEF EXECUTIVE
OFFICER**


**CHIEF FINANCIAL
OFFICER**


DIRECTOR



CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED DECEMBER 31, 2022 (UN-AUDITED)

Particulars	Share Capital	Capital Reserves			Revenue Reserves			Total Share Capital and Reserves	
		Surplus on Revaluation of Property, Plant and Equipment	Fair Value Reserve of Financial Assets at FVOCI	Other Capital Reserve	Total Capital Reserves	Other Revenue Reserve	Accumulated Loss		Total Revenue Reserves
----- Rupees -----									
Balance as at July 1, 2021	129,963,040	108,136,803	11,810,155	2,274,287	122,221,245	7,000,000	(72,161,201)	(65,161,201)	187,023,084
Net profit for the half year ended December 31, 2021	-	-	-	-	-	-	6,153,163	6,153,163	6,153,163
Other comprehensive (loss) for the half year ended December 31, 2021	-	-	(3,639,009)	-	(3,639,009)	-	-	-	(3,639,009)
Transfer from surplus on revaluation of property, plant and equipment in respect of incremental depreciation charged in current period.	-	(943,952)	-	-	(943,952)	-	943,952	943,952	-
Balance as at December 31, 2021	129,963,040	107,192,851	8,171,146	2,274,287	117,638,284	7,000,000	(65,064,086)	(58,064,086)	189,537,238
Balance as at January 1, 2022	129,963,040	107,192,851	8,171,146	2,274,287	117,638,284	7,000,000	(65,064,086)	(58,064,086)	189,537,238
Net profit for the half year ended June 30, 2022	-	-	-	-	-	-	5,631,283	5,631,283	5,631,283
Other comprehensive (loss) for the half year ended June 30, 2022	-	-	(103,942)	-	(103,942)	-	(3,264,125)	(3,264,125)	(3,368,067)
Addition in surplus on revaluation of property, plant & equipment	-	126,219,773	-	-	126,219,773	-	-	-	126,219,773
Transfer from surplus on revaluation of property, plant and equipment in respect of incremental depreciation charged in current period.	-	(867,443)	-	-	(867,443)	-	867,443	867,443	-
Transfer from surplus on revaluation of property, plant and equipment on disposal of plant and machinery.	-	(765,081)	-	-	(765,081)	-	765,081	765,081	-
Balance as at June 30, 2022	129,963,040	231,780,100	8,067,204	2,274,287	242,121,591	7,000,000	(61,064,404)	(54,064,404)	318,020,227
Balance as at July 1, 2022	129,963,040	231,780,100	8,067,204	2,274,287	242,121,591	7,000,000	(61,064,404)	(54,064,404)	318,020,227
Net profit for the half year ended December 31, 2022	-	-	-	-	-	-	11,145,130	11,145,130	11,145,130
Other comprehensive (loss) for the half year ended December 31, 2022	-	-	(2,141,228)	-	(2,141,228)	-	-	-	(2,141,228)
Transfer from surplus on revaluation of property, plant and equipment in respect of incremental depreciation charged in current period.	-	(4,113,834)	-	-	(4,113,834)	-	4,113,834	4,113,834	-
Transfer from surplus on revaluation of property, plant and equipment on disposal of plant and machinery.	-	(250,232)	-	-	(250,232)	-	250,232	250,232	-
Balance as at December 31, 2022	129,963,040	227,416,034	5,925,976	2,274,287	235,616,297	7,000,000	(45,555,208)	(38,555,208)	327,024,129

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information.


**CHIEF EXECUTIVE
OFFICER**


**CHIEF FINANCIAL
OFFICER**


DIRECTOR



SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2022 (UNAUDITED)

1 THE COMPANY AND ITS OPERATIONS

- Hala Enterprises Limited ("the Company") was incorporated in Pakistan under the repealed Companies Act, 1913 (now the Companies Act, 2017) as a Private Limited Company on May 16, 1973 which was subsequently converted into a Public Limited Company. The Company is primarily engaged in manufacturing and sale of terry towels, kitchen towels and terry cloth.

1.1 Geographical location and addresses of business units

1. The registered office of the Company is located at 17.5 KM Sheikhpura Road, Lahore.
2. Manufacturing facilities are located at 17.5 KM Sheikhpura Road, Lahore and 42 KM Ferozepur Road.
3. Administration and management office is situated at House No, 120 E1, Gulberg III, Lahore.

2 BASIS OF PREPARATION

- These condensed interim financial statements of the Company for the six months period ended December 31, 2022 is unaudited and has been prepared in accordance with the requirements of the International Accounting Standard - 34: 'Interim Financial Reporting' and provisions of and directives issued under the Companies Act, 2017. In case where the requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed.
- This condensed interim financial statements has, however, been subjected to limited scope review by the statutory auditors of the Company, as required by the Code of Corporate Governance and is being submitted to the shareholders as required under Section 237 of the Companies Act, 2017.
- The comparative condensed interim statement of profit or loss and condensed interim statement of comprehensive income and notes, thereto, for the quarters ended December 31, 2022 and 2021 are also included in this condensed interim financial statements, which were not subject to review.
- This condensed interim financial statements does not include all the information and disclosures required for full financial statements, and should be read in conjunction with the company's audited annual financial Statements for the year ended June 30, 2022.
- These condensed interim financial statements has been presented in Pak Rupees, which is the functional and presentation currency of the Company.

3 ACCOUNTING POLICIES

- Accounting policies and methods of computation of this condensed interim financial statements is the same as those followed in the preparation of annual financial statements for the preceding financial year ended on June 30, 2022.

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 preceding audited annual published financial statements of the Company for the year ended 30 June 2022.

5 PROPERTY, PLANT AND EQUIPMENT

	Note	December 2022 (Un-audited)	June 2022 (Audited)
Opening written down value		280,264,376	158,099,285
Additions during the period (at cost)		6,147,720	4,165,535
		286,412,096	162,264,820
Disposal during the period (at written down value)		(884,267)	(1,074,476)
		285,527,829	161,190,344
Revaluation surplus		-	126,219,773
Depreciation charged for the period		(6,778,130)	(7,145,741)
		278,749,699	280,264,376

6 NON CURRENT ASSETS CLASSIFIED AS HELD FOR SALE

Non current assets classified as held for sale	6.1	6,716,112	6,716,112
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- 6.1 This includes 9 kanal 12 marlas land situated at 10 Km G.T. Road, Adayain Road, Rana Town (2021: 9 Kanal 12 marlas).



SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2022 (UNAUDITED)

7	SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT	Note	December 2022 (Un-audited)	June 2022 (Audited)
	Land - freehold		133,498,480	81,208,480
	Building		32,009,859	16,098,584
	Plant and machinery		66,257,392	10,813,773
	Fittings and installations		14,369	15,966
			231,780,100	108,136,803
	Addition in surplus on revaluation of property, plant & equipment		-	126,219,773
	Surplus realized on disposal of assets		(250,232)	(765,081)
	Incremental depreciation charged on revalued property, plant and equipment during the period / year transferred to retained earnings		(4,113,834)	(1,811,395)
			227,416,034	231,780,100

8 DUE TO RELATED PARTIES

Due to related parties carry mark up @ 18% (2021: 10.5%) per annum. However, directors have given waiver of interest on their balance for the current period and comparative financial year due to liquidity issues of the Company.

9 CONTINGENCIES AND COMMITMENTS

There is no material change in the status of contingencies and commitments as reported in the annual financial statements for the preceding year ended June 30, 2022 and the proceedings of the same are in process. Further, there are no commitments as at December 31, 2022 (June 30, 2022: Nil).

10	REVENUE	Half Year Ended		Quarter Ended	
		Dec 31, 2022 (Un-audited)	Dec 31, 2021 (Un-audited)	Dec 31, 2022 (Un-audited)	Dec 31, 2021 (Un-audited)
	Export sales	312,718,498	240,851,031	156,591,840	129,982,819
	Local sales	6,218,089	3,503,171	3,800,975	2,413,817
		318,936,587	244,354,202	160,392,815	132,396,636
	Duty drawback	-	3,131,063	-	1,689,777
	Export rebate	4,034,069	3,106,978	2,020,035	1,676,778
	Total Sales	322,970,656	250,592,243	162,412,850	135,763,191
10.1	Local sales				
	Gross sales	7,491,673	4,220,688	4,579,488	2,908,213
	Sales tax	(1,273,584)	(717,517)	(778,513)	(494,396)
	Total Local Sales	6,218,089	3,503,171	3,800,975	2,413,817

11 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties comprise associated undertakings, related group companies, directors and key management personnel. Transactions with related parties and associated undertakings, other than remuneration and benefits to key management personnel under the terms of their employment are as follows:

Related Party	Relationship	Nature of Transaction	Half Year Ended Dec 31, 2022 (Un-audited)	Half Year Ended Dec 31, 2021 (Un-audited)
Premier Garments Limited	Associated Company	Interest charged by the Company on balance	325,202	54,567
		Amount Paid during the year by the Company	235,570	492,573
		Amount received during the year by the Company	2,000,000	



SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2021 (UNAUDITED)

Punjab Oil Mills Limited	Associated Company	Interest charged by the related party on balance	257,313	138,085
		Amount Paid during the year by the Company	694,322	1,593,682
		Expenses paid by Company on behalf of the related party	185,578	33,795
		Expenses paid by related party on behalf of the Company	1,023,753	1,649,557
		Sale of goods by the Company to related party	-	15,501
Tee Jay Corporation (Private) Limited	Associated Company	Debtor balance transfer	-	500,000
		Interest charged by the Company on balance	499,354	443,788
		Expenses paid by related party on behalf of the Company	-	5,025,000
		Amount paid during the year by the Company	1,910,000	-
		Amount received during the year by the Company	2,500,000	-
		Expenses paid by Company on behalf of the related party	-	11,500
Jillani Jahangir	Chief Executive Officer	Amount Paid during the year by the Company	5,803,810	5,201,201
		Amount received during the year by the Company	5,946,850	4,291,898
Tahir Jahangir	Director	Amount Paid during the year by the Company	1,100,000	2,129,186
		Amount received during the year by the Company	1,100,000	1,926,223

Outstanding Balance at the Period / Year Ended		Dec 31, 2022 (Un-audited)	Dec 31, 2021 (Un-audited)
Premier Garments Limited	Due from associated company	3,244,265	1,477,637
Punjab Oil Mills Limited	Due to associated company	4,133,239	3,109,539
Tee Jay Corporation (Pvt.) Limited	Due from associated company	6,920,770	14,689,894
Director	Due to directors	275,000	-
Director	Advance against salary	200,000	200,000

12 SEGMENT INFORMATION

For management purposes, the activities of the Company are recognized into one operating segment, i.e. manufacturing and sales of towel. The Company operates in the said reportable operating segment based on the nature of the product, risk and return, organizational and management structure and internal financial reporting systems. Accordingly, the figures reported in this condensed interim financial statements relate to the Company's only one reportable segment. Company-wide disclosures regarding the reportable segments are as follows:

Particulars	December 2022 (Un-audited) Percentage	June 2022 (Audited) Percentage
Information about products:		
- Terry towel	83.06%	82.85%
Major customers:		
- 5 customers (2022: 7 customers)	71.65%	65.14%
Revenue from external customers attributed to foreign countries	98.05%	98.43%

- All non-current assets of the Company are located in Pakistan as at the reporting date.

13 AUTHORIZATION OF INTERIM FINANCIAL INFORMATION

This condensed interim financial statements (un-audited) is authorized for issuance on February 28, 2023 by the Board of Directors of the Company.

14 GENERAL

Corresponding figures are re-arranged / re-classified, wherever necessary, to facilitate comparison. No material reclassifications have been made in this condensed interim financial statements (un-audited).


**CHIEF EXECUTIVE
OFFICER**


**CHIEF FINANCIAL
OFFICER**


DIRECTOR



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