

Third Quarter Accounts
for the Period Ended
March 31, 2023

D S INDUSTRIES LIMITED



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Company Information

Board of Directors	Mr. Ali Pervez Ahmed Mrs. Rehana Pervez Ahmed Mr. Hassan Ibrahim Ahmed Mr. Suleman Ahmed Mrs. Rukhsana Khalid Mr. M Naeem Ilyas Mr. Haider Ali	Chief Executive
Audit Committee	Mr. M. Naeem Ilyas Mr. Haider Ali Mrs. Rukhsana Khalid	Chairman
HR & Remuneration Committee	Mrs. Rehana Pervez Ahmed Mrs. Rukhsana Khalid Mr. M. Naeem Ilyas	Chairperson
Chief Financial Officer	Mr. Muhammad Naeem Akhtar	
Company Secretary	Mr. Salman Farooq	
Auditors	M/s Rahman Sarfaraz Rahim Iqbal Rafiq Chartered Accountants	
Legal Advisor	Cornelius, Lane & Mufti Advocates & Solicitors	
Banks	Bank Al-Habib Limited Habib Bank Limited Meezan Bank Limited Silk Bank Limited	
Registered Office	20-K, Gulberg II, Lahore.	
Share Registrars	THK Associates (Pvt.) Limited Plot No 32-C, Jami Commercial, Street 2, D.H.A Phase VII, Karachi - 75500	
Website	www.dsil.com.pk	

DIRECTORS' REPORT

On behalf of the Board of Directors of D S Industries Limited, It gives us great pleasure to present the Company's unaudited financial statements for the quarter and nine months ended March 31, 2023

Financial Results of the Company

In the time period under review, the Company reported net sales of Rs. 16.81 million and a gross profit of Rs. 5.83 million as opposed to net sales of Rs. 15.61 million and a gross loss of Rs. 14.07 million in the same period the previous year. Net profit after tax was recorded at Rs. 4.89 million as opposed to a net loss after tax of Rs. 33.15 million in the same period of the previous year. As opposed to a loss per share of Rs 0.40 for the same time the previous year, the earning per share for the period ended March 31, 2023, was recorded at Rs 0.06

Future Outlook

Due to negative economic conditions like rising inflation, aggressive monetary tightening, and high energy prices, businesses are experiencing instability and uncertainty. If the inflation rate is not brought under control, it could slow down the nation's economic growth and have a severe negative influence on economic activity. Furthermore, this is the time for policymakers to embrace a long-term viewpoint so that firms can make future plans. Due to the state of the world economy, Pakistan's economy is likewise under increasing pressure. Future economic prospects are anticipated to be largely defined by the resurrection of the IMF Programme, restoration of political stability, and assistance from friendly nations, as well as the continuous implementation of measures aimed at stabilising the economy and restore fiscal balance.

Acknowledgement

"The Board expresses gratitude to the Pakistan Stock Exchange Limited management for its invaluable support, help, and direction, as well as to the Securities & Exchange Commission of Pakistan, and its valued shareholders for their trust in the Company. The Company's employees' commitment and diligence are also appreciated by the Board."

For & on behalf of the Board



Hassan Ibrahim Ahmed
Director



Ali Perez Ahmed
Chief Executive

Lahore
April 27, 2023

Third Quarter Accounts March 31, 2023

D.S. INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2023

	Note	March 31, 2023 (Un-Audited) Rupees	June 30, 2022 (Audited) Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized Capital		1,000,000,000	1,000,000,000
100,000,000 (2022:100,000,000) ordinary shares of Rs. 10 each		1,000,000,000	1,000,000,000
Issued, subscribed and paid up capital		836,856,310	836,856,310
Discount on issue of shares		(82,899,709)	(82,899,709)
Surplus on revaluation of property, plant and equipment		17,340,002	17,340,002
Accumulated losses		(564,731,823)	(569,622,963)
		206,564,780	201,673,640
Non Current Liabilities			
Long term finances		-	-
Employees retirement benefits		245,344	592,891
		245,344	592,891
Current Liabilities			
Trade and other payables		60,903,146	79,913,374
Unclaimed dividend		337,563	337,563
Short term borrowings		54,764,432	73,317,989
Provision for taxation		1,204,960	199,260
		117,210,101	153,768,186
Contingencies and Commitments			
	4	-	-
		324,020,225	356,034,717
ASSETS			
Non-Current Assets			
Property, plant & equipments	5	21,373,436	21,793,292
Long term investments		68,792,314	69,784,205
Long term deposits		4,535,239	4,485,239
Deferred taxation		93,101,083	93,101,083
		187,802,072	189,163,819
Current Assets			
Stores, spares & loose tools		97,281	361,346
Stock in trade		14,340,624	2,867,199
Advances, prepayments & other receivables		31,917,740	31,092,279
Advance income tax		3,620,264	2,168,920
Bank balances		86,242,244	130,381,154
		136,218,153	166,870,898
		324,020,225	356,034,717

The annexed notes form an integral part of these condensed financial information



DIRECTOR



CHIEF FINANCIAL OFFICER



Chief Executive

Third Quarter Accounts March 31, 2023

D.S. INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2023

Note	Nine Month Ended		Three Month Ended	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
	Rupees	Rupees	Rupees	Rupees
Sales - net	16,811,191	15,610,669	9,358,576	1,138,482
Cost of sales	6 (10,982,093)	(29,680,767)	(6,660,375)	(6,209,125)
Gross profit/(loss)	5,829,098	(14,070,098)	2,698,201	(5,070,643)
Selling and distribution expenses	(4,018,784)	(1,629,315)	(2,727,562)	(90,418)
Administrative and general expenses	(6,251,758)	(4,975,446)	(2,141,811)	(1,422,017)
Other expenses	-	(7,619,019)	-	-
	(10,270,542)	(14,223,780)	(4,869,373)	(1,512,435)
	(4,441,444)	(28,293,878)	(2,171,172)	(6,583,078)
Other income	11,543,570	1,385,939	4,618,133	-
Operating profit/(loss)	7,102,126	(26,907,939)	2,446,961	(6,583,078)
Finance cost	(14,135)	(9,139,740)	(6,861)	(3,009,113)
Notional interest	-	792,341	-	-
Share of (loss)/profit of associate	(991,891)	(5,339,976)	178,433	(688,107)
Profit/(loss) before taxation	6,096,100	(40,595,314)	2,618,533	(10,280,298)
Taxation	(1,204,960)	7,445,404	(414,819)	(14,231)
Profit/(loss) after taxation	4,891,140	(33,149,910)	2,203,714	(10,294,529)
Earning/(loss) per share - basic and diluted	0.06	(0.40)	0.03	(0.12)

The annexed notes form an integral part of these condensed financial information



DIRECTOR



CHIEF FINANCIAL OFFICER



Chief Executive

D.S. INDUSTRIES LIMITED

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
(UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2023**

	Nine Month Ended		Three Month Ended	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
	Rupees	Rupees	Rupees	Rupees
Other comprehensive income	-	-	-	-
Profit/(loss) after taxation	4,891,140	(33,149,910)	2,203,714	(10,294,529)
Total comprehensive income/(loss)	4,891,140	(33,149,910)	2,203,714	(10,294,529)

The annexed notes form an integral part of these condensed financial information



DIRECTOR



CHIEF FINANCIAL OFFICER



Chief Executive

D.S. INDUSTRIES LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
(UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2023

	Share Capital	Discount on Issue of Shares	Surplus on Revaluation of Property, Plant & Equipments	Un-Appropriated (Loss)	Total Equity
	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at June 30, 2021 - Audited	836,856,310	(82,899,709)	228,435,379	(809,147,793)	173,244,187
(Loss) after taxation	-	-	-	(33,149,910)	(33,149,910)
Balance as at March 31, 2022 - Un-audited	<u>836,856,310</u>	<u>(82,899,709)</u>	<u>228,435,379</u>	<u>(842,297,703)</u>	<u>140,094,277</u>
Balance as at July 1, 2022 - Audited	836,856,310	(82,899,709)	17,340,002	(569,622,963)	201,673,640
Profit after taxation	-	-	-	4,891,140	4,891,140
Balance as at March 31, 2023 - Un-audited	<u>836,856,310</u>	<u>(82,899,709)</u>	<u>17,340,002</u>	<u>(564,731,823)</u>	<u>206,564,780</u>

The annexed notes form an integral part of these condensed financial information



DIRECTOR



CHIEF FINANCIAL OFFICER



Chief Executive

Third Quarter Accounts March 31, 2023

D.S. INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED) FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2023

	March 31, 2023 (Un-Audited) Rupees	March 31, 2022 (Un-Audited) Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation	6,096,100	(40,595,314)
Adjustments for:		
- Depreciation for the period	419,856	8,873,635
- Notional Interest	-	(792,341)
- share of loss of associate	991,891	5,339,976
- Loss on disposal of property, plant & equipments	-	6,126,814
- Finance cost	14,135	9,137,940
	<u>1,425,882</u>	<u>28,686,024</u>
Operating (loss) before working capital changes	7,521,982	(11,909,290)
Changes in working capital		
- Stores, spares and loose tools	264,065	517,518
- Stock in trade	(11,473,425)	7,500,288
- Advances, prepayments and other receivables	(2,276,805)	3,288,379
- Trade & other payable	(19,010,228)	(8,827,298)
	<u>(32,496,393)</u>	<u>2,478,887</u>
Net cash generated from/(used in) operations	(24,974,411)	(9,430,403)
Payments for:		
- Finance cost	(14,135)	(162,240)
- Income tax	(199,260)	(979,736)
- Employees retirement benefits	(347,547)	(2,460,521)
	<u>(560,942)</u>	<u>(3,602,497)</u>
Net Cash used in Operating Activities	(25,535,353)	(13,032,900)
Cash Flow From Investing Activities		
- Increase in long term deposits	(50,000)	-
- Proceed from disposal of property, plant & equipments	-	4,169,500
Net Cash Generated from Investing Activities	(50,000)	4,169,500
Cash Flow From Financing Activities		
- Repayment of long term financing	-	(2,100,000)
- Repayment of long term payable	-	(4,253,985)
- Net increase/(decrease) in short term borrowings	(18,553,557)	15,271,813
Net Cash Generated from Financing Activities	(18,553,557)	8,917,828
Net Increase/(decrease) in Cash & Cash Equivalents	(44,138,910)	54,428
Cash and cash equivalents at the beginning of the period	130,381,154	801,807
Cash and Cash Equivalents at the End of the period	<u>86,242,244</u>	<u>856,235</u>

The annexed notes form an integral part of these condensed financial information



DIRECTOR



CHIEF FINANCIAL OFFICER



Chief Executive

D.S. INDUSTRIES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
(UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2023

Note 1

The Company and its Operations

LEGAL STATUS AND OPERATIONS

D.S. Industries Limited [the Company] is incorporated in Pakistan as a Private Limited Company under the repealed Companies Act, 1913 (now the Companies Act, 2017) and was subsequently converted into a Public Limited Company. The Company is listed on Pakistan Stock Exchange Limited. The Company is engaged in retail sale of women's fashion apparel. The registered office of the Company is situated at 20-K, Gulberg II, Lahore.

Note 2

Basis of Preparation

These accounts have been prepared in accordance with the requirements of the Companies Act, 2017 and International accounting Standard, IAS 34 " Interim Financial Reporting."

This condensed interim financial information should be read in conjunction with annual audited financial statements for the year ended June 30, 2022. Comparative balance sheet is extracted from annual audited financial statements for the year ended June 30, 2022 whereas comparative profit or loss account, statement of comprehensive income, statement of changes in equity and cash flow statement are stated from unaudited interim financial information for the quarter ended on March 31, 2022.

Note 3

Accounting Policies

The accounting policies and methods of computation followed in the preparation of these financial statements are the same as those of the published in the annual financial statements of the Company for the year ended June 30,2022

Note 4

Contingencies and Commitments

Contingencies

There are no significant contingencies at the balance sheet date

Commitments

There are no known commitments as at the reporting date.

Note 5

Property, plant & equipments

	March 31, 2023	June 30, 2022
	(Un-Audited)	(Audited)
	Rupees	Rupees
Net book value at the beginning of the period/year	21,793,292	331,969,244
Additions during the period/year	-	-
	21,793,292	331,969,244
Adjustments for disposal / revaluation	-	(299,561,874)
Depreciation charge for the period/year	(419,856)	(10,614,078)
	21,373,436	21,793,292

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Note 6

Cost of Sales	Nine Month Ended		Three Month Ended	
	March 31,	March 31,	March 31,	March 31,
	2023	2022	2023	2022
	(Un-Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)
	Rupees	Rupees	Rupees	Rupees
Raw material consumed	11,547,981	4,264,850	7,033,354	774,800
Stores & spares consumed	1,550,922	569,554	873,438	13,641
Salaries, wages & benefits	9,124,964	8,311,971	4,693,536	1,265,263
Fuel & power	-	1,056,516	-	238,274
Repair & maintenance	-	174,588	-	-
Travelling & conveyance	-	398,932	-	35,916
Insurance	35,541	-	-	-
Rent, rates & taxes	-	605,000	-	-
Depreciation	-	8,251,565	-	2,696,699
Other manufacturing overheads	-	177,086	-	7,632
	<u>22,259,408</u>	<u>23,810,062</u>	<u>12,600,328</u>	<u>5,032,225</u>
Work-in-process				
At the beginning of the period	-	2,255,600	830,700	-
At the end of the period	(3,538,680)	-	(3,538,680)	-
	<u>(3,538,680)</u>	<u>2,255,600</u>	<u>(2,707,980)</u>	<u>-</u>
Finished goods				
At the beginning of the period	391,625	3,949,280	4,898,287	1,511,075
At the end of the period	(8,130,260)	(334,175)	(8,130,260)	(334,175)
	<u>(7,738,635)</u>	<u>3,615,105</u>	<u>(3,231,973)</u>	<u>1,176,900</u>
	<u>10,982,093</u>	<u>29,680,767</u>	<u>6,660,375</u>	<u>6,209,125</u>

Note 7

Transactions with Related Parties

The related parties comprises related group companies, associated companies, directors and key management personnel. Transactions with related parties other than remuneration and benefits to key management personnel under the terms of their employment.

	Nine Month Ended	
	March 31,	March 31,
	2023	2022
	Rupees	Rupees
Sale of goods	-	1,629,257
<i>Balances with Related Parties</i>		
<i>Associates and associated undertakings</i>		
Short term borrowings - net	37,769,684	44,946,499
<i>Sponsors</i>		
Short term borrowings - net	16,994,748	31,490,761

Note 8

Authorization of Financial Statements

These interim financial information have been authorized for issue on April 27, 2023 by the Board of Directors of the Company.

Note 9

General

Figures have been rounded off to the nearest rupees.



DIRECTOR



CHIEF FINANCIAL OFFICER



Chief Executive

Registered Office: | 20-K Gulberg II, Lahore.

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