

# **AEL TEXTILES LIMITED**

**Condensed Interim  
Financial Statements  
For the Quarter and  
Nine Months Period Ended  
31 March 2023**



## COMPANY INFORMATION

### **Board of Directors**

Mr. Mustanser Ahmed	Director/Chairman
Mr. Awais Tariq	Director/CEO
Ms. Ayesha Naweed	Director
Mr. Abdul Rehman	Director
Mr. Aziz Ur Rehman	Director
Mr. Muhammad Nafees Khan	Director
Mr. Abdul Wahab	Director

### **Audit Committee**

Mr. Abdul Rehman	Chairman
Mr. Muhammad Nafees Khan	Member
Mr. Abdul Wahab	Member

### **Human resource & Remuneration Committee**

Mr. Abdul Rehman	Chairman
Mr. Muhammad Nafees Khan	Member
Mr. Abdul Wahab	Member

### **Chief Financial Officer**

Mr. Aziz Ur Rehman

### **Company Secretary**

Mr. Tariq Majeed

### **Web Presence**

[www.aeltextiles.com](http://www.aeltextiles.com)

### **Shares Registrar**

F.D. Registrar Services (Pvt.) Limited  
Suite 1705-A 17th Floor, Saima Trade  
Tower, I.I. Chundrigar Road,  
Karachi  
(92-21) 32271905-6, 32213243

### **Registered Office**

55-60, Al Noor Garden,  
Sultan, Town Lahore

### **Auditors**

M/s. HLB Ijaz Tabaussum & Co  
Chartered Accountants

### **Bankers**

Meezan Bank Limited  
National Bank of Pakistan  
Habib Bank Limited  
AL Baraka Bank (Pakistan) Ltd  
Bank Al Habib Limited  
United Bank Limited  
Bank Alfalah  
Habib Metropolitan Bank Ltd



## DIRECTORS' REPORT

### For The Nine Months Ended March 31, 2023

The Directors of AEL Textiles Limited are pleased to submit their report along with the un-audited financial statements of the Company, for the nine months ended on March 31, 2023.

As already informed that the management and the substantial shareholding of the Company was changed on 04 November 2022. The new management has started commercial operations in accordance with the recovery plan submitted to the regulators. Consequently, your Company name has been shifted from defaulter counter to normal counter of Pakistan Stock Exchange (PSX) and shares of your Company are now freely trading on PSX.

Financial performance of the Company for nine months ended March 31, 2023, is as under:

Description	PERIOD ENDED		QUARTER ENDED	
	31 March 2023 (PKR-M)	31 March 2022 (PKR-M)	31 March 2023 (PKR-M)	31 March 2022 (PKR-M)
Revenue	25.13	-	18.32	-
Cost of sales	(22.28)	-	(16.30)	-
Gross profit	2.89	-	2.02	-
Administrative / Other Exp.	(2.78)	(8.36)	(1.58)	(3.58)
Other Income	1.20	0.66	1.20	-
Finance Cost	-	-	-	-
Profit / (loss) before Taxation	1.28	(7.70)	1.63	(3.58)
Earnings / (loss) per share (PKR)	0.114	(0.962)	0.168	(0.447)

After remaining dormant for an extended period, your Company started commercial activities at the fag end of 2022. In less than five months the Company was able to generate revenue of PKR 25 M with gross margin of 11% and EPS of 0.114% in comparison to negative EPS for the same period of last year.

### FUTURE OUTLOOK:

Uncertainty over global economy persists which is expected to extend to the later part of 2023. There are some signs of easing of economy especially inflation, however early recovery is not in sight.

Pakistan economic woes are also not over. State Bank of Pakistan continues with the policy of monetary tightening to combat growing inflation. With one of highest ever interest rate, continuing depreciation of PKR against major currencies and delayed IMF program has not helped Pakistan's economic cause.

Despite all challenges, your management is committed for the continuing improvement in financial and operational performance of the Company.



**ACKNOWLEDGEMENT:**

Your Directors wish to thank all stakeholders for their hard work for the Company.

On behalf of the Board of Directors

A handwritten signature in blue ink, appearing to be 'Awais Tariq', written over a horizontal line.

Awais Tariq  
Chief Executive Officer  
Dated:- 27 April 2023

A handwritten signature in blue ink, appearing to be 'Muhammad Nafees Khan', written over a horizontal line.

Muhammad Nafees Khan  
Director

## ڈائریکٹرز کی جائزہ رپورٹ

برائے مختصرہ نو ماہی 31 مارچ 2023

AEL نیٹسٹائل لمیٹڈ کے بورڈ آف ڈائریکٹرز 31 مارچ 2023 کو ختم ہونے والی نو ماہی کے لیے کمپنی کے غیر جانچ شدہ مالیاتی نتائج پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

چونکہ پہلے ہی مطلع کیا گیا ہے کہ 04 نومبر 2022 کو کمپنی کی انتظامیہ اور خاطر خواہ شیئر ہولڈنگ کو تبدیل کر دیا گیا۔ نئی انتظامیہ نے ریگولیشنز کے ہاں جمع کروانے گئے نئے پلان کے مطابق کمرشل آپریشنز شروع کر دیے ہیں۔ اس کے نتیجے میں آپ کی کمپنی کا نام پاکستان اسٹاک ایکسچینج (PSX) کے ڈیٹا لٹریکاؤ سروس سے نائل کاؤنٹر پر منتقل کر دیا گیا ہے اور آپ کی کمپنی کے حصص کی PSX پر آزادانہ تجارت ہو رہی ہے۔

31 مارچ 2023 کو ختم ہونے والی نو ماہی کے لیے کمپنی کی مالی کارکردگی درج ذیل ہے:

مختصرہ سہ ماہی		مختصرہ نو ماہی		تفصیل
31 مارچ 2022 (ملین روپے)	31 مارچ 2023 (ملین روپے)	31 مارچ 2022 (ملین روپے)	31 مارچ 2023 (ملین روپے)	
-	18.32	-	25.13	آمدنی
-	(16.30)	-	(22.28)	فروخت کی لاگت
-	2.02	-	2.89	مصانف
(3.58)	(1.58)	(8.36)	(2.78)	انتظامی اور دیگر اخراجات
-	1.20	0.66	1.20	دیگر آمدنی
-	-	-	-	مالی لاگت
(3.58)	1.63	(7.70)	1.28	قبل از ٹیکس مصانف (نقصان)
(0.447)	0.168	(0.962)	0.114	نیٹ شیئر آمدنی (نقصان)

طویل مدت تک غیر فعال رہنے کے بعد، آپ کی کمپنی نے 2022 کے آخر میں تجارتی سرگرمیاں شروع کیں۔ پانچ مہینوں سے بھی کم عرصہ میں کمپنی 11% کے مجموعی مارجن کے ساتھ 25 ملین روپے کی آمدنی اور پچھلے سال کی اسی مدت کے لیے منفی EPS کے مقابلے میں 0.114% EPS حاصل کرنے میں کامیاب رہی۔

مستقبل کا نقطہ نظر:

عالمی معیشت پر غیر یقینی صورتحال برقرار ہے جس کے 2023 کے آخر تک جاری رہنے کی امکان ہے۔ معیشت خصوصاً افراط زر میں زری کے کچھ آثار ہیں، تاہم جلد بحالی نظر نہیں آ رہی ہے۔ پاکستان کی معاشی مشکلات بھی ختم نہیں ہوئیں۔ اسٹیٹ بینک آف پاکستان بڑھتی ہوئی مہنگائی سے نمٹنے کے لیے مالیاتی سختی کی پالیسی جاری رکھے ہوئے ہے۔ اب تک کی بلند ترین شرح سود کے ساتھ، اہم کرنسیوں کے مقابلے میں پاکستانی روپیہ کی مسلسل گراؤت اور IMF پروگرام میں تاخیر نے پاکستان کے معاشی مقصد میں کوئی مدد نہیں کی۔ تمام چیلنجوں کے باوجود، آپ کی انتظامیہ کمپنی کی مالی اور آپریشنل کارکردگی میں ہندرجب بہتری کے لیے پُر عزم ہے۔


اظہار تشکر:

آپ کے ڈائریکٹرز کمپنی کے لیے انتھک محنت کے لیے تمام اسٹیک ہولڈرز کا شکریہ ادا کرتے ہیں۔

منجانب بورڈ آف ڈائریکٹرز



اولیس طارق  
چیف ایگزیکٹو آفیسر

  
محمد شمس خان  
ڈائریکٹر

تاریخ: 27 اپریل 2023ء

**AEL TEXTILES LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2023**

	Un-audited 31 March 2023	Audited 30 June 2022	Un-audited 31 March 2023	Audited 30 June 2022
	Rupees	Rupees	Rupees	Rupees
<b>EQUITY AND LIABILITIES</b>				
<b>SHARE CAPITAL AND RESERVES</b>				
Authorized share capital			54,058	
10 000 000 (30 June 2022: 10 000 000) ordinary shares of Rupees 10 each	100,000,000	100,000,000		
<b>issued, subscribed and paid up share capital</b>				
8 000 000 (30 June 2022: 8 000 000) ordinary shares of Rupees 10 each	80,000,000	80,000,000		
<b>Reserves</b>	(15,463,998)	(16,373,254)		
<b>Total equity</b>	64,536,002	63,626,746		
<b>LIABILITIES</b>				
<b>NON-CURRENT LIABILITY</b>				
Staff retirement gratuity	-	-		
Deferred income tax liability	7,211	7,211		
<b>CURRENT LIABILITIES</b>				
Trade and other payables	383,610	10,508,758		
Unclaimed dividend	31,348	31,348		
Current portion of non-current liability	-	8,345,000		
Taxation - net	184,274	-		
<b>TOTAL LIABILITIES</b>	599,232	18,885,106		
<b>CONTINGENCIES AND COMMITMENTS</b>	606,443	18,885,106		
<b>TOTAL EQUITY AND LIABILITIES</b>	65,142,445	82,511,852	65,142,445	82,511,852
			54,058	
			4,150,026	80,326,921
			60,938,361	2,184,931

The annexed notes form an integral part of these condensed interim financial statements.

  
 CHIEF EXECUTIVE OFFICER

  
 CHIEF FINANCIAL OFFICER

**AEL TEXTILES LIMITED**  
**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS**  
**FOR THE NINE MONTHS ENDED 31 MARCH 2023**  
**(UN-AUDITED)**

	Note	PERIOD ENDED		QUARTER ENDED	
		31 March 2023	31 March 2022	31 March 2023	31 March 2022
-----Rupees-----					
REVENUE FROM CONTRACTS WITH CUSTOMERS	6	25,134,282	-	18,320,307	-
COST OF SALES	7	(22,278,072)	-	(16,303,752)	-
GROSS PROFIT		2,856,210	-	2,016,555	-
ADMINISTRATIVE EXPENSES		(2,707,360)	(5,119,364)	(1,516,829)	(847,447)
OTHER EXPENSES		(67,403)	(3,239,893)	(67,403)	(2,730,684)
		(2,774,763)	(8,359,257)	(1,584,232)	(3,578,131)
		81,447	(8,359,257)	432,323	(3,578,131)
OTHER INCOME		1,199,342	657,500	1,199,342	-
PROFIT / (LOSS) FROM OPERATIONS		1,280,789	(7,701,757)	1,631,665	(3,578,131)
FINANCE COST		(147)	(1,428)	-	(521)
PROFIT / (LOSS) BEFORE TAXATION		1,280,642	(7,703,185)	1,631,665	(3,578,652)
TAXATION		(371,386)	-	(286,211)	-
PROFIT / (LOSS) AFTER TAXATION		909,256	(7,703,185)	1,345,454	(3,578,652)
EARNING / (LOSS) PER SHARE - BASIC AND DILUTED - (RUPEES)	8	0.114	(0.963)	0.168	(0.447)

The annexed notes form an integral part of these condensed interim financial statements.

  
 CHIEF EXECUTIVE OFFICER

  
 DIRECTOR

  
 CHIEF FINANCIAL OFFICER

**AEL TEXTILES LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS**  
**FOR THE NINE MONTHS ENDED 31 MARCH 2023**

	(UN-AUDITED)	
	PERIOD ENDED	
	31 March 2023	31 March 2022
	RUPEES	RUPEES
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit before taxation</b>	1,280,642	(7,703,185)
<b>Adjustments for non-cash charges and other items:</b>		
Depreciation	1,544	-
Reversal of impairment loss on plant and machinery	-	(657,500)
Provision for staff retirement gratuity	-	534,790
Finance cost	147	1,428
<b>CASH GENERATED FROM / (USED IN) OPERATING ACTIVITIES BEFORE WORKING CAPITAL CHANGES</b>	1,282,333	(7,824,467)
<b>Working capital changes:</b>		
Decrease in current assets:		
Loans and advances	-	21,885
Other receivables	76,176,895	3,351,416
	76,176,895	3,373,301
(Decrease) / increase in payables	(18,470,148)	308,488
<b>Cash generated from / (used in) operations</b>	58,989,080	(4,142,678)
Finance cost paid	(147)	(1,428)
Income tax paid	(179,901)	-
Staff retirement gratuity paid	-	(630,359)
<b>Net cash generated from / (used in) operating activities</b>	58,809,032	(4,774,465)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	-	-
Fixed asset - acquired	(55,602)	-
<b>Net cash used in investing activities</b>	(55,602)	-
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Short term borrowings received	-	5,938,000
<b>Net cash from financing activities</b>	-	5,938,000
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	58,753,430	1,163,535
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	2,184,931	938,388
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	60,938,361	2,101,923

The annexed notes form an integral part of these condensed interim financial statements.

  
 CHIEF EXECUTIVE OFFICER

  
 DIRECTOR

  
 CHIEF FINANCIAL OFFICER



**AEL TEXTILES LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY**  
**FOR THE NINE MONTHS ENDED 31 MARCH 2023**

	RESERVES						TOTAL EQUITY
	CAPITAL RESERVES		REVENUE RESERVES		Sub total	TOTAL	
	Premium on issue of right shares	Surplus on revaluation of property, plant and equipment	General	Accumulated loss			
<b>Balance as at 30 June 2021 - (audited)</b>	80,000,000	63,358,539	143,358,539	14,408,600	(161,311,031)	(146,902,431)	76,456,108
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation	-	511,832	511,832	-	(511,832)	(511,832)	-
Loss for the period	-	-	849,359	-	(7,703,185)	(7,703,185)	(7,703,185)
Other comprehensive income for the period	-	849,359	849,359	-	-	849,359	849,359
Total comprehensive loss for the period	-	849,359	849,359	-	(7,703,185)	(7,703,185)	(6,853,826)
<b>Balance as at 31 March 2022 - (un-audited)</b>	80,000,000	64,719,730	144,719,730	14,408,600	(169,526,048)	(155,117,448)	69,602,282
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation	-	(847,122)	(847,122)	-	847,122	847,122	-
Transfer from surplus on disposal of property, plant and equipment	-	(63,956,028)	(63,956,028)	-	63,956,028	63,956,028	-
Loss for the period	-	-	-	-	(6,190,818)	(6,190,818)	(6,190,818)
Other comprehensive income for the period	-	83,420	83,420	-	131,862	131,862	215,282
Total comprehensive loss for the period	-	83,420	83,420	-	(6,058,956)	(6,058,956)	(5,975,536)
<b>Balance as at 30 June 2022 - (audited)</b>	80,000,000	-	80,000,000	14,408,600	(110,781,854)	(96,373,254)	63,626,746
Profit for the period	-	-	-	-	909,256	909,256	909,256
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	909,256	909,256	909,256
<b>Balance as at 31 March 2023 - (un-audited)</b>	80,000,000	-	80,000,000	14,408,600	(109,872,598)	(95,463,998)	64,536,002

The annexed notes form an integral part of these condensed interim financial statements.

  
**CHIEF EXECUTIVE OFFICER**

  
**DIRECTOR**

  
**CHIEF FINANCIAL OFFICER**

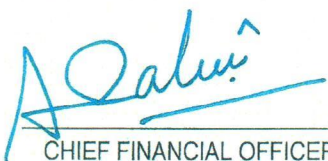
**AEL TEXTILES LIMITED**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE NINE MONTHS ENDED 31 MARCH 2023**  
**(UN-AUDITED)**

	PERIOD ENDED		QUARTER ENDED	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
	-----Rupees-----			
<b>PROFIT / (LOSS) AFTER TAXATION</b>	909,256	(7,703,185)	1,345,454	(3,578,652)
<b>OTHER COMPREHENSIVE INCOME</b>				
Items that will not be reclassified to profit or loss:	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
	-	-	-	-
<b>TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD</b>	909,256	(7,703,185)	1,345,454	(3,578,652)

The annexed notes form an integral part of these condensed interim financial statements.

  
 \_\_\_\_\_  
 CHIEF EXECUTIVE OFFICER

  
 \_\_\_\_\_  
 DIRECTOR

  
 \_\_\_\_\_  
 CHIEF FINANCIAL OFFICER

**AEL TEXTILES LIMITED**  
**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)**  
**FOR THE NINE MONTHS ENDED 31 MARCH 2023**

**1. THE COMPANY AND ITS OPERATIONS**

AEL Textiles Limited (the Company) is a public limited company incorporated in Pakistan on 20 February 1994 under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited (PSX). Its registered office is situated at 55-60 Al Noor Garden Sultan Town, Lahore. The principal activity of the Company is textile trading and manufacturing and ancillary matters.

Upon decision of the Board of Directors of the Company on 27 January 2022, members of the Company in an Extraordinary General Meeting (EOGM) held on 24 February 2022 approved to dispose of the Company's assets located at 35-Kilometres, Sheikhpura Road, Tehsil Jaranwala, District Faisalabad. Moreover it was also decided to initiate the implementation of the Alternate / Revival Business Plan for textile trading and manufacturing. The proceeds from the disposal of the assets were used to repay the current and non-current liabilities of the Company and the remaining portion is being utilized for the implementation of the Alternate / Revival Business Plan as mentioned above. On 23 November 2021, Automotive Plastics (Private) Limited (APPL), made a public announcement of intention to acquire more than 51% ordinary shares together with management control of the Company in accordance with the provisions of Securities Act, 2015 and Listed Companies (Substantial Acquisition of Voting Shares and Takeovers) Regulations, 2017. On 27 June 2022, a share purchase agreement was signed between APPL and sponsors of the Company for the acquisition of 73.57% shares of the Company. On 30 June 2022, APPL made a public announcement of offer to acquire 1 057 181 ordinary shares of the Company. On 14 August 2022, offer letters were dispatched along with the acceptance forms to all shareholders of the Company except sponsors. On 04 November 2022, APPL has become the substantial shareholder of the Company by purchasing 5 899 138 shares (being the aggregate of 5 885 638 ordinary shares purchased pursuant to share purchase agreement dated 27 June 2022 and 13 500 ordinary shares acquired pursuant to public offer). New Board of Directors has been constituted after resignation of the previous Board of Directors on 04 November 2022.

On 05 July 2021, Securities and Exchange Commission of Pakistan (SECP) issued a show cause notice to the Board of Directors and to the Company under section 301(m) read with section 304(b) of the Companies Act, 2017 regarding Company's suspended operations and the proposed winding up of the Company. On 18 October 2022, keeping in view the hearings, Executive Director, Adjudication Department-I of SECP has ordered in writing to drop the proceeding initiated through the SCN without any adverse action with an advise to the Company to keep the commission updated on quarterly basis about the revival of the Company till its conclusion. As per Notice no. PSX/N-1318 dated 26 November 2020 issued by PSX, the Company's shares were placed on the defaulters' segment due to suspended commercial production / business operations in its principal line of business for a continuous period of one year and due to the show cause for winding up issued by SECP. As the winding up proceedings have been dropped by SECP and the new management of the Company has started business operations in new principal line of business of the Company, hence the new management of the Company believes that the Company's shares will now be placed on

During the nine months ended 31 March 2023, the Company has started business operations in new principal line of business of the Company and made gross sales of Rupees 29.657 million. The new management of the Company is confident that the Company will be in profit with increased sales volume. The new sponsor of the Company is committed to support the Company both operationally and financially. Hence, these condensed interim financial statements have been prepared using going concern basis of accounting.

At the meeting of the Board of Directors of the Company held on April 27, 2023, the management presented an update on the revival business plan being implemented. The Board also instructed that the Company explore further options to fast track its revival. Furthermore, the Board authorized the Company to explore the feasibility of a potential merger of the Company with any Textile Company.

## **2 BASIS OF PREPARATION**

**2.1** 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; and
- Provisions of and directives issued under the Companies Act, 2017.

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

**2.2** These condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2022. These condensed interim financial statements are un-audited, however, have been subjected to limited scope review by the auditors and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

## **3 ACCOUNTING POLICIES**

The accounting policies and methods of computations adopted for the preparation of these condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2022 except for the fact that previously the financial statements of the Company were prepared using the non-going concern basis of accounting on the basis of estimated realizable / settlement values of the assets and liabilities respectively. However, as now the Company is a going concern, hence these condensed interim financial statements have been prepared under the historical cost convention. There is no impact of this change on the financial position, profit / loss and cash flows of the Company.

## **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, there are no significant judgments made by the management in applying the Company's accounting policies and there are no key sources of estimation and

## **5 CONTINGENCIES AND COMMITMENTS**

There was no contingent liability and commitment as at 31 March 2023 (30 June 2022: Rupees Nil)

(UN-AUDITED)

PERIOD ENDED		QUARTER ENDED	
31 March 2023	31 March 2022	31 March 2023	31 March 2022

----- RUPEES -----

**6 REVENUE FROM CONTRACTS WITH CUSTOMERS**

Gross revenue	29,656,694	-	21,479,924	-
Less: Sales tax	4,522,412	-	3,159,617	-
	<u>25,134,282</u>	<u>-</u>	<u>18,320,307</u>	<u>-</u>

Set out below is the disaggregation of the Company's revenue from contracts with customers:

(UN-AUDITED)

PERIOD ENDED		QUARTER ENDED	
31 March 2023	31 March 2022	31 March 2023	31 March 2022

----- RUPEES -----

**Major Product:**

Garments	<u>25,134,282</u>	<u>-</u>	<u>18,320,307</u>	<u>-</u>
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**Geographical region:**

Pakistan	<u>25,134,282</u>	<u>-</u>	<u>18,320,307</u>	<u>-</u>
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**Type of customer:**

Non-government customer	<u>25,134,282</u>	<u>-</u>	<u>18,320,307</u>	<u>-</u>
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**Timing of transfer of goods:**

Goods transferred to customers at a point in time	<u>25,134,282</u>	<u>-</u>	<u>18,320,307</u>	<u>-</u>
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(UN-AUDITED)

PERIOD ENDED		QUARTER ENDED	
31 March 2023	31 March 2022	31 March 2023	31 March 2022

----- RUPEES -----

**7 COST OF SALES**

Purchase of garments	<u>22,278,072</u>	<u>-</u>	<u>16,303,752</u>	<u>-</u>
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## 8 EARNING PER SHARE - BASIC AND DILUTED

(UN-AUDITED)

PERIOD ENDED	
31 March 2023	31 March 2022

There is no dilutive effect on the basic earning per share which is based on:

Earning attributable to ordinary shareholders	(Rupees)	909,256	(7,703,185)
Weighted average number of ordinary shares	(Numbers)	8,000,000	8,000,000
Earning per share	(Rupees)	0.114	(0.963)

## 9 TRANSACTIONS WITH RELATED PARTIES

The related parties of the Company comprise of holding company, associated companies / undertaking, directors and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties are as follows:

Name	Basis of relationship	Nature of transactions	PERIOD ENDED		QUARTER ENDED	
			31 March 2023	31 March 2022	31 March 2023	31 March 2022
----- RUPEES -----						
<b>i) Transactions</b>						
<b>Associated companies</b>						
Arshad Textile Mills Limited*	Common directorship	Sharing of costs	-	661,927	-	130,970
		Settlement of balances - net	57,736,272	-	-	-
Stylers International Limited	Associated company of holding company	Purchase of Garments	22,278,072	-	16,303,752	-
<b>Other related parties</b>						
Directors and executives		Borrowings received	-	5,938,000	-	-
		Meeting fee and remuneration paid to directors and executives	-	4,655,000	-	1,565,000
<b>ii) Period end balances</b>						
					Un-audited	Audited
					31 March 2023	30 June 2022
					Rupees	Rupees
		Trade and other payables			-	9,680,000
		Other receivables			-	75,419,081

\* Arshad Textile Mills Limited was related party uptill 04 November 2022.

**10 FINANCIAL RISK MANAGEMENT**

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2022.

**11 CORRESPONDING FIGURES**

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim statement of financial position and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-measured, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made.

**12 DATE OF AUTHORIZATION FOR ISSUE**


These condensed interim financial statements were authorized for issue by the Board of Directors on April 27th, 2023.

**13 GENERAL**

Figures have been rounded off to the nearest of Rupee unless otherwise stated.

  
\_\_\_\_\_  
CHIEF EXECUTIVE OFFICER

  
\_\_\_\_\_  
DIRECTOR

  
\_\_\_\_\_  
CHIEF FINANCIAL OFFICER