

# ALLAWASAYA

TEXTILE AND FINISHING MILLS LIMITED



**66<sup>th</sup> Annual Report  
for the year ended June 30, 2023**



66<sup>th</sup> Annual Report  
of  
**Allwasaya Textile and Finishing Mills Limited**  
for the year ended June 30, 2023



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## **VISION STATEMENT**

The vision of Allawasaya Textile and Finishing Mills Limited is to contribute positively to the Socio-Economic growth of Pakistan through business and industrial pursuits endeavoring to achieve excellence in all spheres of such activity with effective and efficient management.

## **MISSION STATEMENT**

Allawasaya Textile and Finishing Mills Limited becomes a truly professional organization, achieve higher quality standards, utilize maximum capacity, capture expansion opportunities and becomes a least cost operator amongst its competitors.

We will strive to continue as a successful Company, make profit and thus create value for our shareholders, customers, suppliers and employees.

## **QUALITY AND ENVIRONMENTAL POLICY**

Our aim is to achieve the leadership of textile and spinning industry through quality products according to customer satisfaction. We thrive to achieve the above through the following measures:

- 1) Acquisition of quality raw material.
- 2) Manufacturing of high quality yarn as per customer satisfaction.
- 3) Continuous training and guidance to employees regarding quality and environment.
- 4) Continuous improvement, close watch and control in production process and environment.
- 5) Follow up of the system, regarding international quality and environmental laws.
- 6) Control of pollution discharge from industrial process.



## COMPANY PROFILE

### BOARD OF DIRECTORS

1. Mrs. Nusrat Jamil - Chairperson
2. Mian Muhammad Jamil
3. Mr. Mohammad Alamgir Jamil Khan - Chief Executive Officer
4. Mian Tauqir Ahmed Sheikh
5. Mian Idrees Ahmed Sheikh
6. Mrs. Bushra Tauqir
7. Mrs. Misbah Idrees Sheikh
8. Mrs. Ayesha Mansoor
9. Mr. Javed Musarrat
10. Mr. Abdul Rehman Qureshi
11. Mr. Imran Hussain

### AUDIT COMMITTEE

- Mr. Javed Musarrat - Chairman  
Mr. Abdul Rehman Qureshi - Member  
Mrs. Nusrat Jamil - Member

### HUMAN RESOURCE & REMUNERATION COMMITTEE (HR&R)

- Mr. Abdul Rehman Qureshi - Chairman  
Mr. Mohammad Alamgir Jamil Khan - Member  
Mrs. Misbah Idrees Sheikh - Member

### CHIEF FINANCIAL OFFICER

Sohail Nadeem

### COMPANY SECRETARY

Muhammad Ismail

### HEAD OF INTERNAL AUDIT

Ch. Javed Akhtar

### AUDITORS

Yousuf Adil Chartered Accountants  
4<sup>th</sup> Floor, Mehr Fatima Tower Opposite High Court, Multan.

### LEGAL ADVISOR

Mr. Khalil-ur-Rehman– Advocate  
3<sup>rd</sup> Floor, Hameed Law Chambers, 1- Turner Road, Lahore.

### BANKERS

M/s Habib Bank Limited  
M/s Bank AL Habib Limited  
M/s Habib Metropolitan Bank Limited  
M/s United Bank Limited  
M/s Askari Bank Limited  
M/s Samba Bank Limited

### REGISTERED OFFICE

Allawasaya Square,  
Mumtazabad Industrial Area,  
Vehari Road, Multan, Pakistan  
Ph: (061)4233624-26  
E-Mail: [atm@allawasaya.com](mailto:atm@allawasaya.com)

### SHARES REGISTRAR

M/s Hameed Majeed Associates (Pvt.) Limited  
H.M. House, 7-Bank Square, Lahore, Pakistan  
Ph: (042)37235081-82  
E-Mail: [shares@hmaconsultants.com](mailto:shares@hmaconsultants.com)



## NOTICE OF 66<sup>TH</sup> ANNUAL GENERAL MEETING

Notice is hereby given that the 66<sup>th</sup> Annual General Meeting of the Company will be held on Saturday October 28, 2023 at 11:30 a.m. at its registered office, Allawasaya Square, Vehari Road, Multan, Pakistan to transact the following business:

### **ORDINARY BUSINESS:**

1. To confirm the minutes of the 65<sup>th</sup> Annual General Meeting of the Company held on October 28, 2022.
2. To receive, consider and adopt the annual audited financial statements of the Company together with the Directors', Auditors' Reports and Chairperson's Review thereon for the year ended June 30, 2023.
3. To appoint auditors and to fix their remuneration for the financial year ending June 30, 2024 who will hold office from the conclusion of this meeting until conclusion of the next Annual General Meeting of the Company. The Board, on the recommendation of the Audit Committee, has proposed the appointment of M/s Yousuf Adil Chartered Accountants, Multan as external auditors. The retiring auditors being eligible, have consented and offered themselves for re-appointment.

### **SPECIAL BUSINESS**

4. To consider and approve, with or without modification, increase in remuneration of one full time Working/ Executive Director Production of the Company and to pass the following resolution:

***"RESOLVED THAT a sum of PKR:750,000.00 (Pakistan Rupees Seven Hundred Fifty Thousand Only) Net of Tax as monthly remuneration to the full time Executive/ Working Director Production of the Company, be and is hereby approved with effect from 01-11-2023 while all other perks and benefits remained the same."***

5. To consider and approve, with or without modification, the following resolution in respect of transmission of Annual Audited Accounts through QR enabled code and web link:

***"RESOLVED THAT* requisite consent of the members be and is hereby accorded to circulate the Annual Audited Financial Statements (including the annual balance sheet and profit and loss account, auditors' report, directors' report and other reports contained therein) to its members for future years commencing from the financial year 2023-2024 through QR enabled code and web link in pursuant of Notification No.389(I)/2023 dated March 21, 2023 of the Securities and Exchange Commission of Pakistan and the practice of circulation of annual report through CD/DVD/USB be discontinued.**

***FURTHER RESOLVED THAT* the Chief Executive Officer and/or Chief Financial Officer and/or Company Secretary be and are hereby **SINGLY** authorized to do all necessary acts, deeds and things in connection therewith and ancillary thereto as may be required or expedient to give effect to the spirit and intent of the above resolution".**

(A Statement of material facts under Section 134(3) of the Companies Act, 2017 relating to this Special Business to be transacted at the AGM is annexed with this Notice of AGM.)

### **OTHER BUSINESS:**

6. To transact any other business with the permission of the Chair.

BY ORDER OF THE BOARD

Sd/-  
(MUHAMMAD ISMAIL)  
COMPANY SECRETARY

Multan, October 6, 2023



**NOTES:**

1. The Shares Transfer Books of the Company will remain closed from 21-10-2023 to 28-10-2023 (both days inclusive) transfers received in order at the office of the Company's Shares Registrar, M/s Hameed Majeed Associates (Pvt.) Limited, H.M. House, 7-Bank Square, Lahore by the close of business on October 20, 2023 will be treated in time.
2. A member entitled to attend and vote at the meeting, may appoint any other member as a proxy to attend, speak and vote on behalf of him/her. **A proxy must be a member.** Proxy Forms along with copies of CNICs of the member, his/ her proxy and their witness duly stamped with Rs.5/- revenue stamp, signed and witnessed by one person, in order to be valid must be received at the Registered Office of the Company not later than 48 hours before the time of holding the meeting.
3. Any individual beneficial owners of CDC, entitled to attend and vote at the meeting must bring his/her CNIC or passport to prove his/her identity and the proxy shall produce his/ her original CNIC or passport. In case of corporate members, the Boards' resolution or power of attorney with specimen signatures of the nominee shall require to be produced at the time of meeting.
4. For the convenience of Members, a Standard Request Form with appropriate details has been uploaded on the Company's website <[www.allawasaya.com](http://www.allawasaya.com)>. Those Members who opt to receive the hard copies of the annual audited financial statements instead of sending the same through CD/DVD/USB at their registered addresses may apply to the Company Secretary at his postal or email address [secretary@allawasaya.com](mailto:secretary@allawasaya.com).
5. **Members are requested to submit an attested photocopy of their valid Computerized National Identity Cards (CNICs) as per SECP's direction, if not provided earlier and also communicate to the Company immediately of any change in their addresses.**
6. Members can also avail Video Conference facility in (name of cities where facility can be provided keeping in view geographical dispersal of members). In this regard please fill the following form and submit to the registered address of the Company within ten (10) days before holding of annual general meeting.

I/ We, \_\_\_\_\_ of \_\_\_\_\_, being a member of  
ALLAWASAYA TEXTILE AND FINISHING MILLS LIMITED, holder of \_\_\_\_\_ Ordinary Shares  
as per Register Folio No./ CDC A/C No.. \_\_\_\_\_ hereby opt for Video Conference Facility at \_\_\_\_\_

\_\_\_\_\_  
**Signature of member**

If the Company receives consent from members holding an aggregate 10% or more shareholding residing at a geographical location, to participate in the meeting through Video Conference at least 10 days prior to the date of meeting, the Company will arrange Video Conference facility in that city subject to availability of such facility in that city.

7. Members may exercise their right to vote by means of Postal Ballot i.e., by post or through electronic mode subject to the requirements of Section 143 and 144 of the Companies Act, 2017. Pursuant to Companies (Postal Ballot) Regulations, 2018, for the purposes of Special Business, members will be allowed to exercise their right to vote through Postal Ballot/ Electronic mode in accordance with the requirement and procedures contained in the aforesaid Regulations. The schedule and procedure of Postal Ballot/ Electronic Voting shall be placed on the Company's website i.e., [www.allawasaya.com](http://www.allawasaya.com) within seven (7) days before the meeting.



**STATEMENT OF MATERIAL FACTS UNDER SECTION 134(3) OF THE COMPANIES ACT, 2017 REGARDING SPECIAL BUSINESS**

This statement sets out the material facts concerning the Special Business to be transacted at the Annual General Meeting (“AGM”) of Allawasaya Textile and Finishing Mills Limited (the “Company”) to be held on Saturday, October 28, 2023 at 11:30 a.m.

**Item No.4 of the Agenda**

The remuneration of Working/ Executive Director Production was PKR:600,000/- plus all perks and benefits as approved by the members of the Company in last EOGM held on 24-05-2021. Keeping in view the current circumstances and increased cost of living, it is necessary to align the remuneration of **Working/ Executive Director Production** with other two Executive Directors i.e., Chief Executive Officer and Director Marketing & Sales of the Company which was duly approved and recommended by the Board of Directors in their meeting held on 06-10-2023. Hence the remuneration package of Working/ Executive Director Production be increased by PKR:150,000/- making the total Net of Tax monthly remuneration as **PKR:750,000/-** plus all other benefits already approved by the members of the Company.

The Directors of the Company have interest in passing the resolution to the extent of amount to be increased.

**Item No.5 of the Agenda**

In pursuance of S.R.O. 389(I)/ 2023 dated March 21, 2023, the Securities and Exchange Commission of Pakistan has allowed the listed companies to circulate the annual balance sheet and profit and loss account, auditors' report and directors' report, etc. ("annual audited financial statements") to its members through QR enabled code and web link. Considering technological advancements and old technology becoming obsolete, the circulation of annual financial statements through CD/DVD/USB may be discontinued. Accordingly, approval is hereby sought from members to comply with the requirements of the said SRO.

The Directors do not have any interest in the Special Business, whether directly or indirectly, except to the extent of their shareholding in the company.





**CHAIRPERSON’S REVIEW REPORT U/S 192 OF THE COMPANIES  
ACT, 2017 FOR YEAR ENDED JUNE 30, 2023**

I am pleased to present my review report on overall performance of the Board of the Allawasaya Textile and Finishing Mills Limited in achieving the company’s objectives during the year under report. The Board carried out its duties in the best interests of the company and its members. The company is committed to adhering to the best practices of the corporate governance as it always complied with all the requirements of the Companies Act, 2017 and the (Code of Corporate Governance) Regulations, 2019.

At the end of the current financial year, an annual evaluation of the Board was conducted and I am pleased to report that the Board has strictly complied with all its duties in light of the statutory requirements. The performance was assessed keeping in view the several factors. In this regard, I am also pleased to report that the members of the Board and other respective committees possess the requisite qualifications, experience and skills to manage the affairs of the company in an effective manner in the best interests of its members, creditors and employees.

During the year, Board’s meetings as well as the Committees meetings were timely held and remained well attended. The members of the Board of Directors of the Company were sent agendas and supporting material well in time prior to the meetings. All the Directors made useful contributions and made their best efforts for the achievements of the desired goals during the year. The expertise of the Independent and non-executive Directors also helped in the decision making process. The operations of the Company’s units were strategically planned and all the resources were optimally utilized. The performance results were found satisfactory.

All employees of the Company were met with equitable treatment who contributed to the Company’s business through their effective and efficient working.

Sd/-  
MRS. NUSRAT JAMIL  
CHAIRPERSON

Multan, October 6, 2023



## **DIRECTORS' REPORT**

### **In the name of Allah the Most Beneficent and the Merciful**

Dear Shareholders,

On behalf of the Board of Directors of the Company, it is our privilege to present before you the 66th Annual Report on the affairs of your Company along with the Audited Financial Statements for the year ended June 30, 2023.

### **GENERAL PERFORMANCE:**

During the year under report, the overall business environment remained unstable and challenging. The economic meltdown in the international as well as local market ever since the Ukrainian war badly impacted the entire industry and specifically the local textiles. Political instability in the country had a negative impact on the overall situation. This will have long lasting impact on the industry at large and specially textiles.

The overall economic recession and slump were the reasons for diminishing demand for Pakistani Textile products. Devaluation of Pak Rupee, limited availability of foreign exchange for imports, inconsistent supply of raw materials forced the company to operate at a much lesser capacity. Moreover, the withdrawal of Regionally Competitive Energy Tariff (RCET) and sharp increase in interest rates during the year had its toll on the industry. The above stated grave economic circumstances affected the performance of your company with high cost of production and lesser quantum of production and sales.

### **OPERATIONS:**

During the year under report, the operations of the mills was restricted due to various reasons as explained above, hence resulted in loss of production by 32%. The Mills produced Polyester Viscose (PV), Pure Viscose (Staple Yarn) and Polyester-Cotton (PC) blended yarn throughout the year. The total production of yarn during the year under review at 20's count basis was 11,366,985.03 Kgs (actual production 6,575,975.28 Kgs) as compared to 16,027,604.71 (actual production 9,458,603.28 Kgs) last year. The total sales for the year amounted to PKR:3,775,805,614/- as compared to PKR:4,827,204,348/- last year. The gross profit for the year was PKR:144,571,495/- as compared to PKR:455,492,118/- last year. The Net Loss after providing for Tax amounted to (PKR:164,766,633/-) as compared to the Net Profit after tax of PKR:143,885,427/- last year.



The financial results for the year ended June 30, 2023 along with the comparative figures of the last year are summarized under the respective heads of Accounts below:

**ACCOUNTS:**

	<b>For the year ended June 30, 2023 Rupees</b>	<b>For the year ended June 30, 2022 Rupees</b>
Revenue from contracts-net	3,775,805,614	4,827,204,348
Cost of goods sold	(3,631,234,119)	(4,371,712,230)
Gross Profit	<u><b>144,571,495</b></u>	<u><b>455,492,118</b></u>
Other income	19,133,311	-
Distribution and marketing expenses	(28,073,399)	(37,813,445)
Administrative expenses	(87,368,269)	(90,846,995)
Other expenses	(81,390)	(16,230,272)
Finance Cost	(248,851,134)	(92,095,757)
(Loss)/Profit before Taxation	<u><b>(200,669,386)</b></u>	<u><b>218,505,649</b></u>
Taxation	<u>35,902,753</u>	<u>(74,620,222)</u>
(Loss)/Profit for the year	<u><u><b>(164,766,633)</b></u></u>	<u><u><b>143,885,427</b></u></u>
(Loss)/ Earnings per share- basic and diluted	<u><u><b>(205.96)</b></u></u>	<u><u><b>179.86</b></u></u>

**FUTURE OUTLOOK**

The growth and success of every business depends on the prevalent policy of the government. There is no such policy in place. The management of the company is fighting on war footing basis to keep the operations of the company running in these uncertain circumstances. Textile Industry is the biggest employer and exporter of the country. The most recent increase in minimum wage, the prevalent usually very high interest rates and unavailability of Regionally Competitive Energy Tariff (RCET) still challenges the industry to operate at its optimum level. We are hopeful that a consistent export oriented policy will be introduced soon by the government. The industry is looking towards the government to support the textile industry to compete globally.

The management of the Company is focused on good corporate governance, high quality of its production, tight financial discipline and better management of inventories. The Company is facing multifaceted challenges but the management is fully aligned to tackle these at all times.

**DIVIDEND**

Due to the losses suffered by the Company during the year under report, your Directors propose to pass over the Dividend this year.



## **CERTIFICATIONS**

Your Directors are pleased to report that your Company is quite successfully maintaining its following certifications:

### **ISO 9001:2015**

Certification for Quality Management System is not just a piece of paper, it is a whole set of systems which serves as stepping stone to the wide world of Quality.

### **ISO 14001:2015**

Certification for Environmental Management System which aims to ensure that our products have the least harmful impact on the environment during production, disposal and depletion of natural resources.

### **Other Certifications**

The Company is maintaining BCI (Better Cotton Initiative) and GRS (Global Recycled Standard) Certifications which showed reliability on our product and trust of our customers towards quality.

## **COMPLIANCE WITH CODE OF CORPORATE GOVERNANCE**

The Board of Directors and management of the Company are aware of their responsibilities under the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Rule Book of the Pakistan Stock Exchange Limited. The Company remains committed to the principle of good corporate management practices with emphasis on transparency and disclosures. Your Company is cognizant to monitor its performance to enhance the accuracy, comprehensiveness and transparency of financial and non-financial information. In compliance of corporate law, the various statements, as required by the code, are given below:

### **PRESENTATION OF FINANCIAL STATEMENTS:**

The financial statements, prepared by the Company, fairly represent its state of affairs, the results of operations, cash flows, and changes in equity;

### **BOOKS OF ACCOUNTS:**

The Company has maintained proper books of accounts;

### **ACCOUNTING POLICIES:**

Appropriate accounting policies have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment;



**COMPLIANCE WITH INTERNATIONAL ACCOUNTING STANDARDS (IAS):**

International Accounting Standards, as applicable in Pakistan, have been followed in preparation of financial statements;

**INTERNAL CONTROL SYSTEM:**

The system of internal control is sound in design and has been effectively implemented and monitored;

**ON GOING CONCERN:**

The Company's financial position is sound enough to ensure its continuity as an on going concern;

**NO OUTSTANDING STATUTORY DUES:**

There are no outstanding statutory dues on account of taxes, levies and charges except of normal and routine nature;

**FINANCIAL HIGHLIGHTS:**

Key operating and financial data of the last six years is given in Annex 1.

**BOARD MEETINGS:**

During the year ended June 30, 2023 seven (7) meetings of the Board of Directors were held. Attendance of each Director is given below:

<u>Director's Name</u>	<u>Meeting Attended</u>
Mrs. Nusrat Jamil	7
Mian Muhammad Jamil	7
Mr. Mohammad Alamgir Jamil Khan	7
Mian Tauqir Ahmed Sheikh	7
Mian Idrees Ahmed Sheikh	6
Mrs. Bushra Tauqir	7
Mrs. Misbah Idrees Sheikh	6
Mr. Muhammad Umar Farooq	6
Mr. Javed Musarrat	7
Mr. Abdul Rehman Qureshi	7
Mr. Imran Hussain	7



The Audit Committee held four (4) meetings during the year. Attendance by each member was as follows:

<b><u>Members Name</u></b>	<b><u>Attendance</u></b>
Mr. Javed Musarrat	4
Mrs. Nusrat Jamil	4
Mr. Abdul Rehman Qureshi	2

The HR & R Committee held one (1) meeting during the year. Attendance by each member was as follows:

<b><u>Members Name</u></b>	<b><u>Attendance</u></b>
Mr. Abdul Rehman Qureshi	1
Mr. Mohammad Alamgir Jamil Khan	1
Mrs. Misbah Idrees Sheikh	1

## **COMPOSITION OF BOARD**

During the year ended June 30, 2023, the Board consisted of 8 male and 3 female directors with following composition:

Independent Directors	3
Non-Executive Directors	2
Executive Directors	3
Female Non-Executive Directors	3
Total number of Directors	11

## **AUDITORS**

Your Company's Auditors M/s Yousuf Adil Chartered Accountants, Multan retire and being eligible offer themselves for re-appointment for the next year.

The Audit Committee of the Company has recommended and proposed the re-appointment of M/s Yousuf Adil Chartered Accountants, Multan as Auditors of the Company for the year 2023-2024 with remuneration as per ICAP Standard, in the upcoming Annual General Meeting of the Company.

## **PATTERN OF SHAREHOLDING**

A statement showing pattern of shareholdings of the Company and additional information as at June 30, 2023 is annexed to this report.



## ACKNOWLEDGEMENT

Your Directors acknowledge the best cooperation as usual enjoyed by your Company from all relevant Financial Institutions, its Bankers, M/s Habib Bank Limited, M/s Bank AL Habib Limited, M/s Habib Metropolitan Bank Limited, M/s United Bank Limited, M/s Askari Bank Limited and M/s Samba Bank Limited and wish to record their appreciation for the same and hope their support to the Company will continue in future as well.

Your Directors also acknowledged the sincere efforts of the entire team of ALLAWASAYA TEXTILE AND FINISHING MILLS LIMITED for their role in the successful operations of the Mills during the year. We also thank all our valued customers, stakeholders for their commitment to the Company and look forward to sharing further successes with them in the coming years.

The dedicated hard work of all employees of the Company, working in these challenging circumstances, keeping the operations of the Company smooth is also acknowledged.

On behalf of the Board

Sd/-

Mohammad Alamgir Jamil Khan  
Chief Executive Officer

Sd/-

Mian Idrees Ahmed Sheikh  
Director

Multan, October 6, 2023

**SIX YEARS KEY OPERATING AND FINANCIAL DATA**

Year Ended June 30,	2023	2022	2021	2020	2019	2018
<b>BALANCE SHEET</b>						
Authorized Capital	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
Issued, Subscribed & Paid up Capital	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000
Surplus on Revaluation of Property, Plant & Equipment	1,157,451,172	1,177,127,886	815,788,842	829,601,503	844,244,390	555,466,212
Tax holiday reserve	2,668,746	2,668,746	2,668,746	2,668,746	2,668,746	2,668,746
General reserve	80,000,000	80,000,000	80,000,000	80,000,000	80,000,000	80,000,000
Un-appropriated Profits	320,120,489	471,010,408	342,653,609	183,420,824	153,951,755	181,999,407
Total Equity	1,568,240,407	1,738,807,040	1,249,111,197	1,103,691,073	1,088,864,891	828,134,365
Loan from Directors	105,000,000	-	-	-	-	-
	1,673,240,407	1,738,807,040	1,249,111,197	1,103,691,073	1,088,864,891	828,134,365
Long Term Loans	214,740,876	193,426,731	151,193,993	178,875,000	173,250,000	-
Lease Liabilities	8,584,574	13,436,529	-	-	-	-
Deferred Liabilities	129,071,394	212,171,717	170,029,859	191,772,520	149,248,031	95,745,379
Current Liabilities	1,942,959,688	1,365,332,196	548,795,824	882,241,528	673,952,127	435,701,497
Total Liabilities	2,295,356,532	1,784,367,173	870,019,676	1,252,889,048	996,450,158	531,446,876
Total Equity & Liabilities	3,968,596,939	3,523,174,213	2,119,130,873	2,356,580,121	2,085,315,049	1,359,581,241
Fixed Assets	2,298,225,326	2,136,305,160	1,392,975,610	1,423,479,920	1,432,570,929	851,124,734
Long Term Deposits	5,337,497	5,337,497	2,379,997	2,379,997	2,379,997	2,379,997
Current Assets	1,665,034,116	1,381,531,556	723,775,266	930,720,204	650,364,123	506,076,510
Total Assets	3,968,596,939	3,523,174,213	2,119,130,873	2,356,580,121	2,085,315,049	1,359,581,241
<b>PROFIT OR LOSS ACCOUNT</b>						
Revenue from contracts - net	3,775,805,614	4,827,204,348	3,546,836,485	2,657,387,974	2,090,559,370	2,168,465,319
Gross Profit	144,571,495	455,492,118	363,196,084	176,766,811	98,699,813	124,872,086
(Loss) / Profit before Taxation	(200,669,386)	218,505,649	216,568,597	22,956,403	(9,305,288)	36,016,332
(Loss) / Profit after Taxation	(164,766,633)	143,885,427	145,420,124	14,826,182	(15,919,798)	17,633,101
<b>DISTRIBUTION</b>						
Cash Dividend %	-	72.50	352.50	-	-	37.50
<b>RATIOS</b>						
Break up value Per share (Rs.)	1960.30	2173.51	1561.39	1379.61	1361.08	1,035.17
Earning / (Loss) per Share (Rs)	(205.96)	179.86	181.78	18.53	(19.90)	22.04
Current Ratio	0.86:1	1.01:1	1.32:1	1.05:1	0.97:1	1.16:1
Debt/ equity ratio	15:85	14:86	17:83	16:84	15:85	00:100
<b>CAPACITY &amp; PRODUCTION</b>						
No. of spindles installed	46,488	38,232	38,232	38,232	37,752	30,592
No. of spindles worked	46,488	38,232	38,232	38,232	35,352	30,592
Capacity of Yarn at 20's Count (Kgs)	11,479,922	16,220,207	16,204,862	13,971,695	10,505,451	13,164,469
Actual Production of Yarn at 20's Count (K gs)	11,366,985	16,027,605	16,096,494	13,816,608	10,350,145	13,102,052



## STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019

### ALLAWASAYA TEXTILE AND FINISHING MILLS LIMITED For the year ended June 30, 2023

The company has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are 11 as per the following:

- a. Male: 8
- b. Female: 3

2. The composition of Board is as follows:

- i. Independent Directors
  - 1. Mr. Abdul Rehman Qureshi Independent Director
  - 2. Mr. Javed Musarrat Independent Director
  - 3. Mr. Imran Hussain Independent Director
- ii. Non-executive Directors
  - 1. Mian Tauqir Ahmed Sheikh Non-Executive Director
  - 2. Mr. Muhammad Umar Farooq Non-Executive Director
- iii. Executive Directors
  - 1. Mian Muhammad Jamil Executive Director
  - 2. Mr. Mohammad Alamgir Jamil Khan Executive Director (CEO/MD)
  - 3. Mian Idrees Ahmed Sheikh Executive Director
- iv. Female Directors
  - 1. Mrs. Nusrat Jamil Non-Executive Director (Chairperson)
  - 2. Mrs. Bushra Tauqir Non-Executive Director
  - 3. Mrs. Misbah Idrees Sheikh Non-Executive Director

- 3. The Directors have confirmed that none of them is serving as a director on more than seven listed companies, including this company
- 4. The company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.
- 5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the company. The Board has ensured that complete record of particulars of significant policies along with the dates of approval or updating has been maintained by the company.
- 6. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by Board/ shareholders as empowered by the relevant provisions of the Act and these Regulations.
- 7. The meetings of the Board were presided over by the Chairperson and, in her absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of Board.

8. The Board have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.
9. Four out of eleven Directors have already attended Directors' Training Program (DTP), one Independent Director namely Mr. Abdul Rehman Qureshi has gotten exemption from SECP in year 2019, four Directors are exempted from the requirement of DTP as per regulation No. 19(2) of the CCG Regulations, 2019 and out of remaining two female directors, one female director joined the Board during financial year 2021-2022 and other female director joined the Board during financial year 2022-2023. Both the female directors will attend DTP during the financial year 2023-2024. All the Directors are fully conversant with their duties and responsibilities as Directors of the Company.
10. There was no change with respect to appointment of CFO, Company Secretary and Head of Internal Audit during the year.
11. CFO and CEO duly endorsed the financial statements before approval of the Board.
12. The Board has formed committees comprising of members given below:
  - a) Audit Committee:
    1. Mr. Javed Musarrat- Independent Director- Chairman
    2. Mr. Abdul Rehman Qureshi- Independent Director- Member
    3. Mrs. Nusrat Jamil- Non-Executive Director- Member
  - b) HR and Remuneration Committee:
    1. Mr. Abdul Rehman Qureshi- Independent Director- Chairman
    2. Mr. Mohammad Alamgir Jamil Khan- Executive Director- Member
    3. Mrs. Misbah Idrees Sheikh- Non-Executive Director- Member
  - c) Nomination Committee (not mandatory)
  - d) Risk Management Committee (not mandatory)
13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committee for compliance.
14. The frequency of meetings (quarterly/half yearly/ yearly) of the committee were as per following:
  - a) Audit Committee 4 quarterly meetings
  - b) HR and Remuneration Committee 1 annually meeting
15. The Board has set up an effective internal audit function headed by the Head of Internal Audit. The staff is suitably qualified and experienced for the purpose and is conversant with the policies and procedures of the company and is involved in the internal audit function on a full time basis.
16. The statutory auditors of the company have confirmed that they have been given a satisfactory rating under the Quality Control Review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and that they and the partners of the firm involved in the audit are not a close relative (spouse, parent, dependent and non-dependent children) of the chief executive officer, chief financial officer, head of internal audit, company secretary or director of the company.



17. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.
18. We confirm that all requirements of regulations 3,6,7,8,27,32,33 and 36 of the Regulations have been complied with except following;
  - As per regulation 6, it is mandatory that each listed company shall have at least two or one third members of the Board, whichever is higher, as Independent Directors and currently, there are three Independent Directors in a Board of Eleven Directors. With regard to compliance with the requirements of the CCG Regulations pertaining to fraction not rounded up as one, the Board of a company with minority interest of 1.66%, three independent directors are sufficient enough to maintain independence at Board level. Moreover the skill set on the Board is diverse enough to provide the necessary strategic direction to the company to achieve its vision and accomplish its goal.

On behalf of the Board

Sd/-

Mohammad Alamgir Jamil Khan  
Chief Executive Officer

Sd/-

Mrs. Nusrat Jamil  
Chairperson

Multan, October 6, 2023



**INDEPENDENT AUDITOR'S REVIEW REPORT**

**To the members of Allawasaya Textile and Finishing Mills Limited**

**Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2019**

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) prepared by the Board of Directors of **Allawasaya Textile and Finishing Mills Limited** (the Company) for the year ended June 30, 2023 in accordance with the requirements of regulation 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Company's personnel and review of various documents prepared by the Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Company for the year ended June 30, 2023.

**Yousuf Adil**  
**Chartered Accountants**

**Place:** Multan

**Date:** October 06, 2023

**UDIN Number:** CR202310180XefnVruxI



## INDEPENDENT AUDITOR'S REPORT

**To the members of Allawasaya Textile & Finishing Mills Limited**

**Report on the Audit of the Financial Statements**

### **Opinion**

We have audited the annexed financial statements of Allawasaya Textile & Finishing Mills Limited (the Company) which comprise the statement of financial position as at June 30, 2023, and the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2023 and of the loss and other comprehensive income, the changes in equity and its cash flows for the year then ended.

### **Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



Following is the key audit matter:

Key audit matter	How the matter was addressed in our audit
<b>1. Revenue Recognition</b>	
<p>The Company’s revenue from contracts comprise of revenue from the sale of yarn this has been disclosed in note 25 to the financial statements.</p> <p>Revenue from the sale is recognized, when control related to the sale of goods is transferred and the performance obligation is satisfied i.e. on dispatch of goods (note 4.4.17).</p> <p>We identified revenue recognition as key audit matter as it is one of the key performance indicators of the Company and because of the potential risk that revenue transactions may not have been recognized based on transfer of control to the customers in line with the accounting policy adopted and may not have been recognized in the appropriate period.</p>	<p>Our audit procedures to address the Key Audit Matter included the following:</p> <ul style="list-style-type: none"> <li>• Obtaining an understanding of and assessing the design and implementation and operating effectiveness of controls around recognition of revenue;</li> <li>• Assessing the appropriateness of the Company’s accounting policies for revenue recognition and compliance of those policies with applicable accounting standards;</li> <li>• Checked on sample basis whether the recorded sales transactions are based on transfer of goods to the customer, satisfying the performance obligation and were recorded in the appropriate accounting period.</li> <li>• Testing timeliness of revenue recognition by comparing individual sales transactions before and after year end to underlying documents; and</li> <li>• Reviewing the adequacy of disclosure as required under applicable financial reporting framework.</li> </ul>

**Information Other than the Financial Statements and Auditor’s Report Thereon**

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor’s report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

**Responsibilities of Management and the Board of Directors for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of the Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.



In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

**Report on Other Legal and Regulatory Requirements**

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- d) zakat deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980), was deducted by the company and deposited in the Central Zakat Fund established under section 7 of that Ordinance.

The engagement partner on the audit resulting in this independent auditor's report is Muhammad Sufyan.

**Yousuf Adil**  
**Chartered Accountants**

**Place: Multan**  
**Date: October 06, 2023**  
**UDIN NUMBER: AR202310180tp12L9Oge**





**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2023**

	<i>Note</i>	<i>2023</i> <i>Rupees</i>	<i>2022</i> <i>Rupees</i>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	5	2,298,225,326	2,136,305,160
Long term deposits		5,337,497	5,337,497
		<u>2,303,562,823</u>	<u>2,141,642,657</u>
<b>Current assets</b>			
Stores and spares	6	56,672,966	57,150,005
Stock in trade	7	934,774,914	568,014,406
Trade debts	8	406,488,578	553,294,725
Loans and advances	9	40,784,179	110,197,241
Advance income tax		79,212,240	64,374,709
Trade deposits and prepayments	10	2,938,965	2,822,518
Tax refunds due from government	11	127,061,759	19,074,727
Other financial assets	12	14,918,610	-
Cash and bank balances	13	2,181,905	6,603,225
		<u>1,665,034,116</u>	<u>1,381,531,556</u>
<b>Total assets</b>		<u><b>3,968,596,939</b></u>	<u><b>3,523,174,213</b></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
Share capital	14	8,000,000	8,000,000
Surplus on revaluation of property, plant and equipment	15	1,157,451,172	1,177,127,886
Tax holiday reserve		2,668,746	2,668,746
General reserve		80,000,000	80,000,000
Unappropriated profits		320,120,489	471,010,408
		<u>1,568,240,407</u>	<u>1,738,807,040</u>
Loan from directors	16	105,000,000	-
		<u>1,673,240,407</u>	<u>1,738,807,040</u>
<b>Non-current liabilities</b>			
Long term loan	17	214,740,876	193,426,731
Lease liabilities	18	8,584,574	13,436,529
Deferred liabilities	19	129,071,394	212,171,717
		<u>352,396,844</u>	<u>419,034,977</u>
<b>Current liabilities</b>			
Trade and other payables	20	665,119,885	393,366,173
Accrued markup	21	69,799,699	19,141,424
Short term borrowings	22	1,108,873,180	813,782,709
Current portion of long term loan	17	45,758,724	69,661,705
Current portion of deferred grant	17	-	212,869
Current portion of lease liabilities	18	2,043,917	2,169,682
Unclaimed dividend		1,029,630	987,863
Provision for taxation	23	50,334,653	66,009,771
		<u>1,942,959,688</u>	<u>1,365,332,196</u>
<b>Contingencies and commitments</b>	24		
<b>Total equity and liabilities</b>		<u><b>3,968,596,939</b></u>	<u><b>3,523,174,213</b></u>

The annexed notes from 1 to 43 form an integral part of these financial statements.

Sd/-  
Mian Muhammad Alamgir Jamil Khan  
Chief Executive Officer

Sd/-  
Mian Idrees Ahmed Sheikh  
Director

Sd/-  
Sohail Nadeem  
Chief Financial Officer



**STATEMENT OF PROFIT OR LOSS  
FOR THE YEAR ENDED JUNE 30, 2023**

	<i>Note</i>	<b>2023 Rupees</b>	<b>2022 Rupees</b>
Revenue from contracts - net	25	<b>3,775,805,614</b>	4,827,204,348
Cost of goods sold	26	<b>(3,631,234,119)</b>	(4,371,712,230)
Gross profit		<b>144,571,495</b>	455,492,118
Other income	27	<b>19,133,311</b>	-
Distribution and marketing expenses	28	<b>(28,073,399)</b>	(37,813,445)
Administrative expenses	29	<b>(87,368,269)</b>	(90,846,995)
Other expenses	30	<b>(81,390)</b>	(16,230,272)
Finance cost	31	<b>(248,851,134)</b>	(92,095,757)
		<b>(345,240,881)</b>	(236,986,469)
(Loss) / profit before taxation		<b>(200,669,386)</b>	218,505,649
Taxation	32	<b>35,902,753</b>	(74,620,222)
(Loss) / profit for the year		<b>(164,766,633)</b>	143,885,427
(Loss) / earnings per share - basic and diluted	33	<b>(205.96)</b>	179.86

The annexed notes from 1 to 43 form an integral part of these financial statements.

Sd/-  
Mian Muhammad Alamgir Jamil Khan  
Chief Executive Officer

Sd/-  
Mian Idrees Ahmed Sheikh  
Director

Sd/-  
Sohail Nadeem  
Chief Financial Officer



**STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED JUNE 30, 2023**

	<b>2023 Rupees</b>	<b>2022 Rupees</b>
(Loss) / profit for the year	<b>(164,766,633)</b>	143,885,427
<b>Items that will not be reclassified to profit or loss</b>	-	-
Surplus on revaluation of property plant and equipment	-	446,211,093
Deferred tax impact on revaluation	-	(72,200,677)
	-	374,010,416
	<b>(164,766,633)</b>	517,895,843
<b>Total comprehensive (loss) / income for the year</b>	<b>(164,766,633)</b>	517,895,843

The annexed notes from 1 to 43 form an integral part of these financial statements.

Sd/-  
Mian Muhammad Alamgir Jamil Khan  
Chief Executive Officer

Sd/-  
Mian Idrees Ahmed Sheikh  
Director

Sd/-  
Sohail Nadeem  
Chief Financial Officer



STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED JUNE 30, 2023

Share Capital	Reserves				Loan from directors	Total	
	Capital		Revenue				
	Surplus on revaluation of property, plant and equipment	Tax holiday reserve	General reserve	Unappropriated profits			
----- Rupees -----							
Balance at July 01, 2021	8,000,000	815,788,842	2,668,746	80,000,000	342,653,609	-	1,249,111,197
Profit for the year	-	-	-	-	143,885,427	-	143,885,427
Other comprehensive income for the year	-	374,010,416	-	-	-	-	374,010,416
Total comprehensive income for the year	-	374,010,416	-	-	143,885,427	-	517,895,843
<b>Transaction with owners</b>							
Final dividend for the period ended June 30, 2021 @ Rs. 352.5	-	-	-	-	(28,200,000)	-	(28,200,000)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation (net of deferred tax)	-	(12,671,372)	-	-	12,671,372	-	-
Balance at June 30, 2022	8,000,000	1,177,127,886	2,668,746	80,000,000	471,010,408	-	1,738,807,040
Loss for the year	-	-	-	-	(164,766,633)	-	(164,766,633)
Other comprehensive income for the year	-	-	-	-	-	-	-
Total comprehensive loss for the year	-	-	-	-	(164,766,633)	-	(164,766,633)
<b>Transaction with owners</b>							
Loan from directors	-	-	-	-	-	105,000,000	105,000,000
Final dividend for the period ended June 30, 2022 @ Rs. 7.25	-	-	-	-	(5,800,000)	-	(5,800,000)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred tax (note-15)	-	(19,676,714)	-	-	19,676,714	-	-
Balance at June 30, 2023	8,000,000	1,157,451,172	2,668,746	80,000,000	320,120,489	105,000,000	1,673,240,407

The annexed notes from 1 to 43 form an integral part of these financial statements.

Sd/-  
Mian Muhammad Alamgir Jamil Khan  
Chief Executive Officer

Sd/-  
Mian Idrees Ahmed Sheikh  
Director

Sd/-  
Sohail Nadeem  
Chief Financial Officer



**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	Note	2023 Rupees	2022 Rupees
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>			
(Loss) / profit before taxation		(200,669,386)	218,505,649
Adjustments for:			
Depreciation on property, plant and equipment	5	60,635,583	46,558,051
Gain on disposal of property, plant and equipment		(17,025,428)	-
Provision for staff retirement benefits - gratuity		26,005,515	17,922,408
Finance cost		248,851,134	92,095,757
<b>Operating cash flows before movement in working capital</b>		<b>117,797,418</b>	<b>375,081,865</b>
<b>Decrease / (Increase) in current assets</b>			
Stores and spares		477,039	(24,653,846)
Stock in trade		(366,760,508)	(297,327,806)
Trade debts		146,806,147	(221,155,253)
Loans and advances (excluding advance income tax)		54,413,062	(92,713,667)
Trade deposits and prepayments		(116,447)	1,943,817
Tax refunds due from government		(107,987,032)	-
<b>(Decrease) / increase in current liabilities</b>			
Trade and other payables		275,140,098	190,384,399
		<b>1,972,359</b>	<b>(443,522,356)</b>
<b>Net cash generated from / (used in) operations</b>		<b>119,769,777</b>	<b>(68,440,491)</b>
Income taxes paid		(77,710,219)	(76,270,773)
Staff retirement benefits - gratuity paid		(7,440,375)	(25,032,133)
Finance cost paid		(198,192,859)	(83,796,890)
<b>Net cash used in from operating activities</b>		<b>(163,573,676)</b>	<b>(253,540,287)</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Addition to property, plant and equipment	5	(4,820,151)	(17,998,787)
Addition to capital work in progress		(221,960,323)	(308,443,600)
Proceeds from disposal of property, plant and equipment		14,340,394	-
Payment for purchase of short term investments		(14,918,610)	-
Security deposit paid		-	(2,957,500)
<b>Net cash used in investing activities</b>		<b>(227,358,690)</b>	<b>(329,399,887)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Long term finances obtained		66,860,000	108,139,598
Loan from directors		105,000,000	-
Lease liability paid		(4,977,720)	(765,789)
Repayment of long term finances	40	(69,661,705)	(100,323,409)
Dividend paid		(5,800,000)	(28,200,000)
Short term borrowings - net		295,090,471	606,891,468
<b>Net cash generated from / (used in) financing activities</b>		<b>386,511,046</b>	<b>585,741,868</b>
Net (decrease) / increase in cash and cash equivalents (A+B+C)		<b>(4,421,320)</b>	<b>2,801,694</b>
Cash and cash equivalents at beginning of the year		<b>6,603,225</b>	<b>3,801,531</b>
Cash and cash equivalents at end of the year		<b>2,181,905</b>	<b>6,603,225</b>
Running finance (overdraft)		<b>(399,386,155)</b>	<b>(266,956,709)</b>
Net cash and cash equivalents at the end of year		<b>(397,204,250)</b>	<b>(260,353,484)</b>

The annexed notes from 1 to 43 form an integral part of these financial statements.

Sd/-  
Mian Muhammad Alamgir Jamil Khan  
Chief Executive Officer

Sd/-  
Mian Idrees Ahmed Sheikh  
Director

Sd/-  
Sohail Nadeem  
Chief Financial Officer

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2023**

**1. THE COMPANY AND ITS OPERATIONS**

**1.1** Allawasaya Textile & Finishing Mills Limited (the Company) was incorporated in Pakistan on March 31, 1958 as a private limited company. It was converted into a public limited company in 1965 under the Companies Act 1913 (now Companies Act, 2017). Its shares are quoted on Pakistan Stock Exchange (PSX) in Pakistan. It is principally engaged in the manufacturing and sale of yarn. The Registered office and mill of the Company is situated at Allawasaya Square, Mumtazabad Industrial Area, Vehari Road, Multan in the province of Punjab.

**2. STATEMENT OF COMPLIANCE**

**2.1 Statement of compliance**

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of International Financial Reporting Standards (IFRS) 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 provisions of and directives issued under the Companies Act, 2017 differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

**3. STANDARDS, INTERPRETATIONS AND AMENDMENTS ADOPTED DURING THE YEAR**

The following amendments to existing standards have been published that are applicable to the Company's financial statements covering annual periods, beginning on or after the following dates:

**3.1 New accounting standards / amendments and IFRS interpretations that are effective for the year ended June 30, 2023**

**3.1.1** The following standards, amendments and interpretations are effective for the year ended June 30, 2023. These standards, amendments and interpretations are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures.

Amendments to IFRS 3 'Business Combinations' - Reference to the conceptual framework

Amendments to IAS 16 'Property, Plant and Equipment' - Proceeds before intended use

Amendments to IAS 37 'Provisions, Contingent Liabilities and Contingent Assets' - Onerous Contracts - cost of fulfilling a contract

Annual Improvements to IFRS Standards 2018-2020 Cycle (related to IFRS 9, IFRS 16 and IAS 41)

**3.2 New accounting standards / amendments and IFRS interpretations that are not yet effective**

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, interpretations and the amendments are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures.

**Effective from accounting period  
beginning on or after:**

Amendments to IAS 1 'Presentation of Financial Statements' -  
Disclosure of accounting policies January 01, 2023

Amendments to IAS 8 'Accounting Policies, Changes in Accounting  
Estimates and Errors' - Definition of accounting estimates January 01, 2023

Amendments to 'IAS 12 Income Taxes' - deferred tax related to assets  
and liabilities arising from a single transaction. January 01, 2023

**Effective from accounting period beginning on or after:**

Amendments to IAS 12 'Income taxes' - International Tax Reform — Pillar Two Model Rules	January 01, 2023
Amendments to IAS 1 'Presentation of Financial Statements' - Classification of liabilities as current or non-current	January 01, 2024
Amendments to IFRS 16 'Leases' -Clarification on how seller-lessee subsequently measures sale and leaseback transactions	January 01, 2024
Amendments to IAS 7 'Statement of Cash Flows' and 'IFRS 7 'Financial instruments disclosures' - Supplier Finance Arrangements	January 01, 2024
Amendments to IFRS 10 and 28 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred indefinitely

**3.3** Other than the aforesaid amendments, IASB has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan:

- IFRS 1 – First Time Adoption of International Financial Reporting Standards
- IFRS 17 – Insurance Contracts

**4. SIGNIFICANT ACCOUNTING POLICIES**

**4.1 Basis of preparation**

These financial statements have been prepared under the historical cost convention modified by:

- revaluation of certain property, plant and equipment; and
- certain financial instruments at fair value.

**4.2 Functional and presentation currency**

The financial statements are presented in Pak Rupees, which is the Company's functional and presentation currency.

**4.3 Critical judgments and accounting estimates in applying the accounting policies**

The preparation of financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts assets, liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under circumstances, the results of which form the basis of making the judgment about carrying values of assets and liabilities that are not readily apparent from other resources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on the ongoing basis. Revisions to accounting estimates are recognized in the period in which estimate is revised if the revision affects only that period, or in the period of revision and future period if the revision affects both current and future periods.

Significant areas requiring the use of management estimates in these financial statements relate to the following:

- useful life of depreciable assets.
- allowance for expected credit loss.
- provision for tax and deferred tax.
- revaluation of property plant and equipment.

However, assumptions and judgments made by management in the application of accounting policies that have significant effect on the financial statements are not expected to result in material adjustments to the carrying amounts of assets and liabilities in the next year.

#### **4.4 The principal accounting policies adopted are set out as below.**

##### **4.4.1 Property, plant and equipment**

Property, plant and equipment except freehold land, building on freehold land, plant and machinery, electric installation and power house and capital work in progress are stated at cost less accumulated depreciation and impairment, if any.

Freehold land, building on freehold land, plant and machinery, electric installation and power house are stated at revalued amount being the fair value at the date of revaluation, less any subsequent accumulated depreciation and impairment losses. Revaluations are performed with sufficient regularity so that the fair value and carrying value do not differ materially at the statement of financial position date. Increases in the carrying amounts arising on revaluation of land, buildings and plant and machinery are recognised, net of deferred tax, in other comprehensive income and accumulated in revaluation surplus in shareholders' equity.

To the extent that increase reverses a decrease previously recognised in the statement of profit or loss, the increase is first recognised in the statement of profit or loss. Decrease that reverse previous increases of the same asset are first recognised in other comprehensive income to the extent of the remaining surplus attributable to the asset. All other decreases are charged to the statement of profit or loss. Each year, the difference between depreciation based on the revalued carrying amount of the asset charged to the statement of profit or loss and depreciation based on the asset's original cost, net of tax, is reclassified from revaluation surplus on property, plant and equipment to unappropriated profit.

Depreciation is charged to income applying reducing balance method to write-off the cost over the estimated remaining useful life of assets. The useful life and depreciation method are reviewed periodically to ensure that the method and period of depreciation are consistent with the expected pattern of economic benefits from items of property, plant and equipment. Rates of depreciation are stated in note 5.1. In respect of additions and disposals during the year, depreciation is charged from the month of acquisition and up to the month preceding the disposal respectively.

Gains / losses on disposal of operating assets, if any, are recognized in statement of profit or loss, as and when assets are derecognized.

Normal repairs and maintenance are charged to statement of profit or loss as and when incurred. Major renewals and improvements are capitalized and assets replaced, if any, other than those kept as stand-by, are retired.

##### **4.4.2 Right-of-use assets and lease liabilities**

Leases are recognised as right-of-use assets and corresponding liabilities at the date at which the leased assets are available for use by the company.

The lease liabilities are initially measured at the present value of the minimum lease payments at the commencement date, discounted using the interest rate implicit in the lease, or if that rate cannot be readily determined, the Company's incremental borrowing rate. Generally, the Company uses its incremental borrowing rate as the discount rate. At initial recognition, liabilities were discounted using the Company's incremental borrowing rate. Lease payment includes fixed payments with annual increments. The lease liabilities are subsequently measured at amortised cost using the effective interest rate.

Right-of-use assets are initially measured based on the initial amount of the lease liabilities adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentive received. The right-of-use assets are depreciated on a straight line method over the lease term as this method most closely reflects the expected pattern of consumption of future economic benefits. The carrying amount of the right-of-use asset is reduced by impairment losses, if any. At transition, the Company recognised right of use assets equal to the present value of lease payments.

##### **4.4.3 Capital work-in-progress**

Capital work-in-progress (CWIP) is stated at cost less any recognized impairment loss. All expenditures connected to the specific assets incurred during installation and construction period are carried under CWIP. These are transferred to specific assets as and when assets are available for use.



**4.4.4 Stores and spares**

These are valued at lower of cost and net realized value. The cost is determined on moving average cost less allowance for obsolete and slow moving items. Items in transit are valued at invoice values plus other charges incurred thereon upto the reporting date.

Net realizable value signifies the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

**4.4.5 Stock in trade**

These are determined at lower of cost and net realisable value. Cost is determined as;

**Particulars**

Raw material	
- At mills	Weighted average cost.
- In transit	Cost accumulated up to statement of financial position date.
Work in process	Average manufacturing cost.
Finished goods	Average manufacturing cost.
Waste	Net realizable value.

Net realizable value signifies the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

**4.4.6 Trade debts and other receivables**

Trade debts and other receivables are initially recognized at fair value, which is usually the original invoiced amount and subsequently carried at amortized cost using the effective interest method less allowance for expected credit loss.

**4.4.7 Cash and cash equivalents**

For the purpose of cash flow statement, cash and cash equivalents consist of cash in hand, balances with banks, highly liquid short-term investments that are convertible to known amount of cash and are subject to insignificant risk of change in value, and short-term running finance. Running finances under mark-up arrangements are shown with short term borrowings in current liabilities on the balance sheet.

**4.4.8 Trade and other payables**

Liabilities for trade and other payables are carried at amortised cost which is the fair value of the consideration to be paid in future for the goods and services received, whether or not billed to the Company.

**4.4.9 Taxation**

**Current**

Provision for current taxation is based on taxable income at the current tax rates after taking into account tax credits, assumptions and rebates available, if any, or on turnover at the specified rates or Alternate Corporate Tax Act as defined in section 113C of the Income Tax Ordinance, 2001, whichever is higher. The charge for current tax also includes adjustments, where necessary, relating to prior years which arise due to assessments framed / finalized during the year.

**Deferred**

Deferred tax is provided for using statement of financial position liability method for all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and corresponding tax bases used. In this regard, the effect on deferred taxation of the portion of income subject to final tax regime is also considered in accordance with the requirement of Technical Release - 27 of Institute of Chartered Accountants of Pakistan.

Deferred tax liabilities are recognized for all taxable temporary differences and deferred tax assets to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and credits can be utilized.

Deferred tax assets and liabilities are measured at the tax rate that is expected to apply to the period when the differences reverse based on tax rates that have been enacted or substantively enacted at the statement of financial position date.

#### **4.4.10 Dividend distribution**

Dividend distribution to the Company's shareholders is recognized as a liability in the financial statements in the period in which the dividends are approved by the Company's shareholders.

#### **4.4.11 Impairment**

##### ***Non-financial assets***

The Company assesses at each statement of financial position date whether there is any indication that assets may be impaired. If such indication exists, the carrying amounts of such assets are reviewed to assess whether they are recorded in excess of their recoverable amount. Where carrying values exceed the respective recoverable amount, assets are written down to their recoverable amount and the resulting impairment loss is recognized in statement of profit or loss. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

Where impairment loss subsequently reverses, the carrying amount of the assets is increased to the revised recoverable amount but limited to the extent of carrying amount that would have been determined had no impairment loss been recognized in prior periods. Reversal of impairment loss is recognized as income.

##### ***Financial assets***

The Company recognises a loss allowance for expected credit losses (ECL) on financial assets that are measured at amortised cost or at FVTPL, as well as on financial guarantee contracts. The amount of expected credit losses is updated at each reporting date to reflect changes in credit risk since initial recognition of the respective financial assets.

The Company always recognises lifetime ECL for trade receivables. For all other financial instruments, the Company recognises lifetime ECL when there has been a significant increase in credit risk since initial recognition. However, if the credit risk on the financial instrument has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12-month ECL. Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument. In contrast, 12-month ECL represents the portion of lifetime ECL that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date. IFRS 9 does not define what constitutes a significant increase in credit risk. In assessing whether the credit risk of an asset has significantly increased the Company takes into account qualitative, quantitative, reasonable and supportable forward looking information. The historical loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors affecting the ability of the customers to settle the receivables.

The measurement of expected credit losses is a function of the probability of default, loss given default (i.e. the magnitude of the loss if there is a default) and the exposure at default. The assessment of the probability of default and loss given default is based on historical data adjusted by forward-looking information as described above. As for the exposure at default, for financial assets, this is represented by the assets' gross carrying amount at the reporting date; for financial guarantee contracts, the exposure includes the amount drawn down as at the reporting date, together with any additional amounts expected to be drawn down in the future by default date determined based on historical trend, the Company's understanding of the specific future financing needs of the debtors, and other relevant forward-looking information.

##### ***Definition of default:***

The Company considers the following as constituting an event of default for internal credit risk management purposes as historical experience indicates that financial assets that meet either of the following criteria are generally not recoverable:

- when there is a breach of financial covenants by the debtor; or
- information developed internally or obtained from external sources indicates that the debtor is unlikely to pay its creditors, including the Company, in full (without taking into account any collateral held by the Company).

**Write-off policy**

The Company writes off financial assets when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery. Financial assets written off may still be subject to enforcement activities under the Company's recovery procedures, taking into account legal advice where appropriate. Any recoveries made against financial assets written-off are recognised in profit or loss.

**4.4.12 Financial Instruments:**

Financial assets and financial liabilities are recognised in the Company's statement of financial position when the Company becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

**Financial assets**

All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

All recognised financial assets are measured subsequently in their entirety at either amortised cost or at fair value, depending on the classification of the financial assets.

**Classification of financial assets****a) Debt instruments measured at amortised cost**

Debt instruments that meet the following conditions are measured subsequently at amortised cost:

- the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**Amortised cost and effective interest method**

The amortised cost of a financial asset is the amount at which the financial asset is measured at initial recognition minus the principal repayments, plus the cumulative amortization using the effective interest method of any difference between that initial amount and the maturity amount, adjusted for any loss allowance. The gross carrying amount of a financial asset is the amortised cost of a financial asset before adjusting for any loss allowance.

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. Interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset.

**b) Debt instruments measured at fair value through other comprehensive income (FVTOCI)**

Debt instruments that meet specified conditions and are measured subsequently at fair value through other comprehensive income (FVTOCI).

**c) Equity instruments designated as at FVTOCI**

On initial recognition, the Company may make an irrevocable election (on an instrument-by-instrument basis) to designate investments in equity instruments as at FVTOCI.

**d) Financial assets measured subsequently at fair value through profit or loss (FVTPL)**

By default, all other financial assets are measured subsequently at fair value through profit or loss (FVTPL).

**Derecognition of financial assets**

The Company derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralized borrowing for the proceeds received.

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

**4.4.13 Financial liabilities****Subsequent measurement of financial liabilities**

Financial liabilities that are not

- contingent consideration of an acquirer in a business combination,
- held-for-trading, or
- designated as at FVTPL,

are measured subsequently at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the amortised cost of a financial liability.

**4.4.14 Derecognition of financial liabilities**

The Company derecognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in Statement of profit or loss.

**4.4.15 Off setting of financial assets and financial liabilities**

A financial asset and a financial liability is off set and the net amount reported in the statement of financial position when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

**4.4.16 Foreign currency translation**

All monetary assets and liabilities in foreign currencies are translated into Pak Rupees at exchange rates prevailing at the balance sheet date. Transactions in foreign currencies are translated into Pak Rupees at the rates of exchange prevailing on the date of transactions. All non-monetary items are translated into Pak Rupees at exchange rates prevailing on the date of transaction.

Gains and losses on retranslation and settlement are included in Statement of profit or loss for the period.

**4.4.17 Revenue recognition**

Revenue from contracts with customers is recognised when control of the goods is transferred to the customer and the performance obligation is satisfied under the contract at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods.

**4.4.18 Borrowing cost**

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets until such time as the assets are substantially ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

All other borrowing costs are recognized in statement of profit or loss in the period in which they are incurred.

**4.4.19 Provisions**

Provisions are recognized when the Company has a present, legal or constructive obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made. However, provisions are reviewed at each statement of financial position date and adjusted to reflect the current best estimate.

**4.4.20 Staff retirement benefits****Defined benefit plan**

The Company operates an unfunded gratuity scheme for all its eligible employees who have completed the minimum qualifying period of service. Employees successfully completing one year of service are paid with the outstanding amount which is calculated at latest drawn gross salary for the year. Charge for the year represents the amount becoming due in the year (whether paid or un-paid).



5. PROPERTY, PLANT AND EQUIPMENT

	Note	2023 Rupees	2022 Rupees
Operating assets	5.1	2,287,144,976	1,864,354,167
Right of use asset	5.1.1	11,080,350	13,850,437
Capital Work in Progress (CWIP)	5.3	-	258,100,556
		<u>2,298,225,326</u>	<u>2,136,305,160</u>

5.1 Operating assets

Particulars	Cost / Revaluation				Accumulated Depreciation				Written Down Value as at June 30, 2023	Rate
	At July 01, 2022	Additions / (Disposal) during the year	Revaluation Surplus	At June 30, 2023	At July 01, 2022	For the year	Revaluation Adjustment	At June 30, 2023		
	Rupees									
Land- Freehold	805,943,000	-	-	805,943,000	-	-	-	-	805,943,000	
Building on Free-hold Land	306,391,238	68,907,226	-	375,298,464	-	15,606,675	-	15,606,675	359,691,789	5
Plant & Machinery	709,805,401	411,633,653 (7,794,339)	-	1,113,644,715	77,255,401	33,337,525 (7,623,132)	-	102,969,794	1,010,674,921	5
<b>Power house</b>										
- Building on freehold land	8,353,620	-	-	8,353,620	2,212,942	307,034	-	2,519,976	5,833,644	5
- Generators	97,332,424	-	-	97,332,424	22,932,895	3,719,976	-	26,652,871	70,679,553	5
- Electric installation	11,825,040	-	-	11,825,040	7,365,247	668,969	-	8,034,216	3,790,824	15
	117,511,084	-	-	117,511,084	32,511,084	4,695,979	-	37,207,063	80,304,021	
Tube Well	1,270,006	-	-	1,270,006	636,379	63,363	-	699,742	570,264	10
Electric Installation	31,378,378	-	-	31,378,378	9,060,690	3,347,653	-	12,408,343	18,970,035	15
Workshop Equipments	160,909	-	-	160,909	159,070	184	-	159,254	1,655	10
Tools & Equipments	151,401	-	-	151,401	148,441	296	-	148,737	2,664	10
Laboratory Equipments	3,832,266	-	-	3,832,266	3,384,212	44,805	-	3,429,017	403,249	10
Weighing Scales	811,008	-	-	811,008	710,589	10,042	-	720,631	90,377	10
Arms & Ammunition	295,907	-	-	295,907	202,101	9,381	-	211,482	84,425	10
Office Equipments	3,512,021	-	-	3,512,021	2,668,983	126,456	-	2,795,439	716,582	15
Furniture & Fixture	1,734,197	-	-	1,734,197	1,069,034	66,516	-	1,135,550	598,647	10
Vehicle & Automobile	39,031,339	4,340,151 (18,284,082)	-	25,087,408	29,668,006	556,621 (14,230,566)	-	15,994,061	9,093,347	20
<b>TOTAL</b>	<b>2,021,828,155</b>	<b>484,881,030</b> <b>(26,078,421)</b>	<b>-</b>	<b>2,480,630,764</b>	<b>157,473,990</b>	<b>57,865,496</b> <b>(21,853,698)</b>	<b>-</b>	<b>193,485,788</b>	<b>2,287,144,976</b>	
5.1.1 Vehicles-right of use asset	17,234,120	-	-	17,234,120	3,383,683	2,770,087	-	6,153,770	11,080,350	20
	<u>2,039,062,275</u>	<u>458,802,609</u>	<u>-</u>	<u>2,497,864,884</u>	<u>160,857,673</u>	<u>60,635,583</u>	<u>-</u>	<u>199,639,558</u>	<u>2,298,225,326</u>	

5.2 Depreciation for the year has been allocated as under:

	Note	2023 Rupees	2022 Rupees
Cost of goods sold	26	57,106,522	43,000,653
Administrative expenses	29	3,529,061	3,557,398
		<u>60,635,583</u>	<u>46,558,051</u>



	Note	2023 Rupees	2022 Rupees
<b>5.3 Capital Work in Progress</b>			
Building	5.3.1	-	15,430,831
Machinery	5.3.1	-	242,669,725
		-	<b>258,100,556</b>

For Comparative year

Particulars	Cost / Revaluation				Accumulated Depreciation				Written Down Value At June 30, 2022	Rate
	At July 01, 2021	Additions / (Disposal) during the year	Revaluation Surplus	At June 30, 2022	At July 01, 2021	For the year	Revaluation Adjustment	At June 30, 2022		
Rupees										
%										
Owned										
Land- Freehold	569,800,000	-	236,143,000	805,943,000	-	-	-	-	805,943,000	
Building on Free-hold Land	179,542,003	50,343,044	76,506,191	306,391,238	32,038,087	7,584,958	(39,623,045)	-	306,391,238	5
Plant & Machinery	709,805,401	-	-	709,805,401	133,514,306	28,814,555	(85,073,459)	77,255,401	632,550,000	5
Power house										
- Building on freehold land	8,353,620	-	-	8,353,620	1,889,748	323,194	-	2,212,942	6,140,678	5
- Generators	97,332,424	-	-	97,332,424	28,349,127	3,449,165	(8,865,397)	22,932,895	74,399,529	5
- Electric Installation	11,825,040	-	-	11,825,040	6,578,225	787,022	-	7,365,247	4,459,793	15
	117,511,084	-	-	117,511,084	36,817,100	4,559,381	(8,865,397)	32,511,084	85,000,000	
Tube Well	1,270,006	-	-	1,270,006	565,976	70,403	-	636,379	633,628	10
Electric Installation	14,927,990	16,450,388	-	31,378,378	7,150,808	1,909,882	-	9,060,690	22,317,688	15
Workshop Equipments	160,909	-	-	160,909	158,866	204	-	159,070	1,839	10
Tools & Equipments	151,401	-	-	151,401	148,112	329	-	148,441	2,960	10
Laboratory Equipments	3,832,266	-	-	3,832,266	3,334,428	49,784	-	3,384,212	448,054	10
Weighing Scales	811,008	-	-	811,008	699,431	11,158	-	710,589	100,419	10
Arms & Ammunition	295,907	-	-	295,907	191,678	10,423	-	202,101	93,806	10
Office Equipments	2,968,021	544,000	-	3,512,021	2,609,388	59,595	-	2,668,983	843,038	15
Furniture & Fixture	1,243,418	490,779	-	1,734,197	1,036,731	32,304	-	1,069,034	665,163	10
Vehicle & Automobile	38,517,719	513,620	-	39,031,339	29,596,613	71,393	-	29,668,006	9,363,333	20
<b>TOTAL</b>	<b>1,640,837,133</b>	<b>68,341,831</b>	<b>312,649,191</b>	<b>2,021,828,155</b>	<b>247,861,524</b>	<b>43,174,368</b>	<b>(133,561,901)</b>	<b>157,473,990</b>	<b>1,864,354,167</b>	
<b>5.1.1 Vehicles-right of use asset</b>	-	17,234,120	-	17,234,120	-	3,383,683	-	3,383,683	13,850,437	20
	<b>1,640,837,133</b>	<b>85,575,951</b>	<b>312,649,191</b>	<b>2,039,062,275</b>	<b>247,861,524</b>	<b>46,558,051</b>	<b>(133,561,901)</b>	<b>160,857,673</b>	<b>1,878,204,604</b>	

**5.3.1 Movement in capital work in progress**

	<b>2023</b> <b>Rupees</b>	<b>2022</b> <b>Rupees</b>
Opening Balance	<b>258,100,556</b>	-
Additions during the year	<b>221,960,323</b>	308,443,600
Capitalized during the year	<b>(480,060,879)</b>	(50,343,044)
	<b>-</b>	<b>258,100,556</b>

**5.4** The Company had revalued its Freehold land, Building on Freehold land, Plant & Machinery, Electric Installation and Power house on June 30, 2022. The revaluation was carried out by K.G. Traders (Private) Limited, an independent valuer not connected to the company, on the basis of market value. The revaluation surplus had been credited to 'Surplus on revaluation of property, plant and equipment'.

Forced sale value of the above items of property, plant and equipment is as follows:

	<b>Rupees</b>
Freehold land	644,754,400
Building on Freehold land	257,959,440
Plant & Machinery	785,080,000
	<b>1,687,793,840</b>

**6. STORES AND SPARES**

	<b>2023</b> <b>Rupees</b>	<b>2022</b> <b>Rupees</b>
Stores and spares	<b>50,052,986</b>	50,619,276
Packing material	<b>6,619,980</b>	6,530,729
	<b>56,672,966</b>	57,150,005

**6.1** The Company hold Rs. 9.90 million (2022: Rs. 8.97 million) stores, spares and loose tools for specific capitalization.

**7. STOCK IN TRADE**

	<b>2023</b> <b>Rupees</b>	<b>2022</b> <b>Rupees</b>
Raw materials		
- Cotton	<b>485,142,983</b>	67,529,352
- Polyester	<b>20,532,307</b>	66,697,219
- Viscose	<b>31,348,736</b>	-
	<b>537,024,026</b>	134,226,571
Raw material in-transit	-	259,274,539
Work in process	<b>40,802,995</b>	28,496,209
Finished goods		
-Yarn	<b>347,888,644</b>	144,145,573
-Waste	<b>9,059,249</b>	1,871,514
	<b>356,947,893</b>	146,017,087
	<b>934,774,914</b>	568,014,406

**8. TRADE DEBTS**
**Local - unsecured**

Considered good	<b>406,654,084</b>	553,460,230
Provision of expected credit loss	<b>(165,506)</b>	(165,506)
	<b>406,488,578</b>	553,294,725



- 8.1 Trade debts are non-interest bearing and are generally on 60 to 90 days terms.
- 8.2 The Company provides for doubtful debts on the basis of past due balances. Balances considered bad and irrecoverable are written off when identified.
- 8.3 Trade debts consist of a large number of diversified customers. Ongoing credit evaluation is performed on the financial condition of account receivable and, where appropriate, provision is made.
- 8.4 The fair value of trade debts approximate their carrying amounts.
- 8.5 At year end, trade debts of Rs. 394.54 million (2022: Rs. 345.37 million) were neither past due nor impaired.
- 8.6 As at year end, trade debts of Rs. Nil (2022: Rs. 8.67 million) were past due but not considered impaired for which the Company has not provided as there has not been a significant change in credit quality and the amounts are still considered recoverable. The aging of past due debts is as follows:

	<b>2023</b> <b>Rupees</b>	<b>2022</b> <b>Rupees</b>
Over 6 months	<b>12,114,744</b>	8,670,500
	<b>12,114,744</b>	<b>8,670,500</b>

### 9. LOANS AND ADVANCES

#### **Considered good**

Advance to suppliers	<b>37,531,124</b>	92,780,368
Advance for purchase of Term Finance Certificates	-	15,000,000
Advances to employees	<b>3,145,154</b>	2,145,781
Advance expenses on letter of credit	<b>107,901</b>	271,092
	<b>40,784,179</b>	<b>110,197,241</b>

### 10. TRADE DEPOSITS AND PREPAYMENTS

Margin deposit	<b>1,605,311</b>	1,605,311
Prepayments	<b>1,333,654</b>	1,217,207
	<b>2,938,965</b>	<b>2,822,518</b>

### 11. TAX REFUNDS DUE FROM GOVERNMENT

Sales tax refundable	<b>121,535,545</b>	-
Income tax refundable	<b>5,526,214</b>	19,074,727
	<b>127,061,759</b>	<b>19,074,727</b>

### 12. OTHER FINANCIAL ASSETS

Measured at amortised cost	<b>14,918,610</b>	-
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This represents investment in AA+ rated, unsecured, subordinated, perpetual and non-cumulative term finance certificate of Bank Al Habib, having face value of Rs.15 million per certificate and carries profit at the rate of 6 Months KIBOR + 1.65% per annum.

### 13. CASH AND BANK BALANCES

Cash in hand	<b>181,278</b>	556,050
Cash at banks in current accounts	<b>2,000,627</b>	6,047,175
	<b>2,181,905</b>	<b>6,603,225</b>



**14. SHARE CAPITAL**

2023	2022		2023	2022
<i>Number of shares</i>			<i>Rupees</i>	<i>Rupees</i>
<b>Authorised</b>				
<b>1,000,000</b>	1,000,000	Ordinary share of Rs. 10 each	<b>10,000,000</b>	10,000,000
<b>Issued, subscribed and paid up</b>				
<b>800,000</b>	800,000	Ordinary share of Rs. 10 each	<b>8,000,000</b>	8,000,000

**14.1** There were no movements in issued, subscribed and paid up capital during the reporting year.

**14.2** The Company has only one class of ordinary shares which carry no right to fixed income.

**14.3** Shareholders are entitled to cast vote proportionate to the paid up value of shares carrying voting rights. All shares rank equally with regard to the Company's residual assets.

**15. SURPLUS ON REVALUATION OF PROPERTY,  
PLANT AND EQUIPMENT**

	2023	2022
	<i>Rupees</i>	<i>Rupees</i>
Opening balance	1,346,289,368	918,442,584
Addition during the year	-	446,211,093
Transferred to unappropriated profit on account of:		
Incremental depreciation - net of deferred tax	<b>(19,676,714)</b>	(12,671,372)
Related deferred tax liability due to incremental depreciation	<b>(8,036,967)</b>	(5,692,937)
	<b>(27,713,680)</b>	(18,364,309)
	<b>1,318,575,688</b>	1,346,289,368
<b>Related deferred tax liability</b>		
Opening balance	<b>(169,161,482)</b>	(102,653,742)
Deferred tax arising on revaluation carried out during the year	-	(72,200,677)
Transferred to unappropriated profit on account of		
- deferred tax on incremental depreciation	<b>8,036,966</b>	5,692,937
	<b>(161,124,516)</b>	(169,161,482)
	<b>1,157,451,172</b>	1,177,127,886

**16. LOAN FROM DIRECTORS**

Mian Muhammad Jamil	21,500,000	-
Mian Muhammad Alamgir Jamil Khan	36,000,000	-
Mian Idrees Ahmad Sheikh	47,500,000	-
	<b>105,000,000</b>	-

These loans are interest free and have been obtained during the year ended June 30, 2023 to meet financing needs to meet operational financing needs of the Company. These are repayable at the discretion of the Company and its repayment terms are not defined.

**17. LONG TERM LOAN**
**Secured**

Term Finance 1	17.1	<b>85,500,000</b>	124,500,000
Term Finance 2	17.2	-	30,661,705
Term Finance 3	17.3	<b>174,999,600</b>	108,139,600
		<b>260,499,600</b>	263,301,305
Current portion of long term loan		<b>(45,758,724)</b>	(69,661,705)
Less: Current portion of deferred grant		-	(212,869)
		<b>214,740,876</b>	193,426,731

**17.1** This finance has been obtained from Bank Al Habib Limited for balancing modernization replacement (BMR). This loan has facility limit upto Rs. 195 million and is repayable in 20 equal quarterly installments commencing from October 10, 2019 with 1 year grace period. It carries markup at 6 months KIBOR plus 1.5%. The finance is secured against first mortgage charge over present and future fixed assets excluding assets under specific charge amounting to Rs. 790.5 million.

**17.2** This finance has been obtained from United Bank Limited to pay salaries & wages under SBP's Refinance Scheme for payment of wages & salaries and is repayable in 8 equal quarterly instalments commencing from January 1, 2021 with 6 months grace period. This loan facility limit is upto Rs. 124 million. It carries mark up at (SBP Rate+2%). This finance is secured against 1st Pari Passu charge over moveable fixed assets and personal guarantees of directors of the Company.

**17.3** This loan is obtained from Bank Al Habib Limited for retirement of import documents drawn under LC(s). This loan has facility Limit upto PKR 175 million and is repayable in 10 years with 2 years grace period in 16 semi-annual installments or on demand. It carries mark up at 6 months KIBOR plus 1.5%. The finance is secured against first mortgage charge of Rs 727 million against personal guarantees of the directors.

**18. LEASE LIABILITIES**

Present value of minimum lease payments	<b>8,584,574</b>	15,606,211
Current portion shown under current liabilities	<b>2,043,917</b>	(2,169,682)
	<b>10,628,491</b>	13,436,529

This represents auto lease financing amounting to Rs 10.6 million (2022: Rs. 13.4 million) obtained from Bank AL Habib Limited for the purpose of leasing the vehicles. This loan has facility limit upto PKR 40 million and is repayable in 5 years in 60 monthly installments. It carries mark up at 6 months KIBOR plus 1.5%. Minimum lease payments have been discounted at an implicit interest rate ranging from 7.74% to 9.91% per annum (2022: 7.74% to 9.91%) to arrive at their present values. The lessee has the option to purchase the assets after expiry of the lease term.

The amount of future payments of the lease and the period in which these payments will become due are as follows:

<b>2023</b>	<b>Minimum lease payment</b>	<b>Future finance charge</b>	<b>Present value of lease liability</b>
	------(Rupees)-----		
Not later than one year	3,806,655	1,424,135	2,382,520
Later than one year and not later than five years	10,013,853	1,767,882	8,245,971
	<b>13,820,508</b>	<b>3,192,017</b>	<b>10,628,491</b>

<b>2022</b>	Minimum lease payment	Future finance charge	Present value of lease liability
	------(Rupees)-----		
Not later than one year	3,806,655	1,752,571	2,054,084
Later than one year and not later than five years	16,744,144	3,192,017	13,552,127
	<b>20,550,799</b>	<b>4,944,588</b>	<b>15,606,211</b>

**19. DEFERRED LIABILITIES**

		<b>2023</b> <b>Rupees</b>	<b>2022</b> <b>Rupees</b>
Deferred Tax	19.1	<b>129,071,394</b>	212,171,717
Provision for Gas Infrastructure Development Cess (GIDC)	19.2	-	-
Deferred Grant	19.3	-	-
		<b>129,071,394</b>	<b>212,171,717</b>

**19.1 Deferred Tax**

	Deferred tax recognised in		
	Recognised in Statement of Profit or loss	Recognised in SOI	
Opening Balance			Closing Balance
-----Rupees-----			

**Movement for the year ended June 30, 2023**

Deferred tax liabilities on taxable temporary differences arising in respect of:				
- Property, plant and equipment	82,330,583	40,069,963	-	122,400,546
- Surplus on revaluation of assets	169,161,483	(18,950,612)	-	150,210,871
Deferred tax assets on deductible temporary differences arising in respect of:				
- staff gratuity	(5,116,511)	(5,053,793)	-	(10,170,304)
- investment credit	(12,235,610)	-	-	(12,235,610)
- unabsorbed tax losses	(21,968,228)	(99,165,881)	-	(121,134,109)
	<b>212,171,717</b>	<b>(83,100,323)</b>	<b>-</b>	<b>129,071,394</b>



Opening Balance	Deferred tax recognised in		Closing Balance
	Recognised in Statement of Profit or loss	Recognised in SOCI	
-----Rupees-----			

**Movement for the year ended June 30, 2022**

Deferred tax liabilities on taxable

temporary differences arising in respect of:

- property, plant and equipment	69,758,918	12,571,665	-	82,330,583
- Surplus on revaluation of assets	102,653,743	(5,692,937)	72,200,677	169,161,483

Deferred tax assets on deductible

temporary differences arising in respect of:

- staff gratuity	(6,848,234)	1,731,723	-	(5,116,511)
- investment credit	(12,235,610)	-	-	(12,235,610)
- unabsorbed tax losses	(21,968,228)	-	-	(21,968,228)
	<u>131,360,589</u>	<u>8,610,451</u>	<u>72,200,677</u>	<u>212,171,717</u>

**19.2 Provision for Gas Infrastructure Development Cess(GIDC)**Provision for GIDC  
Less: Current portion**2023**  
**Rupees****2022**  
**Rupees**

-	38,456,401
-	(38,456,401)
-	-

On August 13, 2020 the Supreme Court of Pakistan (SCP) through its order declared GIDC Act an intra vires to the constitution and directed all the industrial and commercial entities to pay the Cess that have become due up to July 31, 2020. However, as a concession, the same was allowed to be recovered in twenty four equal monthly installments starting from August 01, 2020. The Company has been granted stay by High Court through its order September 09, 2021 from making those installments.

The Company opted to recognize the Cess as payable in twenty four equal monthly installments is in accordance with the provision of IAS 37.

**19.3 DEFERRED GRANT**

As mentioned in note 17.2, the State Bank of Pakistan (SBP) through circular no. 6 dated April 10, 2020 introduced a 'Refinance Scheme for Payment of Wages and Salaries to Workers and Employees of Business Concern (the Refinance Scheme). The purpose of the Refinance Scheme is to provide relief to dampen the effects of COVID- 19 by providing loans at concessional interest rates. The Company obtained financing of Rs. 122.64 million under the Refinance Scheme. The benefit of below market interest rates, measured as the difference between the fair value of loan and loan proceeds on the date of disbursement has been recognised as deferred grant. The deferred grant is amortized over the term of the loan i.e., 2.5 years. In line with the recognition of interest expense, the grant is compensatory.

The movement during the year is as follows:

	<b>2023</b>	<b>2022</b>
	<b>Rupees</b>	<b>Rupees</b>
As at July 01	<b>212,869</b>	3,967,711
Recognized during the year	-	-
Amortized during the year	<b>(212,869)</b>	(3,754,842)
As at June 30	<u>-</u>	<u>212,869</u>
Less: Current portion	-	(212,869)
Non current portion	-	-



		2023 Rupees	2022 Rupees
<b>20. TRADE AND OTHER PAYABLES</b>	<b>Note</b>		
Creditors		343,858,906	160,878,102
Accrued liabilities		175,133,370	116,445,966
Gratuity payable	20.1	35,070,015	16,504,875
Workers' profit participation fund	20.2	14,328,588	11,761,067
Workers' welfare fund		14,857,112	14,857,112
Current portion of provision for GIDC	19.2	-	38,456,401
Advance from customer		45,591,743	10,915,597
Tax deducted at source		27,926,922	5,747,078
Sales Tax Payable		8,293,229	10,619,614
Other payables		60,000	7,180,361
		<b>665,119,885</b>	<b>393,366,173</b>
<b>20.1 Gratuity payable</b>			
Opening balance		16,504,875	23,614,600
Charged during the year		26,005,515	17,922,408
Payment made during the year		(7,440,375)	(25,032,133)
Closing balance		<b>35,070,015</b>	<b>16,504,875</b>
<b>20.2 Workers Profit Participation Fund</b>			
Opening balance		11,761,067	14,851,797
Interest on funds utilized in company's business		2,567,521	410,935
Allocation for the period / year		-	11,761,067
Paid during the year		-	(15,262,732)
Closing balance		<b>14,328,588</b>	<b>11,761,067</b>
<b>21. ACCRUED MARKUP</b>			
Short term borrowings		63,889,221	13,729,055
Long term borrowings		5,910,478	5,412,369
		<b>69,799,699</b>	<b>19,141,424</b>
<b>22. SHORT TERM BORROWINGS</b>			
<b>Secured</b>			
Cash Finance	22.1	709,487,025	546,826,000
Running finance	22.2	399,386,155	266,956,709
		<b>1,108,873,180</b>	<b>813,782,709</b>
<b>22.1</b>	Cash finance facilities have been obtained from Bank Al Habib Limited, Habib Bank Limited, Habib Metro Bank Limited, United Bank Limited, Askari Bank Limited and Samba Bank Limited having limit aggregate to Rs. 975 million of which facilities remain unutilized at the year end amounts to Rs.265.11 million. These facilities are obtained for working capital requirements, and are secured against pledge of cotton bales, fiber, and yarn in lock and key under bank's muccaddum and promissory note along with personal guarantee of directors with PNWS. These facilities carry mark up at the rates ranging from 14.91% to 23.20% per annum (2022: 9.36% to 14.93% per annum).		
<b>22.2</b>	Running finance facilities have been obtained from Bank Al Habib Limited, Habib Bank Limited, Habib Metro Bank Limited, United Bank Limited, Askari Bank Limited and Samba Bank Limited having limit aggregate to Rs. 400 million of which facilities remain unutilized at the year end amounts to Rs. 53.25 million. These facilities are obtained for working capital requirements and are secured against cotton bales, personal guarantee of directors, joint pari passu charge over current assets of the company and pledge of stocks. These facilities carry mark up at the rates ranging from 12.89% to 23.48% per annum (2022: 8.58% to 15.06% per annum).		



	<b>2023</b> <b>Rupees</b>	<b>2022</b> <b>Rupees</b>
<b>23. PROVISION FOR TAXATION</b>	<b>50,334,653</b>	66,009,771
<b>24. CONTINGENCIES AND COMMITMENTS</b>		
<b>Contingencies</b>		
<b>24.1</b> The Company has filed a writ petition against water and sanitation agency (WASA) Multan regarding special notice dated December 22, 2004 in which the authority has demanded a sum of Rs. 4.1 million of the arrears of water effluent discharge. The Company is of opinion that it is a spinning mill and has not undertaken a job of weaving and finishing so there is no effluent discharge of water from the unit. The Lahore High Court through order no. C.M.No.2 of 2004 had ordered that impugned notice shall remain suspended till final order.		
<b>24.2 Commitments</b>		
Letter of guarantee issued by Habib bank limited to SNGPL of Rs. 37.5 million and by Bank Al Habib to WAPDA of Rs. 13.11 million on behalf of the Company outstanding as at June 30, 2023. This aggregates to Rs. 50.61 million (2022: Rs. 50.61 million).		
	<b>2023</b> <b>Rupees</b>	<b>2022</b> <b>Rupees</b>
Letter of credit	<b>107,899</b>	259,545,631

<b>25. REVENUE FROM CONTRACTS</b>	<b>Note</b>	<b>2023 Rupees</b>	<b>2022 Rupees</b>
Local			
- Yarn		<b>4,233,988,497</b>	5,568,024,930
- Viscose		<b>71,679,762</b>	-
- Polyester		<b>20,858,656</b>	-
- Waste		<b>38,917,033</b>	24,571,457
		<b>4,365,443,948</b>	5,592,596,387
Sales tax on local sale			
- Yarn		<b>(569,930,301)</b>	(761,821,827)
- Waste		<b>(19,708,033)</b>	(3,570,212)
		<b>3,775,805,614</b>	4,827,204,348
<b>26. COST OF GOODS SOLD</b>			
Raw materials consumed	26.1	<b>2,925,418,605</b>	3,478,110,220
Fuel and power		<b>449,212,304</b>	470,578,594
Salaries, wages and benefits	26.2	<b>321,232,199</b>	348,260,391
Depreciation	5.2	<b>57,106,522</b>	43,000,653
Stores and spares consumed		<b>47,388,436</b>	57,479,470
Packing material consumed		<b>42,345,359</b>	49,503,488
Insurance		<b>9,578,745</b>	2,426,279
Repairs and maintenance		<b>2,189,541</b>	5,131,387
		<b>3,854,471,711</b>	4,454,490,482
<b>Adjustment of work in process</b>			
Opening stock		<b>28,496,209</b>	20,204,588
Closing stock		<b>(40,802,995)</b>	(28,496,209)
		<b>(12,306,786)</b>	(8,291,621)
Cost of goods manufactured		<b>3,842,164,925</b>	4,446,198,861
<b>Finished goods</b>			
Opening stock		<b>146,017,087</b>	44,310,456
Purchases		<b>-</b>	27,220,000
Closing stock	26.3	<b>(356,947,893)</b>	(146,017,087)
		<b>(210,930,806)</b>	(74,486,631)
		<b>3,631,234,119</b>	4,371,712,230
<b>26.1 Raw materials consumed</b>			
Opening stock		<b>134,226,571</b>	189,624,854
Purchases (including direct expenses) - Net		<b>3,327,473,599</b>	3,421,407,309
		<b>3,461,700,170</b>	3,611,032,163
Closing stock		<b>(537,024,026)</b>	(134,226,571)
		<b>2,924,676,144</b>	3,476,805,592
Cotton cess		<b>742,461</b>	1,304,628
		<b>2,925,418,605</b>	3,478,110,220

**26.2** Salaries, wages and benefits include Rs. 24.42 million (2022: Rs. 16.85 million) in respect of gratuity.

**26.3** It includes waste stock amounting to Rs. 9.06 million (2022: Rs. 1.87 million).

**27. OTHER INCOME**

	<b>2023</b> <b>Rupees</b>	<b>2022</b> <b>Rupees</b>
Gain on investment	2,107,883	-
Gain on sale of property, plant and equipment	17,025,428	-
	<b>19,133,311</b>	<b>-</b>

**28. DISTRIBUTION AND MARKETING EXPENSES**

	<b>2023</b> <b>Rupees</b>	<b>2022</b> <b>Rupees</b>
Commission on sale of yarn	20,822,129	31,835,445
Salaries of sales staff	7,251,270	5,978,000
	<b>28,073,399</b>	<b>37,813,445</b>

**29. ADMINISTRATIVE EXPENSES**

	<b>2023</b> <b>Rupees</b>	<b>2022</b> <b>Rupees</b>
Directors' remuneration	31,710,899	29,755,580
Salaries and benefits	21,339,676	21,925,212
Vehicles running and maintenance	12,978,144	10,722,670
Depreciation	3,529,061	3,557,398
Travelling and conveyance	954,043	9,733,817
Communication	2,279,314	2,083,421
Auditors' remuneration	1,935,000	1,510,000
Legal and professional	3,965,364	2,949,993
Fee and subscription	1,843,928	2,741,842
Insurance	1,506,731	1,024,465
Printing and stationery	1,328,565	1,722,945
Entertainment	1,242,353	1,015,257
Rent, rates and taxes	641,042	451,331
Donation	1,050,000	5,000
Repairs and maintenance	385,645	517,597
Advertisement	118,250	133,050
Others	560,254	997,417
	<b>87,368,269</b>	<b>90,846,995</b>

**29.1** Salaries and benefits include Rs. 1.58 million (2022: Rs. 1.5 million) in respect of gratuity.

**29.2** This includes directors' travelling amounting to Rs. 0.16 million (2022: Rs. 9.15 million).

**29.3 AUDITORS' REMUNERATION**

	<b>2023</b> <b>Rupees</b>	<b>2022</b> <b>Rupees</b>
- Statutory audit fee	1,150,000	850,000
- Half yearly review	200,000	200,000
- Review report on compliance with CCG	100,000	100,000
- Certificate for CDC and free float shares	200,000	200,000
- Income tax return fee	125,000	-
- Out of pocket expenses	160,000	160,000
	<b>1,935,000</b>	<b>1,510,000</b>

**30. OTHER EXPENSES**

Workers' Profit Participation Fund	-	11,761,067
Workers' Welfare Fund	-	4,469,205
Unrealized loss	81,390	-
	<b>81,390</b>	<b>16,230,272</b>



		<b>2023</b>	<b>2022</b>
		<b>Rupees</b>	<b>Rupees</b>
<b>31. FINANCE COST</b>			
Mark up on short term borrowings		204,992,091	60,684,340
Mark up on long term borrowings		28,309,484	17,976,643
Bank and other charges		12,603,331	12,257,586
Bank guarantee commission		378,707	766,253
Interest on Workers' Profit participation fund		2,567,521	410,935
		<u>248,851,134</u>	<u>92,095,757</u>
<b>32. TAXATION</b>			
		<b>2023</b>	<b>2022</b>
		<b>Rupees</b>	<b>Rupees</b>
Current			
- for the year		47,197,570	66,009,771
Deferred tax	19.1	<u>(83,100,323)</u>	8,610,451
		<u>(35,902,753)</u>	<u>74,620,222</u>
<b>32.1 Relationship between tax expense and accounting profit</b>			
		<b>2023</b>	<b>2022</b>
Applicable tax rate		29%	29%
Profit before tax		(200,669,386)	218,505,649
Tax on accounting profit before tax		(58,194,122)	63,366,638
Income chargeable to tax at lower rate		105,391,692	2,643,133
Effect due to permanent differences		(24,322,593)	(17,718,065)
Effect of deferred tax		(83,100,323)	8,610,451
Others		24,322,593	17,718,065
Taxation		<u>(35,902,753)</u>	<u>74,620,222</u>
<b>32.2</b> The Company has filed Income Tax Return up to tax year 2022 which is deemed assessed as per Income Tax Ordinance, 2001.			
<b>33 EARNINGS PER SHARE</b>			
(Loss) / profit for the year	<b>Rupees</b>	<u>(164,766,633)</u>	<u>143,885,427</u>
Weighted average number of ordinary shares	<b>Number</b>	<u>800,000</u>	<u>800,000</u>
(Loss) / earnings per share - basic and diluted	<b>Rupees</b>	<u>(205.96)</u>	<u>179.86</u>
<b>33.1</b> There is no dilutive effect on the basic profit per share of the Company.			

### 34 FINANCIAL RISK MANAGEMENT

34.1 The Company has exposure to the following risks from its use of financial instruments:

Credit risk  
Liquidity risk  
Market risk

This note presents information about the Company's exposure to each of the above risks, the Company's objectives, policies and processes for measuring and managing risk, and the Company's management of capital. Further quantitative disclosures are included throughout these financial statements.

The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Board is responsible for developing and monitoring the Company's risk management policies.

The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations. All derivative activities for risk management purposes are carried out by specialist teams that have the appropriate skills, experience and supervision. It is the Company's policy that no trading in derivatives for speculative purposes shall be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks.

The Company's Audit Committee oversees how management monitors compliance with the Company's risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the Company. The Audit Committee is assisted in its oversight role by Internal Audit. Internal Audit undertakes both regular and ad-hoc reviews of risk management controls and procedures, the results of which are reported to the Audit Committee.

#### 34.2 Credit risk and concentration of credit risk

Credit risk represents the accounting loss that would be recognized at the reporting date if counter parties fail completely to perform as contracted. Out of the total financial assets of Rs. 433.78 million (2022: Rs. 568.98 million), the financial assets which are subject to credit risk amounted to Rs. 433.78 million (2022: Rs. 568.98 million). The Company manages credit risk in trade debts by assigning credit limits to its customers and thereby does not have significant exposure to any individual customer.

Credit risk of the Company arises principally from the trade debts, loans and advances and bank balances. The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date is as follows:

##### Financial assets

	<b>2023</b>	<b>2022</b>
	<b>Rupees</b>	<b>Rupees</b>
Long term deposits	<b>5,337,497</b>	5,337,497
Trade debts	<b>406,488,578</b>	553,294,725
Loans and advances	<b>3,145,154</b>	2,145,781
Other financial assets	<b>14,918,610</b>	-
Trade deposit	<b>1,605,311</b>	1,605,311
Cash and bank balances	<b>2,181,905</b>	6,603,225
	<b>433,677,055</b>	568,986,539

##### 34.2.1 Credit risk related to receivables

The Company has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Company's exposure is continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties. Credit exposure is controlled by counterparty limits that are reviewed and approved by the management annually.



Trade debts consist of a large number of diversified customers. Ongoing credit evaluation is performed on the financial condition of accounts receivable and, where appropriate, provision is made. The Company does not have any significant credit risk exposure to any single counterparty or any Company of counterparties having similar characteristics. The Company defines counterparties as having similar characteristics if they are related entities.

**34.2.2 Credit risk related to bank balances**

In respect of bank balances, credit risk on bank balances is limited as they are placed with local banks having good credit ratings assigned by credit rating agencies.

	Rating		Rating agency
	Short term	Long term	
The Bank of Punjab	A1+	AA+	PACRA
Askari Bank Limited	A1+	AA+	PACRA
Allied Bank Limited	A1+	AAA	PACRA
BankIslami Pakistan Limited	A1	AA-	PACRA
Bank Alfalah Limited	A1+	AA+	PACRA
Bank Al Habib Limited	A1+	AAA	PACRA
Faysal Bank Limited	A1+	AA	PACRA
Habib Bank Limited	A-1+	AAA	VIS
Habib Metropolitan Bank Limited	A1+	AA+	PACRA
United Bank Limited	A-1+	AAA	VIS
National Bank of Pakistan	A1+	AAA	PACRA
MCB Bank Limited	A1+	AAA	PACRA

**34.3 Liquidity risk management**

Ultimate responsibility for liquidity risk management rests with the board of directors, which has established an appropriate liquidity risk management framework for the management of the Company's short, medium and long term funding and liquidity management requirements. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows and by matching the maturity profiles of financial assets and liabilities. Note 32.3.2 below sets out details of additional unutilized facilities that the Company has at its disposal to further reduce liquidity risk.

**34.3.1 Liquidity and interest risk table**

The following tables detail the Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The tables include both interest and principal cash flows. To the extent that interest flows are floating rate, the undiscounted amount is derived from interest rate curves at the end of the reporting period. The contractual maturity is based on the earliest date on which the Company may be required to pay.

	Weighted average effective rate	Upto 1 year	1 - 5 years	Total
		Rupees	Rupees	Rupees
<b>June 30, 2023</b>				
<b>Financial liabilities</b>				
<b>Interest bearing</b>				
Long term loans	12.97% to 18.57%	45,758,724	214,740,876	260,499,600
Short term borrowings	12.89% to 23.48%	1,110,917,097	-	1,110,917,097
<b>Non interest bearing</b>				
Unclaimed dividend		1,029,630	-	1,029,630
Accrued markup		69,799,699	-	69,799,699
Trade and other payables		519,052,276	-	519,052,276
		<b>1,746,557,426</b>	<b>214,740,876</b>	<b>1,961,298,302</b>

<b>June 30, 2022</b>	<b>Weighted Average effective rate</b>	<b>Upto 1 year</b>	<b>1 - 5 years</b>	<b>Total</b>
		<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>
<b>Financial liabilities</b>				
<b>Interest bearing</b>				
Long term loans	2% to 12.97%	69,661,705	193,639,600	263,301,305
Short term borrowings	8.27% to 15.56%	813,782,709	-	813,782,709
<b>Non interest bearing</b>				
Unclaimed dividend		987,863	-	987,863
Accrued markup		19,141,424	-	19,141,424
Trade and other payables		277,324,068	-	277,324,068
		<b>1,180,897,769</b>	<b>193,639,600</b>	<b>1,374,537,369</b>

### 34.3.2 Financing facilities

Secured bank loan facilities with various maturity dates which may be extended by mutual agreement:

	<b>2023</b>	<b>2022</b>
	<b>Rupees</b>	<b>Rupees</b>
- amount utilized	<b>1,108,873,180</b>	813,782,709
- amount unutilized	<b>91,126,820</b>	386,217,291

### 34.4 Market risk management

Market Risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters while optimizing returns.

#### 34.4.1 Interest rate risk management

Interest / markup rate risk arises from the possibility that changes in interest / markup rates will affect the value of financial instruments. The Company has significant amount of interest based financial assets and financial liabilities which are largely based on variable interest / markup rates, therefore the Company has to manage the related finance cost which exposes it to the risk of 3 months and 6 months KIBOR. Since the impact on interest rate exposure is significant to the Company, management is considering the

#### 34.4.2 Interest rate sensitivity

If interest rates had been 100 basis points higher / lower and all other variables were held constant, the Company's (loss) / profit for the year ended June 30, 2023 would increase / decrease by Rs. 13.68 million (2022: Rs. 10.85 million). This is mainly attributable to the Company's exposure to interest rates on its variable rate borrowings.

The Company does not recognized any fixed rate financial assets and liabilities at fair value through profit and loss therefore, a change in interest rate would not affect Statement of profit or loss.

#### 34.4.3 Foreign exchange risk management

Foreign currency risk arises mainly where receivables and payables exist due to transactions with foreign undertakings and balances held in foreign currency. However, the Company is not exposed to foreign currency risk on assets and liabilities as it does not have foreign debtors or creditors.

#### 34.4.4 Equity price risk management

The Company is not exposed to equity price risks arising from equity investments as the Company has no such investment held for trading purpose.

### 34.5 Determination of fair values

#### Fair value of financial instruments

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arms length transaction other than in a forced or liquidation sale.

The carrying values of all financial assets and liabilities reflected in the financial statements approximate their fair values.

### 34.6 Fair value estimation

IFRS 13 requires fair value measurement disclosures using following three level fair value hierarchy that reflects the significance of the inputs used in measuring fair value of financial instruments.

Information about fair value hierarchy and asset classified under the hierarchy as follows.

- **Level 1**; Quoted prices (unadjusted) in active market for identical assets or liabilities.
- **Level 2**: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derive from prices). The Company has no items to report in this level.
- **Level 3**: Inputs for asset or liability that are not based on observable market data (unobservable inputs).

#### 34.6.1 Fair value of non-financial asset measured at fair value

##### Fair value of property, plant and equipment

The company's Land-Freehold, Building on Free-hold Land, Plant & Machinery, Electric Installation, Power house at revalued amount, being fair value at the date of revaluation using market basis, less any subsequent depreciation and subsequent impairment losses, if any. The fair value measurement of the company's Free-hold Land, Plant & Machinery, Electric Installation and Power house as at June 30, 2022 were performed by K.G. (Private) Limited (valuer), an independent valuer is listed on panel of Pakistan Banks Association with proper qualification and experience in the fair value measurement of property, plant and equipment.

	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
<b>As at June 30, 2023</b>				
Freehold land	-	805,943,000	-	805,943,000
Building freehold land	-	359,691,789	-	359,691,789
Plant & machinery	-	1,010,674,921	-	1,010,674,921
Power house	-	80,304,021	-	80,304,021
	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
<b>As at June 30, 2022</b>				
Freehold land	-	805,943,000	-	805,943,000
Building freehold land	-	306,391,238	-	306,391,238
Plant & machinery	-	632,550,000	-	632,550,000
Power house	-	85,000,000	-	85,000,000

The fair value of of financial instruments are approximate to their carrying value. There were no transfer between levels of fair value hierarchy during the year.

### 34.7 Financial instruments by category

The Company finances its operation through equity, borrowings and management of working capital with a view to maintaining an approximate mix between various sources of finance to minimize risk. Taken as a whole, the Company's risk arising from financial instruments is limited as there is no significant exposure to price and cash flow risk in respect of such instruments.

The accounting policies for financial instruments have been applied for line items as below:

	2023 Rupees	2022 Rupees
<b>Assets categorized at amortized cost</b>		
Long term deposits	5,337,497	5,337,497
Trade debts	406,488,578	553,294,725
Loans and advances	3,145,154	2,145,781
Other financial assets	14,918,610	-
Trade deposit	1,605,311	1,605,311
Cash and bank balances	2,181,905	6,603,225
	<b>433,677,055</b>	<b>568,986,539</b>

	<b>2023</b>	<b>2022</b>
	<b>Rupees</b>	<b>Rupees</b>
<b>Liabilities categorized at amortized cost</b>		
Long term loan	<b>314,842,898</b>	155,161,705
Short term borrowings	<b>1,108,873,180</b>	813,782,709
Trade and other payables	<b>519,052,276</b>	293,828,943
Unclaimed dividend	<b>1,029,630</b>	987,863
Accrued markup	<b>69,799,699</b>	19,141,424
	<b>2,013,597,683</b>	1,282,902,644

### 35. CAPITAL MANAGEMENT DISCLOSURE

The Company's objectives, policies and processes for managing capital are as follows:

- The Company is not subject to any externally imposed capital requirements.
- The Company's objectives when managing capital are to safeguard the company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.
- Consistently with others in the industry, the company monitors capital on the basis of the debt-to-adjusted capital ratio. This ratio is calculated as net debt divided by adjusted capital. Net debt is calculated as total debt (as shown in the SOFP) less cash and cash equivalents. Adjusted capital comprises all components of equity (i.e., share capital and unappropriated profit).
- The debt-to-adjusted capital ratios at June 30 were as follows:

	<b>2023</b>	<b>2022</b>
	<b>Rupees</b>	<b>Rupees</b>
Total debt	<b>1,380,001,271</b>	1,077,084,014
Less: Cash and cash at Bank	<b>(2,181,905)</b>	(6,603,225)
Net debt	<b>1,377,819,366</b>	1,070,480,789
Total equity	<b>1,673,240,407</b>	1,738,807,040
Adjusted capital	<b>3,051,059,773</b>	2,809,287,829
Debt-to-adjusted capital ratio	<b>45.16%</b>	38.11%

### 36. REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES

<b>Particulars</b>	<b>Managerial remuneration</b>		<b>Utilities</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
	----- Rupees -----			
Chief Executive	<b>9,000,000</b>	9,000,000	<b>2,434,232</b>	4,195,019
Directors	<b>16,200,000</b>	16,200,000	<b>7,186,849</b>	4,620,561
Executive	<b>6,398,645</b>	6,000,000	-	-
	<b>31,598,645</b>	31,200,000	<b>9,621,081</b>	8,815,580

#### 36.1 Particulars

	<b>No of persons</b>	
	<b>2023</b>	<b>2022</b>
Chief Executive	1	1
Directors	2	2
Executive	2	2

**36.2** During the year, meeting fee of Rs. 1,080,000 (2022: Rs. 750,000) was paid to the directors.

**36.3** The Chief Executive and directors are also provided with the Company owned and maintained cars and telephones at their residences.



**37. TRANSACTIONS WITH RELATED PARTIES**

The related parties comprise associated undertakings, directors of the Company and key management personnel. The Company in the normal course of business carries out transactions with various related parties. There are no related party transactions except for the remuneration of directors and key management personnel as disclosed in note 33.

<b>38. PLANT CAPACITY AND ACTUAL PRODUCTION</b>	<b>2023</b>	<b>2022</b>
Number of spindles installed	<b>46,488</b>	38,232
Number of spindles worked	<b>46,488</b>	38,232
Number of shifts worked	<b>592</b>	1,057
Capacity of yarn at 20's count		
on the basis of utilization	<b>Kgs 11,479,922</b>	16,220,207
Actual production of yarn at 20's count	<b>Kgs 11,366,985</b>	16,027,605

**Reasons for increase**

It is difficult to describe precisely the production capacity in spinning mills since it fluctuates widely depending on various factors such as count of yarn spun, spindles speed, twist and raw materials used, etc. It also varies according to the pattern of production adopted in a particular year.

**39. NUMBER OF EMPLOYEES**

	<b>2023</b>	<b>2022</b>
	<b>Number</b>	
Total number of employees	<b>986</b>	<b>974</b>
Average number of employees during the year	<b>923</b>	<b>972</b>

**40. RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES**

	<b>At June 30, 2022</b>	<b>Cash inflows</b>	<b>Cash outflows</b>	<b>At June 30, 2023</b>
	<b>----- Rupees -----</b>			
Long term loans	263,301,305	66,860,000	(69,661,705)	399,823,010
Short term borrowings	813,782,709	7,002,619,116	(6,707,528,644)	14,523,930,469
Lease liabilities	15,606,211	-	(4,977,720)	10,628,491
Unclaimed dividend	987,863			
	<b>1,093,678,088</b>	<b>7,069,479,116</b>	<b>(6,782,168,069)</b>	<b>14,934,381,970</b>

**41. CORRESPONDING FIGURES**

The preparation and presentation of these financial statements for the year ended June 30, 2023 is in accordance with the requirements of IFRSs.

**42. DATE OF AUTHORIZATION FOR ISSUE**

These financial statements were approved and authorized for issue by the Board of Directors of the Company in its meeting held on October 06, 2023

**43. GENERAL**

Figures in the financial statements have been rounded-off to the nearest rupee except stated otherwise.

Sd/-  
Mian Muhammad Alamgir Jamil Khan  
Chief Executive Officer

Sd/-  
Mian Idrees Ahmed Sheikh  
Director

Sd/-  
Sohail Nadeem  
Chief Financial Officer

**PATTERN OF SHAREHOLDING OF THE SHAREHOLDERS  
OF THE COMPANY AS ON JUNE 30, 2023**

Number of Shareholders	Shareholding From	To	Total Shares held	Percentage of Total Capital
120	1	100	5,378	0.67
17	101	500	4,170	0.52
6	501	1,000	5,200	0.65
11	1,001	5,000	32,481	4.06
2	5,001	10,000	15,772	1.97
1	10,001	15,000	10,064	1.26
6	15,001	20,000	111,326	13.92
2	20,001	25,000	43,574	5.45
2	25,001	30,000	55,058	6.88
2	30,001	35,000	64,316	8.04
0	35,001	40,000	0	0.00
2	40,001	45,000	88,006	11.00
0	45,001	50,000	0	0.00
4	50,001	70,000	242,873	30.36
0	70,001	100,000	0	0.00
1	100,001	125,000	121,782	15.22
<b>176</b>			<b>800,000</b>	<b>100.00</b>

Serial Number	Categories of Shareholders	Number of Shareholders	Number of Shares held	Percentage
1	Individuals	170	799,745	99.97
2	Joint Stock Companies	2	150	0.02
3	Investment Companies	2	100	0.01
4	Others	2	5	0.00
<b>TOTAL</b>		<b>176</b>	<b>800,000</b>	<b>100.00</b>

**Trade in shares of the company carried out by a Director, CEO or Executive, their spouses, minor children and substantial shareholders during 2022-23**

S.No.	Name of Person with Description	Detail of Transaction					
		Date	Nature	No. of Shares	Rate (PKR)	Form of Share Certificates	Market
1	Mr. Idrees Ahmed Sheikh (Director)	18.10.2022	Other-In	93,571	10/-	Physical	N/A
2	Mrs. Misbah Idrees Sheikh (Director)	18.10.2022	Other-In	46,034	10/-	Physical	N/A
3	Miss. Bisma Idrees Sheikh	18.10.2022	Other-In	4,350	10/-	Physical	N/A

Except the detail given above no trade in shares was reported by a Director, CEO or Executive, their spouses, minor children and substantial shareholders from July 1, 2022 to June 30, 2023 in the shares of the Company.



**PATTERN OF SHAREHOLDING  
AS ON JUNE 30, 2023**

**ADDITIONAL INFORMATION**

Shareholders' Category	Number of Shareholders	Number of Shares held	Percentage of Shares held
<b>Directors, Chief Executive Officer and their spouse and minor Children</b>			
<b>DIRECTORS</b>			
Mian Muhammad Jamil	1	61,000	7.63
Mrs. Nusrat Jamil	1	65,376	8.17
Mian Tauqir Ahmed Sheikh	1	34,166	4.27
Mian Idrees Ahmed Sheikh	1	121,782	15.22
Mrs. Bushra Tauqir	1	23,404	2.93
Mrs. Misbah Idrees Sheikh	1	56,034	7.00
Mr. Muhammad Umar Farooq	1	43,850	5.48
Mr. Javed Musarrat	1	2,500	0.31
Mr. Abdul Rehman Qureshi	1	2,500	0.31
Mr. Imran Hussain	1	2,500	0.31
<b>CHIEF EXECUTIVE OFFICER</b>			
Mr. Mohammad Alamgir Jamil Khan	1	60,463	7.56
<b>Directors'/C.E.O's Spouses &amp; Minor Children</b>			
Mrs. Sarah Hajra Khan	1	19,520	2.44
Mr. Mohammad Hadi Alamgir Khan through his mother Mrs. Sarah Hajra Khan (Minor)	1	1,665	0.21
<b>Associated Companies, Undertakings and Related Parties</b>		NIL	-
<b>NIT and ICP</b>			
Investment Corporation of Pakistan	2	100	0.01
Banks Development Financial Institutions, Non Banking Financial Institutions		NIL	-
Insurance Companies		NIL	-
Modarabas and Mutual Funds		NIL	-
<b>General Public- a. Local</b>	92	10,367	1.30
<b>b. Foreign</b>		NIL	-
Central Depository Company of Pakistan Limited	44	2,851	0.36
<b>Others (Sponsors and other relatives)</b>	25	291,922	36.49
<b>TOTAL</b>	<b>176</b>	<b>800,000</b>	<b>100.00</b>
<b>Shareholders holding 10% or more voting interest</b>			
Mian Idrees Ahmed Sheikh	1	121,782	15.22



**CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED  
PATTERN OF SHAREHOLDING  
AS ON JUNE 30, 2023**

Number of Shareholders	Shareholding		Total Number of Shares held
	From	To	
41	1	100	761
1	101	500	120
1	501	1,000	950
1	1001	5,000	1,020
----- <b>44</b>			----- <b>2,851</b>

Categories of Shareholders	Number of Shareholders	Number of Shares held	Percentage
Individuals	40	2,696	94.56
Joint Stock Companies	2	150	5.26
Others	2	5	0.18
	<b>44</b>	<b>2,851</b>	<b>100.00</b>

### بورڈ کی ترکیب

مالیاتی سال ختمہ 30 جون 2023ء کے دوران کمپنی کے بورڈ آف ڈائریکٹرز آٹھ (8) مرد حضرات اور تین (3) خواتین پر مشتمل تھے، جن کی تفصیل درج ذیل ہے۔

3	خود مختار ڈائریکٹرز
2	غیر انتظامی ڈائریکٹرز
3	انتظامی ڈائریکٹرز
3	خواتین غیر انتظامی ڈائریکٹرز
11	ڈائریکٹران کی کل تعداد

**اڈیٹرز:** میسرز یوسف عادل چارٹرڈ اکاؤنٹنٹس، ملتان ریٹائر ہو گئے ہیں اور انہوں نے اپنی فرم کو دوبارہ تعیناتی کے لیے پیش کیا ہے۔ کمپنی کی آڈٹ کمیٹی نے آئندہ سالانہ اجلاس عام میں آئی۔ سی۔ اے۔ پی (ICAP) کے معیار کے مطابق معاوضے کے ساتھ مالیاتی سال 2023-24 کے لئے میسرز یوسف عادل چارٹرڈ اکاؤنٹنٹس، ملتان کی دوبارہ تعیناتی بطور ایڈیٹرز تجویز کی ہے۔

**حصص داری کا اسلوب:** کمپنی کا 30 جون 2023ء کا حصص داری کا اسلوب لف کر دیا گیا ہے۔

### اکٹانچوف (اعتراف):

آپ کے ڈائریکٹران تمام متعلقہ مالیاتی اداروں اور اپنے بینکوں بشمول میسرز حبیب بینک لمیٹڈ، میسرز بینک الحیب لمیٹڈ، میسرز حبیب میٹروپولیٹن بینک لمیٹڈ، میسرز یونائیٹڈ بینک لمیٹڈ، میسرز عسکری بینک لمیٹڈ اور میسرز سامبا بینک لمیٹڈ کے تعاون کو سراہتے ہیں اور اس امید کی خواہش کا اظہار کرتے ہیں کہ تمام بینک مستقبل میں بھی اس تعاون کو جاری رکھیں گے۔

آپ کے ڈائریکٹران سال کے دوران ملز کے آپریشنز میں ملازمین کے کردار اور ان کی مخلصانہ کوششوں کو بھی سراہتے ہیں اور ہم اپنے تمام قابل قدر صارفین، اسٹیک ہولڈرز کا کمپنی سے وابستگی پر شکر یہ ادا کرتے ہیں اور آنے والے سالوں میں بھی ان کے ساتھ مزید کامیابیاں بانٹنے کے منتظر ہیں۔

محکم بورڈ آف ڈائریکٹرز

دستخط	دستخط	ملتان۔ بتاریخ 06 اکتوبر 2023ء
میاں اورس احمد شیخ۔ ڈائریکٹر	محمد عالمگیر جمیل خان۔ چیف ایگزیکٹو آفیسر	

ہمیشہ جاری رہنے والا کاروبار:

کمپنی کی مالی حالت نہ صرف اچھی ہے بلکہ اس بات کو یقینی بناتی ہے کہ اس کا کاروبار پروان چڑھتا رہے گا۔

کوئی پرانے بقایا جات نہیں ہیں:

عمومی اور روزمرہ بقایا جات کے علاوہ ٹیکس، محصول اور وصولیوں کی مد میں کوئی پرانے بقایا جات نہیں ہیں۔

تفصیل ہائی لائٹس:

ساتھ چھ سالوں کا بنیادی پیداواری اور مالیاتی مواضعیمہ ایک میں دیا گیا ہے۔

بورڈ کے اجلاس:

سال ختم 30 جون 2023ء کے دوران بورڈ آف ڈائریکٹرز کے سات (7) اجلاس منعقد ہوئے۔ ہر ایک ڈائریکٹر کی حاضری نیچے دی گئی ہے۔

ڈائریکٹر کا نام	تعداد حاضری اجلاس
مسز نصرت جمیل	7
میاں محمد جمیل	7
مسٹر محمد عالمگیر جمیل خان	7
میاں توقیر احمد شیخ	7
میاں ادلیس احمد شیخ	6
مسز بشری توقیر	7
مسز مصباح ادلیس شیخ	6
مسز محمد عرفان	6
مسٹر جاوید مسرت	7
مسٹر عبدالرحمن قریشی	7
مسٹر عمران حسین	7

مالیاتی سال ختم 30 جون 2023ء کے دوران آڈٹ کمیٹی کی چار (4) اجلاس منعقد ہوئے ہر ایک ممبر کی حاضری درج ذیل ہے:

ممبر کا نام	حاضری
مسٹر جاوید مسرت	4
مسز نصرت جمیل	4
مسٹر عبدالرحمن قریشی	2

ایچ آر اینڈ آر کمیٹی کی مالیاتی سال ختم 30 جون 2023ء کے دوران ایک (1) اجلاس منعقد ہوا۔ ہر ایک ممبر کی حاضری درج ذیل ہے۔

ممبر کا نام	حاضری
مسٹر عبدالرحمن قریشی	1
مسٹر محمد عالمگیر جمیل خان	1
مسز مصباح ادلیس شیخ	1

## مستقبل کے رجحانات:

ہر کاروباری ترقی اور کامیابی کا انحصار حکومت کی مروجہ پالیسی پر ہوتا ہے۔ موجودہ حالات میں ایسی کوئی پالیسی نظر نہیں آتی۔ کمپنی کی انتظامیہ ان غیر یقینی حالات میں کمپنی کی پیداوار کو جاری رکھنے کے لیے جنگی بنیادوں پر جدوجہد کر رہی ہے۔ ٹیکسٹائل کی صنعت ملک کا سب سے بڑا آجر اور برآمد کنندہ ہے۔ حالیہ کم از کم اجرت میں اضافہ، زیادہ شرح سود اور علاقائی طور پر مسابقتی توانائی نرخ (RCET) کی عدم دستیابی کی وجہ سے اپنی بہترین سطح پر کام نہیں کر پا رہی۔ ہمیں امید ہے کہ حکومت کی جانب سے جلد ہی ایک مستقل برآمدی پالیسی متعارف کرائی جائے گی۔ ٹیکسٹائل صنعت عالمی سطح پر مقابلہ کرنے کے لیے حکومت کی طرف دیکھ رہی ہے۔

کمپنی کی انتظامیہ اچھی کارپوریٹ گورننس، پیداواری صلاحیت کے اعلیٰ معیار، بہتر مالیاتی لظم و ضبط اور اونچے کی بہتر انتظام پر کام کر رہی ہے۔ کمپنی کو کثیر جہتی چیلنجز کا سامنا ہے لیکن انتظامیہ ان سے نمٹنے کے لیے ہمہ وقت تیار ہے۔

### ڈیویڈنڈ:

کمپنی کے موجودہ مالیاتی خسارے کو مد نظر رکھتے ہوئے آپ کے ڈائریکٹران نے ڈیویڈنڈ کی تقسیم کو مؤخر کرنے کی تجویز پیش کی ہے۔

### اسٹاؤ (سرٹیفیکیشن)

آپ کے ڈائریکٹران اس بات کا اظہار کرتے ہوئے خوشی محسوس کرتے ہیں کہ کمپنی نے کامیابی کے ساتھ درج ذیل سرٹیفیکیشنز جاری رکھی ہوئی ہیں۔

### آئی ایس او 9001:2015 کی ایم ایس سند

یہ سرٹیفیکیشن برائے کوالٹی منجمنت سسٹم صرف کاغذ کا ٹکڑا نہیں ہے بلکہ یہ معیار کی وسیع دنیا میں قدم رکھنے کا کام کرتا ہے۔

### اور آئی ایس او 14001:2015 ای ایم ایس سند

انوار مغل منجمنت سسٹم کے لیے سرٹیفیکیشن کا مقصد یہ یقینی بنانا ہے کہ ہماری مصنوعات قدرتی وسائل کی پیداوار ضائع کرنے اور ختم ہونے کے دوران ماحول پر کم سے کم نقصان دہ اثر پڑے۔

### دیگر اسٹاؤ (سرٹیفیکیشن)

موجودہ مالی سال کے دوران کمپنی نے BCI، بیسکائٹ انیشی ایٹیو اور GRS گلوبل ری سائیکلڈ شیٹڈ ریڈیو سرٹیفیکیشنز کو جاری رکھا ہوا ہے جس نے ہماری مصنوعات پر اعتماد اور معیار کے حوالے سے ہمارے صارفین کے اعتماد کو ظاہر کیا ہے۔

### کوڈ آف کارپوریٹ گورننس کی بیرونی

آپ کی کمپنی کے ڈائریکٹران اور انتظامیہ لمیٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز 2019ء اور پاکستان اسٹاک ایکچینج کی رول بک کے تحت اپنی ذمہ داریوں سے آگاہ ہیں۔ کمپنی شفافیت اور انکشافات پر زور دیتے ہوئے اچھے کارپوریٹ انتظامات کے اصولوں پر قائم ہے۔ آپ کی کمپنی مالیاتی اور غیر مالیاتی معلومات کی درستگی، جامعیت اور شفافیت کو بڑھانے کے لیے اپنی کارکردگی کی نگرانی کے لیے باخبر ہے۔ کوڈ آف کارپوریٹ گورننس کے مطابق اہم بیانات درج ذیل ہیں۔

### مالیاتی نتائج کی پیشکش:

کمپنی کے تیار کردہ مالیاتی نتائج واضح طور پر کمپنی کے معاملات، پیداوار کے نتائج، نقدی بہاؤ اور ایکویٹی میں تبدیلیوں کو ظاہر کرتے ہیں۔

### اکاؤنٹس کی عتب:

کمپنی نے صحیح اکاؤنٹس کی عتب مرتب کی ہوئی ہیں۔

### اکاؤنٹنگ پالیسیاں:

مالیاتی نتائج کی تیاری میں اکاؤنٹنگ پالیسیوں کو تسلسل سے لاگو کیا جاتا ہے۔

### بین الاقوامی اکاؤنٹنگ معیار کے ساتھ مطابقت:

مالیاتی نتائج کی تیاری میں پاکستان میں رائج بین الاقوامی اکاؤنٹنگ معیار کو لاگو کیا جاتا ہے۔

### اندرونی نگرانی کا نظام:

کمپنی کا اندرونی نگرانی کا نظام اچھا بنایا گیا ہے اور اسے منوٹر طور پر لاگو کیا جاتا ہے۔

## ڈائریکٹران کی رپورٹ

شروع اللہ کے نام سے جو بڑا مہربان اور نہایت رحم کرنے والا ہے۔

محترم حصص داران!

یہ ہمارے لیے اعزاز کی بات ہے کہ ہم کمپنی کی 66 ویں سالانہ رپورٹ بشمول آڈٹ شدہ حسابات و نتائج برائے مالیاتی سالِ پندرہم 30 جون 2023ء پیش کر رہے ہیں۔

عمومی کارکردگی:

رپورٹ کے تحت سال کے دوران مجموعی طور پر کاروباری ماحول غیر مستحکم اور نہایت مشکل رہا۔ یوکرائین جنگ کے بعد سے بین الاقوامی اور مقامی مارکیٹ میں معاشی بد حالی نے پوری صنعت اور خاص طور پر مقامی ٹیکسٹائل کو بری طرح متاثر کیا۔ ملک میں سیاسی عدم استحکام نے مجموعی صورتحال پر منفی اثر ڈالا۔ اس سے عمومی طور پر تمام صنعتوں پر اور خاص طور پر ٹیکسٹائل کی صنعت متاثر رہے گی۔

مجموعی اقتصادی کساد بازاری اور مندی کی وجہ سے پاکستانی ٹیکسٹائل مصنوعات کی مانگ میں کمی رہی۔ پاکستانی روپے کی قدر میں کمی، درآمدات کے لیے غیر ملکی زرمبادلہ کی محدودیت اور عدم دستیابی، خام مال کی غیر متواتر فراہمی نے کمپنی کو بہت کم صلاحیت پر کام کرنے پر مجبور کیا۔ مزید برآں، علاقائی طور پر مسابقتی توانائی نرخ (RCET) سے دستبرداری اور سال کے دوران شرح سود میں تیزی سے اضافے نے صنعت کو شدید نقصان پہنچایا۔ بیان کردہ معاشی صورتحال کی وجہ سے زیادہ پیداواری لاگت اور کم پیداوار سے کمپنی کے معاملات کو بری طرح متاثر کیا۔

آپریشنز:

رپورٹ کے تحت سال کے دوران، ملوں کی پیداوار کو مختلف وجوہات کی بناء پر محدود کیا گیا جیسا کہ اوپر بیان کیا گیا ہے، اس وجہ سے پیداوار میں 32 فیصد کمی کی وجہ سے نقصان ہوا۔ مرنے والے سال بھر پولیسٹر وکوس (PV)، خالص وکوس (ایمپیل یارن) اور پولیسٹر کائٹ یارن (PC) تیار کیا۔ پیش کردہ مالیاتی سال کے دوران دھانے کی کل پیداوار میں سنگل کاؤنٹ کی بنیاد 11,366,985.03 کلوگرام (حقیقی پیداوار 6,575,975.28 کلوگرام) جو کہ پچھلے سال میں 16,027,604.71 کلوگرام (حقیقی پیداوار 9,458,603.28 کلوگرام) تھی۔ موجودہ مالیاتی سال کل آمدنی ریسلز کے کل محصولات مبلغ -/3,775,805,614 روپے ہیں جو کہ پچھلے سال مبلغ -/4,827,204,348 روپے تھے۔ کمپنی کا ابتدائی منافع مبلغ -/144,571,495 روپے تھا جو کہ پچھلے سال مبلغ -/455,492,118 روپے تھا۔ کل خسارہ بعد از ٹیکس مبلغ -/164,766,633 روپے ہے جب کہ پچھلے سال کل منافع بعد از ٹیکس مبلغ -/885,427,143 روپے تھا۔ موجودہ مالیاتی سال پندرہم 30 جون 2023ء اور پچھلے مالیاتی سال کے تقابلی نتائج کاؤنٹنگ ہیڈز کی ترتیب کے ساتھ ذیل میں دیے گئے ہیں۔

اکاؤنٹس:

سالِ پندرہم 30 جون 2023ء	سالِ پندرہم 30 جون 2022ء	
لاہے	لاہے	حتمی آمدنی بذریعہ متبادل سے
3,775,805,614	4,827,204,348	لاگت فروخت کردہ اشیاء
(3,631,234,119)	(4,371,712,230)	ابتدائی منافع
144,571,495	455,492,118	دیگر آمدنی
19,133,311	-	زیستہل و مارکیٹنگ اخراجات
(28,073,399)	(37,813,445)	انتظامی اخراجات
(87,368,269)	(90,846,995)	دیگر اخراجات
(81,390)	(16,230,272)	فنانس لاگت
(248,851,134)	(92,095,757)	(خسارہ) منافع قبل از ٹیکس
(200,669,386)	218,505,649	ٹیکس کی فراہمی
35,902,753	(74,620,222)	سالانہ (خسارہ) منافع
(164,766,633)	143,885,427	(خسارہ) آمدنی فی حصص۔ بنیادی وڈائی لیوڈ
(205.96)	179.86	

اگر کمپنی نے مجموعی دس (10) فیصد یا اس سے زائد ممبران کی منشاء وصول پائی جو کہ کمپنی کے سالانہ اجلاس عام سے دس دن قبل کمپنی کو وصول ہوئیں تو پھر کمپنی اس شہر میں ویڈیو کانفرنس کی سہولت فراہم کرے گی بشرطیکہ اس شہر میں یہ سہولت موجود ہو۔

(vii)۔ ممبران اپنے ووٹ کا حق پوسٹل بیلٹ کے ذریعے کمپنیز ایکٹ 2017ء کے سیکشن 143 اور 144 کے تقاضوں سے مشروط خصوصی کاروبار کے مقاصد، اراکین کو مذکورہ ضوابط میں موجود تقاضوں اور طریقہ کار کے مطابق پوسٹل بیلٹ / الیکٹرانک موڈ کے ذریعے اپنے ووٹ کا حق استعمال کرنے کی اجازت ہوگی۔ پوسٹل بیلٹ / الیکٹرانک ووٹنگ کا شیڈول اور طریقہ کار مینٹنگ سے پہلے سات (7) دنوں کے اندر کمپنی کی ویب سائٹ یعنی [www.allawasaya.com](http://www.allawasaya.com) پر رکھا جائے گا۔

کمپنیز ایکٹ 2017ء کے سیکشن (3) 134 کے تحت مادی حقائق کا بیان:

یہ بیان اللہ وسایا ٹیکسٹائل اینڈ فٹنگ ملز لمیٹڈ (کمپنی) کی سالانہ اجلاس عام (AGM) میں لین دین کے لیے خصوصی کاروبار سے متعلق مادی حقائق کا تعین کرتا ہے جو بروز ہفتہ 28 اکتوبر 2023ء کو بوقت صبح 11:30 بجے منعقد ہوگا۔

ایجنڈے کا آٹھ نمبر 4

ورکنگ رائیٹس ڈائریکٹرز پروڈکشن کا معاوضہ مبلغ -/600,000 روپے تھا جو کہ کمپنی کے ممبران نے 2021-05-24 کو منعقدہ سابقہ EOGM میں منظور کیا تھا۔ موجودہ حالات کو پیش نظر رکھتے ہوئے یہ ضروری ہے کہ ورکنگ رائیٹس ڈائریکٹرز پروڈکشن کے معاوضے کو دوسرے دو ایگزیکٹو ڈائریکٹرز یعنی کمپنی کے چیف ایگزیکٹو آفیسر اور ڈائریکٹر مارکنگ اور سیلز کے برابر کیا جائے جس کی منظوری اور سفارش کمپنی کے بورڈ آف ڈائریکٹرز نے اپنے منعقدہ اجلاس مورخہ 06-10-2023 کے دوران دی۔ اس لیے ورکنگ رائیٹس ڈائریکٹرز پروڈکشن کے معاوضے کے پیج میں مبلغ -/150,000 روپے کا اضافہ کیا جائے جس سے ٹیکس کل خالص ماہانہ معاوضہ مبلغ -/750,000 روپے ہو جائے گا جبکہ دیگر سہولیات پہلے سے طے شدہ والی رہی گی۔ کمپنی کے ڈائریکٹران اس قرارداد کو رقم میں اضافے کی منظوری کی حد تک دلچسپی رکھتے ہیں۔

ایجنڈے کا آٹھ نمبر 5

پاکستان سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے ایس ار او 389(I)/2023 مورخہ 21 مارچ 2023ء کی پیروی میں لسٹڈ کمپنیوں کو سالانہ بیلنس شیٹ اور منافع اور نقصان کے اکاؤنٹ، آئیڈنٹیٹی کی رپورٹ اور ڈائریکٹرز کی رپورٹ وغیرہ اپنے ممبروں کو کیو آر (QR) فعال کوڈ اور ویب لنک کے ذریعے ترسیل کرنے کی اجازت دی جاتی ہے ("سالانہ آڈٹ شدہ رپورٹ مالیاتی بیانات")۔ تکنیکی ترقی اور پرانی ٹیکنالوجی کے متروک ہونے کو دیکھتے ہوئے، سی ڈی آر ڈی وی ڈی ریولیس بی کے ذریعے سالانہ مالیاتی گوشواروں کی ترسیل کو ختم کیا جاسکتا ہے۔ اس کے مطابق مذکورہ ایس ار او کی ضروریات کو پورا کرنے کے لیے اراکین سے منظوری طلب کی جاتی ہے۔

ڈائریکٹران کو خصوصی کاروبار میں کوئی دلچسپی نہیں ہے سوائے کمپنی میں ان کے حصص داری کی حد تک، خواہ وہ براہ راست ہو یا بالواسطہ۔

نوٹ:-

(i) - کمپنی کی حصص کی منتقلی کی کٹب 21 اکتوبر 2023ء تا 28 اکتوبر 2023ء (بشمول دونوں دن) بند رہیں گی۔ حصص کی منتقلیاں جو کہ مورخہ 20 اکتوبر 2023ء کو کاروباری دن کے اختتام سے قبل کمپنی کے شیئرز رجسٹرار آفس، میسرز حمید مجید ایسوی ایٹس (پرائیوٹ) لمیٹڈ، ایچ۔ ایم ہاؤس، 7 بنک سکوائر، لاہور میں پہنچ جائیں گی، قبل از وقت شمار ہوں گی۔

(ii) - اجلاس ہذا میں شرکت اور ووٹ دینے کا استحقاق رکھنے والا ممبر اپنی جگہ پر ووٹ دینے اور شرکت کرنے کیلئے کسی دوسرے ممبر کو اپنا پراکسی مقرر کر سکتا ہے۔ پراکسی کا ممبر ہونا لازمی ہے۔ پراکسی کے موثر ہونے کیلئے ضروری ہے کہ پراکسی فارم کے ساتھ ممبر اور گواہ کے CNICs کی کاپیاں، پراکسی فارم پر-5/ روپے کارسیدی ٹکٹ چسپاں ہو، علاوہ ازیں پراکسی فارم پر ممبر اور ایک گواہ کے بھی دستخط ہوں جو کہ اجلاس کے آغاز سے 48 گھنٹے قبل کمپنی کے رجسٹرار آفس میں پہنچ جائیں۔

(iii) - سی ڈی سی حصص داران جو اس اجلاس میں شرکت اور ووٹ دینے کا استحقاق رکھتے ہوں ان کے لیے ضروری ہے کہ اپنی شناخت کیلئے کمپیوٹرائزڈ شناختی کارڈ یا پاسپورٹ ہمراہ لائیں اور پراکسی کی صورت میں کمپیوٹرائزڈ شناختی کارڈ یا پاسپورٹ کی مصدقہ نقل لف کریں۔ کارپوریٹ ممبرز کے نمائندگان معمول کی ضروری دستاویزات اپنے ہمراہ لائیں۔

(iv) - ممبران کی آسانی کیلئے ایک معیاری درخواست فارم (Standard Request Form) کمپنی کی ویب سائٹ (www.allawasaya.com) پر دے دیا گیا ہے۔ جو ممبران سالانہ آڈٹ شدہ مالیاتی نتائج کی وصولی بذریعہ سی ڈی ریڈی وی ڈی ریو ایس بی کی بجائے ہارڈ کاپی وصول کرنا چاہتے ہیں وہ اپنی درخواست کمپنی سیکرٹری کے ڈاک کے پتے پر یا ای میل ایڈریس secretary@allawasaya.com کے ذریعے بھیج سکتے ہیں۔

(v) - ممبران سے التماس ہے کہ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (S.E.C.P) کے حکم کے مطابق اپنے کمپیوٹرائزڈ قومی شناختی کارڈ کی غیر منسوخ شدہ مصدقہ کاپی جمع کروائیں، اگر ابھی تک نہیں جمع کروائی اور اگر پتے میں کوئی تبدیلی ہو تو کمپنی کو فوراً مطلع کریں۔

(vi) - ممبران ویڈیو کانفرنس کی سہولت حاصل کر سکتے ہیں جن شہروں میں ممبران کا جغرافیائی پھیلاؤ زیادہ ہے۔ اس مقصد کیلئے سالانہ اجلاس عام کے انعقاد سے دس (10) دن قبل ذیل میں دی گئی منشاء کمپنی کے رجسٹرار پتے پر پہنچ جانی چاہیے۔

میں رہم..... کارکی رہائشی..... ممبر میسرز اللہ وسایا  
ٹیکسٹائل اینڈ فٹنگ ملز لمیٹڈ، حامل عام حصص..... بمطابق رجسٹرار  
فولیو نمبر سی ڈی سی اکاؤنٹ نمبر..... ویڈیو کانفرنس کی سہولت کا انتخاب  
کرتا کرتی ہوں جو کہ..... شہر میں ہو۔

ممبر کے دستخط.....



میسرز اللہ وسایا ٹیکسٹائل اینڈ فٹشنگ ملز لمیٹڈ - ملتان



اطلاع برائے 66 واں سالانہ اجلاس عام

بذریعہ نوٹس ہذا مطلع کیا جاتا ہے کہ اللہ وسایا ٹیکسٹائل اینڈ فٹشنگ ملز لمیٹڈ کا 66 واں سالانہ اجلاس عام بروز ہفتہ 28 اکتوبر 2023ء بوقت صبح 11:30 بجے کمپنی کے رجسٹرڈ آفس اللہ وسایا سکوائر، ممتاز آباد انڈسٹریل ایریا، وہاڑی روڈ، ملتان، پاکستان میں مندرجہ ذیل امور کی انجام دہی کیلئے منعقد ہوگا۔

عمومی کاروبار

- 1- 28 اکتوبر 2022ء کمپنی کے منعقدہ 65 ویں سالانہ اجلاس عام کی کارروائی کی توثیق۔
- 2- سال مختتمہ 30 جون 2023ء کے آڈٹ شدہ حسابات، ڈائریکٹران، آڈیٹور اور چیئر پرسن کے جائزہ کی رپورٹوں پر غور و خوض اور منظوری۔
- 3- 30 جون 2023ء کو ختم ہونے والے مالیاتی سال کیلئے کمپنی کے آڈیٹر کا تقرر جو کہ آئندہ اجلاس عام کے انعقاد تک آڈٹ کی ذمہ داری سنبھالیں گے اور ان کے مشاہرے کا تعین کیا جائے گا۔ بورڈ آف ڈائریکٹرز نے آڈٹ کمیٹی کی سفارش پر 30 جون 2024ء کو ختم ہونے والے مالیاتی سال کیلئے میسرز یوسف عادل چارٹرڈ اکاؤنٹینٹس کا نام بطور بیرونی آڈیٹر تجویز کیا ہے۔ میسرز یوسف عادل چارٹرڈ اکاؤنٹینٹس ریٹائر ہو رہے ہیں اور انہوں نے دوبارہ تعیناتی کیلئے اپنی خدمات پیش کی ہیں۔

خصوصی کاروبار

- 4- کمپنی کے ایک گھل وقتی ورکنگ رائیگزیٹو ڈائریکٹرز پروڈکشن کے معاوضے میں اضافے پر غور کرنا اور اسے منظور کرنا اور درج ذیل قرارداد پر ترمیم کے ساتھ یا اس کے بغیر غور کرنا:  
"طے پایا کہ کمپنی کے کل وقتی ایگزیکٹو ورکنگ ڈائریکٹرز پروڈکشن کے لیے معاوضے کے طور پر -/750,000 PKR (مبلغ سات لاکھ پچاس ہزار پاکستانی روپے) نیٹ آف ٹیکس مورخہ 01-11-2023 سے نافذ العمل ہوگا اور اس کی منظوری دی جائے گی جبکہ دیگر تمام مراعات اور سہولیات پہلی والی رہیں گی۔"

- 5- ترمیم کے ساتھ یا اس کے بغیر، کیو آر (QR) فعال کوڈ اور ویب لنک کے ذریعے سالانہ آڈٹ شدہ اکاؤنٹس کی ترسیل کے سلسلے میں درج ذیل عام قرارداد پر غور کرنے اور منظور کرنے کے لیے:  
"طے پایا کہ ممبران کی مطلوبہ رضامندی سے ممبران کو مستقبل میں سالانہ آڈٹ شدہ مالیاتی گوشواروں (بشمول سالانہ بیلنس شیٹ اور منافع و نقصان کے اکاؤنٹ، آڈیٹرز کی رپورٹ اور ڈائریکٹران کی رپورٹ اور اس میں موجود دیگر رپورٹس کو ترسیل کرنے کی اجازت دی جاتی ہے۔ مزید سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے 21 مارچ 2023ء کے نوٹیفکیشن نمبر 389(I)/2023 کے مطابق کیو آر (QR) فعال کوڈ اور ویب لنک کے ذریعے مالی سال 2023-2024 سے شروع ہونے والے سال اور اس کے ذریعے سالانہ رپورٹ کی ترسیل کی مشق سی ڈی ریڈیو ڈی ریو ایس بی کو ختم کر دیا جائے گا۔"

مزید یہ طے پایا کہ چیف ایگزیکٹو آفیسر اور ریجنل چیف فنانشل آفیسر اور ریجنل سیکرٹری اس سے متعلق تمام ضروری عمل کرنے کے مجاز ہیں۔"

(کمپنیز ایکٹ 2017ء کے سیکشن (3) 134 کے تحت سالانہ اجلاس عام میں لین دین کرنے والے اس خصوصی کاروبار سے متعلق مادی حقائق کا بیان سالانہ اجلاس عام کے نوٹس کے ساتھ منسلک ہے۔)

دیگر کاروبار

- 5- چیئر پرسن کی اجازت سے دیگر امور پر کارروائی۔

بحکم بورڈ آف ڈائریکٹرز  
محمد اسماعیل - کمپنی سیکرٹری

ملتان..... مورخہ 06 اکتوبر 2023ء

## پراکسی فارم

میں (نام فولیو نمبر) \_\_\_\_\_ رہائشی \_\_\_\_\_  
بمبیت ممبرانہ و سالیانیک سائل اینڈ فٹنگ ملز لمیٹڈ اور حامل عام حصص برطابق (نام فولیو نمبر) \_\_\_\_\_  
کو بطور اپنے ممبر سالیانہ پر حقار (پراکسی) مقرر کرتا ہوں تاکہ وہ میری جگہ کمپنی کے سالانہ اجلاس عام / غیر معمولی اجلاس عام میں  
جو تاریخ \_\_\_\_\_ کو منعقد ہو رہا ہے، اس میں اور ایس کے ملتی شدہ اجلاس میں شرکت کرے / حق رائے دہی  
استعمال کرے! لکل اسی طرح جیسے میں خود اس جگہ موجود ہوتا رہتی۔

دستخط تاریخ \_\_\_\_\_ 2023ء

پانچ روپے کارسیدی ٹکٹ چسپاں کریں۔

گواہ:

نام:

پتہ:

شناختی کارڈ نمبر:

دستخط:

اہم نوٹ: پُر شدہ پراکسی فارم اجلاس کے آغاز سے ۴۸ گھنٹے قبل کمپنی کے رجسٹرڈ آفس واقع اللہ و سالیانہ سکوٹرز، ممتاز آباد، سندھ سٹریٹ، ایریا، وہاڑی روڈ، ملتان میں پہنچ جانے چاہیے۔



## FORM OF PROXY

I, \_\_\_\_\_ FOLIO NO. \_\_\_\_\_

\_\_\_\_\_

of \_\_\_\_\_

being a member of ALLAWASAYA TEXTILE AND FINISHING MILLS LIMITED, hereby

appoint \_\_\_\_\_ FOLIO NO. \_\_\_\_\_

of \_\_\_\_\_

as my proxy in my absence to attend and vote for me and on my behalf at the

(Ordinary or / and Extraordinary as the case may be) General Meeting of the Company

to be held on the \_\_\_\_\_ day of \_\_\_\_\_ 20\_\_\_\_\_ and at any adjournment thereof.

As witness my hand this

day of \_\_\_\_\_ 2023

Signed by the said

In presence of

Please affix Revenue Stamp Rs. 5/-

Witness:

Name: \_\_\_\_\_

Address: \_\_\_\_\_

CNIC No. \_\_\_\_\_

Signature: \_\_\_\_\_

### IMPORTANT

This form of proxy, duly completed, must be deposited at the Company's Registered office at Allawasaya Square, Mumtazabad Industrial Area, Vehari Road, Multan not less than 48 hours before the time for holding the meeting.



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

**ALLAWASAYA TEXTILE AND FINISHING MILLS LIMITED**

Allawasaya Square, Mumtazabad Industrial Area,  
Vehari Road, Multan, Pakistan.

Phone: (061) 4233624-26

Website: [www.allawasaya.com](http://www.allawasaya.com)

E-mail: [atm@allawasaya.com](mailto:atm@allawasaya.com)