



COLONY
TEXTILE MILLS

L I M I T E D

**CONDENSED INTERIM
FINANCIAL INFORMATION
FOR THE FIRST QUARTER ENDED
SEPTEMBER 30, 2023
(UN-AUDITED)**



CONTENTS

Company Information	2
Directors' Review	4
Interim Condensed Statement of Financial Position (Un-Audited)	5
Interim Condensed Statement of Profit or Loss (Un-Audited)	6
Interim Condensed Statement of Cash Flows (Un-Audited)	7
Interim Condensed Statement of Changes in Equity (Un-Audited)	8
Selected Explanatory Notes to the Financial Statements (Un-Audited)	9
Consolidated Interim Condensed Statement of Financial Position (Un-Audited)	14
Consolidated Interim Condensed Statement of Profit or Loss (Un-Audited)	15
Consolidated Interim Condensed Statement of Cash Flows (Un-Audited)	16
Consolidated Interim Condensed Statement of Changes in Equity (Un-Audited)	17
Consolidated Selected Explanatory Notes to the Financial Statements (Un-Audited)	18
ڈائریکٹرز رپورٹ	22

COMPANY INFORMATION

Board Of Directors

Mr. Mughis A. Sheikh	(Chairman)
Mr. Fareed Mughis Sheikh	(Chief Executive Officer)
Mr. Muhammad Tariq	
Mr. Muhammad Atta ullah Khan	
Mr. Muhammad Ashraf Saif	
Mr. Abdul Hakeem Khan Qasuria	
Mrs. Noshaba Faiz	

Board Committees

Audit Committee

Mr. Abdul Hakeem Khan Qasuria	(Chairman)
Mrs. Noshaba Faiz	
Mr. Muhammad Ashraf Saif	

HR & Remuneration Committee

Mr. Muhammad Atta ullah Khan	(Chairman)
Mr. Muhammad Ashraf Saif	
Mr. Abdul Hakeem Khan Qasuria	

Other Management Committees

Executive Committee

Mr. Fareed Mughis Sheikh	(Chairman)
Mr. Muhammad Tariq	
Mr. Muhammad Atta ullah Khan	

Technical Committee

Mr. Fareed Mughis Sheikh	(Chairman)
Mr. Muhammad Tariq	
Mr. Noor Khan	

Finance Committee

Mr. Fareed Mughis Sheikh	(Chairman)
Mr. Atta Mohyuddin Khan	
Mr. Bilal Ahmad Khan Niazi	

Social Compliance & Human Resource Committees

Mr. Fareed Mughis Sheikh	(Chairman)
Mr. Muhammad Atta ullah Khan	
Mr. Atta Mohyuddin Khan	

Chief Financial Officer

Mr. Atta Mohyuddin Khan

Company Secretary

Mr. Muhammad Tayyab

Auditors

Ilyas Saeed & Co.
Chartered Accountants

Legal Advisor

BNR
Advocates and Corporate Counsel

Tax Advisor

Riaz Ahmad & Company
Chartered Accountants

Registered Address

Ismail Aiwan-e-Science Building
205 Ferozepur Road, Lahore-54600
Phone : 042-35758970-2
Fax : 042-35763247
Email : corporate@colonytextiles.com
Website: www.colonytextiles.com

Share Registrar

Hameed Majeed Associates (Pvt.) Limited
HM House, 7 Bank Square
Lahore.
Phone: (042) 37235081-2, Fax: 042-37358817
Email : shares@hmaconsultants.com

Bankers

Bank Islami Pakistan Limited
Meezan Bank Limited
Faysal Bank Limited
Habib Bank Limited
National Bank of Pakistan
Soneri Bank Limited
Standard Chartered Bank (Pakistan) Limited
Silk Bank Limited
The Bank of Punjab
United Bank Limited
Summit Bank Limited

DIRECTORS' REVIEW

Dear Members,

The directors of the company are pleased to present the unaudited interim financial statements for the first quarter ended September 30, 2023.

The turnover of the first quarter has increased from 5,309 million to 6,352 million , compared with the corresponding period of last year. The gross profit for the quarter is Rs. 163 million (2022: 29 million) and the net loss for the quarter is Rs. 496 million (2022 loss: Rs. 405 million). Loss per share for the first quarter is Rs. 1.00 as compared to the loss per share of Rs. 0.81 of the corresponding quarter of last year.

Textile industry is continuously going through a crises!

Compared with last year, there has been a massive decline of 10.26% in the large scale industrial manufacturing output in Pakistan. The textile sector is expected to continue facing another terrible year in the fiscal year 2024. High interest rates, volatile currency situation, intolerable power tariffs, rising raw material costs, import restrictions, monetary tightening and supply chain interruptions will keep on playing havoc. Top that up with the prevalent political turmoil and you have a complete recipe for disaster.

Polymakers in Pakistan need to take a very serious look at the situation and take immediate remedial steps before irreparable damage is done.

Although challenges are very high but we are committed to perform in the best possible manner and add value to our stakeholders to meet the long term goal of the company.

Consolidated interim financial statements for the quarter ended September 30, 2023 of the company and its wholly owned subsidiary StitchRite (Private) Limited is attached.

We would like to place on record our deep appreciation for the cooperation of banks, efforts of our executive and employees for the betterment of the company.

For and on behalf of the Board



Abdul Hakeem Khan Qasuria
Director



Fareed Mughis Sheikh
Chief Executive Officer

Lahore
October 30, 2023

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION (UN-AUDITED) AS AT SEPTEMBER 30, 2023

	Note	(Un-Audited) September 30, 2023 Rupees "000"	(Audited) June 30, 2023 Rupees "000"
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Issued, subscribed and paid up capital	4	4,980,100	4,980,100
Reserve arising on amalgamation		3,156,388	3,156,388
Revaluation surplus on property, plant and equipment		19,594	19,594
Directors' Subordinated loan		120,000	120,000
General Reserves		4,702	4,702
Unappropriated Profit		2,213,323	2,708,963
Surplus on remeasurement of investments		694	694
		10,494,801	10,990,441
NON CURRENT LIABILITIES			
Long term finances	5	6,504,461	6,607,342
Liabilities against assets subject to finance lease		-	-
Deferred liabilities		4,128,130	3,822,520
		10,632,591	10,429,862
CURRENT LIABILITIES			
Trade and other payables		3,801,915	3,922,124
Short term borrowings		2,731,010	2,881,132
Accrued mark up		311,938	207,489
Unclaimed dividend		94	94
Current portion of long term liabilities		1,143,488	1,005,992
Provision for taxation		406,396	330,754
		8,394,841	8,347,584
CONTINGENCIES AND COMMITMENTS			
	6	-	-
		29,522,233	29,767,887
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	7	19,036,226	19,077,185
Right of use assets		80,731	81,753
Investment property		942,570	942,570
Long term investments		182,164	182,164
Investment in subsidiary		160,000	160,000
Long term deposits		51,132	51,132
		20,452,823	20,494,804
CURRENT ASSETS			
Stores, spares and loose tools		419,337	386,796
Stock in trade		3,667,603	4,460,113
Trade debts		1,119,994	1,017,013
Loans and advances		1,003,537	975,921
Trade deposits and short term prepayments		147,864	89,076
Other financial assets		14	14
Tax refund due from government		2,636,742	2,253,234
Cash and bank balances		74,319	90,916
		9,069,410	9,273,083
		29,522,233	29,767,887

The annexed notes from 1 to 13 form an integral part of these financial statements.



Chief Financial Officer



Director



Chief Executive Officer

INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	Note	(Un-Audited) September 30, 2023 Rupees "000"	(Un-Audited) September 30, 2022 Rupees "000"
Sales-net		6,351,810	5,309,413
Cost of sales	8	6,189,310	5,280,282
Gross profit		162,500	29,131
Operating expenses:			
Distribution cost		61,795	59,520
Administrative expenses		158,495	118,956
		220,290	178,476
Operating (Loss) / Profit		(57,790)	(149,345)
Finance cost		410,768	222,343
		(468,558)	(371,688)
Other Income	9	48,560	28,534
(Loss) / Profit before tax		(419,998)	(343,154)
Taxation	10	75,642	61,832
(Loss) / Profit after tax		(495,640)	(404,986)
(Loss)/Earnings per share-basic and diluted		(1.00)	(0.81)
Other Comprehensive Income		-	-
Total Comprehensive (Loss) / Income		(495,640)	(404,986)

The annexed notes from 1 to 13 form an integral part of these financial statements.



Chief Financial Officer



Director



Chief Executive Officer

INTERIM CONDENSED STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE PERIOD ENDED SEPTEMBER 30, 2023

Note	(Un-Audited) September 30, 2023 Rupees "000"	(Un-Audited) September 30, 2022 Rupees "000"
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	(419,998)	(343,154)
Adjustments for:		
Provision for gratuity	34,259	38,988
Depreciation	222,188	219,038
(Profit)/Loss on disposal of PPE	(905)	10,110
Finance cost	410,768	222,343
Operating cash flows before working capital changes	246,312	147,325
(Increase) / decrease in current assets		
Stores, spares and loose tools	(32,541)	(41,304)
Stock in trade	792,510	141,703
Trade debts	(102,981)	87,890
Loans and advances	(27,616)	45,998
Trade deposits and short term prepayments	(58,788)	(49,524)
Tax refund due from government	(344,064)	(607,791)
Increase / (decrease) in current liabilities		
Trade and other payables	(120,209)	410,984
	<u>106,311</u>	<u>(12,044)</u>
Cash generated from operating activities	352,623	135,281
Finance cost paid	(29,257)	(75,415)
Gratuity paid	(5,712)	(15,716)
Income tax paid	(39,443)	(53,263)
	<u>(74,412)</u>	<u>(144,394)</u>
Net cash generated from operating activities	278,211	(9,113)
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(181,802)	(34,326)
Proceeds from disposal of PPE	2,500	63,825
Net cash used in investing activities	(179,302)	29,499
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term finances obtained / (repaid)	36,207	(61,424)
Lease rentals-Net	(1,592)	(2,515)
Short term borrowings-net	(150,122)	43,743
Net cash generated / (used) in financing activities	(115,507)	(20,196)
Net cash (decrease) / increase in cash and cash equivalents during the period	(16,597)	190
Cash and cash equivalents at the beginning of the period	90,916	21,053
Cash and cash equivalents at the end of the period	<u>74,319</u>	<u>21,243</u>

The annexed notes from 1 to 13 form an integral part of these financial statements.



Chief Financial Officer



Director



Chief Executive Officer

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	Share capital	Reserve arising on amalgamation	Revaluation surplus on property, plant and equipment	Directors' loan	REVENUE RESERVES			Total
					General reserves	Unappropriated profit/(loss)	Surplus / (Deficit) on Re-measurement of investments	
.....Rupees "000"								
Balance as on July 01, 2022	4,980,100	3,156,388	19,594	120,000	4,702	1,869,384	1,040	10,151,208
Profit / (Loss) for the period	-	-	-	-	-	(404,986)	-	(404,986)
Balance as at September 30, 2022	4,980,100	3,156,388	19,594	120,000	4,702	1,464,398	1,040	9,746,222
Balance as on July 01, 2023	4,980,100	3,156,388	19,594	120,000	4,702	2,708,963	694	10,990,441
Profit / (Loss) for the period	-	-	-	-	-	(495,640)	-	(495,640)
Balance as at September 30, 2023	4,980,100	3,156,388	19,594	120,000	4,702	2,213,323	694	10,494,801

The annexed notes from 1 to 13 form an integral part of these financial statements.



Chief Financial Officer



Director



Chief Executive Officer

SELECTED EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED SEPTEMBER 30, 2023

1 THE COMPANY AND ITS OPERATIONS

Colony Textile Mills Limited is a public company limited by shares incorporated in Pakistan on January 12, 2011 under the provisions of the Companies Ordinance, 1984 (Now The Companies Act 2017). The company is listed on Pakistan Stock Exchange Limited. The company's registered office is located at M. Ismail Aiwan-i-Science, Ferozpur Road, Lahore, Pakistan. The principal activity of the company is manufacturing and sale of yarn, fabrics, garments made ups and trading in real estate.

2 BASIS OF PREPARATION OF ACCOUNTS

These financial statements are unaudited and are being submitted to members as required under section 237 of the Companies Act, 2017. These have been prepared in accordance with the International Accounting Standard 34 (Interim Financial Reporting) as applicable in Pakistan and notified by Securities and Exchange Commission of Pakistan (SECP).

3 ACCOUNTING POLICIES AND SEASONALITY OF OPERATIONS

- 3.1 The accounting policies and methods of computations adopted for the preparation of these accounts are the same as applied in the preparation of preceding annual published accounts of the company.
- 3.2 Some operations of the Company are very much seasonal in nature such as cotton purchase which depends upon the crop season. Effect of such operations are also reflected in these financial statements

	September 30, 2023 Rupees "000"	June 30, 2023 Rupees "000"
4 SHARE CAPITAL		
4.1 Authorized capital		
185,000,000 (2022: 185,000,000) ordinary shares of Rs. 10 each	1,850,000	1,850,000
Capital of merged companies		
345,000,000 (2022: 345,000,000) ordinary shares of Rs. 10 each	<u>3,450,000</u>	<u>3,450,000</u>
	<u>5,300,000</u>	<u>5,300,000</u>
4.2 Issued, subscribed and paid up capital		
20,000 (2022: 20,000) ordinary shares of Rs. 10 each issued as fully paid shares	200	200
497,989,959 (2022: 497,989,959) fully paid ordinary shares of Rs. 10 each issued to the shareholders of amalgamated entities	<u>4,979,900</u>	<u>4,979,900</u>
	<u>4,980,100</u>	<u>4,980,100</u>

	Note	September 30, 2023 Rupees "000"	June 30, 2023 Rupees "000"
5 LONG TERM FINANCES-Secured			
Long term loans		7,646,334	7,610,127
Less: Current portion shown under current liabilities		(1,141,873)	(1,002,785)
		<u>6,504,461</u>	<u>6,607,342</u>
6 CONTINGENCIES AND COMMITMENTS			
The status of contingencies and commitments are almost same as described in the recent annual accounts.			
7 PROPERTY , PLANT AND EQUIPMENT			
Operating fixed assets	7.1	18,931,647	18,972,955
Capital work in progress		104,579	104,230
		<u>19,036,226</u>	<u>19,077,185</u>
7.1 Operating fixed assets			
Opening written down value		18,972,955	18,779,629
Add: Cost of additions during the period	7.2	181,453	1,205,356
		<u>19,154,408</u>	<u>19,984,985</u>
Less: Written down value of deletions during the period		<u>1,595</u>	<u>128,285</u>
		19,152,813	19,856,700
Less: Depreciation charged during the period		<u>221,166</u>	<u>883,745</u>
		<u>18,931,647</u>	<u>18,972,955</u>
7.2 Cost of additions during the period			
Building on free hold land		6,002	47,033
Plant and machinery		173,762	615,130
Factory tools & equipment		410	1,181
Furniture & fixture		937	2,246
Office and other equipment		342	8,181
Vehicles		-	5,110
Transferred from CWIP		-	526,475
		<u>181,453</u>	<u>1,205,356</u>

	September 30, 2023 Rupees "000"	September 30, 2022 Rupees "000"
8 COST OF SALES		
Raw material consumed	3,718,426	3,161,876
Stores and spares consumed	274,351	307,226
Salaries, wages and benefits	436,327	545,204
Power and fuel	1,379,839	954,723
Insurance	18,563	8,800
Depreciation	218,080	215,404
Other factory overheads	24,295	11,339
	<u>6,069,881</u>	<u>5,204,572</u>
Adjustment of work in process		
Opening	435,503	392,980
Closing	(398,501)	(377,830)
	<u>37,002</u>	<u>15,150</u>
Cost of goods manufactured	6,106,883	5,219,722
Adjustment of finished goods		
Opening	2,983,281	2,475,640
Closing	(2,900,854)	(2,415,080)
	82,427	60,560
Real estate		
Opening	165,000	165,000
Closing	(165,000)	(165,000)
	-	-
Cost of goods sold	<u>6,189,310</u>	<u>5,280,282</u>
9 OTHER INCOME		
Other income includes profit on bank deposits, exchange gains and rental income.		
10 PROVISION FOR TAXATION		
Current-Minimum Taxation	75,642	61,832
	<u>75,642</u>	<u>61,832</u>
11 RELATED PARTY TRANSACTIONS		
All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions.		
Loan to Stitchrite (Pvt) limited	1,514	30,383
Contribution to Provident Fund Trust	8,349	8,036
12 SEGMENT INFORMATION		
12.1 The company has two reportable business segments. The following summary describes the operation in each of the company's reportable segments:		
Spinning: Production of different qualities of yarn using cotton and man-made fibers.		
Weaving: Production of different qualities of greige fabric using cotton and man-made fibre yarn.		
Transactions among the business segments are recorded at cost. Intersegment sales and purchases have been eliminated from the total.		

12.2

Spinning		Weaving		Total-company	
September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
-----Rupees (000)-----		-----Rupees (000)-----		-----Rupees (000)-----	

Sales:

Total Sales	5,665,140	4,120,771	741,083	1,269,388	6,406,223	5,390,159
Inter segment	(54,413)	(80,746)	-	-	(54,413)	(80,746)
External Sales	5,610,727	4,040,025	741,083	1,269,388	6,351,810	5,309,413
Cost of sales	5,508,486	4,036,197	680,824	1,244,085	6,189,310	5,280,282
Gross profit	102,241	3,828	60,259	25,303	162,500	29,131
Distribution cost	37,077	35,712	24,718	23,808	61,795	59,520
Administration cost	95,097	71,373	63,398	47,583	158,495	118,956
	132,174	107,085	88,116	71,391	220,290	178,476
	(29,933)	(103,257)	(27,857)	(46,088)	(57,790)	(149,345)
Finance cost	246,461	133,406	164,307	88,937	410,768	222,343
	(276,393)	(236,663)	(192,165)	(135,025)	(468,558)	(371,688)

Unallocated income and expenses

Other income					48,560	28,534
(Loss) / Profit before tax					(419,998)	(343,154)
Taxation					75,642	61,832
(Loss) / Profit after tax					(495,640)	(404,986)
Other comprehensive income:					-	-
Total Comprehensive (Loss) / Income					(495,640)	(404,986)

13 AUTHORIZATION FOR ISSUE

These accounts have been approved and authorized for issue by the board of directors in its meeting held on October 30, 2023.



Chief Financial Officer



Director



Chief Executive Officer

COLONY TEXTILE MILLS LIMITED

**CONSOLIDATED INTERIM CONDENSED
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023**

CONSOLIDATED INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION (UN-AUDITED) AS AT SEPTEMBER 30, 2023

	Note	(Un-Audited) September 30, 2023 Rupees "000"	(Audited) June 30, 2023 Rupees "000"
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Issued, subscribed and paid up capital	5	4,980,100	4,980,100
Reserve arising on amalgamation		3,156,388	3,156,388
Revaluation surplus on property, plant and equipment		19,594	19,594
Directors' Subordinated loan		120,000	120,000
General Reserves		4,702	4,702
Unappropriated Profit		2,206,514	2,705,712
Surplus on remeasurement of investments		694	694
		10,487,992	10,987,190
NON CURRENT LIABILITIES			
Long term finances	6	6,504,461	6,607,342
Liabilities against assets subject to finance lease		-	-
Deferred liabilities		4,137,017	3,831,596
		10,641,478	10,438,938
CURRENT LIABILITIES			
Trade and other payables		3,924,976	4,020,852
Short term borrowings		2,731,010	2,881,132
Accrued mark up		311,938	207,489
Unclaimed dividend		94	94
Current portion of long term liabilities		1,143,488	1,005,992
Provision for taxation		413,274	335,956
		8,524,780	8,451,515
CONTINGENCIES AND COMMITMENTS			
	7	-	-
		29,654,250	29,877,643
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	8	19,110,847	19,151,823
Right of use assets		80,731	81,752
Investment property		942,570	942,570
Long term investments		182,164	182,164
Long term deposits		51,132	51,132
		20,367,444	20,409,441
CURRENT ASSETS			
Stores, spares and loose tools		484,571	447,147
Stock in trade		3,705,489	4,527,760
Trade debts		1,134,310	1,056,212
Loans and advances		1,074,400	956,368
Trade deposits and short term prepayments		148,522	89,151
Other financial assets		14	14
Tax refund due from government		2,663,107	2,275,482
Cash and bank balances		76,393	116,067
		9,286,806	9,468,202
		29,654,250	29,877,643

The annexed notes from 1 to 14 form an integral part of these financial statements.



Chief Financial Officer



Director



Chief Executive Officer

CONSOLIDATED INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	Note	(Un-Audited) September 30, 2023 Rupees "000"	(Un-Audited) September 30, 2022 Rupees "000"
Sales-net		6,450,421	5,451,589
Cost of sales	9	6,275,210	5,394,841
Gross profit		175,211	56,748
Operating expenses:			
Distribution cost		66,124	65,002
Administrative expenses		165,394	135,045
		231,518	200,047
Operating (Loss) / Profit		(56,307)	(143,299)
Finance cost		410,775	222,343
		(467,082)	(365,642)
Other Income	10	45,202	28,534
(Loss) / Profit before tax		(421,880)	(337,108)
Taxation	11	77,318	63,585
(Loss) / Profit after tax		(499,198)	(400,693)
(Loss)/Earnings per share-basic and diluted		(1.00)	(0.80)
Other Comprehensive Income			
		-	-
Total Comprehensive (Loss) / Income		(499,198)	(400,693)

The annexed notes from 1 to 14 form an integral part of these financial statements.



Chief Financial Officer



Director



Chief Executive Officer

CONSOLIDATED INTERIM CONDENSED STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE PERIOD ENDED SEPTEMBER 30, 2023

Note	(Un-Audited) September 30, 2023 Rupees "000"	(Un-Audited) September 30, 2022 Rupees "000"
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	(421,880)	(337,108)
Adjustments for:		
Provision for gratuity	34,415	38,988
Depreciation	223,240	220,031
Loss on disposal of PPE	(905)	10,110
Finance cost	410,775	222,343
Operating cash flows before working capital changes	245,645	154,364
(Increase) / decrease in current assets		
Stores, spares and loose tools	(37,424)	(41,457)
Stock in trade	822,271	215,840
Trade debts	(78,098)	55,623
Loans and advances	(118,032)	63,997
Trade deposits and short term prepayments	(59,371)	(49,524)
Tax refund due from government	(346,259)	(609,312)
Increase / (decrease) in current liabilities		
Trade and other payables	(95,878)	347,135
	87,210	(17,698)
Cash generated from operating activities	332,855	136,666
Finance cost paid	(29,264)	(75,415)
Gratuity paid	(6,056)	(15,988)
Income tax paid	(41,364)	(53,269)
	(76,684)	(144,672)
Net cash generated from operating activities	256,171	(8,006)
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(182,838)	(35,012)
Proceeds from disposal of PPE	2,500	63,825
Net cash used in investing activities	(180,338)	28,813
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term finances obtained / (repaid)	36,207	(61,424)
Lease rentals-Net	(1,592)	(2,515)
Short term borrowings-net	(150,122)	43,743
Net cash generated / (used) in financing activities	(115,507)	(20,196)
Net cash (decrease) / increase in cash and cash equivalents during the period	(39,674)	611
Cash and cash equivalents at the beginning of the period	116,067	21,493
Cash and cash equivalents at the end of the period	76,393	22,104

The annexed notes from 1 to 14 form an integral part of these financial statements.



Chief Financial Officer



Director



Chief Executive Officer

**CONSOLIDATED INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023**

	Share capital	Reserve arising on amalgamation	Revaluation surplus on property, plant and equipment	Directors' loan	REVENUE RESERVES			Total
					General reserves	Unappropriated profit/(loss)	Surplus / (Deficit) on Re-measurement of investments	
.....Rupees "000"								
Balance as on July 01, 2022	4,980,100	3,156,388	19,594	120,000	4,702	1,856,751	1,040	10,138,575
Profit / (Loss) for the period	-	-	-	-	-	(400,693)	-	(400,693)
Balance as at September 30, 2022	<u>4,980,100</u>	<u>3,156,388</u>	<u>19,594</u>	<u>120,000</u>	<u>4,702</u>	<u>1,456,058</u>	<u>1,040</u>	<u>9,737,882</u>
Balance as on July 01, 2023	4,980,100	3,156,388	19,594	120,000	4,702	2,705,712	694	10,987,190
Profit / (Loss) for the period	-	-	-	-	-	(499,198)	-	(499,198)
Balance as at September 30, 2023	<u>4,980,100</u>	<u>3,156,388</u>	<u>19,594</u>	<u>120,000</u>	<u>4,702</u>	<u>2,206,514</u>	<u>694</u>	<u>10,487,992</u>

The annexed notes from 1 to 14 form an integral part of these financial statements.



Chief Financial Officer



Director



Chief Executive Officer

CONSOLIDATED SELECTED EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED SEPTEMBER 30, 2023

1 THE COMPANY AND ITS OPERATIONS

Colony Textile Mills Limited ("the Holding Company") is a Public Company Limited by shares incorporated in Pakistan on 12 January 2011 under the provisions of the repealed Companies Ordinance, 1984 (now The Companies Act 2017). The Holding Company is listed on Pakistan Stock Exchange Limited. The registered office of the Holding Company is located at M. Ismail Aiwan-i-Science, Ferozepur Road, Lahore, Pakistan. The principal activity of the Holding Company is manufacturing and sale of yarn, fabric, garments made ups and trading in real estate.

2 THE GROUP AND ITS OPERATIONS

The group consists of :

Colony Textile Mills Limited (the Holding Company)

Stitchrite (Private) Limited (the Subsidiary Company)

Stitchrite (Private) Limited was incorporated in Pakistan as on 11 October 2019 under the Companies Act, 2017 (XIX of 2017) limited by shares. The registered office of the Company is located at M. Ismail Aiwan-i-Science Building, Ferozepur Road, Lahore, Pakistan. The Company is principally engaged in manufacturing and general trading of textile products.

	Effective Shareholding %
Stitchrite (Private) Limited	<u><u>100</u></u>

3 BASIS OF PREPARATION OF ACCOUNTS

These financial statements are unaudited and are being submitted to members as required under section 237 of the Companies Act, 2017. These have been prepared in accordance with the International Accounting Standard 34 (Interim Financial Reporting) as applicable in Pakistan and notified by Securities and Exchange Commission of Pakistan (SECP).

4 ACCOUNTING POLICIES AND SEASONALITY OF OPERATIONS

4.1 The accounting policies and methods of computations adopted for the preparation of these accounts are the same as applied in the preparation of preceding annual published accounts of the company.

4.2 Some operations of the Company are very much seasonal in nature such as cotton purchase which depends upon the crop season. Effect of such operations are also reflected in these financial statements

	September 30, 2023 Rupees "000"	June 30, 2023 Rupees "000"
5 SHARE CAPITAL		
5.1 Authorized capital		
185,000,000 (2022: 185,000,000) ordinary shares of Rs. 10 each	1,850,000	1,850,000
Capital of merged companies		
345,000,000 (2022: 345,000,000) ordinary shares of Rs. 10 each	3,450,000	3,450,000
	<u><u>5,300,000</u></u>	<u><u>5,300,000</u></u>

	Note	September 30, 2023 Rupees "000"	June 30, 2023 Rupees "000"
5.2 Issued, subscribed and paid up capital			
20,000 (2022: 20,000) ordinary shares of Rs. 10 each issued as fully paid shares		200	200
497,989,959 (2022: 497,989,959) fully paid ordinary shares of Rs. 10 each issued to the shareholders of amalgamated entities		4,979,900	4,979,900
		<u>4,980,100</u>	<u>4,980,100</u>
6 LONG TERM FINANCES-Secured			
Long term loans		7,646,334	7,610,127
Less: Current portion shown under current liabilities		(1,141,873)	(1,002,785)
		<u>6,504,461</u>	<u>6,607,342</u>
7 CONTINGENCIES AND COMMITMENTS			
The status of contingencies and commitments are almost same as described in the recent annual accounts.			
8 PROPERTY , PLANT AND EQUIPMENT			
Operating fixed assets	8.1	19,006,268	19,047,592
Capital work in progress		104,579	104,230
		<u>19,110,847</u>	<u>19,151,823</u>
8.1 Operating fixed assets			
Opening written down value		19,047,592	18,857,731
Add: Cost of additions during the period	8.2	182,489	1,206,394
		19,230,081	20,064,125
Less: Written down value of deletions during the period		1,595	128,520
		19,228,486	19,935,605
Less: Depreciation charged during the period		222,218	888,013
		<u>19,006,268</u>	<u>19,047,592</u>
8.2 Cost of additions during the period			
Building on free hold land		6,002	47,033
Plant and machinery		174,790	615,306
Factory tools & equipment		410	1,181
Furniture & fixture		911	2,508
Office and other equipment		376	8,781
Vehicles		-	5,110
Transferred from CWIP		-	526,475
		<u>182,489</u>	<u>1,206,394</u>

	September 30, 2023 Rupees "000"	September 30, 2022 Rupees "000"
9 COST OF SALES		
Raw material consumed	3,747,179	3,209,093
Stores and spares consumed	279,116	314,160
Salaries, wages and benefits	456,698	560,919
Power and fuel	1,380,413	955,313
Insurance	18,718	8,911
Depreciation	219,020	216,397
Other factory overheads	28,124	14,282
	<u>6,129,268</u>	<u>5,279,075</u>
Adjustment of work in process		
Opening	475,803	435,171
Closing	(413,371)	(414,965)
	<u>62,432</u>	<u>20,206</u>
Cost of goods manufactured	6,191,700	5,299,281
Adjustment of finished goods		
Opening	2,987,445	2,527,115
Closing	(2,903,935)	(2,431,555)
	83,510	95,560
Real estate		
Opening	165,000	165,000
Closing	(165,000)	(165,000)
	-	-
Cost of goods sold	<u>6,275,210</u>	<u>5,394,841</u>
10 OTHER INCOME		
Other income includes profit on bank deposits, exchange gains and rental income.		
11 PROVISION FOR TAXATION		
Current-Taxation	77,318	63,585
	<u>77,318</u>	<u>63,585</u>
12 RELATED PARTY TRANSACTIONS		
All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions.		
Contribution to Provident Fund Trust	8,349	8,036
13 SEGMENT INFORMATION		
13.1 The company has two reportable business segments. The following summary describes the operation in each of the company's reportable segments:		
Spinning: Production of different qualities of yarn using cotton and man-made fibers.		
Weaving: Production of different qualities of greige fabric using cotton and man-made fibre yarn.		
Transactions among the business segments are recorded at cost. Intersegment sales purchases and purchases have been eliminated from the total.		

13.2

Spinning		Weaving		Total-company	
September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
-----Rupees (000)-----		-----Rupees (000)-----		-----Rupees (000)-----	

Sales:

Total Sales	5,665,140	4,120,771	741,083	1,269,388	6,406,223	5,390,159
Inter segment	(54,413)	(80,746)	-	-	(54,413)	(80,746)
External Sales	5,610,727	4,040,025	741,083	1,269,388	6,351,810	5,309,413
Cost of sales	5,508,486	4,036,197	680,824	1,244,085	6,189,310	5,280,282
Gross profit	102,241	3,828	60,259	25,303	162,500	29,131
Distribution cost	37,077	35,712	24,718	23,808	61,795	59,520
Administration cost	95,097	71,373	63,398	47,583	158,495	118,956
	132,174	107,085	88,116	71,391	220,290	178,476
	(29,933)	(103,257)	(27,857)	(46,088)	(57,790)	(149,345)
Finance cost	246,461	133,406	164,307	88,937	410,768	222,343
	(276,393)	(236,663)	(192,165)	(135,025)	(468,558)	(371,688)

Unallocated income and expenses

Other income					48,560	28,534
(Loss) / Profit before tax					(419,998)	(343,154)
Taxation					75,642	61,832
(Loss) / Profit after tax					(495,640)	(404,986)
Other comprehensive income:					-	-
Total Comprehensive (Loss) / Income					(495,640)	(404,986)

14 AUTHORIZATION FOR ISSUE

These accounts have been approved and authorized for issue by the board of directors in its meeting held on October 30, 2023.



Chief Financial Officer



Director



Chief Executive Officer

کمپنی کے مجموعی اور غیر مجموعی مالی حسابات برائے سہ ماہی 30 ستمبر 2023 منسلک ہیں۔

ہم اپنے بینکوں اور ملازمین کی طرف سے کمپنی کی بہتری کی کوششوں کا تہہ دل سے شکر گزار ہیں۔

بورڈ آف ڈائریکٹرز کی جانب سے

Qasim
عبدالحکیم خان قصوریہ
ڈائریکٹر

Farid Meeth
فرید معیث شیخ
چیف ایگزیکٹو آفیسر

30 اکتوبر 2023

ڈائریکٹران کی جائزہ رپورٹ

کمپنی کے ڈائریکٹران 30 ستمبر 2023ء کو ختم ہونے والی ساماہی کے مالی حسابات پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

آپ کی کمپنی کا فروختگی حجم اس سال مبلغ 6,352 ملین روپے ہے جو کہ پچھلے سال کے حجم مبلغ 5,309 ملین روپے کی نسبت زیادہ ہے۔ خام منافع مبلغ 163 ملین روپے ہے جو کہ پچھلے سال کے اسی عرصہ میں 29 ملین روپے تھا۔ کمپنی کو اس سہ ماہی میں مبلغ 496 روپے نقصان کا سامنا رہا جبکہ یہ نقصان پچھلے سال اسی عرصہ میں مبلغ 405 روپے تھا۔ اس سہ ماہی میں نقصان فی حصہ مبلغ 1.00 روپے ہے جو کہ پچھلے سال اس سہ ماہی میں مبلغ 0.81 روپے فی حصہ تھا۔

پچھلے سال کے مقابلے میں اس سال بڑی صنعتوں کی پیداوار میں 10.26 فی صد کمی ہوئی ہے۔ ٹیکسٹائل کی صنعت مالی سال 2024 کو ایک اور برے سال کی طرح دیکھ رہی ہے۔ بلند شرح سود، روپے کی غیر یقینی قدر، بجلی کے بڑھتے ہوئے نرخ، خام مال کی بڑھتی ہوئی قیمتیں، درآمدات پر عائد پابندیاں جیسی صورتحال نے حالات کو خراب تر کر دیا ہے۔ سب سے بڑھ کر سیاسی صورتحال کے پیش نظر حالات مزید خراب ہونے کا خدشہ ہے۔

پالیسی سازوں کے لئے ضروری ہے کہ وہ صورتحال کو ٹھیک کرنے کے لئے ٹھوس اقدامات کریں اس سے پہلے کہ کسی بہت بڑے نقصان کا سامنا کرنا پڑے۔

ان تمام مشکلات کے باوجود کمپنی ایک لمبے عرصے کی پالیسی پر گامزن ہے جس سے کمپنی کے حصص داران کو خاطر خواہ فائدہ حاصل ہوگا۔



COLONY
TEXTILE MILLS
LIMITED

Colony Textile Mills Limited

Ismail Aiwan-e-Science Building
205 Ferozepur Road Lahore - 54600
Phone: 042-35758970-2
Fax: 042-35763247