



*INDUS DYEING & MANUFACTURING
COMPANY LIMITED*

QUARTERLY REPORT

2023

*Condensed Interim
Financial Information
First Quarter Ended
September 30, 2023
(Un-Audited)*

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COMPANY PROFILE

Board of Directors

1. Mr. Naveed Ahmed Chairman
2. Mian Shahzad Ahmed Chief Executive Officer
3. Mian Imran Ahmed
4. Mr. Kashif Riaz
5. Mr. Irfan Ahmed
6. Mr. Sheikh Shafqat Masood
7. Mrs. Fadia Kashif
8. Mr. Faisal Hanif
9. Mr. Aamir Amin (NIT)
10. Ms. Azra Yaqub Vawda

Audit Committee

1. Mr. Faisal Hanif (Chairman)
2. Mr. Irfan Ahmed (Member)
3. Mr. Sheikh Shafqat Masood (Member)

Human Resources and Remuneration Committee

1. Mr. Faisal Hanif (Chairman)
2. Mrs. Fadia Kashif (Member)
3. Mr. Sheikh Shafqat Masood (Member)

Company Secretary

Mr. Ahmed Faheem Niazi

Chief Financial Officer

Mr. Yasir Anwar

Chief Internal Auditor

Mr. Yaseen Hamidia

Legal Advisor

Mr. M. Yousuf Naseem (Advocates & Solicitors)

Registered Office

Office # 508,

5th floor, Beaumont Plaza,

Civil Lines Quarters, Karachi

UAN: 111-404-404

Tel: 009-221-35693641-60

Symbol of the Company

IDYM

Website<http://www.Indus-group.com>**Auditors**

M/s Yousuf Adil

Chartered Accountants.

Tel. 021-34546494-7

Cavish Court, A-35,Block 7&8,

KCHSU, Shahrah-e-Faisal,Karachi**Registrar & Share Transfer Office**

JWAFFS Registrar Services (Pvt) Ltd

407 -408, Al – Ameera Centre,

Tel. 35662023 – 24

Shahrah-e-Iraq, Saddar, Karachi.

Fax. 35221192

Factory Location

- | | | | |
|---|---|-------------|--|
| 1 | P 1 & P 5 S.I.T.E.,
Hyderabad, Sindh. | Tel. | 0223 - 886281 & 84 |
| 2 | Plot No. 3 & 7, Sector-25
Korangi Industrial Area, Karachi. | Tel: | 021 – 35061577-9 |
| 3 | Muzaffargarh, Bagga Sher,
District Multan. | Tel. | 0662 - 490202 – 205 |
| 4 | Indus Lyallpur Limited.
38 th Kilometer, Shaikhupura Road,
District Faisalabad. | Tel: | 041-4689235-6 |
| 5 | Indus Home Limited.
2.5 Kilometer,
Off Manga Raiwind Road,
Manga Mandi, Lahore. | UAN
Tel. | 111-404-405
042-35385021-7 |
| 6 | Indus Wind Energy Limited.
Deh Kohistan 7/3 & 7/4,
Tapo Jangshahi,
Taluka & District Thatta. | UAN
Tel | 111-404-404
021-3569654 (Ext – 177) |

INDUS DYEING & MANUFACTURING COMPANY LIMITED
DIRECTORS' REVIEW
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2023

The Directors are pleased to present the un-audited condensed interim financial information of the Company for the first quarter ended on Sep 30, 2023. The Comparative figures for the corresponding quarter ended on Sep 30, 2022 have been used for comparison, except in statement of financial position where figures used are for the year ended on Jun 30, 2023.

FINANCIAL RESULTS

Consolidated turnover for the three-month period ending on September 30, 2023 was Rs. 29,851 million against Rs. 19,829 million for the same period last year, whereas the consolidated net profit after tax was Rs. 944 million as compared to Rs. 905 million in the last corresponding period. The Company has shown satisfactory performance during the three months under review despite various challenges such as higher energy prices and uncertain economic conditions in Pakistan. Due to the persistent efforts of the management in procurement of raw material, increase in sales and cash flow planning, the Company was able to achieve these results. The following are the financial results of the Company for the three months ended September 30, 2023.

FINANCIAL HIGHLIGHTS

	Three Months Ended September 30 (Rs. In Millions)	
	2023	2022
Sales-Net	29,851	19,829
Gross Profit	3,376	2,687
Profit Before Taxation	1,344	1,359
Taxation	(400)	(454)
Net Profit After Tax	944	905

REVIEW OF OPERATIONS

During the period under review sales have increased by 50.54 % during the three months under review over the last corresponding period. Gross profit increased by 25.64 % over the last corresponding quarter.

DIVIDEND

There is no interim dividend announced during the period under review.

EARNINGS PER SHARE

The earnings per share for the three months ended September 30, 2023 are Rs. 17.41/- per share as compared to Rs. 16.70/- per share over the previous corresponding period.

CHANGE IN NATURE OF BUSINESS

There is no change occurred in the nature of Company's business during the period.

FUTURE PROSPECTS

During the period under review, domestic industry faced many challenges including but not limited to unstable exchange rate, elevated inflation, persisting high interest rates, import restrictions and sky rocketing power tariff. All these factors translated into an challenging situation for all the manufacturing sectors of the domestic economy.

In order to combat the current economic situation and all the above challenges, management will continue its focus on improving its operational performance, capacity enhancement, developing competitive marketing strategies, reducing costs and improving efficiencies.

TOTAL NUMBER OF DIRECTORS

Total Number of Directors		
1	Male	08
2	Female	02

COMPOSITION OF BOARD

S. No	Composition	No. Of Director
1	Independent Director	03
2	Executive Director	03
3	Non -Executive Director	04

The names of the directors as at September 30, 2023 are as follows:

S. No	Name	Position
1	Mr. Naveed Ahmed	Chairman
2	Mian Shahzad Ahmed	Chief Executive
3	Mian Imran Ahmed	Director
4	Mr. Irfan Ahmed	Director
5	Mr. Kashif Riaz	Director
6	Mr. Sheikh Shafqat Masood	Director
7	Mr. Faisal Hanif	Director
8	Ms. Azra Yaqub Vawda	Director
9	Mr. Aamir Amin	Director
10	Mrs. Fadia Kashif	Director

ENVIRONMENT, HEALTH AND SAFETY.

Your Company is committed towards protecting a sound climate for everyone by complying with all environmental policies at the production facilities.

WEB PRESENCE

Annual and periodic financial statements of the company are also available on the website of the company <http://www.indus-group.com> for information of the shareholders and others.

ACKNOWLEDGEMENT

The Directors acknowledge the contribution of each and every employee of the Company. We would like to express our thanks to our customers for the trust they have shown in our products and our bankers for their continued support to the Company. We are grateful to our shareholders for their confidence in our management.

On Behalf of the Board



MIAN SHAHZAD AHMED
Chief Executive Officer

Karachi:
October 30th, 2023

ڈائریکٹر	کاشف ریاض صاحب
ڈائریکٹر	شیخ شفقت مسعود
ڈائریکٹر	فیصل حنیف
ڈائریکٹر	عذرا یعقوب واوڈا
ڈائریکٹر	عامر امین
ڈائریکٹر	قادیہ کاشف

WEB PRESENCE

کمپنی کے سالانہ اور تواتر مالی بیانات بھی کمپنی کی ویب سائٹ <http://www.indus-group.com> پر شیئر ہولڈرز اور دیگر کی معلومات کے لئے دستیاب ہیں۔

ماحول، صحت اور حفاظت

آپ کی کمپنی پیداواری سہولیات پر تمام ماحولیاتی پالیسیوں کی تعمیل کرتے ہوئے ہر ایک کے لئے اچھی آب و ہوا کے تحفظ کے لئے پرعزم ہے۔
اظہار تشکر

ہم اپنی کمپنی کے ہر ملازم، صارفین، بینکرز اور حصص یافتگان کے مشکور ہیں جنہوں نے کمپنی کے مقاصد میں اپنا حصہ لیا اور ہم پر اعتماد کیا۔
بورڈ کی جانب سے

Inad Ahmad

کراچی

130 اکتوبر 2023

شہزاد احمد

چیف ایگزیکٹو آفیسر

فی حصص آمدنی

مجموعی بنیاد پر 30 ستمبر 2023 کو ختم ہونے والی پہلی سہ ماہی کے لئے فی حصص کمائی 17.41 روپے جبکہ پچھلے سال اسی مدت کے دوران فی حصص کمائی 16.70 تھی۔

کاروبار کی فطرت میں تبدیلی

سال کے دوران کمپنی کے کاروبار کی نوعیت میں کوئی تبدیلی نہیں آئی۔

مستقبل کے امکانات

زیر جائزہ مدت کے دوران گھریلو صنعت کو بہت سے چیلنجوں کا سامنا کرنا پڑا جن میں غیر مستحکم شرح مبادلہ، بلند افراط زر، بلند شرح سود، درآمدی پابندیاں اور بجلی کے آسان کو چھونے والے نرخ شامل ہیں لیکن ان تک محدود نہیں۔ ان تمام عوامل نے ملکی معیشت کے تمام مینوفیکچرنگ سیکٹرز کے لیے ایک چیلنجنگ صورتحال میں ترجمہ کیا۔

موجودہ معاشی صورتحال اور مندرجہ بالا تمام چیلنجوں کا مقابلہ کرنے کے لیے انتظامیہ اپنی آپریشنل کارکردگی کو بہتر بنانے، صلاحیت میں اضافہ، مسابقتی مارکیٹنگ کی حکمت عملی تیار کرنے، لاگت کو کم کرنے اور استعداد کار کو بہتر بنانے پر اپنی توجہ جاری رکھے گی۔

ڈائریکٹرز کی کل تعداد

08	ا۔ مرد ڈائریکٹر
02	ب۔ خاتون ڈائریکٹر

بورڈ کی تشکیل

03	Independent Director - ا
03	Executive Director - ب
04	Non-Executive Director - پ

30 ستمبر 2023 پر موجود ڈائریکٹرز کے نام درج ذیل ہیں۔

چیرمین	نویہ احمد صاحب
چیف ایگزیکٹو آفیسر	شہزاد احمد صاحب
ڈائریکٹر	عمران احمد صاحب
ڈائریکٹر	عرفان احمد صاحب

ڈائریکٹرز کا جائزہ

انڈس ڈائریکٹرز ایگزیکٹو کمیٹی نے ڈائریکٹرز 30 ستمبر 2023 کو ختم ہونے والی پہلی سہ ماہی کیلئے گروپ کے مجموعی مالیاتی کوششوں کے مالی نتائج پیش کرتے ہوئے مسرت محسوس کرتے ہیں۔ اسی سہ ماہی کے اعداد و شمار کو 30 ستمبر 2022 کو ختم ہونے والی تقابلی اعداد و شمار کا موازنہ کے لئے استعمال کیا گیا ہے، سوائے اس مالی پوزیشن کے بیان کے جہاں اعداد و شمار کا استعمال 30 جون 2023 کو ختم ہونے والے سال کے لئے ہے۔

مالیاتی نتائج

30 ستمبر 2023 کو ختم ہونے والے تین مہینوں کے لئے مجموعی فروخت اسی مدت کے لئے 29,851 ملین روپے کے مقابلہ میں پچھلے سال 19,829 ملین روپے جب کہ ٹیکس کے بعد مستحکم مجموعی منافع اسی مدت کے دوران 944 ملین روپے کے مقابلہ میں 905 ملین روپے تھا۔ کمپنی نے مختلف مشکلات جیسے کہ خام روٹی کی قیمتوں میں اضافہ اور دیگر آپریشنل اخراجات کے باوجود نظر ثانی کے تحت ششماہی کے دوران بہترین کارکردگی دکھائی۔ خام مال کی خریداری میں انتظامیہ کی مستقل کوششوں کی وجہ سے، کمپنی کی فروخت میں اضافہ اور نقد بہاؤ کی منصوبہ بندی ان نتائج کو حاصل کرنے میں کامیاب رہی۔ 30 ستمبر 2023 کو ختم ہونے والے تین ماہ کے لئے کمپنی کے مالی نتائج درج ذیل ہیں۔

آپریٹنگ مالیاتی نتائج درج ذیل ہیں۔

30 ستمبر کو ختم ہونے والی پہلی سہ ماہی (روپے ملین میں)		
2022	2023	
19,829	29,851	کل فروخت
2,687	3,376	مجموعی نفع
1,359	1,344	ٹیکس سے پہلے نفع
(454)	(400)	ٹیکس
905	944	ٹیکس کے بعد نفع

جائزہ برائے افعال

پچھلے سال اس مدت میں جائزہ کے تحت تین مہینوں کے دوران سیلز میں 50.54 فیصد کا اضافہ ہوا۔ گذشتہ سہ ماہی کے دوران مجموعی منافع میں 25.64 فیصد کا اضافہ ہوا۔

منافع

جائزہ کے دوران کمپنی نے عبوری منافع کا اعلان نہیں کیا۔

INDUS DYEING & MANUFACTURING COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2023

		(Un-Audited) Sept 30, 2023	(Audited) June 30, 2023
	Note	----- (Rupees in '000) -----	
ASSETS			
Non-current assets			
Property, plant and equipment	4	12,853,152	12,777,385
Intangibles		3,226	3,487
Long-term investments	5	6,399,992	6,399,992
Long-term deposits		<u>6,287</u>	<u>6,287</u>
		19,262,657	19,187,151
Current assets			
Stores, spares and loose tools		793,849	611,043
Stock-in-trade		18,644,810	14,180,099
Trade debts		9,332,275	10,239,282
Loans and advances		112,212	102,121
Trade deposits and short term prepayments		295,392	87,383
Other receivables		199,505	133,599
Other financial assets		24,026	38,933
Tax refundable	6	72,540	594,329
Cash and bank balances		<u>358,513</u>	<u>287,564</u>
		29,833,122	26,274,353
TOTAL ASSETS		<u>49,095,779</u>	<u>45,461,504</u>
EQUITY AND LIABILITIES			
Authorised share capital			
100,000,000 ordinary shares of Rs.10 each		<u>1,000,000</u>	<u>1,000,000</u>
Share capital and reserves			
Issued, subscribed and paid-up capital			
54,221,196 ordinary shares of Rs.10 each		542,211	542,211
General reserve		14,977,568	14,977,568
Capital reserve		22,432	22,432
Revenue reserve - Unappropriated profits		<u>8,530,281</u>	<u>8,289,993</u>
		24,072,492	23,832,204
Non-current liabilities			
Long-term financing		5,954,747	6,059,252
Deferred taxation		60,328	49,786
Deferred liabilities		682,548	749,997
Lease liabilities		<u>14,917</u>	<u>19,115</u>
		6,712,540	6,878,150
Current liabilities			
Trade and other payables		3,319,422	2,931,781
Unclaimed dividend		3,940	19,009
Interest / mark-up payable		331,871	496,693
Short-term borrowings	7	13,140,581	9,823,276
Current portion of long-term financing		644,255	658,975
Current portion of deferred liabilities		864,522	802,688
Current portion of lease liabilities		<u>6,156</u>	<u>18,728</u>
		18,310,747	14,751,150
TOTAL EQUITY AND LIABILITIES		<u>49,095,779</u>	<u>45,461,504</u>
CONTINGENCIES AND COMMITMENTS			
	8		

The annexed explanatory notes from 1 to 16 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

INDUS DYEING & MANUFACTURING COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

	Note	Three months period ended	
		Sept 30, 2023	Sept 30, 2022
----- (Rupees in '000) -----			
Revenue from contracts with customers	9	18,875,782	13,129,929
Cost of goods sold	10	(17,328,868)	(11,523,152)
Gross profit		<u>1,546,914</u>	<u>1,606,777</u>
Other income		59,783	66,533
		<u>1,606,697</u>	<u>1,673,310</u>
Distribution cost		(178,967)	(174,117)
Administrative expenses		(127,220)	(108,795)
Other operating expenses		(49,356)	(247,923)
Finance cost		(762,017)	(185,247)
Profit before taxation		<u>489,137</u>	<u>957,228</u>
Taxation	11	(248,849)	(364,617)
Profit for the period		<u><u>240,288</u></u>	<u><u>592,611</u></u>
----- (Rupees) -----			
Earnings per share - basic and diluted	12	<u><u>4.43</u></u>	<u><u>10.93</u></u>

The annexed explanatory notes from 1 to 16 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

INDUS DYEING & MANUFACTURING COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

	Three months period ended	
	Sept 30, 2023	Sept 30, 2022
	----- (Rupees in '000) -----	
Profit for the period	240,288	592,611
Other comprehensive income	-	-
Total comprehensive income for the period	240,288	592,611

The annexed explanatory notes from 1 to 16 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

INDUS DYEING & MANUFACTURING COMPANY LIMITED
 UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

	Note	Reserves					Total
		Issued, subscribed and paid-up capital	Capital		Revenue		
			Share Premium	Merger Reserve	General Reserve	Un-appropriated Profits	
----- (Rupees in '000) -----							
Balance at June 30, 2022		542,211	10,920	11,512	8,977,568	13,719,428	23,261,639
Total comprehensive income for the period ended September 30, 2022							
Profit for the period		-	-	-	-	592,611	592,611
Other comprehensive income		-	-	-	-	-	-
Total comprehensive income		-	-	-	-	592,611	592,611
Balance at September 30, 2022		542,211	10,920	11,512	8,977,568	14,312,039	23,854,250
Balance at June 30, 2023		542,211	10,920	11,512	14,977,568	8,289,993	23,832,204
Total comprehensive income for the period ended September 30, 2023							
Profit for the period		-	-	-	-	240,288	240,288
Other comprehensive income		-	-	-	-	-	-
		-	-	-	-	240,288	240,288
Balance at September 30, 2023		542,211	10,920	11,512	14,977,568	8,530,281	24,072,492

The annexed explanatory notes from 1 to 16 form an integral part of these condensed interim financial statements.


 CHIEF EXECUTIVE OFFICER


 DIRECTOR


 CHIEF FINANCIAL OFFICER

INDUS DYEING & MANUFACTURING COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

	Three months period ended	
	Sept 30, 2023	Sept 30, 2022
	----- (Rupees in '000) -----	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	489,137	957,228
Adjustments		
Depreciation of property, plant and equipment	278,228	218,102
Depreciation on right of use assets	3,987	3,666
Amortization on intangibles	262	374
Provision for gratuity	29,192	86,082
Unrealized loss on revaluation of foreign currency loans	-	184,187
(Gain) / loss on disposal of property, plant and equipment	(78)	(3,735)
Amortization of grant income	(19,196)	(1,906)
Unrealized (gain) / loss on revaluation of other financial assets	(1,860)	2,334
Dividend income	(1,937)	(653)
Finance cost	616,195	142,980
Discounting of provision of Gas Infrastructure Development Cess	8,013	12,262
Cash generated before working capital changes	1,401,943	1,600,921
Working capital changes		
(Increase) / decrease in current assets		
Stores, spares and loose tools	(182,806)	(73,779)
Stock in trade	(4,464,711)	287,977
Trade debts	907,007	(677,004)
Loans and advances	34,750	52,576
Trade deposits and short term prepayments	(208,009)	(115,003)
Other receivables	(65,906)	(66,855)
	(3,979,675)	(592,088)
Increase / (decrease) in current liabilities		
Trade and other payables	(67,355)	532,756
Short-term borrowings	5,495,075	378,159
Cash used in operations	2,849,988	1,919,748
Income taxes paid	693,642	(828,467)
Finance cost paid	(799,029)	(153,105)
Gratuity paid	(23,625)	(121,915)
Net cash used in operating activities	2,720,976	816,261
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment- net of capital work in progress	(302,130)	(1,722,476)
Proceeds from disposal of property, plant and equipment	157	7,261
Dividend received	1,937	653
Net cash used in investing activities	(300,036)	(1,714,562)

C. CASH FLOWS FROM FINANCING ACTIVITIES

Long-term financing obtained	-	1,410,917
Long-term financing repaid	(138,424)	(193,804)
GIDC rentals paid	-	(4,133)
Rentals paid against lease liabilities	(18,728)	(3,575)
Dividend paid	(15,068)	(7)
Net cash generated from financing activities	(172,220)	1,209,398
Net decrease in cash and cash equivalents (A+B+C)	2,248,720	311,097
Cash and cash equivalents at beginning of the period	(2,404,741)	(705,865)
Cash and cash equivalents at end of the period	(156,021)	(394,768)
CASH AND CASH EQUIVALENTS		
Cash and bank balances	358,513	222,709
Short-term running finance	(514,534)	(617,477)
7	(156,021)	(394,768)

The annexed explanatory notes from 1 to 16 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

INDUS DYEING & MANUFACTURING COMPANY LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

Indus Dyeing & Manufacturing Company Limited (the Company) was incorporated in Pakistan on July 23, 1957 as a public limited company under the Companies Act, 1913 (subsequently replaced by repealed Companies Ordinance, 1984 and now Companies Act, 2017). Registered office of the Company is situated at Office No. 508, 5th floor, Beaumont Plaza, Civil Lines, Karachi. The Company is currently listed on the Pakistan Stock Exchange Limited. The principal activity of the Company is manufacturing and sale of yarn. The manufacturing facilities of the Company are located in Karachi, Hyderabad and Muzaffargarh. The addresses of these facilities are as follows:

Manufacturing Unit	Address
Hyderabad	P-1, P-5 S.I.T.E, Hyderabad, Sindh
Karachi	Plot Number 03 & 07, Sector 25, Korangi Industrial Area, Karachi.
Muzaffargarh	Muzaffargarh, Bagga Sher, District Multan

The Company has the investments in the following entities:

- Indus Lyallpur Limited - Wholly owned subsidiary
- Indus Home Limited - Wholly owned subsidiary
- Indus Home USA Inc. - Wholly owned subsidiary of Indus Home Limited
- Indus Wind Energy Limited - Wholly owned subsidiary
- Sunrays Textile Mills Limited - Associated undertaking

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 These unconsolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

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

2.1.2 These unconsolidated condensed interim financial statements are unaudited. However, a limited scope review of these unconsolidated condensed interim financial statements have been performed by the external auditors of the Company and they have issued their review report thereon. These unconsolidated condensed interim financial statements are submitted to the shareholders as required by section 237 of the Companies Act, 2017.

2.1.3 These are separate unconsolidated condensed interim financial statements of the Company in which investments in subsidiaries are carried at cost less impairment, if any.

2.2.1 These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except for:

- recognition of certain employee retirement benefits at present value;
- recognition of certain financial instruments at fair value; and
- recognition of lease liabilities at present value.

2.2.2 These unconsolidated condensed interim financial statements do not include all of the information required for annual audited financial statements and therefore should be read in conjunction with the unconsolidated annual audited financial statements of the Company for the year ended June 30, 2023.

2.2.3 The comparative statement of financial position presented has been extracted from unconsolidated annual audited financial statements for the year ended June 30, 2023, whereas comparative unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of cash flows and unconsolidated condensed interim statement of changes in equity presented in these unconsolidated condensed interim financial statements have been extracted from the unaudited unconsolidated condensed interim financial statements for the three months period ended September 30, 2022.

2.3 Functional and presentation currency

These unconsolidated condensed interim financial statements are presented in Pakistani Rupees which is also the Company's functional currency.

3. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND RISK MANAGEMENT POLICIES

3.1 The accounting policies, underlying estimates and methods of computations adopted in the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the preparation of the unconsolidated annual audited financial statements of the Company for the year ended June 30, 2023.

The preparation of the condensed interim financial statements in conformity with accounting and reporting standards for interim financial reporting as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

3.2 Amendments to published approved accounting standards that are effective

There are certain amendments to approve accounting standards which are mandatory for the Company's annual accounting period which began on July 1, 2022, however, these do not have any significant impact on the Company's financial reporting and, therefore, have not been detailed in these unconsolidated condensed interim financial statements.

	Note	(Un-Audited) Sept 30, 2023 ----- (Rupees in '000) -----	(Audited) June 30, 2023
4. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	4.1	12,527,448	10,614,933
Capital work in progress	4.2	300,365	2,133,127
Right of use assets	4.3	<u>25,339</u>	<u>29,325</u>
		<u>12,853,152</u>	<u>12,777,385</u>

4.1 Operating fixed assets

Opening written down value **10,614,933** 9,331,688

Additions during the period

Factory building on leasehold land	96,367	179,433
Plant and machinery	1,724,565	1,531,596
Electric installations	185,296	69,932
Solar panels	181,750	272,023
Power generators	-	59,947
Office equipment	2,179	1,157
Furniture and fixtures	665	2,151
Vehicles	-	42,288
	2,190,822	2,158,527

Disposals during the period

Cost

Plant and machinery	-	(130,882)
Power generator	-	(19,477)
Vehicles	(220)	(21,431)
	(220)	(171,790)

Accumulated depreciation

Plant and machinery	-	101,576
Power generator	-	17,581
Vehicles	141	13,479
- Written down value of operating fixed assets disposed off	141	132,636

- Depreciation charged during the period **(278,228)** (836,128)

Written down value at end of the period **12,527,448** 10,614,933

4.2 Capital work in progress

Opening balance **2,133,127** 545,198

Additions during the period

Civil works	14,567	381,077
Plant and machinery	-	1,734,666
Solar panels	-	412,778
Power Generator	-	58,945
Electric installations	45,193	-
	59,760	2,587,466

Transfers during the period

Civil works	(93,949)	(164,419)
Plant and machinery	(1,633,477)	(511,219)
Solar panels	-	(265,279)
Power Generator	-	(58,620)
Electric installations	(165,096)	-
	(1,892,522)	(999,537)

Closing balance **300,365** 2,133,127

	Note	(Un-Audited) Sept 30, 2023 ----- (Rupees in '000) -----	(Audited) June 30, 2023
4.3 Right of use assets			
Opening net book value		29,325	43,987
Amortization for the period		(3,986)	(14,662)
Closing net book value		<u>25,339</u>	<u>29,325</u>
Lease term in years		<u>5</u>	<u>5</u>
5. LONG TERM INVESTMENTS			
Investment in an associate - at cost		13,476	13,476
Investment in subsidiaries - at cost	5.1	6,386,516	6,386,516
		<u>6,399,992</u>	<u>6,399,992</u>
5.1 Investment in subsidiaries - at cost			
Indus Home Limited (IHL)		2,491,204	2,491,204
Indus Lyallpur Limited (ILP)		1,635,000	1,635,000
Indus Wind Energy Limited (IWE)		2,260,312	2,260,312
		<u>6,386,516</u>	<u>6,386,516</u>
6. TAX REFUNDABLE			
Sales tax refundable		10,641	557,100
Income tax refundable		61,899	37,229
		<u>72,540</u>	<u>594,329</u>
7. SHORT-TERM BORROWINGS			
- from banking companies - secured			
Running finance		12,626,043	5,775,336
Foreign currency financing against exports		514,538	4,047,940
		<u>13,140,581</u>	<u>9,823,276</u>
		(Un-Audited) Sept 30, 2023 ----- (Rupees in '000) -----	(Audited) June 30, 2023
8. CONTINGENCIES AND COMMITMENTS			
8.1 Contingencies			
Claim of arrears of social security contribution not acknowledged. Appeal is pending in Honorable High Court of Sindh. The management is hopeful for favorable outcome.		453	453
Bank guarantees in favour of Collector of Customs on behalf of the Group		<u>3,817</u>	<u>3,817</u>
Guarantees issued by banks in favour of gas and electric distribution companies		<u>133,186</u>	<u>133,186</u>
8.1.1 Bank guarantees against payment of infrastructure cess.		<u>1,174,542</u>	<u>1,114,542</u>

8.1.2 Contingencies are not materially changed as disclosed in the note 26.1 to the unconsolidated annual audited financial statements for the year ended June 30, 2023.

8.2 Commitments

Letters of credit for raw material and stores and spares	<u>184,422</u>	<u>1,929,906</u>
Letters of credit for property, plant and equipment	<u>111,095</u>	<u>282,317</u>
Sales contracts to be executed	<u>2,654,235</u>	<u>3,118,754</u>
Commitment under forward contract	<u>-</u>	<u>286,599</u>
Commitment to Pakistan State Oil	<u>7,500</u>	<u>7,500</u>

9. REVENUE FROM CONTRACTS WITH CUSTOMERS

		----- (Un-Audited) ----- Three months period ended	
		Sept 30, 2023	Sept 30, 2022
		----- (Rupees in '000) -----	
	Note		
Export sales			
-Yarn	9.1	11,371,097	5,967,981
-Waste sale		<u>10,997</u>	<u>136,305</u>
		<u>11,382,094</u>	<u>6,104,286</u>
Local sales			
-Yarn		6,449,973	6,716,695
-Cotton / Fiber		220,096	166,582
-Waste sale		<u>838,301</u>	<u>222,497</u>
		<u>7,508,370</u>	<u>7,105,774</u>
Yarn conversion		109,809	63,286
Brokerage and commission		<u>(117,345)</u>	<u>(124,938)</u>
Sales discount		<u>-</u>	<u>(154)</u>
Sales exchange rate difference		<u>(7,146)</u>	<u>(18,325)</u>
		<u>(124,491)</u>	<u>(143,417)</u>
		<u>18,875,782</u>	<u>13,129,929</u>

9.1 This includes indirect exports of Rs. 1,754 million for three months ended September 30, 2023 [2022: Rs. 2,996 million]

9.2 Disaggregation of export sales into geographical areas :

		----- (Un-Audited) -----	
		Three months period ended	
		Sept 30, 2023	Sept 30, 2022
		----- (Rupees in '000) -----	
- Bangladesh		57,176	292,630
- Belgium		18,457	8,438
- Brazil		-	34,070
- China		8,870,212	1,567,187
- Egypt		-	133,168
- Germany		18,788	-
- Italy		184,235	77,961
- Japan		53,682	20,645
- Malaysia		16,257	12,376
- Mexico		-	16,101
- Philippine		-	13,939
- Portugal		80,658	260,052
- Republic of Korea		78,627	-
- Spain		19,089	-
- Sweden		29,843	26,623
- Taiwan		10,997	87,586
- Turkey		176,957	358,060
- United States		20,380	189,864
- Vietnam		-	27,439
		9,635,358	3,126,139
Exchange rate difference		(7,146)	(18,325)
Indirect exports		1,753,882	2,996,472
		11,382,094	6,104,286

		----- (Un-Audited) -----	
		Three months period ended	
		Sept 30, 2023	Sept 30, 2022
		----- (Rupees in '000) -----	
10. COST OF GOODS SOLD	Note		
Raw material consumed		14,077,198	9,295,984
Manufacturing expenses	10.2	2,322,096	1,792,242
Outside purchases		179,575	440,004
		16,578,869	11,528,230
Work in process			
Opening stock		687,799	411,546
Closing stock		(720,530)	(576,687)
		(32,731)	(165,141)
Cost of goods manufactured		16,546,138	11,363,089
Finished goods			
Opening stock		2,127,964	914,754
Closing stock		(1,345,234)	(754,691)
		782,730	160,063
	10.1	17,328,868	11,523,152

10.1 This includes cost of raw material sold of Rs. 249 million for three months ended September 30, 2023 [2022: Rs. 151 million]

	----- (Un-Audited) ----- Three months period ended	
	Sept 30, 2023	Sept 30, 2022
	----- (Rupees in '000) -----	
10.2 Manufacturing expenses		
Salaries, wages and benefits	544,200	612,640
Utilities	1,101,279	599,946
Packing material consumed	171,136	105,808
Stores and spares consumed	174,753	129,781
Repairs and maintenance	19,025	24,014
Insurance	12,601	10,163
Rates and taxes	1,003	906
Depreciation - on property, plant and equipment	267,721	206,598
Others	30,378	102,386
	2,322,096	1,792,242

11. TAXATION

The charge for current taxation is based on taxable income at the current rate of taxation after taking into account applicable tax credits, rebates and exemptions available, if any. However, for income covered under final tax regime, taxation is based on applicable tax rates under such regime. In these unconsolidated condensed interim financial statements, tax expense for the period has been determined on provisional basis. Final liability will be determined on the basis of annual results.

The charge for deferred tax is based on net taxable temporary differences that exist at period end for local operations. It is likely that the income of the Company will be taxable based on turnover tax and under final tax regime in future. Hence, deferred tax is recognized to the extent of local operations.

	(Un-Audited) Sept 30, 2023	(Un-Audited) Sept 30, 2022
	----- (Rupees in '000) -----	
Tax charge for:		
- Current year	288,188	274,585
- Prior year tax	(39,339)	(41,584)
	248,849	233,001
- Deferred tax expense / (income)	-	131,616
	248,849	364,617

12. EARNINGS PER SHARE - BASIC AND DILUTED

	----- (Un-Audited) ----- Three months period ended	
	Sept 30, 2023	Sept 30, 2022
	----- (Rupees in '000) -----	
12.1 Basic earnings per share		
Profit for the period	240,288	592,611

	Three months period ended	
	Sept 30, 2023	Sept 30, 2022
	--- (Number of shares in '000) ---	
Weighted average number of ordinary shares outstanding during the period	54,221	54,221
	----- (Rupees) -----	
Earnings per share - basic and diluted	4.43	10.93

12.2 No figures for diluted earnings per share have been presented as the Company has not issued any instruments carrying options which would have an impact on earnings per share when exercised.

13. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of subsidiaries Indus Lyallpur Limited, Indus Home Limited, Indus Home USA Inc. and Indus Wind Energy Limited, the associates (Sunrays Textiles Mills Limited, Riaz Cotton Factory and Haji Mola Buksh Cotton Company Limited) and key management personnel. The Company carries out transactions with related parties as per agreed terms. Transactions with related parties during the period and balances with them at period end are as follows:

			----- (Un-Audited) -----	
			Three months period ended	
			Sept 30 2023	Sept 30 2022
			----- (Rupees in '000) -----	
13.1	Transactions during the period			
	Name of party	Basis of relationship	Nature of transactions	
	Indus Lyallpur Limited	Wholly owned Subsidiary	Received conversion cost	38,951
			Paid conversion cost	6,487
				22,240
				90,822
	Indus Home Limited	Wholly owned Subsidiary	Sale of yarn and waste	237,220
			Received conversion cost	116,104
				70,858
				49,218
	Indus Wind Energy Limited	Wholly owned Subsidiary	Receipt of loan	240,420
	Key management personnel	Employment	Remuneration paid	82,320
				53,241
				55,604
13.2	Balances with related parties:			
	Indus Lyallpur Limited	Subsidiary	Receivable / (payable) against yarn and conversion process services	22,504
				(26,032)
	Indus Home Limited	Subsidiary	Receivable / (payable) against yarn and conversion process services	124,584
				(33,786)
	Sunrays Textile Mills	Associate on common	Receivable against various expenses	359
				156
	Indus Wind Energy Limited	Wholly owned subsidiary	Receivable against loan.	700
				159,468

14. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of financial assets and liabilities traded in active markets (i.e. listed equity shares) are based on the quoted market prices at the close of trading on the reporting date. The quoted

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The following table presents the Company's financial assets which are carried at fair value:

	----- (Un-Audited) ----- ----- As at September 30, 2023 -----	
	Carrying Amount	
	Fair value through profit or loss	Amortized cost
	----- (Rupees in '000) -----	
Financial assets measured at fair value		
Other financial assets	24,026	-
Financial assets not measured at fair value		
Long-term deposits	-	6,287
Trade debts	-	9,332,275
Loans	-	12,212
Other receivables	-	199,505
Cash and bank balances	-	358,513
	-	9,908,792
Financial liabilities not measured at fair value		
Long-term financing	-	6,599,002
Trade and other payables	-	1,417,758
Unclaimed dividend	-	3,940
Short-term borrowings	-	13,140,581
Interest / mark-up payable	-	331,871
Lease liabilities	-	21,073
	-	21,514,225

----- (Audited) -----
----- As at June 30, 2023 -----

Carrying Amount	
Fair value through profit and loss	Amortized cost

----- (Rupees in '000) -----

Financial assets measured at fair value

Other financial assets	38,933	-
------------------------	--------	---

**Financial assets not
measured at fair value**

Long-term deposits	-	6,287
Trade debts	-	10,239,282
Loans	-	8,826
Other receivables	-	133,599
Trade deposits	-	9,864
Cash and bank balances	-	287,564
	-	10,685,422

**Financial liabilities not measured at
fair value**

Long-term financing	-	6,718,227
Trade and other payables	-	1,673,728
Unclaimed dividend	-	19,009
Short-term borrowings	-	9,823,276
Interest / mark-up payable	-	496,693
Lease liabilities	-	37,843
	-	18,768,776

- 14.1 The carrying amounts are reasonable approximation of their fair values.
- 14.2 There were no transfers of items between levels of fair value hierarchy during the period.

15. DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on October 30, 2023 by the Board of Directors of the Company.

16. GENERAL

- 16.1 Figures have been rounded off to the nearest thousand of Rupee.
- 16.2 Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation, the effect of which is not material.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

CONTENTS OF CONSOLIDATED ACCOUNTS

Balance sheet

Profit & loss account

Statement of other comprehensive income

Cash flow statement

Statement of changes in equity

Notes to the financial statement

INDUS DYEING & MANUFACTURING COMPANY LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2023

		Sept 30, 2023 (Un-Audited)	June 30, 2023 (Audited)
	Note	----- (Rupees in '000) -----	
ASSETS			
Non-current assets			
Property, plant and equipment	6	37,634,846	37,566,687
Intangibles		4,842	5,232
Long-term investments	7	85,519	82,663
Long-term deposits		18,602	19,848
Long-term advances		1,454	1,816
		<u>37,745,263</u>	<u>37,676,246</u>
Current assets			
Stores, spares and loose tools		1,682,749	1,374,283
Stock-in-trade		29,560,878	23,832,552
Trade debts		17,003,248	17,490,955
Loans and advances		443,864	494,234
Trade deposits & short term prepayments		337,228	106,683
Other receivables		302,515	363,662
Other financial assets		567,866	140,180
Tax refundable		619,492	1,500,020
Cash and bank balances		933,292	1,008,130
		<u>51,451,132</u>	<u>46,310,699</u>
TOTAL ASSETS		<u>89,196,395</u>	<u>83,986,945</u>
EQUITY AND LIABILITIES			
Authorised share capital			
100,000,000 ordinary shares of Rs.10 each		<u>1,000,000</u>	<u>1,000,000</u>
Share capital and reserves			
Issued, subscribed and paid-up capital			
54,221,196 ordinary shares of Rs.10 each		542,211	542,211
General reserve		15,000,677	15,000,677
Unappropriated profits		16,882,470	15,938,592
		<u>32,425,358</u>	<u>31,481,480</u>
Non-current liabilities			
Long-term financing		21,210,452	21,586,120
Deferred taxation		167,712	157,170
Deferred liabilities		1,035,584	1,103,521
Lease liabilities		45,354	53,330
		<u>22,459,102</u>	<u>22,900,141</u>
Current liabilities			
Trade and other payables		5,687,540	5,383,614
Unclaimed dividend		3,940	19,009
Interest / mark-up payable		670,593	959,534
Short-term borrowings	8	24,486,279	20,078,366
Current portion of long-term financing		2,269,322	2,236,601
Current portion of deferred liabilities		1,017,375	904,316
Current maturity of lease liabilities		11,311	23,884
Taxation		165,575	-
		<u>34,311,935</u>	<u>29,605,324</u>
TOTAL EQUITY AND LIABILITIES		<u>89,196,395</u>	<u>83,986,945</u>
CONTINGENCIES AND COMMITMENTS			
	9		

The annexed explanatory notes from 1 to 17 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

INDUS DYEING & MANUFACTURING COMPANY LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

	Note	Three months period ended	
		Sept 30, 2023	Sept 30, 2022
		(Rupees in '000)	
Revenue from contracts with customers			
Sales - net	10	28,885,788	19,328,370
Revenue from sale of electricity		964,987	500,727
Directly attributable cost for generating revenue	11	(26,474,760)	(17,142,042)
Gross profit		3,376,015	2,687,055
Other income		204,773	191,397
		3,580,788	2,878,452
Distribution cost		(473,651)	(384,474)
Administrative expenses		(253,580)	(236,281)
Other operating expenses		(85,329)	(349,970)
Finance cost		(1,427,354)	(550,430)
		(2,239,914)	(1,521,155)
Share of profit from associate - net of tax		2,856	1,791
Profit before taxation		1,343,730	1,359,088
Taxation	12	(399,852)	(453,722)
Profit after taxation		943,878	905,366
		(Rupees)	
Earnings per share - basic and diluted		17.41	16.70

The annexed explanatory notes from 1 to 17 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

INDUS DYEING & MANUFACTURING COMPANY LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

	Three months period ended	
	Sept 30, 2023	Sept 30, 2022
Note	----- (Rupees in '000) -----	
Profit for the period	943,878	905,366
Other comprehensive income	-	-
Other comprehensive income		
Items that may be reclassified subsequently to profit and loss account		
Actuarial gain / loss - Net of tax		
Total comprehensive income for the period	<u>943,878</u>	<u>905,366</u>

The annexed explanatory notes from 1 to 17 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

INDUS DYEING & MANUFACTURING COMPANY LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

	Capital		Reserves		Revenue		Total
	Share Premium	Merger Reserve	Exchange translation reserve	General Reserve	Un-appropriated Profits		
Issued, subscribed and paid-up capital							
----- (Rupees in '000) -----							
Balance at June 30, 2022 (Audited)	542,211	10,920	11,512	677	8,977,568	20,092,138	29,635,026
Total comprehensive income for the period ended September 30, 2022							
Profit for the period	-	-	-	-	-	905,366	905,366
Other comprehensive income	-	-	-	287	-	-	287
	-	-	-	287	-	905,366	905,653
Balance at September 30, 2022 (Un-Audited)	542,211	10,920	11,512	964	8,977,568	20,997,504	30,540,679
Balance at June 30, 2023 (Audited)	542,211	10,920	11,512	677	14,977,568	15,938,592	31,481,480
Total comprehensive income for the period ended September 30, 2023							
Profit for the period	-	-	-	-	-	943,878	943,878
Other comprehensive income	-	-	-	-	-	-	-
	-	-	-	-	-	943,878	943,878
Balance at September 30, 2023 (Un-Audited)	542,211	10,920	11,512	677	14,977,568	16,882,470	32,425,358

The annexed explanatory notes from 1 to 17 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

INDUS DYEING & MANUFACTURING COMPANY LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

	Three months period ended	
	Sept 30, 2023	Sept 30, 2022
	----- (Rupees in '000) -----	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,343,730	1,359,088
Adjustments		
Depreciation of property, plant and equipment	689,092	597,550
Depreciation on right of use assets	5,218	5,147
Amortization on intangibles	393	374
Provision for gratuity	51,679	92,082
Share of profit from Associate	(2,856)	(1,791)
Unrealized loss / (gain) on revaluation of foreign currency loans	-	184,187
Loss / (gain) on disposal of property, plant and equipment	(14,945)	(8,659)
Unwinding of deferred government grant	(14,931)	(1,906)
Unrealized loss / (gain) on revaluation of other financial assets	(5,847)	2,334
Dividend income	(1,937)	(653)
Finance cost	1,279,257	496,426
Discounting of provision of GIDC	8,013	12,262
Cash generated before working capital changes	3,336,866	2,736,441
Working capital changes		
(Increase) / decrease in current assets		
Stores, spares and loose tools	308,466	(64,823)
Stock in trade	(5,568,126)	890,782
Trade debts	487,707	(525,854)
Loans and advances	197,702	(145,928)
Trade deposits & short term prepayments	(230,545)	(120,073)
Other receivables	61,147	113,546
Long term deposits	(1,246)	1,307
	(4,744,895)	148,957
Increase / (decrease) in current liabilities		
Trade and other payables	(694,030)	747,353
Short-term borrowings	7,262,324	(5,447,347)
Cash (used in) / generated from operations	5,160,265	(1,814,596)
Income taxes paid	(343,062)	(213,009)
Finance cost paid	(2,154,415)	(528,629)
Gratuity paid	(98,976)	(160,912)
GIDC rentals paid	-	(4,133)
Net cash (used in) / generated from operating activities	2,563,812	(2,721,279)
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment- net of capital work in progress CWIP additions	(1,435,277)	(2,121,790)
Proceeds from disposal of property, plant and equipment	15,014	44,725
Payment for advance against shares long term deposits made		
Proceeds from disposal of other financial assets	20,256	-
Short term investments	(419,980)	(124,184)
Dividend received	1,937	653
Net cash used in investing activities	(1,818,050)	(2,200,596)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long-term financing	98,600	1,645,748

Repayment of long-term financing	(512,610)	(535,537)
Rentals (paid) / recognized against lease liabilities	(22,506)	(26,962)
Dividend paid	(15,068)	(7)
Long term advance	362	1,000
Net cash generated from financing activities	(451,946)	1,084,242
Net (decrease) / increase in cash and cash equivalents (A+B+C)	293,816	(3,837,633)
Cash and cash equivalents at beginning of the period	(7,505,449)	(994,591)
Cash and cash equivalents at end of the period	(7,211,633)	(4,832,224)
CASH AND CASH EQUIVALENTS		
Cash and bank balances	933,292	1,635,715
Short-term running finance	(8,144,925)	(6,467,939)
	(7,211,633)	(4,832,224)

The annexed explanatory notes from 1 to 17 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

INDUS DYEING & MANUFACTURING COMPANY LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

1. THE GROUP AND ITS OPERATIONS

The "Group" consists of Indus Dyeing & Manufacturing Company Limited (the Holding Company), its subsidiaries and associates.

1.1 Holding Company

Indus Dyeing & Manufacturing Company Limited (the Holding Company) was incorporated in Pakistan on July 23, 1957 as a public limited Company under the Companies Act 1913 (subsequently replaced by the repealed Companies Ordinance, 1984 and now Companies Act 2017). Registered office of the Holding Company is situated at Office No. 508, 5th floor, Beaumont Plaza, Civil Lines, Karachi. The Holding Company is currently listed on Pakistan Stock Exchange Limited. The principal activity of the Holding Company is manufacturing and sale of yarn. The manufacturing facilities of the Holding Company are located in Karachi, Hyderabad & Muzaffargarh. The addresses of these facilities are as follows:

Manufacturing Unit	Address
Hyderabad	P-1 & P-5, S.I.T.E, Hyderabad, Sindh
Karachi	Plot No. 03 & 07, Sector 25, Korangi Industrial Area, Karachi
Muzaffargarh	Muzaffargarh, Bagga Sher, District Multan.

1.2 Subsidiary Companies

1.2.1 Indus Lyallpur Limited - 100% wholly owned

Indus Lyallpur Limited (ILP) is an unlisted public company limited by shares, incorporated in Pakistan on April 25, 1992 under the Companies Ordinance, 1984 (subsequently replaced by the repealed Companies Act 2017). Principal business of the ILP is manufacturing and sale of yarn. Its manufacturing facility is located at 38th kilometer, Shaikhupura road, District Faisalabad in the province of Punjab. Registered office of the ILP is situated at Office No. 508, 5th floor, Beaumont Plaza, Civil Lines, Karachi.

1.2.2 Indus Home Limited - 100% wholly owned

Indus Home Limited (IHL) was incorporated in Pakistan as a public limited Company on May 18, 2006 under the Companies Ordinance 1984 (subsequently replaced by the repealed Companies Act 2017). The registered office of the company is located at 174 Abu Bakar Block, New Garden Town, Lahore. The principal activities of the IHL are to manufacture and export the greige and finished terry cloth and other textile products. The manufacturing facility of the Company is located at Manga Mandi, Lahore. On November 21, 2013, the Holding Company acquired 75 million shares of Indus Home Limited from WestPoint Pakistan LLC for an aggregate purchase consideration of USD 12 million. As a result of the acquisition, the Holding Company acquired controlling interest in Indus Home Limited by way of 100% ownership.

1.2.3 Indus Home USA Inc. (100% wholly owned by Indus Home Limited)

Indus Home USA Inc. was established during the year ended June 30, 2014. Its principal business activity is to act as commission agent to generate sales order in textile sector.

1.2.4 Indus Wind Energy Limited - 100% wholly owned

Indus Wind Energy Limited (IWEL) was established during the year ended June 30, 2015. Its principal business activity is to generate and sale electricity to the national grid. The power generation facility of the Company is located at Deh Kohistan 7/3 & 7/4 Tapu Jung Shahi, Taluka & District Thatta. Registered office of IWEL is situated at office No. 508, 5th floor, Beaumont Plaza, Civil Lines, Karachi.

1.2.5 Sunrays Textile Mills Limited - Associated Company

Sunrays Textile Mills Limited was incorporated in Pakistan on August 27, 1987 as a public limited company under the Companies Ordinance, 1984 (subsequently replaced by the repealed Companies Act 2017). Its shares are quoted on Pakistan Stock Exchange Limited. The Company is principally engaged in trade, manufacture and sale of yarn. The registered office of the Company is situated at Karachi. The mill is located at District Muzaffargarh, Dera Ghazi Khan Division, in the province of Punjab. The Holding Company has 0.99% voting rights in the Company and it is regarded associate due to common directorship.

2. BASIS OF CONSOLIDATION

- These consolidated condensed interim financial statements includes the condensed interim financial statements of the Holding Company, its subsidiaries and an associate company collectively referred to as "the Group" in these financial statements.
- Subsidiary companies are fully consolidated from the date on which more than 50% of voting rights are transferred to the Group or power to control them is established and excluded from consolidation from the date of disposal or when the control is lost.
- The condensed interim financial statements of the subsidiary companies are prepared for the same reporting period as of the Holding Company for the purpose of consolidation, using consistent accounting policies.
- The assets, liabilities, income and expenses of subsidiary companies are consolidated on a line by line basis.
- Material inter-group balances and transactions have been eliminated.
- Non-controlling Interest in equity of the subsidiary companies are measured at fair value as of the acquisition date of the subsidiaries.

3. STATEMENT OF COMPLIANCE

3.1 These consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprises of :

- International accounting standards (IAS)34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act , 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND RISK MANAGEMENT POLICIES

4.1 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

The accounting policies, underlying estimates and methods of computations adopted in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of the annual audited consolidated financial statements of the Group for the year ended June 30, 2023.

4.2 The financial risk management policies and objectives adopted by the Group are consistent with those disclosed in the Group's annual audited consolidated financial statements for the year ended June 30, 2023.

5. BASIS OF PREPARATION

5.1 These consolidated condensed interim financial statements has been prepared under the historical cost convention modified by: -

- recognition of certain employee retirement benefits at present value.
- recognition of certain financial instruments at fair value.

5.2 These consolidated condensed interim financial statements does not include all of the information required for annual audited financial statements and therefore should be read in conjunction with the annual audited consolidated financial statements of the Group for the year ended June 30, 2023.

5.3 These consolidated condensed interim financial statements is presented in Pakistani Rupees which is also the Group's functional currency.

5.4 The comparative consolidated statement of financial position presented has been extracted from annual consolidated audited financial statements for the year ended June 30, 2023, whereas comparative consolidated condensed interim statement of profit and loss, consolidated condensed interim statement of comprehensive income, consolidated condensed interim statement of cash flows and consolidated condensed interim statement of changes in equity presented in these consolidated condensed interim financial statements have been extracted from the unaudited consolidated condensed interim financial statement for the three months period ended September 30, 2022.

6. PROPERTY, PLANT AND EQUIPMENT	Sept 30, 2023 (Un-Audited) ----- (Rupees in '000) -----	June 30, 2023 (Audited)
Operating fixed assets	6.1 36,599,517	35,067,173
Capital work in progress	6.2 976,709	2,435,675
Right-of-use-assets	6.3 58,620	63,839
	<u>37,634,846</u>	<u>37,566,687</u>
6.1 Operating fixed assets - owned		
Opening written down value	35,067,173	32,285,817
Additions during the period		
Owned assets		
Free hold land	-	4,747
Factory building on leasehold land	96,367	292,664
Plant and machinery	1,942,103	4,220,341
Electric installations	185,296	69,932
Power generator	-	163,094
Solar panels	-	360,809
Office equipment	2,179	10,703
Factory equipment	247	61,694
Furniture and fixtures	1,611	16,126
Vehicles	7,317	91,579
Computers	1,919	-
	<u>2,237,039</u>	<u>5,291,689</u>
Disposal during the period		
Owned assets - Cost		
Plant and machinery	96,441	299,987
Power generator	-	19,477
Furniture and fixtures	-	909
Vehicles	9,323	28,414
	<u>105,764</u>	<u>348,787</u>
Owned assets - Accumulated depreciation		
Plant and machinery	(69,793)	(224,704)
Power generator	-	(17,581)
Furniture and fixtures	-	(589)
Vehicles	(6,438)	(17,766)
	<u>(76,231)</u>	<u>(260,640)</u>
Depreciation charged during the period	(675,162)	(2,422,186)
Written down value at the end of the period	<u>36,599,517</u>	<u>35,067,173</u>

6.2 Capital work in progress

Opening balance 2,435,675 861,833

Additions during the period

Plant and machinery	86,692	2,636,019
Civil works	-	527,856
Power generator	-	58,945
Furniture and fixtures	996	-
Electric installations	39,061	-
Computer and accessories	1,919	-
Vehicles	7,317	-
Solar panels	-	412,778
	135,985	3,635,598

Transfers during the period

Plant and machinery	(1,325,477)	(1,455,461)
Civil works	(93,949)	(282,396)
Power generator	-	(58,620)
Furniture and fixtures	(946)	-
Electric installations	(165,096)	-
Office equipment	(247)	-
Computer and accessories	(1,919)	-
Solar panels	-	(265,279)
Vehicles	(7,317)	-
	(1,594,951)	(2,061,756)

Closing balance

976,709 **2,435,675**

6.3 Right-of-use assets

- Cost	126,160	126,160
- Opening balance	(62,322)	(42,735)
- Amortization during the period	(5,218)	(19,586)
Written down value at end of the period	58,620	63,839

		Sept 30, 2023 (Un-Audited) ----- (Rupees in '000) -----	June 30, 2023 (Audited)
7. LONG TERM INVESTMENTS	Note		
Investment in an associate	7.1	85,519	82,663
		<u>85,519</u>	<u>80,218</u>
7.1 Investment in associate			
Cost		1,716	1,716
Share of post acquisition profits:			
Opening		80,947	78,502
Dividend received		-	(412)
Share of profit from associate for the period		2,856	2,857
		<u>83,803</u>	<u>80,947</u>
		<u>85,519</u>	<u>82,663</u>
Number of shares held		205,962	205,962
Ownership interest		0.995%	0.995%
Book value (Rupees in '000)		82,104	83,130
Cost of investment (Rupees in '000)		1,716	1,716
		Sept 30, 2023 (Un-Audited) ----- (Rupees in '000) -----	June 30, 2023 (Audited)
8. SHORT TERM BORROWINGS			
- from banking companies - secured			
Running finance		8,144,925	5,056,355
Foreign currency financing against export / import		10,649,382	9,087,283
Foreign bill discounting		-	2,477,504
Rupee based discounting		2,095,217	-
Money market loan		3,596,755	3,327,224
Working finance capital		-	130,000
		<u>24,486,279</u>	<u>20,078,366</u>
		Sept 30, 2023 (Un-Audited) ----- (Rupees in '000) -----	June 30, 2023 (Audited)
9. CONTINGENCIES AND COMMITMENTS			

9.1 Contingencies

Claim of arrears of social security contribution not acknowledged. Appeal is pending in Honorable High Court of Sindh. The management is hopeful for favorable outcome.

	<u>453</u>	<u>453</u>
Bank guarantees in favour of Collector of Customs on behalf of the Group	<u>3,817</u>	<u>3,817</u>
Guarantees issued by banks in favour of gas and electric distribution companies	<u>838,179</u>	<u>805,307</u>
Bank guarantees against payment of infrastructure cess	<u>1,376,542</u>	<u>1,408,542</u>
Bank guarantees in favour of Pakistan State Oil Company Limited	<u>16,250</u>	<u>16,250</u>
Bank guarantees in favour of Government of Sindh	<u>263,153</u>	<u>313,154</u>

9.2 Commitments

Letters of credit against property, plant and equipment, stores and spares and raw cotton purchases

	<u>1,411,074</u>	<u>4,395,602</u>
Sales contract to be executed	<u>4,553,794</u>	<u>7,064,083</u>
Foreigncurrency forward contracts	<u>350,425</u>	<u>286,599</u>
Operations and maintenance contract	<u>68,582</u>	<u>206,057</u>
Post dated cheques, Revenue department, Government of Pakistan	<u>5,007,479</u>	<u>4,509,032</u>

10. REVENUE FROM CONTRACTS WITH CUSTOMERS

	----- (Un-Audited) -----	
	Three months period ended	
	Sept 30, 2023	Sept 30, 2022
	----- (Rupees in '000) -----	
Export sales		
-Yarn	17,307,645	10,467,035
-Waste sale	<u>10,997</u>	<u>136,305</u>
	<u>17,318,642</u>	<u>10,603,340</u>
Local sales		
-Yarn	10,557,465	8,438,519
-Cotton/fiber	<u>220,096</u>	<u>166,582</u>
-Waste sale	<u>1,052,890</u>	<u>347,825</u>
	<u>11,830,451</u>	<u>8,952,926</u>
Brokerage and commission	<u>(256,159)</u>	<u>(204,610)</u>
Discount on local yarn sales	<u>-</u>	<u>-</u>
Sales exchange rate difference	<u>(7,146)</u>	<u>(23,286)</u>
	<u>(263,305)</u>	<u>(227,896)</u>
	<u>28,885,788</u>	<u>19,328,370</u>

10.1 This includes indirect exports of Rs. 1,753 million for nine months ended September 30, 2023 [2022: Rs. 4,177 million]

10.2 Disaggregation of export sales into geographical areas :

	----- (Un-Audited) -----	
	Three months period ended	
	Sept 30, 2023	Sept 30, 2022
	----- (Rupees in '000) -----	
- Albania	-	-
- Australia	73,558	34,606
- Bangladesh	70,758	292,630
- Belgium	57,187	19,942
- Brazil	28,046	34,070
- Bulgaria	-	-
- China	11,879,195	1,954,553
- Denmark	493,514	-
- Egypt	-	159,478
- France	12,472	57,091
- Germany	635,064	410,460
- Greece	86,414	52,215
- Hong Kong	37,843	47,482
- Ireland	-	8,785
- Italy	197,477	122,041
- Japan	364,862	224,063
- Republic of Korea	78,627	-
- Malaysia	16,257	12,376
- Mexico	-	50,632
- Netherland	64,887	11,512
- New Zealand	51,207	-
- Norway	-	-
- Panama	32,628	-
- Paraguay	13,831	-
- Philippine	-	13,939
- Poland	11,926	28,567
- Portugal	191,656	393,401
- Saudi Arabia	-	13,118
- Singapore	641,022	349,681
- South Africa	15,062	6,053
- Spain	139,361	157,930
- Sweden	29,843	26,623
- Switzerland	-	-
- Taiwan	10,997	-
- Turkey	169,808	412,397
- Uganda	29,238	-
- United Arab Emirates	124,232	90,750
- United Kingdom	1,284,786	684,372
- United States	482,277	753,578
- Vietnam	-	27,439
	17,324,035	6,449,784
Indirect exports	1,753	4,176,842
Exchange rate difference	(7,146)	(23,286)
	17,318,642	10,603,340

		----- (Un-Audited) -----	
		Three months period ended	
		Sept 30, 2023	Sept 30, 2022
		----- (Rupees in '000) -----	
11. DIRECTLY ATTRIBUTABLE COST FOR GENERATING REVENUE	Note		
Raw material consumed		19,919,696	13,241,675
Manufacturing expenses	11.1	5,017,447	3,737,068
Outside purchases		240,767	585,285
		25,177,910	17,564,028
Work in process			
Opening stock		2,472,745	1,325,962
Closing stock		(2,001,335)	(1,536,820)
		471,410	(210,858)
Cost of goods manufactured		25,649,320	17,353,170
Finished Goods			
Opening stock		4,096,158	2,199,725
Closing stock		(3,270,718)	(2,410,853)
		825,440	(211,128)
		26,474,760	17,142,042
11.1 Manufacturing expenses			
Salaries, wages and benefits		1,295,606	1,154,596
Fuel, water and power		1,798,675	1,207,087
Stores and spares consumed		592,832	367,394
Packing material consumed		398,323	232,565
Insurance		45,308	37,426
Repairs and maintenance		117,066	94,610
Rent, rate and taxes		3,507	2,348
Depreciation		662,775	584,640
Others		103,355	56,402
		5,017,447	3,737,068

12. TAXATION

The charge for current taxation is based on taxable income at the current rate of taxation after taking into account applicable tax credits, rebates and exemptions available, if any. However, for income covered under final tax regime, taxation is based on applicable tax rates under such regime. In these unconsolidated condensed interim financial statements, tax expense for the period has been determined on provisional basis. Final liability will be determined on the basis of annual results.

The charge for deferred tax is based on net taxable temporary differences that exist at period end for local operations. It is likely that the income of the Company will be taxable based on turnover tax and under final tax regime in future. Hence, deferred tax is recognized to the extent of local operations.

13. EARNINGS PER SHARE - BASIC AND DILUTED

	----- (Un-Audited) -----	
	<u>Three months period ended</u>	
	Sept 30, 2023	Sept 30, 2022
	----- (Rupees in '000) -----	
13.1 Basic earnings per share		
Profit for the period	<u>943,878</u>	<u>905,366</u>
	----- (Number of shares in '000) -----	
Weighted average number of ordinary shares outstanding during the period	<u>54,221</u>	<u>54,221</u>
	----- (Rupees) -----	
Earnings per share - basic and diluted	<u>17.41</u>	<u>16.70</u>

14. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of subsidiaries Indus Lyallpur Limited, Indus Home Limited, Indus Home USA Inc. and Indus Wind Energy Limited, the associates (Sunrays Textiles Mills Limited and key management personnel. The Company carries out transactions with related parties as per agreed terms. Transactions with related parties during the period and balances with them at period end are as follows:

			Three months period ended	
			Sept 30	Sept 30
			2023	2022
			(Un-Audited)	(Un-Audited)
			----- (Rupees in '000) -----	
14.1	Transactions during the period			
Name of party	Basis of relationship	Nature of transactions		
Sun Rays Textile Mills Limited	Associate on common directorship	Purchase of yarn	40,390	12,558
		Paid yarn conversion cost	-	4,181
Key management personnel	Employment	Remuneration paid	145,687	137,170

14.2 Balances with related parties:

			Sept 30	June 30,
			2023	2023
			(Un-Audited)	(Audited)
			----- (Rupees in '000) -----	
Name of party	Basis of relationship	Nature of balances		
Sunrays Textile Mills Limited	Associate on common directorship	Receivable / (payable)	(4,230)	-

15. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of financial assets and liabilities traded in active markets (i.e. listed equity shares) are based on the quoted market prices at the close of trading on the reporting date. The quoted market price used for financial assets held by the Company is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The following table presents the Company's financial assets which are carried at amortized cost except financial assets:

	----- As at Sept 30, 2023 -----		
	----- (Un-Audited) -----		
	Carrying Amount		
	Fair value through profit or loss	Fair value through other comprehensive income	Amortized cost
	----- (Rupees in '000) -----		
Financial assets measured at fair value	567,866	-	-
Financial assets measured at amortized cost			
Long-term deposits	-	-	18,602
Trade debts	-	-	17,003,248
Loans to staff			
Short term prepayments			
Loans and advance	-	-	17,449
Other receivables	-	-	302,515
Trade deposits	-	-	188,406
Cash and bank balances	-	-	933,292
	567,866	-	18,463,512

**Financial liabilities
measured at amortized cost**

Long-term financing	-	-	23,479,774
Deferred liabilities	-	-	2,052,959
Lease liabilities	-	-	56,665
Trade and other payables	-	-	4,343,143
Short-term borrowings	-	-	24,486,279
Unclaimed dividend	-	-	3,940
Interest / mark-up payable	-	-	670,593
	<u>-</u>	<u>-</u>	<u>55,093,353</u>

----- As at June 30, 2023 -----
----- (Audited) -----

Carrying Amount		
Fair value through profit and loss	Fair value through other comprehensive income	Amortized cost
----- (Rupees in '000) -----		

**Financial assets
measured at fair value**

140,180	-	-
---------	---	---

**Financial assets
measured at amortized cost**

Long-term deposits	-	-	19,848
Trade debts	-	-	17,490,955
Loans and advances	-	-	12,987
Other receivables	-	-	363,662
Trade deposits	-	-	9,864
Cash and bank balances	-	-	1,008,130
	<u>140,180</u>	<u>-</u>	<u>18,905,446</u>

**Financial liabilities
measured at amortized cost**

Long-term financing	-	-	23,822,721
Lease liabilities	-	-	77,214
Trade and other payables	-	-	3,388,811
Unclaimed dividends	-	-	19,009
Short-term borrowings	-	-	20,078,366
Interest / mark-up payable	-	-	959,534
	<u>-</u>	<u>-</u>	<u>48,345,655</u>

16. DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on October 30, 2023 by the Board of Directors of the Company.

17. GENERAL

17.1 Figures have been rounded off to the nearest thousand of Rupee.

17.2 Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation, the effect of which is not material.



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER