



**Interim Financial
Quarter ended
September 30, 2023
(Un-audited)**



SALLY TEXTILE MILLS LIMITED

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Company Information

Board Of Directors

Mian Iqbal Salahuddin	Chief Executive Officer
Mst. Munira Salahuddin	
Mian Yousaf Salahuddin	
Mian Asad Salahuddin	
Mian Sohail Salahuddin	
Muhammad Khalil Latif	
Syed Abid Raza Zaidi	

Audit Committee

Muhammad Khalil Latif	Chairman
Mian Asad Salahuddin	Member
Mian Sohail Salahuddin	Member
Syed Abid Raza Zaidi	Secretary

Human Resources & Remuneration Committee

Muhammad Khalil Latif	Chairman
Mst. Munira Salahuddin	Member
Mian Sohail Salahuddin	Member

Chief Financial Officer

Mr. Hasan Shahnawaz

Company Secretary

Syed Abid Raza Zaidi

Registered Office

2-S, Gulberg II, Lahore.
Phones : (042) 35759002
E-mail : sallytex@hotmail.com
Fax : (042) 35754394

Bankers

National Bank Of Pakistan
Silk Bank Limited
The Bank of Punjab
Meezan Bank Limited
Habib Bank Limited

Mills

Muzaffargarh Road, Jauharabad
Phones: (0454) 720645, 720546, 720311

Directors' Review

The Directors of Sally Textile Mills Limited ("the Company") present the 1st quarter report of the Company for the period ended 30th September 2023.

Overview - Performance review

During the period under review, mill operations had been shut down due to negative viability. As evident from our accounts, there was no business conducted.

The financial results in a summarized form are given hereunder:

Description	Quarter ended September 30, 2023 Rupees '000'	Quarter ended September 30, 2022 Rupees '000'
Turnover-net	-	-
Gross profit / (Loss)	(7.89)	(8.27)
Loss before tax	(26.454)	(24.276)
Loss after tax	(26.454)	(24.276)

Loss per share

Loss per share of your company for ended September 30, 2023 is Rs. (3.01) as compared to Rs. (2.77) for the comparative period ended September 30, 2022.

Acknowledgement

Yours directors record with appreciation, the efforts of the company's existing staff who have vigorously trying to find an amicable solution to all pending issues.

For and on behalf of the board



MIAN IQBAL SALAHUDDIN
Chief Executive Officer

Date: **November 07, 2023**
Lahore.

Condensed Interim Balance Sheet (Un-audited)
as at September 30, 2023

	Un-Audited	Audited
	September 30 2023	June 30 2023
	Rupees '000	Rupees '000
EQUITY AND LIABILITIES		
Authorized share capital		
20,000,000 ordinary shares of Rs. 10 each	200,000	200,000
Share capital and reserves		
Issued, subscribed and paid-up capital	87,750	87,750
Surplus on revaluation of property, plant and equipment	207,406	207,406
Accumulated Loss	(1,451,855)	(1,425,401)
	(1,156,699)	(1,130,245)
Loan from sponsors - Unsecured	693,657	680,110
Non-current liabilities		
Long term finances - Secured	-	-
Employees retirement benefits	101,907	101,907
Deferred taxation	36,881	36,881
	138,788	138,788
Current liabilities		
Trade and other payables	463,280	463,280
Unclaimed Dividend	1,010	1,010
Short term borrowings - Secured	722,545	722,545
Accrued interest/mark-up	391,457	386,279
Current portion of non current liabilities	310,833	310,833
	1,889,125	1,883,947
Contingencies and commitments	-	-
TOTAL LIABILITIES	1,564,870	1,572,601



Lahore
Date : November 07, 2023

MIAN IQBAL SALAHUDDIN
Chief Executive



HASSAN SHAHNAWAZ
Chief Financial Officer



MIAN YUSAF SALAHUDDIN
Director

Condensed Interim Balance Sheet (Un-audited)
as at September 30, 2023

	Un-Audited	Audited
	September 30 2023	June 30 2023
	Rupees '000	Rupees '000
ASSETS		
Non-current assets		
Property, plant and equipment	748,469	756,229
Long term deposits - Unsecured, Considered good	11,244	11,244
	759,713	767,473
Current assets		
Stores, spares and loose tools	80,623	80,623
Stock in trade	565,440	565,440
Trade debts	96,588	96,588
Short Term Deposit	1,613	1,613
Advances, prepayments and other receivables	46,470	46,470
Current taxation	11,794	11,765
Cash and bank balances	2,629	2,629
	805,157	805,128
TOTAL ASSETS	1,564,870	1,572,601

The annexed notes from 1 to 8 form an integral part of this condensed interim financial information



Lahore
Date : November 07, 2023

MIAN IQBAL SALAHUDDIN
Chief Executive



HASSAN SHAHNAWAZ
Chief Financial Officer



MIAN YOUSAF SALAHUDDIN
Director

Condensed Interim Profit and Loss Account (Un-audited)
for the quarter ended September 30, 2023

	September 30 2023	September 30 2022
	Rupees '000 (Un-Audited)	Rupees '000 (Un-Audited)
Turnover - net	-	-
Cost of sales	(7,894)	(8,287)
Gross Profit / (Loss)	(7,894)	(8,287)
Selling and distribution expenses	-	-
Administrative and general expenses	(1,416)	(1,570)
	(1,416)	(1,570)
Other operating income	-	-
Operating Profit / (Loss)	(9,310)	(9,857)
Finance cost	(5,178)	(3,411)
Notional interest	(11,966)	(11,008)
Other charges	-	-
Loss before taxation	(26,454)	(24,276)
Taxation	-	-
Loss after taxation	(26,454)	(24,276)
Loss per share - basic and diluted	(3.01)	(2.77)

The annexed notes from 1 to 8 form an integral part of this condensed interim financial information



Lahore
Date : November 07, 2023

MIAN IQBAL SALAHUDDIN
Chief Executive



HASSAN SHAHNAWAZ
Chief Financial Officer



MIAN YUSAF SALAHUDDIN
Director

Condensed Interim Statement of Other Comprehensive Income (Un-audited) for the quarter ended September 30, 2023

	September 30 2023	September 30 2022
	Rupees '000 (Un-Audited)	Rupees '000 (Audited)
Items that may be reclassified subsequently to profit or loss	-	-
Items that will not be reclassified to profit or loss		
Incremental depreciation		-
Other comprehensive income before taxation	-	-
Taxation	-	-
Other comprehensive income after taxation	-	-
Loss after taxation	(26,454)	(30,573)
Total comprehensive Loss	(26,454)	(30,573)

The annexed notes from 1 to 8 form an integral part of this condensed interim financial information



Lahore
Date : November 07, 2023

MIAN IQBAL SALAHUDDIN
Chief Executive



HASSAN SHAHNAWAZ
Chief Financial Officer



MIAN YOUSAF SALAHUDDIN
Director

Condensed Interim Cash Flow Statement (Un-audited)

for the quarter ended September 30, 2023

	September 30 2023	September 30 2022
	Rupees '000 (Un-Audited)	Rupees '000 (Un-Audited)
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before taxation	(26,454)	(24,276)
Adjustments for non-cash and other items		
Interest / markup on borrowings	5,178	3,411
Notional interest	11,966	11,008
Provision for employees retirement benefits	-	-
Depreciation	7,663	8,071
	24,807	22,490
Operating Cashflow before changes in working capital	(1,647)	(1,786)
Changes in working capital		
Stores, spares and loose tools	-	-
Stock in trade	-	-
Trade debts	-	-
Advances, prepayments and other receivables	-	-
Trade and other payables	112	2,565
	112	2,565
Cash generated from operations	(1,535)	779
Payments for:		
Employees retirement benefits	-	-
Interest/markup on borrowings	-	-
Income tax	-	-
Net cash flow from operating activities	-	-
CASH FLOW FROM FINANCING ACTIVITIES		
Net Increase /(decrease) in short term borrowings	-	-
Loan from sponsors repaid	1,700	1,700
Net cash used in financing activities	1,700	1,700
Net increase/(decrease) in cash and cash equivalents	165	2,479
Cash and cash equivalents as at beginning of the year	2,629	2,629
Cash and cash equivalents as at end of the year	2,794	5,108

The annexed notes from 1 to 8 form an integral part of this condensed interim financial information



Lahore
Date : November 07, 2023

MIAN IQBAL SALAHUDDIN
Chief Executive



HASSAN SHAHNAWAZ
Chief Financial Officer



MIAN YOUSAF SALAHUDDIN
Director

Condensed Interim Statement of Changes In Equity (Un-audited)

for the quarter ended September 30, 2023

	Issued subscribed and Paid-up Capital	revaluation of property, plant & equipments	Accumulated Profit / (Losses)	Total equity
Rupees in thousand				
Blance as at July 01, 2022 - Audited	87,750	210,905	(1,332,733)	(1,034,078)
Comprehensive income				
Loss after taxation	-		(24,276)	(24,276)
Other comprehensive income	-			-
Total comprehensive Loss	-	-	(24,276)	(24,276)
Transaction with owners	-	-	-	-
Blance as at Sep 30, 2022 Un-audited	87,750	210,905	(1,357,010)	(1,058,354)
Comprehensive income				
Loss after taxation	-	-	(71,891)	(71,891)
Other comprehensive Loss	-		-	-
Total comprehensive Loss	-	-	(71,891)	(71,891)
Incremental deprication		(3,499)	3,499	-
Transaction with owners	-	-	-	-
Blance as at June 30, 2023	87,750	207,406	(1,425,401)	(1,130,245)
Comprehensive income				
Loss after taxation	-	-	(26,454)	(26,454)
Other comprehensive income	-	-		-
Total comprehensive Loss	-	-	(26,454)	(26,454)
Transaction with owners	-	-	-	-
Balance as at September 30, 2023	87,750	207,406	(1,451,855)	(1,156,699)

The annexed notes from 1 to 8 form an integral part of this condensed interim financial information



Lahore
Date : November 07, 2023

MIAN IQBAL SALAHUDDIN
Chief Executive



HASSAN SHAHNAWAZ
Chief Financial Officer



MIAN YOUSAF SALAHUDDIN
Director

Notes to the Condensed Interim Financial Information (Un-audited) *for the quarter ended September 30, 2023*

1. REPORTING ENTITY

Sally Textile Mills Limited ('the Company') is incorporated in Pakistan as a Public Limited Company under the Companies Ordinance, 1984 and is listed on Pakistan Stock Exchange Limited. The Company is a spinning unit engaged in the manufacture and sale of yarn. The registered office of the Company is situated at 4 F, Gulberg II, Lahore. The manufacturing facility including power generation unit, is located at Joharabad District Khushab in the Province of Punjab.

2. STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan and the requirements of Companies Ordinance, 1984. Approved accounting standards comprise of such International Financial Reporting Standards ('IFRSs') issued by the International Accounting Standards Board as notified under the provisions of the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions of or directives under the Companies Ordinance, 1984 prevail.

3. BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared under the historical cost convention except for certain financial instruments at fair value/amortized cost. In these condensed interim financial statements, except for the amounts reflected in the cash flow statement, all transactions have been accounted for on accrual basis

4. FUNCTIONAL CURRENCY

These condensed interim financial statements have been prepared in Pak Rupees which is the Company's functional currency

5. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for the preparation of these financial statements are consistent with those applied in the preparation of the preceding annual financial statements of the company for the year ended June 30, 2023.

6. DATE OF AUTHORIZATION

These condensed interim financial information have been approved by the Board of Directors of the Company and authorized for issue on Nov 07, 2023.

7. PROVISION FOR TAXATION

7.1 No Provision for the current tax has been made under sec 113 of income tax ordinance 2001.

7.2 No provision of deferred tax has been made as the impact of the same is considered to be immaterial.

Notes to the Condensed Interim Financial Information (Un-audited) *for the quarter ended September 30, 2023*

8. GENERAL

- 8.1** There are no other significant activities since 30 June-2023 that may effect these condensed interim financial information.
- 8.2** Comparitive figures have been re-arranged where necessary to facilitate comparision.However, there are no significant reclassifications during the period.
- 8.3** Figures have been rounded off to the nearest thousand rupee.



MIAN IQBAL SALAHUDDIN
Chief Executive



HASSAN SHAHNAWAZ
Chief Financial Officer



MIAN YOUSAF SALAHUDDIN
Director

Lahore

Date : November 07, 2023

BOOK POST

UNDER POSTAL CERTIFICATE

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