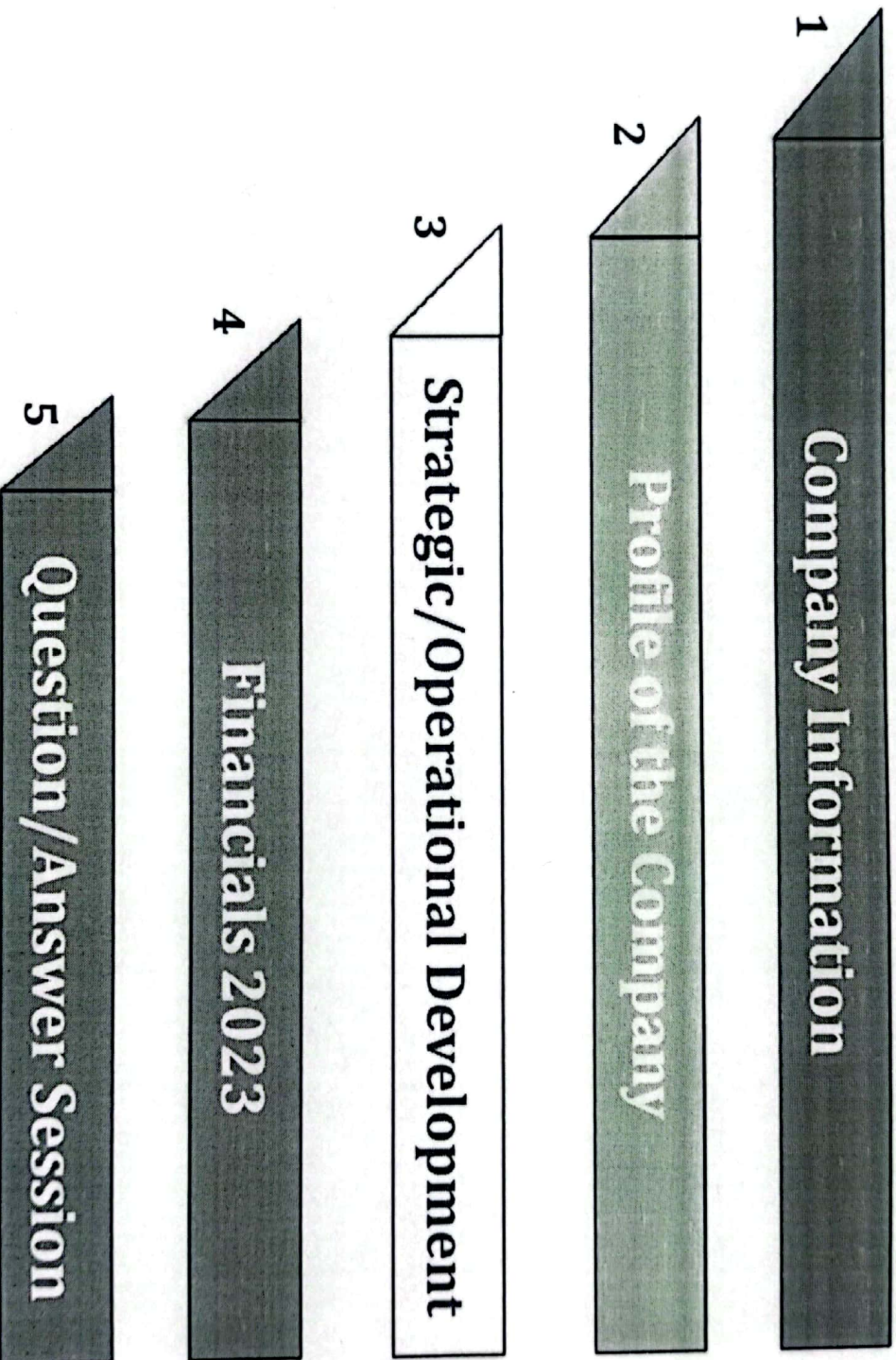


**CHAKWAL SPINNING
MILLS LIMITED**

Corporate Briefing Session
For the Year Ended
June 30, 2023

Presentation Outlines



Company Information

- Incorporated on January 31, 1988
- Registered Office: **7/1, E-3, Main Boulevard, Gulberg III, Lahore**
- Mill: 49-Km, Multan Road, Bhai Phero.
- Listed on Pakistan Stock Exchange on 1988
- Company Symbol: **CWSM**
- Member of All Pakistan Textile Mills Association and Lahore Chamber of Commerce
- Auditors : **M/s. Aslam Malik & Company, Chartered Accountants**
- Share Registrar : **M/s. Corplink (Pvt) Limited**
- Legal Advisor : **M/s. Irshad & Irshad Advocates**

Profile of the Company

Chakwal Spinning Mills Limited is a company of Well known Chakwal Group. The Company was incorporated in the Year 1988 and was set up for the manufacturing of verities of yarn. The Mill is situated at 49 Km Multan Road, Bhai Pheru. The mill has capacity of 33,468 Spindles. The company enjoy good name in the market for its quality of yarn. The yarn produced by the company was not only marketed in the local market but was also exported. The management of the company was running the affairs of the company despite difficult business conditions. However, after Covid-19 the company could not sustain its efforts to continue the operations of the company and are suspended till now.

The management of the company believes to strengthen the confidence of its member and is making every possible efforts to resume the operation of company.

KEY PERSONS

- Khawaja Muhammad Kaleem – *Director*
- Khawaja Shahzad Yunus - *Financial Consultant*

Strategic/Operational Development

The board of directors of the company have great desire and have making every possible efforts to put the company on the path of sustainable activity. The management in the past have pursued every possible opportunity which ensure to revival of the operation of the company.

The company has schedule a meeting of the Board of Directors on January 09, 2024 to consider the restructuring of the company and certain corporate activities.

We shall disseminate , if any price sensitive information to the Exchange accordingly.

CHAKWAL SPINNING MILLS LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2023

	2023	2022
	Rupees	Rupees
CAPITAL AND LIABILITIES		
Share Capital and Reserves		
Authorized share capital:		
140,000,000 (2022: 140,000,000 of Rs. 5/- each) ordinary shares of Rs. 5/- each	700,000,000	700,000,000
Issued, subscribed and paid up share capital	607,881,000	607,881,000
Loan from directors	42,375,000	42,375,000
Accumulated loss	(893,697,878)	(866,848,717)
Surplus on revaluation of property, plant & equipment	118,116,081	122,069,853
	(125,325,797)	(94,522,864)
Non Current Liabilities		
Lease Liability	-	-
Deferred liabilities	-	-
	-	-
Current Liabilities		
Trade and other payables	282,547,818	281,995,945
Accrued mark- up	67,778,697	67,778,697
Short term borrowings	463,694,024	480,087,959
Current portion of non current liabilities	37,742,792	37,742,792
Unclaimed dividend	384,347	384,347
Provision for taxation	10,232,194	10,232,194
	862,379,872	878,221,934
Contingencies and Commitments		
	-	-
	737,054,076	783,699,071
ASSETS		
Non Current Assets		
Property, plant and equipment	672,820,222	712,623,708
Long term loans	712,766	712,766
Long term deposits	27,839,744	27,839,744
	701,372,732	741,176,218
Current Assets		
Trade debts	324,607	324,607
Loans and advances	8,493,899	8,993,899
Tax refunds due from the government	23,880,927	23,880,927
Trade deposits, prepayments and other receivables	2,929,716	9,275,435
Cash and bank balances	52,195	47,985
	35,681,344	42,522,853
	737,054,076	783,699,071

CHAKWAL SPINNING MILLS LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED JUNE 30, 2023

	2023	2022
	Rupees	Rupees
Sales	23	-
Cost of sales	24	(42,496,234)
Gross Loss	(39,472,494)	(42,496,234)
Distribution cost	25	-
Administrative expenses	26	(2,290,048)
Operating Loss	(41,890,342)	(44,786,282)
Finance cost	27	(340)
Other operating expenses	28	(250,000)
Other operating income	29	1,782,510
Loss before Taxation	(30,802,933)	(43,254,112)
Taxation	30	-
Loss after Taxation	(30,802,933)	(43,254,112)
Loss per Share - Basic & Diluted	31	(0.36)

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

	2023	2022
	Rupees	Rupees
Loss after taxation	(30,802,933)	(43,254,112)
Other comprehensive income for the year	-	-
Total comprehensive loss for the year	<u>(30,802,933)</u>	<u>(43,254,112)</u>

CHAKWAL SPINNING MILLS LIMITED
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED JUNE 30, 2023

	2023	2022
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(30,802,933)	(43,254,112)
Adjustments for:		
- Depreciation	39,803,486	42,895,707
- Finance cost	1,172	340
	39,804,658	42,896,047
Operating (loss) / profit before working capital changes	9,001,726	(358,065)
(Increase) / decrease in current assets		
- Loans and advances	500,000	(4,647,607)
- Trade deposits, prepayments and other receivables	6,345,719	47,500
Increase / (decrease) in current liabilities	551,873	2,509,270
- Trade and other payables	7,397,592	(2,090,837)
	16,399,318	(2,448,902)
Cash generated (used in) / from operations	(1,172)	(340)
Finance cost paid		
	16,398,146	(2,449,242)
Net Cash generated used in Operating Activities		
CASH FLOWS FROM INVESTING ACTIVITIES		
Long term loans	-	-
Net Cash generated from Investing Activities	-	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Loan from directors and others	(16,393,935)	2,448,930
Net Cash (used in) / generated from Financing Activities	(16,393,935)	2,448,930
Net Increase / (decrease) in cash and cash equivalents	4,210	(311)
Cash and cash equivalents at the beginning of the year	47,985	48,296
	52,195	47,985

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

Particulars	Share Capital	Accumulated Loss	Loan from Directors	Surplus on revaluation of property, plant & equipment	Total
	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at June 30, 2021	607,881,000	(827,962,439)	42,375,000	126,437,687	(51,268,752)
Other comprehensive loss for the year	-	(43,254,112)	-	-	(43,254,112)
Transfer from surplus on revaluation of property, plant and equipment in respect of incremental depreciation charged in current year - net of deferred tax	-	4,367,834	-	(4,367,834)	-
Balance as at June 30, 2022	607,881,000	(866,848,717)	42,375,000	122,069,853	(94,522,864)
Other comprehensive loss for the Year	-	(30,802,933)	-	-	(30,802,933)
Transfer from surplus on revaluation of property, plant and equipment in respect of incremental depreciation charged in current year - net of deferred tax	-	3,953,772	-	(3,953,772)	-
Balance as at June 30, 2023	607,881,000	(893,697,878)	42,375,000	118,116,081	(125,325,797)

QUESTION & ANSWER SESSION

Thank You