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**2nd. Quarter Report  
December 31, 2023  
(Unaudited)**

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**ASHFAQ TEXTILE MILLS  
LIMITED**

**Mailing Address:**

8.A, Officers Colony No.1, Susan Road. Faisalabad- Pakistan  
Tel:+92-41-2435101-4 Fax: +92-41-2435105

**Ashfaq Textile Mills Ltd.**

## COMPANY INFORMATION

### CHIEF EXECUTIVE OFFICER

MR. ASHFAQ AHMED

### EXECUTIVE DIRECTORS

MR. ASHFAQ AHMED  
MR. NADEEM ASHFAQ  
MR. WASEEM ASHFAQ

### NON-EXECUTIVE DIRECTORS

MRS. SHAZIA AMJAD  
MRS. NAZIA IRFAN

### INDEPENDENT NON-EXECUTIVE DIRECTORS

MR. MUHAMMAD AQEEL IDREES  
MR. ABDUL WAHID  
SYED ABUZAR HUSSAIN

### COMPANY SECRETARY

MR. NISAR AHMAD

### CHIEF FINANCIAL OFFICER (CFO)

MR. MUHAMMAD ANWAR JAVED

### AUDITORS

RSM AVAIS HYDER LIAQAT NAUMAN,  
CHARTERED ACCOUNTANTS

### SHARE REGISTRAR

M/S FD REGISTRAR SERVICES (SMC-PVT) LTD.  
1705, 17TH FLOOR, SAIMA TRADE TOWER A,  
I.I. CHUNDRIGAR ROAD, KARACHI.

### BANKERS

UNITED BANK LIMITED.

### AUDIT COMMITTEE

SYED ABUZAR HUSSAIN (CHAIRMAN)  
MR. NISAR AHMAD (SECRETARY)  
MRS. SHAZIA AMJAD (MEMBER)  
MR. MOHAMMAD AQEEL IDREES (MEMBER)

### HUMAN RESOURCES AND REMUNERATION COMMITTEE

MR. MOHAMMAD AQEEL IDREES (CHAIRMAN)  
MRS. NAZIA IRFAN (MEMBER)  
MR. ABDUL WAHID (MEMBER)

### MAILING ADDRESS:

8/A-1, OFFICERS COLONY, SUSAN ROAD,  
FAISALABAD.

### REGISTERED OFFICE / MILLS

17TH K.M. MAIN FAISALABAD, JARANWALA  
ROAD, FAISALABAD.

### CONTACTS:

PHONES : 041-2435101-4  
FAX : 041-2435105  
E-mail : info@ashfaqtextile.com  
WEB : www.ashfaqtextile.com

## DIRECTOR'S REPORT TO THE SHARE HOLDERS

Dear Share Holders,

The Directors of your Company are pleased to present 2nd Quarter's report for the period ended 31st December, 2023.

### Review of the Results.

Sales during the period were recorded Rs.219.221 Million in comparison to last years same period Rs.214.496 Million.

During this period the Operating (Distribution, Administrative & Other) expenses were 11.42% to sales, in comparison to Rs.13.55% in the same period last year. Gross (loss) for this period is (11.19)% in comparison to (0.93)%. Financial charges to sales were recorded as 0.00% in comparison to 0.05% in the same period in last year. Cost of goods sold are 111.190% in comparison to 100.928% in the same period last year.

### In the coming days:

Overall recession in the world textile market and extraordinary increase in cost of doing business in Pakistan has a continuous negative impact on the profitability of the company. We are constantly cutting down on cost but are not able to match up with the increase in oil, gas and electricity prices by the government, thus the net impact remains to be in negative. We are hoping that the interest rates are reduced which would help the economy start flowing.

We would like to thank our staff members for their hard work, our valued customers for their trust in us and our suppliers and bankers for their cooperation.

---SD---

On behalf of the Board  
( ASHFAQ AHMAD )  
Chief Executive Officer



RSM Avais Hyder Liaquat Nauman  
Chartered Accountants

478-D, Peoples Colony No. 1  
Faisalabad – Pakistan

T: +92 (41) 854 1165, 854 1965  
F: +92 (41) 854 2765

[www.rsmPakistan.pk](http://www.rsmPakistan.pk)

## INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Ashfaq Textile Mills Limited

Report on review of Interim Financial Statements

### Introduction

We have reviewed the accompanying condensed interim statement of financial position of Ashfaq Textile Mills Limited (“the Company”) as at December 31, 2023 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the “interim financial statements”). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the three months ended December 31, 2023 and 2022 have not been reviewed, as we are required to review only the cumulative figures for the six months ended December 31, 2023.

### Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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Islamabad : 92 (51) 211 4096-8  
Rawalpindi : 92 (51) 519 3135  
Quetta : 92 (81) 282 9809  
Peshawar : 92 (91) 527 8310-527 7205  
Kabul : 93 (799) 058155

RSM Avais Hyder Liaquat Nauman is a related entity to the RSM network and trades as RSM. Each related entity of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.



### **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is Hamid Masood.

**RSM AVAIS HYDER LIAQUAT NAUMAN** *Handwritten signature*  
**CHARTERED ACCOUNTANTS**

**PLACE: FAISALABAD**

**DATE: 28 FEB 2024**

**UDIN: RR202310194otIG54Zaz**

**ASHFAQ TEXTILE MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)**  
**AS AT DECEMBER 31, 2023**

		Un-audited December 31, 2023 Rupees	Audited June 30, 2023 Rupees			Un-audited December 31, 2023 Rupees	Audited June 30, 2023 Rupees
EQUITY AND LIABILITIES	Note				ASSETS		
<b>SHARE CAPITAL AND RESERVE</b>				<b>NON CURRENT ASSETS</b>			
Authorised capital 100,000,000 ordinary shares of Rs.10/- each		<u>1,000,000,000</u>	<u>1,000,000,000</u>		Property, plant and equipment	882,118,748	899,680,090
					Long term security deposits	4,509,782	4,509,782
						<u>886,628,530</u>	<u>904,189,872</u>
Issued, subscribed and paid up capital	3	465,650,350	465,650,350				
Revaluation surplus on property, plant and equipment		324,847,351	331,558,667				
Revenue reserve		102,755,406	131,305,076				
Unappropriated profit		<u>893,253,107</u>	<u>928,514,093</u>				
<b>NON CURRENT LIABILITY</b>					<b>CURRENT ASSETS</b>		
Deferred liability					Stores, spares and loose tools	34,440,963	32,062,988
Staff retirement gratuity		105,460,643	95,560,353		Contract costs	3,502,893	4,658,401
Deferred taxation	4	63,270,549	76,988,888		Trade debts	83,553,076	49,554,138
		<u>168,731,192</u>	<u>172,549,241</u>		Loans and advances	30,531,584	30,444,824
<b>CURRENT LIABILITIES</b>					Prepayments	3,356,614	652,742
Trade and other payables		47,460,374	46,169,608		Other receivables	75,503	43,360
Provision for taxation-income tax	9	3,328,699	5,927,238		Tax refunds due from Government	43,270,815	35,095,724
		50,789,073	52,096,846		Short term Investments	810,512	60,719,566
					Cash and bank balances	26,592,782	35,738,565
						<u>226,144,842</u>	<u>248,970,308</u>
		<u>1,112,773,372</u>	<u>1,153,160,180</u>				
						<u>1,112,773,372</u>	<u>1,153,160,180</u>

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

---SD---  
**CHIEF EXECUTIVE OFFICER**

---SD---  
**DIRECTOR**

---SD---  
**CHIEF FINANCIAL OFFICER**

**ASHFAQ TEXTILE MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Note	Quarter Oct-Dec		Half Year July-Dec	
		2023 Rupees	2022 Rupees	2023 Rupees	2022 Rupees
Sales	6	124,350,035	103,361,121	219,221,185	214,496,233
Cost of sales	7	128,754,748	118,159,779	243,751,474	216,488,236
Gross (loss)		(4,404,713)	(14,798,658)	(24,530,289)	(1,992,003)
Other income	8	1,511,380	4,240,374	3,922,894	7,728,675
		(2,893,333)	(10,558,284)	(20,607,395)	5,736,672
Distribution cost		706,659	498,487	1,503,708	1,078,042
Administrative expenses		14,513,204	16,347,978	23,535,287	27,927,850
Other Operating Expenses		-	53,722	-	53,722
Finance cost		749	111,142	1,990	114,065
		15,220,612	17,011,329	25,040,985	29,173,679
(Loss) for the period before taxation		(18,113,945)	(27,569,613)	(45,648,380)	(23,437,007)
Provision for taxation	9	(11,774,337)	(3,240,838)	(10,387,394)	(1,851,649)
(Loss) for the period		<u>(6,339,608)</u>	<u>(24,328,775)</u>	<u>(35,260,986)</u>	<u>(21,585,358)</u>
(Loss) per share-Basic and diluted (Rupees)		<u>(0.136)</u>	<u>(0.558)</u>	<u>(0.757)</u>	<u>(0.495)</u>

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---SD---  
**CHIEF EXECUTIVE OFFICER**

---SD---  
**DIRECTOR**

---SD---  
**CHIEF FINANCIAL OFFICER**

**ASHFAQ TEXTILE MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Note	Quarter Oct-Dec		Half Year July-Dec	
		2023 Rupees	2022 Rupees	2023 Rupees	2022 Rupees
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Administrative expenses		14,513,204	16,347,978	23,535,287	27,927,850
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Provision for taxation	9	(11,774,337)	(3,240,838)	(10,387,394)	(1,851,649)
(Loss) for the period		(6,339,608)	(24,328,775)	(35,260,986)	(21,585,358)
(Loss) per share-Basic and diluted (Rupees)		(0.136)	(0.558)	(0.757)	(0.495)

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

---SD---  
**CHIEF EXECUTIVE OFFICER**

---SD---  
**DIRECTOR**

---SD---  
**CHIEF FINANCIAL OFFICER**

**ASHFAQ TEXTILE MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Quarter		Half Year	
	Oct-Dec		July-Dec	
	2023	2022	2023	2022
	Rupees	Rupees	Rupees	Rupees
(Loss) for the period	(6,339,608)	(24,328,775)	(35,260,986)	(21,585,358)
Other comprehensive income	-	-	-	-
Total comprehensive (Loss) for the period	<u>(6,339,608)</u>	<u>(24,328,775)</u>	<u>(35,260,986)</u>	<u>(21,585,358)</u>

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

---SD---  
**CHIEF EXECUTIVE OFFICER**

---SD---  
**DIRECTOR**

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**CHIEF FINANCIAL OFFICER**



**ASHFAQ TEXTILE MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Half Year	
	2023	2022
	Rupees	Rupees
<b>a) CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss) for the period before taxation	(45,648,380)	(23,437,007)
Adjustments for:		
Depreciation of property, plant and equipment	19,504,002	20,473,824
Provision for staff retirement gratuity	13,325,000	12,000,000
(Gain) on short term investment	(387,297)	-
Finance cost	1,990	114,065
Operating cash flows before working capital changes	<u>(13,204,685)</u>	<u>9,150,882</u>
Changes in working capital		
(Increase) / decrease in current assets		
Stores, spares and loose tools	(2,377,974)	624,790
Contract costs	1,155,508	(1,332,762)
Trade debts	(34,008,938)	27,601,807
Loans and advances	(3,657,516)	69,019
Prepayments	(2,703,872)	(2,456,981)
Other receivables	(32,143)	167,281
Tax refunds due from Government	(6,814,946)	664,700
Increase / (Decrease) in current liabilities		
Trade and other payables	<u>1,290,766</u>	<u>(7,607,317)</u>
	<u>(47,149,115)</u>	<u>17,730,537</u>
Cash (used in) / generated from operating activities	(60,353,800)	26,881,419
Finance cost paid	(1,990)	(114,065)
Income tax paid	(3,718,874)	(4,083,794)
Staff retirement gratuity paid	<u>(3,424,710)</u>	<u>(3,795,890)</u>
Net cash (used in) / generated from operating activities	<u>(67,499,374)</u>	<u>18,887,670</u>

	Half Year July-Dec	
	2023 Rupees	2022 Rupees
<b>b) CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additions in property, plant and equipment	(1,942,660)	(4,053,127)
Proceeds from disposal of short term investments	60,296,251	(14,218,862)
Net cash generated from / (used in) investing activities	<u>58,353,591</u>	<u>(18,271,989)</u>
Net (decrease) / increase in cash and cash equivalents (a+b)	(9,145,783)	615,681
Cash and cash equivalents at the beginning of the period	35,738,565	63,025,482
Cash and cash equivalents at the end of the period	<u><u>26,592,782</u></u>	<u><u>63,641,163</u></u>

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

---SD---  
CHIEF EXECUTIVE OFFICER

---SD---  
DIRECTOR

---SD---  
CHIEF FINANCIAL OFFICER

**ASHFAQ TEXTILE MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Issued, subscribed and paid up capital	Capital Reserve	Revenue Reserve	Total
		Revaluation surplus on property, plant and equipment	Unappropriated profit	
-----Rupees-----				
Balance as at July 01, 2022 (Audited)	423,318,500	345,360,789	238,966,146	1,007,645,435
Total comprehensive (loss) for the period				
(Loss) for the period	-	-	(21,585,358)	(21,585,358)
Other comprehensive income	-	-	-	-
	-	-	(21,585,358)	(21,585,358)
Incremental depreciation on revalued assets for the period net of deferred tax		(6,901,060)	6,901,060	-
Transaction with owners Issue of Bonus shares	42,331,850		(42,331,850)	
Balance as at December 31, 2022 (Un-audited) (Re-stated)	465,650,350	338,459,729	181,949,998	986,060,077
Total comprehensive (loss) for the period				
(Loss) for the year	-	-	(58,292,715)	(58,292,715)
Other comprehensive income				
Items that will not be subsequently reclassified to profit or loss				
Remeasurement of staff retirement gratuity	-	-	1,051,734	1,051,734
Deferred tax relating to remeasurement of staff retirement gratuity			(305,003)	(305,003)
	-	-	(57,545,984)	(57,545,984)
Incremental depreciation on revalued assets for the period net of deferred tax		(6,901,062)	6,901,062	-
Balance as at June 30, 2023 (Audited)	465,650,350	331,558,667	131,305,076	928,514,093
Total comprehensive (loss) for the period				
(Loss) for the period	-	-	(35,260,986)	(35,260,986)
Other comprehensive income	-	-	-	-
	-	-	(35,260,986)	(35,260,986)
Incremental depreciation on revalued assets for the period-net of deferred tax		(6,711,316)	6,711,316	-
Balance as at December 31, 2023 (Un-audited)	465,650,350	324,847,351	102,755,406	893,253,107

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

---SD---  
**CHIEF EXECUTIVE OFFICER**

---SD---  
**DIRECTOR**

---SD---  
**CHIEF FINANCIAL OFFICER**

**ASHFAQ TEXTILE MILLS LIMITED  
SELECTED EXPLANATORY NOTES TO THE  
CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

**1. STATUS AND ACTIVITIES**

- 1.1 Ashfaq Textile Mills Limited (the Company) was incorporated in Pakistan on January 14, 1988 as a private limited company under the Repealed Companies Ordinance, 1984 (Repealed with the enactment of the Companies Act, 2017 on May 30, 2017) and subsequently converted into a public limited company. The Company is currently listed on Pakistan Stock Exchange Limited. The business of the Company is manufacturing and sale of textiles and rendering of sizing and conversion services. The registered office and mills of the Company are located at 17 K.M. Jaranwala Road, Faisalabad in the Province of Punjab.
- 1.2 These condensed interim financial statements are presented in Pak Rupee, which is the Company's functional and presentation currency.

**2. SIGNIFICANT ACCOUNTING POLICIES**

**2.1 Statement of compliance**

- 2.1.1 These 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.
- 2.1.2 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.
- 2.1.3 These condensed interim financial statements are un-audited but subject to limited scope review by the auditors, as required under section 237 of Companies Act, 2017 and should be read in conjunction with audited annual financial statements of the Company for the year ended June 30, 2023.
- 2.1.4 These condensed interim financial statements do not include all the information required for complete set of financial statements, and should be read in conjunction with the Company's published audited financial statements for the year ended June 30, 2023.

**2.2 Application of new and revised International Financial Reporting Standards**

**2.2.1 Standards, amendments to standards and interpretations becoming effective in current period**

There are certain new standards, interpretations and amendments to approved accounting standards which are mandatory for the Company's accounting periods beginning on or after July 1, 2023 but are considered not to be relevant or have any significant effect on the Company's financial reporting.

## 2.2.2 Standards, amendments to standards and interpretations becoming effective in future periods

There are other new standards, amendments and IFRIC interpretations that are mandatory for accounting periods of the Company beginning on or after July 01, 2023 but are considered not to be relevant or not to have any significant effect on the Company's operations. The new standards, amendments and IFRIC interpretations that are relevant to the operations of the Company are disclosed in the published audited financial statements for the year ended June 30, 2023.

## 2.3 Basis of preparation

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

- certain property, plant and equipment stated at valuation.
- staff retirement benefits carried at present value.
- short term Investments at fair value through statement of profit or loss.

## 2.4 Accounting policies and methods of computation

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the published audited financial statements for the year ended June 30, 2023.

## 2.5 Estimates, judgments and risk management policies

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

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on amounts recognized in this condensed interim financial statements are the same as those disclosed in the published audited financial statements for the year ended June 30, 2023.

- 2.5.2 Risk management policies and procedures are consistent with those disclosed in the published audited financial statements for the year ended June 30, 2023.

## 3. Issued, subscribed and paid up capital

Audited June 30, 2023	Un-audited December 31, 2023		Un-audited December 31, 2023 Rupees	Audited June 30, 2023 Rupees
	Number of shares			
20,991,000	20,991,000	Ordinary shares of Rs.10/- each fully paid in cash.	209,910,000	209,910,000
21,340,850	25,574,035	Ordinary shares of Rs. 10/- each fully paid bonus shares.	255,740,350	213,408,500
4,233,185	-	Ordinary shares of Rs. 10/- each fully paid bonus shares issued during the period.	-	42,331,850
<u>46,565,035</u>	<u>46,565,035</u>		<u>465,650,350</u>	<u>465,650,350</u>

	Note	Un-audited December 31, 2023 Rupees	Audited June 30, 2023 Rupees
<b>4. Deferred taxation</b>	4.1	<u>63,270,549</u>	<u>76,988,888</u>
Opening balance		76,988,888	116,963,022
(Reversal) of deferred tax related to:			
Incremental depreciation on revalued assets		(2,678,535)	(5,637,486)
Remeasurement of staff retirement gratuity		-	305,003
(Reversed) during the period/year		(11,039,804)	(34,641,651)
		<u>63,270,549</u>	<u>76,988,888</u>

**4.1 It represents the following:**

Deferred tax liability:			
Difference between accounting and tax bases of assets		147,086,489	146,876,010
Deferred tax asset			
Due to gratuity		(30,583,586)	(27,712,502)
Tax Credit		(53,232,354)	(42,174,620)
		<u>63,270,549</u>	<u>76,988,888</u>

**5. Property, plant and equipment**

Operating assets	5.1	<u>882,118,748</u>	<u>899,680,090</u>
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**5.1 Operating assets**

Book value at beginning of the period / year		899,680,090	935,153,756
Additions	5.1.1	1,942,660	5,555,375
Depreciation charged during the period / year		(19,504,002)	(41,029,041)
		<u>882,118,748</u>	<u>899,680,090</u>

**5.1.1 Additions to operating assets during the period / year**

Plant and Machinery		1,856,455	4,868,819
Factory Equipment		35,280	100,373
Office Equipment		50,925	586,183
Furniture and Fixtures		-	-
		<u>1,942,660</u>	<u>5,555,375</u>

	Note	Quarter Oct - Dec		Half Year July - Dec	
		2023	2022	2023	2022
		Rupees	Rupees	Rupees	Rupees
<b>6. Sales</b>					
Sizing and conversion income		135,746,586	120,932,512	238,591,246	250,960,593
Sales tax		(11,396,551)	(17,571,391)	(19,370,061)	(36,464,360)
		<u>124,350,035</u>	<u>103,361,121</u>	<u>219,221,185</u>	<u>214,496,233</u>

#### 7. Cost of sales

Cost of goods manufactured	7.1	128,754,748	118,159,779	243,751,474	216,488,236
Finished goods					
Opening stock		-	-	-	-
Closing stock		-	-	-	-
		<u>128,754,748</u>	<u>118,159,779</u>	<u>243,751,474</u>	<u>216,488,236</u>

#### 7.1 Cost of goods manufactured

Sizing cost		23,737,775	25,532,481	39,120,206	46,670,623
Packing material		4,798,200	3,809,458	4,798,200	3,809,458
Salaries, wages and benefits		27,789,210	37,543,100	62,791,995	81,944,806
Staff retirement benefits		10,993,125	9,900,000	10,993,125	9,900,000
Fuel and power		47,681,785	24,945,910	88,913,326	38,153,980
Stores, spares and loose tools		7,813,881	9,871,698	20,487,421	18,967,511
Repairs and maintenance		254,988	306,160	855,712	876,219
Insurance		605,980	887,854	2,143,640	1,873,872
Depreciation		8,582,696	8,958,201	17,150,481	17,865,485
Others		-	1,654	261	3,019
		<u>132,257,641</u>	<u>121,756,516</u>	<u>247,254,367</u>	<u>220,084,973</u>
Contract cost	7.1.1	(3,502,893)	(3,596,737)	(3,502,893)	(3,596,737)
		<u>128,754,748</u>	<u>118,159,779</u>	<u>243,751,474</u>	<u>216,488,236</u>

7.1.1 It represents costs accumulated on conversion of cloth in process for outside parties.

		Quarter Oct - Dec		Half Year July - Dec	
		2023	2022	2023	2022
		Rupees	Rupees	Rupees	Rupees
<b>8. Other income / (loss)</b>					
Income from financial assets:					
Dividend		12,988	-	1,228,122	1,818,954
Profit on Deposits		1,111,095	2,193,875	2,307,475	5,909,721
Fair value Gain		3,014	-	3,014	-
Income from assets other than financial assets:					
Capital Gain		384,283	-	384,283	-
		<u>1,511,380</u>	<u>2,193,875</u>	<u>3,922,894</u>	<u>7,728,675</u>

Note	Quarter Oct - Dec		Half Year July - Dec	
	2023	2022	2023	2022
	Rupees	Rupees	Rupees	Rupees

## 9. Provision for taxation

Current				
For the period		1,941,756	1,292,014	3,328,699
For the prior period		2,246	-	2,246
Deferred	9.1	(13,718,339)	(4,532,852)	(13,718,339)
		<u>(11,774,337)</u>	<u>(3,240,838)</u>	<u>(10,387,394)</u>
				<u>(1,851,649)</u>

### 9.1 Reconciliation between accounting profit and tax expense

The relationship between tax expense and accounting profit has not been presented in these financial statements as income is subject to minimum tax. Provision for taxation has been made under section 113 of Income Tax Ordinance, 2001.

## 10. TRANSACTIONS WITH RELATED PARTIES

The Company in the normal course of business carries out transactions with various related parties which comprise of associated undertakings, directors and key management personnel. The Company has not carried out any transaction with related parties during the period except payment of remuneration to Chief Executive Officer, Directors and Executives the details are as follows:

	2023			2022		
	Chief Executive Officer	Directors	Executives	Chief Executive Officer	Directors	Executives
	1,980,000	3,300,000	3,254,340	1,980,000	3,300,000	3,254,340

Number of persons      1                      2                      4                      1                      2                      4

## 11. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on 28 FEB 2024 by the Board of Directors of the Company.

## 12. GENERAL

12.1 There is no unusual item included in these condensed interim financial statements which are affecting equity, liabilities, assets, profit, comprehensive income or cash flows of the Company.

12.2 Figures have been rounded off to the nearest Rupee.

12.3 Provisions for taxation made in these condensed interim financial statements are subject to adjustment in annual financial statements.

---SD---

CHIEF EXECUTIVE OFFICER

---SD---

DIRECTOR

---SD---

CHIEF FINANCIAL OFFICER



## ڈائریکٹر زر پورٹ برائے حصہ داران اشفاق ٹیکسٹائل ملز لمیٹڈ

محترم حصہ داران، ممبران

کمپنی کے ڈائریکٹر ان کی طرف سے دوسری سہ ماہی کی رپورٹ 31 دسمبر، 2023ء کاظر خدمت ہے:

مالیاتی نتائج مندرجہ ذیل ہیں۔

اس دورانیہ میں 219.221 ملین کی فروخت ہوئی۔ پچھلے سال اسی دورانیہ میں 214.496 ملین کی فروخت ہوئی تھی۔

اس دوران آپریٹنگ (ڈسٹری بیوشن، ایڈمنسٹریشن و دیگر اخراجات) فروخت کا 11.42% فیصدی خرچ آیا۔ پچھلے سال اسی دوران 13.55% فیصدی خرچ آیا تھا۔ مجموعی نفع (بغیر منہائی اخراجات) 11.19% فیصدی ہوا ہے۔ پچھلے سال کا اسی دوران میں 0.93% (0.93) فیصدی منافع ہوا تھا۔ فنانشل اخراجات، سیل پر 0.00% فیصدی آئے۔ جبکہ سابقہ سال کے اسی دوران میں 0.05% فیصدی اخراجات آئے تھے۔ اس دوران فروخت شدہ اشیاء پر لاگت فروخت کا 111.190% فیصد آیا۔ جبکہ پچھلے سال اسی دوران 100.928% فیصد تھا۔

### آئیوالے وقت کے متعلق:-

پوری دنیا میں کاروبار متاثر ہوا ہے خاص طور پر ٹیکسٹائل کی صنعت بہت متاثر ہوئی ہے۔ ٹیکسٹائل کی مارکیٹ میں پاکستان میں کاروبار کرنے کی لاگت میں غیر معمولی اضافے کا کمپنی کے منافع پر منفی اثر پڑا ہے۔ ہم لاگت میں مسلسل کمی کر رہے ہیں، لیکن حکومت کی طرف سے تیل، گیس اور بجلی کی قیمتوں میں اضافے کے ساتھ ہم آہنگ نہیں ہو پارہے اس طرح نیٹ اپیکٹ منفی ہی رہتا ہے۔ ہم امید کرتے ہیں کہ سود کی شرحیں کم ہو جائیں گی جس سے معیشت کو رواں دواں ہونے میں مدد ملے گی۔

ہم اپنے تمام سٹاف کی سخت لگاتار محنت کی وجہ سے بہت پزیرائی کرتے ہیں اور اپنے تمام گاہکوں کا اور ہمارے تمام سپلائرز اور تمام بینکرز کا ہم پر اعتماد اور تعاون کرنے پر بہت پزیرائی کرتے ہیں۔ اور اللہ تعالیٰ کی رحمتوں پر اُس کے شکر گزار ہیں۔

---SD---

بورڈ آف ڈائریکٹر کی طرف سے

اشفاق احمد