

Annual Report

for the year ended December 31, 2023



Ibrahim Fibres Limited



CONTENTS

02	04	06
Company Information	Financial Highlights	Vision and Mission Statement
08	11	13
Chairman's Review	Notice of Meeting	Directors' Report
16	18	19
Statement of Compliance	Independent Auditor's Review Report	Independent Auditor's Audit Report
24	25	26
Statement of Financial Position	Statement of Profit or Loss	Statement of Comprehensive Income
27	28	29
Statement of Cash Flows	Statement of Changes in Equity	Notes to the Financial Statements
63	64	65
Pattern of Shareholding	Categories of Shareholding	Form of Proxy - English
67	70	71
Form of Proxy - Urdu	Directors' Report - Urdu	Chairman's Review - Urdu

COMPANY INFORMATION

BOARD OF DIRECTORS

Sheikh Mukhtar Ahmad
Chairman

Mohammad Naeem Mukhtar
Chief Executive Officer

Muhammad Waseem Mukhtar
Sarah Naeem
Abdul Hameed Bhutta
Saba Muhammd
Iftikhar Yasin

CHIEF FINANCIAL OFFICER

Mohammad Naeem Asghar

COMPANY SECRETARY

Farhan Siddique

AUDITORS

Yousuf Adil
Chartered Accountants

HUMAN RESOURCE & REMUNERATION COMMITTEE

Saba Muhammd
Chairperson

Abdul Hameed Bhutta
Member / Secretary

Iftikhar Yasin
Member

AUDIT COMMITTEE

Iftikhar Yasin
Chairman

Abdul Hameed Bhutta
Member

Saba Muhammd
Member

Muhammad Iqbal Chaudhry
Secretary

NOMINATION COMMITTEE

Sheikh Mukhtar Ahmad
Chairman

Mohammad Naeem Mukhtar
Member

Muhammad Waseem Mukhtar
Member

RISK MANAGEMENT COMMITTEE

Iftikhar Yasin
Chairman

Sarah Naeem
Member

Mohammad Naeem Asghar
Member

BANKERS

Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
BankIslami Pakistan Limited
Citibank, N.A.
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
Industrial and Commercial Bank of China Limited
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
Standard Chartered Bank (Pakistan) Limited
The Bank of Punjab
United Bank Limited

REGISTRAR'S & SHARES REGISTRATION OFFICE

CDC Share Registrar Services Limited
CDC House, 99 - B, Block - B, S.M.C.H.S.
Main Shahra-e-Faisal, Karachi - 74000, Pakistan

REGISTERED OFFICE

Ibrahim Centre
1 - Ahmed Block
New Garden Town
Lahore - 54600, Pakistan

HEAD OFFICE

Ibrahim Centre
15 - Club Road
Faisalabad - 38000, Pakistan

PROJECTS LOCATION

38 - 40 Kilometers
Faisalabad - Sheikhpura Road
Faisalabad, Pakistan



FINANCIAL HIGHLIGHTS

	Year ended December 31,		Six months ended	Year ended June 30,	
	2023	2022	December 31, 2021	2021	2020
(Rupees in million)					
OPERATING PERFORMANCE					
Sales - net	119,762	115,581	48,960	70,607	47,078
Gross profit	8,968	13,503	9,767	12,465	1,951
Operating profit	6,032	10,970	8,757	10,933	804
Profit / (loss) before taxation	3,822	9,951	7,848	9,454	(851)
Profit / (loss) after taxation	304	5,311	5,407	6,579	(1,295)

	As at December 31,			As at June 30,	
	2023	2022	2021	2021	2020
(Rupees in million)					
FINANCIAL POSITION					
Non - Current Assets					
Property, plant and equipment	39,404	38,575	40,055	40,661	39,478
Other non - current assets	280	298	205	202	133
	39,684	38,873	40,260	40,863	39,611
Current Assets					
Stores, spare parts and stocks in trade	33,492	31,879	22,901	13,406	14,298
Other current assets	15,672	12,210	8,471	7,240	5,661
Cash and bank balances	150	114	107	53	18
	49,314	44,203	31,479	20,699	19,977
Current Liabilities					
Short term borrowings	10,071	9,898	6,834	886	7,041
Current portion of non - current liabilities	524	255	-	917	-
Other current liabilities	11,117	8,427	8,065	5,386	2,375
	21,712	18,580	14,899	7,189	9,416
Working capital	27,602	25,623	16,580	13,510	10,561
Long term financing	4,263	3,383	2,861	6,292	10,000
Deferred liabilities	8,373	6,663	4,767	3,708	2,307
Share capital and reserves	54,650	54,450	49,212	44,373	37,865

	Year ended December 31, Six months ended			Year ended June 30,	
	2023	2022	December 31, 2021	2021	2020

PROFITABILITY ANALYSIS

Gross profit to sales	(%)	7.5	11.7	19.9	17.7	4.1
Profit / (loss) before tax to sales	(%)	3.2	8.6	16.0	13.4	(1.8)
Profit / (loss) after tax to sales	(%)	0.3	4.6	11.0	9.3	(2.8)
Return on capital employed	(%)	9.0	17.0	15.4	20.1	1.6
Return on equity	(%)	0.6	9.8	11.0	14.8	(3.4)
Earnings per share	(Rupees)	1.0	17.1	17.4	21.2	(4.2)

DIVIDENDS

Final cash dividend - Proposed	(%)	-	-	-	20	-
--------------------------------	-----	---	---	---	----	---

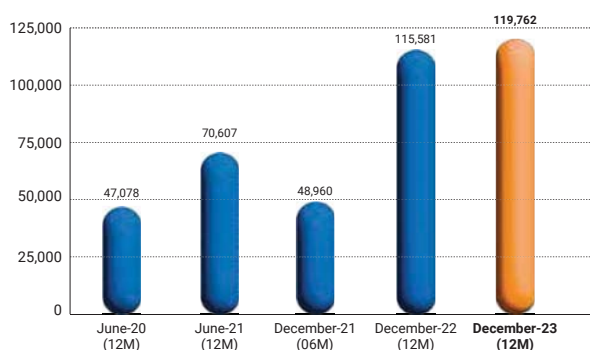
	As at December 31,			As at June 30,	
	2023	2022	2021	2021	2020

FINANCIAL ANALYSIS

Current ratio	(Times)	2.3	2.4	2.1	2.9	2.1
Debt to equity	(Times)	0.1	0.1	0.1	0.2	0.3
Leverage ratio	(Times)	0.6	0.5	0.5	0.4	0.6
Debt service coverage	(Times)	4.4	23.2	8.7	15.3	2.6
Breakup value per share	(Rupees)	176.0	175.4	158.5	142.9	121.9
Inventory turnover ratio	(Times)	4.4	4.7	2.9	6.2	4.4
Debtors turnover ratio	(Times)	50.0	69.1	39.5	71.0	68.4
Fixed assets turnover ratio	(Times)	3.1	2.9	1.2	1.8	1.3

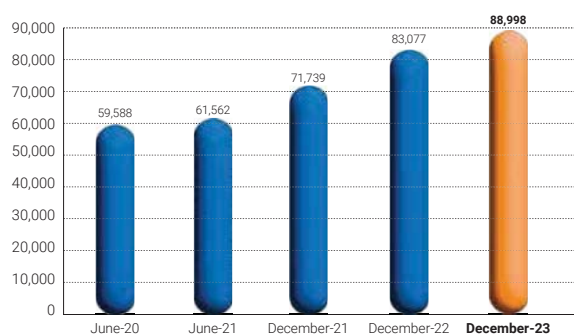
Sales - Net

(Rupees in million)



Total Assets

(Rupees in million)



VISION AND MISSION STATEMENT





OUR VISION

To be a sustainable, growth oriented Company and achieve scale to remain competitive in the global economy.

OUR MISSION

To build the Company on sound financial footings with better productivity, excellence in quality and improved efficiency at lower operating costs by utilising state of the art technologies.

To accomplish excellent results through increased earnings which can benefit all the stakeholders.

To be a responsible employer and to take care of the employees in their career planning and reward them according to their abilities and performance.

To fulfill general obligations towards the society, being a good corporate citizen.

CHAIRMAN'S REVIEW

I am pleased to present the review on the performance of your Company for the year ended December 31, 2023 along with effectiveness of the role played by the board in achieving the Company's objectives.

INDUSTRY OVERVIEW

The year under review was marked by unprecedented economic turbulence at both international as well as domestic fronts. Domestic economic activities were particularly hampered by massive depreciation of local currency, high inflation, huge trade deficit, continuous increase in energy costs, highest borrowing rates, severe taxation measures and uncertain political situation.

The situation became further challenging for domestic Polyester Staple Fibre (PSF) manufacturers due to exceptional incentives given by Government of Pakistan to the importers. It resulted in highest ever import of PSF during the financial year under review, which, further harmed the operations of domestic PSF manufacturers. Moreover, export based industry remained insulated to a large extent from adverse economic situation due to various protections provided by the government.

MARKETING ACTIVITIES

The polyester plant of your Company achieved sales volume of 228,940 tons of PSF during the year under review as against sales of 285,540 tons of PSF / polyester chips during previous year.

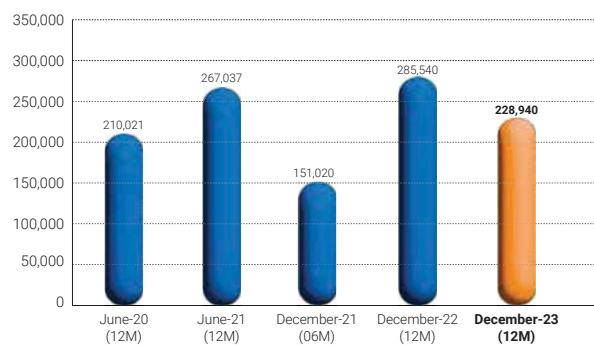
The textile plants of your Company achieved sales of 55,813 tons of different counts of blended yarns during the year under review as against sales of 53,511 tons of yarns during previous year.

PRODUCTION OPERATIONS

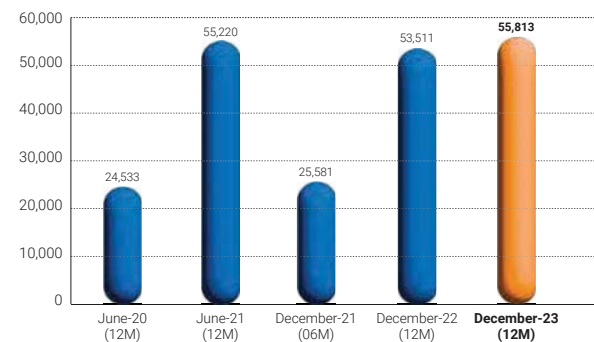
The polyester plant of your Company achieved production of 259,143 tons of PSF during the year under review as against 324,852 tons of PSF during the previous year. Out of the above production, 32,793 tons of PSF were consumed by the textile plants of your Company during the year under review for production of blended yarns as against 34,928 tons consumed during previous year.

At the textile plants of your Company, 53,416 tons of different counts of blended yarns were manufactured during the year under review as against 55,557 tons of yarns during previous year.

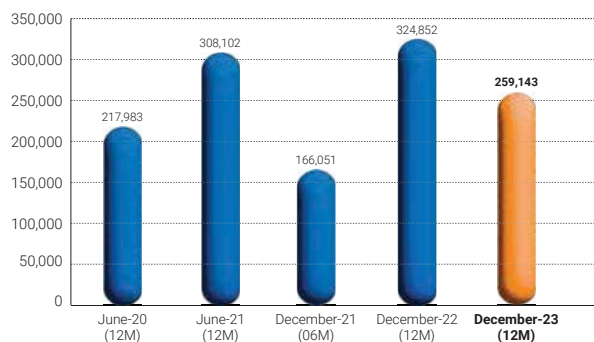
PSF / Polyester Chips Sales (Quantity in M. Ton)



Yarn Sales (Quantity in M. Ton)

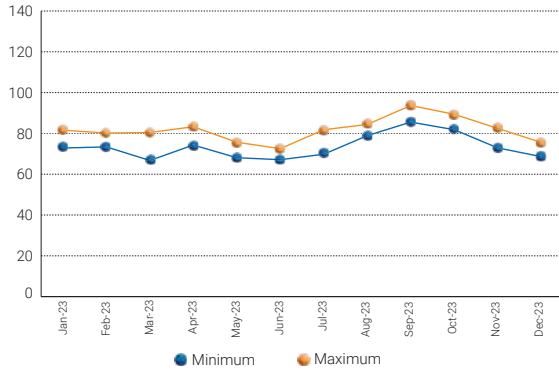


PSF / Polyester Chips Production (Quantity in M. Ton)



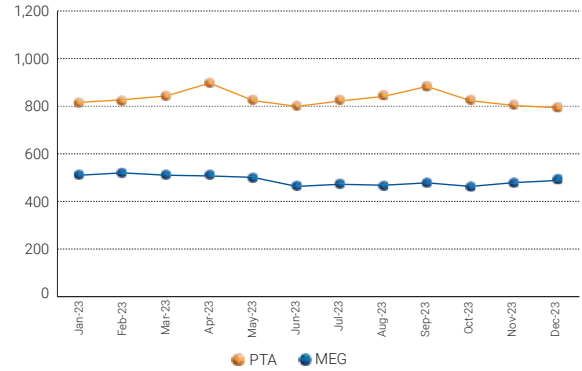
Crude Oil (WTI) Prices

(US Dollar / Barrel)



PTA & MEG Prices

(US Dollar / M. Ton)



FINANCIAL PERFORMANCE

Your Company achieved net sales of Rs. 119,762 million during the year under review as compared to Rs. 115,581 million during the previous year. The gross profit earned during the year was Rs. 8,968 million as against Rs. 13,503 million earned during previous year.

Your Company earned profit before tax amounting to Rs. 3,822 million during the year under review as compared to Rs. 9,951 million during the previous year. Profit after tax for the year comes to Rs. 304 million as compared to Rs. 5,311 million during previous year.

INSTALLATION OF SOLAR POWER PLANT

In line with management philosophy of diversifying energy sources while reducing its carbon footprint as well as optimising operational costs, your Company commissioned a state of the art on-grid solar power plant with installed capacity of 2.41 megawatts. The plant was synchronised with other electric sources and became fully operational during last quarter of the current financial year under review. After having fully analysed its performance, your Company intends to enhance the capacity of solar power plant gradually and consistently.

BALANCING, MODERNISATION AND REPLACEMENT

Textile Plant - III

During the year under review, management of your Company completed another state of the art project to replace complete

back process of Textile Plant III – Unit II. Under this project, existing machinery was replaced with the latest machinery which consisted of complete blow room machines, carding machines, draw frames, combing machines and roving machines along with its transport system supplied by World’s leading textile machinery manufacturers, Truetzschler and Saurer, Germany.

Implementation of this project resulted in further improvements in quality, efficiency and productivity of manufacturing plant of your Company.

PROFESSIONALISM AND HUMAN RESOURCES

Contribution of human resources in success of any business organisation has become more crucial than ever in this era of rapid changes driven by digital transformations, hyper automation and generative artificial intelligence. With this philosophy in mind, management of your Company is making untiring efforts to bolster its team through talent recruitment on the one hand and highly developed learning initiatives for its employees on the other hand.

Accordingly, your Company arranged numerous in-house learning courses for upgrading skillsets of its team. Moreover, many external learning programs were arranged for its employees during the year under review covering various topics including project management, human resource management, artificial intelligence, supply chain management, finance, budgeting and strategic sales leadership etc.

FUTURE OUTLOOK

After touching its peak, inflation has now started to recede gradually making room for central banks across the globe to recalibrate monetary policies. However, armed conflicts in various regions have increased economic risks adversely affecting the crude oil market. Accordingly, oil prices are expected to remain volatile in the foreseeable future.

On the domestic front, administrative controls and restricted imports have stabilised currency market in the short term. However, next round of negotiations with international lenders will determine its future trajectory. Moreover, inflation, energy prices, borrowing costs and taxation measures are expected to remain elevated and will keep domestic economic activities on the lower side. Accordingly, turnovers as well as margins are expected to remain suppressed in the foreseeable future.

In this scenario, the management of your Company is making continuous efforts to increase market share through effective marketing strategies and to achieve better results through prudent cost controls and efficient inventory management.

ACKNOWLEDGEMENT

I am thankful to the members of Board of Directors of the Company, shareholders, bankers, financial institutions, our valued customers and suppliers for their support and assistance. I also thank the executives and other employees of the Company for their dedication and hard work and look forward to getting the same cooperation in future.



Sheikh Mukhtar Ahmad
Chairman

Lahore
March 14, 2024



NOTICE OF MEETING

Notice is hereby given that the 38th Annual General Meeting of the shareholders of the Company will be held on April 25, 2024 at 11:00 A.M. at Pearl Continental Hotel Lahore, as well as through video conferencing, to transact the following business:

ORDINARY BUSINESS

1. To confirm the minutes of the preceding meeting of the shareholders of the Company.
2. To consider and approve the audited financial statements of the Company for the year ended December 31, 2023 together with directors' and auditor's reports thereon.

The annual report including the audited financial statements and related reports has been uploaded on the website of the Company. Pursuant to the S.R.O. 389 (1) / 2023 dated March 21, 2023 and subsequent approval of shareholders in Extra Ordinary General Meeting dated 26th January, 2024, annual report and audited financial statements can be accessed through following web-link and QR code.



<https://www.igcpk.com/annual-reports>

3. To appoint Auditors for the financial year 2024 and fix their remuneration. The present auditors M/s Yousuf Adil, Chartered Accountants have retired and offered themselves for re-appointment as External Auditors of the Company for the financial year 2024.
4. To transact any other business with the permission of the chair.

By order of the Board

Farhan Siddique

Company Secretary

Lahore
March 14, 2024

NOTES

- i. The share transfer books of the Company shall remain closed from April 18, 2024 to April 25, 2024 (both days inclusive) to determine the names of members entitled to attend the Meeting. Transfers received in order at M/s CDC Share Registrar Services Limited, CDC House, 99 - B, Block - B, S.M.C.H.S., Main Shahrah-e-Faisal, Karachi, the Registrar's and Shares Registration Office of the Company, at the close of business on April 17, 2024 will be treated in time.
- ii. Shareholders interested in attending the AGM through video conferencing, are requested to get themselves registered with the Company up to April 24, 2024 at 03:00 p.m. by providing their following particulars at farhan.siddique@igc.com.pk or WhatsApp No. +923009664966.
 - Name of shareholder
 - Computerised National Identity Card (CNIC) Number (please attach snapshot of both sides of valid CNIC)
 - Folio / CDS Number
 - Cell Number
 - e-mail address

On receipt of the request, the link / credentials to join through video conferencing shall be sent to the interested Shareholders on their email addresses or WhatsApp numbers. Shareholders will be able to login and participate in the AGM through their devices after completing all the formalities required for the identification and verification of the shareholders.

Shareholders may send their comments and suggestions relating to the agenda items of the AGM to the Company Secretary at least two working days before the AGM, at the above given e-mail address or WhatsApp number. Shareholders are required to provide their full name, CNIC No. and Folio / CDS No. for this purpose.

- iii. A member entitled to attend and vote at the Meeting may appoint another member as his / her proxy to attend and vote for him / her. Proxies must be received at the Registered Office of the Company not less than 48 hours before the time of holding the Meeting.

NOTICE OF MEETING (cont.)

- iv. Members are requested to notify immediately changes, if any, in their registered address.
- v. CDC Account Holders will further have to follow the under mentioned guidelines as laid down by the Securities and Exchange Commission of Pakistan.

FOR ATTENDING THE MEETING

- i. In case of individuals, the account holder or sub - account holder and / or the person whose securities are in group account and their registration details are uploaded as per the Regulations, shall authenticate his / her identity by showing his / her original CNIC or original passport at the time of attending the Meeting.
- ii. In case of corporate entity, the Board of Directors' resolution / power of attorney with specimen signature of the nominee shall be produced (unless it has been provided earlier) at the time of the Meeting.

FOR APPOINTING PROXIES

- i. In case of individuals, the account holder or sub - account holder and / or the person whose securities are in group account and their registration details are uploaded as per the Regulations, shall submit the proxy form as per the above requirement.
- ii. The proxy form shall be witnessed by two persons whose names, addresses and CNIC numbers shall be mentioned on the form.
- iii. Attested copies of CNIC or the passport of the beneficial owners and the proxy shall be furnished with the proxy form.
- iv. The proxy shall produce his / her original CNIC or original passport at the time of the Meeting.
- v. In case of the corporate entity, the Board of Directors' resolution / power of attorney with specimen signature shall be submitted (unless it has been provided earlier) along with proxy form to the Company.

CIRCULATION OF ANNUAL AUDITED ACCOUNTS

SECP vide its Notification No. S.R.O. 389 (1) / 2023 dated March 21, 2023 has allowed the listed companies to circulate the annual audited financial statements to its shareholders through QR enabled code and web-link which is subject to the shareholders' approval. Approval of shareholders was obtained in Extra Ordinary General Meeting dated 26th January, 2024. Therefore, circulation of annual report and audited financial statements through CD / DVD / USB is discontinued and now these can be accessed through web-link and QR code as mentioned in agenda item No. 2.

Additionally, annual audited financial statements shall also be circulated to the shareholders through their emails as maintained with the Company. However, in case a shareholder requires hard copy of the annual audited financial statements, the same can be obtained, free of cost, within one week of the request. In this regard, a standard request form has been placed on website of the Company and can be accessed through the following link.

<https://www.igcpk.com/announcements>

UNCLAIMED DIVIDENDS AND BONUS SHARES

Shareholders, who by any reason, could not claim their dividend or bonus shares or did not collect their physical shares are advised to contact our Share Registrar M/s CDC Share Registrar Services Limited, to collect / inquire about their unclaimed dividend or pending shares if any.

ATTENDANCE OF MEETING BY VIDEO – LINK

If Members holding ten (10) percent of the total paid up capital, reside in a city, such Members, may demand the Company to provide them the facility of video - link for attending the Meeting. The Company will arrange video conference facility in the city subject to availability of such facility in that city.

If you wish to take benefit of this facility, please fill the form appearing below and submit it to the Company at its registered address at least seven (7) days prior to the date of the Meeting:

I / We, _____
of _____, being a member
of Ibrahim Fibres Limited, holder of _____
ordinary share(s) as per Registered Folio / CDC
Account No. _____ hereby opt for video link
facility at _____.

Signature of Member

The Company will intimate members regarding venue of video conference facility at least 5 days before the date of Annual General Meeting along with complete information necessary to enable them to access the facility.

DIRECTORS' REPORT

The Directors of your Company are pleased to present before you the audited Financial Statements for the Year ended December 31, 2023 along with Auditor's report thereon.

FINANCIAL RESULTS

The financial results for the year under review with corresponding figures are presented for having a quick look on the performance of the Company.

	2023 Rupees	2022 Rupees
Gross profit	8,967,902,565	13,502,566,887
Selling and distribution expenses	(706,773,043)	(556,961,006)
Administrative expenses	(2,228,732,924)	(1,975,707,634)
Other operating expenses	(290,752,798)	(728,045,912)
Finance cost	(2,002,570,496)	(634,892,935)
	(5,228,829,261)	(3,895,607,487)
	3,739,073,304	9,606,959,400
Other income	82,646,533	344,336,907
Profit before taxation	3,821,719,837	9,951,296,307
Provision for taxation	(3,518,216,491)	(4,640,751,006)
Profit for the year	303,503,346	5,310,545,301
Re-measurement of staff retirement gratuity - net of tax	(104,140,302)	(72,576,411)
Un-appropriated profit brought forward	46,183,672,956	40,945,704,066
Profit available for appropriation	46,383,036,000	46,183,672,956
Final cash dividend - Nil (2022: Nil)	-	-
Un-appropriated profit carried forward	46,383,036,000	46,183,672,956
Earnings per share - Basic and Diluted	0.98	17.10

DIVIDEND-PROPOSED

The Board has not recommended payment of dividend for the year ended December 31, 2023 due to further investments into balancing and modernisation of existing manufacturing plants of your Company.

CHAIRMAN'S REVIEW

The Directors of your Company fully endorse the Chairman's review on the performance of the Company for the year ended December 31, 2023.

AUDITORS

The present External Auditors, M/s Yousuf Adil, Chartered Accountants have completed the audit for the year ended December 31, 2023, and issued a clean audit report. The auditors will retire on the conclusion of the Annual General Meeting of the Company and, being eligible, have offered themselves for reappointment. As proposed by the Audit Committee, the Board recommends their appointment as auditors of the Company for the year ending December 31, 2024.

DIRECTORS' REPORT (cont.)

PATTERN OF SHAREHOLDING

Pattern of shareholding as on December 31, 2023 is provided on page No. 63.

COMPOSITION OF BOARD OF DIRECTORS

Composition of Board of Directors and its Human Resource (HR) and Remuneration, Nomination and Risk Management Committees as on December 31, 2023 is provided in statement of compliance on page no. 16 and 17.

ATTENDANCE OF BOARD MEETINGS

Six meetings of the Board of Directors were held during the year ended December 31, 2023 and the attendance of the Directors is as follows:

		Attendance
Sheikh Mukhtar Ahmad	Chairman	06
Mohammad Naeem Mukhtar	Chief Executive Officer	06
Muhammad Waseem Mukhtar	Director	06
Sarah Naeem	Director	06
Abdul Hameed Bhutta	Director	06
Saba Muhammd	Director	06
Ikram ul Haq Mian	Director	06

AUDIT COMMITTEE

The Audit Committee of the Company comprises of the following members:

Ikram ul Haq Mian (Independent Director)	Chairman
Abdul Hameed Bhutta (Non - Executive Director)	Member
Saba Muhammad (Independent Director)	Member

Six Meetings of Audit Committee were held during the year ended December 31, 2023 for review of annual and quarterly financial statements and other related matters. The meetings were also attended by the CFO, Head of Internal Audit and External Auditors as and when required.

DIRECTORS' REMUNERATION

The Company has a policy in place that ensures formal and transparent procedures for fixing the remuneration of Directors and no single Director is involved in determining his own remuneration.

For information on remuneration of Directors and CEO, please refer note 35 to the financial statements.

CORPORATE AND FINANCIAL REPORTING FRAMEWORK

The Directors of the Company state that:

1. The financial statements, prepared by the management of the Company present a fair state of affairs of the Company, results of its operations, cash flows and changes in equity;
2. Proper books of accounts of the Company have been maintained as required under the Companies Act, 2017;
3. Appropriate accounting policies have been applied consistently in the preparation of financial statements and accounting estimates are based on reasonable and prudent judgement;
4. International Accounting / Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of financial statements and there is no departure therefrom;
5. The system of internal control is sound and has been effectively implemented and monitored;
6. There is no significant doubt on the Company's ability to continue as a going concern;
7. Financial highlights for the 5 years are provided on page no. 04 and 05.

CORPORATE SOCIAL RESPONSIBILITY

Your Company understands its corporate responsibility towards society and fulfills its obligation by providing financial support to under privileged members of the society and its deserving employees as well as doing philanthropy work. The Company is also contributing considerable amounts to the National Exchequer, applying solutions for energy conservation and environment protection, providing the highest quality products and after - sales technical services to its valued customers.

Your Company regularly donates substantial amounts to renowned hospitals, trusts and to various institutions constituted for dealing with natural calamities as part of its philanthropic activities.

Your Company is providing healthy, safe and learning work environment to its employees and sends them on training courses, seminars, workshops and conferences both within country and abroad. It lends regular support to the special persons by offering them jobs in various departments of the organisation. It also offers apprenticeship to fresh graduates, post graduates and engineers, on a regular basis, to elevate their professional and technical skills.

Your Company has also installed an environment friendly gas based power plant with a view to reduce power cost. Moreover, it produces steam as a by-product which is adequate to meet the entire steam requirements of Polyester plant of the Company thereby resulting in energy conservation.

During the year, your Company has contributed a huge amount to the National Exchequer by way of payment of various duties, levies and taxes.

ACKNOWLEDGEMENT

The Directors of your Company would like to place on record their deep appreciation for the support of the customers, banks, financial institutions, regulators and shareholders for achieving good results and hope that this cooperation and support will also continue in future.

The Directors of your Company would also like to express their appreciation for the services, loyalty and efforts being continuously rendered by the executives, staff members and workers of the Company and hope that they will continue to do so in future.

On behalf of the Board


Chief Executive Officer


Director

Lahore
March 14, 2024

STATEMENT OF COMPLIANCE

with Listed Companies (Code of Corporate Governance) Regulations, 2019
Ibrahim Fibres Limited

Year ended December 31, 2023

The Company has complied with the requirements of the Regulations in the following manner:

- The total number of directors are seven as per the following:
 - Male 5
 - Female 2
- The composition of the board is as follows:

Independent Directors

Ikram ul Haq Mian

Saba Muhammd (The Company could not round up independent director's fraction as one because 0.33 is not equal to 1)

Non-executive Directors

Sheikh Mukhtar Ahmad

Abdul Hameed Bhutta

Sarah Naeem

Executive Directors

Mohammad Naeem Mukhtar

Muhammad Waseem Mukhtar

Female Directors

Saba Muhammd

Sarah Naeem
- The directors have confirmed that none of them is serving as a director on more than seven listed companies, including this Company;
- The Company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the Company along with its supporting policies and procedures;
- The Board has developed a vision / mission statement, overall corporate strategy and significant policies of the Company. The Board has ensured that complete record of particulars of the significant policies along with their date of approval or updating is maintained by the Company;
- All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by the Board / shareholders as empowered by the relevant provisions of the Act and these Regulations;
- The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of the Board;
- The Board has a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations;
- The Board has arranged Directors' Training program for the following:

Sheikh Mukhtar Ahmad

Muhammad Waseem Mukhtar

Abdul Hameed Bhutta

Ikram ul Haq Mian

Saba Muhammd

Mohammad Naeem Mukhtar is exempted from the requirement of Directors' Training Program.
- The Board has approved appointment of Chief Financial Officer, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations;
- Chief Financial Officer and Chief Executive Officer duly endorsed the financial statements before approval of the Board;
- The Board has formed committees comprising of members given below:

Audit Committee

Ikram ul Haq Mian	Chairman
Abdul Hameed Bhutta	Member
Saba Muhammd	Member

HR and Remuneration Committee

Saba Muhammd	Chairperson
Abdul Hameed Bhutta	Member / Secretary
Ikram ul Haq Mian	Member

Nomination Committee

Sheikh Mukhtar Ahmad	Chairman
Mohammad Naeem Mukhtar	Member
Muhammad Waseem Mukhtar	Member

Risk Management Committee

Ikram ul Haq Mian	Chairman
Sarah Naeem	Member
Mohammad Naeem Asghar	Member

13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committee for compliance;
14. The frequency of meetings of the committees was as per following:
- | | |
|----------------------------------|--------------------------|
| a) Audit Committee | 4 Quarterly |
| | 2 Others in last quarter |
| b) HR and Remuneration Committee | 1 Yearly |
| c) Nomination Committee | 1 Yearly |
| d) Risk Management Committee | 1 Yearly |
15. The Board has set up an effective internal audit function who are considered suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Company;
16. The statutory auditors of the Company have confirmed that they have been given a satisfactory rating under the Quality Control Review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and that they and the partners of the firm involved in the audit are not a close relative (spouse, parent, dependent and non-dependent children) of the Chief Executive Officer, Chief Financial Officer, Head of Internal Audit, Company Secretary or Director of the Company;
17. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard;
18. We confirm that all requirements of the Regulations 3, 6, 7, 8, 27, 32, 33 and 36 of the Regulations have been complied with; and
19. Explanation for non-compliance with requirements, other than regulations 3, 6, 7, 8, 27, 32, 33 and 36 are below:

Sr. No.	Non-Mandatory Requirements	Regulation No.	Explanation
1	Directors' Training Program	19	6 out of 7 directors of the Company either have already acquired Directors' Training Program (DTP) certification or exempt from DTP. Remaining one director's DTP is in progress and will be completed at earliest.
2	Disclosure of synopsis of terms of reference of Directors' Committees on the Company's website	35	Although these are well circulated among the relevant stakeholders, the Board shall consider posting such synopsis on its website in near future.



Sheikh Mukhtar Ahmad
Chairman

Lahore
March 14, 2024

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Ibrahim Fibres Limited

Review Report on the Statement of Compliance Contained in the Listed Companies (Code of Corporate Governance) Regulations, 2019

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) prepared by the Board of Directors of **Ibrahim Fibres Limited** (the Company) for the year ended December 31, 2023 in accordance with the requirements of regulation 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Company's personnel and review of various documents prepared by the Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions. We are only required and have ensured compliance with this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Company for the year ended December 31, 2023.

Yousuf Adil

Chartered Accountants

Engagement Partner:

Rana M. Usman Khan

Lahore

Date: March 14, 2024

UDIN: CR202310088D6XSuM4J7

INDEPENDENT AUDITOR'S REPORT

To the members of Ibrahim Fibres Limited

Report on the Audit of Financial Statements

OPINION

We have audited the annexed financial statements of Ibrahim Fibres Limited (the Company), which comprise of the statement of financial position as at December 31, 2023, and the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows and notes to the financial statements for the year then ended, including a summary of material accounting policy information and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at December 31, 2023 and of the profit, the comprehensive income, the changes in equity and its cash flows for the year then ended.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (the Code) as adopted by the Institute of Chartered Accountants of Pakistan and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

KEY AUDIT MATTER

Key audit matters are those matters that, in our professional judgment, were of the most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

INDEPENDENT AUDITOR'S REPORT (cont.)

Following is the key audit matter:

Key audit matter	How the matter was addressed in our audit
<p>Revenue Recognition</p> <p>The Company's sales comprise of revenue from local and export sales which has been disclosed in note 24 to the financial statements.</p> <p>Revenue from the sale of goods is recognized when the Company satisfies the performance obligation under the contract by transferring the promised goods to the customers. Revenue recognition criteria has been explained in note 2.22 to the financial statements.</p> <p>We identified revenue recognition as a key audit matter as it is one of the key performance indicators of the Company and because of the potential risk that revenue transactions may not have been recognized based on the satisfaction of the performance obligation under the contract with the customer in line with the accounting policy adopted or may not have been recognized in the appropriate period.</p>	<p>Our audit procedures to assess the recognition of revenue, amongst others, included the following:</p> <ul style="list-style-type: none"> • assessed the appropriateness of the Company's accounting policies for revenue recognition and compliance of those policies with applicable accounting standards; • obtained an understanding of and assessing the design and operating effectiveness of controls designed to ensure that revenue is recognized appropriately based on the stated accounting policy; • compared on a sample basis, specific revenue transactions recorded before and after the reporting date with underlying documentation to assess whether revenue has been recognized in the appropriate accounting period; • checked on a sample basis the recorded sales transactions with underlying supporting documents; • performed analytical procedures along with other financial and non-financial information; and • assessed the adequacy of related disclosures in the financial statements.

INFORMATION OTHER THAN THE FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON

Management of the Company is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

RESPONSIBILITIES OF MANAGEMENT AND BOARD OF DIRECTORS FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate or to cease operations, or has no realistic alternative but to do so.

Board of Directors are responsible for overseeing the Company's financial reporting process.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Company's management.
- Conclude on the appropriateness of the Company's management use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

INDEPENDENT AUDITOR'S REPORT (cont.)

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matter. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditures incurred and guarantees extended during the year were for the purpose of the Company's business; and
- d) zakat deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980), was deducted by the Company and deposited in the Central Zakat Fund established under section 7 of that Ordinance.

The engagement partner on the audit resulting in this independent auditor's report is Rana M. Usman Khan.

Yousuf Adil
Chartered Accountants

Place: Lahore
Date: March 14, 2024
UDIN: AR202310088CsWwD63Kr

IBRAHIM FIBRES LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023



STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2023

	Note	2023 Rupees	2022 Rupees
NON - CURRENT ASSETS			
Property, plant and equipment	3	39,404,007,785	38,574,670,166
Intangible assets	4	148,717,585	156,735,497
Long term loans	5	119,195,501	132,205,551
Long term deposits		11,803,511	9,557,368
		39,683,724,382	38,873,168,582
CURRENT ASSETS			
Stores, spare parts and loose tools	6	8,678,620,909	5,753,243,939
Stock in trade	7	24,813,367,015	26,125,707,178
Trade debts	8	2,795,438,901	1,992,226,388
Loans and advances	9	3,709,155,720	2,771,491,668
Prepayments		97,673,978	96,890,500
Other receivables	10	212,779,749	345,429,057
Refunds due from Government	11	8,856,572,669	6,991,486,341
Short term investment	12	-	13,258,192
Cash and bank balances	13	150,231,832	114,023,145
		49,313,840,773	44,203,756,408
CURRENT LIABILITIES			
Trade and other payables	14	5,343,354,124	3,880,200,984
Mark up / interest payable	15	916,077,790	429,965,379
Short term bank borrowings	16	10,071,447,718	9,898,080,298
Current portion of non - current liabilities	17	523,832,516	254,892,774
Unclaimed dividend		28,883,316	28,941,755
Provision for taxation - income tax		4,828,261,461	4,088,207,649
		21,711,856,925	18,580,288,839
Working capital		27,601,983,848	25,623,467,569
Total capital employed		67,285,708,230	64,496,636,151
NON - CURRENT LIABILITIES			
Long term financing	18	4,263,433,116	3,383,440,576
Deferred liabilities	19	8,372,478,515	6,662,762,020
		12,635,911,631	10,046,202,596
CONTINGENCIES AND COMMITMENTS			
Net worth	20	-	-
		54,649,796,599	54,450,433,555
Represented by:			
SHARE CAPITAL AND RESERVES			
Share capital	21	3,105,069,950	3,105,069,950
Capital reserves	22	1,072,017,550	1,072,017,550
Revenue reserves	23	50,472,709,099	50,273,346,055
		54,649,796,599	54,450,433,555

The annexed notes form an integral part of these financial statements.


Chief Executive Officer


Director


Chief Financial Officer

STATEMENT OF PROFIT OR LOSS

FOR THE YEAR ENDED DECEMBER 31, 2023

	Note	2023 Rupees	2022 Rupees
Sales - net	24	119,761,927,341	115,581,019,592
Cost of goods sold	25	(110,794,024,776)	(102,078,452,705)
Gross profit		8,967,902,565	13,502,566,887
Selling and distribution expenses	26	(706,773,043)	(556,961,006)
Administrative expenses	27	(2,228,732,924)	(1,975,707,634)
Other operating expenses	28	(290,752,798)	(728,045,912)
Finance cost	29	(2,002,570,496)	(634,892,935)
		(5,228,829,261)	(3,895,607,487)
Other income	30	3,739,073,304	9,606,959,400
		82,646,533	344,336,907
Profit before taxation		3,821,719,837	9,951,296,307
Provision for taxation	31	(3,518,216,491)	(4,640,751,006)
Profit for the year		303,503,346	5,310,545,301
Earnings per share - Basic and Diluted	32	0.98	17.10

The annexed notes form an integral part of these financial statements.


Chief Executive Officer


Director


Chief Financial Officer

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED DECEMBER 31, 2023

	Note	2023 Rupees	2022 Rupees
Profit for the year		303,503,346	5,310,545,301
Other comprehensive income for the year			
Items that will not be reclassified subsequently to profit or loss			
Remeasurement of staff retirement gratuity	19.2.2.2	(206,087,020)	(108,323,001)
Deferred tax	19.1	101,946,718	35,746,590
		(104,140,302)	(72,576,411)
Total comprehensive income for the year		199,363,044	5,237,968,890

The annexed notes form an integral part of these financial statements.


Chief Executive Officer


Director


Chief Financial Officer

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2023

	Note	2023 Rupees	2022 Rupees
a) Cash flows from operating activities			
Operating cash flows before working capital changes	33	9,985,396,095	14,693,765,044
Changes in working capital			
(Increase) / decrease in current assets			
Stores, spare parts and loose tools		(2,925,376,970)	(571,782,617)
Stock in trade		1,312,340,163	(8,405,891,598)
Trade debts		(803,220,117)	(639,538,781)
Loans and advances		5,813,272	(134,685,785)
Prepayments		(783,478)	27,616,880
Other receivables		120,185,252	1,091,797,665
Refunds due from Government		(2,301,791,509)	(3,755,136,321)
Increase / (decrease) in current liabilities			
Trade and other payables		1,468,350,909	(371,944,939)
		(3,124,482,478)	(12,759,565,496)
Cash generated from operations		6,860,913,617	1,934,199,548
Long term loans - net		11,162,925	(34,380,828)
Finance cost paid		(1,513,078,563)	(315,520,927)
Income tax paid - net		(2,172,586,994)	(2,759,690,109)
Staff retirement gratuity paid		(234,885,804)	(148,890,351)
Net cash from / (used in) operating activities		2,951,525,181	(1,324,282,667)
b) Cash flows from investing activities			
Additions in:			
Property, plant and equipment		(4,693,937,074)	(2,495,405,122)
Intangible assets		(31,052,956)	(95,136,041)
Proceeds from disposal of property, plant and equipment		29,336,758	45,501,508
Long term deposits		(2,246,143)	(1,987,597)
Short term investment made		-	(5,649,090,389)
Redemption of short term investments		12,000,000	5,680,465,510
Profit on investment at amortised cost		1,290,000	393,206
Profit on deposits		6,118,112	7,583,582
Net cash used in investing activities		(4,678,491,303)	(2,507,675,343)
c) Cash flows from financing activities			
Long term financing obtained		1,844,758,600	777,581,939
Repayment of long term financing		(254,892,772)	-
Dividend paid		(58,439)	(2,767,865)
Net cash from financing activities		1,589,807,389	774,814,074
Net decrease in cash and cash equivalents (a+b+c)		(137,158,733)	(3,057,143,936)
Cash and cash equivalents at the beginning of the year		(9,784,057,153)	(6,726,913,217)
Cash and cash equivalents at the end of the year	34	(9,921,215,886)	(9,784,057,153)

The annexed notes form an integral part of these financial statements.

Chief Executive Officer

Director

Chief Financial Officer

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED DECEMBER 31, 2023

	Share Capital	Capital Reserves		Revenue Reserves		Total
		Share premium	Merger reserve	General reserve	Unappropriated profit	
		Rupees				
Balance as at January 01, 2022	3,105,069,950	1,000,000,000	72,017,550	4,089,673,099	40,945,704,066	49,212,464,665
Total comprehensive income for the year						
Profit for the year	-	-	-	-	5,310,545,301	5,310,545,301
Other comprehensive income	-	-	-	-	(72,576,411)	(72,576,411)
	-	-	-	-	5,237,968,890	5,237,968,890
Balance as at December 31, 2022	3,105,069,950	1,000,000,000	72,017,550	4,089,673,099	46,183,672,956	54,450,433,555
Total comprehensive income for the year						
Profit for the year	-	-	-	-	303,503,346	303,503,346
Other comprehensive income	-	-	-	-	(104,140,302)	(104,140,302)
	-	-	-	-	199,363,044	199,363,044
Balance as at December 31, 2023	3,105,069,950	1,000,000,000	72,017,550	4,089,673,099	46,383,036,000	54,649,796,599

The annexed notes form an integral part of these financial statements.


Chief Executive Officer


Director


Chief Financial Officer

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

1. STATUS AND ACTIVITIES

- 1.1 Ibrahim Fibres Limited (the Company) was incorporated in Pakistan as a public limited company and is listed on Pakistan Stock Exchange. The principal business of the Company is manufacture and sale of polyester staple fibre and yarn. The registered office of the Company is located at 1 - Ahmad Block, New Garden Town, Lahore. The manufacturing units are located at Faisalabad - Sheikhpura Road, in the Province of Punjab.
- 1.2 Pursuant to scheme of arrangement approved by the Honourable Lahore High Court, Lahore, assets, liabilities and reserves of Ibrahim Textile Mills Limited, A. A. Textiles Limited, Zainab Textile Mills Limited and Ibrahim Energy Limited were merged with the assets, liabilities and reserves of the Company with effect from October 01, 2000.
- 1.3 Ibrahim Holdings (Private) Limited is the parent company and its registered office is in Pakistan.
- 1.4 The financial statements are presented in Pak Rupee, which is the Company's functional and presentation currency.

2. MATERIAL ACCOUNTING POLICY INFORMATION

2.1 Statement of compliance

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

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

Where provisions of and directives issued under the Act differ from the IFRS Standards, the provisions of and directives issued under the Act have been followed.

2.2 Application of new and revised IFRS Standards

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

There were certain new standards, amendments to the approved accounting standards and interpretations which became effective during the year ended December 31, 2023 but are considered not to be relevant or not to have any significant effect on the Company's operations and are, therefore, not disclosed in these financial statements.

In addition, the Company adopted Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practical Statement 2) from January 01, 2023. The amendments require the disclosure of 'material', rather than 'significant', accounting policies. Although the amendments did not result in any changes to the accounting policies themselves, they impacted the accounting policy information disclosed.

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

There are certain new standards, amendments to the approved accounting standards and interpretations that are mandatory for the Company's accounting periods beginning on or after January 01, 2024 but are considered not to be relevant or are not expected to have any significant effect on the Company's operations and are, therefore, not disclosed in these financial statements.

2.3 Basis of preparation

These financial statements have been prepared under the "historical cost convention" except staff retirement gratuity carried at present value.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

2.4 Property, plant and equipment

Property, plant and equipment, except freehold land and capital work in progress are stated at cost less accumulated depreciation / amortisation and impairment in value, if any. Freehold land and capital work in progress are stated at cost less impairment in value, if any.

Depreciation is charged on reducing balance method and amortisation is charged on straight line basis over the unexpired period of leasehold rights of land at the rates specified in the property, plant and equipment note.

Depreciation on additions during the period is charged from the month in which an asset is acquired or capitalised, while no depreciation is charged for the month in which the asset is disposed off. The assets' residual values and useful lives are reviewed at each financial year end and adjusted if impact on depreciation is significant.

Maintenance and normal repairs are charged to income as and when incurred. Major renewals and improvements are capitalised.

Gains and losses on disposal of property, plant and equipment are included in current income.

All costs / expenditures connected with specific assets are collected under capital work in progress. These are transferred to specific assets as and when assets are available for intended use.

2.5 Intangible assets

Intangible assets except those under implementation are stated at cost less accumulated amortisation and impairment in value, if any. Intangible assets under implementation are carried at cost less impairment in value, if any.

Intangible assets are amortised over a period of five years using straight line method. Amortisation on additions during the period is charged from the month in which an asset is acquired or capitalised.

All costs / expenditures connected with implementation of intangible assets are collected in intangible assets under implementation. These are transferred to specific assets as and when assets are available for intended use.

2.6 Impairment

Financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its financial assets carried at amortised cost and fair value through other comprehensive income. The impairment methodology applied depends on whether there has been a significant increase in credit risk. The Company recognises in profit or loss, as an impairment gain or loss, the amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date.

The measurement of expected credit losses is a function of the probability of default, loss given default (i.e. the magnitude of the loss if there is a default) and the exposure at default. The assessment of the probability of default and loss given default is based on historical data adjusted by forward-looking information (adjusted for factors that are specific to the counterparty, general economic conditions and an assessment of both the current as well as the forecast direction of conditions at the reporting date, including time value of money where appropriate). As for the exposure at default for financial assets, this is represented by the assets' gross carrying amount at the reporting date. Loss allowances are forward looking, based on 12 month expected credit losses where there has not been a significant increase in credit risk rating, otherwise allowances are based on lifetime expected losses.

The Company writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded that there is no reasonable expectation of recovery. The assessment of no reasonable expectation of recovery is based on unavailability of party's sources of income or assets to generate sufficient future cash flows to repay the amount. The Company may write-off financial assets that are still subject to enforcement activity. Subsequent recoveries of amounts previously written off will result in impairment gains.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

Non - financial assets

Assets that have an indefinite useful life, for example land, are not subject to depreciation / amortisation and are tested annually for impairment. Assets that are subject to depreciation / amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash - generating units). Non - financial assets that suffered an impairment are reviewed for possible reversal of the impairment at each reporting date. Where impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised recoverable amount but limited to the extent of the carrying amount that would have been determined (net of amortisation or depreciation) had no impairment loss been recognised. Reversal of impairment loss is recognised as income.

2.7 Borrowing costs

Borrowing costs directly attributable to the acquisition or construction of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

All other borrowing costs are recognised in the statement of profit or loss in the period in which these are incurred.

2.8 Stores, spare parts and loose tools

These are valued at moving average cost less allowances for obsolete or slow moving items, if any. Items in transit are valued at cost comprising invoice value and other charges incurred thereon.

2.9 Stock in trade

Stock in trade except wastes is valued at lower of cost and net realisable value. Cost is determined as follows:

Raw materials	
In hand	Weighted average cost
In transit	Cost comprising invoice value and other charges incurred thereon
Work in process and	Cost is determined on weighted average method and it comprises of cost of direct materials, labour and appropriate manufacturing overheads.
Finished goods	

Wastes are valued at net realisable value.

Net realisable value represents the estimated selling price in the ordinary course of business less estimated cost of completion and estimated cost necessary to make the sales.

2.10 Trade debts and other receivables

These are classified at amortised cost and are initially recognised when they are originated and measured at fair value of consideration receivable. These assets are written off when there is no reasonable expectation of recovery. Actual credit loss experience over past years is used to base the calculation of expected credit loss.

2.11 Short term investments

The Company classifies its short term investments in the following measurement categories:

- At amortised cost; and
- Fair Value through Profit or Loss (FVPL).

The classification depends on the entity's business model for managing the investments and the contractual terms of the cash flows.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

At initial recognition, the Company measures an investment at its fair value plus in the case of an investment not at FVPL, transaction costs that are directly attributable to the acquisition. Transaction costs of investments carried at FVPL are expensed in statement of profit or loss.

The Company subsequently measures equity investments at fair value. Changes in the fair value of investments at FVPL are recognised in statement of profit or loss. Dividends from these investments are also recognised in statement of profit or loss.

The Company measures its debt investments at amortised cost. Interest income from these investments is included in statement of profit or loss using the effective interest rate method.

2.12 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at cost. For the purpose of statement of cash flows, cash and cash equivalents consist of cash in hand, balances with banks, highly liquid short term investments that are convertible to known amounts of cash and are subject to insignificant risk of change in value and short term bank borrowings which form an integral part of the Company's cash management.

2.13 Staff retirement gratuity

The Company operates a defined benefit plan - unfunded gratuity scheme covering all permanent employees. Provision is made for the period on the basis of actuarial recommendation to cover the period of service completed by employees using Projected Unit Credit Method. All remeasurement adjustments are recognised in other comprehensive income as they occur.

The amount recognised in the statement of financial position represents the present value of defined benefit obligation as adjusted for remeasurement adjustments.

2.14 Trade and other payables

Liabilities for trade and other payables are carried at cost which is the fair value of the consideration to be paid in future for goods and services received, whether or not billed to the Company.

2.15 Deferred Grant

Grants from the government are recognised at their fair value where there is a reasonable assurance that the grant will be received and the Company will comply with all attached conditions.

Government grants relating to costs are deferred and recognised in the profit or loss over the period necessary to match them with the costs that they are intended to compensate.

Government grants relating to the purchase of property, plant and equipment are included in non-current liabilities as deferred income and are credited to profit or loss over the expected lives of the related assets.

2.16 Provisions

Provisions are recognised when the Company has a legal or constructive obligation as a result of past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made to the amount of obligation. However, provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

2.17 Provision for taxation

Current

Provision for current taxation is based on taxable income at the current rate of taxation after taking into account applicable tax credits and tax rebates available under the law.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

Deferred

Deferred tax is provided using the liability method for all temporary differences at reporting date between tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. In this regard, the effects on deferred taxation of the portion of income subject to final tax regime is also considered in accordance with the requirement of Technical Release - 27 of the Institute of Chartered Accountants of Pakistan.

Deferred tax asset is recognised for all deductible temporary differences and carry forward of unused tax losses, if any, to the extent that it is probable that taxable profit will be available against which such temporary differences and tax losses can be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the assets are realised or the liabilities are settled, based on tax rates that have been enacted or substantively enacted at the reporting date.

Deferred tax is charged or credited to the statement of profit or loss, except in case of items recognised in other comprehensive income in which case it is included in the statement of comprehensive income.

2.18 Dividend and other appropriations

Dividend is recognised as a liability in the period in which it is approved. Appropriations of profits are reflected in the statement of changes in equity in the period in which such appropriations are made.

2.19 Foreign currency translation

All monetary assets and liabilities in foreign currencies are translated into Pak Rupee at the exchange rates prevailing at the reporting date, except those covered under forward exchange contracts which are translated at the contracted rates. Transactions in foreign currencies are translated into Pak Rupee at exchange rates prevailing on the date of transaction.

Exchange differences are included in current statement of profit or loss. All non - monetary items are translated into Pak Rupee at exchange rates prevailing on the date of transaction.

2.20 Financial instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument and de-recognised when the Company loses control of the contractual rights that comprise the financial assets and, in case of financial liabilities, when the obligation specified in the contract is discharged, cancelled or expired.

Recognition methods adopted by the Company are disclosed in the individual policy statements associated with each item of financial instruments.

2.21 Off - setting of financial asset and financial liability

A financial asset and a financial liability is off - set and net amount is reported in the statement of financial position, if the Company has a legally enforceable right to set - off the recognised amount and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

2.22 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable in the normal course of business.

- Revenue from sale of goods is recognised on transfer of control to customers.
- Profit on deposits is recognised on time proportionate basis, taking into account the effective yield.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

2.23 Segment reporting

Segment reporting is based on the operating (business) segments of the Company. An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to the transactions with any of the Company's other components. An operating segment's operating results are reviewed regularly by Chief Executive Officer (CEO) to make decisions about resources to be allocated to the segment and assess its performance, and for which discrete financial information is available.

Segment results that are reported to CEO include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Those incomes, expenses, assets, liabilities and other balances which cannot be allocated to a particular segment on a reasonable basis are reported as unallocated.

The Company has following reportable business segments:

1. Polyester - Producing different qualities of Polyester Staple Fibre and Polyester Chip; and
2. Textile spinning - Producing different kinds of textile yarns.

Transactions among the business segments are recorded at cost. Inter segment sales and purchases are eliminated from the total.

2.24 Earnings per share

The Company presents basic and diluted earnings per share (EPS) for its ordinary shares. Basic EPS is calculated by dividing the profit by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting for the effects of all dilutive potential ordinary shares.

2.25 Critical accounting estimates and judgments

The preparation of financial statements in conformity with IFRS Standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and 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 judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised.

Significant areas requiring the use of management estimates in these financial statements relate to the useful life of depreciable assets, provision for doubtful receivables and slow moving inventory, staff retirement gratuity and taxation. However, assumptions and judgments made by management in the application of accounting policies that have significant effect on the financial statements are not expected to result in material adjustment to the carrying amounts of assets and liabilities in the next year.

	Note	2023 Rupees	2022 Rupees
3. PROPERTY, PLANT AND EQUIPMENT			
Operating assets	3.1	39,025,435,323	37,877,876,411
Capital work in progress	3.5	378,572,462	696,793,755
		39,404,007,785	38,574,670,166

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

3.1 Operating assets

	Land		Building on		Plant and machinery	Furniture and fixture	Office equipment	Vehicles	Aircraft	Total
	Freehold	Leasehold	Freehold land	Leasehold land						
Rupees										
At January 01, 2022										
Cost	942,806,133	23,179,082	9,305,058,127	205,493,975	56,579,715,152	394,798,313	482,190,170	482,543,397	2,875,000,000	71,290,784,349
Accumulated depreciation / amortisation	-	(1,468,195)	(4,179,244,690)	(80,860,999)	(29,320,045,155)	(184,203,720)	(200,442,122)	(189,730,218)	(303,072,916)	(34,459,068,015)
Written down value	942,806,133	21,710,887	5,125,813,437	124,632,976	27,259,669,997	210,594,593	281,748,048	292,813,179	2,571,927,084	36,831,716,334
Reconciliation of written down value at December 31, 2022										
Written down value as at January 01, 2022	942,806,133	21,710,887	5,125,813,437	124,632,976	27,259,669,997	210,594,593	281,748,048	292,813,179	2,571,927,084	36,831,716,334
Additions	161,568,865	-	150,674,879	-	4,311,884,153	58,524,250	110,813,119	205,909,030	-	4,999,374,296
Less: Disposals	-	-	16,799,357	-	237,806,826	20,000	12,946,942	27,804,752	-	295,377,877
Cost	-	-	(16,318,022)	-	(225,949,844)	(7,288)	(3,851,168)	(16,249,036)	-	(262,375,358)
Accumulated depreciation	-	-	481,335	-	11,856,982	12,712	9,095,774	11,555,716	-	33,002,519
Less: Depreciation / amortisation	-	288,717	522,593,140	12,463,298	2,985,819,728	23,770,812	32,794,189	85,289,108	257,192,708	3,920,211,700
Written down value as at December 31, 2022	1,104,374,998	21,422,170	4,753,413,841	112,169,678	28,573,877,440	245,335,319	350,671,204	401,877,385	2,314,734,376	37,877,876,411
At January 01, 2023										
Cost	1,104,374,998	23,179,082	9,438,933,649	205,493,975	60,653,792,479	453,302,563	580,056,347	660,647,675	2,875,000,000	75,994,780,768
Accumulated depreciation / amortisation	-	(1,756,912)	(4,685,519,808)	(93,324,297)	(32,079,915,039)	(207,967,244)	(229,385,143)	(258,770,290)	(560,265,624)	(38,116,904,357)
Written down value	1,104,374,998	21,422,170	4,753,413,841	112,169,678	28,573,877,440	245,335,319	350,671,204	401,877,385	2,314,734,376	37,877,876,411
Reconciliation of written down value at December 31, 2023										
Written down value as at January 01, 2023	1,104,374,998	21,422,170	4,753,413,841	112,169,678	28,573,877,440	245,335,319	350,671,204	401,877,385	2,314,734,376	37,877,876,411
Additions	50,005,233	821,985,500	243,596,822	-	3,383,611,325	94,283,270	199,754,280	256,320,690	-	5,049,557,120
Less: Disposals	-	-	-	-	7,680,026	380,571	18,797,190	50,817,862	-	77,675,649
Cost	-	-	-	-	(7,110,715)	(148,927)	(5,769,888)	(31,937,389)	-	(44,966,919)
Accumulated depreciation	-	-	-	-	569,311	231,644	13,027,302	18,880,473	-	32,708,730
Less: Depreciation / amortisation	-	8,852,917	483,316,039	11,216,968	2,965,615,856	29,342,687	47,638,356	91,833,217	231,473,438	3,869,289,478
Written down value as at December 31, 2023	1,154,380,231	834,554,753	4,513,694,624	100,952,710	28,991,303,598	310,044,258	546,326,236	490,917,975	2,083,260,938	39,025,435,323
At December 31, 2023										
Cost	1,154,380,231	845,164,582	9,682,530,471	205,493,975	64,029,723,778	547,205,262	817,579,847	809,584,093	2,875,000,000	80,966,662,239
Accumulated depreciation / amortisation	-	(10,609,829)	(5,168,835,847)	(104,541,265)	(35,038,420,180)	(237,161,004)	(271,253,611)	(318,666,118)	(791,739,062)	(41,941,226,916)
Written down value	1,154,380,231	834,554,753	4,513,694,624	100,952,710	28,991,303,598	310,044,258	546,326,236	490,917,975	2,083,260,938	39,025,435,323
Rate (%)	-	01 ~ 1.25	10	10	10	10	10	20	10	

3.2 Depreciation / amortisation has been allocated as under:

	Note	2023 Rupees	2022 Rupees
Cost of goods sold	25	3,506,263,049	3,545,406,836
Administrative expenses	27	363,026,429	374,804,864
		3,869,289,478	3,920,211,700

3.3 Particulars of land in the name of the Company are as follows:

Description	Location	Land Area (Kanals)
Freehold land	Shahkot	7,573
	Faisalabad	20
	Lahore	33
	Karachi	3
Leasehold land	Karachi	12
	Multan	1
	Lahore	4

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

3.4 Detail of disposal of property, plant and equipment

Description	Cost	Written down value	Sale proceeds	Gain / (loss)	Particulars
	Rupees				
Plant & machinery					
Insurance claim	3,676,742	414,635	6,000,000	5,585,365	Assets having net book value less than Rs. 500,000/- each.
Sold by negotiation	4,003,284	154,676	491,850	337,174	Assets having net book value less than Rs. 500,000/- each.
	7,680,026	569,311	6,491,850	5,922,539	
Office Equipment					
Insurance claim	159,000	124,701	150,000	25,299	Assets having net book value less than Rs. 500,000/- each.
Sold under Company policy	14,641,810	11,408,322	852,037	(10,556,285)	Assets having net book value less than Rs. 500,000/- each.
Scrapped and written off	3,996,380	1,494,279	-	(1,494,279)	Assets having net book value less than Rs. 500,000/- each.
	18,797,190	13,027,302	1,002,037	(12,025,265)	
Furniture & fixture					
Scrapped and written off	380,571	231,644	-	(231,644)	Assets having net book value less than Rs. 500,000/- each.
Vehicles					
Insurance claim	2,275,325	214,022	2,430,000	2,215,978	Assets having net book value less than Rs. 500,000/- each.
Sold by negotiation	2,723,842	724,080	774,080	50,000	Saad Hafeez Bhatti S/O Abdul Hafeez Bhatti House # 721/10, Civil Line, Bilal Road, Faisalabad.
	5,814,150	3,073,592	3,200,000	126,408	Bilal Yousaf S/O Sheikh Muhammad Yousaf House # 248, Street # 03, Mohallah Muhammad Pura, Faisalabad.
	4,702,862	650,623	1,390,828	740,205	Assets having net book value less than Rs. 500,000/- each.
Disposed off under Company policy	3,532,940	2,501,321	2,501,321	-	Muhammad Saqib Iqbal (Ex-Employee)
	2,697,759	866,322	866,322	-	Sajid Hussain (Employee)
	2,955,210	1,787,311	1,787,311	-	Abdul Waheed (Ex-Employee)
	1,613,260	613,297	613,297	-	Muhammad Waseem Raja (Ex-Employee)
	2,202,799	718,655	718,655	-	Waqar Salim Mirza (Employee)
	2,425,429	804,699	804,699	-	Raza Ali Alvi (Employee)
	2,951,015	980,965	980,965	-	Muhammad Akram (Employee)
	2,219,132	710,577	710,577	-	Manzoor Zaheer (Employee)
	1,529,300	509,147	509,147	-	Mazhar Hussain (Employee)
	2,929,251	956,108	956,108	-	Muhammad Zafar Iqbal (Employee)
	2,318,370	756,716	756,716	-	Saeed Ahmad (Employee)
	1,399,977	741,988	741,988	-	Shahzad Anwar (Employee)
	1,615,710	537,088	537,088	-	Muhammad Naeem Afzal (Employee)
	4,911,531	1,733,962	1,563,769	(170,193)	Assets having net book value less than Rs. 500,000/- each.
	50,817,862	18,880,473	21,842,871	2,962,398	
2023	77,675,649	32,708,730	29,336,758	(3,371,972)	
2022	295,377,877	33,002,519	45,501,508	12,498,989	

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

	Note	2023 Rupees	2022 Rupees
3.5 Capital work in progress			
Building on freehold land		41,599,844	55,916,276
Plant and machinery		58,657,195	183,300,542
Advances against property, plant and equipment			
Land		233,157,839	252,047,839
Building on freehold land		10,772,350	21,426,908
Plant and machinery		174,796	123,272,605
Office equipment		–	32,195,328
Furniture and fixture		31,788,277	2,691,574
Vehicles		2,134,900	22,275,900
		278,028,162	453,910,154
Unallocated capital expenditures		287,261	3,666,783
	3.5.1	378,572,462	696,793,755
3.5.1 Reconciliation of capital work in progress			
Opening balance		696,793,755	3,223,202,069
Additions		3,577,367,716	1,334,452,151
Transfers		(3,895,589,009)	(3,860,860,465)
Closing balance		378,572,462	696,793,755

3.5.2 The amount of borrowing costs capitalised during the year ended December 31, 2023 was Rs. 206,031,914/- (2022: Rs. 23,760,724/-). The rate used to determine the amount of borrowing costs eligible for capitalisation ranges from 1.50% to 22.89% (2022: 1.30% to 15.74%).

	Note	2023 Rupees	2022 Rupees
4. INTANGIBLE ASSETS			
Computer software	4.1	125,810,236	150,428,497
Advance against computer software under implementation		22,907,349	6,307,000
		148,717,585	156,735,497
4.1 Computer software			
Cost		341,902,814	327,450,207
Accumulated amortisation		(216,092,578)	(177,021,710)
Written down value		125,810,236	150,428,497
Reconciliation of written down value			
Opening balance		150,428,497	33,285,966
Additions		14,452,607	147,771,962
Less: Amortisation	4.2	39,070,868	30,629,431
Closing balance		125,810,236	150,428,497

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

	Note	2023 Rupees	2022 Rupees
4.2	Amortisation has been allocated as under:		
	Cost of goods sold	11,185,001	9,278,487
	Administrative expenses	27,885,867	21,350,944
		39,070,868	30,629,431
5.	LONG TERM LOANS		
	Loans to employees - considered good	214,585,307	225,748,232
	Less: Current portion	95,389,806	93,542,681
		119,195,501	132,205,551

5.1 These loans have been carried at cost as the effect of carrying these balances at amortised cost would not be material. These are interest free loans provided as per Company's policy.

	Note	2023 Rupees	2022 Rupees
6.	STORES, SPARE PARTS AND LOOSE TOOLS		
	Stores		
	In hand	2,220,483,312	1,492,563,514
	In transit	237,581,384	-
		2,458,064,696	1,492,563,514
	Spare parts		
	In hand	5,686,069,477	3,890,675,945
	In transit	509,948,138	345,065,543
		6,196,017,615	4,235,741,488
	Loose tools	24,538,598	24,938,937
		8,678,620,909	5,753,243,939
7.	STOCK IN TRADE		
	Raw materials		
	In hand	15,586,718,425	16,288,554,050
	In transit	789,547,137	313,180,398
		16,376,265,562	16,601,734,448
	Work in process	1,172,092,521	1,121,215,177
	Finished goods	7,095,050,371	8,292,940,030
	Wastes	169,958,561	109,817,523
		24,813,367,015	26,125,707,178
8.	TRADE DEBTS		
	Considered good - Unsecured		
	Local	2,733,845,048	1,913,989,883
	Foreign	61,593,853	78,236,505
		2,795,438,901	1,992,226,388

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

8.1 This represents balance due from an associated company. The maximum aggregate amount outstanding during the year was Rs. 122,206,684/- (2022: Rs. 78,236,505/-). This amount is neither past due nor impaired.

	Note	2023 Rupees	2022 Rupees
9. LOANS AND ADVANCES			
Loans to employees - considered good			
Short term loans		6,244,119	8,956,657
Current portion of long term loans	5	95,389,806	93,542,681
		101,633,925	102,499,338
Advances			
Suppliers and contractors		99,444,877	108,733,510
Income tax		3,398,595,598	2,437,957,930
Sales tax		–	947,993
Letters of credit fee, margin and expenses		109,481,320	121,352,897
		3,607,521,795	2,668,992,330
		3,709,155,720	2,771,491,668
10. OTHER RECEIVABLES			
Claims		203,978,484	333,256,672
Other		8,801,265	12,172,385
		212,779,749	345,429,057
11. REFUNDS DUE FROM GOVERNMENT			
Custom duty refundable		75,766,531	82,629,473
Income tax refundable		2,209,878,918	2,646,584,099
Sales tax / federal excise duty refundable / adjustable		6,570,927,220	4,262,272,769
		8,856,572,669	6,991,486,341
12. SHORT TERM INVESTMENT			
Term deposit receipt - at amortised cost	12.1	–	13,258,192

12.1 The rate of profit is 10.75% per annum (2022: 6.50% to 10.75% per annum).

	Note	2023 Rupees	2022 Rupees
13. CASH AND BANK BALANCES			
Cash in hand		69,353,771	83,285,656
Cash at banks			
In current accounts			
Local currency	13.1	18,054,358	6,548,958
Foreign currency (USD 25,061) - Related party		6,994,002	–
In deposit accounts			
Local currency	13.2	55,829,701	24,188,531
		80,878,061	30,737,489
		150,231,832	114,023,145

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

13.1 It includes overdrawn balance of Rs. 9,500,000/- (2022: Rs. Nil) related to an associated company.

13.2 The rate of profit on deposit accounts ranges between 14.50% to 20.55% per annum (2022: 8.25% to 14.90% per annum). It includes Rs. 31,592,462/- (2022: Rs. Nil) related to an associated company.

	Note	2023 Rupees	2022 Rupees
14. TRADE AND OTHER PAYABLES			
Creditors		1,154,902,395	1,051,183,702
Accrued liabilities		809,626,423	676,945,717
Advances from customers	14.1	161,964,373	300,843,551
Capital expenditure payable		79,117,081	38,338,807
Bills payable		2,770,897,058	956,121,309
Workers' profit participation fund	14.2	207,285,568	524,899,260
Workers' welfare fund		78,052,075	203,146,652
Other		81,509,151	128,721,986
		5,343,354,124	3,880,200,984

14.1 These represent advances received by the Company from customers in respect of sales. Revenue aggregating Rs. 293 million (2022: Rs. 274 million) has been recognised for the preceding year advances from customers.

	Note	2023 Rupees	2022 Rupees
14.2 Workers' profit participation fund			
Opening balance		524,899,260	969,241,292
Interest on funds utilised in the Company's business		38,711,680	60,712,685
		563,610,940	1,029,953,977
Paid to the fund		(563,610,940)	(1,029,953,977)
		-	-
Allocation for the year		207,285,568	524,899,260
		207,285,568	524,899,260
15. MARK UP / INTEREST PAYABLE	15.1	916,077,790	429,965,379

15.1 It includes Rs. 8,659,572/- (2022: Rs. 11,488,857/-) payable to an associated company.

	Note	2023 Rupees	2022 Rupees
16. SHORT TERM BANK BORROWINGS			
Running finances - secured	16.1 & 16.2	10,071,447,718	9,898,080,298

16.1 It includes Rs. Nil (2022: Rs. 983,662,531/-) payable to an associated company.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

16.2 These facilities are secured against first pari passu hypothecation charge over current assets of the Company and carry markup ranging from 15.76% to 22.96% per annum (2022: 7.54% to 16.68% per annum). The aggregate unavailed short term bank borrowing facilities available to the Company are Rs. 13,729 million (2022: Rs. 10,902 million) which includes Rs. 4,000 million (2022: Rs. 16 million) from an associated company.

	Note	2023 Rupees	2022 Rupees
17. CURRENT PORTION OF NON-CURRENT LIABILITIES			
Current portion of long term financing	18	394,251,363	254,892,774
Current portion of deferred government grant	19.3	129,581,153	–
		523,832,516	254,892,774
18. LONG TERM FINANCING			
Secured			
From banking companies			
Diminishing Musharakah I	18.1	1,582,847,988	1,800,000,000
Diminishing Musharakah II	18.2	261,591,750	298,962,000
Diminishing Musharakah III	18.3	1,383,759,440	1,384,129,950
Diminishing Musharakah IV	18.4	2,000,000,000	155,241,400
		5,228,199,178	3,638,333,350
Less:			
Classified as deferred government grant		570,514,699	–
Current portion of long term financing		394,251,363	254,892,774
		4,263,433,116	3,383,440,576

18.1 Diminishing Musharakah I

It is repayable in 16 equal half yearly installments commenced from January 27, 2023 and ending on March 29, 2032. It is secured by way of first charge over plant and machinery of Textile Plant - I of the Company. It carries markup at SBP base rate plus 30 basis points payable quarterly in arrears.

Effective markup rate charged during the year is 1.30% per annum (2022: 1.30% per annum).

18.2 Diminishing Musharakah II

It is repayable in 16 equal half yearly installments commenced from March 01, 2023 and ending on September 01, 2030. It is secured by way of first charge over plant and machinery of Textile Plant - I of the Company. It carries markup at SBP base rate plus 30 basis points payable quarterly in arrears.

Effective markup rate charged during the year is 1.30% per annum (2022: 1.30% per annum).

18.3 Diminishing Musharakah III

It is repayable in 16 equal half yearly installments commenced from December 28, 2023 and ending on July 21, 2032. It is secured by way of first charge over plant and machinery of Textile Plant - III of the Company. It carries markup at SBP base rate plus 50 basis points payable quarterly in arrears.

Effective markup rate charged during the year is 1.50% per annum (2022: 1.50% per annum).

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

18.4 Diminishing Musharakah IV

It is repayable in 6 equal half yearly installments commencing from April 07, 2025 and ending on October 07, 2027. It is secured by way of first charge over plant and machinery of Textile Plant - III of the Company. It carries markup at 3 months KIBOR plus 0 basis points payable quarterly in arrears.

Effective markup rate charged during the year ranges from 15.74% to 22.89% per annum (2022: 15.74% per annum).

	Note	2023 Rupees	2022 Rupees
19. DEFERRED LIABILITIES			
Deferred taxation	19.1	6,316,983,112	5,289,421,657
Staff retirement gratuity	19.2	1,614,561,857	1,373,340,363
Deferred government grant	19.3	440,933,546	–
		8,372,478,515	6,662,762,020

19.1 Deferred taxation

	At January 01, 2023	Charged / (Credited) to profit or loss	Credited to other comprehensive income	At December 31, 2023
	Rupees			
Deferred tax liabilities:				
Difference in tax and accounting bases of property, plant and equipment	5,737,385,734	1,211,146,797	–	6,948,532,531
Deferred tax assets:				
Staff retirement gratuity	(447,964,077)	(81,638,624)	(101,946,718)	(631,549,419)
	5,289,421,657	1,129,508,173	(101,946,718)	6,316,983,112

	At January 01, 2022	Charged / (Credited) to profit or loss	Credited to other comprehensive income	At December 31, 2022
	Rupees			
Deferred tax liabilities:				
Difference in tax and accounting bases of property, plant and equipment	4,710,675,596	1,026,710,138	–	5,737,385,734
Deferred tax assets:				
Staff retirement gratuity	(349,486,263)	(62,731,224)	(35,746,590)	(447,964,077)
Unadjusted tax losses	(797,851,806)	797,851,806	–	–
	(1,147,338,069)	735,120,582	(35,746,590)	(447,964,077)
	3,563,337,527	1,761,830,720	(35,746,590)	5,289,421,657

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

19.1.1 Deferred tax asset on deductible temporary difference arising due to Alternative Corporate Tax (ACT) available for carry forward under section 113C of the Income Tax Ordinance, 2001 has not been recognised as sufficient taxable profits may not be available for adjustment / utilisation in the foreseeable future. The ACT available would expire as follows:

Accounting period to which ACT relates	Accounting period in which ACT will expire	Amount of ACT (Rupees)
June 30, 2021	December 31, 2030	228,842,258
December 31, 2021	December 31, 2031	180,131,210
		408,973,468

19.2 Staff retirement gratuity

The scheme provides terminal benefits for all the employees of the Company who attain the minimum qualifying period. Charge for the year is based on actuarial valuation carried out as at December 31, 2023 using Projected Unit Credit Method.

	Note	2023 Rupees	2022 Rupees
19.2.1	The amount recognised in the statement of financial position is as follows:		
	Present value of defined benefit obligation	1,614,561,857	1,373,340,363
19.2.2	Movement in net liability recognised		
	Opening Liability	1,373,340,363	1,204,121,955
	Liability transferred to accrued liabilities	(4,251,856)	(1,853,550)
	Expenses recognised in statement of profit or loss		
	of profit or loss	272,418,584	211,179,996
	Paid during the year	(233,032,254)	(148,431,039)
	Remeasurement of obligation	206,087,020	108,323,001
		1,614,561,857	1,373,340,363
19.2.2.1	Expenses recognised in statement of profit or loss		
	Current service cost	90,487,329	78,524,886
	Interest cost	181,931,255	132,655,110
		272,418,584	211,179,996

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

	2023 Rupees	2022 Rupees
19.2.2 Remeasurement of obligation		
Actuarial losses from changes in financial assumptions	965,659	2,315,364
Experience adjustment	205,121,361	106,007,637
	206,087,020	108,323,001

	2023	2022
19.2.3 Principal actuarial assumptions used		
Discount rate	15.50 % per annum	14.50 % per annum
Expected rate of increase in salary	14.50 % per annum	13.50 % per annum
Expected average duration of the defined benefit obligation	7 years	7 years

19.2.4 The sensitivity of the defined benefit obligation to changes in the weighted principal assumptions is:

	Reworked defined benefit obligation		
	Change in assumptions	Increase in assumptions Rupees	Decrease in assumptions Rupees
Discount rate	100 bps	1,510,892,474	1,730,821,734
Salary growth rate	100 bps	1,730,821,734	1,509,167,941

19.2.5 The above sensitivity analyses are based on change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions, the same method (Projected Unit Credit Method) has been applied as for calculating the liability of staff retirement gratuity.

	2023 Rupees	2022 Rupees
19.3 Deferred government grant		
Recognised during the year	570,514,699	–
Less: Current portion	129,581,153	–
	440,933,546	–

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

		2023 Rupees in million	2022 Rupees in million
20. CONTINGENCIES AND COMMITMENTS			
20.1 Contingencies			
20.1.1	In respect of bank guarantees issued on behalf of the Company:		
(i)	Guarantees issued in favour of Sui Northern Gas Pipelines Limited against supply of gas.	940.537	932.795
(ii)	Guarantees issued in favour of The Director, Excise and Taxation, Karachi against imposition of infrastructure cess. Sindh Development and Infrastructure Cess was levied by the Excise and Tax Department of Government of Sindh on goods entering or leaving the province through air or sea at prescribed rate under Sindh Finance Ordinance, 2001. The levy was challenged by various companies in Honourable Sindh High Court. The Company became party to the suit on October 10, 2011. Accordingly, the Company became entitled to release of import consignments against bank guarantees as per an earlier interim order passed by the Court dated May 31, 2011.	2,750.000	2,000.000
(iii)	The Company has filed suit in Honourable Sindh High Court, Karachi dated August 16, 2011 against PCT classification of Titanium Di Oxide (TDO) by Custom PCT Committee. For release of TDO, bank guarantees were issued in favour of The Collector of Customs, Karachi to avail exemption from levy of custom duty, sales tax and income tax.	4.698	4.698
(iv)	Guarantees issued in favour of Faisalabad Electric Supply Company against electricity connection.	56.960	56.960
20.1.2	Custom duty of Rs. 8.9 million (2022: Rs. 8.9 million) in respect of local purchase of PTA has not been acknowledged due to pending suit before Honourable Sindh High Court, Karachi which was filed on July 23, 2010 against Federation of Pakistan. The Company's claim on account of custom duty refund amounting to Rs.11.455 million (2022: Rs. 11.455 million) is also pending before the Customs Department.	-	-
20.1.3	The Additional Commissioner Inland Revenue (ACIR) passed order disallowing some of the administrative expenses and bad debts for the tax year 2008. The Company contended the case before the Commissioner Inland Revenue (Appeals) (CIR-A) who decided the case in favour of tax department. The Company filed an appeal dated October 12, 2013 before Appellate Tribunal Inland Revenue (ATIR) assailing the CIR-A's order. ATIR passed order dated September 01, 2021 and remanded back the matter to assessing officer.	-	-

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

	2023 Rupees in million	2022 Rupees in million
20.1.4 The Deputy Commissioner Inland Revenue (DCIR) passed order disallowing financial charges and thereby creating demand of Rs. 450.50 million for the tax year 2009. The Company contended the case before CIR-A and as a result tax liability demand was reduced. The Company filed an appeal dated April 17, 2015 before ATIR against the reduced tax liability. ATIR passed order dated October 19, 2023 and made decision in favour of the Company.	-	104.533
20.1.5 DCIR passed the order disallowing financial charges and thereby creating demand for the tax year 2012. The Company contended the case before CIR-A and case was decided in favour of the Company. The department approached the ATIR on September 30, 2016 against the order of CIR-A. ATIR passed order dated October 19, 2023 and made decision in favour of the Company.	-	13.761
20.1.6 DCIR passed the order disallowing financial charges and thereby creating demand for the tax year 2010. The Company contended the case before CIR-A and case was decided in favour of the Company. The department approached the ATIR on June 30, 2016 against the order of CIR-A. ATIR passed order dated October 19, 2023 and made decision in favour of the Company.	-	86.842
20.1.7 DCIR passed the order disallowing financial charges and thereby creating demand for the tax year 2011. The Company contended the case before CIR-A and case was decided in favour of the Company. The department approached the ATIR on September 30, 2016 against the order of CIR-A. ATIR passed order dated October 19, 2023 and made decision in favour of the Company.	-	24.553
20.1.8 DCIR passed an order disallowing the financial charges alongwith initial depreciation allowance, depreciation and tax credit on BMR for the tax year 2013. The Company filed an appeal before CIR-A. The CIR-A directed the department to accept contention of the Company. The department approached the ATIR on April 05, 2016 against the order of CIR-A. ATIR passed order dated October 19, 2023 and made decision in favour of the Company.	-	520.129
20.1.9 ACIR passed an order under section 122 and thereby creating demand for the tax year 2011. The Company contended the case before CIR-A who decided the case in favour of the Company. The department approached the ATIR on September 06, 2017 against the order of CIR-A which is still pending for adjudication.	386.676	386.676
20.1.10 The Company filed Intra Court Appeal for assailing the imposition of Super Tax for the tax years 2015 and 2016 before the Honourable Lahore High Court (LHC) which was rejected. The Company had filed Civil Petition for Leave to Appeal against judgment of LHC before the Honourable Supreme Court of Pakistan (SCP). SCP passed interim		

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

	2023 Rupees in million	2022 Rupees in million
order dated November 26, 2020 for staying recovery .The Company filed an appeal to CIR-A against the order for increase in demand passed by Commissioner Inland Revenue (CIR). CIR-A passed an order dated February 26, 2021 and reduced the demand. Appeal has been filed in ATIR dated May 06, 2021 which is pending for adjudication.	83.074	83.074
20.1.11 DCIR passed an order and disallowed input tax based on various reasons. The Company filed an appeal dated March 26, 2018 before CIR-A. CIR-A passed an order dated February 08, 2022 and remanded back the matter to assessing officer. During the year, statutory proceeding were initiated by DCIR who issued order dated June 21, 2023 and decided the case partially against the Company. The Company filed appeal before CIR-A dated July 31, 2023.	248.536	-
20.1.12 Finance Act, 2015 introduced income tax at the rate of 10% on undistributed reserves where such reserves of the company are in excess of its paid up capital and the company derives profits for a tax year but does not distribute requisite cash dividend within six months of the end of the said tax year. The Company approached LHC dated December 31, 2015 challenging the levy of said tax through filing a writ petition and the Court has granted stay against recovery of tax in any manner. The legal counsel is of the view that the outcome of the petition is expected to be favorable based on which the Company has not recorded such tax liability for the tax years 2015 and 2016.	-	-
20.1.13 Assistant Commissioner Inland Revenue passed an order disallowing some of the administrative expenses and tax deductions for the tax year 2009. The Company filed an appeal with CIR-A who remanded back to Officer Inland Revenue to consider the provided supporting documents. The Company has filed appeal before ATIR on April 29, 2019 against order of CIR-A.	302.900	302.900
20.1.14 Assistant Commissioner Inland Revenue passed an order disallowing some of the administrative expenses for the tax year 2013. The Company filed an appeal with CIR-A on January 04, 2019. CIR-A passed an order dated December 28, 2021 and upheld the order of Assistant Commissioner of Inland Revenue. The Company filed an appeal before ATIR against the order of CIR-A dated February 25, 2022.	0.077	0.077
20.1.15 ACIR passed an order disallowing some of the administrative expenses and charging tax on undistributed profits for the tax year 2017. The Company filed an appeal with CIR-A who made partial decision in favour of the Company. The Company and CIR filed appeals against order of CIR-A with ATIR on May 14, 2019 and May 16, 2019 respectively.	94.210	94.210
20.1.16 Assistant Commissioner Inland Revenue passed order under section 8B of the Sales Tax Act, 1990. The Company had filed an appeal before CIR-A. CIR-A passed order for principal amount in favour of the		

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

	2023 Rupees in million	2022 Rupees in million
Company and for penalty and default surcharge against the Company. Against the order of CIR-A, the Company and CIR filed appeals before ATIR on January 30, 2020 and February 19, 2020 respectively.	13.184	13.184
20.1.17 ACIR - Audit passed an order dated April 08, 2020 disallowing some of the administrative expenses and tax credit for the tax year 2018. The Company filed an appeal with CIR-A on May 13, 2020. CIR-A passed an order dated December 31, 2021 whereby administrative expenses were allowed and tax credit was decided partially in favour of the Company. The Company and CIR filed appeals before ATIR against the order of CIR-A dated February 28, 2022 and January 28, 2022 respectively.	35.119	35.119
20.1.18 DCIR passed an order in respect of reduced rate supplies made by the Company. The Company has filed an appeal dated December 02, 2019 with CIR-A. CIR-A remanded back the case to Officer Inland Revenue with the directions to verify the supporting documents and decide the case afresh. The Company filed an appeal to ATIR on September 29, 2020 against the order of CIR-A which is pending for adjudication.	10.577	10.577
20.1.19 DCIR passed an order disallowing input sales tax dated November 19, 2020 in post refund audit from July 2016 to June 2017. The Company filed an appeal dated December 31, 2020 before CIR-A. CIR-A passed an order dated March 30, 2022 and remanded back the matter to assessing officer. During the year, statutory proceedings were initiated by DCIR who issued order dated June 23, 2023 and decided the case partially against the Company by creating demand of Rs. 109.423 million. The Company filed appeal before CIR-A dated August 01, 2023.	109.423	-
20.1.20 DCIR passed an order disallowing input sales tax under section 8 of the Sales Tax Act, 1990 dated May 28, 2021 for the period July 2019 to June 2020. The Company filed an appeal against the order before CIR-A dated July 28, 2021. CIR-A passed an order dated February 14, 2022 and decided the case against the Company. The Company filed an appeal dated March 30, 2022 before ATIR against the order of CIR-A. ATIR passed an order dated May 31, 2022 and remanded back the matter to assessing officer.	-	-
20.1.21 DCIR passed an order dated June 30, 2021 creating demand for tax year 2015 regarding income tax. The Company filed an appeal before CIR-A. CIR-A passed an order dated February 24, 2022 and remanded back the matter to assessing officer. Both CIR and the Company filed an appeal before ATIR against the order of CIR-A dated April 21, 2022 and June 24, 2022 respectively. During the year, ATIR issued an order dated January 09, 2023 and decided the case in favour of the Company except one point which was remanded back to DCIR for verification. DCIR filed Income Tax Review before LHC on April 29, 2023 against ATIR order.	-	-

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

	2023 Rupees in million	2022 Rupees in million
20.1.22 DCIR passed an order disallowing input sales tax under section 8 of the Sales Tax Act, 1990 dated November 10, 2021 for the period July 2018 to December 2018. The Company filed an appeal against the order before CIR-A dated January 03, 2022. CIR-A passed an order dated August 30, 2022 and decided the case partially against the Company and partially remanded back to assessing officer. The Company filed appeal before ATIR on October 27, 2022 which is pending for adjudication.	4.071	4.071
20.1.23 DCIR passed an amended assessment order dated June 30, 2022 in respect of tax year 2016. The Company filed an appeal against the order before CIR-A on July 27, 2022. CIR-A passed an order dated November 17, 2022 and decided matters partially in favour of the Company. CIR and the Company filed appeals before ATIR against the order of CIR-A dated December 20, 2022 and January 14, 2023 respectively.	-	-
20.1.24 During the year, DCIR passed an order dated January 31, 2023 and created a demand of Rs. 49.279 million regarding zero rated sales to unregistered customers for the period July 2016 to June 2017. The Company filed an appeal against the order before CIR-A dated March 01, 2023. CIR-A passed order dated August 23, 2023 and decided the matter in favour of the Company. Tax department filed appeal before ATIR against the order of CIR-A dated October 11, 2023.	49.279	-
20.1.25 During the year, DCIR passed an order dated August 31, 2023 for tax year 2017 and created demand along with default surcharge on account of failure to deduct tax on certain payments. The Company filed appeal before CIR-A dated September 28, 2023.	27.500	-
20.2 Commitments		
20.2.1 Under contracts for capital expenditure:		
Land and building	325.867	153.439
Plant and machinery	0.105	46.237
20.2.2 Under letters of credit for:		
Plant and machinery	84.854	1,673.583
Raw materials, stores and spare parts	3,851.500	2,484.434

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

			2023 Rupees	2022 Rupees
21. SHARE CAPITAL				
Authorised capital				
	2023	2022		
	Number of shares			
	500,000,000	500,000,000	Ordinary shares of Rs.10/- each	5,000,000,000
				5,000,000,000
Issued, subscribed and paid up capital				
	2023	2022		
	Number of shares			
	200,000,000	200,000,000	Ordinary shares of Rs.10/- each fully paid in cash	2,000,000,000
				2,000,000,000
	50,000,000	50,000,000	Ordinary shares of Rs.10/- each issued as fully paid bonus shares	500,000,000
				500,000,000
	60,506,995	60,506,995	Ordinary shares of Rs.10/- each issued as fully paid shares as per scheme of arrangement for amalgamation sanctioned by the Honourable Lahore High Court, Lahore	605,069,950
				605,069,950
	310,506,995	310,506,995		3,105,069,950
				3,105,069,950

		Note	2023 Rupees	2022 Rupees
22. CAPITAL RESERVES				
Share premium			1,000,000,000	1,000,000,000
Merger reserve		22.1	72,017,550	72,017,550
			1,072,017,550	1,072,017,550

22.1 It represents book difference of capital under scheme of arrangement for amalgamation.

		2023 Rupees	2022 Rupees
23. REVENUE RESERVES			
General reserve		4,089,673,099	4,089,673,099
Unappropriated profit		46,383,036,000	46,183,672,956
		50,472,709,099	50,273,346,055

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

	2023 Rupees	2022 Rupees
24. SALES		
Revenue from contracts with customers		
Local	120,055,891,689	116,149,851,442
Export	409,878,001	140,777,987
	120,465,769,690	116,290,629,429
Less:		
Commission and brokerage	147,965,579	111,000,364
Discount on sales	555,876,770	598,609,473
	119,761,927,341	115,581,019,592

24.1 Sales are exclusive of sales tax of Rs. 20,666,736,406/- (2022: Rs. 19,610,955,069/-).

	Note	2023 Rupees	2022 Rupees
25. COST OF GOODS SOLD			
Raw materials consumed		86,387,350,693	85,602,665,796
Packing materials		1,056,653,586	986,387,749
Salaries, wages and benefits		2,622,606,049	2,200,259,192
Staff retirement benefits		176,240,964	134,053,196
Stores and spare parts		2,438,233,648	1,899,809,169
Fuel and power		12,162,245,299	11,326,827,830
Insurance		148,735,728	116,939,923
Depreciation of property, plant and equipment	3.2	3,506,263,049	3,545,406,836
Amortisation of intangible assets	4.2	11,185,001	9,278,487
Other		1,197,639,482	922,460,798
		109,707,153,499	106,744,088,976
Work in process			
Opening stock		1,121,215,177	952,447,347
Closing stock		(1,172,092,521)	(1,121,215,177)
		(50,877,344)	(168,767,830)
Cost of goods manufactured		109,656,276,155	106,575,321,146
Finished goods			
Opening stock		8,402,757,553	3,905,889,112
Closing stock		(7,265,008,932)	(8,402,757,553)
		1,137,748,621	(4,496,868,441)
		110,794,024,776	102,078,452,705

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

	Note	2023 Rupees	2022 Rupees
26. SELLING AND DISTRIBUTION EXPENSES			
Salaries, wages and benefits		150,338,860	121,401,583
Staff retirement benefits		26,876,842	20,953,543
Freight and forwarding		242,176,146	184,530,321
Travelling and conveyance		14,300,071	11,201,507
Vehicles running and maintenance		10,259,196	8,055,275
Postage and telecommunication		2,679,826	2,191,942
Other		260,142,102	208,626,835
		706,773,043	556,961,006
27. ADMINISTRATIVE EXPENSES			
Directors' remuneration		102,200,000	95,700,000
Salaries, wages and benefits		619,355,733	519,462,592
Staff retirement benefits		69,300,778	56,173,257
Travelling and conveyance		225,916,395	207,653,451
Vehicles running and maintenance		50,383,281	35,873,865
Fuel and power		170,257,071	135,535,858
Postage and telecommunication		58,283,213	44,328,325
Printing and stationery		14,007,454	10,175,768
Repairs and maintenance		346,755,394	320,221,385
Fees, subscription and periodicals		21,721,052	12,477,377
Rent, rates and taxes		26,179,200	18,144,642
Legal and professional		18,196,170	24,628,053
Entertainment		35,824,784	27,310,564
Auditor's remuneration	27.1	7,477,650	9,517,650
Advertisement		1,090,202	368,090
Insurance		56,274,786	44,719,141
Donations	27.2	4,500,000	9,800,000
Depreciation / amortisation of property, plant and equipment	3.2	363,026,429	374,804,864
Amortisation of intangible assets	4.2	27,885,867	21,350,944
Other		10,097,465	7,461,808
		2,228,732,924	1,975,707,634
27.1 Auditor's remuneration			
Audit fee		2,700,000	2,700,000
Other services	27.1.1	4,777,650	6,817,650
		7,477,650	9,517,650

27.1.1 Other services include half yearly review, review of statement of compliance, statutory certifications and tax advisory.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

27.2 Donations

27.2.1 Donations made to Faisalabad Development Trust, WWF-Pakistan and Liver Foundation Trust, Faisalabad exceed 10% of total donations of the Company.

27.2.2 No director or his / her spouse had any interest in the donees' fund.

	Note	2023 Rupees	2022 Rupees
28. OTHER OPERATING EXPENSES			
Workers' profit participation fund		207,285,568	524,899,260
Workers' welfare fund		77,994,283	203,146,652
Loss on disposal of property, plant and equipment		3,371,972	–
Other		2,100,975	–
		290,752,798	728,045,912
29. FINANCE COST			
Mark up / interest on:			
Long term financing		158,910,489	26,380,049
Short term bank borrowings		1,795,039,112	539,800,319
Workers' profit participation fund		38,711,680	60,712,685
Bank charges and commission		9,909,215	7,999,882
		2,002,570,496	634,892,935
30. OTHER INCOME			
Profit on deposits	30.1	6,144,011	8,862,642
Exchange differences		14,997,058	6,408,719
Scrap sales		39,046,502	52,862,997
Dividend income		–	210,694,577
Balances written back - net		16,901,129	1,708,574
Gain on disposal of property, plant and equipment		–	12,498,989
Gain on redemption of short term investment		–	31,375,120
Rental income		12,000	12,000
Other		5,545,833	19,913,289
		82,646,533	344,336,907

30.1 It includes Rs. 644,785/- from an associated company.

		2023 Rupees	2022 Rupees
31. PROVISION FOR TAXATION			
Current			
For the year		(1,840,114,198)	(2,058,427,308)
For prior year		(548,594,121)	(820,492,978)
Deferred		(1,129,508,172)	(1,761,830,720)
		(3,518,216,491)	(4,640,751,006)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

	2023 Rupees	2022 Rupees
31.1 Reconciliation between accounting profit and tax expense		
Accounting profit before tax	3,821,719,837	9,951,296,307
Tax rate	29%	29%
Tax on accounting profit	(1,108,298,753)	(2,885,875,929)
Adjustment of brought forward tax credit	–	231,882,355
Minimum tax impact	(385,939,515)	–
Income under FTR / SBI	3,793,087	37,316,951
Prior year taxation	(548,594,121)	(820,492,978)
Super tax	(341,718,618)	(373,685,823)
Change in rate impact	(976,160,202)	(607,572,717)
Vehicles cost ceiling impact	(4,198,200)	(40,816,083)
Changes in opening tax base	(154,523,483)	(118,291,587)
Unadjustable business losses	–	(39,282,767)
Others	(2,576,686)	(23,932,428)
	(3,518,216,491)	(4,640,751,006)

	2023	2022
32. EARNINGS PER SHARE - BASIC AND DILUTED		
Profit for the year (Rupees)	303,503,346	5,310,545,301
Weighted average number of ordinary shares	310,506,995	310,506,995
Earnings per share - Basic and Diluted (Rupees)	0.98	17.10

32.1 There is no dilutive effect on the basic earnings per share of the Company.

	Note	2023 Rupees	2022 Rupees
33. OPERATING CASH FLOWS BEFORE WORKING CAPITAL CHANGES			
Profit before taxation for the year		3,821,719,837	9,951,296,307
Adjustments for:			
Depreciation / amortisation of property, plant and equipment		3,869,289,478	3,920,211,700
Amortisation of intangible assets		39,070,868	30,629,431
Provision for staff retirement gratuity		272,418,584	211,179,996
Balances written back - net		(16,901,129)	(1,708,574)
Loss / (gain) on disposal of property, plant and equipment		3,371,972	(12,498,989)
Gain on redemption of short term investment		–	(31,375,120)
Profit on investment at amortised cost		(31,808)	(1,273,151)
Profit on deposits		(6,112,203)	(7,589,491)
Finance cost		2,002,570,496	634,892,935
		9,985,396,095	14,693,765,044
34. CASH AND CASH EQUIVALENTS			
Cash and bank balances	13	150,231,832	114,023,145
Short term bank borrowings	16	(10,071,447,718)	(9,898,080,298)
		(9,921,215,886)	(9,784,057,153)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

35. REMUNERATION TO CHIEF EXECUTIVE OFFICER, DIRECTORS AND EXECUTIVES

	2023			2022		
	Chief Executive Officer	Directors	Executives	Chief Executive Officer	Directors	Executives
	Rupees					
Remuneration	27,272,724	61,090,908	875,616,255	27,272,724	57,272,723	655,760,415
Medical allowance	2,727,276	6,109,092	81,618,723	2,727,276	5,727,277	58,399,653
Meeting Fee	-	5,000,000	-	-	2,700,000	-
Reimbursable expenses for vehicles running	-	-	47,919,164	-	-	32,344,947
	30,000,000	72,200,000	1,005,154,142	30,000,000	65,700,000	746,505,015
Number of persons	1	4	305	1	4	233

35.1 The Chief Executive Officer and Directors are entitled to free use of Company maintained vehicles. The monetary value of the benefit is Rs. 7,778,177/- (2022: Rs. 5,165,199/-). Meeting fee is paid to one independent Director.

36. AGGREGATE TRANSACTIONS WITH RELATED PARTIES

The Company in the normal course of business carries out transactions with various related parties which comprise of associated undertakings and key management personnel. Detail of transactions with related parties, other than those which have been disclosed elsewhere in these financial statements, are as follows:

Relationship	Nature of transaction	2023 Rupees	2022 Rupees
Associated undertakings	Rent charged	11,661,060	11,528,232
	Mark up / interest charged on short term bank borrowings	33,584,375	11,503,624
	Mark up / interest payable on short term bank borrowings	8,659,572	11,488,857
	Bank charges and commission	14,413,719	140,501
	Rental income	12,000	12,000
	LC exposure	1,430,608,015	51,833,319
	Sales	409,878,001	140,777,988
	Purchases	6,921,042,978	-
Reconciliation of bank accounts including running finance maintained with associated company:			
Opening Balance		(983,662,531)	(102,725)
Transfers in during the year		92,201,750,281	17,739,659,244
Transfers out during the year		(91,189,001,286)	(18,723,219,050)
Closing Balance		29,086,464	(983,662,531)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

Following are the related parties with whom the Company had entered into transactions or have arrangements / agreements in place.

Name	Country of Incorporation	Basis of relationship	Note	Aggregate % of shareholding
Ibrahim Holdings (Private) Limited	Pakistan	Parent company	36.1	91.6151%
Allied Bank Limited	Pakistan	Common directorship		–
Ibrahim Agencies (Private) Limited	Pakistan	Common directorship		–
Wickford International Pte. Ltd.	Singapore	Common directorship		–
Sheikh Mukhtar Ahmad		Key management personnel		0.0008%
Mohammad Naeem Mukhtar		Key management personnel		0.0008%
Muhammad Waseem Mukhtar		Key management personnel		0.0008%
Sarah Naeem		Key management personnel		0.0002%
Abdul Hameed Bhutta		Key management personnel		0.0003%
Ikram ul Haq Mian		Key management personnel		0.0002%

36.1 Ibrahim Holdings (Private) Limited acquired 2,654,800 shares of the Company during the year.

	2023 M. Tons	2022 M. Tons
37. PLANT CAPACITY AND ACTUAL PRODUCTION		
Production capacity		
Polyester Staple Fibre / Polyester Chips	390,600	390,600
Yarn converted into 20/s count	78,400	78,400
Actual production		
Polyester Staple Fibre / Polyester Chips	259,143	324,852
Yarn converted into 20/s count	70,477	73,693

37.1 The actual production is planned to meet the market demand.

	2023	2022
38. NUMBER OF EMPLOYEES		
Total number of employees as at year end	3,203	3,490
Average number of employees during the year	3,290	3,582

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

39. SEGMENT INFORMATION

	Polyester		Textile spinning		Inter - segment elimination		Total	
	2023	2022	2023	2022	2023	2022	2023	2022
	Rupees							
Sales - net								
Revenue from contracts with customers - net	80,744,609,346	83,005,526,772	39,017,317,995	32,575,492,820	-	-	119,761,927,341	115,581,019,592
Inter segment	10,437,424,433	8,943,323,714	-	-	(10,437,424,433)	(8,943,323,714)	-	-
Cost of goods sold	91,182,033,779	91,948,850,486	39,017,317,995	32,575,492,820	(10,437,424,433)	(8,943,323,714)	119,761,927,341	115,581,019,592
	(82,617,433,379)	(81,603,955,526)	(38,614,015,830)	(29,417,820,893)	10,437,424,433	8,943,323,714	(110,794,024,776)	(102,078,452,705)
Gross profit	8,564,600,400	10,344,894,960	403,302,165	3,157,671,927	-	-	8,967,902,565	13,502,566,887
Selling and distribution expenses	(416,095,384)	(348,161,825)	(181,777,540)	(123,304,453)	-	-	(597,872,924)	(471,466,278)
Finance cost	(12,571,606)	(10,495,459)	(147,529,801)	(17,016,302)	-	-	(160,101,407)	(27,511,761)
	(428,666,990)	(358,657,284)	(329,307,341)	(140,320,755)	-	-	(757,974,331)	(498,978,039)
Other income	8,135,933,410	9,986,237,676	73,994,824	3,017,351,172	-	-	8,209,928,234	13,003,588,848
	25,838,154	62,295,254	29,145,985	36,570,634	-	-	54,984,139	98,865,888
Profit before unallocated income and expenses	8,161,771,564	10,048,532,930	103,140,809	3,053,921,806	-	-	8,264,912,373	13,102,454,736
Unallocated income and expenses:								
Selling and distribution expenses							(108,900,119)	(85,494,728)
Administrative expenses							(2,228,732,924)	(1,975,707,634)
Other operating expenses							(290,752,798)	(728,045,912)
Finance cost							(1,842,469,089)	(607,381,174)
Other income							27,662,394	245,471,019
Provision for taxation							(3,518,216,491)	(4,640,751,006)
Profit for the year							303,503,346	5,310,545,301

	Polyester		Textile spinning		Total	
	2023	2022	2023	2022	2023	2022
	Rupees					
39.1 Reconciliation of reportable segment - assets and liabilities:						
Total assets for reportable segments	69,926,590,796	60,206,374,761	16,237,055,196	14,219,609,137	86,163,645,992	74,425,983,898
Unallocated assets					2,833,919,163	8,650,941,092
Total assets as per statement of financial position					88,997,565,155	83,076,924,990
Total Liabilities for reportable segment	6,818,101,362	4,240,165,377	5,848,576,813	3,446,108,272	12,666,678,175	7,686,273,649
Unallocated Liabilities					21,681,090,381	20,940,217,786
Total Liabilities as per statement of financial position					34,347,768,556	28,626,491,435

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

39.2 Geographical information

The Company's revenue from external customers by geographical locations is detailed below:

Country	2023 Rupees	2022 Rupees
Pakistan	119,352,049,340	115,440,241,605
Singapore	409,878,001	140,777,987
	119,761,927,341	115,581,019,592

39.3 All non-current assets of the Company as at reporting date are located and operating in Pakistan.

39.4 Revenue from major customers

The Company's revenue is earned from a large mix of customers.

40. FINANCIAL RISK MANAGEMENT

The Company finances its operations through mix of equity, debt and working capital management with a view to maintain an appropriate mix between various sources of finance to minimise risk. The Company's activities expose it to a variety of financial risks (credit risk, liquidity risk and market risk). The overall risk management is carried out by the finance department under oversight of the Board of Directors in line with the policies approved by the Board.

	2023 Rupees	2022 Rupees
40.1 Financial Instruments by Category		
Financial assets		
Cash and bank balances	150,231,832	114,023,145
At amortised cost:		
Long term loans	214,585,307	225,748,232
Long term deposits	11,803,511	9,557,368
Trade debts	2,795,438,901	1,992,226,388
Loans and advances	6,244,119	8,956,657
Other receivables	205,178,484	334,462,581
Refunds due from Government	8,856,572,669	6,991,486,341
Short term investment	–	13,258,192
	12,240,054,823	9,689,718,904
Financial liabilities measured at amortised cost:		
Long term financing	5,228,199,178	3,638,333,350
Trade and other payables	4,814,542,957	2,722,589,535
Mark up / interest payable	916,077,790	429,965,379
Short term bank borrowings	10,071,447,718	9,898,080,298
Unclaimed dividend	28,883,316	28,941,755
	21,059,150,959	16,717,910,317

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

40.2 Credit risk and concentration of credit risk

Credit risk represents the accounting loss that would be recognised at the reporting date if counter parties fail completely to perform as contracted. The maximum exposure to credit risk at the reporting date is as follows:

	2023 Rupees	2022 Rupees
Long term loans	214,585,307	225,748,232
Loans and advances	6,244,119	8,956,657
Long term deposits	11,803,511	9,557,368
Trade debts	2,795,438,901	1,992,226,388
Other receivables	205,178,484	334,462,581
Refunds due from Government	8,856,572,669	6,991,486,341
Short term investment	–	13,258,192
Bank balances	80,878,061	30,737,489
	12,170,701,052	9,606,433,248

Due to the Company's long standing relations with counter parties and after giving due consideration to their financial standing, the management does not expect non performance by these counter parties on their obligations to the Company.

For trade debts, credit quality of customers is assessed taking into consideration their financial position and previous dealings and on that basis, individual credit limits are set. Moreover, the management regularly monitors and reviews customers' credit exposure. Accordingly, the Company is not exposed to any significant credit risk.

The Company's most significant customers are industrial users of polyester staple fibre and yarn. Aging of trade debts as at reporting date is as under:

	2023 Rupees	2022 Rupees
Not past due	2,505,711,917	1,678,693,637
Past due within one year	275,284,136	298,601,804
Past due more than one year	14,442,848	14,930,947
	2,795,438,901	1,992,226,388

Based on the past experience and taking into consideration the financial position and previous record of recoveries, the Company believes that trade debts past due do not require recognition of any impairment. The credit risk exposure is limited in respect of bank balances as these are placed with the banks having good credit rating from international and local credit rating agencies.

40.3 Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Company's approach to manage liquidity risk is to maintain sufficient level of liquidity by holding highly liquid assets and maintaining adequate reserve borrowing facilities. This includes maintenance of liquidity ratios through working capital management. The management believes that the Company is not exposed to any significant liquidity risk. Following are the contractual maturities of financial liabilities including interest payments as at December 31, 2023 and December 31, 2022.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

	2023				
	Carrying amount	Contractual cash flows	Six months or less	Six to twelve months	More than one year
	Rupees				
Financial liabilities:					
Long term financing	5,228,199,178	6,533,473,998	423,286,259	461,204,252	5,648,983,488
Trade and other payables	4,814,542,957	4,814,542,957	4,814,542,957	-	-
Mark up / interest payable	916,077,790	916,077,790	916,077,790	-	-
Short term bank borrowings	10,071,447,718	10,071,447,718	10,071,447,718	-	-
Unclaimed dividend	28,883,316	28,883,316	28,883,316	-	-
	21,059,150,959	22,364,425,779	16,254,238,040	461,204,252	5,648,983,488

	2022				
	Carrying amount	Contractual cash flows	Six months or less	Six to twelve months	More than one year
	Rupees				
Financial liabilities:					
Long term financing	3,638,333,350	3,947,566,742	162,713,677	162,839,390	3,622,013,675
Trade and other payables	2,722,589,535	2,722,589,535	2,722,589,535	-	-
Mark up / interest payable	429,965,379	429,965,379	429,965,379	-	-
Short term bank borrowings	9,898,080,298	9,898,080,298	9,898,080,298	-	-
Unclaimed dividend	28,941,755	28,941,755	28,941,755	-	-
	16,717,910,317	17,027,143,709	13,242,290,644	162,839,390	3,622,013,675

The contractual cash flows relating to mark up on long term financing have been determined on the basis of markup rates as applicable at the year end.

40.4 Market risk

Market risk is the risk that changes in market prices, such as interest rates, foreign exchange rates and equity prices will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters while optimising returns.

i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

Majority of interest rate risk arises from long term financing and short term bank borrowings from banks and deposit accounts with banks. The interest rate profile of the Company's interest bearing financial instruments is presented in relevant notes to the financial statements.

Sensitivity to interest rate risk arises from mismatches of financial assets and financial liabilities that mature or reprice in a given period. The Company manages these mismatches through risk management strategies where significant changes in gap position can be adjusted.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

The Company does not account for any fixed rate financial assets and liabilities at fair value through profit or loss, therefore a change in interest rates at the reporting date would not affect profit or loss account.

Had the interest rate been increased / decreased by 100 basis points at the reporting date, with all other variables held constant, borrowing cost for the year would have been lower / higher by Rs. 131.864 million (2022: Rs. 70.935 million) respectively.

ii) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument, will fluctuate because of changes in foreign exchange rates. Foreign currency risk arises mainly where receivables and payables exist due to foreign currency transactions. The Company is exposed to currency risk on claims, bills payable, debtors and advances denominated in foreign currency. The total foreign currency risk exposure on reporting date amounted to Rs. 409.725 million (2022: Rs. 487.180 million).

Had the Pak Rupee been weakened / strengthened by 5% against the U.S dollar at the reporting date, with all other variables held constant, profit for the year and equity would have been lower / higher by Rs. 11.626 million (2022: Rs. 1.219 million) respectively.

iii) Equity price risk

Trading and investing in equity securities give rise to equity price risk. The Company is not directly exposed to equity price risk as there is no investment in equity securities at year end.

40.5 Fair values of financial instruments

The carrying values of all the financial assets and financial liabilities reported in the financial statements approximate their fair values.

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.

There are no financial assets and financial liabilities that are measured using the fair value hierarchy.

40.6 Capital risk management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, issue new shares or obtain / repay long term financing from / to financial institutions.

Consistent with others in the industry, the Company manages its capital risk by monitoring its debt levels and liquid assets, keeping in view future investment requirements and expectations of the shareholders. Debt comprises of long term financing and short term bank borrowings as shown in the statement of financial position. Total equity comprises of shareholders' equity as shown in the statement of financial position under 'share capital and reserves'.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

The salient information relating to capital risk management of the Company as at December 31, 2023 and December 31, 2022 was as follows:

	Note	2023 Rupees	2022 Rupees
Long term loans	18	5,228,199,178	3,638,333,350
Cash and cash equivalents	34	(9,921,215,886)	(9,784,057,153)
Net debt		15,149,415,064	13,422,390,503
Total equity		54,649,796,599	54,450,433,555
		69,799,211,663	67,872,824,058
Gearing ratio		21.70%	19.78%

41. DATE OF AUTHORISATION FOR ISSUE

The financial statements were authorised for issue as on March 14, 2024 by the Board of Directors of the Company.

42. Figures have been rounded off to the nearest Rupee unless otherwise stated.


Chief Executive Officer


Director


Chief Financial Officer

PATTERN OF SHAREHOLDING

As at December 31, 2023

Number of Shareholders	Having Shares		Shares Held
	From	To	
453	1	100	15,796
772	101	500	176,856
373	501	1000	265,119
274	1001	5000	574,576
56	5001	10000	398,496
18	10001	15000	226,874
10	15001	20000	178,140
9	20001	25000	208,548
4	25001	30000	113,917
4	30001	35000	134,252
5	35001	40000	185,195
1	45001	50000	50,000
2	55001	60000	112,500
1	75001	80000	77,250
1	110001	115000	112,375
2	120001	125000	250,000
1	165001	170000	166,257
1	200001	205000	200,400
1	260001	265000	260,530
1	335001	340000	337,000
1	560001	565000	561,125
1	670001	675000	674,000
1	4490001	4495000	4,494,000
1	5725001	5730000	5,729,875
1	10530001	10535000	10,532,600
1	284470001	284475000	284,471,314
1,995			310,506,995

CATEGORIES OF SHAREHOLDING

As at December 31, 2023

Categories of Shareholders	Shareholders	Shares Held	Percentage
Directors, Chief Executive Officer, and their spouse(s) and minor children			
Sheikh Mukhtar Ahmad	1	2,500	0.0008
Mohammad Naeem Mukhtar	1	2,500	0.0008
Muhammad Waseem Mukhtar	1	2,500	0.0008
Sarah Naeem	1	500	0.0002
Abdul Hameed Bhutta	1	1,000	0.0003
Saba Muhammad	1	500	0.0002
Ikram ul Haq Mian	1	500	0.0002
Associated Companies, Undertakings and Related Parties			
Ibrahim Holdings (Private) Limited	1	284,471,314	91.6151
NIT and ICP	1	1,413	0.0005
Banks, Development Financial Institutions, Non-Banking Financial Institutions	2	1,443	0.0005
Insurance Companies	2	1,355	0.0004
Modarabas and Mutual Funds	6	267,783	0.0862
General Public			
a) Local	1,938	13,718,699	4.4182
b) Foreign	3	1,037	0.0003
Foreign Companies	1	561,125	0.1807
Others	34	11,472,826	3.6949
	1,995	310,506,995	100.0000

Shareholders holding 10% or more	Shares Held	Percentage
Ibrahim Holdings (Private) Limited	284,471,314	91.6151

FORM OF PROXY

I / We _____ of _____ a member / members of the Company / merged Companies, do hereby appoint Mr. / Ms. _____ of _____ a member of the Company, or failing him / her Mr. / Ms. _____ of _____ who is also a member of the Company, as my / our proxy to attend, speak and vote for me / us and on my / our behalf at the 38th Annual General Meeting of the Company to be held on April 25, 2024 at 11:00 A.M. and at any adjournment thereof.

Signed this _____ day of _____ 2024.

Witness: (1)

Signature _____

Name _____

Address _____

CNIC No. _____

AFFIX
REVENUE
STAMP OF
RS. 50/-

Signature: _____

(The signature should agree with the Specimen Registered with the Company)

Witness: (2)

Signature _____

Name _____

Address _____

CNIC No. _____

Folio No. _____

CDC A/c No. _____

No. of shares held _____

Distinctive Numbers _____

IMPORTANT:

1. The Proxy Form must be deposited at the registered office of the Company at Ibrahim Centre, 1 - Ahmed Block, New Garden Town, Lahore; as soon as possible but not later than 48 hours before the time of holding the meeting and in default Proxy Form will not be treated as valid.
2. No person shall act as proxy unless he / she is a member of the Company except a corporation being a member may appoint as its proxy any officer of such corporation whether a member of the Company or not.
3. If a member appoints more than one proxy and more than one instruments of proxy are deposited by a member with the Company, all such instruments of proxy shall be rendered invalid.

FOR CDC ACCOUNT HOLDERS / CORPORATE ENTITIES:

In addition to the above, the following requirements have to be met:

- i) The proxy form shall be witnessed by two persons whose names, addresses and CNIC numbers shall be mentioned on the form.
- ii) Attested copies of CNIC or the passport of the beneficial owners and the proxy shall be furnished with the proxy form.
- iii) The proxy shall produce his / her original CNIC or original passport at the time of the meeting.
- iv) In case of corporate entity, the Board of Directors' resolution / power of attorney with specimen signature shall be submitted (unless it has been provided earlier) along with proxy form to the Company.



AFFIX
CORRECT
POSTAGE

The Company Secretary,
Ibrahim Fibres Limited
Ibrahim Centre, 1 - Ahmed Block,
New Garden Town, Lahore, Pakistan.



AFFIX
CORRECT
POSTAGE

The Company Secretary,
Ibrahim Fibres Limited
Ibrahim Centre, 1 - Ahmed Block,
New Garden Town, Lahore, Pakistan.

ڈائریکٹرز کا جائزہ

بورڈ کے اجلاسوں میں اراکین کی شرکت

زیر نظر 31 دسمبر 2023 کو ختم ہونے والے مالی سال کے دوران ادارے کے بورڈ آف ڈائریکٹرز کے چھ اجلاس منعقد ہوئے اور اجلاسوں میں ڈائریکٹرز کی شرکت درج ذیل ہے۔

شیخ مختار احمد	چیئر مین	06
محمد نعیم مختار	چیف ایگزیکٹو آفیسر	06
محمد وسیم مختار	ڈائریکٹر	06
سارہ نعیم	ڈائریکٹر	06
عبدالحمید بھٹو	ڈائریکٹر	06
صباح محمد	ڈائریکٹر	06
آکرام الحق میاں	ڈائریکٹر	06

آڈٹ کمیٹی

ادارے کی آڈٹ کمیٹی مندرجہ ذیل اراکین پر مشتمل ہے۔

آکرام الحق میاں	چیئر مین	(انٹرنیشنل ڈائریکٹر)
عبدالحمید بھٹو	رکن	(ٹان ایگزیکٹو ڈائریکٹر)
صباح محمد	رکن	(انٹرنیشنل ڈائریکٹر)

31 دسمبر 2023 کو اختتام پذیر ہونے والے مالی سال کے دوران آڈٹ کمیٹی کے چھ اجلاس سالانہ اور سہ ماہی مالی گوشواروں اور دوسرے متعلقہ معاملات کا جائزہ لینے کے لئے منعقد ہوئے۔ اجلاس میں CFO، انٹرنل آڈٹ کے سربراہ اور ایکسٹرنل آڈیٹرز نے بھی بوقت ضرورت شرکت کی۔

ڈائریکٹرز کا مشاہرہ

ڈائریکٹرز کا مشاہرہ طے کرنے کے لئے باضابطہ اور شفاف طریق عمل طے ہے اور کوئی بھی ڈائریکٹر اپنے مشاہرہ کے تعین میں شامل نہیں ہو سکتا۔ ڈائریکٹرز اور CEO کے مشاہرہ سے متعلق معلومات مالیاتی گوشواروں کے نوٹ نمبر 35 میں درج ہیں۔

کارپوریٹ اور مالیاتی رپورٹنگ فریم ورک

ادارے کے ڈائریکٹرز اس بات کی تصدیق کرتے ہیں کہ:

- 1- ادارے کی انتظامیہ کی طرف سے تیار کردہ مالیاتی گوشواروں میں اس کے کاروباری معاملات و نتائج، کیش فلوز اور سرمایہ میں رد و بدل کو شفاف طریقے سے ظاہر کیا گیا ہے۔
- 2- ادارے کے کھاتہ جات صحیح طور پر اور کمپنیز ایکٹ 2017 کے مطابق بنائے گئے ہیں۔
- 3- مالیاتی گوشواروں کی تیاری میں مناسب اکاؤنٹنگ پالیسیوں کو تسلسل کے ساتھ لاکھیا گیا ہے اور اکاؤنٹنگ کے تخمینہ جات مناسب اور دانشمندانہ فیصلوں پر مبنی ہیں۔
- 4- مالی گوشواروں کی تیاری میں بین الاقوامی اکاؤنٹنگ اور فنانشل رپورٹنگ سٹینڈرڈز جو کہ پاکستان میں لاگو ہیں ان کی پیروی کی گئی ہے۔ اور ان سے انحراف نہیں کیا گیا۔
- 5- انٹرنل کنٹرول کا ڈیزائن مستحکم ہے اور اس پر موثر طریقے سے عمل درآمد کیا جاتا ہے۔
- 6- ادارے کے مستقبل میں چیلنجز پر کوئی بھی صلاحیت پر کوئی قابل ذکر شکوک و شبہات نہیں ہیں۔
- 7- پانچ سالوں کی مالی جھلکیاں صفحہ نمبر 104 اور 105 پر درج ہیں۔

کارپوریٹ سماجی ذمہ داری

آپ کا ادارہ معاشرے میں اپنی سماجی ذمہ داریوں کو سمجھتا ہے اور معاشرے کے غریب افراد اور اپنے مستحق ملازمین کو مالی معاونت فراہم کرنے کے ساتھ ساتھ سماجی کاموں میں بھی حصہ لے رہا ہے۔ ادارہ قومی مالی خزانے میں بھی قابل قدر رقم بھیج رہا ہے، توانائی کی بچت اور ماحولیاتی تحفظ کے لئے عمل پیش کر رہا ہے، اعلیٰ درجے کی اشیاء اپنے معزز صارفین کو فراہم کر رہا ہے اور انہیں بعد از فروخت تکنیکی خدمات پیش کر رہا ہے۔

آپ کا ادارہ تسلسل کے ساتھ مشہور ہسپتالوں، خیراتی اداروں اور ایسے مختلف اداروں جو قدرتی آفات سے نمٹنے کے لئے قائم کئے گئے ہیں کو قابل قدر مالی امداد فراہم کر رہا ہے جو کہ اسکے فلاحی امداد کے منصوبوں کا حصہ ہے۔

آپ کا ادارہ اپنے ملازمین کو صحت مند، محفوظ اور کام سیکھنے والا ماحول فراہم کر رہا ہے اور انہیں ملک اور بیرون ملک دونوں میں تربیتی نصاب، سیمینار، ورکشاپس اور کانفرنسز میں بھیج رہا ہے۔ ادارہ خصوصی افراد کو باقاعدگی سے مختلف شعبوں میں ملازمت کی پیشکش کر رہا ہے۔ ادارہ نئے گریجویٹس، پوسٹ گریجویٹس اور انجینئرز کو اپن شپ بھی پیش کرتا ہے تاکہ وہ اپنی پیشہ وارانہ اور تکنیکی صلاحیتوں کو بڑھا سکیں۔

آپ کے ادارے نے ماحول دوست گیس پر چلنے والی بجلی گھر نصب کیا ہے تاکہ بجلی کی پیداواری لاگت کو کم کیا جاسکے۔ بجلی کے ساتھ ساتھ یہ بھاپ بھی پیدا کرتا ہے جو کہ کمپنی کے پولیسٹر مشینل فائبر پلانٹ کی بھاپ کی تمام تر ضروریات کو پورا کرنے کے لئے کافی ہے جس سے توانائی میں بچت بھی ہو رہی ہے۔

سال کے دوران آپ کے ادارے نے مختلف فرائٹس، لیویز اور ٹیکسوں کی ادائیگی کے ذریعے خطیر رقم قومی مالی خزانے میں جمع کروائی ہے۔

تفکر

آپ کے ادارے کے ڈائریکٹرز اچھے نتائج حاصل ہونے پر گامیوں، ٹیکنوں، مالیاتی اداروں، ریگولیٹرز اور شہیر ہولڈرز کی حمایت کے لئے دل کی اتھارہ گہرائیوں سے مشغول ہیں۔ اور امید کرتے ہیں کہ یہ مدد و تعاون آئندہ مستقبل میں بھی جاری رہے گا۔

آپ کے ادارے کے ڈائریکٹرز اپنے ایگزیکٹوز، عملے اور کارکنان کی خدمات، وفاداری اور کاوشوں کی تعریف کرتے ہیں اور وہ توقع کرتے ہیں کہ وہ مستقبل میں بھی ان کو جاری رکھیں گے۔

منجانب اراکین

ڈائریکٹر

چیف ایگزیکٹو آفیسر

لاہور

14 مارچ 2024

ڈائریکٹرز کا جائزہ

آپ کے ادارے کے ڈائریکٹرز انتہائی مسرت کے ساتھ 31 دسمبر 2023 کو اختتام پذیر ہونے والے مالی سال کے مصدقہ (audited) مالیاتی نتائج اور آڈیٹرز رپورٹ پیش کرتے ہیں۔

مالیاتی نتائج

ادارے کی مالیاتی کارکردگی کا جائزہ لینے کے لئے اس سال کے اور اس سے متعلقہ پچھلے سال کے مالیاتی نتائج درج ذیل ہیں:

2022 روپے	2023 روپے	
13,502,566,887	8,967,902,565	نام منافع
(556,961,006)	(706,773,043)	فروخت کرنے کے اخراجات
(1,975,707,634)	(2,228,732,924)	انتظامی اخراجات
(728,045,912)	(290,752,798)	دیگر کاروباری اخراجات
(634,892,935)	(2,002,570,496)	مالیاتی لاگت
(3,895,607,487)	(5,228,829,261)	
9,606,959,400	3,739,073,304	متفرق آمدن
344,336,907	82,646,533	
9,951,296,307	3,821,719,837	قبل از ٹیکس منافع
(4,640,751,006)	(3,518,216,491)	ٹیکس کا تخمینہ
5,310,545,301	303,503,346	بعد از ٹیکس منافع
(72,576,411)	(104,140,302)	گریجویٹوں کا نظر ثانی شدہ تخمینہ (بعد از ٹیکس)
40,945,704,066	46,183,672,956	مالی سال کے آغاز پر غیر منقسم منافع
46,183,672,956	46,383,036,000	تقسیم کے لیے دستیاب نفع
-	-	حتمی نقد ڈیویڈنڈ - صفر (2022: صفر)
46,183,672,956	46,383,036,000	مالی سال کے اختتام پر غیر منقسم منافع
17.10	0.98	فی حصص آمدنی

تجویز کردہ ڈیویڈنڈ

سالانہ اجلاس کے ساتھ ہی ریٹائر ہو جائیں گے اور اپنی اہلیت کی بنیاد پر انکی جانب سے ایک مرتبہ پھر اپنی خدمات پیش کی گئی ہیں۔ آڈٹ کمیٹی کی جانب سے تجویز کیے جانے کے بعد، بورڈ کی جانب سے بھی تجویز دی گئی ہے کہ موجودہ آڈیٹرز کو بھی ادارے کے 31 دسمبر 2024 کو ختم ہونے والے مالی سال کیلئے تعینات کر لیا جائے۔

آپ کے ادارے کے موجودہ پیداواری کارخانوں کی جدت و تہدیلی کے لئے درکار میڈیٹریس مایہ کاری کی وجہ سے 31 دسمبر 2023 کو ختم ہونے والے سال کے لئے بورڈ نے ڈیویڈنڈ تجویز نہیں کیا۔

چیئرمین کا جائزہ

ترتیب حصص داری
31 دسمبر 2023 پر ترتیب حصص داری صفحہ نمبر 63 پر موجود ہے۔

آپ کے ادارے کے ڈائریکٹرز 31 دسمبر 2023 کو ختم ہونے والے مالی سال کے لئے ادارے کی کارکردگی پر چیئرمین کے جائزہ کی توثیق کرتے ہیں۔

بورڈ آف ڈائریکٹرز کی تشکیل

31 دسمبر 2023 تک کی بورڈ آف ڈائریکٹرز اور اسکی ہیومن ریسورس اینڈ ریویویشن، ڈیولپمنٹ اور رسک مینجمنٹ کمیٹیوں کی تشکیل تبدیل کے بیان میں صفحہ نمبر 16 اور 17 پر فراہم کردی گئی ہے۔

آڈیٹرز

موجودہ آڈیٹرز میسرز یوسف عادل، چارٹرڈ اکاؤنٹنٹس 31 دسمبر 2023 کو اختتام پذیر ہونے والے مالی سال کا آڈٹ مکمل کر چکے ہیں اور اس آڈٹ کے نتیجے میں کلین رپورٹ پیش کی گئی ہے۔ موجودہ آڈیٹرز عام

چیمبر میں کا جائزہ

میں انتہائی مسرت کے ساتھ ۳۱ دسمبر ۲۰۲۳ء کو اختتام پزیر ہونے والے سال کے دوران آپ کے ادارے کی کارکردگی کے ساتھ ساتھ ادارے کے مقاصد کے حصول کیلئے بورڈ کے کردار کی افادیت پر جائزہ پیش کرتا ہوں۔

صنعتی جائزہ

زیر نظر سال میں عالمی اور مقامی دونوں سطح پر اقتصادی صورتحال بہت مشکلات کا شکار رہی۔ مقامی کرنسی کی قدر میں بہت زیادہ کمی، بلند شرح افراط زر، بہت زیادہ تجارتی خسارہ، توانائی کی قیمتوں میں مسلسل اضافہ، بلند ترین شرح سود، محصولات میں اضافے کے لئے کیے گئے سخت اقدامات اور غیر یقینی سیاسی صورتحال کی وجہ سے خاص طور پر مقامی اقتصادی سرگرمیاں بہت متاثر ہوئیں۔

حکومت پاکستان کی طرف سے درآمد کنندگان کو دی جانے والی غیر معمولی مراعات کی وجہ سے مقامی پولیسٹر شٹیل فائبر بنانے والے اداروں کے لئے یہ صورتحال مزید گھمبیر ہو گئی۔ اس کے نتیجے میں زیر نظر مالی سال کے دوران پولیسٹر شٹیل فائبر کی ایک تک کی سب سے زیادہ درآمد ہوئی جس نے مقامی پولیسٹر شٹیل فائبر بنانے والے اداروں کے کاروبار کو مزید نقصان پہنچایا۔ مزید برآں، برآمدی صنعت حکومت کی جانب سے فراہم کردہ مختلف سہولیات کی وجہ سے منفی معاشی صورتحال سے کافی حد تک محفوظ رہی۔

منڈی کی سرگرمیاں

زیر نظر سال کے دوران آپ کے ادارے کے پولیسٹر کے کارخانے نے 228,940 ٹن پولیسٹر شٹیل فائبر فروخت کیا جبکہ پچھلے سال میں 285,540 ٹن پولیسٹر شٹیل فائبر پولیسٹر چپ فروخت کی تھی۔

آپ کے ادارے کے دھاگے کے کارخانوں نے زیر نظر سال کے دوران 55,813 ٹن مختلف اقسام کا آمیزشی دھاگہ فروخت کیا جبکہ پچھلے سال کے دوران 53,511 ٹن دھاگہ فروخت کیا تھا۔

پیداواری سرگرمیاں

آپ کے ادارے کے پولیسٹر کے کارخانے نے زیر نظر سال کے دوران 259,143 ٹن پولیسٹر شٹیل فائبر بنایا جبکہ پچھلے سال کے دوران 324,852 ٹن پولیسٹر شٹیل فائبر بنایا تھا۔ اس درج بالا پیداوار میں سے 32,793 ٹن پولیسٹر شٹیل فائبر زیر نظر سال کے دوران آپ کے ادارے کے دھاگے کے اپنے کارخانوں میں آمیزشی دھاگہ بنانے میں استعمال ہوا جبکہ پچھلے سال میں 34,928 ٹن استعمال ہوا تھا۔

زیر نظر سال کے دوران آپ کے ادارے کے دھاگے کے کارخانوں میں 53,416 ٹن مختلف اقسام کا آمیزشی دھاگہ بنا جبکہ پچھلے سال کے دوران 55,557 ٹن دھاگہ بنا تھا۔

مالیاتی کارکردگی

آپ کے ادارے نے زیر نظر سال کے دوران 119,762 ملین روپے کی خالص فروخت کی جبکہ پچھلے سال کے دوران یہ خالص فروخت 115,581 ملین

روپے رہی تھی۔ اس سال کے دوران آپ کے ادارے نے 8,968 ملین روپے خالص نفع کمایا جبکہ پچھلے سال میں 13,503 ملین روپے خالص نفع کمایا تھا۔

آپ کے ادارے نے زیر نظر سال کے دوران 3,822 ملین روپے قبل از ٹیکس نفع کمایا جبکہ پچھلے سال میں 9,951 ملین روپے قبل از ٹیکس نفع ہوا تھا۔ اس سال کے دوران بعد از ٹیکس نفع 304 ملین روپے رہا جبکہ پچھلے سال میں 5,311 ملین روپے بعد از ٹیکس نفع ہوا تھا۔

منشی توانائی سے بجلی بنانے والے یونٹ کی تصحیب

کاربن کے اخراج اور اس کے ساتھ ساتھ اپنے آپریشنل اخراجات کو کم کرتے ہوئے توانائی کے متبادل ذرائع حاصل کرنے کے نفع کے تحت آپ کے ادارے نے 2.41 میگا واٹ برقی توانائی کی پیداواری صلاحیت کے حامل منشی توانائی کے جدید ترین منصوبے کی تصحیب کا کام مکمل کر لیا ہے۔ اس یونٹ کو برقی توانائی کے دیگر ذرائع کے ساتھ ہر وقت استعمال کے قابل کر لیا گیا تھا اور زیر نظر مالی سال کی آخری سہ ماہی میں یہ مکمل طور پر فعال ہو گیا تھا۔ اس یونٹ کی کارکردگی کا مکمل تجزیہ کرنے کے بعد آپ کا ادارہ منشی توانائی سے بجلی بنانے والے اس یونٹ کی صلاحیت کو بتدریج اور مسلسل بڑھانے کا ارادہ رکھتا ہے۔

جدت و تہذیبی

دھاگے کا کارخانہ نمبر ۳

زیر نظر سال میں آپ کے ادارے کی انتظامیہ نے دھاگے کے کارخانہ نمبر ۳ کے یونٹ نمبر ۱ کے مکمل ایک پرویس کو تبدیل کرنے کے جدید ترین منصوبے کو مکمل کیا۔ اس منصوبے کے تحت موجودہ مشینری کو مکمل طور پر جدید ترین مشینری سے تبدیل کیا گیا ہے جس میں مکمل بلوروم مشینری، کارڈنگ مشینری، ڈرافٹنگ، کومینگ مشینری اور روٹنگ مشینری کے ساتھ ساتھ اس کا ٹرانسپورٹ سسٹم شامل ہے۔ یہ مشینری دنیا کے معتبر ترین کپڑے کی صنعتی مشینری بنانے والے ادارے Truetzschler اور Saurer جڑی نے فراہم کی۔

اس منصوبے پر عملدرآمد کے نتیجے میں آپ کے ادارے کے پیداواری کارخانے کے معیار، کارکردگی اور پیداواری صلاحیت میں مزید بہتری آئی ہے۔

پیشہ وارانہ طرز عمل اور انسانی وسائل

ڈیجیٹل جدت و تہذیبی، بے انتہا آٹومیشن اور خود کار مصنوعی ذہانت کے استعمال کی وجہ سے ہونے والی تیز رفتار تبدیلیوں کے اس دور میں کسی بھی کاروباری ادارے کی ترقی میں انسانی وسائل کا کردار پہلے سے کہیں زیادہ اہم ہو گیا ہے۔ اس لحاظ سے کو ذہن میں رکھتے ہوئے آپ کے ادارے کی انتظامیہ اپنی ٹیم کو تقویت دینے کے لیے انتھک کوششیں کر رہی ہے جس میں ایک طرف تو بہتر مندر اور قابل افرادی بھرتی ہے اور دوسری طرف اپنے ملازمین کے سیکھنے کے لئے انتہائی اعلیٰ مواقع کی فراہمی شامل ہے۔

اس مناسبت سے آپ کے ادارے نے اپنی ٹیم کی صلاحیتوں کو بڑھانے کے لئے اندرونی طور پر متحدہ ترقیبی سرگرمیوں کا انعقاد کیا۔ مزید برآں، زیر نظر سال کے دوران اپنے ملازمین کے لیے منصوبہ بندی، انسانی وسائل کا انتظام، مصنوعی ذہانت، مصنوعات کی ترسیل کا انتظام، مالیات، بجٹ سازی اور فروخت کرنے

کی اعلیٰ قیادت جیسے موضوعات پر مشتمل کافی بیرونی تربیتی پروگراموں کا انتظام بھی کیا۔

مستقبل پر نقطہ نظر

اس نکتہ نظر کو چھوٹے کے بعد شرح افراط زر اب بتدریج کم ہونا شروع ہو گئی ہے جس سے دنیا بھر کے مرکزی بینکوں کے لئے مالیاتی پالیسیوں کو دوبارہ ترتیب دینے کی گنجائش پیدا ہو گئی ہے۔ تاہم مختلف خطوں میں سطح تنازعات کی وجہ سے اقتصادی خطرات میں اضافہ ہوا ہے جس نے خالص نفع کی منڈی کو بری طرح متاثر کیا ہے۔ چنانچہ مستقبل میں تیل کی قیمتیں غیر مستحکم رہنے کی توقع ہے۔

ملکی سطح پر انتظامی کنٹرول اور محدود درآمدات نے کرنسی مارکیٹ کو کافی الٹتی استحکام دیا ہے۔ تاہم بین الاقوامی قرض دہندگان کے ساتھ گفت و شنید کا اگلا دور اس کی سمت کا تعین کرے گا۔ مزید برآں، افراط زر، توانائی کی قیمتیں، شرح سود اور محصولات کے اقدامات میں اضافے کی توقع ہے اور یہ ملکی اقتصادی سرگرمیوں کو محدود سطح پر رکھیں گے۔ چنانچہ، مستقبل میں کاروباری نتائج اور منافع میں کمی رہنے کی توقع ہے۔

اس تناظر میں آپ کے ادارے کی انتظامیہ مؤثر مالیاتی نظم و نسق، مال تجارت کے انتظام اور کاروباری حکمت عملی کو بروئے کار لاتے ہوئے فروخت کے حجم اور نفع کو مزید بہتر بنانے کے لئے مسلسل کوششیں جاری رکھے ہوئے ہے۔

اختیار تشکر

میں ادارے کے بورڈ آف ڈائریکٹرز کے ممبران، حصہ داران، بینکرز، مالی اداروں، اپنے قیمتی صارفین اور فراہم کنندگان کا ان کی معاونت پر مشکور ہوں۔ میں اپنے ادارے کے ایگزیکٹوز اور دوسرے ملازمین کی انتہائی محنت و لگن پر ان کا بھی مشکور ہوں اور ان کے اسی تعاون کا مستقبل میں خواہاں ہوں۔



شیخ اعجاز
چیمبر میں

لاہور

۱۴ مارچ ۲۰۲۳ء

I G C P K . C O M



000150

Ibrahim Fibres Limited
Ibrahim Centre, 1 - Ahmed Block,
New Garden Town, Lahore - 54600, Pakistan.
UAN: 111-333-777