

3rd Quarterly Report 31 March 2024

The logo for Sapphire Textile Mills Limited features a stylized yellow swoosh above the word "Sapphire" in a white serif font. Below "Sapphire" is the text "Sapphire Textile Mills Limited" in a white sans-serif font.

Sapphire
Sapphire Textile Mills Limited

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Mohammad Abdullah - Chairman
Mr. Nadeem Abdullah - Chief Executive
Mr. Shahid Abdullah
Mr. Amer Abdullah
Mr. Yousuf Abdullah
Mr. Nabeel Abdullah
Mr. Umer Abdullah
Mr. Mirza Saleem Baig
Mr. Shahid Shafiq
Ms. Mashmooma Zehra Majeed

AUDIT COMMITTEE

Mr. Shahid Shafiq - Chairman
Mr. Amer Abdullah - Member
Mr. Yousuf Abdullah - Member
Mr. Mirza Saleem Baig - Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Ms. Mashmooma Zehra Majeed - Chairperson
Mr. Nadeem Abdullah - Member
Mr. Nabeel Abdullah - Member
Mr. Umer Abdullah - Member
Mr. Shahid Shafiq - Member

SHARES REGISTRAR

Hameed Majeed Associates (Pvt.) Ltd.

CHIEF FINANCIAL OFFICER

Mr. Abdul Sattar

COMPANY SECRETARY

Mr. Zeeshan

TAX CONSULTANTS

Yousuf Adil
Chartered Accountants

AUDITORS

ShineWing Hameed Chaudhri & Company
Chartered Accountants

LEGAL ADVISOR

A. K. Brohi & Company

BANKERS

Allied Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
BankIslami Pakistan Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
Industrial and Commercial Bank of China
Meezan Bank Limited
MCB Bank Limited
National Bank of Pakistan
Soneri Bank Limited
Standard Chartered Bank (Pakistan) Limited
The Bank of Punjab
United Bank Limited

MILLS

Spinning Units

A-17, SITE, Kotri.
A-84, SITE Area, Nooriabad.
63/64-KM, Multan Road, Jumber Khurd, Chunian,
District Kasur.
1.5-KM, Warburton Road, Feroze Wattoan,
Sheikhupura.

Weaving Unit, Yarn Dyeing Unit, Printing & Processing Unit and Home Textile Unit

2-KM, Warburtan Road, Feroze Wattoan,
Sheikhupura.

Stitching Unit

1.5-KM, Off. Defence Road, Bhubtian Chowk,
Raiwind Road, Lahore.

REGISTERED OFFICE

212, Cotton Exchange Building
I. I. Chundrigar Road, Karachi.
Tel: +92 21 111 000 100

www.sapphire.com.pk/stml



UNCONSOLIDATED CONDENSED INTERIM

FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED
MARCH 31, 2024

DIRECTORS' REPORT TO THE SHAREHOLDERS

The Directors of the Company have pleasure in submitting their Report together with the unaudited financial statements of the Company for the nine months ended March 31, 2024.

Financial Review

The Summary of key financial numbers are presented below:

	2024	March 31, 2023
	Rupees in thousand	
Net turnover	61,664,425	52,879,705
Gross profit	9,120,755	7,666,497
Profit from operations	9,216,450	6,954,530
Other income	2,903,686	1,820,300
Finance cost	(4,823,980)	(3,002,170)
Profit before taxation	4,392,470	3,952,360
Profit after taxation	3,002,948	3,062,142

During the period under review the Company's net turnover increased from Rs.52.880 billion to Rs.61.664 billion. The gross profit as a percentage of sales increased to 14.79% from 14.50% in the corresponding period. Other income mainly comprises of dividend from equity investment. The finance cost during the period increased to Rs. 4.824 billion from Rs. 3.002 billion in the corresponding period. The Company's finance cost increased significantly due to increase in policy rate by State Bank of Pakistan (SBP), higher mark-up rate for export related financing schemes and non-availability of SBP Long Term Finance Facility (LTFF) for earlier planned CAPEX. The Company's profit after tax for the period is Rs.3.003 billion (31 March 2023: Rs.3.062 billion).

Earnings per Share

The earnings per share for the nine months ended March 31, 2024 is Rs. 138.45 as compared to Rs. 141.18 for previous year's corresponding period.

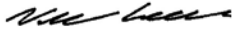
Future Prospects

The constant increase in cost of production is a challenge for the industry. Management is focused on building strategic alliances in export market and developing innovative products to achieve sustainable profitability. The Company's investment portfolio is also expected to contribute positively in profitability.


Acknowledgment

The Management would like to place on record its appreciation for the support of Board of Directors, regulatory authorities, shareholders, customers, financial institutions, suppliers and dedication & hard work of the Staff and Workers.

On behalf of the Board



NADEEM ABDULLAH
CHIEF EXECUTIVE OFFICER
Lahore
Dated: April 29, 2024




MOHAMMAD ABDULLAH
CHAIRMAN / DIRECTOR

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

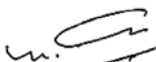
AS AT MARCH 31, 2024

	Note	Un-audited March 31, 2024	Audited June 30, 2023
————— Rupees —————			
ASSETS			
Non-Current Assets			
Property, plant and equipment	4	25,295,718,414	23,645,498,180
Investment property		25,400,000	31,750,000
Long term investments		15,682,283,878	14,430,299,029
Long term loans and advances		152,551,692	247,836,567
Long term deposits		92,307,492	90,960,692
		41,248,261,476	38,446,344,468
Current assets			
Stores, spares and loose tools		813,323,040	606,426,292
Stock in trade		26,430,768,434	23,033,836,137
Trade debts		8,155,764,897	6,613,608,124
Loans and advances		176,858,103	138,757,698
Trade deposits and short term prepayments		66,803,838	18,014,999
Other receivables		1,349,628,566	1,210,135,511
Short term investments		3,334,517,882	1,364,735,401
Tax refunds due from Government		867,935,648	3,870,665,885
Cash and bank balances		198,290,199	413,088,085
		41,393,890,607	37,269,268,132
Total assets		82,642,152,083	75,715,612,600
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital			
35,000,000 ordinary shares of Rs.10 each		350,000,000	350,000,000
Issued, subscribed and paid up capital			
21,689,791 ordinary shares of Rs.10 each		216,897,910	216,897,910
Reserves		33,581,875,360	28,021,556,474
Total equity		33,798,773,270	28,238,454,384
Liabilities			
Non-current liabilities			
Long term loan and other payables		15,798,234,467	17,232,965,804
Lease liabilities		27,009,538	42,078,523
Deferred income - Government grant		249,980,582	301,695,117
Staff retirement benefit - gratuity		521,094,005	470,793,864
		16,596,318,592	18,047,533,308
Current liabilities			
Trade and other payables		9,240,443,766	6,894,050,098
Contract liabilities		1,295,509,658	1,724,443,253
Accrued mark-up		872,984,752	1,201,060,662
Short-term borrowings		16,923,357,312	15,989,756,607
Current portion of long-term liabilities		3,912,722,521	3,618,531,938
Unclaimed dividend		2,042,212	1,782,350
		32,247,060,221	29,429,624,908
Total liabilities		48,843,378,813	47,477,158,216
Contingencies and commitments	5		
Total equity and liabilities		82,642,152,083	75,715,612,600

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



CHIEF EXECUTIVE OFFICER



CHAIRMAN / DIRECTOR



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

FOR THE QUARTER AND NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Note	Quarter ended		Nine months period ended	
		March 31,		March 31,	
		2024	2023	2024	2023
		Rupees.....			
Net turnover	6	21,556,458,319	18,218,346,144	61,664,424,581	52,879,704,543
Cost of sales	7	(18,625,814,184)	(15,254,415,235)	(52,543,669,891)	(45,213,207,335)
Gross profit		2,930,644,135	2,963,930,909	9,120,754,690	7,666,497,208
Distribution cost		(715,923,294)	(532,920,401)	(1,862,439,075)	(1,713,027,161)
Administrative expenses		(243,509,043)	(191,514,847)	(679,130,421)	(551,162,005)
Other operating expenses		(92,906,521)	(100,489,471)	(266,421,603)	(268,077,710)
Other income	8	1,197,418,177	682,252,654	2,903,686,418	1,820,299,806
Profit from operations		3,075,723,454	2,821,258,844	9,216,450,009	6,954,530,138
Finance cost		(1,574,410,314)	(1,201,668,241)	(4,823,979,611)	(3,002,169,943)
Profit before taxation		1,501,313,140	1,619,590,603	4,392,470,398	3,952,360,195
Taxation	9	(549,871,222)	(327,826,765)	(1,389,522,407)	(890,218,379)
Profit after taxation		951,441,918	1,291,763,838	3,002,947,991	3,062,141,816
Earnings per share - basic and diluted		43.87	59.56	138.45	141.18

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


CHIEF EXECUTIVE OFFICER


CHAIRMAN / DIRECTOR


CHIEF FINANCIAL OFFICER

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)


FOR THE QUARTER AND NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Quarter ended		Nine months period ended	
	March 31,		March 31,	
	2024	2023	2024	2023
 Rupees.....			
Profit after taxation	951,441,918	1,291,763,838	3,002,947,991	3,062,141,816
Other comprehensive income:				
Items that will be reclassified to statement of profit or loss subsequently				
Forward foreign currency contracts				
Unrealised gain on remeasurement of forward foreign exchange contracts	12,200,845	535,422	15,750,834	66,636,051
Items that will not be reclassified to statement of profit or loss subsequently				
Gain / (loss) on equity instruments at fair value through other comprehensive income	1,617,544,963	26,514,467	4,014,814,178	(886,378,696)
Realised gain / (loss) on sale of investment at fair value through other comprehensive income	118,449,098	20,212,892	(1,256,296,207)	20,212,892
Other comprehensive gain / (loss) for the period	1,748,194,906	47,262,781	2,774,268,805	(799,529,753)
Total comprehensive income for the period	2,699,636,824	1,339,026,619	5,777,216,796	2,262,612,063

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


CHIEF EXECUTIVE OFFICER


CHAIRMAN / DIRECTOR


CHIEF FINANCIAL OFFICER

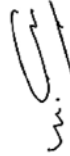
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Reserves							Sub-total	Total Equity
	Capital			Revenue		Unappropriated profit			
	Share Premium	Fixed Assets Replacement	Fair value reserve of financial asset at fair value through OCI	Sub-total	General		Cash flow hedge reserve		
Balance as at July 01, 2022 (Audited)	782,796,090	65,000,000	(2,555,865,841)	(1,708,069,751)	1,330,000,000	(66,407,961)	26,337,252,635	27,600,844,674	26,109,672,833
Transaction with owners of the Company	-	-	-	-	-	-	-	-	-
Final dividend related to the year ended June 30, 2022 at the rate of Rs.10 per share	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period ended March 31, 2023	-	-	(886,378,696)	(886,378,696)	-	66,636,051	3,062,141,816	(216,897,910)	(216,897,910)
Profit after taxation for the period	-	-	(886,378,696)	(886,378,696)	-	66,636,051	3,062,141,816	3,128,777,867	2,242,399,171
Other comprehensive (loss) / income	-	-	-	-	-	-	-	-	-
Reclassification adjustment of realised gain on sale of equity instrument at fair value through other comprehensive income	-	-	(20,212,892)	(20,212,892)	-	-	20,212,892	20,212,892	-
Balance as at March 31, 2023 (Un-audited)	782,796,090	65,000,000	(3,462,457,429)	(2,614,661,339)	1,330,000,000	228,090	29,202,709,438	30,532,837,523	28,135,174,094
Balance as at July 01, 2023 (Audited)	782,796,090	65,000,000	(3,588,403,719)	(2,720,607,629)	1,330,000,000	-	29,412,164,103	30,742,164,103	28,238,454,394
Transaction with owners of the Company	-	-	-	-	-	-	-	-	-
Final dividend related to the year ended June 30, 2023 at the rate of Rs.10 per share	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period ended March 31, 2024	-	-	2,758,517,971	2,758,517,971	-	15,750,834	3,002,947,991	(216,897,910)	(216,897,910)
Profit after taxation for the period	-	-	2,758,517,971	2,758,517,971	-	15,750,834	3,002,947,991	3,018,698,825	5,777,216,736
Other comprehensive income	-	-	(1,256,296,207)	(1,256,296,207)	-	-	1,256,296,207	1,256,296,207	-
Reclassification adjustment of realised loss on sale of equity instrument at fair value through other comprehensive income	-	-	(1,256,296,207)	(1,256,296,207)	-	-	1,256,296,207	1,256,296,207	-
Balance as at March 31, 2024 (Un-audited)	782,796,090	65,000,000	(2,086,181,955)	(1,218,385,869)	1,330,000,000	15,750,834	33,454,510,391	34,800,261,225	33,798,773,270

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


CHIEF EXECUTIVE OFFICER



CHAIRMAN / DIRECTOR


CHIEF FINANCIAL OFFICER

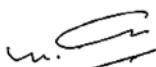
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Note	Nine months period ended March 31,	
		2024	2023
		Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	10	4,893,570,370	5,702,382,535
Long term loans, advances and deposits- net		93,938,075	(56,260,393)
Finance cost paid		(5,206,216,045)	(2,747,404,780)
Staff retirement benefits - gratuity paid		(147,277,393)	(112,346,963)
Taxation - net		1,556,204,039	(1,872,405,083)
Net cash generated from operating activities		1,190,219,046	913,965,316
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant & equipment		(3,438,266,071)	(4,458,905,851)
Investment in Equity		(2,143,354,884)	(1,218,512,713)
Proceeds from disposal of property, plant & equipment		280,395,354	54,008,351
Proceeds from disposal of investment property		63,000,000	-
Proceeds from disposal of investments		1,680,105,505	385,821,572
Dividend received		2,489,408,724	1,590,091,919
Interest received		4,600,328	1,266,942
Rental income received		95,295,205	24,442,000
Net cash used in investing activities		(968,815,839)	(3,621,787,780)
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term borrowings - net		933,600,705	1,129,720,526
Proceeds from long term loans		610,000,000	3,764,565,081
Repayment of long term loans		(1,749,561,735)	(1,848,064,323)
Repayment of lease liabilities		(13,602,015)	(13,602,015)
Dividend paid		(216,638,048)	(217,346,291)
Net cash (used in) / generated from financing activities		(436,201,093)	2,815,272,978
Net (decrease) / increase in cash and cash equivalents		(214,797,886)	107,450,514
Cash and cash equivalents - at beginning of the period		413,088,085	98,630,045
Cash and cash equivalents - at end of the period		198,290,199	206,080,559



CHIEF EXECUTIVE OFFICER



CHAIRMAN / DIRECTOR



CHIEF FINANCIAL OFFICER

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

1. LEGAL STATUS AND OPERATIONS

Sapphire Textile Mills Limited (the Company) was incorporated in Pakistan on March 11, 1969 as a public limited company under the Companies Act, 1913 (now the Companies Act, 2017). The shares of the Company are listed on Pakistan Stock Exchange.

The Company is principally engaged in manufacturing and sale of yarn, fabrics, home textile products, finishing, stitching and printing of fabrics. Following are the business units of the Company along with their respective locations:

Business Unit	Location
Registered Office	
Karachi	212, Cotton Exchange Building, I. I. Chundrigar Road, Karachi.
Lahore Office	4th Floor Tricon Corporate Center, 73-E Main Jail Road, Gulberg II, Lahore.
Production Plants	
Spinning	A-17, SITE, Kotri.
Spinning	A-84, SITE Area, Nooriabad.
Spinning	63/64-KM, Multan Road, Jumber Khurd, Chunian, District Kasur.
Spinning	1.5-KM, Warburtan Road, Feroze Wattoan, Sheikhpura.
Weaving and Yarn Dyeing, Printing, Processing and Home Textile	2-KM, Warburtan Road, Feroze Wattoan, Sheikhpura.
Stitching	1.5-KM Off, Defence Road, Bhubtian Chowk, Raiwind Road, Lahore.

2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

2.1 Statement of compliance

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

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

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

These unconsolidated condensed interim financial statements does not include all the information and disclosures as required in an annual audited financial statements, and these should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2023. These unconsolidated condensed interim financial statements are being submitted to the shareholders as required by the section 237 of the Companies Act, 2017.

2.1.2 These are separate financial statements, where the investment in subsidiaries and associates is shown at cost less impairment (if any); consolidated financial statements are separately presented.

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

2.2 Standards, amendments to approved accounting standards effective in current period and are relevant

Certain standards, amendments and interpretations to IFRSs are effective for accounting periods beginning on July 01, 2023 but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these unconsolidated condensed interim financial statements.

2.3 Standards, amendments to approved accounting standards and interpretations that are not yet effective and have not been early adopted by the Company

There are certain standards, amendments to the accounting standards and interpretations that are effective for accounting periods beginning on January 01, 2024 but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not detailed in these unconsolidated condensed interim financial statements.

2.4 Accounting policies

All the accounting policies and the methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of audited annual financial statements for the year ended June 30, 2023.

3. ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of unconsolidated condensed interim financial statements require management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these unconsolidated condensed interim financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the audited annual financial statements for the year ended June 30, 2023.

	Note	Un-audited March 31, 2024	Audited June 30, 2023
		Rupees	
4. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	4.1	23,689,097,894	20,469,781,334
Right-of-use asset		37,195,572	49,594,095
Capital work-in-progress	4.2	1,569,424,948	3,126,122,751
		25,295,718,414	23,645,498,180
4.1 Operating fixed assets			
Net book value at beginning of the period / year		20,469,781,334	16,354,989,270
Additions during the period / year	4.1.1	4,994,963,874	5,999,669,094
Disposals during the period / year		(108,776,226)	(70,349,420)
Depreciation charge for the period / year		(1,666,871,088)	(1,814,527,610)
Net book value at end of the period / year		23,689,097,894	20,469,781,334

4.1.1 Additions to and disposals of operating fixed assets, including transfer from capital work-in-progress, during the period / year:

	(Un-Audited) March 31, 2024		(Audited) June 30, 2023	
	Addition Cost	Disposal Book Value	Addition Cost	Disposal Book Value
	----- Rupees -----			
Free hold land	534,193,567	-	108,181,602	-
Buildings on free-hold land :				
- Factory building	999,883,299	-	484,792,544	-
- Labour, staff colony and others	133,146,947	-	201,235,722	-
- Office building	199,629,245	45,318,054	-	-
Buildings on lease-hold land :				
- Factory building	-	-	26,855,991	-
- Labour, staff colony and others	-	-	39,367,285	-
Plant and machinery	2,728,938,187	16,270,807	4,996,283,513	59,115,602
Electric installation	77,324,913	-	32,775,976	-
Equipment :				
- Fire fighting	-	-	836,100	-
- Electric	8,206,248	-	8,849,570	118,074
- Office	710,000	56,918	-	30,714
- Mills	42,245,804	18,440	25,066,713	35,310
Computer	82,938,214	946,317	23,153,133	986,959
Furniture & fixtures	146,374,909	-	14,288,657	-
Vehicles	41,372,541	46,165,690	37,982,288	10,062,761
	<u>4,994,963,874</u>	<u>108,776,226</u>	<u>5,999,669,094</u>	<u>70,349,420</u>

	Un-audited March 31, 2024	Audited June 30, 2023
	----- Rupees -----	
4.2 Capital work-in-progress		
Civil works and buildings	562,507,796	1,117,697,511
Plant and machinery (including in transit aggregating Rs.21.378 million (June 30, 2023: Rs.31.990 million))	989,554,558	1,861,270,707
Electric installation	-	86,196,249
Mills equipment	-	54,000,153
Furniture and fixture	17,362,594	6,958,131
	<u>1,569,424,948</u>	<u>3,126,122,751</u>

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

5. CONTINGENCIES AND COMMITMENTS

5.1 Contingencies

There are no contingencies to be reported as at March 31, 2024 and June 30, 2023.

5.2 Commitments

5.2.1 Guarantees aggregating Rs.2,664.327 million (June 30, 2024: Rs.1,833.682 million) have been issued by banks of the Company.

5.2.2 Post dated Cheques have been issued to Collector of Customs as an indemnity to adequately discharge the liabilities for taxes and duties leviable on imports. As at March 31, 2024 the value of these cheques amounted to Rs.11,998.753 million (June 30, 2023: Rs.7,252.893 million).

5.2.3 A commercial bank has issued a guarantee amounting Rs.45 million in favour of excise and taxation department of Government of Sindh on behalf of Sapphire Wind Power Company Limited (a Subsidiary Company) against charge of Rs.60 million on fixed assets of the Company.

5.2.4 A commercial bank has issued a guarantee amounting USD125,000 in favour of Directorate of Alternative Energy, Energy department Government of Sindh on behalf of Sapphire Green Energy (Pvt.) Limited (a Subsidiary Company).

	Un-audited March 31, 2024	Audited June 30, 2023
----- Rupees -----		
5.2.5 Commitments in respect of:		
- letter of credit for capital expenditure	327,414,167	354,047,451
- letter of credit for raw material, stores, spare parts and chemicals	4,402,925,138	3,316,729,423
- capital expenditure other than letter of credit	140,880,191	240,074,687
- forward foreign currency contracts	1,515,854,636	-

6. NET TURNOVER

Revenue from contracts with respect to type of goods and services and geographical market is presented below:

Nine months period ended - Un-audited

	Export Sales		Local Sales		Total	
	March 31,		March 31,		March 31,	
	2024	2023	2024	2023	2024	2023
----- Rupees -----						
Yarn	21,441,068,837	12,785,232,761	5,665,236,579	8,864,783,945	27,106,305,416	21,650,016,706
Fabric	16,944,323,116	18,182,671,537	2,254,024,996	1,816,431,242	19,198,348,112	19,999,102,779
Home textile products	10,468,971,039	8,156,377,163	409,666,566	188,809,114	10,878,637,605	8,345,186,277
Raw material	-	-	180,820,046	258,588,690	180,820,046	258,588,690
Waste	107,414,751	239,535,421	801,016,088	592,737,856	908,430,839	832,273,277
Processing income	-	-	3,314,863,835	1,725,025,045	3,314,863,835	1,725,025,045
	48,961,777,743	39,363,816,882	12,625,628,110	13,446,375,892	61,587,405,853	52,810,192,774
Export rebate	77,018,728	69,511,769	-	-	77,018,728	69,511,769
	49,038,796,471	39,433,328,651	12,625,628,110	13,446,375,892	61,664,424,581	52,879,704,543

6.1 Revenue is recognized at point in time as per the terms and conditions of underlying contracts with customers.

7. COST OF SALES

		(Un-Audited)			
		Quarter ended		Nine months period ended	
		March 31,		March 31,	
		2024	2023	2024	2023
		Rupees			
Finished goods at beginning of the period		5,528,476,273	4,788,490,966	5,337,719,713	4,753,464,625
Cost of goods manufactured	7.1	18,095,202,761	14,928,897,405	52,104,427,811	44,694,906,736
Cost of raw materials sold		158,971,142	26,511,238	258,358,359	254,320,348
		18,254,173,903	14,955,408,643	52,362,786,170	44,949,227,084
		23,782,650,176	19,743,899,609	57,700,505,883	49,702,691,709
Finished goods at end of the period		(5,156,835,992)	(4,489,484,374)	(5,156,835,992)	(4,489,484,374)
		18,625,814,184	15,254,415,235	52,543,669,891	45,213,207,335

7.1 Cost of goods manufactured

		(Un-Audited)			
		Quarter ended		Nine months period ended	
		March 31,		March 31,	
		2024	2023	2024	2023
		Rupees			
Work-in-process at beginning of the period		1,611,907,756	1,314,026,368	1,332,041,251	1,253,998,582
Raw materials consumed		24,192,150,385	11,110,467,798	36,865,272,422	33,547,389,993
Direct labour and other overheads		11,132,975,188	3,996,061,510	15,606,790,772	11,385,176,432
		35,325,125,573	15,106,529,308	52,472,063,194	44,932,566,425
		36,937,033,329	16,420,555,676	53,804,104,445	46,186,565,007
Work-in-process at end of the period		(1,699,676,634)	(1,491,658,271)	(1,699,676,634)	(1,491,658,271)
		35,237,356,695	14,928,897,405	52,104,427,811	44,694,906,736

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

8. OTHER INCOME

This mainly includes dividend of Rs.1,142 million (March 31, 2023: Rs.527 million) received from Tricon Boston Consulting (Pvt.) Ltd. (a Subsidiary Company) and Rs.577 million (March 31, 2023: Rs.308 million) received from Sapphire Wind power Company Ltd. (a Subsidiary Company).

9. PROVISION FOR TAXATION

The provision for taxation for the nine months period ended and quarter ended March 31, 2024 has been made using the best possible estimate of total annual tax liability of the Company.

	Note	(Un-audited)	
		Nine months period ended	
		March 31,	
		2024	2023
		Rupees	
10. CASH GENERATED FROM OPERATIONS			
Profit before taxation		4,392,470,398	3,952,360,195
Adjustments for non-cash items:			
Depreciation on operating fixed assets	4.1	1,666,871,088	1,312,140,220
Depreciation on right-of-use asset		12,398,523	12,398,523
Amortization of intangible assets		-	8,333
Amortisation of Government grant		(68,691,367)	(74,627,682)
Gain on sale of property, plant and equipment		(172,229,129)	(15,047,608)
Gain on sale of investment property		(56,650,000)	-
Interest income		(4,600,328)	(1,266,942)
Dividend income		(2,489,408,724)	(1,648,718,293)
Provision for gratuity		197,577,534	138,160,000
(Reversal of provision) / provision for stores, spares and loose tools		(6,007,892)	2,240,157
Provision against doubtful sales tax refundable		57,003,791	55,716,033
Unrealized exchange loss on receivable		(30,020,000)	-
Finance cost		4,892,670,978	3,076,797,625
Rental income		(94,849,320)	(59,419,880)
Working capital changes	10.1	(3,402,965,182)	(1,048,358,146)
		4,893,570,370	5,702,382,535
10.1 Working capital changes			
(Increase) / decrease in current assets			
- stores, spares and loose tools		(200,888,855)	(81,644,849)
- stock-in-trade		(3,396,932,297)	716,979,667
- trade debts		(1,545,656,632)	(1,223,186,659)
- loans and advances		(38,100,405)	(49,299,933)
- trade deposits and short term prepayments		(48,788,839)	(25,074,630)
- other receivables		(90,058,227)	150,593,984
		(5,320,425,255)	(511,632,420)
Increase / (decrease) in current liabilities			
- trade and other payables		2,346,393,668	(476,552,708)
- contract liabilities		(428,933,595)	(60,173,018)
		1,917,460,073	(536,725,726)
		(3,402,965,182)	(1,048,358,146)

11. TRANSACTIONS WITH RELATED PARTIES

11.1 Significant transactions with related parties are as follows:

	(Un-audited)	
	Nine months period ended	
	March 31,	
	2024	2023
	----- Rupees -----	
Transactions with Subsidiary Companies:		
- sales / processing	7,022,753,830	5,794,211,737
- purchases	3,594,417	957,254
- investment made	703,702,589	1,160,000,000
- expenses charged to	14,122,340	20,417,350
- rental income	84,868,500	51,220,000
- dividend received	1,474,999,999	835,307,165
- received against technical services	-	211,755,000
Transactions with Associated Companies:		
- sales / processing	4,756,205,550	4,555,348,647
- sale of fixed assets	204,350,000	-
- purchases / rental charged	194,209,192	209,468,097
- expenses charged to	124,887,033	57,521,999
- expenses charged by	5,926,508	-
- mark-up charged by	177,595,423	83,244,515
- dividend received	28,265,302	311,188,231
- dividend paid	67,221,550	67,221,550
- loans repaid - net	303,661,216	898,480,278
Transactions with others:		
- contribution to provident fund	68,597,955	53,495,294
- dividend paid	71,658,960	71,659,040
- remuneration to key management personnel	88,047,914	79,597,234

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Un-audited March 31, 2024	Audited June 30, 2023
	Rupees	
12. FINANCIAL INSTRUMENTS		
12.1 Financial Instruments by Category		
FINANCIAL ASSETS		
Debt instruments at amortised cost		
- long term deposits	92,307,492	90,960,692
- trade debts	8,155,764,897	6,657,937,970
- loan to employees	97,217,211	96,963,740
- trade deposits	3,514,999	18,014,999
- other receivables	1,349,628,566	1,210,135,511
- cash and bank balances	198,290,199	413,088,085
	9,896,723,364	8,487,100,997
Equity instruments at fair value through OCI		
- quoted equity shares	6,509,199,825	3,991,135,084
- un-quoted equity shares	500,000	500,000
	6,509,699,825	3,991,635,084
Total current	13,096,566,821	9,752,460,987
Total non current	3,309,856,368	2,726,275,094
FINANCIAL LIABILITIES		
At amortized cost		
- trade and other payables	7,353,116,854	5,168,827,963
- accrued mark-up	872,984,752	1,201,060,662
- unclaimed dividend	2,042,212	1,782,350
- secured bank long term loans	18,621,020,023	19,760,581,758
- lease liabilities	45,802,250	56,576,868
- short term finances from banks	16,923,357,312	15,989,756,607
	43,818,323,403	42,178,586,208
Total current	25,170,293,842	22,375,925,927
Total non current	18,648,029,561	19,802,660,281
12.2 Fair value of financial instruments		
Carrying values of the financial assets and financial liabilities approximate their fair values. Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.		
12.3 Fair value hierarchy		
The carrying value of all financial assets and liabilities reflected in the financial statements approximate their fair value.		

The table below analyse financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

Level 1. Quoted market price (unadjusted) in an active market for identical instrument.

Level 2. Inputs other than quoted price included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3. Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The main level of inputs used by the Company for its financial assets are derived and evaluated as follows:

	Level 1	Level 2	Level 3
	----- Rupees -----		
As at March 31, 2024			
Assets carried at fair value			
Equity instruments at fair value through OCI	6,509,199,825	-	500,000

As at June 30, 2023

Assets carried at fair value

Equity instruments at fair value through OCI	3,991,135,084	-	500,000
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During the period ended March 31, 2024, there were no transfers amongst the levels. Further, there were no changes in the valuation techniques during the period.

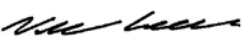
14. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the unconsolidated condensed interim statement of financial position has been compared with the balances of audited annual financial statements of the Company for the year ended June 30, 2023, whereas, the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of other comprehensive income, unconsolidated condensed interim statement of cash flows and unconsolidated condensed interim statement of changes in equity have been compared with the balances of comparable period of condensed interim financial statements of the Company for the nine months period ended March 31, 2023.

Comparative information has been re-classified, re-arranged or additionally incorporated in these interim financial statements, where necessary, to facilities better comparison and to conform with the changes in presentation.

15. DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were approved by the Board of Directors and authorised for issue on April 29, 2024.


CHIEF EXECUTIVE OFFICER


CHAIRMAN / DIRECTOR


CHIEF FINANCIAL OFFICER

SAPPHIRE TEXTILE MILLS LIMITED
CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

Directors' Report to the Shareholders

On behalf of Board of Directors of Holding Company of, Sapphire Wind Power Company Limited, Sapphire Retail Limited, Triconboston Consulting Corporation (Private) Limited, Sapphire International APS, Designtex (SMC-Private) Limited, Sapphire Real Estate (Private) Limited, Sapphire Chemicals (Private) Limited, Sapphire Green Energy (Private) Limited, Creek Properties (Private) Limited, Sapphire Retail Trading One Person Company L.L.C and Sapphire Retail International Limited, it is our pleasure to present Directors' Report with un-audited Consolidated Financial Statements for the nine months ended March 31, 2024.

Sapphire Wind Power Company Limited

The Company is 70% owned by Sapphire Textile Mills Ltd and 30% by Bank Alfalah Limited. The Company has set up a wind farm with capacity of 52.80 MW at Jhimpir which started Commercial operations in November 2015 – the project is operating following best industry practices and is yielding satisfactory results.

Sapphire Retail Limited

Sapphire Retail Limited (SRL) is a wholly owned subsidiary of Sapphire Textile Mills Limited. The principal business of SRL is to operate “Sapphire” brand retail outlets for the sale of textile and other products. SRL is principally engaged in carrying out a business of trading of textile products and to buy, sell, import, export and processing through outside manufacturing facilities of textile goods and other allied products. SRL operates through retail outlets in Pakistan and e-stores. SRL operates 49 retail outlets throughout the country.

Tricon Boston Consulting Corporation (Private) Limited

Tricon Boston Consulting Corporation (Private) Limited is 57.125% owned by Sapphire Textile Mills Limited. The company was incorporated under the laws of Pakistan and operating 3 projects having capacity of 50 MW each in Jhimpir. All the three projects have successfully commenced commercial operation in September, 2018.

Sapphire International APS

Sapphire International APS is wholly owned subsidiary of Sapphire Textile Mills Limited and a limited liability Company incorporated in Denmark formed to strengthen exports.

Designtex SMC-Private Limited

Designtex SMC-Private Limited (the company) was incorporated as SMC Private Company limited by shares under Companies Act, 2017. It is wholly owned subsidiary of Sapphire Retail Limited which is wholly owned subsidiary of Sapphire Textile Mills Limited. The principal business of the company is manufacturing of textile and ancillary products.

Sapphire Real Estate (Private) Limited

Sapphire Real Estate (Private) Limited is a wholly owned subsidiary of Sapphire Textile Mills Limited and formed for the purpose of investment in real estate projects.

Sapphire Chemicals (Private) Limited

Sapphire Chemicals (Private) Limited is a wholly owned subsidiary and formed for the purpose of manufacture and sale of chemical products.

Sapphire Green Energy (Private) Limited

Sapphire Green Energy (Private) Limited a wholly owned subsidiary and formed with the purpose to make investment in Renewable Energy Projects.

Creek Properties (Private) Limited

Creek Properties (Private) Limited (the company) was incorporated as a private limited Company under Companies Act, 2017. Sapphire Real Estate (Private) Limited holds 65% shareholding of the company which is wholly owned subsidiary of Sapphire Textile Mills Limited. The principal business of the company is marketing and development of real estate projects.

Equity Investment in Retail International

During the period the Company has formed wholly owned subsidiaries, one in United Kingdom (Sapphire Retail International Limited) and other in United Arab Emirates (Sapphire Retail Trading One Person Company L.L.C) for the purpose of textile retail operations in respective countries.

On behalf of the Board



NADEEM ABDULLAH
CHIEF EXECUTIVE



MOHAMMAD ABDULLAH
CHAIRMAN / DIRECTOR

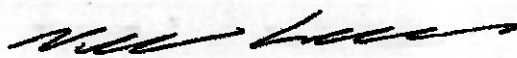
Lahore

Dated: April 29, 2024


SAPPHIRE TEXTILE MILLS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT March 31, 2024

		(Un-audited) March 31, 2024	(Audited) June 30, 2023
	Note	Rupees -----	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	89,543,272,254	90,519,780,639
Investment property		1,651,799,744	1,653,687,487
Intangible assets		475,612,896	490,399,716
Exploration and evaluation assets		121,928,274	112,928,274
Long-term investments		5,273,593,923	4,592,122,800
Long-term loans and advances		152,551,692	247,836,567
Long-term deposits		224,299,105	150,223,917
Deferred tax asset		36,921,928	102,668,565
		<u>97,479,979,816</u>	<u>97,869,647,965</u>
CURRENT ASSETS			
Stores, spares and loose tools		1,100,034,802	902,029,694
Stock in trade		37,952,996,785	30,544,789,090
Trade debts		20,709,710,961	18,871,242,909
Loans and advances		550,283,796	387,542,942
Trade deposits and short term prepayments		306,448,197	166,555,404
Other receivables		1,769,895,973	1,592,848,230
Short-term investments		3,563,515,489	1,555,735,401
Tax refunds due from Government		2,535,916,495	5,076,764,070
Cash and bank balances		20,294,182,966	14,542,732,395
		<u>88,782,985,466</u>	<u>73,640,240,135</u>
TOTAL ASSETS		<u>186,262,965,282</u>	<u>171,509,888,100</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital 35,000,000 ordinary shares of Rs.10 each		<u>350,000,000</u>	<u>350,000,000</u>
Issued, subscribed and paid-up capital 21,689,791 ordinary shares of Rs.10 each		216,897,910	216,897,910
Reserves		59,451,737,123	46,501,399,410
Equity attributable to equityholders of the parent		59,668,635,033	46,718,297,320
Non-controlling interest		20,036,882,703	16,209,725,347
TOTAL EQUITY		<u>79,704,217,736</u>	<u>62,928,022,667</u>
NON-CURRENT LIABILITIES			
Long-term loans and other payables		46,785,658,732	57,392,418,645
Lease liabilities		2,663,423,979	2,434,828,151
Deferred income - Government grant		249,980,582	301,695,117
Staff retirement benefits - gratuity		567,904,219	499,560,048
		<u>50,266,967,512</u>	<u>60,628,501,961</u>
CURRENT LIABILITIES			
Trade and other payables		20,586,073,182	13,520,882,821
Contract liabilities		1,320,256,097	1,728,781,102
Accrued mark-up		1,192,345,964	1,541,612,059
Short-term borrowings		19,074,015,268	17,363,805,610
Current portion of long-term liabilities		14,117,047,311	13,796,699,529
Unclaimed dividend		2,042,212	1,782,351
		<u>58,291,780,034</u>	<u>47,953,363,472</u>
TOTAL LIABILITIES		<u>108,558,747,546</u>	<u>108,581,865,433</u>
CONTINGENCIES AND COMMITMENTS			
TOTAL EQUITY AND LIABILITIES	5	<u>186,262,965,282</u>	<u>171,509,888,100</u>

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



Chief Executive Officer



Chairman / Director




Chief Financial Officer

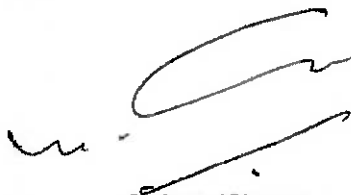
SAPPHIRE TEXTILE MILLS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-audited)
FOR THE QUARTER AND NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Note	Quarter ended		Nine months period ended	
		March 31,		March 31,	
		2024	2023	2024	2023
		Rupees			
Net turnover	6	35,155,074,303	27,154,082,319	100,656,636,177	75,680,503,777
Cost of sales	7	(26,820,856,056)	(20,252,070,895)	(69,029,433,709)	(57,535,434,049)
Gross profit		9,334,218,245	6,902,011,424	31,627,202,468	18,145,069,728
Distribution cost		(2,061,071,959)	(1,453,157,850)	(5,300,529,582)	(4,212,838,006)
Administrative expenses		(705,512,485)	(426,818,168)	(1,743,585,375)	(1,138,964,188)
Other operating expenses		(110,472,946)	(117,233,493)	(355,058,875)	(315,672,508)
Other income		657,127,611	489,421,713	2,806,938,358	938,867,167
Profit from operations		7,114,288,466	5,374,223,826	27,034,967,294	13,416,462,193
Finance cost		(3,030,239,064)	(2,669,368,905)	(9,360,190,470)	(6,678,997,261)
Share of profit of associated companies		23,375,870	96,782,887	146,039,892	230,943,627
Profit before taxation		4,107,428,272	2,801,597,808	17,820,816,716	8,968,408,559
Taxation	8	(1,114,355,818)	(484,824,656)	(2,503,486,973)	(1,293,889,221)
Profit after taxation for the period		2,993,069,454	2,316,773,152	15,317,329,743	5,674,519,338
Attributable to:					
Equity holders of the parent		2,176,285,897	1,947,013,921	10,386,472,390	4,415,466,265
Non-controlling interest		816,783,557	369,759,231	4,930,857,353	1,259,053,073
		2,993,069,454	2,316,773,152	15,317,329,743	5,674,519,338
Earnings per share - basic and diluted		100.34	89.77	478.86	203.57

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



Chief Executive Officer



Chairman / Director

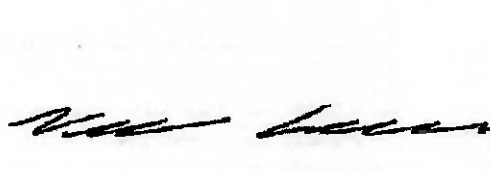


Chief Financial Officer

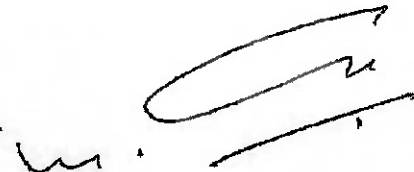
SAPPHIRE TEXTILE MILLS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited)
FOR THE QUARTER AND NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Quarter ended		Nine months period ended	
	March 31,		March 31,	
	2024	2023	2024	2023
	Rupees			
Profit after taxation	2,993,069,454	2,316,773,152	15,317,329,743	5,674,519,338
Other comprehensive income:				
Items that will be reclassified to statement of profit or loss subsequently				
Forward foreign currency contracts				
Unrealised gain on remeasurement of forward foreign exchange contracts	12,200,845	535,422	15,750,834	66,636,051
Unrealised (loss) / gain on remeasurement of forward foreign exchange contracts of associates	(41,011)	1,731,261	(41,011)	2,216,228
Exchange difference on translation of foreign operations	(22,453,372)	436,459,806	(26,123,231)	493,760,193
Items that will not be reclassified to statement of profit or loss subsequently				
Unrealised gain / (loss) on remeasurement of investment at fair value through other comprehensive income	1,617,544,963	26,514,467	4,014,814,178	(868,165,804)
Realised loss on sale of investment at fair value through other comprehensive income	118,449,098	(20,212,892)	(1,256,296,207)	(20,212,892)
Unrealised gain / (loss) on remeasurement of investment at fair value through other comprehensive income - associates	5,613,164	144,745	32,641,093	(7,827,190)
Other comprehensive income / (loss) for the period	1,731,313,687	445,172,809	2,780,745,656	(331,593,414)
Total comprehensive income for the period	4,724,383,141	2,761,945,961	18,098,075,399	5,342,925,924
Attributable to:				
Equity holders of the parent	3,907,599,584	2,412,399,622	13,167,218,046	4,083,872,851
Non-controlling interest	816,783,557	369,759,231	4,930,857,353	1,259,053,073
	4,724,383,141	2,761,945,961	18,098,075,399	5,342,925,924

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



Chief Executive Officer



Chairman / Director



Chief Financial Officer

SAPPHIRE TEXTILE MILLS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-audited)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Reserves										Total Equity		
	Capital			Revenue									
	Share Capital	Share Premium	Fixed Assets Replacement	Fair value reserve of financial asset at fair value through OCI	Unrealized gain/(loss) on translation of foreign operation	Sub-total	Cash flow hedge reserve	General reserves	Unappropriated profit	Sub-total		Total	Non-Controlling Interest
Balance as at July 01, 2022 (audited)	216,897,910	792,796,090	85,000,000	(2,597,900,529)	139,544,124	(1,900,590,915)	(98,126,276)	1,330,000,000	40,357,724,157	41,621,597,981	40,021,037,996	12,895,807,201	53,131,742,877
Total comprehensive income for the nine months period ended March 31, 2023	-	-	-	(954,205,896)	483,760,193	(400,448,903)	68,852,279	-	4,415,466,265	4,415,466,265	4,415,466,265	1,802,405,381	9,217,871,348
Profit after taxation for the period	-	-	-	(884,205,896)	463,760,193	(400,448,903)	68,852,279	-	4,415,466,265	4,415,466,265	4,415,466,265	1,802,405,381	9,217,871,348
Other comprehensive (loss) income for the period	-	-	-	(70,000,000)	-	-	-	-	-	-	-	-	(70,000,000)
Reclassification adjustment of realised gain on sale of equity instrument at fair value through other comprehensive income	-	-	-	(10,000,000)	-	-	-	-	-	-	-	-	(10,000,000)
Share of increase in reserves of associated companies under equity method	-	-	-	(20,212,862)	-	(20,212,862)	-	-	20,212,862	20,212,862	-	-	-
Transaction with owners	-	-	-	-	-	-	-	-	18,979	18,979	-	-	18,979
Final dividend for the year ended June 30, 2022 @ Rs. 10 per share	-	-	-	-	-	-	-	-	(216,897,910)	(216,897,910)	-	-	(216,897,910)
1st interim dividend @ Rs.0.67476 per share- SWPCL	-	-	-	-	-	-	-	-	-	-	-	-	-
2nd interim dividend @ Rs.0.67476 per share- SWPCL	-	-	-	-	-	-	-	-	-	-	-	-	-
1st interim dividend @ Rs.4.11 per share- TBCL	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2023 (Un-audited)	216,897,910	792,796,090	85,000,000	(3,482,106,615)	633,304,317	(2,581,046,902)	2,776,003	1,330,000,000	44,356,308,431	45,358,032,434	43,888,032,434	14,158,443,748	58,274,371,182
Balance as at July 01, 2023 (audited)	216,897,910	792,796,090	85,000,000	(3,908,784,420)	343,506,955	(2,417,466,375)	1,346,256	1,330,000,000	47,587,506,529	48,916,859,795	48,501,368,410	16,208,725,547	65,026,022,957
Total comprehensive income for the nine months period ended March 31, 2024	-	-	-	2,791,159,003	(26,123,231)	(2,765,035,832)	15,709,824	-	10,388,472,380	10,388,472,380	10,388,472,380	4,930,897,353	15,317,329,743
Profit after taxation for the period	-	-	-	2,791,159,003	(26,123,231)	(2,765,035,832)	15,709,824	-	10,388,472,380	10,388,472,380	10,388,472,380	4,930,897,353	15,317,329,743
Other comprehensive income / (loss) for the period	-	-	-	-	-	-	-	-	-	-	-	-	-
Reclassification adjustment of realised loss on sale of equity instrument at fair value through other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-
Share of increase in reserves of associated companies under equity method	-	-	-	1,258,286,207	-	1,258,286,207	-	-	(1,258,286,207)	(1,258,286,207)	-	-	-
Transaction with owners	-	-	-	-	-	-	-	-	17,578	17,578	-	-	17,578
Final dividend for the year ended June 30, 2023 @ Rs. 10 per share	-	-	-	-	-	-	-	-	(216,897,910)	(216,897,910)	-	-	(216,897,910)
1st interim dividend @ Rs.1.45887 per share- SWPCL	-	-	-	-	-	-	-	-	-	-	-	-	-
2nd interim dividend @ Rs.1.07346 per share- SWPCL	-	-	-	-	-	-	-	-	-	-	-	-	-
1st interim dividend @ Rs.11.2025 per share- TBCL	-	-	-	-	-	-	-	-	-	-	-	-	-
2nd interim dividend @ Rs.1.2025 per share- TBCL	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2024 (Un-audited)	216,897,910	792,796,090	85,000,000	(438,650,840)	317,336,724	(1,601,872,644)	17,899,000	1,330,000,000	54,506,305,317	57,847,984,418	59,451,757,122	20,638,552,104	79,760,217,518

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

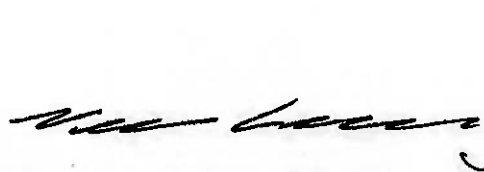
[Signature]
 Chief Financial Officer

[Signature]
 Chief Financial Officer

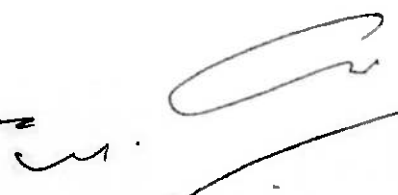
SAPPHIRE TEXTILE MILLS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Note	Nine months period ended	
		March 31,	
		2024	2023
----- Rupees -----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	9	28,209,474,812	22,486,260,822
Long term loans, advances and deposits		(95,284,875)	(223,079,350)
Finance cost paid		(9,010,924,375)	(5,966,066,658)
Staff retirement benefits - gratuity paid		(147,277,393)	(112,346,963)
Taxation - net		(37,360,602)	(2,644,715,319)
Net cash generated from operating activities		18,918,627,567	13,540,052,532
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(5,889,250,451)	(5,195,611,088)
Investment in shares and certificates		(1,439,652,295)	(108,512,713)
Purchase of intangibles		-	(122,510,844)
Investment in t-bills		(37,997,607)	(1,533,000,000)
Dividend received from associates		28,263,852	311,186,781
Purchase of investment property		(4,645,470)	-
Proceeds from disposal of property, plant and equipment		311,164,658	91,509,403
Proceeds from disposal of right of use assets		-	152,538,850
Proceeds from disposal of investment property		63,000,000	-
Proceeds from sale of equity investments		1,680,105,505	385,821,572
Dividend received		661,741,784	443,597,973
Rent received		9,980,820	8,565,083
Interest received		742,942,245	293,738,410
Net cash used in investing activities		(3,874,346,959)	(5,272,676,573)
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term borrowings - net		1,710,209,658	1,836,428,230
Repayment of long term loans		(10,094,225,571)	(6,463,085,495)
Proceeds from long term loans		1,099,000,000	4,462,810,311
Exchange gain on translation of foreign subsidiaries		(26,123,229)	19,298,442
Lease obligation - net		(659,533,128)	(468,669,242)
Dividend paid		(1,322,157,767)	(745,115,130)
Net cash used in financing activities		(9,292,830,037)	(1,358,332,884)
Net increase in cash and cash equivalents		5,751,450,571	6,909,043,075
Cash and cash equivalents at the beginning of the period		14,642,732,395	7,896,636,821
Cash and cash equivalents at the end of the period		20,294,182,966	14,805,679,896

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



Chief Executive Officer



Chairman / Director



Chief Financial Officer

SAPPHIRE TEXTILE MILLS LIMITED

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

1 LEGAL STATUS AND OPERATIONS

Sapphire Textile Mills Limited (the Holding Company) was incorporated in Pakistan on 11 March 1969 as a public limited company under the Companies Act, 1913 (now the Companies Act, 2017). The shares of the Company are listed on Pakistan Stock Exchange

The Holding Company is principally engaged in manufacturing and sale of yarn, fabrics, home textile products, finishing, stitching and printing of fabrics. Following are the business units of the Holding Company along with their respective locations:

BUSINESS UNIT	LOCATION
Registered Office Karachi	212, Cotton Exchange Building, I. I. Chundrigar Road, Karachi
Lahore office	4th Floor, Tricon Corporate Center, 73-E Jail Road, Gulberg II, Lahore.
Production Plants	
Spinning	A-17, SITE, Kotri
Spinning	A-84, SITE Area, Noorabad
Spinning	63/64-KM, Multan Road, Jumber Khurd, Chunian, District Kasur
Spinning	1.5-KM, Warburton Road, Feroze Wattoan, Sheikhpura
Weaving and Yarn	2-KM, Warburton Road, Feroze Wattoan, Sheikhpura
Dyeing, Printing, Stitching	1.5-KM Off, Defence Road, Bhutian Chowk, Raiwind Road, Lahore

1.1 The Group consists of:

- Sapphire Textile Mills Limited (the Holding Company)

Subsidiary Companies	% of shareholding
(i) Sapphire Retail Limited - (SRL)	100%
(ii) Sapphire Wind Power Company Limited - (SWPCL)	70%
(iii) Tricon Boston Consulting Corporation (Private) Limited - (TBCL)	57.125%
(iv) Sapphire International ApS	100%
(v) Sapphire Real Estate (Pvt.) Limited - (SRESL)	100%
(vi) Sapphire Chemicals (Pvt.) Limited - (SCPL)	100%
(vii) Sapphire Green Energy (Pvt.) Limited - (SGEL)	100%
(viii) Creek Properties (Pvt.) Limited - (Subsidiary of SRESL) (CRPL)	65%
(ix) DesignTex (SMC-Pvt.) Limited - (Subsidiary of SRL) (DTL)	100%
(x) Sapphire Retail International Limited & Sapphire Retail Trading One Person Company L.L.C	100%

(i) Sapphire Retail Limited (SRL) was incorporated in Pakistan as an unlisted public Company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017) on 11 June 2014. Its registered office is situated at 7 A/K Main Boulevard, Gulberg-II, Lahore. The principal business of SRL is to operate "Sapphire" brand retail outlets for the sale of textile and other products. SRL is principally engaged in carrying out a business of trading of textile products and to buy, sell, import, export and processing through outside manufacturing facilities of textile goods and other allied products. SRL operates through retail outlets in Pakistan and e-stores. SRL operates 49 retail outlets throughout the country.

(ii) Sapphire Wind Power Company Limited (SWPCL) was incorporated in Pakistan as a public Company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017) on 27 December 2006. Its registered office is located at 212, Cotton Exchange Building, I.I. Chundrigar Road, Karachi and the its wind power plant has been set up at Jhimpir, District Thatta, Sindh on land that is leased to the Company by Alternative Energy Development Board (AEDB), Government of Pakistan.

SWPCL's principal objective is to carry on the business of supplying general electric power and to setup and operate wind power generation projects to generate, accumulate, distribute and supply electricity.

It has set up a wind power station of 52.80 MW gross capacity at the abovementioned location and achieved Commercial Operations Date ('COD') on November 22, 2015. It has an Energy Purchase Agreement ('EPA') with its sole customer, Central Power Purchasing Agency Guarantee Limited ('CPPAGL') for twenty years which commenced from the COD.

(iii) Triconboston Consulting Corporation (Private) Limited (TBCL) was incorporated in Pakistan as a private Company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017) on 13 August 2012. Its principle objective is to carry on the business of supplying general electric power and to setup and operate wind power generation projects to generate, accumulate, distribute and supply electricity. Its registered office is located at 212, Cotton Exchange Building, I. I. Chundrigar Road, Karachi.

TBCL has set up three wind power station of each 49.735 MW gross capacity at Deh, Kohistan 7/1 Tapo Jhimpir, Taluka and District Thatta in the province of Sindh measuring 3,852 acres. It has achieved Commercial Operations Date ('COD') on 16 August 2018, 14 December 2018 and 11 December 2018 by Project A, B and C respectively (collectively defined as 'Projects'). It has also signed three Energy Purchase Agreement ('EPA') with its sole customer for its Projects, Central Power Purchaser Agency (Guarantee) Limited ('CPA-G') for twenty years which commenced from the COD.

(iv) Sapphire International APS a limited liability Company incorporated in Denmark is formed to strengthen exports of the Holding Company and is engaged in selling textiles. The Company was incorporated on 27 August 2019.

(v) Sapphire Real Estate (Private) Limited is 100% owned subsidiary incorporated under the Companies Act, 2017 on October 12, 2021 with the purpose of investment in real estate projects. The registered office of the Company is situated at 7-A/K, Main Boulevard, Gulberg II, Lahore.

(vi) Sapphire Chemicals (Private) Limited is a wholly owned subsidiary incorporated on 04 June, 2022 under the Companies Act, 2017. The principal line of business of the Company is to manufacture and sale of chemical products.

(vii) Sapphire Green Energy (Private) Limited a wholly owned subsidiary has been incorporated with the purpose to make investment in Renewable Energy Projects

(viii) Creek Properties (Private) Limited (the Company) was incorporated as a private limited Company under Companies Act, 2017. Sapphire Real Estate (Private) Limited holds 65% shareholding of the Company which is wholly owned subsidiary of Sapphire Textile Mills Limited. The principal business of the Company is marketing and development of real estate projects.

(ix) DesignTex (SMC-Private) Limited was incorporated in Pakistan on 6 February 2020 as a single member private company and is wholly owned subsidiary of Sapphire Retail Limited. The company is principally engaged in manufacturing of textile and ancillary products. The head office of the Company is located at 1.5KM, Defence Road, Bhothian Chowk, Off Raiwind Road, Lahore.

(x) During the period the Holding Company has formed wholly owned subsidiaries, one in United Kingdom (Sapphire Retail International Limited) and other in United Arab Emirates (Sapphire Retail Trading One Person Company L.L.C) for purpose of textile retail operations in respective countries.

2 BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 These consolidated condensed interim financial information of the Group has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

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

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

These consolidated condensed interim financial statements does not include all the information and disclosures as required in an annual audited financial statements, and these should be read in conjunction with the Group's annual audited financial statements for the year ended June 30, 2023. These consolidated condensed interim financial statements are being submitted to the shareholders as required by the section 237 of the Companies Act, 2017.

2.1.2 These consolidated condensed interim financial statements are presented in Pakistan Rupees which is also the Group's functional currency. All financial information presented in Pakistan Rupees has been rounded off to the nearest rupee.

2.2 Standards, amendments to approved accounting standards effective in current period and are relevant

Certain standards, amendments and interpretations to IFRSs are effective for accounting periods beginning on July 01, 2023 but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these consolidated condensed interim financial statements.

2.3 Standards, amendments to approved accounting standards and interpretations that are not yet effective and have not been early adopted by the Group

There are certain standards, amendments to the accounting standards and interpretations that are effective for accounting periods beginning on January 01, 2024 but are considered not to be relevant or to have any significant effect on the Group's operations and are, therefore, not detailed in these consolidated condensed

2.4 Accounting policies

All the accounting policies and the methods of computation adopted in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of audited annual financial statements for the year ended June 30, 2023.

3 ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of consolidated condensed interim financial statements require management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these consolidated condensed interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the audited annual financial statements for the year ended June

4 PROPERTY, PLANT AND EQUIPMENT

	Note	(Un-audited) March 31, 2024 (Rupees)	(Audited) June 30, 2023 (Rupees)
Operating fixed assets	4.1	84,516,382,878	84,780,345,305
Right of use asset		2,627,946,146	2,533,107,980
Capital work-in-progress	4.2	2,329,726,975	3,137,111,098
Major spare parts and stand-by equipment		69,216,255	69,216,255
		89,543,272,254	90,519,780,639
4.1 Operating fixed assets			
Net book value at beginning of the period / year		84,780,345,305	70,591,084,199
Cost of additions during the period / year	4.1.1	5,889,250,451	7,165,849,262
Net exchange (gain) / loss capitalised during the period / year		(875,145,091)	13,042,194,039
Impairment charged during the period / year		-	(73,477,684)
Disposals during the period / year	4.1.1	(149,003,523)	(435,445,487)
Depreciation during the period / year		(5,129,064,264)	(5,509,859,024)
Net book value at end of the period / year		84,516,382,878	84,780,345,305

4.1.1 Additions to and disposals of operating fixed assets, including transfer from capital work-in-progress during the period / year:

	(Un-Audited) March 31, 2024		(Audited) June 30, 2023	
	Addition Cost	Disposal Book value	Addition Cost	Disposal Book value
	----- Rupees -----	-----	----- Rupees -----	-----
Freehold land	676,570,688	-	859,438,683	-
On Freehold land:				
Factory building	999,883,300	-	484,792,544	-
Labour, staff colony and others	133,146,947	-	201,235,722	-
Office building	199,629,245	45,318,054	-	-
On lease hold land:				
Factory building	-	-	26,855,991	-
Labour, staff colony and others	-	-	39,367,285	-
Leased Building improvements	201,171,848	2,487,731	39,994,468	38,831,920
Plant and machinery	2,730,121,517	16,270,807	5,001,758,846	226,748,652
Electric installation	103,338,352	-	39,475,395	-
Fire Fighting equipment	-	-	836,100	-
Electric equipment	240,280,785	3,815,101	144,433,674	51,071,504
Computer	173,132,277	1,133,018	102,639,361	3,433,130
Office equipment	4,915,784	56,918	550,901	743,725
Mills equipment	42,245,804	18,440	25,066,713	35,310
Furniture and fixtures	312,444,420	3,166,723	96,924,998	100,359,666
Vehicles	72,369,484	76,736,730	102,478,582	14,221,580
	<u>5,889,250,451</u>	<u>149,003,523</u>	<u>7,165,849,262</u>	<u>435,445,487</u>

4.2 Capital work-in-progress

	(Un-audited) March 31, 2024 (Rupees)	(Audited) 30 June 2023 (Rupees)
Civil works and buildings	613,340,501	1,117,697,511
Plant and machinery	1,699,023,880	1,872,259,053
Electric installations	-	86,196,250
Mills equipment	-	54,000,153
Furniture and fixture	17,362,594	6,958,131
	<u>2,329,726,975</u>	<u>3,137,111,098</u>

5 CONTINGENCIES AND COMMITMENTS**5.1 Contingencies**

There are no contingencies to be reported as at March 31, 2024 and June 30, 2023.

5.2 Commitments

5.2.1 Guarantees aggregating Rs.2,664.327 million (30 June 2023: Rs.1,833.682 million) have been issued by banks of the Holding Company

5.2.2 Post dated Cheques have been issued to Collector of Customs as an indemnity to adequately discharge the liabilities for taxes and duties leviable on imports. As at March 31, 2024 the value of these cheques amounted to Rs. 11,998.753 million (June 30, 2023: Rs.7,252.893 million)

5.2.3 A commercial bank has issued a guarantee amounting Rs.45 million in favour of excise and taxation department of Government of Sindh on behalf of Sapphire Wind Power Company Limited (subsidiary company) against charge of Rs.60 million on fixed assets of the Holding Company.

5.2.4 A commercial bank has issued a guarantee amounting USD 125,000 in favour of Directorate of Alternative Energy, Energy Department, Government of Sindh on behalf of Sapphire Green Energy (Pvt.) Limited (a subsidiary company).

5.2.5 Commitments in respect of:

	(Un-audited) March 31, 2024 (Rupees)	(Audited) 30 June 2023 (Rupees)
- letter of credit for capital expenditure	<u>327,414,167</u>	<u>354,047,451</u>
- letter of credit for raw material, stores, spare parts and chemicals	<u>4,402,925,138</u>	<u>5,746,967,423</u>
- capital expenditure other than letter of credit	<u>140,880,191</u>	<u>240,074,687</u>
- forward foreign currency contracts	<u>1,515,854,636</u>	<u>-</u>
- short term lease	<u>53,142,393</u>	<u>63,540,906</u>

6 NET TURNOVER

Set out below is the disaggregation of the Group's revenue from contracts with customers:

	Export Sales		Local Sales		Total	
	March 31,		March 31,		March 31,	
	2024	2023	2024	2023	2024	2023
	----- Rupees -----					
Yarn	21,441,068,837	12,785,232,761	5,665,236,579	8,865,741,199	27,106,305,416	21,650,973,960
Fabric	16,944,323,116	19,296,395,953	18,795,839,766	11,769,135,993	35,740,162,882	31,065,531,946
Clothing items	685,574,592	697,936,417	8,285,738,525	6,620,671,465	8,971,313,116	7,318,607,882
Home textile products	10,483,374,806	7,342,188,383	840,156,895	458,735,429	11,323,531,701	7,800,923,812
Raw material	73,393,355	-	180,820,046	258,588,690	254,213,401	258,588,690
Accessories	-	-	1,158,099,918	649,380,521	1,158,099,918	649,380,521
Waste	107,414,751	239,535,421	801,016,088	592,737,856	908,430,839	832,273,277
Processing income	-	-	368,551,002	58,833,991	368,551,002	58,833,991
Power Generation	-	-	20,965,257,346	10,674,137,955	20,965,257,346	10,674,137,955
	49,735,149,457	40,361,288,935	57,060,716,164	39,947,963,099	106,795,865,621	80,309,252,034
Export rebate	77,018,728	69,511,769	-	-	77,018,728	69,511,769
Less: Discounts to customers	(147,570,185)	(171,590,075)	(6,068,677,987)	(4,526,669,951)	(6,216,248,172)	(4,698,260,026)
	49,664,598,000	40,259,210,629	50,992,038,177	35,421,293,148	100,656,636,177	75,680,503,777

6.1 Revenue is recognized at point in time as per the terms and conditions of underlying contracts with customers.

7 COST OF SALES

	----- Un-audited -----			
	Quarter ended		Nine months period ended	
	March 31,		March 31,	
	2024	2023	2024	2023
	----- Rupees -----			
Finished goods at beginning of the period	5,316,880,818	4,627,714,259	5,293,424,103	4,889,731,628
Cost of goods manufactured	18,567,752,282	15,801,671,016	53,591,051,571	46,770,516,663
Cost of sales - purchased for resale	6,722,492,354	4,124,882,049	14,831,840,214	9,949,573,077
Cost of raw material sold	158,971,142	26,511,238	258,358,359	254,320,348
	25,449,215,778	19,953,064,303	68,681,250,144	56,974,410,088
Cost of sales - owned manufactured	30,766,096,596	24,580,778,562	73,974,674,247	61,864,141,716
Finished goods at the end of the period	(4,945,240,538)	(4,328,707,667)	(4,945,240,538)	(4,328,707,667)
	25,820,856,058	20,252,070,895	69,029,433,709	57,535,434,049
7.1 Cost of Goods Manufactured				
Work in process at beginning of the period	6,472,257,379	4,599,513,015	3,584,457,740	3,328,083,870
Raw materials consumed	6,616,614,323	7,821,264,572	26,026,433,653	25,779,165,615
Direct labour and other overheads	11,198,526,155	7,605,461,987	29,699,805,753	21,887,835,736
	17,815,140,478	15,426,726,559	55,726,239,406	47,667,001,351
	24,287,397,857	20,026,239,574	59,310,697,146	50,995,085,221
Work in process at end of the period	(5,719,645,576)	(4,224,568,558)	(5,719,645,576)	(4,224,568,558)
	18,567,752,282	15,801,671,016	53,591,051,571	46,770,516,663

8 PROVISION FOR TAXATION

The provision for taxation for the nine month period ended and quarter ended March 31, 2024 has been made using the best possible estimate of total annual tax liability of the Group.

	Note	(Un-audited)	
		Nine months period ended	
		March 31,	
		2024	2023
		----- Rupees -----	
9 CASH GENERATED FROM OPERATIONS			
Profit before taxation and share of profit of associates		17,674,776,824	6,737,484,932
Adjustments for non-cash items:			
Depreciation on operating fixed assets		5,129,064,264	4,128,450,238
Depreciation on right of use assets		510,539,344	399,285,339
Amortization of intangible assets		8,853,323	10,235,100
Interest income		(746,173,316)	(293,738,410)
Gain on sale of property, plant and equipment		(153,630,650)	(24,475,270)
Gain on sale of investment property		(56,650,000)	-
Loss on termination of right of use asset		6,489,580	-
Dividend income		(741,144,874)	(502,224,347)
Provision for gratuity		215,621,564	143,298,417
Amortization of transaction cost		49,013,964	48,406,996
(Reversal of provision) / provision for stores, spares and loose tools		(6,007,892)	2,240,157
Provision against doubtful sales tax refundable		57,003,791	55,716,033
Unwinding of liability related to GIDC		11,703,446	24,843,127
Unwinding of Government grant		(68,691,367)	(74,627,682)
Credit balance written-back		(37,373,284)	-
Unwinding of lease liability		273,367,336	249,836,349
Rental income		(9,980,820)	(8,049,443)
Gain on further investment in associate		-	(8,118,412)
Finance cost		9,360,190,470	6,350,293,104
Working capital changes	9.1	(3,267,496,891)	5,247,424,594
		28,209,474,812	22,486,260,822

		(Un-audited)	
		Nine months period ended	
		March 31,	
		2024	2023
		----- Rupees -----	
9.1 Working capital changes			
	(Increase) / decrease in current assets		
	- stores, spares and loose tools	(198,005,108)	(167,976,616)
	- stock-in-trade	(7,408,207,695)	(1,271,134,112)
	- trade debts	(1,838,468,052)	6,730,809,951
	- loans and advances	(162,740,856)	(115,747,122)
	- trade deposits and short term prepayments	(139,892,793)	(135,072,587)
	- other receivables	(177,047,743)	118,326,355
		(9,924,362,247)	5,159,205,869
	Increase / (decrease) in current liabilities		
	- trade and other payables	7,065,390,361	148,386,486
	- contract liabilities	(408,525,005)	(60,167,761)
		6,656,865,356	88,218,725
		(3,267,496,891)	5,247,424,594

10 RELATED PARTY DISCLOSURES

		(Un-audited)	
		Nine months period ended	
		March 31,	
		2024	2023
		----- Rupees -----	
	Relationship with the		
	Nature of transactions		
(i)	Associates		
	Sales / processing	4,756,205,550	4,555,348,647
	Sale of fixed assets	204,350,000	-
	Purchases / rental charged	194,209,192	209,468,097
	Expenses charged to	124,887,033	57,521,999
	Expenses charged by	5,926,508	-
	Markup charged by	177,595,423	83,244,515
	Dividend received	28,265,302	311,188,231
	Dividend paid	1,172,221,546	481,913,575
	Loans repaid- net	303,661,216	898,480,278
(ii)	Others		
	Contribution to provident fund	107,159,154	78,591,656
	Dividend paid	71,658,960	71,659,040
	Remuneration to key management personnel	180,368,887	158,920,736

11 SEGMENT ANALYSIS**11.1 SEGMENT RESULTS**

	Spinning	Weaving	Processing, printing, Home Textile, Textile Retail and Others	Power Generation	Total
	----- Rupees -----				
For the nine months period ended March 31, 2024					
Revenue - external customers	27,024,640,942	15,426,439,828	37,240,298,060	20,965,257,346	100,656,636,177
Inter - segment sales	9,829,667,688	8,926,654,134	922,326,162	-	19,678,647,984
Segment results	1,916,110,864	1,988,794,138	5,727,584,720	14,950,597,788	24,583,087,510
For the nine months period ended March 31, 2023					
Revenue - external customers	21,462,041,942	11,984,163,635	31,560,160,245	10,674,137,955	75,680,503,777
Inter - segment sales	8,590,978,732	8,841,173,553	502,110,182	-	17,934,262,467
Segment results	1,128,177,783	2,373,687,924	3,410,690,512	5,880,711,315	12,793,267,534

		(Un-audited)	
		Nine months period ended	
		March 31,	
		2024	2023
		----- Rupees -----	
Reconciliation of operating results with profit after tax is as follows:			
	Total results for reportable segments	24,583,087,510	12,793,267,534
	Other operating expenses	(355,058,575)	(315,672,508)
	Other Income	2,806,938,358	938,867,167
	Finance cost	(9,360,190,470)	(6,678,997,261)
	Share of profit of associated companies	146,039,892	230,943,627
	Profit before taxation	17,820,816,715	6,968,408,559
	Taxation	(2,503,486,973)	(1,293,889,221)
	Profit after tax for the period	15,317,329,742	5,674,519,338

11.2 SEGMENT ASSETS AND LIABILITIES

	Spinning	Weaving	Processing, printing, Home Textile, Textile Retail and Others	Power Generation	Total
Rupees					
As at 31 March 2024 (Un-audited)					
Segment assets	<u>30,566,947,903</u>	<u>9,917,623,301</u>	<u>40,122,318,991</u>	<u>90,226,890,366</u>	<u>170,833,780,561</u>
Segment Liabilities	<u>24,729,074,078</u>	<u>7,325,790,243</u>	<u>24,977,722,358</u>	<u>41,915,285,633</u>	<u>98,947,872,312</u>
As at 30 June 2023 (Audited)					
Segment assets	<u>26,822,361,516</u>	<u>9,606,922,400</u>	<u>31,057,690,982</u>	<u>88,958,686,932</u>	<u>156,445,661,830</u>
Segment Liabilities	<u>21,350,484,927</u>	<u>8,275,820,659</u>	<u>19,146,907,260</u>	<u>51,594,030,113</u>	<u>100,367,242,959</u>
Reconciliation of segment assets and liabilities with total assets and liabilities in the consolidated condensed interim statement of financial position is as					
Rupees					
Total for reportable segments assets				<u>170,833,780,561</u>	156,445,661,830
Unallocated assets				<u>15,429,184,721</u>	15,064,226,270
Total assets as per consolidated condensed interim statement of financial position				<u>186,262,965,282</u>	<u>171,509,888,100</u>
Total for reportable segments liabilities				<u>98,947,872,312</u>	100,367,242,959
Unallocated liabilities				<u>7,610,875,234</u>	8,214,622,474
Total liabilities as per consolidated condensed interim statement of financial position				<u>106,558,747,546</u>	<u>108,581,865,433</u>

12 FINANCIAL INSTRUMENTS

12.1 Financial Instruments by Category

FINANCIAL ASSETS

Debt Instruments at amortised cost

- long term deposits		<u>224,299,105</u>	150,223,917
- trade debts		<u>20,709,710,961</u>	18,871,242,909
- loan to employees		<u>97,217,211</u>	141,227,910
- trade deposits		<u>57,277,543</u>	63,217,948
- other receivables		<u>1,769,895,973</u>	1,592,848,230
- Cash and bank balances		<u>20,294,182,966</u>	14,542,732,395
		<u>43,152,583,759</u>	<u>35,361,493,309</u>

Equity Instruments at fair value through OCI

- quoted equity shares		<u>6,509,199,825</u>	3,991,635,084
- un-quoted equity shares		<u>500,000</u>	500,000
		<u>6,509,699,825</u>	<u>3,992,135,084</u>

Total current

Total non current

	<u>46,207,952,258</u>	<u>36,532,712,090</u>
	<u>3,454,331,326</u>	<u>2,820,916,303</u>

FINANCIAL LIABILITIES

At amortized cost

- trade and other payables		<u>20,586,073,182</u>	13,520,682,821
- accrued mark-up		<u>1,192,345,964</u>	1,541,612,059
- unclaimed dividend		<u>2,042,212</u>	1,782,351
- secured bank long term loans		<u>60,433,781,592</u>	69,621,999,643
- lease liabilities		<u>3,132,348,430</u>	2,925,529,043
- short term finances from banks		<u>19,074,015,268</u>	17,363,805,610
		<u>104,420,606,648</u>	<u>104,975,411,527</u>

Total current

Total non current

	<u>54,971,523,937</u>	<u>45,176,355,120</u>
	<u>49,449,082,711</u>	<u>59,799,056,407</u>

12.2 Fair value of financial instruments

Carrying values of the financial assets and financial liabilities approximate their fair values. Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

12.3 Fair value hierarchy

The carrying value of all financial assets and liabilities reflected in the financial statements approximate their fair value.

The table below analyse financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

Level 1. Quoted market price (unadjusted) in an active market for identical instrument.

Level 2. Inputs other than quoted price included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3. Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The main level of inputs used by the Group for its financial assets are derived and evaluated as follows:

	Level 1	Level 2	Level 3
As at March 31, 2024			
Assets carried at fair value			
Equity Instruments at fair value through OCI	6,609,199,825	-	500,000
As at June 30, 2023			
Assets carried at fair value			
Equity Instruments at fair value through OCI	3,991,135,084	-	500,000

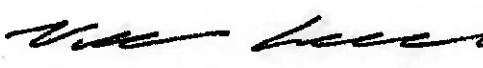
13 CORRESPONDING FIGURES


In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', corresponding figures in the consolidated condensed interim statement of financial position comprise of balances as per the annual audited financial statements of the Group for the year ended 30 June 2023 and the Corresponding figures in the condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity comprise of balances comparable period of the immediately preceding financial year i.e. quarter ended 31 March 2023.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no such significant re-arrangements have been made in this condensed interim financial information.

14 DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed financial statements were authorized for issue on April 28, 2024 by the Board of Directors of the Holding Company.


 Chief Executive Officer


 Chairman / Director


 Chief Financial Officer

حصص یافتگان کے لئے ڈائریکٹرز رپورٹ

کمپنی کے ڈائریکٹران نہایت مسرت کے ساتھ 31 مارچ 2024ء کو اختتام پذیر ہونے والی نو ماہی کی غیر آڈٹ شدہ مالی تفصیلات پیش کر رہے ہیں۔

مالیاتی نتائج:

مالیاتی نتائج درج ذیل ہیں:

31 مارچ 2023	31 مارچ 2024	
رقم ہزاروں میں		
52,879,705	61,664,425	نیٹ کل فروخت
7,666,497	9,120,755	مجموعی منافع
6,954,530	9,216,450	کاروباری منافع
1,820,300	2,903,686	دیگر ذرائع سے آمدنی
(3,002,170)	(4,823,980)	مالیاتی لاگت
3,952,360	4,392,470	قبل از ٹیکس منافع
3,062,142	3,002,948	بعد از ٹیکس منافع

زیر جائزہ مدت کے دوران کمپنی کی خالص فروخت 52.880 بلین روپے سے بڑھ کر 61.664 بلین روپے ہو گئیں۔ بلحاظ فروخت خام منافع کی شرح 14.50 فیصد سے بڑھ کر 14.79 فیصد ہو گئی۔ دیگر آمدنی بنیادی طور پر حصص کی سرمایہ کاری سے منافع پر مشتمل ہے۔ زیر جائزہ مدت کے دوران مالیاتی لاگت 3.002 بلین روپے سے بڑھ کر 4.824 بلین روپے ہو گئی۔ اسٹیٹ بینک آف پاکستان کی سود کی شرح میں مستقل اضافہ کی پالیسی، برآمدات سے متعلق فنڈنگ ایکسیس کے لیے زیادہ مالیاتی لاگت کی شرح، پہلے سے منصوبہ شدہ پیکیجس کے لیے ایس بی پی کی طویل المیعاد مالیاتی سہولت کی عدم دستیابی کی بنا پر کمپنی کی مالیاتی لاگت میں غیر معمولی اضافہ ہوا۔ کمپنی کا منافع بعد از ٹیکس 3.062 بلین روپے سے کم ہو کر 3.003 بلین روپے ہو گیا۔

آمدنی فی حصص:

31 مارچ 2024ء کو ختم ہونے والے نو ماہی کی آمدنی فی حصص 138.45 روپے ہے جبکہ پچھلے سال کی نو ماہی میں یہ 141.18 روپے تھی۔

مستقبل کا منظر نامہ:

پیداواری لاگت میں مسلسل اضافہ صنعت کے لئے ایک چیلنج ہے۔ مینجمنٹ ایکسپورٹ مارکیٹ میں اسٹریٹجی اتحاد بنانے اور منافع کے حصول کے لئے جدید مصنوعات تیار کرنے پر مرکوز ہے۔ کمپنی کے سرمایہ کاری کے پورٹ فولیو سے مثبت آمدنی کی امید ہے۔

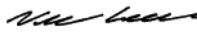
اظہار تشکر:

کمپنی اپنے ڈائریکٹران، ریگولیٹری اتھارٹیز، حصص یافتگان، کسٹمرز، مالیاتی اداروں، سپلائرز اور کارکنوں کی شراکت داری کو قدر کی نگاہ سے دیکھتی ہے۔

منجانب بورڈ



محمد عبداللہ
ڈائریکٹر/چیئرمین



ندیم عبداللہ
چیف ایگزیکٹو


لاہور

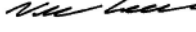
مورخہ 29 اپریل 2024ء

سیفانز گرین انرجی (پرائیویٹ) لمیٹڈ
سیفانز گرین انرجی (پرائیویٹ) لمیٹڈ کو قابل تجدید توانائی کے منصوبوں میں سرمایہ کاری کرنے کے مقصد کے لئے مکمل ملکیت کی سبسائیڈیری کے طور پر قائم کیا گیا ہے۔

کریک پراپرٹیز (پرائیویٹ) لمیٹڈ
کریک پراپرٹیز (پرائیویٹ) لمیٹڈ (کمپنی کمپنیز ایکٹ، 2017 کے تحت ایک پرائیویٹ کمپنی لمیٹڈ کے طور پر بنائی گئی تھی۔ سیفانز رینل اسٹیٹ (پرائیویٹ) لمیٹڈ کمپنی میں اس کا 65% حصص کی ملکیت رکھتی ہے۔ رینل اسٹیٹ (پرائیویٹ) لمیٹڈ سیفانز ٹیکسٹائل ملز لمیٹڈ کی مکمل ملکیت کی سبسائیڈیری ہے۔ کمپنی کا بنیادی کاروبار رینل اسٹیٹ منصوبوں کی مارکیٹنگ اور ترقی ہے۔

ریشیل انٹرنیشنل میں اکیوٹی سرمایہ کاری
اس عرصے کے دوران کمپنی نے متعلقہ ممالک میں ٹیکسٹائل ریشیل آپریشنز کے مقصد کے لئے مکمل ملکیت والی زیلی کمپنیاں قائم کی ہیں، ایک برطانیہ میں (سیفانز ریشیل انٹرنیشنل لمیٹڈ) اور دوسری متحدہ عرب امارات (سیفانز ریشیل ٹریڈنگ ون پرسن کمپنی ایل ایل سی) میں۔

منجانب بورڈ

محمد عبداللہ
ڈائریکٹر/چیئر مین


ندیم عبداللہ
چیف ایگزیکٹو

لاہور
مورخہ 29 اپریل 2024ء

ڈائریکٹرز رپورٹ برائے حصص یافتگان

سیفانڈروئٹ پاور کمپنی لمیٹڈ، سیفانڈر ریٹیل لمیٹڈ، ٹراکنون بوسٹن کنسلٹنگ کارپوریشن (پرائیویٹ) لمیٹڈ، سیفانڈر انٹرنیشنل اے پی ایس، ڈیزائن ٹیکس (ایس ایم سی پرائیویٹ) لمیٹڈ، سیفانڈر ریٹیل اسٹیٹ (پرائیویٹ) لمیٹڈ، سیفانڈر کیمیکلز (پرائیویٹ) لمیٹڈ، سیفانڈر گرین انرجی (پرائیویٹ) لمیٹڈ، کریک پراپرٹیز (پرائیویٹ) لمیٹڈ، سیفانڈر ریٹیل ٹریڈنگ ون پرن کمپنی ایل ایل سی اور سیفانڈر ریٹیل انٹرنیشنل لمیٹڈ کی ہولڈنگ کمپنی کے بورڈ آف ڈائریکٹرز نہایت مسرت کے ساتھ 31 مارچ 2024ء کو مکمل ہونے والے نوامی کے لیے ڈائریکٹرز رپورٹ مع گروپ کیغیر آڈٹ شدہ کنسالڈیٹڈ اسٹیٹمنٹس پیش کر رہے ہیں۔

سیفانڈر وٹ پاور کمپنی لمیٹڈ

کمپنی 70 فیصد سیفانڈر ٹیکسٹائل ملز لمیٹڈ کی ملکیت اور 30 فیصد بینک الفلاح لمیٹڈ کی ملکیت ہے۔ کمپنی نے جنھیں میں 52.80 میگا واٹ گنجائش کے وٹ فارم لگائے ہیں جنہوں نے نومبر 2015ء سے تجارتی سرگرمیاں شروع کر دی ہیں۔ پروجیکٹ بہترین صنعتی عمل انجام دے رہا ہے اور اطمینان بخش نتائج حاصل ہو رہے ہیں۔

سیفانڈر ریٹیل لمیٹڈ (اس آر ایل)

سیفانڈر ریٹیل لمیٹڈ، سیفانڈر ٹیکسٹائل ملز لمیٹڈ کی مکمل ملکیت کی سبسڈییری ہے۔ اس سبسڈییری کا اہم کاروبار ٹیکسٹائل اور دیگر مصنوعات کی فروخت کیلئے ”سیفانڈر برانڈ“ ریٹیل آؤٹ لیٹس چلاتا ہے۔ ایس آر ایل بنیادی طور پر ٹیکسٹائل مصنوعات کی تجارت اور ٹیکسٹائل سامان اور دیگر متعلقہ مصنوعات کے ذریعے خرید و فروخت، درآمد، برآمد اور پروسیسنگ کے کاروبار میں مصروف ہے۔ ایس آر ایل پاکستان میں ریٹیل آؤٹ لیٹس اور ای اسٹورز کے ذریعے کام کرتا ہے۔ ایس آر ایل پورے ملک میں (45) ریٹیل اسٹورز چلا رہا ہے۔

ٹراکنون بوسٹن کنسلٹنگ کارپوریشن (پرائیویٹ) لمیٹڈ

ٹراکنون بوسٹن کنسلٹنگ کارپوریشن (پرائیویٹ) لمیٹڈ سیفانڈر ٹیکسٹائل ملز لمیٹڈ کی 57.125% ملکیت کی سبسڈییری ہے۔ یہ کمپنی جنھیں سندھ میں پاکستانی قوانین کے تحت تشکیل پائی ہے اور 3X50 میگا واٹ وٹ انرجی کے (3) پروجیکٹس چلا رہی ہے۔ تینوں پروجیکٹس کی تجارتی سرگرمیاں ستمبر 2018ء سے کامیابی کے ساتھ شروع ہو گئی ہیں۔

سیفانڈر انٹرنیشنل اے پی ایس

سیفانڈر انٹرنیشنل اے پی ایس سیفانڈر ٹیکسٹائل ملز لمیٹڈ کی مکمل ملکیت کی سبسڈییری ہے اور یہ لمیٹڈ لائسنسڈ کمپنی ڈنمارک میں وجود میں آئی، جس کا مقصد کمپنی کے برآمد کو استحکام دینا ہے۔

ڈیزائن ٹیکس ایس ایم سی پرائیویٹ لمیٹڈ

ڈیزائن ٹیکس ایس ایم سی پرائیویٹ لمیٹڈ کو کمپنی ایکٹ 2017ء کے تحت ایس ایم سی پرائیویٹ لمیٹڈ کے طور پر قائم ہوئی۔ یہ کمپنی سیفانڈر ریٹیل لمیٹڈ کی ملکیت کی مکمل سبسڈییری ہے اور سیفانڈر ریٹیل لمیٹڈ سیفانڈر ٹیکسٹائل ملز لمیٹڈ کی مکمل سبسڈییری ہے۔ اس کمپنی کا بنیادی مقصد ٹیکسٹائل اور ذیلی مصنوعات کی تیاری ہے۔

سیفانڈر ریٹیل اسٹیٹ (پرائیویٹ) لمیٹڈ

سیفانڈر ریٹیل اسٹیٹ (پرائیویٹ) لمیٹڈ سیفانڈر ٹیکسٹائل ملز لمیٹڈ کی مکمل ملکیت کی سبسڈییری ہے جو ریٹیل اسٹیٹ کے منصوبہ میں سرمایہ کاری کے مقصد کے لئے قائم کی گئی ہے۔

سیفانڈر کیمیکلز (پرائیویٹ) لمیٹڈ

سیفانڈر کیمیکلز (پرائیویٹ) لمیٹڈ سیفانڈر ٹیکسٹائل ملز لمیٹڈ کی مکمل ملکیت کی سبسڈییری ہے جو کہ موجودہ سال کی بنیادی مصنوعات کی تیاری اور فروخت کے مقصد کے لئے قائم کی گئی ہے۔



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