

Quarterly
Accounts
September,
2023

BIBOJEE GROUP



**Janana De Malucho Textile
Mills Limited**

JANANA DE MALUCHO TEXTILE MILLS LIMITED

COMPANY'S PROFILE

BOARD OF DIRECTORS	MR. AHMAD KULI KHAN KHATTAK	Chairman
	LT. GEN. (RETD.) ALI KULI KHAN KHATTAK	Chief Executive
	MRS. SHAHNAZ SAJJAD AHMAD	
	MR. GOHAR AYUB KHAN	
	DR. SHAHIN KULI KHAN KHATTAK	
	MAJ. GEN. (RETD) SAEED AHMED WAHLA	
	COL. (RETD) SYED YUNUS ALI RAZA	
AUDIT COMMITTEE	MAJ. GEN. (RETD) SAEED AHMED WAHLA	Chairman
	MR. AHMAD KULI KHAN KHATTAK	Member
	COL. (RETD) SYED YUNUS ALI RAZA	Member
HUMAN RESOURCE & REMUNERATION COMMITTEE	COL. (RETD) SYED YUNUS ALI RAZA	Chairman
	LT. GEN. (RETD.) ALI KULI KHAN KHATTAK	Chief Executive / Member
	MR. AHMAD KULI KHAN KHATTAK	Member
	MRS. SHAHNAZ SAJJAD AHMAD	Member
CHIEF FINANCIAL OFFICER	MR. AMIN-UR-RASHEED B. Com. (Hons.) FICS Sr. Gen. Manager Finance & Corporate Affairs	
COMPANY SECRETARY	MR. ABID RAZA, M.(Accounting & Finance), APFA	
HEAD OF INTERNAL AUDIT	MR. BILAWAL IRSHAD, CIA(Pak)	
AUDITORS	SHINEWING HAMEED CHAUDHRI & CO., Chartered Accountant	
BANKERS	NATIONAL BANK OF PAKISTAN THE BANK OF KHYBER PAK OMAN INVESTMENT COMPANY LTD. BANK ALFALAH LIMITED MEEZAN BANK LIMITED HABIB METROPOLITAN BANK LTD.	
LEGAL ADVISOR	HASSAN & HASSAN (ADVOCATES) PAAF BUILDING, 7 D, KASHMIR ROAD, LAHORE	
TAX CONSULTANTS	M. NAWAZ KHAN & CO. GROUND FLOOR, FARRAH CENTRE, 2-MOZZANG ROAD, LAHORE	
REGISTRARS & SHARES REGISTRATION OFFICE	VISION CONSULTING LIMITED 5-C, LDA FLATS, 1ST FLOOR, LAWRENCE ROAD, LAHORE TEL. 042-36283096-97, FAX. 042-36312550 EMAIL: info@vcl.com.pk	
REGISTERED OFFICE & MILLS	HABIBABAD, KOHAT (KPK) TEL. 0922 - 862161 - 512930 - 510494 FAX. 0922 - 510474 E-MAIL: janana@brain.net.pk, janana.textile@gmail.com WEB SITE: www.jdm.com.pk	

JANANA DE MALUCHO TEXTILE MILLS LIMITED **DIRECTORS' REVIEW REPORT TO THE SHAREHOLDERS**

On behalf of the Board of Directors, we feel pleasure in presenting the un-audited financial statements of the Company for the 1st quarter ended 30th September, 2023.

FINANCIAL HIGHLIGHTS

The principal activity of the Company is the manufacturing & sale of yarn. During the first quarter, your Company has posted the following results:

	September 30,	
	2023	2022
	Rupees in million	
Sales-net	1,557.837	1,850.621
Gross Profit	181.177	171.411
Profit from Operations	133.144	126.214
Profit before Taxation	33.245	57.364
Profit after Taxation	23.892	40.727
	-----Rupees-----	
Earnings per share	3.45	6.19

During the period under report, the turnover of the Company has decreased by Rs.292.784 million as compared to the previous period. Turnover has decreased due to decrease in quantity sold during the period because of decrease in production. Further, the Company, in the period under report, has earned profit before tax amounting to Rs.33.245 million and profit after tax of Rs.23.892 million in comparison with profit before tax amounting to Rs.57.364 million and profit after tax amounting to Rs.40.727 million respectively, in the previous comparative period.

GENERAL MARKET CONDITIONS AND FUTURE OUTLOOK

Textile and clothing exports fell for third month in a row due to growing production costs and liquidity crunch, according to statistics issued by the Pakistan Bureau of Statistics. The export value of textile and clothing exports shrank 9.95 per cent in the first quarter (July-September) FY24 to \$4.12 billion from \$4.58bn in the corresponding period last year.

On the other hand, the import of textile machinery declined by 75.38% in July-September — a sign that expansion or modernization projects were not a priority. While, the import of raw cotton also dipped by 68.73% in July-September from a year ago.

Furthermore, the government is all set to increase effective gas prices for domestic consumers, commercial and industrial consumers. For textile industry, this increase is going to prove fatal, because after withdrawal of subsidy on electricity i.e. ZRI electricity i.e. ZRI relief, only the relief in gas prices was making it possible for the industry to continue their operational activities. However, the increase in gas prices is going make it

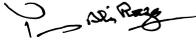
absolutely impossible for the companies to compete in local and/or international markets and earn any profits.

Despite the above challenges, the management of the Company remains committed to devise strategies for a sustainable growth with the objective of creating value for its shareholders.

ACKNOWLEDGMENT

The Board places on record its appreciation for the support of its bankers who have consistently facilitated the Company in financially difficult times. We would also like to highlight the hard work and diligence of the Company's senior management, support staff and the production workers. We look forward to same dedication and cooperation from them in the future as well.

On behalf of the Board of Directors



Col. (Retd) Syed Yunus Ali Raza
Director



Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Chief Executive Officer

Dated: October 30, 2023

جانانندی مالوچو نیٹسٹائل ملز لمیٹڈ ڈائریکٹرز رپورٹ برائے حصص یافتگان

بورڈ آف ڈائریکٹرز کی جانب سے 30 ستمبر 2023ء سے مہائی کی ختم ہونے والی مدت پر کمپنی کی غیر آڈٹ شدہ مالیاتی رپورٹ پیش کرنے میں خوش محسوس کرتے ہیں۔

کارکردگی کا جائزہ۔

ہم آپ کو بتاتے ہوئے خوش محسوس کرتے ہیں کہ آپ کی کمپنی کی مالیاتی نتائج کے اہم جھلکیاں مندرجہ ذیل ہیں۔

سرمہائی

	2022	2023	
----- روپے لاکھوں میں -----			
فروخت	1,850.621	1,557.837	
عبوری منافع	171.411	181.177	
آپریٹنگ کے بعد منافع	126.214	133.144	
ٹیکس سے پہلے منافع	57.364	33.245	
ٹیکس سے بعد منافع	40.727	23.892	
----- روپے -----			
آمدنی فی شیئر	6.19	3.45	

رپورٹ کی جانے والی مدت کے دوران، کمپنی کے کاروبار میں گزشتہ برس سے مقابلے میں 292.784 ملین روپے کی کمی ہوئی ہے۔ کاروبار میں کمی کی اہم وجوہات میں لگاؤ کی فروخت میں کمی ہے جو کہ یارن کی پیداوار میں کمی کی وجہ سے ہوئی ہے۔ مزی، کمپنی نے، زیر مدت میں، ٹیکس سے پہلے کا منافع 33.245 ملین روپے اور ٹیکس کے بعد کا منافع 23.892 ملین روپے کم کیا ہے۔ جبکہ کچھ کھلی تھالی مدت میں ٹیکس سے پہلے کے منافع کی رقم 57.364 ملین روپے تھی اور ٹیکس کے بعد منافع کی رقم 40.727 ملین روپے تھی۔

عمومی مارکیٹ کی حالت اور مستقبل کا نقطہ نظر

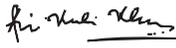
پاکستان بھرورہ آف سٹیلٹیکس کے جاری کردہ اعداد و شمار کے مطابق، بڑھتی ہوئی پیداواری الاگت اور بیکو پیڈیٹی کی کمی کی وجہ سے نیٹسٹائل اور ایسوسیاٹ کی برآمدات میں لگاؤ تازہ سے جھینے کی واقع ہوئی ہے۔ نیٹسٹائل اور پیپروں کی برآمدات کی مالیت مالی سال 2023-24 کی پہلی سہ ماہی (جولائی تا ستمبر) میں 9.95 فیصد کم ہو کر 4.12 ملین ڈالر ہو گئی جو گزشتہ سال کی اسی مدت میں 4.58 ملین ڈالر تھی۔ دوسری جانب، جولائی تا ستمبر میں نیٹسٹائل مشینری کی درآمد میں 75.38 فیصد کمی کی ہوئی ہے۔ یاس بات کی علامت ہے کہ نیٹسٹائل کی صنعت کی توقع یا جدید کاری کے منصوبے کی کوئی ترجیح نہ تھی۔ جبکہ خام روٹی کی درآمد بھی ایک سال پہلے کے مقابلے میں جولائی تا ستمبر میں 68.73 فیصد کم ہوئی ہے۔

مزی برائے حکومت گھر یلو صارفین تجارتی اور صنعتی صارفین کے لیے ٹیکس کی قیمتوں میں مؤثر اضافہ کرنے کے لیے پوری طرح تیار ہے۔ نیٹسٹائل انڈسٹری کے لیے یہ اضافہ ہلکے ثابت ہونے والا ہے کیونکہ کئی برسوں سے ZRI ریڈیف وائرس لینے کے بعد صرف ٹیکس کی قیمتوں میں ریڈیف ہی صنعت کے لیے اپنی آپریٹنگل سرگرمیاں جاری رکھنا ممکن بنا رہا تھا۔ تاہم، ٹیکس کی قیمتوں میں اضافہ کچھ یوں کے لیے متاعی اور بائین الاقوامی منڈیوں میں مقابلہ کار اور کوئی منافع کمانا بالکل ناممکن بنا دے گا۔ مندرجہ بالا تخمینے کے باوجود، کمپنی انتظامیہ اپنے شیئر ہولڈرز کے لئے ہمتی اور پائیدار زرعی کی حکمت عملی وضع کرنے کے لئے پرعزم ہے۔

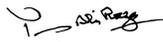
اعتراف

بورڈ آف ڈائریکٹرز کمپنی کے بیکاروں کی قدر کرتا ہے جو کہ مسلسل کمپنی کی مالی مشکلات میں بروقت مدد کرتے ہیں۔ اسکے علاوہ کمپنی کی انتظامیہ اور کارکنوں کے بے مثال منت و مشکلات حالات میں بہتر نتائج حاصل کرنے پر شامش دیتا ہے۔ اور امید کرتا ہے کہ مستقبل میں تمام کارکنان اسی گن اور محنت سے کام کرتے رہیں گے۔

تاریخ: 30 اکتوبر 2023ء کمپنی کے بورڈ آف ڈائریکٹرز کی جانب سے



لیفٹیننٹ جنرل (ریٹائر) علی قلی خان تنگ
چیف ایگزیکٹو آفیسر

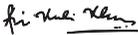


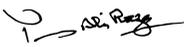
کنٹرل (ریٹائرڈ) سید یونس علی رضا
ڈائریکٹر

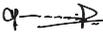
JANANA DE MALUCHO TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2023 (UN-AUDITED)

		(Un-audited) September 30 2023	(Audited) June 30, 2023
		Rupees in thousand	
ASSETS			
Non-current assets			
Property, plant and equipment	5	7,547,959	7,592,697
Intangible assets		975	1,040
Investments in Associated Company	6	71,693	71,693
Loans to employees		1,130	1,236
Security deposits		14,598	14,346
		<u>7,636,355</u>	<u>7,681,012</u>
Current assets			
Stores, spares and loose tools		97,481	90,099
Stock-in-trade		1,238,072	1,465,380
Trade debts		12,333	62,405
Advances to employees		2,299	1,588
Advance payments		31,687	19,998
Trade deposits and prepayments	7	101,203	77,271
Other receivables		238	622
Income tax refundable, advance tax and tax deducted at source		210,865	197,372
Cash and bank balances		14,918	40,639
		<u>1,709,096</u>	<u>1,955,374</u>
		<u>9,345,451</u>	<u>9,636,386</u>
TOTAL ASSETS			
EQUITY AND LIABILITIES			
Equity			
Authorised capital		1,000,000	1,000,000
Issued, subscribed and paid-up capital		69,158	69,158
Treasury shares		(3,410)	(3,410)
Capital reserves:			
- other capital reserves		23,803	23,803
- revaluation surplus on property, plant and equipment		5,098,974	5,110,134
Revenue reserves			
- general reserve		371,530	371,530
- unappropriated profit		1,031,966	996,914
		<u>6,592,021</u>	<u>6,568,129</u>
Shareholders' equity			
Liabilities			
Non-current liabilities			
Lease liabilities		2,151	2,034
Long term finances	8	48,698	138,691
Staff retirement benefits - gratuity		106,579	100,467
Deferred taxation		521,134	531,218
		<u>678,562</u>	<u>772,410</u>
Current liabilities			
Trade and other payables	9	534,555	421,680
Contract liabilities		89,992	77,675
Unclaimed dividends		2,715	2,715
Accrued mark-up		77,952	1,017
Short term finances		1,038,817	1,556,639
Current portion of non current liabilities	10	235,001	159,723
Taxation	11	94,645	75,207
Preference shares redemption account		1,191	1,191
		<u>2,074,868</u>	<u>2,295,847</u>
		<u>2,753,430</u>	<u>3,068,257</u>
Total liabilities			
Contingencies and commitments			
	12		
		<u>9,345,451</u>	<u>9,636,386</u>

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


Lt. Gen. Retd.
Ali Kuli Khan Khattak
Chief Executive


Col. (Retd) Syed Yunus Ali Raza
Director


Amin-ur-Rasheed
Chief Financial Officer

JANANA DE MALUCHO TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

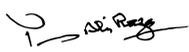
AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

	Three months period ended September 30,	
	2023	2022
	Rupees in thousand	
Sales	1,557,837	1,850,621
Cost of sales	1,376,660	1,679,210
Gross profit	181,177	171,411
Distribution cost	20,746	17,237
Administrative expenses	33,023	28,016
Other income	(5,736)	(56)
	48,033	45,197
Profit from operations	133,144	126,214
Finance cost	99,899	68,850
Profit before taxation	33,245	57,364
Taxation	9,353	16,637
Profit after taxation	23,892	40,727
Other comprehensive income	0	0
Total comprehensive income	23,892	40,727
	----- Rupees -----	
Earnings per share	3.45	6.19

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


Lt. Gen. Retd.
Ali Kuli Khan Khattak
Chief Executive


Col. (Retd) Syed Yunus Ali Raza
Director


Amin-ur-Rasheed
Chief Financial Officer

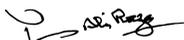
JANANA DE MALUCHO TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2022

	Three months period ended September 30,	
	2023	2022
	Rupees in thousand	
Cash flows from operating activities		
Profit for the period - before taxation	33,245	57,364
Adjustments for non-cash charges and other items:		
Depreciation on operating fixed assets	40,274	40,224
Depreciation on right of use assets	414	255
Amortisation of intangible assets	65	65
Gain on sale of operating fixed assets	(266)	0
Staff retirement benefits - gratuity (net)	6,112	4,437
Finance cost	97,507	67,941
Profit before working capital changes	177,351	170,286
Effect on cash flows due to working capital changes		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	(7,382)	(4,474)
Stock-in-trade	227,308	340,153
Trade debts	50,072	(3,206)
Loans and advances to employees	(605)	(386)
Advance payments	(11,689)	(20,225)
Trade deposits and prepayments	(23,932)	(18,880)
Other receivables	384	(1,249)
Increase in trade and other payables and contract liabilities	125,192	7,748
	359,348	299,481
Cash generated from operations	536,699	469,767
Taxes paid	(13,493)	(33,189)
Net cash generated from operating activities	523,206	436,578
Cash flows from investing activities		
Fixed capital expenditure - net	(8,397)	(20,872)
Proceeds from sale of operating fixed assets	12,713	0
Security deposits	(252)	0
Net cash generated from / (used in) investing activities	4,064	(20,872)
Cash flows from financing activities		
Lease liabilities	207	(646)
Long term finances - net	(14,804)	(17,879)
Short term finances - net	(517,822)	(330,206)
Finance cost paid	(20,572)	(58,744)
Net cash used in financing activities	(552,991)	(407,475)
Net (decrease) / increase in cash and cash equivalents	(25,721)	8,231
Cash and cash equivalents - at beginning of the year	40,639	17,169
Cash and cash equivalents - at end of the year	14,918	25,400

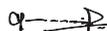
The annexed notes form an integral part of these financial statements.



Lt. Gen. Retd.
Ali Kuli Khan Khattak
Chief Executive



Col. (Retd) Syed Yunus Ali Raza
Director



Amin-ur-Rasheed
Chief Financial Officer

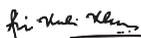
JANANA DE MALUCHO TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

Share capital	Treasury Shares	Reserves							Total
		Capital				Revenue			
		Capital redemption	Tax holiday	Share premium	Revaluation surplus on property, plant and equipment	Merger Reserve	General	Unappropriated profit	

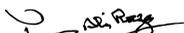
----- Rupees in thousand -----

Balance as at July 01, 2023	69,158 (3,410)	6,694	350	11,409	5,110,134	5,350	371,530	996,914	6,568,129
Total comprehensive income for the three months period ended September 30, 2023	0	0	0	0	0	0	0	23,892	23,892
Transfer from revaluation surplus on property, plant and equipment on account of incremental depreciation for the period - net of deferred taxation	0	0	0	0	(11,160)	0	0	11,160	0
Balance as at September 30, 2023 (un-audited)	69,158 (3,410)	6,694	350	11,409	5,098,974	5,350	371,530	1,031,966	6,592,021
Balance as at July 01, 2022	69,158 (3,410)	6,694	350	11,409	5,124,591	5,350	371,530	1,035,997	6,621,669
Total comprehensive income for the three months period ended September 30, 2022	0	0	0	0	0	0	0	40,727	40,727
Transfer from revaluation surplus on property, plant and equipment on account of incremental depreciation for the period - net of deferred taxation	0	0	0	0	(9,400)	0	0	9,400	0
Balance as at September 30, 2022 (un-audited)	69,158 (3,410)	6,694	350	11,409	5,115,191	5,350	371,530	1,086,124	6,662,396

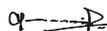
The annexed notes form an integral part of these condensed interim financial statements.



**Lt. Gen. Retd.
Ali Kuli Khan Khattak
Chief Executive**



**Col. (Retd) Syed Yunus Ali Raza
Director**



**Amin-ur-Rasheed
Chief Financial Officer**

JANANA DE MALUCHO TEXTILE MILLS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

1. Legal status and operations

Janana De Malucho Textile Mills Ltd. (the Company) was incorporated in Pakistan as a Public Company in the year 1960 under the Companies Act, 1913 (now the Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange Ltd. The Company is principally engaged in manufacture and sale of yarn. The Company's mills and its registered office are located at Habibabad, Kohat.

2. Basis of preparation

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim financial reporting', issued by 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.

2.2 These condensed interim financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual audited financial statements of the Company as at and for the year ended June 30, 2023. Selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Company's financial position and performance since the last annual audited financial statements.

2.3 These condensed interim financial statements are un-audited and are being submitted to the members as required by section 237 of the Companies Act, 2017.

2.4 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except for the Company's liability under defined benefit plan (gratuity), which is determined on the present value of defined benefit obligations determined by an independent actuary and property, plant and equipment at revalued amounts assessed by an independent valuer.

2.5 Functional and presentation currency

These condensed interim financial statements are presented in Pak Rupees, which is also the Company's functional currency. All amounts have been rounded to the nearest thousand, unless otherwise stated.

3. Significant accounting policies

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

3.1 Initial application of standards, amendments or an interpretation to existing standards

a) Standards, amendments and interpretations to accounting standards that are effective in the current period

There were certain amendments to accounting and reporting standards which became mandatory for the Company during the period. However, these do not have any significant impact on the Company's financial reporting and, therefore, have not been detailed in these condensed interim financial statements.

b) Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company

There are certain amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 01, 2023. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

4. Accounting estimates and judgements

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

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

	Note	Un-audited Sep. 30, 2023	Audited June 30, 2023
		(Rupees in thousand)	
5. Property, plant and equipment			
Operating fixed assets - tangible	5.1	7,488,212	7,532,536
Capital work-in-progress		56,025	56,025
Right of use assets	5.2	3,722	4,136
		<u>7,547,959</u>	<u>7,592,697</u>
5.1 Operating fixed assets - tangible			
Book value as at June 30, 2023		7,532,536	
Additions made during the period:			
- furniture & fixtures		330	
- vehicles		8,067	
		8,397	
Book value of plant & machinery and vehicle sold		(12,447)	
Depreciation charge for the period		(40,274)	
Book value as at September 30, 2023		<u>7,488,212</u>	
5.2 Right of use assets			
Book value as at June 30, 2023			4,136
Depreciation charge for the period			(414)
Book value as at September 30, 2023			<u>3,722</u>

6. Investments in an Associated Company - Quoted

Market value of the Company's investments in Bannu Woollen Mills Ltd. (BWM) as at September 30, 2023 was Rs.14.852 million (June 30, 2023: Rs.16.374 million).

		Un-audited Sep. 30, 2023	Audited June 30, 2023
7. Trade deposits and prepayments	Note	(Rupees in thousand)	
Letters of credit		709	743
Prepayments		22,794	1,528
Security deposit	7.1	77,700	75,000
		101,203	77,271

7.1. This represents amount of Rs.75 million and Rs.2.7 million deposited with National Bank of Pakistan (NBP) and Bank Alfalah Ltd. (BAF) respectively, against guarantees aggregating Rs.77.7 million provided by NBP & BAF to Sui Northern Gas Pipelines Ltd. The guarantees are valid upto December 31, 2023.

8. Long term finances - secured

First Habib Modaraba (FHM)			
- diminishing musharaka (DM I)		2,680	2,906
The Bank of Khyber (BoK)			
- demand finance - I		23,042	32,917
- demand finance - II		3,896	5,565
Pak Oman Investment Company Ltd. (POIC)			
- term finance - I		133,333	133,333
- term finance - II		100,000	100,000
Sindh Modaraba (SM)			
- diminishing musharaka (DM II)		19,220	22,254
		282,171	296,975
Less: current portion grouped under current liabilities		233,473	158,284
		48,698	138,691

9. Trade and other payables

Creditors		195,108	79,714
Bills payable against imported raw materials		0	57,514
Advance payments		184	184
Accrued expenses		258,232	205,851
Tax deducted at source		14,304	11,329
Sales tax payable		22,695	22,404
Gratuity payable to employees		1,000	1,000
Due to Waqf-e-Kuli Khan Trust		28,032	28,124
Security deposits repayable on demand - interest free		283	283
Others		14,717	15,277
		534,555	421,680

		Un-audited Sep. 30, 2023	Audited June 30, 2023
10. Current portion of non-current liabilities	Note	(Rupees in thousand)	
Lease liabilities		1,528	1,439
Long term finances	8	233,473	158,284
		<u>235,001</u>	<u>159,723</u>

11. Taxation - net

11.1 There has been no significant change in the status of taxation matters during the current period as detailed in note 27 to the audited financial statements of the Company for the year ended June 30, 2023.

11.2 Income tax expense is recognised in each interim period based on best estimate. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate changes.

12. Contingencies and commitments

12.1 There has been no significant change in the status of the contingencies as detailed in note 29 to the audited financial statements of the Company for the year ended June 30, 2023.

12.2 Guarantees aggregating Rs.175 million (June 30, 2023: Rs.175 million) issued by a commercial banks on behalf of the Company in favour of SNGPL were outstanding as at September 30, 2023.

12.3 Commitments against irrevocable letters of credit of raw materials outstanding as at September 30, 2023 amounts to Rs.137.719 million (June 30, 2023: Rs.158.255 million)

13. Transactions with Related Parties

Significant transactions made during the period with related parties were as follows:

Name	Nature of transaction	Three months period ended September, 30	
		2023	2022
		(Rupees in thousand)	
Associated Companies			
Bannu Woollen Mills Ltd.	Expenses recovered	60	60
	Salaries and benefits recovered	614	547
The Universal Insurance Company Ltd.	Salaries & benefits		
	- Recovered	614	547
	- Paid	398	0
	Expenses recovered	60	60
Gammon Pakistan Ltd.	Rent paid	0	242
Gandhara Automobiles Ltd.	Salaries & benefits recovered	614	547
	Expenses recovered	60	60
Gandhara Industries Ltd.	----- do -----	60	60
	Salaries & benefits recovered	614	547
Other related parties			
Employees' Provident Fund	Contribution paid to Provident Fund	7,898	6,761
Key Management Personnel	Salaries & benefits	43,392	36,703

14. Financial risk management

14.1 Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at and for the year ended June 30, 2023.

There have been no changes in the risk management department or in any risk management policies since the year ended June 30, 2023.

14.2 Fair value estimation

During the period, there were no significant changes in the business or economic circumstances that affect the fair value of the Company's financial assets and financial liabilities. Further, there were no reclassifications of financial assets.

15. Corresponding figures

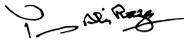
The comparative condensed interim statement of financial position presented in these condensed interim financial statements has been extracted from the audited financial statements of the Company for the year ended June 30, 2023, whereas the comparative condensed interim statement of profit or loss & other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been extracted from the un-audited condensed interim financial statements for the period ended September 30, 2023.

16. Date of authorisation for issue

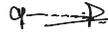
These condensed interim financial statements were approved and authorised for issue by the Board of Directors of the Company on October 30, 2023.



Lt. Gen. Retd.
Ali Kuli Khan Khattak
Chief Executive



Col. (Retd) Syed Yunus Ali Raza
Director



Amin-ur-Rasheed
Chief Financial Officer