



# dreams worth weaving

Half Yearly Report  
December 2020

gadoo

## Contents

Company Information	02
Directors' Report to the Members	03
Independent Auditor's Review Report	06
Condensed Interim Statement of Financial Position	07
Condensed Interim Statement of Profit or Loss	08
Condensed Interim Statement of Other Comprehensive Income	09
Condensed Interim Statement of Cash Flows	10
Condensed Interim Statement of Changes in Equity	11
Notes to the Condensed Interim Financial Statements	12
Directors' Report - In Urdu	23

## Company Information

<b>Board of Directors</b>	Mr. Muḥammad Yunus Ṭabbā (Chairman) Mr. Muḥammad Sohāil Ṭabbā (Chief Executive Officer) Mr. Muḥammad Ali Ṭabbā Mr. Jawed Yunus Ṭabbā Ms. Zulekhā Ṭabbā Maskātiya Mr. Saleem Zamindār (Independent Director) Mr. Zafar Masud (Independent Director)
<b>Audit Committee</b>	Mr. Saleem Zamindār (Chairman) Mr. Zafar Masud Mr. Muḥammad Ali Ṭabbā Mr. Jawed Yunus Ṭabbā
<b>HR and Remuneration Committee</b>	Mr. Saleem Zamindār (Chairman) Mr. Jawed Yunus Ṭabbā Ms. Zulekhā Ṭabbā Maskātiya
<b>Executive Director Finance</b>	Mr. Abdul Sattar Abdullah
<b>Chief Financial Officer</b>	Mr. Muḥammad Imran Moten
<b>Chief Internal Auditor</b>	Mr. Haji Muḥammad Mundia
<b>Company Secretary</b>	Mr. Muḥammad Umair
<b>Auditors</b>	Yousuf Adil Chartered Accountants Independent Correspondent firm to Deloitte Touche Tohmatsu
<b>Registered Office</b>	200-201, Gadoon Amazai Industrial Estate, Distt. Swabi, Khyber Pakhtunkhwa. Phone: 093-8270212-3 Fax: 093-8270311 Email: secretary@gadoontextile.com
<b>Head Office</b>	7-A, Muḥammad Ali Society, Abdul Aziz Haji Hashim Ṭabbā Street, Karachi 75350. Phone: 021-35205479-80 Fax: 021-34382436
<b>Liaison Office</b>	Syed's Tower, Third Floor, Opposite Custom House, Jamrud Road, Peshawar. Phone: 091-5701496 Fax: 091-5702029 E-mail: secretary@gadoontextile.com
<b>Factory Locations</b>	200-201, Gadoon Amazai Industrial Estate, Distt. Swabi, Khyber Pakhtunkhwa.  57 K.M. on Super Highway, Karachi.
<b>Share Registrar / Transfer Agent</b>	CDC Share Registrar Services Limited CDC House, 99-B, Block B, S.M.C.H.S. Main Shahrāh-e-Faisal, Karachi. Toll Free: 0800 23275
<b>Bankers</b>	Allied Bank Limited Askari Bank Limited Bank Al-Falah Limited (Islamic Banking) Bank Al-Habib Limited Bank Islami Pakistan Limited Dubai Islamic Bank Pakistan Limited Habib Bank Limited Habib Metropolitan Bank Limited Industrial & Commercial Bank of China Limited MCB Bank Limited Meezan Bank Limited National Bank of Pakistan Soneri Bank Limited Standard Chartered Bank Pakistan Limited The Bank of Punjab The Bank of Khyber United Bank Limited

## Directors' Report to the Members

Dear Members

The Directors of your Company are pleased to present the performance review and the un-audited financial statements for the half-year ended December 31, 2020.

### Overview

The last financial year has been challenging for industry universally due to the COVID-19 pandemic and Pakistan is no exception. During the period under review, your Company recorded a turnover of Rs.18.55 billion against Rs.16.82 billion for the Same Period Last Year (SPLY). There is an increase of 10.28% during this period when compared to SPLY; however, the gross profit margins have reduced from 10.00% to 7.87% from SPLY, mainly due to deceleration in the sale price of yarn in the first quarter of the financial year (FY) due to COVID-19 pandemic, which has recovered significantly in the second quarter of this FY. Consequently, the gross margins increased to 10.37% in the second quarter of this FY as compared to 5.14% in the first quarter. Furthermore, the inflationary impact on conversion costs - power cost in particular - has also resulted in an additional burden on gross profit margins in this period as compared to SPLY.

Despite the turbulence in economy and declining gross profit margins for the period, the Company's net profit increased to Rs.847.17 million as compared to Rs.818.68 million in SPLY mainly due to reduction in the finance cost by Rs.170 million for this period owing to timely and very supportive decision taken by the Government to gradually decrease the KIBOR from 13.25% to 7.00%.

### Economic Prospects

The overall economy is now gaining momentum. The Country's export for this period has increased by 5.09% (in USD terms) as compared to SPLY. Furthermore when compared to the first quarter of this FY, an increase of 21.23% (in USD terms) is being witnessed in the second quarter indicating better opportunities for local industries.

The import bills have also increased by 5.51% (in USD terms) in this period mainly on account of increase in import of Food items (especially wheat and sugar to cater for the shortfall in supply), which led to an increase in trade deficit by 5.93% (in USD terms) as compared to SPLY.

However, the increase in import has been outweighed to a significant extent by an increase in remittance by 24.89% (in USD terms) in this period as compared to SPLY. Therefore the current account balance has remained positive for this period.

### Financial Performance

A comparison of the key financial results of the Company for the half-year ended December 31, 2020, is as follows:

Profit and Loss Summary	December 31, 2020	December 31, 2019	Favorable / (Unfavorable)
	----- (Rupees in '000) -----		Percentage
Direct Export	2,875,890	4,786,848	(39.92)
Indirect Export	7,730,014	5,240,374	47.51
Local	7,947,142	6,796,899	16.92
Sales (net)	18,553,046	16,824,121	10.28
Gross Profit	1,460,116	1,681,292	(13.16)
Distribution Cost	(257,903)	(270,536)	4.67
Administrative Expenses	(142,868)	(149,712)	4.57
Finance Cost	(351,379)	(521,537)	32.63
Other Income	435,144	385,256	12.95
Profit Before Taxation	1,050,411	1,056,891	(0.61)
Profit After Taxation	847,168	818,683	3.48
Earnings Per Share (Rs.)	30.22	29.21	

The export sales of yarn have decreased significantly in this period as compared to SPLY, mainly due to the setback the world endured due to the COVID-19 pandemic, which is still persistently impacting many global giants. However, an increase has been witnessed in the export sales in the knitting segment, which is specifically catering to the increased global demand for textile products in the medical field, with an increase of 66.36% in the export sales as compared to SPLY.

Moreover, a significant increase has also been witnessed in overall local sales, which has increased by 30.24% in this period as compared to SPLY, mainly as the Company is capitalizing the additional demand of the value-added sector.

The decreasing gross margins were supported by the decrease in finance cost by 32.63% mainly as a result of a decrease in KIBOR from 13.25% (applicable in SPLY) as compared to 7% (applicable for this period).

Additionally, the returns from the Company's strategic decision in diversified avenues contributed Rs.310.83 million against Rs.295.99 million in SPLY, resulting in an increase of Rs.14.84 million. Consequently, other income has been increased mainly on account of exchange gain arising on foreign currency loans owing to appreciation of Pak Rupee. Thus, the net profits of the Company have increased by 3.48% in this period as compared to SPLY.

#### Segmental Review of Business Performance

During the current period, the knitting segment of the Company has shown improvement, both, in terms of sales and profit as compared to SPLY. The sales of the spinning segment also witnessed an improvement; however, profits have slightly reduced on account of the factors mentioned above.

#### Corporate Social Responsibility

The Company bears the strong conviction and holds on to the core objective of being a responsible Company in the social sphere. It is continuously exploring avenues to invest and remain true to its roots. We aim to create shared value for the well being of the community and society that we affect and are dependent on.

For the past few years, the Company's CSR activities have been centered towards clean and green initiatives and have been engaged in efforts to eradicate the differences within the society. On account of International Children's Day, the Company volunteers in collaboration with a non-profit organization visited Children Emergency Rooms at a government hospital facility and handed out toys amongst children to be the cause behind their smiles.

### Future Outlook

With the availability of COVID-19 vaccines, it is expected that globally, the impact of COVID-19 pandemic will now be minimized and accordingly the global economic activities will resume to normalcy.

As far as Pakistan is concerned, the Government's initiatives and support to revive the economy owing to the COVID-19 pandemic is showing progressive results and has laid the foundation for the post-pandemic era. Even though the effect of the 2nd wave of the COVID-19 pandemic is still there, the policy measures taken by the Government is moving the wheel of the economy in a positive direction.

On a global front, Pakistan was able to secure funding from multi-lateral institutions and allied countries in order to combat the impact of the COVID-19 pandemic which along with the positive current account balance in this period, resulted in an increase in foreign reserves with the reserves crossing the USD 20 billion mark after a period of nearly 3 years. Accordingly, the Rupee has strengthened during the period, and it is expected that it will further strengthen in anticipation of better exports and increasing remittance. Furthermore, in an effort to improve its global image, Pakistan has also made considerable progress on the FATF front, becoming compliant on 21 out of the 27 action items. In this several bills are in pipeline to ensure full compliance prior to the deadline set at February 2021. The improvement in Pakistan's rating from 136 to 108 spot in the World Bank Ease of Doing Business will also help the Country to increase its global footprint.

The achievement by FBR of 99.97% of the revenue target set for these six months has set the direction and created a positive vibe for the achievement of revenue targets for the upcoming periods as well. It is also expected that in order to keep the wheel of the economy moving, there will be no increase in interest rates in the short term.

With regards to the Company's operations, it is benefiting from the increase in international prices of cotton as it is helping the Company to take benefit of the increased sale price of yarn with sufficient inventory in hand. On account of the recent removal of regulatory duty on import of synthetic yarn and cotton yarn, the Company may face competition selling these yarn in the local market; however, the Company believes that its long term business relations with its customers spreading over the span of over 32 years along with the investment in latest technological advance machinery will help the Company to remain cost effective and will provide a competitive edge.

The management of the Company has always made strong efforts to sustain its cost through maximum capacity utilization, cost rationalization, effective procurement strategy, etc., and accordingly, the Company is following its footprint to ensure that maximum wealth can be generated for the wellbeing of the Company's shareholders. In addition, the sales mix will be altered based on a demand/supply basis to enhance the profit margins.

Through the expansion of Knitting segment, the performance has significantly improved in this period as compared to SPLY, which is expected to increase further in the upcoming periods and help Company to generate positive returns and cash flow.

### Acknowledgments

The Directors record their appreciation of the performance of the Company's workers, staff, and executives.

For and on behalf of the Board



**MUHAMMAD YUNUS TABBA**  
Chairman / Director

Karachi: January 29, 2021



**MUHAMMAD SOHAIL TABBA**  
Chief Executive Officer

## **Independent Auditor's Review Report**

**To the members of Gadoon Textile Mills Limited**

**Report on review of Interim Financial Statements**

### **Introduction**

We have reviewed the accompanying condensed interim statement of financial position of **GADOON TEXTILE MILLS LIMITED** (the Company) as at December 31, 2020, and the related condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity and notes to the condensed interim financial statements for the six-months period then ended (here-in-after to referred to as the 'interim financial statements'). Management is responsible for the preparation and presentation of these interim financial statement in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

### **Scope of Review**

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

### **Conclusion**

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

### **Other matter**

The figures for the quarters ended September 30, 2020 and September 30, 2019 in the condensed interim statement of profit or loss and condensed interim statement of other comprehensive income have not been reviewed and we do not express a conclusion on them.

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



**Chartered Accountants**

Date: February 16, 2021

Place: Karachi

## Condensed Interim Statement of Financial Position

As at December 31, 2020

	Note	December 31, 2020 (Un-audited) ----- (Rupees in '000) -----	June 30, 2020 (Audited)
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	5	9,764,906	10,165,007
Biological asset - animals		192,194	190,214
Long term advance	6	-	-
Long term loans		26,853	39,632
Long term deposits		33,576	29,505
Long term investments	7	3,426,396	3,150,556
		<u>13,443,925</u>	<u>13,574,914</u>
<b>Current Assets</b>			
Stores, spares and loose tools		625,356	632,631
Stock in trade	8	10,467,958	12,914,426
Trade debts		2,863,364	2,332,951
Loans and advances		197,175	122,927
Trade deposits and short term prepayments		22,757	22,827
Other receivables		485,994	569,750
Current tax asset		494,255	576,804
Cash and bank balances		95,428	86,120
		<u>15,252,287</u>	<u>17,258,436</u>
<b>Total Assets</b>		<u><u>28,696,212</u></u>	<u><u>30,833,350</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Share Capital and Reserves</b>			
Authorized			
57,500,000 ordinary shares of Rs.10/- each		575,000	575,000
Issued, subscribed and paid up capital		280,296	280,296
Capital reserves		137,541	137,541
Revenue reserves		9,513,689	8,666,521
<b>Total Equity</b>		<u>9,931,526</u>	<u>9,084,358</u>
<b>Non-Current Liabilities</b>			
Long term finance	9	3,811,923	3,526,689
Retirement benefit obligation		641,635	629,205
Deferred tax liabilities		782,761	810,001
Deferred government grant	10	20,121	-
		<u>5,256,440</u>	<u>4,965,895</u>
<b>Current Liabilities</b>			
Short term borrowings	11	6,196,946	12,362,149
Trade and other payables		6,580,143	4,181,691
Unclaimed dividend		23,273	23,596
Current portion of long term finance	9	510,254	68,092
Current portion of deferred government grant	10	40,844	-
Accrued mark up		156,786	147,569
		<u>13,508,246</u>	<u>16,783,097</u>
<b>Total Liabilities</b>		<u>18,764,686</u>	<u>21,748,992</u>
<b>Total Equity and Liabilities</b>		<u><u>28,696,212</u></u>	<u><u>30,833,350</u></u>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	12		

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

  
**MUHAMMAD YUNUS TABBA**  
Chairman / Director

  
**MUHAMMAD SOHAIL TABBA**  
Chief Executive Officer

  
**MUHAMMAD IMRAN MOTEN**  
Chief Financial Officer



## Condensed Interim Statement of Profit or Loss (Un-audited)

For the Six Months Ended December 31, 2020

Note	Six months ended		Quarter ended	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
----- (Rupees in '000) -----				
Sales - net	18,553,046	16,824,121	9,688,813	9,332,038
Cost of sales	13 (17,092,930)	(15,142,829)	(8,684,430)	(8,417,034)
Gross profit	1,460,116	1,681,292	1,004,383	915,004
Distribution cost	(257,903)	(270,536)	(135,341)	(151,074)
Administrative expenses	(142,868)	(149,712)	(71,018)	(76,452)
	(400,771)	(420,248)	(206,359)	(227,526)
	1,059,345	1,261,044	798,024	687,478
Finance cost	(351,379)	(521,537)	(164,426)	(228,382)
Other operating expenses	(92,699)	(67,872)	(69,987)	(34,816)
	615,267	671,635	563,611	424,280
Other income	124,314	89,263	48,784	47,120
Share of profit from associates	310,830	295,993	156,791	113,534
Profit before taxation	1,050,411	1,056,891	769,186	584,934
Taxation	14			
Current tax	(230,031)	(241,085)	(126,151)	(129,237)
Prior year tax	(452)	(7,477)	(452)	(6,970)
Deferred tax income	27,240	10,354	12,338	4,528
	(203,243)	(238,208)	(114,265)	(131,679)
Profit for the period	847,168	818,683	654,921	453,255
Earnings per share				
- basic and diluted (Rupees)	30.22	29.21	23.37	16.17

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



**MUHAMMAD YUNUS TABBA**  
Chairman / Director



**MUHAMMAD SOHAIL TABBA**  
Chief Executive Officer



**MUHAMMAD IMRAN MOTEN**  
Chief Financial Officer

**Condensed Interim Statement of Other Comprehensive Income** (Un-audited)  
For the Six Months Ended December 31, 2020

	Six months ended		Quarter ended	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
	----- (Rupees in '000) -----			
Profit for the period	847,168	818,683	654,921	453,255
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>847,168</u>	<u>818,683</u>	<u>654,921</u>	<u>453,255</u>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



**MUHAMMAD YUNUS TABBA**  
Chairman / Director



**MUHAMMAD SOHAIL TABBA**  
Chief Executive Officer



**MUHAMMAD IMRAN MOTEN**  
Chief Financial Officer

## Condensed Interim Statement of Cash Flows (Un-audited)

For the Six Months Ended December 31, 2020

	Note	Six Months Ended	
		December 31, 2020	December 31, 2019
----- (Rupees in '000) -----			
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash generated from operations	15	6,065,755	1,709,924
Gratuity paid		(86,782)	(82,130)
Income taxes paid		(147,934)	(181,281)
Rebate received		50	35,598
Finance cost paid		(342,162)	(637,070)
		(576,828)	(864,883)
<b>Net cash generated from operating activities</b>		<b>5,488,927</b>	<b>845,041</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(174,572)	(1,028,660)
Sale proceeds from disposal of property, plant and equipment		74,722	23,535
Sale proceeds from disposal of biological asset - animals		3,964	8,565
Loans repaid by / (paid to) employees		14,760	(12,748)
Long term deposits given		(4,071)	(378)
Dividend received		34,990	157,239
Profit received from bank deposits		1,150	1,386
<b>Net cash used in investing activities</b>		<b>(49,057)</b>	<b>(851,061)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Long term finance facility obtained		38,207	842,393
Salary refinance loan obtained		750,154	-
Long term finance facility paid		-	(23,530)
Dividend Paid		(323)	(236,255)
<b>Net cash generated from financing activities</b>		<b>788,038</b>	<b>582,608</b>
Net increase in cash and cash equivalents (A+B+C)		6,227,908	576,588
Cash and cash equivalents at the beginning of the period		(11,493,579)	(9,212,428)
<b>Cash and cash equivalents at the end of the period</b>		<b>(5,265,671)</b>	<b>(8,635,840)</b>
<b>CASH AND CASH EQUIVALENTS</b>			
Cash and bank balances		95,428	225,059
Short term borrowings		(5,361,099)	(8,860,899)
		(5,265,671)	(8,635,840)

### CHANGES ARISING FROM FINANCING ACTIVITIES

	July 01, 2020	Financing cash inflows	Financing cash outflows	Non-cash changes	December 31, 2020
Loan from financial institutions	3,594,781	788,361	-	-	4,383,142
Unclaimed dividend	23,596	-	(323)	-	23,273

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

  
**MUHAMMAD YUNUS TABBA**  
 Chairman / Director

  
**MUHAMMAD SOHAIL TABBA**  
 Chief Executive Officer

  
**MUHAMMAD IMRAN MOTEN**  
 Chief Financial Officer

**Condensed Interim Statement of Changes in Equity** (Un-audited)  
For the Six Months Ended December 31, 2020

	---Capital Reserves---				----- Revenue Reserves -----				Grand total
	Issued, subscribed and paid-up share capital	Share premium	Amalgamation reserve	Sub total	General reserve	Amalgamation reserve	Unappropriated profit	Sub total	
	----- (Rupees in '000) -----								
<b>Balance as at July 01, 2019</b>	280,296	103,125	34,416	137,541	1,000,000	727,333	7,064,263	8,791,596	9,209,433
<b>Transaction with owners</b>									
Final Dividend @ Rs. 8.50 per share for the year ended June 30, 2019	-	-	-	-	-	-	(238,251)	(238,251)	(238,251)
<b>Total comprehensive income for the period</b>									
Profit for the period	-	-	-	-	-	-	818,683	818,683	818,683
Other comprehensive income	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	818,683	818,683	818,683
<b>Balance as at December 31, 2019</b>	280,296	103,125	34,416	137,541	1,000,000	727,333	7,644,695	9,372,028	9,789,865
<b>Balance as at July 01, 2020</b>	280,296	103,125	34,416	137,541	1,000,000	727,333	6,939,188	8,666,521	9,084,358
<b>Total comprehensive income for the period</b>									
Profit for the period	-	-	-	-	-	-	847,168	847,168	847,168
Other comprehensive income	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	847,168	847,168	847,168
<b>Balance as at December 31, 2020</b>	280,296	103,125	34,416	137,541	1,000,000	727,333	7,786,356	9,513,689	9,931,526

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

  
**MUHAMMAD YUNUS TABBA**  
Chairman / Director

  
**MUHAMMAD SOHAIL TABBA**  
Chief Executive Officer

  
**MUHAMMAD IMRAN MOTEN**  
Chief Financial Officer

## Notes to the Condensed Interim Financial Statements (Un-audited)

For the Six Months Ended December 31, 2020

### 1. THE COMPANY AND ITS OPERATIONS

Gadoon Textile Mills Limited (The Company) was incorporated in Pakistan on February 23, 1988 as a public limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and is listed on Pakistan Stock Exchange. The principal activity of the Company is manufacturing and sale of yarn and knitted fabrics and production and sale of milk.

Y.B. Holdings (Private) Limited is the Holding Company of the Company.

Following are the geographical location and address of all business units of the Company:

**Head Office:**

7-A, Muhammad Ali Society, Abdul Aziz Haji Hashim Tabba Street, Karachi, Province of Sindh, South, Pakistan.

**Manufacturing facility:**

a) 200-201, Gadoon Amazai Industrial Estate, District Swabi, Province of Khyber Pakhtunkhwa, North, Pakistan.

b) 57 K.M. on Super Highway (near Karachi), Province of Sindh, South, Pakistan.

**Liaison Office:**

Syed's Tower, Third Floor, Opposite Custom House, Jamrud Road, Peshawar, Province of Khyber Pakhtunkhwa, North, Pakistan.

### 2. BASIS OF PREPARATION

2.1 These condensed interim financial statements of the Company for the six months ended December 31, 2020 have been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. These condensed interim financial statements does not include all the information required for the full financial statements and therefore should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2020.

2.2 These condensed interim financial statements is presented in Pak Rupees which is also the Company's functional currency and figures presented in these condensed interim financial statements has been rounded off to the nearest thousand rupee.

2.3 These condensed interim financial statements is un-audited and all relevant compliance with Companies Act, 2017 has been made accordingly. The comparative statement of financial position presented has been extracted from annual financial statements for the year ended June 30, 2020; the comparative condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity of the Company have been extracted from the unaudited condensed interim financial statements for the six months ended December 31, 2019.

### 3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements and the significant judgements made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements as at and for the year ended June 30, 2020 except for as mentioned in note 3.1 below. Certain new IFRS's and amendments to existing IFRSs are effective for periods beginning on or after July 1, 2020, which do not have any impact on the Company's financial reporting and therefore have not been detailed in these condensed interim financial statements.

#### 3.1 Deferred government grant

In accordance with IFRS 9 the benefit of interest rate lower than the market rate on borrowings obtained under State Bank of Pakistan (SBP) Refinance Scheme for Payment of Wages and Salaries to the Workers and Employees of the entity, is accounted for as a government grant which is the difference between loan received and the fair value of the loan. The differential amount is recognized and presented in condensed interim statement of financial position as deferred government grant.

### 4. FINANCIAL RISK MANAGEMENT

The Company's financial risk objectives and policies are consistent with those disclosed in the annual audited financial statements as at and for the year ended June 30, 2020.

### 5. PROPERTY, PLANT AND EQUIPMENT

	Note	December 31, 2020 (Un-audited)	June 30, 2020 (Audited)
----- (Rupees in '000) -----			
Operating fixed assets	5.1	9,290,396	9,731,614
Capital work in progress	5.2	474,510	433,393
		<u>9,764,906</u>	<u>10,165,007</u>

#### 5.1 Details of additions and disposals to operating fixed assets are as under:

	Six Months Ended December 31, 2020		Six Months Ended December 31, 2019	
	Additions/ transfers	Disposals at book value	Additions/ transfers	Disposals at book value
----- (Rupees in '000) -----				
Buildings	39,105	-	32,132	-
Plant and machinery	78,890	31,225	626,073	4,335
Power plant	-	56,662	7,193	-
Electric installations	-	-	6,631	-
Tools and Equipment	-	-	497	-
Furniture and fittings	982	-	-	-
Computer equipment	4,320	-	7,580	223
Office equipment and installations	2,444	-	1,228	-
Vehicles	7,714	2,669	18,333	12,032
	<u>133,455</u>	<u>90,556</u>	<u>699,667</u>	<u>16,590</u>

**5.2 Details of additions and transfers from capital work in progress are as under:**

	Six Months Ended December 31, 2020		Six Months Ended December 31, 2019	
	Additions	Transfers	Additions	Transfers
	----- (Rupees in '000) -----			
Civil works	44,299	38,541	69,360	31,117
Plant and machinery	102,653	78,399	862,603	624,236
Electric installations	-	-	27,761	6,631
Vehicles	15,391	7,714	33,290	18,333
Mark up capitalized	4,483	1,055	26,341	10,045
	<u>166,826</u>	<u>125,709</u>	<u>1,019,355</u>	<u>690,362</u>

December 31,  
2020  
(Un-audited)

June 30,  
2020  
(Audited)

Note ----- (Rupees in '000) -----

**6. LONG TERM ADVANCE**

**- Considered doubtful**

Investment in a joint venture - Advance	6.1	66,667	66,667
Less: Provision against advance		(66,667)	(66,667)
		<u>-</u>	<u>-</u>

6.1 This represents first and second tranche of advance for a Joint Venture project amounting to Rs. 4.25 billion. The principal activity of the Joint Venture project was acquisition and development of a real estate project in Karachi through a Joint Venture Company. The Company's share in this Joint Venture project is ten percent. Currently, the future of this project is not certain and the recovery of this amount is considered doubtful.

December 31,  
2020  
(Un-audited)

June 30,  
2020  
(Audited)

----- (Rupees in '000) -----

**7. LONG TERM INVESTMENTS**

**Investment in associates**

ICI Pakistan Limited	2,152,848	2,010,552
Lucky Holdings Limited	1,494	1,816
Yunus Energy Limited	1,272,054	1,138,188
	<u>3,426,396</u>	<u>3,150,556</u>

		<b>December 31, 2020 (Un-audited)</b>	<b>June 30, 2020 (Audited)</b>
	Note	----- (Rupees in '000) -----	
<b>8. STOCK IN TRADE</b>			
Raw material in			
- hand		5,834,320	10,455,994
- transit		3,085,820	74,072
- feed		20,493	15,435
		8,940,633	10,545,501
Work in process		458,099	351,227
Finished goods			
- yarn		937,133	1,912,545
- knitted fabric		84,270	39,143
- waste		47,081	65,776
- unprocessed milk		742	234
		1,069,226	2,017,698
		<u>10,467,958</u>	<u>12,914,426</u>
<b>9. LONG TERM FINANCE</b>			
Long term finance facility	9.1	3,632,988	3,594,781
Salary refinance scheme	9.2	689,189	-
Less: Current portion of long term finance		(510,254)	(68,092)
		<u>3,811,923</u>	<u>3,526,689</u>

9.1 The Company has entered into a long term finance agreement with commercial banks, with an approved limit of Rs. 4.30 billion (June 30, 2020: Rs. 4.30 billion). The facility carries a mark up ranging from SBP Base Rate + 0.1% to SBP Base Rate + 0.75% payable on a quarterly basis (June 30, 2020: SBP Base Rate + 0.1% to SBP Base Rate + 0.6% payable on a quarterly basis). The tenure of this facility is 10 years including grace period of 2 years, starting from July 10, 2017. The Company has drawn Rs. 3.63 billion upto December 31, 2020 (June 30, 2020: Rs. 3.59 billion).

The above financing agreement is secured by pari passu charge over plant and machinery of the Company.

9.2 The Company has entered into a salary refinance scheme agreement with a commercial bank, with an approved limit of Rs. 0.8 billion (June 30, 2020: Nil). The facility carries a mark up of SBP Base Rate + 0.4% (June 30, 2020: Nil). For this facility, the SBP base rate is 0% as advised by SBP circular no. 7 dated April 22, 2020. The tenure of this facility is 2.5 years including grace period of 6 months. The Company has drawn Rs. 0.75 billion upto December 31, 2020 (June 30, 2020: Nil).



	<b>December 31, 2020 (Un-audited)</b>	<b>June 30, 2020 (Audited)</b>
	----- (Rupees in '000) -----	
<b>10. DEFERRED GOVERNMENT GRANT</b>		
Deferred government grant against salary refinance loan	60,965	-
Less: Current portion of deferred government grant	(40,844)	-
	<u>20,121</u>	<u>-</u>

- 10.1 Deferred government grant relates to the difference between the fair value and actual proceed of salary refinance loan obtained under SBP's Refinance scheme for payment of salaries during the current period. It will be amortised over the period of next two and a half year with an amount equal to the difference between the finance cost charged to statement of profit or loss and the interest paid at SBP's defined rate as per the scheme.

		<b>December 31, 2020 (Un-audited)</b>	<b>June 30, 2020 (Audited)</b>
	Note	----- (Rupees in '000) -----	
<b>11. SHORT TERM BORROWINGS</b>			
<b>Banking companies - secured</b>			
Running finance under mark up arrangements	11.1	3,745,163	7,099,213
Short term finances	11.2	1,500,000	750,000
Foreign currency loan against:			
Import loan		-	2,961,618
Export loan	11.1	115,936	768,868
Export re-finance	11.3	835,847	782,450
		<u>951,783</u>	<u>4,512,936</u>
		<u>6,196,946</u>	<u>12,362,149</u>

- 11.1 Facilities for running finance, import finance, export finance and export re-finance are available from various commercial banks upto Rs. 30.80 billion (June 30, 2020: Rs. 30.64 billion). For running finance facility, the rates of mark up range between KIBOR + 0.05% to KIBOR + 1.00% per annum (June 30, 2020: KIBOR + 0.05% to KIBOR + 1.00% per annum). These are secured against hypothecation of stock, receivables and plant and machinery.
- 11.2 This represents short term finance facilities from commercial bank having mark up KIBOR + 0.05% per annum (June 30, 2020: KIBOR -0.05% to KIBOR + 0.50% per annum).

11.3 The rate of mark-up on export re-finance is SBP base rate + 1.00% (June 30, 2020: SBP base rate + 0.50% to + 1.00%).

## 12. CONTINGENCIES AND COMMITMENTS

### 12.1 Contingencies

12.1.1 As at period end, bank guarantees given in favour of the Company by banks in normal course of business amounting to Rs. 1.29 billion (June 30, 2020: Rs. 1.25 billion).

Other contingencies are same as disclosed in notes 23.1.2 and 23.1.4 to 23.1.8 to the annual financial statements for the year ended June 30, 2020, except for the below mentioned update in note 23.1.3.

12.1.2 During the period, in respect of GIDC matter, the Supreme Court of Pakistan (SC) in its judgement dated November 03, 2020 has dismissed all review petitions filed against its earlier judgement dated August 13, 2020, wherein SC mentioned that the companies claiming any relief under GIDC Act 2015 may approach the right forum. Meanwhile, the Company's writ petition which was pending before the Peshawar High Court (PHC) with the plea that the Company did not pass on the GIDC burden to their end consumers and seeking relief under Section 8 (2) of the GIDC Act 2015, is being referred by PHC to OGRA, being the relevant authority for determining the fact whether the Company have passed the burden of GIDC to their end customers or not. The case is still pending with OGRA for redressal. However, management maintains that since the Company has not passed on the burden to its consumers/clients, it is not liable to pay GIDC Cess, by whatever name charged.

Further, in anticipation of the possible demand of GIDC by the gas companies in light of the above SC Judgement, the stay has been obtained from the Peshawar High Court.

	<b>December 31, 2020 (Un-audited)</b>	<b>June 30, 2020 (Audited)</b>
	----- (Rupees in '000) -----	
<b>12.1.3 Others</b>		
Export bills discounted with recourse	704,569	696,688
Local bills discounted	139,581	63,248
Post dated cheques in favour of Collector of Customs against imports	1,432,030	1,559,756

**December 31,**  
**2020**  
**(Un-audited)**  
----- (Rupees in '000) -----

**June 30,**  
**2020**  
**(Audited)**

## 12.2 Commitments

Letters of credit opened by banks for:

Plant and machinery	768,370	510,144
Raw materials	4,685,273	567,919
Stores and spares	164,112	12,552

Further, the Company has outstanding contractual commitment under sponsors support agreement, for debt servicing of two loan installments upto Rs. 338 million on behalf of Yunus Energy Limited, an associate.

Note	<u>Six months ended</u>		<u>Quarter ended</u>	
	<u>December 31,</u> <u>2020</u>	<u>December 31,</u> <u>2019</u>	<u>December 31,</u> <u>2020</u>	<u>December 31,</u> <u>2019</u>
	----- (Rupees in '000) -----			

## 13. COST OF SALES

Opening stock				
- finished goods	2,017,698	1,339,663	854,234	2,428,717
Cost of goods manufactured 13.1	16,144,458	15,767,386	8,899,422	7,952,537
	<u>18,162,156</u>	<u>17,107,049</u>	<u>9,753,656</u>	<u>10,381,254</u>
Closing stock				
- finished goods	(1,069,226)	(1,964,220)	(1,069,226)	(1,964,220)
	<u>17,092,930</u>	<u>15,142,829</u>	<u>8,684,430</u>	<u>8,417,034</u>

	<u>Six months ended</u>		<u>Quarter ended</u>	
	<u>December 31,</u> <u>2020</u>	<u>December 31,</u> <u>2019</u>	<u>December 31,</u> <u>2020</u>	<u>December 31,</u> <u>2019</u>
	----- (Rupees in '000) -----			

### 13.1 Cost of goods manufactured

Opening stock				
- work in process	351,227	345,359	414,517	315,706
Raw and packing material consumed	11,911,861	11,654,037	6,702,761	5,906,472
Other manufacturing expenses	4,339,469	4,113,968	2,240,243	2,076,337
	<u>16,251,330</u>	<u>15,768,005</u>	<u>8,943,004</u>	<u>7,982,809</u>
	<u>16,602,557</u>	<u>16,113,364</u>	<u>9,357,521</u>	<u>8,298,515</u>
Closing stock				
- work in process	(458,099)	(345,978)	(458,099)	(345,978)
	<u>16,144,458</u>	<u>15,767,386</u>	<u>8,899,422</u>	<u>7,952,537</u>

## 14. TAXATION

There have been no change in the tax contingencies as disclosed in note number 23.1.5 to 23.1.8 to the annual financial statements for the year ended June 30, 2020.

		<b>Six Months Ended</b>	
		<b>December 31, 2020</b>	<b>December 31, 2019</b>
		----- (Rupees in '000) -----	
Note			
<b>15. CASH GENERATED FROM OPERATIONS</b>			
Profit before taxation		1,050,411	1,056,891
<b>Adjustments for:</b>			
Depreciation		484,117	485,205
Loss / (gain) on disposal of property, plant and equipment		15,834	(6,946)
Gain arising from changes in fair value of biological asset - animals		(17,680)	(16,278)
Loss on sale of biological asset - animals		11,736	5,000
Profit on deposits		(1,314)	(1,607)
Profit accrued on sales tax refund bonds		-	(5,262)
Provision for gratuity		99,212	117,194
Share of profit from associates		(310,830)	(295,993)
Rebate on export sales		(15,192)	(10,134)
Finance cost		351,379	521,537
Working capital changes	15.1	4,398,082	(139,683)
		<u>5,015,344</u>	<u>653,033</u>
<b>Cash generated from operations</b>		<u>6,065,755</u>	<u>1,709,924</u>

### 15.1 Working capital changes

<b>Decrease / (increase) in current assets</b>			
Stores, spares and loose tools		7,275	25,405
Stock in trade		2,446,468	(2,910,965)
Trade debts		(530,413)	311,955
Loans and advances		(76,229)	(19,674)
Trade deposits and short term prepayments		70	(19,666)
Sales tax refund bonds		-	116,059
Other receivables		99,062	151,671
		<u>1,946,233</u>	<u>(2,345,215)</u>
<b>Increase / (decrease) in current liabilities</b>			
Export re finance		53,397	(87,132)
Trade and other payables		2,398,452	2,292,664
Working capital changes		<u>4,398,082</u>	<u>(139,683)</u>

## 16. TRANSACTIONS WITH RELATED PARTIES

Details of significant transactions with related parties, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

a. Related Companies	Name of Related Party	Basis of relationship	% of Share holding	Nature of Transaction	Six Months Ended	
					December 31, 2020	December 31, 2019
					----- (Rupees in '000) -----	
	Y.B.Holdings (Private) Limited	Holding Company	69.57%	Reimbursement of expenses to Company Dividend paid	908 -	693 158,182
	ICI Pakistan Limited	Associate	7.21%	Purchase of fiber Purchase of silage Dividend Received Share of profit on investment	877,639 9,098 33,274 175,570	1,277,170 15,059 29,947 133,078
	Yunus Energy Limited	Associate	19.80%	Reimbursement of expenses to Company Share of profit on investment Dividend received	1,489 133,866 -	1,541 161,460 122,273
	Lucky Holdings Limited	Associate	1%	Share of profit on investment Dividend received	1,394 1,716	1,455 5,019
	Lucky Cement Limited	Associated Company	-	Purchase of cement Reimbursement of expenses to Company	2,541 7,004	12,616 1,229
	Lucky Energy (Private) Limited	Associated Company	-	Purchase of electricity Reimbursement of expenses to Company	771,108 1,100	594,810 1,256
	Lucky Knits (Private) Limited	Associated Company	-	Yarn sold Knitting and Dyeing charges Sale of laptop Sale of vehicle Purchase of store item Reimbursement of expenses to Company	490,239 29,797 - - 175 600	765,239 44,695 73 1,901 - 2,064
	Lucky Landmark (Private) Limited	Associated Company	-	Reimbursement of expenses to Company Sale of vehicle	1,800 -	1,800 7,100
	Lucky Motors Corporation Limited	Associated Company	-	Purchase of vehicle	999	7,517
	Lucky Textile Mills Limited	Associated Company	-	Yarn sold Sale of fabric Processing charges Reimbursement of expenses to Company	1,891,859 66,878 1,547 1,290	1,811,370 23,573 2,653 1,223

Name of Related Party	Basis of relationship	% of Share holding	Nature of Transaction	Six Months Ended	
				December 31, 2020	December 31, 2019
				----- (Rupees in '000) -----	
Tricom Solar Power (Private) Limited	Associated Company	-	Interest income on subordinated loan	228	365
			Advance against shares	1,500	150
Tricom Wind Power (Private) Limited	Associated Company	-	Interest income on subordinated loan	-	1,932
			Advance & interest refunded	-	52,327
Yunus Textile Mills Limited	Associated Company	-	Yarn sold	829,319	553,072
			Waste sold	149,421	135,242
			Purchase of Raw Material	26,302	-
Yunus Wind Power Limited	Associated Company	-	Interest income on subordinated loan	177	366
<b>b. Benefits to key management personnel</b>				<b>60,530</b>	<b>54,245</b>

## 17. FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

### Fair value hierarchy

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

**Level - 1:** fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.

**Level - 2:** fair value measurements are those derived from inputs other than quoted prices 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:** fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As at December 31, 2020, the Company has no financial instruments that falls into any of the above category. The Company has other assets biological assets which are classified in level 2 above.

## 18. OPERATING SEGMENTS

The financial information regarding operating segment is as follows:

	Six Months Ended December 31, 2020				Six Months Ended December 31, 2019			
	Spinning	Knitting	Unallocated	Total	Spinning	Knitting	Unallocated	Total
	----- (Rupees in '000) -----							
Segment revenues								
Export	1,877,267	998,623	-	2,875,890	4,186,587	600,261	-	4,786,848
Indirect export	7,730,014	-	-	7,730,014	5,240,374	-	-	5,240,374
Local	7,724,172	87,196	135,774	7,947,142	6,677,986	34,281	84,632	6,796,899
Profit before tax	520,404	222,861	307,146	1,050,411	660,939	110,555	285,397	1,056,891
Finance cost	339,887	3,792	7,700	351,379	509,683	1,923	9,931	521,537
Depreciation	465,341	818	17,958	484,117	466,523	528	18,154	485,205

	December 31, 2020 (Un-audited)				June 30, 2020 (Audited)			
	Spinning	Knitting	Unallocated	Total	Spinning	Knitting	Unallocated	Total
	----- (Rupees in '000) -----							
Segment assets								
Property, plant and equipment	9,554,105	20,746	190,055	9,764,906	9,953,024	14,582	197,401	10,165,007
Other non-current assets	-	-	3,679,019	3,679,019	-	-	3,409,907	3,409,907
Current assets	12,791,605	518,482	1,942,200	15,252,287	14,752,783	478,925	2,026,728	17,258,436

## 19. CORRESPONDING FIGURES

Comparative information has been re-classified, re-arranged or additionally incorporated in these condensed interim financial statements, wherever necessary, to facilitate comparison and to conform with changes in presentation in the current period.

## 20. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been approved and authorized for issue on January 29, 2021 by the Board of Directors of the Company.



**MUHAMMAD YUNUS TABBA**  
Chairman / Director



**MUHAMMAD SOHAIL TABBA**  
Chief Executive Officer



**MUHAMMAD IMRAN MOTEN**  
Chief Financial Officer

## ڈائریکٹرز رپورٹ

### عزیز ممبران

آج کی کہنی کے ڈائریکٹرز انتہائی مسرت کے ساتھ 31 دسمبر 2020 کو ختم ہونے والی سش ماہی سے متعلق جائزہ باہت کارکردگی وغیرہ ڈٹ شدہ مالیاتی دستاویزات پیش کر رہے ہیں۔

### جائزہ

Covid-19 عالمی وبا کے باعث گزشتہ مالی سال صنعتوں کے لئے عالمگیر سطح پر کٹھن رہا اور وطن عزیز پاکستان اس سے متعلق نہیں۔ زیر نظر عرصے کے دوران آپ کی کہنی کی جانب سے 18.55 ارب روپے کا کاروباری حجم ریکارڈ کیا گیا جو گزشتہ سال اسی عرصے کے دوران 16.82 ارب روپے رہا۔ یعنی گزشتہ سال کے اسی عرصے کے مقابلے میں %10.28 کا اضافہ ریکارڈ کیا گیا، البتہ نام منافع کی شرح گزشتہ مالی سال کی اسی مدت کے %10.00 کے مقابلے میں کم ہو کر %7.87 ہوئی جس کی بنیادی وجہ زیر نظر مالی سال کی پہلی سہ ماہی میں Covid-19 کے باعث سوت کی قیمتوں میں ہونے والی کمی تھی جو کہ بڑی حد تک رواں مالی سال کی دوسری سہ ماہی میں بحال ہو چکی ہے۔ نتیجتاً، زیر نظر سش ماہی کے دوران نام منافع کی شرح %10.37 تک بڑھ گئی جو کہ پہلی سہ ماہی کے دوران %5.14 درج کی گئی تھی۔ مزید برآں، لاگت مبادلہ۔ بالخصوص توانائی کی لاگت - پرافٹ مارژ کے اثرات کی وجہ سے زیر نظر عرصے کے دوران نام منافع پر اضافی بوجھ بھی پڑا ہے۔

پراش ب معیشت اور خام شرح منافع میں گراؤٹ کے باوجود زیر نظر عرصے کے دوران، کہنی کا صافی منافع گزشتہ مالی سال کے 818.68 ملین روپے کی نسبت بڑھ کر 847.17 ملین روپے ہو چکا ہے جس کی وجہ تو بلی لاگت میں آنے والی 170 ملین روپے کی کمی ہے، جو کہ حکومت کی جانب سے برودت اور حوصلہ افزا اقدامات کی وجہ سے ممکن ہوا جس کے تحت KIBOR کی شرح کو بتدریج %13.25 سے کم کر کے %7.00 تک لایا گیا۔

## معاشی منظر نامہ

مجموعی طور پر معیشت اب سنبھلتی لگی ہے۔ برآمدات میں گزشتہ دورائے کی نسبت زیر نظر عرصے کے دوران %5.09 (لحاظ امریکی ڈالر) کا اضافہ درج کیا گیا۔ مزید برآں، اگر رواں مالی سال کی پہلی سہ ماہی سے مقابلہ کیا جائے تو سش ماہی کے دوران %2.23 (لحاظ امریکی ڈالر) کا اضافہ درج کیا گیا ہے جس سے بخوبی اندازہ ہوتا ہے کہ مقامی صنعتوں کیلئے بہتر مواقع موجود ہیں۔

زیر نظر عرصے کے دوران درآمدی بل میں %5.51 (لحاظ امریکی ڈالر) کا اضافہ درج کیا گیا ہے، اس اضافے کی بنیادی وجہ غذائی اجناس کی درآمد ہے (بالخصوص گندم اور چینی کی رسد میں قلت کو پورا کرنے کیلئے کی جانے والی درآمدات)، ان درآمدات کی وجہ سے تجارتی خسارے میں %5.93 کا اضافہ ہوا ہے۔ تاہم، درآمدات میں اضافے کے اثرات کو، گزشتہ دورائے کی نسبت اس ششماہی میں ہونے والے ترسیلات زر میں %24.89 کے اضافے نے زائل کر دیا۔ چنانچہ جاری کھاتے کا توازن مثبت رہا۔

## مالیاتی کارکردگی

زیر نظر سش ماہی اختتامیہ 31 دسمبر 2020 کے دوران مالیاتی نتائج مقابلہ گزشتہ مالی سال سش ماہی ذیل میں پیش کئے جا رہے ہیں:

تفصیلاً برائے نفع و نقصان	31 دسمبر 2020	31 دسمبر 2019	سازگار / (ناسازگار) فیصد
براہ راست برآمدات	2,875,890	4,786,848	(39.92)
بالواسطہ برآمدات	7,730,014	5,240,374	47.51
مقامی فروختگی	7,947,142	6,796,899	16.92
فروختگی (صافی)	18,553,046	16,824,121	10.28
نام منافع	1,460,116	1,681,292	(13.16)
لاگت برائے ترسیل مال	(257,903)	(270,536)	4.67
لاگت برائے انتظامی امور	(142,868)	(149,712)	4.57
تعمولی لاگت	(351,379)	(521,537)	32.63
دیگر آمدن	435,144	385,256	12.95
منافع قبل از ٹیکس	1,050,411	1,056,891	(0.61)
منافع بعد از ٹیکس	847,168	818,683	3.48
آمدن فی شخص (روپے)	30.22	29.21	



سوت کی برآمدی فروخت میں گزشتہ مالی سال کے مقابلے میں واضح کمی آئی ہے جس کی بنیادی وجہ Covid-19 عالمی وباء کی صورت میں آنے والا دھچکا ہے جسے دنیا بھر کو جھیلنا پڑا اور مستقل بہت سے عالمی کاروباری اداروں کو متاثر کر رہا ہے۔ تاہم بنانی کے شعبے کی برآمدات میں اضافہ درج کیا گیا ہے، جو کہ عالمی سطح پر بطور خاص طب کے شعبے میں ٹیکسٹائل کی مصنوعات کی بڑھتی ہوئی طلب کو پورا کر رہا ہے، جس کے باعث گزشتہ مالی سال کے اسی عرصے کے مقابلے میں زیر نظر عرصے کے دوران برآمدی فروخت میں 66.36% کا اضافہ درج کیا گیا ہے۔

مزید برآں، مقامی سطح پر بھی فروخت میں نمایاں اضافہ دیکھنے میں آیا ہے جو کہ گزشتہ مالی سال کے اسی عرصے کے مقابلے میں 30.24% زائد درج کیا گیا ہے، جس کی بنیادی وجہ کپڑوں کی جانب سے ویلیو ایڈڈ شعبے کی اضافی طلب سے فائدہ اٹھانا ہے۔

خام منافع میں آنے والی گراؤ کو توبی لگت میں آنے والی کمی سے سہارا ملا، توبی لگت میں 32.63% تک کمی واقع ہوئی جس کی وجہ KIBOR کی شرح میں لائی جانے والی کمی ہے جو کہ 13.25% (گزشتہ مالی سال کے اسی عرصے کے دوران) سے کم ہو کر 7% (رواں مالی سال کیلئے) رہ گئی ہے۔

اضافی طور پر، کپڑوں کی جانب سے مختلف النوع ذرائع میں کمی جانے والی اہم سرمایہ کاری کی وجہ سے کپڑوں کو 310.83 ملین روپے کا منافع حاصل ہوا ہے جو کہ گزشتہ مالی سال کے اسی عرصے کے دوران 295.99 ملین روپے درج کیا گیا تھا اور اس طرح اس مد میں 14.84 ملین روپے کا اضافہ ہوا ہے۔ نتیجتاً، دیگر آمدن میں شرح مبادلہ کے تناظر میں غیر ملکی کرنسی لینے لگے قرضوں پر بھی فائدہ حاصل ہوا ہے کیونکہ ڈالر کے مقابلے میں پاکستانی روپے کی قدر میں بہتری واقع ہوئی ہے۔

لہذا، رواں دورانیے میں کپڑوں کی صفائی منافع میں گزشتہ مالی سال کے اسی عرصے کی نسبت 3.48% کا اضافہ ہوا۔

### شعبہ جاتی کاروباری کارکردگی کا جائزہ

زیر نظر عرصے کے دوران کپڑوں کے بنائی کے شعبے نے فروخت اور منافع کے لحاظ سے گزشتہ مالی سال کے مقابلے میں بہتر کارکردگی کا مظاہرہ کیا ہے۔ سوت کٹائی کے شعبے نے بھی بہتر کارکردگی کا مظاہرہ کیا ہے، تاہم منافع میں خفیف کمی واقع ہوئی ہے جس کی بنیاد مندرجہ بالا عوامل ہیں۔

### کارپوریٹ معاشرتی ذمہ داری

کپڑوں اپنے بنیادی مقصد سے بخوبی آگاہ ہے اور سماجی دائرے میں ایک ادارے کی حیثیت سے اپنی ذمہ داریوں پر پختہ یقین رکھتی ہے۔ کپڑوں ہمہ وقت سرمایہ کاری کے نئے ذرائع تلاش کرتی ہے اور اپنے بنیادی کلینچر پر قائم رہے۔ ہم معاشرے میں رہنے والی کمیونٹی اور ہمارے کاروباری افعال سے متاثرہ کی فلاح و بہبود کی خاطر مشترکہ اقدامات پیدا کرنے کیلئے کوشاں ہیں۔

گزشتہ چند سالوں سے کپڑوں کی جانب سے کارپوریٹ معاشرتی ذمہ داری کی تمام کوششیں صاف ستھرے اور سبز ماحول کے قیام کی جانب اقدامات پر مبنی ہیں اور معاشرے میں پائے جانے والی سماجی تفریق کے خاتمے کی جانب کپڑوں کی جانب سے اقدامات لے جا رہے ہیں۔ بچوں کے عالمی دن کے موقع پر ایک غیر منظم پیشہ تنظیم کے تعاون کے ساتھ کپڑوں کی جانب سے ایک سرکاری ہسپتال میں بچوں کے ہنگامی امدادی کمروں کا دورہ کیا گیا اور بچوں میں کھلونے تقسیم کئے گئے جس کے باعث بچوں میں خوشی کی لہر دوڑ گئی۔

### مستقبل پر نظر

اب Covid-19 کی ویکسینز کی دستیابی کے پیش نظر عالمی سطح پر اس بات کی امید کی جارہی ہے کہ دنیا بھر میں Covid-19 کے اثرات میں کمی آئے گی اور اس کے نتیجے میں عالمی سطح پر معاشی سرگرمیاں ایک مرتبہ پھر بحال ہوں گی اور معیشت معمول پر آنا شروع ہو جائے گی۔

جہاں تک وطن عزیز پاکستان کا تعلق ہے، حکومت کی جانب سے Covid-19 سے متاثرہ معیشت کی بحالی کیلئے جو اقدامات اٹھائے گئے اب ان کے مثبت اثرات سامنے آنا شروع ہو چکے ہیں اور حکومت کی جانب سے مابعد - وباء دور کی بنیادیں رکھی جا چکی ہیں۔ گوکہ کورونا کی دوسری لہر ابھی اپنی جگہ موجود ہے تاہم حکومت کی جانب سے پالیسی اقدامات لے جانے کے بعد پاکستان کی معیشت مثبت سمت میں گامزن ہے۔

عالمی سطح پر کئی کثیرالچستی اداروں اور اتحادی ممالک سے پاکستان فنڈز حاصل کرنے میں کامیاب رہا ہے جو کہ Covid-19 کے خلاف اقدامات میں استعمال کئے جانے کے ساتھ ساتھ وطن عزیز کے جاری کھاتوں کے لئے مثبت ثابت ہوئے جس کے نتیجے میں غیر ملکی زرمبادلہ کے ذخائر میں اضافہ ہوا ہے اور تین سال کے بعد اب پاکستان کے زرمبادلہ کے ذخائر 20 ارب ڈالر سے تجاوز کر چکے ہیں۔ اسی مطابق رواں عرصے کے دوران امریکی ڈالر کے مقابلے میں پاکستانی روپے کی قدر میں بہتری آئی ہے اور امید کی جارہی ہے کہ برآمدات میں اضافے اور بیرون ملک سے ترسیلات زر میں بہتری کی وجہ سے پاکستانی روپے کی قدر میں مزید اضافہ ہوگا۔ مزید برآں، عالمی سطح پر اپنی سٹاک کو بہتر بنانے کیلئے

پاکستان نے FATF کی شرائط کو پورا کرنے کیلئے بہت سے اقدامات اٹھائے ہیں، FATF کے 27 میں سے 21 مطالبات پر عمل کیا جا چکا ہے۔ اور اس سلسلے میں فروری 2021 تک دی جانے والی تاریخ سے پہلے مکمل تعمیل کو یقینی بنانے کے پیش نظر متعدد ستاویز قانون سازی کی منتظر ہیں۔ کاروبار کرنے میں آسانی پیدا کئے جانے والے ممالک کی فہرست از عالمی بینک میں بھی پاکستان اب 136 سے 108 ویں نمبر پر آچکا ہے جس کی وجہ سے پاکستان میں عالمی سرمایہ کاری کی راہ ہموار ہوگی۔

گزشتہ چھ ماہ کیلئے ایف بی آر کی جانب سے 99.97% ریونیو کے ہدف کے حصول کے بعد اب سمٹ کا یقین ہو چکا ہے اور آنے والے عرصے کیلئے بھی اہداف کے ممکنہ حصول کیلئے راہ ہموار ہو چکی ہے۔ اس بات کی امید بھی کی جا رہی ہے کہ معیشت کے پھیلنے کو گھومتا رکھنے کیلئے مستقل قریب میں شرح سود میں اضافہ بھی نہیں کیا جائے گا۔

جہاں تک کمپنی کے افعال کا تعلق ہے، کمپنی عالمی سطح پر کپاس کی قیمت میں ہونے والے اضافے سے فائدہ حاصل کر رہی ہے کیونکہ کمپنی کے پاس وافر مقدار میں خام مال ہونے کی وجہ سے کمپنی اس قابل ہے کہ عالمی سطح پر سوت کی قیمت میں ہونے والے اضافے سے فائدہ اٹھا سکے۔ مصنوعی سوت اور کپاس کے سوت کی درآمد پر حال ہی میں ڈیوٹی ختم کئے جانے کی وجہ سے البتہ کمپنی کو مقامی سطح پر آن درآمد شدہ سوت سے مسابقت پیش آئے گی۔ تاہم کمپنی اس بات پر یقین رکھتی ہے کہ اپنے گاہکوں کے ساتھ 32 سالوں پر محیط طویل کاروباری مراسم اور جدید ٹیکنالوجی سے لیس ہونے کی وجہ سے پیداواری لاگت کو کم از کم رکھنے میں کامیاب رہنے کی وجہ سے اس مسابقتی ماحول میں بھی بہتر کارکردگی کا مظاہرہ کر پائے گی۔

اس کے علاوہ، کمپنی کی انتظامیہ کی جانب سے ہمیشہ یہ کوشش کی گئی ہے کہ پیداواری لاگت کو کم از کم سطح پر رکھنے کی غرض سے کمپنی کی پیداواری صلاحیت کو بھرپور انداز سے زیر استعمال لایا جائے، لاگت کو معقول حد تک رکھا جائے، خام مال کی خریداری کیلئے موثر حکمت عملی بنائی جائے، اور اسی لحاظ سے کمپنی کی جانب سے اقدامات اٹھائے جا رہے ہیں کہ کمپنی حصص داران کی سرمایہ کاری کی قدر میں اضافے کیلئے دولت کی زیادہ سے زیادہ پیداوار کو ممکن بنایا جائے۔ علاوہ ازیں، منافع کی شرح میں بہتری لانے کیلئے طلب و رسد کی بنیاد پر فروخت کے استخراج میں تبدیلی لائے جائے گی۔

بنائی کے نئے شعبے میں توسیع کے نتیجے میں زیر نظر عرصے کے دوران گزشتہ مالی سال کے اسی عرصے کے مقابلے میں اس شعبے کی کارکردگی میں نمایاں اضافہ ہوا ہے اور اس کارکردگی میں آنے والے وقت میں مزید اضافہ ہونے کی توقع ہے جس کے باعث کمپنی کے منافع اور نقد رقم کی ترسیل کو مثبت رکھنے میں مدد ملے گی۔

### اظہار تشکر

ڈائریکٹروں کی جانب سے کمپنی کے تمام کارکنان، عملے اور منتظمین کی کارکردگی کو خراج تحسین پیش کرتے ہوئے اسے ریکارڈ کا حصہ بنایا جاتا ہے۔

برائے و مخائب بورڈ

محمد سہیل طیب  
چیف ایگزیکٹو آفیسر

محمد یونس طیب  
چیرمین / ڈائریکٹر

کراچی، 29 جنوری 2021



Gadoon Textile Mills Limited

7-A, Muhammad Ali Society  
Abdul Aziz Haji Hashim Tabba Street  
Karachi 75350 Pakistan

T 021 3520 5479 - 80  
F 021 3438 2436  
W [gadoontextile.com](http://gadoontextile.com)

