



Half Year
Financial Statements
2018-19

The National Silk & Rayon Mills Ltd.

Manufacturer & Exporter of Quality Textile Products

Company Information

Board of Directors

Sh. Faisal Tauheed (Executive Director)
Sh. Kashif Tauheed -do-
Mrs. Samira Faisal Non Executive Director
Mrs. Tahira Kashif -do-
Mrs. Sadia Kamran -do-
Mrs. Amna Kamran -do-
Mr. Shehzad Ehsan Independent Director

Board Audit Committee

Mr. Shehzad Ehsan (Chairman)
Mrs. Amna Kamran
Mrs. Sadia Kamran

Board Human Resource and Remuneration Committee

Mr. Shehzad Ehsan (Chairman)
Mrs. Amna Kamran
Mrs. Sadia Kamran

Management Team

Sh. Faisal Tauheed Puri (Chief Executive)
Muhammad Islam Haider (Chief Financial Officer)
Imran Zafar (Company Secretary)
Qaiser Ali Faheem (Internal Auditor)

Auditors

Amin Mudassar and Company
Chartered Accountants

Bankers

National Bank of Pakistan
The Bank of Punjab
Bank Alfalah Limited
Habib Metropolitan Bank Limited
Askari Bank Limited
Bank Al-Habib Limited
MCB Limited
Meezan Bank Limited

Registered Office

House No. 8/3, Aziz Avenue,
Canal Road, Gulberg V, Lahore.

Factory

Dhuddiwala, Jaranwala Road, Faisalabad.

Share Registrar

Corplink (pvt.) Ltd.
Share Registrar & Corporate Consultants
Wings Arcade, 1-K Commercial, Model Town, Lahore.
Tel: 035916714, 35916719, 035839182 Fax: 92-42-35869037.

Legal Advisor

Sahibzada Muhammad Arif
Advocate High Court,
Chamber No.52, District Courts,
Faisalabad.

Directors' Report

We are pleased to present the Financial Statements of the Company for the half year ended December 31, 2018.

FINANCIAL RESULTS

Operating Results	Half Year ended December 31	
	2018	2017
	RUPEES	
Net sales	411,000,234	348,898,338
Profit before taxation	13,883,837	15,310,095
Taxation	5,921,991	(6,281,144)
Profit after taxation	7,961,846	21,591,239
Earnings per share	0.51	1.39

The Country continued to face difficult financial and economic conditions. The uncertain political situation, devaluation of Pak rupee, rising energy price in international market, upward inflationary trend and depressed economic fundamentals have posed multifarious challenges for the Company. Further to the above, there has also been a significant increase in the coal cost that is our main raw material for our boiler. Despite these difficult conditions, your company has managed to grow the net sales.

OUTLOOK

Due to adverse economic conditions, political instability, vulnerable exchange rates and inflationary trend, outlook for rest of the year remains challenging and may have significant pressure on business performance.

However, Pakistan's economy has always shown resilience during unfavorable business environment and there are a few positive takeaways like signs of recovery in manufacturing section mainly textile exports and service sectors.

While we keep pace with market realities, your company will strive to maintain its growth through progressive market approach. We have firm belief in our efforts, management skills and capabilities to cope with all the challenges. We remain confident about positive prospects of the Company and motivated to deliver shareholders' value through customer focused approach and high quality of our personnel and business processes.

APPRECIATION

We would like to thank all of our staff members for the way they have responded to challenges of the year. Their hard work and commitments is greatly appreciated and is reflected in these results.

We are also thankful for the encouragement and support which we received from our suppliers, shareholders, bankers and financial institutions.

On behalf of the Board



Sh. Faisal Tauheed Puri
Chief Executive



Sh. Kashif Tauheed
Director

LAHORE:
February 27, 2019



Auditors' Report

To the Members on Review of Interim Financial Information

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **The National Silk & Rayon Mills Limited** as at December 31, 2018 and the related condensed interim statement of profit and loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows, and notes to the condensed interim financial statements for the six month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

The figures of the interim statement of profit or loss and other comprehensive income for the quarters ended December 31, 2018 and December 31, 2017 have not been reviewed as we are required to review only the cumulative figures for the half year ended December 31, 2018.

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.

The engagement partner on the audit resulting in this independent auditor's report is Muhammad Daoud.

CHARTERED ACCOUNTANTS

Lahore:

February 27, 2019

Condensed Interim Balance Sheet

AS AT DECEMBER 31, 2018

	Note	December 31, 2018 (Un-audited) Rupees	June 30, 2018 (Audited) Rupees	ASSETS	Note	December 31, 2018 (Un-audited) Rupees	June 30, 2018 (Audited) Rupees
EQUITY AND LIABILITIES				NON CURRENT ASSETS			
SHARE CAPITAL AND RESERVES				Property, plant and equipment	9	710,383,618	698,302,348
Authorised share capital	4	204,000,000	204,000,000	Long term deposits		20,952,231	20,851,231
Issued, subscribed and paid-up share capital	5	155,531,740	155,531,740			731,335,849	719,153,579
Unappropriated profit		126,795,797	118,833,951				
Revaluation surplus on land		481,279,091	481,279,091				
		763,606,628	755,644,782				
NON CURRENT LIABILITIES	6	5,067,807	3,790,430	CURRENT ASSETS			
Deferred liabilities				Stores, spares and loose tools		1,309,418	3,780,857
				Stock in trade		55,536,384	51,962,411
CURRENT LIABILITIES				Trade debts-unsecured but considered good		57,663,393	61,349,349
Trade and other payables		80,304,372	94,054,529	Loans and advances		7,908,321	7,843,853
Payable to provident fund		360,518	367,284	Trade deposits , short term prepayments and current account balances with statutory authorities		29,752,524	22,659,019
Deposits, accrued liabilities and advances		36,066,859	34,165,931	Accrued interest		8,059	7,041
Unclaimed dividend		594,836	594,836	Due from Government departments		70,964,389	72,658,806
Accrued interest and mark up	7	476,821	572,838	Cash and bank balances		38,206,307	24,439,456
Loan from banking companies		27,433,151	520,089			261,348,795	244,700,792
Loan from related party		78,773,652	74,143,652				
		224,010,209	204,419,159	TOTAL ASSETS		992,684,644	963,854,371
CONTINGENCIES AND COMMITMENTS	8	-	-				
TOTAL EQUITY AND LIABILITIES		992,684,644	963,854,371				

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

Condensed Interim Profit and Loss Account (un-audited)

FOR THE HALF YEAR ENDED DECEMBER 31, 2018

	Note	HALF YEAR ENDED		QUARTER ENDED	
		December 31, 2018	December 31, 2017	December 31, 2018	December 31, 2017
		Rupees		Rupees	
Sales- net	10	411,000,234	348,898,338	201,319,893	175,255,081
Cost of sales		374,213,332	308,785,977	182,838,713	153,913,272
Gross profit		36,786,902	40,112,361	18,481,180	21,341,809
Distribution costs		508,310	507,280	189,665	191,500
Administrative expenses		21,856,444	22,551,644	11,561,310	11,329,185
Other operating expenses		837,742	1,202,902	437,213	861,438
		23,202,496	24,261,826	12,188,188	12,382,123
		13,584,406	15,850,535	6,292,992	8,959,686
Other income	11	1,236,045	1,191,888	615,838	791,916
		14,820,451	17,042,423	6,908,830	9,751,602
Finance costs		936,614	1,732,328	597,558	929,314
Profit before taxation		13,883,837	15,310,095	6,311,272	8,822,288
Taxation:					
Current		4,644,614	5,545,605	2,015,857	3,375,064
Deferred	6.1	1,277,377	(11,826,749)	2,117,703	(11,491,558)
		5,921,991	(6,281,144)	4,133,560	(8,116,494)
Profit for the period		7,961,846	21,591,239	2,177,712	16,938,782
		-----R u p e e s -----			
Earnings per share- Basic and Diluted		0.51	1.39	0.14	1.09

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

Condensed Interim Statement of Comprehensive Income (un-audited)

FOR THE HALF YEAR ENDED DECEMBER 31, 2018

	HALF YEAR ENDED		QUARTER ENDED	
	December 31, 2018	December 31, 2017	December 31, 2018	December 31, 2017
	Rupees		Rupees	
Profit for the period	7,961,846	21,591,239	2,049,706	16,938,782
Loss on staff retirement benefit obligation - net of deferred tax	-	-	-	(5,645)
Total comprehensive profit for the period	<u>7,961,846</u>	<u>21,591,239</u>	<u>2,049,706</u>	<u>16,933,137</u>

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

Condensed Interim Cash Flow Statement (un-audited)

FOR THE HALF YEAR ENDED DECEMBER 31, 2018

		HALF YEAR ENDED	
		December 31, 2018	December 31, 2017
	Note	-----Rupees-----	
CASH FLOW FROM OPERATING ACTIVITIES			
Cash Generated from Operations	A	16,314,958	22,769,156
Taxes Paid		(9,964,459)	(6,552,987)
Finance cost paid		(1,032,631)	(1,678,959)
Gratuity paid		-	(3,582,796)
Net cash generated from operating activities		5,317,868	10,954,414
CASH FLOW FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(22,993,079)	(2,827,966)
Long term deposit		(101,000)	-
Net cash used investing activities		(23,094,079)	(2,827,966)
CASH FLOW FROM FINANCING ACTIVITIES			
Short term borrowings from directors		4,630,000	6,100,000
Dividend paid		-	(11,664,881)
Net cash (used in) / generated from financing activities		4,630,000	(5,564,881)
Net increase in cash and cash equivalents		(13,146,211)	2,561,567
Cash and Cash Equivalents at the Beginning of the Period		23,919,367	(31,908,000)
Cash and Cash Equivalents at the End of the Period	B	10,773,156	(29,346,433)

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

Notes to the Condensed Interim Cash Flow Statement (un-audited)

FOR THE HALF YEAR ENDED DECEMBER 31, 2018

	HALF YEAR ENDED	
	December 31, 2018	December 31, 2017
	Rupees	
A - CASH GENERATED FROM OPERATIONS		
Profit before taxation	13,883,837	15,310,095
Adjustment of non cash and other items:		
Depreciation	10,911,809	11,076,442
Finance cost	936,614	1,732,328
	<u>11,848,423</u>	<u>12,808,770</u>
Cash Flow Before Working Capital Changes	25,732,260	28,118,865
EFFECT ON CASH FLOW OF WORKING CAPITAL CHANGES		
(Increase)/Decrease in current assets		
Stores, spares and loose tools	2,471,439	(1,186,495)
Stocks in trade	(3,573,973)	4,634,245
Trade debts	3,685,956	(1,214,380)
Loan and advances	(64,468)	845,395
Trade deposit and short term prepayments	(1,773,660)	(2,625,485)
Due from Government Department	1,694,417	(12,956,674)
Accrued interest	(1,018)	(109)
Increase/(Decrease) in current liabilities		
Trade and other payables	(13,750,157)	7,153,794
Payable to provident fund	(6,766)	-
Deposits, accrued liabilities and advances	1,900,928	-
	<u>(9,417,302)</u>	<u>(5,349,709)</u>
CASH GENERATED FROM OPERATIONS	<u>16,314,958</u>	<u>22,769,156</u>
B - CASH AND CASH EQUIVALENTS		
Cash and bank balances	38,206,307	8,503,061
Loan from banking companies	(27,433,151)	(37,849,494)
	<u>10,773,156</u>	<u>(29,346,433)</u>

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

Condensed Interim Statement of Changes in Equity (un-audited)

FOR THE HALF YEAR ENDED DECEMBER 31, 2018

	SHARE CAPITAL	REVENUE RESERVE	REVALUATION SURPLUS ON LAND	TOTAL
		UNAPPROPRIATED PROFIT		
-----R u p e e s-----				
Balance as at June 30, 2017- Audited & Restated	155,531,740	89,555,907	481,279,091	726,366,738
Profit for the six months ended December 31, 2017	-	21,591,239	-	21,591,239
Other comprehensive income for the period-net of deferred tax	-	-	-	-
Total comprehensive income	-	21,591,239	-	21,591,239
Balance as at December 31, 2017- Un-audited & Restated	155,531,740	111,147,146	481,279,091	747,957,977
Balance as at June 30, 2018- Audited	155,531,740	118,833,951	481,279,091	755,644,782
Dividend paid	-	-	-	-
Profit for the six months ended December 31, 2018	-	7,961,846	-	7,961,846
Other comprehensive income for the period	-	-	-	-
Total comprehensive income	-	7,961,846	-	7,961,846
Balance as at December 31, 2018- Un-audited	155,531,740	126,795,797	481,279,091	763,606,628

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

Notes to the Condensed Interim Financial Information (un-audited)

FOR THE HALF YEAR ENDED DECEMBER 31, 2018

1 THE COMPANY AND NATURE OF ITS BUSINESS

The Company is a Public Limited Company, incorporated in Pakistan on June 27, 1950 under the Companies Act, 1913 (Now Companies Act, 2017). The Company is quoted on Pakistan Stock Exchange Limited. The registered office of the Company is situated at 4th Floor, I.E.P. Building, 97-B/D-1, Gulberg III, Lahore. The factory is located at Dhuddiwala, Jaranwala Road, Faisalabad in the province of Punjab. The principal activity of the company is dyeing, bleaching, finishing and embroidery of fabrics.

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 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.

- 2.2 These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with Company's annual audited financial statements for the year ended June 30, 2018.
- 2.3 The figures included in the condensed interim statement of profit or loss and other comprehensive income for the quarters ended December 31, 2018 and 2017 and in the notes forming part thereof have not been reviewed by the auditors of the Company, as they have reviewed the accumulated figures for the half years ended December 31, 2018 and 2017.

2.4 Critical Accounting Estimates And Judgments

Judgments and estimates made by the management in the preparation of the condensed interim financial statements were the same as those applied to the financial statements as at and for the year ended June 30, 2018.

3 SIGNIFICANT ACCOUNTING POLICIES

- 3.1 The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the financial statements for the year ended June 30, 2018 except those stated in note 3.2 (a) below.

3.2 NEW STANDARDS, AMENDMENTS TO APPROVED ACCOUNTING STANDARDS AND NEW INTERPRETATIONS

a) Amendments to published approved accounting standards which are effective during the half year ended December 31, 2018

There are certain amendments and an interpretation to approved accounting and reporting standards which are mandatory for the Company's annual accounting period which began on July 1, 2018. 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.

In addition to that a new standard (i.e. IFRS 15) have become applicable to the Company effective July 1, 2018. Because of these new standards certain changes to the Company's accounting policies have been made in light of the following paragraphs:

- IFRS 15 'Revenue from contracts with customers' - IFRS 15 replaces the previous revenue standards: IAS 18 'Revenue', IAS 11 'Construction Contracts', and the related interpretations on revenue recognition.

IFRS 15 introduces a single five-step model for revenue recognition and establishes a comprehensive framework for recognition of revenue from contracts with customers based on a core principle that an entity should recognise revenue representing the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

The changes laid down by this standard does not have any significant impact on these condensed interim financial statements of the Company.

b) Standards and amendments to published approved accounting standards that are not yet effective

- i) 'There is a new standard, certain amendments and an interpretation to the approved accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 1, 2019. However, these 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.
- ii) 'There is a new standard that will be mandatory for the Company's annual accounting periods ending on or after June 30, 2019. The standard laid down certain changes which will not have any significant impact on these condensed interim financial statements of the Company and has been disclosed as follows:

- 'IFRS 9 'Financial instruments' - This standard replaces the guidance in IAS 39. It includes requirements on the classification and measurement of financial assets and liabilities; it also includes an expected credit losses model that replaces the current incurred loss impairment model.

'The Securities and Exchange Commission of Pakistan (SECP) had notified IFRS 9 'Financial instruments', vide SRO 1007(I)/2017 dated October 4, 2017, replacing the IAS 39 'Financial instruments: Recognition and Measurement' with effect from reporting periods starting July 1, 2018. However, the SECP has deferred the applicability of IFRS 9 'Financial instruments', vide SRO 229(I)/2019 dated February 14, 2019, for reporting periods ending on or after June 30, 2019 for all companies required to prepare their financial statements in accordance with requirements of said IFRS. Hence, the company has not yet adopted the IFRS 9.

	Note	December 31, 2018 Rupees (Un-audited)	June 30, 2018 Rupees (Audited)
4 AUTHORIZED SHARE CAPITAL			
20,000,000 (June 30, 2018: 20,000,000) A - Class Ordinary shares of Rs. 10 each		200,000,000	200,000,000
400,000 (June 30, 2018: 400,000) B - Class Ordinary shares of Rs. 10 each		4,000,000	4,000,000
		<u>204,000,000</u>	<u>204,000,000</u>
5 ISSUED, SUBSCRIBED AND PAID-UP CAPITAL			
Issued for Cash			
15,051,267 (June 30, 2018: 15,051,267) A - Class Ordinary Shares of Rs.10 each		150,512,670	150,512,670
320,100 (June 30, 2018: 320,100) B - Class Ordinary Shares of Rs.10 each		3,201,000	3,201,000
		<u>153,713,670</u>	<u>153,713,670</u>
Issued as Bonus Shares			
181,807 (June 30, 2018: 181,807) Ordinary Shares of Rs.10 each		1,818,070	1,818,070
		<u>155,531,740</u>	<u>155,531,740</u>
6 DEFERRED LIABILITIES			
Deferred taxation	6.1	<u>5,067,807</u>	<u>3,790,430</u>
6.1 Deferred Taxation			
This is composed of the following:			
Deferred tax liability on taxable temporary differences arising in respect of:			
Accelerated tax depreciation		16,316,530	14,647,159
		<u>16,316,530</u>	<u>14,647,159</u>
Deferred tax asset on deductible temporary differences arising in respect of:			
Deferred debits arising in respect of staff gratuity		(955,206)	(1,263,184)
Turnover tax available for carry forward		(17,155,861)	(15,989,242)
Deferred tax asset not recognised on turnover tax		6,862,344	6,395,697
		<u>(11,248,723)</u>	<u>(10,856,729)</u>
		<u>5,067,807</u>	<u>3,790,430</u>
Balance as at July 01,		3,790,430	18,829,828
Add: Charge / (Reversal) for the year to			
Profit and loss account		1,277,377	(15,039,398)
Other comprehensive income		-	-
		<u>5,067,807</u>	<u>3,790,430</u>
7 LOAN FROM BANKING COMPANIES			
Secured			
Cash finance		27,433,151	419,732
Running finance		-	100,357
		<u>27,433,151</u>	<u>520,089</u>

7.1 There is no major change in the terms and conditions of the loan from banking companies as disclosed in the annual audited financial statements of the company as at and for the year ended June 30, 2018.

8 CONTINGENCIES AND COMMITMENTS

8.1 Contingencies

- There is no change in status of contingencies as disclosed in note 15.1 of the audited annual financial statements of the Company for the year ended June 30, 2018.

8.2 Commitments

- Commitments in respect of letters of credits for capital expenditures were amounting Rs.Nil (June 30, 2018: Rs.Nil).
- Commitments in respect of letters of credits other than for capital expenditures were amounting Rs.30.516 million (June 30, 2018: Rs.33.201 million)

	Note	December 31, 2018 (Un-audited) Rupees	June 30, 2018 (Audited) Rupees
9 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	9.1	683,348,078	671,266,808
Capital work in progress	9.2	27,035,540	27,035,540
		<u>710,383,618</u>	<u>698,302,348</u>
9.1 OPERATING FIXED ASSETS			
Opening book value		671,266,808	688,725,797
Add: Additions during the period / year-cost		22,993,079	4,763,217
		<u>694,259,887</u>	<u>693,489,014</u>
Less: Depreciation charged for the period / year		10,911,809	22,222,206
		<u>683,348,078</u>	<u>671,266,808</u>
9.2 CAPITAL WORK IN PROGRESS			
Building		17,470,553	17,470,553
Plant and machinery		9,564,987	9,564,987
		<u>27,035,540</u>	<u>27,035,540</u>

10 SALES

	HALF YEAR ENDED		QUARTER ENDED	
	December 31, 2018	December 31, 2017	December 31, 2018	December 31, 2017
	-----Rupees-----		-----Rupees-----	
Processing receipts	411,121,649	350,644,490	200,819,316	175,388,905
Less: Sales returns	(606,989)	-	(534,461)	-
Less: Sales tax	(1,207,628)	(1,746,152)	(658,164)	(133,824)
	<u>409,307,032</u>	<u>348,898,338</u>	<u>199,626,691</u>	<u>175,255,081</u>
Exports	1,693,202	-	1,693,202	-
	<u>411,000,234</u>	<u>348,898,338</u>	<u>201,319,893</u>	<u>175,255,081</u>
11 OTHER INCOME				
Income from financial assets				
Profit on bank deposits	29,045	6,688	27,073	4,716
Income from non financial assets				
Sale of scrap	1,424,260	1,398,536	708,000	928,896
Less: Sales Tax	(217,260)	(213,336)	(108,000)	(141,696)
	<u>1,207,000</u>	<u>1,185,200</u>	<u>600,000</u>	<u>787,200</u>
	<u>1,236,045</u>	<u>1,191,888</u>	<u>627,073</u>	<u>791,916</u>

	December 31, 2018 (Un-audited)	December 31, 2017 (Un-audited)
-----Rupees-----		
	2,310,000	3,500,000
	2,320,000	2,600,000
	3,000,000	2,600,000
	3,000,000	2,600,000

12 TRANSACTIONS WITH RELATED PARTIES

Transactions with related parties have been disclosed in the relevant notes to the financial statements, except that:

Loan received from Chief Executive- Mr. Faisal Tauheed	2,310,000	3,500,000
Loan received from Director- Mr. Sheikh Kashif Tauheed	2,320,000	2,600,000
Remuneration paid to Chief Executive- Mr. Faisal Tauheed	3,000,000	2,600,000
Remuneration paid to Director- Mr. Sheikh Kashif Tauheed	3,000,000	2,600,000

13 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2018.

14 DATE OF AUTHORISATION

The condensed interim financial statements were authorised for issued on February 27, 2019 by the Board of Directors of the Company .

15 FIGURES

Figures in these condensed interim financial statements have been rounded off to the nearest of rupee.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

ڈائریکٹرز کی جائزہ رپورٹ

ہم انتہائی مسرت کے ساتھ آپ کی کمپنی کی ششماہی رپورٹ بابت 31 دسمبر 2018 آپ کی خدمت میں پیش کر رہے ہیں۔

مالیاتی کارکردگی کا خلاصہ

31 دسمبر 2017	31 دسمبر 2018	مالیاتی کارکردگی
RUPEES		
348,898,338	411,000,234	کاروباری سیل
15,310,095	13,883,837	منافع قبل از ٹیکس
(6,281,144)	5,921,991	ٹیکس
21,591,239	7,961,846	منافع بعد از ٹیکس
1.39	0.51	منافع فی حصص

ملک مستقل مالی اور اقتصادی مشکلات سے دوچار ہے۔ بے یقینی سیاسی حالات پاکستان کے روپے کی قدر میں کمی انٹرنیشنل مارکیٹ میں توانائی کی قیمتوں میں اضافہ اور بنیادی اقتصادی پستی جیسے کمپنی کو مختلف چیلنجز لاجن ہیں۔ اور کونسل کی قیمتوں میں لامحدود اضافہ ہوا ہے۔ جو کہ ہمارے بوائز کا اہم خام مال ہے۔ ان مشکلات کے باوجود آپ کی کمپنی اپنی سیل میں 44% اضافہ کرنے میں کامیاب ہوئی ہے۔

آؤٹ لک

منفی اقتصادی حالات، سیاسی عدم استحکام، کمزور ایکسچینج ریٹ، اور افراد زر کی وجہ سے باقی مالی سال میں کاروباری کی پرفارمنس کیلئے بہت اہم چیلنجز ہے۔ البتہ پاکستان نے ان حالات میں چلک دکھاتے ہوئے میڈیوٹیکس پورٹ سیٹیلیٹس ایکسٹرا ایکسپورٹ اور سروس سیکٹر میں ایکوری دکھائی ہے۔ جبکہ مارکیٹ کی رفتار کے حساب سے آپ کی کمپنی ترقی کیلئے کوشش کرتی رہے گی۔ ہم اپنی کوششوں اور مینجمنٹ کی مہارت کی وجہ سے ان چیلنجز کے ساتھ ٹھٹھ کے قائل ہیں۔ ہمیں اپنی بہترین کوالٹی کی وجہ سے مستقبل میں ہم اپنے شیئر ہولڈرز کیلئے حوصلہ افزا رزلٹ دیں گے۔

اظہار تشکر

ہم تمام حصص داران، صارفین، سپلائروں اور ملازمین کی جانب سے بھرپور حمایت کو تسلیم کرتے ہیں اور تہہ دل سے ان کے مشکور ہیں۔

منجانب بورڈ



شیخ فیصل توحید

چیف ایگزیکٹو



شیخ کاشف توحید

ڈائریکٹر

27 فروری، 2019



The National Silk & Rayon Mills Ltd.

Manufacturer & Exporter of Quality Textile Products

Half Year Financial Statements 2018-19

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