



SHAMS TEXTILE MILLS LIMITED

9 MONTHS REPORT

March 31, 2023

(Un-Audited)



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COMPANY INFORMATION

Board of Directors

Muhammad Anwar (Chairman)

Adil Bashir

Asif Bashir

Khurram Mazhar Karim

Muhammad Shafiq Gill (Nominee: NIT)

Shahid Arshad

Minail Mishal Adamjee

Chief Executive Officer

Khalid Bashir

Chief Financial Officer

Tariq Javed

Company Secretary

Muhammad Haroon Arif

Audit Committee

Shahid Arshad (Chairman)

Khurram Mazhar Karim (Member)

Adil Bashir (Member)

Human Resource Nomination & Remuneration Committee

Minail Mishal Adamjee (Chairman)

Asif Bashir (Member)

Khurram Mazhar Karim (Member)

Risk Committee

Asif Bashir (Chairman)

Shahid Arshad (Member)

Khurram Mazhar Karim (Member)

Share Registrar

Corptec Associates (Pvt) Ltd.
503-E, Johar Town, Lahore.

Auditors

Riaz Ahmad & Company

Chartered Accountants

Bankers

MCB Bank Limited

National Bank of Pakistan (Aitemaad Islamic Banking)

Allied Bank Limited

United Bank Limited

Registered Office

7-B-III, Aziz Avenue, Gulberg-V, Lahore

Ph: +92-423-576 0379, 576 0381

Email: info@shams.com.pk

Web: www.shams.com.pk

Project Locations

Kotla Kahloon, District Nankana Sahib, Punjab

3-KM, Faisalabad Road, Chiniot, Punjab

DIRECTORS' REPORT

The Directors of your Company present before you the un-audited financial statements for the quarter ended March 31, 2023. The financial results are as follows:

Financial Summary:

	NINE MONTHS ENDED		QUARTER ENDED	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
	(Rupees in thousands)			
SALES	2,118,152	6,992,475	1,403,076	2,184,170
COST OF SALES	(2,165,481)	(6,484,542)	(1,397,060)	(2,110,954)
GROSS (LOSS)/PROFIT	(47,329)	507,933	6,016	73,216
OPERATING EXPENSE	(111,321)	(149,729)	(47,225)	(40,077)
OTHER INCOME	75,795	15,423	39,206	9,221
(LOSS)/PROFIT FROM OPERATIONS	(82,855)	373,627	(2,003)	42,360
FINANCE COST	(5,011)	(73,414)	(3,013)	(28,596)
(LOSS)/PROFIT BEFORE TAXATION	(87,866)	300,213	(5,016)	13,764
TAXATION	(30,036)	(86,846)	(17,539)	(29,253)
(LOSS)/PROFIT AFTER TAXATION	(117,902)	213,367	(22,555)	(15,489)
(LOSS)/PROFIT PER SHARE (Rs.)	(13.65)	24.70	(2.61)	(1.79)

Company's Performance:

During the current period Company has incurred a net (loss) of Rs. (117.902) million as compared to net profit of Rs. 213.367 million for the same period in previous year. Currently two out of the three manufacturing units continue with plant shutdowns. The current challenges faced such as rising interest rates and increasing cost of energy have further raised the cost of doing business. Due to a lack of demand, yarn prices are facing constant pressure and further reducing margins.

Future Outlook:

We are fully aware of the challenges and are prepared to do everything possible to mitigate the adverse impact of such an events as far as it is under the control of management. We are very hopeful that current crisis will improve in the near future and that the demand for cotton yarns will increase so that we are able to return to capacity utilization.

Acknowledgment:

We would like to thank the Board of Directors for their guidance at all times and to all employees and shareholders for their cooperation.



Khalid Bashir
Chief Executive

28 April 2023
Lahore



Asif Bashir
Director

ڈائریکٹر رپورٹ

آپ کی کمپنی کے ڈائریکٹرز آپ کے سامنے 31 مارچ 2023ء سہ ماہی کے غیر آڈٹ شدہ مالی بیانات پیش کرتے ہیں۔ مالیاتی نتائج درج ذیل ہیں:

مالیاتی جائزہ:

سہ ماہی		نوامہی		(مبلغ ملین میں)
31 مارچ 2022ء	31 مارچ 2023ء	31 مارچ 2022ء	31 مارچ 2023ء	
2,184,170	1,403,076	6,992,475	2,118,152	فروخت
(2,110,954)	(1,397,060)	(6,484,542)	(2,165,481)	فروخت کی لاگت
73,216	6,016	507,933	(47,329)	خام (نقصان)/منافع
(40,077)	(47,225)	(149,729)	(111,321)	انتظامی اخراجات
9,221	39,206	15,423	75,795	دیگر آمدنی
42,360	(2,003)	373,627	(82,855)	آپریٹنگ سے (نقصان)/منافع
(28,596)	(3,013)	(73,414)	(5,011)	مالیاتی اخراجات
13,764	(5,016)	300,213	(87,866)	ٹیکسیشن سے پہلے (نقصان)/منافع
(29,253)	(17,539)	(86,846)	(30,036)	ٹیکسیشن
(15,489)	(22,555)	213,367	(117,902)	ٹیکسیشن کے بعد (نقصان)/منافع
(1.79)	(2.61)	24.70	(13.65)	(نقصان)/منافع فی حصص (روپے)

عمومی جائزہ:

موجودہ مدت کے دوران کمپنی کو (117.902) ملین کا نقصان ہوا ہے جب کہ پچھلے سال اسی مدت میں 213.367 ملین منافع تھا۔ فی الحال تین میں سے دو میڈیوٹیکسٹ پلانٹ بند ہیں۔ شرح سود اور توانائی کی بڑھتی ہوئی قیمتوں نے کاروبار کرنے کی لاگت کو مزید بڑھا دیا ہے۔ ڈیمانڈ میں کمی کے باعث دھاگے کی قیمتیں مسلسل بڑھ رہی ہیں جب کہ منافع میں مزید کمی آئی ہے۔

مستقبل کے امکانات:

ہم چیلنجوں سے پوری طرح آگاہ ہیں اور منفی اثرات کو کم کرنے کے لیے ہر ممکن کوشش کرنے کے لیے تیار ہیں اور مینجمنٹ ان منفی اثرات کو کم کرنے کی کوشش کر رہی ہے۔ ہمیں بہت امید ہے کہ موجودہ بحران مستقبل میں بہتری کی طرف آئے گا اور سوتی دھاگے کی مانگ میں اضافہ ہوگا۔ ہم اپنی مکمل صلاحیتوں کو استعمال کرنے کے قابل ہیں۔

اظہار تشکر:

ہم اس موقع پر اپنے تمام حصص داروں، شرکاء، کارکنوں اور اپنے ملازمین کے کام کرنے کو سراہتے ہیں۔ ہم بورڈ آف ڈائریکٹرز کا ان کی رہنمائی اور ان کے مشوروں کا شکریہ ادا کرتے ہیں۔

محمد سعید

آصف بشیر

ڈائریکٹر

lund tomes

خالد بشیر

چیف ایگزیکٹو

28 اپریل 2023

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
As At 31 March 2023

	Un Audited 31 March 2023	Audited 30 June 2022
Note	(Rupees in thousands)	
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital		
25,000,000 (30 June 2022: 25,000,000) ordinary shares of Rupees 10 each	250,000	250,000
Issued, subscribed and paid-up share capital		
8,640,000 (30 June 2022: 8,640,000) ordinary shares of Rupees 10 each	86,400	86,400
Reserves	710,864	719,753
Accumulated loss	180,380	298,282
Total equity	977,644	1,104,435
LIABILITIES		
NON-CURRENT LIABILITIES		
Gas infrastructure development cess (GIDC) payable	-	-
	-	-
CURRENT LIABILITIES		
Trade and other payables	1,355,385	1,115,719
Accrued mark-up	2,286	9,284
Short term borrowings	125,856	156,539
Current portion of non-current liabilities	31,226	34,130
Taxation	6,728	30,723
Unclaimed dividend	4,622	4,627
	1,526,103	1,351,022
Total liabilities	1,526,103	1,351,022
CONTINGENCIES AND COMMITMENTS	4	-
TOTAL EQUITY AND LIABILITIES	2,503,747	2,455,457

The annexed notes form an integral part of this condensed interim financial information.


Chief Executive


Director


Chief Financial Officer

		Un Audited 31 March 2023	Audited 30 June 2022
	Note	(Rupees in thousands)	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	705,067	719,645
Long term investments		43,703	52,592
Long term security deposits		7,736	7,736
Deferred income tax asset		-	-
		756,506	779,973
CURRENT ASSETS			
Stores and spare parts		127,057	89,270
Stock-in-trade		579,720	631,120
Trade debts		988,822	903,581
Advances		6,445	4,271
Short term prepayment		1,641	-
Other receivables		32,030	35,040
Taxation - net		-	-
Cash and bank balances		11,526	12,202
		1,747,241	1,675,484
TOTAL ASSETS		2,503,747	2,455,457


Chief Executive


Director


Chief Financial Officer

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
(Un-Audited)
For The Nine Months Ended 31 March 2023

	NINE MONTHS ENDED		QUARTER ENDED	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
Note	(Rupees in thousands)			
SALES	2,118,152	6,992,475	1,403,076	2,184,170
COST OF SALES	6 (2,165,481)	(6,484,542)	(1,397,060)	(2,110,954)
GROSS (LOSS) / PROFIT	(47,329)	507,933	6,016	73,216
DISTRIBUTION COST	(23,642)	(55,450)	(14,141)	(17,686)
ADMINISTRATIVE EXPENSES	(87,679)	(72,029)	(35,167)	(25,134)
OTHER EXPENSES	-	(22,250)	2,083	2,743
	(111,321)	(149,729)	(47,225)	(40,077)
	(158,650)	358,204	(41,209)	33,139
OTHER INCOME	75,795	15,423	39,206	9,221
(LOSS) / PROFIT FROM OPERATIONS	(82,855)	373,627	(2,003)	42,360
FINANCE COST	(5,011)	(73,414)	(3,013)	(28,596)
(LOSS) / PROFIT BEFORE TAXATION	(87,866)	300,213	(5,016)	13,764
TAXATION	(30,036)	(86,846)	(17,539)	(29,253)
(LOSS) / PROFIT AFTER TAXATION	(117,902)	213,367	(22,555)	(15,489)
EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED (RUPEES)	(13.65)	24.70	(2.61)	(1.79)

The annexed notes form an integral part of this condensed interim financial information.



Chief Executive



Director



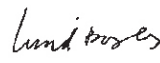
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
(Un-audited)

For The Nine Months Ended 31 March 2023

	NINE MONTHS ENDED		QUARTER ENDED	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
	(Rupees in thousands)			
(LOSS)/PROFIT AFTER TAXATION	(117,902)	213,367	(22,555)	(15,489)
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified to profit or loss:				
(Deficit) / Surplus arising on remeasurement of investments at fair value through other comprehensive income	(8,889)	15,252	(1,248)	(1,362)
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Other comprehensive (loss)/ income for the period	(8,889)	15,252	(1,248)	(1,362)
TOTAL COMPREHENSIVE (LOSS) / INCOME FOR THE PERIOD	(126,791)	228,619	(23,803)	(16,851)

The annexed notes form an integral part of this condensed interim financial information.



Chief Executive



Director



Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-Audited)
For The Nine Months Ended 31 March 2023

	SHARE CAPITAL	Reserves				TOTAL RESERVE	ACCUMULATED LOSS	TOTAL EQUITY
		Capital		Revenue				
		Premium on issue of right shares	Fair value reserve FVTOCI Investments	Sub total	General reserve			
		(Rupees in thousands)						
Balance as at 30 June 2021 (Audited)	86,400	86,400	27,384	113,784	600,000	713,784	95,410	895,594
Transaction with owner - Dividend for the year ended 30 June 2021 @ Rs 2.0 per share	-	-	-	-	-	-	(17,280)	(17,280)
Profit for the nine months ended 31 March 2022	-	-	-	-	-	-	213,367	213,367
Total comprehensive income for the nine months ended 31 March 2022	-	-	15,252	15,252	-	15,252	-	15,252
Balance as at 31 March 2022 (Un-audited)	86,400	86,400	42,636	129,036	600,000	729,036	291,497	1,106,933
Profit for the year ended 30 June 2022	-	-	-	-	-	-	6,785	6,785
Other comprehensive (loss) for the period ended 30 June 2022	-	-	(9,283)	(9,283)	-	(9,283)	-	(9,283)
Total comprehensive (loss) for the year ended 30 June 2022	-	-	(9,283)	(9,283)	-	(9,283)	6,785	(2,498)
Balance as at 30 June 2022 (Audited)	86,400	86,400	33,353	119,753	600,000	719,753	298,282	1,104,435
(Loss) for the nine months ended 31 March 2023	-	-	-	-	-	-	(117,902)	(117,902)
Other comprehensive (loss) for the nine months ended 31 March 2023	-	-	(8,889)	(8,889)	-	(8,889)	-	(8,889)
Total comprehensive (loss) for the nine months ended 31 March 2023	-	-	(8,889)	(8,889)	-	(8,889)	(117,902)	(126,791)
Balance as at 31 March 2023 (Un-audited)	86,400	86,400	24,464	110,864	600,000	710,864	180,380	977,644

The annexed notes form an integral part of this condensed interim financial information.

Amal Bhatia
Chief Executive

Yogendra
Director

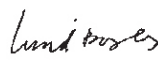
Yogendra
Chief Financial Officer

SHAMS TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOW (Un-Audited)
For The Nine Months Ended 31 March 2023

	Note	Nine Months Ended	
		31 March 2023	31 March 2022
(Rupees in thousands)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash used in operations	7	60,877	(67,473)
Finance cost paid		(12,008)	(56,548)
Income tax paid		(2,205)	(88,661)
GIDC paid		(2,902)	(13,161)
Worker profit participation fund paid		(20,701)	(25,066)
Net cash used in operating activities		23,061	(250,909)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(42,861)	(17,613)
Dividend received		26,263	180
Return on bank deposit		4,734	-
Proceeds from sale of property, plant and equipment		18,815	2,871
Net cash used in investing activities		6,951	(14,562)
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term borrowings - net		(30,683)	268,063
Dividend paid		(5)	(16,987)
Net cash from financing activities		(30,688)	251,076
Net (decrease) in cash and cash equivalents		(676)	(14,395)
Cash and cash equivalents at the beginning of the period		12,202	17,585
Cash and cash equivalents at the end of the period		11,526	3,190

The annexed notes form an integral part of this condensed interim financial information.



Chief Executive



Director



Chief Financial Officer

**SELECTED NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (Un-Audited)**
For The Nine Months Ended 31 March 2023

1. THE COMPANY AND ITS OPERATIONS

Shams Textile Mills Limited ("the Company") is a public limited Company incorporated in Pakistan under the Companies Act, 1913 (Now the Companies Act, 2017) and is listed on Pakistan Stock Exchange Limited. Its registered office is situated at 7-B-III, Aziz Avenue, Gulberg V, Lahore. The Company is engaged in the business of manufacturing, sale and trading of yarn.

2. BASIS OF PREPARATION

2.1 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 annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2022. These condensed interim financial statements are unaudited, however, have been subjected to limited scope review by the auditors and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

3. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of these unconsolidated condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2022.

3.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2022.

4. CONTINGENCIES AND COMMITMENTS

There is no significant change in the status of contingencies as disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2022.

Commitments

- i) Letters of credit for other than capital expenditures amounted to Rupees 46.905 million (30 June 2022: Rupees 47.016 million).

SHAMS TEXTILE MILLS LIMITED

SELECTED NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (Un-Audited)
For The Nine Months Ended 31 March 2023

	Unaudited 31 March 2023	Audited 30 June 2022
(Rupees in thousands)		
5. PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets (Note 5.1)	705,067	714,842
Capital work-in-progress (Note 5.2)	-	4,803
	705,067	719,645
5.1 Operating fixed assets		
Opening book value	714,842	748,210
Add: Cost of additions during the period / year (Note 5.1.1)	47,664	32,895
Less: Book value of deletions during the period / year (Note 5.1.2)	(9,114)	(749)
Less: Depreciation charged during the period / year	(48,325)	(65,514)
	705,067	714,842
5.1.1 Cost of additions		
Residential and other buildings on freehold land	-	6,543
Plant and machinery	33,623	11,783
Vehicles	14,041	14,569
	47,664	32,895
5.1.2 Book value of deletions		
Plant and machinery	(7,029)	-
Vehicles	(2,085)	(749)
	(9,114)	(749)
5.2 Capital work-in-progress		
Factory building on free hold land	-	-
Advances against purchase of vehicle	-	4,803
	-	4,803

	Un-Audited			
	Nine Months Ended		Quarter Ended	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
(Rupees in thousands)				
6 COST OF SALES				
Raw materials consumed	1,652,129	6,110,177	1,215,279	2,175,717
Salaries, wages and other benefits	114,148	400,180	48,733	125,814
Stores and spare parts consumed	29,141	105,561	16,561	33,335
Packing materials consumed	19,442	86,189	13,590	26,699
Repair and maintenance	11,605	10,695	2,925	3,267
Fuel and power	147,397	554,687	93,721	219,629
Insurance	4,563	5,059	1,644	1,907
Other factory overheads	5,586	5,857	2,070	1,901
Depreciation	42,370	44,378	14,227	14,937
	2,026,381	7,322,783	1,408,750	2,603,206
Work-in-process:				
Opening stock	84,228	60,331	72,306	82,171
Closing stock	(84,168)	(85,774)	(84,168)	(85,774)
	60	(25,443)	(11,862)	(3,603)
Cost of goods manufactured	2,026,441	7,297,340	1,396,888	2,599,603
Finished goods:				
Opening stock	402,146	606,424	263,278	930,573
Closing stock	(263,106)	(1,419,222)	(263,106)	(1,419,222)
	139,040	(812,798)	172	(488,649)
	2,165,481	6,484,542	1,397,060	2,110,954

SELECTED NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (Un-Audited)
For The Nine Months Ended 31 March 2023

	Un-audited Nine Months Ended	
	31 March 2023	31 March 2022
(Rupees in thousands)		
7 CASH USED IN OPERATIONS		
(Loss) / Profit before taxation	(87,866)	300,213
Adjustments for non-cash charges and other items:		
Depreciation	48,325	48,768
Gain on sale of property, plant and equipment	(9,691)	(2,121)
Finance cost	5,011	73,414
Return on bank deposit	(4,734)	-
Dividend income	(26,263)	(180)
Exchange gain	(31,137)	(298)
Provision for Worker profit participation fund	-	16,123
Provision for worker welfare fund	-	6,127
Working capital changes (Note 8.1)	167,232	(509,519)
	60,877	(67,473)
7.1 Working capital changes		
(Increase) / decrease in current assets:		
- Stores and spare parts	(37,788)	(19,698)
- Stock-in-trade	51,400	(1,017,278)
- Trade debts	(85,241)	(239,011)
- Advances	(2,174)	(1,510)
- Short term prepayment	(1,641)	(1,439)
- Other receivables	3,010	(8,198)
	(72,434)	(1,287,134)
Increase in trade and other payables	239,666	777,615
	167,232	(509,519)

8. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL STATEMENTS**(i) Fair value hierarchy**

Judgements and estimates are made in determining the fair values of the financial instruments that are recognized and measured at fair value in these condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements At 31 March 2023	Level 1	Level 2	Level 3	Total
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Rupees in thousands

Financial assets

Investments at fair value through other comprehensive income	43,703	-	-	43,703
Total financial assets	43,703	-	-	43,703

Recurring fair value measurements At 30 June 2022	Level 1	Level 2	Level 3	Total
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Rupees in thousands

Financial assets

Investments at fair value through other comprehensive income	52,592	-	-	52,592
Total financial assets	52,592	-	-	52,592

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

**SELECTED NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (Un-Audited)**
For The Nine Months Ended 31 March 2023

There were no transfers between levels 1 and 2 for recurring fair value measurements during the period. Further, there was no transfer in and out of level 3 measurements.

The Company's policy is to recognize transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and trading and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

ii. Valuation techniques used to determine fair values

Specific valuation technique used to value financial instruments was use of quoted market prices.

9. TRANSACTION WITH RELATED PARTIES

Related parties of the Company comprise associated undertakings, other related parties, key management personnel and provident fund trust. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties are as follows:

i. Transactions	Un-Audited			
	Nine Months Ended 31 March 2023	31 March 2022	Quarter ended 31 March 2023	31 March 2022
	(Rupees in thousands)			
Associated companies				
Sale of Service-Electricity	4,445	76,429	1,883	996
Purchase of goods and services	10,149	10,550	9,520	6,489
Insurance premium	6,429	8,049	328	224
Rent expense	2,475	1,800	825	600
Dividend paid	-	5,863	-	-
Other related parties				
Company's contribution to employees' provident fund trust	2,180	6,304	688	2,337
Remuneration of chief executive, directors and executives	34,156	28,778	11,425	9,822
ii. Period end balances				
	As at 31 March 2023 (Un-audited)			
	Associated Companies	Other related Parties	Total	
	(Rupees in thousands)			
Trade and other payables	1,966	127,176	129,142	
Trade debts	4,253	-	4,253	
Long term investments	5,691	-	5,691	
As at 30 June 2022 (Audited)				
	Associated Companies	Other related Parties	Total	
	(Rupees in thousands)			
Trade and other payables	185	198,176	198,361	
Long term investments	3,208	-	3,208	
Trade debts	5,249	-	5,249	
Other receivable	189	-	189	

SELECTED NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (Un-Audited)
For The Nine Months Ended 31 March 2023

10. 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 2022.

11. DISCLOSURES BY COMPANY LISTED ON ISLAMIC INDEX

	Un-audited 31 March 2023	Audited 30 June 2022
	(Rupees in thousands)	
Loan / advances obtained as per Islamic mode:		
Loans	-	-
Advances	127,176	172,115
Shariah compliant bank deposits / bank balances		
Bank balances	95	98
	Un-audited Nine Months Ended 31 March 2023	31 March 2022
	(Rupees in thousands)	
Profit earned from shariah compliant bank deposits / bank balances		
Profit on deposits with banks	-	-
Revenue earned from shariah compliant business	715,076	6,992,475
Exchange gain / (loss)	31,137	298
Profits earned or interest paid on any conventional loan / advance		
Interest paid on loans	5,011	71,524
Profit earned on deposits with banks	4,734	0.40
Relationship with shariah compliant banks		
Name	Relationship	
BankIslami Pakistan Limited	Bank balance	
National Bank Islami	Bank balance	

12. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were approved by the Board of Directors and authorized for issue on 28 April 2023.

13. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim statement of financial position and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison, however, no significant re-arrangements have been made.

14. GENERAL

Figures have been rounded off to the nearest thousand of Rupees unless otherwise stated.


Chief Executive


Director


Chief Financial Officer

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