



# **SALFI TEXTILE MILLS LIMITED**

**Condensed Interim Financial Information  
For The Nine - Month Period Ended March 31, 2014**

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**COMPANY INFORMATION****BOARD OF DIRECTORS**

<b>CHAIRMAN:</b>	Mr. Anwar Ahmed Tata
<b>CHIEF EXECUTIVE:</b>	Mr. Adeel Shahid Anwar
<b>DIRECTORS:</b>	Mr. Shahid Anwar Tata Mr. Aijaz Ahmed Tariq Mr. Bilal Shahid Anwar Mr. Muhammad Naseem Sheikh Kausar Ejaz

**AUDIT COMMITTEE**

<b>CHAIRMAN:</b>	Mr. Muhammad Naseem
<b>MEMBERS:</b>	Mr. Bilal Shahid Anwar Sheikh Kausar Ejaz

**HUMAN RESOURCE &  
REMMUNERATION COMMITTEE**

<b>CHAIRMAN:</b>	Mr. Muhammad Naseem
<b>MEMBERS:</b>	Mr. Adeel Shahid Anwar Mr. Bilal Shahid Anwar

**COMPANY SECRETARY &  
CHIEF FINANCIAL OFFICER:**

Mr. Farooq Advani

**BANKERS:**

Allied Bank Limited.  
Bank Alfalah Limited  
Bank Islami Pakistan Limited  
Habib Metropolitan Bank Limited  
MCB Bank Limited.  
National Bank of Pakistan  
Soneri Bank Limited  
JS Bank Limited  
The Bank of Punjab

**AUDITORS:**

M/s. M. Yousuf Adil Saleem & Co.  
Chartered Accountants

**LEGAL ADVISOR:**

Ameen Bandukda & Co.  
Advocates.

**SHARE REGISTRAR:**

Central Depository Company of Pakistan Limited  
CDC House, 99 – B, Block 'B', S.M.C.H.S.,  
Main Shahra-e-Faisal  
Tel# (Toll Free) 0800-CDCPL (23275)  
Fax: (92-21) 34326053

**REGISTERED OFFICE:**

6<sup>th</sup> Floor Textile Plaza,  
M.A Jinnah Road Karachi.  
Tel # 32412955-3 Lines 32426761-2-4  
Fax # 32417710

**WEB SITE ADDRESS:**

[www.tatatex.com](http://www.tatatex.com)

**E- MAIL ADDRESS:**

[stm.corporate@tatatex.com](mailto:stm.corporate@tatatex.com)

**MILLS:**

HX-1, Landhi Industrial Area, Landhi, Karachi

**DIRECTORS' REPORT**

Assalam-o-Alaikum,

The financial statements (un-audited) of the company for the 3rd Quarter ended on 31st March 2014 are being presented to you.

The company has earned an up to date pre-tax profit of Rs. 93.6 million for the nine months period of the current financial year, however, in the third quarter the company made a pre-tax loss of Rs. 7.70 million.

The spinning industry is being faced with a difficult situation due to the following reasons:

In order to buy quality cotton, we have no choice available other than to buy it during the Pakistani cotton season which starts from August and ends till December. During that buying period, the average dollar rate remained Rs. 106 and when we were converting the local price parity with international prices, we took Rs. 106 as a parity price and then sudden revaluation of Pak rupee by more than 10% in just a short span of time has render us loss with our inventories of cotton. Exchange rate uncertainty still looms large, and since we usually buy cotton for a very long term, therefore we have cotton stocks available with us till August end.

It must further be noted that when the average dollar rate was Rs. 98 and devaluation of rupee started then immediately the government decided to increase power tariffs from Rs. 9.5 to Rs. 16.5, minimum wage rate was also revised from Rs.8000 to Rs. 10,000, transportation cost, oil, packing material & spare parts became expensive and similarly there were other cost pushups, now if the government wants industry to flourish and run smoothly, it should bring all these prices down otherwise it is simply a recipe for disaster of this industry.

Two-third of world cotton stocks are lying with China and still an uncertainty exists about their policy going forward, this uncertainty has been very critical in hampering the world demand.

Indians have invested huge amount in textiles and their production of cotton crop has also increased many folds since last ten years, now they are producing nearly 40 million bales of cotton and their industry has already overtaken Pakistan as major yarn supplier so much so that they have even entered Pakistani market and huge amount of yarn is being imported from India narrowing local market.

In the last, it is necessary to recognize the hard work of our team members as it is their dedication and commitment which led the company to pass through all the difficult times. We also owe it to our suppliers, bankers, agents, and customers for their consistent support.

On behalf of the Board of Directors



**ADEEL SHAHID ANWAR**

Chief Executive

Karachi:

Date: April 26, 2014

**SALFI TEXTILE MILLS LIMITED****CONDENSED INTERIM BALANCE SHEET  
AS AT MARCH 31, 2014**

	March 31, 2014	June 30, 2013 (Restated) (Audited)
	(Unaudited)	
	.....Rupees in '000' .....	
<b>SHARE CAPITAL AND RESERVES</b>		
Authorized		
5,000,000 ordinary shares of Rs.10 each	<u>50,000</u>	<u>50,000</u>
Issued, subscribed and paid-up		
3,342,570 ordinary shares of Rs. 10 each	<u>33,426</u>	<u>33,426</u>
Capital reserve		
- General reserve	<u>750,000</u>	<u>750,000</u>
- Other reserve	<u>5,996</u>	<u>5,996</u>
- Unrealized loss in value of securities		
available for sale	<u>(278)</u>	<u>(390)</u>
Unappropriated profit	<u>307,938</u>	<u>221,730</u>
	<u>1,097,082</u>	<u>1,010,762</u>
<b>SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT</b>	<u>1,058,797</u>	<u>1,080,131</u>
<b>NON-CURRENT LIABILITIES</b>		
Long-term financing	<u>604,106</u>	<u>634,120</u>
Deferred liabilities	<u>189,169</u>	<u>183,140</u>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	<u>384,752</u>	<u>308,525</u>
Interest / mark-up accrued on loans	<u>41,911</u>	<u>32,703</u>
Short-term borrowings	<u>1,325,285</u>	<u>603,946</u>
Current portion of long-term finances	<u>77,365</u>	<u>48,129</u>
Taxation - income tax	<u>18,574</u>	<u>-</u>
	<u>1,847,887</u>	<u>993,303</u>
<b>CONTINGENCIES AND COMMITMENTS</b>	<u>2</u>	<u>3,901,456</u>
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	<u>2,444,112</u>	<u>2,356,479</u>
Intangible assets	<u>4,471</u>	<u>5,276</u>
Long-term investments	<u>529</u>	<u>417</u>
Long-term deposits	<u>463</u>	<u>463</u>
<b>CURRENT ASSETS</b>		
Stores, spares and loose tools	<u>37,050</u>	<u>34,570</u>
Stock-in-trade	<u>1,794,937</u>	<u>1,049,400</u>
Trade debts	<u>298,944</u>	<u>287,022</u>
Loans and advances	<u>115,037</u>	<u>80,906</u>
Trade deposits and short-term prepayments	<u>5,852</u>	<u>1,464</u>
Other receivables	<u>19,782</u>	<u>2,430</u>
Other financial assets	<u>18,175</u>	<u>17,212</u>
Sales tax refundable	<u>15,805</u>	<u>12,779</u>
Cash and bank balances	<u>41,884</u>	<u>53,038</u>
	<u>2,347,466</u>	<u>1,538,821</u>
	<u>4,797,041</u>	<u>3,901,456</u>

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


  
**ADEEL SHAHID ANWAR**  
 Chief Executive

  
**ANWAR AHMED TATA**  
 Chairman/Director

**SALFI TEXTILE MILLS LIMITED****05****CONDENSED INTERIM PROFIT & LOSS ACCOUNT (UN-AUDITED)  
FOR THE NINE-MONTH PERIOD ENDED MARCH 31, 2014**

Note	Nine-month period ended		Three-month period ended	
	March 31, 2014	March 31, 2013 (Restated)	March 31, 2014	March 31, 2013 (Restated)
.....Rupees in '000'.....				
Sales	<b>3,288,554</b>	3,059,962	<b>1,292,568</b>	1,041,149
Cost of goods sold	<b>4 (2,888,897)</b>	(2,520,781)	<b>(1,190,044)</b>	(843,611)
<b>Gross profit</b>	<b>399,657</b>	539,181	<b>102,524</b>	197,538
Distribution cost	<b>(113,884)</b>	(111,520)	<b>(40,758)</b>	(25,726)
Administrative expenses	<b>(59,826)</b>	(52,498)	<b>(20,712)</b>	(19,375)
Other operating expenses	<b>(9,146)</b>	(50,718)	<b>4,170</b>	(25,914)
Finance cost	<b>(137,442)</b>	(90,920)	<b>(57,312)</b>	(35,948)
Other income	<b>14,245</b>	4,268	<b>4,385</b>	(1,179)
Share of profit from associate -net of tax	-	50,178	-	22,521
<b>Profit/(Loss) before taxation</b>	<b>93,604</b>	287,971	<b>(7,703)</b>	111,917
Provision for taxation	<b>(22,044)</b>	(54,587)	<b>(10,955)</b>	(19,779)
<b>Profit/(Loss) for the period</b>	<b>71,560</b>	233,384	<b>(18,658)</b>	92,138
<b>Other comprehensive income/(loss) :</b>				
Unrealised gain / (loss) on remeasurement of investment available-for-sale	<b>112</b>	(5)	<b>98</b>	(117)
Items that will never be reclassified to profit and loss account				
Remeasurements of defined Benefit liability	-	(1,839)	-	(613)
Recognition of deferred tax	-	126	-	42
	-	(1,713)	-	(571)
<b>Total comprehensive income for the period</b>	<b>71,672</b>	231,666	<b>(18,560)</b>	91,450
<b>Earnings per share</b>				
<b>- Basic and diluted (Rupees)</b>	<b>21.41</b>	69.82	<b>(5.58)</b>	27.56

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

  
**ADEEL SHAHID ANWAR**  
 Chief Executive

  
**ANWAR AHMED TATA**  
 Chairman/Director

**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE NINE-MONTH PERIOD ENDED MARCH 31, 2014**

	March 31, 2014	March 31, 2013
	.....Rupees in '000'.....	
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	93,604	287,971
Adjustments for:		
Depreciation of property, plant and equipment	71,938	57,782
Amortisation of intangible assets	987	843
Provision for staff gratuity and compensated absences	13,993	13,860
Finance cost	137,442	90,920
Share of profit from associate-net of tax	-	(50,178)
Exchange (gain) / loss on forward booking contract	(3,990)	10,690
Loss on disposal of property, plant and equipment	1,732	130
Operating cash flows before working capital changes	315,706	412,018
(Increase) / decrease in current assets		
Stores, spares and loose tools	(2,480)	(6,672)
Stock-in-trade	(745,538)	(840,585)
Trade debts	(11,923)	(114,021)
Loans and advances	10,529	(15,270)
Trade deposits and short-term prepayments	(4,388)	(1,874)
Other receivable	(17,352)	(1,448)
Other financial assets	(963)	(4,892)
Sales tax refundable	(3,026)	93
Increase in current liabilities		
Trade and other payables	76,063	38,220
Cash used in operations	(383,372)	(534,431)
Finance cost paid	(128,234)	(131,088)
Income taxes paid	(40,671)	(37,043)
Staff gratuity and compensated absences paid	(11,431)	(8,337)
Net cash used in operating activities	(563,708)	(710,899)
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(164,874)	(45,273)
Purchase of intangible assets	(182)	(801)
Proceeds from disposal of property, plant and equipment	3,571	17,253
Dividend Received	-	3,967
Net cash used in investing activities	(161,485)	(24,854)
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of long-term financing	(778)	(56,437)
Proceeds of short-term borrowings	439,014	486,733
Dividend Paid	(6,521)	(9,838)
Net cash generated from financing activities	431,715	420,458
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>(293,478)</b>	<b>(315,295)</b>
<b>Cash and cash equivalents as at July 01</b>	<b>(299,109)</b>	<b>(139,718)</b>
<b>Cash and cash equivalents as at March 31</b>	<b>(592,587)</b>	<b>(455,013)</b>
<b>CASH AND CASH EQUIVALENTS</b>		
Cash and bank balances	41,884	26,241
Short - term running finance under markup arrangements	(634,471)	(481,254)
	<b>(592,587)</b>	<b>(455,013)</b>

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

  
**ADEEL SHAHID ANWAR**  
 Chief Executive

  
**ANWAR AHMED TATA**  
 Chairman/Director

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE NINE-MONTH PERIOD ENDED MARCH 31, 2014**


CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE NINE-MONTH PERIOD ENDED MARCH 31, 2014						
	Capital		Reserve			
	Issued subscribed and paid-up Capital	General reserve	Other reserve	Unrealized gain/(loss) on remeasurement of securities available for-sale	Unappropriated profit (Restated)	Total
.....Rupees in '000'.....						
Balance as at July 01, 2012 as previously reported	33,426	-	5,996	(434)	845,383	884,371
Impact of Change in accounting policy	-	-	-	-	(2,669)	(2,669)
Balance as at July 01, 2012 - restated	33,426	-	5,996	(434)	842,714	881,702
Comprehensive income						
Profit after taxation for the nine months ended March 31, 2013	-	-	-	-	233,384	233,384
Other Comprehensive income	-	-	-	(5)	(1,713)	(1,718)
	-	-	-	(5)	231,671	231,666
Transfer from surplus on revaluation of property, plant and equipment on account of						
- incremental depreciation - net of deferred tax	-	-	-	-	21,231	21,231
- disposal - net of deferred tax and disposal	-	-	-	-	10,078	10,078
	-	-	-	-	31,309	31,309
Share of surplus on revaluation of property, plant and equipment of associate on account of						
- incremental depreciation - net of deferred tax	-	-	-	-	6,089	6,089
Transactions with owners						
Final cash dividend for the year ended June 30, 2012 @ Rs. 3 per Share	-	-	-	-	(10,028)	(10,028)
Balance as at March 31, 2013	33,426	-	5,996	(439)	1,101,755	1,140,738



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE NINE-MONTH PERIOD ENDED MARCH 31, 2014**

	Rupees in '000			
	Issued subscribed and paid-up Capital	General reserve	Capital	Reserve
			Other reserve	Revenue
				Unrealized gains/(loss) on remeasurement of securities available for-sale
				Unappr- -opriated profit (Restated)
				Total
<b>Comprehensive income</b>				
Profit after taxation for the three month ended June 30, 2013	-	-	-	124,983
Other Comprehensive income	-	-	-	49
	-	-	-	124,412
	-	-	-	124,461
Transfer from surplus on revaluation of property, plant and equipment on account of				
- incremental depreciation - net of deferred tax	-	-	-	7,448
- disposal - net of deferred tax and disposal	-	-	-	45,285
	-	-	-	52,733
Transfer to general reserve	-	750,000	-	(750,000)
Specie dividend	-	-	-	(135,490)
Change in value of investment due to specie dividend	-	-	-	(171,680)
	-	-	-	(171,680)
<b>Balance as at June 30, 2013 - restated</b>	<b>33,426</b>	<b>750,000</b>	<b>5,996</b>	<b>(390)</b>
				<b>221,730</b>
<b>Comprehensive income</b>				
Profit after taxation for the period ended March 31, 2014	-	-	-	71,560
Other Comprehensive income	-	-	-	112
	-	-	-	112
	-	-	-	71,672
Transfer from surplus on revaluation of property, plant and equipment on account of				
- incremental depreciation - net of deferred tax	-	-	-	19,311
- disposal - net of deferred tax and disposal	-	-	-	2,022
	-	-	-	21,333
<b>Transactions with owners</b>				
Final cash dividend for the year ended June 30, 2013 @ Rs. 2 per share	-	-	-	(6,685)
	-	-	-	(6,685)
<b>Balance as at March 31, 2014</b>	<b>33,426</b>	<b>750,000</b>	<b>5,996</b>	<b>(278)</b>
				<b>307,938</b>
				<b>1,097,082</b>

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

  
**ADEEL SHAHID ANWAR**  
Chief Executive

  
**ANWAR AHMED TATA**  
Chairman/Director

**SELECTED EXPLANATORY NOTES TO THE  
CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE NINE-MONTH PERIOD ENDED MARCH 31, 2014**

**1. SELECTED EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS**

- 1.1** Salfi Textile Mills Limited (the company) was incorporated in Pakistan on January 05, 1968 as a public limited company under the Companies Ordinance, 1984 and is listed on Karachi Stock Exchange. The registered office of the company is situated at 6th floor Textile Plaza M.A Jinnah Road, Karachi. The principal activity of the company is manufacturing and sale of yarn. The company's manufacturing facilities are located at Landhi Industrial Estate, Karachi in the Province of Sindh.
- 1.2** These condensed interim financial statements have been prepared under 'historical cost convention' modified by:
- revaluation of certain property, plant and equipment
  - recognition of certain employee retirement benefits at present value
  - investment in associate under equity method
  - investment available for sale at fair value
- 1.3** These condensed interim financial statements have been prepared in accordance with the International Financial Reporting Standards, International Accounting Standard (IAS) 34: Interim Financial Reporting and in compliance with the requirement of section 245 of the Companies Ordinance, 1984 and the Listing Regulations of the Karachi Stock Exchange.
- 1.4** The accounting policies and methods of computation followed in the preparation of these 3rd Quarterly financial statements are the same as those of the published annual financial statements for the period ended June 30, 2013.

**2. CONTINGENCIES AND COMMITMENTS**

**2.1 Contingencies**

There is no contingency to report as at March 31, 2014 and June 30, 2013.

	March 31, 2014	June 30, 2013
Note	(Unaudited)	(Audited)
	.....Rupees in 000 .....	
<b>2.2 Commitments</b>		
Civil works and machinery	44,254	10,005
Letters of credit for machinery and store and spares	77,116	25,368
Bank guarantees	95,166	90,166
Bills discounted	687,156	212,455
Outstanding sales contract	114,119	124,954
Forward contracts	48,850	15,491

- 2.2.1** This includes bank guarantee related to infrastructure cess amounting to Rs. 54.1 million (June 30, 2013: Rs. 49.1 million) which has been provided by the Company.

**3. PROPERTY, PLANT AND EQUIPMENT**

Operating fixed assets	3.1	2,275,652	2,310,456
Capital work-in-progress (CWIP)		168,460	46,023
		<u>2,444,112</u>	<u>2,356,479</u>

- 3.1 Following additions, transfers and disposals in operating fixed assets were made during the 3rd quarter ended March 31, 2014.

	Additions	Disposal (W.D.V)	Sale Proceed
	..... Rupees in '000' .....		
Plant and machinery	-	201	313
Furniture & Fixture	7	-	-
Equipment	594	-	-
Vehicle	2,020	77	84
	<u>2,621</u>	<u>278</u>	<u>397</u>

	Nine-month period ended		Three-month period ended	
Note	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
	.....Unaudited.....			
	.....Rupees in '000'.....			

#### 4. COST OF GOODS SOLD

Opening finished goods	175,450	271,114	347,975	212,683
Cost of goods manufactured 4.2	3,031,990	2,422,874	1,160,612	804,135
	<u>3,207,440</u>	<u>2,693,988</u>	<u>1,508,587</u>	<u>1,016,818</u>
Closing finished goods	(320,390)	(173,207)	(320,390)	(173,207)
Cost of goods sold	<u>2,887,050</u>	<u>2,520,781</u>	<u>1,188,197</u>	<u>843,611</u>
Cost of raw material sold	1,847	-	1,847	-
	<u>2,888,897</u>	<u>2,520,781</u>	<u>1,190,044</u>	<u>843,611</u>

- 4.1 Net realisable value of finished goods was lower than its cost, which resulted in write down of Rs. 8.224 million (March 31, 2013 Rs. 0.296 million) charged to cost of sales.

#### 4.2 Cost of goods manufactured

Raw material consumed 4.2.1	2,383,177	1,894,640	925,102	631,392
Packing material consumed	51,670	42,599	21,335	13,502
Stores and spares consumed	46,550	37,618	23,901	10,695
Salaries, wages and benefits	158,036	151,947	54,736	53,197
Fuel and power	304,225	227,229	112,301	74,372
Insurance	8,460	8,505	2,777	3,196
Repairs and maintenance	6,476	3,708	2,405	526
Depreciation	67,269	53,462	22,839	17,788
Other overheads	13,443	12,983	5,893	3,020
	<u>3,039,306</u>	<u>2,432,691</u>	<u>1,171,289</u>	<u>807,688</u>

#### Work-in-process

Opening stock	26,796	21,677	23,435	27,941
Closing stock	(34,112)	(31,494)	(34,112)	(31,494)
	<u>(7,316)</u>	<u>(9,817)</u>	<u>(10,677)</u>	<u>(3,553)</u>
	<u>3,031,990</u>	<u>2,422,874</u>	<u>1,160,612</u>	<u>804,135</u>

#### 4.2.1 Raw material consumed

Opening stock	847,154	349,502	1,616,523	771,758
Purchases - net	2,976,457	2,823,315	749,013	1,137,811
	<u>3,823,611</u>	<u>3,172,817</u>	<u>2,365,536</u>	<u>1,909,569</u>
Closing stock	(1,440,434)	(1,278,177)	(1,440,434)	(1,278,177)
	<u>2,383,177</u>	<u>1,894,640</u>	<u>925,102</u>	<u>631,392</u>


## 5. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated undertakings and key management personnel. The transactions between the Company and the related parties are carried out as per agreed terms. Significant transactions with related parties are as follows:

		Three-month period ended	
		March 31, 2014 (Unaudited)	March 31, 2013 (Unaudited)
		...Rupees in '000'...	
Relationship with the Party	Nature of transactions		
<b>Associated undertakings</b>	Share of expense received	661	197
	Share of expense paid	2	2
	Purchase of power	112,249	74,329
	Licensing Income	1,062	1,062
<b>Directors</b>	Meetings fee	30	45
	Short-term benefits	1,200	1,161
	Rent expense	907	907
<b>Key management personnel</b>	Short-term benefits	8,718	8,252

## 6. APPROVAL OF CONDENSED INTERIM FINANCIAL INFORMATION

These condensed interim financial statements were authorized for issue on April 26, 2014 by the Board of Directors of the Company.

  
ADEEL SHAHID ANWAR  
Chief Executive

  
ANWAR AHMED TATA  
Chairman/Director

## **SALFI TEXTILE MILLS LIMITED**

### **Notice to the Shareholders of Salfi Textile Mills Limited**

Dear Sir / Madam,

#### **Submission of Copy of CNIC (Mandatory):**

The Securities and Exchange Commission of Pakistan (SECP) vide their S.R.O. 779(i) 2011 dated August 18, 2011 has directed the company to print your Computerized National Identity Card (CNIC) number on your dividend warrants and if your CNIC number is not available in our records, your dividend warrant will not be issued / dispatched to you. In order to comply with this regulatory requirement, **physical shareholders** are requested to kindly send photocopy of their CNIC to us immediately at our Share Registrar's address '**Share Registrar Department, Central Depository Company of Pakistan Limited, CDC House, 99-B, Block 'B', S.M.C.H.S., Main Shahra-e-Faisal, Karachi-74400, Pakistan**'. Kindly ignore if you have already provided your CNIC number to us. Corporate Shareholders are requested to provide their National Tax Number (NTN) to us.

#### **Dividend Mandate (Optional):**

Under Section 250 of the Companies Ordinance 1984 a shareholder may, if so desires, direct the Company to pay dividend through his / her / its bank account. In pursuance of the directions given by Securities and Exchange Commission of Pakistan (SECP) vide Circular Number 18 of 2012 dated June 05, 2012, kindly authorized the company for direct credit of your cash dividend in your bank account (please note that giving bank mandate for dividend payments is optional, in case you do not wish to avail this facility please ignore this notice, dividend will be paid to you through dividend warrant at your registered address). If you want to avail the facility of direct credit of dividend amount in your bank account, please provide following information:

<b>Bank Account Details of Shareholder</b>	
Title of Bank Account	
Bank Account Number	
Bank's Name	
Branch name and Address	
Cell number of Shareholder	
Landline number of shareholder, if any	
It is stated that the above mentioned information is correct and in case of any change therein, I/we will immediately intimate to the company and the concerned share registrar.	
Name, Signature, Folio # and CNIC number of Shareholder	
Notes:	
(1)	Those shareholders, who hold shares in book entry form in their CDS accounts, will provide the above dividend mandate information directly to their respective Participant / CDC Investor Account Services Department.
(2)	If dividend mandate information has already been provided by you, ignore this request.

#### **Unclaimed Shares / Dividends:**

You may also write to us for any outstanding / unclaimed cash dividend or bonus shares issued to you by company in past years.

Dated: April 26, 2014

# BOOK POST

Printed Matter



If Undelivered please return to :  
**SALFI TEXTILE MILLS LIMITED**  
6th Floor, Textile Plaza,  
M. A. Jinnah Road,  
Karachi-74000