



Reliance Weaving
Mills Limited
A Fatima Group Company

THE ART OF TEXTILE

Half Yearly Accounts

December 31, 2024
(Un-audited)

The background is a solid green color. On the right side, there is a dense cluster of thin, light green lines radiating outwards towards the left. These lines are of varying lengths and angles, creating a starburst or sunburst effect. Small, dark green dots are scattered along these lines, particularly towards the right edge of the page.

Half Yearly Accounts

FOR THE PERIOD DECEMBER 31, 2024

(UN-AUDITED)



CREDIT RATING RELIANCE WEAVING MILLS LIMITED

A A-2

CERTIFICATIONS



COMPANY INFORMATION

BOARD OF DIRECTORS

Executive Director

Mr. Faisal Ahmed (Chief Executive Officer)

Non-Executive Directors

Mr. Fawad Ahmed Mukhtar (Chairman)
Mr. Abbas Mukhtar
Mr. Muhammad Mukhtar Sheikh
Mr. Muhammad Fazeel Mukhtar
Mrs. Fatima Fazal

Independent Directors

Mr. Imran Bashir
Mr. Shoaib Ahmad Khan

HR & Remuneration Committee

Mr. Shoaib Ahmad Khan (Chairman)
Mr. Imran Bashir (Member)
Mr. Muhammad Fazeel Mukhtar (Member)

Risk Management Committee

Mr. Faisal Ahmed (Chairman)
Mr. Imran Bashir (Member)
Mr. Shoaib Ahmad Khan (Member)

Nomination Committee

Mr. Fawad Ahmed Mukhtar (Chairman)
Mr. Faisal Ahmed (Member)
Mr. Muhammad Fazeel Mukhtar (Member)

COMMITTEES OF THE BOARD

Audit Committee

Mr. Imran Bashir (Chairman)
Mr. Shoaib Ahmad Khan (Member)
Mr. Muhammad Mukhtar Sheikh (Member)

EXECUTIVE MANAGEMENT TEAM

Chief Financial Officer

Mr. Waheed Ahmad

Head of Human Resources

Mr. Asad A. Jan



Company Secretary

Mr. Kamran Ahmad Awan

Head of Internal Audit & Risk Assurance - OB

Mr. Muhammad Akbar Rana

Head of Treasury

Mr. Anjum Jameel Sheikh

Technical Director Weaving

Mr. Ikram Azeem

GM Marketing

Khawaja Sajid

Mr. Aqeel Safi

Mr. Muhammad Nasir Iqbal

Mr. Salim Ahmed

Technical Director Spinning (Multan)

Mr. Muhammad Shoaib Alam

GM Spinning (Rawat)

Mr. Salahudin Khattak

GM Supply Chain

Mr. Muhammad Javed Nazir

AUDITORS & SHARES REGISTRAR

External Auditors

M/s. ShineWing Hameed Chaudhri & Co.

Chartered Accountants

2526/F, Shadman Colony, Opposite High Court

Bahawalpur Road, Multan.

Tel: 061-4785211-12, 4511979

E-mail: mux@hccpk.com

Website: www.hccpk.com

Shares Registrar

M/s. CDC Share Registrar Services Limited

CDC House, 99-B, Block 'B', S.M.C.H.S.,

Main Shahrah-e-Faisal, Karachi-74400

E-mail: info@cdc.pak.com

BANKERS / FINANCIAL INSTITUTIONS

Allied Bank Limited

Habib Bank Limited

United Bank Limited

National Bank of Pakistan

National Bank – Aitemad Islamic Banking

Meezan Bank Limited

Soneri Bank Limited

The Bank of Khyber

Habib Metropolitan Bank Limited

Bank Al Habib Limited

Bank Al Habib Limited – Islamic Banking

Bank Alfalah Limited

Samba Bank Limited

Al-Baraka Bank Pakistan Limited

Dubai Islamic Bank (Pakistan) Limited

The Bank of Punjab – Taqwa Islamic Banking

Askari Bank Limited, Islamic Banking Services

Saudi Pak Industrial & Agricultural Investment Company Limited

Pak Brunei Investment Company Limited

Pak China Investment Company Limited

Pak Libya Holding Company (Pvt) Limited

Pakistan Kuwait Investment Company (Pvt) Limited

First Habib Modaraba

Bank Islami Pakistan Limited

Habib Bank Ltd – Islamic Banking

Muslim Commercial Bank Ltd.

SITE ADDRESSES

Unit # 1,2,4,5 & 6

Fazalpur Khanewal Road, Multan

Phone & Fax: 061-6740020-3 & 061-6740039

Unit # 3

Mukhtarabad, Chak Beli Khan Road, Rawat Rawalpindi.

Phone & Fax: 051-4611579-81 & 051-4611097

BUSINESS OFFICES

Registered Office

2nd Floor, Trust Plaza, LMQ Road, Multan

Tel: 061-4509700, 061-4509749

Fax: 061-4511677, 061-4584288

E-mail: info@fatima-group.com

Head Office

E-110, Khayaban-e-Jinnah, Lahore Cantt.

Tel: 042-35909449, 042-111-328-462

Fax: 042-36621389

Website: www.fatima-group.com

COMPANY PROFILE

Reliance Weaving Mills Limited was incorporated on April 07, 1990 with its Registered Office at 2nd Floor, Trust Plaza, L.M.Q. Road, Multan and is listed on Pakistan Stock Exchange. The Head Office of the Company is situated at E-110, Khayaban-e-Jinnah, Lahore-Cantt.

The Company is a fully integrated comprising of yarns and fabrics production facilities, which is located at two sites i.e. Fazalpur Khanewal Road, Multan (Multan Unit) and Mukhtarabad, Chak Beli Khan Road, Rawat, Rawalpindi (Rawat Unit). Multan Units and its surrounding comprises of 185.5 acres of land having 228 bachelors' quarters and 24 family quarters for workers and management employees.

The Spinning division at Multan comprises of two units, unit # 4 & 6. Unit # 4 comprises of 42 ring frames consisting of 47,520 spindles with total annual production capacity of 25,248 tons based on average count Ne 14. We have state of the art and modern technology, TOYOTA RX-240 and RX-300 E Draft capable of making wide range of counts. These machines can attain high speed of 21,000 RPM. Our ring machines are 2004, 2013 and 2014 model. Currently, we are producing yarn counts from 6/1 cdd to 21/1 cdd.

The above unit produces Carded Yarn, Combed Yarn, Siro Yarn, Core Yarn, Dual Core Yarn, Slub Yarn, Dual Core+Slub Yarn and Core+Slub Yarns. We are specialized in making yarn for Denim. We have installed compact system on our existing frames gaining the ability of compact yarn manufacturing and have also installed Bobbin Transport System (BTS), which will cause the automation in the system and reducing workers handling. We have also installed Auto Doffer Auto-cone.

The Company has recently achieved a milestone in textile field in the form of launching new spinning unit # 6 comprises of 18 Ring frames (29,568 spindles each) with total annual production capacity of 6,709 tons based on fine count average Ne 35. We have state of the art and modern technology, RIETER K48 with E Draft capable of making wide range of fine counts. These machines can attain high speed of 25,000 RPM with Muratec Qpro Japanese Link coner and Marzoli Simplex with auto doffer and BTS system. Our machines are 2022 model. Currently, we are producing yarn counts from 30/1 cdd Cpt to 40/1 Cmb Cpt.

The Weaving unit comprises of 490 looms of high speed latest air jet machines of Tsudakoma (Japan) & Picanol (Belgium) with total grey cloth production of (91 Million Meters per year) (SGM's) is based on 60 picks. We cater for home textiles and apparels from various varieties of yarns blends such as Cotton/Polyester, Cotton/Viscose/ Linen, Fancy Yarns, Stretch Yarns from different natural fibers & synthetic blends. The unit is equipped with latest warping and sizing machine, batchers, complete range fabric inspection and packing machinery installations, well equipped laboratory having complete range yarn and fabric testing facility, LDS system, air compressors, air conditioning / chiller system, boilers and self-gas engine power generation. The weaving facilities can produce plain (basket/mat weave, ribbed warp & weft), twill, satin, sateen weave, warp stripe, weft stripe satin, cellular weave, BFC, pique, broken twill, missing dent, 16 frame dobby designs, variation of basic weave such as creps, double cloth, gauze (leno), tappet, dobby, namely jacquard.

The Rawat unit comprises of 34 acres of land having accommodation capacity for 500 workers and 90 rooms for bachelors. The unit consists of 32 Toyoda Japan (RY-5) spinning frame with total annual production capacity of 138,000 bags based on standard count of 20/1 cdd. The unit produces yarns namely Melange, Marl, Slub, Injection Nappy and Fancy Draw Blend Yarns. We are producing almost all types of Fancy Yarns and Grey Fabrics and have state-of-the-art high speed machines with latest facilities coupled with highly skilled team of dedicated workers and engineers to meet the challenges of textile sector.

We are constantly working to upgrade our plant by replacing old machines with latest high speed machines to be abreast with modern trends in the local textile industry and abroad to have competitive edge over our competitors to bring our Company in the forefront of the textile sector of Pakistan.

DIRECTORS' REVIEW TO THE SHAREHOLDERS

Dear Members,

On behalf of the Board of Directors, we are pleased to present half yearly financial statements of Reliance Weaving Mills Limited (the "**Company**") for the period ended December 31, 2024.

Operational Performance

During the half year under review, the Company's operational performance was satisfactory, despite the challenging economic conditions prevailing in Pakistan. The management team worked diligently to optimize production, reduce costs particularly, and improve efficiency. As a result, the Company was able to maintain its market share and generate reasonable revenue growth.

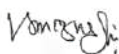
Financial Highlights

The company has earned net profit of Rs. 28.7 million and secured revenue of Rs. 21.35 billion for half year ended December 31, 2024. Revenue of the company has been increased by Rs. 1.19 billion (5.9%). Energy cost has been increased by Rs. 653 million (36.18%) due to hike in gas / RLNG prices that mainly affected profits of the company. However, finance cost has been decreased by Rs. 414.71 million (20.4%) as compared to the previous period.

Future Prospects

The textile sector in Pakistan is facing significant challenges due to shortage of locally grown cotton. This shortage necessitated a shift towards imported cotton to meet production requirements resulting in increased procurement costs including import charges, custom duties and transportation costs. Moreover, textile sector is also facing international challenges like diminishing global demand. Despite of above national and international challenges, the company is capitalizing on available opportunities like reducing energy costs by installing 15 MW solar project out of which 4MW is fully operational at the end of January-25 and strengthening its relationships with international customers and suppliers.

In conclusion, while the current economic environment in Pakistan remains challenging, we believe that the Company is well-positioned to navigate these challenges and capitalize on the opportunities available in the textile sector.



Imran Bashir
(Director)

For and on behalf of the Board,



Faisal Ahmed
(Chief Executive)

Date: February 27, 2025

Place: Multan

ڈائریکٹرز جائزہ رپورٹ

محترم ممبرز،

بورڈ آف ڈائریکٹرز کی جانب سے، ہم آپ کے سامنے ریلائنس ویونگٹ ملز لمیٹڈ (کمپنی) کے 31 دسمبر 2024 کو ختم ہونے والی ششماہی مدت کے مالیاتی گوشوارے پیش کر رہے ہیں۔

آپریٹیشنل پرفارمنس:

زیہ جائزہ ششماہی کے دوران کمپنی کی آپریٹیشنل پرفارمنس تسلی بخش رہی، حالانکہ پاکستان میں موجودہ اقتصادی حالات چیلنجنگ تھے۔ کمپنی کی انتظامی ٹیم نے پیداوار کو بہتر بنانے، خاص طور پر لاگت کو کم کرنے اور کارکردگی کو بڑھانے کے لیے محنت کی۔ اس کے نتیجے میں، کمپنی نے اپنے مارکیٹ شیئر کو برقرار رکھنے اور آمدنی کی بڑھوتری حاصل کرنے میں کامیابی حاصل کی۔

مالیاتی جھلکیاں:


کمپنی نے 31 دسمبر 2024 کو ختم ہونے والی ششماہی میں 28.7 ملین روپے کا خالص منافع کمایا ہے اور 21.35 ملین روپے کی آمدنی حاصل کی ہے۔ کمپنی کی آمدنی 1.19 بلین روپے (5.9%) بڑھی ہے۔ توانائی کی لاگت 653 ملین روپے (36.18%) بڑھی ہے جو کہ گیس کی قیمتوں میں اضافے کی وجہ سے ہے جس نے کمپنی کے منافع کو خصوصاً متاثر کیا۔ تاہم، مالی لاگت گزشتہ دور کے مقابلے میں 414.71 ملین روپے (20.4%) کم ہوئی ہے۔

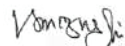
مستقبل کی توقعات:

پاکستان میں نیکیسٹائل شعبہ مقامی طور پر اگائے جانے والی کمپاس کی کمی کی وجہ سے اہم چیلنجز کا سامنا کر رہا ہے۔ اس کمی نے درآمد شدہ کمپاس کی طرف منتقلی کی ضرورت پیدا کی، جس کے نتیجے میں خریداری کے اخراجات بشمول درآمدی چارجز، کسٹم ڈیوٹیز اور نقل و حمل کے اخراجات میں اضافہ ہوا۔ مزید یہ کہ نیکیسٹائل شعبہ عالمی چیلنجز جیسے کہ عالمی طلب میں کمی کا بھی سامنا کر رہا ہے۔ مذکورہ قومی اور بین الاقوامی چیلنجز کے باوجود، کمپنی موجودہ مواقع کا فائدہ اٹھا رہی ہے، جیسے کہ 15 میگاواٹ سٹی منصوبہ نصب کر کے توانائی کے اخراجات میں کمی کرنا، جس میں سے 4 میگاواٹ مکمل طور پر جنوری کے آخر تک آپریٹیشنل ہے اور اس کے علاوہ کمپنی بین الاقوامی صارفین اور سپلائرز کے ساتھ اپنے تعلقات کو مضبوط بنانے میں کوشاں ہے۔

جبکہ پاکستان کا موجودہ اقتصادی ماحول چیلنجز سے بھرا ہوا ہے، ہم یقین رکھتے ہیں کہ کمپنی ان چیلنجز کا سامنا کرنے اور نیکیسٹائل شعبہ میں دستیاب مواقع کا فائدہ اٹھانے کے لیے اچھی طرح سے تیار ہے۔

بورڈ کے لئے اور اس کی طرف سے،


فیصل احمد
چیف ایگزیکٹو


عمران بشیر
ڈائریکٹر

مقام: ملتان

تاریخ: 27 فروری 2025





CONDENSED INTERIM FINANCIAL INFORMATION

HALF YEAR ENDED DECEMBER 31, 2024

(UN-AUDITED)

INDEPENDENT AUDITORS' REVIEW REPORT TO THE MEMBERS OF RELIANCE WEAVING MILLS LIMITED ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Reliance Weaving Mills Limited as at December 31, 2024 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows together with the notes forming part thereof for the six months period then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed 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 condensed interim financial statements based on our review.

The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2024.

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 condensed 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 condensed 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 review engagement resulting in this independent auditors' review report is Talat Javed.

Shinewing Hameed Chaudhri B.Sc.

SHINEWING HAMEED CHAUDHRI & CO.,
CHARTERED ACCOUNTANTS
MULTAN

Date: February 27, 2025
UDIN: RR2024101622AXUbePRy

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

As at December 31, 2024

		Dec. 31, 2024 Un-audited	June 30, 2024 Audited
Assets			
Non-current assets	Note	Rupees in thousand	
Property, plant and equipment	5	17,382,448	16,514,097
Long term investments	6	1,373,670	1,373,670
Long term deposits		30,331	29,719
Deferred tax asset		866,618	849,455
		19,653,067	18,766,941
Current assets			
Stores, spares and loose tools		425,712	492,614
Stock-in-trade	7	11,698,580	7,652,563
Trade debts	8	5,626,382	5,693,899
Loans and advances	9	774,535	673,259
Prepayments and other receivables		82,082	23,886
Short term investments	10	473,850	403,863
Tax refunds due from the Government	11	360,578	533,154
Cash and bank balances		414,764	624,010
		19,856,483	16,097,248
Total assets		39,509,550	34,864,189
Equity and liabilities			
Share capital and reserves			
Authorised share capital			
40,000,000 ordinary shares of Rs.10 each		400,000	400,000
30,000,000 preference shares of Rs.10 each		300,000	300,000
		700,000	700,000
Issued, subscribed and paid-up share capital		308,109	308,109
Reserves		6,890,924	6,792,236
Revaluation surplus on freehold land - capital reserve		2,984,467	2,984,467
		10,183,500	10,084,812
Liabilities			
Non-current liabilities			
Long term finances	12	7,493,067	4,677,685
Lease liabilities		63,889	61,811
Staff retirement benefits - gratuity		500,895	441,708
		8,057,851	5,181,204
Current liabilities			
Trade and other payables	13	6,257,854	4,498,478
Unclaimed dividends		13,186	13,200
Accrued mark-up		563,836	870,063
Short term borrowings		13,065,891	12,210,681
Current portion of non-current liabilities	14	854,877	1,279,322
Taxation and levies	15	512,555	726,429
		21,268,199	19,598,173
Total liabilities		29,326,050	24,779,377
Contingencies and commitments	16		
Total equity and liabilities		39,509,550	34,864,189

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


Chief Executive


Director


Chief Financial Officer

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

For the six months period ended December 31, 2024

		Six months period ended		Quarter ended	
		Dec. 31, 2024	Dec. 31, 2023	Dec. 31, 2024	Dec. 31, 2023
	Note	----- Rupees in thousand -----			
Sales - net	17	21,354,966	20,165,865	10,632,037	9,023,579
Cost of sales	18	(19,014,329)	(17,565,365)	(9,371,197)	(7,929,496)
Gross profit		2,340,637	2,600,500	1,260,840	1,094,083
Distribution and marketing expenses	19	(260,096)	(182,680)	(125,964)	(75,608)
Administrative expenses	20	(285,155)	(236,552)	(149,361)	(135,385)
Other expenses	21	(32,298)	(28,785)	(50,154)	(8,293)
Other income	22	12,837	124,306	5,519	41,407
		(564,712)	(323,710)	(319,960)	(177,878)
Profit from operations		1,775,925	2,276,790	940,880	916,205
Finance cost	23	(1,612,271)	(2,027,002)	(817,085)	(916,407)
Share of loss of associate		-	-	-	-
Profit / (loss) before taxation and levies		163,654	249,788	123,795	(202)
Minimum tax levies		(151,033)	(260,893)	(119,618)	(113,380)
Profit / (loss) before taxation		12,621	(11,105)	4,177	(113,582)
Taxation		16,080	47,344	13,895	47,344
Profit / (loss) after taxation and levies		28,701	36,239	18,072	(66,238)
Earnings / (loss) per share		0.93	1.18	0.59	(2.15)

The annexed notes 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 six months period ended December 31, 2024

	Six months period		Quarter ended	
	Dec. 31, 2024	Dec. 31, 2023	Dec. 31, 2024	Dec. 31, 2023
	----- Rupees in thousand -----			
Profit / (Loss) after taxation	28,701	36,239	18,072	(66,238)
Other comprehensive income:				
Items that will not be reclassified subsequently to profit or loss:				
Unrealised gain on remeasurement of short term investments at fair value through other comprehensive income	69,987	14,911	49,169	17,300
	69,987	14,911	49,169	17,300
Total comprehensive income / (loss)	98,688	51,150	67,241	(48,938)

The annexed notes 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 six months period ended December 31, 2024

	Capital Reserves				Revenue		Total
	Share capital	Share premium	Revaluation surplus on freehold land	Fair value (loss) / gain on investments at FVTOCI	General reserve	Un-appropriated profit	
	----- Rupees in thousand -----						
Balance as at June 30, 2024-audited	308,109	41,081	2,984,467	(201,507)	74,172	6,878,490	10,084,812
Total comprehensive income for the period of six months ended December 31, 2024:							
- profit for the period	-	-	-	-	-	28,701	28,701
- other comprehensive income	-	-	-	69,987	-	-	69,987
	-	-	-	69,987	-	28,701	98,688
Balance as at December 31, 2024-un-audited	308,109	41,081	2,984,467	(131,520)	74,172	6,907,191	10,183,500
Balance as at June 30, 2023-audited	308,109	41,081	2,984,467	(29,136)	74,172	6,733,891	10,112,584
Total comprehensive income for the period of six months ended December 31, 2023:							
- profit for the period	-	-	-	-	-	36,239	36,239
- other comprehensive income	-	-	-	14,911	-	-	14,911
	-	-	-	14,911	-	36,239	51,150
Balance as at December 31, 2023-un-audited	308,109	41,081	2,984,467	(14,225)	74,172	6,770,130	10,163,734

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


Chief Executive


Director


Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

For the six months period ended December 31, 2024

	Six months period ended	
	Dec. 31, 2024	Dec. 31, 2023
	Rupees in thousand	
Cash flows from operating activities		
Profit for the period - before taxation and levies	163,654	249,788
Adjustments for non-cash charges and other items:		
Depreciation on operating fixed assets and right-of-use assets	369,372	371,100
Provision for impairment of trade debts	-	665
Staff retirement benefits - gratuity	81,164	70,322
Gain on disposal of operating fixed assets - net	(5,438)	(2,403)
Interest on worker's (profit) participation fund	3,132	2,730
Provision for worker's (profit) participation fund	8,636	13,147
Finance cost	1,609,139	2,024,272
Profit before working capital changes	2,229,659	2,729,621
Effect on cash flows due to working capital changes		
(Increase) / decrease in current assets		
Stores, spares and loose tools	66,902	1,452
Stock-in-trade	(4,046,017)	(2,182,933)
Trade debts	67,516	172,506
Loans and advances	(101,276)	(88,027)
Prepayments and other receivables	(58,196)	(99,967)
Tax refunds due from the Government (excluding income tax and prepaid levies)	29,425	704,908
Increase / (decrease) in trade and other payables	1,747,608	(878,119)
	(2,294,038)	(2,370,179)
Cash (used in) / generated from operations	(64,379)	359,441
Taxes and levies paid - net	(222,839)	(197,237)
Finance cost paid	(1,915,366)	(1,792,928)
Staff retirement benefits paid	(21,977)	(31,277)
Net cash used in operating activities	(2,224,560)	(1,662,001)
Cash flows from investing activities		
Fixed capital expenditure	(1,237,954)	(346,885)
Sale proceeds from sale of property, plant equipments	5,669	3,197
Long term deposits	(612)	-
Net cash used in investing activities	(1,232,897)	(343,688)
Cash flows from financing activities		
Long term finances - net	2,398,381	(369,067)
Lease liabilities - net	(5,366)	(21,599)
Short term finances - net	855,210	2,490,543
Dividend paid	(14)	(7)
Net cash generated from financing activities	3,248,211	2,099,870
Net (decrease) / increase in cash and cash equivalents	(209,246)	94,181
Cash and cash equivalents - at beginning of the period	624,010	557,668
Cash and cash equivalents - at end of the period	414,764	651,849

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


Chief Executive


Director


Chief Financial Officer

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the six months period ended December 31, 2024

1. Legal status and operations

Reliance Weaving Mills Ltd. (the Company) was incorporated in Pakistan as a public limited company on April 07, 1990 under the Companies Ordinance, 1984 (now the Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange Ltd. The Company commenced its operations on May 14, 1990 and is principally engaged in the manufacture and sale of yarn and fabric. The registered office of the Company is situated at second Floor, Trust Plaza, L.M.Q. Road, Multan and its mills are located at Fazalpur Khanewal Road, Multan and Mukhtarabad, Chak Beli Khan Road, Rawat, Rawalpindi.

2. Basis of preparation

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by International Accounting Standards Board (IASB) as notified under the Companies Act, 2017, and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These condensed interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the annual audited financial statements of the Company as at and for the year ended June 30, 2024. Selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Company's financial position and performance since the last annual audited financial statements.

2.3 These condensed interim financial statements are un-audited and are being submitted to the members as required by section 237 of the Companies Act, 2017. The figures for the six months period ended December 31, 2024 have, however, been subjected to limited scope review by the external Auditors.

2.4 Basis of measurement

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

2.5 Functional and presentation currency

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

3. Material accounting policy information

The material accounting policies adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of audited annual financial statements of the Company as at and for the year ended June 30, 2024.

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

The following amendments to existing standards have been published that are applicable to the

Company's financial statements covering annual periods, beginning on or after the following dates:

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

Certain standards, amendments and interpretations to accounting standards are effective for accounting periods beginning on July 01, 2024 but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed interim financial statements.

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

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Company's accounting periods beginning on or after January 01, 2025 but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not detailed in these condensed interim financial statements.

3.2 Applicability of Guidance on Accounting for Minimum Taxes and Final Taxes

The Institute of Chartered Accountant of Pakistan (ICAP) has withdrawn the Technical Release 27 "IAS 12, Income Taxes (Revised 2012)" and issued guidance - "IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes" via circular No. 07/2024 dated May 15, 2024. The said guidance requires certain amounts of tax paid under minimum and final tax regime to be shown separately as a levy instead of showing it in current tax.

Accordingly, the impact has been incorporated in these condensed interim financial statements retrospectively in accordance with the requirement of International Accounting Standard (IAS 8)- 'Accounting Policies, Change in Accounting Estimates and Errors'. This requirement was already applied in the financial statements of the Company for the year ended June 30, 2024. Accordingly the figures of prior period condensed interim financial statement for the period ended December 31, 2023 have also been re-classified. There has been no effect on the condensed interim statement of financial position, condensed interim statement of changes in equity, the condensed interim statement of cash flows and earnings per share as a result of this change.

The impact of the above change is as under:

	As earlier	Difference	Current
	-----Rupees in thousand-----		
Effect on statement of profit or loss:			
Minimum tax levies	-	(260,893)	(260,893)
Profit / (loss) before taxation	249,788	(260,893)	(11,105)
Taxation	213,549	(166,205)	47,344

4. Accounting estimates and judgments

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

4.2 In preparing these condensed interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements for the year ended June 30, 2024.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the six months period ended December 31, 2024

	Note	Un-audited Dec. 31, 2024 Rupees in thousand	Audited June 30, 2024
5. Property, plant and equipment			
Operating fixed assets	5.1	16,943,645	16,338,167
Capital work-in-progress	5.2	291,047	32,238
Right-of-use assets	5.3	147,756	143,692
		17,382,448	16,514,097

		Un-audited Dec. 31, 2024 Rupees in thousand
5.1 Operating fixed assets		
Book value as at June 30, 2024		16,338,167
Additions during the period:		
- freehold land		6,076
- building on freehold land		77,423
- plant and machinery		845,069
- factory equipment		20,610
- office equipment		3,631
- electric appliances		2,135
- furniture and fixtures		270
- vehicles - owned		1,874
		957,088
		17,295,255
Book value of operating fixed assets disposed-off		(231)
Depreciation charge for the period		(351,379)
Book value as at December 31, 2024		16,943,645

5.2 Capital work-in-progress		
Balance as at June 30, 2024		32,238
Additions during the period:		
- land		461
- vehicles		25,204
- plant and machinery		229,670
- building		3,474
		258,809
Transfer during the period		-
Balance as at December 31, 2024		291,047

5.3 Right-of-use assets		
Book value as at June 30, 2024		143,692
Additions during the period		22,057
Depreciation charge for the period		(17,993)
Book value as at December 31, 2024		147,756

6. Long term investments

There is no material change in carrying value and fair values of investments in Fatima Transmission Company Limited and Fatima Energy Limited from annual audited financial

statements as at and for the year ended June 30, 2024. Therefore no adjustment has been made in these condensed interim financial statements.

	Un-audited Dec. 31, 2024	Audited June 30, 2024
7. Stock-in-trade	Rupees in thousand	
Raw materials including in-transit inventory valuing Rs. 1,358.668 million (June 30, 2024: Rs.734.364 million)	5,935,465	2,457,439
Work-in-process	783,392	723,918
Finished goods	4,804,635	4,347,222
Waste	175,088	123,984
	11,698,580	7,652,563

	Note	Un-audited Dec. 31, 2024	Audited June 30, 2024
8. Trade debts		Rupees in thousand	
Export - secured		1,195,702	1,864,983
Local - unsecured:			
Considered good		4,430,680	3,828,916
Considered doubtful		10,504	10,504
		4,441,184	3,839,420
		5,636,886	5,704,403
Less: provision for impairment		(10,504)	(10,504)
		5,626,382	5,693,899

9. Loans and advances			
Advances to:			
- employees		395,630	378,945
- suppliers		252,993	227,652
Due from related parties	9.1	75,374	28,227
Letters of credit		4,363	1,115
Margin deposits		46,175	37,320
		774,535	673,259

9.1 Due from related parties			
Fatima Sugar Mills Ltd.		47,147	-
Reliance Commodities (Pvt.) Ltd.		28,227	28,227
Multan Cloth Finishing Factory		4,406	4,406
		79,780	32,633
Provision for impairment against due from Multan Cloth Finishing Factory		(4,406)	(4,406)
		75,374	28,227

9.2 Maximum aggregate amounts due from related parties at any month end during the period aggregated Rs. 112.949 million (June 30, 2024: Rs. 82.685 million).

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the six months period ended December 31, 2024

		Un-audited Dec. 31, 2024	Audited June 30, 2024
10. Short term investments	Note	Rupees in thousand	
(At fair value through other comprehensive income)			
Quoted			
Fatima Fertilizer Company Ltd. (FFCL)			
Equity held: 0.13% (June 30, 2024: 0.13%)			
2,625,166 (June 30, 2024: 2,625,166) fully paid			
ordinary shares of Rs.10 each at fair value			
	10.1	135,511	78,256
Fair value adjustment			
		69,987	57,255
		205,498	135,511
Others - Un-quoted			
Multan Real Estate Company (Pvt.) Ltd. (MREC)			
Equity held: 14.16% (June 30, 2024: 14.16%)			
428,904 (June 30, 2024: 428,904) ordinary shares			
of Rs.100 each			
		268,352	263,368
Fair value adjustment			
		-	4,984
		268,352	268,352
		473,850	403,863

- 10.1 FFCL is a related party of the Company; however, considering shareholding percentage in FFCL i.e. 0.13%, the Company does not have significant influence to participate in the financial and operating decisions of FFCL. Accordingly, investments in FFCL have not been accounted for using the equity method.

		Un-audited Dec. 31, 2024	Audited June 30, 2024
11. Tax refunds due from the Government	Note	Rupees in thousand	
Advance income tax		68,427	114,401
Prepaid tax levy		151,970	249,147
Sales tax refundable		316,039	348,388
Less: Provision made against doubtful sales tax refunds		187,289	187,289
		128,750	161,099
Special excise duty		11,431	8,507
		360,578	533,154

		Un-audited Dec. 31, 2024	Audited June 30, 2024
	Note	Rupees in thousand	
12. Long term finances - secured			
From banking companies / financial institutions			
Pak Brunei Investment Co. (SBP-REPP)		117,618	200,000
Saudi Pak Industrial and Agricultural Investment Company Ltd. (SBP-LTFF)		317,475	354,975
Saudi Pak Industrial and Agricultural Investment Company Ltd. (SBP-LTFF)		127,300	143,213
Allied Bank Ltd. (TF)		-	37,500
Allied Bank Ltd. (TL)		-	198,917
Pak Libya Holding Company (Pvt.) Ltd. (TF)		-	10,388
Pak Libya Holding Company (Pvt.) Ltd. (LTF)		-	100,000
Pak Libya Holding Company (Pvt.) Ltd. (LTF)		114,219	136,766
United Bank Ltd. (NIDF-II under LTFF scheme)		257,720	294,626
United Bank Ltd. (DM)		4,000,000	-
Askari Bank Ltd. (DM - II)		18,750	56,251
Bank Islami Pakistan Ltd. - (DM)		-	109,375
Pakistan Kuwait Investment Company (Pvt.) Ltd. - (LTFF - I)		412,309	449,789
Bank Al Habib Ltd. (TF)		-	2,083
The Bank of Khyber - BoK (SBP - LTFF)		334,467	464,199
Samba Bank Ltd. - (SBP - LTFF)		-	235,157
Pak China Investment Co. Ltd. (SBP - LTFF)		121,517	244,560
Bank of Punjab - BoP (DM)		468,747	499,997
Bank Al Habib Ltd. (LTFF)		41,438	383,909
Askari Islamic (DM)		855,747	855,747
Askari Islamic (SBP-LTFF)		534,820	534,820
Pakistan Kuwait Investment Company (Pvt.) Ltd. - (LTFF)		588,527	600,000
Balance at the period / year-end		8,310,653	5,912,272
Less: current portion grouped under current liabilities		817,586	1,234,587
		7,493,067	4,677,685
13. Trade and other payables			
Trade creditors		4,228,008	2,780,984
Bills payable		411,420	653,084
Due to Associated Companies	13.1	58,128	95,136
Accrued expenses		753,795	533,950
Tax deducted at source		266,067	207,655
Workers' (profit) participation fund		47,937	36,168
Provision for Gas Infrastructure Development Cess	13.2	191,499	191,499
Director's loan		301,000	-
		6,257,854	4,498,478
13.1 Due to Associated Companies			
Fatima Fertilizer Company Ltd.		35,940	34,367
Fazal Cloth Mills Ltd.		22,188	60,769
		58,128	95,136

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the six months period ended December 31, 2024

- 13.2** The Honourable Supreme Court of Pakistan (SCP) vide its judgement dated August 13, 2020 decided the appeal against the Company and declared the GIDC Act, 2015 to be constitutional and recoverable from the gas consumer. A review petition was filed against the judgment which was also dismissed. SCP in its detailed judgment stated that the cess under GIDC Act, 2015 is applicable only to those consumers of natural gas who have passed on GIDC burden to their end customers for their business activities.

The Company has filed a civil suit before the Honourable Sindh High Court (SHC) on the grounds that the Company has not passed on the impact of GIDC to end consumers. SHC has granted stay order and has restrained SNGPL from taking any coercive action against the Company. The case is pending for adjudication. The Company has recognized the liability of GIDC under the GIDC Act, 2015 in these financial statements.

	Note	Un-audited Dec. 31, 2024 Rupees in thousand	Audited June 30, 2024
14. Current portion of non-current liabilities			
Long term finances	12	817,586	1,234,587
Lease liabilities		37,291	44,735
		854,877	1,279,322

	Un-audited Dec. 31, 2024 Rupees in thousand
15. Taxation and levies - net	
Balance as at June 30, 2024	726,429
Add:	
provision for levy	151,033
provision for taxation	1,083
Less: payments / adjustments made during the period	365,990
Balance as at December 31, 2024	512,555

- 15.1** Returns filed by the Company upto the tax year 2024 have been assessed under the self assessment scheme envisaged in section 120 of the Income Tax Ordinance, 2001 (the Ordinance).

- 15.2** Provision for the current period represents tax payable under sections 113 (Minimum tax on the income of certain persons), 154 (Tax on export proceeds) and section 5 (Tax on dividend) of the Ordinance.

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

16. Contingencies and commitments

- 16.1** The Company has challenged the applicability of Super tax under section 4C for tax year 2022 in Honorable Lahore High Court through its legal advisor on the basis that charging higher rate of tax for certain sectors is discriminatory and in violation of section 25 of constitution of Islamic Republic of Pakistan, 1973. The matter was decided by Honorable Lahore High Court in favour of the Company during the year 2024, which required that the rates of super tax for the tax year 2022 should be 4% instead of 10%. The matter is pending in Supreme Court of Pakistan, however, the legal advisor of the Company is of firm belief that the matter will be decided in favour of the Company. Therefore, the provision for Super tax has been booked in the financial statements at the rate of 4%.

Except for above, there is no significant change in the status of contingencies as reported in the audited financial statements of the Company for the year ended June 30, 2024.

16.2 Guarantees given by various commercial banks, in respect of financial and operational obligations of the Company, to various institutions and corporate bodies aggregated Rs. 651.706 million as at December 31, 2024 (June 30, 2024: Rs. 408.850 million).

16.3 Foreign bills discounted outstanding as at December 31, 2024 aggregated Rs. 200.330 million (June 30, 2024: Rs. 227.443 million).

	Un-audited Dec. 31, 2024	Audited June 30, 2024
	Rupees in thousand	
16.4 Commitments for irrevocable letters of credit:		
- capital expenditure	433,524	145,572
- others	2,267,303	958,543
	2,700,827	1,104,115

	Six months period ended		Quarter ended	
	Dec. 31, 2024	Dec. 31, 2023	Dec. 31, 2024	Dec. 31, 2023
	----- Rupees in thousand -----			

17. Sales - net

Export	11,635,761	12,065,084	5,311,556	4,963,106
Local	9,334,301	7,921,731	5,095,236	3,927,337
Waste	613,207	378,832	341,558	216,708
	21,583,269	20,365,647	10,748,350	9,107,151
Less: commission	(228,303)	(199,782)	(116,313)	(83,572)
	21,354,966	20,165,865	10,632,037	9,023,579

18. Cost of sales

Raw materials consumed	14,901,674	14,428,046	7,139,615	7,229,472
Stores and spares consumed	441,115	328,023	245,335	170,531
Packing materials consumed	136,424	128,977	70,046	58,100
Salaries, wages and other benefits	1,155,178	954,564	609,976	513,889
Fuel and power	2,458,468	1,805,305	1,207,329	977,547
Insurance	55,827	46,978	27,983	19,576
Repairs and maintenance	40,120	40,786	20,866	24,686
Depreciation	330,813	331,007	167,760	164,968
Utilities	231	202	145	100
Others	62,469	50,310	30,265	25,767
	19,582,319	18,114,198	9,519,320	9,184,636
Adjustment of work-in-process				
Opening	723,918	577,372	750,436	713,908
Closing	(783,392)	(656,768)	(783,392)	(656,768)
	(59,474)	(79,396)	(32,956)	57,140
Cost of goods manufactured	19,522,845	18,034,802	9,486,364	9,241,776
Adjustment of finished goods				
Opening stock	4,471,206	5,188,546	4,864,555	4,345,703
Closing stock	(4,979,722)	(5,657,983)	(4,979,722)	(5,657,983)
	(508,516)	(469,437)	(115,167)	(1,312,280)
	19,014,329	17,565,365	9,371,197	7,929,496

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the six months period ended December 31, 2024

	Six months period ended		Quarter ended	
	Dec. 31, 2024	Dec. 31, 2023	Dec. 31, 2024	Dec. 31, 2023
	----- Rupees in thousand -----			
19. Distribution and marketing expenses				
Ocean freight and shipping	108,858	46,465	41,840	19,319
Local freight	74,093	67,751	37,023	26,596
Export development surcharge	15,108	22,306	7,749	7,155
Forwarding and clearing expenses	38,860	33,691	21,159	16,417
Marketing expenses	20,099	10,347	16,339	4,002
Other expenses	3,078	2,120	1,854	2,120
	260,096	182,680	125,964	75,608
20. Administrative expenses				
Salaries and benefits	154,141	123,859	86,299	72,232
Printing and stationery	321	4,031	178	3,356
Vehicles' running	24,151	19,276	12,917	10,559
Traveling and conveyance	21,489	13,070	5,848	7,340
Rent, rates and taxes	1,763	212	1,253	127
Communication	5,887	3,640	2,625	2,078
Fees, subscription and periodicals	14,335	11,191	6,681	7,142
Utilities	3,640	3,608	1,281	1,363
Insurance	6,592	3,414	3,296	1,969
Repairs and maintenance	3,347	2,985	2,014	1,579
Entertainment	2,469	2,168	904	708
Advertisement	459	863	449	583
Depreciation	38,559	40,093	21,110	20,824
Legal and professional charges	5,428	3,377	3,637	2,382
Auditors' remuneration	440	400	440	400
General	2,134	4,365	429	2,743
	285,155	236,552	149,361	135,385
21. Other expenses				
Workers' (profit) participation fund	8,636	13,147	6,496	(10)
Exchange fluctuation loss - net	12,695	-	37,703	-
Donations	10,967	14,973	5,955	7,638
Provision for impairment of trade debts	-	665	-	665
	32,298	28,785	50,154	8,293
22. Other income				
Dividend Income	7,219	-	-	-
Exchange fluctuation gain - net	-	121,674	-	39,534
Mark-up on advances to Associated Companies	180	217	81	108
Gain on sale of operating fixed assets	5,438	2,403	5,438	1,713
Others	-	12	-	52
	12,837	124,306	5,519	41,407

	Six months period ended		Quarter ended	
	Dec. 31, 2024	Dec. 31, 2023	Dec. 31, 2024	Dec. 31, 2023
----- Rupees in thousand -----				
23. Finance cost				
Mark-up on long term finances	444,559	327,468	216,640	79,547
Mark-up on short term borrowings	1,053,862	1,518,339	540,612	751,573
Lease finance charges	8,151	14,085	3,836	8,331
Interest on workers' (profit) participation fund	3,132	2,730	1,436	2,730
Mark-up on Associates' advances	-	37,562	-	18,719
Bank charges and commission	102,567	126,818	54,561	55,507
	<u>1,612,271</u>	<u>2,027,002</u>	<u>817,085</u>	<u>916,407</u>

24. Segment Analysis

24.1 Segment revenue and results

	Spinning		Weaving		(Elimination of inter-segment transactions)		Total	
Six months period ended December 31, (Un-audited)	2024	2023	2024	2023	2024	2023	2024	2023
----- Rupees in thousand -----								
Sales - net	13,367,729	12,774,072	14,415,705	12,044,383	(6,428,468)	(4,652,590)	21,354,966	20,165,865
Cost of sales	(12,133,682)	(11,271,829)	(13,309,115)	(10,946,126)	6,428,468	4,652,590	(19,014,329)	(17,565,365)
Gross profit	1,234,047	1,502,244	1,106,590	1,098,257	-	-	2,340,637	2,600,500
Distribution cost	(64,330)	(54,931)	(195,766)	(127,749)	-	-	(260,096)	(182,680)
Administrative expenses	(137,428)	(123,403)	(147,727)	(113,149)	-	-	(285,155)	(236,552)
Other expenses	(9,125)	(12,662)	(23,173)	(16,123)	-	-	(32,298)	(28,785)
Other income	6,176	27,158	6,661	97,148	-	-	12,837	124,306
	<u>(204,706)</u>	<u>(163,838)</u>	<u>(360,006)</u>	<u>(159,873)</u>	<u>-</u>	<u>-</u>	<u>(564,712)</u>	<u>(323,710)</u>
Profit from operations	1,029,341	1,338,406	746,584	938,384	-	-	1,775,925	2,276,790
Finance cost	(1,003,831)	(1,236,556)	(608,440)	(790,446)	-	-	(1,612,271)	(2,027,002)
Profit before levies and taxation	25,510	101,850	138,144	147,938	-	-	163,654	249,788
Levies and taxation	(43,852)	(89,089)	(91,101)	(124,460)	-	-	(134,953)	(213,549)
Profit for the period	<u>(18,342)</u>	<u>12,761</u>	<u>47,043</u>	<u>23,478</u>	<u>-</u>	<u>-</u>	<u>28,701</u>	<u>36,239</u>

24.2 Segment assets and liabilities

Reportable segments' assets and liabilities are reconciled to total assets and total liabilities as

	Spinning		Weaving		Total	
	Un-audited December 31, 2024	Audited June 30, 2024	Un-audited December 31, 2024	Audited June 30, 2024	Un-audited December 31, 2024	Audited June 30, 2024
----- Rupees in thousand -----						
Segment assets for reportable segment						
Operating fixed assets	9,614,172	9,316,474	6,092,244	5,977,813	15,706,416	15,294,287
Stores, spares and loose tools	310,352	363,254	115,360	129,360	425,712	492,614
Stock-in-trade	7,237,473	3,083,142	4,461,107	4,569,421	11,698,580	7,652,563
	<u>17,161,997</u>	<u>12,762,870</u>	<u>10,668,711</u>	<u>10,676,594</u>	<u>27,830,708</u>	<u>23,439,464</u>
Unallocated corporate assets					11,678,842	11,424,725
Total assets as per statement of financial position					<u>39,509,550</u>	<u>34,864,189</u>
Segment liabilities for reportable segments	10,771,105	8,809,024	6,739,866	7,196,492	17,510,971	16,005,516
Unallocated corporate liabilities					11,615,079	8,773,861
Total liabilities as per statement of financial position					<u>29,326,050</u>	<u>24,779,377</u>

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the six months period ended December 31, 2024

25. Transactions with related parties

The related parties comprise of associated companies, undertakings and key management personnel. The Company in the normal course of business carries-out transactions with various related parties. Amounts due from and to related parties are shown under receivables and payables. Other significant transactions with related parties were as follows:

		Six months period ended	
		Dec. 31, 2024	Dec. 31, 2023
Relationship	Nature of transaction	Rupees in thousand	
Associated	- Sale of goods	41,863	-
Companies and	- purchases	1,288,342	1,106,134
other related party	- mark-up income	180	217
	- mark-up expense	-	37,562
	- fund received	89,445	312,508
	- payments made	1,498,729	1,023,143
	- other expenses shared	4,150	12,107

		Six months period ended	
		Dec. 31, 2024	Dec. 31, 2023
Relationship	Nature of transaction	Rupees in thousand	
Key management personnel	- Loan received from director	301,000	-
	- Remuneration and other benefits	117,420	58,786
	- Donations to Mian Mukhtar A. Sheikh Trust	10,000	13,100

All transactions with related parties have been carried-out on commercial terms and conditions.

26. Financial risk management

Financial risk factors

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

The condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at and for the year ended June 30, 2024.

There have been no changes in the risk management department or in any risk management policies since the year ended June 30, 2024.

Fair value estimation

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

27. Corresponding figures and re-classification

The comparative condensed interim statement of financial position presented in these condensed interim financial statements has been extracted from the audited financial statements of the Company for the year ended June 30, 2024, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been extracted from the un-audited condensed interim financial statements for the period ended December 31, 2023.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the six months period ended December 31, 2024

At December 31, 2024, the provision for GIDC amounting Rs.191.499 million has been re-classified from "Current portion of non-current liabilities" to "Trade and other payables" for more appropriate presentation.

28. Date of authorisation for issue

These condensed interim financial statements were approved and authorised for issue by the Board of Directors of the Company on February 27, 2025.


Chief Executive


Director


Chief Financial Officer



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