



ARCTIC TEXTILE MILLS LIMITED

www.arctictextile.com

**ACCOUNTS
FOR THIRD QUARTER ENDED
31 MARCH 2023**

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COMPANY INFORMATION

Board of Directors	Mr. Muhammad Ashraf Mr. Muhammad Iqbal Mr. Zeeshan Saeed Mr. Usman Mahmood Mrs. Saira Affan Mr. Muhammad Amman Adil Mr. Qaiser Nasir	Chairman Chief Executive Officer Director Director (Independent) Director (Independent) Director (Nominee BIPL) Director (Nominee BIPL)
Audit Committee	Mr. Usman Mahmood Mr. Muhammad Amman Adil Mr. Muhammad Ashraf	Chairman Member Member
HR and Remuneration Committee	Mrs. Saira Affan Mr. Qaiser Nasir Mr. Muhammad Iqbal	Chairperson Member Member
Nomination Committee	Mr. Muhammad Ashraf Mr. Usman Mahmood Mrs. Saira Affan	Chairman Member Member
Risk Management Committee	Mr. Muhammad Iqbal Mr. Muhammad Ashraf Mr. Usman Mahmood	Chairman Member Member
Company Secretary	Mr. Ali Mudassar	
Chief Financial Officer	Mr. Bisharat Ali	
Auditors	Riaz Ahmad and Company (Chartered Accountants) 560-F, Raja Road, Gulistan Colony, Faisalabad	
Banks	The Bank of Punjab Habib Metropolitan Bank Limited MCB Bank Limited	
Share Registrar	Corplink (Private) Limited Wings Arcade, 1-K, Commercial, Model Town, Lahore	
Registered/Head Office	133 - 134, Regency the Mall, Faisalabad. +92-41-2611028, 2610030 www.arctictextile.com	
Mills	35 - Kilometer, Sheikhpura Road, Faisalabad	



DIRECTORS' REPORT TO THE MEMBERS FOR THE NINE MONTHS ENDED 31 MARCH 2023

The Board of Directors of the Company is pleased to present the un-audited financial results of the Company for the nine months ended on 31 March 2023.

Financial Results:

The financial results of the Company for the nine months ended 31 March 2023 are as follow:

	Nine months ended	
	31-March 2023	31-March 2022
	(Rupees in thousand)	
Revenue from Contracts with Customers	1,154,355	876,909
Cost of Sales	(1,051,850)	(777,354)
Gross Profit	102,505	99,555
Distribution Cost	(4,907)	(3,602)
Administrative Expenses	(26,179)	(22,703)
Other Expenses	(5,513)	(6,644)
Other Income	23,346	23,103
Finance Cost	(1,042)	(3,533)
Profit before Taxation	88,210	86,176
Taxation	(20,434)	(25,836)
Profit after Taxation	67,766	60,340
Earnings Per Share - Basic and Diluted (Rupees)	5.14	4.58

During the nine months ended under review, your Company achieved revenue of Rupees 1,154.355 million as compared to Rupees 876.909 million during corresponding period of previous period. The Company has succeeded to earn profit after taxation of Rupees 67.766 million as compared to previous nine months profit after taxation of Rupees 60.340 million. Earnings per share (EPS) for the current period is Rupees 5.14 as compared to EPS of Rupees 4.58 in the corresponding period.

Industry Overview:

The spinning industry is a crucial component of the textile industry, playing a significant role in driving the growth of the country's economy. Pakistan's textile industry is a prominent contributor to its economy. Pakistan's textile industry has been struggling to maintain its position in international markets due to a significant drop in textile exports. The country's inefficient supply chain has been further impacted by floods, resulting in a reduction in cotton production. Moreover, the prices of raw cotton, fuel and power have been steadily increasing, while political turmoil and high inflationary pressure have contributed to economic uncertainty.

Future Prospects:

The current economic situation in the country poses significant challenges to business activities, and the situation is cause for concern. However, we remain hopeful that the industry will regain momentum once the political and economic turmoil is overcome. The management of your company is dedicated to maintaining its current market share while also exploring new markets. We are committed to reducing operating costs without compromising the quality of our products and services. The directors of the company are fully aware of the situation and are working tirelessly to maximize production output.



Composition of the Board:

The total number of directors are seven as per the following:

- a. Male: **06**
b. Female: **01**

The composition of board is as follows:

- a) Independent Directors: **02**
b) Non-executive Directors: **03**
c) Executive Directors: **02**

Committees of the Board:

Audit Committee:

Sr. #	Name of Directors	
1-	Mr. Usman Mahmood	Chairman/Member
2-	Mr. Muhammad Amman Adil	Member
3-	Mr. Muhammad Ashraf	Member

Human Resource & Remuneration (HR&R) Committee:

Sr. #	Name of Directors	
1-	Mrs. Saira Affan	Chairperson/Member
2-	Mr. Qaiser Nasir	Member
3-	Mr. Muhammad Iqbal	Member

Nomination Committee:

Sr. #	Name of Directors	
1-	Mr. Muhammad Ashraf	Chairman/Member
2-	Mr. Usman Mahmood	Member
3-	Mrs. Saira Affan	Member

Risk Management Committee

Sr. #	Name of Directors	
1-	Mr. Muhammad Iqbal	Chairman/Member
2-	Mr. Muhammad Ashraf	Member
3-	Mr. Usman Mahmood	Member

Director's Remuneration

With the exception of meeting fees, the Company does not provide any form of remuneration to its Non-Executive Directors, including independent Directors. The total amount of remuneration paid to directors can be found in Note 06 of the attached financial statements.

Acknowledgment

We would like to extend our sincere appreciation to the employees of the Company for their unwavering dedication and hard work. We are also grateful to our shareholders and lenders for their continued cooperation and support.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Faisalabad:
April 28, 2023

Director

Chief Executive Officer

حصص یافتگان کے لیے ڈائریکٹرز کا جائزہ

عرصہ نو ماہی اختتام پذیر 31 مارچ 2023

کھیتی کے ڈائریکٹرز 31 مارچ 2023 کو اختتام پذیر نو ماہی کے غیر آڈٹ شدہ مالیاتی نتائج آپ کی خدمت میں پیش کر رہے ہیں۔

مالیاتی نتائج:

مالیاتی نتائج کا خلاصہ عرصہ نو ماہی 31 مارچ 2023 کے اختتام پر درج ذیل ہے۔

اختتام پذیر نو ماہی	
31 مارچ 2022	31 مارچ 2023
روپے ہزاروں میں	

876,909	1,154,355
(777,354)	(1,051,850)
99,555	102,505
(3,602)	(4,907)
(22,703)	(26,179)
(6,644)	(5,513)
23,103	23,346
(3,533)	(1,042)
86,176	88,210
(25,836)	(20,434)
60,340	67,766
4.58	5.14

کنٹرولرز کے ساتھ معاہدوں سے حاصل ہونے والی آمدن

لاگت آمدن

مجموعی نفع

تقسیم لاگت

انتظامی اخراجات

دیگر اخراجات

دیگر آمدن

مالیاتی لاگت

قبل از ٹیکس منافع

ٹیکس

بعد از ٹیکس منافع

فی حصص منافع روپے میں

زیر نظر نو ماہ کے عرصے کے دوران کھیتی کی آمدنی 1,154,355 روپے ہے۔ جبکہ گزشتہ اسی مدت کی آمدنی 876,909 روپے تھی۔ کھیتی کا مجموعی نفع 67,766 روپے بعد از ٹیکس ہے جبکہ پچھلی اسی مدت میں مجموعی نفع 60,340 روپے بعد از ٹیکس تھا۔ موجودہ نو ماہی میں فی حصص منافع 5.14 روپے ہے۔ جبکہ پچھلی اسی نو ماہی میں فی حصص منافع 4.58 روپے تھا۔

انڈسٹری کا جائزہ:

سپننگ انڈسٹری ٹیکسٹائل انڈسٹری کا ایک اہم جزو ہے جو کئی معیشت کی ترقی میں اہم کردار ادا کر رہی ہے۔ پاکستان کی ٹیکسٹائل کی صنعت اس کی معیشت میں نمایاں شراکت دار ہے۔ ٹیکسٹائل کی برآمدات میں نمایاں کمی کی وجہ سے پاکستان کی ٹیکسٹائل انڈسٹری بین الاقوامی منڈیوں میں اپنی پوزیشن برقرار رکھنے کے لیے جدوجہد کر رہی ہے۔ پاکستان میں سیلاب کی وجہ سے کپاس کی پیداوار کافی کم ہوئی ہے۔ جس نے کئی انڈسٹری کی چلائی جینین کو کافی متاثر کیا ہے۔ مذید برآں خام کپاس، ایندھن اور کچلی کی قیمتوں میں مسلسل اضافہ ہو رہا ہے۔ جبکہ سیلابی بحران اور افزائے کے دباؤ نے معاشی بے یقینی کو جنم دیا ہے۔

مستقبل کے امکانات:

ملک کی موجودہ معاشی صورتحال کا رو باری سرگرمیوں کے لیے اہم چیلنجز کا باعث ہے اور یہ صورتحال تشویش کا باعث ہے تاہم ہمیں امید ہے کہ سیاسی اور معاشی بحران پر قابو پانے کے بعد انڈسٹری دوبارہ بہتری کی طرف گامزن ہو جائے گی۔ آپ کی کھیتی کی انتظامیہ موجودہ مارکیٹ کے شہزادوں کو بڑھانے اور نئی مارکیٹوں کی تلاش کے لئے سخت جدوجہد کر رہی ہے۔ ہم مصنوعات اور خدمات کے معیار پر کھنڈ کے بغیر آپریٹنگ اخراجات میں کمی کے لیے پرعزم ہیں۔ کھیتی کے ڈائریکٹرز معاملات سے بخوبی آگاہ ہیں اور پیداواری صلاحیت کو بڑھانے کے لئے سخت کوششیں کر رہے ہیں۔

بورڈ کی ساخت:

ڈائریکٹرز کی کل تعداد سات ہے

صنعتی لحاظ سے:

06 مرد:

01 خواتین:

ڈائریکٹرز کی ترتیب:

02 آزاد ڈائریکٹرز:

03 غیر ایگزیکٹو ڈائریکٹرز:

02 ایگزیکٹو ڈائریکٹرز:

بورڈ کی کمیٹیاں:

بورڈ کی کمیٹیوں کی ترتیب درج ذیل ہے۔

بورڈ کی آڈٹ کمیٹی:

جناب عثمان محمود / چیئر مین / ممبر

جناب محمد امان عادل / ممبر

جناب محمد شرف / ممبر

بورڈ کی انسانی وسائل اور معاوضہ کمیٹی:

مسز سائرہ عفتان / چیئر پرسن / ممبر

جناب قیس ناصر / ممبر

جناب محمد اقبال / ممبر

نمائندگی کی کمیٹی:

جناب محمد شرف / چیئر مین / ممبر

جناب عثمان محمود / ممبر

مسز سائرہ عفتان / ممبر

رسک مینجمنٹ کمیٹی:

جناب محمد اقبال / چیئر مین / ممبر

جناب محمد شرف / ممبر

جناب عثمان محمود / ممبر

ڈائریکٹر کا معاوضہ:

کتنی اہل نامان ایگزیکٹو ڈائریکٹر سمیت آزاد ڈائریکٹرز کو اجلاس فیس کے علاوہ معاوضہ ادا نہیں کرتی۔ ڈائریکٹرز کو ادا کئے گئے معاوضہ کی مجموعی رقم منسلک مالی حسابات کے نوٹ 6 میں درج کی گئی ہے۔

اعتراف:

بورڈ آف ڈائریکٹرز، شیئرز ہولڈرز، بینک، تجارتی فراہم کاروں اور اپنے ملازمین کی لگن، کاوشوں اور محنت کی قدر کرتا ہے

بورڈ آف ڈائریکٹرز کی طرف سے:



ذیشان سمید
ڈائریکٹر



محمد اقبال
چیف ایگزیکٹو آفیسر

فیصل آباد
28 اپریل 2023



CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2023

	Un-audited	Audited
	31-March 2023	30-June 2022
	(Rupees in thousand)	
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital		
17 000 000 (2022: 17 000 000) ordinary shares of Rupees 10 each	170,000	170,000
Issued, subscribed and paid up share capital		
13 174 800 (2022: 13 174 800) ordinary shares of Rupees 10 each fully paid in cash	131,748	131,748
Capital reserves		
Equity portion of former shareholders' loan	13,335	13,335
Surplus on revaluation of property, plant and equipment - net of deferred income tax	179,591	190,208
Accumulated loss	(206,288)	(284,681)
Total equity	118,386	50,610
LIABILITIES		
NON-CURRENT LIABILITIES		
Deferred income tax liability	61,273	70,280
Staff retirement gratuity	47,148	35,039
Long term security deposit	30,000	30,000
	138,421	135,319
CURRENT LIABILITIES		
Trade and other payables	244,070	344,536
Accrued mark-up	-	150
Current portion of non-current liabilities	11,348	31,340
Taxation - net	9,817	16,609
	265,235	392,635
TOTAL LIABILITIES	403,656	527,954
CONTINGENCIES AND COMMITMENTS	3	
TOTAL EQUITY AND LIABILITIES	522,042	578,564
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	405,132	429,456
Long term deposits and prepayment	10,801	10,704
	415,933	440,160
CURRENT ASSETS		
Stores, spare parts and loose tools	46,773	44,271
Stock in trade	-	61,712
Trade debts	48,460	19,930
Loans and advances	4,558	5,902
Short term deposit, prepayment and other receivables	210	1,646
Cash and bank balances	6,108	4,943
	106,109	138,404
TOTAL ASSETS	522,042	578,564

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

CHIEF EXECUTIVE OFFICER

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	
----- (Rupees in thousand) -----					
REVENUE FROM CONTRACTS WITH CUSTOMERS	5	1,154,355	876,909	348,456	265,725
COST OF SALES		(1,051,850)	(777,354)	(310,610)	(233,351)
GROSS PROFIT		102,505	99,555	37,846	32,374
DISTRIBUTION COST		(4,907)	(3,602)	(877)	(1,306)
ADMINISTRATIVE EXPENSES		(26,179)	(22,703)	(8,939)	(7,738)
OTHER EXPENSES		(5,513)	(6,644)	(1,915)	(2,214)
OTHER INCOME		23,346	23,103	9,657	8,643
FINANCE COST		(1,042)	(3,533)	(87)	(995)
PROFIT BEFORE TAXATION		88,210	86,176	35,685	28,764
TAXATION		(20,434)	(25,836)	(9,309)	(7,019)
PROFIT AFTER TAXATION		67,776	60,340	26,376	21,745
EARNINGS PER SHARE - BASIC AND DILUTED (RUPEES)		5.14	4.58	2.00	1.65

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

CHIEF EXECUTIVE OFFICER

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 thousand) -----

PROFIT AFTER TAXATION	67,776	60,340	26,376	21,745
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OTHER COMPREHENSIVE INCOME

Items that will not be reclassified subsequently to profit or loss

Surplus on revaluation of property, plant and equipment

Related deferred tax liability

Items that may be reclassified subsequently to profit or loss

Other comprehensive income for the period-net of tax

TOTAL COMPREHENSIVE INCOME FOR THE PERIOD

	-	104,559	-	104,559
	-	(23,480)	-	(23,480)
	-	81,079	-	81,079
	-	-	-	-
	-	81,079	-	81,079
	<u>67,776</u>	<u>141,419</u>	<u>26,376</u>	<u>102,824</u>

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-audited)
FOR THE NINE MONTHS ENDED 31 MARCH 2023**

	CAPITAL RESERVES				TOTAL	ACCUMULATED LOSS	TOTAL EQUITY
	SHARE CAPITAL	Equity portion of former shareholders' loan	Surplus on revaluation of property, plant and equipment - net of deferred income tax	TOTAL			
	----- (Rupees in thousand) -----						
Balance as at 30 June 2021-audited	131,748	13,335	122,679	136,014		(379,776)	(112,014)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	(9,595)	(9,595)		9,595	-
Transfer from surplus on disposal of property, plant and equipment -net of deferred income tax	-	-	(874)	(874)		874	-
Adjustment of deferred income tax liability due to remeasurement at period end	-	-	306	306		(306)	-
Profit for the period	-	-	-	-		-	-
Other comprehensive income for the period	-	-	-	-		-	-
Total comprehensive income for the period	-	-	-	-		-	-
Balance as at 31 March 2022-Unaudited	131,748	13,335	193,595	206,930		(309,273)	29,405
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	81,079	81,079		60,340	60,340
Transfer from surplus on disposal of property, plant and equipment - net of deferred income tax	-	-	81,079	81,079		-	81,079
Adjustment of deferred income tax liability due to remeasurement at period end	-	-	(6)	(6)		6	-
Profit for the period	-	-	734	734		(734)	-
Other comprehensive income for the period	-	-	-	-		-	-
Total comprehensive income for the period	-	-	-	-		-	-
Balance as at 30 June 2022-audited	131,748	13,335	190,208	203,543		(284,681)	50,610
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	(11,846)	(11,846)		11,846	-
Adjustment of deferred income tax liability due to remeasurement at period end	-	-	1,229	1,229		(1,229)	-
Profit for the period	-	-	-	-		-	-
Other comprehensive income for the period	-	-	-	-		-	-
Total comprehensive income for the period	-	-	-	-		-	-
Balance as at 31 March 2023-Unaudited	131,748	13,335	179,591	192,926		(206,288)	118,386

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

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER





**CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)
FOR THE NINE MONTHS ENDED 31 MARCH 2023**

	Nine months ended	
	31-March 2023	31-March 2022
	(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	88,210	86,176
Adjustments for non-cash charges and other items:		
Depreciation	28,563	26,164
Provision for staff retirement gratuity	15,342	10,267
Gain on disposal of property, plant and equipment	-	(1,014)
Amortization of deferred grant	(155)	(1,812)
Profit on saving account	(35)	-
Finance cost	1,042	3,533
	<u>132,967</u>	<u>123,314</u>
Working capital changes		
(Increase) / decrease in current assets:		
Stores, spare parts and loose tools	(2,502)	(17,136)
Stock in trade	61,712	8,055
Trade debts	(28,530)	(35,268)
Loans and advances	1,344	(502)
Short term deposit, prepayment and other receivables	1,398	(1,895)
	33,422	(46,746)
(Decrease)/Increase in trade and other payables	(100,906)	24,491
Cash generated from operations	65,483	101,059
Finance cost paid	(593)	(1,471)
Staff retirement gratuity paid	(3,232)	(2,920)
Net increase in long term deposits and prepayment	(97)	(735)
Income tax paid	(36,233)	(24,673)
Net cash generated from operating activities	25,328	71,260
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure on property, plant and equipment	(4,240)	(9,806)
Proceeds from disposal of property, plant and equipment	-	3,500
Profit on saving account received	73	-
Net cash used in investing activities	(4,167)	(6,306)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term financing	(19,996)	(29,994)
Repayment of short term borrowing	-	(63,000)
Net cash used in financing activities	(19,996)	(92,994)
NET INCREASE /(DECREASE) IN CASH AND CASH EQUIVALENTS	1,165	(28,040)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	4,943	39,628
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	6,108	11,588

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


CHIEF EXECUTIVE OFFICER


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

Arctic Textile Mills Limited (the Company) is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. Its registered office is situated at 133-134, Regency the Mall, Faisalabad. The Company manufactures and deals in all types of yarn and also deals in trading of fabric / made ups. The manufacturing facility of the Company is situated at 35 Kilometers, Main Sheikhpura Road, Mouza Johal, Tehsil Jaranwala, District Faisalabad.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

a) Statement of compliance

ii) 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.

ii) These condensed interim financial statements do not include all the information required for annual financial statements and should be read in conjunction with the annual financial statements of the Company for the year ended 30 June 2022.

iii) These condensed interim financial statements are un-audited, 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.

b) Accounting policies and methods of computations

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

2.2 Critical accounting estimates and judgments

The preparation of these condensed interim financial statements in conformity with approved accounting and reporting standards requires management to make estimates, assumptions and judgments that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical exposure and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual financial statements of the Company for the year ended 30 June 2022.

2.3 Financial risk management

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Company for the year ended 30 June 2022.

3. CONTINGENCIES AND COMMITMENTS

a) Contingencies

There have been no change during the period in the contingencies reported in the annual financial statements for the year ended 30 June 2022.

b) Commitments

There was no commitment as at 31 March 2023 (30 June 2022: Rupees Nil).



	Un-Audited 31-March 2023	Audited 30 June 2022
(Rupees in thousand)		
4. PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets (Note 4.1)	405,132	423,310
Capital work-in-progress (Note 4.2)	-	6,146
	405,132	429,456
4.1 Operating fixed assets:		
Opening book value	423,310	338,533
Add:		
Cost of additions during the period / year (Note 4.1.1)	10,386	19,350
Effect of surplus on revaluation during the period / year	-	104,559
	433,696	462,442
Less: Book value of deletions during the period / year - plant and machinery	-	(2,486)
	433,696	459,956
Less: Depreciation charged during the period / year	(28,564)	(36,646)
	405,132	423,310
4.1.1 Cost of additions during the period / year		
Buildings on freehold land	10,386	-
Plant and machinery	-	8,674
Electric installations	-	4,879
Power generation house	-	5,662
Factory equipment	-	135
	10,386	19,350
4.2 Capital work-in-progress		
Buildings on freehold land	-	6,146
	-	6,146

5. REVENUE FROM CONTRACTS WITH CUSTOMERS

- 5.1** The revenue represents conversion and doubling income of Rupees 1,065.002 million (31 March 2022: Rupees 841.586 million) and export sale of fabric including export rebate, of Rupees 89.353 million (31 March 2022 : Rupees 35.323).
- 5.2** The Company's revenue from external customers by geographical locations was Rupees 59.168 million (31 March 2022: Rupees Nil) from Africa, Rupees 30.107 million (31 March 2022: Rupees 35.323 million) from Asia, Rupees 0.078 million (31 March 2022: Rupees Nil) from North America and Rupees 1,065.002 million (31 March 2022: Rupees 841.586 million) from Pakistan.

6. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associate and key management personnel. The Company in the normal course of business carries out transactions with various parties. Detail of transactions and balances with related parties are as follows:

(Un-audited)		(Un-audited)	
Nine months ended		Quarter ended	
31-March 2023	31-March 2022	31-March 2023	31-March 2022

----- (Rupees in thousand) -----

i) Transactions**Associate**

Purchase of goods and other shared services	174,043	30,962	38,702	14,193
Revenue from conversion and doubling of yarn	836,354	-	321,096	-
Receipt of long term security deposits	30,000	-	-	-
Repayment of borrowings	-	63,000	-	23,000

Key management personnel

Remuneration and meeting fee paid to Chief Executive Officer, directors and executives	14,589	11,616	4,803	4,005
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Un-Audited	Audited
31-March 2023	30 June 2022

(Rupees in thousand)

ii) Period end balances

Associate

Trade and other payables	59,603	85,051
Long term security deposit	30,000	-

7. DISCLOSURES BY COMPANY LISTED ON ISLAMIC INDEX

(Un-audited)	
Nine months ended	
31-March 2023	31-March 2022
(Rupees in thousand)	

Loans / advances obtained as per Islamic mode

Contract liabilities - unsecured	403	1,170
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Revenue earned from shariah compliant business

1,154,355	876,909
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Exchange gain

11,581	1,107
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Profits earned or interest paid on any conventional loan / advance

Mark-up on long term financing	79	905
Profit on saving accounts with banks	35	109

There was no dividend on any investment. Moreover, there was no relationship with any shariah compliant bank.

8. DATE OF AUTHORIZATION FOR ISSUE

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

9. CORRESPONDING FIGURES

In order to comply with the requirements of IAS 34, the condensed interim statement of financial position and condensed interim statement of changes in equity have been compared with the balances of annual 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.

11. GENERAL

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



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