



**Quarterly Accounts September 30, 2022
(Un-Audited)**



HIRA TEXTILE MILLS LIMITED

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COMPANY INFORMATION

CHAIRPERSON

Mr. Dr. Azhar Waheed

CHIEF EXECUTIVE

Mr. Muhammad Tariq

BOARD OF DIRECTORS

Mr. Dr Azhar Waheed	<i>(Non-Executive/Chairperson)</i>
Mr. Muhammad Hussnain Saeed Sohbin	<i>(Executive Director)</i>
Mr. Muhammad Awais Qarni Chaudhry	<i>(Non-Executive)</i>
Mr. Muhammad Tariq	<i>(Executive Director)</i>
Mrs. Zainab Malik	<i>(Non- Executive / Independent Director)</i>
Mr. Saeed Ahmad Khan	<i>(Non-Executive)</i>
Mr. Shaukat Nazir Malik	<i>(Non- Executive / Independent Director)</i>

AUDIT COMMITTEE

Mr. Shaukat Nazir Malik	<i>(Chairman)</i>
Mr. Muhammad Tariq	<i>(Member)</i>
Mrs. Zainab Malik	<i>(Member)</i>

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mrs. Zainab Malik	<i>(Chairperson)</i>
Mr. Saeed Ahmad Khan	<i>(Member)</i>
Mr. Muhammad Awais Qarni Chaudhry	<i>(Member)</i>

COMPANY SECRETARY & CHIEF FINANCIAL OFFICER

Mr. Muhammad Hussnain Saeed Sohbin

AUDITORS

M/S Rahman Sarfraz Rahim Iqbal Rafiq

(Chartered Accountants)



Hira Textile Mills Limited

DIRECTOR'S REPORT

We hereby present the un-audited financial statements of the Company for 1st Quarter ended on September 30, 2022. The Company's sales are Rs. 40.160 million as compared to Rs. 180.481 million during the corresponding period of last year. Gross Loss for the period is Rs. 57.552 million. Decrease in Gross Loss is due to substantial decrease in cost.

Loss from operations is Rs. 66.869 million as compared to loss of Rs. 131.427 million in the corresponding period. The decrease in operational loss is mainly due to decrease in Gross Loss. Loss after tax is Rs. 67.371 million as compared to loss of Rs. 131.143 million in the corresponding period. Loss per share for three months period is Rs. 0.78 as compared to loss of Rs. 1.15 during the corresponding period of last year.

The result of the current quarter is quite unsatisfactory in the current difficult business condition and the management of the company is utilizing its full skills to improve the efficiency of the company and is hopeful for better profitability of the company for the remaining year.

The Directors wish to express their appreciation to the staff & workers of the Company for their dedication & devotion displayed in the success & growth of the company. The Directors also wish to place on record their thanks to the Bankers and other Stake holders for their continued support to the company.

On behalf of the Board

Muhammad Awais Qarni Chudary
(Director)

Mohammad Tariq
(Chief Executive Officer)

Lahore
September 03, 2024



حرائیک شامل ملز لمیٹڈ

ممبران کے لیے ڈائریکٹرز کی رپورٹ

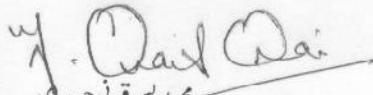
ڈائریکٹرز 30 ستمبر 2022ء کو مختتمہ پہلی سہ ماہی کے لیے کمپنی کی غیر نظر ثانی شدہ مالیاتی معلومات پیش کرتے ہوئے خوشی محسوس کرتے ہیں کمپنی کی زیر جائزہ مدت کے دوران فروخت شدہ مال کی مالیت 40.160 ملین روپے ہے جبکہ پچھلے سال اسی مدت کے دوران فروخت شدہ مال کی مالیت 180.981 ملین تھی۔ زیر جائزہ مدت کے دوران مجموعی نقصان (GL) 57.552 ملین روپے رہا جبکہ گزشتہ سال اسی مدت کے دوران 95.817 ملین روپے کا مجموعی نقصان تھا۔ مجموعی نقصان میں کمی کی بڑی وجہ قیمت میں کمی ہے۔

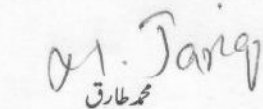
کمپنی کا آپریٹنگ نقصان 66.869 ملین روپے رہا جب کہ پچھلے سال اسی مدت کے دوران نقصان 131.428 ملین روپے تھا۔ نقصان میں یہ کمی مجموعی نقصان میں کمی کی وجہ سے ہوا۔ بعد از ٹیکس نقصان 67.371 ملین روپے رہا جب کہ پچھلے سال اسی مدت میں بعد از ٹیکس نقصان 134.148 ملین روپے تھا۔ رواں سہ ماہی کے لئے فی حصص نقصان 0.78 روپے ہے جبکہ گزشتہ سال کی اسی مدت میں فی حصص نقصان 1.55 روپے تھا۔

مشکل کاروباری حالات کی وجہ سے رواں سہ ماہی کے دوران کمپنی کی کارکردگی غیر قابل بخش رہی۔ تاہم کمپنی کی انتظامیہ کارکردگی میں مزید بہتری کیلئے پوری کوشش کر رہی ہے اور بہتر نتائج کے لئے پرامید ہے۔

ڈائریکٹرز، کمپنی کے عملے اور کارکنان کی اپنے کام کی لگن اور ایثار کے لئے جو انھوں نے کمپنی کی کامیابی اور بہتری کے لئے کیے ہیں کو تحسین کی نظر سے دیکھتے اور سراہتے ہیں ڈائریکٹرز، ڈینکرو اور دیگر حصہ داروں کا کمپنی کی مسلسل حمایت پر شکر یہ ادا کرتے ہیں۔

منجانب بورڈ


محمد اویس قرنی چوہدری
(ڈائریکٹر)


محمد طارق
(چیف ایگزیکٹو آفیسر)

لاہور

03 ستمبر 2024ء

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2022**

	Unaudited 30-Sep-22 <i>Rupees</i>	Audited 30-Jun-22 <i>Rupees</i>
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital	870,000,000	870,000,000
Issued share capital	865,779,200	865,779,200
Share premium	82,500,000	82,500,000
Revaluation reserve	1,152,156,325	1,158,769,554
Accumulated losses	(2,579,217,963)	(2,518,460,411)
Loan from sponsors	481,500,000	481,500,000
TOTAL EQUITY	2,717,562	70,088,343
LIABILITIES		
NON-CURRENT LIABILITIES		
Long term finances	1,583,041,055	1,583,041,055
Lease liabilities	2,387,302	3,054,544
Employees retirement benefits	-	-
Deferred interest	175,751,943	175,751,943
Deferred taxation	357,810,779	357,810,779
	2,118,991,079	2,119,658,321
CURRENT LIABILITIES		
Trade and other payables	460,492,509	455,090,627
Unclaimed dividend	2,757,216	2,757,216
Short term borrowings	334,970,742	334,970,742
Accrued interest/profit	226,401,652	201,952,331
Current portion of non-current liabilities	66,308,883	66,308,883
	1,090,931,002	1,061,079,799
TOTAL LIABILITIES	3,209,922,081	3,180,738,120
CONTINGENCIES AND COMMITMENTS		
TOTAL EQUITY AND LIABILITIES	3,212,639,643	3,250,826,463

The annexed notes from 1 to 58 form an integral part of these financial statements.



Director



Chief Financial Officer



Chief Executive



HIRA TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2022

	Unaudited 30-Sep-22 Rupees	Audited 30-Jun-22 Rupees
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	3,003,705,221	3,036,411,814
Right-of-use assets	54,163,054	54,962,279
Long term investments	-	-
Long term deposits	49,609,093	49,609,093
	3,107,477,369	3,140,983,186
CURRENT ASSETS		
Stores and spares	202,011	4,178,856
Stock in trade	-	-
Trade receivables	548,000	1,484,013
Advances and other receivables	80,463,104	80,463,104
Advance income tax/income tax refundable	23,127,530	22,842,494
Cash and bank balances	821,629	874,810
	105,162,274	109,843,277
TOTAL ASSETS	3,212,639,643	3,250,826,463

The annexed notes from 1 to 58 form an integral part of these financial statements.

Director

Chief Financial Officer

Chief Executive



HIRA TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	Unaudited 30-Sep-22 Rupees	Unaudited 30-Sep-21 Rupees
Revenue from contracts with customers - net	40,160,000	180,981,355
Cost of sales	(97,711,610)	(276,798,708)
Gross loss	(57,551,610)	(95,817,353)
Selling and distribution expenses	-	(50,000)
Administrative expenses	(802,169)	(11,231,846)
Other expenses	-	-
	(802,169)	(11,281,846)
Impairment allowance for expected credit losses	-	-
	(58,353,779)	(107,099,199)
Other income	15,945,486	13,996,800
Operating profit	(42,408,293)	(93,102,399)
Finance cost	(24,460,488)	(38,325,521)
Notional interest	-	-
	(24,460,488)	(38,325,521)
Loss before taxation	(66,868,781)	(131,427,920)
Provision for taxation	(502,000)	(2,714,520)
Loss after taxation	(67,370,781)	(134,142,440)
Loss per share - basic and diluted	(0.78)	(1.55)

The annexed notes from 1 to 58 form an integral part of these financial statements.

Director

Chief Financial Officer

Chief Executive



HIRA TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	Unaudited 30-Sep-22 Rupees	Unaudited 30-Sep-21 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Cash generated from operations	521,097	2,067,637
Payments for:		
Employees retirement benefits	-	(1,199,450)
Interest on borrowings	-	(39,129)
Income tax	(787,036)	(3,176,512)
Net cash (used in)/generated from operating activities	(265,939)	(2,347,454)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	-	-
Proceeds from disposal of property, plant and equipment	880,000	-
Net cash generated from/(used in) investing activities	880,000	-
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of long term finances	-	-
Payment of lease liabilities	(667,242)	(972,030)
Net cash used in financing activities	(667,242)	(972,030)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(53,181)	(3,319,484)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	874,810	7,840,526
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	821,629	4,521,042

The annexed notes from 1 to 58 form an integral part of these financial statements.

Director

Chief Financial Officer

Chief Executive



HIRA TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	Issued share capital	Share premium	Revaluation reserve	Accumulated losses	Loan from sponsors	Total equity
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at 01 July 2021	865,779,200	82,500,000	1,159,043,059	(1,960,982,734)	481,500,000	627,839,525
Comprehensive income						
Loss after taxation	-	-	-	(583,944,266)	-	(583,944,266)
Other comprehensive (loss)/income	-	-	26,193,084	-	-	26,193,084
Total comprehensive (loss)/income	-	-	26,193,084	(583,944,266)	-	(557,751,182)
Other transactions						
Incremental depreciation	-	-	(26,466,589)	26,466,589	-	-
Transaction with owners	-	-	-	-	-	-
Balance as at 30 June 2022	865,779,200	82,500,000	1,158,769,554	(2,518,460,411)	481,500,000	70,088,343
Balance as at 01 July 2022	865,779,200	82,500,000	1,158,769,554	(2,518,460,411)	481,500,000	70,088,343
Comprehensive income						
Loss after taxation	-	-	-	(67,370,781)	-	(67,370,781)
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income/(loss)	-	-	-	(67,370,781)	-	(67,370,781)
Other transactions						
Incremental depreciation	-	-	(6,613,229)	6,613,229	-	-
Transaction with owners	-	-	-	-	-	-
Balance as at 30 September 2022	865,779,200	82,500,000	1,152,156,325	(2,579,217,963)	481,500,000	2,717,562

The annexed notes from 1 to 58 form an integral part of these financial statements.

Director

Chief Financial Officer

Chief Executive

**CONDENSED INTERIM NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2022**
1 LEGAL STATUS AND OPERATIONS

Hira Textile Mills Limited [‘the Company’] was incorporated in Pakistan as a Public Limited Company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and is listed on Pakistan Stock Exchange Limited. The principal activity of the Company is manufacturing and sale of yarn. The registered office and manufacturing facility of the Company is situated at 8 KM, Manga Raiwind Road, District Kasur in the Province of Punjab.

2 BASIS OF PREPARATION

2.1 These financial statements have been prepared in accordance with the requirements of International Accounting Standards 34 (Interim Financial Reporting) and the provisions of and directives issued under the Companies Act, 2017.

2.2 The accounting policies and method of computation adopted in the preparation of these financial statements are the same as those applied in the preparation of the preceding published financial statements of the Company for the year ended June 30, 2022.

3 LONG TERM INVESTMENTS

	Unaudited 30-Sep-22	Audited 30-Jun-22
	<i>Rupees</i>	<i>Rupees</i>
Investment in related parties-unquoted Hira Terry Mills Limited-associated Company 18,450,000 (30-Jun-21: 18,450,000) fully paid ordinary shares of Rs. 10 each	184,500,000	184,500,000
Bonus Issue @ 20%	36,900,920	36,900,920
Share of profit	(221,400,920)	(221,400,920)
	-	-

4 CONTINGENCIES AND COMMITMENTS

	Unaudited 30-Sep-22	Audited 30-Jun-22
	<i>Rupees</i>	<i>Rupees</i>
Bank guarantees	29,542,428	29,542,428
Commitments-There are no commitments as at 30 September 2022.		

5 COST OF SALES

	<i>Note</i>	Unaudited 30-Sep-22	Unaudited 30-Sep-21
		<i>Rupees</i>	<i>Rupees</i>
Stock-Opening		-	150,516,331
Cost of goods manufactured	5.1	97,711,610	242,079,377
Stock-Closing		-	115,797,000
		<u>97,711,610</u>	<u>508,392,708</u>

	Unaudited 30-Sep-22	Unaudited 30-Sep-21
	<i>Rupees</i>	<i>Rupees</i>

5.1 Cost of goods manufactured

Work in Progress Opening	-	68,307,503
Raw Material Consumed	-	85,473,069
Overheads	97,711,610	129,311,711
Work in Progress Closing	-	41,012,906
	<u>97,711,610</u>	<u>324,105,189</u>

6 Transactions with related parties

The related parties comprise holding company, subsidiaries, and associated undertakings, other related group companies, directors of the company, key management personnel and post employment benefits plan. The Company in the normal course of business carries out transactions with various related parties.

Nature of relationship	Nature of transactions	Unaudited 30-Sep-22	Audited 30-Jun-22
		<i>Rupees</i>	<i>Rupees</i>
Associated company	Sales	-	7,767,776
	Purchases	-	6,800,917
	Expenses charged	-	-

**CONDENSED INTERIM NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2022**

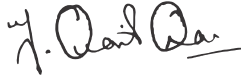
	Rental income	15,116,544	58,599,936
Provident fund trust	Contribution for the year	-	1,287,660
Balances with related parties			
Nature of relationship	Nature of balance		
Associated company	Advance against rent	18,453,919	36,226,428
	Trade receivables	-	-
Sponsors	Borrowings	481,500,000	481,500,000
	Current account	48,843,989	60,843,987
Key management personnel	Short term employee benefits payable	-	-
Provident fund trust	Payable to provident fund trust	1,673,074	1,699,457

7 Date of Authorisation for issue

These financial statements were authorised for issue on _____ by the board of directors of the Company.

8 Presentation

Figures in the financial statements have been rounded-off to the nearest rupee.



Director



Chief Financial Officer



Chief Executive