

THIRD QUARTER  
FINANCIAL STATEMENTS

2024-25



***The National Silk  
& Rayon Mills Ltd.***

Manufacturer & Exporter of Quality Textile Products

# Company Information

## Board of Directors

Sh. Faisal Tauheed	(Executive Director)
Sh. Kashif Tauheed	(Executive Director)
Mrs. Samira Faisal	Non Executive Director
Mrs. Tahira Kashif	Non Executive Director/Chairperson
Sh Mustafa Faisal Tauheed	Non Executive Director
Mr. Imran Ali Safdar	Independent Director
Mr. Shehzad Ehsan	Independent Director

## Board Audit Committee

Mr. Shahzad Ehsan	(Chairman)
Sh Mustafa Faisal Tauheed	
Mrs. Tahira Kashif	

## Board Human Resource and Remuneration Committee

Mr. Shehzad Ehsan	(Chairman)
Mrs. Samira Faisal	
Mrs. Tahira Kashif	

## Management Team

Sh. Faisal Tauheed Puri	(Chief Executive)
Qaisar Ali Faheem	(Chief Financial Officer)
Imran Zafar	(Company Secretary)
Muhammad Adeel Idrees	(Internal Auditor)

## Auditors

Riaz Ahmad and Company  
Chartered Accountants

## Bankers

National Bank of Pakistan  
The Bank of Punjab  
Bank Alfalah Limited  
Habib Metropolitan Bank Limited  
Askari Bank Limited  
Bank Al-Habib Limited  
MCB Limited  
Meezan Bank Limited  
United Bank Limited

## Registered Office

House No. 8/3, Aziz Avenue,  
Canal Road, Gulberg V, Lahore.

## Factory

Dhuddiwala, Jaranwala Road, Faisalabad.

## Share Registrar

Corplink (pvt.) Ltd.  
Share Registrar & Corporate Consultants  
Wings Arcade, 1-K Commercial, Model Town, Lahore.  
Tel: 035916714, 35916719, 035839182 Fax: 92-42-35869037

## Legal Advisor

Sahibzada Muhammad Arif  
Advocate High Court,  
Chamber No.52, District Courts,  
Faisalabad.

# Directors' Report

The Board Directors of your company are pleased to present Condensed Interim Financial Statements of the company for the quarter ended March 31, 2025.

The financial performance of your Company during the nine months is as follow:

Operating Results	<u>Nine months ended March 31</u>	
	2025	2024
RUPEES		
Gross profit	100,701,176	56,622,042
Selling, administrative and operating expenses	(50,467,968)	(43,304,679)
Profit before taxation	55,348,143	15,993,874
Taxation	(29,571,972)	(11,554,470)
Profit after taxation	25,776,171	4,439,404
Earning per share	1.66	0.29

The Company remains committed to deliver on its long-term objective of sustainable growth and value creation. This is being achieved through continued focus on operational excellence, product portfolio diversification, cost reduction and a strong capital structure.

The company recorded sale of Rs.1,952,109,029/- in its first nine months as compared to Rs.1,570,816,614/- during the first nine months of the last year. Despite inflated Power tariff, Local & imported raw material, the company has shown improvement in results.

## Future Outlook and Challenges:

Textile Industry is expected to perform well in future as global commodity prices are showing stability, downward revision of interest rate, both local & regionally. At macro front USD/PKR stability, improved current account/forex reserves and new IMF program would instill sustained growth in the periods ahead. The management of the Company is working hard to minimize the cost pressures, optimize the cost levels and finding new avenues of revenue generation in all segments of the company to maximize benefit to the shareholders. We are also working internally to become more efficient by becoming more cost effective, focusing on energy conservation and expenditure reduction techniques.

## Appreciation

We would like to thank all of our staff members for the way they have responded to challenges of the year. Their hard work and commitment is greatly appreciated and is reflected in these results.

We are also thankful for the encouragement and support which we received from our suppliers, shareholders, bankers and financial institutions.

On behalf of the Board



Sh. Faisal Tauheed Puri  
Chief Executive

LAHORE:  
April 30, 2025



Sh. Kashif Tauheed  
Director

***The National Silk & Rayon Mills Ltd.***

**DIRECTOR**

*[Signature]*

**CHIEF FINANCIAL OFFICER**



# Condensed Interim Profit or Loss Account (un-audited)

FOR THE QUARTER ENDED MARCH 31, 2025

	Nine Months ended		Quarter ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	Rupees		Rupees	
Revenue From Contracts With Customers	1,952,109,029	1,570,816,614	739,088,917	616,204,419
Cost Against Services Provided	1,851,407,853	1,514,194,573	706,590,501	596,147,141
<b>Gross profit</b>	100,701,176	56,622,042	32,498,416	20,057,279
Distribution costs	2,862,205	1,917,107	853,640	552,618
Administrative expenses	38,364,317	34,834,557	12,876,359	11,376,943
Other expenses	9,241,446	6,553,015	1,205,406	702,109
	50,467,968	43,304,679	14,935,405	12,631,670
	50,233,208	13,317,363	17,563,011	7,425,609
Other income	7,278,779	4,013,287	496,719	437,725
Profit / (Loss) From Operations	57,511,987	17,330,650	18,059,730	7,863,334
Finance cost	2,163,844	1,336,776	231,291	570,968
<b>Profit / (Loss) Before Levy and Taxation</b>	55,348,143	15,993,874	17,828,439	7,292,366
Levy	17,413,152	16,779,463	6,962,988	7,523,856
PROFIT / (LOSS) BEFORE TAXATION	37,934,991	(785,589)	10,865,451	(231,490)
Taxation	12,158,820	(5,224,993)	2,552,310	(3,158,536)
<b>Profit / (Loss) for the period</b>	25,776,171	4,439,404	8,313,141	2,927,046
<b>Earnings / (Loss) per share- Basic and Diluted</b>	<b>1.66</b>	<b>0.29</b>	<b>0.53</b>	<b>0.19</b>

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 QUARTER ENDED MARCH 31, 2025

NINE MONTH ENDED	
March 31, 2025	March 31, 2024
Rupees	
Profit for the period	4,439,404
Other comprehensive income	-
Total comprehensive income for the period	4,439,404

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



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

# Condensed Interim Cash Flow Statement (un-audited)

FOR THE PERIOD ENDED MARCH 31 2025

	Note	Nine months ended	
		March 31 2025	March 31 2024
		RUPEES	RUPEES
<b>Cash flows from operating activities</b>			
<b>Cash used in operations</b>	7	97,747,874	31,310,564
Finance cost paid		(1,851,677)	(832,144)
Income tax paid		(29,532,818)	(22,406,663)
Net increase in long term deposits		30,112	1,310,000
<b>Net cash used in operating activities</b>		66,393,491	9,381,757
<b>Cash flows from investing activities</b>			
Capital expenditure on property, plant, equipment		(70,608,765)	(22,685,835)
Short Term Investments		57,563,324	(15,869,490)
<b>Net cash used in investing activities</b>		(13,045,441)	(38,555,325)
<b>Cash flows from financing activities</b>			
Short term borrowings - net		(54,890,001)	(30,314,339)
<b>Net cash from financing activities</b>		(54,890,001)	(30,314,339)
<b>Net increase / (decrease) in cash and cash equivalents</b>		(1,541,951)	(59,487,907)
<b>Cash and cash equivalents at the beginning of the period</b>		32,256,762	94,400,337
<b>Cash and cash equivalents at the end of the period</b>		30,714,811	34,912,430

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 QUARTER ENDED MARCH 31, 2025

	SHARE CAPITAL	REVENUE RESERVE  UNAPPROPRI ATED PROFIT	SUB TOTAL	REVALUATIO N SURPLUS ON LAND	TOTAL
	-----R u p e e s-----				
<b>Balance as at June 30, 2023- Audited</b>	155,531,740	125,746,948	281,278,688	1,123,279,091	1,404,557,779
Profit for the Nine months ended March 31, 2024	-	4,439,404	4,439,404	-	4,439,404
Other comprehensive income for the period-net of deferred tax	-	-	-	-	-
Total comprehensive income	-	4,439,404	4,439,404	-	4,439,404
<b>Balance as at March 31, 2024- Un-audited</b>	155,531,740	130,186,352	285,718,092	1,123,279,091	1,408,997,183
<b>Balance as at June 30, 2024- Audited</b>	155,531,740	192,050,483	347,582,223	1,123,279,091	1,470,861,314
Profit for the Nine months ended March 31, 2025	-	25,776,171	25,776,171	-	25,776,171
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income	-	25,776,171	25,776,171	-	25,776,171
<b>Balance as at March 31, 2025- Un-audited</b>	155,531,740	217,826,654	373,358,394	1,123,279,091	1,496,637,485

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 Information (un-audited)

FOR THE QUARTER ENDED MARCH 31, 2025

## 1. THE COMPANY AND ITS ACTIVITIES

The National Silk and Rayon Mills Limited (the Company) is a public limited company incorporated in Pakistan on 27 June 1950 under the Companies Act, 1913 (Now Companies Act, 2017), and its shares are quoted on Pakistan Stock Exchange Limited. The registered office of the Company is situated at H-8/3, Aziz Avenue, Canal Road, Gulberg V, Lahore, Punjab. The head office and production unit are situated at Dhuddiwala, Jaranwala Road, Faisalabad, Punjab. The principal activity of the company is dyeing, bleaching, finishing and embroidery of fabric.

## 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### 2.1 Basis of preparation

#### a) Statement of compliance

- i) 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 and disclosures as 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 2024.
- iii) These condensed interim financial statements are un-audited, however, have been subjected to limited scope review by the auditors and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and section 237 of the Companies Act, 2017.
- iv) All financial information is presented in Pak Rupees and has been rounded off to the nearest Rupee.

#### b) Accounting policies

The accounting policies and methods of computations used 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 2024.

### 2.2 Critical accounting estimates, judgments and financial risk management

In preparing these condensed interim financial statements, management has made judgements and estimates that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

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

	Un-audited March 31, 2025 RUPEES	Audited June 30, 2024 RUPEES
<b>3. SHORT TERM BORROWINGS</b>		
<b>From banking companies - secured</b>		
Cash finance	1,369,301	47,693,900
Running finance	-	-
Other short term finances	64,226,250	56,734,964
	65,595,551	104,428,864
<b>Others - unsecured</b>		
From related parties (Note 3.1)	-	16,056,688
	65,595,551	120,485,552
<b>3.1 From related parties</b>		
Loan from Mr. Kashif Tauheed, Director	-	16,056,688
	-	16,056,688

#### 4. CONTINGENCIES AND COMMITMENTS

##### a) Contingencies

There is no material change in the status of contingencies as reported in annual financial statements of the Company for the year ended 30 June 2024.

##### b) Commitments

- i) Letter of Credits / Contracts for capital expenditure are of Rupees 16.89 Million (30 June 2024: Rupees 52.271).  
ii) Letters of credit other than for capital expenditure are of Rupees 24.91 million (30 June 2024: Rupees 23.152 million).

#### 5. PROPERTY, PLANT AND EQUIPMENT

	Un-audited March 31, 2025 RUPEES	Audited June 30, 2024 RUPEES
Operating fixed assets (Note 5.1)	1,415,442,103	1,361,937,318
Capital work-in-progress		4,146,230
	1,415,442,103	1,366,083,548
<b>5.1 Operating fixed assets</b>		
Opening book value	1,361,937,318	1,366,046,875
Add: Cost of additions during the period / year (Note 5.1.1)	74,754,995	24,234,517
	1,436,692,313	1,390,281,392
	1,436,692,313	1,390,281,392
Less: Depreciation charged during the period / year	21,250,210	28,344,074
	1,415,442,103	1,361,937,318
<b>5.1.1 Cost of additions during the period / year</b>		
Plant and machinery	10,998,719	15,163,180
Furniture and fixtures	7,298,446	2,310,000
Vehicles	9,138,934	6,761,337
Pipelines and electric fitting	47,318,896	
	74,754,995	24,234,517

(Un-audited)			
Nine Months ended		Quarter ended	
31 March 2025	31 March 2024	31 March 2025	31 March 2024
----- RUPEES -----			
1,200,754,268	932,138,633	478,010,743	368,126,211
139,822,036	118,475,023	46,920,146	41,012,520
450,596,953	414,620,534	160,746,197	169,779,000
15,999,188	15,234,211	6,549,649	5,197,634
24,687,384	14,144,334	7,356,850	4,872,263
420,402	1,215,593	420,402	975,593
19,127,621	18,366,245	6,586,513	6,183,921
1,851,407,853	1,514,194,573	706,590,500	596,147,142

#### 6. COST OF SALES

Raw material consumed	1,200,754,268	932,138,633	478,010,743	368,126,211
Salaries, wages and other benefits	139,822,036	118,475,023	46,920,146	41,012,520
Fuel and power	450,596,953	414,620,534	160,746,197	169,779,000
Packing materials consumed	15,999,188	15,234,211	6,549,649	5,197,634
Stores, spare parts and loose tools consumed	24,687,384	14,144,334	7,356,850	4,872,263
Repair & Maintenance	420,402	1,215,593	420,402	975,593
Depreciation	19,127,621	18,366,245	6,586,513	6,183,921
	1,851,407,853	1,514,194,573	706,590,500	596,147,142





## 9. SEGMENT INFORMATION

	Dyeing		Embroidery		Total - Company	
	(Un-audited)		(Un-audited)		(Un-audited)	
	Nine months ended		Nine months ended		Nine months ended	
	31 March 2025	31 March 2024	31 March 2025	31 March 2024	31 March 2025	31 March 2024
	----- RUPEES -----					
Revenue	1,777,395,271	1,434,469,732	174,713,758	136,346,882	1,952,109,029	1,570,816,614
Cost of sales	(1,693,112,481)	(1,386,245,131)	(158,295,371)	(127,949,441)	(1,851,407,853)	(1,514,194,573)
Gross profit	84,282,790	48,224,601	16,418,387	8,397,441	100,701,176	56,622,042
Distribution cost	(2,626,073)	(1,759,904)	(236,132)	(157,203)	(2,862,205)	(1,917,107)
Administrative expenses	(35,122,532)	(31,873,619)	(3,241,785)	(2,960,937)	(38,364,317)	(34,834,557)
	(37,748,606)	(33,633,524)	(3,477,917)	(3,118,140)	(41,226,522)	(36,751,664)
Profit / (loss) before taxation and unallocated income and expenses	46,534,184	14,591,077	12,940,470	5,279,301	59,474,654	19,870,378
<b>Unallocated income and expenses:</b>						
Other expenses					(9,241,446)	(6,553,015)
Other income					7,278,779	4,013,287
Finance cost					(2,163,844)	(1,336,776)
Taxation					(29,571,972)	(11,554,470)
(Loss) / profit after taxation					25,776,171	4,439,404

Unallocated liabilities represent major portion of trade and other payables, unclaimed dividend, deferred liability, accrued mark-up, short term borrowings and deferred income tax liability.

## 9.1 Geographical information

The Company's revenue from external customers by geographical locations is detailed below:

	Dyeing		Embroidery		Total Company	
	(Un-audited)		(Un-audited)		(Un-audited)	
	Nine months ended		Nine months ended		Nine months ended	
	31 March 2025	31 March 2024	31 March 2025	31 March 2024	31 March 2025	31 March 2024
Africa	-	32,223,957			-	32,223,957
Pakistan	1,777,395,271	1,402,245,775	174,713,758	136,346,882	1,952,109,029	1,538,592,657
	1,777,395,271	1,434,469,732	174,713,758	136,346,882	1,952,109,029	1,570,816,614

## 10. The Company's revenue from external customers in respect of services / products is detailed below:

Processing income	1,748,363,546	1,397,951,443			1,748,363,546	1,397,951,443
Embroidery income			174,713,758	136,346,882	174,713,758	136,346,882
Fabric sale	29,031,725	36,518,289			29,031,725	36,518,289
	1,777,395,271	1,434,469,732	174,713,758	136,346,882	1,952,109,029	1,570,816,614

## 11. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding annual published financial statements of the Company for the year ended 30 June 2024.

## 12. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were approved and authorized for issue on 30/04/2025 by the Board of Directors.

CHIEF EXECUTIVE

DIRECTOR

CHIEF FINANCIAL OFFICER

## ڈائریکٹرز کی جائزہ رپورٹ

آپ کی کمپنی کے بورڈ ڈائریکٹرز 31 مارچ 2025 کو ختم ہونے والی سہ ماہی کے لیے کمپنی کے کنڈیسیڈ عبوری مالیاتی بیانات پیش کرنے پر خوش ہیں۔  
نوماء کے دوران آپ کی کمپنی کی مالی کارکردگی درج ذیل ہے:

### آپریٹنگ نتائج

31 مارچ کو ختم ہونے والے نوماء،

2024	2025	مالیاتی کارکردگی
RUPEES		
56,622,042	100,701,176	خالص نفع
(43,304,679)	(50,467,968)	فروخت، انتظامی اور آپریٹنگ اخراجات
15,993,874	55,348,143	منافع قبل از ٹیکس
(11,554,470)	(29,571,972)	ٹیکسیشن
4,439,404	25,776,171	منافع/(تقصان) بعد از ٹیکس
0.29	1.66	فی آمدنی حصص

کمپنی پائیدار ترقی اور قدر کی تخلیق کے اپنے طویل مدتی مقصد کو پورا کرنے کے لیے پرعزم ہے۔ یہ آپریٹنگ ریکارڈز کی پوری فلیوئیلٹی میں تنوع، لاگت میں کمی اور مضبوط سرمائے کے ڈھانچے پر مسلسل توجہ کے ذریعے حاصل کیا جا رہا ہے۔

کمپنی نے اپنے پہلے نو مہینوں میں Rs. 1,952,109,029/- کی فروخت ریکارڈز کی جبکہ پچھلے سال کے پہلے نو مہینوں کے دوران Rs. 1,570,816,614/- کے مقابلے میں۔ بڑھے ہوئے پاور ٹیرف، مقامی اور درآمد شدہ خام مال کے باوجود کمپنی نے نتائج میں بہتری دکھائی ہے۔

مستقبل کا آؤٹ لک اور چیلنجز:

ٹیکسٹائل انڈسٹری کی مستقبل میں اچھی کارکردگی کی توقع ہے کیونکہ اجناس کی عالمی قیمتوں میں استحکام، شرح سود میں کمی، مقامی اور علاقائی دونوں سطحوں پر نظر آ رہی ہے۔ میکروفرنٹ USD/PKR کے استحکام میں، بہتر کرنٹ اکاؤنٹ/فارکس کے ذخائر اور IMF کا نیا پروگرام آنے والے ادوار میں مسلسل ترقی کو فروغ دے گا۔ کمپنی کی انتظامیہ لاگت کے دباؤ کو کم کرنے، لاگت کی سطح کو بہتر بنانے اور کمپنی کے تمام حصوں میں آمدنی پیدا کرنے کی نئی راہیں تلاش کرنے کے لیے سخت محنت کر رہی ہے تاکہ شیئر ہولڈرز کو زیادہ سے زیادہ فائدہ پہنچایا جاسکے۔ ہم توانائی کے تحفظ اور اخراجات میں کمی کی تکنیکوں پر توجہ مرکوز کرتے ہوئے زیادہ لاگت سے موثر بننے کے لیے اندرونی طور پر بھی کام کر رہے ہیں۔

### تعریف

ہم اپنے تمام عملے کے ارکان کا شکریہ ادا کرنا چاہیں گے کہ انہوں نے سال کے چیلنجوں کا جس طرح جواب دیا ہے۔ ان کی محنت اور عزم کو بہت سراہا جاتا ہے اور ان نتائج سے ظاہر ہوتا ہے۔  
ہم اپنے سپلائرز، شیئر ہولڈرز، بینکرز اور مالیاتی اداروں سے ملنے والی حوصلہ افزائی اور حمایت کے لیے بھی شکر گزار ہیں۔

لاہور:

30 اپریل 2025

شیخ فیصل توحید

چیف ایگزیکٹو

شیخ کاشف توحید

ڈائریکٹر



## ***The National Silk & Rayon Mills Ltd.***

Manufacturer & Exporter of Quality Textile Products

Jaranwala Road, Faisalabad-Pakistan

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