

2022

Financial Statements

for Nine Months period ended March 31,

(un-audited)

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Company Information

Chairman	Mian Muhammad Latif
Chief Executive	Muhammad Naeem
Directors	Mian Muhammad Javaid Iqbal Mr. Muhammad Faisal Latif Mr. Tariq Ayoub Khan Mr. Masood Ul Hassan Mr. Muhammad Hashim Mr. Muhammad Salman Javed
Nominee Director	Ms. Sobia Chughtai
Major Bankers	Allied Bank Limited. Askari Bank Limited. Al Baraka Bank (Pakistan) Limited. Citibank, N.A. Faysal Bank Limited. First Credit & Investment Bank Limited. Habib Bank Limited. Habib Metropolitan Bank Limited. KASB Bank Limited. National Bank of Pakistan. NIB Bank Limited. Orix Leasing (Pakistan) Limited. Pak Oman Investment Company Limited. Pak Kuwait Investment Company (Pvt.) Limited. Pak Libya Holding Company (Pvt.) Limited. Saudi Pak Industrial & Agricultural Investment Silk Bank Limited. Standard Chartered Bank (Pakistan) Limited. The Bank of Punjab. United Bank Limited.
Chief Financial Officer	Mr. Faisal Ali Sarwar
Company Secretary	Muhammad Arshad
Auditors	RSM Avais Hyder Liaquat Nauman Chartered Accountants.
Shares Registrar	F.D. Registrar Services (SMC-Pvt.) Limited Office # 1705, 17th Floor, Saima Trade Tower-A, I.I. Chundrigar Road, Karachi. Tel:021-32271905-6/021-35478192-3
Registered Office	Nishatabad, Faisalabad. Tel:+92 41 8754472-8 Fax:+92 41 8752400, 8752700 chenab@chenabgroup.com www.chenabgroup.com
Website Address	www.chenabgroup.com
Works	-Spinning Unit - Toba Tek Singh. -Weaving Unit - Kharianwala, Distt: Sheikhpura. -Weaving Unit - Shahkot, Distt: Nankana Sahib. -Processing & Stitching Units – Nishatabad, Fsd.

DIRECTORS' REPORT TO THE SHAREHOLDER'S

The Directors are presenting before you un-audited financial statements of the Company together with notes for nine months period ended on March 31, 2022. Figures of corresponding quarter of last year are also presented for comparison. The balance sheet figures as on March 31, 2022 and June 30, 2021 have been shown as required by the INTERNATIONAL ACCOUNTING STANDARDS (IAS) 34 for interim financial reporting.

REVENUE

The revenue was earned from rental income at Rs.65.800 million during nine months period.

Similarly revenue was earned from Local/Export Sales and toll manufacturing activities at Rs.200.527 million of nine months period.

FINANCIAL RESULTS

In view of unfavorable business circumstances the Company has sustained a financial loss of Rs.380.110 million before taxation during nine months period.

FUTURE PROSPECTS

The management got re-structuring done with banks through a Scheme of Arrangement on 14-09-2021. The winding up order passed by the Lahore High Court also got reversed on 29-10-2021. Thereafter the original management took over the charge. The company finally started the commercial operation after completing overhauling and necessary BMR on 01-04-2022.

The management is also pursuing to dispose off certain non core fixed assets of the Company to meet the requirement of working capital.

ACKNOWLEDGEMENT

The directors are thankful to its financial institutions for supporting the Company for revival of the Company and its employees who have rendered their dedicated services for the Company

For and on behalf
BOARD OF DIRECTORS

FAISALABAD
30-04-2024


(MUHAMMAD FAISAL LATIF)
DIRECTOR


(MUHAMMAD NAEEM)
CHIEF EXECUTIVE OFFICER

ڈائریکٹرز رپورٹ برائے شیئر ہولڈرز

ڈائریکٹرز کمپنی کے نو ماہی حسابات (بغیر آڈٹ) بابت 31 مارچ 2022 بمعہ تفصیلات آپ کے سامنے پیش کرتے ہیں۔ پچھلے سال کی اسی سہ ماہی کے اعداد و شمار موازنہ کے لئے بھی پیش کئے ہیں بیلنس شیٹ کے اعداد 30 جون 2021 اور 31 مارچ 2022 بھی ظاہر کئے گئے ہیں جو کہ بین الاقوامی اکاؤنٹنگ سٹینڈرز (آئی۔ اے۔ ایس 34) برائے درمیانی مدت کی فنانشنل رپورٹنگ کے زیر تفتیش ہیں۔

ریونیو:-

نومہ کے دوران ریونیو کرایہ پر دیئے گئے اثاثوں سے مبلغ 65.800 ملین روپے حاصل کیا گیا۔ اسی طرح لوکل / ایکسپورٹ اور ٹول مینوفیکچرنگ کی سرگرمیوں سے مبلغ 200.527 نومہ کے دوران ریونیو حاصل کیا گیا۔

مالیاتی نتائج:-

نومہ کے دوران ناموزوں کاروباری حالات کے پیش نظر کمپنی نے ٹیکس سے پہلے 380.110 ملین روپے کا نقصان برداشت کیا ہے۔

مستقبل کا کیفیت نامہ:-

انتظامیہ نے بحالی سکیم مورخہ 14-09-2021 بینکس کے ساتھ نئے سرے سے ادائیگی کے شیڈولز مرتب کئے ہیں۔ عدالت عالیہ لاہور نے کمپنی کا تحلیل شدہ حکم نامہ بمورخہ 29-10-2021 کو منسوخ کر دیا ہے اور اس کے بعد اصل انتظامیہ نے چارج سنبھال لیا ہے۔ انتظامیہ غیر پیداواری اثاثہ جات کو فروخت کرنے کے لئے کوششیں کر رہی ہے تاکہ کمپنی کے لئے سرمائے کی ضرورت کو پورا کیا جائے۔ اور بلا آخر مورخہ 01-04-2022 کو مرمت اور بحالی کے بعد کاروباری پروڈکشن شروع کر دی تھی۔

تسلیم و تحسین:-

ڈائریکٹرز اپنے مالیاتی اداروں کے شکر گزار ہیں۔ جنہوں نے قرض کی ادائیگی کیلئے نئے شیڈولز دیئے ہیں، بشمول اپنے ملازمین کے جنہوں نے تندرہی سے کمپنی کو خدمات فراہم کی ہیں۔

برائے بورڈ آف ڈائریکٹرز:-


محمد فیصل لطیف
ڈائریکٹر

فیصل آباد


محمد نعیم
چیف ایگزیکٹو

30-04-2024

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
As at March 31, 2022

	Mar-31, 2022 (Un-Audited)	Jun-30, 2021 (Audited)		Mar-31, 2022 (Un-Audited)	Jun-30, 2021 (Audited)
Note	Rupees	Rupees	Note	Rupees	Rupees
SHARE CAPITAL AND RESERVES			NON-CURRENT ASSETS		
Authorised capital			Property, plant and equipments	7	9,556,771,754
120,000,000 ordinary shares of Rs.10/- each	<u>1,200,000,000</u>	<u>1,200,000,000</u>	Right-of-use assets	8	-
			Investment property	9	711,790,587
80,000,000 cumulative preference shares of Rs.10/- each	<u>800,000,000</u>	<u>800,000,000</u>	Long term deposits		13,418,150
					10,281,980,493
Issued, subscribed and paid up capital	1,150,000,000	1,150,000,000			10,705,899,934
Cumulative preference shares	500,000,000	800,000,000			
Directors' loan	615,813,086	244,313,086			
Surplus on revaluation of property, plant and equipment	5,362,689,570	5,648,413,621			
Capital reserves	526,409,752	526,409,752			
Revenue reserves	(8,202,755,257)	(8,095,610,597)			
	(47,842,849)	273,525,862			
NON-CURRENT LIABILITIES			CURRENT ASSETS		
Long term financing	5	8,554,360,957	1,337,816,038	Stores, spares and loose tools	33,109,315
Deferred revenue		57,210,775	-	Stock in trade	67,512,162
Deferred interest / markup		124,926,287	-	Trade debts	10
Liability against redemption of preference shares		300,000,000	-	Loans and advances	74,974,769
Lease liabilities		-	-	Deposits and prepayments	108,369,568
Deferred liabilities		10,326,469	12,263,388	Other receivables	8,947,685
		9,046,824,488	1,350,079,426	Tax refunds due from Government	72,642,362
				Cash and bank balances	51,346,906
					166,367,084
CURRENT LIABILITIES					583,269,850
Trade and other payables	1,261,706,878	988,651,883			158,963,823
Unclaimed dividend	366,071	366,071			
Short term bank borrowings	-	4,344,992,444			
Current portion of:					
Long term financing	540,084,121	3,827,191,701			
Lease liabilities	-	28,702,544			
Provision for taxation - income tax	64,111,633	51,353,826			
	1,866,268,703	9,241,258,469			
CONTINGENCIES AND COMMITMENTS					
	6	<u>10,865,250,342</u>	<u>10,864,863,757</u>		<u>10,865,250,342</u>
					<u>10,864,863,757</u>

The annexed notes from 1 to 19 are an integral part of these financial statements.


(MUHAMMAD NAEEM)
CHIEF EXECUTIVE OFFICER


(MUHAMMAD FAISAL LATIF)
DIRECTOR


(FAISAL ALI SARWAR)
CHIEF FINANCIAL OFFICER

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

FOR THE NINE MONTHS ENDED MARCH 31, 2022

	Notes	PERIOD ENDED		QUARTER ENDED	
		March 31, 2022 Rupees	March 31, 2021 Rupees	March 31, 2022 Rupees	March 31, 2021 Rupees
Sales	11	200,527,028	-	161,794,774	-
Cost of sales	12	(349,284,397)	-	(267,744,988)	-
Gross loss		(148,757,369)	-	(105,950,214)	-
Operating Expenses					
Selling and distribution expenses		(3,842,648)	-	(3,830,235)	-
Administrative expenses		(134,882,963)	(104,540,224)	(47,119,295)	(32,471,872)
Other operating expenses	13	(34,963,225)	-	(18,870,750)	-
		(173,688,835)	(104,540,224)	(69,820,279)	(32,471,872)
Operating loss		(322,446,205)	(104,540,224)	(175,770,494)	(32,471,872)
Other income	14	68,265,710	65,156,868	20,673,674	23,793,559
Finance cost	15	(125,930,410)	(13,941)	(55,318,666)	(4,345)
(loss) before taxation		(380,110,904)	(39,397,297)	(210,415,485)	(8,682,658)
Provision for taxation		(12,757,807)	(15,116,393)	(1,822,588)	(5,520,106)
(loss) after taxation		(392,868,711)	(54,513,690)	(212,238,073)	(14,202,764)
Earnings per share - Basic		(3.42)	(0.47)	(1.85)	(0.12)

The annexed notes from 1 to 19 are an integral part of these financial statements.


(MUHAMMAD NAEEM)
CHIEF EXECUTIVE OFFICER


(MUHAMMAD FAISAL LATIF)
DIRECTOR


(FAISAL ALI SARWAR)
CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2022

	PERIOD ENDED		QUARTER ENDED	
	March 31, 2022 Rupees	March 31, 2021 Rupees	March 31, 2022 Rupees	March 31, 2021 Rupees
(loss) after Taxation	(392,868,711)	(54,513,690)	(212,238,073)	(14,202,764)
Other comprehensive income for the period	-	-	-	-
Items that will not be subsequently reclassified to profit or loss	-	-	-	-
Remeasurement of defined benefit liability	-	933,845	-	311,282
Deferred tax relating to remeasurement of staff retirement gratuity	-	-	-	-
	-	933,845	-	311,282
Total comprehensive (loss) for the period	(392,868,711)	(53,579,845)	(212,238,073)	(13,891,482)

The annexed notes from 1 to 19 are an integral part of these financial statements.



(MUHAMMAD NAEEM)
CHIEF EXECUTIVE OFFICER



(MUHAMMAD FAISAL LATIF)
DIRECTOR



(FAISAL ALI SARWAR)
CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022

	PERIOD ENDED	
	March 31, 2022 Rupees	March 31, 2021 Rupees
a) CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss) before taxation	(380,110,904)	(39,397,297)
Adjustments for:		
Depreciation	68,308,843	71,163,617
Provision for staff retirement gratuity	6,795,722	1,657,669
Loss on disposal of operating assets	34,963,225	-
Balance written back - net	(1,665,340)	-
Finance cost	125,930,410	13,941
Fair value adjustment of deferred revenue	628,945	-
Operating cash flows before working capital changes	(145,149,100)	33,437,930
Changes in working capital:		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	(4,365,362)	-
Stock in trade	(67,282,162)	15,018,154
Trade debts	(56,199,967)	(14,886,166)
Loans and advances	(76,918,705)	-
Deposits and prepayments	1,679,435	-
Other receivables	(63,093,584)	-
Tax refunds due from Government	(26,100,122)	-
Increase / (Decrease) in current liabilities:		
Trade and other payables	273,054,995	(24,109,093)
	(19,225,471)	(23,977,105)
Cash (used in) / generated from operations	(164,374,571)	9,460,825
Income Tax paid	(10,004,625)	-
Finance cost paid	(375,178)	(13,941)
Net cash (used in) / generated from operating activities	(174,754,374)	9,446,884

	PERIOD ENDED	
	March 31, 2022 Rupees	March 31, 2021 Rupees
b) CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of assets	385,281,250	-
Additions in operating assets	(62,954,440)	
Net cash generated from / (used in) investing activities	322,326,810	-
c) CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of:		
(Decrease) in Current portion of long term financing	(387,046,875)	-
Increase in directors' loan	371,500,000	
Net cash (used in) financing activities	(15,546,875)	-
Net (decrease) / increase in cash and cash equivalents (a+b+c)	132,025,561	9,446,883
Cash and cash equivalents at the beginning of the period	34,341,523	12,917,307
Cash and cash equivalents at the end of the period	166,367,084	22,364,190

The annexed notes from 1 to 19 are an integral part of these financial statements.


(MUHAMMAD NAEEM)
CHIEF EXECUTIVE OFFICER


(MUHAMMAD FAISAL LATIF)
DIRECTOR


(FAISAL ALI SARWAR)
CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2022

	Issued, subscribed and paid up capital	Cumulative preference shares	Loan from Directors	Surplus on revaluation of property, plant and equipment	Capital reserves				Revenue reserves			Total
					Premium on issue of ordinary shares	Book difference of capital under scheme of arrangement for amalgamation	Preference shares redemption reserve	Sub total	General reserve	Accumulated loss	Sub total	
Balance as at June 30, 2020 (audited)	1,150,000,000	800,000,000	244,313,086	5,680,840,915	120,000,000	63,552,610	342,857,142	526,409,752	76,432,834	(9,205,458,493)	(9,129,025,659)	(727,461,906)
(loss) for the period								-		(54,513,690)	(54,513,690)	(54,513,690)
Other comprehensive income								-				
Items that may be subsequently reclassified to profit or loss:												
Items that will not be subsequently reclassified to profit or loss:												
Remeasurement of defined benefit liability								-		933,845	933,845	933,845
Related deferred tax								-				
										(53,579,845)	(53,579,845)	(53,579,844)
Incremental depreciation on revalued assets for the period				(10,750,136)						10,750,136	10,750,136	-
Balance as at March 31, 2021 (un-audited)	1,150,000,000	800,000,000	244,313,086	5,670,090,779	120,000,000	63,552,610	342,857,142	526,409,752	76,432,834	(9,248,288,202)	(9,171,855,368)	(781,041,750)
Profit for the period										1,054,256,331	1,054,256,331	1,054,256,331
Other comprehensive income												
Items that may be subsequently reclassified to profit or loss:												
Items that will not be subsequently reclassified to profit or loss:												
Remeasurement of defined benefit liability								-		311,282	311,282	311,282
Related deferred tax								-				
										1,054,567,613	1,054,567,613	1,054,567,613
Incremental depreciation on revalued assets for the period				(21,677,158)						21,677,158	21,677,158	-
Balance as at June 30, 2021 (audited)	1,150,000,000	800,000,000	244,313,086	5,648,413,621	120,000,000	63,552,610	342,857,142	526,409,752	76,432,834	(8,172,043,431)	(8,095,610,597)	273,525,862
(loss) for the period										(392,868,711)	(392,868,711)	(392,868,711)
Other comprehensive income												
Items that may be subsequently reclassified to profit or loss:												
Items that will not be subsequently reclassified to profit or loss:												
Remeasurement of defined benefit liability								-				
Related deferred tax								-				
										(392,868,711)	(392,868,711)	(392,868,711)
Loan from directors			371,500,000									371,500,000
Surplus realized on disposal of property, plant and equipment				(261,403,581)						261,403,581	261,403,581	
Incremental depreciation on revalued assets for the period				(24,320,471)						24,320,471	24,320,471	-
Transferred from preference shares to liability against redemption of preference shares pursuant to scheme of arrangement		(300,000,000)										(300,000,000)
Balance as at March 31, 2022 (un-audited)	1,150,000,000	500,000,000	615,813,086	5,362,689,570	120,000,000	63,552,610	342,857,142	526,409,752	76,432,834	(8,279,188,091)	(8,202,755,257)	(47,842,849)

The annexed notes from 1 to 19 are an integral part of these financial statements.


(MUHAMMAD NAEEM)
CHIEF EXECUTIVE OFFICER


(MUHAMMAD FAISAL LATIF)
DIRECTOR


(FAISAL ALI SARWAR)
CHIEF FINANCIAL OFFICER

CHENAB LIMITED
SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
For the nine months ended March 31, 2022

1 GENERAL INFORMATION

- 1.1 Chenab Limited (the Company) is incorporated as a public limited company under the Companies Ordinance, 1984 (Now Companies Act 2017) and is listed on Pakistan Stock Exchange. The registered office of the Company is situated at Nishatabad, Faisalabad, in the province of Punjab. The principal business of the Company is export of all kinds of value added fabrics, textile made-ups, casual and fashion garments duly processed. Geographical location and address of business units/plants are following:

Description	Location	Address
Registered Office / Head Office	Faisalabad	Nishatabad, Faisalabad.
Spinning Unit	Toba Tek Singh	3 K.M Shorkot Road, Toba Tek Singh.
Weaving Unit-I	Kharianwala	11 K.M Main Faisalabad Lahore Road, Kharianwala, Sheikhupura.
Weaving Unit-II	Nankana Sahib	7 K.M Main Faisalabad Lahore Road, Kotla Kalo Shahkot, Nankana Sahib.
Processing & Stitching Units	Faisalabad	Main Faisalabad Lahore Road, Nishatabad, Faisalabad.
Stitching Unit	Faisalabad	Jhumra road Gatti, Faisalabad.
Office	Karachi	14-15 Clifton, Karachi.

- 1.2 Pursuant to schemes of arrangement approved by the Honorable Lahore High Court, Lahore, assets, liabilities and reserves of Faisal Weaving (Private) Limited, Latif Weaving (Private) Limited and Chenab Finishing (Private) Limited were merged with the Company with effect from December 31, 1998 and assets, liabilities and reserves of Chenab Fibers Limited were merged with the Company with effect from April 01, 2003.

- 1.3 As at March 31, 2022 the accumulated loss of the Company is Rs. 8,540.59 million and the current liabilities exceed its current assets by Rs. 1282.99 million. The Company has not redeemed preference shares on exercise of put options for three consecutive years by holders of preference shares due to tight cash flow situation. The Company has not been able to comply with terms of certain loan agreements. The company was wound up by the order of Honorable Lahore High Court dated July 13, 2017 due to application filed by one of the creditor because of breach of debt covenants. The company preferred an appeal before the Honorable Supreme Court against this order but leave of appeal was not granted and dismissed vide order dated January 08, 2019 and official liquidator was appointed under the winding up order. SECP has initiated proceedings for investigations under the U/S-257 of Companies Act 2017, (Section 265 of the repealed Companies Ordinance, 1984.) The company has challenged the order and the Honourable Lahore High Court has stayed the proceedings.

The sponsors of the Company filed a Scheme of Arrangement before Lahore High Court Lahore on January 20, 2021 u/s 279 to 283 and 285(8) of companies Act, 2017 for reversal of winding up order whereupon a meeting was held on February 22, 2021 by the Share holders and Secured creditors of the company under the Chairmanship of lawyers duly appointed by the Honorable Lahore High Court Lahore. 100% contributories/shareholders and 90.40% Secured Creditors approved the said scheme of arrangement. Which was approved by the Court on September 14, 2021 and subsequently the Court issued Reversal of winding up order dated October 29, 2021 and Company was handed over to the management. Thereafter the Court issued Reversal of winding up order dated October 29, 2021 read with said scheme of arrangement and fixed assets of the Company were handed over to the management.

According to Scheme of Arrangement the breakup of Principal Debt owed to each of the Lenders individually is bifurcated in the Tier 1 Debt consisting of Rs. 4,737,486,364/- and Tier 2 debt of Rs.4,737,486,364/- aggregated to Rs.9,474,972,728/-. Tier 1 debt shall be repaid in seven and half (7.5) years from the effective Date. The Tier 2 debt shall be repaid in six and a half (6.5) years from the earlier of (i) the date on which the Tier 1 Debt is repaid, and (ii) the date by which Tier 1 Debt is required to be repaid as per repayment schedule agreed under scheme of arrangement.

The Company shall pay the Principal Debt and Mark-Up to the Agent Bank and the Agent Bank shall pay each lenders its pro-rata share of such repayments. Due to approval of scheme of arrangement by the lenders/financial institutions the management is confident that its implementation will result in improvement in the financial and operational condition of the Company are discussed below:

- (a) **Disposal of non-core assets**
The management is committed to dispose off non core assets, within the grace period of one year from the effective date on which scheme of arrangement will be approved. Disposal proceeds of non core assets of Rs.1.4 billion will result in payment of loan amounts as well as injection in the working capital of the company for carrying out its operations.
- (b) **Settlement / rescheduling of loans / finances with lenders**
As per scheme of arrangement lenders/ financial institutions payment of principal is proposed over the course of 14 years from the effective date. This will improve the financial health and also settle all the disputes with the lenders/financial institutions.
- (c) **Additional Working Capital facility**
The company required the running facility for managing its working capital in two consecutive years as proposed under the scheme of arrangement.
- (d) **Induction of fresh equity**
Sponsors will arrange an injection of fresh equity through the sale of personal shares into the company by realizing Rs.350 million as per Scheme of arrangement. The same amount was injected into the company as on 18-11-2021.

The above mentioned proposals will help to overcome the financial and operational problems of the Company. Considering management's plans and adherence to facilities approved under the arrangement as discussed in para (a) to (d) above, management is confident that the Company will be able to continue as a going concern.

- 1.4 These condensed interim financial statements are presented in Pak Rupee, which is the company's functional and presentation currency.

	Mar-31, 2022 (Un-Audited) Rupees	Jun-30, 2021 (Audited) Rupees
7 PROPERTY, PLANT AND EQUIPMENTS		
Operating assets (Note: 7.1)	9,556,771,754	9,651,578,837
7.1 Operating assets		
Opening book value	9,651,578,837	9,729,874,102
Add: Cost of additions during the period / year	62,954,440	-
Add: Transfer from right of use assets	169,176,975	-
Less: Book value of disposals during the period / year	(270,592,475)	-
	9,613,117,777	9,729,874,102
Less: Depreciation charged during the period / year	(56,346,023)	(78,295,265)
	9,556,771,754	9,651,578,837
8 RIGHT OF USE ASSETS		
Opening book value	169,522,097	171,248,441
Less: Depreciation charge for the period / year	(345,122)	(1,726,344)
	169,176,975	169,522,097
Less: Transfer to operating assets	(169,176,975)	-
Closing book value	-	169,522,097
9 INVESTMENT PROPERTY		
Land		
Opening balance	485,803,713	485,803,713
Disposal during the year / period	(149,652,000)	-
Closing balance	336,151,713	485,803,713
Building		
Opening net book value	387,256,572	403,392,263
Transfer from operating assets	-	-
Depreciation charge during the period / year	(11,617,698)	(16,135,691)
Closing net book value (Building)	375,638,874	387,256,572
	711,790,587	873,060,285
10 TRADE DEBTS		
Considered good		
Unsecured		
Foreign	-	-
Local	74,974,769	18,774,802
	74,974,769	18,774,802

	PERIOD ENDED		QUARTER ENDED	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
	Rupees	Rupees	Rupees	Rupees
11 SALES				
Export				
Fabrics / madeups / garments	17,861,227	-	17,861,227	-
Local				
Fabrics / madeups / garments	5,127,664	-	3,587,489	-
	22,988,891	-	21,448,716	-
Add: Export rebate / duty drawback	-	-	-	-
	22,988,891	-	21,448,716	-
Less:				
Commission	-	-	-	-
Discount	-	-	-	-
	-	-	-	-
Processing, conversion and stitching charges	177,538,137	-	140,346,058	-
	200,527,028	-	161,794,774	-
12 COST OF SALES				
Cost of goods manufactured (Note:12.1)	358,137,877	-	274,707,249	-
Finished goods				
Opening stock	200,180	200,180	2,091,399	200,180
Closing stock	(9,053,660)	(200,180)	(9,053,660)	(200,180)
	(8,853,480)	-	(6,962,261)	-
Cost of sales	349,284,397	-	267,744,988	-
12.1 Cost of goods manufactured				
Raw material consumed (Note 12.1.1)	69,796,924	-	65,953,463	-
Salaries, wages and benefits	99,313,337	-	72,439,283	-
Staff retirement benefits	6,795,722	-	2,718,289	-
Stores and spares	25,156,685	-	6,089,829	-
Dyes and chemicals	66,381,648	-	64,923,498	-
Packing material	3,756,663	-	2,978,776	-
Repair and maintenance	9,072,308	-	7,414,329	-
Fuel and power	82,240,353	-	81,966,075	-
Processing charges	3,996,759	-	3,849,689	-
Conversion / knitting charges	24,733,721	-	196,637	-
Insurance	144,544	-	144,544	-
Depreciation	9,272,015	-	9,272,015	-
Other	1,549,589	-	42,780	-
	402,210,267	-	317,989,206	-
Work in process				
Opening stock	-	-	790,433	-
Closing stock	(44,072,390)	-	(44,072,390)	-
	(44,072,390)	-	(43,281,957)	-
	358,137,877	-	274,707,249	-
12.1.1. Raw material consumed				
Opening stock	-	-	1,394,266	-
Purchases including purchase expenses	84,153,216	-	78,915,489	-
	84,153,216	-	80,309,755	-
Closing stock	(14,356,292)	-	(14,356,292)	-
	69,796,924	-	65,953,463	-

	PERIOD ENDED		QUARTER ENDED	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
	Rupees	Rupees	Rupees	Rupees
13 OTHER OPERATING EXPENSES				
Loss on disposal of operating assets	16,092,475	-	-	-
Loss on disposal of investment property	18,870,750	-	18,870,750	-
	34,963,225	-	18,870,750	-
14 OTHER INCOME				
Income from assets other than financial assets:				
Sale of waste material	171,665	-	133,490	-
Rental Income	65,799,760	65,156,868	18,665,196	23,793,559
Balances written back - net	1,665,340	-	1,665,340	-
Fair value adjustment of deferred revenue	628,945	-	209,648	-
	68,265,710	65,156,868	20,673,674	23,793,559
15 FINANCE COST				
Interest / mark up on:				
Long term financing Tier-I debt	124,926,287	-	54,837,449	-
Bank charges and commission	375,178	13,941	271,569	4,345
Fair value adjustment of loan from associates	628,945	-	209,648	-
	125,930,410	13,941	55,318,666	4,345

16 TRANSACTIONS WITH RELATED PARTIES

The Company in the normal course of business carries out transactions with various related parties which comprise of associated undertaking, directors and key management personnel. Amounts due to and due from related parties are shown under relevant notes to the financial statements, no other significant transactions with related parties.

17 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim financial position and condensed interim statement of changes in equity have been compared with the balances of annual audited 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 / re-classification have been made during the period.

18 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were approved by the Board of Directors of the company and authorized for issue on **30-04-2024**.

19 GENERAL

Figures have been rounded off to the nearest of Rupees.



(MUHAMMAD NAEEM)
CHIEF EXECUTIVE OFFICER



(MUHAMMAD FAISAL LATIF)
DIRECTOR



(FAISAL ALI SARWAR)
CHIEF FINANCIAL OFFICER

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