



3rd Quarterly Accounts

Un-Audited

March 31, 2019

**Service Industries Textiles Limited**





## COMPANY INFORMATION

BOARD OF DIRECTORS : Ijaz Hameed (Chairman/Non Executive Director)  
Mohammad Hameed (Chief Executive/Executive Director)  
Aamer Hameed (Executive Director)  
Uzma Hameed (Non Executive Director)  
Tariq Hameed (Non Executive Director)  
Omer Mohyudin Malik (Independent Director)  
Murtaza Hameed (Non Executive Director)  
Sajid Saleem Minhas (Non Executive Director)

CHIEF FINANCIAL OFFICER : M. Muddasar Shahzad

COMPANY SECRETARY : Usman Khalid

AUDIT COMMITTEE : Omer Mohyudin Malik (Chairman)  
Sajid Saleem Minhas (Member)  
Murtaza Hameed (Member)

HUMAN RESOURCE & : Omer Mohyudin Malik (Chairman)  
REMUNERATION COMMITTEE Ijaz Hameed (Member)  
Tariq Hameed (Member)

BANKERS : MCB Bank Limited  
Bank Alfalah Limited

AUDITORS : Horwath Hussain Chaudhury & Co.,  
Chartered Accountants

INTERNAL AUDITOR : Awan & Co.  
Chartered Accountants

REGISTERED OFFICE : 38-Empress Road, Lahore  
Telephones: 36304561-3, 36367861-3  
Telefax: (92-42) 3636 7861  
E-mail: info@prime-service.com

MILLS : G.T Road, Gujrat  
Telephone: (92-53) 3724662, 3724665  
Telefax: (92-53) 3724663

Web Reference : [www.sitl.com.pk](http://www.sitl.com.pk)

Share Registrar : Corplink (Pvt) Ltd.  
Wings Arcade, 1-K Commercial  
Model Town, Lahore  
Tel: 042-35839182, 35916719

**DIRECTORS' REPORT**

The Directors of your Company present before you the un-audited financial statements for the nine months ended March 31, 2019. The financial results are as follows:

	<u><b>31.03.19</b></u> (Rupees 000)	<u><b>31.03.18</b></u> (Rupees 000)
Net profit for the period	18,769	3,466
Accumulated loss brought forward	(184,791)	(202,427)
	(166,022)	(198,961)
Transfer from surplus on revaluation Of property, plant and equipment in respect of: - Incremental Depreciation- net of deferred tax	4,729	5,254
	<u>(161,293)</u>	<u>(193,707)</u>
Earning per share - Basic	4.22	0.78

During the period under review the Company earned the net profit of Rs. 18.769 Million as compared to net profit of Rs. 3.466 Million for the same period in previous year. Major reason for the profit in the current period under review is our reinvestment of profits in cotton stock and in plant and machinery in previous year.

Although the Government has taken steps in right direction to support textile sector but still need to do a lot to make the sector competitive vis-à-vis regional competitors. First and foremost important challenge is to achieve the target cotton crop and improve its quality. We are hearing the Government is in the process of imposing import duty on imported Cotton, this will be criminal as the cotton crop has been failing for many years and it is imperative for Spinning mills to import cotton to meet the requirement of the industry. Though Government has announced the mechanism for sales tax refund but still billions of rupees are stuck in claims. Early payment of these refunds will help in improving the liquidity position of textile sector. We foresee exciting and challenging times ahead but in spite of all the difficulties and challenges we remain hopeful of the improving macro and micro economic situation of the country.

The management is aware of the challenges that are ahead and will be making all efforts to operational efficiency and optimal results for the company and its valued stakeholders in days to come.

Directors acknowledge and appreciate the efforts of the employees and continuous support of their shareholders.

For and on Behalf of the Board of Directors

**Mohammad Hameed**  
Chief Executive

**Aamer Hameed**  
Director

Lahore  
April 29, 2019



## ڈائریکٹرز رپورٹ

کمپنی کے ڈائریکٹرز 31 مارچ 2019 کو ختم ہونے والے سال کے غیر منتفیع شدہ حسابات پیش کرتے ہیں۔ مالیاتی نتائج درج ذیل ہیں:

<u>31-03.2019</u>	<u>31.03.2018</u>	
<u>(Rupees 000)</u>	<u>(Rupees 000)</u>	
18,769	3,466	خالص منافع / نقصان
<u>(184,791)</u>	<u>(202,427)</u>	آگے لایا گیا جمع نقصان
(166,022)	(198,961)	
4,729	5,254	ٹرانسفر فرام سرپلس آن ریویلویشن
<u>(161,293)</u>	<u>(193,707)</u>	
4.22	0.78	فی شیئر منافع

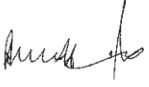
زیر جائزہ مدت کے دوران کمپنی کو 18.769 ملین روپے کا خالص منافع ہوا۔ جبکہ پچھلے سال اسی مدت کے دوران کمپنی کو 3.466 ملین روپے کا منافع ہوا۔ منافع میں اضافے کی بنیادی وجہ گزشتہ سالوں کے منافع کی اپنے سٹاک اور مشینری میں سرمایہ کاری ہے۔

گوکہ حکومت نے ٹیکسٹائل سیکٹر کو سپورٹ کرنے کیلئے صحیح سمت میں قدم اٹھایا ہے لیکن ابھی بھی بہت کچھ کرنے کی ضرورت ہے۔ سب سے اہم کپاس کی فصل کا ٹارگٹ اور اسکی کوالٹی کو بہتر کرنے کی ضرورت ہے۔ ہم گزشتہ کئی سال سے کپاس کی ٹارگٹ فصل حاصل کرنے میں ناکام رہے ہیں جسکی وجہ سے خام مال کی قیمت میں اضافہ دیکھا گیا اور اسکی وجہ سے بھی کاروباری لاگت میں اضافہ ہوا ہے دوسرا گورنمنٹ نے سیلز ٹیکس ریفرنڈم کیلئے لائحہ عمل تو تیار کیا ہے لیکن ابھی تک اس پر عمل نہیں ہوا جسکی وجہ سے ابھی بھی کئی بلین روپے اس مد میں چھٹے ہوئے ہیں۔ آنے والا وقت ٹیکسٹائل سیکٹر کیلئے اہم اور چیلنجنگ سے بھرپور ہے لیکن ہم پر امید ہیں کہ ملکی معیشت آنے والے دنوں میں بہتری کی طرف جائے گی۔

کمپنی کی انتظامیہ مشکلات سے بخوبی آگاہ ہے اور اپنی بھرپور جدوجہد سے کمپنی کو چلانے اور اسکے شیئر ہولڈرز کیلئے اس کو منافع بخش بنانے کیلئے جاری رکھے گی۔

کمپنی اپنے ملازمین اور شیئر ہولڈرز کے مسلسل تعاون پر شکرگزار ہیں۔

بورڈ آف ڈائریکٹرز کی طرف سے


عامر حمید

محمد حمید

ڈائریکٹر

چیف ایگزیکٹو

لاہور

مورخہ 29 - اپریل 2019

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)  
AS AT MARCH 31, 2019**

	Notes	<b>March 31, 2019</b> <b>(Un-audited)</b> Rs. '000'	<b>June 30, 2018</b> <b>(Audited)</b> Rs. '000'
<b>EQUITY AND LIABILITIES</b>			
<b>Share Capital and Reserves</b>			
Authorized share capital			
20,000,000 (June 30, 2018: 20,000,000) ordinary shares of Rs. 10 each		200,000	200,000
Issued, subscribed and paid up capital			
4,449,159 (June 30, 2018: 4,449,159) ordinary shares of Rs. 10 each fully paid in cash		44,492	44,492
Share deposit money		150,000	150,000
Accumulated loss		(161,293)	(184,791)
Surplus on revaluation of property, plant and equipment		349,255	353,984
		382,454	363,685
<b>Non Current Liabilities</b>			
Long term financing	5	39,700	48,700
Staff retirement benefits		9,680	9,862
Deferred tax liability		12,853	16,878
		62,233	75,440
<b>Current Liabilities</b>			
Trade and other payables		112,804	136,345
Unclaimed dividend		233	233
Accrued markup on long term financing		7,991	10,110
Current portion of long term financing	5	12,000	12,000
Provision for taxation		7,147	8,673
		140,175	167,361
<b>Contingencies and Commitments</b>			
	6	-	-
<b>Total Equity and Liabilities</b>		<b>584,862</b>	<b>606,486</b>
<b>ASSETS</b>			
<b>Non Current Assets</b>			
Property, plant and equipment	7	480,842	476,496
Long term deposits		13,833	11,442
		494,675	487,938
<b>Current Assets</b>			
Stores and spares		5,164	4,145
Stock in trade		66,145	65,567
Trade debts		-	1,002
Sales tax refunds due from the government		4,203	2,016
Advances, prepayments and other receivables		5,839	8,615
Cash and bank balances		8,836	37,203
		90,187	118,548
		584,862	606,486

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements (un-audited).

**Mohammad Hameed**  
Chief Executive

**Aamer Hameed**  
Director

**M. Muddasar Shahzad**  
Chief Financial Officer



**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)**  
**FOR THE 3<sup>rd</sup> QUARTER AND NINE MONTHS ENDED MARCH 31, 2019**

	Notes	Nine Months Ended March 31, 2019	Nine Months Ended March 31, 2018	3rd Quarter Ended March 31, 2019	3rd Quarter Ended March 31, 2018
		(Un-audited) Rupees '000	(Un-audited) Rupees '000	(Un-audited) Rupees '000	(Un-audited) Rupees '000
Sales - net		709,333	628,468	216,745	201,032
Cost of sales	8	(652,791)	(597,211)	(204,828)	(204,060)
<b>Gross Profit / (Loss)</b>		56,542	31,257	11,917	(3,028)
<b>Operating Expenses</b>					
Distribution expenses		(580)	(540)	(192)	(169)
Administrative expenses		(26,660)	(19,038)	(5,347)	(5,915)
		(27,240)	(19,578)	(5,539)	(6,084)
<b>Operating Profit</b>		29,302	11,679	6,378	(9,112)
Finance cost		(5,691)	(3,683)	(2,519)	(1,145)
Other operating charges		(1,747)	(743)	(279)	613
Other income		28	52	-	19
		(7,410)	(4,374)	(2,798)	(513)
<b>Profit / (loss) before Taxation</b>		21,892	7,305	3,580	(9,625)
Taxation	9	(3,123)	(3,839)	(1,698)	224
<b>Net Profit / (loss) for the Period</b>		18,769	3,466	1,882	(9,401)
<b>Earnings per Share - Basic</b>		4.22	0.78	0.42	(2.11)
<b>Earnings per Share - Diluted</b>		0.96	0.18	0.09	(0.48)

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements (un-audited).

**Mohammad Hameed**  
Chief Executive

**Aamer Hameed**  
Director

**M. Muddasar Shahzad**  
Chief Financial Officer



**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)**  
**FOR THE 3<sup>rd</sup> QUARTER AND NINE MONTHS ENDED MARCH 31, 2019**

	9 Months March 31, 2019	9 Months March 31, 2018
	<b>(Un-audited)</b>	<b>(Un-audited)</b>
	Rupees '000	Rupees '000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	21,892	7,305
Adjustments for:		
- Depreciation	14,153	15,564
- Provision for gratuity	2,816	2,520
- Workers' (profit) participation fund	1,216	398
- Workers' welfare fund	431	156
- Balances written off	-	100
- Finance costs	5,691	3,683
	<u>24,307</u>	<u>22,421</u>
<b>Operating profit before working capital changes</b>	46,199	29,726
Decrease / (Increase) in current assets:		
- Stores and spares	(1,019)	323
- Stock in trade	(578)	(44,867)
- Trade debts	1,002	-
- Sales tax refunds due from the government	(2,187)	(592)
- Advances, prepayments and other receivables	(159)	1,030
Decrease in current liabilities:		
- Trade and other payables	(26,311)	48,248
	<u>(29,252)</u>	<u>4,142</u>
<b>Cash Generated from Operations</b>	16,947	33,868
Income tax paid	(5,738)	(7,368)
Worker's welfare fund paid	-	(163)
Finance cost paid	(6,687)	(6,161)
Gratuity paid	(2,998)	(2,498)
<b>Net Cash (Used in) / Generated from Operating Activities</b>	1,524	17,678
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(18,499)	(21,771)
Long term deposits paid	(2,391)	-
<b>Net Cash Used in Investing Activities</b>	(20,890)	(21,771)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Long term financing repaid	(9,000)	(7,693)
<b>Net Cash Used in Financing Activities</b>	(9,000)	(7,693)
<b>Net Decrease in Cash and Cash Equivalents</b>	(28,367)	(11,786)
Cash and cash equivalents at the beginning of the period	37,203	17,627
<b>Cash and Cash Equivalents at the End of the Period</b>	<u>8,836</u>	<u>5,841</u>

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements (un-audited).

**Mohammad Hameed**  
Chief Executive

**Aamer Hameed**  
Director

**M. Muddasar Shahzad**  
Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE 3<sup>rd</sup> QUARTER AND NINE MONTHS ENDED MARCH 31, 2019**

	Nine Months Ended March 31, 2019	Nine Months Ended March 31, 2018	3rd Quarter Ended March 31, 2019	3rd Quarter Ended March 31, 2018
	(Un-audited) Rupees '000	(Un-audited) Rupees '000	(Un-audited) Rupees '000	(Un-audited) Rupees '000
<b>Net Profit / (Loss) for the Period</b>	18,769	3,466	1,882	(9,401)
<b>Other comprehensive income</b>				
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Items that will not be reclassified subsequently to profit or loss	-	-	-	-
<b>Total Comprehensive Income / (Loss) for the Period</b>	18,769	3,466	1,882	(9,401)

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements (un-audited).

**Mohammad Hameed**  
Chief Executive

**Aamer Hameed**  
Director

**M. Muddasar Shahzad**  
Chief Financial Officer





**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE 3<sup>rd</sup> QUARTER AND NINE MONTHS ENDED MARCH 31, 2019**  
**(UN-AUDITED)**

Particulars	Share Capital	Share Deposit Money	Surplus on Revaluation of Fixed Asset	Accumulated Loss	Total
	Rupees'000	Rupees'000	Rupees'000	Rupees'000	Rupees'000
Balance as at June 30, 2017 as previously reported	44,492	150,000	-	(202,427)	(7,936)
Impact of restatement	-	-	360,990	-	360,990
<b>Balance as at June 30, 2017 as restated</b>	<b>44,492</b>	<b>150,000</b>	<b>360,990</b>	<b>(202,427)</b>	<b>353,055</b>
Total comprehensive income for the nine months period ended March 31, 2018	-	-	-	3,466	3,466
Incremental depreciation charged for the period on surplus on revaluation of property, plant and equipment - net of deferred tax	-	-	(5,254)	5,254	-
<b>Balance as at March 31, 2018 as restated</b>	<b>44,492</b>	<b>150,000</b>	<b>355,736</b>	<b>(193,707)</b>	<b>356,521</b>
Balance as at March 31, 2018 as previously reported	44,492	150,000	-	(193,707)	785
Impact of restatement	-	-	355,736	-	355,736
<b>Balance as at March 31, 2018 as restated</b>	<b>44,492</b>	<b>150,000</b>	<b>355,736</b>	<b>(193,707)</b>	<b>356,521</b>
<b>Balance as at June 30, 2018</b>	44,492	150,000	353,984	(184,791)	363,685
Total comprehensive income for the nine months period ended March 31, 2019	-	-	-	18,769	18,769
Incremental depreciation charged for the period on surplus on revaluation of property, plant and equipment - net of deferred tax	-	-	(4,729)	4,729	-
<b>Balance as at March 31, 2019</b>	<b>44,492</b>	<b>150,000</b>	<b>349,255</b>	<b>(161,293)</b>	<b>382,454</b>

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements (un-audited).

**Mohammad Hameed**  
Chief Executive

**Aamer Hameed**  
Director

**M. Muddasar Shahzad**  
Chief Financial Officer



**NOTES TO AND FORMING PART OF THE CONDENSED  
INTERIM FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE 3<sup>rd</sup> QUARTER AND NINE MONTHS ENDED MARCH 31, 2019**

Note 1

**The Company and its Operations**

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Service Industries Textiles Limited (the Company) was incorporated in Pakistan in 1962 as a Private Limited Company under the Companies Act 1913, (now the Companies Act, 2017) and was subsequently converted into a Public Limited Company in 1970. The Company is listed on the Pakistan Stock Exchange Limited. The principal activity of the Company is manufacturing and sale of yarn made from raw cotton and synthetic fiber.

The Company is domiciled in Pakistan and its registered office is situated at 38-empress road, Lahore. While the production plants of the Company are located at Rehman Shaheed Road, Gujrat.

Note 2

**Basis of Preparation**

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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 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** This condensed interim financial information should be read in conjunction with annual audited financial statements for the year ended June 30, 2018. Comparative balance sheet is extracted from annual audited financial statements for the year ended June 30, 2018 whereas comparative profit and loss account, comparative statement of comprehensive income, comparative cash flows statement and comparative statement of changes in equity are extracted from unaudited interim financial information for the nine months ended March 31, 2018.

**2.3** This condensed interim financial information is presented in Pak Rupees, which is the Company's functional and presentational currency. All the figures have been rounded off to the nearest rupees, unless otherwise stated.



## Note 3

**Significant Accounting Policies**

The accounting policies and methods of computation of these condensed interim financial statements are the same as those followed in the preparation of annual financial statements for the preceding financial year ended June 30, 2018.

## Note 4

**Accounting Estimates and Judgment**

The accounting estimates and associated assumptions used in the preparation of these interim financial statements are consistent with those applied in the preparation of annual financial statements of the Company for the year ended June 30, 2018.

## Note 5

**Long Term Financing**

		<b>March 31, 2019</b>	<b>June 30, 2018</b>
	Note	<b>(Un-audited)</b> Rs.'000'	<b>(Audited)</b> Rs.'000'
<b>Related parties - Unsecured</b>			
Loan from Directors / Related parties	5.1	51,700	60,700
Less: Current portion		<u>(12,000)</u>	<u>(12,000)</u>
		<u>39,700</u>	<u>48,700</u>

**5.1** This represents financing obtained from directors from time to time, to meet the liquidity requirements of the Company. The outstanding balance of this financing is repayable in equal monthly installments of Rs. 1 million each. This financing is unsecured and carries markup at 3 months KIBOR plus 1%.

## Note 6

**Contingencies and Commitments****Contingencies**

Sui Northern Gas Pipelines Limited (SNGPL) has demanded an amount of Rs. 39.708 million (2018: Rs. 23.74 million) from the Company in respect of Gas Infrastructure Development Cess under the Gas Infrastructure Development Cess Act, 2015. However, the Company denies the claim and filed a suit before the Honorable Sindh High Court dated February 02, 2017. Based on the advice of legal counsel, the management is of the view that there are meritorious grounds to defend the Company's position and it would be resolved in the Company's favor. Hence, no provision has been made in these financial statements.

**Commitments**

There are no material commitments outstanding as at the reporting date (June 30, 2018: Nil).



Note 7

**Property, Plant and Equipment**

	<b>March 31, 2019 (Un-audited) Rs.'000'</b>	<b>June 30, 2018 (Audited) Rs.'000'</b>
Opening written down value	476,496	483,657
Additions during the period / year	18,499	21,965
	494,994	505,622
Depreciation charge for the period / year	(14,153)	(29,126)
	480,842	476,496

Note 8

**Cost of Sales**

	<b>Nine Months Ended March 31, 2019 (Un-audited) Rs.'000'</b>	<b>Nine Months Ended March 31, 2018 (Un-audited) Rs.'000'</b>	<b>Quarter Ended March 31, 2019 (Un-audited) Rs.'000'</b>	<b>Quarter Ended March 31, 2018 (Un-audited) Rs.'000'</b>
Raw materials consumed	468,285	416,335	142,205	135,313
Stores and spares consumed	12,028	8,816	3,728	2,674
Packing materials consumed	9,407	8,978	3,350	2,794
Fuel and power	75,861	71,660	27,536	32,276
Salaries, wages and benefits	74,465	73,091	23,062	24,739
Repairs and maintenance	3,782	2,866	1,390	1,176
Depreciation	13,669	14,786	4,515	5,239
	654,497	596,532	205,786	204,211
Work in process:				
- Opening	3,562	5,241	4,817	4,128
- Closing	(5,047)	(3,717)	(5,047)	(3,717)
	(1,485)	1,524	(230)	411
	653,012	598,056	205,556	204,622
Finished goods:				
- Opening	3,111	3,511	2,604	3,794
- Closing	(3,332)	(4,356)	(3,332)	(4,356)
	(221)	(845)	(728)	(562)
	652,791	597,211	204,828	204,060



## Note 9

**Taxation**

	<b>Nine Months Ended March 31, 2019</b>	<b>Nine Months Ended March 31, 2018</b>
	<b>(Un-audited) Rs.'000'</b>	<b>(Un-audited) Rs.'000'</b>
Current		
- Charge for the year	7,147	7,972
- Prior years / tax credits	-	(330)
	7,147	7,642
Deferred tax	(4,024)	(3,803)
	<u>3,123</u>	<u>3,839</u>

## Note 10

**Transactions with Related Parties**

Related parties comprise directors of the Company and their close relatives, key management personnel and post employment benefit plans. The Company in the normal course of business carries out transactions with various related parties. Significant transactions with related parties are as under:

	<b>Nine Months Ended March 31, 2019</b>	<b>Nine Months Ended March 31, 2018</b>
	<b>(Un-audited) Rs.'000'</b>	<b>(Un-audited) Rs.'000'</b>
<b>Transactions with related persons</b>		
Repayment of loan from directors	9,000	7,693
Markup accrued on loan from directors	4,552	3,657
Markup paid to directors	6,671	6,134
Rent for office building paid to related persons	300	150
	<u>March 31, 2019</u>	<u>June 30, 2018</u>
	<b>(Un-audited) Rs.'000'</b>	<b>(Un-audited) Rs.'000'</b>
<b>Contribution to staff retirement benefits</b>		
Gratuity fund charge	2,816	3,263



## Note 11

**Segment Information**

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Operating segments are reported in a manner consistent with the internal reporting used by the Chief Operating Decision Maker. The Chief Executive Officer (CEO) of the Company has been identified as the Chief Operating Decision Maker, who is responsible for allocating resources and assessing performance of the operating segments.

The CEO is responsible for the Company's entire product portfolio and considers business as a single operating segment. The Company's assets allocation decisions are based on a single integrated investment strategy and the Company's performance is evaluated on an overall basis.

The internal reporting provided to the CEO for the Company's assets, liabilities and performance is prepared on a basis consistent with the measurement and recognition principles of approved accounting standards as applicable in Pakistan. The Company is domiciled in Pakistan. All of the Company's income is from the entities incorporated in Pakistan.

## Note 12

**Date of Authorization for Issue**

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These condensed interim financial statements (un-audited) are approved and authorized for issuance on April 29, 2019 by the Board of Directors of the Company.

## Note 13

**General**

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Corresponding figures are re-arranged / reclassified, wherever necessary, to facilitate comparison. No material reclassifications have been made in these condensed interim financial statements (un-audited), except that the surplus on revaluation of property, plant and equipment that has been included in the equity and comparative information for the nine months period ended March 31, 2018 has been restated in statement of changes in equity. The basis of such restatement has been explained in Note 5 of annual financial statements for the year ended June 30, 2018.

**Mohammad Hameed**  
Chief Executive

**Aamer Hameed**  
Director

**M. Muddasar Shahzad**  
Chief Financial Officer

**PRINTED MATTER**

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