



3rd Quarterly Accounts
Un-Audited
March 31, 2022



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)
Zainab Khan (Independent Director)
Tariq Hameed (Non Executive Director)
Omer Mohyudin Malik (Independent Director)
Murtaza Hameed (Non Executive Director)

CHIEF FINANCIAL OFFICER : M. Muddasar Shahzad

COMPANY SECRETARY : Usman Khalid

AUDIT COMMITTEE : Omer Mohyudin Malik (Chairman)
Zainab Khan (Member)
Murtaza Hameed (Member)

HUMAN RESOURCE & : Zainab Khan (Chairperson)
REMUNERATION COMMITTEE Ijaz Hameed (Member)
Omer Mohyudin Malik (Member)

BANKERS : Meezan Bank Limited
MCB Bank Limited
Bank Alfalah Limited

AUDITORS : Crowe Hussain Chaudhury & Co.,
Chartered Accountants

INTERNAL AUDITOR : Awan & Co.
Chartered Accountants

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

MILLS : Rehman Shaheed Road, Gujrat
Telephone: (92-53) 3514065, 3535085
Telefax: (92-53) 3513700

Web Reference : www.sitl.com.pk

Share Registrar : Corplink (Pvt) Ltd.
Wings Arcade, 1-K Commercial
Model Town, Lahore
Tel: (92-42) 35839182, 35916719

**DIRECTORS' REPORT**

The Directors of your Company present before you the un-audited financial statements for the nine months ended March 31, 2022. The financial results are as follows:

	31.03.2022 (Rupees 000)	31.03.2021 (Rupees 000)
Net Profit for the period	15,027	55,201
Accumulated loss brought forward	(78,093)	(152,467)
	(63,066)	(97,266)
Final dividend for the year ended June 30, 2021	(13,788)	-
Transfer from surplus on revaluation Of fixed assets in respect of incremental Depreciation- net of deferred tax	10,569	11,854
Surplus on revaluation of property, plant And equipment realized on disposal	1,900	-
Accumulated Loss	(64,385)	(85,412)
Earning per share - Basic	1.09	12.41

During the current period Company has earned a net profit of Rs. 15.027 million as compared to net profit of Rs. 55.201 million for the same period in previous year. Sales during the period were Rs. 1.012 Billion (March 31, 2021: Rs 896.101 Million). Gross profit for the current period is Rs. 63.834 Million as compared to Rs. 105.085 Million for the same period in previous year. Major reason for the decline in profits during the current period is inflationary trend in cotton price. Another reason is suspension of gas supply to industry and revision of electricity rate from 7.5 cents per unit to 9 cents per unit. Therefore mills have no choice but to shift to electricity and hence this resulted in increased production cost. Also the reopening of other countries in the region has put the pressure on cotton yarn prices and hence margins have been reduced considerably.

Textile sector has shown significant growth due to the early removal of Covid restrictions than regional competitors and effective policy measures taken by the Government. Textile exports have been up both in quantity and value and keeping up this momentum is critical for economic growth. However major threats to industry are availability of raw material and supply of energy at regional competitive prices throughout the year. During the period under review there is unprecedented hike in cotton prices at international level, cotton prices jacked up from 0.87 cents/lbs to \$1.36/lbs. Also continuous fluctuation in exchange rate has significantly increased the working capital requirements of the industry. Moreover the cotton production is on a decline for last many years due to multiple factors such as climate change, uncertified seeds, unchecked business of spurious pesticides, and high cost of production with diminishing return for farmers. Though the Government has realized the challenges for improving the yield and quality of cotton crops and has taken small steps for its improvement still there is a long way to go. Government should fully support the farmers and help them in up-gradation of ginning technology, educate the farmer to use the quality seed and make investment in research and development of quality seed, capacity building of farmers and introduce incentives for better quality cotton that would help in motivating the farmers

Another threat to the textile industry is uncertainty arising because of the current political situation prevailing in the country. It is to be seen whether the present Government continues to support textile sector like the previous one and the genuine concerns and demands of the textile sector will be addressed or not. We do hope for the continuation of support from the present Government so that textile export growth that has been shown recently will be consolidated and export targets set in textile policy will be achieved.

We are fully aware of the challenges and are prepared to do everything possible to mitigate the adverse impact of such an event as far as it is under the control of management. We remain hopeful of the improving macro and micro economic situation of the Country.

For and on Behalf of the Board of Directors

Mohammad Hameed
Chief Executive

Aamer Hameed
Director

Lahore
April 28, 2022



ڈائریکٹرز رپورٹ

کمپنی کے ڈائریکٹرز 31 مارچ 2022 کو ختم ہونے والے عرصے کے غیر تصفیح شدہ حسابات پیش کرتے ہیں۔ مالیاتی نتائج درج ذیل ہیں۔

31.03.2022 (Rupees 000)	31.03.2021 (Rupees 000)	
15,027	55,201	مدت کیلئے خالص منافع
(78,093)	(152,467)	جمع نقصان آگے لایا
(63,066)	(97,266)	
(13,788)	-	سالانہ ڈیویڈنڈ برائے سال جون 2021
10,569	11,854	ٹرانسفر فرام سرپلس آن ریویلیوشن
1,900	-	سرپلس آن ریویلیوشن ڈسپوزل پر
64,385	(85,412)	
1.09	12.41	فی شیئر منافع

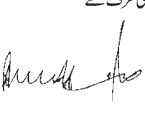
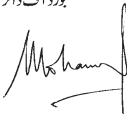
زیر جاہ مدت کے دوران کمپنی نے 15,027 ملین روپے کا منافع کمایا جبکہ اسی مدت کے دوران پچھلے سال 55,201 ملین روپے کا منافع کمایا۔ کمپنی کی سیکلر اس مدت میں 1,012 ملین روپے رہی جبکہ پچھلے سال اس مدت کے دوران کمپنی کی سیکلر 896.101 ملین روپے رہی اور گراس منافع زیر جاہ مدت کیلئے 63.834 ملین روپے رہا (مارچ 2021: 105.085 ملین روپے) منافع میں کمی کی وجہ سے کمپنی کی قیمتوں میں اضافہ کے ساتھ ساتھ انڈسٹری کوگیس کی بندش کی وجہ سے بجلی پر منتقل ہونا پڑا اور اسکے ساتھ بجلی کی قیمتوں میں اضافہ ہے جو کہ فی یونٹ 7.5 سینٹ سے 9 سینٹ کی گئی۔ اسکے علاوہ جھلے کے دوسرے ممالک میں انڈسٹری کا کھولنا بھی شامل ہے جس کی وجہ سے دھاگے کی قیمت میں مسابقت زیادہ ہونے سے مارجن کم ہو گئے ہیں۔

حکومت کی جانب سے بروقت اقدامات کی وجہ سے ٹیکسٹائل کے شعبے نے خاطر خواہ ترقی کی ہے۔ ٹیکسٹائل برآمدات میں نہ صرف ویلیو میں اضافہ ہوا بلکہ مقدار بھی بڑھی۔ اس تیزی کو برقرار رکھنا ملکی معیشت کیلئے ناگزیر ہے۔ جس کیلئے ضروری ہے کہ کپاس کی پورے سال دستیابی کے ساتھ ساتھ توانائی کی مسلسل مسابقتی قیمت پر فراہمی ہے۔ زیر جاہ مدت میں کپاس کی قیمتوں میں ریکارڈ اضافہ ہوا۔ عالمی منڈی میں قیمت 87.0 سینٹ سے بڑھ کر 136.1 ڈالر ہو گئی۔ علاوہ ازیں ڈالر کی قیمت میں مسلسل اضافہ سے بھی پیداواری لاگت میں اضافہ ہوا۔ مزید برآں گزشتہ کئی سال سے کپاس کی فصل کا ٹارگٹ پورا نہیں کیا جا سکا جس کی مختلف وجوہات ہیں جیسا کہ موسمیاتی تبدیلیاں، بغیر نقد لین شدہ بیج، غیر معیاری کپڑے مارا دیات اور پیداواری لاگت میں اضافہ کی وجہ سے کسان کا منافع کم ہونا ہے۔ حکومت کو اس سلسلے میں کسان کی بھرپور مدد کرنی چاہئے اور جدید کاشت کے طریقے کسان کو سکھانے چاہئے تاکہ ان کو اپنی فصل کا صحیح منافع ملے۔

موجودہ ملکی سیاسی بے یقینی ٹیکسٹائل سیکٹر کو بھی متاثر کر سکتی ہے۔ یہ دیکھنا ہے کہ کیا موجودہ ٹیکسٹائل کے شعبے کو سابقہ حکومت کی طرح سپورٹ کرتی ہے کہ نہیں اور کیا جائز گزارشات اور مشکلات کو حل کرتی ہے۔ ہم پر امید ہیں کہ حکومتی تعاون جاری رہے گا تاکہ حالیہ ترقی کو مزید مضبوط کیا جا سکے اور مستقبل میں ایک سپورٹ ٹارگٹ کو حاصل کیا جا سکے جو کہ ٹیکسٹائل پالیسی میں رکھے گئے ہے۔

ہم ان مشکلات سے بخوبی آگاہ ہیں اور ان سے نمٹنے کیلئے تیار ہیں۔ ہم آنے والے سالوں میں ملکی معیشت کے مستحکم ہونے کیلئے پرامید ہیں۔

بورڈ آف ڈائریکٹرز کی طرف سے

عامر حمید

ڈائریکٹر

محمد حمید

چیف ایگزیکٹو

لاہور

مورخہ 28 اپریل 2022



**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT MARCH 31, 2022**

Notes	March 31, 2022	June 30, 2021
	(Un-audited) Rupees	(Audited) Rupees
EQUITY AND LIABILITIES		
Share Capital and Reserves		
Authorized share capital		
20,000,000 (June 30, 2021: 20,000,000) ordinary shares of Rs. 10 each	200,000,000	200,000,000
Issued, subscribed and paid up capital		
13,787,567 (June 30, 2021: 13,787,567) ordinary shares of Rs. 10 each fully paid in cash	137,875,670	137,875,670
Reserves	(45,707,972)	(59,415,806)
Surplus on revaluation of property, plant and equipment	472,282,074	484,750,860
	564,449,772	563,210,724
Non Current Liabilities		
Long term financing	43,209,054	52,209,054
Staff retirement benefits	10,727,220	11,956,214
Government dues payable	-	1,425,270
Deferred tax liability	56,664,435	63,918,455
	110,600,709	129,508,993
Current Liabilities		
Trade and other payables	186,630,253	129,613,176
Unclaimed dividend	232,987	232,987
Unpaid dividends	683,629	364,412
Short term borrowings	7,600,000	-
Accrued markup	4,447,033	5,546,056
Current portion of long term financing	12,000,090	12,000,090
Provision for taxation	19,435,180	26,424,478
	231,029,172	174,181,199
Contingencies and Commitments	-	-
Total Equity and Liabilities	906,079,653	866,900,916
ASSETS		
Non Current Assets		
Property, plant and equipment	728,856,169	717,220,869
Long term deposits	16,297,023	16,297,023
	745,153,192	733,517,892
Current Assets		
Stores and spares	7,792,795	4,843,349
Stock in trade	112,825,494	53,941,063
Trade debts	-	1,944,041
Advances, prepayments and other receivables	17,001,480	24,715,369
Cash and bank balances	23,306,692	47,939,202
	160,926,461	133,383,024
	906,079,653	866,900,916

The annexed notes from 1 to 14 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 3rd QUARTER AND NINE MONTHS ENDED MARCH 31, 2022**

	Notes	Nine Months Ended March 31, 2022	Nine Months Ended March 31, 2021	3rd Quarter Ended March 31, 2022	3rd Quarter Ended March 31, 2021
		(Un-audited) Rupees	(Un-audited) Rupees	(Un-audited) Rupees	(Un-audited) Rupees
Sales - net		1,011,900,864	896,101,485	379,892,897	344,007,378
Cost of sales	8	(948,066,960)	(791,016,576)	(364,671,272)	(295,599,537)
Gross Profit		63,833,904	105,084,909	15,221,625	48,407,841
Operating Expenses					
Distribution expenses		(5,417,607)	(5,940,384)	(2,384,064)	(2,665,401)
Administrative expenses		(27,369,738)	(25,333,439)	(5,848,967)	(7,074,822)
		(32,787,345)	(31,273,823)	(8,233,031)	(9,740,223)
Operating Profit		31,046,559	73,811,086	6,988,594	38,667,618
Finance cost		(6,088,522)	(2,316,708)	(1,815,289)	119,044
Other operating charges		(4,549,451)	(1,423,098)	(602,201)	1,280,340
Other income		12,931	2,371,103	-	-
		(10,625,042)	(1,368,703)	(2,417,490)	1,399,384
Profit before Taxation		20,421,517	72,442,383	4,571,104	40,067,002
Taxation	9	(5,394,902)	(17,241,421)	(3,944,406)	(11,753,612)
Profit for the Period		15,026,615	55,200,962	626,698	28,313,390
Earnings per Share - Basic		1.09	12.41	0.05	6.36
Earnings per Share - Diluted		1.09	2.84	0.05	1.46

The annexed notes from 1 to 14 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 3rd QUARTER AND NINE MONTHS ENDED MARCH 31, 2022**

	Nine Months Ended March 31, 2022	Nine Months Ended March 31, 2021	3rd Quarter Ended March 31, 2022	3rd Quarter Ended March 31, 2021
	(Un-audited) Rupees	(Un-audited) Rupees	(Un-audited) Rupees	(Un-audited) Rupees
Net Profit for the Period	15,026,615	55,200,962	626,698	28,313,390
Other comprehensive income				
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Items that will not be reclassified subsequently to profit or loss	-	-	-	-
Total Comprehensive Income for the Period	<u>15,026,615</u>	<u>55,200,962</u>	<u>626,698</u>	<u>28,313,390</u>

The annexed notes from 1 to 14 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 3rd QUARTER AND NINE MONTHS ENDED MARCH 31, 2022**

Particulars	Share Capital	Share Deposit Money	Reserves		Surplus on Revaluation of Property, Plant and Equipment	Total
			Capital Reserve - Share Premium Reserve	Revenue Reserve - Accumulated Loss		
	Rupees (Un-audited)	Rupees (Un-audited)		Rupees (Un-audited)	Rupees (Un-audited)	Rupees (Un-audited)
Balance as at June 30, 2020	44,491,590	150,000,000	-	(152,466,845)	501,886,099	543,910,844
Net profit for the nine months ended March 31, 2021	-	-	-	55,200,962	-	55,200,962
Other comprehensive income for the nine months ended March 31, 2021	-	-	-	-	-	-
Total comprehensive income for the nine months ended March 31, 2021	-	-	-	55,200,962	-	55,200,962
Incremental depreciation charged for the period on surplus on revaluation of property, plant and equipment - net of deferred tax	-	-	-	11,853,930	(11,853,930)	-
Balance as at March 31, 2021	44,491,590	150,000,000	-	(85,411,953)	490,032,169	599,111,806
Balance as at June 30, 2021	137,875,670	-	18,676,816	(78,092,622)	484,750,860	563,210,724
Net profit for the nine months ended March 31, 2022	-	-	-	15,026,615	-	15,026,615
Other comprehensive income for the nine months ended March 31, 2022	-	-	-	-	-	-
Total comprehensive income for the nine months ended March 31, 2022	-	-	-	15,026,615	-	15,026,615
Final dividend for the year ended June 30, 2021 at Rs. 1 per share	-	-	-	(13,787,567)	-	(13,787,567)
Transferred from surplus on revaluation of property, plant and equipment on incremental depreciation charged in current period - net of deferred tax	-	-	-	10,568,786	(10,568,786)	-
Surplus on revaluation of property, plant and equipment realized on disposal	-	-	-	1,900,000	(1,900,000)	-
Balance as at March 31, 2022	137,875,670	-	18,676,816	(64,384,788)	472,282,074	564,449,772

The annexed notes from 1 to 14 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 3rd QUARTER AND NINE MONTHS ENDED MARCH 31, 2022

	9 Months Ended March 31, 2022	9 Months Ended March 31, 2021
	(Un-audited) Rupees	(Un-audited) Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	20,421,517	72,442,383
Adjustments for:		
- Depreciation	32,206,150	27,580,501
- Provision for gratuity	3,897,331	3,505,052
- Interest on Workers' (profit) participation fund	2,178,349	397,791
- Workers' (profit) participation fund	1,753,504	897,090
- Workers' welfare fund	730,947	401,008
- Loss on disposal of fixed assets	1,638,750	-
- Finance costs	3,910,173	1,918,916
	<u>46,315,204</u>	<u>34,700,358</u>
Operating profit before working capital changes	66,736,721	107,142,741
Decrease / (Increase) in current assets:		
- Stores and spares	(2,949,446)	76,128
- Stock in trade	(58,884,431)	(50,175,845)
- Trade debts	1,944,041	1,269,870
- Advances, prepayments and other receivables	6,025,808	(344,243)
Decrease in current liabilities:		
- Government dues payable	(6,413,715)	(12,325,474)
- Refunds due from the government - sales tax	12,955,511	11,370,598
- Trade and other payables	42,742,338	7,431,090
	<u>(4,579,894)</u>	<u>(42,697,876)</u>
Cash Generated from Operations	62,156,827	64,444,865
Income tax paid	(16,305,266)	(11,502,018)
Finance cost paid	(5,009,196)	(4,088,069)
Gratuity paid	<u>(5,126,325)</u>	<u>(4,872,119)</u>
Net Cash Generated from Operating Activities	35,716,040	43,982,659
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(47,880,200)	(36,963,783)
Long term deposits	-	(816,000)
Proceeds from disposal of property, plant and equipment	2,400,000	-
Net Cash Used in Investing Activities	(45,480,200)	(37,779,783)
CASH FLOW FROM FINANCING ACTIVITIES		
Dividend paid	(13,468,350)	(70,417)
Long term financing repaid	(9,000,000)	(9,000,000)
Short term borrowings	7,600,000	-
Net Cash Used in Financing Activities	<u>(14,868,350)</u>	<u>(9,070,417)</u>
Net (Decrease) / Increase in Cash and Cash Equivalents	(24,632,510)	(2,867,541)
Cash and cash equivalents at the beginning of the period	47,939,202	48,244,271
Cash and Cash Equivalents at the End of the Period	<u>23,306,692</u>	<u>45,376,730</u>

The annexed notes from 1 to 14 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 3rd QUARTER AND NINE MONTHS ENDED MARCH 31, 2022**

Note 1**The Company and its Operations**

- 1.1 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 Pakistan Stock Exchange. The principal activity of the Company is manufacturing and sale of yarn made from raw cotton.
- 1.2 The Company is domiciled in Pakistan and its registered office is situated at 38-Empress Road, Lahore, whereas the production plant of the Company is located at Rehman Shaheed Road, Gujrat.

Note 2**Basis of Preparation**

- 2.1 These condensed interim financial statements (un-audited) have been prepared in accordance with the directives issued by the Securities and Exchange Commission of Pakistan (SECP) and are in compliance with the International Accounting Standard - 34 (Interim Financial Reporting).
- 2.2 These condensed interim financial statements (un-audited) should be read in conjunction with annual audited financial statements for the year ended June 30, 2021. Comparative statement of financial position is extracted from annual audited financial statements for the year ended June 30, 2021 whereas comparative statement of profit or loss, comparative statement of comprehensive income and comparative statement of cash flows are extracted from unaudited condensed interim financial statements (un-audited) for the nine months ended March 31, 2021.

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.

- 2.3 The preparation of these condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates. In preparing these condensed interim financial statements, the significant judgments made by the management in applying accounting policies and key sources of estimation were the same as those that were applied to the financial statements for the year ended June 30, 2021.
- 2.4 These condensed interim financial statements are presented in Pak Rupees, which is the Company's functional and presentation currency. All the figures have been rounded off to the nearest rupees, unless otherwise stated.

Note 3**Significant Accounting Policies**

The Company's accounting and financial risk management policies and methods of computation adopted in the preparation of these condensed interim financial statements (un-audited) are the same as those applied in the preparation of preceding annual financial statements of the Company for the year ended June 30, 2021 except for the adoption of new and amended standards, if any.



Note 4

Long Term Financing

		March 31, 2022	June 30, 2021
	Note	(Un-audited) Rupees	(Audited) Rupees
Related parties - Unsecured			
Loan from Directors / Related parties	4.1	55,209,144	64,209,144
Less: Current portion		(12,000,090)	(12,000,090)
		<u>43,209,054</u>	<u>52,209,054</u>

4.1 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 5

Short Term Borrowings

		March 31, 2022	June 30, 2021
		(Un-audited) Rupees	(Audited) Rupees
Related parties - Unsecured		7,600,000	-

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 on demand. This carries markup at 3 months KIBOR plus 1%.

Note 6

Contingencies and Commitments

Contingencies

6.1 There has been no change in status of contingencies as reported in the annual audited financial statements for the year ended June 30, 2021.

Commitments

6.2 There are no material commitments outstanding as at the reporting date (June 30, 2021: Nil).



Note 7

Property, Plant and Equipment

	March 31, 2022	June 30, 2021
	(Un-audited) Rupees	(Audited) Rupees
Opening written down value	717,220,869	688,123,751
Additions during the period / year	47,880,200	69,971,836
Disposal during the period / year	(5,000,000)	(4,564,000)
	760,101,069	753,531,587
Depreciation charge for the period / year	32,206,150	37,668,448
Depreciation charge for the period / year - disposal	(961,250)	(1,357,730)
	728,856,169	717,220,869

Note 8

Cost of Sales

	Nine Months Ended March 31, 2022	Nine Months Ended March 31, 2021	3rd Quarter Ended March 31, 2022	3rd Quarter Ended March 31, 2021
	(Un-audited) Rupees	(Un-audited) Rupees	(Un-audited) Rupees	(Un-audited) Rupees
Raw materials consumed	684,309,497	538,627,950	256,168,942	207,319,961
Stores and spares consumed	10,806,351	9,568,198	4,483,782	3,189,224
Packing materials consumed	10,930,481	8,777,895	3,333,374	2,352,989
Fuel and power	132,247,788	102,474,095	57,064,357	33,811,169
Salaries, wages and benefits	81,731,870	100,691,213	26,326,382	38,455,034
Insurance	804,072	603,260	61,000	110,000
Repairs and maintenance	2,895,525	5,627,953	183,050	1,750,809
Depreciation	31,647,611	27,128,406	10,542,996	9,551,217
Cost of goods manufactured	955,373,195	793,498,970	358,163,883	296,540,403
Work in process:				
- Opening	8,438,854	7,029,397	12,450,937	8,086,053
- Closing	(12,992,808)	(8,344,035)	(12,992,808)	(8,344,035)
	(4,553,954)	(1,314,638)	(541,871)	(257,982)
	950,819,241	792,184,332	357,622,012	296,282,421
Finished goods:				
- Opening	3,871,760	3,407,716	13,673,301	3,892,588
- Closing	(6,624,041)	(4,575,472)	(6,624,041)	(4,575,472)
	(2,752,281)	(1,167,756)	7,049,260	(682,884)
	948,066,960	791,016,576	364,671,272	295,599,537



Note 9
Taxation

	Nine Months Ended March 31, 2022	Nine Months Ended March 31, 2021	3rd Quarter Ended March 31, 2022	3rd Quarter Ended March 31, 2021
	(Un-audited) Rupees	(Un-audited) Rupees	(Un-audited) Rupees	(Un-audited) Rupees
Current				
- Charge for period	12,648,922	21,371,956	4,399,289	10,148,812
- Prior years / tax credits	-	(7,875)	-	-
	<u>12,648,922</u>	<u>21,364,081</u>	<u>4,399,289</u>	<u>10,148,812</u>
Deferred tax	(7,254,020)	(4,122,660)	(454,883)	1,604,800
	<u>5,394,902</u>	<u>17,241,421</u>	<u>3,944,406</u>	<u>11,753,612</u>

Note 10
Financial Risk Management

The Company's financial risk management objectives and policies are consistent with those disclosed in preceding audited annual financial statements for the year ended June 30, 2021.

Note 11
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:

Transactions with related persons

Name of Related Parties	Relationship	Nature of Transactions	Nine Months Ended March 31, 2022 (Un-audited) Rupees	Nine Months Ended March 31, 2021 (Audited) Rupees
Directors	Key management personnel	Repayment of loan	9,000,000	9,000,000
		Markup accrued	3,760,534	1,830,847
		Markup paid	5,009,196	4,000,000
		Dividend paid	7,820,656	-
		Short term borrowings received	11,911,055	-
		Repayment of Short term borrowings	4,311,055	-
Gratuity		Gratuity fund charge	3,897,331	3,505,052
Balances outstanding as at			March 31, 2022 (Un-audited) Rupees	June 30, 2021 (Audited) Rupees
		Long term loan payable	55,209,144	52,209,054
		Accrued markup payable	4,447,033	3,816,532
		Dividend payable	683,629	364,412
		Short term borrowings	7,600,000	-



Note 12

Segment Information

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 performs function of 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 13

Date of Authorization for Issue

These condensed interim financial statements (un-audited) are approved and authorized by the Board of Directors of the Company for issuance on April 28, 2022.

Note 14

General

Corresponding figures are re-arranged / reclassified, wherever necessary, to facilitate comparison. No material reclassification have been made in these condensed interim financial statements (un-audited).

Mohammad Hameed
Chief Executive

Aamer Hameed
Director

M. Muddasar Shahzad
Chief Financial Officer

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