



**Service Industries Textiles Limited**  
**3rd Quarterly Accounts**  
Un-Audited  
**March 31, 2024**





## COMPANY INFORMATION

- BOARD OF DIRECTORS** : Aamer Hameed (Chairman/Non Executive Director)  
Mohammad Hameed (Chief Executive/Executive Director)  
Murtaza Hameed (Executive Director)  
Omar Mohyud Din Malik (Independent Director)  
Zainab Khan (Independent Director)  
Tariq Hameed (Non Executive Director)  
Sadia Hamid (Non Executive Director)
- CHIEF FINANCIAL OFFICER** : M. Muddasar Shahzad
- COMPANY SECRETARY** : Usman Khalid
- AUDIT COMMITTEE** : Omar Mohyud Din Malik (Chairman)  
Zainab Khan (Member)  
Tariq Hameed (Member)
- HUMAN RESOURCE & REMUNERATION COMMITTEE** : Zainab Khan (Chairperson)  
Aamer Hameed (Member)  
Omar Mohyud Din 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, 2024. The financial results are as follows:

	31.03.2024 (Rupees 000)	31.03.2023 (Rupees 000)
Net Loss for the period	(70,368)	(84,426)
Accumulated loss brought forward	(233,222)	(90,449)
	(303,590)	(174,875)
Transfer from surplus on revaluation of fixed assets in respect of incremental Depreciation- net of deferred tax	10,096	11,218
Accumulated Loss	(293,494)	(163,657)
Earnings per share - Basic	(5.10)	(6.12)

During the current period Company has incurred a net loss of Rs. 70.368 million as compared to net loss of Rs. 84.426 million for the same period in previous year. Major reason for the loss during the period is unprecedented hike in the prices of energy.

Revival of textile industry was mainly based on providing the energy at RCET (regionally competitive energy tariff) which helped the Punjab based textile sector to compete regionally. However, because of its withdrawal, depreciation of Pakistani rupee to record low against the dollar and increase in the tariff has made the energy cost unbearable. Industrial power tariffs in Pakistan are currently over twice the regional average. The price of gas has also been raised and this too is well above a regionally competitive level of 9 cents/kWh. If the Government fails to address this issue timely and is unable to provide the energy at RCET then this will hit the textile industry adversely and no of mills will be forced to either close or curtail their operations /productions.

Though in current year cotton production was promising and it is expected to be more than 8 million bales. This has helped in stabilizing the cotton prices and its availability as compared to last year. This was possible only because of the joint efforts done by the Government and APTMA and the timely steps were taken such as early setting of cotton production target, increase in cotton sowing area and timely spray of pesticides. These efforts for better cotton production should continue and 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

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 are very hopeful that current crisis will be over in the coming years by the combine efforts of Government and industry and 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  
Dated: 30.04.2024



## ڈائریکٹرز رپورٹ

کمپنی کے ڈائریکٹرز 31 مارچ 2024 کو ختم ہونے نو ماہی عرصے کے غیر تصفیح شدہ حسابات پیش کرتے ہیں۔ مالیاتی نتائج درج ذیل ہیں۔

31.03.2023	31.03.2024	
Rupees 000	Rupees 000	
(84,426)	(70,368)	مدت کیلئے خالص منافع / نقصان
(90,449)	(233,222)	نقصان آگے لایا
(174,875)	(303,590)	
11,218	10,096	ٹرانسفر فرام سرپلس آن ریویلیوشن
(163,657)	(293,494)	
(6.12)	(5.10)	فی شیئر منافع

زیرہ جائزہ مدت کے دوران کمپنی کو 70.368 ملین روپے کا نقصان ہوا جبکہ پچھلے سال اسی مدت میں کمپنی کا نقصان 84.426 ملین روپے تھا۔ اس نقصان کی بنیادی وجہ انرجی کی قیمت میں بے پناہ اضافہ کا ہونا ہے۔ ٹیکسٹائل کے شعبے کی بحالی کی بنیادی وجہ انڈسٹری کو مسابقتا ریٹ پر بجلی کی فراہمی تھی البتہ اسکے خاتمے اور روپے کی قدر میں ریکارڈ کمی سے بجلی کی قیمت میں ناقابل برداشت اضافہ دیکھا گیا۔ اس وقت پاکستان میں بجلی کا انڈسٹریل ٹیرف نخطے میں دوسرے ممالک کے مقابلے میں تقریباً دو گنا ہے۔ اسی طرح گیس کی قیمت بھی بڑھائی گئی ہے جو کہ خطے میں مسابقتا ریٹ 9 سینٹ فی kWh سے کافی زیادہ ہے۔ اگر حکومت اس مسئلے کو بروقت حل نہیں کر پاتی تو ڈرہے کہ کافی زیادہ انڈسٹری یا تو بند ہو جائے گی یا اپنی پیداواری صلاحیت میں کمی کر لے گی۔

گوکہ اس سال کپاس کی فصل کافی بہتر ہوئی ہے جسکی وجہ سے کپاس کی قیمت مستحکم اور فراہمی مسلسل رہی ہے۔ یہ حکومت اور اپنا کے تعاون اور مشترکہ کاوش اور بروقت اقدامات اٹھانے کی وجہ سے ممکن ہوا جیسے کہ کپاس کی فصل کا ٹارگٹ مقرر کرنے، ہوائی کے رقبے میں اضافہ اور بروقت کیرے مارووائی کا استعمال ہے۔ یہ مشترکہ کاوش جاری رہتی چاہیے اور 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۔

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

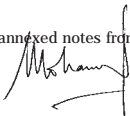
مورخہ 30 اپریل 2024

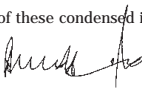



**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)  
AS AT MARCH 31, 2024**

Notes	March 31, 2024	June 30, 2023
	(Un-audited) Rupees	(Audited) Rupees
<b>EQUITY AND LIABILITIES</b>		
<b>Share Capital and Reserves</b>		
Authorized share capital		
20,000,000 (June 30, 2023: 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, 2023: 13,787,567) ordinary shares of Rs. 10 each fully paid in cash	137,875,670	137,875,670
Share premium reserve	18,676,816	18,676,816
Accumulated loss	(293,493,689)	(233,221,606)
Surplus on revaluation of property, plant and equipment	1,076,698,747	1,086,794,560
	939,757,544	1,010,125,440
<b>Non Current Liabilities</b>		
Long term financing	18,621,580	26,294,691
Staff retirement benefits	22,779,956	21,668,309
Deferred tax liability	47,936,094	53,992,892
	89,337,630	101,955,892
<b>Current Liabilities</b>		
Trade and other payables	407,598,643	278,144,159
Unclaimed dividend	232,987	232,987
Unpaid dividends	683,629	683,629
Short term borrowing	26,720,000	26,720,000
Current portion of long term financing	12,000,000	15,749,980
Accrued markup	8,054,835	4,916,506
Provision for taxation	8,341,821	13,145,037
	463,631,915	339,592,298
<b>Contingencies and Commitments</b>		
	-	-
<b>Total Equity and Liabilities</b>	<b>1,492,727,089</b>	<b>1,451,673,630</b>
<b>ASSETS</b>		
<b>Non Current Assets</b>		
Property, plant and equipment	1,292,768,532	1,317,923,851
Long term deposits	20,064,083	19,367,023
	1,312,832,615	1,337,290,874
<b>Current Assets</b>		
Stores and spares	3,519,750	4,003,153
Stock in trade	146,846,985	59,791,184
Trade debts	-	2,196,115
Advances, prepayments and other receivables	16,386,838	29,208,799
Cash and bank balances	13,140,901	19,183,505
	179,894,474	114,382,756
	<b>1,492,727,089</b>	<b>1,451,673,630</b>

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 3<sup>rd</sup> QUARTER AND NINE MONTHS ENDED MARCH 31, 2024**

	Notes	Nine Months Ended	Nine Months Ended	3rd Quarter Ended	3rd Quarter Ended
		March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
		Rupees	Rupees	Rupees	Rupees
Sales - net		946,138,057	812,725,075	303,768,712	220,799,612
Cost of sales	8	(973,239,516)	(868,653,704)	(306,669,180)	(242,973,537)
Gross Loss		(27,101,459)	(55,928,629)	(2,900,468)	(22,173,925)
Operating Expenses					
Distribution expenses		(6,486,415)	(5,447,316)	(2,236,345)	(1,443,695)
Administrative expenses		(22,775,375)	(25,387,956)	(6,768,798)	(6,346,190)
		(29,261,790)	(30,835,272)	(9,005,143)	(7,789,885)
Operating Loss		(56,363,249)	(86,763,901)	(11,905,611)	(29,963,810)
Finance cost		(9,675,426)	(9,186,302)	(3,067,083)	(3,567,202)
Other operating charges		(500,000)	(426,250)	-	-
Other income		1,940,707	15,217,037	-	7,011,289
		(8,234,719)	5,604,485	(3,067,083)	3,444,087
Loss before Taxation		(64,597,968)	(81,159,416)	(14,972,694)	(26,519,723)
Taxation	9	(5,769,928)	(3,266,313)	(2,101,294)	(51,319)
Net Loss for the Period		(70,367,896)	(84,425,729)	(17,073,988)	(26,571,042)
Loss per share					
- basic & diluted		(5.10)	(6.12)	(1.24)	(1.93)

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 3<sup>rd</sup> QUARTER AND NINE MONTHS ENDED MARCH 31, 2024**

	Nine Months Ended March 31, 2024	Nine Months Ended March 31, 2023	3rd Quarter Ended March 31, 2024	3rd Quarter Ended March 31, 2023
	Rupees	Rupees	Rupees	Rupees
Net Loss for the Period	(70,367,896)	(84,425,729)	(17,073,988)	(26,571,042)
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 Loss for the Period	<u>(70,367,896)</u>	<u>(84,425,729)</u>	<u>(17,073,988)</u>	<u>(26,571,042)</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 3<sup>rd</sup> QUARTER AND NINE MONTHS ENDED MARCH 31, 2024**

Particulars	Share Capital	Reserves		Surplus on Revaluation of Property, Plant and Equipment	Total
		Capital Reserve - Share Premium Reserve	Revenue Reserve - Accumulated Loss		
	Rupees	Rupees		Rupees	Rupees
Balance as at June 30, 2022	137,875,670	18,676,816	(90,448,757)	1,101,751,321	1,167,855,050
Net loss for nine months ended March 31, 2023	-	-	(84,425,729)	-	(84,425,729)
Other comprehensive income for the nine months ended March 31, 2023	-	-	-	-	-
Total comprehensive loss for the nine months ended March 31, 2023	-	-	(84,425,729)	-	(84,425,729)
Transferred from surplus on revaluation of property, plant and equipment on incremental depreciation charged in current period - net of deferred tax	-	-	11,217,571	(11,217,571)	-
Balance as at March 31, 2023	137,875,670	18,676,816	(163,656,915)	1,090,533,750	1,083,429,321
Balance as at June 30, 2023	137,875,670	18,676,816	(233,221,606)	1,086,794,560	1,010,125,440
Net loss for nine months ended March 31, 2024	-	-	(70,367,896)	-	(70,367,896)
Other comprehensive income for the nine months ended March 31, 2024	-	-	-	-	-
Total comprehensive loss for the nine months ended March 31, 2024	-	-	(70,367,896)	-	(70,367,896)
Transferred from surplus on revaluation of property, plant and equipment on incremental depreciation charged in current period - net of deferred tax	-	-	10,095,813	(10,095,813)	-
Balance as at March 31, 2024	137,875,670	18,676,816	(293,493,689)	1,076,698,747	939,757,544

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 NINE MONTHS ENDED MARCH 31, 2024**

	9 Months Ended March 31, 2024	9 Months Ended March 31, 2023
	Rupees	Rupees
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(64,597,968)	(81,159,416)
Adjustments for:		
- Depreciation	28,155,319	31,112,159
- Provision for gratuity	7,261,207	5,239,869
- Interest on Workers' (profit) participation fund	6,022,320	4,911,893
- Unwinding of long term financing	(1,423,091)	(15,183,958)
- Finance cost	3,200,846	4,274,409
	<u>43,216,601</u>	<u>30,354,372</u>
Operating loss before working capital changes	(21,381,367)	(50,805,044)
Decrease / (Increase) in current assets:		
- Stores and spares	483,403	950,102
- Stock in trade	(87,055,801)	(37,696,507)
- Trade debts	2,196,115	2,444,083
- Advances, prepayments and other receivables	7,209,951	659,507
Increase in current liabilities:		
- Trade and other payables	123,432,164	63,067,900
	<u>46,265,832</u>	<u>29,425,085</u>
Cash Generated from / (Used in) Operations	24,884,465	(21,379,959)
Income tax paid	(11,017,932)	(13,900,640)
Finance cost paid	(62,517)	(810,941)
Gratuity paid	(6,149,560)	(2,520,440)
Net Cash Generated from / (Used in) Operating Activities	7,654,456	(38,611,980)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(3,000,000)	(200,000)
Long term deposits paid	(697,060)	-
Net Cash Used in Investing Activities	(3,697,060)	(200,000)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Long term financing repaid	(10,000,000)	(6,024,189)
Short term borrowings	-	24,860,000
Net Cash (Used in) / Generated from Financing Activities	(10,000,000)	18,835,811
Net Decrease in Cash and Cash Equivalents	(6,042,604)	(19,976,169)
Cash and cash equivalents at the beginning of the period	19,183,505	34,912,384
Cash and Cash Equivalents at the End of the Period	<u>13,140,901</u>	<u>14,936,215</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 STATEMENTS (UN-AUDITED)  
FOR THE 3<sup>rd</sup> QUARTER AND NINE MONTHS ENDED MARCH 31, 2024**

Note 1  
The Company and its Operations

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- 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 and synthetic fiber.
- 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

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- 2.1 These condensed interim financial statements of the Company 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:
- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
  - 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.
- 2.2 These condensed interim financial statements comprise the condensed interim statement of financial position of the Company as at March 31, 2024 and the related condensed interim statement of profit or loss (unaudited), condensed interim statement of comprehensive income (unaudited), condensed interim statement of changes in equity (unaudited) and condensed interim statement of cash flows (unaudited) together with the notes forming part thereof.
- 2.3 These condensed interim financial statements (unaudited) do not include all of the information required for full annual financial statements and should be read in conjunction with the audited annual financial statements for the year ended June 30, 2023.
- 2.4 The comparative statement of financial position presented in these condensed interim financial statements (unaudited) has been extracted from the audited annual financial statements of the Company for the year ended June 30, 2023, whereas comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been extracted from the un-audited condensed interim financial statements for the nine months period ended March 31, 2023.
- 2.5 These condensed interim financial statements are unaudited and are being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 ("the Act"); these are however, subject to limited scope review by external auditors as required by the Act and the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations).
- 2.6 Functional and presentation currency

These condensed interim financial statements (unaudited) are presented in Pakistani Rupees which is the Company's functional and presentation currency.



Note 3  
Significant Accounting Policies

The Company's accounting 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, 2023.

Note 4  
Long Term Financing

		March 31, 2024	June 30, 2023
	Note	(Un-audited) Rupees	(Audited) Rupees
Related parties - Unsecured			
Loan from Directors / Related parties - Undiscounted amount	4.1	49,816,017	58,066,037
Effect of discounting		(9,646,697)	(8,172,670)
Fair value of subsidized loan		40,169,320	49,893,367
Unwinding of discount		452,260	401,324
Repayment		(10,000,000)	(8,250,020)
		30,621,580	42,044,671
Less: Current portion		(12,000,000)	(15,749,980)
		18,621,580	26,294,691

4.1 This represents financing obtained from directors / related parties from time to time, to meet the liquidity requirements of the Company. This loan is repayable in equal monthly installments of Rs. 1 million each. This loan is unsecured and carries markup @ 10% per annum (2023: 10% per annum). Pursuant to the change in Company's policy, effective from 1st July 2022, this subsidized loan has been recognised at fair value being the present value of the future outflows as per the agreed loan repayment schedule. The present value is calculated by applying the discount rate of 12.46% per annum (2023: 6.32% per annum), being the market differential subsidy. The difference between the fair value of loan and actual receipt (carrying amount) has been recognized as other income. During the period, the unwinding of discount of Rs. 452,260 (2023: Rs. 401,324) has been recognized as part of finance cost.

Note 5  
Short Term Borrowings

	March 31, 2024	June 30, 2023
	(Un-audited) Rupees	(Audited) Rupees
Loan from directors / related parties - unsecured	26,720,000	26,720,000

5.1 This represents unsecured, interest free loan given by directors and related parties to meet the liquidity requirements of the Company. These loans are repayable on demand.



## Note 6

## Contingencies and Commitments

## Contingencies

There has been no change in status of contingencies as reported in the annual audited financial statements for the year ended June 30, 2023.

## Commitments

There are no material commitments outstanding as at the reporting date (June 30, 2023: Nil).

## Note 7

## Property, Plant and Equipment

	March 31, 2024 (Un-audited) Rupees	June 30, 2023 (Audited) Rupees
Opening written down value	1,317,923,851	1,358,771,728
Additions during the period / year	3,000,000	650,000
Disposal during the period / year	-	-
	<u>1,320,923,851</u>	<u>1,359,421,728</u>
Depreciation charge for the period / year	28,155,319	41,497,877
	<u>1,292,768,532</u>	<u>1,317,923,851</u>



## Note 8

## Cost of Sales

	Nine Months Ended March 31, 2024	Nine Months Ended March 31, 2023	3rd Quarter Ended March 31, 2024	3rd Quarter Ended March 31, 2023
	(Un-audited) Rupees	(Un-audited) Rupees	(Un-audited) Rupees	(Un-audited) Rupees
Raw materials consumed	530,913,972	572,009,452	143,636,749	147,612,883
Stores and spares consumed	6,469,064	6,798,070	1,256,472	2,031,372
Packing materials consumed	7,013,720	7,722,266	1,502,084	1,709,988
Fuel and power	310,366,534	183,816,698	120,299,108	59,000,040
Salaries, wages and benefits	82,783,768	64,066,171	29,951,062	23,253,630
Insurance	1,123,020	1,216,431	130,387	351,740
Repairs and maintenance	4,014,168	3,886,410	1,078,248	805,049
Depreciation	27,693,138	30,572,592	9,217,452	10,104,546
Cost of goods manufactured	970,377,384	870,088,090	307,071,562	244,869,248
Work in process:				
- Opening	19,902,329	15,988,206	17,177,090	16,553,734
- Closing	(19,131,253)	(17,535,873)	(19,131,253)	(17,535,873)
	771,076	(1,547,667)	(1,954,163)	(982,139)
	971,148,460	868,540,423	305,117,399	243,887,109
Finished goods:				
- Opening	4,523,709	6,708,628	3,984,434	5,681,775
- Closing	(2,432,653)	(6,595,347)	(2,432,653)	(6,595,347)
	2,091,056	113,281	1,551,781	(913,572)
	<u>973,239,516</u>	<u>868,653,704</u>	<u>306,669,180</u>	<u>242,973,537</u>

## Note 9

## Taxation

	Nine Months Ended March 31, 2024	Nine Months Ended March 31, 2023	3rd Quarter Ended March 31, 2024	3rd Quarter Ended March 31, 2023
	(Un-audited) Rupees	(Un-audited) Rupees	(Un-audited) Rupees	(Un-audited) Rupees
Current				
- Charge for the period	11,826,726	10,159,477	3,797,109	2,759,995
Deferred tax	(6,056,798)	(6,893,164)	(1,695,815)	(2,708,676)
	<u>5,769,928</u>	<u>3,266,313</u>	<u>2,101,294</u>	<u>51,319</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, 2023.

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	Nine Months Ended
			March 31, 2024 (Un-audited) Rupees	March 31, 2023 (Audited) Rupees
Directors	Key management personnel	Repayment of loan	10,000,000	6,024,189
		Markup accrued	3,138,329	2,993,296
		Markup paid	-	625,828
		Short term borrowings received	-	24,860,000
Gratuity		Gratuity fund charge	7,261,207	5,239,869
Balances outstanding as at			March 31, 2024 (Un-audited) Rupees	June 30, 2023 (Audited) Rupees
Directors		Long term financing	30,621,580	37,358,060
		Accrued markup on long term financing	8,054,835	2,993,296
		Short term borrowing	26,720,000	24,860,000



## 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 30th, 2024.

## 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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