



Nishat Mills Limited

**Interim Financial Report for the Nine Months Ended
March 31, 2024**

**STRONG TODAY
BRIGHT TOMORROW**

CONTENTS

Nishat Mills Limited

Company Information.....	02
Directors' Report.....	04
Unconsolidated Condensed Interim Statement of Financial Position.....	10
Unconsolidated Condensed Interim Statement of Profit or Loss	12
Unconsolidated Condensed Interim Statement of Comprehensive Income.....	13
Unconsolidated Condensed Interim Statement of Changes in Equity.....	14
Unconsolidated Condensed Interim Statement of Cash Flows	15
Selected Notes to the Unconsolidated Condensed Interim Financial Statements	16

Nishat Mills Limited and its Subsidiaries

Consolidated Condensed Interim Statement of Financial Position	34
Consolidated Condensed Interim Statement of Profit or Loss	36
Consolidated Condensed Interim Statement of Comprehensive Income.....	37
Consolidated Condensed Interim Statement of Changes in Equity.....	38
Consolidated Condensed Interim Statement of Cash Flows.....	39
Selected Notes to the Consolidated Condensed Interim Financial Statements	40
Directors' Report in Urdu	69

COMPANY INFORMATION

Board of Directors

Mian Umer Mansha
Chief Executive Officer

Mian Hassan Mansha
Chairman

Mrs. Mehak Adil
Mrs. Sara Aqeel
Syed Zahid Hussain
Mr. Farid Noor Ali Fazal
Mr. Mahmood Akhtar

Audit Committee

Mrs. Mehak Adil
Chairperson / Member

Syed Zahid Hussain
Member

Mr. Farid Noor Ali Fazal
Member

Human Resource & Remuneration (HR & R) Committee

Mrs. Sara Aqeel
Chairperson / Member

Mian Umer Mansha
Member

Mr. Mahmood Akhtar
Member

Chief Financial Officer

Mr. Mohammad Azam

Company Secretary

Mr. Khalid Mahmood Chohan

Auditors

Riaz Ahmad & Company
Chartered Accountants

Legal Advisor

Mr. M. Aurangzeb Khan,
Advocate, Chamber No. 6, District
Court, Faisalabad.

Bankers to the Company

Al Baraka Bank (Pakistan) Limited
Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
Bank Islami Pakistan Limited
Citibank N.A.
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited
Faysal Bank Limited - Islamic
Banking
Habib Bank Limited
Habib Metropolitan Bank Limited
Industrial and Commercial Bank
of China Limited

JS Bank Limited
Meezan Bank Limited
MCB Bank Limited
MCB Islamic Bank Limited
National Bank of Pakistan
Pak Brunei Investment
Company Limited
Pakistan Kuwait Investment
Company (Private) Limited
Samba Bank Limited
Silk Bank Limited
Soneri Bank Limited
Summit Bank Limited
Standard Chartered Bank
(Pakistan) Limited
The Bank of Punjab
The Bank of Punjab - Taqwa
Islamic Banking
United Bank Limited



Mills

Spinning units, Yarn Dyeing & Power plant

Nishatabad, Faisalabad.

Spinning units & Power plant

20 K.M. Sheikhpura Faisalabad Road, Feroze Watwan.

Spinning units & Power plant

Plot No. 172-180 & 188-197, M-3 Industrial City, Sahianwala, FIEDMC, 2 K.M. Jhumra Chiniot Road, Chak Jhumra, Faisalabad.

Weaving units, Denim Unit & Power plant

12 K.M. Faisalabad Road, Sheikhpura.

Weaving unit, Dyeing & Finishing unit, Processing unit, Stitching units and Power plant

5 K.M. Nishat Avenue Off 22 K.M. Ferozpur Road, Lahore.

Terry Unit

7 K.M. Nishat Avenue Off 22 K.M. Ferozpur Road, Lahore.

Apparel Unit

2 K.M. Nishat Avenue Off 22 K.M. Ferozpur Road, Lahore.

Registered office

Nishat House,
53 - A, Lawrence Road, Lahore.
Tel: 042-36360154, 042-111 113 333
Fax: 042-36367414

Shares Registrar

THK Associates (Private) Limited

Head Office, Karachi
Plot No. 32-C Jami Commercial
Street No. 2, DHA Phase VII,
Karachi 75500.
Tel: 021-111 000 322
Fax: 021-35310191

Branch Office, Lahore
Office No. 309, 3rd Floor,
North Tower, LSE building,
19-Sharah-e-Aiwan-e-Iqbal
Lahore.
Tel: 042-36302044

Head Office

7, Main Gulberg, Lahore.
Tel: 042-35716351-59, 042-111 332 200
Fax: 042-35716349-50
E-mail: nishat@nishatmills.com
Website: www.nishatmillsd.com

Liaison Office

1st Floor, Karachi Chambers,
Hasrat Mohani Road, Karachi.
Tel: 021-32414721-23
Fax: 021-32412936

DIRECTORS' REPORT

Directors of Nishat Mills Limited (the "Company") are pleased to present the Directors' Report for the nine-month period ended 31 March 2024.

Operating Financial Results

The Company recorded a remarkable increase in revenue by Rs. 15.658 billion (14.97%) from Rs. 104.609 billion in the corresponding nine-month period of the last year to Rs. 120.267 billion in the current nine-month period ended 31 March 2024. This exceptional growth was driven by favorable quantity and rate variances. However, the unprecedented rise in cost of production, especially energy expenses due to withdrawal of various subsidies, led to a substantial decline in gross profit by Rs. 3.121 billion (19.19%).

Other income witnessed a notable increase of Rs. 2.428 billion (29.67%), rising from Rs. 8.184 billion in the corresponding nine months of the previous year to Rs. 10.612 billion in the nine months of the current year. This serves as evidence of the effectiveness of our investment policy, which consistently contributes to the Company's profitability.

Profit after tax declined by Rs. 5.788 billion (51.98%), primarily due to a significant increase in finance cost and the imposition of a higher super tax rate during the current period compared to the corresponding period of the previous year.

Financial Highlights	Nine months ended 31 March		Increase / (decrease) %
	2024	2023	
Revenue (Rs. '000')	120,266,712	104,609,259	14.97
Gross Profit (Rs. '000')	13,141,763	16,263,010	(19.19)
Profit after tax (Rs. '000')	5,347,630	11,135,934	(51.98)
Gross Profit (%)	10.93	15.55	
Profit after tax (%)	4.45	10.65	
Earnings per share – (Rs.)	15.21	31.67	

General Market Review and Future Prospects

The textile sector in Pakistan is grappling with numerous challenges, which have significantly impacted its performance during the nine months ended on 31 March 2024. The global economic slowdown has subdued demand for textile products in the international market. Domestically, high energy cost, costly financing, and the imposition of unprecedented government taxation have escalated the cost of doing business. Collectively, these factors have significantly affected the textile industry's current performance and future prospects.

Segment Analysis

Following is the brief overview on segmental performance of the Company.

Spinning

The Spinning sector faced many challenges in both domestic and export markets during the period. Demand in the export market remained subdued, while volatility in yarn prices prevailed in the local market due to fluctuations in local cotton prices and demand. Despite these challenges, the local market offered

more opportunities compared to the export market.

Adverse global economic factors such as continued recession, high inflation and currency fluctuations led to reluctance among international buyers to purchase Pakistani yarn at offered prices. These prices were influenced by local market conditions and high cost of production. Consequently, Pakistani yarn prices were less competitive in the export market. Competing against yarn prices from countries like India, Vietnam, and Indonesia was a challenge for Pakistani exporters. However, the Spinning division successfully addressed the market dynamics in response to these challenges.

Yarn	Nine months ended 31 March		Increase / (Decrease)	
	2024	2023	Value	% age
Sale – (kgs '000')	33,965	21,639	12,326	56.96
Rate / kg	854.46	790.60	63.86	8.08
Sale – (Rs. '000')	29,021,647	17,107,717	11,913,930	69.64

Considering the prevailing global economic dynamics, coupled with the ongoing increase in production costs in Pakistan, the remaining part of the financial year 2023-24 is expected to remain challenging. The Division's marketing team will closely monitor the market situation and devise strategies accordingly.

Weaving

The demand for grey fabric in European fashion wear has declined due to inflation, as consumers prioritize spending on essentials like food and utilities over clothing. In response, our strategy has shifted towards increasing the share of technical fabric business, which offers a more stable option for selling with larger volumes.

Grey Cloth	Nine months ended 31 March		Increase / (Decrease)	
	2024	2023	Value	% age
Sale – (meters '000')	68,740	75,272	(6,532)	(8.68)
Rate / meter	332.68	333.99	(1.31)	(0.39)
Sale – (Rs. '000')	22,868,220	25,139,983	(2,271,763)	(9.04)

Our objective is to further enhance our export business due to the continued sluggishness in the local greige cloth market. We anticipate a significant increase in the sale of our technical fabric segment which is in line with this objective. To increase our capacities in this area, we have invested in specialized back processes, particularly polyester filament warping, which is scheduled to become operational by June 2024.

Dyeing

Despite the global and domestic issues, the Dyeing Division maintained its performance during the first nine months of the financial year 2023-24.

As the final quarter of the current fiscal year has started which is historically known for its slowness in textile business cycle, the management anticipates facing further challenges. These include the low demand for apparel products in international markets along with already rising energy cost.

However, the management is vigilant and proactive in monitoring the market situation. We are taking all possible steps to mitigate the impact of these challenges to sustain profitability and growth of the Division.

Processed Cloth	Nine months ended 31 March		Increase / (Decrease)	
	2024	2023	Value	% age
Sale – (meters '000')	35,360	36,708	(1,348)	(3.67)
Rate / meter	693.82	683.66	10.16	1.49
Sale – (Rs. '000')	24,533,625	25,095,908	(562,283)	(2.24)

Home Textile and Terry

While the challenges persisted through the second quarter, the third quarter proved to be even more demanding. High interest rates, escalating energy costs, and rising raw material prices continued to weigh heavily on our operations.

Despite these problems, the Division managed to achieve remarkable growth in processed cloth and made-ups sales, amounting to an increase of Rs. 2.255 billion (15.97%). This growth is important considering the slowdown in buying patterns attributed to the economic downturn in Europe and the USA.

Throughout this period, our focus remained on effective cost management, diversification of product and proactive anticipation of market trends which helped us in maintaining profitability.

Processed Cloth and Made-ups	Nine months ended 31 March		Increase / (Decrease)	
	2024	2023	Value	% age
Sale – (meters '000')	20,834	19,618	1,216	6.20
Rate / meter	785.81	719.59	66.22	9.20
Sale – (Rs. '000')	16,371,597	14,116,870	2,254,727	15.97

Terry products sales has also increased by Rs. 4.016 billion (108.92%).

Terry	Nine months ended 31 March		Increase / (Decrease)	
	2024	2023	Value	% age
Sale – (kgs '000')	4,785	2,442	2,343	95.95
Rate / kg	1,609.85	1,509.88	99.97	6.62
Sale – (Rs. '000')	7,703,120	3,687,120	4,016,000	108.92

Garments

The Garments Division has performed well despite multiple challenge faced by the textile sector. The Division's revenue increased by Rs. 1.338 billion (12.68%) in the current nine months as compared to the corresponding nine months of the previous year.

Garments	Nine months ended 31 March		Increase / (Decrease)	
	2024	2023	Value	% age
Sale – (garments '000')	5,497	5,737	(240)	(4.18)
Rate / garment	2,163.51	1,839.80	323.71	17.59
Sale – (Rs. '000')	11,892,838	10,554,947	1,337,891	12.68

The Division is focused to mitigating the adverse impact of challenges encountered by the industry. The management has employed a comprehensive approach that includes strategic cost management initiatives, innovation in processes and products, optimization of resource utilization, and the cultivation of a culture of continuous improvement throughout our organization.

Power Generation

The textile sector is facing the challenge of rising energy costs. The discontinuation of subsidized rates, Rs. 20.19 per KWh and USD 9 per mmbtu on 01 March 2023 and 01 July 2023 respectively, has increased the cost of doing business and rendered Pakistani textile products less competitive compared to those of regional competitors. In response to these circumstances, the Company's strategy is to invest in renewable energy sources to mitigate the impact of escalating energy expenses.

Currently, we have the capacity to generate 14.2 MW of electricity through solar power plants, and we are actively pursuing the acquisition and installation of an additional 2.562 MW through multiple projects. Additionally, there are plans underway for 8.96 MW solar projects. We firmly believe that transitioning to renewable energy will not only alleviate the financial strain caused by rising energy costs but also highlight our dedication to sustainable practices.

Subsidiary Companies and Consolidated Financial Statements

Nishat Power Limited, Nishat Linen (Private) Limited, Nishat Hospitality (Private) Limited, Nishat Commodities (Private) Limited, Nishat USA Inc., Nishat Linen Trading LLC, Nishat International FZE and China Guangzhou Nishat Global Co., Ltd form portfolio of subsidiary companies of the Company. Therefore, the Company has annexed consolidated condensed interim financial statements in addition to its separate condensed interim financial statements, in accordance with the requirements of International Financial Reporting Standards.

Composition of the Board

The composition of the Board is as follows:

Total number of Directors:

- | | |
|-----------|---|
| a) Male | 5 |
| b) Female | 2 |

Composition

- | | |
|-----------------------------|---|
| i) Independent Directors | 2 |
| ii) Non-executive Directors | 4 |
| iii) Executive Director | 1 |

Committees of the Board

Audit Committee:

Sr. No.	Name of Director	
1	Mrs. Mehak Adil	Chairperson / Member
2	Syed Zahid Hussain	Member
3	Mr. Farid Noor Ali Fazal	Member

Human Resource and Remuneration (HR&R) Committee:

Sr. No.	Name of Director	
1	Mian Umer Mansha	Member
2	Mrs. Sara Aqeel	Chairperson / Member
3	Mr. Mahmood Akhtar	Member

Directors' Remuneration

The Board of Directors has approved Directors' Remuneration Policy. The main features of the policy are as follows:

- The Company shall not pay remuneration to its non-executive directors, including independent directors, except for meeting fee for attending meetings of Board and its Committees.
- The Company will reimburse or incur expenses of travelling and accommodation of Directors in relation to attending meetings of the Board and its Committees.
- The Directors' Remuneration Policy will be reviewed and approved by the Board of Directors from time to time.

Acknowledgement

The Board is pleased about the efforts of the management, staff and workers.

For and on behalf of the Board of Directors



Mian Umer Mansha
Chief Executive Officer



Farid Noor Ali Fazal
Director

29 April 2024
Lahore



Unconsolidated Condensed Interim
Financial Statements of
Nishat Mills Limited

For the nine months ended 31 March 2024

Unconsolidated Condensed Interim Statement of Financial Position

As at 31 March 2024

	Note	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
1,100,000,000 (30 June 2023: 1,100,000,000) ordinary shares of Rupees 10 each		11,000,000	11,000,000
Issued, subscribed and paid-up share capital			
351,599,848 (30 June 2023: 351,599,848) ordinary shares of Rupees 10 each		3,515,999	3,515,999
Reserves		100,120,809	86,248,120
Total equity		103,636,808	89,764,119
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term financing - secured Deferred liabilities	5	23,473,170 3,175,081 26,648,251	11,898,220 1,805,841 13,704,061
CURRENT LIABILITIES			
Trade and other payables Accrued mark-up Short term borrowings Current portion of non-current liabilities Unclaimed dividend Taxation - net	6	16,368,043 1,847,328 50,373,036 4,010,582 116,597 2,510,534 75,226,120	13,969,278 1,831,194 45,753,793 4,142,057 108,247 1,012,961 66,817,530
TOTAL LIABILITIES		101,874,371	80,521,591
CONTINGENCIES AND COMMITMENTS	7		
TOTAL EQUITY AND LIABILITIES		205,511,179	170,285,710

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



CHIEF EXECUTIVE OFFICER

	Note	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	8	56,362,518	45,265,066
Investment properties		468,394	471,091
Long term investments		53,856,514	38,642,705
Long term loans		321,933	285,639
Long term deposits		820,820	153,320
		111,830,179	84,817,821
CURRENT ASSETS			
Stores, spare parts and loose tools		6,601,978	5,955,945
Stock in trade		40,174,461	34,801,627
Trade debts		22,026,852	13,208,722
Loans and advances		10,240,044	17,347,672
Short term deposits and prepayments		159,434	227,942
Other receivables		12,133,702	11,242,564
Accrued interest		198,389	272,851
Cash and bank balances		2,146,140	2,410,566
		93,681,000	85,467,889
TOTAL ASSETS		205,511,179	170,285,710



DIRECTOR



CHIEF FINANCIAL OFFICER

Unconsolidated Condensed Interim Statement of Profit or Loss

For the nine months ended 31 March 2024 (Un-audited)

	Note	Period ended		Quarter ended	
		31 March 2024	31 March 2023	31 March 2024	31 March 2023
		(Rupees in thousand)			
REVENUE	9	120,266,712	104,609,259	43,295,817	37,102,058
COST OF SALES	10	(107,124,949)	(88,346,249)	(39,459,025)	(32,255,025)
GROSS PROFIT		13,141,763	16,263,010	3,836,792	4,847,033
DISTRIBUTION COST		(4,904,208)	(4,614,581)	(1,916,068)	(1,509,623)
ADMINISTRATIVE EXPENSES		(1,959,820)	(1,615,415)	(675,913)	(533,733)
OTHER EXPENSES		(90,370)	(481,608)	37,814	(155,231)
		(6,954,398)	(6,711,604)	(2,554,167)	(2,198,587)
		6,187,365	9,551,406	1,282,625	2,648,446
OTHER INCOME		10,612,341	8,183,931	2,394,666	3,425,410
PROFIT FROM OPERATIONS		16,799,706	17,735,337	3,677,291	6,073,856
FINANCE COST		(8,056,076)	(4,495,403)	(2,971,017)	(2,099,285)
PROFIT BEFORE TAXATION		8,743,630	13,239,934	706,274	3,974,571
TAXATION		(3,396,000)	(2,104,000)	(992,100)	(674,105)
PROFIT / (LOSS) AFTER TAXATION		5,347,630	11,135,934	(285,826)	3,300,466
EARNINGS PER SHARE - BASIC AND DILUTED (RUPEES)	11	15.21	31.67	(0.81)	9.39

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Unconsolidated Condensed Interim Statement of Comprehensive Income


For the nine months ended 31 March 2024 (Un-audited)

	Period ended		Quarter ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	(Rupees in thousand)			
PROFIT / (LOSS) AFTER TAXATION	5,347,630	11,135,934	(285,826)	3,300,466
OTHER COMPREHENSIVE INCOME / (LOSS)				
Items that will not be reclassified to profit or loss:				
Surplus / (deficit) arising on remeasurement of investments at fair value through other comprehensive income	11,662,398	(1,281,611)	690,087	793,649
Deferred income tax relating to this item	(1,379,340)	10,235	(141,960)	(421,765)
	10,283,058	(1,271,376)	548,127	371,884
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Other comprehensive income / (loss) for the period - net of tax	10,283,058	(1,271,376)	548,127	371,884
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	15,630,688	9,864,558	262,301	3,672,350

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Unconsolidated Condensed Interim Statement of Changes in Equity

For the nine months ended 31 March 2024 (Un-audited)

	Reserves						Total	Total Equity	
	Capital Reserves			Revenue Reserves					
	Premium on Issue of Right Shares	Fair Value Reserve FYTOC Investments	Sub Total	General Reserve	Unappropriated Profit	Sub Total			
Share Capital									
	3,515,999	5,499,530	8,090,895	13,590,425	51,782,028	10,312,491	62,094,519	75,684,944	79,200,943
Balance as at 30 June 2022 - (audited)									
Transaction with owners- Final dividend for the year ended 30 June 2022 @ Rupees 4.00 per share	-	-	-	-	-	(1,406,399)	(1,406,399)	(1,406,399)	(1,406,399)
Transferred to general reserve	-	-	-	-	8,906,000	(8,906,000)	-	-	-
Profit for the period	-	-	-	-	-	11,135,934	11,135,934	11,135,934	11,135,934
Other comprehensive loss for the period	-	-	(1,271,376)	(1,271,376)	-	-	-	(1,271,376)	(1,271,376)
Total comprehensive income for the period	-	-	(1,271,376)	(1,271,376)	-	11,135,934	11,135,934	9,864,558	9,864,558
Balance as at 31 March 2023 - (un-audited)	3,515,999	5,499,530	6,819,519	12,319,049	60,688,028	11,136,026	71,824,054	84,143,103	87,659,102
Profit for the period	-	-	-	-	-	1,030,088	1,030,088	1,030,088	1,030,088
Other comprehensive income for the period	-	-	1,074,929	1,074,929	-	-	-	1,074,929	1,074,929
Total comprehensive income for the period	-	-	1,074,929	1,074,929	-	1,030,088	1,030,088	2,105,017	2,105,017
Balance as at 30 June 2023 - (audited)	3,515,999	5,499,530	7,894,448	13,393,978	60,688,028	12,166,114	72,854,142	86,248,120	89,764,119
Transaction with owners- Final dividend for the year ended 30 June 2023 @ Rupees 5.00 per share	-	-	-	-	-	(1,757,999)	(1,757,999)	(1,757,999)	(1,757,999)
Transferred to general reserve	-	-	-	-	10,408,000	(10,408,000)	-	-	-
Profit for the period	-	-	-	-	-	5,347,630	5,347,630	5,347,630	5,347,630
Other comprehensive income for the period	-	-	10,283,058	10,283,058	-	-	-	10,283,058	10,283,058
Total comprehensive income for the period	-	-	10,283,058	10,283,058	-	5,347,630	5,347,630	15,630,688	15,630,688
Balance as at 31 March 2024 - (un-audited)	3,515,999	5,499,530	18,177,506	23,677,036	71,096,028	5,347,745	76,443,773	100,120,809	103,636,808

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Unconsolidated Condensed Interim Statement of Cash Flows

For the nine months ended 31 March 2024 (Un-audited)

	Note	Period ended	
		31 March 2024	31 March 2023
		(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash (used in) / generated from operations	12	(2,043,051)	2,488,049
Finance cost paid		(8,039,942)	(3,621,836)
Income tax - net		(1,898,427)	(1,739,164)
Exchange gain on forward exchange contracts received		220,685	28,977
Net (increase) / decrease in long term loans		(40,328)	107,697
Net increase in long term deposits		(667,500)	(23,586)
Net cash used in operating activities		(12,468,563)	(2,759,863)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(14,026,828)	(6,773,376)
Proceeds from sale of property, plant and equipment		117,871	65,168
Investments made		(3,576,221)	(2,405,044)
Loan to Nishat Linen (Private) Limited - subsidiary company		(34,738,320)	(53,952,001)
Repayment of loan by Nishat Linen (Private) Limited - subsidiary company		41,030,486	40,122,328
Interest received		2,332,511	1,953,180
Proceeds from sale of investment		30,000	-
Dividends received		6,771,713	3,468,362
Net cash used in investing activities		(2,058,788)	(17,521,383)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long term financing		13,640,745	2,300,333
Repayment of long term financing		(2,207,370)	(2,458,843)
Short term borrowings - net		4,619,243	23,504,398
Dividend paid		(1,749,649)	(1,399,393)
Net cash from financing activities		14,302,969	21,946,495
Net (decrease) / increase in cash and cash equivalents		(224,382)	1,665,249
Net foreign exchange difference on translating cash and bank balances		(40,044)	50,551
Cash and cash equivalents at the beginning of the period		2,410,566	91,727
Cash and cash equivalents at the end of the period		2,146,140	1,807,527

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

Selected Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

1 THE COMPANY AND ITS OPERATIONS

Nishat Mills Limited is a public limited Company incorporated in Pakistan under the Companies Act, 1913 (Now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. Its registered office is situated at 53-A, Lawrence Road, Lahore. The Company is engaged in the business of textile manufacturing and of spinning, combing, weaving, bleaching, dyeing, printing, stitching, apparel, buying, selling and otherwise dealing in yarn, linen, cloth and other goods and fabrics made from raw cotton, synthetic fibre and cloth, and to generate, accumulate, distribute, supply and sell electricity.

2 BASIS OF PREPARATION

2.1 These unconsolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These unconsolidated condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2023. These unconsolidated condensed interim financial statements are un-audited and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information and methods of computations adopted for the preparation of these unconsolidated condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2023.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these unconsolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these unconsolidated condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2023.

	Note	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
5 LONG TERM FINANCING - SECURED			
Opening balance		14,784,510	15,320,725
Add: Obtained during the period / year		13,640,745	2,476,845
Less: Repaid during the period / year		(2,207,370)	(3,038,566)
Add: Deferred income amortized during the period / year	5.1	11,227	25,506
		26,229,112	14,784,510
Less: Current portion shown under current liabilities		(2,755,942)	(2,886,290)
		23,473,170	11,898,220

5.1 This represents impact of benefit of loans obtained under the schemes of State Bank of Pakistan at below market rate of interest.

	Note	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
6 SHORT TERM BORROWINGS			
From banking companies and development financial institution - secured			
State Bank of Pakistan (SBP) refinance	6.1, 6.2 & 6.3	24,238,496	21,409,980
Other short term finances	6.1 & 6.4	14,958,092	5,612,000
Temporary bank overdrafts	6.1, 6.2 & 6.5	1,176,448	14,731,813
From other			
Privately placed sukuks	6.6	10,000,000	4,000,000
		50,373,036	45,753,793

Selected Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

- 6.1** These finances are obtained from banking companies and development financial institution under mark up arrangements and are secured against joint pari passu hypothecation charge on all present and future current assets and other instruments. Markup is payable quarterly or at maturity. In certain short term borrowings, total mark up is deducted at the time of disbursement.
- 6.2** These finances includes balance of short term borrowings of Rupees 1,670.855 million (30 June 2023: 680.858 million) payable to MCB Bank Limited – associated company, which has been utilized for working capital requirements.
- 6.3** The rates of mark up range from 2.00% to 19.00% (30 June 2023: 0.94% to 18.00%) per annum during the period / year on the balance outstanding.
- 6.4** The rates of mark up range from 5.40% to 23.42% (30 June 2023: 14.16% to 22.49%) per annum during the period / year on the balance outstanding.
- 6.5** The rates of mark up range from 21.40% to 23.97% (30 June 2023: 11.94% to 23.19%) per annum during the period / year on the balance outstanding.
- 6.6** These represent privately placed, unsecured, non-convertible and shariah compliant short term sukuk having maturity period of 6 months and carrying profit at the rate of 3 months KIBOR plus 0.15% per annum. The rate of mark up ranges from 21.55% to 22.98% (30 June 2023: 16.66% to 22.95%) per annum.

7 CONTINGENCIES AND COMMITMENTS

a) Contingencies

- i)** Guarantees of Rupees 5,226.060 million (30 June 2023: Rupees 5,766.720 million) are given by the banks of the Company to Sui Northern Gas Pipelines Limited against gas connections, Shell Pakistan Limited and Pakistan State Oil Limited against purchase of furnace oil, Director Excise and Taxation, Karachi against infrastructure cess, Chairman Punjab Revenue Authority, Lahore against infrastructure cess, Directorate of Cotton Cess Management against cotton cess, Collector of Customs against regulatory duty, Inspector General Frontier Corps KP (South), The President of Islamic Republic of Pakistan through the Controller of Military Accounts (Defence Purchase), Airport Security Force, Director General (Purchase and Disposal) WAPDA Sunny View Lahore, Provincial Police Officer, Office of Inspector General of Police KPK and Inspector General of Punjab Police against fulfillment of sales orders, High Court of Sindh, Karachi against the matter of importation of LED lights, Faisalabad Electric Supply Company Limited (FESCO) against installation of grid station and to the bank of Hyundai Nishat Motor (Private) Limited (associated company) to secure financial assistance to the associated company. Further, the Company has issued cross corporate guarantees of Rupees 735.417 million (30 June 2023: Rupees 666.667 million) and Rupees 1,777.500 million (30 June 2023: Rupees 1,750 million) on behalf of Nishat Linen (Private) Limited - wholly owned subsidiary company and Nishat Sutas Dairy Limited - associated company respectively to secure the obligations of subsidiary company and associated company towards their lenders.
- ii)** Post dated cheques of Rupees 40,495.847 million (30 June 2023: Rupees 41,132.481 million) are issued to customs authorities in respect of duties on imported items availed

on the basis of consumption and export plans. If documents of exports are not provided on due dates, cheques issued as security shall be encashable.

- iii) Post dated cheques of Rupees 471.915 million (30 June 2023: Rupees 122.180 million) are issued to Sui Northern Gas Pipeline Limited in pursuance of order of Lahore High Court, Lahore in the case of gas infrastructure development cess and in the case of providing blend of RLNG and Gas tariff to new Co-generation Captive connections instead of charging full RLNG notified tariff, post dated cheques of Rupees 404.411 million (30 June 2023: Rupees 2.140 million) are issued to Lahore Electric Supply Company Limited and Faisalabad Electric Supply Company Limited in pursuance of order of Lahore High Court, Lahore in the case of income tax on electricity bills for the month of July 2021 and in the case where DISCOs have charged full NEPRA notified tariff with effect from 01 March 2023 instead of reduced rate of Rupees 19.99 per KWh and post dated cheque of Rupees Nil (30 June 2023: Rupees 697.461 million) is issued to Federal Board of Revenue (FBR) in pursuance of order of Lahore High Court, Lahore in the matter of super tax.

b) Commitments

- i) Contracts for capital expenditure are approximately of Rupees 4,497.883 million (30 June 2023: Rupees 6,767.974 million).
- ii) Letters of credit other than for capital expenditure are of Rupees 5,113.977 million (30 June 2023: Rupees 3,201.029 million).
- iii) Outstanding foreign currency forward contracts of Rupees 2,611.974 million (30 June 2023: Rupees 838.241 million).
- iv) Commitment arises from short-term leases recognized on a straight-line basis as expense under the practical expedients applied by the Company with respect to IFRS 16. The amount of future payments under these leases and the period in which these payments will become due are as follows:

		Un-audited 31 March 2024	Audited 30 June 2023
	Note	(Rupees in thousand)	
Not later than one year		144,171	133,101
8	PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets	8.1	37,461,972	38,987,142
Capital work-in-progress	8.2	18,900,546	6,277,924
		56,362,518	45,265,066

Selected Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

	Note	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
8.1 Operating fixed assets			
Opening book value		38,987,142	34,938,589
Add: Cost of additions during the period / year	8.1.1	1,410,872	7,653,136
		40,398,014	42,591,725
Less: Book value of deletions during the period / year	8.1.2	(99,954)	(54,637)
		40,298,060	42,537,088
Less: Depreciation charged during the period / year		(2,836,088)	(3,549,946)
		37,461,972	38,987,142
8.1.1 Cost of additions			
Freehold land		5,751	22,285
Buildings on freehold land		101,961	1,628,418
Plant and machinery		887,402	5,504,890
Electric installations		14,422	126,262
Factory equipment		45,126	37,886
Furniture, fixtures and office equipment		61,411	50,044
Computer equipment		33,916	37,394
Vehicles		260,883	245,957
		1,410,872	7,653,136
8.1.2 Book value of deletions			
Plant and machinery		63,422	12,989
Electric installations		2,881	-
Furniture, fixtures and office equipment		86	-
Computer equipment		656	466
Vehicles		32,909	41,182
		99,954	54,637
8.2 Capital work-in-progress			
Buildings on freehold land		7,273,791	4,207,963
Plant and machinery		10,601,524	1,733,664
Electric installations		715,773	220,082
Unallocated capital expenditures		246,707	73,385
Advances against purchase of freehold land		2,912	942
Advances against furniture, fixtures and office equipment		20,261	7,724
Advances against purchase of vehicles		39,578	34,164
		18,900,546	6,277,924

9 REVENUE

9.1 In the following table, revenue from contracts with customers is disaggregated by primary geographical market, major products and service lines and timing of revenue recognition.

Description	Spinning						Weaving						Dyeing						Home Textile and Terry					
	Period ended		Quarter ended		Period ended		Quarter ended		Period ended		Quarter ended		Period ended		Quarter ended		Period ended		Quarter ended					
	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23				
Region																								
Europe	515,826	696,394	274,745	223,102	11,351,673	13,777,066	3,900,099	4,573,769	493,032	418,599	188,090	114,717	15,441,893	12,879,761	5,136,852	4,384,881								
America	543,381	631,147	203,581	66,731	597,059	970,421	206,407	306,694	17,540	8,253	13,710	-	5,029,465	2,573,381	1,790,504	1,013,237								
Asia, Africa, Australia	6,761,618	4,515,128	2,289,482	1,961,789	2,767,138	2,606,281	893,114	1,022,103	14,655,178	18,042,982	5,346,621	5,913,893	1,994,989	1,524,010	758,971	597,962								
Pakistan	24,510,507	15,955,117	9,194,428	6,655,856	8,733,223	8,346,214	2,553,148	2,585,581	9,871,794	7,261,449	9,578,267	2,508,389	4,649,482	3,359,065	1,917,472	1,166,660								
	32,351,632	21,797,786	11,962,136	8,307,478	23,449,093	25,699,982	7,552,768	8,488,147	25,037,544	25,730,383	9,126,688	8,536,999	27,115,771	20,336,217	9,603,799	7,162,520								
Timing of revenue recognition																								
Products and services transferred at a point in time	32,351,632	21,797,786	11,962,136	8,307,478	23,449,093	25,699,982	7,552,768	8,488,147	25,037,544	25,730,383	9,126,688	8,536,999	27,115,771	20,336,217	9,603,799	7,162,520								
Products and services transferred over time	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-								
	32,351,632	21,797,786	11,962,136	8,307,478	23,449,093	25,699,982	7,552,768	8,488,147	25,037,544	25,730,383	9,126,688	8,536,999	27,115,771	20,336,217	9,603,799	7,162,520								
Major products / service lines																								
Yarn	32,351,632	21,797,786	11,962,136	8,307,478	-	-	-	-	-	-	-	-	-	-	-	-								
Grey Cloth	-	-	-	-	23,449,093	25,699,982	7,552,768	8,488,147	-	-	-	-	-	-	-	-								
Processed Cloth	-	-	-	-	-	-	-	-	25,037,544	25,730,383	9,126,688	8,536,999	-	-	-	-								
Made Ups	-	-	-	-	-	-	-	-	-	-	-	-	18,739,119	16,162,162	6,543,178	5,232,965								
Garments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-								
Towels and Bath Robes	-	-	-	-	-	-	-	-	-	-	-	-	8,376,652	4,184,055	3,060,621	1,929,865								
Electricity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-								
	32,351,632	21,797,786	11,962,136	8,307,478	23,449,093	25,699,982	7,552,768	8,488,147	25,037,544	25,730,383	9,126,688	8,536,999	27,115,771	20,336,217	9,603,799	7,162,520								

Continued on next page

	Period ended		Quarter ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
(Rupees in thousand)				
10 COST OF SALES				
Raw materials consumed	63,945,725	53,493,597	22,765,447	18,934,413
Processing charges	401,180	229,786	191,540	83,888
Salaries, wages and other benefits	10,622,946	8,139,729	3,948,145	2,547,593
Stores, spare parts and loose tools consumed	11,687,286	9,213,792	4,344,161	3,376,520
Packing materials consumed	2,814,864	1,982,513	990,363	710,330
Repair and maintenance	714,466	613,697	254,646	169,978
Fuel and power	15,179,687	13,093,156	5,139,200	4,225,273
Insurance	69,135	62,183	25,351	21,793
Other factory overheads	1,116,611	987,878	393,277	348,784
Depreciation	2,733,971	2,514,186	915,425	864,640
	109,285,871	90,330,517	38,967,555	31,283,212
Work-in-process:				
Opening stock	7,994,358	6,049,041	9,215,615	7,237,140
Closing stock	(9,111,990)	(7,576,822)	(9,111,990)	(7,576,822)
	(1,117,632)	(1,527,781)	103,625	(339,682)
Cost of goods manufactured	108,168,239	88,802,736	39,071,180	30,943,530
Finished goods:				
Opening stock	10,390,983	8,172,559	11,822,118	9,940,541
Closing stock	(11,434,273)	(8,629,046)	(11,434,273)	(8,629,046)
	(1,043,290)	(456,487)	387,845	1,311,495
	107,124,949	88,346,249	39,459,025	32,255,025

		Period ended	
		31 March 2024	31 March 2023
11 EARNINGS PER SHARE - BASIC AND DILUTED			
There is no dilutive effect on the basic earnings per share which is based on:			
Profit attributable to ordinary shareholders	(Rupees in thousand)	5,347,630	11,135,934
Weighted average number of ordinary shares	(Numbers)	351,599,848	351,599,848
Earnings per share	(Rupees)	15.21	31.67

Selected Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

	Note	Period ended	
		31 March 2024	31 March 2023
		(Rupees in thousand)	
12 CASH (USED IN) / GENERATED FROM OPERATIONS			
Profit before taxation		8,743,630	13,239,934
Adjustments for non-cash charges and other items:			
Depreciation		2,832,119	2,602,093
Gain on sale of property, plant and equipment		(17,917)	(16,485)
Dividend income		(6,771,713)	(3,468,362)
Gain on initial recognition of ordinary shares transferred under Scheme of Compromises, Arrangement and Reconstruction amongst Nishat (Chunian) Limited and its members		-	(460,187)
Allowance for expected credit losses		1,376	1,675
Net exchange gain		(738,576)	(1,802,511)
Interest income on loans and advances to subsidiary company		(2,248,532)	(1,875,717)
Finance cost		8,056,076	4,495,403
Reversal of impairment loss on equity investment		(5,190)	-
Reversal of provision for slow moving, obsolete and damaged store items		-	(34)
Working capital changes	12.1	(11,894,324)	(10,227,760)
		(2,043,051)	2,488,049
12.1 Working capital changes			
(Increase) / decrease in current assets:			
- Stores, spare parts and loose tools		(646,033)	(1,843,881)
- Stock in trade		(5,372,834)	(7,489,980)
- Trade debts		(8,263,534)	(538,793)
- Loans and advances		819,496	(1,323,216)
- Short term deposits and prepayments		68,508	67,788
- Other receivables		(896,495)	(827,634)
		(14,290,892)	(11,955,716)
Increase in trade and other payables		2,396,568	1,727,956
		(11,894,324)	(10,227,760)

13 SEGMENT INFORMATION

13.1 The Company has following reportable business segments. The following summary describes the operation in each of the Company's reportable segments:

Spinning:	Producing different qualities of yarn including dyed yarn and sewing thread using natural and artificial fibers.
Weaving:	Producing different qualities of greige fabric using yarn.
Dyeing:	Producing dyed fabric using different qualities of greige fabric.
Home Textile and Terry:	Manufacturing of home textile articles using processed fabric produced from greige fabric and manufacturing of terry and bath products.
Garments:	Manufacturing of garments using processed fabric.
Power Generation:	Generation and distribution of power using gas, oil, steam, coal, solar and biomass.

Transactions among the business segments are recorded at cost. Inter segment sales and purchases have been eliminated from the total.

Selected Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

	Spinning		Weaving		Dyeing		Home Textile and Terry		Garments		Power Generation		Elimination of inter-segment transactions		Total-Company	
	Un-audited 31 Mar 2024	Audited 31 Mar 2023	Un-audited 31 Mar 2024	Audited 31 Mar 2023	Un-audited 31 Mar 2024	Audited 31 Mar 2023	Un-audited 31 Mar 2024	Audited 31 Mar 2023	Un-audited 31 Mar 2024	Audited 31 Mar 2023	Un-audited 31 Mar 2024	Audited 31 Mar 2023	Un-audited 31 Mar 2024	Audited 31 Mar 2023	Un-audited 31 Mar 2024	Audited 31 Mar 2023
Revenue	32,351,532	21,797,786	25,449,094	25,693,982	25,037,543	25,730,363	27,115,771	20,336,217	10,970,307	71,025	74,584	-	-	120,266,712	104,009,259	-
External	13,091,713	11,169,571	21,659,206	17,176,405	2,621,412	1,941,464	311,224	367,790	2,285	1,726	13,207,015	65,479,394	(43,863,971)	-	104,609,259	-
Intersegment	45,443,245	30,967,357	45,308,300	42,876,387	27,636,755	27,671,847	20,704,007	18,263,727	10,972,033	15,659,309	13,281,599	(5,479,394)	(43,863,971)	120,266,712	104,609,259	-
Cost of sales	(42,100,109)	(31,091,129)	(42,205,365)	(37,624,615)	(24,363,637)	(22,224,633)	(25,174,982)	(16,363,629)	(9,452,391)	(15,636,100)	(13,263,629)	59,473,924	43,863,971	(107,124,949)	(89,346,249)	-
Gross profit	3,343,193	1,676,228	3,102,935	5,051,772	3,275,118	5,447,214	2,282,013	2,350,278	1,145,349	1,519,642	20,209	17,778	-	13,141,763	16,363,010	-
Distribution cost	(637,053)	(494,860)	(899,807)	(1,225,469)	(604,636)	(967,698)	(1,049,995)	(1,293,059)	(782,717)	(666,379)	-	-	-	(4,904,268)	(4,614,361)	-
Administrative expenses	(929,729)	(403,716)	(686,391)	(335,558)	(266,614)	(224,012)	(446,619)	(345,285)	(254,431)	(250,197)	(77,037)	(7,037)	-	(1,969,820)	(1,615,419)	-
Profit / (loss) before taxation and unallocated income and expenses	(1,165,782)	(890,396)	(1,286,198)	(1,591,027)	(1,201,250)	(1,191,910)	(2,090,613)	(1,604,944)	(1,037,149)	(917,072)	(77,037)	(56,647)	-	(6,864,029)	(6,229,596)	-
Income and expenses	2,177,357	977,632	1,616,737	3,460,745	2,073,866	4,255,304	155,400	745,634	103,201	602,570	(63,829)	(68,671)	-	6,277,735	10,033,014	-
Unallocated income and expenses:																
Other expenses																
Other income																
Finance cost																
Taxation																
Profit after taxation																

13.3 Reconciliation of reportable segment assets and liabilities

	Spinning		Weaving		Dyeing		Home Textile and Terry		Garments		Power Generation		Elimination of inter-segment transactions		Total-Company	
	Un-audited 30 Jun 2023	Audited 30 Jun 2023	Un-audited 30 Jun 2024	Audited 30 Jun 2023	Un-audited 30 Jun 2024	Audited 30 Jun 2023	Un-audited 30 Jun 2024	Audited 30 Jun 2023	Un-audited 30 Jun 2024	Audited 30 Jun 2023	Un-audited 30 Jun 2024	Audited 30 Jun 2023	Un-audited 30 Jun 2024	Audited 30 Jun 2023	Un-audited 30 Jun 2024	Audited 30 Jun 2023
Total assets for reportable segments	29,179,994	25,664,344	18,111,012	16,429,296	35,243,648	18,842,412	24,569,626	20,845,741	9,874,503	8,571,547	12,366,125	10,081,716	126,334,098	101,239,056		
Unallocated assets:																
Long term investments																
Other receivables																
Cash and bank balances																
Other corporate assets																
Total assets as per unconsolidated condensed interim statement of financial position	29,179,994	25,664,344	18,111,012	16,429,296	35,243,648	18,842,412	24,569,626	20,845,741	9,874,503	8,571,547	12,366,125	10,081,716	126,334,098	101,239,056		
Total liabilities for reportable segments	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Unallocated liabilities:																
Deferred liabilities																
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082	2,629,358	2,566,716	1,617,530	2,393,148	2,637,067	1,475,569	865,316	2,159,891	2,134,075	15,196,438	12,099,291		
Other corporate liabilities																
Total liabilities as per unconsolidated condensed interim statement of financial position	3,079,032	2,275,945	3,522,082</													

14 RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognized and measured at fair value in these unconsolidated condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements At 31 March 2024 - Un-audited	Level 1	Level 2	Level 3	Total
	(Rupees in thousand)			
Financial assets				
Fair value through other comprehensive income	37,684,027	-	8,651,163	46,335,190
Derivative financial assets	-	4,191	-	4,191
Total financial assets	37,684,027	4,191	8,651,163	46,339,381
Financial liabilities				
Derivative financial liabilities	-	20,489	-	20,489
Total financial liabilities	-	20,489	-	20,489

Recurring fair value measurements At 30 June 2023 - Audited	Level 1	Level 2	Level 3	Total
	(Rupees in thousand)			
Financial assets				
Fair value through other comprehensive income	25,789,600	-	8,321,102	34,110,702
Derivative financial assets	-	31	-	31
Total financial assets	25,789,600	31	8,321,102	34,110,733
Financial liabilities				
Derivative financial liabilities	-	18,292	-	18,292
Total financial liabilities	-	18,292	-	18,292

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the nine months ended 31 March 2024. Further there was no transfer out of level 3 measurements.

The Company's policy is to recognize transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives and trading and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Selected Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

ii) Valuation techniques used to determine fair values

Specific valuation techniques used to value financial instruments include the use of quoted market prices or dealer quotes for similar instruments and the fair value of the remaining financial instruments is determined using discounted cash flow analysis.

iii) Fair value measurements using significant unobservable inputs (level 3)

The following table presents the changes in level 3 items for the year ended 30 June 2023 and for the period ended 31 March 2024:

	Unlisted equity securities (Rupees in thousand)
Balance as on 30 June 2022 - Audited	6,917,218
Add: Investment made during the period	1,318,825
Add: Surplus recognized in other comprehensive income	1,219,345
Balance as on 31 March 2023 - Un-audited	9,455,388
Add: Investment made during the period	535,500
Less: Deficit recognized in other comprehensive income	(1,669,786)
Balance as on 30 June 2023 - Audited	8,321,102
Add: Investment made during the period	586,900
Less: Investment disposed of during the period	(24,810)
Less: Deficit recognized in other comprehensive income	(232,029)
Balance as on 31 March 2024 - Un-audited	8,651,163

iv) Valuation inputs and relationships to fair value

The following table summarizes the quantitative information about the significant unobservable inputs used in level 3 fair value measurements.

Description	Fair value at		Unobservable inputs	Range of inputs (probability-weighted average)	Relationship of unobservable inputs to fair value
	Un-audited	Audited			
	31 March 2024	30 June 2023			
(Rupees in thousand)					
Fair value through other comprehensive income					
Nishat Paper Products Company Limited	216,978	171,023	Terminal growth factor	2.00%	Increase / decrease in terminal growth factor by 1% and decrease / increase in discount rate by 1% would increase / decrease fair value by Rupees +144.613 million / - 111.921 million.
			Risk adjusted discount rate	17.56%	
Security General Insurance Company Limited	394,016	375,303	Terminal growth factor	2.00%	Increase / decrease in terminal growth factor by 1% and decrease / increase in discount rate by 1% would increase / decrease fair value by Rupees +38.042 million / -30.781 million.
			Risk adjusted discount rate	19.39%	
Nishat Dairy (Private) Limited	522,120	484,200	Terminal growth factor	2.00%	Increase / decrease in terminal growth factor by 1% and decrease / increase in discount rate by 1% would increase / decrease fair value by Rupees +40.470 million / -33.060 million.
			Risk adjusted discount rate	22.37%	
Nishat Hotels and Properties Limited	1,636,647	1,418,279	Terminal growth factor	2.00%	Increase / decrease in terminal growth factor by 1% and decrease / increase in discount rate by 1% would increase / decrease fair value by Rupees + 288.689 million / - 219.848 million.
			Risk adjusted discount rate	15.95%	
Hyundai Nishat Motor (Private) Limited	4,089,303	4,617,485	Terminal growth factor	2.00%	Increase / decrease in terminal growth factor by 1% and decrease / increase in discount rate by 1% would increase / decrease fair value by Rupees + 307.519 million / - 262.917 million.
			Risk adjusted discount rate	24.14%	
Nishat Sutas Diary Limited	1,792,099	1,254,812	Terminal growth factor	2.00%	Increase / decrease in terminal growth factor by 1% and decrease / increase in discount rate by 1% would increase / decrease fair value by Rupees + 462.736 million / - 363.769 million.
			Risk adjusted discount rate	18.77%	

There were no significant inter-relationships between unobservable inputs that materially affect fair values.

Valuation processes

Independent valuer performs the valuations of non-property items required for financial reporting purposes, including level 3 fair values. The independent valuer reports directly to the Chief Financial Officer. Discussions of valuation processes and results are held between the Chief Financial Officer and the valuation team at least once in every six months.

The main level 3 inputs used by the Company are derived and evaluated as follows:

Discount rates for financial instruments are determined using a capital asset pricing model to calculate a rate that reflects current market assessments of the time value of money and the risk specific to the asset.

Earnings growth factor for unlisted equity securities are estimated based on market information for similar types of companies.

Changes in level 2 and 3 fair values are analyzed at the end of half yearly reporting period during the valuation discussion between the Chief Financial Officer and the independent valuer. As part of this discussion the independent valuer presents a report that explains the reason for the fair value movements.

15 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise subsidiary companies, associated undertakings, other related parties, post employment benefit plan and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties are as follows:

i) Transactions

	Period ended		Quarter ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	(Rupees in thousand)			
Subsidiary companies				
Investment made	2,989,321	-	-	-
Dividend income	1,071,562	1,227,920	451,583	361,266
Short term loan given	34,738,320	53,952,001	9,325,287	12,178,824
Repayment of short term loan made	41,030,486	40,122,328	13,726,530	15,636,104
Interest income	2,248,532	1,875,717	598,563	837,910
Rental income	76,095	69,200	26,220	23,844
Sale of goods and services	8,432,669	9,184,985	2,857,557	3,184,322
Purchase of goods and services	922,092	672,465	384,773	379,763
Associated companies				
Investment made	586,900	2,405,044	-	259,158
Sale of investment	30,000	-	30,000	-
Purchase of goods and services	25,305	16,009	12,391	4,534
Sale of goods and services	27,385	29,771	19,012	17,646
Purchase of operating fixed assets	78,502	54,297	38,626	-
Rental income	6,052	5,509	2,017	1,836
Dividend income	5,686,102	1,850,584	856,131	570,754
Dividend paid	154,265	123,372	-	-
Insurance premium paid	201,159	162,390	61,854	30,798
Insurance claims received	50,007	58,128	13,624	18,843
Interest income	11,806	7,472	74	12
Finance cost	69,659	44,746	22,526	18,596
Other related parties				
Dividend income	-	255,376	-	-
Company's contribution to provident fund trust	391,719	319,647	132,909	108,574
Remuneration paid to Chief Executive Officer and Executives	1,680,044	1,456,900	537,831	432,026
Dividend paid	443,338	354,670	-	-

Selected Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

ii) Period end balances

	As at 31 March 2024			Total
	Subsidiary companies	Associated companies	Other related parties	
	(Rupees in thousand)			
Trade and other payables	211,824	37,633	-	249,457
Accrued markup	-	10,885	-	10,885
Short term borrowings	-	1,670,855	-	1,670,855
Property, plant and equipment	-	15,645	-	15,645
Long term loans	-	-	271,550	271,550
Trade debts	1,011,338	6,901	-	1,018,239
Loans and advances	9,540,578	-	107,392	9,647,970
Accrued interest	186,479	-	-	186,479
Cash and bank balances	-	73,167	232,471	305,638

As at 30 June 2023 (Audited)

	As at 30 June 2023 (Audited)			Total
	Subsidiary companies	Associated companies	Other related parties	
	(Rupees in thousand)			
Trade and other payables	35,910	71,751	-	107,661
Accrued markup	-	23,414	-	23,414
Short term borrowings	-	680,858	-	680,858
Property, plant and equipment	-	19,851	-	19,851
Long term loans	-	-	222,006	222,006
Trade debts	520,198	1,918	-	522,116
Loans and advances	15,817,934	4	93,990	15,911,928
Accrued interest	270,458	-	-	270,458
Cash and bank balances	-	166,030	128,647	294,677

16 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2023.

17 DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were approved by the Board of Directors and authorized for issue on 29 April 2024.

18 DISCLOSURES BY COMPANY LISTED ON ISLAMIC INDEX

	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
Description		
Loan / advances obtained as per Islamic mode:		
Loans	23,827,718	13,748,795
Advances	1,245,923	1,730,996
Shariah compliant bank deposits / bank balances		
Bank balances	382,192	569,921
	Period ended	
	31 March	31 March
	2024	2023
	(Rupees in thousand)	
Profit earned from shariah compliant bank deposits / bank balances		
Profit on deposits with banks	-	-
Revenue earned from shariah compliant business	120,266,712	104,609,259
Gain / (loss) or dividend earned from shariah compliant investments		
Dividend income	1,650,638	138,474
Unrealized gain / (loss) on remeasurement of investments at FVTOCI	2,462,680	(2,559,634)
Exchange gain / (loss) earned	590,571	1,380,306
Mark-up paid on Islamic mode of financing	2,236,115	348,257
Profits earned or interest paid on any conventional loan / advance		
Profit earned on loan to subsidiary company	2,248,532	1,875,717
Interest paid on loans	5,726,035	2,817,361
Profit earned on deposits with banks	181,169	96,504
Interest income on loans to employees	1,806	3,608
Relationship with shariah compliant banks		
Name	Relationship	
Habib Bank Limited - Islamic Banking	Bank balance	
Standard Chartered Bank (Pakistan) Limited (Saadiq Islamic Banking)	Bank balance	
Bank Islami Pakistan Limited	Bank balance and short term borrowings	
Meezan Bank Limited	Bank balance, short term borrowings and long term financing	
Dubai Islamic Bank Pakistan Limited	Bank balance and short term borrowings	
MCB Islamic Bank Limited	Bank balance	
Faysal Bank Limited (Barkat Islami)	Bank balance, short term borrowings and long term financing	
Askari Bank Limited	Long term financing	
The Bank of Punjab (Taqwa Islamic Banking)	Bank balance and short term borrowings	
Al Baraka Bank Pakistan Limited	Bank balance and short term borrowings	

Selected Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

19 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the unconsolidated condensed interim statement of financial position and unconsolidated condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income and unconsolidated 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 have been made.

20 GENERAL

Figures have been rounded off to the nearest thousand of Rupees unless otherwise stated.



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Consolidated Condensed Interim
Financial Statements of

**Nishat Mills Limited
and its Subsidiaries**

For the nine months ended 31 March 2024



Consolidated Condensed Interim Statement of Financial Position

As at 31 March 2024

	Note	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
1,100,000,000 (30 June 2023: 1,100,000,000) ordinary shares of Rupees 10 each		11,000,000	11,000,000
Issued, subscribed and paid-up share capital			
351,599,848 (30 June 2023: 351,599,848) ordinary shares of Rupees 10 each		3,515,999	3,515,999
Reserves		133,612,365	118,011,073
Equity attributable to equity holders of the Holding Company		137,128,364	121,527,072
Non-controlling interest		15,575,441	14,639,269
Total equity		152,703,805	136,166,341
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term financing- secured	6	23,484,798	11,913,819
Lease liabilities		1,442,204	1,769,657
Long term security deposits		278,260	265,610
Retirement benefit obligation		60,710	54,852
Deferred liabilities		6,005,442	5,069,383
		31,271,414	19,073,321
CURRENT LIABILITIES			
Trade and other payables		20,120,170	17,464,024
Accrued mark-up		1,869,599	1,843,179
Short term borrowings	7	53,422,012	46,246,793
Current portion of non-current liabilities		4,958,453	4,919,417
Unclaimed dividend		141,947	130,485
Provision for taxation - net		2,388,262	652,879
		82,900,443	71,256,777
TOTAL LIABILITIES		114,171,857	90,330,098
CONTINGENCIES AND COMMITMENTS	8		
TOTAL EQUITY AND LIABILITIES		266,875,662	226,496,439

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

Umama

CHIEF EXECUTIVE OFFICER

	Note	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	9	67,625,177	56,760,506
Right-of-use assets		1,918,848	2,081,373
Long term investments		67,006,145	54,469,968
Long term loans		461,398	403,613
Long term deposits		1,012,077	323,729
		138,023,645	114,039,189
CURRENT ASSETS			
Stores, spare parts and loose tools		7,576,873	7,014,286
Stock-in-trade		56,313,335	51,487,576
Trade debts		37,135,358	28,573,197
Loans and advances		1,029,775	2,052,958
Short term deposits and prepayments		541,734	471,727
Other receivables		13,912,845	13,667,116
Accrued interest		88,317	30,762
Short term investments		6,933,718	-
Cash and bank balances		5,320,062	9,159,628
		128,852,017	112,457,250
TOTAL ASSETS		266,875,662	226,496,439

Said Fazal

DIRECTOR

[Signature]

CHIEF FINANCIAL OFFICER

Consolidated Condensed Interim Statement of Profit or Loss

For the nine months ended 31 March 2024 (Un-audited)

	Note	Period ended		Quarter ended	
		31 March	31 March	31 March	31 March
		2024	2023	2024	2023
		(Rupees in thousand)			
REVENUE	10	159,350,195	143,229,022	56,507,526	49,187,215
COST OF SALES	11	(134,556,048)	(119,035,763)	(48,403,985)	(41,396,961)
GROSS PROFIT		24,794,147	24,193,259	8,103,541	7,790,254
DISTRIBUTION COST		(9,028,523)	(7,893,833)	(3,349,359)	(2,706,730)
ADMINISTRATIVE EXPENSES		(3,106,460)	(2,553,352)	(1,070,948)	(866,908)
OTHER EXPENSES		(106,719)	(549,285)	19,661	(154,248)
		(12,241,702)	(10,996,470)	(4,400,646)	(3,727,886)
		12,552,445	13,196,789	3,702,895	4,062,368
OTHER INCOME		4,685,625	4,655,359	1,701,476	2,231,765
PROFIT FROM OPERATIONS		17,238,070	17,852,148	5,404,371	6,294,133
FINANCE COST		(8,467,272)	(4,830,102)	(3,119,900)	(2,198,102)
		8,770,798	13,022,046	2,284,471	4,096,031
SHARE OF NET PROFIT OF ASSOCIATES ACCOUNTED FOR USING THE EQUITY METHOD		2,888,639	2,211,284	1,219,285	1,100,259
PROFIT BEFORE TAXATION		11,659,437	15,233,330	3,503,756	5,196,290
TAXATION		(3,665,982)	(2,408,970)	(1,467,660)	(872,705)
PROFIT AFTER TAXATION		7,993,455	12,824,360	2,036,096	4,323,585
SHARE OF PROFIT ATTRIBUTABLE TO: EQUITY HOLDERS OF HOLDING COMPANY		6,103,277	11,415,505	1,280,797	3,916,122
NON-CONTROLLING INTEREST		1,890,178	1,408,855	755,299	407,463
		7,993,455	12,824,360	2,036,096	4,323,585
EARNINGS PER SHARE - BASIC AND DILUTED (RUPEES)	12	17.36	32.47	3.64	11.14

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

Consolidated Condensed Interim Statement of Comprehensive Income

For the nine months ended 31 March 2024 (Un-audited)

	Period ended		Quarter ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	(Rupees in thousand)			
PROFIT AFTER TAXATION	7,993,455	12,824,360	2,036,096	4,323,585
OTHER COMPREHENSIVE INCOME / (LOSS)				
Items that will not be reclassified to profit or loss:				
Remeasurement of retirement benefits of associates - net of tax	(244)	4,707	51	(3,565)
Surplus / (Deficit) arising on remeasurement of investments at fair value through other comprehensive income	8,852,194	(1,587,240)	2,793,169	(109,359)
Share of surplus / (deficit) on remeasurement of investments at fair value through other comprehensive income of associates - net of tax	3,647,531	(210,013)	1,079,736	(44,788)
Reclassification adjustment for net gain on sale of available-for-sale investments included in profit and loss account - net of tax	-	(230)	-	(230)
Reclassification adjustment for impairment loss against available-for-sale investments charged to profit and loss account - net of tax	-	5,640	-	5,640
Deferred income tax relating to investments at fair value through other comprehensive income	(1,157,244)	261,855	(354,694)	18,052
	11,342,237	(1,525,281)	3,518,262	(134,250)
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations	(80,312)	286,047	(29,932)	100,068
Other comprehensive income / (loss) for the period - net of tax	11,261,925	(1,239,234)	3,488,330	(34,182)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	19,255,380	11,585,126	5,524,426	4,289,403
SHARE OF TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Equity holders of holding company	17,365,202	10,176,271	4,769,127	3,881,940
Non-controlling interest	1,890,178	1,408,855	755,299	407,463
	19,255,380	11,585,126	5,524,426	4,289,403

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Consolidated Condensed Interim Statement of Changes in Equity

For the nine months ended 31 March 2024 (Un-audited)

	Attributable to Equity Holders of the Holding Company											Non-controlling Interest	Total Equity	
	Share Capital			Capital Reserves			Revenue Reserves			Shareholders' Equity	Total Reserves			
	Premium on Issue of Right Shares	Fair Value Reserve FYTOD Investments	Exchange Transition Reserve	Statutory Reserve	Capital Redemption Reserve Fund	Maintenance Reserve	Sub Total	General Reserve	Unappropriated Profit					Sub Total
	5,499,530	3,241,268	350,981	11,046	111,002	1,608,668	10,822,475	86,577,214	12,279,097	98,856,311	109,678,786	113,194,765	13,762,616	126,857,401
Balance as at 30 June 2022 - (Audited)														
Transaction with owners - Dividend relating to year 2022 paid to non-controlling interest	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,127,461)
Transaction with owners - Final dividend for the year ended 30 June 2022 @ Rupees 4.00 per share	-	-	-	-	-	-	-	-	(1,406,399)	(1,406,399)	(1,406,399)	(1,406,399)	-	(1,406,399)
Transfer of maintenance reserve	-	-	-	-	-	(122,167)	(122,167)	-	122,167	122,167	-	-	-	-
Adjustment of fair value reserve to un-appropriated profit	-	-	-	-	-	165	165	-	(165)	(165)	-	-	-	-
Transferred to general reserve	-	-	-	-	-	-	-	10,872,000	(10,872,000)	-	-	-	-	-
Profit for the period	-	-	-	-	-	-	-	-	11,415,505	11,415,505	11,415,505	11,415,505	1,408,855	12,824,360
Other comprehensive (loss) / income for the period	-	(1,529,998)	286,047	-	-	-	(1,243,941)	-	4,707	4,707	(1,239,234)	(1,239,234)	-	(1,239,234)
Total comprehensive (loss) / income for the period	-	(1,529,998)	286,047	-	-	-	(1,243,941)	-	11,420,212	11,420,212	10,176,271	10,176,271	1,408,855	11,585,126
Balance as at 31 March 2023 - (Un-audited)	5,499,530	1,711,445	637,028	11,046	111,002	1,486,501	9,456,532	97,449,214	11,542,912	108,992,126	118,448,658	121,964,657	14,044,010	136,008,667
Transfer of maintenance reserve	-	-	-	-	-	(141,638)	(141,638)	-	141,638	141,638	-	-	-	-
Transferred to statutory reserve	-	-	-	2,378	-	-	2,378	-	(2,378)	(2,378)	-	-	-	-
Transaction with owners - Dividend relating to year 2021 paid to non-controlling interest	-	-	-	-	-	-	-	-	-	-	-	-	-	(81)
Adjustment of fair value reserve to un-appropriated profit	-	(165)	-	-	-	-	(165)	-	165	165	-	-	-	-
Profit for the period	-	-	-	-	-	-	-	-	(120,378)	(120,378)	(120,378)	(120,378)	595,340	474,962
Other comprehensive (loss) / income for the period	-	(405,163)	89,563	-	-	-	(315,590)	-	(1,827)	(1,827)	(1,827)	(1,827)	-	(317,207)
Total comprehensive (loss) / income for the period	-	(405,163)	89,563	-	-	-	(315,590)	-	(122,056)	(122,056)	(437,566)	(437,566)	595,340	157,755
Balance as at 30 June 2023 - (Audited)	5,499,530	1,306,117	726,591	13,424	111,002	1,344,863	9,001,527	97,449,214	11,560,332	109,009,546	118,011,073	121,527,072	14,639,289	136,166,341
Transaction with owners - Dividend relating to year 2023 paid to non-controlling interest	-	-	-	-	-	-	-	-	-	-	-	-	(854,006)	(854,006)
Transaction with owners - Final dividend for the year ended 30 June 2023 @ Rupees 5.00 per share	-	-	-	-	-	-	-	-	(1,757,999)	(1,757,999)	(1,757,999)	(1,757,999)	-	(1,757,999)
Share issuance costs	-	-	-	-	-	-	-	9,802,000	(9,802,000)	-	-	-	-	-
Transferred to general reserve	-	-	-	-	-	-	-	-	(5,911)	(5,911)	(5,911)	(5,911)	-	(5,911)
Share issuance costs	-	-	-	-	-	-	693	-	993	993	-	-	-	-
Adjustment of fair value reserve to un-appropriated profit	-	-	-	-	-	-	-	-	6,103,277	6,103,277	6,103,277	6,103,277	1,890,178	7,993,455
Profit for the period	-	-	-	-	-	-	-	-	(244)	(244)	(244)	(244)	-	(11,261,925)
Other comprehensive income / (loss) for the period	-	11,342,481	(80,312)	-	-	-	11,262,169	-	6,103,033	6,103,033	17,365,202	17,365,202	1,860,178	19,255,380
Total comprehensive income / (loss) for the period	-	11,342,481	(80,312)	-	-	-	11,262,169	-	6,103,033	6,103,033	17,365,202	17,365,202	1,860,178	19,255,380
Transfer of maintenance reserve	-	-	-	-	-	(189,156)	(189,156)	-	189,156	189,156	-	-	-	-
Balance as at 31 March 2024 - (Un-audited)	5,499,530	12,647,605	646,279	13,424	111,002	1,155,707	20,073,547	107,251,214	6,287,604	113,538,818	133,612,365	137,128,364	15,575,441	152,703,805

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

Um Mehta

CHIEF EXECUTIVE OFFICER

David Dajal

DIRECTOR

[Signature]

CHIEF FINANCIAL OFFICER

Consolidated Condensed Interim Statement of Cash Flows

For the nine months ended 31 March 2024 (Un-audited)

	Note	Period ended	
		31 March 2024	31 March 2023
		(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from / (used in) operations	13	7,503,325	(5,474,204)
Finance cost paid		(8,440,852)	(4,013,414)
Income tax paid		(2,140,971)	(1,942,195)
Long term security deposits - net		12,650	17,200
Exchange gain on forward exchange contracts received		220,685	28,977
Net increase in retirement benefit obligation		5,145	17,852
Net (increase) / decrease in long term loans		(65,777)	78,445
Net increase in long term deposits		(688,348)	(55,591)
Net cash used in operating activities		(3,594,143)	(11,342,930)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(14,563,709)	(7,672,422)
Proceeds from sale of property, plant and equipment		134,097	77,372
Dividends received		5,700,151	2,240,441
Loans and advances to associated company		(25,280)	(35,200)
Interest received		470,136	175,276
Proceeds from sale of investments		312,874,067	5,668,739
Investments made		(319,889,321)	(2,453,654)
Net cash used in investing activities		(15,299,859)	(1,999,448)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long term financing		13,640,745	2,301,677
Repayment of long term financing		(2,212,018)	(2,592,345)
Repayment of lease liabilities		(728,611)	(543,723)
Exchange differences on translation of net investments in foreign subsidiaries		(80,312)	286,047
Short term borrowings - net		7,175,219	20,270,886
Dividend paid		(2,700,543)	(2,522,964)
Net cash from financing activities		15,094,480	17,199,578
Net (decrease) / increase in cash and cash equivalents		(3,799,522)	3,857,200
Net foreign exchange difference on translating cash and bank balances		(40,044)	50,551
Cash and cash equivalents at the beginning of the period		9,159,628	1,758,816
Cash and cash equivalents at the end of the period		5,320,062	5,666,567

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

1 THE GROUP AND ITS OPERATIONS

The Group consists of:

Holding Company

-Nishat Mills Limited

Subsidiary Companies

-Nishat Power Limited
-Nishat Linen (Private) Limited
-Nishat Hospitality (Private) Limited
-Nishat USA, Inc.
-Nishat Linen Trading LLC
-Nishat International FZE
-China Guangzhou Nishat Global Co., Ltd.
-Nishat Commodities (Private) Limited

NISHAT MILLS LIMITED

Nishat Mills Limited is a public limited Company incorporated in Pakistan under the Companies Act, 1913 (Now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. Its registered office is situated at 53-A, Lawrence Road, Lahore. The Company is engaged in the business of textile manufacturing and of spinning, combing, weaving, bleaching, dyeing, printing, stitching, apparel, buying, selling and otherwise dealing in yarn, linen, cloth and other goods and fabrics made from raw cotton, synthetic fibre and cloth and to generate, accumulate, distribute, supply and sell electricity.

NISHAT POWER LIMITED

Nishat Power Limited is a public limited Company incorporated in Pakistan under the Companies Ordinance, 1984 (Now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. The Company is a subsidiary of Nishat Mills Limited. The principal activity of the Company is to build, own, operate and maintain a fuel fired power station having gross capacity of 200 MW ISO in Jamber Kalan, Tehsil Pattoki, District Kasur, Punjab, Pakistan. Its registered office is situated at 53-A, Lawrence Road, Lahore. Ownership interest held by non-controlling interests in Nishat Power Limited is 48.99% (30 June 2023: 48.99%).

The Subsidiary Company had a Power Purchase Agreement ('PPA') with its sole customer, National Transmission and Despatch Company Limited ('NTDC') for twenty five years which commenced from 09 June 2010. On 12 February 2021, the Subsidiary Company entered into a Novation Agreement to the PPA with NTDC and Central Power Purchasing Agency (Guarantee) Limited ('CPPA-G' and also referred to as the 'Power Purchaser'), whereby, NTDC irrevocably transferred all of its rights, obligations and liabilities under the PPA to CPPA-G and thereafter, NTDC ceased to be a party to the PPA, and CPPA-G became a party to the PPA in place of NTDC. Further, on the same day, the Subsidiary Company entered into the PPA Amendment Agreement, whereby, the Agreement Year that was ending on 08 June 2021 was extended by sixty eight (68) days to 15 August 2021.

NISHAT LINEN (PRIVATE) LIMITED

Nishat Linen (Private) Limited, a wholly owned subsidiary of Nishat Mills Limited, is a private limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017) on 15 March 2011. The registered office of Nishat Linen (Private) Limited is situated at 7-Main, Gulberg Lahore. The principal objects of the Company are to operate retail outlets for sale of textile and other products and to sell the textile products by processing the textile goods in own and

outside manufacturing facility.

NISHAT HOSPITALITY (PRIVATE) LIMITED

Nishat Hospitality (Private) Limited, a wholly owned subsidiary of Nishat Mills Limited, is a private limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017) on 01 July 2011. The registered office of Nishat Hospitality (Private) Limited is situated at 1-B Aziz Avenue, Canal Bank, Gulberg-V, Lahore. The principal business place of the Company is situated at 9-A, Mian Mehmood Ali Kasuri Road, Gulberg-III, Lahore. The principal activity of the Company is to carry on the business of hotels, cafes, restaurants and lodging or apartment houses, bakers and confectioners in Pakistan and outside Pakistan.

NISHAT USA, INC.

Nishat USA, Inc. is a foreign subsidiary incorporated under the Business Corporation Laws of the State of New York. The registered office of Nishat USA, Inc. is situated at 230 5th Avenue, Suite 600, New York, NY 10001, U.S.A. The principal business of the Company is to provide marketing services to Nishat Mills Limited - Holding Company. Nishat Mills Limited acquired 100% shareholding of Nishat USA, Inc. on 01 October 2008.

NISHAT LINEN TRADING LLC

Nishat Linen Trading LLC is a limited liability company formed in pursuance to statutory provisions of the United Arab Emirates (UAE) Federal Law No. (8) of 1984 as amended and registered with the Department of Economic Development, Government of Dubai. Nishat Linen Trading LLC is a subsidiary of Nishat Mills Limited as Nishat Mills Limited, through the powers given to it under Article 11 of the Memorandum of Association, exercise full control on the management of Nishat Linen Trading LLC. Date of incorporation of the Company was 29 December 2010. The registered office of Nishat Linen Trading LLC is situated at P.O. Box 28189 Dubai, UAE. The principal business of Nishat Linen Trading LLC is to operate retail outlets in UAE for sale of textile and related products. The registered address of Nishat Linen Trading LLC in U.A.E. is located at Shop No. SC 128, Dubai Festival City, P.O. Box 28189 Dubai, United Arab Emirates.

NISHAT INTERNATIONAL FZE

Nishat International FZE is incorporated as free zone establishment with limited liability in accordance with the Law No. 9 of 1992 and licensed by the Registrar of Jebel Ali Free Zone Authority. Nishat International FZE is a wholly owned subsidiary of Nishat Mills Limited. Date of incorporation of the Company was 07 February 2013. The registered office of Nishat International FZE is situated at P.O. Box 114622, Jebel Ali Free Zone, Dubai. The principal business of the Company is trading in textile and related products.

CHINA GUANGZHOU NISHAT GLOBAL CO., LTD.

China Guangzhou Nishat Global Co., Ltd. is a Company incorporated in People's Republic of China on 25 November 2013. It is a wholly owned subsidiary of Nishat International FZE which is a wholly owned subsidiary of Nishat Mills Limited. The primary function of China Guangzhou Nishat Global Co., Ltd. is to competitively source products for the retail outlets operated by Group companies in Pakistan and the UAE. The registered office of Nishat Global China Company Limited is situated at N801, No. 371-375 East Huanshi Road, Yuexiu District, Guangzhou City, China.

NISHAT COMMODITIES (PRIVATE) LIMITED

Nishat Commodities (Private) Limited is a private limited Company incorporated in Pakistan on 16 July 2015 under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017). It is a wholly owned subsidiary of Nishat Mills Limited. Its registered office is situated at 53-A, Lawrence Road,

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

Lahore. The principal object of the Company is to carry on the business of trading of commodities including fuels, coals, building material in any form or shape manufactured, semi-manufactured, raw materials and their import and sale in Pakistan.

2 BASIS OF PREPARATION

2.1 These consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These consolidated condensed interim financial statements are unaudited and do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Group for the year ended 30 June 2023.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information and methods of computations adopted for the preparation of these consolidated condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Group for the year ended 30 June 2023.

4 CONSOLIDATION

a) Subsidiaries

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The assets and liabilities of Subsidiary Companies have been consolidated on a line by line basis and carrying value of investments held by the Holding Company is eliminated against Holding Company's share in paid up capital of the Subsidiary Companies.

Intragroup balances and transactions have been eliminated.

Non-controlling interests are that part of net results of the operations and of net assets of

Subsidiary Companies attributable to interest which are not owned by the Holding Company. Non-controlling interests are presented as separate item in the consolidated financial statements.

b) Associates

Associates are all entities over which the Group has significant influence but not control or joint control. Investments in associates are accounted for using the equity method of accounting, after initially being recognised at cost.

Under the equity method of accounting, the investments are initially recognised at cost and adjusted thereafter to recognise the Group's share of the post-acquisition profits or losses of the investee in profit or loss, and the Group's share of movements in other comprehensive income of the investee in other comprehensive income. Dividends received or receivable from associates are recognised as a reduction in the carrying amount of the investment.

When the Group's share of losses in an equity-accounted investment equals or exceeds its interest in the entity, including any other unsecured long-term receivables, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the other entity.

Unrealised gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in these entities. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of equity accounted investees have been changed where necessary to ensure consistency with the policies adopted by the Group.

Investments in equity method accounted for associates are tested for impairment in accordance with the provision of IAS 36 'Impairment of Assets'.

5 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these consolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Group's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these consolidated condensed interim financial statements, the significant judgments made by the management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published consolidated financial statements of the Group for the year ended 30 June 2023.

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

	Note	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
6 LONG TERM FINANCING - SECURED			
Opening balance		14,806,282	15,473,631
Add: Obtained during the period / year		13,640,745	2,476,845
Less: Repaid during the period / year		(2,212,018)	(3,172,144)
Add: Amortized during the period / year	6.1	11,227	27,950
		26,246,236	14,806,282
Less: Current portion shown under current liabilities		(2,761,438)	(2,892,463)
		23,484,798	11,913,819

6.1 This represents net impact of benefit of loans obtained under the schemes of State Bank of Pakistan at below market rate of interest.

	Note	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
7 SHORT TERM BORROWINGS			
Nishat Mills Limited - Holding Company			
From banking companies and development financial institution - secured			
State Bank of Pakistan (SBP) refinance	7.1, 7.2 & 7.3	24,238,496	21,409,980
Other short term finances	7.1 & 7.4	14,958,092	5,612,000
Temporary bank overdrafts	7.1, 7.2 & 7.5	1,176,448	14,731,813
From other			
Privately placed sukuks	7.6	10,000,000	4,000,000
		50,373,036	45,753,793
Nishat Power Limited - Subsidiary Company			
From banking companies - secured	7.7, 7.8 & 7.9	2,564,976	-
Nishat Linen (Private) Limited - Subsidiary Company			
From banking companies - secured	7.10	484,000	493,000
		53,422,012	46,246,793

- 7.1** These finances are obtained from banking companies and development financial institution under mark up arrangements and are secured against joint pari passu hypothecation charge on all present and future current assets and other instruments. Markup is payable quarterly or at maturity. In certain short term borrowings, total mark up is deducted at the time of disbursement.
- 7.2** These finances includes balance of short term borrowings of Rupees 1,670.855 million (30 June 2023: 680.858 million) payable to MCB Bank Limited – associated company, which has been utilized for working capital requirements.
- 7.3** The rates of mark up range from 2.00% to 19.00% (30 June 2023: 0.94% to 18.00%) per annum during the period / year on the balance outstanding.
- 7.4** The rates of mark up range from 5.40% to 23.42% (30 June 2023: 14.16% to 22.49%) per annum during the period / year on the balance outstanding.
- 7.5** The rates of mark up range from 21.40% to 23.97% (30 June 2023: 11.94% to 23.19%) per annum during the period / year on the balance outstanding.
- 7.6** These represent privately placed, unsecured, non-convertible and shariah compliant short term sukuk having maturity period of 6 months and carrying profit at the rate of 3 months KIBOR plus 0.15% per annum. The rate of mark up ranges from 21.55% to 22.98% (30 June 2023: 16.66% to 22.95%) per annum.
- 7.7** These running finance facilities obtained from banking companies under mark-up arrangements. These facilities are secured against first joint parri passu hypothecation charge on present and future current assets of the Company including fuel stock, inventory and energy price payments receivable from CPPA-G. The mark-up rate charged during the period on the outstanding balance ranged from 21.96% to 24.90% (30 June 2023: 13.89% to 23.98%) per annum.
- 7.8** These running musharaka facilities obtained from banking companies under profit arrangements. These facilities are secured against first joint parri passu hypothecation charge on present and future current assets of the Company including fuel stock, inventory and energy price payments receivable from CPPA-G. The profit rate charged during the period on the outstanding balance ranges from 21.56 % to 23.16% (30 June 2023:12.09% to 22.48%) per annum.
- 7.9** These term finance facilities are utilized from banking companies as sub-limits of running finance facilities under mark-up arrangements. These facilities are secured against first joint Pari passu charge on present and future current assets of the Company including fuel stock, inventory and energy price payments receivable from CPPA -G. The mark-up rate charged during the period on the outstanding balance ranged from 21.48% to 22.80% (30 June 2023: 14.46% to 16.45%) per annum.
- 7.10** These finances are obtained from banking companies under mark-up arrangements. The rates of mark up range from 21.29% to 24.16% (30 June 2023: 13.90% to 21.74%) per annum during the period on the balance outstanding.

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

8 CONTINGENCIES AND COMMITMENTS

a) Contingencies

- i) Guarantees of Rupees 5,226.060 million (30 June 2023: Rupees 5,766.720 million) are given by the banks of the Holding Company to Sui Northern Gas Pipelines Limited against gas connections, Shell Pakistan Limited and Pakistan State Oil Limited against purchase of furnace oil, Director Excise and Taxation, Karachi against infrastructure cess, Chairman Punjab Revenue Authority, Lahore against infrastructure cess, Directorate of Cotton Cess Management against cotton cess, Collector of Customs against regulatory duty, Inspector General Frontier Corps KP (South), The President of Islamic Republic of Pakistan through the Controller of Military Accounts (Defence Purchase), Airport Security Force, Director General (Purchase and Disposal) WAPDA Sunny View Lahore, Provincial Police Officer, Office of Inspector General of Police KPK and Inspector General of Punjab Police against fulfilment of sales orders, High Court of Sindh, Karachi against the matter of importation of LED lights, Faisalabad Electric Supply Company Limited (FESCO) against installation of grid station and to the bank of Hyundai Nishat Motor (Private) Limited (associated company) to secure financial assistance to the associated company. Further, the Holding Company has issued cross corporate guarantees of Rupees 735.417 million (30 June 2023: Rupees 666.667 million) and Rupees 1,777.500 million (30 June 2023: Rupees 1,750 million) on behalf of Nishat Linen (Private) Limited - Subsidiary Company and Nishat Sutas Dairy Limited - associated company respectively to secure the obligations of subsidiary companies and associated company towards their lenders.
- ii) Post dated cheques of Rupees 40,495.847 million (30 June 2023: Rupees 41,132.481 million) are issued by the Holding Company to customs authorities in respect of duties on imported items availed on the basis of consumption and export plans. If documents of exports are not provided on due dates, cheques issued as security shall be encashable.
- iii) Post dated cheques of Rupees 471.915 million (30 June 2023: Rupees 122.180 million) are issued by the Holding Company to Sui Northern Gas Pipeline Limited in pursuance of order of Lahore High Court, Lahore in the case of gas infrastructure development cess and in the case of providing blend of RLNG and Gas tariff to new Co-generation Captive connections instead of charging full RLNG notified tariff, post dated cheques of Rupees 404.411 million (30 June 2023: Rupees 2.140 million) are issued to Lahore Electric Supply Company Limited and Faisalabad Electric Supply Company Limited in pursuance of order of Lahore High Court, Lahore in the case of income tax on electricity bills for the month of July 2021 and in the case where DISCOs have charged full NEPRA notified tariff with effect from March 01, 2023 instead of reduced rate of Rs. 19.99 per KWh and post dated cheque of Rupees Nil (30 June 2023: Rupees 697.461 million) is issued to Federal Board of Revenue (FBR) in pursuance of order of Lahore High Court, Lahore in the matter of super tax.
- iv) Holding Company's share in contingencies of associates accounted for under equity method is Rupees 10,124.813 million (30 June 2023: Rupees 9,066.250 million).
- v) Bank guarantee of Rupees 1.900 million (30 June 2023: Rupees 1.900 million) is given by the bank of Nishat Commodities (Private) Limited - Subsidiary Company in favour of Director, Excise and Taxation, Karachi to cover the disputed amount of Sindh infrastructure cess.
- vi) Deputy Commissioner Inland Revenue (DCIR) passed order against Nishat Commodities

(Private) Limited - Subsidiary Company under Sections 161 and 205 under the Income Tax Ordinance, 2001 and raised a demand of Rupees 2.549 million (including default surcharge of Rupees 1.116 million) in respect of non deduction of withholding tax at source against various payments for the tax year 2017. Being aggrieved, Nishat Commodities (Private) Limited - Subsidiary Company has filed an appeal which is pending for adjudication. Based on the advice of the legal counsel, Nishat Commodities (Private) Limited - Subsidiary Company is hopeful for the favourable outcome of the matter. Hence, no provision has been made in these consolidated condensed interim financial statements.

- vii)** Guarantees of Rupees 179.350 million (30 June 2023: Rupees 167.350 million) are given by Nishat Linen (Private) Limited - Subsidiary Company to Director Excise and Taxation, Karachi against infrastructure cess, Chairman Punjab Revenue Authority, Lahore against infrastructure cess and Collectors of Customs against import consignments.
- viii)** The deemed assessment for the tax year 2017 of Nishat Linen (Private) Limited - Subsidiary Company was amended by Deputy Commissioner Inland Revenue (DCIR) through order dated 31 May 2021 issued under sections 122(5) / 214C of the Income Tax Ordinance, 2001, whereby tax demand of Rupees 2,436.967 million was raised on various grounds. Being aggrieved by the order of DCIR, Nishat Linen (Private) Limited - Subsidiary Company filed an appeal before Commissioner Inland Revenue (Appeals) [CIR(A)] who vide order dated 13 September 2021 granted significant relief to Nishat Linen (Private) Limited - Subsidiary Company. Against the order of CIR(A), both Nishat Linen (Private) Limited - Subsidiary Company and the department have filed cross appeals before Appellate Tribunal Inland Revenue (ATIR) which are pending for adjudication. Based on the advice of the legal counsel, Nishat Linen (Private) Limited - Subsidiary Company is hopeful for the favourable outcome of the matter, hence, no provision has been made in these consolidated condensed interim financial statements.
- ix)** Proceedings under section 122 of the Income Tax Ordinance, 2001 for the tax year 2014 against Nishat Hospitality (Private) Limited - Subsidiary Company were initiated by Deputy Commissioner Inland Revenue (DCIR), who vide order dated 31 October 2017, raised a demand of Rupees 2.172 million in respect minimum tax under section 113 on account of disallowances in the light of sections 111 and 174 of the Income Tax Ordinance, 2001 and disallowed income tax refund amounting to Rupees 14.141 million under section 148 of the Income Tax Ordinance, 2001. Being aggrieved with the impugned order, Nishat Hospitality (Private) Limited - Subsidiary Company preferred an appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)] who via its order dated 13 February 2020, upheld the imposition of minimum tax and remanded back the remaining points to DCIR for fresh consideration. Consequently, Nishat Hospitality (Private) Limited - Subsidiary Company has preferred an appeal against the order of CIR(A) to the extent of points confirmed by CIR(A) before the Appellate Tribunal Inland Revenue (ATIR) which is pending adjudication.

Simultaneously Nishat Hospitality (Private) Limited - Subsidiary Company also filed a rectification application with the DCIR as a result of which an income tax refund of Rupees 474,557 was created. However, while passing the rectification order dated 13 December 2017, the DCIR disallowed adjustment of income tax collected of Rupees 14.141 million under section 148 of the Income Tax Ordinance, 2001. Nishat Hospitality (Private) Limited - Subsidiary Company feeling aggrieved by the order, filed a rectification application before the CIR(A). The CIR(A) through order dated 28 January 2022 upheld the treatment of the assessing officer of disallowing adjustment of income tax deducted under section 148 of the Income Tax Ordinance, 2001. Nishat Hospitality (Private) Limited

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

- Subsidiary Company has preferred an appeal against the aforementioned appellate order before the ATIR which is pending for adjudication.

In compliance with the remand-back directions of CIR(A), contained in appellate order dated 13 February 2020, the learned DCIR passed an appeal effect order dated 30 May 2023 under section 124 of the Income Tax Ordinance, 2001 and increasing the earlier income tax refund of Rupees 474,557 to Rupees 771,633. Against this order, Nishat Hospitality (Private) Limited - Subsidiary Company has filed an appeal before CIR(A) which is not fixed for hearing till date.

Based on the view of its legal counsel, the management of Nishat Hospitality (Private) Limited - Subsidiary Company is confident of the favourable resolution of this matter.

- x) Proceedings under section 122 of the Income Tax Ordinance, 2001 for the tax year 2015 were initiated by Deputy Commissioner Inland Revenue (DCIR) against Nishat Hospitality (Private) Limited - Subsidiary Company, who vide order dated 27 December 2018, disallowed certain expenses amounting to Rupees 100.117 million under section 174 of the Income Tax Ordinance, 2001 and ordered an addition of Rupees 165.902 million to income from other sources under section 39 of the Income Tax Ordinance, 2001. Being aggrieved with the impugned order, Nishat Hospitality (Private) Limited - Subsidiary Company preferred an appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)]. The CIR(A) vide its order dated 2 December 2021, has confirmed the disallowance under section 174 to the extent of Rupees 60.385 million whereas the issue under section 39 of the Income Tax Ordinance, 2001 has been remanded back to the DCIR for re-examination in the light of evidence provided by Nishat Hospitality (Private) Limited - Subsidiary Company. Nishat Hospitality (Private) Limited - Subsidiary Company further preferred an appeal against the said order before the Appellate Tribunal Inland Revenue which was decided in favour of Nishat Hospitality (Private) Limited - Subsidiary Company. Against the order of Appellate Tribunal Inland Revenue, the department has filed an appeal before Honourable Lahore High Court, Lahore which is pending for adjudication. Based on the view of its legal counsel, the management of Nishat Hospitality (Private) Limited - Subsidiary Company is confident of the favourable resolution of this matter.
- xi) The Deputy Commissioner Inland Revenue (DCIR) passed order against Nishat Hospitality (Private) Limited - Subsidiary Company under section 161/205 of the Income Tax Ordinance, 2001 for non-deduction of withholding income tax for the tax year 2017 and raised demand of Rupees 13.615 million. Being aggrieved, Nishat Hospitality (Private) Limited - Subsidiary Company has filed an appeal before Commissioner Inland Revenue Appeals [CIR(A)]. Subsequent to reporting period, the CIR(A) has set-aside the order, thereby, vacating the impugned tax demand, with directions to the assessing officer to re-consider the matter. Based on the view of its legal counsel, the management of Nishat Hospitality (Private) Limited - Subsidiary Company is confident of the favourable resolution of this matter.
- xii) The Deputy Commissioner Inland Revenue (DCIR) passed order under section 161/205 of the Income Tax Ordinance, 2001 against Nishat Hospitality (Private) Limited - Subsidiary Company for the tax year 2019 and raised demand of Rupees 3.459 million (including default surcharge of Rupees 0.284 million). Being aggrieved, Nishat Hospitality (Private) Limited - Subsidiary Company has filed an appeal before Commissioner Inland Revenue Appeals [CIR(A)] who vide order dated 10 October 2022 has set-aside the order, thereby, vacating the impugned tax demand, with directions to the assessing officer to

re-consider the matter. Nishat Hospitality (Private) Limited - Subsidiary Company has further challenged the order passed by CIR(A) before Appellate Tribunal Inland Revenue (ATIR) on the grounds that the impugned assessment should have been annulled without any directions for re-consideration. The appeal is pending for adjudication. Based on the view of its legal counsel, the management of Nishat Hospitality (Private) Limited - Subsidiary Company is confident of the favourable resolution of this matter.

- xiii)** Guarantee of Rupees 1.270 million (30 June 2023: Rupees 1.270 million) is given by the bank of Nishat Hospitality (Private) Limited - Subsidiary Company in favour of Director, Excise and Taxation, Karachi under direction of Sindh High Court in respect of levy of infrastructure cess.
- xiv)** On 19 August 2014, the department raised a demand of Rupees 1,722.811 million against Nishat Power Limited - Subsidiary Company relating to apportionment of input sales tax under section 8 of the Sales Tax Act, 1990 for tax years 2010 to 2013. The disallowance was primarily made on the grounds that since revenue derived by Nishat Power Limited - Subsidiary Company on account of 'capacity revenue' was not chargeable to sales tax, input sales tax claimed by Nishat Power Limited - Subsidiary Company was required to be apportioned with only the input sales tax attributable to other revenue stream i.e. 'energy revenue' admissible to Nishat Power Limited - Subsidiary Company. Nishat Power Limited - Subsidiary Company assailed the underlying proceedings before Honourable Lahore High Court, Lahore ('LHC') directly and in this respect, vide order dated 31 October 2016, LHC accepted Nishat Power Limited - Subsidiary Company's stance and annulled the proceedings. The department has challenged the decision of LHC before Supreme Court of Pakistan and has also preferred an Intra Court Appeal against such order which are pending adjudication.

In respect of tax periods from July 2016 to June 2017, Nishat Power Limited - Subsidiary Company's case was selected for 'audit' involving input sales tax amounting to Rupees 541.091 million, on the same grounds as explained above and Rupees 49.774 million on other matters. Being aggrieved, Nishat Power Limited - Subsidiary Company filed an appeal before Commissioner Inland Revenue (Appeals) [CIR(A)]. On 25 February 2022, CIR(A) passed an order and provided partial relief to the Nishat Power Limited - Subsidiary Company. Being aggrieved with the order of CIR(A), Nishat Power Limited - Subsidiary Company preferred an appeal before Appellate Tribunal Inland Revenue (ATIR) who vide order dated 15 April 2022 decided the matter in favour of Nishat Power Limited - Subsidiary Company. Against the order of CIR(A), the department has also filed an appeal in ATIR which is pending adjudication.

Since the issue has already been decided in Nishat Power Limited - Subsidiary Company's favour on merits by LHC and based on advice of Nishat Power Limited - Subsidiary Company's legal counsel, no provision has been made in these consolidated condensed interim financial statements.

- xv)** On 16 April 2019, the Commissioner Inland Revenue (CIR) through an order raised a demand of Rupees 179.046 million against Nishat Power Limited - Subsidiary Company, mainly on account of input sales tax claimed on inadmissible expenses in sales tax return for the tax periods of July 2014 to June 2017 and sales tax default on account of suppression of sales related to tax period of June 2016. Being aggrieved with the order of CIR, Nishat Power Limited - Subsidiary Company filed an appeal before CIR(A). On 07 May 2020, the CIR(A) declared that the admissible forum of appeal against the order of CIR is ATIR. Nishat Power Limited - Subsidiary Company filed application for grant of

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

stay before the ATIR against recovery of the aforesaid demand that was duly granted on 28 January 2021. Further, Nishat Power Limited - Subsidiary Company has filed appeal before ATIR against the order of CIR which is pending adjudication. Management has strong grounds to believe that the case will be decided in Nishat Power Limited - Subsidiary Company's favour. Therefore, no provision has been made in these consolidated condensed interim financial statements.

- xvi)** On 27 February 2015, Additional Commissioner Inland Revenue (ACIR) created a demand of Rupees 282.377 million against Nishat Power Limited - Subsidiary Company for tax year 2013 under section 122(5A) of the Income Tax Ordinance, 2001. Aggrieved with the order of the ACIR, Nishat Power Limited - Subsidiary Company preferred an appeal before CIR(A) who granted partial relief to Nishat Power Limited - Subsidiary Company, while upheld the decision of ACIR in certain matters aggregating to Rupees 31.355 million inter-alia on tax credit claimed by Nishat Power Limited - Subsidiary Company under section 65B of the Income Tax Ordinance, 2001. Nishat Power Limited - Subsidiary Company and tax department filed appeals before ATIR against the order of CIR(A). On 02 November 2017, ATIR restated the demand to Rupees 14.072 million. Aggrieved with the order of ATIR, Nishat Power Limited - Subsidiary Company and tax department have filed appeals before Honourable Lahore High Court, Lahore which are pending for adjudication. Management has strong grounds to believe that the case will be decided in Nishat Power Limited - Subsidiary Company's favour. Therefore, no provision has been made in these consolidated condensed interim financial statements.
- xvii)** On 13 February 2019, National Electric Power Regulatory Authority ('NEPRA') issued a show cause notice to Nishat Power Limited - Subsidiary Company along with other Independent Power Producers to provide rationale of abnormal profits earned since commercial operation date (COD) that eventually led to initiation of proceedings against Nishat Power Limited - Subsidiary Company by NEPRA on 18 March 2019. Nishat Power Limited - Subsidiary Company challenged the authority of NEPRA to take suo moto action before the Islamabad High Court (IHC) wherein, on 01 April 2019, IHC provided interim relief by suspending the suo moto proceedings. The case is currently pending adjudication before IHC. Management is confident that based on the facts and law, there will be no adverse implications for Nishat Power Limited - Subsidiary Company. Therefore, no provision has been made in these consolidated condensed interim financial statements.
- xviii)** On 16 March 2020, Government of Pakistan ('GoP') issued a report through which it was alleged that savings were made by the Independent Power Producers ('IPPs'), including Nishat Power Limited - Subsidiary Company, in the tariff components in violation of applicable GoP Policies, tariff determined by National Electric Power Regulatory Authority ('NEPRA') and the relevant Project Agreements. Nishat Power Limited - Subsidiary Company rejected such claims, and discussions were made with the GoP to resolve the dispute. On 12 February 2021, Nishat Power Limited - Subsidiary Company under the 'Master Agreement', agreed that the abovementioned dispute will be resolved through arbitration under the 'Arbitration Submission Agreement' between Nishat Power Limited - Subsidiary Company and GoP. On 15 June 2022, Nishat Power Limited - Subsidiary Company and the GoP signed the 'Arbitration Submission Agreement'. During the year ended 30 June 2023, Arbitration Tribunal has been constituted under the terms of 'Arbitration Submission Agreement', however formal adaptation of mutually agreed Terms of Reference is still pending. Management believes that there are strong grounds that the matter will ultimately be decided in Nishat Power Limited - Subsidiary Company's favour. Furthermore, its financial impact cannot be reasonably estimated at this stage, hence, no provision in this respect has been made in these consolidated

condensed interim financial statements.

- xix)** On 28 April 2022, National Electric Power Regulatory Authority ('NEPRA') issued a notice of hearing to all the RFO based IPPs under the 2002 Power Policy regarding application of highest lab tested Calorific Value (CV) for calculation of CV adjustment instead of average CV as per existing mechanism. Nishat Power Limited - Subsidiary Company vide its letter dated 16 May 2022 replied to NEPRA to refrain from re-initiating the subject proceedings which has already been finalized and implemented by NEPRA vide its letter dated 01 September 2021. Contrary to the reply of the Nishat Power Limited - Subsidiary Company, NEPRA held its hearing on 17 May 2022 and verbally directed to Nishat Power Limited - Subsidiary Company to provide its comments in 15 days failing which the proceedings would be concluded on ex-parte basis. Against the directions of NEPRA, Nishat Power Limited - Subsidiary Company filed a petition in Honourable Lahore High Court, Lahore (LHC) on 06 June 2022, for restraining NEPRA to take any adverse action in this regard, which is pending adjudication. LHC vide its interim order dated 06 June 2022, suspended the impugned notice of hearing. On 18 November 2022, NEPRA determined that although CV adjustment is computed on the basis of average of two CV results, the said CV adjustment shall be subject to the final outcome of the suit pending before LHC. NEPRA has set out further amendment (change of one of the labs) in methodology for CV adjustment, however Nishat Power Limited - Subsidiary Company, during the reporting period, has replied to NEPRA that aforementioned matter, being similar in nature, is sub judice before LHC. The management of the Subsidiary Company based on the advice of its legal counsel, has strong grounds to believe that the case will be decided in favour of Nishat Power Limited - Subsidiary Company. Further, its financial impact cannot be reasonably estimated at this stage, therefore, no provision has been made in these consolidated condensed interim financial statements.
- xx)** On 31 August 2016, Additional Commissioner Inland Revenue (ACIR) passed an amendment order under section 122(5A) of the Income Tax Ordinance, 2001 relating to tax year 2014 whereby tax demand aggregating to Rupees 107.822 million has been raised on various issues. Being aggrieved with the order of ACIR, Nishat Power Limited - Subsidiary Company preferred an appeal before Commissioner Inland Revenue (Appeals) [CIR(A)] on 23 September 2016. CIR(A) passed an order on 29 November 2016 whereby relief was granted on various issues whereas matter relating to disallowance of tax credit under section 65B of the Income Tax Ordinance, 2001 was decided against the Subsidiary Company. Being aggrieved with the order of CIR(A), both department and the Subsidiary Company preferred appeals before Appellate Tribunal Inland Revenue (ATIR) on 11 December 2016 and 18 January 2017 respectively. On 12 October 2023, ATIR dismissed the department appeal on the issues taken up by the department. Whereas, on 14 September 2023, ATIR passed an order on Subsidiary Company's appeal and remanded back the case to assessing officer for fresh consideration. Department has not initiated the remand back proceedings as there were certain apparent factual/legal omissions in the order dated 14 September 2023. The Subsidiary Company has filed a rectification application before ATIR, however, the rectification application has not been taken up for hearing by ATIR to-date. Based on the advise of tax advisor, the management of the Subsidiary Company is confident of favorable outcome the matter. Therefore, no provision has been made in these consolidated condensed interim financial statements.

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

xxi) The banks have issued the following on behalf of Nishat Power Limited - Subsidiary Company:

- (a)** Guarantees of Rupees 11.5 million (30 June 2023: Rupees 11.5 million) and Rupees 27.55 million (30 June 2023: Rupees 22.4 million) are given by the bank of Nishat Power Limited - Subsidiary Company in favour of Director Excise and Taxation, Karachi, under directions of Sindh High Court and Supreme Court of Pakistan respectively, in respect of suit filed for levy of infrastructure cess.
- (b)** Guarantee of Rupees Nil (30 June 2023: Rupees 500 million) is given by the bank of Nishat Power Limited - Subsidiary Company in favour of Pakistan State Oil against purchase of fuel.
- (c)** Guarantees of Rupees 0.6 million (30 June 2023: Rupees 31.61 million) are given by the banks of Nishat Power Limited - Subsidiary Company in favour of Collector of Customs, Karachi under directions of Sindh High Court, in respect of suit filed for concessionary rate of duty under Customs Act, 1969.

b) Commitments

- i)** Contracts for capital expenditure of the Group are approximately of Rupees 4,497.883 million (30 June 2023: Rupees 6,767.974 million).
- ii)** Letters of credit other than for capital expenditure of the Group are of Rupees 5,143.905 million (30 June 2023: Rupees 3,734.104 million).
- iii)** Outstanding foreign currency forward contracts of the Group are Rupees 2,611.974 million (30 June 2023: Rupees 838.241 million).
- iv)** Commitment arising from short-term leases recognized on a straight-line basis as expense under the practical expedients applied by the Company with respect to IFRS 16. The amount of future payments under these leases and the period in which these payments will become due are as follows:

		Un-audited	Audited
		31 March	30 June
		2024	2023
	Note	(Rupees in thousand)	
Not later than one year		144,372	133,302
9	PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets	9.1	48,578,075	49,980,400
Capital work in progress	9.2	18,910,489	6,359,839
Major spare parts and standby equipments		136,613	420,267
		67,625,177	56,760,506

	Note	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
9.1 Operating fixed assets			
Opening book value		49,980,400	45,766,365
Add: Cost of additions during the period / year	9.1.1	2,338,160	8,832,165
		52,318,560	54,598,530
Less: Book value of deletions during the period / year	9.1.2	(111,098)	(62,584)
		52,207,462	54,535,946
Less: Depreciation charged for the period / year		(3,627,779)	(4,587,861)
(Less) / Add: Currency retranslation		(1,608)	32,315
		48,578,075	49,980,400
9.1.1 Cost of additions			
Freehold land		5,751	179,845
Buildings		109,404	1,630,448
Plant and machinery		1,544,119	6,288,875
Electric installations		33,347	143,416
Factory equipment		46,220	37,886
Furniture, fixtures and office equipment		144,924	125,868
Computer equipment		69,975	87,364
Vehicles		383,565	336,659
Kitchen equipment and crockery items		855	1,804
		2,338,160	8,832,165
9.1.2 Book value of deletions			
Plant and machinery		63,422	12,989
Electric installations		2,881	-
Factory equipment		112	-
Furniture, fixtures and office equipment		755	-
Computer equipment		1,032	552
Vehicles		42,896	49,043
		111,098	62,584
9.2 Capital work-in-progress			
Buildings on freehold land		7,278,444	4,211,920
Plant and machinery		10,601,524	1,731,972
Unallocated capital expenditures		246,708	78,003
Electric installations		715,773	218,542
Advances for purchase of freehold land		3,778	942
Advances for purchase of furniture, fixtures and office equipment		20,261	8,831
Advances for purchase of vehicles		44,001	109,629
		18,910,489	6,359,839

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

10 REVENUE

10.1 In the following table, revenue from contracts with customers is disaggregated by primary geographical market, major products and service lines and timing of revenue recognition.

Description	(Rupees in thousand)																				
	Spinning			Weaving			Dyeing			Home Textile and Terry			Garments								
	Period ended	Quarter ended	Period ended	Quarter ended	Period ended	Quarter ended	Period ended	Quarter ended	Period ended	Quarter ended	Period ended	Quarter ended	Period ended	Quarter ended							
31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23						
Region																					
Europe	515,826	698,994	274,745	223,102	11,351,673	13,777,056	3,900,099	4,573,769	483,032	418,589	188,090	114,717	15,441,685	12,879,761	5,158,652	4,384,681	1,748,537	2,645,686	688,872	598,197	
America	543,381	681,148	203,561	66,732	597,059	970,421	206,407	306,694	17,540	8,253	13,710	-	5,029,455	2,573,381	1,790,304	1,013,237	10,147,886	7,856,988	4,240,909	3,785,988	
Asia, Africa, Australia	6,781,816	4,515,128	2,289,402	1,361,789	2,787,138	2,665,281	663,114	1,022,103	14,855,178	18,042,082	5,546,621	5,913,893	2,894,075	2,770,407	750,660	932,321	123,661	185,500	9,371	101,363	
Pakistan	38,212,383	28,170,870	12,748,254	11,679,428	6,539,843	6,524,977	1,859,331	2,091,356	9,871,742	7,213,978	3,578,267	2,488,803	16,647,147	11,712,293	7,198,442	4,769,669	221,613	308,463	94,937	107,002	
	43,063,408	35,013,140	15,515,962	13,331,051	21,255,513	23,878,745	6,858,951	7,983,922	25,037,482	25,682,912	8,126,688	8,518,213	40,012,572	29,935,842	14,876,458	11,100,308	12,241,747	10,970,307	5,031,459	4,592,550	
Timing of revenue recognition																					
Products and services transferred at a point in time	43,063,408	35,013,140	15,515,962	13,331,051	21,255,513	23,878,745	6,858,951	7,983,922	25,037,482	25,682,912	8,126,688	8,518,213	40,012,572	29,935,842	14,876,458	11,100,308	12,241,747	10,970,307	5,031,459	4,592,550	
Products and services transferred over time	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	43,063,408	35,013,140	15,515,962	13,331,051	21,255,513	23,878,745	6,858,951	7,983,922	25,037,482	25,682,912	8,126,688	8,518,213	40,012,572	29,935,842	14,876,458	11,100,308	12,241,747	10,970,307	5,031,459	4,592,550	
Major products/ service lines																					
Yarn	43,063,408	34,788,747	15,515,962	13,283,205	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grey Cloth	-	-	-	-	21,255,513	23,878,745	6,858,951	7,983,922	-	-	-	-	-	-	-	-	-	-	-	-	-
Processed Cloth	-	-	-	-	-	-	-	-	25,037,482	25,682,912	8,126,688	8,518,213	189,226	7,320,730	78,713	3,086,669	-	-	-	-	-
Cosmetics	-	-	-	-	-	-	-	-	-	-	-	-	84,383	117,144	32,653	47,840	-	-	-	-	-
Waste	-	-	-	-	-	-	-	-	-	-	-	-	119,958	168,870	27,611	45,766	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-	-	-	204,938	137,340	74,226	47,921	-	-	-	-	-
Make Ups	-	224,393	-	47,846	-	-	-	-	-	-	-	-	31,038,845	18,120,824	11,597,890	6,847,468	-	-	-	-	-
Garments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	12,241,747	10,970,307	5,031,459	4,592,550	
Towels and Bath Robes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Electrinity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Room Rental Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Hotel Ancillary Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	43,063,408	35,013,140	15,515,962	13,331,051	21,255,513	23,878,745	6,858,951	7,983,922	25,037,482	25,682,912	8,126,688	8,518,213	40,012,572	29,935,842	14,876,458	11,100,308	12,241,747	10,970,307	5,031,459	4,592,550	

Continued on next page

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

	Period ended		Quarter ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
(Rupees in thousand)				
11 COST OF SALES				
Raw materials consumed	89,788,295	82,993,944	30,261,053	26,643,477
Processing charges	1,305,611	1,011,394	654,043	351,397
Salaries, wages and other benefits	12,205,785	9,314,433	4,525,561	2,971,728
Stores, spare parts and loose tools consumed	12,356,137	9,930,770	4,450,632	3,718,868
Packing materials consumed	3,080,730	2,169,988	1,109,813	780,649
Repair and maintenance	849,472	723,443	285,952	199,108
Fuel and power	15,345,325	13,205,194	5,202,343	4,258,813
Insurance	418,450	341,435	141,247	116,010
Depreciation on operating fixed assets	3,378,357	3,130,394	1,117,453	1,060,208
Depreciation on right-of-use assets	25,470	-	8,490	-
Other factory overheads	1,485,413	1,309,244	523,213	466,506
	140,239,045	124,130,239	48,279,800	40,566,764
Work-in-process				
Opening stock	8,640,997	6,364,578	10,012,218	8,017,590
Closing stock	(10,015,007)	(8,173,691)	(10,015,007)	(8,173,691)
	(1,374,010)	(1,809,113)	(2,789)	(156,101)
Cost of goods manufactured	138,865,035	122,321,126	48,277,011	40,410,663
Finished goods				
Opening stock	15,015,877	12,514,128	19,451,838	16,785,789
Closing stock	(19,324,864)	(15,799,491)	(19,324,864)	(15,799,491)
	(4,308,987)	(3,285,363)	126,974	986,298
	134,556,048	119,035,763	48,403,985	41,396,961
			Period ended	
			31 March 2024	31 March 2023
12 EARNINGS PER SHARE - BASIC AND DILUTED				
There is no dilutive effect on the basic earnings per share which is based on:				
Profit attributable to ordinary shareholders of Holding Company	(Rupees in thousand)		6,103,277	11,415,505
Weighted average number of ordinary shares of Holding Company	(Numbers)		351,599,848	351,599,848
Earnings per share	(Rupees)		17.36	32.47

	Note	Period ended	
		31 March 2024	31 March 2023
		(Rupees in thousand)	
13 CASH GENERATED FROM / (USED IN) OPERATIONS			
Profit before taxation		11,659,437	15,233,330
Adjustments for non-cash charges and other items:			
Depreciation on operating fixed assets		3,621,113	3,365,708
Depreciation on right-of-use assets		701,698	636,558
Gain on sale of property, plant and equipment		(22,999)	(20,851)
Dividend income		(2,297,219)	(1,752,904)
Gain on initial recognition of ordinary shares transferred under Scheme of Compromises, Arrangement and Reconstruction amongst Nishat (Chunian) Limited and its members		-	(460,187)
Allowance for expected credit losses		1,376	1,675
Profit on deposits with banks		(445,531)	(170,482)
Interest income on advance to associated company		(42,116)	(17,990)
(Gain) / loss on disposal of short term investments		(475,364)	70,470
Share of profit from associates		(2,888,639)	(2,211,284)
Net exchange gain		(787,914)	(1,749,135)
Finance cost		8,467,272	4,830,102
Reversal of provision for slow moving, obsolete and damaged store items		-	(34)
Working capital changes	13.1	(9,987,789)	(23,229,180)
		7,503,325	(5,474,204)
13.1 Working capital changes			
(Increase) / decrease in current assets:			
- Stores, spare parts and loose tools		(562,587)	(2,011,385)
- Stock in trade		(4,825,759)	(15,626,341)
- Trade debts		(7,998,271)	(5,012,036)
- Loans and advances		1,056,455	(811,760)
- Short term deposits and prepayments		(70,007)	12,846
- Other receivables		(241,569)	(2,080,819)
		(12,641,738)	(25,529,495)
Increase in trade and other payables		2,653,949	2,300,315
		(9,987,789)	(23,229,180)

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

14 SEGMENT INFORMATION

14.1 The Group has following reportable business segments. The following summary describes the operation in each of the Group's reportable segments:

Spinning: Producing different qualities of yarn including dyed yarn and sewing thread using natural and artificial fibers.

Weaving: Producing different qualities of greige fabric using yarn.

Dyeing: Producing dyed fabric using different qualities of grey fabric.

Home Textile and Terry: Manufacturing of home textile articles using processed fabric produced from greige fabric and manufacturing of terry and bath products.

Garments: Manufacturing of garments using processed fabric.

Power Generation: Generation, transmission and distribution of power using gas, oil, steam, coal, solar and biomass.

Hotel: Carrying on the business of hotel and allied services.

Transactions among the business segments are recorded at cost. Inter segment sales and purchases have been eliminated from the total.

	Spinning		Weaving		Dyeing		Home Textile and Terry		Garments		Power Generation		Hotel		Elimination of inter-segment transactions		Total - Group	
	Period ended 31-Mar-24	31-Mar-23	Period ended 31-Mar-24	31-Mar-23	Period ended 31-Mar-24	31-Mar-23	Period ended 31-Mar-24	31-Mar-23	Period ended 31-Mar-24	31-Mar-23	Period ended 31-Mar-24	31-Mar-23	Period ended 31-Mar-24	31-Mar-23	Period ended 31-Mar-24	31-Mar-23	31-Mar-24	
Revenue	4,053,408	3,013,140	21,255,513	23,875,745	25,607,492	26,682,912	4,012,572	29,855,842	12,241,747	10,970,307	1,158,872	88,591	514,450	-	-	159,350,195	143,229,022	
External Intersegment	13,105,301	11,181,020	24,052,788	18,997,642	2,621,204	1,958,306	315,263	368,575	2,285	1,726	15,701,104	13,207,015	-	-	(55,671,003)	(45,744,914)	-	
56,162,709	44,194,160	45,308,299	42,876,387	27,658,756	27,671,848	40,327,835	30,304,417	12,244,032	10,972,033	32,720,976	30,440,841	588,591	514,450	(5,657,003)	(45,744,914)	159,350,195	143,229,022	
Cost of sales	(50,892,524)	(44,829,774)	(42,205,355)	(37,824,615)	(24,353,638)	(22,224,633)	(32,220,801)	(22,890,094)	(11,090,501)	(9,452,391)	(20,083,308)	(27,156,128)	(380,914)	(912,144)	55,671,003	(134,550,048)	(119,035,763)	
Gross profit	5,270,185	1,364,366	3,102,934	5,051,772	3,275,118	5,447,215	8,107,034	7,323,423	1,183,591	1,519,642	3,647,668	3,284,615	227,677	202,306	-	24,794,147	24,192,259	
Distribution cost	(805,678)	(745,941)	(899,807)	(1,225,489)	(838,578)	(979,897)	(5,699,308)	(4,272,719)	(782,552)	(666,735)	-	-	-	-	-	(9,028,523)	(7,883,835)	
Administrative expenses	(529,483)	(406,432)	(386,391)	(535,558)	(266,614)	(223,956)	(1,185,159)	(947,021)	(250,431)	(250,197)	(422,316)	(338,721)	(82,066)	(53,467)	-	(3,106,460)	(2,553,352)	
Profit before taxation and unallocated income and expenses	(1,339,161)	(1,152,373)	(1,286,198)	(1,451,027)	(1,103,192)	(1,203,853)	(6,885,697)	(5,219,812)	(1,038,983)	(916,932)	(422,316)	(338,721)	(82,066)	(53,467)	-	(12,134,883)	(10,447,185)	
Unallocated income and expenses:	3,831,024	209,013	1,816,786	3,460,745	2,171,826	4,243,382	1,221,867	2,103,611	128,548	602,710	3,225,352	2,847,794	165,611	148,839	-	12,653,164	13,746,074	
Other expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(106,719)	(549,285)	
Finance cost	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,655,625	4,655,359	
Share of net profit of associates accounted for using the equity method	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(8,467,272)	(4,630,102)	
Taxation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,689,639	2,211,284	
Profit after taxation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(9,655,860)	(2,468,970)	
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7,993,455	12,282,390	

14.3 Reconciliation of reportable segment assets and liabilities

	Spinning		Weaving		Dyeing		Home Textile and Terry		Garments		Power Generation		Hotel		Total - Group	
	Un-audited 31-Mar-24	Audited 30-Jun-23	Un-audited 31-Mar-24	Audited 30-Jun-23	Un-audited 31-Mar-24	Audited 30-Jun-23	Un-audited 31-Mar-24	Audited 30-Jun-23	Un-audited 31-Mar-24	Audited 30-Jun-23	Un-audited 31-Mar-24	Audited 30-Jun-23	Un-audited 31-Mar-24	Audited 30-Jun-23	Un-audited 31-Mar-24	Audited 30-Jun-23
Total assets for reportable segments	35,140,228	34,700,014	17,870,906	16,429,296	32,254,536	18,842,412	38,859,056	14,446,602	9,874,503	8,571,547	38,061,676	37,497,275	1,076,533	1,304,106	171,142,488	131,794,252
Unallocated assets:																
Long term investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	67,006,145	54,489,668
Short term investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6,933,718	-
Other receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	13,912,845	13,697,116
Cash and bank balances	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,320,062	91,59,028
Other corporate assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,560,434	17,405,475
Total assets as per consolidated condensed interim statement of financial position	3,605,792	2,815,311	3,922,882	2,629,358	2,469,940	1,617,530	5,987,900	5,403,123	1,475,569	805,316	5,391,845	3,694,618	74,798	746,110	22,517,926	17,653,386
Unallocated liabilities:																
Deferred liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6,005,442	5,089,383
Other corporate liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	85,648,489	67,609,349
Total liabilities as per consolidated condensed interim statement of financial position	-	-	-	-	-	-	-	-	-	-	-	-	-	-	114,171,857	90,330,098

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

15 FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

i) Fair value hierarchy

Judgments and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in these consolidated condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements Level 1 Level 2 Level 3 Total
At 31 March 2024

(Rupees in thousand)

	Level 1	Level 2	Level 3	Total
Financial assets				
Fair value through other comprehensive income	20,920,716	-	-	20,920,716
Derivative financial assets	-	4,191	-	4,191
Total financial assets	20,920,716	4,191	-	20,924,907
Financial liabilities				
Derivative financial liabilities	-	20,489	-	20,489
Total financial liabilities	-	20,489	-	20,489

Recurring fair value measurements Level 1 Level 2 Level 3 Total
At 30 June 2023 - Audited

(Rupees in thousand)

	Level 1	Level 2	Level 3	Total
Financial assets				
Fair value through other comprehensive income	12,068,521	-	-	12,068,521
Derivative financial assets	-	31	-	31
Total financial assets	12,068,521	31	-	12,068,552
Financial liabilities				
Derivative financial liabilities	-	18,292	-	18,292
Total financial liabilities	-	18,292	-	18,292

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the period. Further there was no transfer out of level 3 measurements.

The Group's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

ii) Valuation techniques used to determine fair values

Specific valuation techniques used to value financial instruments include the use of quoted market prices or dealer quotes for similar instruments.

16 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated undertakings, other related companies, post employment benefit plan and key management personnel. The Group in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties is as follows:

Selected Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended 31 March 2024 (Un-audited)

i) Transactions

	Period ended		Quarter ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	(Rupees in thousand)			
Associated companies				
Investment made	586,900	2,405,044	-	259,158
Sale of investment	30,000	-	30,000	-
Short term loans made	25,280	35,200	-	15,200
Purchase of goods and services	230,167	185,792	79,202	64,758
Sharing of expenses	1,659	1,373	605	482
Sale of goods and services	43,772	62,214	25,881	25,384
Purchase of operating fixed assets	102,793	73,050	46,881	-
Rental income	6,052	5,509	2,017	1,836
Rent paid	75,120	69,198	25,040	22,786
Dividend income	2,283,170	1,363,046	856,131	570,754
Dividend paid	154,265	123,372	-	-
Insurance premium paid	583,634	479,311	180,619	128,431
Insurance claims received	68,475	72,954	25,136	24,105
Interest income	232,180	37,542	105,617	8,570
Finance cost	132,222	79,284	48,124	31,500
Other related parties				
Dividend income	-	255,376	-	-
Sale of goods and services	402	1,773	85	-
Interest income	123,958	30,066	36,524	21,312
Finance cost	513	603	57	271
Group's contribution to provident fund trust	489,472	390,036	165,373	132,857
Remuneration paid to Chief Executive Officer and Executives of the Holding Company	1,680,044	1,456,900	537,831	432,026
Dividend Paid	443,338	354,670	-	-

ii) Period end balances

	As at 31 March 2024		
	Associated companies	Other related parties	Total
	(Rupees in thousand)		
Trade and other payables	60,642	-	60,642
Accrued markup	10,885	-	10,885
Short term borrowings	1,670,855	-	1,670,855
Property, plant and equipment	15,645	-	15,645
Long term loans	-	332,013	332,013
Trade debts	11,302	34	11,336
Loans and advances	191,330	116,449	307,779
Other receivables	3,463	-	3,463
Accrued interest	93,637	4,763	98,400
Cash and bank balances	1,824,084	850,183	2,674,267

	As at 30 June 2023 (Audited)		
	Associated companies	Other related parties	Total
	(Rupees in thousand)		
Trade and other payables	100,586	-	100,586
Accrued markup	23,414	-	23,414
Short term borrowings	680,858	-	680,858
Property, plant and equipment	19,851	-	19,851
Long term loans	-	282,614	282,614
Trade debts	24,563	1,169	25,732
Loans and advances	132	104,507	104,639
Other receivables	4,306	-	4,306
Accrued interest	28,018	-	28,018
Cash and bank balances	2,158,102	1,547,204	3,705,306

17 FINANCIAL RISK MANAGEMENT

The Group's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published consolidated financial statements of the Group for the year ended 30 June 2023.

18 DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were approved by the Board of Directors and authorized for issue on 29 April 2024.

19 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the consolidated condensed interim statement of financial position and consolidated condensed interim statement of changes in equity have been compared with the balances of annual audited consolidated financial statements of preceding financial year, whereas, the consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of comprehensive income and consolidated 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-arrangement have been made.

20 GENERAL

Figures have been rounded off to the nearest thousand of Rupees unless otherwise stated.



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

انکھارتشکر۔
بورڈ انتظامیہ، عملہ اور کارکنوں کی کوششوں کو سراہتا ہے۔

منجانب بورڈ آف ڈائریکٹرز

Said Iqbal

فریڈ نور علی فضل
ڈائریکٹر

Ummaisha

میماں عمر شفا
چیف ایگزیکٹو آفیسر

29 اپریل 2024ء
لاہور

سے علیحدہ جامع فنانشل اسٹیٹمنٹس کے ساتھ، یکجا جامع فنانشل اسٹیٹمنٹس کو بھی منسلک کیا ہے۔

بورڈ کی ساخت

بورڈ کی ساخت درج ذیل ہے:

ڈائریکٹرز کی کل تعداد

5	(ا) مرد
2	(ب) خواتین

تفصیل

2	(i) آزاد ڈائریکٹرز
4	(ii) نان ایگزیکٹو ڈائریکٹرز
1	(iii) ایگزیکٹو ڈائریکٹر

بورڈ کی کمیٹیاں

آڈٹ کمیٹی

تعداد	نام ڈائریکٹر
1	مسز مہک عادل (چیئر پرسن ارکن)
2	سید زاہد حسین (رکن)
3	جناب فرید نور علی فضل (رکن)

ہیومن ریسورس اور معاوضہ (HR&R) کمیٹی

تعداد	نام ڈائریکٹر
1	میاں عمر نشا (رکن)
2	مسز سارہ عقیل (چیئر پرسن ارکن)
3	جناب محمود اختر (رکن)

ڈائریکٹرز کا مشاعرہ

بورڈ آف ڈائریکٹرز نے ڈائریکٹرز کے معاوضہ کی پالیسی کی منظوری دی ہے۔ پالیسی کی بنیادی خصوصیات مندرجہ ذیل ہیں:

☆ کمیٹی بورڈ اور اس کی کمیٹیوں کے اجلاسوں میں شرکت کی فیس کے سوائے آزاد ڈائریکٹرز سمیت اپنے نان ایگزیکٹو ڈائریکٹرز کو معاوضہ ادا نہیں کرے گی۔

☆ کمیٹی بورڈ اور اس کی کمیٹیوں کے اجلاسوں میں شرکت کے سلسلے میں ڈائریکٹرز کے سفر اور رہائش کے اخراجات ادا کرے گی۔

☆ بورڈ آف ڈائریکٹرز وقتاً فوقتاً، ڈائریکٹرز معاوضہ پالیسی کا جائزہ اور اس کی منظوری دے گا۔

اضافہ / (کمی)		31 مارچ کو اختتام شدہ نو مہما		میری
فیصد	قدر	2023	2024	
95.95	2,343	2,442	4,785	فروخت - (کلوگرام '000)
6.62	99.97	1,509.88	1,609.85	قیمت فی کلوگرام
108.92	4,016,000	3,687,120	7,703,120	فروخت - (000 روپے)

گارمنٹس

گارمنٹس ڈویژن نے ٹیکسٹائل سیکٹر کو درپیش متعدد چیلنجز کے باوجود اچھی کارکردگی کا مظاہرہ کیا ہے۔ ڈویژن کی آمدن میں موجودہ نو مہما کے دوران گزشتہ سال کی اسی نو مہما کے مقابلہ میں 1.338 ارب روپے (12.68%) کا اضافہ ہوا۔

اضافہ / (کمی)		31 مارچ کو اختتام شدہ نو مہما		گارمنٹس
فیصد	قدر	2023	2024	
(4.18)	(240)	5,737	5,497	فروخت - (گارمنٹس '000)
17.59	323.71	1,839.80	2,163.51	قیمت فی گارمنٹ
12.68	1,337,891	10,554,947	11,892,838	فروخت - (000 روپے)

ڈویژن کی توجہ صنعت کو درپیش مشکلات کے منفی اثرات کو کم کرنے پر مرکوز ہے۔ انتظامیہ ایک جامع نقطہ نظر کو بروئے کار لائی ہے جس میں لاگت کے انتظام کے اسٹریٹجک اقدامات، اعمال اور مصنوعات میں جدت، وسائل کے استعمال میں اصلاح اور ہماری پوری تنظیم میں مسلسل بہتری کی ثقافت کو فروغ دینا شامل ہے۔

پاور جنریشن

ٹیکسٹائل سیکٹر کو توانائی کی بڑھتی قیمتوں کے چیلنج کا سامنا ہے۔ رعایتی نرخوں 20.19 روپے فی یونٹ اور 9 امریکی ڈالر فی ایم ایم بی ٹی یو کا خاتمہ یکم مارچ 2023 اور یکم جولائی 2023 کو باترتیب ہو گیا جس کی وجہ سے کاروبار کرنے کی لاگت میں اضافہ ہو گیا اور پاکستانی ٹیکسٹائل مصنوعات کو علاقائی حربوں کے مقابلے میں کم مسابقتی بنا دیا ہے۔ ان حالات کو مد نظر رکھتے ہوئے کمپنی کی حکمت عملی توانائی کے بڑھتے ہوئے اخراجات کے اثرات کو کم کرنے کے لیے قابل تجدید توانائی کے ذرائع میں سرمایہ کاری کرتا ہے۔

فی الحال، ہمارے پاس سولر پاور پلانٹس کے ذریعے 14.2 میگا واٹ بجلی پیدا کرنے کی صلاحیت ہے، اور ہم متعدد منصوبوں کے ذریعے اضافی 2.562 میگا واٹ کے حصول اور تنصیب کے لیے سرگرم عمل ہیں۔ مزید برآں، 8.96 میگا واٹ کے سولر پرائیکٹس کے منصوبے قابل غور ہیں۔ ہمیں پختہ یقین ہے کہ قابل تجدید توانائی کی طرف منتقلی نہ صرف توانائی کے بڑھتے ہوئے اخراجات کی وجہ سے پیدا ہونے والے مالی دباؤ کو کم کرے گی بلکہ پائیدار طریقوں کے لیے ہماری گن کوٹا ہر کرے گی۔

ذیلی کمپنیاں اور کنسولیڈیٹڈ مالیاتی گوشوارے

نشاط پاور لمیٹڈ، نشاط اینٹن (پرائیویٹ) لمیٹڈ، نشاط ہاسٹیلٹی (پرائیویٹ) لمیٹڈ، نشاط کموڈٹیز (پرائیویٹ) لمیٹڈ، نشاط یو ایس اے انکارپوریٹڈ، نشاط اینٹن ٹریڈنگ ایل ایل سی، نشاط انٹرنیشنل FZE اور چائنا گوانگ ڈونشاط گلوبل کمپنی لمیٹڈ کمپنی کے ضمنی ادارے ہیں۔ اس لیے کمپنی نے انٹرنیشنل فنانشل رپورٹنگ سٹینڈرڈز کی مطابقت

رنگائی (Dyeing)

عالمی اورنگی مسائل کے باوجود اننگ ڈویژن نے مالی سال 2023-24 کے پہلے نو مہینوں کے دوران اپنی کارکردگی کو برقرار رکھا ہے۔

چونکہ رواں مالی سال کی آخری سہ ماہی شروع ہو چکی ہے جو کہ عام طور پر ٹیکسٹائل کے کاروبار کی پیکر میں سست روی کے لیے جانی جاتی ہے، انتظامیہ کو اندازہ ہے کہ اسے مزید مشکلات کا سامنا کرنا پڑے گا۔ ان میں بین الاقوامی منڈیوں میں ملبوسات کی مصنوعات کی کم طلب کے ساتھ ساتھ پہلے سے بڑھتی ہوئی توانائی کی قیمت بھی شامل ہے۔

تاہم، انتظامیہ فعال ہے اور مارکیٹ کی صورتحال پر مسلسل نظر رکھے ہوئے ہے۔ ڈویژن کی انتظامیہ منافع اور ترقی کو برقرار رکھنے اور ان مشکلات کے اثرات کو کم کرنے کے لیے ہر ممکن اقدامات کر رہی ہے۔

اضافہ/(کمی)		31 مارچ کو اختتام شدہ نو ماہی		پروسیسڈ کلاٹھ
فیصد	قدر	2023	2024	
(3.67)	(1,348)	36,708	35,360	فروخت - (میٹرز 1000)
1.49	10.16	683.66	693.82	قیمت فی میٹر
(2.24)	(562,283)	25,095,908	24,533,625	فروخت - (1000 روپے)

گھریلو ٹیکسٹائل اور ٹیری (Home Textile and Terry)

جہاں دوسری سہ ماہی تک چیلنجز برقرار رہے، وہاں تیسری سہ ماہی اس سے بھی زیادہ مشکل ثابت ہوئی۔ بلند شرح سود، بڑھتی ہوئی توانائی کی قیمتیں، اور خام مال کی بڑھتی ہوئی قیمتیں ڈویژن کے معاملات پر بہت زیادہ بوجھ ڈالتی رہیں۔

ان مسائل کے باوجود، ڈویژن پرائیس شدہ کپڑوں اور میڈ ایپس کی فروخت میں قابل ذکر اضافہ حاصل کرنے میں کامیاب رہی، جس میں 2.255 ارب روپے (%15.97) کا اضافہ ہوا۔ یورپ اور امریکہ میں معاشی بدحالی کی وجہ سے خریداری کے انداز میں سست روی کو مدنظر رکھتے ہوئے یہ اضافہ ایک اہم سنگ میل ہے۔

اس پوری مدت کے دوران، انتظامیہ کی توجہ لاگت کے مؤثر انتظام، مصنوعات میں تنوع اور مارکیٹ کے رجحانات پر رہی جس نے منافع کو برقرار رکھنے میں مدد دی۔

اضافہ/(کمی)		31 مارچ کو اختتام شدہ نو ماہی		پروسیسڈ کلاٹھ اینڈ میڈ ایپس
فیصد	قدر	2023	2024	
6.20	1,216	19,618	20,834	فروخت - (میٹرز 1000)
9.20	66.22	719.59	785.81	قیمت فی میٹر
15.97	2,254,727	14,116,870	16,371,597	فروخت - (1000 روپے)

ٹیری مصنوعات کی فروخت میں بھی 4.016 ارب روپے (%108.92) کا اضافہ ہوا ہے۔

سٹائی (Spinning)

اس عرصے کے دوران اسپننگ سیکٹر کو مقامی اور برآمدی منڈیوں میں بہت سی مشکلات کا سامنا کرنا پڑا۔ برآمدی منڈی میں طلب کم رہی، جبکہ مقامی منڈی میں کپاس کی قیمتوں اور طلب میں اتار چڑھاؤ کے باعث دھاگے کی قیمتوں میں اتار چڑھاؤ رہا۔ ان مشکلات کے باوجود، مقامی منڈی میں برآمدی منڈی کے مقابلے زیادہ مواقع تھے۔

ناموافق عالمی اقتصادی عوامل جیسا کہ مسلسل کساد بازاری، بلند افراط زر اور کرنسی کے اتار چڑھاؤ کی وجہ سے بین الاقوامی خریداروں نے پاکستانی سوت کو پیش کردہ قیمتوں پر خریدنے میں ہچکچاہٹ ظاہر کی۔ یہ قیمتیں مقامی منڈی کے حالات اور بڑھتی ہوئی پیداواری لاگت سے متاثر تھیں۔ نتیجتاً، برآمدی منڈی میں پاکستانی سوت کی قیمتیں کم مسابقتی تھیں۔ ہندوستان، ویتنام اور انڈونیشیا جیسے ممالک سے سوت کی قیمتوں سے مقابلہ کرنا پاکستانی برآمد کنندگان کے لیے مشکل تھا۔ تاہم، اسپننگ ڈویژن نے ان مشکلات کے جواب میں مارکیٹ کی صورت حال سے کامیابی سے نمٹا ہے۔

یارن	31 مارچ کو اختتام شدہ نو ماہی		اضافہ / (کمی)	
	2023	2024	قدر	فیصد
فروخت - (کلوگرام 1000)	21,639	33,965	12,326	56.96
قیمت فی کلوگرام	790.60	854.46	63.86	8.08
فروخت - (1000 روپے)	17,107,717	29,021,647	11,913,930	69.64

موجودہ عالمی اقتصادی ماحول اور پاکستان میں پیداواری لاگت میں مسلسل اضافے کی وجہ سے مالی سال 2023-24 کا بقیہ حصہ بھی مشکلات میں رہنے کی توقع ہے۔ ڈویژن کی مارکیٹنگ ٹیم مارکیٹ کی اس صورتحال پر گہری نظر رکھے ہوئے ہے اور اس کے مطابق حکمت عملی وضع کرے گی۔

بائی (Weaving)

مہنگائی کی وجہ سے یورپی فیشن ویئر مارکیٹ میں گرے فیبرک کی طلب میں کمی آئی ہے، کیونکہ صارفین لباس پر خوراک اور توانائی جیسی ضروری چیزوں کی خریداری کرنے کو ترجیح دے رہے ہیں۔ اس صورت حال سے نمٹنے کے لیے کمپنی کی حکمت عملی ٹیکنیکل فیبرک کے کاروبار کا تناسب بڑھانے کی طرف منتقل ہو گئی ہے، جسے بڑی مقدار میں فروخت کرنے کے زیادہ مواقع ہیں۔

گرے کلاٹھ	31 مارچ کو اختتام شدہ نو ماہی		اضافہ / (کمی)	
	2023	2024	قدر	فیصد
فروخت - (میٹرز 1000)	75,272	68,740	(6,532)	(8.68)
قیمت فی میٹر	333.99	332.68	(1.31)	(0.39)
فروخت - (1000 روپے)	25,139,983	22,868,220	(2,271,763)	(9.04)

مقامی گرے کپڑے کی منڈی میں مسلسل سست روی کی وجہ سے ہمارا مقصد اپنے برآمدی کاروبار کو مزید بڑھانا ہے۔ ہم اپنے تکنیکی کپڑے کی فروخت کے تناسب میں نمایاں اضافے کی توقع کرتے ہیں جو اس مقصد کے مطابق ہے۔ اس شعبہ میں اپنی صلاحیتوں کو بڑھانے کے لیے، ہم نے خصوصی بیک پروسس میں سرمایہ کاری کی ہے، خاص طور پر پولیسٹر فلائٹ وارپنگ، جو جون 2024 تک آپریشنل ہونے والی ہے۔

ڈائریکٹرز کی رپورٹ

نشاط ملٹریٹرز ("کمپنی") کے ڈائریکٹرز 31 مارچ 2024 کو اختتام شدہ نو ماہی کے لیے ڈائریکٹرز کی رپورٹ پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

آپریٹنگ مالی نتائج

کمپنی نے آمدنی میں 15.658 ارب روپے (14.97%) کا غیر معمولی اضافہ ریکارڈ کیا۔ جس سے آمدن گزشتہ دورانیہ کے مقابلے 104.609 ارب روپے سے بڑھ کر موجودہ دورانیہ میں 120.267 ارب روپے ہو گئی۔ یہ غیر معمولی نمو سازگار مقدار اور شرح کے تغیر کی وجہ سے ہوئی۔ تاہم، پیداواری لاگت میں تغیر معمولی اضافے، خاص طور پر توانائی کے اخراجات پر مختلف سہڈیز کے واپس لیے جانے سے، مجموعی منافع میں 3.121 ارب روپے (19.19%) کی خاطر تباہی کی واقع ہوئی۔

دیگر آمدنی میں 2.428 ارب روپے (29.67%) کا قابل ذکر اضافہ دیکھا گیا۔ جو کہ گزشتہ سال کی اسی نو ماہی میں 8.184 ارب روپے سے بڑھ کر رواں سال کی نو ماہی میں 10.612 ارب روپے پر پہنچ گئی ہے یہ کمپنی کی سرمایہ کاری حکمت عملی کے موخر ہونے کا ثبوت ہے، جو کمپنی کے منافع میں مسلسل حصہ ڈالتی ہے۔

بعد از ٹیکس منافع میں 5.788 ارب روپے (51.98%) کی کمی واقع ہوئی، جس کی بنیادی وجہ مالیاتی لاگت میں نمایاں اضافہ اور گزشتہ دورانیہ کے مقابلے موجودہ دورانیہ میں سپر ٹیکس کی اونچی شرح کا نفاذ ہے۔

اضافہ / (کمی) فیصد	31 مارچ کو اختتام شدہ نو ماہی		مالی جھلکیاں
	2023	2024	
14.97	104,609,259	120,266,712	آمدنی (روپے '000)
(19.19)	16,263,010	13,141,763	مجموعی منافع (روپے '000)
(51.98)	11,135,934	5,347,630	بعد از ٹیکس منافع (روپے '000)
	15.55	10.93	مجموعی منافع (فیصد)
	10.65	4.45	بعد از ٹیکس منافع (فیصد)
	31.67	15.21	منافع فی حصص - (روپے)

مارکیٹ کا عمومی جائزہ اور مستقبل کے امکانات۔

پاکستان میں ٹیکسٹائل کا شعبہ متعدد چیلنجز سے نبرد آزما ہے، جنہوں نے 31 مارچ 2024 کو ختم ہونے والے نو مہینوں کے دوران شعبہ کی کارکردگی کو نمایاں طور پر متاثر کیا ہے۔ عالمی اقتصادی ست روی نے بین الاقوامی منڈی میں ٹیکسٹائل مصنوعات کی طلب کو کم کر دیا ہے۔ مقامی طور پر بڑھتی ہوئی توانائی کی لاگت، مہنگی مالیاتی شرح، اور غیر معمولی حکومتی ٹیکس کے نفاذ نے کاروبار کرنے کی لاگت کو بڑھا دیا ہے۔ مجموعی طور پر، ان عوامل نے ٹیکسٹائل شعبہ کی موجودہ کارکردگی اور مستقبل کے امکانات کو نمایاں طور پر متاثر کیا ہے۔

سیکٹ تجزیہ

کمپنی کی طبقاتی کارکردگی کا مختصر جائزہ درج ذیل ہے:



REGISTERED OFFICE:

Nishat House, 53-A, Lawrence Road, Lahore

Tel: 042-36360154, 042-111 113 333

nishat@nishatmills.com

www.nishatmillsltd.com