

QUARTERLY REPORT
UN-AUDITED
1ST QUARTER ENDED
SEPTEMBER 30, 2021



YOUSAF WEAVING MILLS LIMITED



YOUSAF WEAVING MILLS LIMITED

A Project of Chakwal Group

7/1 - E-3, Main Boulevard
Gulberg III, Lahore, Pakistan
Tel: +92 42 35757108 & 35717510 - 17
Fax: +92 42 35764036, 35764043 & 35757105
E-mail: yousaf@chakwalgroup.com.pk
Web: www.yousafweaving.com

DIRECTORS' REPORT TO THE SHAREHOLDERS

The directors of the company are pleased to present their report together with the un-audited condensed interim financial statements for the 1st quarter ended September 30, 2021.

For the first quarter ended on September 30, 2021, the Company earned gross profit of Rs. 15.726 million as compared to gross profit of Rs. 11.933 million in the corresponding period, whereas it could be able to get net profit of Rs. 1.698 as compared to net profit of Rs. 1.421 million during the last comparative period.

During the current period sales have been improved significantly with respect to previous period by 145% whereas the gross profit is increased by 32% with respect to comparative period. On the other hand there is no major change in distribution and administrative expenses however finance cost has been escalated due to mark-up on long term loan of BOP.

The management has successfully installed new warping machinery which has been imported from China at the start of current reporting period, which will strengthen our back process. To enhance production capacity of the company and achieve the benefit of economies of scale the management is planning to purchase new looms which will ultimately increase gross profit in the upcoming periods. Further to rationalize energy cost the Company had contracted for solar system installation during last financial year, it is expected that installation will commence during the second quarter. Although the profit margins have been squeezed during the first quarter due to increase in cost to do business however the management is committed to put its best efforts to maintain profitability.

The Board is thankful to the shareholders of the company for their continued confidence in the company and also wished to express its gratitude to all the employees of the company their hard work, loyalty and dedication.

For and on behalf of the Board

Lahore

October 30, 2021

عاليہ خانم
Alia Khanum
Chairman

Khawaja Mohammad Nadeem

Chief Executive Officer





YOUSAF WEAVING MILLS LIMITED

A Project of Chakwal Group

7-1 - E-3, Main Boulevard
Gulberg III, Lahore, Pakistan
Tel: +92 42 35757105 & 35717510 - 17
Fax: +92 42 35754036, 35764037 & 35757105
E-mail: yousaf@chakwalgroup.com.pk
Web: www.yousafweaving.com

ڈائریکٹرز رپورٹ:-

یوسف ویونگ ملز کے بورڈ آف ڈائریکٹرز کی جانب سے 30 ستمبر 2021 پر اختتام شدہ سہ ماہی کے لئے فیورجائیج اور کشیف شدہ حسابات بشمول اپنی رپورٹ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

30 ستمبر 2021 کو ختم ہونے والی سہ ماہی میں کمپنی نے 15.726 ملین روپے کا مجموعی منافع کمایا جو کہ پچھلے دورانیہ میں 11.933 ملین روپے تھا۔ جبکہ خالص منافع پچھلے سال کے خالص منافع جو کہ 1.421 ملین روپے کے مقابلے میں 1.698 ملین روپے رہا۔

اس سہ ماہی میں کمپنی کی سیلز میں %145 کی شرح سے نمایاں بہتری آئی۔ جبکہ مجموعی منافع %32 کی شرح سے بڑھا۔ دوسری طرف تقسیمی اور انتظامی لاگت میں کوئی قابل ذکر تبدیلی نہیں آئی تاہم مالیاتی لاگت میں بینک آف پنجاب کی طویل المدتی قرضے کی وجہ سے اضافہ ہوا۔

انتظامیہ نئی وارپنگ مشین کی کامیابی سے تنصیب کر چکی ہے جس کو اس دورانیہ کے آغاز میں چائینہ سے درآمد کیا گیا تھا۔ پیداواری صلاحیت کو بڑھانے اور ایکونومیز آف سکیل کا فائدہ اٹھانے کے لیے انتظامیہ نے نئی لومز خریدنے کا منصوبہ بنایا ہے۔ جس سے بالآخر آنے والے وقت میں منافع کی شرح میں اضافہ ہوگا۔ مزید برآں توانائی کی لاگت کو کم کرنے کے لیے کمپنی نے پچھلے سال سولر سسٹم کی تنصیب کے لیے معاہدہ کیا تھا۔ امید ہے کہ دوسری سہ ماہی میں اس پر کام کا آغاز ہو جائے گا۔

اگرچہ پہلی سہ ماہی میں پیداواری لاگت میں اضافہ کی وجہ سے منافع کی شرح میں کمی ہوئی ہے لیکن انتظامیہ پر عزم ہے کہ یہ اپنی تمام توانائیاں صرف کرتے ہوئے منافع کی شرح کو برقرار رکھے گی۔

کمپنی کے ملازمین مسلسل وفاداری، لگن اور ہر مسلحہ پر اچھے تعلقات تعریف کے مستحق ہیں اس کے علاوہ ڈائریکٹرز تمام حصص کنندگان کا مسلسل حمایت کی وجہ سے شکر یہ ادا کرتے ہیں۔

بورڈ آف ڈائریکٹرز کی طرف سے

عالیہ خانم

خواجہ محمد ندیم

لاہور

چیئر مین

چیف ایگزیکٹو آفیسر

تاریخ: 30 اکتوبر 2021

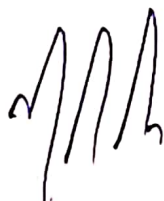
YOUSAF WEAVING MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2021

	September 30, 2021	June 30, 2021
Note	(Un-audited) Rupees	(Audited) Rupees
CAPITAL AND LIABILITIES		
Share Capital and Reserves		
Authorized share capital 90,000,000 (2021: 90,000,000) ordinary shares of Rs. 10 each	900,000,000	900,000,000
Issued, subscribed and paid up share capital	900,000,000	900,000,000
Loan from directors	106,600,000	106,600,000
Accumulated loss	(1,439,019,290)	(1,440,716,881)
Surplus on revaluation of land	385,563,327	385,563,327
	(46,855,963)	(48,553,554)
Non Current Liabilities		
Long term loan	-	-
Deferred liability	36,997,957	35,553,393
	36,997,957	35,553,393
Current Liabilities		
Trade and other payables	327,795,227	305,174,689
Unclaimed dividend	3,247,016	3,247,016
Accrued mark up	133,805,068	133,827,820
Short term borrowings	598,076,710	593,508,622
Current portion of non current liabilities	79,047,692	80,977,769
Provision for taxation	52,413,625	50,160,909
	1,194,385,338	1,166,896,825
Contingencies and Commitments		
5	-	-
	<u>1,184,527,332</u>	<u>1,153,896,664</u>

YOUSAF WEAVING MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2021

	Note	September 30, 2021 (Un-audited)	June 30, 2021 (Audited)
		Rupees	Rupees
ASSETS			
Non Current Assets			
Property, plant and equipment	6	953,785,627	947,395,316
Intangible assets		148,931	186,164
Long term loans		10,472,827	10,472,827
Long term deposits		51,632,222	45,822,696
		1,016,039,607	1,003,877,003
Current Assets			
Stores and spares		13,983,802	9,826,528
Stock in trade		41,161,072	17,277,547
Trade debts		37,464,023	37,469,134
Loans and advances		20,825,491	22,220,053
Trade deposits and other receivables		8,450,707	23,312,525
Tax refunds due from government		42,279,957	38,586,096
Cash and bank balances		4,322,673	1,327,778
		168,487,725	150,019,661
		<u>1,184,527,332</u>	<u>1,153,896,664</u>

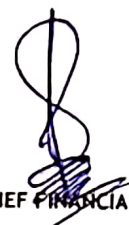
The annexed notes form an integral part of these condensed interim financial information (Unaudited).



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER



YOUSAF WEAVING MILLS LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter Ended	
	September 30, 2021	September 30, 2020
	Un-audited Rupees	Un-audited Rupees
Sales - net	179,454,356	73,080,905
Cost of sales	<u>(163,728,275)</u>	<u>(61,147,408)</u>
Gross profit	15,726,281	11,933,497
Distribution cost	<u>(1,624,570)</u>	<u>(1,865,345)</u>
Administrative expenses	<u>(8,936,172)</u>	<u>(8,489,422)</u>
	<u>(10,560,742)</u>	<u>(10,354,767)</u>
Operating profit	5,165,539	1,578,730
Finance cost	<u>(1,222,430)</u>	<u>(19,503)</u>
Other operating income	<u>7,198</u>	<u>964,334</u>
Profit before taxation	3,950,307	2,523,561
Taxation	<u>(2,252,716)</u>	<u>(1,102,368)</u>
Profit for the period	<u>1,697,591</u>	<u>1,421,193</u>
Earning per share - basic & diluted	0.02	0.02

The annexed notes form an integral part of these condensed interim financial information (Unaudited).


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER



YOUSAF WEAVING MILLS LIMITED
STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter Ended	
	September 30, 2021	September 30, 2020
	Rupees	Rupees
Profit for the period	1,697,591	1,421,193
Other comprehensive income for the period	.	.
Total comprehensive income for the period	<u>1,697,591</u>	<u>1,421,193</u>

The annexed notes form an integral part of these condensed interim financial information (Unaudited).



CHIEF EXECUTIVE OFFICER

عاليه فاهم
 DIRECTOR



CHIEF FINANCIAL OFFICER



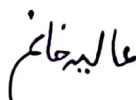
YOUSAF WEAVING MILLS LIMITED
STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter Ended	
	September 30, 2021	September 30, 2020
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	3,950,307	2,523,561
Adjustments for:		
- Depreciation	9,787,712	10,281,328
- Amortization of intangible assets	37,232	11,635
- Provision for gratuity	3,412,944	3,000,000
- Gain on disposal of property, plant and equipment	(7,198)	(964,334)
- Finance cost	1,204,979	19,503
Operating profit before working capital changes	18,385,976	14,871,693
(Increase) / Decrease in current assets:		
- Stores and spares	(4,157,274)	(4,375,929)
- Stock in trade	(23,883,525)	(5,024,519)
- Trade debts	5,111	(10,005,923)
- Loan and advances	1,394,562	3,016,826
- Trade deposits and other receivables	14,861,818	-
- Tax refundable due from government	(4,272,803)	(7,165,694)
Increase / (Decrease) in current liabilities:		
- Trade and other payables	23,920,301	3,549,501
	7,868,190	(20,005,738)
CASH GENERATED FROM / (USED IN) OPERATIONS	26,254,166	(5,134,045)
Finance cost paid	(1,227,731)	(19,503)
Gratuity paid	(1,968,380)	(548,140)
Income tax paid	(720,821)	(366,635)
Net cash generated from / (used in) operating activities	22,337,234	(6,068,323)
CASH FLOWS FROM INVESTING ACTIVITIES		
Property, plant and equipment purchased	(16,195,825)	-
Proceeds from disposal of property, plant and equipment	25,000	1,450,000
Long term deposits	(5,809,526)	-
Net cash (used in) / generated from investing activities	(21,980,351)	1,450,000
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term loans	(1,930,077)	3,612,529
Short term borrowings - net	4,568,088	-
Net cash generated from financing activities	2,638,011	3,612,529
Net Increase / (decrease) in cash and cash equivalents	2,994,894	(1,005,794)
Cash and cash equivalents at the beginning of the period	1,327,778	4,062,293
Cash and cash equivalents at the end of the period	4,322,672	3,056,499

The annexed notes form an integral part of these condensed interim financial information (Unaudited).



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER



YOUSAF WEAVING MILLS LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

Particulars	Issued, Subscribed and Paid up Share Capital	Accumulated Loss	Loan from Directors	Revaluation Surplus	Total
	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at July 1, 2020	900,000,000	(1,455,491,996)	37,641,000	203,833,327	(314,017,669)
Net profit for the period	-	1,421,193	-	-	1,421,193
Balance as at September 30, 2020	900,000,000	(1,454,070,803)	37,641,000	203,833,327	(312,596,476)
Balance as at July 1, 2021	900,000,000	(1,440,716,881)	106,600,000	385,563,327	(48,553,554)
Net profit for the period	-	1,697,591	-	-	1,697,591
Balance as at September 30, 2021	900,000,000	(1,439,019,290)	106,600,000	385,563,327	(46,855,963)

The annexed notes form an integral part of these condensed interim financial information (Unaudited).

CHIEF EXECUTIVE OFFICER

عاليہ ظاہر
DIRECTOR

CHIEF FINANCIAL OFFICER



YOUSAF WEAVING MILLS LIMITED
SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

Note 1**The Company and Its Operations**

Yousaf Weaving Mills Limited was incorporated on January 17, 1988 as a public limited company in Pakistan under the Companies Ordinance, 1984 and is quoted on Pakistan Stock Exchange. The Company is engaged in the business of textile weaving, spinning, sale of processed fabric and home textile products. The registered office of the Company is situated at 7/1-E-3, Main Boulevard Gulberg III, Lahore.

Note 2**Basis of Preparation**

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

International Financial Reporting Standard (IFRS) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and provisions of and directives issued under the Companies Act, 2017. Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 2.2 The condensed interim financial information does not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Company for the year ended 30 June, 2021.

- 2.3 This condensed interim financial information is presented in Pak rupees, which is the Company's functional and presentational currency. The financial statements have been prepared under the historical cost convention. Figures have been rounded off to the nearest thousand rupee, unless stated otherwise.

Note 3**Significant Accounting Policies**

The accounting policies and methods of computation of the interim financial information are the same as those followed in the preparation of annual financial information for the preceding year ended June 30, 2021.

Note 4**Accounting Estimates and Judgments**

The accounting estimates and associated assumptions used in preparation of this condensed interim financial information are consistent with those applied in the preparation of annual financial statement of the Company Limited for the year ended June 30, 2021.

Note 5**Contingencies and Commitments**

There is no other significant change in the contingencies and commitments as reported in the last published audited financial statements for the year ended June 30, 2021.

Note 6

Property, Plant and Equipment

	Quarter Ended Sep 30, 2020	Year Ended June 30, 2020
	(Un-audited) Rupees	(Audited) Rupees
Operating fixed assets	953,785,627	947,395,316
Opening written down value	947,395,316	807,551,842
Addition during the period / year (at cost)	16,195,825	-
Revaluation adjustment	-	181,730,000
Disposal during the period / year (written down value)	(17,802)	(882,088)
	963,573,339	988,399,754
Depreciation charge for the period / year	(9,787,712)	(41,004,438)
Closing written down value	953,785,627	947,395,316

Note 7

Transactions with Related Parties

The related parties and associated undertakings comprise related group companies, associated companies, directors and key management personnel. Transactions with related parties and associated undertakings, other than remuneration and benefits to key management personnel under the term of their employment are as follows:

	Quarter Ended	
	Sep 30, 2021	Sep 30, 2020
	(Un-audited) Rs. '000'	(Un-audited) Rs. '000'
Significant transaction with related parties are as follows:		
- Loan received/(paid) from/to directors - net	(1,093)	3,613

Note 8

Segment Information

8.1 For management purposes, the activities of the Company are organized into two operating segment:

Weaving:	Production of grey and processed cloth.
Spinning:	Production of different qualities of yarn using natural and artificial fibers.

The Company operates in the said reportable operating segments bases on the nature of products, risks and returns, organizational and management structure and internal financial reporting systems. Accordingly, the figures reported in these condensed financial statements related to the Company's reportable segment.

Information regarding the Company's reportable segment for the Quarter ended September 30, 2021 are as follows:

8.2 Segment revenues and results

There were no transactions with key management personnel other than undertaken as per terms of their employment.

	For the Quarter Ended September 30, 2021 (Un-audited)		
	Weaving Segment Rupees	Spinning Segment Rupees	Total Rupees
Sales - net	179,454,556	-	179,454,556
Cost of sales	(162,527,719)	(1,200,556)	(163,728,275)
Gross profit / (loss)	16,926,837	(1,200,556)	15,726,281
Distribution cost	(1,624,570)	-	(1,624,570)
Administrative expenses	(8,926,109)	(10,063)	(8,936,172)
	(10,550,679)	(10,063)	(10,560,742)
Operating profit / (loss)	6,376,158	(1,210,619)	5,165,539

Note 8 - Segment Information - Continued...

For the Quarter Ended September 30, 2021 (Un-audited)			
	Weaving Segment	Spinning Segment	Total
	Rupees	Rupees	Rupees
Finance cost	(1,222,430)	-	(1,222,430)
Other operating income	7,198	-	7,198
Profit / (loss) before taxation	5,160,926	(1,210,619)	3,950,307
Taxation	(2,252,716)	-	(2,252,716)
Profit / (loss) after taxation	2,908,210	(1,210,619)	1,697,591
For the Quarter Ended September 30, 2020 (Un-audited)			
	Weaving Segment	Spinning Segment	Total
	Rupees	Rupees	Rupees
Sales - net	73,080,905	-	73,080,905
Cost of sales	(59,859,053)	(1,288,355)	(61,147,408)
Gross profit / (loss)	13,221,852	(1,288,355)	11,933,497
Distribution cost	(1,865,345)	-	(1,865,345)
Administrative expenses	(8,477,058)	(12,364)	(8,489,422)
	(10,342,403)	(12,364)	(10,354,767)
Operating profit / (loss)	2,879,449	(1,300,719)	1,578,730
Finance cost	(19,503)	-	(19,503)
Other operating income	964,334	-	964,334
Profit before taxation / (loss)	3,824,280	(1,300,719)	2,523,561
Taxation	(1,102,368)	-	(1,102,368)
Profit after taxation / (loss)	2,721,912	(1,300,719)	1,421,193

8.3 Segment assets and liabilities

As at September 30, 2021 (Un-audited)			
	Weaving Segment	Spinning Segment	Total
	Rupees	Rupees	Rupees
Segment assets for reportable segments	1,019,026,749	115,594,908	1,134,621,657
Unallocated assets			49,905,675
Total assets as per balance sheet			1,184,527,332
Segment liabilities for reportable segments	858,803,836	231,539,361	1,090,343,197
Unallocated liabilities			141,040,098
Total liabilities as per balance sheet			1,231,383,295
As at June 30, 2021 (Audited)			
	Weaving Segment	Spinning Segment	Total
	Rupees	Rupees	Rupees
Segment assets for reportable segments	982,788,856	124,895,992	1,107,684,848
Unallocated assets			46,211,816
Total assets as per balance sheet			1,153,896,664
Segment liabilities for reportable segments	829,256,150	232,013,624	1,061,269,774
Unallocated liabilities			141,180,444
Total liabilities as per balance sheet			1,202,450,218

Note 9
Financial Risk Management

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

Note 10
General

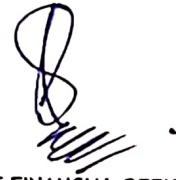
-
- 10.1 This interim financial information is authorized for issue on October 30, 2021 by the Board of Directors of the Company.
- 10.2 Corresponding figures have been re-arranged wherever necessary to facilitate comparison. No material rearrangement has been made during the period.



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

