

DIRECTORS REVIEW FOR THE HALF YEAR ENDED DECEMBER, 2013

The Directors of your company have the pleasure to submit un audited accounts for the Half Year Ended as on 31st December 2013.

The Financial performance is as under:-

PARTICULAR	HALF YEAR ENDED 31-12-2013 RUPEES IN MILLION	HALF YEAR ENDED 31-12-2012 RUPEES IN MILLION
SALES	784.155	692.549
COST OF SALES	(739.221)	(667.352)
GROSS PROFIT	44.934	25.197
OTHER OPERATING INCOME	0.981	1.108
DISTRIBUTION COST	(0.328)	(0.936)
ADMINISTRATIVE COST	(10.784)	(9.023)
OTHER OPERATING EXP.	(0.804)	(0.026)
FINANCIAL COST	(23.339)	(29.409)
PROFIT/(LOSS) BEFORE TAXATION	10.660	(13.089)

Management of your company is trying best to bring the company in profit which can be viewed by these results that instead of acute energy crises and low production your company stressed on quality of production and gained some required results. The increase in admin expenses is due to annual increase in salaries of employees and upward trend of prices in all walks of life especially fuel and energy prices.

The management of the company is continuously making efforts in order to improve the profitability of the company in this regard already production capacity of the company has been improved. Now the company is planning to produce high quality of yarn with the better machinery setup.

The future outlook of the company looks very positive. The price of Raw Material are on high side compared with the previous period but positive side is the reciprocal increase in the price of yarn. The company has started manufacturing cotton yarn and the demand of cotton yarn is expected to increase internationally and prices of yarn should be stable or in upward trend.

The future of spinning industry in Textile sectors seems very bright and if energy crises is over then textile industry will be in a very good phase.

Directors of the company would like to place on record their appreciations of the hard work and dedication shown by executive, staff members and workers of the company in the performance of their duties.

The Directors acknowledge the devotion to duty of workers and are appreciate the hard working of employees and also thankful to customers for their support and co-operation to the company.

FOR AND ON BEHALF OF THE BOARD

Lahore.
February 27, 2014.

(NAUMAN ALMAS)
Chief Executive