

## DIRECTORS REPORT

The Directors of your company have the pleasure to submit un audited accounts for the First quarter ended as on 30<sup>th</sup> September 2013.

During the period under review the company produced 1,352,226 Kgs. of blended yarn as compared to 1,352,318 Kgs. in the corresponding period of the last year.

The Financial performance is as under:-

Particular	Quarter Ended 30-09-2013 Rupees	Quarter Ended 30-09-2012 Rupees
SALES	390,213,533	349,050,535
COST OF SALES	(366,222,830)	(327,036,391)
GROSS PROFIT	23,990,704	22,014,145
OTHER OPERATING INCOME	788,262	549,591
DISTRIBUTION COST	(125,896)	(658,317)
ADMINISTRATIVE COST	(4,808,327)	(4,110,369)
OTHER OPERATING EXP.	(9,105)	(11,050)
FINANCIAL COST	(11,268,209)	(14,603,200)
PROFIT BEFORE TAXATION	8,567,428	3,180,800

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 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.  
October 31, 2013.

( NAUMAN ALMAS )  
Chief Executive