



ARCTIC TEXTILE MILLS LIMITED

www.arctictextile.com

**ACCOUNTS
FOR THE HALF YEAR ENDED
31 DECEMBER 2023**



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**COMPANY INFORMATION**

Board of Directors	Mr. Muhammad Ashraf Mr. Muhammad Iqbal Mr. Zeeshan Saeed Mr. Usman Mahmood Mrs. Saira Affan Mr. Muhammad Amman Adil Mr. Qaiser Nasir	Chairman Chief Executive Officer Director Director (Independent) Director (Independent) Director (Nominee BIPL) Director (Nominee BIPL)
Audit Committee	Mr. Usman Mahmood Mr. Muhammad Amman Adil Mr. Muhammad Ashraf	Chairman Member Member
HR and Remuneration Committee	Mrs. Saira Affan Mr. Qaiser Nasir Mr. Muhammad Iqbal	Chairperson Member Member
Nomination Committee	Mr. Muhammad Ashraf Mr. Usman Mahmood Mrs. Saira Affan	Chairman Member Member
Risk Management Committee	Mr. Muhammad Iqbal Mr. Muhammad Ashraf Mr. Usman Mahmood	Chairman Member Member
Company Secretary	Mr. Ali Mudassar	
Chief Financial Office	Mr. Bisharat Ali	
Auditors	Riaz Ahmad and Company (Chartered Accountants) 560-F, Raja Road, Gulistan Colony, Faisalabad	
Banks	The Bank of Punjab Habib Metropolitan Bank Limited MCB Bank Limited	
Share Registrar	Corplink (Private) Limited Wings Arcade, 1-K, Commercial, Model Town, Lahore	
Registered/ Head Office	133 - 134, Regency the Mall, Faisalabad. +92-41-2610028, 2610030 www.arctictextile.com, info@arctictextile.com	
Mills	35 - Kilometer, Sheikhpura Road, Faisalabad http://www.arctictextile.com/financial-statement.html	



**DIRECTORS' REVIEW
FOR THE HALF YEAR ENDED 31 DECEMBER 2023**

The Board of Directors of the Company is pleased to present the un-audited financial results of the Company reviewed by statutory auditors of the Company for the half year ended on 31 December 2023.

Financial Results:

The financial results of the Company for the half year ended 31 December 2023 are as follow:

	Half year ended	
	31 December 2023	31 December 2022
	(Rupees in thousand)	
REVENUE FROM CONTRACTS WITH CUSTOMERS	914,395	805,899
COST OF SALES	(797,155)	(741,240)
GROSS PROFIT	117,240	64,659
DISTRIBUTION COST	(2,126)	(4,030)
ADMINISTRATIVE EXPENSES	(20,758)	(17,240)
OTHER EXPENSES	(7,585)	(3,598)
OTHER INCOME	11,664	13,689
FINANCE COST	(971)	(955)
PROFIT BEFORE TAXATION	97,464	52,525
TAXATION	(34,045)	(11,125)
PROFIT AFTER TAXATION	63,419	41,400
EARNING PER SHARE - BASIC AND DILUTED (RUPEES)	4.81	3.14

During the half year under review, despite prevailing economic uncertainties, your Company achieved revenue of Rupees 914.395 million as compared to Rupees 805.899 million during corresponding period of previous year. Notably, the Company has also achieved a profit after taxation of Rs. 63.419 million, marking a significant increase from the previous half-year's profit after taxation of Rs. 41.400 million. Administrative expenses mainly grew due to inflationary pressures. The earnings per share (EPS) for the current period stand at Rupees 4.81, marking a notable increase from the EPS of Rupees 3.14 reported during the corresponding period of the previous year.

Industry Overview:

The textile industry has long been a vital component of Pakistan's economy, making substantial contributions to GDP, employment, and exports. However, it currently confronts challenges stemming from the nation's struggling economy and prolonged periods of political instability. Furthermore, the ongoing implementation of contractionary economic policies continues to dampen the demand for textile products both at local and international fronts. These challenges are compounded by soaring energy prices, escalating raw material prices and rising production expenses.



Future Prospects:

The current economic climate in the country presents significant challenges for business operations. Despite these obstacles, we remain optimistic that the industry will regain momentum once political and economic stability is restored. Our Company's management is committed to preserving our current market share through effective marketing strategies. We are steadfast in our resolve to reduce operating costs without compromising product and service quality. The directors of the Company are fully cognizant of the situation and are diligently working towards maximizing output in production activities.

Acknowledgment

We would like to take this opportunity to express appreciation to the employees of the Company for their hard work and commitment. We would also like to express our gratitude to the valued shareholders and lenders for extending their co-operation.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

**Faisalabad:
February 27, 2024**

A handwritten signature in black ink, appearing to be 'M. S. Khan'.

Director

A handwritten signature in black ink, appearing to be 'M. S. Khan'.

Chief Executive Officer



ڈائریکٹرز کا جائزہ

کئینی کے ڈائریکٹرز انتہائی مسرت کے ساتھ 31 دسمبر 2023 کو اختتام پذیر ہونے والی ششماہی کے غیر آڈٹ شدہ مالیاتی نتائج آپ کی خدمت میں پیش کر رہے ہیں۔ مالیاتی کارکردگی:

31 دسمبر 2023 کو اختتام پذیر ہونے والی ششماہی کے مالیاتی نتائج درج ذیل ہیں۔

اختتام پذیر ششماہی		
31 دسمبر 2023	31 دسمبر 2022	
روپے ہزاروں میں		
805,899	914,395	کنٹر ایکٹرز کے ساتھ معاہدوں سے حاصل ہونے والی آمدن
(741,240)	(797,155)	لاگت آمدن
64,659	117,240	مجموعی نفع
(4,030)	(2,126)	تقسیم الاگت
(17,240)	(20,758)	انتظامی اخراجات
(3,598)	(7,585)	دیگر اخراجات
13,689	11,664	دیگر آمدن
(955)	(971)	مالیاتی لاگت
52,525	97,464	قبل از ٹیکس منافع
(11,125)	(34,045)	ٹیکس
41,400	63,419	بعد از ٹیکس منافع
3.14	4.81	فی شخص منافع (روپے میں)

موجودہ معاشی غیر یقینی صورتحال کے باوجود برنظر نصف سال کے عرصے کے دوران کئینی کی آمدنی 914,395 لاکھ روپے ہے۔ جبکہ ششماہی مدت کی آمدنی 805,899 لاکھ روپے تھی۔ قابل ذکر بات یہ ہے کہ کئینی کا مجموعی نفع 63,419 لاکھ روپے بعد از ٹیکس ہے جبکہ کئینی اسی ششماہی میں مجموعی نفع 41,400 لاکھ روپے بعد از ٹیکس تھا۔ انتظامی اخراجات بنیادی طور پر افرامارز کے دباؤ کی وجہ سے بڑھے ہوئے موجودہ مدت میں فی شخص منافع 4.81 روپے ہے۔ جو کہ پچھلے سال کی اسی مدت کے دوران فی شخص منافع 3.14 روپے تھا۔

انٹرنسٹری کا جائزہ:

سپینگ انٹرنسٹری ملکی معیشت کا طویل عرصے سے اہم جزوری ہے۔ جس نے سی ڈی پی، روزگار اور برآمدات کے اضافے میں نمایاں کردار ادا کیا ہے۔ تاہم، اس وقت ملکی معیشت کو طویل عرصے سے پیدا ہونے والی سیاسی عدم استحکام اور دیگر مسائل کا سامنا ہے۔ مزید برآں، ترقیاتی اقتصادی پالیسیوں کا جاری نفاذ مقامی اور بین الاقوامی سطح پر یکساں کل معیشت کی مانگ کو کم کرتا جا رہا ہے۔ یہ صائب توانائی، خام مال اور پیداواری اخراجات میں اضافے سے مزید بڑھ گئے ہیں۔

مستقبل کے امکانات:

ملک کی معاشی صورتحال اور کاروباری سرگرمیوں کو بڑے پیمانے پر مسائل درپیش ہیں، تاہم ان رکاوٹوں کے باوجود ہمیں امید ہے کہ سیاسی اور معاشی استحکام کی بحالی کے بعد انٹرنسٹری دوبارہ اپنی رفتار حاصل کرے گی۔ ہماری کئینی کی انتظامیہ موثر مارکیٹنگ حکمت عملی کے ذریعے ہمارے موجودہ مارکیٹ شیئر کو محفوظ رکھنے کے لیے پرعزم ہے۔ ہم پروڈکٹ اور سروس کے معیار پر توجہ دینے کے بغیر آپریشننگ لاگت کو کم کرنے کے لیے اپنے عزم پر ثابت قدم ہیں۔ کئینی کے ڈائریکٹرز صورتحال سے پوری طرح باخبر ہیں اور پیداواری سرگرمیوں میں زیادہ سے زیادہ پیداوار حاصل کرنے کے لیے تہمتی سے کام کر رہے ہیں۔

اعتراف:

ہم اس موقع پر کئینی کے ملازمین کی محنت اور عزم کے لیے ان کی تعریف کرنا چاہتے ہیں۔ ہم قابل قدر شیئر ہولڈاروں، قرض دہندگان کا تعاون بڑھانے کے لیے ان کا بھی شکریہ ادا کرنا چاہتے ہیں۔

بورڈ آف ڈائریکٹرز کی طرف سے:

مہمان احمد
ڈائریکٹر

چیف ایگزیکٹو آفیسر



INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Arctic Textile Mills Limited

Report on review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of ARCTIC TEXTILE MILLS LIMITED as at 31 December 2023 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to condensed interim financial statements for the half year then ended (here-in-after referred to as "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarters ended 31 December 2023 and 31 December 2022 have not been reviewed and we do not express a conclusion on them as we are required to review only the cumulative figures for the half year ended 31 December 2023.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is Liaqat Ali Panwar.

Riaz Ahmad & Co.
RIAZ AHMAD & COMPANY
Chartered Accountants

Faisalabad

Date: 27 February 2024

UDIN: RR202310184cCPXutgMn



**ARCTIC TEXTILE MILLS LIMITED****CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2023**

		<u>Un-audited</u> <u>31 December</u> <u>2023</u>	<u>Audited</u> <u>30 June</u> <u>2023</u>
	NOTE	(Rupees in thousand)	
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
17 000 000 (30 June 2023: 17 000 000) ordinary shares of Rupees 10 each		170,000	170,000
Issued, subscribed and paid up share capital			
13 174 800 (30 June 2023: 13 174 800) ordinary shares of Rupees 10 each fully paid in cash		131,748	131,748
Reserves			
Capital reserves			
Equity portion of former shareholders' loan		13,335	13,335
Surplus on revaluation of property, plant and equipment - net of deferred income tax		166,217	173,500
Accumulated loss		(94,810)	(165,512)
Total equity		216,490	153,071
LIABILITIES			
NON-CURRENT LIABILITIES			
Deferred income tax liability		54,978	56,397
Staff retirement gratuity		62,030	51,793
Long term security deposit		30,000	30,000
		147,008	138,190
CURRENT LIABILITIES			
Trade and other payables		248,105	259,621
Taxation - net		16,044	13,820
		264,149	273,441
TOTAL LIABILITIES		411,157	411,631
CONTINGENCIES AND COMMITMENTS	3		
TOTAL EQUITY AND LIABILITIES		627,647	564,702
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	383,847	394,782
Long term deposits and prepayment		12,606	12,399
		396,453	407,181
CURRENT ASSETS			
Stores, spare parts and loose tools		78,009	57,776
Trade debts		120,792	88,753
Loans and advances		3,546	4,269
Short term deposits, prepayments and other receivables		13,086	154
Cash and bank balances		15,761	6,569
		231,194	157,521
TOTAL ASSETS		627,647	564,702

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



ARCTIC TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-audited) FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	NOTE	Half year ended		Quarter ended	
		31 December 2023	31 December 2022	31 December 2023	31 December 2022
		(Rupees in thousand)			
REVENUE FROM CONTRACTS WITH CUSTOMERS	5	914,395	805,899	458,520	394,824
COST OF SALES		(797,155)	(741,240)	(399,923)	(359,699)
GROSS PROFIT		117,240	64,659	58,597	35,125
DISTRIBUTION COST		(2,126)	(4,030)	(1,094)	(2,333)
ADMINISTRATIVE EXPENSES		(20,758)	(17,240)	(10,694)	(8,411)
OTHER EXPENSES		(7,585)	(3,598)	(4,585)	(2,098)
OTHER INCOME		11,664	13,689	7,978	7,826
FINANCE COST		(971)	(955)	(685)	(643)
PROFIT BEFORE TAXATION		97,464	52,525	49,517	29,466
TAXATION		(34,045)	(11,125)	(18,765)	(6,841)
PROFIT AFTER TAXATION		63,419	41,400	30,752	22,625
EARNINGS PER SHARE - BASIC AND DILUTED (RUPEES)		4.81	3.14	2.33	1.72

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



ARCTIC TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited) FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	Half year ended		Quarter ended	
	31 December 2023	31 December 2022	31 December 2023	31 December 2022
	(Rupees in thousand)			
PROFIT AFTER TAXATION	63,419	41,400	30,752	22,625
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified subsequently to profit or loss	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Other comprehensive income for the period	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	63,419	41,400	30,752	22,625

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2023**

	SHARE CAPITAL	CAPITAL RESERVES		TOTAL	ACCUMULATED LOSS	TOTAL EQUITY
		Equity portion of former shareholders' loan	Surplus on revaluation of property, plant and equipment - net of deferred income tax			
	131,748	13,335	190,208	203,543	(284,681)	50,610
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	(7,955)	(7,955)	7,955	-
Adjustment of deferred income tax liability due to remeasurement at period end	-	-	1,229	1,229	(1,229)	-
Profit for the period	-	-	-	-	41,400	41,400
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	41,400	41,400
Balance as at 31 December 2022 - (Un-audited)	131,748	13,335	183,482	196,817	(236,555)	92,010
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	(7,610)	(7,610)	7,610	-
Transfer from surplus on disposal of property, plant and equipment - net of deferred income tax	-	-	(303)	(303)	303	-
Adjustment of deferred income tax liability due to remeasurement at period end	-	-	(2,069)	(2,069)	2,069	-
Profit for the period	-	-	-	-	60,975	60,975
Other comprehensive income for the period	-	-	-	-	86	86
Total comprehensive income for the period	-	-	-	-	61,061	61,061
Balance as at 30 June 2023 - (Audited)	131,748	13,335	173,500	186,835	(165,512)	153,071
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	(7,015)	(7,015)	7,015	-
Adjustment of deferred income tax liability due to remeasurement at period end	-	-	(268)	(268)	268	-
Profit for the period	-	-	-	-	63,419	63,419
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	63,419	63,419
Balance as at 31 December 2023 - (Un-audited)	131,748	13,335	166,217	179,552	(94,810)	216,490

(Rupees in thousand)

Balance as at 30 June 2022 - (Audited)
 Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax
 Adjustment of deferred income tax liability due to remeasurement at period end
 Profit for the period
 Other comprehensive income for the period
 Total comprehensive income for the period
Balance as at 31 December 2022 - (Un-audited)
 Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax
 Transfer from surplus on disposal of property, plant and equipment - net of deferred income tax
 Adjustment of deferred income tax liability due to remeasurement at period end
 Profit for the period
 Other comprehensive income for the period
 Total comprehensive income for the period
Balance as at 30 June 2023 - (Audited)
 Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax
 Adjustment of deferred income tax liability due to remeasurement at period end
 Profit for the period
 Other comprehensive income for the period
 Total comprehensive income for the period
Balance as at 31 December 2023 - (Un-audited)

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	Half year ended	
	31 December 2023	31 December 2022
	(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	97,464	52,525
Adjustments for non-cash charges and other items:		
Depreciation	17,769	19,036
Recovery against allowance for expected credit losses	(5,683)	-
Provision for staff retirement gratuity	14,585	10,228
Amortization of deferred grant	-	(155)
Profit on saving account	(1,080)	(30)
Finance cost	971	955
	124,026	82,559
Working capital changes		
(Increase) / decrease in current assets:		
Stores, spare parts and loose tools	(20,233)	(7,983)
Stock in trade	-	61,712
Trade debts	(26,356)	(24,141)
Loans and advances	723	2,471
Short term deposits, prepayments and other receivables	(12,932)	(735)
	(58,798)	31,324
Decrease in trade and other payables	(12,125)	(52,999)
Cash generated from operations	53,103	60,884
Finance cost paid	(362)	(946)
Income tax paid	(33,240)	(31,002)
Staff retirement gratuity paid	(4,348)	(1,724)
Net (increase) / decrease in long term deposits and prepayment	(207)	1,903
Net cash generated from operating activities	14,946	29,115
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure on property, plant and equipment	(9,234)	(4,240)
Proceeds from sale of property, plant and equipment	2,400	-
Profit on saving account received	1,080	68
Net cash used in investing activities	(5,754)	(4,172)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term financing	-	(19,996)
Net cash used in financing activities	-	(19,996)
NET INCREASE IN CASH AND CASH EQUIVALENTS	9,192	4,947
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	6,569	4,943
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	15,761	9,890

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2023**

1. THE COMPANY AND ITS OPERATIONS

Arctic Textile Mills Limited (the Company) is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. Its registered office is situated at 133-134, Regency the Mall, Faisalabad. The Company manufactures and deals in all types of yarn and also deals in trading of fabric / made ups. The manufacturing facility of the Company is situated at 35 Kilometers, Main Shekhupura Road, Mouza Johal, Tehsil Jaranwala, District Faisalabad.

2. BASIS OF PREPARATION AND STATEMENT OF MATERIAL ACCOUNTING POLICY INFORMATION

2.1 Statement of compliance

These 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 condensed interim financial statements do not include all the information required for annual financial statements and should be read in conjunction with the annual financial statements of the Company for the year ended 30 June 2023.

2.3 These 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.

2.4 The figures included in the condensed interim statement of profit or loss and in the condensed interim statement of comprehensive income for the quarters ended 31 December 2023 and 31 December 2022 and in the notes forming part thereof have not been reviewed by the auditors of the Company, as they reviewed the accumulated figures for the half years ended 31 December 2023 and 31 December 2022.

2.5 Statement of material accounting policy information

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual financial statements of the Company for the year ended 30 June 2023.

2.6 Critical accounting estimates and judgments

The preparation of these condensed interim financial statements in conformity with approved accounting and reporting standards requires management to make estimates, assumptions and judgments that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgements made by the management in applying the Company's accounting policies and the key sources of estimation were the same as those that applied to the annual financial statements of the Company for the year ended 30 June 2023.

2.7 Financial risk management

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



3. CONTINGENCIES AND COMMITMENTS

a) Contingencies

There is no change in the contingencies reported in the annual financial statements for the year ended 30 June 2023.

b) Commitments

There was no commitment as at 31 December 2023 (30 June 2023: Rupees Nil).

Un-audited 31 December 2023	Audited 30 June 2023
(Rupees in thousand)	

4. PROPERTY, PLANT AND EQUIPMENT

Opening book value	394,782	423,310
Add: Cost of additions during the period / year (Note 4.1)	9,234	10,386
	404,016	433,696
Less: Book value of deletions during the period / year (Note 4.2)	(2,400)	(723)
	401,616	432,973
Less: Depreciation charged during the period / year	(17,769)	(38,191)
	383,847	394,782
4.1 Cost of additions during the period / year		
Buildings on freehold land	2,235	10,386
Plant and machinery	665	-
Electric installations	785	-
Vehicles	5,208	-
Furniture and fixtures	84	-
Office equipment	257	-
	9,234	10,386
4.2 Book value of deletions during the period / year		
Plant and machinery	-	723
Vehicles	2,400	-
	2,400	723

5. REVENUE FROM CONTRACTS WITH CUSTOMERS

(Un-audited)			
Half year ended		Quarter ended	
31 December 2023	31 December 2022	31 December 2023	31 December 2022
(Rupees in thousand)			

5.1 Product / service wise segregation

Conversion and doubling income	914,395	716,546	458,520	372,885
Export sale of fabric	-	89,353	-	21,939
	914,395	805,899	458,520	394,824

5.2 Geographical location wise segregation

Pakistan	914,395	716,546	458,520	372,885
Africa	-	59,168	-	-
Asia	-	30,107	-	21,861
North America	-	78	-	78
	914,395	805,899	458,520	394,824



ARCTIC TEXTILE MILLS LIMITED

6. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associate, directors and key management personnel. The Company in the normal course of business carries out transactions with various parties. Detail of transactions and balances with related parties are as follows:

(Un-audited)			
Half year ended		Quarter ended	
31 December 2023	31 December 2022	31 December 2023	31 December 2022
(Rupees in thousand)			

i) Transactions

Associate

Purchase of goods and other services	60,017	135,341	15,000	82,228
Revenue from conversion and doubling of yarn	867,454	515,258	434,606	344,049
Receipt of long term security deposit	-	30,000	-	-

Key management personnel

Remuneration and meeting fee paid to Chief Executive Officer, directors and executives	15,102	9,786	7,778	4,858
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Un-audited	Audited
31 December 2023	30 June 2023
(Rupees in thousand)	

ii) Period end balances

Associate

Trade debts	96,832	47,753
Long term security deposit	30,000	30,000

7. DISCLOSURES BY COMPANY LISTED ON ISLAMIC INDEX

(Un-audited)	
Half year ended	
31 December 2023	31 December 2022
(Rupees in thousand)	

Loans / advances obtained as per Islamic mode

Contract liabilities - unsecured	-	1,494
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Revenue earned from shariah compliant business

914,395 805,899

Exchange gain

2,231 4,132

Profits earned or interest paid on any conventional loan / advance

Mark-up on long term financing	-	79
Profit on saving account with bank	1,080	30

There was no dividend on any investment. Moreover there was no relationship with any shariah compliant bank.

8. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were approved by the Board of Directors and authorized for issue on February 27, 2024 by the Board of Directors of the Company.



9. CORRESPONDING FIGURES

In order to comply with the requirements of IAS 34, the condensed interim statement of financial position and condensed interim statement of changes in equity have been compared with the balances of annual financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income and 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 for better presentation, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made in these condensed interim financial statement except following:

PARTICULARS	RECLASSIFICATION		RUPEES IN THOUSAND
	FROM	TO	
Gas Infrastructure Development Cess (GIDC)	Current portion of non-current liabilities	Trade and other payables	11,348

10. GENERAL

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



**BOOK
POST**

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