



KHURSHID SPINNING MILLS LIMITED



CORPORATE BRIEFING



Held on: November 25, 2020

KHURSHID SPINNING MILLS LIMITED

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**KHURSHID SPINNING
MILLS LIMITED**



ABOUT KHURSHID SPINNING MILLS LTD.





KHURSHID SPINNING MILLS LIMITED

Company's Incorporation Status

- The company incorporated on as a 27 February 1986.
- Converted into a public limited and listed Stock Exchanges of Pakistan on 21-10-1989

Share Capital

- The Authorized share capital of the Company is Rupees 170 Million and issued, subscribed and paid up capital is Rupees 13.748 Million

Head Office;

- 133-134 Regency The Mall, Faisalabad.
- + 92 41 2610027, 2610028, 2610030

Manufacturing facilities;

- 35 Kilometer, Sheikhupura Road, Faisalabad.





**KHURSHID SPINNING
MILLS LIMITED**



THE BOARD



KHURSHID SPINNING MILLS LIMITED

THE BOARD

Mr. Muhammad Ashraf
Chairman,
Executive Director

Mr. Sajid Hussain
Independent Director
Chairman of Audit Committee

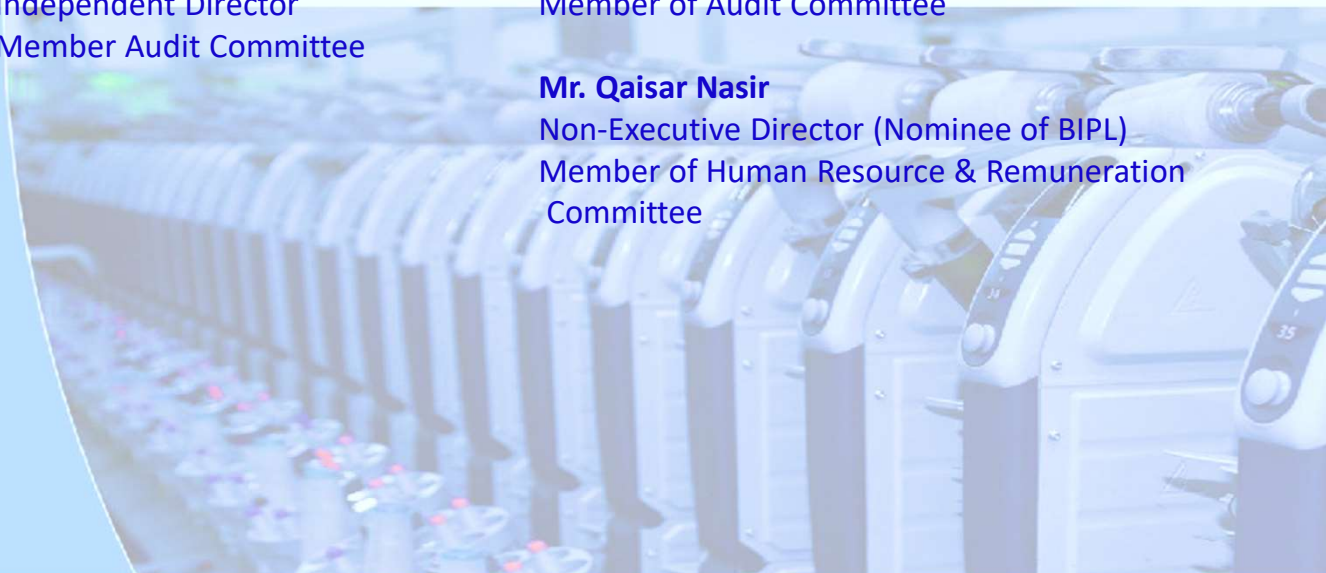
Mr. Muhammad Iqbal
Chief Executive Officer,
Executive Director
Member H.R & Remuneration
Committee

Mrs. Saira Affan
Independent Director
Chairman H.R & Remuneration
Committee

Mr. Zeeshan Saeed
Independent Director
Member Audit Committee

Mr. Muhammad Amman Adil
Non-Executive Director (Nominee of BIPL)
Member of Audit Committee

Mr. Qaisar Nasir
Non-Executive Director (Nominee of BIPL)
Member of Human Resource & Remuneration
Committee





**KHURSHID SPINNING
MILLS LIMITED**



SCOPE OF BUSINESS





**KHURSHID SPINNING
MILLS LIMITED**

KHURSHID SPINNING MILLS LIMITED

SCOPE OF BUSINESS

❖ **Manufacturing of Various Types Spinning Yarn.**

- Accru Yarn
- Melange yarn

“the yarn which is produced with various combinations of raw white & dyed cottons or dyed fibers”

❖ **Twisting / Doubling of yarn**





**KHURSHID SPINNING
MILLS LIMITED**



KHURSHID SPINNING MILLS LIMITED



FINANCIAL PERFORMANCE



KHURSHID SPINNING MILLS LIMITED

KHURSHID SPINNING
MILLS LIMITED

MAJOR POINTS

- Financial results for the year ended June 30, 2020 shows profit after taxation of Rupees 17.897 million as compared to previous year's loss after taxation of Rupees 14.455 million. With effect from 01 August 2019, the Company recommenced its commercial operations / spinning business operations. The Company has entered into yarn processing arrangement with customers due to which revenue and profitability of the Company increased significantly. The pattern will continue in future and result in reduction in accumulated losses and improvement of current ratio. This will help Company to improve and enhance its production facilities.

- Financial year 2019-20 was a very difficult year for the whole world due to the COVID-19 pandemic. Spread of pandemic all over the world highly damaged the Global and domestic business environment as Pakistan industry had already facing a difficult time due to high cost of production, higher inflation rate and rupee devaluation continued to exert significant pressure on the overall economy specially manufacturing industry. However, Government takes immediate action to control the pandemic in the country. The Government and the State Bank of Pakistan (SBP) responded swiftly by decreasing interest rate and launching refinance schemes to support employment. Due to Governments announced package and supportive measures, the impact of COVID-19 outbreak expected to support the post-COVID-19 economic recovery as well.

- The directors of the Company are fully aware of the affairs of the company and are making their strenuous efforts to improve overall performance of the company, cost controls and internal expenses to a minimum level to generate maximum profits of the Company. During the year, the company has planned efficiently and perform well to earn profits and reduce its accumulated losses. We are expecting encouraging growth in our revenues and profits in coming years.

- The Board considers its performance assessment as a key contributor to good governance as it provides feedback from the Directors on their perceptions of how the Board is currently performing its role and responsibilities. Envisaging the same, the Board devised in-house questionnaires based on emerging and leading practices to assist performance of the board as a whole, of its committees and of its members. The Company Secretary presents the summarized report for discussion and review of the Board annually.

KHURSHID SPINNING MILLS LIMITED

KEY OPERATING AND FINANCIAL DATA

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2020 2019 2018 2017 2016 2015

-----**(RUPEES IN THOUSAND)**-----

Summary of Statement of Profit or Loss

Profit/(Loss) before taxation	20,897	(22,408)	(4,351)	(2,286)	(23,999)	(36,144)
Taxation	(3,000)	7,953	1,076	2,202	3,378	6,627
Profit/(Loss) after taxation	17,897	(14,455)	(3,275)	(84)	(20,621)	(29,517)

Summary of Statement of Financial Position

Total assets	653,866	368,017	390,355	413,361	437,392	457,283
Long term financing / loans	42,195	55,272	125,767	140,230	164,927	188,915
Deferred liabilities	68,576	56,008	57,837	63,870	71,374	77,830
Current liabilities	689,610	420,570	362,425	363,195	357,243	332,409

Net assets	(146,515)	(163,833)	(155,674)	(153,934)	(156,152)	(141,871)
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Represented by:

Share capital	131,748	131,748	131,748	131,748	131,748	131,748
Equity portion of shareholders' loan	13,335	13,335	13,335	13,335	13,335	13,335
Surplus on revaluation of plant, equipment and investment properties - net of deferred income tax	135,029	150,725	155,452	164,389	174,225	180,745
Accumulated loss - net off equity portion of shareholders' loan	(426,627)	(459,641)	(456,209)	(463,406)	(475,460)	(467,699)
	(146,515)	(163,833)	(155,674)	(153,934)	(156,152)	(141,871)



**KHURSHID SPINNING
MILLS LIMITED**



FUTURE

PROSPECTS



KHURSHID SPINNING MILLS LIMITED

FUTURE PROSPECTS

- The Company has entered into yarn processing arrangement with the client due to which revenue and profitability of the Company will increase significantly.
- The directors of the Company are fully aware of the affairs of the company and are making their strenuous efforts to improve overall performance of the company, cost controls and internal expenses to a minimum level to generate maximum profits of the Company. During the year, the company has planned efficiently and perform well to earn profits and reduce its accumulated losses. We are expecting encouraging growth in our revenues and profits in coming years.
- This will help the Company to improve and enhance its production facilities.





KHURSHID SPINNING MILLS LIMITED



QUESTION & ANSWER





**KHURSHID SPINNING
MILLS LIMITED**

KHURSHID SPINNING MILLS LIMITED



THANK YOU

