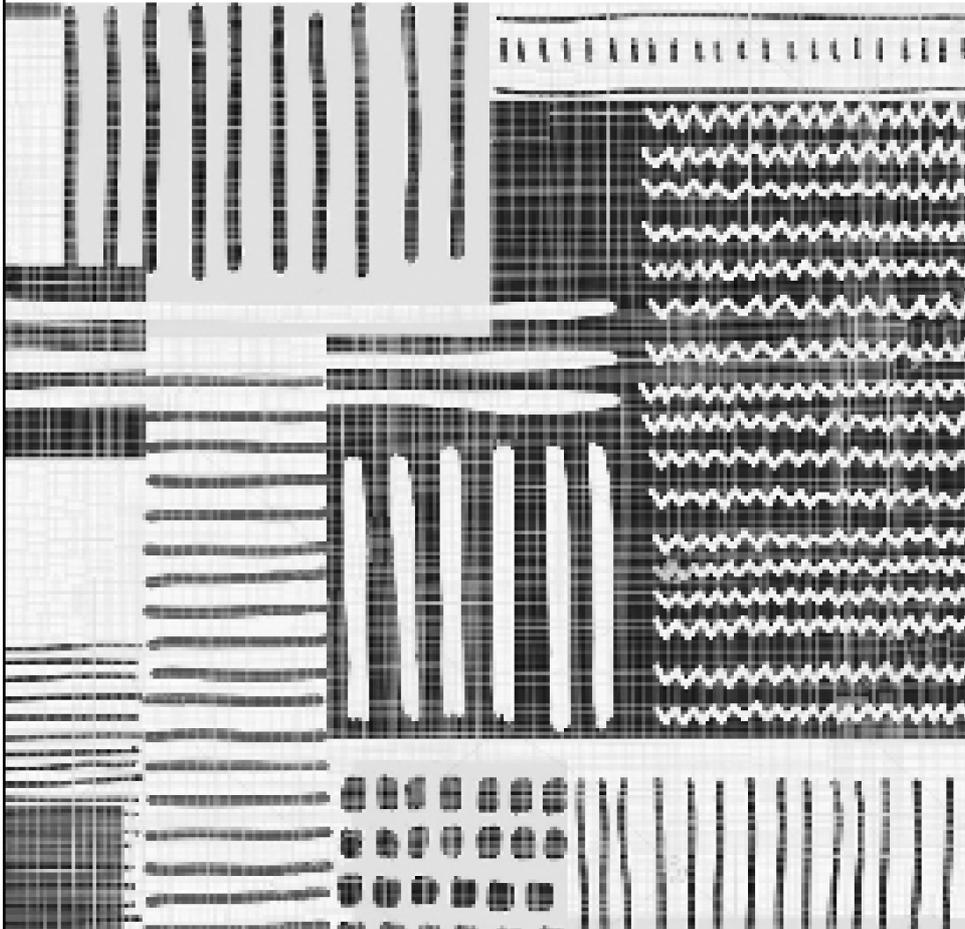
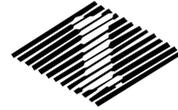


International Knitwear Limited



**FINANCIAL INFORMATION
FOR THE 3RD QUARTER ENDED
MARCH 31, 2022**



International Knitwear Limited

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Waseem Shafi	Chairman
Mr. Nacem Shafi	Chief Executive
Mr. Javed Khan	
Mr. Muhammad Shafi	
Mr. Arshad Ahmed	
Mr. Mudassir Habib Khan	
Ms. Saleha Majid	

CHIEF FINANCIAL OFFICER & COMPANY SECRETARY

Mr. Javed Khan

AUDIT COMMITTEE

Ms. Saleha Majid
Mr. Arshad Ahmed
Mr. Mudassir Habib Khan

HR & REMUNERATION COMMITTEE

Mr. Arshad Ahmed
Mr. Muhammad Shafi
Ms. Saleha Majid

AUDITORS

RSM Avais Hyder Liaquat Nauman
Chartered Accountants

LEGAL ADVISOR

Ali Associates

BANKERS

Bank AL-Habib Limited
Habib Bank Limited

REGISTERED OFFICE & FACTORY

F-2A/(L), S.I.T.E., Karachi-75730.

REGISTRAR

CDC Registrar Services Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.
Main Shakra-e-Faisal, Karachi-74400

WEBSITE

www.internationalknitwear.com



International Knitwear Limited

Directors' Report

The Board of Directors of International Knitwear Limited (INKL) is pleased to present the un-audited financial statements of the Company of the Company for the 3rd Quarter ended March 31, 2022

FINANCIAL PERFORMANCE

	March-2022	March-2021
	Rupees	Rupees
Sales	508,120,214	355,045,815
Gross profit	42,293,206	30,719,138
Other income	5,445,500	3,916,361
Profit/ (Loss)before taxation	17,899,41	43,175,641
Profit/ (Loss)after taxation	12,818,212	(4,020,912)
Earnings /(Loss)per share-basic and diluted	1.32	(0.42)

PROFIT AND LOSS ANALYSIS

During the period under review the net sales of the Company amounted to Rs.508.12 million against Rs. 355.04 million in the preceding year showing an increase of Rs. 153.08 million. The Company recorded a gross profit of Rs. 42.29 million during the period under review against Rs. 30.71 million as compared to the previous year. Earnings per share (EPS) for the period were Rs. 1.32 compared to Rs. (0.42) for the corresponding period.

REVIEW OF OPERATION

During the period under review, sales of the Company recorded to unprecedented level and shown an increase of 43.11% as compared to preceding period. Gross profit of the Company increased by Rs. 11.57 million as compared to preceding period thus registering increase of 37.67% in terms of percentage.

The increased turnover of the Company can be attributed to continued emphasis on quality products and increase in volumetric sale of all key products. Depreciation of PKR against USD also contributed towards increase in export sales.

Although Pakistan's exports and foreign remittance are on a rise but due to high domestic and global inflation, the cost of doing business is getting higher and higher. Unprecedented increase in all inputs and increasing interest costs are heavily burdening the bottom line despite the high turnover.

FUTURE OUTLOOK

The management of the company is determined to achieve optimum results by increasing its share in both local and international markets more rigorously through aggressive marketing strategies.

Besides of increasing trend of raw material prices & energy cost, your directors are determined to maintain high profit margin and reducing the cost of doing business.

ACKNOWLEDGEMENT

Management would like to express its appreciation for the outstanding devotion of all its employees and trust placed in the company by the bankers and its stakeholders.

on behalf of the Board

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO

Karachi: April 27, 2022



International Knitwear Limited

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED) AS AT MARCH 31, 2022

		(Un-Audited) March 2021 Rupees	(Audited) June 2021 Rupees
ASSETS			
Non-Current Assets			
Property, plant and equipment	4	52,615,367	35,983,528
Long term deposits		2,052,600	2,052,600
Loan and advances	9	1,270,665	839,500
Long term investments	5	19,407,100	16,979,356
		75,345,732	55,854,984
CURRENT ASSETS			
Stock-in-trade	7	123,519,733	123,104,618
Short term investment	6	17,110,104	16,781,296
Trade debts - considered good	8	58,185,144	47,994,608
Loans and advances	9	15,688,129	10,360,220
Other receivables	10	13,093,050	26,536,086
Taxation - net		23,354,593	22,182,146
Cash and bank balances	11	2,385,794	577,891
		253,336,547	247,536,865
TOTAL ASSETS		328,682,279	303,391,850
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Issued, Subscribed & paid-up capital	12	96,750,000	96,750,000
Revenue Reserves			
Unappropriated profit		35,951,577	23,133,365
		132,701,577	119,883,365
Unrealized (loss)/gain on revaluation of investments - FVTOCI		633,141	905,089
		133,334,718	120,788,454
Non-Current Liabilities			
Lease liabilities		774,616	1,156,087
MTF salary and wages(Covid-19) liabilities		-	5,537,218
		774,616	6,693,305
Current Liabilities			
Short term finance under mark-up arrangement	14	66,791,720	59,761,396
Current maturity of lease liabilities		504,683	477,387
Current maturity of MTF salary and wages(Covid-19) liabilities	15	7,852,429	10,618,722
Creditors, accrued and other payables	16	117,160,639	102,783,569
Unclaimed dividend		1,812,391	1,817,933
Current portion of deferred grant		451,084	451,084
		194,572,946	175,910,091
CONTINGENCIES AND COMMITMENTS	17	-	-
TOTAL EQUITY AND LIABILITIES		328,682,279	303,391,850

The annexed notes 1 to 21 form an integral part of these condensed interim financial information.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT (UN-AUDITED) FOR THE NINE MONTH & 3RD QUARTER ENDED MARCH 31, 2022

	3RD QUARTER ENDED		NINE MONTH ENDED		
	MARCH	MARCH	MARCH	MARCH	
	2022	2021	2022	2021	
Note	------(Rupees)-----		------(Rupees)-----		
Sales - net	195,823,831	139,933,793	508,120,214	355,045,815	
Cost of goods sold	(175,388,015)	(126,051,765)	(465,827,007)	(324,326,676)	
Gross profit	20,435,815	13,882,028	42,293,206	30,719,138	
Administrative and selling expenses	(5,785,066)	(5,452,154)	(18,557,021)	(17,045,964)	
Operating profit	14,650,749	8,429,874	23,736,185	13,673,174	
Other income	13	(204,571)	764,571	6,904,903	5,137,498
Unrealized (loss) / gain on revaluation of investments through P&L		154,936	(1,390,913)	(1,459,403)	(1,221,137)
		(49,635)	(626,342)	5,445,500	3,916,361
		14,601,114	7,803,532	29,181,685	17,589,535
Financial charges		(4,302,642)	(4,035,371)	(9,955,677)	(14,245,239)
Other charges		(710,595)	(216,033)	(1,326,595)	(168,656)
		(5,013,237)	(4,251,404)	(11,282,272)	(14,413,895)
Profit / (loss) before taxation		9,587,878	3,552,128	17,899,414	3,175,641
Taxation		(1,958,238)	(1,820,846)	(5,081,202)	(7,196,552)
Profit / (loss) after taxation		7,629,640	1,731,282	12,818,212	(4,020,912)
Earning / (loss) per share-basic and diluted		0.79	0.18	1.32	(0.42)

The annexed notes 1 to 21 form an integral part of these condensed interim financial information.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTH & 3RD QUARTER ENDED MARCH 31, 2022

	3RD QUARTER ENDED		NINE MONTH ENDED	
	MARCH 2022	MARCH 2021	MARCH 2022	MARCH 2021
	------(Rupees)-----		------(Rupees)-----	
Profit/(loss) for the period	7,629,640	1,731,282	12,818,212	(4,020,912)
Other comprehensive income				
Items that will not be reclassified subsequently to profit or loss				
Unrealised ((loss) /gain on remeasurement of investments classified as fair value through OCI	1,105,755	(628,852)	(271,948)	1,175,130
Reclassification of OCI on disposal of fair value through OCI investment directly into equity	-	-	-	-
	1,105,755	(628,852)	(271,948)	1,175,130
Total comprehensive income/ (loss) for the period	8,735,395	1,102,430	12,546,264	(2,845,782)

The annexed notes 1 to 21 form an integral part of these condensed interim

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE 3RD QUARTER ENDED MARCH 31, 2022

	Issued, subscribed and paid-up share capital	Unrealized gain on revaluation of investment	Unappropriated profit /(loss)	Total
	----- Rupees -----			
Balance as at June 30, 2020 (Audited)	96,750,000	(982,490)	28,020,988	123,788,498
Total comprehensive income for the period				
Loss for the period ended March 31, 2021	-	-	(4,020,912)	(4,020,912)
Fair value adjustment on investment classified as FVTOCI	-	1,175,130	-	1,175,130
Reclassification on disposal of FVTOCI directly into equity	-	-	-	-
Transaction with owners:				
5% Cash dividend paid for the year ended June 30, 2020	-	-	(4,837,500)	(4,837,500)
	-	1,175,130	(8,858,412)	(7,683,282)
Balance as at December 31, 2020 (Un-Audited)	96,750,000	192,640	19,162,576	116,105,216
Balance as at June 30, 2021 (Audited)	96,750,000	905,089	23,133,365	120,788,454
Total comprehensive income for the period				
Profit for the period ended March 31, 2022	-	-	12,818,212	12,818,212
Fair value adjustment on investment classified as FVTOCI	-	(271,948)	-	(271,948)
Reclassification on disposal of FVTOCI directly into equity	-	-	-	-
Transaction with owners:				
0% Cash dividend paid for the year ended June 30, 2021	-	-	-	-
	-	(271,948)	12,818,212	12,546,264
Balance as at March 31, 2022 (Un-Audited)	96,750,000	633,141	35,951,577	133,334,718

The annexed notes 1 to 21 form an integral part of these condensed interim

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE 3RD QUARTER ENDED MARCH 31, 2022

	March 2022	March 2021
Note	----- (Rupees) -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	17,899,414	3,175,640
Adjustment for non cash items:		
Depreciation	4,005,850	3,570,705
Gain on sale of property, plant and equipment	(1,240,000)	(178,802)
Other Income	(4,205,500)	(3,737,559)
Finance cost	9,955,677	14,245,239
	<u>8,516,027</u>	<u>13,899,583</u>
Profit before changes in working capital	26,415,441	17,075,223
Increase in current assets		
Stock in trade	(415,115)	36,833,094
Trade debts	(10,190,536)	(24,211,510)
Loans and advances	(5,759,074)	1,308,143
Other receivables	13,443,036	85,472
	<u>(2,921,689)</u>	<u>14,015,199</u>
Increase in current liabilities		
Creditors, accrued and other payables	14,377,070	(7,448,752)
	<u>14,377,070</u>	<u>(7,448,752)</u>
Financial charges paid	(9,247,191)	(14,245,239)
Taxes paid	(6,253,649)	(8,074,718)
	<u>(15,500,840)</u>	<u>(22,319,957)</u>
Net cash used / generated from in operating activities	22,369,983	1,321,713
CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure	(23,901,541)	(869,062)
Additions in investment	(14,165,444)	(176,483,747)
Disposal of investment	12,636,228	173,549,329
Proceeds from sale of property, plant and equipment	1,240,000	405,000
Net cash used in investing activities	(24,190,757)	(3,398,480)
CASH FLOW FROM FINANCING ACTIVITIES		
Cash proceeds from short term finance under mark-up arrangement	125,498,000	126,479,838
Repayment of short term finance under mark-up arrangement	(127,501,328)	(117,567,838)
Lease rentals paid	(354,175)	(324,435)
Dividend paid	(5,542)	(4,684,386)
Net cash generated from financing activities	(2,363,046)	3,903,179
Net decrease in cash and cash equivalents	(4,183,817)	1,826,412
Cash and bank balances at the beginning of the period	577,891	(5,110,396)
Cash and cash equivalent at the end of the period	(3,605,926)	(3,283,984)
Cash and cash equivalent at the end of the period		
Cash and bank balances	2,385,794	2,682,269
Running finance facility	(5,991,720)	(5,966,253)
	<u>(3,605,926)</u>	<u>(3,283,984)</u>

The annexed notes 1 to 21 form an integral part of these condensed interim

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE 3RD QUARTER ENDED MARCH 31, 2022

1 STATUS AND NATURE OF THE BUSINESS

International Knitwear Limited (hereinafter referred as the "Company" or "INKL") is incorporated in Pakistan and is listed on Pakistan Stock Exchange Limited. The geographical location and address of the head office and manufacturing plant of the Company is Plot # F-2A/L, SITE, Karachi, Pakistan.

We are leaders in creating, developing and manufacturing knitted and woven apparel products right from basic to highly fashioned garments. We are engaged in the export of quality garments. We have established a name of credentials owing to the projected commitments, working speed and quality practices. Our operating philosophy is to provide buyers with products that meet their specification, and are reliably delivered at a reasonable price in domestic and international markets.

2 STATEMENT OF COMPLIANCE

2.1 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 International Accounting Standard 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 and disclosures required in the annual audited financial statements, and should be read in conjunction with Company's annual audited financial statements for the year ended June 30, 2021.

3 SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the consistent as those applied in the preparation of the audited annual financial statements for the year ended 30 June 2021.



International Knitwear Limited

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE 3RD QUARTER ENDED MARCH 31, 2022

	Note	(Un-audited) March 31, 2022	(Audited) June 30, 2021
----- (Rupees) -----			
4	PROPERTY, PLANT & EQUIPMENT		
	Property and equipment - at cost less accumulated depreciation	4.1 44,038,141	31,416,026
	Capital work in progress	4.4 7,708,126	3,263,852
	Right-of-use assets	4.5 869,100	1,303,650
		<u>52,615,367</u>	<u>35,983,528</u>
4.1	Operating assets		
	Opening book value	31,416,026	34,059,843
	Additions during the period	4.2 16,193,415	1,723,252
	Disposals during the period at book value	4.3 (1,500,090)	(247,698)
	Depreciation charged during the period	(2,071,210)	(4,119,371)
		<u>44,038,141</u>	<u>31,416,026</u>
4.2	Additions during the period/year		
	Factory building	11,537,494	-
	Plant and machinery	206,500	1,151,440
	Computers	452,644	176,500
	Furniture Fitting	506,052	14,200
	Office equipment	15,000	181,012
	Motor vehicles	3,475,725	200,100
		<u>16,193,415</u>	<u>1,723,252</u>
4.3	Deletions / write-off / adjustments at book value - period/year		
	Plant and machinery	100,000	517,500
	Computers	-	66,500
	Office equipment	-	20,000
	Motor vehicles	1,400,090	350,000
		<u>1,500,090</u>	<u>954,000</u>
4.4	Movement in Capital Work in Progress		
	Opening balances	3,263,852	-
	Add: Additions during the period	15,981,768	3,263,852
	Less: Transfer to operating assets	(11,537,494)	-
		<u>7,708,126</u>	<u>3,263,852</u>
4.5	Right-of-use assets		
	Opening balances	1,303,650	1,883,050
	Depreciation for the period	(434,550)	(579,400)
		<u>869,100</u>	<u>1,303,650</u>
5	LONG TERM INVESTMENTS		
	At fair value through other comprehensive income (FVTOCI)		
	Equity securities- listed	5.1 19,407,100	16,979,356
		<u>19,407,100</u>	<u>16,979,356</u>
5.1	FVTOCI - Equity Securities		
	Name of Shares		
	- The Searle Company Limited	95,101	143,146
	- Engro fertilizer Limited.	2,431,905	1,475,670
	- Engro Corporation Limited	267,600	-
	-The Hub Power Company Limited	894,751	-
	- Pakistan Oilfields Limited	15,093,540	15,360,540
	- Millat Tractors Limited	624,204	-
		<u>19,407,100</u>	<u>16,979,356</u>



International Knitwear Limited

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE 3RD QUARTER ENDED MARCH 31, 2022

	Note	(Un-audited) March 31, 2022	(Audited) June 30, 2021
----- (Rupees) -----			
6 SHORT TERM INVESTMENTS			
At fair value through profit or loss (FVTPL)			
Equity securities- listed	6.1	14,122,345	15,624,645
Mutual funds- listed	6.2	2,987,759	1,156,651
		<u>17,110,104</u>	<u>16,781,296</u>
6.1 FVTPL - Equity Securities			
Name of Shares			
- The Searle Company Limited.		3,922,175	4,951,874
- Attock Petroleum Limited		603,320	642,060
- Engro Fertilizers Limited.		2,753,100	1,686,480
- Pakistan Oilfields Limited		2,385,152	2,008,686
- Pakistan State Oil Co. Limited		2,486,383	2,242,500
-Service Global Footwear Limited		141,750	173,490
-The Hub Power Company Limited		966,330	478,020
-Jahangir Siddiqui And Co. Ltd		-	2,526,720
-TRG Pakistan Limited		864,135	914,815
		<u>14,122,345</u>	<u>15,624,645</u>
6.2 FVTPL - Mutual funds			
Name of the Fund			
- AKD Islamic income Fund		484,707	454,908
-UBL Liquidity Plus Fund		2,503,052	701,743
		<u>2,987,759</u>	<u>1,156,651</u>
7 STOCK IN TRADE			
Raw material		10,949,770	26,057,594
Work-in-process		107,626,863	76,022,003
Finished goods	7.1	4,943,100	21,025,021
		<u>123,519,733</u>	<u>123,104,618</u>
7.1 Finished goods			
Finished stock		-	-
Finished stock in transit		-	12,376,546
Scrap / Left over stock		4,943,100	8,648,475
		<u>4,943,100</u>	<u>21,025,021</u>
8 TRADE DEBTS - CONSIDERED GOOD			
Foreign - secured, considered good		14,245,404	13,008,465
Local - unsecured			
- Considered good		43,939,740	34,986,143
- Considered doubtful		711,162	1,161,162
		44,650,902	36,147,305
Less: Provision for doubtful debts		(711,162)	(1,161,162)
		<u>58,185,144</u>	<u>47,994,608</u>
9 LOANS AND ADVANCES			
Loan to employees - Long term portion - unsecured, considered good			
Loan to employees		1,655,165	1,577,165
Less: current portion of loan to employees		(384,500)	(737,665)
		<u>1,270,665</u>	<u>839,500</u>
Short term Advances - unsecured, considered good			
Advance to contractor and supplier		2,899,629	9,622,555
Current portion of advances to employees		384,500	737,665
Short term deposits (BAH against LC)		12,404,000	-
		<u>15,688,129</u>	<u>10,360,220</u>



International Knitwear Limited

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE 3RD QUARTER ENDED MARCH 31, 2022

	Note	(Un-audited) March 31,	(Audited)
		2022	June 30, 2021
		-----{Rupees}-----	
10 OTHER RECEIVABLES			
Sales tax refundable		2,282,001	7,046,103
Export rebate receivables		1,140,275	257,054
Research and development receivable		8,931,489	18,262,851
Other receivable		739,285	970,078
		<u>13,093,050</u>	<u>26,536,086</u>
11 CASH AND BANK BALANCES			
Cash in hand		100,000	100,000
With banks in:			
Treasures call accounts (deposit accounts)		3,737,397	1,931,902
Current accounts		48,397	45,989
		3,785,794	1,977,891
Security deposit		(1,500,000)	(1,500,000)
		<u>2,385,794</u>	<u>577,891</u>
12 Share capital			
Authorized share capital			
		March 31, 2022	June 30, 2021
		-----{Rupees}-----	
		20,000,000	20,000,000
	Ordinary Shares of Rs. 10/- each	200,000,000	200,000,000
		<u>20,000,000</u>	<u>20,000,000</u>
Issued, subscribed and paid-up share capital			
		March 31, 2022	June 30, 2021
		-----{Rupees}-----	
		3,000,000	3,000,000
	Ordinary shares of Rs. 10/- each fully paid in cash.	30,000,000	30,000,000
		225,000	225,000
	Ordinary shares of Rs. 10/- each issued as bonus shares	2,250,000	2,250,000
		6,450,000	6,450,000
	Right shares of Rs. 10/- each fully paid in cash	64,500,000	64,500,000
		<u>9,675,000</u>	<u>96,750,000</u>
		<u>9,675,000</u>	<u>96,750,000</u>
13 OTHER INCOME			
		March 2022	March 2021
		-----{Rupees}-----	
Income From Financial Assets			
Exchange gain -Net	1,503,292	(298,074)	2,881,101
Grant Income	-	-	-
Profit on bank accounts	108,493	39,263	156,256
Dividend Income	3,194,859	884,000	3,574,097
Gain on disposal of investment	(1,385,624)	408,666	(1,396,551)
Commission on Share Trading	-	(22,736)	-
Reversal of provision against doubtful debts	250,000	-	450,000
Gain on translation of foreign currency debtors	-	(246,548)	-
Income From Non-Financial Assets			
Gain / (loss) on disposal of property, plant and equipment	1,240,000	-	1,240,000
		<u>4,911,020</u>	<u>764,571</u>
		<u>4,911,020</u>	<u>764,571</u>
14 SHORT TERM FINANCE UNDER MARK-UP ARRANGEMENT			
Running finance facility		5,991,720	5,261,580
Export refinance facility		43,800,000	49,500,000
Discount against local LC		17,000,000	4,999,816
		<u>66,791,720</u>	<u>59,761,396</u>
15 MTF SALARY AND WAGES(COVID-19) LIABILITIES			
MTF salary and wages (Covid-19)		8,303,513	16,607,024
MTF salary and wages (Covid-19)			
Up to one year		7,852,429	10,618,722
Later than one year and not later than five years		-	5,537,218
		<u>7,852,429</u>	<u>16,155,940</u>
Deferred Grant			
Up to one year		451,084	451,084
Later than one year and not later than five years		-	-
		<u>451,084</u>	<u>451,084</u>



**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE 3RD QUARTER ENDED MARCH 31, 2022**

16 CREDITORS, ACCRUED AND OTHER PAYABLES	(Un-audited) March 31,	(Audited)
	2022	June 30, 2021
Creditors	96,821,904	86,132,412
Accrued expenses	11,930,834	9,323,281
Compensated absences payable	1,096,572	1,152,500
Other fund payable	952,806	383,566
Workers' profit participation fund	961,300	-
Workers' welfare fund	3,201,219	2,835,925
Contract liability	290,519	1,986,705
Advance from others	340,000	340,000
Others	1,565,485	629,180
	117,160,639	102,783,569

17 CONTINGENCIES AND COMMITMENTS

17.1 Contingencies

There are no significant changes in the status of contingencies as reported in the note 21 to the annual audited financial statements of the Company for the year ended June 30, 2021.

17.2 Commitments

Commitments under letter of credit are Rs. 53.47 million (June 30, 2021: Rs 11.87 million)

18 FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

18.1 Financial risk factors

The Company is exposed to market risk (including return rate risk, currency risk and other price risk), credit risk and liquidity risk. The Company's finance and treasury departments oversee the management of these risks.

There have been no changes in the risk management policies during the period, consequently these condensed interim financial statements do not include all the financial risk management information and disclosures required in the annual financial statements.

18.2 Fair value hierarchy

The carrying values of financial assets and liabilities approximate their fair values. The table below analyses financial assets that are measured at fair value, by valuation method.

The different levels have been defined as follows:

- Level 1 : Quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 : Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 : Inputs for the asset or liability that are not based on observable market data

The Company held the following financial assets at fair value;

	March 31, 2022			Total	June 30, 2021
	(Level 1)	(Level 2)	(Level 3)		
	Rupees				
Investment at FVTOCI	19,407,100	-	-	19,407,100	16,979,356
Investment at FVTPL	17,110,104	-	-	17,110,104	16,781,296
	36,517,204	-	-	36,517,204	33,760,652

19 Transactions with related parties

All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions. The related parties comprise staff retirement funds, directors and key management personnel. Transactions with related parties, other than those disclosed elsewhere in these financial statements, are follows:

	March 31, 2022	March 31, 2021
	----- (Rupees) -----	
Balances:		
Provident Fund - outstanding balance	937,612	523,240
Transactions:		
Contribution to staff retirement benefit plans	812,143	1,671,379
Key management personnel's remuneration and other benefits	12,665,591	9,631,398

20 DATE OF AUTHORIZATION

These condensed interim financial statements was authorised by the Board of Directors of the Company on April 27, 2022.

21 GENERAL

21.1 Figures have been rounded off to the nearest thousand of PKR, unless otherwise stated.

21.2 Corresponding figures and balances have been rearranged and / or reclassified, where considered necessary, for the purpose of comparison and better presentation the effects of which are not material.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

ڈائریکٹران کی رپورٹ

انٹرنیشنل ونٹ ویئر لیڈز (INKL) کا بورڈ آف ڈائریکٹرز کمپنی کے غیر آڈٹ شدہ مالیاتی گوشوارے برائے سہ ماہی مدت ختمہ 31 مارچ 2022 پیش کرتے ہوئے اظہار مسرت کرتا ہے۔

مالیاتی کارکردگی

مارچ 2021	مارچ 2022	
355,045,815	508,120,214	خالص فروخت
30,719,138	42,293,206	خام منافع
3,916,361	5,445,500	دیگر آمدن
3,175,641	17,899,414	(خسارہ)/منافع قبل از ٹیکس
(4,020,912)	12,818,212	(خسارہ)/منافع بعد از ٹیکس
(0.42)	1.32	آمدن/(خسارہ) فی حصص

منافع و خسارہ کا تجزیہ

جائزہ مدت کے دوران کمپنی کی خالص فروخت 508.12 ملین روپے رہی جبکہ گزشتہ سال اسی مدت میں 355.04 ملین روپے تھی، اس طرح گزشتہ مدت کی نسبت فروخت میں 153.08 ملین روپے کا اضافہ ہوا۔ زیر جائزہ مدت کے دوران کمپنی کا خام منافع 42.29 ملین روپے رہا جو کہ گزشتہ سال اسی مدت میں 30.71 ملین روپے تھا۔ مدت کی فی حصص آمدن (EPS) 1.32 روپے رہی جو کہ گزشتہ سال اسی مدت میں (0.42) روپے تھی۔

کاروباری جائزہ

زیر جائزہ مدت کے دوران کمپنی کی فروخت میں قابل ذکر سطح کا اضافہ ہوا اور گزشتہ مدت کی نسبت 43.11 فیصد اضافہ ہوا۔ کمپنی کے خام منافع میں گزشتہ سال اسی مدت کی نسبت 11.57 ملین روپے کا اضافہ ہوا جو کہ بلحاظ فیصد 37.67 فیصد اضافہ ہے۔

کمپنی کی بڑھتی ہوئی فروخت کی وجوہات میں معیاری مصنوعات پر توجہ مرکوز کرنے اور تمام اہم مصنوعات کے حجم فروخت میں اضافہ تھی۔ USD کے مقابلے میں PKR میں فرسودگی نے بھی برآمدی فروخت کے اضافہ میں معاونت کی۔

اگرچہ کہ پاکستان کی برآمدات اور بیرونی ترسیلات زر بڑھ رہی ہیں لیکن بلند مقامی اور عالمی افراط زر کی وجہ سے کاروبار کرنے کی لاگت بلند سے بلند تر ہوتی جارہی ہے۔ تمام خام مال کی لاگتوں میں غیر معمولی اضافہ اور شرح سود کی بڑھتی ہوئی لاگتیں بلند فروخت کے باوجود خالص منافع پر بڑا بوجھ بنی رہیں۔

مستقبل کی پیش بینی

کمپنی کی انتظامیہ متحرک اشتہاری سرگرمیوں کے ذریعے مقامی اور عالمی مارکیٹوں دونوں میں اپنے حصے میں اضافہ کے لئے انتھک محنت کر کے بہترین نتائج کے حصول کے لئے کوشاں ہے۔

خام مال کی قیمتوں اور توانائی کی لاگتوں میں اضافہ کے باوجود آپ کے ڈائریکٹران بلند شرح منافع کو برقرار رکھنے اور کاروبار کرنے کی لاگتوں میں کمی کے لئے کوشاں ہیں۔

اعتراف

کمپنی کے تمام ملازمین کی انتھک محنت اور اس کے بینکاروں و دیگر متعلقین کے اعتماد پر انتظامیہ ان کے لئے ستائش ریکارڈ پر لانا چاہتی ہے۔

کراچی: 27 اپریل 2022

برائے دستخط

نعم شیع

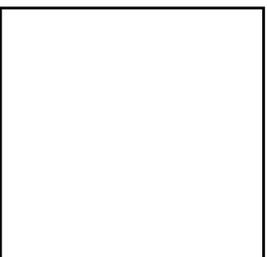
چیف ایگزیکٹو آفیسر

جاوید خان

ڈائریکٹر/چیف فنانس آفیسر



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