



Interim Financial Information
Half Year Ended December 31, 2024
(Unaudited)


NISHAT
CHUNIAN LTD.

CONTENTS

02	Company Information
03	Directors' Report
05	Auditor's Review Report
06	Condensed Interim Statement of Financial Position
08	Condensed Interim Statement of Profit or Loss
09	Condensed Interim Statement of Comprehensive Income
10	Condensed Interim Statement of Cash Flows
11	Condensed Interim Statement of Changes in Equity
12	Notes to the Condensed Interim Financial Statements
26	Consolidated Condensed Interim Statement of Financial Position
28	Consolidated Condensed Interim Statement of Profit or Loss
29	Consolidated Condensed Interim Statement of Comprehensive Income
30	Consolidated Condensed Interim Statement of Cash Flows
31	Consolidated Condensed Interim Statement of Changes In Equity
32	Notes to the Consolidated Condensed Interim Financial Statements

COMPANY INFORMATION

Board of Directors:

Mr. Ahmad Hasnain
Ms. Mahnoor Adil
Mr. Muhammad Azam Siddiqui (*Chairman*)
Ms. Nadia Bilal
Ms. Sehar Adil
Mr. Shahzad Saleem (*Chief Executive*)
Mr. Zain Shahzad

Audit Committee:

Mr. Ahmad Hasnain (*Chairman*)
Ms. Mahnoor Adil (*Member*)
Ms. Sehar Adil (*Member*)

HR & Remuneration Committee:

Mr. Ahmad Hasnain (*Chairman*)
Mr. Muhammad Azam Siddiqui (*Member*)
Ms. Nadia Bilal Member (*Member*)

CFO:

Ms. Faryal Riaz Chatha

Company Secretary:

Mr. Muhammad Umer Qureshi

Head of Internal Audit:

Mr. Noman Tahir

Mills:

Spinning 1, 4, 5, 7 & 8
49th Kilometre, Multan Road,
Bhai Pheru, Tehsil Pattoki,
District Kasur.

Dyeing & Printing
4th Kilometre, Manga Road,
Raiwind.

Spinning 2, 3, 6, Weaving & 46 MW
Coal Fired Power Generation Project
49th Kilometre, Multan Road, Bhai Pheru,
Tehsil Pattoki, District Kasur.

Bankers to the Company:

Allied Bank Limited
Al Baraka Bank (Pakistan) Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
Bank Islami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
Industrial and Commercial Bank of China (ICBC)
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
Pak Kuwait Investment Company (Private) Limited
Standard Chartered Bank Pakistan Limited
SAMBA Bank Limited
Soneri Bank Limited
The Bank of Punjab
United Bank Limited
MCB Islamic Bank Limited

Auditors:

Riaz Ahmad & Company
Chartered Accountants

Registered & Head Office:

31-Q, Gulberg-II,
Lahore, Pakistan.
Phone : 042-35761730-39
Fax : 042-35878696-97
Web : www.nishat.net

Share Registrar:

Hameed Majeed Associates (Pvt) Limited
1st Floor, H.M. House
7-Bank Square, Lahore
Ph: 042-37235081-2 Fax: 042-37358817

Directors' Report

Dear Shareholders

The Directors of Nishat (Chunian) Limited ("the Company") are pleased to present the Directors' Report for the half year ended 31 December 2024.

Operating Financial Results

Sales clocked in at Rs. 43.96 billion as compared to Rs. 44.33 billion during the corresponding period of the previous fiscal year, registering a decrease of 0.83%. Profit after tax for the period is 0.6% against a Loss after tax of 0.91% in the corresponding period for the prior year, translating into a positive EPS of Rs. 1.11 as compared to a negative EPS of Rs. 1.69 in the corresponding period of last financial year.

The company's gross profit margin has declined from 12.33% to 10.29% compared to the same period last year. However, due to better financial management and falling financial charges from decreasing interest rates, the company has still reported a net profit.

Financial Highlights - PKR	For the half year ended Dec 31	
	2024	2023
Revenue	43,967,296,381	44,336,257,377
Gross Profit	4,524,231,929	5,467,885,402
Profit/(Loss) After Taxation	265,696,239	(404,824,083)
Gross Profit %	10.29%	12.33%
Profit/(Loss) After Taxation %	0.60%	(0.91%)
Profit/(Loss) per Share	1.11	(1.69)

Market Review and Future Prospects

The textile industry in Pakistan faces a significant threat from limited foreign demand. On the global stage, ongoing conflicts are exacerbating geopolitical tensions, which are negatively impacting the global economy.

On the domestic front, persistent political instability continues to pose a major challenge for the industry. Economic pressures, such as rising labor costs from changes in the minimum wage and elevated energy prices, have placed a heavy burden on local businesses, hindering their ability to compete with regional counterparts.

However, we remain cautiously optimistic, as key macroeconomic indicators—including improvement in current account balance, exchange rate stability, and declining inflation—suggest that the policy rate is likely to remain stable. This could pave the way for a more favourable environment for growth and improvement.

Subsidiary Companies and Consolidated Financial Statements

The Company's portfolio of subsidiary companies includes Nishat Chunian Properties (Private) Limited, Nishat Chunian USA Inc., Sweave Inc., and TLC Middle East Trading LLC. Therefore, the Company has annexed consolidated condensed interim financial information in addition to its separate condensed interim financial information, in accordance with the requirements of International Financial Reporting Standards and applicable provisions of the Companies Act, 2017.

Acknowledgement

The Directors wish to express their appreciation to the dedicated employees who continue to play a pivotal role in the operations of the company.

For and on behalf of the Board,

Chief Executive

Director

Date: 26th February 2025

Directors' Report

مجلسِ نظامہ کی رپورٹ

محترم حصص یافتگان

نشاط (چونیاں) لمیٹڈ ("کمپنی") کے ڈائریکٹرز 31 دسمبر 2024 کو ختم ہونے والے ششماہی کے لیے ڈائریکٹرز کی رپورٹ پیش کرتے ہوئے خوش محسوس کر رہے ہیں۔

آپریٹنگ مالیاتی نتائج

گزشتہ سال اسی مدت کے دوران بیلن روپے تقریباً 44.33 بلین روپے تھے جبکہ رواں ششماہی کی سیکل 43.96 بلین روپے رہی، جو گزشتہ مالی سال کی اسی مدت کے مقابلے میں 0.83 فیصد کمی ظاہر کرتی ہے۔ رواں سال بعد از ٹیکس منافع 0.6 فیصد ربا، گزشتہ مالی سال کی اسی مدت میں کمپنی کا بعد از ٹیکس نقصان 0.91 فیصد تھا، جس کے نتیجے میں فی شخص منافع 1.11 روپے جبکہ گزشتہ 1.69 فیصد کا نقصان تھا۔ کمپنی کے مجموعی منافع کا راجن پچھلے سال کی اسی مدت کے مقابلے میں 12.33 فیصد سے کم ہو کر 10.29 فیصد ہو گیا ہے۔ تاہم بہتر مالیاتی انتظام اور سود کی شرح میں کمی سے مالیاتی چارجز میں کمی کی وجہ سے، کمپنی نے اب بھی خاص منافع کمایا ہے۔

31 دسمبر کو ختم ہونے والے ششماہی کے لیے		
2023	2024	مالی جھلکیاں پاکستانی روپے
44,336,257,377	43,967,296,381	بیلن
5,467,885,402	4,524,231,929	مجموعی منافع
(404,824,083)	265,696,239	بعد از ٹیکس منافع / نقصان
12.33%	10.29%	مجموعی منافع فیصد
(0.91%)	0.60%	بعد از ٹیکس منافع / نقصان فیصد
(1.69)	1.11	فی شخص منافع / نقصان

مارکیٹ کا جائزہ اور مستقبل کے امکانات

پاکستان میں ٹیکسٹائل کی صنعت کی محدود غیر ملکی طلب سے ایک اہم خطرہ درپیش ہے۔ عالمی سطح پر جاری تنازعات جغرافیائی سیاسی تناؤ کو بڑھا رہے ہیں جو عالمی معیشت پر منفی اثر ڈال رہے ہیں۔ ملکی حجاز پر مسلسل سیاسی عدم استحکام صنعت کے لیے ایک بڑا چیلنج بنا ہوا ہے۔ اقتصادی دباؤ جیسے کم از کم اجرت میں تبدیلیوں اور توانائی کی بلند قیمتوں سے مزدوری کے بڑھتے ہوئے اخراجات نے متاثرہ کاروباروں پر بھاری بوجھ ڈالا ہے جو علاقائی تمام شعبوں کے ساتھ مقابلہ کرنے کی ان کی صلاحیت میں رکاوٹ ہیں۔ تاہم ہم محتاط طور پر پرامید ہیں کیونکہ گلوبل میکر و کانک اشرے بشمول کرفٹ اکاؤنٹ ہینٹس میں بہتری شرح مبادلہ میں استحکام اور گرتی ہوئی افراط زر کے پیش نظر پالیسی کی شرح مستحکم رہنے کا امکان ہے۔ یہ ترقی اور بہتری کے لیے زیادہ سازگار ماحول کی راہ ہموار کر سکتا ہے۔

ذیلی کمپنیاں اور اشتعال شدہ مالیاتی حسابات

کمپنی کے ذیلی اداروں کے پورے فوئیو میں نشاط چونیاں پراپرٹیز (پرائیویٹ) لمیٹڈ، نشاط چونیاں LLC شامل ہیں۔ لہذا کمپنی نے بین الاقوامی مالیاتی رپورٹنگ کے معیارات اور گینیز ایکٹ 2017 کے قابل اطلاقی دفعات کے مطابق اپنی یکمیدہ کنڈینڈ میوری مالیاتی معلومات کے علاوہ کنڈولینڈ کنڈینڈ میوری مالیاتی معلومات کو منسلک کیا ہے۔

اعتراف

ڈائریکٹرز ان سرشار ملازمین کو خراج تحسین پیش کرتے ہیں جو کمپنی کے آپریشنز میں اہم کردار ادا کرتے رہتے ہیں۔

مفتاحیہ بورڈ

ڈائریکٹرز

چیف ایگزیکٹو

تاریخ: 26 فروری، 2025

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Nishat (Chunian) Limited

Report on review of Unconsolidated Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of NISHAT (CHUNIAN) LIMITED as at 31 December 2024 and the related unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity, and unconsolidated condensed interim statement of cash flows, and notes to the unconsolidated condensed interim financial statements for the half year then ended (here-in-after referred to as the "unconsolidated condensed interim financial statements"). Management is responsible for the preparation and presentation of these unconsolidated 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 unconsolidated condensed interim financial statements based on our review. The figures of the unconsolidated condensed interim statement of profit or loss and unconsolidated condensed interim statement of comprehensive income for the quarters ended 31 December 2024 and 31 December 2023 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 2024.

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 unconsolidated 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 unconsolidated 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 Atif Anjum.

RIAZ AHMAD & COMPANY

Chartered Accountants

Lahore

Date: 27 February 2025

UDIN: RR202410132N1TZuesHX

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2024

	Note	Un-audited 31 December 2024 Rupees	Audited 30 June 2024 Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital		3,700,000,000	3,700,000,000
Issued, subscribed and paid-up share capital		2,401,190,290	2,401,190,290
Reserves		19,264,300,837	18,998,604,598
Total equity		21,665,491,127	21,399,794,888
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term financing	4	9,120,413,968	10,365,601,631
Lease liabilities		94,538,047	49,833,019
Deferred liabilities		458,834,066	528,500,552
		9,673,786,081	10,943,935,202
CURRENT LIABILITIES			
Trade and other payables		6,935,958,588	5,076,245,184
Accrued mark-up / profit		813,941,098	1,337,211,195
Short term borrowings		31,705,984,851	27,055,611,782
Current portion of non-current liabilities		2,848,528,669	2,922,711,988
Unclaimed dividend		67,377,073	67,835,936
		42,371,790,279	36,459,616,085
Total liabilities		52,045,576,360	47,403,551,287
CONTINGENCIES AND COMMITMENTS	5		
TOTAL EQUITY AND LIABILITIES		73,711,067,487	68,803,346,175

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

CHIEF EXECUTIVE

DIRECTOR

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2024

	Note	Un-audited 31 December 2024 Rupees	Audited 30 June 2024 Rupees
ASSETS			
NON-CURRENT ASSETS			
Fixed assets	6	23,559,743,963	23,921,648,075
Right-of-use assets		129,145,977	71,198,322
Intangible assets	7	1,855,585	2,055,774
Long term investments		510,128,000	510,128,000
Long term loans to employees		9,229,299	10,896,710
Long term security deposits		34,655,448	33,859,024
		24,244,758,272	24,549,785,905
CURRENT ASSETS			
Stores, spare parts and loose tools		2,129,890,168	1,976,066,081
Stock-in-trade		27,690,707,727	24,524,834,646
Trade debts		12,795,382,967	11,141,999,102
Loans and advances		3,507,650,787	3,965,350,513
Short term prepayments		73,727,246	7,958,936
Other receivables		2,495,833,606	2,295,742,480
Taxation and levy - net		134,086,408	130,053,407
Short term investments		468,796,581	150,604,317
Cash and bank balances		170,233,725	60,950,788
		49,466,309,215	44,253,560,270
TOTAL ASSETS		73,711,067,487	68,803,346,175

CHIEF FINANCIAL OFFICER

Nishat Chunian Limited

7

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

	Note	Half Year Ended		Quarter Ended	
		31 December 2024	31 December 2023	31 December 2024	31 December 2023
		Rupees			
REVENUE	8	43,967,296,381	44,336,257,377	20,666,337,016	20,106,947,859
COST OF SALES	9	(39,443,064,452)	(38,868,371,975)	(18,291,189,897)	(17,956,822,414)
GROSS PROFIT		4,524,231,929	5,467,885,402	2,375,147,119	2,150,125,445
DISTRIBUTION COST		(984,917,384)	(1,028,240,716)	(464,748,674)	(545,900,894)
ADMINISTRATIVE EXPENSES		(281,418,361)	(227,856,014)	(152,793,922)	(121,449,762)
OTHER EXPENSES		(88,316,847)	(62,441,554)	(65,401,998)	(15,756,961)
		(1,354,652,592)	(1,318,538,284)	(682,944,594)	(683,107,617)
		3,169,579,337	4,149,347,118	1,692,202,525	1,467,017,828
OTHER INCOME		408,892,602	158,083,013	93,742,401	26,720,160
PROFIT FROM OPERATIONS		3,578,471,939	4,307,430,131	1,785,944,926	1,493,737,988
FINANCE COST		(2,761,860,261)	(4,126,330,178)	(1,296,576,828)	(2,169,482,225)
PROFIT / (LOSS) BEFORE LEVY AND TAXATION		816,611,678	181,099,953	489,368,098	(675,744,237)
LEVY		(538,960,207)	(581,321,056)	(286,934,176)	(308,801,596)
PROFIT / (LOSS) BEFORE TAXATION		277,651,471	(400,221,103)	202,433,922	(984,545,833)
TAXATION		(11,955,232)	(4,602,980)	28,119,764	73,084,396
PROFIT / (LOSS) AFTER TAXATION		265,696,239	(404,824,083)	230,553,686	(911,461,437)
EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED		1.11	(1.69)	0.96	(3.80)

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

CHIEF EXECUTIVE

DIRECTOR

CHIEF FINANCIAL OFFICER

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

	Half Year Ended		Quarter Ended	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	Rupees			
PROFIT / (LOSS) AFTER TAXATION	265,696,239	(404,824,083)	230,553,686	(911,461,437)
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified to profit or loss	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Other comprehensive income for the period	-	-	-	-
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD	265,696,239	(404,824,083)	230,553,686	(911,461,437)

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

CHIEF EXECUTIVE

DIRECTOR

CHIEF FINANCIAL OFFICER

Nishat Chunian Limited

9

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

		Half Year Ended	
	Note	31 December 2024	31 December 2023
		Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from / (used in) operations	10	1,443,510,111	(781,135,377)
Finance cost paid		(3,201,412,464)	(3,586,181,349)
Workers' profit participation fund paid		(59,894,054)	-
Income tax and levy paid		(554,948,440)	(514,015,947)
Net (increase) / decrease in long term loans to employees		1,667,411	8,482,588
Net (increase) / decrease in long term security deposits		(796,424)	50,000
Net cash used in operating activities		(2,371,873,860)	(4,872,800,085)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(552,727,348)	(1,028,591,396)
Proceeds from disposal of operating fixed assets		42,341,265	77,657,894
Capital expenditure on intangible assets		(250,750)	(155,000)
Dividend received		956,174	-
Short term investments made		(310,000,000)	-
Short term investments disposed of		-	18,179,461
Interest received		19,945,365	14,672,224
Net cash used in investing activities		(799,735,294)	(918,236,817)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long term financing		-	9,617,000
Repayment of long term financing		(1,328,425,835)	(628,616,184)
Repayment of lease liabilities		(40,596,280)	(38,679,672)
Short term borrowings - net		4,650,373,069	6,282,628,983
Dividend paid		(458,863)	(709,417)
Net cash from financing activities		3,280,892,091	5,624,240,710
Net increase / (decrease) in cash and cash equivalents		109,282,937	(166,796,192)
Cash and cash equivalents at the beginning of the period		60,950,788	279,033,280
Cash and cash equivalents at the end of the period		170,233,725	112,237,088

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

CHIEF EXECUTIVE

DIRECTOR

CHIEF FINANCIAL OFFICER

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

	SHARE CAPITAL	CAPITAL RESERVE Share premium	REVENUE RESERVES			TOTAL RESERVES	TOTAL EQUITY
			General reserve	Unappropriated profit	Sub - total		
				Rupees			
Balance as at 30 June 2023 (Audited)	2,401,190,290	600,553,890	1,629,221,278	16,077,157,933	17,706,379,211	18,306,933,101	20,708,123,391
Loss for the half year ended 31 December 2023	-	-	-	(404,824,083)	(404,824,083)	(404,824,083)	(404,824,083)
Other comprehensive income for the half year ended 31 December 2023	-	-	-	-	-	-	-
Total comprehensive loss for the half year ended 31 December 2023	-	-	-	(404,824,083)	(404,824,083)	(404,824,083)	(404,824,083)
Balance as at 31 December 2023 (Un-audited)	2,401,190,290	600,553,890	1,629,221,278	15,672,333,850	17,301,555,128	17,902,109,018	20,303,299,308
Profit for the half year ended 30 June 2024	-	-	-	1,096,495,580	1,096,495,580	1,096,495,580	1,096,495,580
Other comprehensive income for the half year ended 30 June 2024	-	-	-	-	-	-	-
Total comprehensive income for the half year ended 30 June 2024	-	-	-	1,096,495,580	1,096,495,580	1,096,495,580	1,096,495,580
Balance as at 30 June 2024 (Audited)	2,401,190,290	600,553,890	1,629,221,278	16,768,829,430	18,998,050,708	18,998,604,598	21,399,794,888
Profit for the half year ended 31 December 2024	-	-	-	265,696,239	265,696,239	265,696,239	265,696,239
Other comprehensive income for the half year ended 31 December 2024	-	-	-	265,696,239	265,696,239	265,696,239	265,696,239
Total comprehensive income for the half year ended 31 December 2024	-	-	-	531,392,478	531,392,478	531,392,478	531,392,478
Balance as at 31 December 2024 (Un-audited)	2,401,190,290	600,553,890	1,629,221,278	17,034,525,669	18,663,746,947	19,264,300,837	21,665,491,127

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

CHIEF EXECUTIVE

DIRECTOR

CHIEF FINANCIAL OFFICER

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

1 THE COMPANY AND ITS OPERATIONS

Nishat (Chunian) 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 31-Q, Gulberg II, Lahore. The Company is engaged in the business of spinning, weaving, dyeing, printing, stitching, processing, doubling, sizing, buying, selling and otherwise dealing in yarn, fabrics and made-ups made from raw cotton, synthetic fiber and cloth, and to generate, accumulate, distribute, supply and sell electricity and steam.

- 1.1** As stated in detail in Note 1.3 to the preceding audited annual financial statements of the Company for the year ended 30 June 2024, the Board of Directors and shareholders of Nishat (Chunian) Limited and Nishat Chunian Power Limited in their meetings held on 09 May 2024 and 17 August 2024 respectively approved the Scheme of Arrangement (under sections 279 to 282 of the Companies Act, 2017) (herein refer to as "Scheme") involving Nishat (Chunian) Limited and Nishat Chunian Power Limited and their respective shareholders. The honorable Lahore High Court, Lahore has duly sanctioned the Scheme by way of order dated 01 November 2024. The principal objective of this Scheme was to provide for the re-arrangement and re-construction of Nishat (Chunian) Limited and Nishat Chunian Power Limited by way of exchanging shares amongst Nishat Mills Limited and Mr. Shahzad Saleem, chief executive officer of Nishat (Chunian) Limited. Nishat Mills Limited's shareholding in Nishat (Chunian) Limited has been transferred to, and vested in, Mr. Shahzad Saleem. In return and as consideration, corresponding part of Mr. Shahzad Saleem's shareholding in Nishat Chunian Power Limited has been transferred to, and vested in, Nishat Mills Limited. Foregoing exchange of shares between Nishat Mills Limited and Mr. Shahzad Saleem has been calculated and determined on the basis of share swap ratio in relation to Nishat (Chunian) Limited and Nishat Chunian Power Limited.

2 BASIS OF PREPARATION

- 2.1** These unconsolidated 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.

SELECTED NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

- 2.2** These unconsolidated condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2024. These unconsolidated condensed interim financial statements are un-audited, however, have been subjected to limited scope review by the auditors 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.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information and methods of computations adopted for the preparation of these unconsolidated condensed interim financial statements are same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2024.

3.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these unconsolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these unconsolidated condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2024.

4 LONG TERM FINANCING

From banking companies / financial institutions - secured

Long term loans (Note 4.1)	8,236,846,045	9,403,318,646
Long term musharaka (Note 4.2)	883,567,923	962,282,985
	<u>9,120,413,968</u>	<u>10,365,601,631</u>

SELECTED NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

	Un-audited 31 December 2024 Rupees	Audited 30 June 2024 Rupees
4.1 Long term loans		
Opening balance	11,543,155,465	12,745,749,728
Add: Obtained during the period / year	-	17,502,940
Add: Adjustment due to impact of IFRS-9 during the period / year	(860,215)	1,087,839
Less: Repayments during the period / year	(1,229,567,469)	(1,353,807,831)
Add: Amortised during the period / year (Note 4.1.1)	66,117,949	132,622,789
	10,378,845,730	11,543,155,465
Less: Current portion shown under current liabilities	2,141,999,685	2,139,836,819
	8,236,846,045	9,403,318,646

- 4.1.1** This represents net impact of benefit of loans obtained under the schemes of State Bank of Pakistan at below market rate of interest.

	Un-audited 31 December 2024 Rupees	Audited 30 June 2024 Rupees
4.2 Long term musharaka		
Opening balance	1,129,135,766	1,279,468,806
Add: Adjustment due to impact of IFRS-9 during the period / year	(386,511)	(178,686)
Less: Repayments during the period / year	(98,858,366)	(172,910,447)
Add: Amortised during the period / year (Note 4.2.1)	10,678,385	22,756,093
Closing balance	1,040,569,274	1,129,135,766
Less: Current portion shown under current liabilities	157,001,351	166,852,781
	883,567,923	962,282,985

- 4.2.1** This represents net impact of benefit of loans obtained under the schemes of State Bank of Pakistan at below market rate of interest.

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

5 CONTINGENCIES AND COMMITMENTS

5.1 Contingencies

There is no significant change in the status of contingencies as disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2024 except for the following:

- i) Guarantees of Rupees 2,628.595 million (30 June 2024: Rupees 2,328.595 million) are given by the banks of the Company to Sui Northern Gas Pipelines Limited against gas connections, Shell Pakistan Limited against purchase of furnace oil, Lahore Electric Supply Company against electricity connections, Director Excise and Taxation, Karachi against infrastructure cess, Chairperson Punjab Revenue Authority, Lahore against infrastructure cess, Collector, Model Customs Collectorate, Karachi against import, Director Pakistan Central Cotton Committee against cotton cess and Nazir, Honourable Sindh High Court, Karachi against the notification in accordance with section 8 of OGRA Ordinance 2002 regarding system gas tariff on industrial and captive units.
- ii) Post dated cheques have been issued to custom authorities in respect of duties amounting to Rupees 34,446.054 million (30 June 2024: Rupees 34,476.145 million) on imported material availed on the basis of consumption and export plans. In the event the documents of exports are not provided on due dates, cheque issued as security shall be encashable. Further, post dated cheques of Rupees 313.786 million (30 June 2024: Rupees 269.994 million) have been issued to Lahore Electric Supply Company Limited against disputed amount of tariff adjustments, post dated cheques of Rupees 266.932 million (30 June 2024: Rupees 266.932 million) have been issued to Sui Northern Gas Pipelines Limited against gas infrastructure development cess and captive vs industrial tariff case and post dated cheques of Rupees 189.375 million (30 June 2024: Rupees 189.375 million) have been issued to Commissioner Inland Revenue against the proceedings under section 122(5A) for tax year 2022.

5.2 Commitments

- i) Letters of credit for capital expenditure amounting to Rupees 27.878 million (30 June 2024: Rupees 27.859 million).
- ii) Commitments for capital expenditure as at reporting date are amounting to Rupees 20.448 million (30 June 2024: Rupees 152.051 million).
- iii) Letters of credit other than for capital expenditure are amounting to Rupees 13,132.493 million (30 June 2024: Rupees 2,777.222 million).
- iv) Outstanding foreign currency forward contracts of Rupees 4,760.432 million (30 June 2024: Rupees 5,774.195 million).

SELECTED NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

	Un-audited 31 December 2024 Rupees	Audited 30 June 2024 Rupees
6 FIXED ASSETS		
Property, plant and equipment:		
Operating fixed assets (Note 6.1)	22,937,428,989	22,778,448,746
Capital work-in-progress (Note 6.2)	622,314,974	1,143,199,329
	<u>23,559,743,963</u>	<u>23,921,648,075</u>
6.1 Operating fixed assets		
Opening net book value	22,778,448,746	22,479,296,333
Add: Cost of additions during the period / year (Note 6.1.1)	1,073,611,703	2,174,009,424
Less: Book value of deletions during the period / year (Note 6.1.2)	37,611,483	94,366,895
Less: Book value of assets written off during the period / year (Note 6.1.3)	-	340,202
Less: Depreciation charged during the period / year	877,019,977	1,780,149,914
Closing net book value	<u>22,937,428,989</u>	<u>22,778,448,746</u>
6.1.1 Cost of additions during the period / year		
Freehold land	-	243,613,634
Buildings on freehold land	221,413,927	664,556,772
Plant and machinery	719,548,614	987,121,792
Power generation equipment	48,656,225	2,189,571
Electric installations	29,485,160	28,878,558
Factory equipment	20,872,541	30,924,302
Furniture, fixture and equipment	15,130,037	28,392,058
Office equipment	8,739,750	22,192,971
Motor vehicles	9,765,449	166,139,766
	<u>1,073,611,703</u>	<u>2,174,009,424</u>

SELECTED NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

	Un-audited 31 December 2024 Rupees	Audited 30 June 2024 Rupees
6.1.2 Book value of deletions during the period / year		
Cost of deletions		
Plant and machinery	65,280,402	170,385,978
Factory equipment	-	225,000
Furniture, fixture and equipment	2,202,799	67,716
Office equipment	5,976,930	4,311,029
Electric installations	1,702,283	-
Motor vehicles	20,676,420	87,166,960
	95,838,834	262,156,683
Less: Accumulated depreciation	58,227,351	167,789,788
Book value of deletions during the period / year	37,611,483	94,366,895
6.1.3 Book value of assets written off during the period / year		
Cost		
Plant and machinery	-	1,412,854
Less: Accumulated depreciation	-	1,072,652
Book value of assets written off during the period / year	-	340,202
6.2 Capital work-in-progress		
Civil works on freehold land	182,828,101	335,009,048
Plant and machinery	105,633,944	455,528,173
Electric installations	682,904	-
Mobilization advances	73,309,226	66,821,308
Advances for capital expenditures	259,860,799	285,840,800
	622,314,974	1,143,199,329
7 INTANGIBLE ASSET - Computer software		
Opening net book value	2,055,774	1,845,938
Add: Cost of additions during the period / year	250,750	1,085,004
Less: Amortization charged during the period / year	450,939	875,168
Closing net book value	1,855,585	2,055,774

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

18 Nishat Chunian Limited

18 Nishat Chunian Limited

in the following table, revenue from contracts with customers is disaggregated by primary geographical market, major products and service lines and timing of revenue recognition:

[illegible]

1.2 Revenue is recognised at point in time as per the terms and conditions of underlying contracts with customers.

SELECTED NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

9 COST OF SALES

Un-audited				
Half Year Ended		Quarter Ended		
31 December 2024	31 December 2023	31 December 2024	31 December 2023	
Rupees				
Raw materials consumed	30,210,937,063	28,577,015,902	14,223,486,664	14,193,661,579
Packing materials consumed	976,041,183	979,547,753	481,681,179	536,474,617
Stores, spare parts and loose tools consumed	647,991,715	701,507,186	327,167,217	345,814,457
Processing charges	41,190,009	10,803,994	18,556,035	6,402,779
Salaries, wages and other benefits	2,713,499,043	2,208,907,571	1,452,014,570	1,228,111,509
Fuel and power	3,981,947,251	4,130,404,580	1,868,924,179	2,117,800,462
Insurance	65,394,798	74,058,861	33,699,973	37,774,667
Postage and telephone	632,311	506,257	358,301	249,804
Travelling and conveyance	6,851,290	3,844,219	3,458,891	1,946,360
Vehicles' running and maintenance	36,800,287	40,125,939	17,696,091	24,741,654
Entertainment	9,582,915	10,787,056	4,131,937	4,880,919
Depreciation on operating fixed assets	862,112,450	850,916,880	438,221,325	430,943,725
Repair and maintenance	343,639,215	383,852,899	187,319,388	189,591,397
Other factory overheads	88,845,900	98,286,125	43,456,223	53,536,577
	39,985,465,430	38,070,565,222	19,100,171,973	19,171,930,506
Work-in-process:				
Opening stock	2,623,294,710	2,557,921,137	2,775,582,582	2,507,621,616
Closing stock	(2,986,331,454)	(2,678,450,355)	(2,986,331,454)	(2,678,450,355)
	(363,036,744)	(120,529,218)	(210,748,872)	(170,828,739)
Cost of goods manufactured	39,622,428,686	37,950,036,004	18,889,423,101	19,001,101,767
Finished goods and waste				
- opening stocks:				
Finished goods	4,777,618,934	6,038,586,320	4,426,606,179	4,226,852,684
Waste	146,623,097	681,947,132	78,766,882	531,065,444
	4,924,242,031	6,720,533,452	4,505,373,061	4,757,918,128
	44,546,670,717	44,670,569,456	23,394,796,162	23,759,019,895
Finished goods and waste				
- closing stocks:				
Finished goods	(4,963,887,280)	(5,616,662,947)	(4,963,887,280)	(5,616,662,947)
Waste	(139,718,985)	(185,534,534)	(139,718,985)	(185,534,534)
	(5,103,606,265)	(5,802,197,481)	(5,103,606,265)	(5,802,197,481)
	39,443,064,452	38,868,371,975	18,291,189,897	17,956,822,414

SELECTED NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

		Un-Audited	
		Half Year Ended	
		31 December 2024	31 December 2023
		Rupees	Rupees
10 CASH USED IN OPERATIONS			
Profit before levy and taxation		816,611,678	181,099,953
Adjustments for non-cash charges and other items:			
Depreciation on operating fixed assets		877,019,977	863,768,417
Amortization on intangible asset		450,939	401,256
Depreciation on right-of-use assets		29,951,658	29,540,426
Gain on disposal of property, plant and equipment		(4,729,782)	(10,791,237)
Operating fixed assets written off		-	340,203
Gain on termination of lease		(740,154)	-
Return on term deposit receipts		(20,079,561)	(3,991,762)
Dividend income		(956,174)	-
(Reversal of allowance) / allowance for expected credit losses		(11,616,291)	39,749,068
Finance cost		2,761,860,261	4,126,330,178
Unrealised loss / (gain) on re-measurement of investment at fair value through profit or loss		4,082,863	(10,680,462)
Interest on derivative financial instruments		(97,983,916)	-
Net exchange gain		(178,364,138)	(35,545,675)
Amortization of deferred income - Government grant		(76,796,334)	(77,022,124)
Adjustment to GIDC payable		(70,347,221)	-
Provision for workers' profit participation fund		40,072,364	6,995,269
Provision for workers' welfare fund		604,333	208,337
Working capital changes (Note 10.1)		(2,625,530,391)	(5,891,537,224)
		1,443,510,111	(781,135,377)
10.1 Working capital changes			
(Increase) / decrease in current assets:			
Stores, spare parts and loose tools		(153,824,087)	95,753,365
Stock-in-trade		(3,165,873,078)	(10,661,037,671)
Trade debts		(1,365,419,520)	539,682,954
Loans and advances		457,699,726	1,775,798,920
Short term prepayments		(64,812,135)	(74,304,474)
Other receivables		(212,232,057)	(214,428,457)
		(4,504,461,151)	(8,538,535,363)
Increase in current liabilities:			
Trade and other payables		1,878,930,760	2,646,998,139
		(2,625,530,391)	(5,891,537,224)
11 SEGMENT INFORMATION			
11.1	The Company has following reportable operating segments. The following summary describes the operation in each of the Company's reportable segments:		
Spinning - Zone 1, 2 and 3:	Production of different quality of yarn using natural and artificial fibers.		
Weaving - Unit 1 and 2:	Production of different qualities of greige fabric using yarn.		
Processing and Home Textile:	Processing grey fabric for production of printed and dyed fabric and manufacturing of home textile articles.		
Power Generation:	Generation and distribution of power.		

SELECTED NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

12 RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

(i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in this unconsolidated condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements At 31 December 2024 (Un-audited)	Level 1	Level 2	Level 3	Total
Rupees				
Financial assets				
Investment in quoted shares - FVTPL	29,622,271	-	-	29,622,271
Derivative financial assets	-	97,983,916	-	97,983,916
Total financial assets	<u>29,622,271</u>	<u>97,983,916</u>	<u>-</u>	<u>127,606,187</u>

Recurring fair value measurements At 30 June 2024 (Audited)	Level 1	Level 2	Level 3	Total
Rupees				
Financial assets				
Investment in quoted shares - FVTPL	33,705,134	-	-	33,705,134
Derivative financial assets	-	143,020,518	-	143,020,518
Total financial assets	<u>33,705,134</u>	<u>143,020,518</u>	<u>-</u>	<u>176,725,652</u>

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. Further, there was no transfer in and out of level 3 measurements.

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and trading and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

SELECTED NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

(ii) Valuation techniques used to determine fair values

Specific valuation techniques used to value financial instruments include the use of quoted market prices or dealer quotes for similar instruments.

13 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise subsidiary companies, associated undertakings, other related parties, key management personnel and post employment benefit plan. The Company in the normal course of business carries out transactions with various related parties. Details of transactions with related parties are as follows:

i. Transactions

	Un-audited			
	Half Year Ended		Quarter Ended	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	Rupees			
Subsidiary companies				
Sale of goods	33,051,127	27,331,372	13,820,306	19,133,581
Associated undertakings				
Donations made	47,560,100	15,123,677	43,350,000	13,525,177
Common facilities cost charged	-	9,900,000	-	4,950,000
Other related parties				
Contribution to employee's provident fund trust	92,854,698	76,898,951	50,667,354	43,847,018
Remuneration of key management personnel and executives	279,656,086	185,722,184	141,057,488	101,494,411

SELECTED NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

ii. Period end balances

As at 31 December 2024 (Un-audited)				
	Subsidiary companies	Associated companies	Other related parties	Total
	Rupees			
Long term investments	510,128,000	-	-	510,128,000
Trade debts	23,733,916	-	-	23,733,916
Loans and advances	-	178,000	-	178,000
Other receivables	87,306,748	-	-	87,306,748
Trade and other payables	2,779,565	-	16,430,235	19,209,800

As at 30 June 2024 (Audited)				
	Subsidiary companies	Associated companies	Other related parties	Total
	Rupees			
Long term investments	510,128,000	-	-	510,128,000
Trade debts	35,041,781	-	-	35,041,781
Other receivables	2,448,142	-	-	2,448,142
Trade and other payables	14,792,000	-	18,958,719	33,750,719

14 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2024.

15 EVENT AFTER THE REPORTING PERIOD

The Board of Directors has approved an interim cash dividend for the half year ended 31 December 2024 of Rupee 1 per share (i.e 10%) at their meeting held on 26 February 2025. These unconsolidated condensed interim financial statements do not include the effect of the above dividend which will be accounted for in the period in which it is approved.

16 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the unconsolidated condensed interim statement of financial position and unconsolidated condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income and unconsolidated 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, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made.

17 DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were approved by the Board of Directors and authorized for issue on February 26, 2025.

CHIEF EXECUTIVE

DIRECTOR

CHIEF FINANCIAL OFFICER

**NISHAT (CHUNIAN) LIMITED AND
ITS SUBSIDIARY COMPANIES**

**CONSOLIDATED CONDENSED
INTERIM FINANCIAL INFORMATION**

**HALF YEAR ENDED DECEMBER 31,
2024 (UN-AUDITED)**

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2024

	Note	Un-audited 31 December 2024 Rupees	Audited 30 June 2024 Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital		3,700,000,000	3,700,000,000
Issued, subscribed and paid-up share capital		2,401,190,290	2,401,190,290
Reserves		19,140,455,151	18,880,718,331
Equity attributable to equity holders of the Holding Company		21,541,645,441	21,281,908,621
Non-controlling interest		-	-
TOTAL EQUITY		21,541,645,441	21,281,908,621
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term financing		9,120,413,968	10,365,601,631
Lease liabilities		94,538,047	49,833,019
Deferred Liabilities		458,834,066	528,500,552
		9,673,786,081	10,943,935,202
CURRENT LIABILITIES			
Trade and other payables		6,956,374,952	5,088,354,343
Unclaimed dividend		67,377,073	67,835,924
Accrued mark-up / Profit		813,941,098	1,337,211,195
Short term borrowings		31,705,984,851	27,055,611,782
Current portion of non-current liabilities		2,848,528,669	2,922,711,988
Taxation and levy - net		-	-
		42,392,206,643	36,471,725,232
TOTAL LIABILITIES		52,065,992,724	47,415,660,434
CONTINGENCIES AND COMMITMENTS			
	5		
TOTAL EQUITY AND LIABILITIES		73,607,638,165	68,697,569,055

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

CHIEF EXECUTIVE

DIRECTOR

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2024

	Un-audited 31 December 2024 Rupees	Audited 30 June 2024 Rupees
ASSETS		
NON-CURRENT ASSETS		
Fixed assets	23,920,323,292	24,272,708,785
Intangible assets	1,855,585	2,055,774
Right-of-use assets	129,145,977	71,198,322
Long term loans to employees	9,229,299	10,896,710
Long term security deposits	41,290,457	33,859,024
	24,101,844,610	24,390,718,615
CURRENT ASSETS		
Stores, spare parts and loose tools	2,129,890,168	1,976,066,081
Stock-in-trade	27,745,317,079	24,575,598,921
Trade debts	12,786,695,826	11,126,892,226
Loans and advances	3,507,650,787	3,965,350,513
Short term deposits and prepayments	73,058,897	7,958,935
Other receivables	2,417,472,645	2,292,469,315
Short term investments	468,796,581	150,604,317
Cash and bank balances	242,818,224	81,851,548
Taxation and levy - net	134,093,348	130,058,584
	49,505,793,555	44,306,850,440
TOTAL ASSETS	73,607,638,165	68,697,569,055

CHIEF FINANCIAL OFFICER

Nishat Chunian Limited

27

CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

	Half Year Ended		Quarter Ended	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	Rupees	Rupees (Restated)	Rupees	Rupees
REVENUE	44,024,461,923	44,453,556,254	20,699,171,237	20,156,491,347
COST OF SALES	(39,442,285,515)	(38,892,813,855)	(18,293,651,465)	(17,959,142,138)
GROSS PROFIT	4,582,176,408	5,560,742,399	2,405,519,772	2,197,349,209
DISTRIBUTION COST	(1,036,675,443)	(1,090,223,033)	(496,692,989)	(577,837,233)
ADMINISTRATIVE EXPENSES	(292,255,777)	(238,738,126)	(157,595,842)	(127,210,095)
OTHER OPERATING EXPENSES	(88,316,847)	(62,441,554)	(65,401,998)	(15,756,961)
	(1,417,248,067)	(1,391,402,713)	(719,690,829)	(720,804,289)
	3,164,928,341	4,169,339,686	1,685,828,943	1,476,544,920
OTHER OPERATING INCOME	408,897,641	158,088,594	93,744,561	26,723,094
PROFIT FROM OPERATIONS	3,573,825,982	4,327,428,280	1,779,573,504	1,503,268,014
FINANCE COST	(2,761,983,022)	(4,126,602,338)	(1,296,635,012)	(2,169,542,658)
PROFIT BEFORE LEVY AND TAXATION	811,842,960	200,825,942	482,938,492	(666,274,644)
LEVY	(539,057,912)	(581,321,056)	(287,031,881)	(365,375,554)
PROFIT BEFORE TAXATION	272,785,048	(380,495,114)	195,906,611	(1,031,650,198)
Taxation	(13,194,793)	(4,617,412)	26,903,322	129,643,955
PROFIT AFTER TAXATION	259,590,255	(385,112,526)	222,809,933	(902,006,243)
(LOSS) / PROFIT ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE HOLDING COMPANY	259,590,255	(385,112,526)	222,809,933	(902,006,243)
NON-CONTROLLING INTEREST	-	-	-	-
	259,590,255	(385,112,526)	222,809,933	(902,006,243)
(LOSS) / PROFIT PER SHARE - BASIC & DILUTED	1.08	(1.60)	0.93	(3.76)

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

CHIEF EXECUTIVE

DIRECTOR

CHIEF FINANCIAL OFFICER

CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

	Half Year Ended		Quarter Ended	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	Rupees	Rupees (Restated)	Rupees	Rupees
(LOSS) / PROFIT AFTER TAXATION	259,590,255	(385,112,526)	222,809,933	(902,006,243)
OTHER COMPREHENSIVE (LOSS) / INCOME				
Exchange difference on translation of foreign operations	146,565	(493,254)	115,330	(530,161)
TOTAL COMPREHENSIVE (LOSS) / INCOME FOR THE PERIOD	259,736,820	(385,605,780)	222,925,263	(902,536,404)
TOTAL COMPREHENSIVE (LOSS) / INCOME ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE HOLDING COMPANY	259,736,820	(385,605,780)	222,925,263	(902,536,404)
NON-CONTROLLING INTEREST	-	-	-	-
	259,736,820	(385,605,780)	222,925,263	(902,536,404)

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

CHIEF EXECUTIVE

DIRECTOR

CHIEF FINANCIAL OFFICER

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

		Half Year Ended	
	Note	31 December 2024	31 December 2023
		Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from / (used in) operations	6	1,453,056,552	(769,550,148)
Net (increase) / decrease in long term security deposits		(796,424)	50,000
Net (increase) / decrease in long term loans to employees		1,667,411	8,482,588
Finance cost paid		(3,201,535,225)	(3,586,453,509)
Income tax paid		(556,575,373)	(514,034,878)
Net cash generated from / (used in) operating activities		(2,304,183,058)	(4,861,505,948)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(568,880,976)	(1,028,591,396)
Capital expenditure on intangible assets		(250,750)	(155,000)
Proceeds from disposal of operating fixed assets		42,341,265	77,657,894
Dividend received		956,174	-
Short term investments disposed off - net		-	-
Short term investments made		(310,000,000)	-
Profit / Interest received		19,945,365	32,851,685
Net cash generated from / (used in) investing activities		(815,888,922)	(918,236,817)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long term financing		-	9,617,000
Repayment of long term financing		(1,328,425,835)	(628,616,184)
Short term borrowings - net		4,650,373,069	6,282,628,983
Repayment of lease liabilities		(40,596,280)	(38,679,672)
Dividend paid to non-controlling interest		-	-
Dividend paid to equity holders of the holding company		(458,863)	(709,417)
Net cash generated from / (used in) financing activities		3,280,892,091	5,624,240,710
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		160,820,111	(155,502,055)
IMPACT OF EXCHANGE TRANSLATION		146,565	(493,254)
CASH AND CASH EQUIVALENTS OF NISHAT CHUNIAN POWER LIMITED		-	-
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		81,851,548	283,583,348
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		242,818,224	127,588,039

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

CHIEF EXECUTIVE

DIRECTOR

CHIEF FINANCIAL OFFICER

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

	Attributable to Equity Holders of the Holding Company							Non-controlling Interest	Total Equity
	Share Capital	Capital Reserves		Revenue Reserves			Shareholders' Equity		
		Exchange Transition Reserve	Share Premium	General Reserve	Un-appropriated Profit	Total			
Balance as at June 30, 2023 - (audited)	2,401,190,230	30,615,698	600,553,890	1,629,221,278	15,910,767,551	17,539,988,829	20,572,348,707	-	20,572,348,707
Total comprehensive income for the half year ended December 31, 2023	-	(483,254)	-	-	(385,112,526)	(385,112,526)	(385,605,780)	-	(385,605,780)
	2,401,190,230	30,122,444	600,553,890	1,629,221,278	15,525,655,025	17,154,876,303	20,186,742,927	-	20,186,742,927
Balance as at June 30, 2024 - (audited)	2,401,190,230	(646,494)	-	-	1,095,812,188	1,095,812,188	1,095,165,694	-	1,095,165,694
Total comprehensive income for the half year ended June 30, 2023	-	29,475,950	600,553,890	1,629,221,278	16,621,467,213	18,250,688,491	21,281,908,621	-	21,281,908,621
Balance as at December 31, 2024 - (un-audited)	2,401,190,230	29,622,515	600,553,890	1,629,221,278	16,881,057,468	18,510,276,746	21,541,645,441	-	21,541,645,441
Total comprehensive income for the half year ended December 31, 2024	-	146,865	-	-	259,590,255	259,590,255	259,736,820	-	259,736,820
Balance as at December 31, 2024 - (un-audited)	2,401,190,230	29,622,515	600,553,890	1,629,221,278	16,881,057,468	18,510,276,746	21,541,645,441	-	21,541,645,441

The annexed notes form an integral part of this consolidated condensed interim financial information.

CHIEF FINANCIAL OFFICER

DIRECTOR

CHIEF EXECUTIVE

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

1. GROUP INFORMATION

The Group consists of:

- | | | |
|----------------------|---|---|
| Holding Company | - | Nishat (Chunian) Limited |
| Subsidiary Companies | - | Nishat Chunian Properties (Private) Limited |
| | - | Nishat Chunian USA Inc. |
| | - | Sweave Inc. |
| | - | T L C Middle East Trading L.L.C |

Nishat (Chunian) Limited

Nishat (Chunian) Limited (the Holding Company) is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017) and is listed on Pakistan Stock Exchange Limited. Its registered office is situated at 31-Q, Gulberg II, Lahore. The Holding Company is engaged in business of spinning, weaving, dyeing, printing, stitching, processing, doubling, sizing, buying, selling and otherwise dealing in yarn, fabrics and made-ups made from raw cotton, synthetic fibre and cloth and to generate, accumulate, distribute, supply and sell electricity.

Nishat Chunian Properties (Private) Limited

Nishat Chunian Properties (Private) Limited is a private limited company was incorporated in Pakistan under the Companies Act, 2017 on 31 January 2022. The registered office of Nishat Chunian Properties (Private) Limited is situated at 31-Q, Gulberg II, Lahore. The principal line of business of Nishat Chunian Properties (Private) Limited is marketing and development of all types of real estate including developed or undeveloped land, housing or commercial projects including commercial markets or multi-storeyed building (for commercial or residential purposes), shopping centres, restaurants, hotels, recreational facilities, etc.

Nishat Chunian USA Inc.

Nishat Chunian USA Inc. is a foreign subsidiary incorporated under the Business Corporation Laws of the State of New York. The registered office of Nishat Chunian USA Inc. is situated at 230 Fifth Avenue, Suite 1406, New York, NY 10001, USA. The principal business of the Nishat Chunian USA Inc. is to import home textile products and distribute to local retailers.

Sweave Inc.

Sweave Inc. is a foreign subsidiary incorporated under the Business Corporation Laws of the State of New York. The registered office of Sweave Inc. is situated at 2728 Railroad Grade Road, Fleetwood, NC 28262, USA. The principal business of the Sweave Inc. is e-commerce retail of home textile products to its domestic customers. Sweave Inc. is a wholly owned subsidiary of Nishat Chunian USA Inc.

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

T L C Middle East Trading L.L.C

T L C Middle East Trading L.L.C is a limited liability company - Single Owner (LLC - SO) formed in pursuance to the Federal Law No. (2) of 2015 concerning commercial companies and registered with the Department of Economic Development, Government of Dubai. Date of incorporation of T L C Middle East Trading L.L.C is 14 October 2021. The principal business of T L C Middle East Trading L.L.C is textile trading, blankets, towels and linen trading. Commercial address of T L C Middle East Trading L.L.C is Office No. M13, Fatima Building, Al Suq Al Kabeer, Dubai, United Arab Emirates. The capital of T L C Middle East Trading L.L.C is AED 300,000 divided into 300 shares, the value of each share is AED 1,000. Nishat (Chunian) Limited shall own 100% shares of T L C Middle East Trading L.L.C. However, Nishat (Chunian) Limited has not yet remitted funds into the bank account of T L C Middle East Trading L.L.C against the shares subscribed.

2. BASIS OF PREPARATION

This consolidated condensed interim financial information is un-audited and is being submitted to shareholders as required by directives issued under the Companies Act, 2017. These consolidated condensed interim financial statements of the Group have been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 "Interim Financial Reporting" and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. This consolidated condensed interim financial information should be read in conjunction with the audited annual published financial statements of the Group for the year ended 30 June 2024.

3. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of this consolidated condensed interim financial information are the same as applied in the preparation of the preceding audited annual published financial statements of the Group for the year ended 30 June 2024.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of this consolidated condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Group's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of this consolidated condensed interim financial information, the significant judgments made by the management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

audited annual published financial statements of the Group for the year ended 30 June 2024.

5. CONTINGENCIES AND COMMITMENTS

There is no significant change in the status of contingencies as disclosed in the preceding annual audited financial statements of the Group for the year ended 30 June 2024, except for the following:

Contingencies - Holding Company

- i) Guarantees of Rupees 2,628.595 million (30 June 2024: Rupees 2,328.595 million) are given by the banks of the Company to Sui Northern Gas Pipelines Limited against gas connections, Shell Pakistan Limited against purchase of furnace oil, Lahore Electric Supply Company against electricity connections, Director Excise and Taxation, Karachi against infrastructure cess, Chairman Punjab Revenue Authority, Lahore against infrastructure cess, Collector, Model Customs Collectorate, Karachi against import, Director Pakistan Central Cotton Committee against cotton cess and Nazir, Honourable High Court, Sindh against the notification in accordance with section 8 of OGRA Ordinance 2002 regarding system gas tariff on industrial and captive units.
- ii) Post dated cheques have been issued to custom authorities in respect of duties amounting to Rupees 34,446.054 million (30 June 2024: Rupees 34,476.145 million) on imported material availed on the basis of consumption and export plans. In the event the documents of exports are not provided on due dates, cheque issued as security shall be encashable. Further, post dated cheques of Rupees 313.786 million (30 June 2024: Rupees 269.994 million) have been issued to Lahore Electric Supply Company Limited against disputed amount of tariff adjustments, post dated cheques of Rupees 266.932 million (30 June 2024: Rupees 266.932 million) have been issued to Sui Northern Gas Pipelines Limited against gas infrastructure development cess and captive vs industrial tariff case, and post dated cheques of Rupees 189.375 million (30 June 2024: Rupees 189.375 million) have been issued to Commissioner Inland Revenue against the proceedings under section 122(5A) for tax year 2022.

Commitments - Holding Company

- i) Letters of credit for capital expenditure amounting to Rupees 27.878 million (30 June 2024: 27.859 million).
- ii) Commitments for capital expenditure as at reporting date are amounting to Rupees 20.448 million (30 June 2024: Rupees 152.051 million).
- iii) Letters of credit other than for capital expenditure amounting to Rupees 13,132.493 million (30 June 2024: Rupees 2,777.222 million).
- iv) Outstanding foreign currency forward contracts of Rupees 4,760.432 million (30 June 2024: Rupees 5,774.195 million).

SELECTED NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

	Un-audited Half year ended 31 December 2024 Rupees	Un-audited Half year ended 31 December 2023 Rupees
6. CASH (USED IN) / GENERATED FROM OPERATIONS		
Profit before taxation	811,842,960	200,825,942
Adjustment for non-cash charges and other items:		
Depreciation on operating fixed assets	877,019,977	863,768,417
Amortization on intangible assets	450,939	401,256
Depreciation on right-of-use asset	29,951,658	29,540,426
Provision for employee retirement	-	-
(Gain)/Loss on sale/write-offs of operating fixed assets - net	(4,729,782)	(10,791,237)
Operating fixed assets written off	-	-
(Gain)/Loss on sale/write-offs of intangible assets	-	340,203
(Reversal of allowance)/allowance for expected credit losses	(11,616,291)	39,749,068
Realized loss on derivative financial instruments	-	-
Return on term deposit receipts	(20,079,561)	-
Return on bank deposits	-	(3,991,762)
Amortization of deferred income - Government grant	(76,796,334)	(77,022,124)
(Gain)/Loss on termination of leases	(740,154)	-
(Gain)/Loss on re-measurement of investment at fair value through profit or loss	4,082,863	(10,680,462)
Provision for workers' profit participation fund	40,072,364	6,995,269
Provision for workers' welfare fund	604,333	208,337
Net Exchange (gain)/loss	(178,364,138)	(35,545,675)
Adjustment to GIDC payable	(70,347,221)	-
Interest on derivative financial instruments	(97,983,916)	-
Dividend Income	(956,174)	-
Finance cost	2,761,983,022	4,126,602,338
Working capital changes (Note 6.1)	(2,611,337,993)	(5,899,950,145)
Cash generated from / (used in) operations	1,453,056,552	(769,550,148)

SELECTED NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

	Un-audited Half year ended 31 December 2024 Rupees	Un-audited Half year ended 31 December 2023 Rupees
6.1 Working capital changes		
(Increase) / decrease in current assets		
- Stores, spare parts and loose tools	(153,824,087)	95,753,365
- Stock in trade	(3,164,365,507)	(10,636,073,581)
- Trade debts	(1,361,063,427)	534,219,980
- Loans and advances	457,699,726	1,775,798,920
- Short term deposits and prepayments	(64,143,786)	(72,873,562)
- Other receivables	(211,447,270)	(192,125,730)
Increase / (decrease) in current liabilities		
- Trade and other payables	1,885,806,357	2,595,350,463
	(2,611,337,993)	(5,899,950,145)

7. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associated undertakings, other related companies, key management personnel and post employment benefit plan. The Group in the normal course of business carried out transactions with various related parties. Details of transactions with related parties are as follows:

i) Transactions

	Un-Audited			
	Half year ended		Quarter Ended	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	Rupees		Rupees	
Associated undertakings				
Donations paid	47,560,100	15,123,677	43,350,000	13,525,177
Common facilities cost charged	-	9,900,000	-	4,950,000
Other related parties				
Contribution to employees' provident fund trust	92,854,698	76,898,951	50,667,354	43,847,018
Remuneration of key management personnel and executives	279,656,086	185,722,184	141,057,488	101,494,411

SELECTED NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

ii) Period end balances

As at December 31, 2024 (Un-audited)		
Associated undertakings	Other related parties	Total
Rupees		

Other receivables / (payables)	-	(16,430,236)	(16,430,236)
Loans and advances issued	-	15,511,456	15,511,456

As at June 30, 2024 (Audited)		
Associated undertakings	Other related parties	Total
Rupees		

Other receivables / (payables)	-	(18,958,720)	(18,958,720)
Loans and advances issued	-	14,619,077	14,619,077

8 EVENTS AFTER THE REPORTING PERIOD

The Board of Directors of the Holding Company has approved an interim cash dividend for the half year ended 31 December 2024 of Rupee 1 per share (i.e 10%) at their meeting held on 26 February 2025. These consolidated condensed interim financial statements do not include the effect of the above dividend which will be accounted for in the period in which it is approved.

9 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 'Interim Financial Reporting', the consolidated condensed interim statement of financial position and consolidated condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of comprehensive income and consolidated condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been rearranged / regrouped wherever necessary for the purpose of comparison. However, no significant rearrangements / groupings have been made.

10 DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were approved and authorized for issue on February 26, 2025 by the Board of Directors of the Holding Company.

CHIEF EXECUTIVE

DIRECTOR

CHIEF FINANCIAL OFFICER

INVESTORS' EDUCATION

In pursuance of SRO 924(1)/2015 dated September 9th, 2015 issued by the Securities and Exchange Commission of Pakistan (SECP), the following informational message has been reproduced to educate investors:

www.jamapunji.pk



Be aware, Be alert, Be safe

Learn about investing at
www.jamapunji.pk

Key features:

- Licensed Entities Verification
- Scam meter*
- Jamapunji games*
- Tax credit calculator*
- Company Verification
- Insurance & Investment Checklist
- FAQs Answered

- Stock trading simulator (based on live feed from KSE)
- Knowledge center
- Risk profiler*
- Financial calculator
- Subscription to Alerts (event notifications, corporate and regulatory actions)
- Jamapunji application for mobile device
- Online Quizzes



Jama Punji is an Investor Education Initiative of Securities and Exchange Commission of Pakistan

[jamapunji.pk](https://www.facebook.com/jamapunji.pk)

[@jamapunji_pk](https://twitter.com/jamapunji_pk)

*Mobile apps are also available for download for android and ios devices





31-Q, Gulberg II, Lahore 54660, Pakistan
Tel: +92 42 3576 1730, Fax: +92 42 3587 8696
Email: info@nishat.net
www.nishat.net
www.facebook.com/NishatChunianGroup

