



Directors' Report

I am pleased to present annual accounts of the Company for the year ended 30 June 2013. The accounts are being presented to the shareholders after a review by the auditors.

Operating Results

During the period under review, your company made operating profit of Rs. 306.179 million. Net sales of the company were Rs. 2,343.833 million. Profit before tax for the period is Rs. 190.893 million.

Financial charges for the year were Rs. 99.568 million and administrative expenses stand at Rs. 11.975 million.

Auditors

Present auditors M/s. BDO Ebrahim & Co., Chartered Accountants, retire and being eligible, offer themselves for re-appointment.

Pattern of shareholding

The pattern of shareholding, as required by section 236 of the Companies Ordinance 1984 and, is enclosed.

Future Outlook

Your company is planning to move forward with strategic expansions. We propose to invest in product diversification and to enhance production capacity.

New cotton crop has started arriving in the market and initial reports and estimates are positive in terms of size and quality. We anticipate that the estimated production for the year will be sufficient to meet the requirements of the textile industry. However for production of the higher value products, raw cotton should be imported.

Your company will continue efforts to maintain its efficiency through good financial management as well as increase its productivity in order to maximize returns to the stakeholders.

Acknowledgement

The Board would like to take the opportunity to express its appreciation and acknowledge to support and coordination of the shareholders, bankers, vendors, dealers, customers and employees for their hard work and dedication.

Zahid Bashir
Chief Executive

Karachi.

Dated: 21 September 2013