



Directors' Report

I am pleased to present annual accounts of the Company for the year ended 30 June 2014. 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. 142.702 million. Net sales of the company were Rs. 2,401.137 million. Profit before tax for the period is Rs. 62.647 million.

Financial charges for the year were Rs. 76.563 million and administrative expenses stand at Rs. 17.603 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

We made some balancing during the last year which contributed to our bottom line. We will add further equipment during the current year to increase our production. The raw cotton crop looks very impressive and cotton prices are expected to remain stable. However both international cotton prices as well as export prices have declined significantly and demand from China which is our major buyer has also dropped. Your Company will further strive to improve productivity, quality and profitably.

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: 20 September 2014