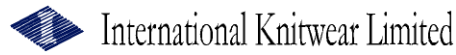


ANNUAL REPORT

2021
2022



International Knitwear Limited



International Knitwear Limited

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International Knitwear Limited

COMPANY INFORMATION

BOARD OF DIRECTORS	Mr. Waseem Shafi Mr. Naeem Shafi Mr. Javed Khan Mr. Muhammad Shafi Mr. Arshad Ahmed Mr. Mudassir Habib Khan Ms. Saleha Majid	Chairman Chief Executive
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 Avas 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 Shabra-e-Faisal, Karachi-74400	
WEBSITE	www.internationalknitwear.com	



International Knitwear Limited

VISION AND MISSION

VISION

Is to achieve and then remain as the most progressive and profitable Company offering a wide range of quality products and service provider in terms of industry standards and stakeholders interest.

MISSION

The Company shall achieve its mission through a continuous process of having sourced, developed, implemented and managed the best leading edge technology, industry best practice, human resource and innovative of superior products, performance and service quality that fully meet the needs of our customers, better returns to our stakeholders and a better quality of life to the employees.



International Knitwear Limited

CODE OF CONDUCT

CODE OF CONDUCT

International Knitwear Limited being engaged in the Local and export of garments and providing dyeing facilities is:

- Committed to provide quality products and services to all its local and international customers.
- Further committed to comply with all applicable Regulatory and Customers' requirements, thereby ensuring achievement of customers' continuous satisfaction.
- An equal opportunity employer which does not differentiate between its employees on the basis of cast, creed, sex or religious affiliations.
- Always willing, through a liberal training policy, to educate, train and groom its employees to enhance their professionalism, commitment and personal growth leading to achievement of greater goals.

Committed to the well-being of its employees by adopting generous welfare policies and practices.

In return International Knitwear Limited expects from its employees that:

- As representatives of the Company they must at all times behave appropriately and strictly follow all rules and regulations of the Company.
- They must devote their time, attention, abilities and energy exclusively for the performance of their duties and must not engage themselves in any other occupation, business or employment whatsoever without prior written consent of the Company.
- They must not disclose any confidential information pertaining to the business of the Company to any person inside or outside the company.
- They must protect all records, reports and other published or unpublished documents of the Company and promptly hand over all these to the Company upon leaving, for whatever reason, the employment of the Company. They must not also remove any or all of the said records, reports and documents from the premises of the Company without appropriate authorization.



International Knitwear Limited

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 32nd Annual General Meeting of the Company will be held on Thursday, October 27, 2022 at 15:00p.m. at F-2A/L, S.I.T.E, Karachi and also through video link, to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and approve the audited financial statements of the Company together with Directors' and Auditor's Reports for the year ended June 30, 2022.
2. To declare and approve final cash dividend of PKR 0.75 per share i.e 7.5% as recommended by the Board of Directors for the year ended June 30, 2022.
3. To appoint Auditors and fix their remuneration for the year ending June 30, 2023. The present Auditors, M/s. RSM Avais Hyder Liaquat Nauman, Chartered Accountants, retire and being eligible, offer themselves for re-appointment.
4. To transact any other business with permission of the Chairman.

By Order of the Board

A handwritten signature in black ink, appearing to read 'Javed Khan', written over a horizontal line.

Karachi: October 05, 2022

JAVED KHAN
Company Secretary

NOTES:

PARTICIPATION IN THE AGM VIA THE VIDEO CONFERENCING FACILITY:

Securities and Exchange Commission of Pakistan (SECP) has advised companies to modify their usual planning for general meetings in order to ensure safety and well-being of shareholders and the public at large through Circular No.4 of 2021 dated February 15, 2021 and Circular No.06 of 2021 dated March 03, 2021.



International Knitwear Limited

NOTICE OF ANNUAL GENERAL MEETING

Accordingly, the Company will be providing the facility to all shareholders to participate in Annual General Meeting via video link while ensuring compliance with the quorum requirements.

The shareholders intending to participate in the AGM via video-link are here by requested to share the following information with the office of the Company Secretary at the earliest but not later than 48 hours before the time of the AGM i.e. before 15:00 p.m. on October 25,2022:

Name of Shareholder	CNIC No.	Folio No./CDC Account No.	Mobile No.	Email Address
---------------------	----------	---------------------------	------------	---------------

** Shareholders are requested to provide their relive mobile number and email address to ensure timely Communication.*

Modes of Communication:

The above-mentioned information can be provided through following modes:

- 1) Mobile/WhatsApp: 0300-8227586
- 2) Email: javed@internationalknitwear.com

Video link details and login credentials (ZOOM Application) will be shared with those shareholders who have shown their intent to attend the meeting containing all the particulars as mentioned above on or before October 25, 2022 by 15:00 p.m.

CLOSURE OF SHARE TRANSFER BOOKS

The Register of Members and the Share Transfer Books will be closed from October 21, 2022 to October 27,2022 (both days inclusive) to establish the right to attend the Annual General Meeting and to receive the dividend declared.

ATTENDING AGM AND APPOINTMENT OF PROXY

- A. A Member entitled to attend, speak and vote at the Annual General Meeting is entitled to appoint another member as her/his proxy to attend, speak and vote on her/his behalf.



International Knitwear Limited

NOTICE OF ANNUAL GENERAL MEETING

- B. An instrument appointing proxy and the power of attorney or other authority under which it is signed or a notarized certified copy of the power or authority must be deposited at the registered office of the Company at least 48 hours before the time of the meeting. Form of Proxy is enclosed.
- C. CDC Account Holders will further have to follow the under-mentioned guidelines as laid down in Circular 1 dated January 26, 2000 issued by the Securities and Exchange Commission of Pakistan.
- i) For Attending AGM
 - a) In case of individuals, the account holder or sub-account holder whose securities and their registration details are uploaded as per the Regulations, shall produce proof of her/his identity by showing their Computerized National Identity Card (CNIC) at the time of attending the meeting.
 - b) In case of a corporate entity, a Board of Directors' resolution/power of attorney with specimen signature of the nominee shall be produced (unless it has been provided earlier) at the time of the Meeting.
 - ii) For Appointing Proxy
 - a) In case of individuals, the account holder or sub-account holder whose registration details are uploaded as per CDC regulations shall submit the Proxy Form as per the above requirement.
 - b) Attested copies of CNIC of the beneficial owners and the proxy shall be furnished with the Proxy Form.
The proxy shall produce his original CNIC at the time of the meeting.

MANDATORY INFORMATION - (EMAIL, CNIC, IBAN AND ZAKAT DECLARATION)

- A. In compliance with Section 119 of the Companies Act, 2017 and Regulation 19 Companies (General Provisions and Forms) Regulations, 2018, members are requested to immediately provide their mandatory information such as CNIC number, updated mailing address, email, contact mobile/telephone number and International Banking Account Number (IBAN) together with a copy of their CNIC to update our records and to avoid any non-compliance of the law. Otherwise, all dividends will be withheld in terms of Regulation 6 of the Companies (Distribution of Dividends) Regulations, 2017.
- For physical shares to M/s CDC Share Registrar Services Limited
 - For shares in CDS to CDC Investors A/c Services or respective participant
- B. Members are requested to submit a declaration (CZ-50) as per Zakat & Ushr Ordinance 1980 for zakat exemption and advise a change in address if any.



NOTICE OF ANNUAL GENERAL MEETING

UNCLAIMED DIVIDENDS AND BONUS SHARES

Shareholders, who for any reason, could not claim their dividend and/or bonus shares are advised to contact our Shares Registrar M/s CDC Share Registrar Services Limited to collect/enquire about their unclaimed dividends and/or bonus shares if any.

E-DIVIDEND MANDATE

As per Section 242 of the Companies Act, 2017, in the case of a public-listed company, any dividend payable in cash shall only be remitted through electronic mode directly into the bank account designated by the entitled shareholders.

Therefore, through this notice, all shareholders are requested to update their bank account number (IBAN) and details in the Central Depository System through respective participants. In case of physical shares, they are requested to provide bank account details to our Share Registrar, M/s CDC Share Registrar Services Limited. Please ensure an early update of your particulars to avoid any inconvenience. The e-dividend mandate form is enclosed.

CONVERSION OF PHYSICAL SHARES INTO BOOK ENTRY FORM

As per Section 72 of the Companies Act, 2017 all existing companies are required to convert their physical shares into book-entry form within a period not exceeding four years from the date of commencement of the Companies Act, 2017.

The Securities & Exchange Commission of Pakistan through its circular # CSD/ED/Misc./2016-639-640 dated March 26, 2021 has advised the listed companies to pursue their such members who still hold shares in physical form to convert their shares into book-entry form.

We hereby request all such members of International Industries Limited who are holding shares in physical form to convert their shares into book-entry form at the earliest. They are also suggested to contact the Central Depository Company of Pakistan Limited or any active member/stock broker of the Pakistan Stock Exchange to open an account in the Central Depository System to facilitate the conversion of physical shares into book-entry form.

Members are informed that holding shares in book-entry form has several benefits including but not limited to:

- Secure and convenient custody of shares
- Conveniently tradeable and transferable
- No risk of loss, damage or theft
- No stamp duty on transfer of shares in book-entry form
- Seamless credit of bonus or right shares

We once again strongly advise members of the Company, in their best interest, to convert their physical shares into book-entry form at the earliest.



International Knitwear Limited

NOTICE OF ANNUAL GENERAL MEETING

ELECTRONIC VOTING

Members can exercise their right to demand a poll subject to meeting requirements of Section 143 -145 of the Companies Act, 2017 and applicable clauses of the Companies (Postal Ballot) Regulations, 2018.

FILER AND NON-FILER STATUS

- i) Government of Pakistan, through the Finance Act, 2022 in Section 150 of the Income Tax Ordinance, 2001, has prescribed the following rates for withholding tax against dividend payments by the companies:

- a) For filers of income tax returns – 15%
b) For non-filers of income tax returns – 30%

Members whose names are not entered into the Active Taxpayers List (ATL) provided on the FBR website, despite the fact that they are filers, are advised to make sure that their names are entered into ATL to avoid higher tax deductions against dividends.

- ii) For any query/problem/information, the investors may contact the Share Registrar at the following phone numbers or email addresses:

M/s CDC Share Registrar Services Limited
CDC House, 99-B, Block B, S.M.C.H.S,
Shahrah-e-Faisal, Karachi
Customer Support Service Nos: +92-080023275
E-mail: info@cdcsrsl.com

- iii) Corporate shareholders having CDC accounts are required to have their National Tax Number (NTN) updated with their respective participants, whereas corporate physical shareholders should send a copy of their NTN certificate to the Share Registrar i.e. M/s CDC Share Registrar Services Limited. The shareholders while sending NTN or NTN certificates, as the case may be, must quote company name and their respective folio number.

CIRCULATION /TRANSMISSION OF ANNUAL REPORTS THROUGH ELECTRONIC FORM:

The SEC Pvide SRO 787(1)/2014 dated September 08, 2014 has provided an option for shareholders to receive audited financial statements along with notice of Annual General Meeting electronically through email. Hence, members who are interested in receiving the annual reports and notice of Annual General Meeting electronically in future are requested to send their email addresses on the consent form placed on the Company's website www.internationalknitwear.com to the Company's Share Registrar. The Company shall, however additionally provide hard copies of the annual report to such members, on request, free of cost.

AVAILABILITY OF AUDITED FINANCIAL STATEMENTS ON COMPANY'S WEBSITE:

The audited financial statements of the Company for the year ended June 30, 2022 have been made available on the Company's website www.internationalknitwear.com in addition to annual and quarterly financial statements for the prior years.



International Knitwear Limited

REVIEW REPORT BY THE CHAIRMAN

I am pleased to present the annual review as Chairman of the Board of Directors of International Knitwear Limited for the year ended June 30, 2022.

Review of Overall Performance and Effectiveness of the Board

Economies all over the world are experiencing a commodity super-cycle as a result of the geopolitical situation which has led to high inflation and low growth in the global as well as domestic markets.

The Company continues to face a challenging business environment in the light of massive currency devaluation and very high financing & inflation rate. The Board monitors the whole situation very closely and guides the management to overcome these challenges.

The members of the Board have rich and vast experience. Committees (of the Board) have provided excellent support in fulfilling the Board's mandatory responsibilities including ensuring compliance by the Company with all legal and regulatory requirements and effectiveness of internal controls. Based on an evaluation, the overall role performed by the Board and its Committees have been found satisfactory and effective.

STRATEGIC DECISION-MAKING:

Overall corporate strategy and objectives have been set in line with the strategic vision of the Board from which the annual business plan is derived, as well as, projected plans for the coming years have been set by the Management, covering all functional and operational areas by utilization of available resources, modernization, and expansion of production facilities to ensure continued growth in the bottom line which should hopefully result in improved results.

DILIGENCE:

The Board reviews the quality and appropriateness of financial statements of the Company, reporting, and transparency of disclosures, the Company's accounting policies, corporate objective plans, budgets, and other reports. The meetings of the Board are held at required frequencies and agendas along with working papers are circulated in sufficient time before Board and Committee meetings.

PRESENTATIONS:

During the course of discussion and approvals of financial statements, comprehensive presentations are placed before the Board based on incisive, critical, and strategic analysis of all functional areas relating to the core business of the Company. Benchmarking compared with the industry's peer group is carried out. This practice provides ample opportunity for objective analysis of the Company's goals and evaluation of its financial performance with the peer group. The Board provides appropriate directions and oversight emanated based on thorough and detailed discussions.

Here, I would like to place on record my sincere appreciation to our members and other stakeholders for their continued support and trust in the management and the Company.

Karachi
September 30, 2022

A handwritten signature in black ink, appearing to read 'Waseem Shafi', written over a horizontal line.

WASEEM SHAFI
Chairman



International Knitwear Limited

DIRECTORS' REPORT

The Board of Directors of International Knitwear Limited takes pleasure in presenting this report together with the Audited Financial Statements of the Company for the year ended June 30, 2022.

Operating Results

	2022 Rupees	2021 Rupees	Increase/(Decrease) Percentage
Net sales	670,262,761	488,090,150	37.32%
Gross profit	59,741,166	40,362,880	48.01%
Profit before taxation	27,585,414	6,620,308	316.68%
Profit /(loss) after taxation	22,084,733	(50,124)	44,160.71%
Net Earnings /(loss) per share	2.28	(0.01)	44,160.71%

Financial Performance

Financial highlights of the year ended June 30, 2022 are summarized below:

The Company has achieved Net sales of Rs. 670.26 million in the year ended June 30, 2022 as compared to Rs.488.09 million same period last year (SPLY). Sales recorded an increase of Rs. 182.17 million in the current year as compared to sales in the previous year ended 30, June 2021. Gross profit of the Company was Rs. 59.74 million in the current year as compared to gross profit of Rs. 40.36 million of the last year. Profit before taxation was 27.58 million as compared to Rs. 6.62 million for the corresponding period last year.

As a result of these factors, Net profit after tax for the year shows Rs.20.08 million as compared to net loss of Rs.0.05 million SPLY. Earnings per share was Rs.2.28 per share comparing same period last year 2021: Rs.(0.01)

Business overview

Your Company successfully and smoothly sailed during the year 2021-2022 after demonstrating a strong resilience against COVID-19 challenges and returned to profitability. This trend continued for the whole of the financial year, resulting in better than expected profitability and the year 2021-2022 has become a yardstick for our Company. Our results reflected the yield from investments made in machinery, inventories, marketing channels, human capital, and choosing the right options available in the financial sector.

During the period under review, your Company has Alhamdulillah managed to secure the top line of Rs. 670.26 million against Rs. 488.09 million for the Same Period Last Year (SPLY), substantially growing its turnover by 37.32%. Depreciation in PKR against USD also contributed towards increase in our export sales. Despite of the fact that during this period, there has been a significant increase in cost of imported raw material owing to devaluation of the rupee, higher international material cost and challenging supply chain, coupled with shortage of gas supply to the industry, our timely coverage of raw materials at prices substantially lower than current market rates, the gross profit margin has increased by Rs.19.38 million from SPLY mainly on account of better product mix and acceleration in the sale price, accordingly, the Company's net profit increased to a record-breaking level of Rs. 20.88 million.

Moreover, an increase has also been witnessed in the overall local sales, which has increased by Rs.143.18 million in this period as compared to SPLY,

Further, the inflationary pressure on the economy during the period, has resulted in slight increase in the administrative expenses in this period as compared to SPLY.



International Knitwear Limited

DIRECTORS' REPORT

Earnings per share

Earnings per share after taxation are Rs.2.28 as compared to Re. (0.01) in the last year earnings for the shareholders.

Other Income

Other income includes dividend income during the year was Rs. 4.06 million against Rs. 2.86 million against the corresponding period last year, an Exchange gain of Rs. 5.20 million against gain of Rs.0.48 million as compare in the previous year and gain from non-financial assets of Rs.1.24 million against Rs.0.18 million of same period last year.

Capital Expenditure

The Company during the year made capital investment of Rs. 26.08 million for expanding manufacturing capacity, enhancing productivity and improving plant efficiency.

Dividend

Bearing in mind our strategic investment, business need for future working capital requirement and Company's ability to generate cash, the Board of Directors is pleased to propose a final cash dividend at PKR 0.75 Per Share i.e. 7.5% for the year ended June 30, 2022.

Communication

The Company is focused on the importance of communication with the shareholders. The annual, half yearly and quarterly reports are distributed within the time specified in the Companies Act 2017. The activities of the Company are updated on its website at www.internationalknitwear.com in a designated section for investors containing relevant information on timely basis.

Material Changes

No material changes or commitments affecting the financial position of the Company has occurred between the end of the financial year of the Company and the date of the report.

Corporate Environment, Health & Social Responsibility

We strongly believe in maintaining the highest standards in health, safety and environment (HSE) to ensure the well-being of the people who work with us as well as of the communities where we operate.

Our focus remains on improving all aspects of safety especially with regards to the safe, production, delivery, storage and handling of the materials. The company is committed to ensuring environmental preservation and sustainability.

Materiality Approach

Determining materiality levels is subjective and the methodology varies from one organization to the other. Authorization for transactions and delegation of powers have been clearly defined and documented through formalized processes in the Company. The Company has an approved materiality policy, which is reviewed annually to confirm its relevance.

DIRECTORS' REPORT
Summary of key operating and financial data of six years at a glance

Below is a summary of key operating and financial results for six years and includes the financial results for the year under review:

	2022	2021	2020	2019	2018	2017
000'.....					
ASSETS EMPLOYED						
Property, plant and equipment	53,236	35,983	35,942	32,134	25,728	23,704
Intangible assets	-	-	-	-	-	-
Long-term investments	20,867	16,979	14,478	17,769	42,052	35,183
Long-term deposits	2,052	2,052	2,052	2,052	1,500	1,500
Short-term investments	17,439	16,781	8,506	4,177	26,228	74,847
Net current assets	67,514	71,626	72,410	70,898	65,192	74,741
Total assets employed	161,108	143,421	133,388	127,030	160,700	209,975
FINANCED BY						
Issued, subscribed and paid-up capital	96,750	96,750	96,750	96,750	96,750	96,750
Reserve and un-appropriated profit	45,218	23,133	28,020	28,763	23,362	4,359
Gain / (Loss) on revaluation of investments	1,945	905	(982)	(4,003)	14,360	25,701
Shareholder's equity	143,913	120,788	123,788	121,509	134,473	126,810
Long term and deferred liabilities	642	6,693	12,723	2,048	-	-
Total capital employed	144,555	127,481	136,511	123,557	134,473	126,810
Turnover	670,262	488,090	537,457	451,098	393,230	169,496
Profit before tax	27,585	6,620	16,865	14,748	17,337	3,799
Profit / (loss) after tax	22,084	(50)	7,735	10,237	13,404	2,152
Earnings/(loss) per share	2.28	(0.01)	0.80	1.06	1.39	0.25
Return on turnover	3.2%	(0.10%)	1.4%	2.3%	3.4%	1.3%
Return on capital employed	15.2%	(0.04%)	5.6%	8.3%	8.3%	1.0%
Dividend						
Cash (%)	7.5%	0%	5%	5%	5%	0%
Stock (%)	0%	0%	0%	0%	0%	0%



International Knitwear Limited

DIRECTORS' REPORT

Code of Corporate Governance

The Directors of your Company are aware of their responsibilities under the Listed Companies (Code of Corporate Governance) Regulations, 2019 and the Rule book of Pakistan Stock Exchange. Your Company has taken all necessary steps to ensure good corporate governance and full compliance of the Code and we confirm the following:

The financial statements, prepared by the management of the Company, present fairly its state of affairs, the result of its operations, cash flows and changes in equity;

- Proper books of account of the Company have been maintained;
- Chief Executive and Chief Financial Officer duly endorsed the financial statements before approval of the Board;
- Appropriate accounting policies have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment;
- International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of financial statements and any departure there from has been adequately disclosed and explained;
- The system of internal control is sound in design and has been effectively implemented and monitored;
- There are no significant doubts upon the company's ability to continue as a going concern;
- Statement of pattern of shareholding has been included as part of this Annual Report; and
- Statement of shares held by associated undertakings and related persons have also been disclosed separately.

Chairman's Review

The Chairman's review included in the Annual Report deals inter alia with the performance and effectiveness of the Board, performance of the Company for the year ended June 30, 2022 and future prospects. The Directors endorse the contents of the Chairman's review.

Board of Directors and its Committees

Board of Directors

The Board comprises of two Executive and five Non-Executive Directors. Amongst the Non-Executive Directors, there are two Independent Directors. The Board also consists of one Female Director. All the Directors keenly take interest in the proper stewardship of the Company's affairs. The Non-Executive Directors are independent of the management of the Company.

Audit Committee

Audit Committee assists the Board of Directors in discharging their responsibilities in accordance with the Corporate Governance and Financial Reporting framework.

The Committee consists of three members all of whom are non-executive directors. The Chairperson of the Committee is an independent director.

Chief Executive Officer (CEO) and Chief Financial Officer (CFO) attended all the four meetings held during the year by invitation.

Human Resource and Remuneration Committee

Human Resource and Remuneration Committee also assists the Board of Directors in discharging their responsibilities with regard to devising and periodic reviews of human resource policies and practices within the Company. It also assists the Board in selection, evaluation, compensation and succession planning of key management personnel.

The Committee consists of three members all of whom are non-executive directors. The Chairman of the Committee is an independent director.



International Knitwear Limited

DIRECTORS' REPORT

Meeting of the Board and its Committees

During the year, four meetings of Board of Directors (BOD), four meetings of Audit Committee (AC) and one meeting of Human Resource and Remuneration Committee (HRRC) were held. The attendance of the Directors and the number of their directorship in listed companies, including International Knitwear Limited, is as follows:

Sr. No	Name of Directors	Directorship	Status	Executive Directors	Committee Members		Attendance		
					AC	HRRC	BOD	AC	HRRC
1	Mr. Waseem Shafi	1	Re-elected w.e.f 27-10-2021	No	-	-	3/4	-	-
2	Mr. Naeem Shafi	3	Re-elected w.e.f 27-10-2021	Yes	-	-	4/4	-	-
3	Mr. Javed Khan	1	Re-elected w.e.f 27-10-2021	Yes	-	-	4/4	-	-
4	Mr. Muhammad Shafi	1	Re-elected w.e.f 27-10-2021	No	-	√	2/4	-	1/1
5	Mr. Mudassir Habib Khan	1	Re-elected w.e.f 27-10-2021	No	√	-	4/4	4/4	-
6	Ms. Saleha Majid	1	Re-elected w.e.f 27-10-2021	No	√	√	4/4	4/4	1/1
7	Mr. Arshad Ahmed	1	Appointed on 27-10-2021	No	√	√	3/3	3/3	-
8	Mr. Muhammad Sajid Hussain	1	Retired on 27-10-2021	No	√	√	1/1	1/1	1/1

Management Committee

The Management Committee comprises of senior management headed by Chief Executive Officer (CEO), who ensures that a proper system is developed and implemented across the Company that enable swift and appropriate decision-making. It acts in an advisory capacity to CEO at the operating level, providing recommendations relating to business and other corporate affairs. It is responsible for reviewing and forwarding long-term plans, capital and expense budget development and stewardship of business plans. The Committee is organized on a functional basis and meets monthly to review the performance of each function against set targets. CEO also ensures that all decisions and directions given by the Board are properly communicated and implemented.

Evaluation Criteria for the Board

Apart from their mandatory job requirements, the performance of the Board of our Company is evaluated regularly along the following parameters, both at individual and team levels.

1. Effectiveness in bringing in a mix of gender, talents, skills and philosophical perspectives;
2. Integrity, credibility, trustworthiness and active participation of members;
3. Follow-up and review of annual targets set by the management;
4. Ability to provide guidance and direction to the Company;
5. Ability to identify aspects of the organization's performance requiring action;
6. Review of succession planning of management;
7. Ability to assess and understand the risk exposures of the Company;
8. Contribution and interest in regard to improving health safety and environment, employment and other policies and practices in the Company; and
9. Safeguarding the Company against unnecessary litigation and reputational risk.



International Knitwear Limited

DIRECTORS' REPORT

Performance Evaluation of the Board

The overall performance of the Board measured on the basis of above-mentioned parameters for the year was satisfactory. A separate report by the Chairman on Board's overall performance, as required under section 192 of the Companies Act, 2017 is included in this Annual Report.

Director's Remuneration

The Board of Directors has approved Directors' Remuneration Policy. The main features of the policy are as follows:

- The Company shall not pay remuneration to its non-executive directors including independent directors except for meeting fee for attending meetings of Board and its Committees.
- The Company will reimburse or incur expenses of travelling and accommodation of Directors in relation to attending meetings of the Board and its Committees.
- The Directors' Remuneration Policy will be reviewed and approved by the Board of Directors from time to time.

CEO Performance Review

The Board of Directors of International Knitwear Limited regularly evaluates the Performance of the CEO based on the financial and non-financial Key Performance Indicator (KPIs) presented by him at the start of the year. The board has reviewed the performance of the CEO for the latest financial year and is satisfied with the achievements for the year. The Board has full confidence in his abilities to manage the company in the most professional and competent manner. He is also responsible for setting the corporate objectives and its alignment with the KPIs for his management team and regularly updates the Board about the Performance of the management team in achieving the desired goals.

Role of Chairman and CEO

Chairman acts as the custodian of the Company on behalf of the Board and stakeholders. He heads the Board of Directors and is responsible for ensuring the Board's effectiveness. The chairman ensures the development of business and protection of goodwill of the Company. He also ensures the balance of membership of the Board in terms of versatile exposure to various business operations and achievement of the Company's vision, mission and its long-term goals. He acts as a link between the Board and management of the Company and communicates with the Board on behalf of the management.

The CEO is responsible for day-to-day management of the Company's affairs and execution of long-term strategy, plans and budgets to increase shareholders' value. CEO also represents the Company to shareholders, government authorities and the public. He is the leader and decision maker who motivates employees, drives change within the Company and takes decisions to achieve targets.

Vision, Mission and Overall Corporate Strategy approval by the Board

The board of directors has carefully reviewed and approved the vision, mission, and overall corporate strategy of your Company and believes that it comprehensively states the ideology with which International Knitwear Limited was incorporated. We ensure that our vision and mission sets the direction for our overall corporate strategy and our future journey in everything we do at all levels. The entire organization is connected and driven by this purpose and it serves as the main decision-making criterion in our day-to-day business.

Pattern of Shareholding

A statement showing pattern of shareholdings of the Company and additional information as at June 30, 2022 is included in the report.



International Knitwear Limited

DIRECTORS' REPORT

Auditors

The present Auditors M/s RSM Avasi Hyder Liaquat Nauman Chartered Accountants, retire and being eligible, have offered them selves for re-appointment. The Board of Directors endorses the recommendation of the Audit Committee for their reappointment as auditors of the Company for the financial year ending June 30, 2023.

Subsequent Events

No material changes or commitments affecting the financial position of the Company have occurred between the end of the financial year of the Company and the date of this report.

Directors' Training Program

Two Directors have attended the Directors Training Program and two have more than 25 years of experience on the Board of listed companies and therefore are exempt from the Directors Training Program. During the year, no training was carried out, however the Company has plans to conduct required trainings of director during the next fiscal year. All Directors are fully conversant with their duties and responsibilities as Directors of corporate bodies.

Future Outlook

The acceleration of worldwide inflation, as well as a significant increase in freight charges is making international trade more costly. By making strong efforts to sustain its cost through maximum capacity utilization, cost rationalization, effective procurement strategy, etc., the Company is focused to follow its footprint to ensure that maximum wealth can be generated for the wellbeing of the Company's shareholders. In addition, the sales mix will be altered based on a demand/supply basis to enhance the profit margins.

Further, to increase the overall performance of the value-added segment, the Company in addition to increasing its international customer base is also planning further expansion in the value-added segment which will help the Company to build synergies, rationalizing the operating costs and consequently having a positive impact on the net margins.

Acknowledgment

The Board of Directors would like to take this opportunity to express its deep appreciation of the commitment, resilience, courage and dedication of its employees. We would also like to acknowledge the continued support and cooperation received from our esteemed customers, suppliers, bankers and shareholders and thank them for reposing confidence in our Company.

For and on behalf of the Board

JAVED KHAN
Director

NAEEM SHAFI
Chief Executive

Karachi: September 30, 2022



International Knitwear Limited

STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019

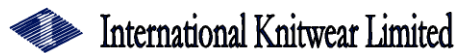
For the Year Ended June 30, 2022

The company has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are 7 as per the following:
Male: 6 (Six)
Female: 1 (One)
2. The composition of board is as follows:

Category	Name
Executive Directors	Mr. Naeem Shafi Mr. Javed Khan
Non-Executive Directors	Mr. Waseem Shafi Mr. Muhammad Shafi Mr. Mudassir Habib Khan
Independent Directors	Ms. Saleha Majid Mr. Arshad Ahmed
Female Director	Ms. Saleha Majid

3. The directors have confirmed that none of them is serving as a director on more than seven listed companies, including this Company.
4. The Company has prepared a "Code of Conduct" and has ensured that appropriate steps have been taken to disseminate it throughout the Company along with its supporting policies and procedures.
5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the Company. The board is doing a reasonable progress to complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained.
6. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by the Board/shareholders as empowered by the relevant provisions of the Act and these Regulations.
7. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of the Board.
8. The Board of Directors have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.



**STATEMENT OF COMPLIANCE WITH LISTED COMPANIES
(CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019**

9. Two directors are Certified Director and two directors meet the criteria of exemption and are accordingly exempted from directors' training program. Remaining Director will acquire the required directors' training certification within the time specified in the Regulations.
10. The board has approved appointment of Chief Financial Officer and Company Secretary, including their remuneration and terms and conditions of employment and complied with relevant requirements of the regulations. However, the Chief Financial Officer has also been assigned the responsibilities of the company secretary;
The position of Head of Internal Audit remained vacant during the year
11. Chief Financial Officer and Chief executive Officer duly endorsed the financial statements before approval of the Board.
12. The Board has formed committees comprising of members given below:

Audit Committee

Saleha Majid	Chairperson (Independent Director)
Arshad Ahmed	Member
Mudassir Habib Khan	Member

HR and Remuneration Committee

Arshad Ahmed	Chairman (Independent Director)
Muhammad Shafi	Member
Saleha Majid	Member

13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committee for compliance
14. The frequency of meetings of the committee were as per following:
 - a) Audit Committee: Four quarterly meetings during the financial year ended June 30, 2022
 - b) HR and Remuneration Committee: One meeting during the financial year ended June 30, 2022
15. The Board has not yet setup an internal audit function as required by regulation 31 of the Listed Companies (Code of Corporate Governance) Regulations, 2019.
16. The statutory auditors of the company have confirmed that they have been given a satisfactory rating under the Quality Control Review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and that they and the partners of the firm involved in the audit are not a close relative (spouse, parent, dependent and non-dependent children) of the chief executive officer, chief financial officer, head of internal audit, company secretary or director of the company;



International Knitwear Limited

STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019

17. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guide lines in this regard.
18. We confirm that all requirements of regulations 3, 7, 8, 27,32, 33 and 36of the Regulations have been complied with; and
19. Explanation for non-compliance with requirements, other than regulations3, 7, 8,27,32,33 and 36 are below.
- I. The Company is non-compliant of the number of Independent Directors required under the regulation 6 of the Listed Companies (Code of Corporate Governance) Regulations, 2019.
The requirement to have the representation of number of Independent Directors in the Company's board will be complied upon reconstitution of the Board.
 - II. The Chief Financial Officer also holds the office of the company secretary.
The Company is struggling for the survival, specially for the few years due the cash flow /Financials of the Company does not allow to appoint for separate function of Chief Financial Officer and company secretary.
 - III. The Company will setup the Internal Audit Function and will hire head of Internal Audit as required by the Regulation 31 of the Listed Companies (Code of Corporate Governance) Regulations, 2019 as soon as the cash flow allows to bear an additional cost.
 - IV. The board has not maintained the complete record of significant policies as required under the regulations.

A reasonable progress is being made by the Company to seek above compliances by the year end of next accounting year June 30, 2023.

WASEEM SHAFI
Chairman

Karachi: September 30,2022

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF INTERNATIONAL KNITWEAR LIMITED
REVIEW REPORT ON THE STATEMENT OF COMPLIANCE CONTAINED IN LISTED COMPANIES
(CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019**



RSM Awan Hyder Liaquat Nauman
Chartered Accountants
407, Progressive Plaza, Beaumont Road
Karachi, 75530-Pakistan
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F: +92(21) 3565-3977

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) prepared by the Board of Directors of International Knitwear Limited (the Company) for the year ended June 30, 2022 in accordance with the requirements of regulation 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Company's personnel and review of various documents prepared by the Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Company for the year ended June 30, 2022.

Further, we highlight below instances of non-compliance with the requirement(s) of the Regulations as reflected in the paragraph reference where these are stated in the Statement of Compliance:

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF INTERNATIONAL KNITWEAR LIMITED
REVIEW REPORT ON THE STATEMENT OF COMPLIANCE CONTAINED IN LISTED COMPANIES
(CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019



S#	Paragraph reference	Description
I.	19(I)	The Company is non-compliant of the number of Independent Directors required under the regulation 6 of the Listed Companies (Code of Corporate Governance) Regulations, 2019.
II.	10 & 19(II)	The Chief Financial Officer also holds the office of the company secretary.
III.	15 & 19(III)	The Board has not setup an internal audit function as required by regulation 31 of the Listed Companies (Code of Corporate Governance) Regulations, 2019.
IV.	5 & 19(IV)	The board has not maintained the complete record of significant policies as required under the regulations.

RHM Akas Hyder Liaquat Nauman

Chartered Accountants

Karachi.

Date: September 30, 2022

UDIN:CR202210239Qq5H37LV6

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INTERNATIONAL KNITWEAR LIMITED
Report on the Audit of the Financial Statements**



RSM Avais Hyder & Associates
Chartered Accountants
407, Progressive Plaza, Beaumont Road
Karachi, 75530 Pakistan
T: +92(21) 33655973-6
F: +92(21) 3565-5977

Opinion

We have audited the annexed financial statements of InternationalKnitwear Limited (the Company), which comprise the statement of financial position as at June 30, 2022, and the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2022 and of the profit and comprehensive income, the changes in equity and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INTERNATIONAL KNITWEAR LIMITED
Report on the Audit of the Financial Statements**



Following are the key audit matters:

S. No.	Key Audit Matters	How the matter was addressed in our audit
1.	<p>Revenue <i>(Refer note 22 to the financial statements)</i></p> <p>The Company generates revenue from sale to export as well as local customers. We considered revenue recognition as key audit matter as it is one of the key performance indicators and because of the potential risk that revenue may not be recorded in the appropriate period.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> -Obtained an understanding of the process relating to recognition of revenue and testing the design, implementation and operating effectiveness of key internal controls. -Performed test of details on a sample basis with underlying documentations by inspecting and comparing customer orders, delivery challans, bill of lading (in case of export sales), invoices and other related documents. -Compared sample of revenue transactions recorded around the year end with the sales orders, sales invoices, delivery documents and other relevant underlying documentation to ensure that revenue pertains to the appropriate accounting period. -Ensured the adequacy of disclosures in accordance with applicable financial reporting standards and the Companies Act, 2017.
2.	<p>Stock in trade <i>(Refer note 9 to the financial statements)</i></p> <p>Due to the significance of inventory balances and related estimations involved, this is considered as a key audit matter.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> -Obtained an understanding of internal controls over purchases and valuation of stock in trade and tested, on a sample basis, their design, implementation and operating effectiveness. -Attended physical inventory count performed by the Company. -Obtained and reviewed the inventory count report of the management and assessed its accuracy on a sample basis.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INTERNATIONAL KNITWEAR LIMITED
Report on the Audit of the Financial Statements**



		<p>-Ensuring that proper provision has been made for slow moving, obsolete and damaged inventory or items selling below cost.</p> <p>-Performed NRV test to ensure that the inventory is valued at lower of cost and NRV.</p>
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Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's reports thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of the Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INTERNATIONAL KNITWEAR LIMITED
Report on the Audit of the Financial Statements**



The Board of directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

-Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

-Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

-Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INTERNATIONAL KNITWEAR LIMITED**
Report on the Audit of the Financial Statements

-Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

-Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INTERNATIONAL KNITWEAR LIMITED
Report on the Audit of the Financial Statements**



Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- (a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- (b) the statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- (c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- (d) no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

The engagement partner on the audit resulting in this independent auditor's report is Naveed Abbas.

Chartered Accountants

Karachi.

Date: September 30, 2022

UDIN:AR202210239n8vk6DgX



International Knitwear Limited

STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2022

ASSETS	Note	2022 Rupees	2021 Rupees
Non-Current Assets			
Property, plant and equipment	5	53,236,051	35,983,528
Long term deposits	6	2,052,600	2,052,600
Loan and advances	10	885,665	839,500
Long term investments	7	20,867,356	16,979,356
		77,041,672	55,854,984
Current Assets			
Stock in trade	8	126,572,714	123,104,618
Short term investments	7	17,439,319	16,781,296
Trade debts - considered good	9	144,689,705	47,994,608
Loans and advances	10	10,144,284	10,360,220
Other receivables	11	9,673,404	26,536,086
Taxation - net	19	25,015,755	22,182,146
Cash and bank balances	12	5,481,510	577,891
		339,016,692	247,536,866
TOTAL ASSETS		416,058,364	303,391,850
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Issued, subscribed & paid-up capital	13	96,750,000	96,750,000
Revenue Reserves			
Unappropriated profit		45,218,098	23,133,365
		141,968,098	119,883,365
Capital Reserves			
Unrealized gain on revaluation of investments - FVTOCI		1,945,594	905,089
		143,913,692	120,788,454
Non-Current Liabilities			
Lease liabilities	14	642,288	1,156,087
Deferred Liabilities - Deferred Taxation Liability/(Asset)	15	-	-
MTF salary and wages(Covid-19) liabilities	16	-	5,537,218
		642,288	6,693,305
Current Liabilities			
Short term finance under mark-up arrangement	17	152,477,501	59,761,396
Current maturity of lease liabilities	14	514,441	477,387
Current maturity of MTF salary and wages(Covid-19) liabilities	16	4,504,707	10,618,722
Creditors, accrued and other payables	18	111,162,376	102,783,569
Unclaimed dividend		1,812,393	1,817,393
Current portion of deferred grant		1,030,958	451,084
		271,502,384	175,910,091
Contingencies and Commitments			
	20	-	-
TOTAL EQUITY AND LIABILITIES		416,058,364	303,391,850

The annexed notes 1 to 40 form an integral part of these financial statements.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED JUNE 30, 2022

	Note	2022 Rupees	2021 Rupees
Net sales	21	670,262,761	488,090,150
Cost of goods sold	22	(610,521,595)	(447,727,268)
Gross profit		59,741,166	40,362,881
Administrative and selling expenses	23	(24,677,539)	(22,196,667)
Operating profit		35,063,627	18,166,214
Other income	24	9,615,368	6,130,567
Unrealized (loss)/gain on revaluation of investments through P&L		(636,679)	371,395
		8,978,689	6,501,963
		44,042,316	24,668,177
Finance cost	25	(14,412,440)	(17,657,396)
Other charges	26	(2,044,462)	(390,472)
		(16,456,902)	(18,047,868)
Profit before taxation		27,585,414	6,620,309
Taxation	19	(5,500,681)	(6,670,432)
Profit / (loss) after taxation		22,084,733	(50,123)
Earnings/(loss) per share - basic and diluted	28	2.28	(0.01)

The annexed notes 1 to 40 form an integral part of these financial statements.

WASEEM SHAFI
Chairman

NAEEM SHAFI

JAVED KHAN



International Knitwear Limited

STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2022

	2022 Rupees	2021 Rupees
Profit / (loss) after taxation for the year	22,084,733	(50,123)
Items that will be subsequently reclassified to statement of profit or loss	-	-
Items that will not be subsequently reclassified to statement of profit or loss		
Unrealised gain on remeasurement of investments classified as FVTOCI - net of tax	1,040,505	1,885,146
Reclassification of OCI component on disposal of FVTOCI investment directly into equity	-	2,433
	1,040,505	1,887,579
Total comprehensive income for the year	23,125,238	1,837,456

The annexed notes 1 to 40 form an integral part of these financial statements.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED JUNE 30, 2022

	Reserves			Total
	Issued, Subscribed and Paid up Share Capital	Unrealized gain / (loss) on revaluation of investments	Unappropriated profit	
Balance as at June 30, 2020	96,750,000	(982,490)	28,020,988	123,788,498
Total comprehensive income:				
Net loss for the year ended June 30, 2021	-	-	(50,123)	(50,123)
Reclassification on disposal of FVTOCI directly into equity	-	2,433	-	2,433
Fair value adjustment on investment classified as FVTOCI	-	1,885,146	-	1,885,146
Transaction with owners:				
5% cash dividend paid for the year ended June 30, 2020	-	-	(4,837,500)	(4,837,500)
Balance as at July 01, 2021	96,750,000	905,089	23,133,365	120,788,454
Total comprehensive income:				
Net profit for the year ended June 30, 2022	-	-	22,084,733	22,084,733
Reclassification on disposal of FVTOCI directly into equity	-	1,040,505	-	1,040,505
Balance as at June 30, 2022	96,750,000	1,945,594	45,218,098	143,913,692

The annexed notes 1 to 40 form an integral part of these financial statements.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2022

	Note	2022 Rupees	2021 Rupees
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		27,585,414	6,620,309
Adjustment for non cash items:			
Depreciation		5,564,942	4,698,771
(Gain)/Loss on sale of property, plant and equipment		(1,244,000)	(1,77,302)
Other income		(7,734,689)	(2,280,791)
Finance cost		14,412,440	17,657,396
		10,998,693	19,898,074
Profit before changes in working capital		38,584,107	26,518,362
Increase in current assets			
Stock in trade		(3,468,096)	37,021,469
Trade debts		(96,695,097)	(18,574,104)
Loans and advances		169,770	(6,084,706)
Other receivables		16,862,682	6,553,139
		(83,130,741)	18,915,798
Increase in current liabilities			
Creditors, accrued and other payables		8,378,806	405,593
		8,378,806	405,593
Financial charges paid		(13,621,406)	(16,428,429)
Taxes paid		(8,334,290)	(9,774,866)
Cash proceed from Sales tax		6,965,065	13,254,496
Cash proceed from income tax		-	3,333,051
Net cash used in operating activities		(51,158,458)	36,224,025
CASH FLOW FROM INVESTING ACTIVITIES			
Capital expenditure		(19,553,613)	(5,121,104)
Additions in investment		(16,025,711)	(194,743,553)
Disposal of investment		9,234,929	174,225,313
Proceeds from sale of property, plant and equipment		1,244,000	425,000
Lease rentals paid		(476,745)	(435,378)
Net cash used in investing activities		(25,577,140)	(25,652,722)
CASH FLOW FROM FINANCING ACTIVITIES			
Cash proceeds from short term finance under markup arrangement		268,332,000	172,979,654
Repayment of short term finance under markup arrangement		(187,390,166)	(178,374,053)
Dividend paid		(5,542)	(4,750,195)
Net cash generated from financing activities		80,936,293	(10,144,595)
Net increase in cash and cash equivalents		4,200,694	426,708
Cash and cash equivalents at the beginning of the year		(4,683,687)	(5,110,395)
Cash and cash equivalents at the end of the year	29	(482,992)	(4,683,687)

The annexed notes 1 to 40 form an integral part of these financial statements.

WASEEM SHAFI
Chairman

NAEEM SHAFI
Chief Executive

JAVED KHAN
Director / CFO



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

1. STATUS AND NATURE OF BUSINESS

International Knitwear Limited (hereinafter referred as the "Company" or "IKL") 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/I, 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. BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan comprise of:

- International Financial Reporting Standards (IFRS) 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 provisions of and directives issued under the Companies Act, 2017 differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention except as stated otherwise in these financial statements.

2.3 Functional and presentation currency

These financial statements are presented in Pakistani Rupees, which is Company's functional currency. All the financial information presented in Pakistani Rupee has been rounded off to nearest Rupee.

2.4 Critical accounting estimates and judgments

The preparation of financial statements in conformity with International Financial Reporting Standards (IFRS) requires the use of certain accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements, are as follows:

- Classification of financial instruments; (note 4.2)
- Provision for impairment; (note 4.4)
- Valuation of work in process; (note 4.10)
- Provision for obsolete inventory; (note 4.11)
- Taxation; (note 4.14)

Estimates and judgments are continually evaluated and are based on historical experiences and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

3. STANDARDS, INTERPRETATIONS AND AMENDMENTS APPLICABLE TO FINANCIAL STATEMENTS

3.1 New accounting standards, amendments and IFRS interpretations that are effective for the year ended June 30, 2022

The following standards, amendments and interpretations are effective for the year ended June 30, 2022. These standards, amendments and interpretations are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures

	Effective from accounting period beginning on or after:
Interest Rate Benchmark Reform – Phase 2 (Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16)	January 01, 2021
Amendment to IFRS 16 'Leases' - Covid-19 related rent concessions extended beyond June 30, 2021	April 01, 2021

3.2 New accounting standards and amendments that are not yet effective

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, interpretations and the amendments are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures.



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

	Effective from accounting period beginning on or after:
Amendments to IFRS 3 'Business Combinations'	January 01, 2022
- Reference to the conceptual framework	
Amendments to IAS 16 'Property, Plant and Equipment'	January 01, 2022
- Proceeds before intended use	
Amendments to IAS 37 'Provisions, Contingent Liabilities and Contingent Assets'	January 01, 2022
- Onerous Contracts – cost of fulfilling a contract	
Annual Improvements to IFRS Standards 2018-2020 Cycle (related to IFRS 9, IFRS 16 and IAS 41)	January 01, 2022
Amendments to IAS 1 'Presentation of Financial Statements'	January 01, 2023
- Classification of liabilities as current or non-current	
Amendments to IAS 1 'Presentation of Financial Statements'	January 01, 2023
- Disclosure of accounting policies	
Amendments to IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors' - Definition of accounting estimates	January 01, 2023
Amendments to IAS 12 'Income Taxes' - deferred tax related to assets and liabilities arising from a single transaction.	January 01, 2023
Amendments to IFRS 10 and 28 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred indefinitely
Other than the aforesaid standards, interpretations and amendments, the IASB has also issued the following standards which have not been adopted locally by the SECP:	
- IFRS 17 'Insurance Contracts'	
4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	
The significant accounting policies are consistently applied in the preparation of these financial statements are the same as those applied in earlier periods presented.	
4.1 Government Grant (IAS 20)	
Grants are not recognised until there is reasonable assurance that the Company will comply with the conditions attaching to them and that the grant will be received.	
The benefit of a long-term finance at a below-market rate of interest is treated as a deferred grant, measured as the difference between proceeds received and the fair value of the loan based on prevailing market interest rates.	
Grants related to long-term finances are recognized in profit or loss on a systematic basis over the periods in which the Company recognizes as finance cost related to long-term finances at market rate of interest.	
4.2 Financial Instruments	
Initial measurement of financial asset	
The Company classifies its financial assets into following three categories:	
- fair value through other comprehensive income (FVOCI);	
- fair value through profit or loss (FVTPL); and	
- measured at amortised cost.	
A financial asset is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition.	
Subsequent measurement	
The following accounting policies apply to the subsequent measurement of financial assets:	
Financial assets at FVTPL	These assets are subsequently measured at fair value. Net gains and losses, including any interest / markup or dividend income, are recognised in income statement.
Financial assets at amortised cost	These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses (see (ii) below). Interest / markup income, foreign exchange gains and losses and impairment are recognised in income statement.
Debt investments at FVOCI	These assets are subsequently measured at fair value. Interest / markup Income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognised in income statement. Other net gains and losses are recognised in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to income statement.
Equity investments at FVOCI	These assets are subsequently measured at fair value. Dividends are recognised as Income in income statement unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI and are never reclassified to income statement.
Derecognition of Financial Assets	
Financial assets are derecognised when the rights to receive cash flows from the assets have expired or have been transferred and the Company has transferred	
Non-derivative financial assets	
All non-derivative financial assets are initially recognised on trade date i.e. date on which the Company becomes party to the respective contractual provisions. Non-derivative financial assets comprise loans and receivables that are financial assets with fixed or determinable payments that are not quoted in active markets and includes long term loans, accruals, prepayments, advances and other receivables and cash and cash equivalent. The Company derecognises the financial assets when the contractual rights to the cash flows from the asset expires or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risk and rewards of ownership of the financial assets are transferred or it neither transfers nor retain substantially all of the risks and rewards of ownership and does not retain control over the transferred asset.	



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

- 4.3 Regular way contracts**
All purchases and sales of securities that require delivery within the time frame established by regulation or market convention such as "T+2" purchases and sales are recognised at the trade date. Trade date is the date on which the Company commits to purchase or sell the assets.
- 4.4 Impairment**
Financial assets
The Company recognises loss allowances for Expected Credit Losses (ECLs) in respect of financial assets measured at amortised cost. The Company measures loss allowances at an amount equal to lifetime ECLs, except for other securities and bank balances which are measured at 12 months expected credit losses. Since these assets are short term in nature, therefore no credit loss is expected on these balances.
Non-financial assets
The carrying amounts of the Company's non-financial assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If such indication exists, the asset's recoverable amount, being higher of value in use and fair value less costs to sell, is estimated. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognised in the statement of profit or loss.
- 4.5 Financial liabilities**
Financial liabilities are initially recognised on trade date i.e. date on which the company becomes party to the respective contractual provisions. Financial liabilities include mark-up bearing borrowings and trade and other payables. The Company derecognises the financial liabilities when contractual obligations are discharged or cancelled or expire. Financial liability other than at fair value through profit or loss are initially measured at fair value less any directly attributable transaction cost. Subsequent to initial recognition, these liabilities are measured at amortised cost using effective interest rate method.
- 4.6 Off-setting of financial assets and financial liabilities**
Financial assets and financial liabilities are offset and the net amount is reported in the financial statements only when the Company has a legally enforceable right to offset and the Company intends to either settle on a net basis, or to realise the assets and to settle the liabilities simultaneously. Income and expense items of such assets and liabilities are also offset and the net amount is reported in the financial statements only when permitted by the accounting and reporting standards as applicable in Pakistan.
- 4.7 Property, Plant and Equipment**
Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any. Depreciation is charged, from the month when the asset is available for use and ceased prior to the month of disposal, to profit and loss account applying the straight-line method. Maintenance and repairs are charged to profit and loss account as and when incurred. Major renewals and improvements are capitalized and the assets so replaced, if any, are retired. The residual values, useful lives and depreciation method are reviewed and adjusted, if appropriate, at each balance sheet date. Gains and losses arising on disposal of property, plant and equipment are taken to profit and loss account in the year of disposal.
- 4.8 Capital work in progress**
Capital work-in-progress is stated at cost accumulated up to the balance sheet date and represents expenditure incurred on property, plant and equipment in the course of construction. These expenditures are transferred to relevant category of property, plant and equipment as and when the assets start operation.
- 4.9 Right-of use assets**
Right of use assets are initially measured at cost being the present value of lease payments, initial direct costs, any lease payments made at or before the commencement of the lease as reduced by any incentives received. These are subsequently measured at cost less accumulated depreciation and accumulated impairment losses, if any. Depreciation is charged on straight line basis over the shorter of the lease term or the useful life of the asset. Where the ownership of the asset transfers to the Company at the end of the lease term or if the cost of the asset reflects that the Company will exercise the purchase option, depreciation is charged over the useful life of asset



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

4.10 Leases

A contract is, or contains a lease if the contract conveys a right to control the use of an identified asset for a period of time in exchange for consideration. The entity recognizes a right-of-use asset and lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, and subsequently at cost less any accumulated depreciation and impairment losses if any, and adjusted for certain remeasurements of the lease liability. The right-of-use asset is depreciated using the straight line method over the shorter of the lease term and the asset's useful life. The estimated useful lives of assets are determined on the same basis as that for owned assets. In addition, the right-of-use asset is periodically reduced by impairment losses, if any.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the entity's incremental borrowing rate. The lease liability is subsequently increased by the interest cost on the lease liability and decreased by lease payments made. It is re-measured when there is a change in future lease payments arising from a change in an index or rate, a change in assessment of whether extension option is reasonably certain to be exercised or a termination option is reasonably certain not to be exercised. Liabilities in respect of short term and low value leases are not recognised and payments against such leases are recognised as expense in profit or loss.

4.11 Stock-in-Trade

- (a) Raw, packing and other materials are valued at the lower of cost calculated on a first-in-first-out basis and net realizable value.
- (b) Work-in-process is valued at material cost plus estimated conversion cost.
- (c) Finished goods are valued at lower of cost and net realizable value (NRV). NRV signifies the estimated selling price in the ordinary course of business less cost necessarily to be incurred in order to make the sale.
- (d) Stock-in-transit is valued at cost comprising invoice value plus other charges incurred thereon.

4.12 Staff Retirement Benefits

The Company operates an approved defined contributory provident fund scheme for eligible employees. Equal contributions are made to the fund by the Company and the employees at the rate of 8.33% of basic salary.

4.13 Compensated Absences

The Company has a policy to provide for compensated absences for all employees in accordance with the rules of the Company.

4.14 Taxation

Current

Provision for current taxation is based on taxable income at the current rates of taxation in accordance with the final tax regime, of the Income Tax Ordinance, 2001. Income not covered under final tax regime is taxed under normal regime.

Deferred

Deferred tax is provided using the balance sheet liability method, providing for temporary difference between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities, using tax rates enacted at the balance sheet date. However due to application of final tax basis of taxation, deferred taxation would not arise.

4.15 Borrowing Costs

Borrowing costs are recognized as expense in the period in which they are incurred, except to the extent that they are directly attributable to the construction of a qualifying asset in which case they are capitalized as part of the cost of that particular asset.

4.16 Provisions

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events, when it is probable that outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made.

4.17 Foreign Currencies Translation

Transactions in foreign currencies are accounted for in Pak Rupees at the rate of exchange prevailing on the date of transaction. Monetary assets and liabilities in foreign currencies as at the balance sheet date are expressed in rupees at rates of exchange prevailing on that date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transactions. Exchange gains and losses are included in income currently.

4.18 Revenue Recognition

- Revenue from sale of goods is recognised when the Company satisfies a performance obligation by transferring promised goods to customer. Goods are transferred when the customer obtains their control (i.e. on dispatch of goods to customers). Revenue is recognised at transaction price (which excludes estimates of variable consideration).

- Profit on bank balances is recognised on a time proportion basis on the principal amount outstanding and at the applicable rate.

- Gains / (losses) arising on disposal of investments are recognised on the date when the transaction takes place.



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

4.19 Balances from contract with customers

Contract assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. The Company recognizes a

Trade receivables

A receivable represents the Company's right to an amount of consideration that is unconditional. Trade receivables are carried at original invoice amount less expected credit loss based on a review of all outstanding amounts at the year end. Bad debts are written off when identified.

Contract liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration from the customer. A contract liability is recognized at earlier of when the payment is made or the payment is due if a customer pays consideration before the Company transfers goods or services to the customer.

Right of return assets

Right of return asset represents the Company's right to recover the goods expected to be returned by customers. The asset is measured at the former carrying amount of the inventory, less any expected costs to recover the goods, including any potential decreases in the value of the returned goods. The Company updates the measurement of the asset recorded for any revisions to its expected level of returns, as well as any additional decreases in the value of the returned products.

Refund liabilities

A refund liability is the obligation to refund some or all of the consideration received (or receivable) from the customer and is measured at the amount the Company ultimately expects it will have to return to the customer. The Company updates its estimates of refund liabilities (and the corresponding change in the transaction price) at the end of each reporting period.

4.20 Cash and Cash Equivalents

Cash and cash equivalents comprise of cash balances, current and deposit account balances with banks, and running finance facilities availed by the Company, which form an integral part of Company's cash management and are included as part of cash and cash equivalents for the purpose of statement of cash flow.

4.21 Related Party Transactions

All transactions involving related parties arising in the normal course of business are conducted at arm's length at normal commercial rates on the same terms and conditions as third party transactions using valuation modes, as admissible, except in extremely rare circumstances, where subject to the approval of the Board of Directors, it is in the interest of the Company to do so.

4.22 Segments Reporting

Identification of segments

Export division

Local division

Basis for allocation for revenue and expenses:

Revenue in respect of each segment is separately identifiable. Expenses against knitting charges, dyeing and other charges, embroidery charges, stitching charges, clearing and forwarding charges, freight octroi and cartage expenses are allocated on actual basis. However, depreciation and all other general expenses are allocated on the following basis.

Basis of allocation	Segment Allocation	
	Export	Local
Depreciation on all assets	41.36%	58.64%

4.23 Earnings per share

The Company presents earnings per share (EPS) data for its ordinary shares. EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

4.24 Dividend and other appropriations

Dividend to the shareholders is recognized in the period in which it is declared and other appropriations are recognized in the period in which these are approved by the Board of Directors.



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

5. PROPERTY, PLANT AND EQUIPMENT	Note	2022	2021
		Rupees	Rupees
Operating assets	5.1	52,511,001	31,416,026
Capital work in progress	5.2	-	1,361,952
Right-of-use assets	5.3	712,261	1,361,952
		<u>53,223,262</u>	<u>34,139,930</u>

5.1 Operating Assets

Leasehold Land	OWNED ASSETS							LEASED ASSETS		Total
	Factory Building	Plant and Machinery	Furniture and Fixings	Office Equipments	Motor Vehicles	Computers	Sub Total	Motor Vehicles	Sub Total	
Rupees										

Year ended June 30, 2022

Opening net book amount	3,636,947	15,014,011	10,292,035	986,538	620,132	2,105,529	301,264	31,416,026	-	-	31,416,026
Additions - cost	-	22,048,896	1,207,000	636,062	151,000	3,475,735	452,644	26,081,337	-	-	26,081,337
Disposals - cost	-	-	(240,000)	-	-	(1,400,384)	(25,300)	(1,575,684)	-	-	(1,575,684)
Depreciation charge	(47,174)	(9,207,125)	(1,742,454)	(385,224)	(108,652)	(1,317,765)	(296,451)	(14,965,541)	-	-	(14,965,541)
Adjustment	-	-	100,000	-	-	1,400,590	25,000	1,525,590	-	-	1,525,590
Closing net book amount	<u>3,589,773</u>	<u>31,855,682</u>	<u>10,356,571</u>	<u>986,538</u>	<u>620,132</u>	<u>4,365,545</u>	<u>457,416</u>	<u>52,511,001</u>	-	-	<u>52,511,001</u>

At June 30, 2022

Cost	4,717,052	43,760,004	21,275,622	1,352,418	1,081,216	12,207,825	1,629,244	65,956,382	-	-	65,956,382
Accumulated depreciation	(1,127,279)	(31,894,402)	(11,019,051)	(365,880)	(460,084)	(7,942,286)	(1,171,828)	(54,448,320)	-	-	(54,448,320)
Net book amount	<u>3,589,773</u>	<u>31,855,682</u>	<u>10,356,571</u>	<u>986,538</u>	<u>620,132</u>	<u>4,365,545</u>	<u>457,416</u>	<u>52,511,001</u>	-	-	<u>52,511,001</u>

Year ended June 30, 2021

Opening net book amount	3,694,124	13,948,262	11,377,110	1,134,008	554,655	3,102,274	357,900	34,059,849	-	-	34,059,849
Additions - cost	-	-	1,351,440	14,200	182,011	200,000	176,500	1,729,552	-	-	1,729,552
Disposals - cost	-	-	(571,500)	-	(20,000)	(950,000)	(66,500)	(954,000)	-	-	(954,000)
Depreciation charge	(47,174)	(9,204,251)	(1,677,494)	(361,690)	(83,939)	(1,061,136)	(233,141)	(14,115,371)	-	-	(14,115,371)
Adjustment	-	-	308,419	-	0,000	233,133	66,500	708,152	-	-	708,152
Closing net book amount	<u>3,636,947</u>	<u>13,024,011</u>	<u>10,292,035</u>	<u>986,538</u>	<u>620,132</u>	<u>2,105,529</u>	<u>301,264</u>	<u>31,416,026</u>	-	-	<u>31,416,026</u>

At June 30, 2021

Cost	4,717,052	23,811,108	20,368,632	1,636,367	942,226	10,132,140	1,201,600	62,398,025	-	-	62,398,025
Accumulated depreciation	(1,080,759)	(10,697,177)	(9,456,597)	(639,829)	(322,094)	(8,019,611)	(900,336)	(50,982,000)	-	-	(50,982,000)
Net book amount	<u>3,636,947</u>	<u>13,024,011</u>	<u>10,292,035</u>	<u>986,538</u>	<u>620,132</u>	<u>2,105,529</u>	<u>301,264</u>	<u>31,416,026</u>	-	-	<u>31,416,026</u>

Rate of depreciation	1%	5%	10%	10%	10%	10%	10%	10%	10%	10%	10%
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International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

5.1.1 Detail of disposal of property, plant and equipment

	Cost	Accumulated depreciation	Book value	Sale proceeds	Gain	Commission	Net Gain / Loss	Mode of disposal	Particular of Purchaser
Rupees									
Plant and machinery	100,000	100,000	-	40,000	40,000	-	40,000	Negotiation	Rosean Sons
Motor Vehicles	500,000	500,000	-	40,000	40,000	-	40,000		
Vehicle (4x4)	1,400,000	1,400,000	-	1,200,000	1,200,000	-	1,200,000	Negotiation	Abul Kadir
Computer/Equip	25,000	25,000	-	4,000	4,000	-	4,000	Negotiation	Mohammad Ali
Laptop HP Core 2 Duo	25,000	25,000	-	4,000	4,000	-	4,000		
	1,525,000	1,525,000	-	1,244,000	1,244,000	-	1,244,000		

5.1.2 Segment wise allocation of depreciation charge for the year

	2022				2021			
	Export	Local	Discontinued	Total	Export	Local	Discontinued	Total
Rupees								
	42.36	58.64	-	101.00	42.30	59.20	-	101.50
Lease hold land	18,520	27,664	47,276	93,460	23,033	24,154	42,377	89,564
Factory building	498,767	707,863	1,207,275	2,413,905	497,378	477,273	934,751	1,677,402
Plant and machinery	728,847	1,201,920	1,742,254	3,673,021	818,058	818,818	1,677,876	1,677,876
Cost of goods sold	1,399,730	1,779,235	2,996,435	6,175,400	1,249,057	1,330,365	2,559,422	2,559,422
Furniture and fittings	76,096	308,628	185,234	569,958	78,908	82,787	161,695	323,390
Office equipments	78,433	211,229	188,652	478,314	40,942	42,973	83,915	167,830
Motor vehicles	544,854	772,750	1,217,769	2,535,373	577,849	593,578	1,181,427	1,181,427
Computers	122,010	179,873	295,807	597,690	118,781	119,907	238,688	238,688
Admin and selling expenses	822,611	1,166,476	1,989,887	3,978,974	761,201	798,458	1,559,659	1,559,659
	3,264,881	3,992,711	4,982,542	12,240,134	3,010,348	3,009,429	4,119,371	10,029,206

5.1.3 The leasehold land of 1.089 acre is located at ST7, Karachi.

5.2 Movement in capital work in progress

	2022	2021
	Rupees	Rupees
Opening balance	3,763,857	-
Add: Addition during the year	14,065,244	3,263,852
Less: Transfer to operating assets	(20,185,896)	-
	3,763,857	3,763,852

5.3 Right of use assets

	2022	2021
Motor vehicle	-	-
Opening balances	-	-
Transferred from leased assets	1,309,670	1,883,262
Additions during the period	-	-
Transferred from CWP	-	-
Disposals	-	-
Depreciation charge for the period	(479,430)	(779,400)
	749,240	1,103,862

Ratio of depreciation 20% 20%

5.3.1 Depreciation expense relating to right to use assets - Motor Vehicle of Rs. 579,400/- has been charged in 'Admin and selling expenses'

6. LONG TERM DEPOSITS

Security deposits - SSGC	1,500,000	1,500,000
Security deposits - against finance lease	357,680	552,800
	1,857,680	2,052,800

6.1 This includes the security deposit held by Bank Al-Habib Limited against the guarantee it has provided to Suk Southern Gas Company Limited against supply of gas to the Company. The guarantee provided by the bank to SSGC is of Rs. 3,000,000/- while the bank has held SSGC (i.e. Rs. 1,500,000/-) of this guarantee from the bank account of International Knitwear Limited as security deposit.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

7. INVESTMENTS		Note	2022 Rupees	2021 Rupees	
At fair value through other comprehensive income (FVTOCI)					
Equity securities - listed		7.1	20,867,356	16,979,356	
At fair value through profit or loss (FVTPL)					
Equity securities - listed		7.2	14,126,546	15,624,645	
Mutual funds - listed		7.2.1	3,312,773	1,156,651	
			38,306,675	39,760,652	
7.1 FVTOCI - Equity Securities					
Number of Shares					
	2022	2021			
	767	590	The Searle Company Ltd.	83,618	143,146
	26,500	21,000	Engro Fertilizer Limited.	2,348,960	1,475,670
	1,000	-	Engro Corporation Ltd.	257,090	-
	40,500	39,000	Pakistan Oilfields Ltd.	16,435,305	15,360,540
	14,500	-	The Hub Power Company Limited	988,465	-
	864	-	Millat Tractors Limited	753,918	-
				20,867,356	16,979,356
7.2 FVTPL - Equity securities					
Number of Shares					
	2022	2021			
	31,565	20,410	The Searle Company Ltd.	3,441,216	4,951,874
	2,000	2,000	Attock Petroleum Limited	642,620	642,060
	12,500	-	Engro Polymer & Chemical Limited	995,375	-
	6,400	5,100	Pakistan Oilfields Ltd.	2,597,184	2,008,686
	33,500	24,000	Engro Fertilizer Limited.	2,969,440	1,686,480
	14,900	10,000	Pakistan State Oil Co. Ltd.	2,560,416	2,242,500
	-	3,000	Service Global Footwear Limited	-	173,490
	13,500	6,000	The Hub Power Company Limited	920,295	478,020
	-	112,000	Jahangir Siddiqui And Co. Ltd	-	2,526,720
	-	5,500	TRG Pakistan Limited	-	914,815
				14,126,546	15,624,645
7.2.1 FVTPL - Mutual Funds					
Number of Units					
	2022	2021			
	9,759	9,061	AKD Islamic Fund	493,745	454,908
	27,887	6,960	UBL Liquidity Plus Fund	2,819,028	701,743
				3,312,773	1,156,651



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

		2022	2021
		Rupees	Rupees
8. STOCK IN TRADE	Note		
Raw material		12,197,441	26,057,594
Work-in-process		99,309,116	76,023,003
Finished goods	8.1	14,872,157	21,025,021
		126,572,714	123,104,618
8.1 Finished goods			
Finished stock		-	-
Finished stock-in transit		9,831,332	12,376,546
Scrap / Left over stock		5,040,825	8,648,475
		14,872,157	21,025,021
The finished goods includes left over stock of Rs 5.04 M (2021: 8.64 M) recorded at NRV.			
9. TRADE DEBTS - CONSIDERED GOOD			
Foreign - secured, considered good		71,489,270	12,903,283
Gain/(loss) on translation of export debtors		(189,674)	109,182
		71,308,596	13,008,465
Local - unsecured			
- Considered good		73,386,109	34,886,143
- Considered doubtful		523,270	1,161,162
		73,909,379	36,147,305
Less: Provision for bad debts	9.2	(523,270)	(1,161,162)
	9.2	144,689,705	47,994,608
9.1 Provision for doubtful trade debts			
Opening provision		1,161,162	1,211,162
Provision for the year		-	-
Reversal of provision		(637,892)	(50,000)
		523,270	1,161,162
9.2 As at June 30, 2022, trade receivables of Rs 0.10 million (2021: Rs Nil) were past due but not impaired. These relate to a number of independent customers for whom there is no recent history of default. The ageing analysis of these trade receivables is as follows:			
9.3 Age analysis of trade debts is as follows:			
Not yet due		144,589,269	47,994,608
Past due		-	-
- Up to 1 month		95,007	-
- 1 to 6 months		5,429	-
- More than 6 months		-	-
		144,689,705	47,994,608
10. LOANS AND ADVANCES			
Loan to employees - Long term portion - unsecured, considered good			
Loan to employees	10.1	1,945,165	1,577,165
Less: current portion of loan to employees		(1,058,500)	(737,665)
		886,665	839,500
Short term Advances - unsecured, considered good			
Advance to contractor and supplier		1,311,254	9,623,555
Current portion of advances to employees		1,058,500	737,665
Short term deposits(BAH against LC)		7,273,530	-
		10,144,284	10,360,220
10.1 The unsecured loans to employees are granted in accordance with the terms of employment. Loans are recoverable in monthly instalments over a period ranging between 3 to 5 years and are interest free. The outstanding balance as at June 30, 2022 pertains to a period between 1 - 3 years.			
Transactions:			
Advance to CFO			
Opening balance		-	-
Paid advance during the year		-	54,443
Refund advance during the year		-	(54,443)
		-	-
Transactions:			
Advance to CFO			
Opening balance		190,000	-
Paid advance during the year		-	235,000
Refund advance during the year		190,000	235,000
		(50,000)	(45,000)
		140,000	190,000
10.2 Company loan made to CFO last year to meet Educational expenses of his child which are subsequently received in instalments. The closing balance is Rs 0.14 million as on June 30, 2022			



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

	Note	2022 Rupees	2021 Rupees		
11. OTHER RECEIVABLES					
Sales tax refundable		5,974,154	7,046,103		
Export rebate receivables		347,110	257,054		
Research and development receivable		2,574,779	18,267,851		
Other receivable		777,364	370,078		
		<u>9,673,404</u>	<u>26,538,086</u>		
11.1 The Company has recorded the provision only 2% on 100% sales during the current year.					
12. CASH AND BANK BALANCES					
Cash in hand		100,000	100,000		
With banks in:					
- Treasurers call accounts (deposit accounts)	12.1	6,789,175	1,931,902		
- Current accounts		92,135	45,489		
Security deposit	6.1	6,881,510	1,977,891		
		<u>(1,500,000)</u>	<u>(1,500,000)</u>		
		<u>5,481,510</u>	<u>577,891</u>		
12.1 Deposit accounts carry profit of 5.5%-19.75 per annum (2021: 8.9% per annum)					
13. ISSUED, SUBSCRIBED & PAID-UP CAPITAL					
Authorized share capital					
Number of Shares					
2022	2021				
<u>20,000,000</u>	<u>20,000,000</u>	Ordinary Shares of Rs. 10/- each	<u>200,000,000</u> <u>200,000,000</u>		
Issued, subscribed and paid-up share capital					
Number of Shares					
2022	2021				
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>9,675,000</u>		<u>96,750,000</u> <u>96,750,000</u>		
The Company has one class of ordinary shares which carries no right to fixed income. The holders are entitled to receive dividends as declared from time to time and are entitled to one vote per share at company. All Share rank equal with regards to the company's residual assets.					
14. LEASE LIABILITIES					
Up to one year		534,441	477,387		
Later than one year and not later than five years		642,788	1,156,087		
		<u>1,156,729</u>	<u>1,633,474</u>		
		Rupees			
June 2022			June 2021		
Minimum Lease Payments	Financial Charges	Present Value of Minimum Lease Payment	Minimum Lease Payments	Financial Charges	Present Value of Minimum Lease Payment
Not later than one year	585,468	71,027	514,441	582,325	104,938
Later than one year but not later than five years	650,184	7,896	642,288	1,329,951	173,864
	<u>1,235,652</u>	<u>78,923</u>	<u>1,156,729</u>	<u>1,912,276</u>	<u>278,802</u>
				<u>278,802</u>	<u>1,633,474</u>
14.1 The above represents finance lease entered into with Bank Al-Habib for lease of motor vehicle. The liability under the agreement is payable by August 20, 2023 in monthly instalments and is subject to 12 Month KIBOR+2.5%.					



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

15. Deferred Liabilities - Deferred Taxation Liability/(Asset)		2022	2021
Deferred tax liability arising in respect of:		Rupees	Rupees
Accelerated tax depreciation		957,414	889,951
Right to use asset		126,020	191,359
Unrealized gain on investments		60,574	65,601
Deferred tax assets arising in respect of:			
Provision for doubtful debts		(51,748)	(396,737)
Liability against asset subject to finance lease		(201,271)	(239,773)
Carry forward turnover tax		(7,467,463)	(4,229,371)
		<u>(7,815,462)</u>	<u>(4,855,800)</u>
		(1,671,474)	(3,638,960)
Not recorded due to prudence	15.1	<u>1,671,474</u>	<u>3,638,960</u>
15.1 During the last year the amount of deferred tax asset estimated by the company is Rs. 3,658 M the company has recorded deferred tax asset to the extent of liability charged in the current year and not recorded further deferred tax asset on prudence basis.			
16. MTF salary and wages(Covid-19) liabilities			
MTF salary and wages(Covid-19)			
	16.1	5,535,675	16,607,024
MTF salary and wages(Covid-19)			
Up to one year		4,504,707	10,618,722
Later than one year and not later than five years		-	5,537,218
		<u>4,504,707</u>	<u>16,155,940</u>
Deferred Grant			
Up to one year		1,030,968	451,084
Later than one year and not later than five years		-	-
		<u>1,030,968</u>	<u>451,084</u>
16.1 Limit Rs. 22.14 million.			
The Finance against wages and salaries to worker and employees for the month of April, May and June 2020 under the SBP refinance scheme, concerns announced vide HASMEFD Circular NO. 6 dated 10th April 2020. The Company will pay a quarterly mark up at a discounted rate of 3% per annum, with eight equal quarterly instalments starting from January 2021. The loan is secured by way of equitable mortgage over factory property of the Company. Secured against hypothecation charge over stock Rs. 200.32 million (2021: 100 M), equitable Mortgage Charge of Rs. 324.52 million over Factory at Plot No. P-2A/L SITE, Karachi, Measuring 1,389 Acres in the name of International Knit Wear, having Market Value of Rs. 200.32 Mn & PSV Rs. 160.26 Mn, Valuation Conducted by Pakistan Inspection Co Pvt, limited and personal guarantee from 03 Directors for Rs. 400 million each.			
17. Short term finance under mark-up arrangement			
Running finance facility	17.1	5,964,501	5,261,580
Export refinance facility	17.2	59,000,000	49,500,000
Short term finance - local sales	17.3	5,000,000	4,999,816
Finance against Foreign documentary bills	17.4	36,824,000	-
Finance against local documentary bills	17.5	45,689,000	-
		<u>152,477,501</u>	<u>59,761,396</u>
17.1 Running finance facility			
Secured against hypothecation charge over stocks and equitable mortgage over factory property at Plot # F-2A/L, SITE, Karachi amounting to Rs.200.32 million (2021: Rs. 200.32 million) (with 50% margin), and lien over export documents and personal guarantees of Directors of the Company. The rate of mark-up is equal to 3 Months KIBOR + 2.5% p.a (2021: 3 Months KIBOR + 2.5% p.a). The facility is renewable and is valid till June 30, 2022. The facility for running finance as at June 30, 2022 amounts to Rs. 6 million (2021: Rs. 6 million) of which amount remaining unutilized at the year end was Rs. 35 thousand. (2021: Rs. 738 thousand)			
17.2 Export refinance facility			
Secured against hypothecation charge over stocks and equitable mortgage over factory property at Plot # F-2A/L, SITE, Karachi amounting to Rs.200.32 million (2021: Rs. 200.32 million) (with 50% margin), and lien over export documents and personal guarantees of directors of the Company. The rate of mark-up is equal to 3 months' KIBOR + 1.0% p.a (2021: 3 Months KIBOR + 1.0% p.a). The facility is renewable and is valid till June 30, 2022. The facility for export refinance as at June 30, 2022 amounts to Rs. 75.5 million (2021: Rs. 65 million) of which amount remaining unutilized at the year end was Rs. 16.5 million. (Rs. 15.5 million)			
17.3 Short term finance - local sales			
The Finance against Invoice of KHAAFI (80% of Invoice amount) The rate of mark-up is equal to 3 Months KIBOR + 2.5% p.a (2021: 3 Months KIBOR + 2.5% p.a). The facility is renewable and is valid till June 30, 2022. The facility for short term finance - local sales as at June 30, 2022 amounts to Rs. 5 million (2021: 5 million) of which amounts remaining unutilized at the year end was Nil. (2021: Nil)			



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

17.4 Finance against Foreign documentary bills

This facility is provided to negotiate (purchase) Foreign Documentary bills/documents submitted by the company on export made against export L/C denominated in Foreign Currency. The rate of mark-up 3 Month KIBOR + 2.5 % p.a. (2021: 3 Month KIBOR + 2.5 % p.a.). The facility is renewable and valid till June 30, 2022.

The facility for Short term finance - local sales as at June 30, 2022 amounts to Rs. 85 million (2021: 85 million) of which amounts remaining unutilized at the year end was Rs. 48 million. (2021: 85 million)

17.5 Finance against local documentary bills

This facility is provided to negotiate (purchase) local Documentary bills/documents submitted by the company on local sales made against local L/C. The rate of mark-up 3 Month KIBOR + 2.5 % p.a. (2021: 3 Month KIBOR + 2.5 % p.a.). The facility is renewable and valid till June 30, 2022.

The facility for Short term finance - local sales as at June 30, 2022 amounts to Rs. 102.5 million (2021: 102.5 million) of which amounts remaining unutilized at the year end was Rs. 52.9 million. (2021: 102.5 million)

17.6 Letter of credit Sight

This finance against import of packing and raw materials. Payment is made by the bank upon verification of documents.

This facility for import as at June 30, 2022 amounts to 2 million. (2021: 2 million) of which the amount remaining unutilized at the year end was Nil. (2021: Nil)

	Note	2022 Rupees	2021 Rupees
18. CREDITORS, ACCRUED AND OTHER PAYABLES			
Creditors		89,983,279	86,132,412
Accrued expenses		12,815,213	9,223,281
Compensated absences payable		1,271,859	1,152,500
Other fund payable	18.1	409,080	383,566
Workers' profit participation fund	18.2	1,481,494	-
Workers' welfare fund		3,398,893	2,835,025
Contract liability		489,449	1,986,705
Advance from others		340,000	340,000
Others		973,020	679,182
		<u>111,162,376</u>	<u>102,783,569</u>
18.1 Other fund payable			
Provident fund		305,690	368,892
EOBI payable		13,390	14,674
		<u>409,080</u>	<u>383,566</u>
18.2 Workers' profit participation fund			
Opening balance		-	905,758
Provision for the year		1,481,494	-
		1,481,494	905,758
Less: Payments made during the year		-	(905,758)
		<u>1,481,494</u>	<u>-</u>
19. TAXATION			
Advance tax		30,516,436	28,852,633
Less: Provision for tax		(7,993,084)	(6,514,596)
Current year		2,492,403	(155,881)
Prior year		(5,500,681)	(6,670,477)
		<u>25,015,755</u>	<u>22,182,146</u>
19.1 Relationship between tax expense and accounting profit			
The numerical reconciliation between the average tax rate and applicable tax rate has not been presented in these financial statements as the total income of the Company attracts minimum tax under section 113 of the Income Tax Ordinance, 2001 and its export sales fall under final tax regime.			
20. CONTINGENCIES AND COMMITMENTS			
Commitments			
Commitments under letters of credit as at June 30, 2022 amounted to Rs. 30,576,780 (2021: Rs. 11,872,715).			



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

21. NET SALES

Note	EXPORT		LOCAL		TOTAL	
	2022	2021	2022	2021	2022	2021
	Rupees					
Export	278,020,865	233,671,583	-	-	278,020,865	233,671,583
Sales local	-	-	393,172,681	249,890,974	393,172,681	249,890,974
Sales discount	(2,556,501)	(2,241,344)	(55,329)	-	(2,611,830)	(2,241,344)
Export rebates	3,141,636	2,640,489	-	-	3,141,636	2,640,489
Export R & D	-	4,873,432	-	-	-	4,873,432
R&D Reserve Commission	(1,410,791)	(545,934)	-	-	(1,410,791)	(545,934)
	277,195,209	238,198,226	337,617,352	249,890,974	614,812,561	488,059,156
21.1 Sales local						
Local	-	-	452,128,945	283,977,809	452,128,945	283,977,809
Others	-	-	8,025,222	8,292,061	8,025,222	8,292,061
	-	-	460,154,167	292,274,869	460,154,167	292,274,869
Sales tax Local	-	-	65,693,849	41,201,091	65,693,849	41,201,091
Sales tax others	-	-	47,011,486	43,383,936	47,011,486	43,383,936
	-	-	383,122,681	249,890,924	383,122,681	249,890,924

21.1.1 Others include scrap sales amounting to Rs. 2,579,915. (2020: Rs. Nil)

22. COST OF GOODS SOLD

Note	EXPORT		LOCAL		TOTAL	
	2022	2021	2022	2021	2022	2021
	Rupees					
Raw and packing material consumed						
Opening stock	13,716,705	17,811,504	13,240,888	11,208,814	26,957,594	29,020,318
Purchases	327,979,708	34,381,527	355,657,588	99,014,541	383,637,296	394,334,866
Closing stock	(5,044,398)	(12,746,755)	(7,158,041)	(13,340,888)	(12,192,441)	(26,087,643)
	146,652,015	39,446,276	361,740,435	97,882,467	723,392,470	695,267,541
Salaries, allowances and benefits	22,407,082	20,728,288	31,779,625	21,245,708	54,186,707	42,473,996
Provision fund contribution	671,913	762,723	552,784	501,169	1,224,697	1,263,892
Killing charges	4,040,272	2,406,562	5,729,174	2,526,784	9,769,446	4,933,346
Dyeing and other charges	25,597,228	27,132,158	37,715,325	28,463,905	63,312,553	55,596,063
Embossing / Printing charges	8,784,836	9,515,820	12,437,049	9,982,871	21,221,885	19,498,691
Ironing charges	40,226,619	38,546,386	57,042,034	32,007,948	97,268,653	70,554,335
Fuel and power	3,233,755	2,715,689	4,585,519	2,844,988	7,819,274	5,560,675
Communication	176,785	162,393	249,975	174,413	426,760	338,806
Postage & telegrams	174,556	282,320	247,535	247,530	422,091	484,360
Repairs and maintenance	985,998	1,138,468	1,327,250	1,194,343	2,263,258	2,332,817
Staff welfare and medical expenses	98,312	115,653	139,408	121,332	237,720	236,983
Motor vehicle and conveyance	1,070,791	992,176	1,480,883	996,913	2,491,674	1,989,089
Insurance	222,650	270,278	316,025	283,545	538,675	553,823
Depreciation	1,239,120	1,349,056	1,757,135	1,310,365	2,996,255	2,659,421
Clearing and forwarding	3,455,818	3,468,346	-	-	3,455,818	3,468,346
Freight, octroi and cartage	2,100,301	3,750,042	2,878,120	3,094,108	5,078,421	7,844,150
Export development charges	774,036	429,948	-	-	774,036	429,948
Factory compliance expenses	258,496	218,122	366,352	229,409	624,848	447,531
Commission on sales (Excise Tax refund)	148,909	727,886	298,893	773,750	447,802	1,501,636
Travelling expenses	609,694	-	864,556	-	1,474,250	-
Inspection fees	378,654	843,778	536,937	975,378	915,591	1,819,156
Others	851,118	889,655	1,221,079	932,322	2,082,157	1,822,978
	118,422,615	108,058,011	161,928,750	108,251,301	280,351,365	217,309,332
Work-in-process						
Opening stock	37,100,487	27,853,559	38,921,516	18,455,219	76,022,003	46,308,773
Closing stock	(41,150,708)	(37,100,487)	(58,352,408)	(38,921,516)	(99,503,116)	(76,022,003)
	(4,050,221)	(9,246,928)	(19,430,892)	(20,466,301)	(23,481,113)	(29,713,230)
Cost of goods manufactured	160,025,489	198,811,288	344,343,291	186,360,466	604,386,781	565,554,615
Finished goods						
Opening stock	10,260,694	50,846,338	10,764,327	33,557,257	21,025,021	84,203,595
Closing stock	(6,159,599)	(10,760,694)	(8,721,091)	(12,764,373)	(14,872,157)	(23,525,011)
	4,101,095	40,085,644	2,043,236	20,792,884	6,152,864	60,678,584
COST OF GOODS SOLD	164,185,575	238,673,871	346,386,021	209,053,350	612,571,596	586,173,199



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

23. ADMINISTRATIVE AND SELLING EXPENSES

Note	EXPORT		LOCAL		TOTAL	
	2022	2021	2022	2021	2022	2021
	Rupees					
Salaries, allowances and benefits	6,610,839	7,130,307	9,374,282	7,480,289	15,985,121	14,610,596
Provident fund contribution	285,242	320,284	404,479	336,005	689,721	656,289
Communication	200,979	220,247	284,991	231,056	485,970	451,305
Postage & telegrams	2,708	4,216	3,854	4,414	6,572	8,660
Staff welfare and medical expenses	280,231	353,040	397,373	370,368	677,604	723,408
Motor vehicle and conveyance	500,738	484,382	710,056	518,649	1,210,794	1,013,031
Repair and maintenance	48,341	74,591	68,549	78,357	116,890	152,843
Legal and professional charges	196,849	285,748	278,125	298,774	475,984	585,523
Auditors' remuneration	207,482	193,318	294,213	202,807	501,695	396,175
Depreciation	1,062,739	1,044,052	1,506,358	1,095,298	2,569,097	2,139,350
Printing and stationery	92,198	91,772	130,739	96,277	222,937	188,049
Advertisement and publicity	61,174	50,617	86,745	62,544	147,919	112,161
Fee, subscription and periodicals	461,278	323,888	654,099	339,890	1,115,377	663,878
Rent, rate and taxes	-	55,223	-	57,934	-	113,157
Insurance	62,112	67,499	88,077	70,726	150,189	138,127
Others	373,282	114,738	188,997	119,887	322,279	234,165
	10,205,692	10,832,484	14,471,847	11,364,183	24,677,539	22,196,667

23.1 Auditors' Remuneration

	2022	2021
Annual audit	206,250	187,500
Half yearly review	84,000	70,000
Out of pocket expenses	95,000	76,875
Sales tax on audit and review fee	30,820	26,750
	416,070	361,125

24. OTHER INCOME

Note	EXPORT		LOCAL		TOTAL	
	2022	2021	2022	2021	2022	2021
	Rupees					
Income From Financial Assets						
Profit on bank accounts	109,419	80,845	155,173	84,813	264,591	165,658
Dividend income	1,680,816	1,397,425	2,388,426	1,466,016	4,069,241	2,863,441
Exchange gain - net	5,207,825	488,193	-	-	5,207,825	488,193
Grant income	436,369	599,764	604,599	629,208	1,040,968	1,228,967
Gain/(loss) on disposal of investment - net	(1,085,351)	513,314	(1,513,232)	538,510	(2,648,586)	1,051,824
Reversal of provision against doubtful debts	-	-	637,892	50,000	637,892	50,000
Gain on transition of foreign currency debtors	(185,674)	105,182	-	-	(185,674)	105,182
Income From Non-Financial Assets						
Gain/(Loss) on disposal of property, plant and equipment	514,471	86,527	729,529	93,775	1,244,000	177,302
	6,657,883	3,271,251	2,967,886	2,859,316	9,615,368	6,130,567

24.1 Dividend Income

	2022	2021
FVTOCI (shares held at reporting date)	-	2,722,000
FVTOCI (shares disposed during the period)	-	4,450
FVTPL	1,458,950	563,550
	1,458,950	3,289,950

24.2 (Loss)/gain on disposal of investment

	2022	2021
FVTPL	-	-
-Quoted securities	(2,648,586)	1,051,824
-Mutual Funds	-	-
	(2,648,586)	1,051,824
FVTOCI	-	2,433
-Quoted securities	(2,648,586)	1,054,257
	(2,648,586)	1,054,257



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

15. FINANCE COST

	EXPORT		LOCAL		TOTAL	
	2022	2021	2022	2021	2022	2021
	Rupees					
Markup on export refinance	814,564	1,075,037	1,155,056	1,177,804	1,969,620	2,252,841
Markup on running finance	277,856	356,976	894,037	269,591	1,171,893	626,567
Markup on MTF salary and wages (COWF-19)	586,259	526,025	805,801	971,479	1,392,060	1,497,504
Bank charges	1,414,814	1,260,379	2,034,643	1,358,285	3,449,457	2,618,664
Markup on liability against asset subject to finance lease	44,747	75,198	63,452	78,886	108,199	154,086
Exchange/(loss)/net	-	-	-	-	-	-
Brokerage and other charges	23,047	25,853	32,681	27,122	55,727	52,974
Capital Gain Tax	-	(25,675)	-	(16,495)	-	(42,170)
Other markup	-	-	5,763,484	10,156,374	6,766,968	10,164,194
	3,163,326	3,533,796	11,249,114	14,123,630	14,412,440	17,657,396
26. OTHER CHARGES						
Workers' profit participation fund	612,630	-	868,804	-	1,481,434	-
Workers' welfare fund	232,822	190,559	330,146	199,913	562,968	390,472
	845,452	190,559	1,198,950	199,913	2,044,402	390,472

27. SEGMENT INFORMATION

A segment is a distinguishable component of the company that is engaged in business activities from which the Company earns revenues and incurs expenses and its results are regularly reviewed by the Company's Chief Operating Decision Maker to make decisions about resources to be allocated to the segment and assess its performance. Further, discrete financial information is available for each segment.

Based on internal management reporting structure and products produced and sold, the Company is organized into the following two operating segments:

- Export
- Local

Management monitors the operating results of above mentioned segments separately for the purpose of making decisions about resources to be allocated and of assessing performance.

Segment revenue and segment result for the year are as follows:

	EXPORT		LOCAL		TOTAL	
	2022	2021	2022	2021	2022	2021
	Rupees					
Net Sales	277,195,309	288,199,236	293,067,552	216,896,924	570,262,861	505,096,160
Cost of goods sold	(264,135,475)	(288,071,873)	(246,386,023)	(260,053,336)	(510,521,505)	(548,125,209)
Gross profit	13,059,834	(474,647)	46,681,529	40,843,588	59,741,356	(42,329,049)
Administrative and selling expenses	(10,205,692)	(10,832,434)	(14,471,847)	(11,364,183)	(24,677,539)	(22,196,671)
Segment results	2,854,142	(11,307,111)	32,209,682	29,479,405	35,063,817	(18,166,314)
Other income	6,657,883	3,771,251	2,957,386	2,859,316	9,615,269	6,136,567
Unrealized gain / (loss) on revaluation of investments held for trading	(683,306)	181,249	(173,173)	190,145	(636,679)	371,395
Finance cost	(3,163,326)	(3,533,796)	(11,249,114)	(14,123,630)	(14,412,440)	(17,657,396)
Other charges	(845,452)	(190,559)	(1,198,950)	(199,913)	(2,044,402)	(390,472)
Profit before taxation from continuing operation	5,238,781	(11,578,976)	22,345,634	18,199,285	27,584,415	6,620,309
Taxation						
- Current	(3,305,636)	(2,136,786)	(4,687,409)	(4,473,875)	(7,993,080)	(6,514,551)
- Prior	-	(26,074)	(1,461,640)	(79,807)	(2,492,491)	(155,881)
	(3,305,636)	(2,412,790)	(6,149,049)	(4,553,682)	(10,487,171)	(6,670,432)
Profit after taxation from continuing operation	1,933,145	(13,991,766)	16,196,585	13,645,603	17,097,244	(10,050,123)

28. BASIC EARNINGS PER SHARE

Earnings/(loss) per share - basic and diluted
Profit after taxation
Number of ordinary shares

Earnings per share

29. CASH AND CASH EQUIVALENTS

Cash and bank balances
Running finance facility

	2022	2021
	Rupees	
Earnings/(loss) per share - basic and diluted	22,084,733	(56,123)
Profit after taxation	9,675,000	9,675,000
	2.78	(0.91)
Cash and bank balances	5,481,510	577,881
Running finance facility	(5,984,501)	(5,261,850)
	(442,991)	(4,683,969)



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

30. REMUNERATION OF CHIEF EXECUTIVE, DIRECTOR AND EXECUTIVES

The aggregate amount charged in the accounts for remuneration, including all benefits to the Chief executive, Director and Executives of the Company are as follows:

	2022			2021		
	Directors	Chief Executive	Executives	Directors	Chief Executive	Executives
	Rupees					
Basic salary	1,354,833	3,870,968	1,548,387	1,161,290	3,870,968	-
Allowances	745,161	2,129,032	851,613	638,710	2,129,032	-
Company's contribution to provident fund	112,903	322,581	129,032	96,774	322,581	-
Medical expenses	112,903	431,134	62,279	96,774	535,162	-
Bonus	112,903	322,581	129,032	96,774	322,581	-
	2,664,516	7,076,296	2,726,344	2,090,322	7,180,324	-
Number of person(s)	1	1	1	1	1	0

30.1 A sum of Rs. 184,000 (2021: Rs. 168,000) was paid being fee for attending the Board of Directors' meeting.

30.2 Chief executive and Other Executives are provided with free use of Company maintained cars. They are also entitled for medical facility to the extent of reimbursement of actual expenditure and other benefits in accordance with their terms of employment.

31. 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:

	2022	2021
	Rupees	Rupees
Balances:		
Provident Fund - outstanding balance	395,690	368,892
Advance to CEO	-	-
	395,690	368,892
Transactions:		
Advance to CEO		
Opening balance	-	-
Paid advance during the year	31.1	54,443
Refund advance during the year	-	(54,443)
	-	-

31.1 Advance for miscellaneous payments made to CEO during the year which was subsequently received. The closing balance is Nil as on June 30, 2022

	2022	2021
Contribution to staff retirement benefit plans	2,314,418	2,221,181
Key management personnel's remuneration and other benefits	9,740,812	9,270,646

31.2. PROVIDENT FUND RELATED DISCLOSURES

The following information is based on latest un-audited financial statements of fund:

	2022	2021
Size of the fund - total assets	10,041,442	10,684,160
Percentage of investment made	60.69%	48.79%
Fair value of investments	6,093,842	5,206,527
Cost of above investments	-	-

The breakup of fair value of investment is:	2022	2021	2022	2021
	Percentage	Percentage	Rupees	Rupees
UBL Money Market Fund	28.38%	30.89%	1,741,814	1,613,272
HDF Financial Sector Income Fund	53.22%	0.02%	3,243,239	-
Bank Al Habib Muraba Fund	0.00%	38.41%	-	2,000,000
Investment in Shares	18.20%	30.69%	1,108,789	1,593,255
	100.00%	100.00%	6,093,842	5,206,527

31.3 International Knitwear Limited Staff Provident Fund holds the investments which are in accordance with the provisions of section 218 of the Companies Act 2017 and the Rules formulated for this purpose.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

32 FINANCIAL INSTRUMENTS BY CATEGORY

	As at June 30, 2022			
	Amount in Rupees			
	At Amortised Cost	FVTPL	FVTOCI	Other financial liabilities
FINANCIAL ASSETS				
Cash and cash equivalent	5,481,510	-	-	-
Investments	-	17,439,319	20,867,356	-
Long term deposits	2,052,600	-	-	-
Trade debts - considered good	144,688,705	-	-	-
Loans and advances	1,945,165	-	-	-
Other receivables	777,361	-	-	-
Total Financial Assets	154,946,341	17,439,319	20,867,356	-
FINANCIAL LIABILITIES				
Lease liability	-	-	-	1,156,729
MTF salary and wages(Covid-19) liabilities	5,535,675	-	-	-
Short term finance under mark-up arrangement	152,477,501	-	-	-
Creditors, accrued and other payables	-	-	-	111,162,376
Total Financial Liabilities	158,013,176	-	-	112,319,105
As at June 30, 2021				
	At Amortised Cost	FVTPL	FVTOCI	Other financial liabilities
FINANCIAL ASSETS				
Cash and cash equivalent	577,891	-	-	-
Investments	-	16,781,296	16,979,356	-
Long term deposits	2,052,600	-	-	-
Trade debts - considered good	47,994,608	-	-	-
Loans and advances	1,577,165	-	-	-
Other receivables	970,078	-	-	-
Total Financial Assets	53,172,343	16,781,296	16,979,356	-
FINANCIAL LIABILITIES				
Lease liability	-	-	-	2,071,852
MTF salary and wages(Covid-19) liabilities	16,607,024	-	-	-
Short term finance under mark-up arrangement	59,761,396	-	-	-
Creditors, accrued and other payables	-	-	-	102,491,648
Total Financial Liabilities	76,368,420	-	-	104,563,500

33 FINANCIAL RISK MANAGEMENT

The Board of Directors of the Company have overall responsibility for the establishment and oversight of Company's risk management framework. The Board is also responsible for developing and monitoring the Company's risk management policies.

The Company's activities expose it to a variety of liquidity risk, credit risk, and market risk (including currency risk, interest rate risk and price risk). Company's overall risk management policy focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company's financial performance.

33.1 Credit Risk

Credit risk represents the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Company's credit risk is primarily attributable to its trade debts and balances at banks. Local credit sales are essentially to Khaadi. Receivable from export sales are secured against letter of credit. The credit risk on liquid funds is limited because counter parties are banks with reasonably high credit ratings.



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

(i) Exposure to credit risk

The carrying amount of financial assets represents maximum credit exposure. The maximum exposure to credit risk at the date of reporting is as follows:

	Note	2022 Rupees	2021 Rupees
Financial assets:			
Trade debts		144,085,705	47,954,608
Loans and advances		11,079,349	11,899,710
Other receivables		9,573,404	16,536,086
Cash and bank		6,881,510	2,077,891
		172,374,569	87,868,305

The trade debts are due from foreign and local customers for export and local sales respectively. Majority of the trade debts from foreign customers are secured against letters of credit. Management assesses the credit quality of local and foreign customers, taking into account their financial position, past experience and other factors. For bank balances, financial institutions with strong credit ratings are accepted. Credit risk on bank balances is limited as these are placed with banks having good credit ratings. Loans to employees are secured against their PF balances.

The bank balances along with credit ratings are tabulated below:

Bank Name	Credit Rating	Note	2022 Rupees	2021 Rupees
Bank Al-Habib Limited	A-3+		6,865,978	1,861,359
Habib Bank Limited	A-1+		14,532	214,532
			6,881,510	1,977,891

The Company always measures the loss allowance for trade debts at an amount equal to lifetime ECL using the simplified approach. The expected credit losses on local trade debts are estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date. The Company considers a financial asset to be in default when internal or external information indicates that the Company is unlikely to receive the outstanding contractual amounts in full and it is subsequently written off, if required.

Concentration of credit risk exists when changes in economic and industry factors affect the group of counter parties whose aggregated credit exposure is significant in relation to the Company's total credit exposure. The Company's financial assets are broadly diversified and transactions are entered into with diverse credit worthy parties thereby mitigating any significant concentration risk. Therefore, the Company believes that it is not exposed to major concentration of credit risk.

33.2 Market Risk

Market risk is the risk that the fair value or the future cash flows of a financial instrument may fluctuate as a result of changes in market interest rates or the market prices of securities due to change in credit rating of the issuer or the instrument, change in market sentiments, speculative activities, supply and demand of securities and liquidity in the market.

Market risk comprises of those types of risk: currency risk, profit rate risk and other price risk.

(i) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Currency risk arises mainly from future commercial transactions or receivables and payables that exist due to transactions in foreign currencies.

Financial assets include Rs. 34,681,322 (2021: Rs. 12,917,071) which are subject to currency risk.

Sensitivity analysis

The 30 paces strengthening / weakening of Rupee against USD at June 30, 2022 would have (decreased) / increased profit and loss by Rs. 3,468,322 (2021: Rs. 1,201,565) accordingly. This analysis assumes that all other variables remain constant.

(ii) Interest rate risk

Interest rate risk represents the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company has no long term interest bearing financial assets and liabilities whose fair value or future cash flows will fluctuate because of changes in market interest rates.

However, Company do possess short term interest bearing financial liabilities which includes Rs. 76,531,144 (2021: Rs. 76,368,421) which are subject to interest rate risk. Applicable interest rate for financial instruments have been indicated in respective notes.

Fair value sensitivity analysis for fixed rate instruments

The Company does not account for any fixed rate financial assets and liabilities at fair value through of profit or loss. Therefore, a change in interest rate at the reporting date would not affect the statement of profit or loss.

Cash flow sensitivity analysis for variable rate instruments

A change of 100 basis points in KIBOR / SBP Base Rate, financial liabilities at the reporting date would have increased / (decreased) equity and profit or loss by Rs. 0.77 million (2021: Rs. 0.363 million). This analysis assumes that all other variables remain constant. The analysis is performed on the same basis as in previous year.

(iii) Other price risk

Price risk represent the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices other than those arising from interest rate risk or currency risk, whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instrument traded in the market.



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

33.3 Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities. The Company manages liquidity risk by maintaining sufficient cash and cash equivalents. The following are the contractual maturities of financial assets and financial liabilities:

Effective rate of interest % / Range %	2022						Total
	INTEREST/MARK-UP BEARING			NON-INTEREST/MARK-UP BEARING			
	Maturity up to one year	Maturity after one year	Sub total	Maturity up to one year	Maturity after one year	Sub total	
	Rupees						
Financial assets:							
Long term deposits	-	-	-	-	2,051,600	2,051,600	2,052,600
Investments	-	-	-	17,439,319	20,067,356	38,306,675	38,306,675
Trade debts	-	-	-	144,689,705	-	144,689,705	144,689,705
Other receivables	-	-	-	9,673,404	-	9,673,404	9,673,404
Cash and bank balances	5.50% - 5.75% / 7.25% & 10.75%	6,789,175	-	6,789,175	92,335	-	92,335
		<u>6,789,175</u>	<u>-</u>	<u>6,789,175</u>	<u>171,894,769</u>	<u>22,919,956</u>	<u>194,814,719</u>
Financial liabilities:							
Long term liability against assets subject to finance	1 year NBOR+ 2.5%	514,441	642,288	1,156,729	-	-	1,156,729
Short term finance under mark-up arrangement	3 Months NBOR +2.5% & SSP rate +1%	152,477,501	-	152,477,501	-	-	152,477,501
Creditors, accrued and other payables		-	-	-	111,162,376	-	111,162,376
Unclaimed dividend		-	-	-	1,812,391	-	1,812,391
		<u>152,991,942</u>	<u>642,288</u>	<u>153,634,230</u>	<u>112,974,767</u>	<u>-</u>	<u>266,608,997</u>
Sensitivity gap		<u>(146,202,767)</u>	<u>(642,288)</u>	<u>(146,845,055)</u>	<u>38,919,997</u>	<u>22,919,956</u>	<u>(81,838,953)</u>
							<u>(65,005,103)</u>



International Knitwear Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

Effective rate of interest % / Range %	2021						Total
	INTEREST /MARK-UP BEARING			NON-INTEREST /MARK-UP BEARING			
	Maturity up to one year	Maturity after one year	Sub total	Maturity up to one year	Maturity after one year	Sub total	
	Ruppes						
Financial assets:							
Long term deposits	-	-	-	-	2,052,600	2,052,600	2,052,600
Long term investments	-	-	-	16,761,296	16,979,356	33,760,652	33,760,652
Trade debts	-	-	-	47,994,608	-	47,994,608	47,994,608
Other receivables	-	-	-	26,536,086	-	26,536,086	26,536,086
Cash and bank balances	5.50%	1,931,902	-	1,931,902	45,989	45,989	1,977,891
		1,931,902	-	1,931,902	91,357,980	19,031,956	112,321,838
Financial liabilities:							
Long term liability against assets subject to finance	1 year KIBOR+ 2.5%	477,387	1,156,087	1,633,474	-	-	1,633,474
Short term finance under mark-up arrangement	3 Months KIBOR +2.5% & SBP rate +1%	59,761,396	-	59,761,396	-	-	59,761,396
Creditors, accrued and other payables		-	-	-	101,877,811	101,877,811	101,877,811
Unclaimed dividend		-	-	-	1,817,933	-	1,817,933
		60,238,783	1,156,087	61,394,870	103,695,744	-	103,695,744
		60,238,783	1,156,087	61,394,870	103,695,744	-	103,695,744
Sensitivity gap		(58,306,881)	(1,156,087)	(59,462,968)	(12,337,765)	19,031,956	6,694,191
		(58,306,881)	(1,156,087)	(59,462,968)	(12,337,765)	19,031,956	6,694,191

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022
33.4 Capital Risk Management

The objective of the Company when managing capital, i.e., its shareholders' equity, is to safeguard its ability to continue as a going concern so that it can continue to provide returns for shareholders and benefits for other stakeholders, and to maintain a strong capital base to support the sustained development of its businesses.

The capital structure of the Company is equity based. It has financed all its projects and business expansions through equity financing and never resorted on debt financing. However, the Company has availed short-term borrowing for working capital purposes only.

34. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

As at June 30, 2022, all financial assets and financial liabilities are carried at amortised cost except for investment in mutual funds and equity securities which are carried at their fair values.

Fair value hierarchy

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

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 (that is, as prices) or indirectly (that is, derived from prices)

Level 3 Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs)

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the transfer has occurred. The Company's policy for determining when transfers between levels in the hierarchy have occurred includes monitoring of the following factors:

- changes in market and trading activity (e.g. significant increases / decreases in activity)
- changes in inputs used in valuation techniques (e.g. inputs becoming / ceasing to be observable in the market)

There were no transfers between level 1, 2 or 3 of the fair value hierarchy during the year. The valuation techniques used are as follows:

Level 1: Quoted prices (unadjusted) in active markets

The fair value of financial instruments traded in active markets is based on Net Asset Values (NAVs) of the units of the mutual funds and share prices for equity securities at the reporting date. A market is regarded as active when it is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an on going basis.

The following table analyses within the fair value hierarchy of the Company's financial assets (by class) measured at fair value at June 30, 2022:

Financial Assets	2022			Total
	Level 1	Level 2	Level 3	
Financial Investments: Fair Value through profit and loss	<u>38,306,675</u>	-	-	<u>38,306,675</u>
		2021		
Financial Assets	Level 1	Level 2	Level 3	Total
Financial Investments: Fair Value through profit and loss	<u>33,760,652</u>	-	-	<u>33,760,652</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

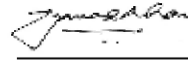
	2022	2021
35. PRODUCTION CAPACITY		
Installed capacity (Pcs.)	<u>1,300,000</u>	<u>1,300,000</u>
Actual production (Pcs.)	<u>915,543</u>	<u>750,692</u>
<p>It is difficult to describe precisely the production capacity in the textile industry since it fluctuates widely depending on various factors such as count of yarn spun, raw material used, etc.</p> <p>Reasons for shortfall</p> <p>The short fall in actual production during the year when compared with capacity is mainly on account of:</p> <p>The actual production is planned to meet the internal demand and orders in hand.</p> <p>The spread of Covid-19 as a pandemic and consequently imposition of lock down by Federal and Provincial Governments of Pakistan has effected the production and sale volumes of the Company due to closure of plant during the lock down period.</p>		
36. NUMBER OF EMPLOYEES	2022	2021
Number of employees as on the date of financial statements:	<u>270</u>	<u>293</u>
- Factory employees	131	153
- Other employees	139	140
Average number of employees during the year:	<u>275</u>	<u>284</u>
- Factory employees	141	144
- Other employees	134	140
37. DATE OF AUTHORIZATION FOR ISSUE		
These financial statements were approved by the board of directors of the Company and authorized for issue on September 30 2022.		
38. SUBSEQUENT EVENTS		
The Board of Directors in their meeting held on September 30, 2022 has proposed a final cash dividend of Rs. 0.75 per share amounting to Rs. 7,256,250. (2021: Nil). The approval of the shareholders of the Company shall be obtained at the upcoming Annual General Meeting for the year ended June 30, 2022. The financial statements for the year ended June 30, 2022 do not include the effect of the proposed final cash dividend.		
39. Corresponding figures		
Corresponding figures have been rearranged and reclassified, where necessary, for the purpose of better presentation and comparison. However no significant reclassification has been made during the year.		
40. FIGURES		
Figures have been rounded off to the nearest of rupee.		



WASEEM SHAFI
Chairman



NAEEM SHAFI
Chief Executive



JAVED KHAN
Director / CFO



PATTERN OF SHAREHOLDING AS AT JUNE 30, 2022

# Of Shareholders	Shareholdings'Slab			Total Shares Held
263	1	To	100	7,534
225	101	To	500	59,553
621	501	To	1000	350,828
92	1001	To	5000	215,257
22	5001	To	10000	162,972
11	10001	To	15000	135,235
7	15001	To	20000	118,136
11	20001	To	25000	243,119
1	25001	To	30000	29,000
1	35001	To	40000	39,468
2	40001	To	45000	87,500
2	45001	To	50000	98,218
1	50001	To	55000	53,750
1	60001	To	65000	63,531
2	85001	To	90000	173,900
1	100001	To	105000	100,382
1	130001	To	135000	132,225
1	155001	To	160000	158,500
1	200001	To	205000	201,158
1	205001	To	210000	210,000
1	365001	To	370000	368,571
1	425001	To	430000	430,000
2	580001	To	585000	1,169,982
1	625001	To	630000	626,111
1	665001	To	670000	666,484
1	825001	To	830000	825,800
1	830001	To	835000	832,153
1	980001	To	985000	981,934
1	1130001	To	1135000	1,133,699
1277				9,675,000

PATTERN OF SHAREHOLDING AS AT JUNE 30, 2022

Categories of Shareholders	Shareholders	Shares Held	Percentage
Directors and their spouse(s) and minor children			
WASEEM SHAFI	2	43,233	0.45
NAEEM SHAFI	6	845,044	8.73
JAVED KHAN	2	8,089	0.08
HUMAIRA SHAFI	4	1,070,242	11.06
BUSHRA SHAFI	2	5,870	0.06
ARSHAD AHMED	1	500	0.01
MUDASSIR HABIB KHAN	1	1,500	0.02
MUHAMMAD SHAFI	1	16,125	0.17
SALEHA MAJID	1	750	0.01
Associated Companies, undertakings and related parties	-	-	-
NIT & ICP	-	-	-
Banks Development Financial Institutions, Non Banking Financial Financial Institutions.	1	67	0.00
Insurance Companies	1	158,500	1.64
Modarabas and Mutual Funds	2	1,042,153	10.77
General Public			
a. Local	1,244	6,444,893	66.61
b. Foreign	3	2,500	0.03
Foreign Companies	-	-	-
Others	6	35,534	0.37
Totals	1,277	9,675,000	100.00
Share holders holding 10% or more			
		Shares Held	Percentage
HUMAIRA SHAFI		1,070,242	11.06
MUNIS ABDULLA		1,133,699	11.72



International Knitwear Limited

PATTERN OF SHAREHOLDING AS AT JUNE 30, 2022

S.No.	Folio #	Name of shareholder	Number of shares	Per %
Directors and their spouses) and minor children				
1	1	WASEEM SHAFI	39,468	0.41
2	3025	WASEEM SHAFI	3,765	0.04
3	2	NAEEM SHAFI	6,772	0.07
4	520	NAEEM AHMED SHAFI	1,722	0.02
5	3041	NAEEM AHMED SHAFI	750	0.01
6	3069	NAEEM AHMED SHAFI	1,000	0.01
7	01826-52175	NAEEM AHMED SHAFI	9,000	0.09
8	03277-44659	NAEEM AHMED SHAFI	825,800	8.54
9	2982	JAVED KHAN	1,500	0.02
10	10629-132285	JAVED KHAN	6,589	0.07
11	19	HUMAIRA SHAFI	23,277	0.24
12	2510	HUMAIRA SHAFI	83,531	0.86
13	03277-97487	HUMAIRA SHAFI	981,934	10.15
14	20	BUSHRA SHAFI	3,870	0.04
15	11387-19144	BUSHRA SHAFI	2,000	0.02
16	3067	ARSHAD AHMED	500	0.01
17	3058	MUDASSIR HABIB KHAN	1,500	0.02
18	2911	MUHAMMAD SHAFI	16,125	0.17
19	3070	HUMAIRA SHAFI	1,500	0.02
20	3057	SALEHA MAJID	750	0.01
		20	1,991,353	20.58
Associated companies, undertakings and related parties				
		Nil	-	-
		0	-	-
NIT & ICP				
		Nil	-	-
		0	-	-
Banks Development Financial Institutions, Non Banking Financial Institutions				
1	03889-18	NATIONAL BANK OF PAKISTAN	67	0.00
		1	67	0.00
Insurance Companies				
1	02139-29	PREMIER INSURANCE LIMITED	158,500	1.64
		1	158,500	1.64
Modarabas and Mutual Funds				
1	02113-21	FIRST EQUITY MODARABA	210,000	2.17
2	03277-1651	FIRST UDL MODARABA	832,153	8.60
		2	1,042,153	10.77
General Public Foreign				
1	03277-107401	MUHAMMAD WASEEM ASLAM	1,000	0.01
2	03277-114373	MUDASSAR ZULFIQAR	500	0.01
3	03277-110031	MUHAMMAD NADEEM	1,000	0.01
		3	2,500	0.03
Foreign Companies				
		Nil	-	-
		0	-	-
Others				
1	2976	THE COMPANY SECRETARY	472	0.00
2	02113-3611	First UDL Modaraba Staff Provident Fund	3,750	0.04
3	03277-78335	TRUSTEE NATIONAL BANK OF PAKISTAN EMPLOYEES PENSION FUND	10,893	0.11
4	03277-82127	TRUSTEE NATIONAL BANK OF PAKISTAN EMP BENEVOLENT FUND TRUST	382	0.00
5	04341-3265	RAO SYSTEMS (PVT.) LTD.	19,500	0.20
6	05728-24	STOCK STREET (PRIVATE) LIMITED	537	0.01
		6	35,534	0.37



International Knitwear Limited

ڈائریکٹرز رپورٹ

یورہ کے معیار اہلیت کی تشخیص

عدالت کے اذنی تقاضوں کے علاوہ مندرجہ ذیل پہلوؤں کے لحاظ سے انفرادی اور ٹیم کی سطح پر یورہ کی کارکردگی کی تشخیص کا تعین کیا جاتا ہے:

- ۶۳۔ جنس، قابلیت، مہارت کا مرکب اور تعلیمیاتی تناظر کے حصول میں اثر پذیری
- ۶۴۔ دیانت داری، اعتماد، پرجوش اور کیریئر میں کیلئے شکرگزارانہ رویہ
- ۶۵۔ اختلافیہ کے سطح پر مسائل کا تازہ اور تازہ تشخیص
- ۶۶۔ تشخیص کے لئے رہنمائی اور سہ ہمتی فراہم کرنے کی صلاحیت
- ۶۷۔ ادارے کی کارکردگی کے ان پہلوؤں کی شناخت کی صلاحیت جن میں بہتری کی ضرورت ہے،
- ۶۸۔ اختلافیہ کی جائیگی منصوبہ بندی کا جائزہ
- ۶۹۔ تشخیص کو واضح طور پر سمجھنے اور ادارے کی صلاحیت
- ۷۰۔ صحت، مختلف اور ماحولیات، ملازمت اور تشخیص کی دیگر پالیسیوں اور خطوطوں میں بہتری میں - معاہدات اور دلچسپی
- ۷۱۔ غیر ضروری مقدمہ بازیوں اور چیلنجی حالات سے تشخیص کو محفوظ رکھنا

یورہ کی کارکردگی کی تشخیص

یورہ کی مجموعی کارکردگی مندرجہ ذیل پہلوؤں کی بنیاد پر تعلق رکھتی ہے: پائی پی ٹی کی تشخیص 2017 کی دفعہ 192 کے تحت یورہ کی کارکردگی پر ایک تجزیہ و رپورٹ اس سال شروع میں شامل کی گئی ہے۔

ڈائریکٹران کا معاوضہ

- ۶۲۔ یورہ کے ممبران کا معاوضہ یورہ پر اپنے خود کرتا ہے۔ پالیسی کی اہم خصوصیات درج ذیل ہیں:
- ۶۳۔ تشخیصی ٹانگے کیلئے زیادہ ڈائریکٹران کے لئے زیادہ اور اس کی ذیلی کمپنیوں کے اجلاس میں حاضری کی نہیں کے علاوہ کوئی معاوضہ نہیں دیا جاتا ہے۔
- ۶۴۔ یورہ اور اس کی کمپنیوں کے اجلاس میں حاضری کے لئے یورہ سٹری اور رپورٹ کے اجلاس کی باقاعدگی کی گئی۔
- ۶۵۔ ڈائریکٹران کے معاوضے کی پالیسی کا یورہ آف ڈائریکٹرز کو مطلع کیا جاتا ہے۔

CEO کی کارکردگی کا جائزہ

انٹرنیشنل منٹ ڈیپارٹمنٹ کا یورہ آف ڈائریکٹرز کا تعین سے بنیادی مالیاتی اور غیر مالیاتی کارکردگی (KPIs) کی بنیاد پر CEO کی کارکردگی کی تشخیص کرتا ہے جو اس سال کے آغاز میں طے کی جاتی ہے۔ یورہ کے حالیہ مالیاتی سال میں CEO کی کارکردگی کا جائزہ دیا اور سال کے دوران کامیابیوں کے لحاظ سے پیش پائی گئی۔ یورہ کو ان کی تشخیصی پیش رو اور قیادت اور کامیابیوں میں چاہئے جس میں ان کی صلاحیتوں پر عمل آتا ہے۔ وہ ادارتی مقاصد کا تعین کرنے اور اپنی اصلاحی ٹیم کے لئے ان کی KPIs سے مطابقت پیدا کرنے کے ذمہ دار ہے اور یورہ کو باقاعدگی کے ساتھ مطلع کیا جاوے گا۔ اس سال میں اصلاحی ٹیم کی تازہ ترین کارکردگی سے آگاہ کرتا ہے۔

تجزیہ میں اور CEO کا کردار

تجزیہ میں یورہ اور تنظیم ان کی طرف سے ایک مٹو کی حیثیت سے اپنا کردار انجام دیتا ہے۔ وہ یورہ آف ڈائریکٹرز کی قیادت کرتا ہے۔ تجزیہ میں کاروباری ترقی اور تشخیصی کی سائیکل کو متنبہ بناتا ہے۔ وہ یورہ کی مہارتوں کو سواڑا بناتا ہے جس کے تحت مختلف کاروباری فرمائش انجام دینے جاتے ہیں اور تشخیص کے مناسب زمین پر اور طویل مدتی اجاڑ حاصل کئے جاتے ہیں۔ وہ یورہ اور اصلاحیہ کے درمیان ایک جڑ کا کام کرتا ہے اور اصلاحیہ کی جانب سے یورہ سے گفت و شنید کرتا ہے۔

CEO تشخیصی کے ذمہ دار معاملات اور مٹو یا ڈیٹا کی منبہت میں اضافے کے لئے طویل مدتی نکتہ عملی منصوبوں اور بجٹ کی تشکیل کا ذمہ دار ہوتا ہے۔ CEO تشخیصی کے مٹو یا ڈیٹا کی کارکردگی اور مٹو میں تشخیصی کی نمائندگی کرتا ہے۔ وہ ایک کامیاب اور فیصلہ ساز ہوتا ہے جو کمپنی کو ترقی دینے کیلئے کرتا ہے۔



International Knitwear Limited

ڈائریکٹرز رپورٹ

بورڈ اور اس کی کمیٹیوں کے اجلاس

سال کے دوران بورڈ آف ڈائریکٹرز (BOD) کے چار اجلاس، آڈٹ کمیٹی (AC) کے چار اجلاس اور انسانی وسائل و معاوضہ کمیٹی (HRRC) کا ایک اجلاس ہوا۔ ڈائریکٹران کی حاضری اور ان کی اسٹمپٹیں بشمول انٹرنیشنل زف ویز لیٹرن میں ڈائریکٹرز شپ کی تعداد درج ذیل ہے:

نمبر شمار	ڈائریکٹر کا نام	ڈائریکٹر شپ	حیثیت	ایگزیکٹو ڈائریکٹر		کمپنی ممبر		حاضری	
				ایگزیکٹو ڈائریکٹر	ایگزیکٹو ڈائریکٹر	HRRC	AC	HRRC	AC
1	جناب وہیم شفیق	1	27-10-2021 کو دو پارہ منتخب ہوئے	نہیں				3/4	
2	جناب نجم شفیق	3	27-10-2021 کو دو پارہ منتخب ہوئے	ہاں				4/4	
3	جناب جاوید خان	1	27-10-2021 کو دو پارہ منتخب ہوئے	ہاں				4/4	
4	جناب محمد شفیق	1	27-10-2021 کو دو پارہ منتخب ہوئے	نہیں			✓	2/4	1/1
5	جناب مدثر حبیب	1	27-10-2021 کو دو پارہ منتخب ہوئے	نہیں		✓		4/4	4/4
6	مس ساجد ماجد	1	27-10-2021 کو دو پارہ منتخب ہوئے	نہیں		✓	✓	4/4	1/1
7	جناب ارشد احمد	1	27-10-2021 کو مختار ہوئے	نہیں		✓	✓	4/4	3/3
8	جناب محمد ساجد حسین	1	27-10-2021 کو سبکدوش ہو گئے	نہیں		✓	✓	1/1	1/1

انتظامی کمیٹی

چیف ایگزیکٹو آفیسر (CEO) کی سربراہی میں انتظامی کمیٹی اعلیٰ انتظامیہ پر مشتمل ہے جو اس بائٹ کو یقینی بناتی ہے کہ کمیٹی ممبر میں موزوں نظام ترویج و نافذ رہے تاکہ کمیٹی تیز ترین اور درست فیصلہ سازی کر سکے۔ یہ کاروبار اور دیگر ادارتی معاملات میں سفارشات پیش کرتے ہوئے کاروباری سطح پر CEO کو مشاورتی خدمات فراہم کرتی ہے۔ یہ یوٹیل مدتی منصوبوں، سرمائے اور کاروباری بجٹ کی ترقی اور کاروباری منصوبوں کو آگے بڑھانے اور جائزہ لینے کی ذمہ دار ہوتی ہے۔ کمیٹی کی تشکیل اعلیٰ بنیاد پر کی گئی ہے اور ہر افعال کو سونپے گئے ہدف کی کارکردگی کے جائزہ کے لئے ہر ماہ اجلاس منعقد کرتی ہے۔ CEO اس بائٹ کو یقینی بناتا ہے کہ بورڈ کے تمام فیصلوں اور سمت بند پر عملی کو موزوں انداز میں ترتیل و نافذ کیا گیا ہے۔



International Knitwear Limited

ڈائریکٹرز رپورٹ

- ☆ کئی میں حسابات کی کتابیں مناسبتاً انداز میں مرتبہ کی گئی ہیں۔
- ☆ بورڈ کی منظوری سے جملہ چیف ایگزیکٹو اور چیف فنانس آفیسر نے باضابطہ مالیاتی گوشواروں کی توثیق کی۔
- ☆ درست حساباتی پالیسیوں کو تسلسل کے ساتھ مالیاتی گوشواروں کی تیاری کے دوران ملحوظ خاطر رکھا گیا ہے اور حساباتی تخمینوں کی بنیاد معقول اور مشہور فیصلوں پر ہے۔
- ☆ مالیاتی گوشواروں کی تیاری کے دوران عالمی مالیاتی رپورٹنگ معیارات، جو پاکستان میں لاگو ہیں ملحوظ خاطر رکھا گیا ہے اور اگر کوئی انحراف ہوا ہے تو اسے معقول انداز میں منکشف کیا گیا ہے اور وضاحت کی گئی ہے۔
- ☆ اندرونی گورننس کے نظام کی شکل مشہور ہے اور میٹر انداز میں نافذ نہیں ہے اور اس کی نگرانی کی جاتی ہے۔
- ☆ کئی کی پلٹنے ہوئے ادارے کی صلاحیت میں کوئی قابل ذکر ٹھیکہ نہیں ہے۔
- ☆ حصص داری کی ساخت سالانہ رپورٹ کے حصہ کے طور پر شامل کی گئی ہے اور
- ☆ ماتحت اداروں اور ماتحت افرادی ملکیت میں حصص کا گوشوارہ پلٹیدہ پلٹیدہ منکشف کیا گیا ہے۔

چیز میں کا جائزہ

سالانہ رپورٹ میں شامل چیز میں کا جائزہ دیگر کے علاوہ سالانہ 30 جون 2022 میں بورڈ کی کارکردگی اور اثر پذیری، کئی کی کارکردگی اور مستقبل کے امکانات پیش کرتا ہے۔ ڈائریکٹران نے چیز میں کے جائزہ کے مندرجات کی توثیق کی ہے۔

بورڈ آف ڈائریکٹرز اور اس کی کمپنیاں

بورڈ آف ڈائریکٹرز

بورڈ دو ایگزیکٹو اور پانچ نان ایگزیکٹو ڈائریکٹران پر مشتمل ہے۔ تمام ڈائریکٹران نے کئی کے معاملات میں گہری دلچسپی لیتے ہوئے آئیں معقول انداز میں آگے بڑھایا۔ نان ایگزیکٹو ڈائریکٹران کئی کی انتظامیہ کے ماتحت ہیں۔

آڈٹ کئی

ادارتی نظم و ضبط اور مالیاتی رپورٹنگ کے نظام کے تحت آڈٹ کئی بورڈ کی ذمہ داریوں سے جہدہ برآں ہے۔ اس کی مدد کرتی ہے۔ کئی میں گہراں پر مشتمل ہے جس میں تمام نان ایگزیکٹو ڈائریکٹران ہیں۔ کئی کی چیز پرین ایک آڈٹ ڈائریکٹر ہے۔ چیف ایگزیکٹو آفیسر (CEO) اور چیف فنانس آفیسر (CFO) مدعو کرنے پر چاروں اجلاسوں میں حاضر ہوئے۔

انسانی وسائل و معاوضہ کئی

انسانی وسائل و معاوضہ کئی بورڈ آف ڈائریکٹرز کی انسانی وسائل کی پالیسیوں اور طریقوں کی تشکیل اور وقفہ جاتی جائزوں کی ذمہ داریوں سے جہدہ برآں ہے۔ بورڈ کی اہم انتظامی عملے کے انتخاب، تخصیص، معاوضہ اور جائزگی مضمون میں مدد کرتی ہے۔ کئی میں گہراں پر مشتمل ہے جو کہ تمام نان ایگزیکٹو ڈائریکٹران ہیں۔ کئی کی چیز پرین ایک آڈٹ ڈائریکٹر ہے۔



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74,741	65,192	70,898	72,410	71,626	67,514	خالص روائے اٹائے
209,975	160,700	127,030	133,388	143,421	161,108	کل استعمال شدہ اثاثوں کی مالیت
						سرمائے کے ذرائع
96,750	96,750	96,750	96,750	96,750	96,750	جاری کردہ بحریہ شدہ اور ادا شدہ سرمایہ
4,359	23,362	28,763	28,020	23,133	45,218	ذخائر اور غیر مصرف شدہ منافع
25,701	14,360	(4,003)	(982)	905	1,945	سرمایہ کاروں کی از سر نو مالیت پر منافع / (خسارہ)
126,810	134,473	121,509	123,788	120,788	143,913	حصص یا ذمگان کی ایکویٹی
-	-	2,048	12,723	6,693	642	طویل مدتی اور بس پیش واجبات
126,810	134,473	123,557	136,511	127,481	144,555	کل استعمال شدہ سرمائے کی مالیت
169,496	393,230	451,098	537,457	488,090	670,262	فروخت
3,799	17,337	14,748	16,865	6,620	27,585	منافع قبل از ٹیکس
2,152	13,404	10,237	7,735	(50)	22,084	منافع / (خسارہ) بعد از ٹیکس
0.25	1.39	1.06	0.80	(0.01)	2.28	آمدن / (خسارہ) فی حصص
1.3%	3.4%	2.3%	1.4%	(0.10%)	3.2%	فروخت پر منافع کی شرح
1.0%	8.3%	8.3%	5.6%	(0.04%)	15.2%	استعمال شدہ سرمائے پر منافع کی شرح
						منافع منقسم
0%	5%	5%	5%	0%	7.5%	نقد (فیصد)
0%	0%	0%	0%	0%	0%	حصص (فیصد)

ادارتی نظم و ضبط کا ضابطہ

آپ کی کمپنی کے ڈائریکٹرانسٹرنڈیکٹیوز (کوڈ آف آرپورٹ گورننس) ریگولیشنز 2019 اور پاکستان اسٹاک ایکسچینج کی رول بک کے تحت اپنی ذمہ داریوں سے آگاہ ہیں۔ آپ کی کمپنی نے اچھے ادارتی نظم و ضبط کو یقینی بنانے کے لئے تمام اقدامات کئے ہیں اور ہم وعدہ اپنی کرتے ہیں کہ:

☆ کمپنی کی انتظامیہ کے تیار کردہ مالیاتی گوشوارے کمپنی کے معاملات، اس کے کاروباری نتائج، نقدی کے بہاؤ اور ایکویٹی میں تبدیلیوں کو شفافیت کے ساتھ پیش کرتے ہیں۔



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اہم تبدیلیاں

مالیاتی سال کے اختتام اور اس رپورٹ کی تاریخ کے درمیان ایسے کوئی اہم وعدے یا تبدیلیاں رونما نہیں ہوئیں جن سے کمپنی کی مالیاتی پوزیشن متاثر ہو۔

ادارتی ماحول، صحت اور سماجی ذمہ داری

ہم اپنے لوگوں کے ساتھ ساتھ قرب و جوار میں رہنے والے لوگوں کی فلاح و بہبود کے لئے ان کی صحت، تحفظ اور ماحولیات (HSE) کے اعلیٰ معیار پر قائم رہنے پر مضبوط یقین رکھتے ہیں۔ ہماری توجہ کا مرکز تحفظ کے تمام پہلوؤں کی بہتری ہے جس میں تحفظ، پیداوار، ترسیل، ذخیرہ اور مادوں کا استعمال شامل ہے۔ آپ کی کمپنی ماحولیات کے تحفظ اور پائیداری کو یقینی بنانے کے لئے کوشاں ہے۔

ترجیحات کے تعین کی رسائی

ترجیحات کی سطح کا تعین فاعلی ہے اور ہر ادارے کا طریقہ کار دوسرے سے مختلف ہوتا ہے۔ ٹرانزیکشنز کے لئے مجاز بنانے اور اختیارات سوچنے کا عمل واضح طور پر وضاحت شدہ ہے اور اسے کمپنی میں باضابطہ طریق عمل سے دستاویزی شکل دی گئی ہے۔ کمپنی نے ترجیحات کی پالیسی منظور کی ہے جس کی مطابقت کا جائزہ سالانہ بنیاد پر کیا جاتا ہے۔

گزشتہ چھ سالوں کے اہم کاروباری اور مالیاتی اعداد و شمار کا مختصر جائزہ

گزشتہ چھ سالوں بشمول جائزہ سال کے اہم کاروباری اور مالیاتی اعداد و شمار مختصر آڈرڈ ذیل میں پیش کئے گئے ہیں:

2017	2018	2019	2020	2021	2022	
.....000'.....						
						استعمال کئے گئے اثاثے
23,704	25,728	32,134	35,942	35,983	53,236	پراپرٹی، پلانٹ اینڈ ایکویپمنٹ
-	-	-	-	-	-	غیر محسوس اثاثے
35,183	42,052	17,769	14,478	16,979	20,867	طویل مدتی سرمایہ کاریاں
1,500	1,500	2,052	2,052	2,052	2,052	طویل مدتی توجہ شدہ قومات
74,847	26,228	4,177	8,506	16,781	17,439	قلیل مدتی سرمایہ کاریاں



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زیر جائزہ مدت کے دوران الحمد للہ آپ کی کمپنی کی فروخت 670.26 ملین روپے رہیں جو کہ گزشتہ سال اسی مدت میں 488.09 ملین روپے تھیں یعنی فروخت میں 37.32 فیصد اضافہ ہوا۔ یو ایس ڈالر کے مقابلے میں پاکستانی روپے کی قدر میں کمی نے کمپنی کی برآمدی فروخت میں اضافہ میں معاونت کی۔ مدت کے دوران قدر میں کمی سے خام مال کی لاگت میں اضافے، عالمی سطح پر مال کی لاگت میں اضافہ اور جوہر گزار رسد کی زنجیر کے ساتھ ساتھ صنعت کو گیس کی فراہمی میں قلت جیسے حقائق کے باوجود خام مال کی موجودہ مارکیٹ نرخوں سے قابل ذکر کم قیمت پر خریداری سے منافع گزشتہ سال کی بنیاد پر بڑھ کر 19.38 ملین روپے ہو گیا جس کی بنیادی وجہ مصنوعات کا بہتر مرکب اور قیمت فروخت میں تیزی ترین اضافہ تھا، جس کے نتیجے میں خالص منافع 20.88 ملین روپے کی ریکارڈ سطح تک پہنچ گیا۔

مزید برآں بخوبی معافی فروخت میں بھی اضافہ کا مشاہدہ کیا گیا جو کہ گزشتہ سال کی بنیاد پر 143.18 ملین روپے رہیں۔

مزید برآں، ہمیشہ پر افراط زر کے دباؤ کی وجہ سے مدت کے دوران انتظامی اخراجات میں گزشتہ سال کی بنیاد پر معمولی اضافہ ہوا۔

فی حصص آمدن

حصص یافتگان کے لئے بعد اٹیکس فی حصص آمدن 2.28 روپے رہی جبکہ گزشتہ سال فی حصص آمدن (0.01) روپے تھی۔

دیگر آمدن

دیگر آمدن میں شامل ہیں: حاصل ہونے والا منافع منقسمہ 4.06 ملین روپے رہا جو کہ گزشتہ سال 2.86 ملین روپے تھا، کرنسی کے فرق سے منافع 5.20 ملین روپے رہا جو کہ گزشتہ سال 0.48 ملین روپے تھا اور غیر مالیاتی اثاثوں پر 1.24 ملین روپے منافع جو کہ گزشتہ سال 0.18 ملین روپے تھا۔

سرمایہ جاتی اخراجات

سال کے دوران کمپنی نے اپنی پیداواری گنجائش، پیداواریت اور پلانٹ کی استعداد میں بہتری کے لئے 26.08 ملین روپے کی سرمایہ جاتی اخراجات کئے۔

منافع منقسمہ

ہماری کلیدی سرمایہ کاریوں، کاروبار کے لئے مستقبل کی رواں سرمائے کی ضروریات اور کمپنی کی نقدی پیدا کرنے کی صلاحیت کے پیش نظر بورڈ آف ڈائریکٹرز سال ختمہ 30 جون 2022 کے لئے 0.75 روپے فی حصص یعنی 7.5 فیصد کے حساب سے تقسیم منافع منقسمہ کی تجویز دینے ہوئے اظہار سرت کرتا ہے۔

خط و کتابت

کمپنی حصص یافتگان کے ساتھ تعلقات کی اہمیت کو سمجھتی ہے۔ سالانہ، ششماہی اور سہ ماہی رپورٹیں کمپنی ایکٹ 2017 کے تحت مقررہ مدت میں تزیل کی جاتی ہیں۔ کمپنی کی سرگرمیوں کو ویب سائٹ www.internationalknitwear.com پر بروقت اپ ڈیٹ کیا جاتا ہے جس میں سرمایہ کاروں سے متعلقہ معلومات کے لئے ایک الگ حصہ مخصوص ہے۔



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انٹرنیشنل ونیز لمیٹڈ کا بورڈ آف ڈائریکٹرز اپنی رپورٹ کے ساتھ سال بختمہ 30 جون 2022 کے آڈٹ شدہ مالیاتی گوشوارے پیش کرتے ہوئے اظہار مسرت کرتا ہے۔
مالیاتی نتائج کا سرسری جائزہ

(اضافہ/کمی) فیصد	2021 روپے	2022 روپے	
37.32%	488,090,150	670,262,761	خالص فروخت
48.01%	40,362,880	59,741,166	خام منافع
316.68%	6,620,308	27,585,414	منافع قبل از ٹیکس
44,160.71%	(50,124)	22,084,733	(خسارہ)/منافع بعد از ٹیکس
44,160.71%	(0.01)	2.28	خالص (خسارہ)/آمدنی فی حصص

مالیاتی کارکردگی

بختمہ سال 30 جون 2022 کی پرچھنر مالیاتی جھنکیاں درج ذیل ہیں:

سال بختمہ 30 جون 2022 میں کمپنی کی خالص فروخت 670.26 ملین روپے رہیں جبکہ گزشتہ سال 488.09 ملین روپے تھیں۔ سابقہ سال 30 جون 2021 کے مقابلے میں اس سال فروخت میں 182.17 ملین روپے کا اضافہ ہوا۔ کمپنی کا خام منافع 59.74 ملین روپے رہا جبکہ گزشتہ سال خام منافع 40.36 ملین روپے تھا۔ منافع قبل از ٹیکس 27.58 ملین روپے رہا جو گزشتہ سال 6.62 ملین روپے تھا۔ ان عوامل کے نتیجے میں خالص منافع بعد از ٹیکس 22.08 ملین روپے رہا جبکہ گزشتہ سال 0.05 ملین روپے خالص خسارہ رہا۔ فی حصص آمدن 2.28 روپے فی حصص رہیں جبکہ گزشتہ سال 2021 میں (0.01) روپے رہے۔

کاروباری جائزہ

آپ کی کمپنی نے کامیاب اور ہموار طریقے سے سال کے دوران COVID-19 کی دشواریوں کے خلاف مضبوط نکلنے کا مظاہرہ کیا اور منافع کی طرف واپس لوٹ گئی۔ یہ رجحان مالیاتی سال میں مسلسل جاری رہا جس کے نتیجے میں منافع توقع سے بڑھ کر رہا اور اس طرح سال 2021-22 ہماری کمپنی کے لئے ایک پیانڈ بن گیا۔ ہمارے نتائج سے شینزی، سامان، مارکیٹنگ، میٹرو، انسانی سرمایہ میں سرمایہ کاری سے منفعت اور مالیاتی شعبہ میں دستیاب درست آپشنز کے انتخاب کی عکاسی ہوتی ہے۔



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چیئرمین کی جائزہ رپورٹ

میں بورڈ آف ڈائریکٹرز کے چیئرمین کی حیثیت سے حصص یافتگان کو انٹرنیشنل ہفٹ ویئر لیجنڈ (کمپنی) کے سالانہ 30 جون 2022 پر سالانہ جائزہ پیش کرتے اعلیٰ دست کرتا ہوں۔

بورڈ کی مجموعی کارکردگی اور اشرافہ پریری کا جائزہ

تجرباتی سیاسی صورتحال کے نتیجے میں دنیا بھر کی معیشتوں کو ایشیائی صرف کی تیزیوں میں طویل عرصہ تک اضافہ کا سامنا کرنا پڑا جس سے افراط زر میں اضافہ ہوا اور عالمی کے ساتھ مقامی مارکیٹوں میں موٹوم رہی۔

کمپنی کو وسیع پیمانے پر کرنسی کی قدر میں کمی اور قرضوں اور فراہم کنندہ زری انتہائی بلند شرح کی وجہ سے مسلسل دشوار گزار روپاری ماحول کا سامنا رہا۔

بورڈ عملی صورتحال کی باریک بینی سے نگرانی کرتا ہے اور انتظامیہ کو ان چیلنجوں پر قابو پالنے میں رہنمائی فراہم کرتا ہے۔

بورڈ کے ممبران معیاری اور وسیع تجربے کے حامل ہیں۔ (بورڈ کی) کمپنیوں نے بورڈ کی لاڈی ذمہ داریوں بشمول تمام قانونی اور انضامی تقاضوں اور ضروری کرپوریشن کی اشرافہ پریری کو یقینی بنانے میں بہترین مدد فراہم کی۔ تجربہ کی بنیاد پر بورڈ اور اس کی کمیٹیوں کا مجموعی کردار عملی طور پر یقیناً

کلییدی فیصلہ سازی

اور اس کی مجموعی نمائندگی اور مقاصد کو بورڈ کے کلییدی نصب العین کے مطابق بنایا گیا جس سے سالانہ کاروباری منصوبہ وضع کیا جاتا ہے، اس کے ساتھ ساتھ آنے والے سالوں کے لئے انتظامیہ کی مالی منصوبہ بندی، پتی ہے جس میں دستیاب وسائل کے استعمال، سہولت اور بیرونی سہولیات میں توسیع کے ذریعے تمام افعال اور کاروباری شعبوں کا احاطہ کیا جاتا ہے تاکہ نتائج کی موثر مسلسل کو یقینی بنایا جاسکے جس کے نتیجے میں توقع ہے کہ بہتر نتائج حاصل ہوتے ہیں۔

جانشینی

بورڈ کمپنی کے مالیاتی گورنرانوں کے مابین اور درستی، رپورٹنگ اور شفافیت کی شفافیت، کمپنی کی اکاؤنٹنگ پالیسیوں، اداریاتی مقاصد کے منصوبے، جہت اور دیگر رپورٹوں کا جائزہ لیتا ہے۔ بورڈ کے اجلاس مناسب وقت سے متفقہ طور پر ہوتے ہیں اور ایجنڈے کے ساتھ دیگر کام کی دستاویزات وقت سے کافی پہلے بورڈ اور اس کی کمیٹیوں میں پیش کی جاتی ہیں۔

تشبیہات و تعارف

بعض مباحثہ اور مالیاتی گورنرانوں کی منظوری کے عمل کے دوران جامع تشبیہات و تعارف بورڈ کے روبرو پیش کیے جاتے ہیں جن میں کمپنی کے بنیادی کاروباری سے متعلق تمام متحرک شعبہ جات کا اختصاری، تاگزیر اور کلییدی تجربہ کیا جاتا ہے۔ تشبیہات کا کاسٹ میں دیگر کمیٹیوں کے گروپ سے موازنہ کیا جاتا ہے۔ اس طریقے سے کمپنی کے اہداف کے لئے تجربہ حاصل ہوتے ہیں اور اس کی سہمی گروپ کمپنی کی مالیاتی کارکردگی سے تجربہ کیا جاتا ہے۔ جامع اور تفصیلی بعض مباحثہ کی روشنی میں بورڈ مناسب سمجھتی اور نگرانی فراہم کرتا ہے۔

نیپال پر میں اپنے تمام ممبران اور دیگر متعلقین کے انتظامیہ اور کمپنی کے ساتھ مسلسل تعاون اور اعتماد پر ان کے لئے خاص تشکر و تحسین ریکارڈ پر لاؤں گا۔

دبیم شیخ
چیئرمین

کراچی:

مورخہ 30 ستمبر 2022



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(iii) سی ڈی سی میں اپنے شیئرز رکھنے والے کارپوریٹ حصص یافتگان کو تجویز کیا جاتا ہے کہ وہ اپنے متعلقہ پارٹنر شپ کے ساتھ اپنا قومی ٹیکس نمبر اپ ڈیٹ کریں جبکہ فیزیکل شکل میں حصص رکھنے والے کارپوریٹ حصص یافتگان اپنے این ٹی این سرٹیفکیٹ کی نقل شیئر رجسٹر اری میسرز سی ڈی سی شیئر رجسٹر اری اور ملینڈ کو ارسال کریں۔ این ٹی این یا این ٹی این سرٹیفکیٹ ارسال کرنے والے حصص یافتگان ایسا کرتے ہوئے کھتی کا نام اور اپنا متعلقہ فولیو نمبر درج کریں۔

الیکٹرانک ذرائع سے سالانہ رپورٹس کی ترسیل

ایس ای سی بی نے SRO.787(1)/2014 تاریخ 8 ستمبر 2014 کے ذریعے یہ آپشن فراہم کیا ہے کہ حصص یافتگان کو سالانہ اجلاس عام کے نوٹس کے ساتھ آڈٹ شدہ مالیاتی گوشوارے الیکٹرانک میل سسٹم (ای میل) کے ذریعے بھیجے جائیں۔ چنانچہ مستقبل میں سالانہ اجلاس عام کے نوٹس اور سالانہ رپورٹس الیکٹرانک ذرائع سے حاصل کرنے کے خواہشمند اراکین سے درخواست کی جاتی ہے وہ کھتی کی ویب سائٹ www.internationalknitwear.com پر دستیاب رضامندی فارم پر اپنے ای میل ایڈریسز کھتی کے شیئر رجسٹر اری کو ارسال کریں۔ تاہم کھتی اراکین کی درخواست پر انہیں مفت میں سالانہ رپورٹس کی نقول بھی فراہم کرے گی۔

آڈٹ شدہ مالیاتی گوشواروں کی کمپنی کی ویب سائٹ پر دستیابی

30 جون 2022 کو مکمل ہونے والے سال کیلئے کھتی کے آڈٹ شدہ مالیاتی گوشوارے کے علاوہ گزشتہ سال کے سالانہ اور سہ ماہی کے بھی مالیاتی گوشوارے بھی کھتی کی ویب سائٹ www.internationalknitwear.com پر دستیاب ہے۔



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اس امر سے انہیں مندرجہ ذیل بہولیات حاصل ہوں گی لیکن ان تک محدود نہیں
ہنڈ شیئرز کی محفوظ اور باہولت کٹنگ
ہنڈ شیئرز کی فروخت اور منتقلی جب بھی چاہیں
ہنڈ نقصان اور چوری ہونے کا کوئی خطر نہیں
ہنڈ ایک اعلیٰ شکل میں شیئرز کے ٹرانسفر پر ٹیپ ڈیوٹی کی ضرورت نہیں
ہنڈ بونس یا رائلٹی شیئرز بلا کاؤٹ کریڈٹ ہوں گے
اس لئے ہم کینی کے اراکین کو ایک بار پھر مشورہ دیتے ہیں کہ وہ اپنے بہترین مفاد میں اپنے فیئر ٹیکل شیئرز کو جتنا جلدی ہو بک اعلیٰ شکل میں تبدیل
کریں

الیکٹرانک ووٹنگ

اراکین الیکٹرانک ووٹنگ کے مطابق کا حق استعمال کر سکتے ہیں جبکہ ایکٹ 2017 کے سیکشن 143-145 کے تقاضوں اور کنویژ (پوسٹل بیلٹ)
ریگولیشنز 2018 کی قابل اطلاق شقوں کو پورا کرنے سے مشروط ہے۔

فائلر اور نان فائلر کیلئے انکم ٹیکس کی کٹوتی

(i) حکومت پاکستان نے ایکٹ 2001 کی دفعہ 150 کے تحت فائلر ایکٹ 2022 کے ذریعے منافع منقسمہ کی ادا کیگی پر ایکٹیکس
منہا کرنے کی شرح حسب ذیل کر دی ہے:

اسے (اے) ایکٹیکس دہندگان کی فعال فہرست (ATL) میں شامل افراد کیلئے 15% فیصد

(بی) ایکٹیکس دہندگان کی فعال فہرست (ATL) میں غیر رجسٹرڈ افراد کیلئے 30% فیصد

ایسے اراکین جن کے نام ایکٹیکس دہندگان کی فعال فہرست (ATL) میں شامل نہیں ہے یا جو اس کے وہ فائلر ہیں، انہیں مشورہ دیا جاتا ہے کہ منافع
منقسمہ پر ٹیکس کی بلڈ شرح کی کٹوتی سے بچنے کیلئے وہ اپنا نام (ATL) میں شامل کروائیں۔

(ii) کسی بھی سوال / مسئلہ / معلومات کیلئے سرما یا کالمرندہ ذیل فون نمبر ز اور ای میل ایڈریس پر شیئر رجسٹرار سے رابطہ کر سکتے ہیں
میسرز ڈی ای سی شیئر رجسٹرار سرورس لمیٹڈ

سی ڈی ای ہاؤس 99-B، بلاک بی، ایس ایس ایچ ایس

شاہراہ فیصل، کراچی

کسٹمر سپورٹ سروس نمبر +92-080023275

ای میل: info@cdcsrsl.com



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تذمی معلومات (ای میل، شناختی کارڈ، IBAN، اور زکوٰۃ کھوتی کا اعلامیہ)

اے کمپنی ایکٹ 2017 کے سیکشن 119 اور ریگولیشن 19 کمپنیز (جزل) اے۔ دفعات اور فارمز) ریگولیشنز 2018 کی تعمیل میں اراکین سے درخواست کی جاتی ہے کہ ہمارے ریکارڈ کو اپ ڈیٹ کرنے اور کسی بھی قانونی عدم عدولی سے بچنے کیلئے فوری طور پر اپنی لازمی معلومات صحیحاً کرشناختی کارڈ نمبر، تازہ پتہ، ای میل، رابطہ نمبر، واپس / ٹیلی فون اور انٹرنیشنل بینکنگ اکاؤنٹ نمبر (IBAN) مددشناختی کارڈ کی نقل فراہم کریں۔ بصورت دیگر کمپنیز (ڈسٹری بیوٹن آف ڈیوٹیڈ) ریگولیشنز 2017 کے سیکشن 6 کے تناظر میں تمام منافع منقسم روک لئے جائیں گے۔

جائے فیریکل شیئرز کیلئے ہمسری ڈی ای سی شیئرز جنرل سروسز اور سول لمیٹڈ

جائے سی ڈی ای سی میں شیئرز کیلئے ہمسری ڈی ای سی شیئرز جنرل سروسز یا متعلقہ پارٹنرشپ

بی) اراکین سے درخواست کی جاتی ہے کہ وہ زکوٰۃ کی عدم کٹوتی اور پتہ میں تبدیلی، اگر کوئی ہے، کیلئے زکوٰۃ و معشر آرڈیننس 1980 کے تحت اعلامیہ (CZ-50) جمع کرائیں۔

غیر دموی شدہ منافع اور ہونسی شیئرز

اپنے حصص یافتگان جو کسی بھی وجہ سے اپنا منافع منقسم اور / یا ہونسی شیئرز نگہبند نہیں کر سکے، ان سے درخواست کی جاتی ہے کہ وہ اپنے غیر دموی شدہ منافع منقسم اور / یا ہونسی شیئرز، اگر کوئی ہے، بحکم کرنے کیلئے ہمارے شیئرز جنرل سروسز ڈی ای سی شیئرز جنرل سروسز اور سول لمیٹڈ سے رجوع کریں۔

ایکٹر انک طور پر نقد منافع مستقیمہ کی ادائیگی

کمپنی ایکٹ 2017 کے سیکشن 242 کے تحت یہ لازمی ہے کہ سرکاری لینڈ کمپنی کی صورت میں نقد میں ادا ہونے والے منافع کو صرف ایکٹر انک طریقہ کار سے براہ راست متعلقہ شخص یا قلم کے متعین کردہ بینک اکاؤنٹ میں منتقل کیا جائے گا۔

اس لئے تمام حصص یافتگان سے پڑ رہے نوٹس براہ راست ہے کہ وہ متعلقہ پارٹنرشپ کے ذریعے سینٹرل ڈیپازٹری سسٹم میں اپنا بینک اکاؤنٹ نمبر (IBAN) اور تفصیلات کو اپ ڈیٹ کریں۔ فیریکل شیئرز کی صورت میں اراکین سے درخواست ہے کہ وہ ہمارے شیئرز جنرل سروسز ڈی ای سی شیئرز جنرل سروسز اور سول لمیٹڈ کو اپنے بینک اکاؤنٹ کی تفصیلات فراہم کریں۔ کسی بھی پریشانی سے بچنے کیلئے جتنا جلدی ہو اپنی تفصیلات کو اپ ڈیٹ کریں۔ ای ڈیوٹیڈ لمیٹڈ سے فارم کٹتے کی ویب سائٹ پر دستیاب ہے۔

فیزیکل شیئرز کی بک انٹری شکل میں مستقلی

کمپنی ایکٹ 2017ء کی دفعہ 72 کے تحت ہر موجودہ لیکچر کٹتے کو اپنے فیزیکل شیئرز دفتر و صورت اور کمیشن کی مقررہ تاریخ (یعنی 30 مئی 2017ء) سے چار ماہ کی مدت میں بک انٹری میں رکھنا ہوں گے۔

سکورٹیز اینڈ ایکس چینج کمیشن آف پاکستان مورچہ 26 مارچ 2021ء کو جاری کردہ سرکاری ایس ڈی / ای ڈی / حتمی 440-639-2016 کے ذریعے لیکچر کٹتوں کو تجویز کیا ہے کہ وہ اپنے حصص یافتگان کو اپنے شیئرز کو بک انٹری شکل میں تبدیل کرنے کیلئے قائل کریں جو ابھی تک فیزیکل شکل میں شیئرز رکھتے ہیں۔

چنانچہ ہم انٹرنیشنل انٹرنیشنل انٹرنیشنل کے ایسے تمام اراکین سے درخواست کرتے ہیں کہ وہ جتنا جلدی ہو سکے اپنے شیئرز کو بک انٹری شکل میں تبدیل کریں۔ انہیں معذور دیا جاتا ہے کہ وہ سینٹرل ڈیپازٹری کٹتے آف پاکستان لمیٹڈ یا پاکستان سٹاک ایکس چینج کے کسی بھی فعال / سٹاک بروکر سے رابطہ کر کے فیریکل شیئرز کی بک انٹری شکل میں تبدیلی میں سہولت کیلئے سی ڈی ای میں اکاؤنٹ کھولیں۔



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رابطے کیلئے ذرائع

ذکورہ معلومات مندرجہ ذیل ذرائع کے ذریعے فراہم کی جاسکتی ہیں۔

الف) موبائل نمبر: 0300-8227586

ب) ای میل: javed@internationalknitwear.com

مندرجہ بالا معلومات کی 25 اکتوبر 2022 کو سہ پہر تین بجے سے قبل موصولی پر کیپٹی اجلاس میں شرکت کے خواہش مند مقررین یا ڈنگان کے ساتھ ویڈیو لنک کی تہنیتات اور لاگ ان کی سہولت (زوم اپیلیٹیشن) شیئر کرے گی۔

شیئر ٹرانسفر ایکس بند رہیں گی

سالانہ اجلاس عام میں شرکت کا حق اور اعلان شدہ منافع منقسم وصول کرنے کیلئے اراکین کا رجسٹر اور کیپٹی کی حصص سب 21 اکتوبر 2022 27:30 اکتوبر 2022 (دو دنوں دن شامل) بند رہیں گی

اجلاس میں شرکت اور پراکسی کا نکتہ

اے) اجلاس ہذا میں شرکت بولنے اور رائے دی کا اہل میرا بنی جانب سے شرکت اور رائے دی کیلئے دوسرے ممبر کو اپنا پراکسی مقرر کر سکتا ہے۔
بی) پراکسی فارم اور مختار نامہ یا دیگر اہماری جس کے تحت دستخط کئے گئے یا مختار نامہ کی فوٹری سے تصدیق شدہ نقش اجلاس ہذا کے انعقاد سے کم از کم (48) گھنٹے قبل کیپٹی کے رجسٹر آفس واقع میں مل جانا چاہیے۔ پراکسی فارم ایف ہے۔
سی) سی ڈی سی اے کا ڈیف ہولڈرز سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی طرف سے جاری کردہ سرکلر نمبر 1، تاریخ 26 جنوری 2000 میں بیان کردہ مندرجہ ذیل ہدایات کی تعمیل کریں گے۔

(i) اے جی ایم میں شرکت کیلئے

اے) انفرادی صورت میں کھاندہ دار یا ذیلی کھاندہ دار جن کی سیکورٹیز اور رجسٹریشن کی تفصیلات رجسٹریشن کے مطابق اپ اوڈ ڈی ہیں، کو اپنی شناخت ثابت کرنے کیلئے اجلاس میں شرکت کے وقت اپنا توثیق شناختی کارڈ دکھانا ہوگا۔
بی) کارپوریٹ ادارہ کی صورت میں بورڈ آف ڈائریکٹرز کی قرارداد اور مختار نامہ بعد مضمون دستخط نامزدکن اجلاس کے وقت (اگر پمپلے پیش نہیں کی گئیں) پیش کیے جائیں گے۔

(ii) پراکسی کی تقرری کیلئے

اے) انفرادی صورت میں کھاندہ دار یا ذیلی کھاندہ دار یا وہ شخص جس کی گروپ کھاندہ میں سیکورٹیز جمع ہوں اور اس کی رجسٹریشن کی تفصیلات شرائط کے مطابق اپ اوڈ ڈی کی ہوں، پراکسی کی نامزدگی کا فارم اور بیان کردہ لوازمات کے مطابق جمع کرانے گا۔
بی) جینیٹیشن اور مقرر کردہ پراکسی کے توثیق شناختی کارڈ کی تصدیق شدہ نقول پراکسی فارم کے ہمراہ جمع کرائی جائیں گی۔ پراکسی کو اجلاس کے وقت اپنا اصل شناختی کارڈ پیش کرنا ہوگا



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منطوق کیا جاتا ہے کہ انٹرنیشنل ونڈ ویئر لمیٹڈ کا تیسواں (32) سالانہ اجلاس عام جمعرات 27 اکتوبر 2022ء کو سپر 3 بجے ایف/اے/2A- سائٹ، کراچی میں اور ویڈیو لنک کے ذریعے مندرجہ ذیل امور کی نشاندہی کیلئے منعقد کیا جائیگا:

عمومی امور

1. 30 جون 2022ء تک مکمل ہونے والے سال کیلئے پورڈ آف؛ انٹرنیشنل ونڈ ویئر لمیٹڈ اور ڈیڑی رپورٹ کی دوسری غور و خوض اور منظوری۔
2. 30 جون 2022ء تک مکمل ہونے والے سال کیلئے پورڈ آف؛ انٹرنیشنل ونڈ ویئر لمیٹڈ کے سٹارٹس کروڈ 0.75 روپے فی فنڈ منافع مقرر یعنی 7.5 فیصد کے حساب سے اعلان اور منظوری۔
3. 30 جون 2023ء تک مکمل ہونے والے سال کیلئے پورڈ آف؛ انٹرنیشنل ونڈ ویئر لمیٹڈ اور ان کے سٹارٹس کروڈ کا تیسواں سالانہ اجلاس عام جمعرات 27 اکتوبر 2022ء کو سپر 3 بجے ایف/اے/2A- سائٹ، کراچی میں اور ویڈیو لنک کے ذریعے منعقد کیا جائیگا۔
4. چیئرمین کی اجازت سے دیگر امور کی انجام دہی۔

بھکر پورڈ

جاوید خان

کمپنی سیکریٹری

کراچی

105 اکتوبر 2022ء

نوٹس:

ویڈیو کانفرنس سہولت کے ذریعے ایے جی ایم میں شرکت

یکویٹریز اینڈ ایکس چینج کمیشن آف پاکستان (ایس ای سی پی) نے سیکرٹری نمبر 4، 2021ء تا تاریخ 15 فروری 2021ء اور سیکرٹری نمبر 6، 2021ء تا تاریخ 3 مارچ 2021ء کے ذریعے کمپنیوں کو حصص یافتگان اور عوام کی خبر و عاقبت کیلئے سالانہ اجلاس عام کی معمول کے مطابق منصوبہ بندی میں تبدیلی کرنے کی اجازت کی ہے۔

چنانچہ کمپنی کو کم از کم ساتھیوں کی تشکیل کو یقینی بنانے کیلئے حصص یافتگان کو سالانہ اجلاس عام میں ویڈیو لنک کے ذریعے شرکت کی سہولت فراہم کرے گی۔ سالانہ اجلاس عام میں بڑے ریویو ویڈیو کانفرنس شرکت کے حتمی حصص یافتگان سے درخواست ہے کہ جلد از جلد اور سالانہ اجلاس عام ہذا کے انعقاد سے کم از کم چوبیس گھنٹے قبل یعنی 25 اکتوبر 2022ء کو تین بجے دن سے قبل حسب ذیل معلومات کمپنی سیکریٹری کے پاس پیش کرانیں۔

حصص یافتگان نام	نشانی کارڈ نمبر	فونو نمبر / سی ڈی سی اکاؤنٹ نمبر	موبائل نمبر	ای میل ایڈریس

* حصص یافتگان سے درخواست کی جاتی ہے کہ بروقت رابطے کو یقینی بنانے کیلئے اپنا فعال موبائل نمبر اور ای میل ایڈریس فراہم کریں

Consent Required

For Annual Reports through e-mail

Dear Shareholder(s)

The securities & Exchange Commission of Pakistan (SECP) through its Notification (SRO 787(I) 2014) dated 8 September 2014 has allowed the circulation of Company's annual balance sheet and profit and loss account, auditor's report and directors' report etc. (Audited Annual Financial Statements) to shareholders along with notice of Annual General Meeting (AGM) through e-mail.

Therefore, if you wish to receive company's (Audited Annual Financial Statements) along with notice of (AGM) via - email, you are requested to provide this letter duly filled and signed to us or our Share Registrar at their below address:

E – MAIL ADDRESS: _____

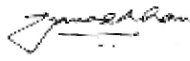
CNIC NUMBER: _____

FOLIO / CDS ACCOUNT # _____

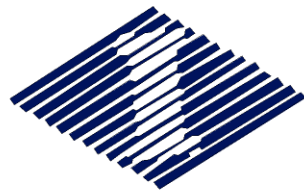
SIGNATURE OF SHAREHOLDER

M/s CDC Share Registrar Services Limited
Share Registrar Department
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Shahra-e-Faisal, Karachi-74400.
Telephone (Toll Free) 0800-23275 / Fax: (92-21) 34326053
Email: info@cdcsrsl.com/website: www.cdcsrsl.com

Yours sincerely
For International Knitwear Limited



JAVED KHAN
Director / CFO



International Knitwear Limited

E-DIVIDEND MANDATE FORM

To:

Subject: Bank account detail for payment of Dividend through electronic mode.

Dear Sir,

I, Mr./Mrs./Ms _____

S/O./D/O./W/O _____

hereby authorize International Knitwear Limited to directly credit cash dividend declared by it, if any, in the below mentioned bank account.

(i) Shareholder's Detail	
Name of the Shareholder	
Folio No./CDC Participants ID A/C No.	
CNIC No. **	
Passport No. (in case of foreign Shareholder)***	
Land Line Phone Number	
Cell Number	

(ii) Shareholder's Bank Detail	
Title of Bank Account	
Bank Account Number	
Bank 's Name	
Branch Name and Address	

It is stated that the above-mentioned information is correct and that I will intimate the changes in the above mentioned information to the Company and the concerned Share Registrar as soon as these occur.

Signature of the Shareholder

Notes:

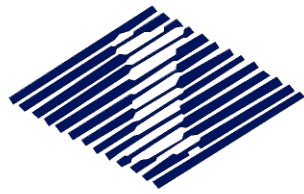
The Shareholders having physical shares have to address the Company Secretary IKL on the address given below:

The Company Secretary
International Knitwear Limited
F2-46, S.I.T.E
Karachi.

and Shareholders having their accounts with CDC Share Registrar Services Limited have to communicate mandate information to relevant Member Stock Exchange.

***Please attach attested photocopy of the CNIC.

***Please attach attested photocopy of the Passport.



International Knitwear Limited



International Knitwear Limited

FORM OF PROXY 32nd ANNUAL GENERAL MEETING

I/We _____ son/daughter/wife/husband of _____, Shareholder of International Knitwear Limited, holding _____ ordinary shares hereby appoint _____ who is my _____ [state relationship (if any) with the proxy; required by Government regulations] and the son / daughter / wife / husband of _____, (holding _____ ordinary shares in the Company under Folio No. _____) [required by Government] as my / our proxy, to attend and vote for me / us and on my / our behalf at the Annual General Meeting of the Company to be held on October 27th, 2022 and / or any adjournment thereof.

Signed this _____ day of _____ 2022.

Folio No.	CDC Participant ID No.	CDC Account/ Sub-Account No.	No. of Shares held	Signature over Revenue Stamp

Witness 1

Signature _____

Name _____

CNIC No. _____

Address _____

Witness 2

Signature _____

Name _____

CNIC No. _____

Address _____

- Notes:
1. The proxy must be a member of the Company.
 2. The signature must tally with the specimen signature/s registered with the company.
 3. If a proxy is granted by a member who has deposited his/her shares in CDC Share Registrar Services Limited, the proxy must be accompanied with participant's ID number and CDC account/sub-account number along with attested photocopies of Computerized National Identity Card (CNIC) or the Passport of the beneficial owner. Representatives of corporate members should bring the usual documents required for such purpose.
 4. The instrument of Proxy properly completed should be deposited at the Registered Office of the Company not less than 48 hours before the time of the meeting.



International Knitwear Limited



International Knitwear Limited

پراکسی فارم 32 واں سالانہ اجلاس عام

میں، نام..... ساکن.....

بھینٹ رکن/ارکان خف ویز لیٹف..... حصص کے حامل ہیں، بذریعہ بذراہتمام اجلاس.....

ساکن..... (پراکسی کے ساتھ کوئی رشتہ داری ہے تو ظاہر کریں کیونکہ یہ حکمتی شواہد کے تحت لازمی ہے) جو کہ بذریعہ رجسٹرڈ ذیلی/CDC نمبر..... (حکومت کے شواہد کے مطابق ذیلی نمبر کچھ لازمی ہے) تکمیل کے رکن بھی ہیں، انہیں مکمل کے سالانہ اجلاس عام مورخہ 27 اکتوبر 2022 میں میری/ہماری جانب سے بھینٹ بخندار (پراکسی) حاضر ہونے، بولنے اور ووٹ دینے کا اختیار ہوگا اور اجلاس ملتوی ہونے کی صورت میں بھی میرے/ہماری طرف سے بخندار (پراکسی) ہو سکتے۔

مورخہ..... 2022 کو رویداد گواہان میں نام نے دستخط کیے۔

ذیلی نمبر	سی ڈی سی شراکت دار آئی ڈی نمبر	سی ڈی سی اکاؤنٹ/ذیلی اکاؤنٹ نمبر	حصص کی تعداد

.....

دستخط

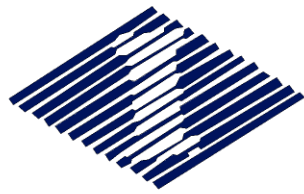
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دستخط

گواہ نمبر 1.....	گواہ نمبر 2.....
.....
.....
.....
.....
.....
.....

گزارشات

- پراکسی کے لئے کوئی کارآمد لازمی ہے۔
- دستخط کا کوئی کسر یا کارآمد موجود نہ ہو تو دستخطوں سے معاف ہو گا لازمی ہے۔
- اگر کوئی پراکسی شراکت دار ہے جس کے حصص CDC خیر رجسٹر اور سرٹیفیکٹ میں منع ہیں تو پھر پراکسی شراکت دار کا آئی ڈی نمبر اور سی ڈی سی اکاؤنٹ/ذیلی اکاؤنٹ نمبر کے ساتھ اقامتی مالک کی کپیڈ رازد کوئی شناختی کارڈ یا پبلشڈ ریکارڈ کی مدد سے متوال اپنے ہمراہ لائے گا۔ کارپوریشن کے سرکاری امور میں ضروری ہونی وجہاً پراکسی اس مقدمہ کے لئے لازمی ہیں۔
- کامل پراکسی ہونا پراکسی فارم مکمل کے رجسٹر آف آفس میں اجلاس سے 48 گھنٹے قبل تک کر دیا جائے۔



International Knitwear Limited



International Knitwear Limited
F-2A/L, S.I.T.E., Karachi-75730 Pakistan
Phones: 32571463, 32574302-04
Fax: (021) 32564414
Web : www.internationalknitwear.com