

TQ/2020

February 26, 2020

The General Manager,
Pakistan Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road,
Karachi.

Subject : FINANCIAL RESULTS FOR THE HALF YEAR ENDED 31-12-2019

Dear Sir,

We have to inform you that the Board of Directors of our company in their Meeting held at 11:00 a.m. on Wednesday the 26th February, 2020, at Lahore approved the following:

The financial results of the Company are as follows:

**RELIANCE COTTON SPINNING MILLS LIMITED
FINANCIAL RESULTS (STANDALONE)
FOR THE HALF YEAR ENDED**

	Three months ended		Six months ended	
	December 31 2019	December 31 2018	December 31 2019	December 31 2018
	----- Rupees -----			
Sales - net	1,712,660,409	1,319,493,624	3,140,181,062	2,565,118,605
Cost of sales	<u>(1,484,466,213)</u>	<u>(1,121,669,177)</u>	<u>(2,653,375,304)</u>	<u>(2,153,413,322)</u>
Gross profit	228,194,196	197,824,447	486,805,758	411,705,283
Distribution cost	(28,666,613)	(27,772,815)	(53,711,451)	(45,814,241)
Administrative expenses	(27,923,225)	(20,150,890)	(46,837,837)	(33,969,939)
Other income	17,840,608	9,761,508	18,969,363	12,142,262
Other operating expenses	<u>(3,726,932)</u>	<u>(15,863,150)</u>	<u>(9,833,114)</u>	<u>(23,798,901)</u>
	<u>(42,476,162)</u>	<u>(54,025,347)</u>	<u>(91,413,039)</u>	<u>(91,440,819)</u>
Operating profit before finance cost	185,718,034	143,799,100	395,392,719	320,264,464
Finance cost	<u>(97,822,758)</u>	<u>(57,876,196)</u>	<u>(181,812,494)</u>	<u>(88,952,950)</u>
Profit before taxation	87,895,276	85,922,904	213,580,225	231,311,514
Provision for taxation	<u>(26,022,494)</u>	<u>10,275,112</u>	<u>(31,591,069)</u>	<u>(412,594)</u>
Profit for the period	<u>61,872,782</u>	<u>96,198,016</u>	<u>181,989,156</u>	<u>230,898,920</u>
Earnings per share – basic and diluted	<u>6.01</u>	<u>9.35</u>	<u>17.68</u>	<u>22.43</u>

**RELIANCE COTTON SPINNING MILLS LIMITED
FINANCIAL RESULTS (CONSOLIDATED)
FOR THE HALF YEAR ENDED**

	Three months ended		Six months ended	
	December 31 2019	December 31 2018	December 31 2019	December 31 2018
	----- Rupees -----			
Sales - net	1,712,660,409	1,319,493,624	3,140,181,062	2,565,118,605
Cost of sales	(1,484,466,212)	(1,121,669,177)	(2,653,375,303)	(2,153,413,322)
Gross profit	228,194,197	197,824,447	486,805,759	411,705,283
Distribution cost	(28,666,613)	(27,772,815)	(53,711,451)	(45,814,241)
Administrative expenses	(27,933,799)	(20,160,210)	(46,858,411)	(33,986,759)
Other income	12,948,539	3,258,185	14,077,294	4,133,052
Other operating expenses	(3,726,932)	(15,863,150)	(9,833,114)	(23,798,901)
	<u>(47,378,805)</u>	<u>(60,537,990)</u>	<u>(96,325,682)</u>	<u>(99,466,849)</u>
Operating profit before finance cost	180,815,392	137,286,457	390,480,077	312,238,434
Finance cost	(97,822,793)	(57,876,196)	(181,812,529)	(88,952,950)
Share of profit of associates	30,900,795	34,063,586	78,496,758	56,059,723
Profit before taxation	113,893,394	113,473,847	287,164,306	279,345,207
Provision for taxation	(31,828,460)	11,948,607	(42,042,085)	(688,495)
Profit for the period	<u>82,064,934</u>	<u>125,422,454</u>	<u>245,122,221</u>	<u>278,656,712</u>
Earnings per share – basic and diluted	<u>7.97</u>	<u>12.19</u>	<u>23.82</u>	<u>27.08</u>

The Half Yearly Report of the Company for the period ended December 31, 2019 will be transmitted through PUCARS within the specified time.

Yours faithfully,
for RELIANCE COTTON SPINNING MILLS LIMITED

Company Secretary.