



# Janana De Malucho Textile Mills Limited

## Corporate Briefing Session

Dated: June 02, 2025



# Disclaimer

- This presentation is prepared by Janana De Malucho Textile Mills Ltd. (the Company) solely for information purposes.
- During the course of this presentation, we may make forward-looking statements regarding future events or the future performance of the Company. By their very nature, forward-looking statements involve inherent risks and uncertainties, both general and specific; hence, risks exist that the predictions, forecasts, projections, and other forward-looking statements may not be achieved.
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- When relying on forward looking statements you should carefully consider the political, economic, social and legal environment in which the Company operates.



# Flow of the Presentation

- Brief Introduction of the Company
- Summary of the Historical Data
- Financial Results for the year 2023-2024
- Future Outlook
- Questions / Answers



# Introduction of the Company

Janana De Malucho Textile Mills Ltd. (**the Company**) was incorporated as a Public Company in the year 1960 under the guidance & leadership of the founder Chairman (Late) Lt. Gen. M. Habibullah Khan Khattak. The shares of the Company are quoted on the Pakistan Stock Exchange Ltd.

- Registered Office & Factories are situated at Habibabad, Kohat (KPK).
- The Company is principally engaged in the manufacture and sale of yarn.

# SUMMARY OF HISTORICAL DATA

Particulars		Year-2019	Year-2020	Year-2021	Year-2022	Year-2023	Year-2024
Net Sales	Rs. in Million	3,379.664	2,754.564	5,610.298	7,155.722	6,016.527	5,884.712
Gross Profit / (loss)	Rs. in Million	264.771	259.259	775.052	598.779	346.898	(24.571)
Profit / (loss) from operations	Rs. in Million	138.124	163.708	594.674	402.765	241.847	(190.092)
Profit / (Loss) before taxation	Rs. in Million	41.272	(60.203)	434.368	189.742	(102.686)	(536.751)
Profit / (loss) for the year after taxes	Rs. in Million	6.296	(101.510)	273.104	169.836	(80.276)	(467.584)
Earning / (loss) per share	Rupees	1.32	(21.22)	57.08	30.85	(11.61)	(67.61)
GP Margin	% age	7.83%	9.41%	13.81%	8.37%	5.76%	-0.42%
NP Margin	% age	0.19%	-3.69%	4.87%	2.37%	-1.34%	-7.95%
Current ratio	Times	1.03	1.09	1.16	0.94	0.85	0.68
Gearing Ratio	% age	19.66%	24.72%	16.71%	20.00%	21.66%	17.95%
Equity	Rs. in Million	3,217.359	3,258.082	3,510.115	6,621.669	6,568.129	6,036.034
Break up Value Per	Rupees	672.41	680.92	733.60	957.47	949.72	872.79



# Financial Results of the Company for the year ended 30-06-2024

Particulars	2024	2023
	Rupees in million	
<b>Sales-net</b>	<b>5,884.712</b>	<b>6,016.527</b>
<b>Cost of sales</b>	<b>(5,909.283)</b>	<b>(5,669.629)</b>
<b>Gross (loss) / profit</b>	<b>(24.571)</b>	<b>346.898</b>
<b>(Loss) / profit from operations</b>	<b>(190.092)</b>	<b>241.847</b>
<b>Finance cost</b>	<b>357.751</b>	<b>324.940</b>
<b>Share of (loss)/profit, impairment reversal/(loss) on investments in an Associated Company</b>	<b>11.092</b>	<b>(19.593)</b>
<b>Loss before revenue taxes and income taxes</b>	<b>(536.751)</b>	<b>(102.686)</b>
<b>Loss for the year</b>	<b>(467.584)</b>	<b>(80.276)</b>
	----- Rupees -----	
<b>(Loss) / earnings per share</b>	<b>(67.61)</b>	<b>(11.61)</b>



# Highlights of the Financial Results of the for the year 2023-2024

- The net turnover of the Company has decreased by Rs.131.815 million compared to the previous year. The main reason for the decrease is the availability of imported, cheaper yarn of Chinese and Vietnamese origin.
- The Company has incurred a gross loss of Rs.24.571 million.
- The loss before taxes is Rs.536.751 million, and the loss for the year is Rs.467.584 million.
- In addition to the impact of imported cheaper yarn, another significant factor contributing to the loss is the substantial increase in power and fuel costs. The power cost rose significantly to Rs. 1,155.904 million this year compared to Rs. 720.586 million that was incurred in the previous year.
- During the reporting period, the Government implemented multiple gas price hikes. notably:-
  - 118% increase from Rs. 1,100 to Rs. 2,400 per MMBtu, effective November 2023
  - a subsequent 15% increase from Rs. 2,400 to Rs. 2,750 per MMBtu, effective February 2024.

This cumulative 150% increase in gas prices has placed unprecedented pressure on the operating margins, far exceeding its capacity to absorb such a significant and massive cost escalation.

# Future Outlook

- The Board of Directors of the Company has decided to temporarily suspend production activities due to the unfavorable economic conditions so as to minimize the operational losses arising from these prevailing conditions. Factors such as an increase in power cost, the lack of affordable quality yarn, a decrease in sales, and the accumulation of finished goods stock resulting from a slowdown in yarn markets have made it unsustainable for the Company to continue its production operation.
- The management will continue to monitor the situation and is committed to resuming the production activities as soon as conditions improve.
- The management is developing strategies that may mitigate the current condition which includes;
  - Consideration of different energy mixes
  - Rationalizing non discretionary costs
  - Producing a variety of yarn counts that are in high demand.



# Questions / Answers



**Thank You**