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Image Pakistan Limited

**HALF YEARLY REPORT (Un-audited)
DECEMBER 31, 2021**



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Company Information

Board of Directors:	Mr. S. Hussam Subzwari Mr. Asad Ahmad Ms. Farnaz Ahmad Ms. Uzma Ahmad Ms. Marium Ahmad Mr. Jawed Ahmed Siddiqui Mr. M. Zameer	Non-Executive Chairman/Independent Director Chief Executive Non-Executive Director Executive Director Executive Director Executive Director Non-Executive Director
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Auditors: M/s. Feroze Sharif Tariq & Co.
Chartered Accountants

Bankers: Al Baraka Bank (Pakistan) Ltd.
Bank Alfalah Ltd.
Bank AL Habib Ltd.
Habib Bank Ltd.

Audit Committee:	Mr. S. Hussam Subzwari Mr. Jawed Ahmed Siddiqui Ms. Marium Ahmad	Chairman Member Member
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Human Resource Committee:	Mr. S. Hussam Subzwari Ms. Uzma Ahmad Mr. M. Zameer	Chairman Member Member
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Legal Counsel: Mr. M. Haseeb Jamali
LLM

Liaison Office: A/33, Central Commercial Area, Block 7/8,
Main Shahrah-e-Faisal, Karachi-75350

Registered Office: F/538, S.I.T.E.,
Karachi-75700

Shares Registrar / Transfer Agent: M/s. Hameed Majeed Associates (Pvt) Ltd.
4th Floor, Karachi Chambers,
Hasrat Mohani Road, Karachi.

Plant: F/538, S.I.T.E.,
Karachi-75700

**UNCONSOLIDATED
CONDENSED INTERIM
FINANCIAL STATEMENTS**

For the Half Year Ended 31st December, 2021 (Un-audited)

Directors' Report

For the half year ended December 31, 2021

The un-audited accounts of Image Pakistan Ltd., for the half year ended December 31, 2021 are presented herewith.

Alhamdulillah, the revenue growth continued and an increase of 69% was recorded during the half year under review over the same period last year. The multihead embroidery machines are in commercial production from 1st January, 2022 and have significantly contributed towards efficient production both in terms of quality and quantity. The arrival of vessel of Schiffli Embroidery Machine was delayed and has finally reached Karachi on 24th February, 2022 and is now under clearance. It is expected that the machine should reach the plant during the 2nd week of March, 2022.

We are pleased to report that three new outlets have been opened at the following locations:

- i. Bank Road, Saddar, Rawalpindi Cantt
- ii. KPK Mall, University Road, Peshawar
- iii. Nishat Emporium Mall, Lahore

We are in the processing of finalizing opening of one more outlet in Islamabad and one in Multan. The start of spring-summer season from mid-March 2022 is round the corner and we are fully geared to meet the growing demand in view of improved brand positioning and very effective marketing campaigns. As reported in the Annual Accounts that Image Tech Ltd., was incorporated on July 12, 2021 is now working in full swing and has achieved a turnover of Rs. 173.578 million during the period under review. Similarly, we have been able to incorporate Image International Ltd., in the UK on 17th November, 2021 and Tri-Star Image (USA) Inc., on 4th January, 2022 the approval of which was given by the shareholders of the Company in Annual General Meeting held on 28th October, 2021.

We are delighted to report that your Company has very recently received the Prime Minister's Excellence Award for its outstanding performance in e-Commerce including the first shop on Amazon with Pakistan ID.

On behalf of the Board

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Place: Karachi.

Dated: February 24, 2022

REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS
INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF IMAGE PAKISTAN LIMITED FORMERLY TRI-STAR POLYESTER LIMITED

Introduction

We have reviewed the accompanying unconsolidated condensed interim Statement of financial Position of Image Pakistan Limited Formerly Tri-Star Polyester Limited (“the company”) as at December 31, 2021 and the related unconsolidated condensed interim statement of profit or loss, unconsolidated Condensed interim statement of comprehensive income, unconsolidated condensed interim Statement of cash flow, unconsolidated condensed interim statement of changes in equity and the notes to the unconsolidated condensed interim financial statement for the six months period then ended (hereinafter referred to as the “interim financial statements”). Management is responsible for the preparation and presentation of these interim financial statements in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review. The figures of the unconsolidated condensed interim statement of profit or loss, unconsolidated statement of comprehensive income and the notes forming part thereof for the quarters ended 31 December 2021 and 2020 have not been reviewed, as we are required to review only the cumulative figures for the half year ended 31 December 2021.

Scope of Review

We conducted our review in accordance with the International Standard on review engagements 2410, “Review of interim financial Information performed by the independent Auditor of the Entity”. A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis of qualified Opinion

- a) We have not been able to verify the investment made in units of National Investment Trust (NIT) amounting to Rs. 169,296,800 (June 30, 2021: 184,566,900) as disclosed in financial statements. Further, no provision has been made in the accounts for the NIT investments the recovery and realization of which are doubtful. Had the provision for doubtful investment been made in the accounts, the profit of the Company would have been reduced by Rs. 169,296,800 (June 30, 2021: 184,566,900) and the Shareholder’s Equity would have been decreased by the same amount.

Qualified Conclusion

Based on our review, except for the matter discussed in the preceding paragraph (a) and its effects, nothing has come to our attention that causes us to believe that these accompanying interim financial statements as of and for the six months period ended December 31, 2021 are not prepared, in all material respects, in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial Reporting.

The engagement partner on the review resulting in this independent auditor’s review report is Mohammad Tariq.

sd/-
FEROZE SHARIF TARIQ & CO.
Chartered Accountants
Place: Karachi
Dated: February 24, 2022
UDIN No.: RR202110129tEwxaepfo

**UNCONSOLIDATED CONDENSED INTERIM
STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2021**

		(Un-audited)	(Audited)
		Dec 31, 2021	June 30, 2021
		(Rupees)	
<u>EQUITY AND LIABILITIES</u>			
<u>CAPITAL & RESERVES</u>			
<u>Authorized Capital</u>			
100,000,000 (2020: 100,000,000) Ordinary Shares of Rs. 10/- each	5.1	1,000,000,000	1,000,000,000
Issued, Subscribed and Paid-up Capital	5.2	995,386,020	568,792,010
Capital Reserve - (a Share Premium account)		252,683,670	39,386,665
Surplus on revaluation Property, Plant and Equipment		350,903,470	356,301,574
Unrealised Gain due to change in fair value of investment through other comprehensive income	9.1	134,786,125	150,056,225
Revenue Reserve			
Accumulated Profit		85,242,363	104,485,282
Shareholders' Equity		1,819,001,648	1,219,021,756
<u>NON-CURRENT LIABILITIES</u>			
Long term Loan from Associates and related parties		98,770,000	175,070,000
Diminishing Musharika finance facilities	6	-	38,750,000
Diminishing Musharika - vehicle financing		7,888,648	-
Deferred Taxation		78,837,623	77,513,746
Provision for Gratuity		5,996,623	5,051,581
<u>CURRENT LIABILITIES</u>			
Trade and Other Payables		285,094,255	409,236,976
Accrued Interest on loan from associates		6,543,089	28,475,272
Accrued Interest to Financial Institutions		17,876	999,523
Current maturity of non current liabilities	6	32,625,000	73,000,000
Current maturity of liabilities - vehicle financing		2,105,472	-
Unclaimed Dividend		45,382,781	12,061,067
Provision for Taxation		39,209,227	31,579,313
		410,977,700	555,352,151
Contingencies and Commitments	7	-	-
		<u>2,421,472,242</u>	<u>2,070,759,234</u>
<u>ASSETS</u>			
<u>NON-CURRENT ASSETS</u>			
<u>Tangible Fixed Assets</u>			
Property, Plant and Equipments	8	736,732,031	666,088,528
Long Term Deposits		9,470,170	6,906,405
Long Term Investments	9	180,281,800	184,566,900
<u>CURRENT ASSETS</u>			
Stores, Spares and Loose Tools		3,678,266	3,037,148
Stock-in-Trade		1,026,378,927	834,709,097
Trade Debtors - unsecured		308,005,036	360,321,198
Trade Deposits and Prepayments - considered good		56,750,453	454,126
Income Tax Refunds and Advances		5,051,782	3,188,910
Cash and Bank Balances		95,123,777	11,486,922
		1,494,988,241	1,213,197,401
		<u>2,421,472,242</u>	<u>2,070,759,234</u>

The annexed notes form an integral part of these unconsolidated condensed interim Financial Statements.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2021**

	Jul-2021 to Dec-2021 Rupees	Jul-2020 to Dec-2020 Rupees	Oct-2021 to Dec-2021 Rupees	Oct-2020 to Dec-2020 Rupees
Sales - Net	508,660,940	403,173,516	269,617,072	240,821,905
Cost of Sales	(271,869,029)	(241,526,255)	(140,075,985)	(138,151,759)
Gross Profit	236,791,911	161,647,261	129,541,087	102,670,146
Operating Expenses				
Distribution and Selling Cost	(115,689,971)	(74,232,592)	(79,905,668)	(53,866,662)
Administrative and General Expenses	(69,866,545)	(33,541,206)	(38,992,046)	(17,568,326)
	(185,556,516)	(107,773,798)	(118,897,714)	(71,434,988)
Operating Profit	51,235,395	53,873,463	10,643,373	31,235,158
Other Income	36,300	--	18,150	--
	51,271,695	53,873,463	10,661,523	31,235,158
Finance Cost	(10,079,726)	(15,751,146)	(2,512,856)	(7,042,132)
Profit before Taxation	41,191,969	38,122,317	8,148,668	24,193,026
Taxation				
- Current	(8,953,791)	(5,039,669)	(5,368,133)	(2,604,395)
Profit after Taxation	32,238,178	33,082,648	2,780,535	21,588,631
Earning Per Share - Basic	10 0.42	0.58	0.04	0.38

The annexed notes form an integral part of these unconsolidated condensed interim Financial Statements.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2021**

	Half year ended		Quarter ended	
	Dec 31, 2021	Dec 31, 2020	Dec 31, 2021	Dec 31, 2020
	(Rupees)		(Rupees)	
Profit for the Year	32,238,178	33,082,648	2,780,535	21,588,631
Other comprehensive Income:				
Unrealized gain / (loss) due to change in fair value of investment through other Comprehensive Income	(15,270,100)	35,008,300	589,200	42,029,600
Total comprehensive Income for the period	16,968,078	68,090,948	3,369,735	63,618,231

The annexed notes form an integral part of these unconsolidated condensed interim Financial Statements.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2021**

	December 31, 2021	December 31, 2020
	(Rupees)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Taxation	41,191,969	38,122,317
Adjustment for Non-Cash and Other Items:		
Depreciation	26,064,569	17,156,348
Provision for Gratuity - net of Payments	945,042	--
Financial Expenses	10,079,726	15,751,146
	<u>37,089,337</u>	<u>32,907,494</u>
	78,281,306	71,029,811
Working Capital Changes <i>(Increase) / Decrease in Current Assets</i>		
Stores and Spares	(641,118)	61,166
Stock in Trade	(191,669,830)	67,559,789
Trade debtors	52,316,162	(12,616,942)
Trade deposits, Prepayments & Statutory balances	(56,296,327)	427,521
<i>Increase / (Decrease) in Current Liabilities</i>		
Trade and Other Payables	(124,142,721)	20,616,493
Unclaimed Dividend	33,321,713	(3,772,701)
Current maturity of non current liabilities	--	--
	<u>(287,112,121)</u>	<u>72,275,326</u>
Taxes Paid	(1,862,872)	(366,970)
Financial charges Paid/Write back	(32,993,556)	(13,537,111)
	<u>(34,856,428)</u>	<u>(13,904,082)</u>
<i>Net Cash Inflow/ (Outflow) from Operating Activities</i>	<u>(243,687,242)</u>	<u>129,401,055</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of Fixed Assets	(96,708,072)	(9,387,065)
Investments	(10,985,000)	--
<i>Net Cash Inflow/ (Outflow) from Investing Activities</i>	<u>(107,693,072)</u>	<u>(9,387,065)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Long Term Deposits	(2,563,765)	(276,930)
Finance Lease	9,994,120	--
Payments of Diminishing Musharka Finance Facility	(79,125,000)	(27,000,000)
SBP Refinance	--	27,000,000
Issued, Subscribed and Paid-up Capital	426,594,010	--
Share Premium	213,297,005	--
Dividend Paid	(56,879,201)	--
Long term Loan from Associated and Related Parties	(76,300,000)	(7,100,000)
<i>Net Cash Inflow/ (Outflow) from Financing Activities</i>	<u>435,017,169</u>	<u>(7,376,930)</u>
Net Increase in Cash and Cash Equivalents	83,636,855	112,637,060
Cash and Cash Equivalents at the Beginning	11,486,923	2,090,047
Cash and Cash Equivalents at the End	<u>95,123,777</u>	<u>114,727,108</u>

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The annexed notes form an integral part of these unconsolidated condensed interim Financial Statements.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2021**

	Capital Reserve		Revenue Reserve			Total
	Share Capital	Capital Reserve	Surplus on Revaluation of Property, Plant and Equipment	Unrealized gain / (loss) due to change in fair value of investment through other comprehensive income	Unappropriated Profit / Accumulated (Loss)	
Balance as on June 30, 2020	568,792,010	39,386,665	368,297,361	100,440,675	(22,134,938)	1,054,781,773
Transfer to Profit and Loss account of incremental depreciation (net of tax)			(13,328,653)		13,328,653	
Net Profit for the half year ended Dec 2020	--	--	--	--	33,082,648	33,082,648
Other Comprehensive income			--	35,008,300		35,008,300
Total Comprehensive income	--	--	--	35,008,300	33,082,648	68,090,948
Balance as on December 31, 2020	<u>568,792,010</u>	<u>39,386,665</u>	<u>354,968,708</u>	<u>135,448,975</u>	<u>24,276,363</u>	<u>1,122,872,721</u>
Balance as on June 30, 2021	568,792,010	39,386,665	356,301,574	150,056,225	104,485,282	1,219,021,756
Net Profit for the half year ended Dec 2021	--	--	--	--	32,238,178	32,238,178
Other Comprehensive income			--	(15,270,100)		(15,270,100)
Total Comprehensive income	--	--	--	(15,270,100)	32,238,178	16,968,078
Final dividend for the year ended June 30, 2021@ Rs. 1/ share					(56,879,201)	(56,879,201)
Issuance of Right Shares 75%	426,594,010					426,594,010
Share Premium		213,297,005				213,297,005
Transfer to Profit and Loss account of incremental depreciation (net of tax)			(5,398,104)		5,398,104	
Balance as on December 31, 2021	<u>995,386,020</u>	<u>252,683,670</u>	<u>350,903,470</u>	<u>134,786,125</u>	<u>85,242,363</u>	<u>1,819,001,648</u>

The annexed notes form an integral part of these unconsolidated condensed interim Financial Statements.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2021**

1 THE COMPANY AND ITS OPERATIONS

1.1 Image Pakistan Limited, formerly Tri-Star Polyester Limited (the Company) was incorporated in Pakistan, as a public limited company on November 14, 1990, under the Companies Ordinance, 1984 (Repealed with the enactment of the Companies Act, 2017 on May 30, 2017). Its shares are listed at the Pakistan Stock Exchange in Pakistan. The principal activity of the Company is manufacturing and sale of Embroidered Fabric and Ready-To-Wear garments and Polyester Filament Yarn.

The operations of the Polyester Filament yarn remain discontinued during the year.

The geographical Location and address of the company's business units, including mill/plant are as under:

The registered office of the company and manufacturing facilities is located at F/538, S.I.T.E., Karachi - 75700, Pakistan.

1.2 These unconsolidated condensed interim financial statements are separate unconsolidated condensed interim financial statements of the company in which investments in subsidiary company as disclosed in note 9.2 to the Financial Statements is accounted for at cost less accumulated impairment losses, if any and is not consolidated or accounted for using equity method.

2 STATEMENT OF COMPLIANCE

2.1 These unconsolidated condensed interim financial statements of the Company for the six months ended 31 December 2021 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of International Accounting Standard (IAS) 34, "Interim Financial Reporting", 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 requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been applied.

3 BASIS OF PREPARATION

These consolidated condensed interim financial Statements are unaudited but subject to limited scope review by the statutory auditors as required under section 237 of the Companies Act 2017. These unconsolidated condensed interim financial Statements do not include all the information and disclosures required in the consolidated annual financial statements, and should be read in conjunction with the consolidated financial statements of the company for the year ended.

The figures of the consolidated condensed interim profit or loss and consolidated condensed interim statement of Comprehensive income for the quarter ended December 31, 2020 and December 31, 2021 and the notes forming part thereof have not be reviewed by the statutory auditors, as they are required to review only the cumulative figures of the half year ended December 31, 2021.

4 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

The accounting policies and methods of computation adopted and applied in the preparation of these unconsolidated condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 30 June 2021.

5 SHARE CAPITAL

<i>(Number of Shares)</i>		<i>(Rupees)</i>	
December	June	December	June
2021	2021	2021	2021
(Un-audited)	(Audited)	(Un-audited)	(Audited)

5.1 Authorized Capital

100,000,000	100,000,000	Ordinary Shares of Rs. 10/- each	<u>1,000,000,000</u>	<u>1,000,000,000</u>
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5.2 Issued, subscribed and paid up capital

95,619,629	52,960,228	Fully Paid in cash	956,196,290	529,602,280
3,918,973	3,918,973	Issued as fully paid bonus shares	39,189,730	39,189,730
99,538,602	56,879,201		995,386,020	568,792,010

Dec. 31, Jun 30,
2021 2021

6 DIMINISHING MUSHARKA FINANCE FACILITY

Opening Balance	111,750,000	180,500,000
Paid during the period	(79,125,000)	(68,750,000)
Current maturity	(32,625,000)	(73,000,000)
	-	38,750,000

7 CONTINGENCIES AND COMMITMENTS

There is no material change in the contingencies and commitments since the last audited financial statements for the year ended June 30, 2021.

8 PROPERTY, PLANT AND EQUIPMENT

Dec. 31, Jun 30,
2021 2021

Rupees

Operating fixed assets	8.1	736,732,031	666,088,528
		736,732,031	666,088,528

8.1 OPERATING FIXED ASSETS

Opening written down value		666,088,528	590,877,324
Additions during the period / year	8.2	96,708,072	120,650,215
Depreciation during the period / year		(26,064,569)	(45,439,011)
Closing written down value		736,732,031	666,088,528

8.2 ADDITIONS DURING THE PERIOD / YEAR

Plant & Machinery	56,929,294	98,508,001
Computer	2,405,375	1,577,500
Office Equipment	1,189,088	272,200
Air Conditioner and Refrig.	2,382,000	1,515,500
Vehicles	16,204,719	-
Generators	1,976,000	-
Elevator	9,741,354	-
Fire Fighting Equipments	-	621,360
Electrical Installations	3,619,455	2,070,213
Furniture Fixtures	2,260,787	16,085,441
	96,708,072	120,650,215

9 LONG TERM INVESTMENT

9.1 2,455,000 (2021: 2,455,000) N.I.T units (Average cost price Rs. 14.0573)	34,510,675	34,510,675
Market value as at June 30, are as under		
December 31, 2021 @ Rs. 68.96 . (June 30, 2021: Rs.75.18) per unit	134,786,125	150,056,225
	169,296,800	184,566,900

9.2 Image Tech Ltd.

98,500 Shares @ Rs 10/-	985,000	-
Share Application made in Image Tech Ltd.	10,000,000	-
	180,281,800	184,566,900

9.1 The above investment of the company was illegally removed by the officials of the Income tax department at the time of conducting raid at the company's premises which has not yet been returned. Further the status of the case remained the same as disclosed in Annual Financial Statements as on June 30, 2021.

9.2 The Company holds 99.85 % in Image Tech Limited (A wholly owned Subsidiary Company).

	Dec 31, 2021	Dec. 31, 2020
	Rupees	
10 BASIC EARNINGS PER SHARE		
Profit after taxation	32,238,178	33,082,648
Weighted average number of ordinary shares	76,585,990	56,879,201
Basic Profit per share	0.42	0.58

No figure for diluted earning per share has been presented as the company has not yet issued any instruments which would have an impact on basic earning per share when exercised.

11 SEGMENT REPORTING

		Value added Embroidered Fabric		Polyester Filament Yarn		Total	
		December	December	December	December	December	December
		2021	2020	2021	2020	2021	2020
Net Sales	26	508,660,940	403,173,516	-	-	508,660,940	403,173,516
Cost of Sales	27	266,141,142	229,086,794	5,727,887	12,439,461	271,869,029	241,526,255
Gross Profit/(Loss)		242,519,798	174,086,722	(5,727,887)	(12,439,461)	236,791,911	161,647,261
Selling & Distribution costs	28	115,689,971	74,232,592	-	-	115,689,971	74,232,592
Administrative Expenses	29	67,740,674	33,492,458	2,125,871	48,748	69,866,545	33,541,206
		183,430,644	107,725,049	2,125,871	48,748	185,556,516	107,773,798
Segment Results		59,089,154	66,361,673	(7,853,758)	(12,488,210)	51,235,395	53,873,463
Capital Expenditure - Excluding revaluation at cost		96,708,072	9,387,065	-	-	96,708,072	9,387,065
Depreciation		18,210,810	4,668,139	7,853,758	12,488,210	26,064,569	17,156,348

	Dec. 31, 2021	Dec. 31, 2020
	Rupees	
12 RELATED PARTY TRANSACTIONS		
Loan From Directors'	10,350,000	-
Loan From Associated company	500,000	13,900,000
Loan repaid to Associated company	12,600,000	-
Loan repaid to Sponsors	2,000,000	18,000,000
Loan repaid to Directors	72,550,000	3,000,000
Interest charge on loan from Associated companies	6,543,089	4,814,351
Sales of goods to Image Tech Limited	103,359,820	-

13 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 "Interim Financial Reporting", statement of financial position has been compared with the balances of annual financial statements, whereas statement of profit or loss, statement of comprehensive income, statement of cash flows and statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

14 DATE OF AUTHORIZATION FOR ISSUE

This unconsolidated condensed interim financial information has been authorized for issue on February 24, 2022 by the Board of Directors of the company.

The figures have been rounded off to the nearest Rupee.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

**CONSOLIDATED
CONDENSED INTERIM
FINANCIAL STATEMENTS**

For the Half Year Ended 31st December, 2021 (Un-audited)

Directors' Report

For the half year ended December 31, 2021

On behalf of Board of Directors of Holding Company of Image Tech Ltd., Image International Ltd., and Tri-Star Image (USA) Inc., it is our pleasure to present Directors' Report with un-audited Consolidated Financial Statements for the half year ended December 31, 2021.

Image Tech Limited

The Company is a wholly owned subsidiary and was incorporated on July 12, 2021. It has started operations from September, 2021.

Image International Limited

Image International Limited is a wholly owned subsidiary and was incorporated on November 17, 2021 in England and Wales. IIL will be principally engaged in selling goods through Amazon, UK by operating on Fulfilment by Amazon (FBA) model.

Tri-Star Image (USA) Inc.

The Company is a wholly owned subsidiary and was incorporated on January 4, 2022 in the USA. It will be principally engaged in selling goods through Amazon, USA by operating on Fulfilment by Amazon (FBA) model.

On behalf of the Board

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Place: Karachi.

Dated: February 24, 2022

**CONSOLIDATED CONDENSED INTERIM
STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2021**

		(Un-audited) Dec 31, 2021	(Audited) June 30, 2021
		(Rupees)	
<u>EQUITY AND LIABILITIES</u>			
<u>CAPITAL & RESERVES</u>			
<u>Authorized Capital</u>			
120,000,000 (2020: 100,000,000) Ordinary Shares of Rs. 10/- each	5.1	1,200,000,000	1,000,000,000
Issued, Subscribed and Paid-up Capital	5.2	995,401,020	568,792,010
Capital Reserve - (a Share Premium account)		252,683,670	39,386,665
Surplus on revaluation Property, Plant and Equipment		350,903,470	356,301,574
Unrealised Gain due to change in fair value of investment through other comprehensive income	9.1	134,786,125	150,056,225
Revenue Reserve			
Accumulated Profit		153,924,166	104,485,282
Shareholders' Equity		1,887,698,451	1,219,021,756
<u>NON-CURRENT LIABILITIES</u>			
Long term Loan from Associates and related parties		99,486,881	175,070,000
Diminishing Musharika finance facilities	6	-	38,750,000
Diminishing Musharika - vehicle financing		7,888,648	-
Deferred Taxation		78,837,623	77,513,746
Provision for Gratuity		5,996,623	5,051,581
<u>CURRENT LIABILITIES</u>			
Trade and Other Payables		355,527,705	409,236,976
Accrued Interest on loan from associates		6,543,089	28,475,272
Accrued Interest to Financial Institutions		17,876	999,523
Current maturity of non current liabilities	6	32,625,000	73,000,000
Current maturity of liabilities - vehicle financing		2,105,472	-
Unclaimed Dividend		45,382,781	12,061,067
Provision for Taxation		39,209,227	31,579,313
		481,411,150	555,352,151
Contingencies and Commitments	7	-	-
		2,561,319,375	2,070,759,234
<u>ASSETS</u>			
<u>NON-CURRENT ASSETS</u>			
<u>Tangible Fixed Assets</u>			
Property, Plant and Equipments	8	736,732,031	666,088,528
Long Term Deposits		9,470,170	6,906,405
Long Term Investments	9	169,296,800	184,566,900
<u>CURRENT ASSETS</u>			
Stores, Spares and Loose Tools		3,678,266	3,037,148
Stock-in-Trade		1,026,378,927	834,709,097
Trade Debtors - unsecured		400,172,228	360,321,198
Trade Deposits and Prepayments - considered good		56,983,156	454,126
Income Tax Refunds and Advances		5,051,782	3,188,910
Cash and Bank Balances		153,556,016	11,486,922
		1,645,820,374	1,213,197,401
		2,561,319,376	2,070,759,234

The annexed notes form an integral part of these unconsolidated condensed interim Financial Statements.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2021**

	Jul-2021 to Dec-2021	Jul-2020 to Dec-2020	Oct-2021 to Dec-2021	Oct-2020 to Dec-2020	
	Rupees	Rupees	Rupees	Rupees	
Sales - Net	682,239,444	403,173,516	366,856,140	240,821,905	
Cost of Sales	(375,228,849)	(241,526,255)	(178,575,354)	(138,151,759)	
Gross Profit	307,010,595	161,647,261	188,280,786	102,670,146	
<u>Operating Expenses</u>					
Distribution and Selling Cost	(116,252,790)	(74,232,592)	(80,352,627)	(53,866,662)	
Administrative and General Expenses	(70,810,140)	(33,541,206)	(39,884,291)	(17,568,326)	
	(187,062,930)	(107,773,798)	(120,236,918)	(71,434,988)	
Operating Profit	119,947,665	53,873,463	68,043,868	31,235,158	
Other Income	36,300	--	18,150	--	
	119,983,965	53,873,463	68,062,018	31,235,158	
Finance Cost	(10,110,193)	(15,751,146)	(2,521,741)	(7,042,132)	
Profit before Taxation	109,873,772	38,122,317	65,540,277	24,193,026	
<u>Taxation</u>					
- Current	(8,953,791)	(5,039,669)	(5,368,133)	(2,604,395)	
Profit after Taxation	100,919,981	33,082,648	60,172,144	21,588,631	
Earning Per Share - Basic	10	1.32	0.58	1.06	0.38

The annexed notes form an integral part of these unconsolidated condensed interim Financial Statements.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2021**

	Half year ended		Quarter ended	
	Dec 31, 2021	Dec 31, 2020	Dec 31, 2021	Dec 31, 2020
	(Rupees)		(Rupees)	
Profit for the Year	100,919,981	33,082,648	60,172,144	21,588,631
Other comprehensive Income:				
Unrealized gain / (loss) due to change in fair value of investment through other Comprehensive Income	(15,270,100)	35,008,300	589,200	42,029,600
Total comprehensive Income for the period	85,649,881	68,090,948	60,761,344	63,618,231

The annexed notes form an integral part of these unconsolidated condensed interim Financial Statements.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2021**

	December 31, 2021	December 31, 2020
	(Rupees)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Taxation	109,873,772	38,122,317
Adjustment for Non-Cash and Other Items:		
Depreciation	26,064,569	17,156,348
Provision for Gratuity - net of Payments	945,042	--
Financial Expenses	10,110,193	15,751,146
	<u>37,119,804</u>	<u>32,907,494</u>
	146,993,576	71,029,811
Working Capital Changes		
<i>(Increase) / Decrease in Current Assets</i>		
Stores and Spares	(641,118)	61,166
Stock in Trade	(191,669,830)	67,559,789
Trade debtors	(39,851,030)	(12,616,942)
Trade deposits, Prepayments & Statutory balances	(56,529,030)	427,521
<i>Increase / (Decrease) in Current Liabilities</i>		
Trade and Other Payables	(53,709,271)	20,616,493
Unclaimed Dividend	33,321,713	(3,772,701)
Current maturity of non current liabilities	--	--
	<u>(309,078,566)</u>	<u>72,275,326</u>
Taxes Paid	(1,862,872)	(366,970)
Financial charges Paid/Write back	(33,024,023)	(13,537,111)
	<u>(34,886,895)</u>	<u>(13,904,082)</u>
<i>Net Cash Inflow/ (Outflow) from Operating Activities</i>	<u>(196,971,884)</u>	<u>129,401,055</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of Fixed Assets	(96,708,072)	(9,387,065)
<i>Net Cash Inflow/ (Outflow) from Investing Activities</i>	<u>(96,708,072)</u>	<u>(9,387,065)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Long Term Deposits	(2,563,765)	(276,930)
Finance Lease	9,994,120	--
Payments of Diminishing Musharka Finance Facility	(79,125,000)	(27,000,000)
SBP Refinance	--	27,000,000
Issued, Subscribed and Paid-up Capital	426,609,010	--
Share Premium	213,297,005	--
Dividend Paid	(56,879,201)	--
Long term Loan from Associated and Related Parties	(75,583,119)	(7,100,000)
<i>Net Cash Inflow/ (Outflow) from Financing Activities</i>	<u>435,749,050</u>	<u>(7,376,930)</u>
Net Increase in Cash and Cash Equivalents	142,069,093	112,637,060
Cash and Cash Equivalents at the Beginning	11,486,923	2,090,047
Cash and Cash Equivalents at the End	<u>153,556,016</u>	<u>114,727,108</u>

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The annexed notes form an integral part of these unconsolidated condensed interim Financial Statements.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2021**

	Capital Reserve		Revenue Reserve		Total	
	Share Capital	Capital Reserve	Surplus on Revaluation of Property, Plant and Equipment	Unrealized gain / (loss) due to change in fair value of investment through other comprehensive income		Unappropriated Profit / Accumulated (Loss)
Balance as on June 30, 2020	568,792,010	39,386,665	368,297,361	100,440,675	(22,134,938)	1,054,781,773
Transfer to Profit and Loss account of incremental depreciation (net of tax)			(13,328,653)		13,328,653	
Net Profit for the half year ended Dec 2020	--	--	--	--	33,082,648	33,082,648
Other Comprehensive income			--	35,008,300		35,008,300
Total Comprehensive income	--	--	--	35,008,300	33,082,648	68,090,948
Balance as on December 31, 2020	<u>568,792,010</u>	<u>39,386,665</u>	<u>354,968,708</u>	<u>135,448,975</u>	<u>24,276,363</u>	<u>1,122,872,721</u>
Balance as on June 30, 2021	568,792,010	39,386,665	356,301,574	150,056,225	104,485,282	1,219,021,756
Net Profit for the half year ended Dec 2021	--	--	--	--	100,919,981	100,919,981
Other Comprehensive income			--	(15,270,100)		(15,270,100)
Total Comprehensive income	--	--	--	(15,270,100)	100,919,981	85,649,881
Final dividend for the year ended June 30, 2021@ Rs. 1/ share					(56,879,201)	(56,879,201)
Issuance of Right Shares 75%	426,594,010					426,594,010
Minority share holder interest in issuance of shares (Image Tech Ltd.) (A subsidiary Company)	15,000					15,000
Share Premium		213,297,005				213,297,005
Transfer to Profit and Loss account of incremental depreciation (net of tax)			(5,398,104)		5,398,104	
Balance as on December 31, 2021	<u>995,401,020</u>	<u>252,683,670</u>	<u>350,903,470</u>	<u>134,786,125</u>	<u>153,924,166</u>	<u>1,887,698,451</u>

The annexed notes form an integral part of these unconsolidated condensed interim Financial Statements.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer

**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2021**

- 1 The Group comprises of the Holding company and Image Tech Limited (the wholly owned Subsidiary Company with 99.85% holding). The Subsidiary company was incorporated in Pakistan on July 12, 2021 as an unlisted Public Limited Company under registration # 0179604. The subsidiary company is engaged in business of online shopping of consumer goods and other Goods, internet advertising and marketing, creating virtual malls, stores, shops, shopping catalogs, provide e-commerce services and e-commerce solutions in all modes. The Company has started its operations in July 2021. The registered office of the Company is situated at A/33, Central Commercial Area, Block 7/8, Main Shahrah-e-Faisal, KCHSU,

The Parent Company

Image Pakistan Ltd.

Wholly owned Subsidiary Company

Image Tech Ltd.

2 STATEMENT OF COMPLIANCE

- 2.1 These consolidated condensed interim financial statements of the Company for the six months ended 31 December 2021 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of International Accounting Standard (IAS) 34, "Interim Financial Reporting", 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 requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been applied.

3 BASIS OF PREPARATION

These consolidated condensed interim financial Statements are unaudited but subject to limited scope review by the statutory auditors as required under section 237 of the Companies Act 2017. These unconsolidated condensed interim financial Statements do not include all the information and disclosures required in the consolidated annual financial statements, and should be read in conjunction with the consolidated financial statements of the company for the year ended.

The figures of the consolidated condensed interim profit or loss and consolidated condensed interim statement of Comprehensive income for the quarter ended December 31, 2020 and December 31, 2021 and the notes forming part thereof have not been reviewed by the statutory auditors, as they are required to review only the cumulative figures of the half year ended December 31, 2021.

4 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

The accounting policies and methods of computation adopted and applied in the preparation of these consolidated condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 30 June 2021.

5 SHARE CAPITAL

<i>(Number of Shares)</i>		<i>(Rupees)</i>	
December	June	December	June
2021	2021	2021	2021
(Un-audited)	(Audited)	(Un-audited)	(Audited)

5.1 Authorized Capital

100,000,000	100,000,000	Ordinary Shares of Rs. 10/- each	<u>1,000,000,000</u>	<u>1,000,000,000</u>
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5.2 Issued, subscribed and paid up capital

95,619,629	52,960,228	Fully Paid in cash	956,196,290	529,602,280
3,918,973	3,918,973	Issued as fully paid bonus shares	39,189,730	39,189,730
99,538,602	56,879,201		995,386,020	568,792,010

Dec. 31,
2021

Jun 30,
2021

6 DIMINISHING MUSHARKA FINANCE FACILITY

Opening Balance	111,750,000	180,500,000
Paid during the period	(79,125,000)	(68,750,000)
Current maturity	(32,625,000)	(73,000,000)
	-	38,750,000

7 CONTINGENCIES AND COMMITMENTS

There is no material change in the contingencies and commitments since the last audited financial statements for the year ended June 30, 2021.

Dec. 31,
2021

Jun 30,
2021

8 PROPERTY, PLANT AND EQUIPMENT

Rupees

Operating fixed assets	8.1	736,732,031	666,088,528
		736,732,031	666,088,528

8.1 OPERATING FIXED ASSETS

Opening written down value		666,088,528	590,877,324
Additions during the period / year	8.2	96,708,072	120,650,215
Depreciation during the period / year		(26,064,569)	(45,439,011)
Closing written down value		736,732,031	666,088,528

8.2 ADDITIONS DURING THE PERIOD / YEAR

Plant & Machinery	56,929,294	98,508,001
Computer	2,405,375	1,577,500
Office Equipment	1,189,088	272,200
Air Conditioner and Refrig.	2,382,000	1,515,500
Vehicles	16,204,719	-
Generators	1,976,000	-
Elevator	9,741,354	-
Fire Fighting Equipments	-	621,360
Electrical Installations	3,619,455	2,070,213
Furniture Fixtures	2,260,787	16,085,441
	96,708,072	120,650,215

9 LONG TERM INVESTMENT

9.1 2,455,000 (2021: 2,455,000) N.I.T units (Average cost price Rs. 14.0573)	34,510,675	34,510,675
Market value as at June 30, are as under		
December 31, 2021 @ Rs. 68.96 . (June 30, 2021: Rs.75.18) per unit	134,786,125	150,056,225
	169,296,800	184,566,900

9.1 The above investment of the company was illegally removed by the officials of the Income tax department at the time of conducting raid at the company's premises which has not yet been returned. Further the status of the case remained the same as disclosed in Annual Financial Statements as on June 30, 2021.

9.2 The Company holds 99.85 % in Image Tech Limited (A wholly owned Subsidiary Company).

	Dec 31, 2021	Dec. 31, 2020
	Rupees	
10 BASIC EARNINGS PER SHARE		
Profit after taxation	100,919,981	33,082,648
Weighted average number of ordinary shares	76,585,990	56,879,201
Basic Profit per share	1.32	0.58

No figure for diluted earning per share has been presented as the company has not yet issued any instruments which would have an impact on basic earning per share when exercised.

11 SEGMENT REPORTING

		Value added Embroidered Fabric		Polyester Filament Yarn		Total	
		December	December	December	December	December	December
		2021	2020	2021	2020	2021	2020
Net Sales	26	682,239,444	403,173,516	-	-	682,239,444	403,173,516
Cost of Sales	27	369,500,962	229,086,794	5,727,887	12,439,461	375,228,849	241,526,255
Gross Profit/(Loss)		312,738,482	174,086,722	(5,727,887)	(12,439,461)	307,010,595	161,647,261
Selling & Distribution costs	28	116,252,790	74,232,592	-	-	116,252,790	74,232,592
Administrative Expenses	29	68,684,269	33,492,458	2,125,871	48,748	70,810,140	33,541,206
		184,937,058	107,725,049	2,125,871	48,748	187,062,930	107,773,798
Segment Results		127,801,424	66,361,673	(7,853,758)	(12,488,210)	119,947,665	53,873,463
Capital Expenditure - Excluding revaluation at cost		96,708,072	9,387,065	-	-	96,708,072	9,387,065
Depreciation		18,210,810	4,668,139	7,853,758	12,488,210	26,064,569	17,156,348

	Dec. 31, 2021	Dec. 31, 2020
	Rupees	
12 RELATED PARTY TRANSACTIONS		
Loan From Directors'	11,066,881	-
Loan From Associated company	500,000	13,900,000
Loan repaid to Associated company	12,600,000	-
Loan repaid to Sponsors	2,000,000	18,000,000
Loan repaid to Directors	72,550,000	3,000,000
Interest charge on loan from Associated companies	6,543,089	4,814,351
Sales of goods to Image Tech Limited	103,359,820	-

13 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 "Interim Financial Reporting", statement of financial position has been compared with the balances of annual financial statements, whereas statement of profit or loss, statement of comprehensive income, statement of cash flows and statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

14 DATE OF AUTHORIZATION FOR ISSUE

This consolidated condensed interim financial information has been authorized for issue on February 24, 2022 by the Board of Directors of the company.

The figures have been rounded off to the nearest Rupee.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

Mohammad Zameer
Chief Financial Officer