



**REDCO TEXTILES LIMITED  
CORPORATE BRIEFING SESSION 2019**

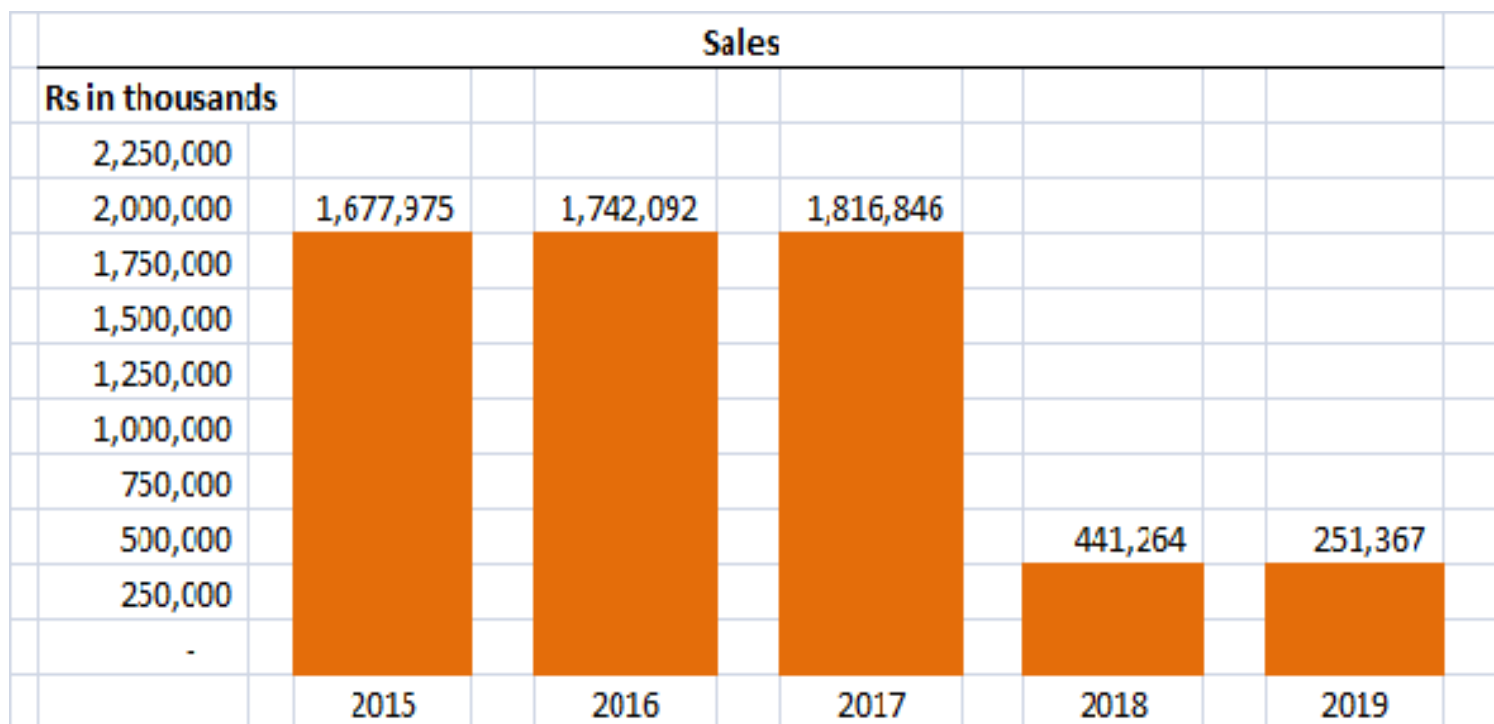
# **CONTENTS**

- **INTRODUCTION**
- **HISTORICAL FINANCIAL HIGHLIGHTS**
- **FINANCIAL RESULTS**
- **FUTURE OUTLOOK**

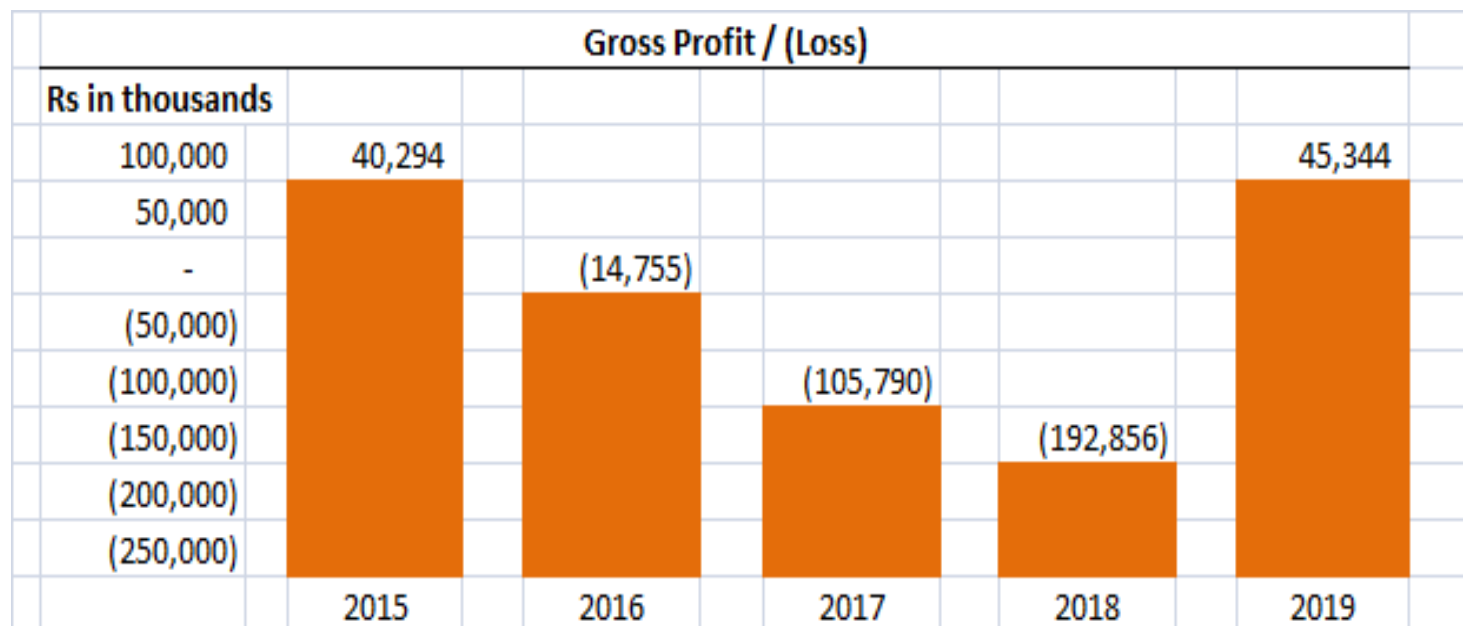
# INTRODUCTION

- Redco Textiles Limited is a Public Limited Company, incorporated in Pakistan on 17 October 1991. It was incorporated under the repealed Companies Ordinance, 1984 now the Companies Act, 2017 and is listed on Pakistan Stock Exchanges. Redco's principal activities include manufacture and sale of yarn and grey fabric. The registered office of the Company is situated at 78-E, Redco Arcade, Blue Area, Islamabad.
- **SPINNING UNIT**
- **WEAVING UNIT**

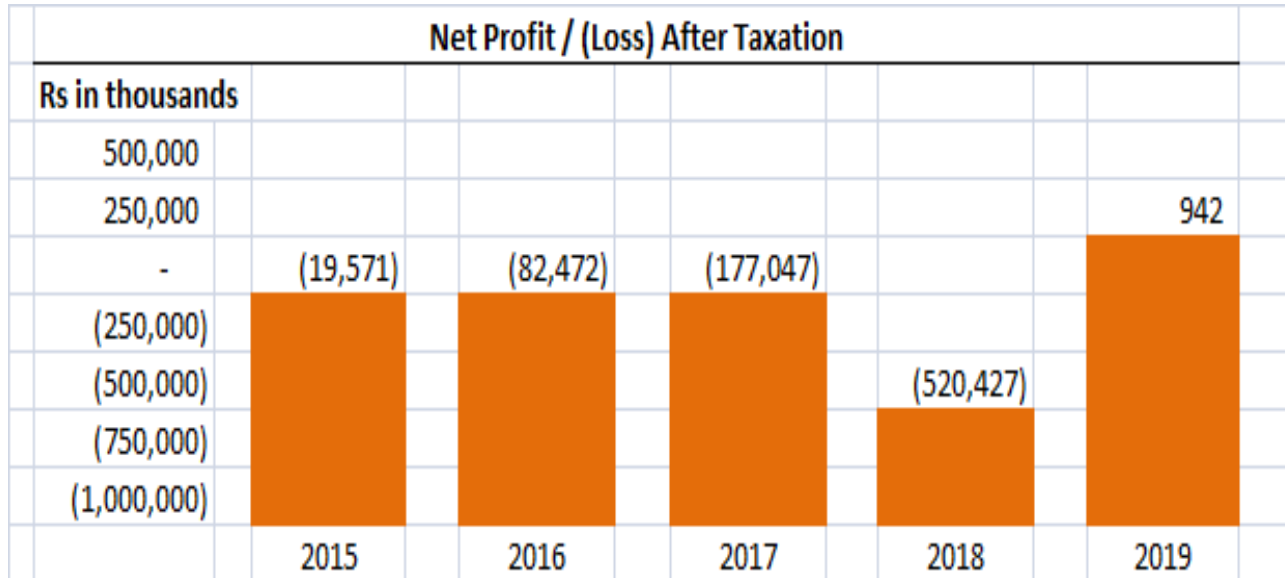
# HISTORICAL FINANCIAL HIGHLIGHTS



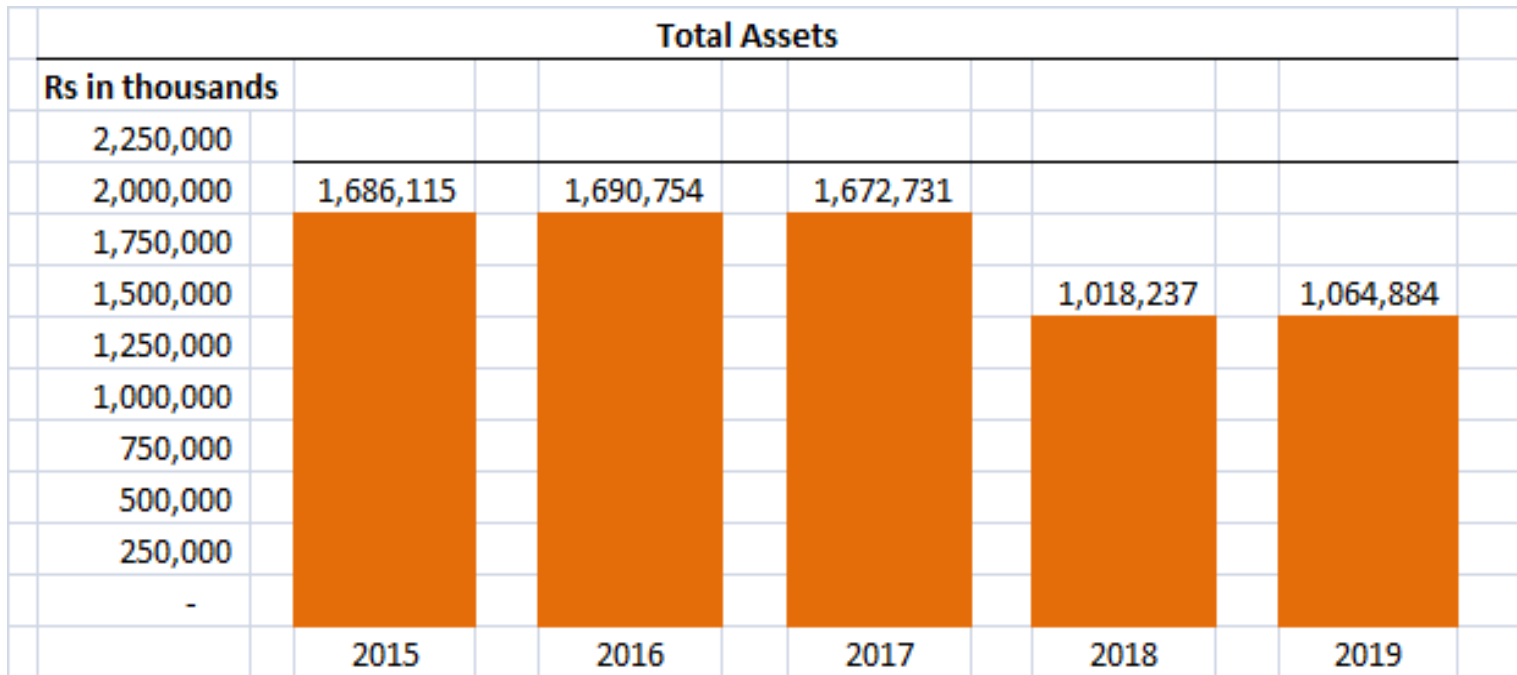
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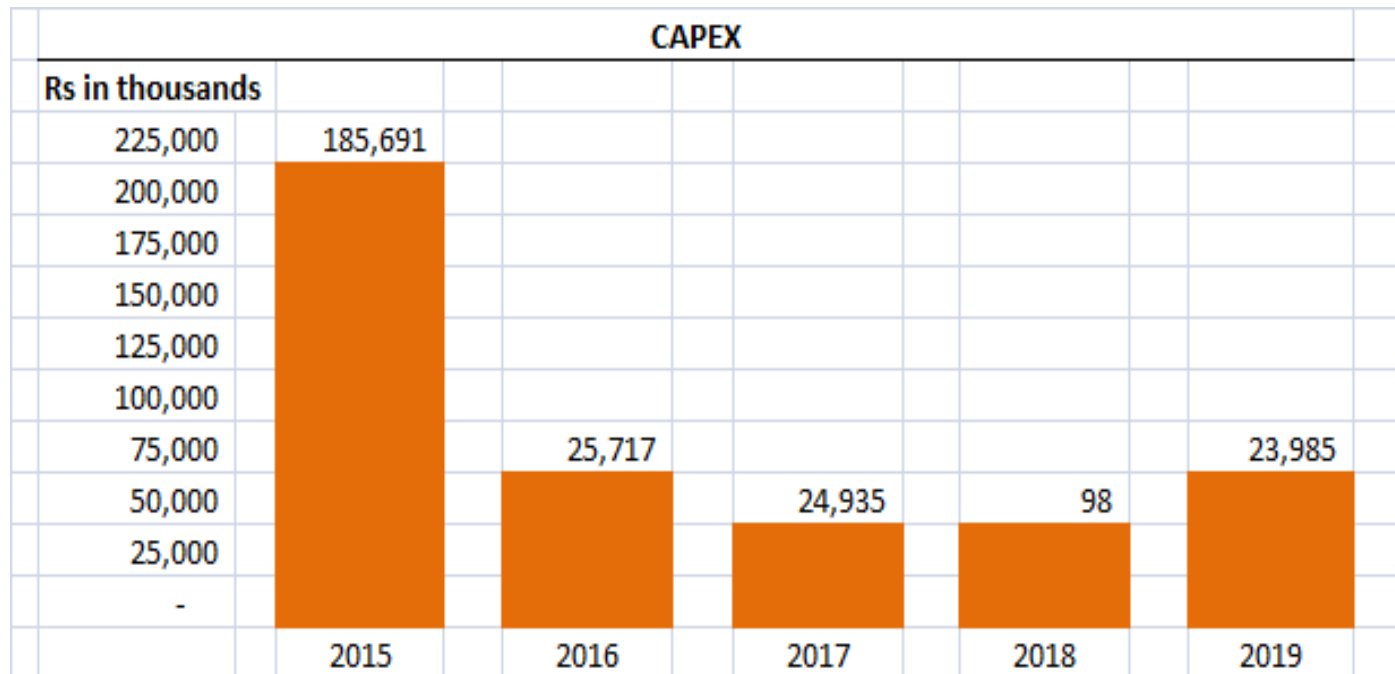
# HISTORICAL FINANCIAL HIGHLIGHTS



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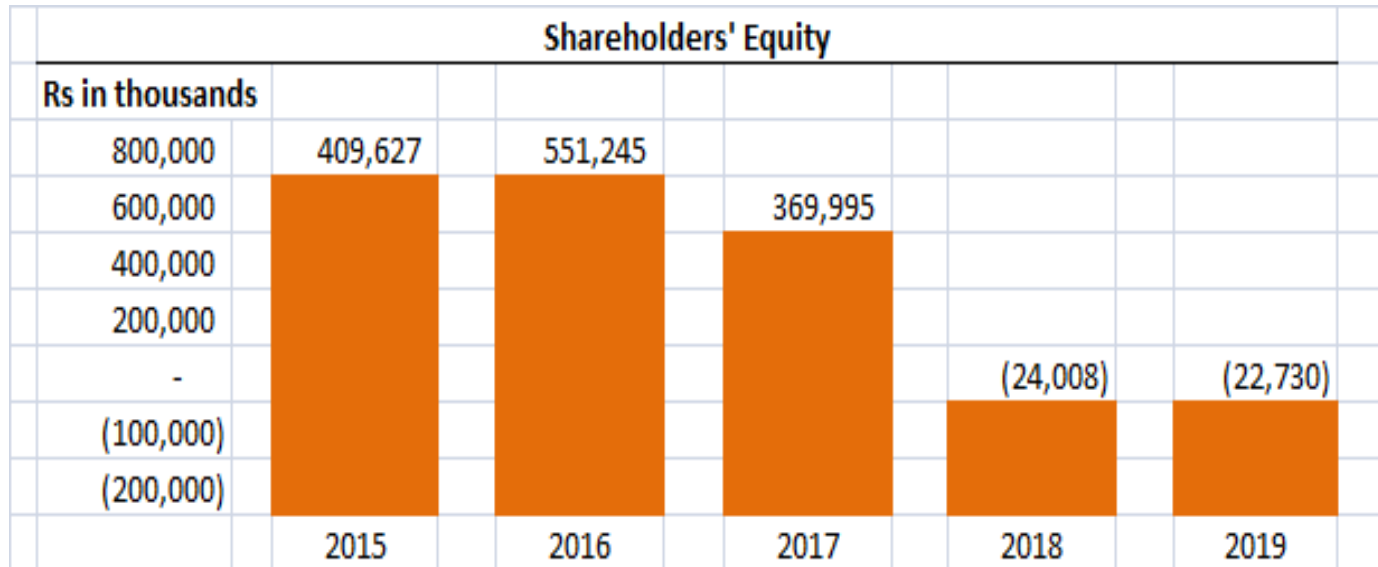


# HISTORICAL FINANCIAL HIGHLIGHTS





# HISTORICAL FINANCIAL HIGHLIGHTS



# FINANCIAL RESULTS 2019 VS 2018

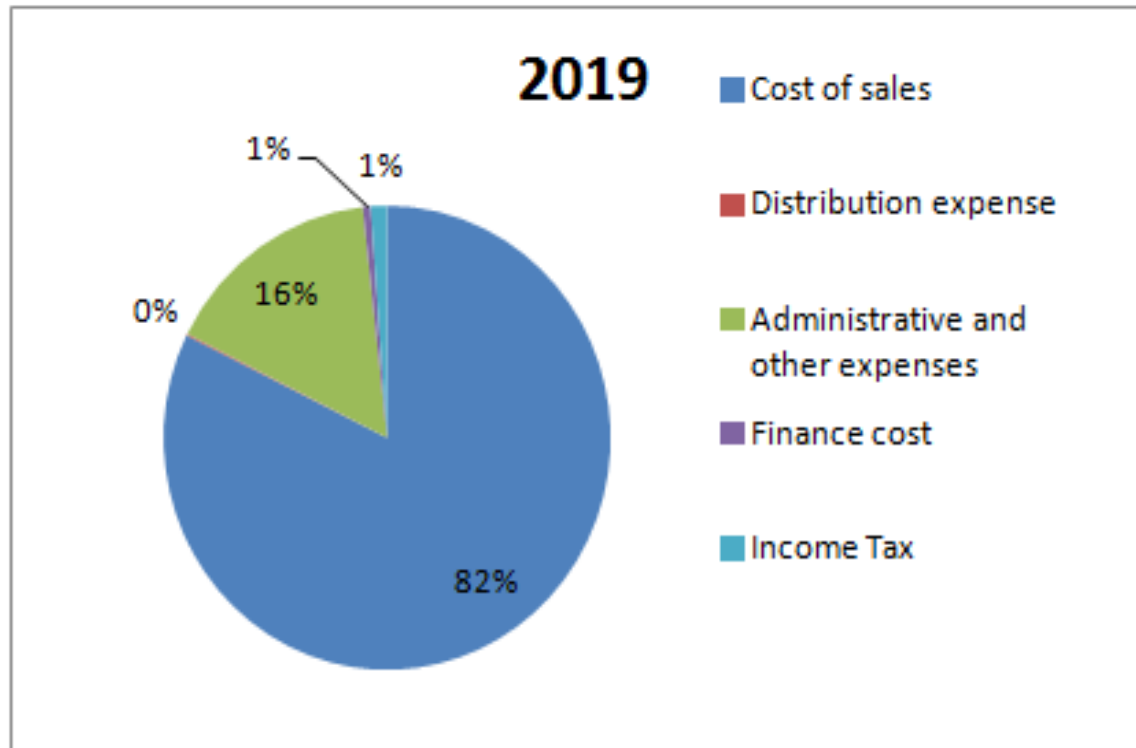
## INCOME STATEMENT

- Sales Rs. 251,366 million (2018: 441,264 million)
- Gross Profit Rs. 45,344 million (18.04% of Sales) [2018: Gross loss Rs. 192,855 million (43.71% of sales)]
- Profit after taxation Rs. 0,942 million (0.37% of Sales) [2018: Loss after taxation 520,426 million (117.94% of sales)]

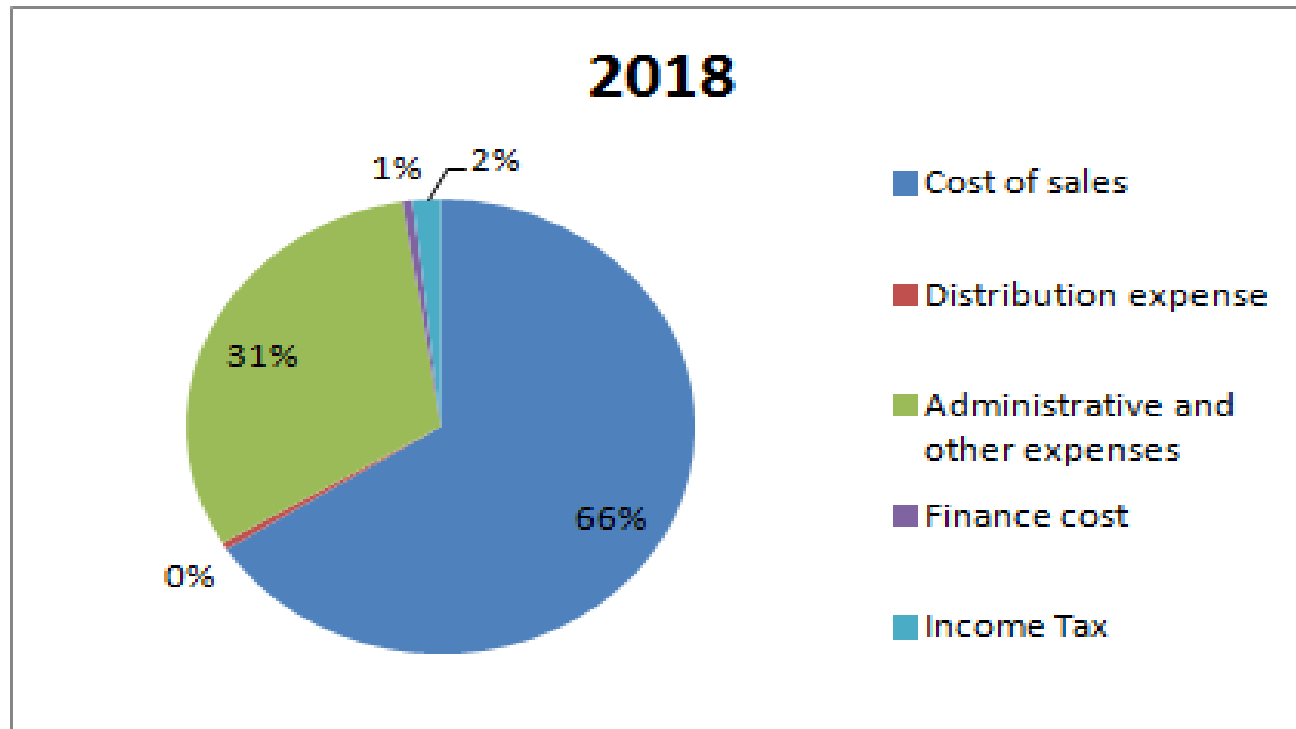
# Statement of value addition and its distribution

	2019		2018	
	Rs. In thousand	% age	Rs. In thousand	% age
<b>Value addition</b>				
Sales	251,367	100.00	441,264	99.99
Other income	2	0.00	22	0.01
<b>Total</b>	<b>251,369</b>	<b>100.00</b>	<b>441,287</b>	<b>100.00</b>
<b>Value distribution</b>				
Cost of sales	206,023	82.27	634,120	65.94
Distribution expense	322	0.13	4,793	0.50
Administrative and other expenses	39,719	15.86	299,798	31.17
Finance cost	1,397	0.56	5,939	0.62
Income Tax	2,966	1.18	17,064	1.77
<b>Total</b>	<b>250,427</b>	<b>100.00</b>	<b>961,713</b>	<b>100.00</b>
<b>Profit / (Loss)</b>	<b>942</b>		<b>(520,427)</b>	

# Statement of value addition and its distribution



# Statement of value addition and its distribution



# Balance Sheet Assets

	2019		2018	
	Rs. In thousand	% age	Rs. In thousand	% age
Property, plant and equipment	783,255	73.55%	811,081	79.66%
Long term investment	66	0.01%	78	0.01%
Long term deposits	5,820	0.55%	5,820	0.57%
Stores, spare parts and loose tools	38,079	3.58%	41,307	4.06%
Stock in trade	10,062	0.94%	1,073	0.11%
Trade debts	92,330	8.67%	66,942	6.57%
Loans and advances	28,040	2.63%	31,244	3.07%
Trade deposits and short term prepayments	26	0.00%	58	0.01%
Tax refunds due from Government	63,699	5.98%	59,939	5.89%
Cash and bank balances	43,508	4.09%	695	0.07%
<b>Total</b>	<b>1,064,884</b>	<b>100.00%</b>	<b>1,018,237</b>	<b>100.00%</b>

# Balance Sheet Equity & Liabilities

	2019		2018	
	Rs. In thousand	% age	Rs. In thousand	% age
Shareholders Equity	(22,730)	-2.13%	(24,008)	-2.36%
Long term financing from banking companies	-	0.00%	7,692	0.76%
Deferred liabilities	5,033	0.47%	5,564	0.55%
Trade and other payables	89,492	8.40%	77,116	7.57%
Accrued mark up / interest	-	0.00%	514	0.05%
Short term borrowings from banking companies	-	0.00%	16,943	1.66%
Short term borrowings from associated undertakings	709,645	66.64%	637,825	62.64%
Short term borrowings from directors and officers	283,443	26.62%	296,591	29.13%
<b>Total</b>	<b>1,064,884</b>	<b>100.00%</b>	<b>1,018,237</b>	<b>100.00%</b>

# FUTURE OUTLOOK

We have a clear strategy and our focus for the year ahead remains on expanding our position in the textile sector with ongoing investment in textile sector businesses as we continue to build path ways toward future, sustainable and long-term growth. The textile outlook is favorable; however, sustained growth requires consistent reforms. An educated Pakistan, energy and water security, alongside permanent improvement in security is critical to economic growth in Pakistan. Operational readiness to manage the skills gap, regional security conditions, and local political conditions could also affect the pace of progress on key milestones. Newly formed government has taken right steps to supply Gas /RLNG to textile industry at uniform rates across the Pakistan to make the textile industry competitive in the region. Management of your company is closely watching the textile current outlook for timely procurement and investment focusing efforts on minimizing cost by enhancing capacity, improving efficiencies to achieve the favorable financial results of forthcoming financial year.



# Q & A SESSION

Thank you!