



REDCO TEXTILES LIMITED
CORPORATE BRIEFING SESSION
2023

CONTENTS

- **COMPANY PROFILE**
- **KEY STRATEGIC & OPERATIONAL DEVELOPMENT**
- **HISTORICAL FINANCIAL HIGHLIGHTS**
- **FINANCIAL RESULTS**
- **FUTURE OUTLOOK**

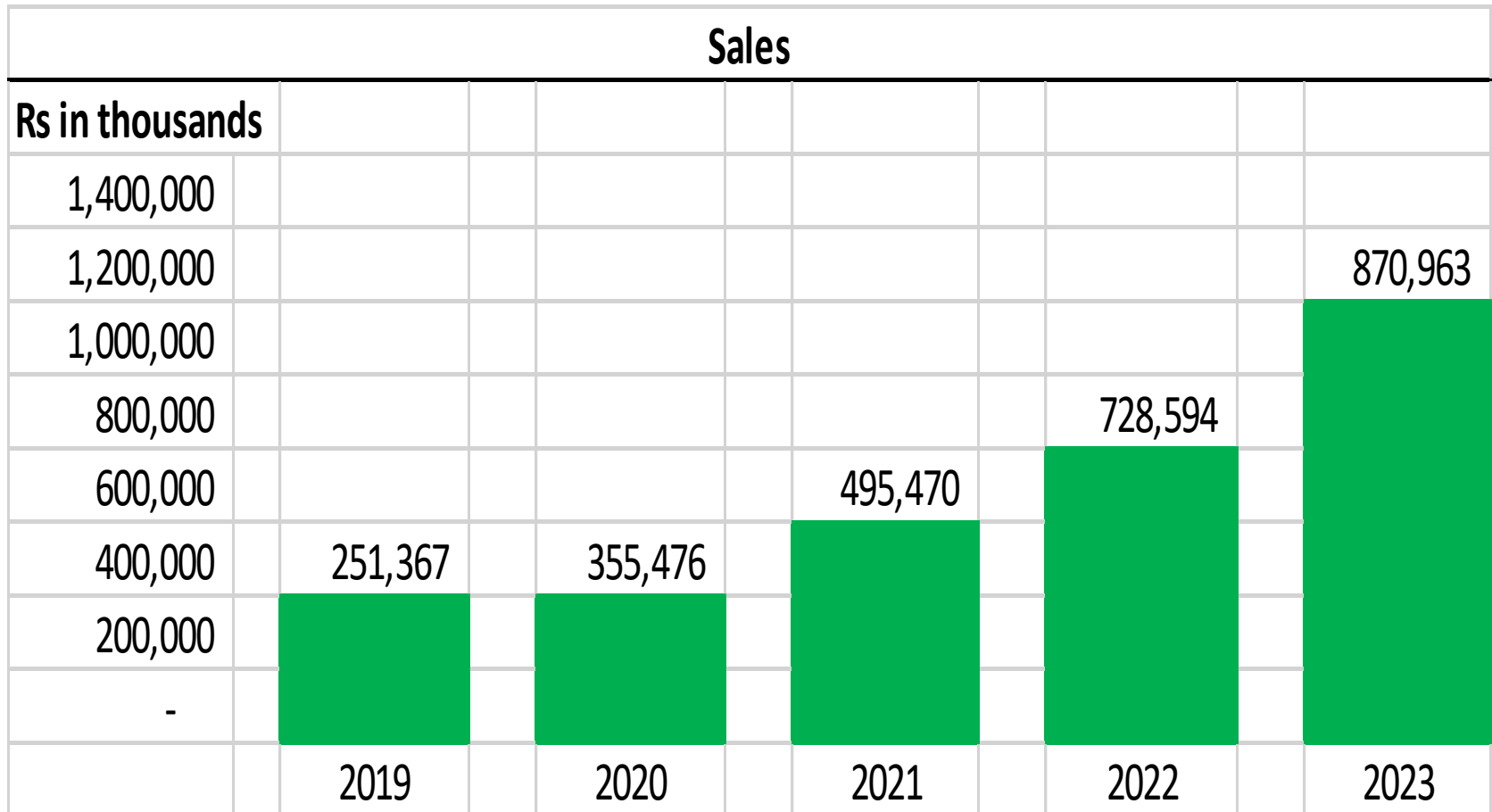
COMPANY PROFILE

- 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 It was incorporated under the repealed Companies Ordinance, 1984 now the Companies Act, 2017 and is listed on Pakistan Stock Exchanges.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 greige fabric. The registered office of the Company is situated at Redco Arcade, 78-E, Blue Area, Islamabad. The manufacturing facility is located at 3-KM, Rawat-Kallar Seydan Road, P.O Sagri, Rawat, District Rawalpindi, in the province of Punjab.
- **SPINNING UNIT (temporarily closed)**
- **WEAVING UNIT**

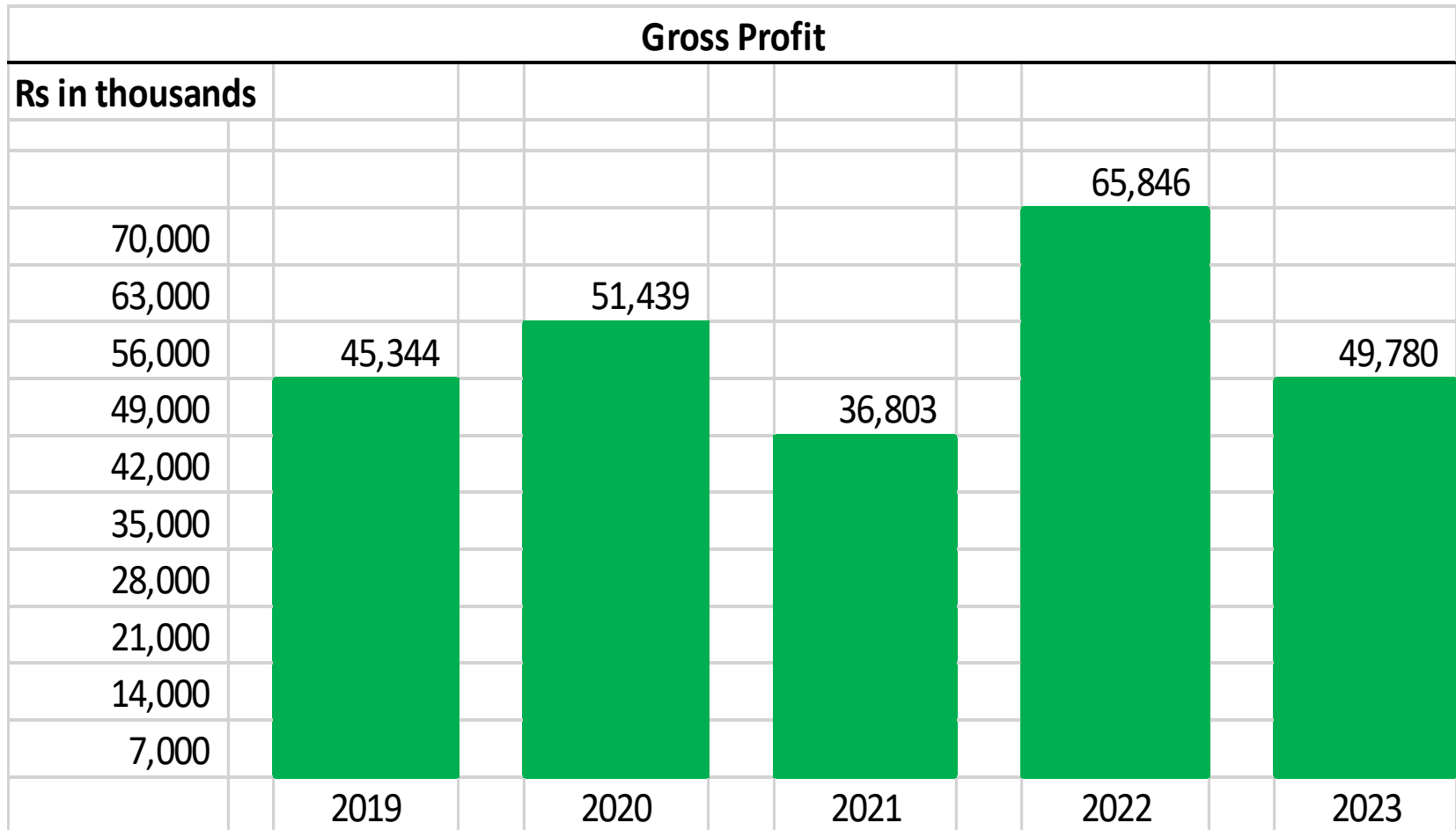
KEY STRATEGIC & OPERATIONAL DEVELOPMENT

- The Weaving Unit of the Company is fully operational and the Company added 20 new Toyota Airjet Looms in its Weaving Unit during the year 2022-2023.
- The Weaving Unit of the Company consists of 200 Toyota Airjet Looms with the installed capacity of 64,348,888 meters at 60 picks.
- The actual cloth produced during the year was 35,846,322 meters.
- Total number of employees as at 30th June 2023 were 549.

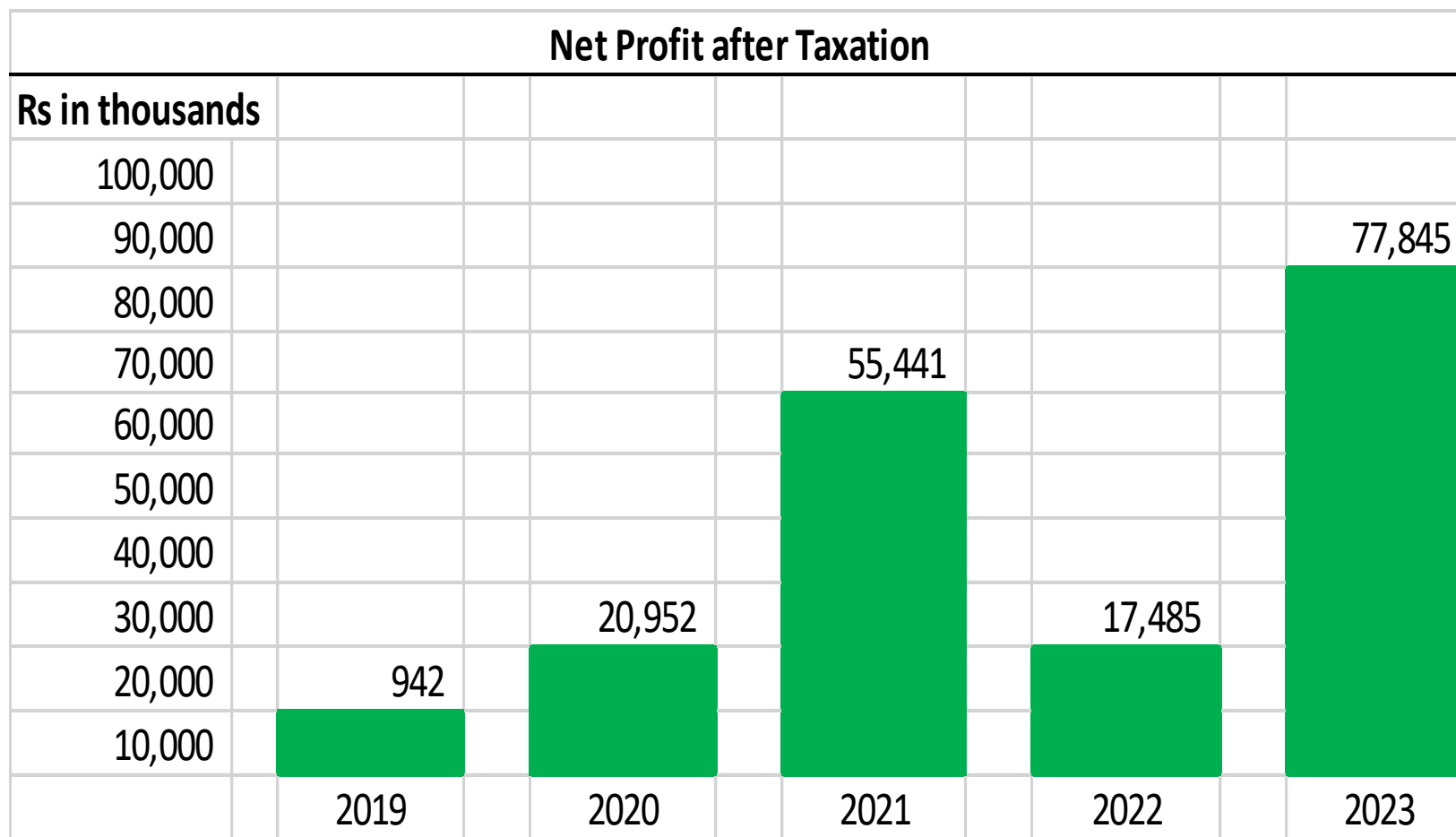
HISTORICAL FINANCIAL HIGHLIGHTS



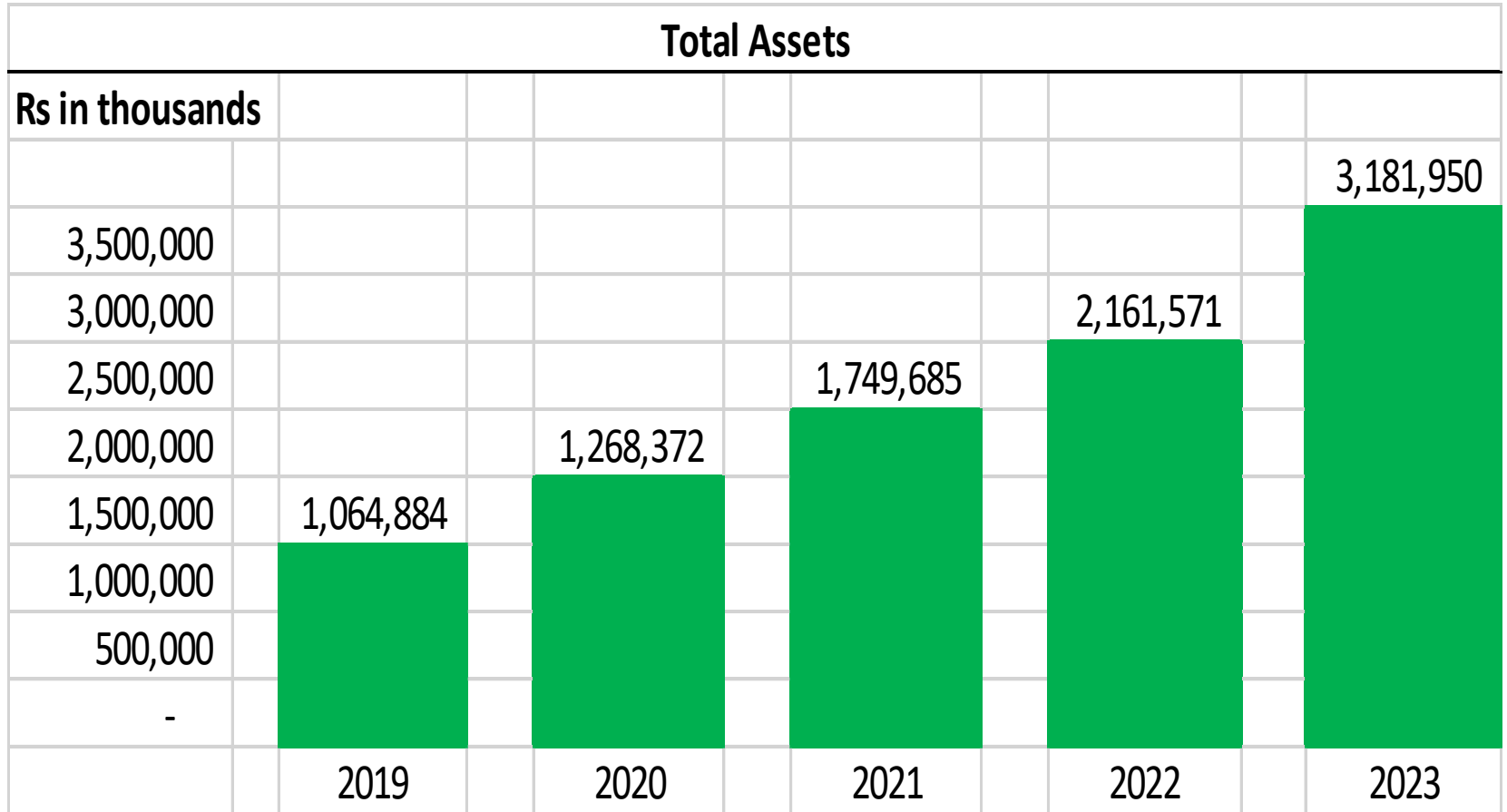
HISTORICAL FINANCIAL HIGHLIGHTS



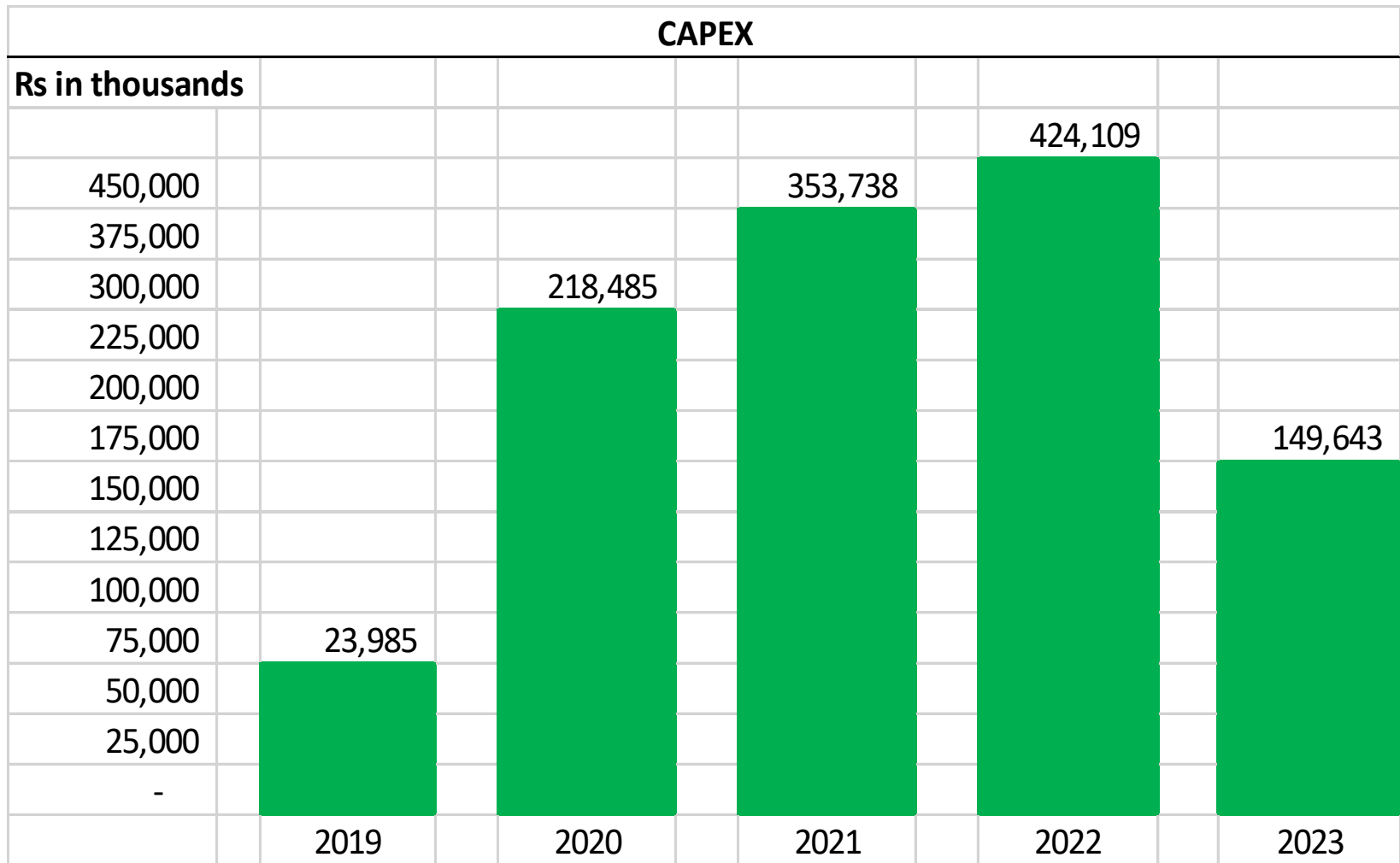
HISTORICAL FINANCIAL HIGHLIGHTS



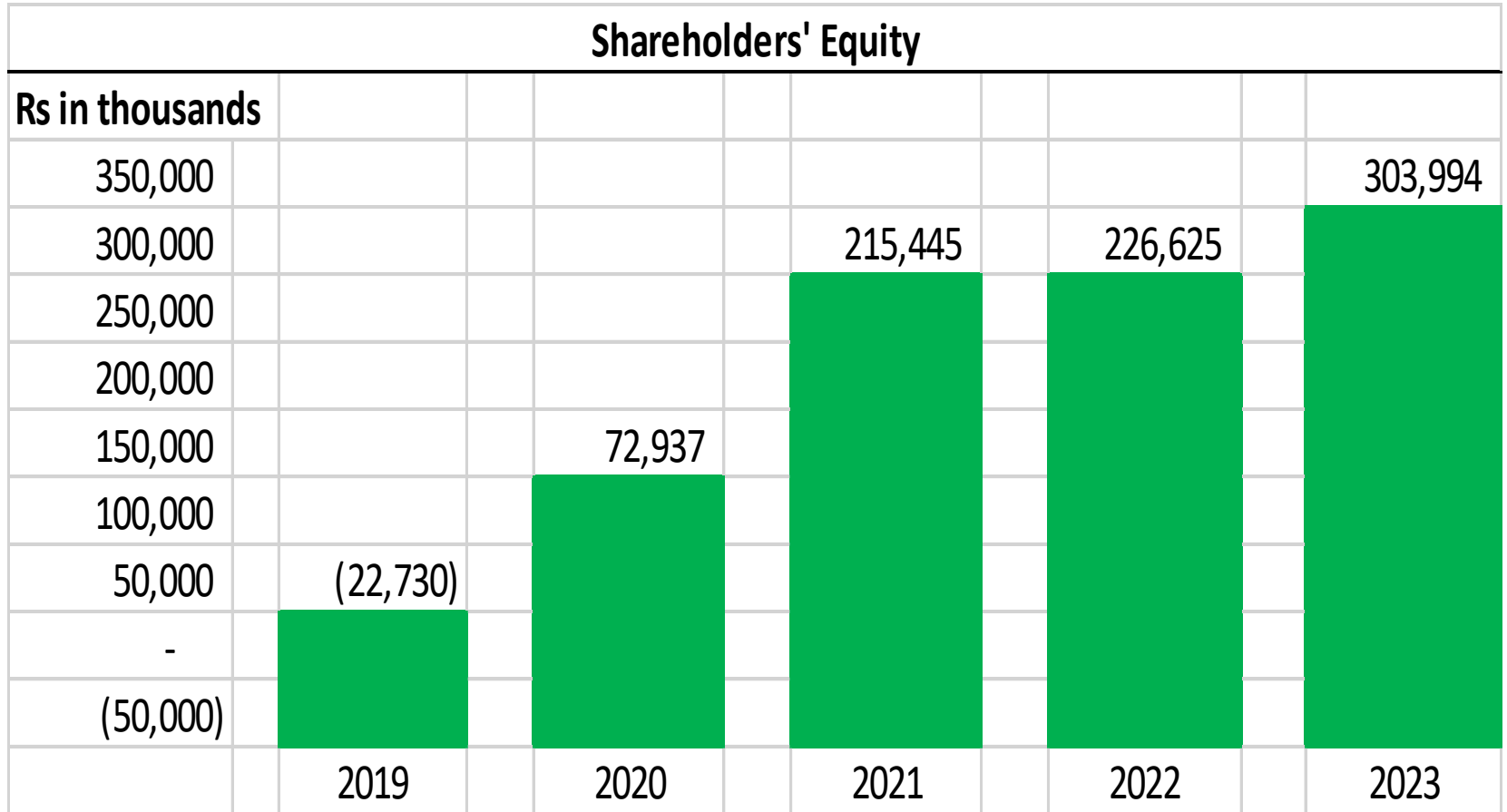
HISTORICAL FINANCIAL HIGHLIGHTS



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FINANCIAL RESULTS 2023 vs 2022

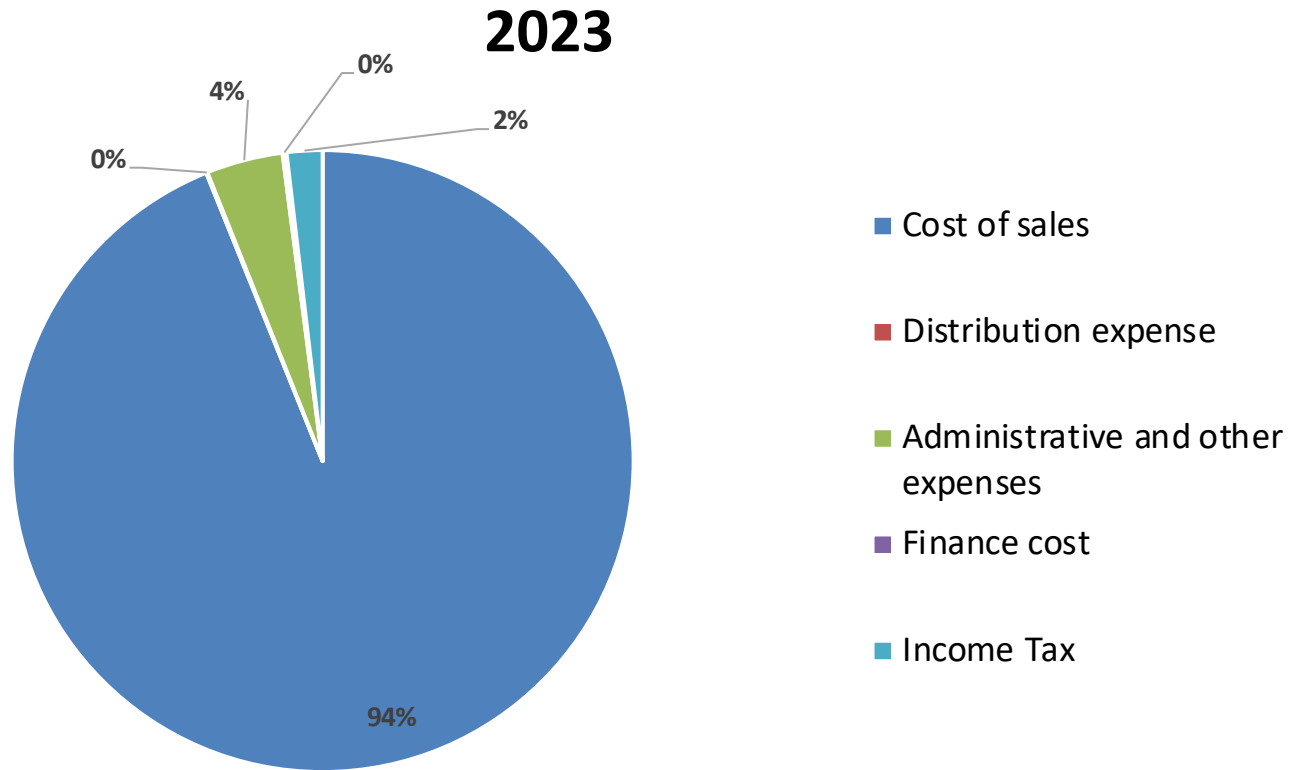
INCOME STATEMENT

- Sales Rs. 870.963 million (2022: 728.594 million)
- Gross Profit Rs. 49.780 million (5.72% of Sales) [2022: Gross profit Rs. 65.847 million (9.04% of sales)]
- Profit after taxation Rs. 77.845 million (8.94% of Sales) [2022: Profit after taxation 17.489 million (2.40% of sales)]

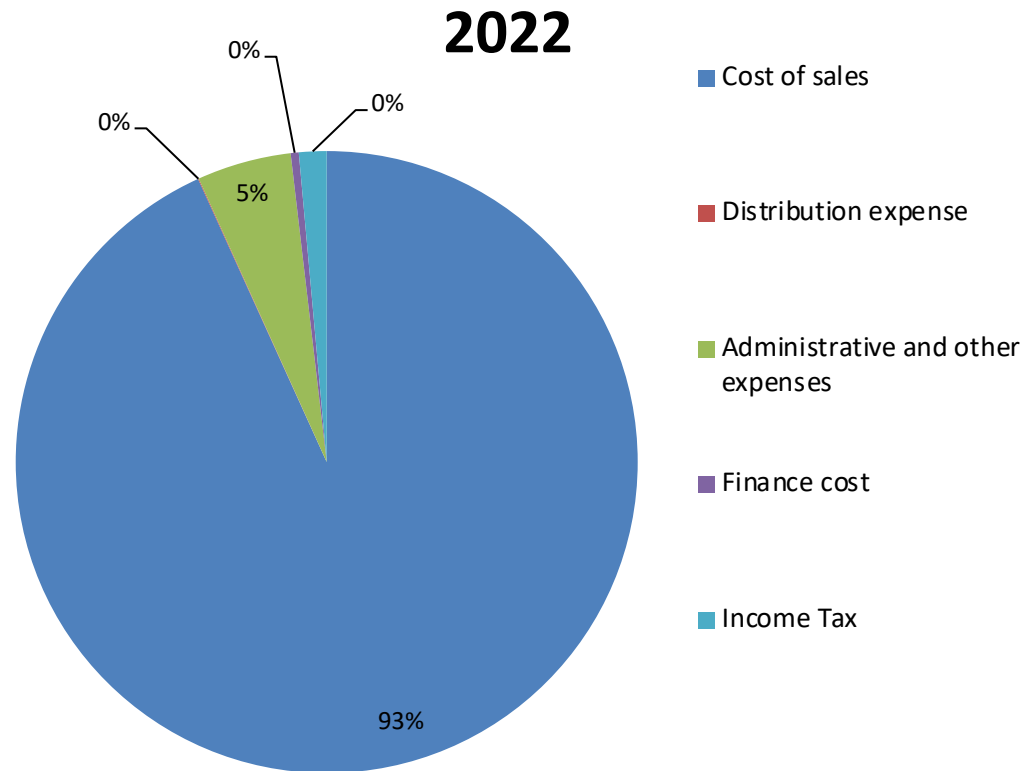
Statement of value addition and its distribution

	2023		2022	
	Rs. In thousand	% age	Rs. In thousand	% age
Value addition				
Sales	870,963	91.44	728,594	99.89
Other income	81,488	8.56	800	0.11
Total	952,451	100.00	729,394	100.00
Value distribution				
Cost of sales	821,183	93.89	662,747	93.09
Distribution expense	540	0.06	502	0.07
Administrative and other expenses	34,825	3.98	38,391	5.39
Finance cost	1,792	0.20	849	0.12
Income Tax	16,266	1.86	9,416	1.32
Total	874,606	100.00	711,905	100.00
Profit	77,845		17,489	

Statement of value addition and its distribution



Statement of value addition and its distribution



Balance Sheet Assets

	2023		2022	
	Rs. In thousand	% age	Rs. In thousand	% age
Property, plant and equipment	1,751,048	55.03%	1,715,529	79.36%
Long term investment	39	0.00%	39	0.00%
Long term deposits	12,022	0.38%	10,019	0.46%
Stores, spare parts and loose tools	761,256	23.92%	49,448	2.29%
Stock in trade	182,690	5.74%	76,492	3.54%
Trade debts	156,962	4.93%	159,571	7.38%
Loans and advances	45,722	1.44%	52,281	2.42%
Trade deposits and short term prepayments	142	0.00%	24	0.00%
Tax refunds due from Government	223,526	7.02%	92,239	4.27%
Cash and bank balances	48,543	1.53%	5,929	0.27%
Total	3,181,950	100.00%	2,161,571	100.00%

Balance Sheet Equity & Liabilities

	2023		2022	
	Rs. In thousand	% age	Rs. In thousand	% age
Shareholders Equity	303,994	9.55%	226,625	10.48%
Deferred liabilities	20,749	0.65%	18,507	0.86%
Long term payables	16,248	0.51%	16,267	0.75%
Trade and other payables	390,315	12.27%	220,358	10.19%
Accrued mark up / interest	-	0.00%	52	0.00%
Current portion of long term financing from banking companies	-	0.00%	8,214	0.38%
Short term borrowings from associated undertakings	848,391	26.66%	769,996	35.62%
Short term borrowings from directors and others	1,602,253	50.35%	901,552	41.71%
Total	3,181,950	100.00%	2,161,571	100.00%

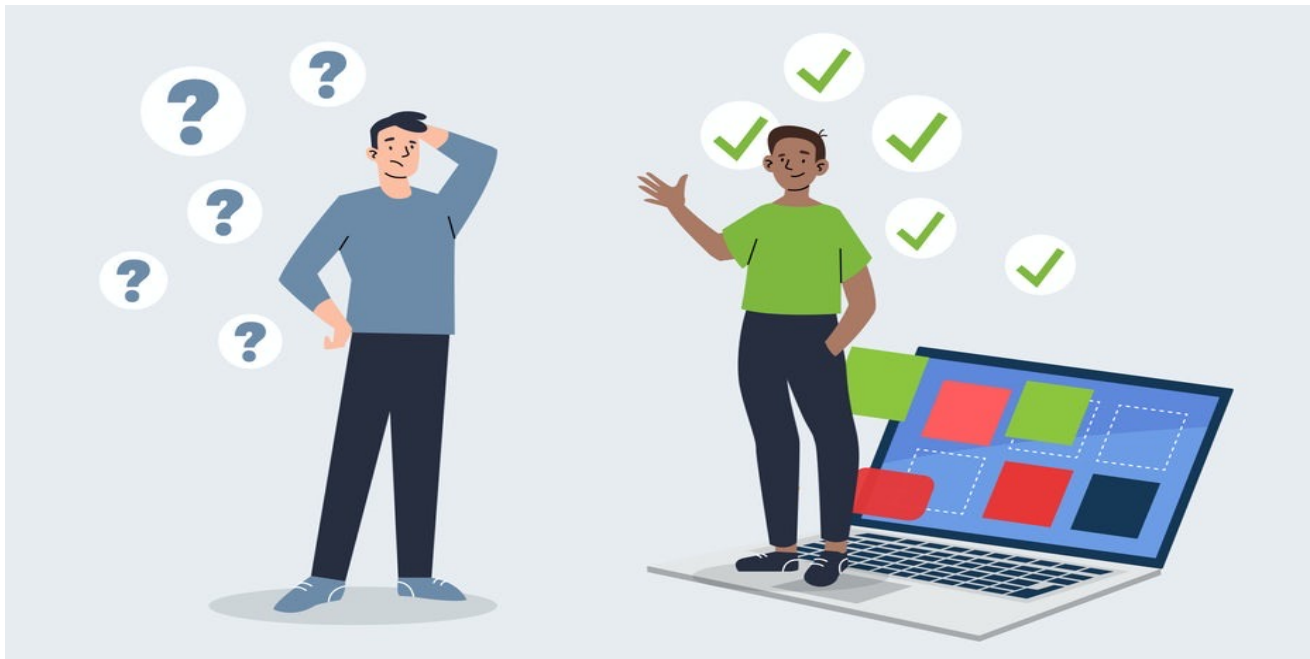
KEY PERFORMANCE RATIOS

			2023		2022
Balance Sheet Ratios					
Return on equity			25.61%		7.7%
Current Ratio			0.5		0.23
Quick Ratio			0.44		0.19
Earnings per share			1.579		0.355
Price Earnings (P/E) Ratio			6.19/1.579		7.75/0.355

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 towards future, sustainable and long-term growth. Because of bumper cotton crop during the year and PKR appreciation against U.S Dollar during the past few days, the textile outlook is expected to remain 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. 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 for forthcoming financial year.

Q & A SESSION





Thank

YOU!