



RUPALI POLYESTER LIMITED

**2025**

Quarterly Accounts (Un-audited)

for the 3rd Quarter ended  
31 March 2025

# Corporate Data

## Board of Directors

### Chairman

Shehzad Feerasta

### Chief Executive Officer

Nooruddin Feerasta

### Directors

Muhammad Rashid Zahir - Non-Executive	Amyna Feerasta - Non-Executive
Zeeshan Feerasta - Non-Executive	Yaseen M. Sayani - Independent Non-Executive
Shahid Hameed - Independent Non-Executive	Abdul Hayee - Non-Executive

### Audit Committee

Yaseen M. Sayani - Chairman	Muhammad Rashid Zahir - Member
Zeeshan Feerasta - Member	

### Human Resource & Remuneration Committee

Shahid Hameed – Chairman	Nooruddin Feerasta - Member
Zeeshan Feerasta - Member	

### Chief Financial Officer

Muhammad Ahsan Iqbal

### Company Secretary

S. Ghulam Shabbir Gilani

### Bankers

Askari Bank Limited	Bank Alfalah Limited
Faysal Bank Limited	Habib Bank Limited
Habib Metropolitan Bank Limited	MCB Bank Limited
Meezan Bank Limited	Soneri Bank Limited
The Bank of Punjab	

### Auditors

RSM Avais Hyder Liaquat Nauman  
Chartered Accountants

### Registered Office

Rupali House, 241-242 Upper Mall Scheme,  
Anand Road, Lahore - 54000 PAKISTAN

### Plant

30.2 Kilometer Lahore - Sheikhpura Road  
Sheikhpura - 39350 PAKISTAN

## Directors' Review

We are pleased to present the Company's un-audited financial statements for the third quarter and nine-month period ended 31 March 2025.

### Overview

The third quarter of FY 2024-25 continued to present significant challenges for Pakistan's polyester industry, with persistent economic headwinds impacting Rupali Polyester Limited's performance. High interest rates, escalating energy costs, and the ongoing influx of dumped imports from China severely constrained the Company's operations. Despite efforts to stabilize the economy through monetary policies and IMF-backed reforms, rising input costs and competitive pressures from unfairly priced imports of Polyester Filament Yarn (PFY) led to reduced sales volumes and increased financial strain. The Company implemented strategic pricing adjustments and cost optimization measures to mitigate losses, demonstrating resilience in a volatile market environment.

However, in a positive development, the Government has reduced the energy tariff by approximately Rs. 7.59 per unit effective from April-May 2025. Additionally, the National Tariff Commission (NTC) has conducted investigations of Chinese exporters, held a Public Hearing on March 20, 2025 and a Special Meeting with the representatives of Pakistan Yarn Merchants Association (PYMA) on April 15, 2025, to give them an opportunity to present their case. A Statement of Essential Effects and the Final Anti-Dumping Duty decision are expected to be announced in May 2025. Furthermore, interest rates have also been reduced, which may provide some relief moving forward.

### Polyester Market Conditions

The polyester industry remains under pressure due to weak domestic demand of domestic PFY, tight liquidity and intense competition with dumped imports. Local manufacturers, operating at significantly reduced capacities, faced challenges from high raw material costs (PTA and MEG) and soaring energy tariffs, which eroded gross margins. The provisional anti-dumping duties imposed by the National Tariff Commission (NTC) on Drawn Textured Yarn (DTY) imported from China, ranging from 2.13% to 20.78%, have been rendered ineffective due to legal challenges and stays granted by the High Courts. Additionally, the low dumping margin of 5.00% applied to major Chinese exporters fails to address severe price distortions in the market. This situation continues to threaten the sustainability of the domestic polyester industry, prompting urgent signaling calls for the Government to implement robust anti-dumping duties and higher customs tariffs for at least five years to protect local manufacturers and preserve employments.

### Financial Performance

For the third quarter ended 31 March 2025, sales revenue significantly declined to Rs. 622.74 million from Rs. 2,486.48 million in the corresponding period of FY 2023-24, driven by a sharp reduction in sales volumes of Polyester Staple Fiber (PSF) and Polyester Filament Yarn (PFY). The Company incurred a gross loss of Rs. 158.03 million in Q3, contributing to a cumulative gross loss of Rs. 593.43 million for the nine-month period, primarily due to high raw material and energy costs. Finance costs, although reduced to Rs. 79.78 million in Q3 from Rs. 156.43 million in the prior year's corresponding quarter, remained elevated for the nine-month period at Rs. 349.71 million due to high mark-up rates and reliance on financing facilities. The loss after tax for Q3 was Rs. 289.33 million, bringing the nine-month loss after tax to Rs. 1,025.16 million, compared to Rs. 650.22 million in the same period of the previous year.

### Earnings per share

The Company reported a loss per share of Rs. 8.50 for the third quarter and Rs. 33.02 for the nine-month period ended 31 March 2025, compared to a loss per share of Rs. 7.88 and Rs. 21.36 for the respective periods in FY 2023-24.

### Future Outlook

Despite the challenging environment, there is cautious optimism for the polyester industry, with anticipated improvements in economic activity expected to drive demand for PSF and PFY in the coming months. However, the persistent threat of dumped imports underscores the need for immediate and decisive government intervention through effective anti-dumping measures and long-term economic policies. The Company remains committed to enhancing operational efficiency, optimizing costs, and advocating for protective trade policies to strengthen its competitive position. By leveraging advanced machinery and focusing on import substitution, the polyester sector has the potential to reduce foreign exchange outflows and contribute significantly to Pakistan's economic resilience.

### A Note of Gratitude

The Board extends its heartfelt gratitude to the Ministries of Finance, Industries and Production, Commerce, Communication and IT, and Textile Industry, as well as the Federal Board of Revenue, Customs, and the Government of Punjab for their continued support. We deeply appreciate the trust and collaboration of Development Financial Institutions, Commercial Banks, and our valued customers, whose partnerships are integral to our operations. We also recognize the unwavering dedication of our management and staff, whose hard work and commitment drive the Company's resilience. Finally, we thank our stakeholders for their enduring confidence in Rupali Polyester Limited.

On behalf of the Board



Nooruddin Feerasta  
Chief Executive Officer



Zeeshan Feerasta  
Director

Lahore  
28 April 2025

## فی حصص آمدنی

کمپنی کو 31 مارچ 2023 کو ختم ہونے والی تیسری سہ ماہی میں فی حصہ خسارہ 8.50 روپے اور نو ماہی کے دوران 33.02 روپے فی حصہ کا خسارہ ہوا جو 31 مارچ 2024 کو ختم ہونے والی اسی مدت میں 7.88 روپے اور 21.36 روپے فی حصہ تھا۔

## مستقبل کا جائزہ

درپیش مسائل والے ماحول کے باوجود، پولیسٹر انڈسٹری کے لیے محتاط امید ہے، اقتصادی سرگرمیوں میں متوقع بہتری کے ساتھ آنے والے مہینوں میں پولیسٹر اسٹیل فائبر (PSF) اور پولیسٹر فلامنٹ یارن (PFY) کی مانگ میں اضافہ متوقع ہے۔ تاہم، ڈمپ شدہ درآمدات کے مستقل خطرہ مؤثر اینٹی ڈیپنگ اقدامات اور طویل مدتی اقتصادی پالیسیوں کے ذریعے فوری اور فیصلہ کن حکومتی مداخلت کی اہمیت کا متقاضی ہے۔ کمپنی اپنی آپریشنل کارکردگی کو بڑھانے، اخراجات کو بہتر بنانے، اور اپنی مسابقتی پوزیشن کو مضبوط کرنے کے لیے حفاظتی تجارتی پالیسیوں کی وکالت کرنے کے لیے پرعزم ہے۔ اعلیٰ درجے کی مشینری کا فائدہ اٹھاتے ہوئے اور PFY کو متبادل درآمد کے طور اس پر توجہ مرکوز کرتے ہوئے، پولیسٹر سیکٹر غیر ملکی کرنسی کے اخراج کو کم کرنے اور پاکستان کی اقتصادیات میں نمایاں طور پر حصہ ڈالنے کی صلاحیت رکھتا ہے۔

## اظہار تشکر

بورڈ نے وزارت خزانہ، صنعت و پیداوار، تجارت، مواصلات اور آئی ٹی، اور نیکسٹل انڈسٹری کے ساتھ ساتھ فیڈرل بورڈ آف ریونیو، کسٹمز اور حکومت پنجاب کو ان کی مسلسل حمایت کے لیے تہہ دل سے شکر گزار ہے۔ ہم مالیاتی ترقیاتی اداروں، کمرشل بینکوں، اور ہمارے قابل قدر صارفین کے اعتماد اور تعاون کی دل کی گہرائیوں سے تعریف کرتے ہیں، جن کی شراکت داری ہمارے کاموں کے لیے لازم و ملزوم ہے۔ ہم اپنے انتظامیہ اور عملے کی غیر متزلزل لگن کو بھی تسلیم کرتے ہیں، جن کی محنت اور عزم کمپنی کو آگے بڑھاتا ہے۔ آخر میں، ہم روپالی پولیسٹر لمیٹڈ میں اپنے اسٹیک ہولڈرز کے مستقل اعتماد کے لیے اُن کا شکریہ ادا کرتے ہیں۔

مخائب بورڈ آف ڈائریکٹرز:



ذیشان فیراستہ  
ڈائریکٹر



نور الدین فیراستہ  
چیف ایگزیکٹو آفیسر

لاہور:

28 اپریل 2025

## ڈائریکٹران کا جائزہ

ہم 31 مارچ 2025 کو ختم ہونے والی تیسری سہ ماہی اور نو ماہی مدت کے لئے کمپنی کے غیر پڑتال شدہ مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

### مجموعی جائزہ

گزشتہ نو ماہ (جولائی 2024 سے مارچ 2025) کافی مشکلات کا دور رہا، جس میں روپائی پولیسٹر لمیٹڈ کو مسلسل معاشی مشکلات کا سامنا کرنا پڑا۔ بلند شرح سود، توانائی کے بڑھتے ہوئے اخراجات، اور چین سے مسلسل (Dumped) درآمدات نے کمپنی کے کاروبار کو سخت متاثر کیا۔ مالیاتی پالیسیوں اور IMF کی حمایت یافتہ اصلاحات کے ذریعے معیشت کو مستحکم کرنے کی کوششوں کے باوجود، بڑھتی ہوئی پیداواری لاگت اور غیر منصفانہ قیمت والی درآمدات سے مسابقتی دباؤ نے فروخت کے حجم میں کمی اور مالی دباؤ میں اضافہ کیا۔ کمپنی نے مارکیٹ کے غیر مستحکم ماحول میں چپک کامظاہرہ کرتے ہوئے نقصانات کو کم کرنے کے لیے اسٹریٹیجک قیمتوں کی ایڈجسٹمنٹ اور لاگت کی اصلاح کے اقدامات پر عمل درآمد کیا۔

تاہم، ایک مثبت پیش رفت میں، حکومت نے توانائی کے ٹیرف میں تقریباً 7.59 روپے فی یونٹ کی کمی کی ہے، جو کہ اپریل - مئی 2025 سے موثر ہے۔ مزید برآں، نیشنل ٹیرف کمیشن (NTC) نے چینی برآمد کنندگان کی تحقیقات کے لیے 20 مارچ 2025 کو عوامی سماعت کی اور 15 اپریل 2025 کو پاکستان یارن مرجنٹس ایسوسی ایشن (PYMA) کے نمائندوں کے ساتھ ایک خصوصی میٹنگ کی، تاکہ انہیں اپنا کیس پیش کرنے کے لیے موقع فراہم کیا جاسکے۔ NTC کی جانب سے اینٹی ڈپنگ ڈیوٹی کے حتمی فیصلے کا مئی 2025 میں اعلان متوقع ہے۔ مزید برآں، شرح سود کو بھی کم کر دیا گیا ہے، جو آگے بڑھنے میں کچھ ریلیف فراہم کر سکتا ہے۔

### پولیسٹر مارکیٹ کے حالات

پولیسٹر انڈسٹری کمزور مقامی طلب، سخت لیکویڈیٹی، اور ڈمپ شدہ درآمدات سے شدید مسابقت کی وجہ سے دباؤ میں ہے۔ مقامی مینوفیکچررز کو نمایاں طور پر کم صلاحیتوں پر کام کرتے ہوئے، خام مال (PTA اور MEG) کی بلند لاگت اور توانائی کے بڑھتے ہوئے ٹیرف سے چیلنجوں کا سامنا کرنا پڑا، جس نے مجموعی مارجن کو کم کیا۔ چین سے درآمد شدہ ڈی ٹی وائی (DTY) پر نیشنل ٹیرف کمیشن (NTC) کی طرف سے عائد کردہ عارضی اینٹی ڈپنگ ڈیوٹی، 2.13 فیصد سے 20.78 فیصد تک، قانونی چیلنجوں اور عدالت ہائے اعلیٰ کی طرف سے دیے گئے احکام امتناعی کی وجہ سے غیر موثر ہو گئی ہے۔ مزید برآں، بڑے چینی برآمد کنندگان پر لاگو 5.00 فیصد کیم ڈپنگ مارجن مارکیٹ میں قیمتوں کے شدید بگاڑ کو دور کرنے میں ناکام رہا۔ یہ صورت حال مقامی پولیسٹر انڈسٹری کی پائیداری کے لیے خطرہ بنی ہوئی ہے، جس سے حکومت سے مقامی مینوفیکچررز کے تحفظ اور ملازمتوں کو محفوظ رکھنے کے لیے کم از کم پانچ سال تک مضبوط اینٹی ڈپنگ ڈیوٹی اور زیادہ کسٹم ٹیرف نافذ کرنے کے لیے فوری مطالبات کیے جا رہے ہیں۔

### مالیاتی کارکردگی

مارچ 2025 کو ختم ہونے والی تیسری سہ ماہی کے لیے، سیلزیونیو جو کہ مالی سال 2023-24 کی اسی مدت میں 2,486.48 ملین روپے تھی سے 31 کی فروخت (PFY) اور پولیسٹر فلامنٹ یارن (PSF) نمایاں طور پر کم ہو کر 622.74 ملین روپے رہ گئی۔ جس کی بڑی وجہ پولیسٹر انشیل فاسبر کے حجم میں بہت کمی ہے کمپنی کو تیسری سہ ماہی میں 158.03 ملین روپے کا خام نقصان ہوا جو کمپنی کو نو ماہ کی مدت کے لیے 593.43 ملین روپے کا مجموعی نقصان میں شامل ہے اس کی بنیادی وجہ خام مال اور توانائی کے زیادہ اخراجات ہیں۔ اگرچہ مالیاتی اخراجات، جو پچھلے سال کے اسی سہ ماہی میں 156.43 ملین روپے تھے سے کم کر کے 79.78 ملین روپے ہو گئے۔ نو ماہ کی مدت کے لئے۔ مارک اپ کی بلند شرحوں اور مالیاتی سہولیات پر انحصار کی وجہ سے مالیاتی اخراجات 349.71 ملین روپے رہے۔ تیسری سہ ماہی کے لیے بعد از ٹیکس خسارہ 289.33 ملین روپے رہا اور نو ماہ میں بعد از ٹیکس خسارہ 1,025.16 ملین روپے تک پہنچ گیا، جو پچھلے سال کی اسی مدت 650.22 ملین روپے تھا۔



## Condensed Interim Statement of Financial Position (Un-audited) as at March 31, 2025

(Rupees in'000)	Note	Un-audited 31 March 2025	Audited 30 June 2024
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	4	7,034,823	7,121,367
Investment properties	5	800,000	800,000
Long term security deposits		4,481	4,481
Deferred tax assets	6	450,000	440,359
		8,289,304	8,366,207
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		1,132,713	1,128,897
Stock in trade		1,223,425	2,541,632
Trade receivables		16,059	27,429
Advances, deposits and other receivables		761,749	800,559
Other financial assets		-	-
Tax refunds due from government		161,541	171,218
Cash and cash equivalents	7	85,892	260,598
		3,381,379	4,930,333
		11,670,683	13,296,540
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised share capital 35,000,000 (30 June 2024: 35,000,000) ordinary shares of Rs. 10 each		350,000	350,000
Issued, subscribed and paid-up capital		340,685	340,685
Capital reserves			
Share premium		71,490	71,490
Surplus on revaluation of land		5,697,866	5,697,866
Revenue reserves			
General reserve		1,664,125	1,664,125
Unappropriated losses		(2,191,778)	(1,166,622)
		5,582,388	6,607,544
		5,582,388	6,607,544
<b>NON-CURRENT LIABILITIES</b>			
Deferred liabilities			
Staff retirement gratuity		341,880	318,957
<b>CURRENT LIABILITIES</b>			
Trade and other payables	8	1,134,828	2,144,900
Short term borrowings	9	4,388,218	3,981,857
Accrued markup on borrowings		218,774	148,611
Unclaimed dividend		4,595	4,599
Provision for taxation-Income tax		-	90,072
		5,746,415	6,370,039
<b>CONTINGENCIES AND COMMITMENTS</b>	10		
		11,670,683	13,296,540

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.



Nooruddin Feerasta  
Chief Executive Officer



Zeeshan Feerasta  
Director



Muhammad Ahsan Iqbal  
Chief Financial Officer

## Condensed Interim Statement of Profit or Loss (Un-audited) for the nine months ended March 31, 2025

(Rupees in '000)	Note	Quarter Ended 31 March		Nine Months Ended 31 March	
		2025	2024	2025	2024
Sales - net		622,739	2,486,479	5,266,159	7,860,085
Cost of goods sold	11	780,767	2,484,325	5,859,591	7,823,238
Gross profit/(loss)		(158,028)	2,154	(593,432)	36,847
Other income		19,440	5,496	102,889	44,407
		(138,588)	7,650	(490,543)	81,254
Distribution costs		6,115	8,300	20,461	23,414
Administrative expenses		48,237	63,871	165,485	200,227
Finance costs		79,776	156,430	349,711	469,421
Other operating expenses		8,832	16,355	32,842	27,355
		142,960	244,955	568,499	720,417
(Loss) for the period before the taxation		(281,548)	(237,306)	(1,059,042)	(639,163)
Minimum tax differential		7,784	31,081	65,827	88,450
(Loss) for the period		(289,332)	(268,387)	(1,124,869)	(727,613)
Provision for taxation		-	-	(99,713)	(77,391)
Loss for the period		(289,332)	(268,387)	(1,025,156)	(650,222)
Amount in Rupees					
Earnings per share - basic and diluted		(8.49)	(7.88)	(33.02)	(21.36)

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.



Nooruddin Feerasta  
Chief Executive Officer



Zeeshan Feerasta  
Director



Muhammad Ahsan Iqbal  
Chief Financial Officer



## Condensed Interim Statement of other Comprehensive Income (Un-audited) for the nine months ended March 31, 2025

(Rupees in'000)	Quarter Ended 31 March		Nine Months Ended 31 March	
	2025	2024	2025	2024
Loss for the Period	(289,332)	(268,387)	(1,025,156)	(650,222)
Other Comprehensive Income for the period				
Items that may not be subsequently reclassified to profit or loss				
-Reversal of deferred tax related to staff retirement gratuity				
Total Comprehensive (loss)/Income for the period	(289,332)	(268,387)	(1,025,156)	(650,222)

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.



Nooruddin Feerasta  
Chief Executive Officer



Zeeshan Feerasta  
Director



Muhammad Ahsan Iqbal  
Chief Financial Officer

## Condensed Interim Statement of Cash Flows (Un-audited) for the nine months ended March 31, 2025

(Rupees in'000)	Note	Quarter Ended 31 March	
		2025	2024
<b>Cash flow from operating activities</b>			
Profit before taxation		(1,059,042)	(639,163)
<b>Adjustments for non-cash and other items</b>			
Depreciation	5	113,599	116,515
Staff retirement benefits		22,923	-
Loss on disposal of fixed assets		-	-
Interest income		(8,133)	(12,175)
Workers Welfare Fund		-	-
Workers Profit Participation Fund		8,832	7,355
Finance cost		349,711	469,421
		486,933	581,116
		(572,109)	(58,047)
<b>Effect on cash flow due to working capital changes</b>			
<b>(Increase)/decrease in current assets</b>			
Stores, spares and loose tools		(4,227)	(112,994)
Stock-in-trade		1,318,207	(389,469)
Trade debts		11,370	(13,773)
Trade deposits and short term prepayments and receivables		53,774	(629,474)
		1,379,124	(1,145,710)
<b>Increase / (decrease) in current liabilities</b>			
Trade and other payables		(1,033,288)	874,143
<b>Cash generated from operations</b>		(226,273)	(329,614)
Finance costs paid		(279,548)	(392,381)
Income tax paid		(56,319)	(86,204)
Long term deposits		-	-
Workers Profit Participation Fund Paid		-	-
Staff retirement benefits paid		-	34,892
<b>Net cash inflow / (outflow) from operating activities</b>		(562,140)	(773,307)
<b>Cash flow from investing activities</b>			
Additions in property, plant and equipment		(27,055)	(114,271)
Mark-up / Interest income received		8,133	12,175
Proceeds from disposal of operating assets		-	-
<b>Net cash outflow from investing activities</b>		(18,923)	(102,096)

## Condensed Interim Statement of Cash Flows (Un-audited) for the nine months ended March 31, 2025

(Rupees in'000)	Quarter Ended 31 March	
	2025	2024
Cash flows from financing activities		
Short-term borrowings (paid) / obtained - net	406,361	1,100,571
Repayment of long-term financing	-	-
Dividend paid	(4)	(283)
Net Cash Inflow / (Outflow) from Financing Activities	406,357	1,100,288
Net increase / (decrease) in cash and cash equivalents	(174,706)	224,885
Cash and cash equivalents at the beginning of the period	260,598	35,767
Cash and cash equivalents at the end of the period	14 85,892	260,652

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.



Nooruddin Feerasta  
Chief Executive Officer



Zeeshan Feerasta  
Director



Muhammad Ahsan Iqbal  
Chief Financial Officer

# Condensed Interim Statement of Changes in Equity (Un-audited) for the nine months ended March 31, 2025

	Issued Subscribed and Paid up Capital	Capital reserves		Revenue reserves		Total Reserves	Surplus on Revaluation of Freehold Land	Total
		Share Premium	General reserve	Accumulated loss				
(Rupees in'000)								
Balance as on 01 July 2023 - Audited ( Restated)	340,685	71,490	1,664,125	(337,512)	1,738,788	5,697,866	7,436,654	
Final Dividend for the year ended 30 June 2023	-	-	-	-	-	-	-	
Loss for the nine months ended 31 March 2024	-	-	-	(650,222)	(650,222)	-	(650,222)	
Other comprehensive income	-	-	-	-	-	-	-	
for the nine months ended 31 March 2024	-	-	-	-	-	-	-	
Balance as on March 31 2023 - Unaudited	340,685	71,490	1,664,125	(987,734)	1,088,566	5,697,866	6,786,432	
Balance as on April 01 2023- Unaudited	340,685	71,490	1,664,125	(987,734)	1,088,566	5,697,866	6,786,432	
Final Dividend for the year ended 30 June 2024	-	-	-	-	-	-	-	
Profit for the quarter ended 30 June 2024	-	-	-	-	-	-	-	
Other comprehensive loss	-	-	-	-	-	-	-	
for the last quarter ended June 30, 2024	-	-	-	(178,888)	(178,888)	-	(178,888)	
Balance as on 30 June 2024 - Audited	340,685	71,490	1,664,125	(1,166,622)	909,678	5,697,866	6,607,544	
Balance as on 01 July 2024 - Audited	340,685	71,490	1,664,125	(1,166,622)	909,678	5,697,866	6,607,544	
Final Dividend for the year ended 30 June 2024	-	-	-	-	-	-	-	
Loss for the nine months ended 31 March 2025	-	-	-	(1,025,156)	(1,025,156)	-	(1,025,156)	
Other comprehensive income	-	-	-	-	-	-	-	
for the nine months ended 31 March 2025	-	-	-	-	-	-	-	
Balance as on March 31, 2025 - Unaudited	340,685	71,490	1,664,125	(2,191,778)	(115,478)	5,697,866	5,582,388	

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.



Nooruddin Feerasta  
Chief Executive Officer



Zeeshan Feerasta  
Director



Muhammad Ahsan Iqbal  
Chief Financial Officer

## Notes to the Condensed Interim Financial Statements (Un-audited) for the nine months ended March 31, 2025

### 1 Legal status and nature of business

Rupali Polyester Limited (the Company) was incorporated in Pakistan on 24 May 1980 as a Public Limited Company under the repealed Companies Ordinance, 1984 now Companies Act, 2017 and is listed on Pakistan Stock Exchange. The Company is principally engaged in manufacture and sale of polyester products. The registered office is located at 241-242 Upper Mall Scheme, Anand Road, Lahore, in the province of Punjab and regional office is situated at 1st Floor, Gul Tower, I.I Chundrigar Road, Karachi, in the province of Sindh. The manufacturing facility is situated at 30.2 KM Lahore - Sheikhpura Road, Sheikhpura, in the province of Punjab.

### 2 Basis of preparation

#### 2.1 Statement of compliance

These condensed interim financial statements are un-audited and have been prepared in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- (i) International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by International Accounting Standard Board (IASB) as notified under the Companies Act, 2017;
- (ii) Provisions of or directives issued under the Companies Act, 2017.

In case where the provisions of or directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of or directives issued under the Companies Act, 2017 have been followed.

- 2.2 These condensed interim financial statements should be read in conjunction with annual audited financial statements of the Company for the year ended June 30, 2023.

### 3 Summary of Significant Accounting Policies

- 3.1 The significant accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of annual audited financial statements of the Company for the year ended June 30, 2023.
- 3.2 There are certain amendments to standards that became effective during the period and are mandatory for accounting periods of the Company beginning on or after July 01, 2023 but are considered not to be relevant to the Company's operations and are, therefore, not disclosed in these condensed interim financial statements.

There are certain new standards, amendments to standards and interpretations that are effective from different future periods but are considered not to be relevant to the Company's operations, therefore, not disclosed in these condensed interim financial statements.

**3.3** These condensed interim financial statements are presented in Pakistani Rupees which is the Company's functional and presentation currency.

### 3.4 Significant accounting estimates and judgments

The preparation of these condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including the expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

During the preparation of these condensed interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that were applied in the preparation of annual audited financial statements of the Company for the year ended June 30, 2023.

### 3.5 Financial risk management

Risk management policies and procedures are consistent with those disclosed in the annual audited financial statements of the Company for the year ended June 30, 2023.

(Rupees in '000)	Note	Un-audited 31 March 2025	Audited 30 June 2024
<b>4 Property, plant and equipment</b>			
Operating fixed assets - at net book value	4.1	6,868,907	6,956,898
Capital work-in-progress - at cost	4.2	153,699	164,469
Stores held for capital expenditure - at cost		12,217	-
		<u>7,034,823</u>	<u>7,121,367</u>
<b>4.1 Operating fixed assets</b>			
Opening net book value (NBV)		6,956,898	6,999,997
Additions/Revaluation at cost during the period / year	4.1.1	27,116	118,350
		<u>6,984,014</u>	<u>7,118,347</u>
Disposals at net book value (NBV) during the period / year	4.1.1	(1,508)	-
Depreciation charge during the period / year		(113,599)	(161,449)
		<u>(115,107)</u>	<u>(161,449)</u>
		<u>6,868,907</u>	<u>6,956,898</u>



## 4.1.1 Addition and disposals of operating fixed assets during the period / year are as follows:

(Rupees in'000)	Additions/Revaluation at cost		Disposals - at NBV	
	Quarter Ended 31 March		Nine Months Ended 31 March	
	2025	2024	2025	2024
Freehold land	-	-	-	-
Building - Factory on freehold land	3,378	-	-	-
Building - Office on freehold land	698	45	-	-
Plant and machinery	19,104	9,902	1,508	-
Furniture and fittings	25	172	-	-
Vehicles	991	10,166	-	-
Office equipment	2,443	728	-	-
Other assets	476	14,766	-	-
	27,116	35,779	1,508	-

(Rupees in'000)	Un-audited 31 March 2025	Audited 30 June 2024
<b>4.2 Capital work-in-progress</b>		
Building and civil works	552	1,045
Plant and machinery	151,484	163,424
Furniture and fixture	-	-
Vehicle	-	-
Office equipment	1,653	-
Other assets	10	-
	153,699	164,469
<b>5 Investment property</b>		
Fair value at the beginning of the period / year	800,000	750,000
Fair value gain during the period / year	-	50,000
Fair value at the end of the period / year	800,000	800,000

- 5.1 The fair value of the investment property is determined by an independent valuer, M/s Hamid Mukhtar & Co. (Pvt.) Limited as at June 30, 2024. The fair value has been determined under 'Fair Value Hierarchy — Level 2' based on the market comparable approach that reflects recent transaction prices for similar properties. Forced sale value of land has been determined at Rs. 680 million (2023: 637.5 million).

(Rupees in '000)	Note	Un-audited 31 March 2025	Audited 30 June 2024
<b>6 Deferred tax asset</b>			
Opening balance		440,190	379,382
(provision)/reversal through profit and loss		332,724	58,279
provision charged through other comprehensive income		-	2,698
Provision allowed during the year		9,810	-
Total Deferred tax		782,724	440,359
Disallowed during the year to keep the limit 450 Million		(332,724)	-
		450,000	440,359
<b>6.1 It comprises of the following:</b>			
Taxable temporary differences in respect of; Difference in accounting and tax bases of property, plant and equipment		(243,215)	(246,079)
Deductible temporary differences in respect of; Provision for gratuity		99,145	92,498
Tax losses carried forward		564,122	296,927
Minimum tax credit u/s 113		362,672	296,845
		782,724	440,191
<b>7 Cash and cash equivalents</b>			
Cash and bank balances		85,892	260,598
		85,892	260,598
<b>8 Trade and other payables</b>			
Trade payables		392,390	1,766,362
Accrued liabilities		139,119	164,517
Worker's profit participation fund		86,254	77,399
Worker's welfare fund		-	-
Advance from customers		28,028	46,440
Gas Infrastructure Development Cess (GIDC) payable 8.1		61,338	61,338
Sales tax payable		111,794	13,277
Withholding tax payable		1,360	1,344
Retention money		1,270	950
Provident fund payable		158	318
Others		313,117	12,955
		1,134,828	2,144,900

**8.1** This represents present value of GIDC payable to SNGPL. The amount was payable in 24 equal monthly installments of Rs: 4,959,786 each. The payment is suspended at the moment pursuant to stay order granted by Sindh High Court.

(Rupees in'000)	Note	Un-audited 31 March 2025	Audited 30 June 2024
<b>9 Short term borrowings</b>			
Secured- from banking companies			
Running finances utilized under mark-up arrangements	9.1	2,867,099	2,761,738
From associates - unsecured	9.2	1,521,119	1,220,119
		<u>4,388,218</u>	<u>3,981,857</u>

9.1 The aggregate finance facilities available from various commercial banks amounted to Rs. 3,211.08 million (June: 2024: Rs. 3,082.27 million). These carry mark-up at the rates ranging from 12.75% to 13.14% per annum (March: 2024: 21.81% to 23.26% per annum) and are secured against hypothecation charge on current assets and promissory notes, respectively. Markup is payable on quarterly basis in arrears.

9.2 The loan was obtained to meet working capital requirements and has been utilized accordingly. The loan is unsecured, interest free and repayable on demand.

## 10 Contingencies and commitments

### 10.1 Contingencies

10.1.1 There has been no material change in the status of contingencies as disclosed in note 28 to the Company's financial statements for the year ended June 30, 2024.

### 10.2 Commitments

10.2.1 Contracts for Capital expenditure commitments outstanding as at 31 March 2024 amounted to Rs. Nil million (30 June 2024: Rs.Nil million).

10.2.2 Commitments against irrevocable letters of credit as at 31 March 2025 amounted to Rs. 190,012.8 million (30 June 2024: Rs. 2,039.075 million).

(Rupees in'000)	Quarter Ended 31 March		Nine Months Ended 31 March	
	2025	2024	2025	2024
<b>11 Cost of goods sold</b>				
Raw and packing materials consumed	401,404	1,871,955	3,389,954	6,478,636
Stores and spares consumed	13,663	34,406	66,753	95,494
Salaries, wages and amenities	113,087	122,802	360,527	331,190
Fuel and power	202,891	497,606	1,015,903	1,377,652
Repair and maintenance	6,500	10,067	30,355	34,452
Running and maintenance of vehicles	7,784	10,674	26,739	31,671
Insurance	5,695	4,790	15,632	14,070
Depreciation	34,217	35,273	101,912	104,957
Rent, rate and taxes	539	546	1,759	1,853
Other expenses	2,285	2,868	3,502	4,096
	788,065	2,590,992	5,013,036	8,474,071
Add: Opening work in process	75,408	74,620	82,883	109,563
Less: Closing work in process	(57,217)	(65,257)	(57,217)	(65,257)
	806,256	2,600,355	5,038,702	8,518,377
Add: Opening finished goods	526,119	1,332,466	1,372,497	753,355
Less: Closing finished goods	(551,608)	(1,448,494)	(551,608)	(1,448,494)
	780,767	2,484,325	5,859,591	7,823,238

## 12 Transactions with related parties

The related parties comprise of major shareholders, associated undertakings, provident fund and key management personnel. Significant transactions with related parties are as follows:

(Rupees in'000)		Quarter Ended 31 March		Nine months Ended 31 March	
		2025	2024	2025	2024
Name of related party and basis of relationship	Nature of transactions				
Rupafil Limited Associated Company by virtue of common directorship	- Purchases	1,871	161,820	202,456	1,341,442
	- Sales	23,283	462,958	65,877	791,923
	- Payments	12,640	132,309	231,640	1,261,589
	- Receipts	37,417	475,385	99,925	810,475
Soneri Bank Limited Associated Company by virtue of common directorship	- Profit on bank deposits	93	3,691	7,051	8,132
Rupali Nylon (Private) Limited Associated Company by virtue of common directorship	- Purchases	-	-	-	-
	- Payments	-	-	-	-

(Rupees in'000)		Quarter Ended 31 March		Nine months Ended 31 March	
		2025	2024	2025	2024
Name of related party and basis of relationship	Nature of transactions				
Spintex Limited	- Purchases	-	-	-	-
	- Sales	-	-	-	-
	- Payments	-	117,000	-	-
	- Receipts	-	125,000	-	-
	- Loan obtained	380,000	-	910,000	-
	- Loan repaid	(380,000)	-	(910,000)	-
ALNU Trust	- Loan received	20,000	415,000	320,000	415,000
	- Loan repaid	(19,000)	-	-	-
Defined Contribution Plan (Provident Fund)	- Contribution to Provident fund	268	260	1,113	1,286

### 13 Date of authorization for issue

These condensed interim financial statements were authorized for issue on 28 April 2025 by the Board of Directors of the Company.

### 14 General

- 14.1 There is no unusual item included in these condensed interim financial statements which is affecting assets, liabilities, profit, comprehensive income, equity or cash flows of the Company.
- 14.2 The provision for taxation made in these condensed interim financial statements is subject to adjustment in annual financial statements.
- 14.3 Revaluation reserve of Rs. 5,697.866 million was presented as a separate line item on the face of statement of financial position. This is included in capital reserves. Capital reserves are not available for distribution to shareholders.
- 14.4 Figures have been rounded off to the nearest thousand Rupees unless stated otherwise.



Nooruddin Feerasta  
Chief Executive Officer



Zeeshan Feerasta  
Director



Muhammad Ahsan Iqbal  
Chief Financial Officer

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