

## DIRECTORS' REPORT

The Directors have pleasure in presenting the 52nd Annual Report of your Company, along with Audited Financial Statement and Auditors Report thereon for the year ended June 30, 2009. Brief of financial results for the period under review are as under:

	Rs.
Profit after taxation	191.300
Un-appropriated profit brought forward	798.476
Profit available for appropriation	973.926
Transfer to General reserve	700.000
Dividend	18.074
Un-appropriated profit carried forward	273.926
Earning per share Rs.	10.580

### Present Year assessment

Your company has earned a net profit of Rs. 191.300 (M). The year under review has been quite difficult for the spinning industry because of various factors, still we were able to achieve better results as compared with last year.

### Dividend

***Your Directors are pleased to recommend 15% cash dividend for the year.***

### Future Outlook

We hope next year will be much better keeping in view the present circumstances. We really appreciate Government of Pakistan for a favorable textile policy and hope this will help the Textile Industry a lot.

Corporate and Financial Reporting Framework:

As required by the Code of Corporate Governance, Directors are pleased to report that:

- a. The Financial Statement prepared by the Management, present fairly its state of affairs, the result of its operations, Cash Flows and changes in equity;
- b. Proper books of accounts have been maintained;
- c. Appropriate accounting policies have been consistently applied in preparation of Financial Statements and accounting estimates are based on reasonable and prudent judgment.
- d. International Accounting Standards, as applicable in Pakistan have been followed in preparation of Financial Statements.
- e. Internal Auditors is continuously reviewing the existing system of internal control and other procedures. The process of review will continue and any weakness in controls will have immediate attention of the management.

- f. There are no significant doubts upon the company's ability to continue as a going concern.
- g. There has been no material departure from the best practices of corporate governance, as details in the listing regulations.
- h. Key operating and financial data for last six years is annexed.
- i. The information about statutory payments on account of taxes, duties and levies is given in the notes to the accounts.
- j. During the period under review the trading in shares of the Company by the CEO, Directors and their spouses as follows:

		<u>Purchase</u>	<u>Sales</u>
1)	Mian Mohammed Ahmed	33,875	Nil.
2)	Mr. Shafqat Masood	5,000	Nil.

During the year under review Five ( 5 ) meetings were held  
Attendance of each Director is as follows:

	Name of Director	<u>Attendance</u>
1.	Mian Mohammad Ahmed	4
2.	Mian Riaz Ahmed	4
3.	Mr. Shahzad Ahmed	4
4.	Mr. Naveed Ahmed	5
5.	Mr. Imran Ahmed	5
6.	Mr. Irfan Ahmed	3
7.	Mr. Kashif Riaz	4
8.	Mr. Shafqat Masood	5
9.	Mr. Farooq Hassan (Nominee N.I.T.)	5

Pattern of shareholding

The Pattern of shareholding as at June 30, 2009 is annexed.

Thanks & Gratitude

Your Directors are pleased to put on record their appreciation and gratitude to the executives, officers, staff members and workers of the company in performance of their duties. Your Directors would also like to put on record their profound and sincere gratitude to valued customers, regulators, external auditors, bankers and our shareholders.

**For and behalf of the Board**  
**Karachi: 07<sup>th</sup> October, 2009.**

**Shahzad Ahmed**  
**Chief Executive.**