

REDCO TEXTILES LIMITED

CORPORATE BRIEFING SESSION

2024

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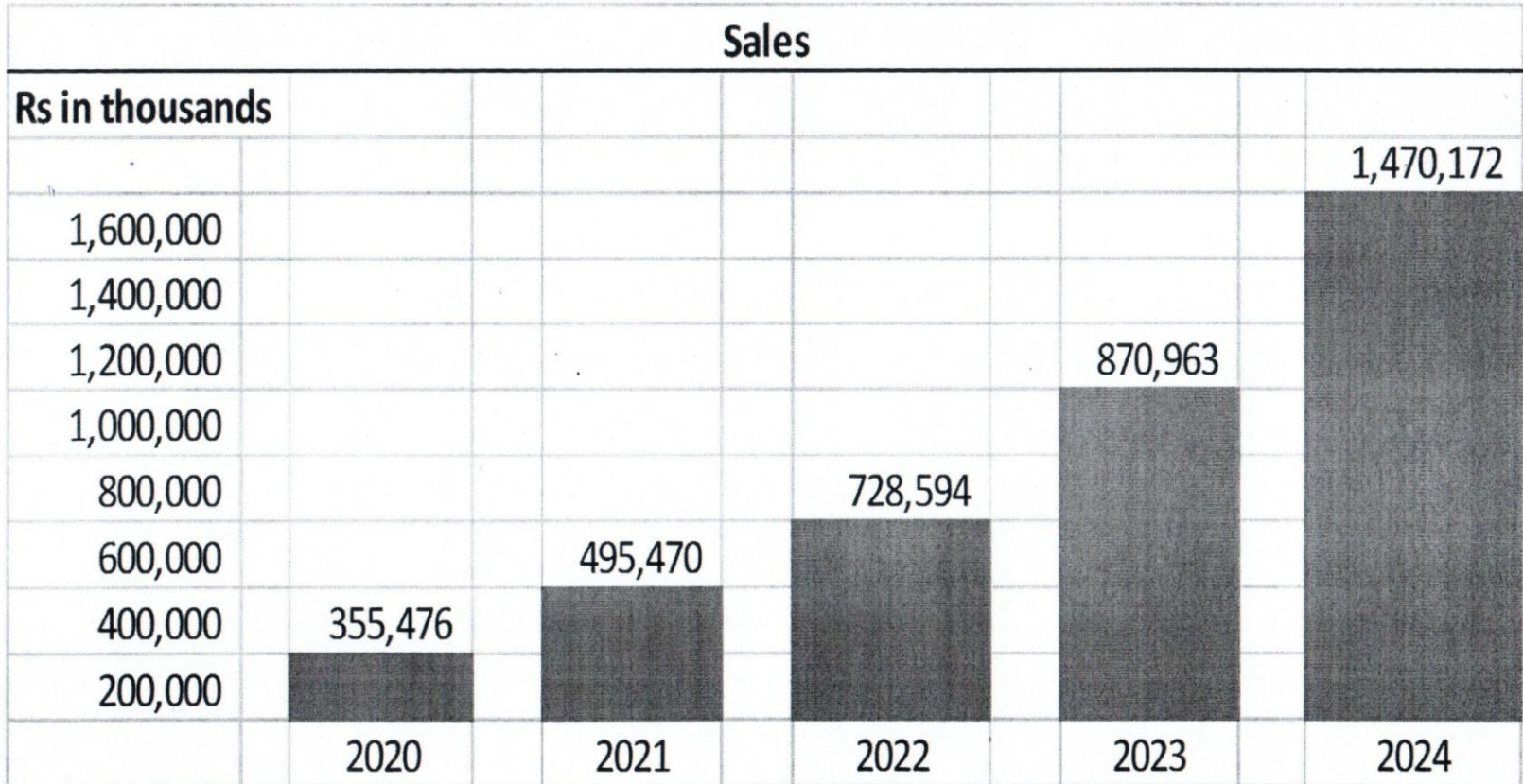
COMPANY PROFILE

- 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 It was incorporated under the repealed Companies Ordinance, 1984 now the Companies Act, 2017 and is listed on Pakistan Stock Exchange. Redco's principal activities include manufacture and sale of yarn and greige fabric. The Company is also generating its revenue by conversion of yarn into fabrics. The registered office of the Company is situated at 78-E, Redco Arcade, Blue Area, Islamabad. The manufacturing facility is located at 3-km, Rawat-Kallar Seydan Road, P.O Sagri, Rawat, Rawalpindi, District Rawalpindi in the Province of Punjab.
- **SPINNING UNIT** (temporarily closed)
- **WEAVING UNIT**

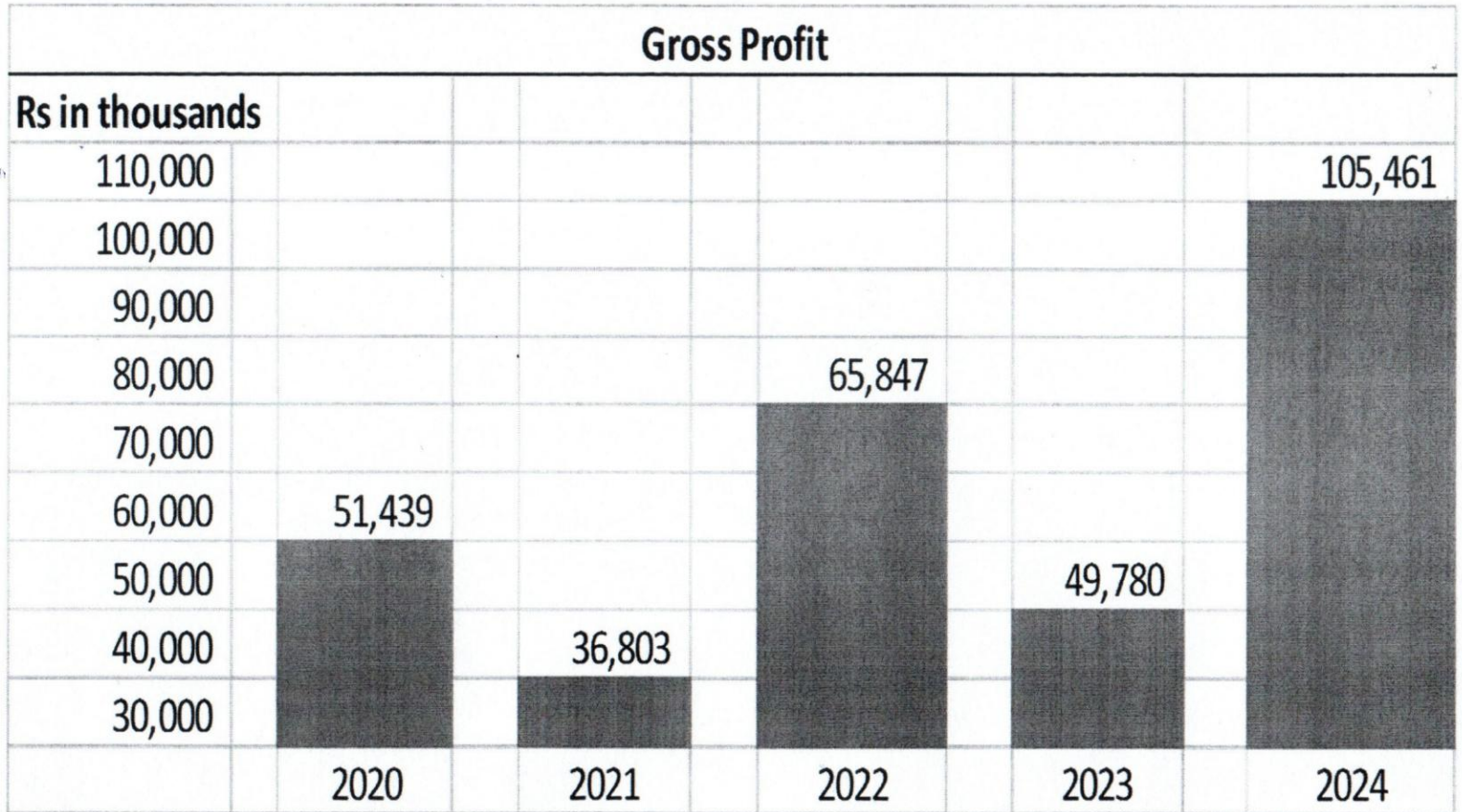
KEY STRATEGIC & OPERATIONAL DEVELOPMENT

- The Weaving Unit of the Company is fully operational due to addition of 76 new Toyota Airjet looms in the recent past.
- 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 35,235,416 meters.
- Total number of employees as at 30th June 2024 were 535.

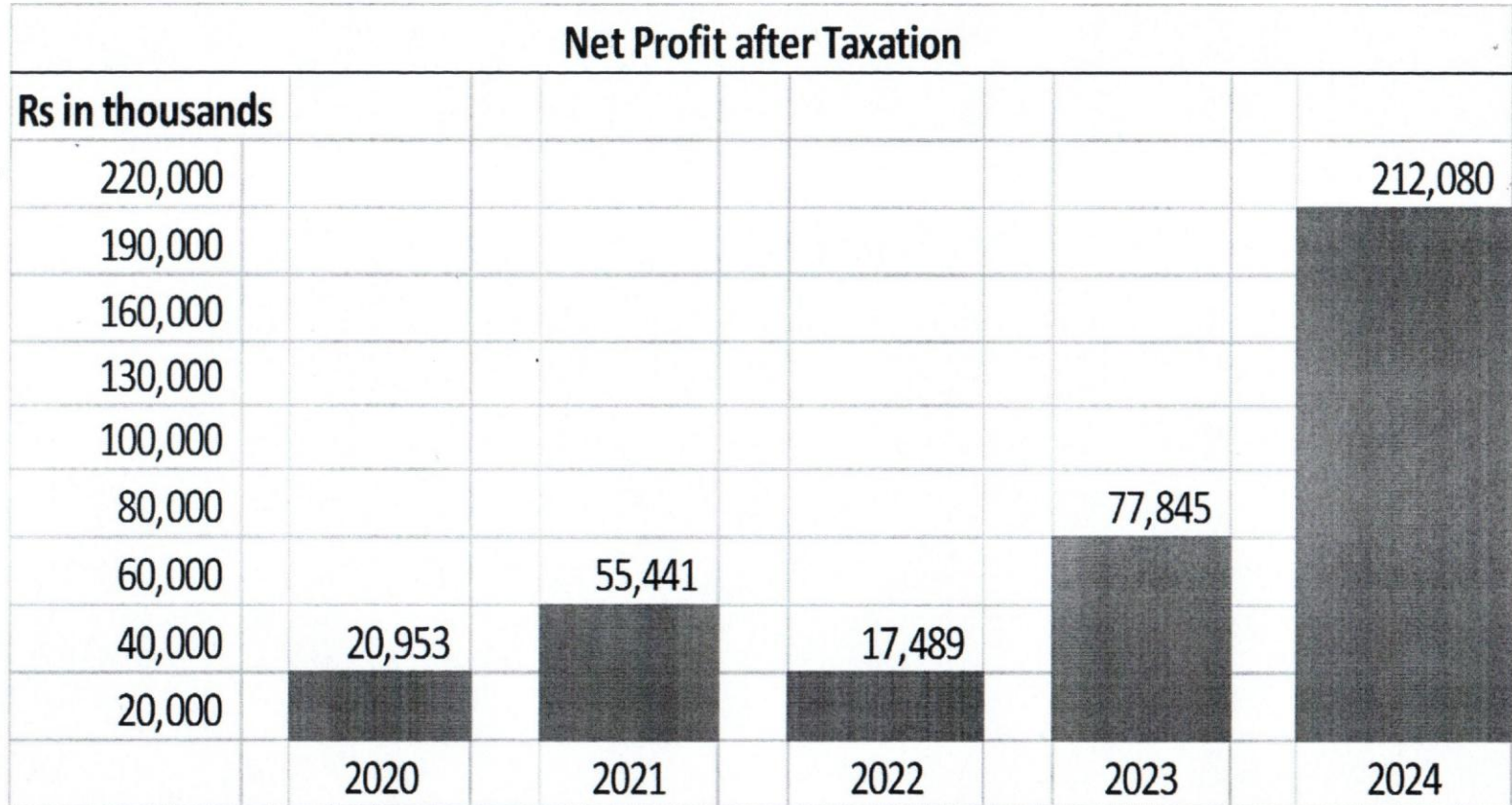
HISTORICAL FINANCIAL HIGHLIGHTS



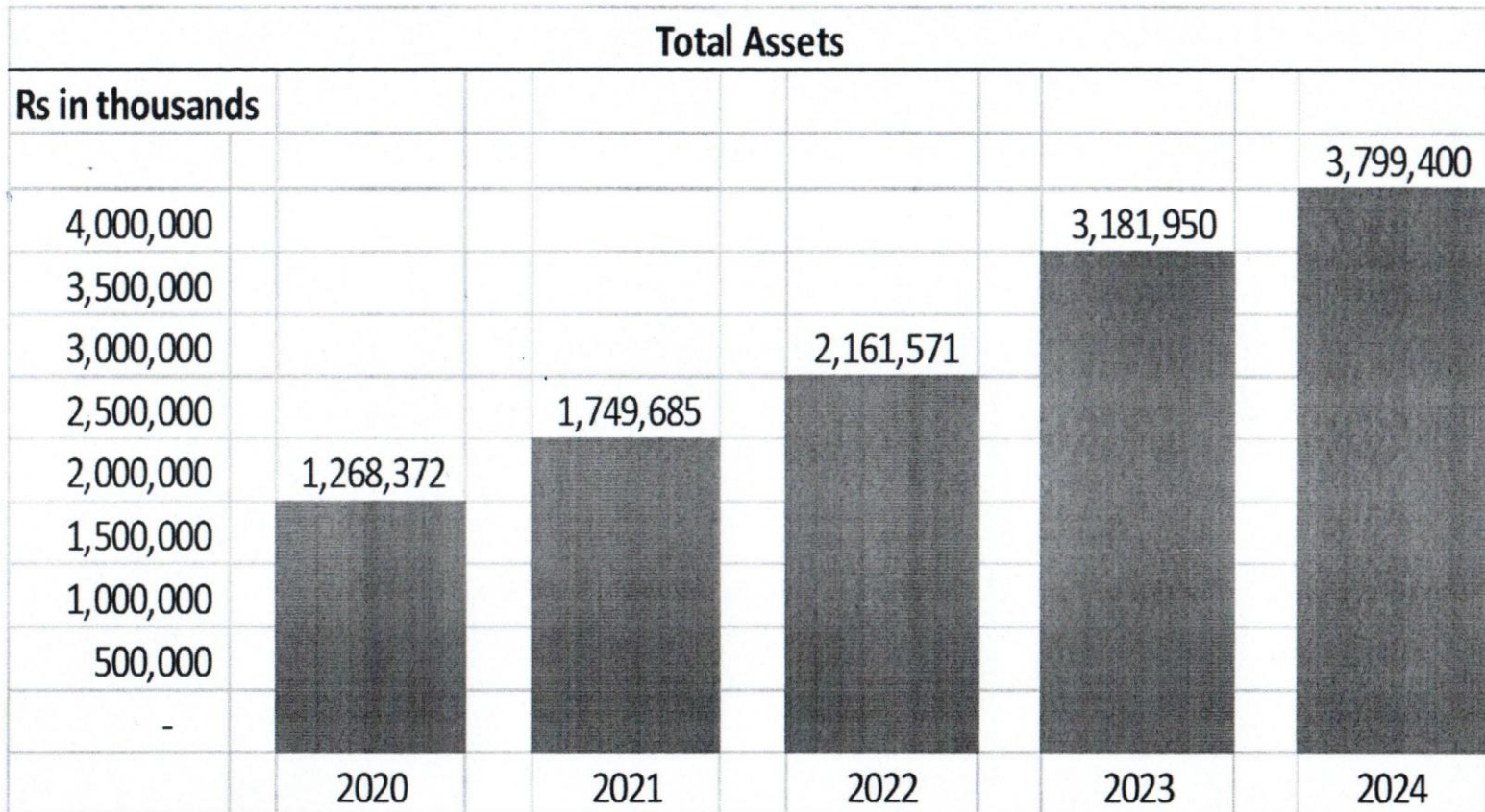
HISTORICAL FINANCIAL HIGHLIGHTS



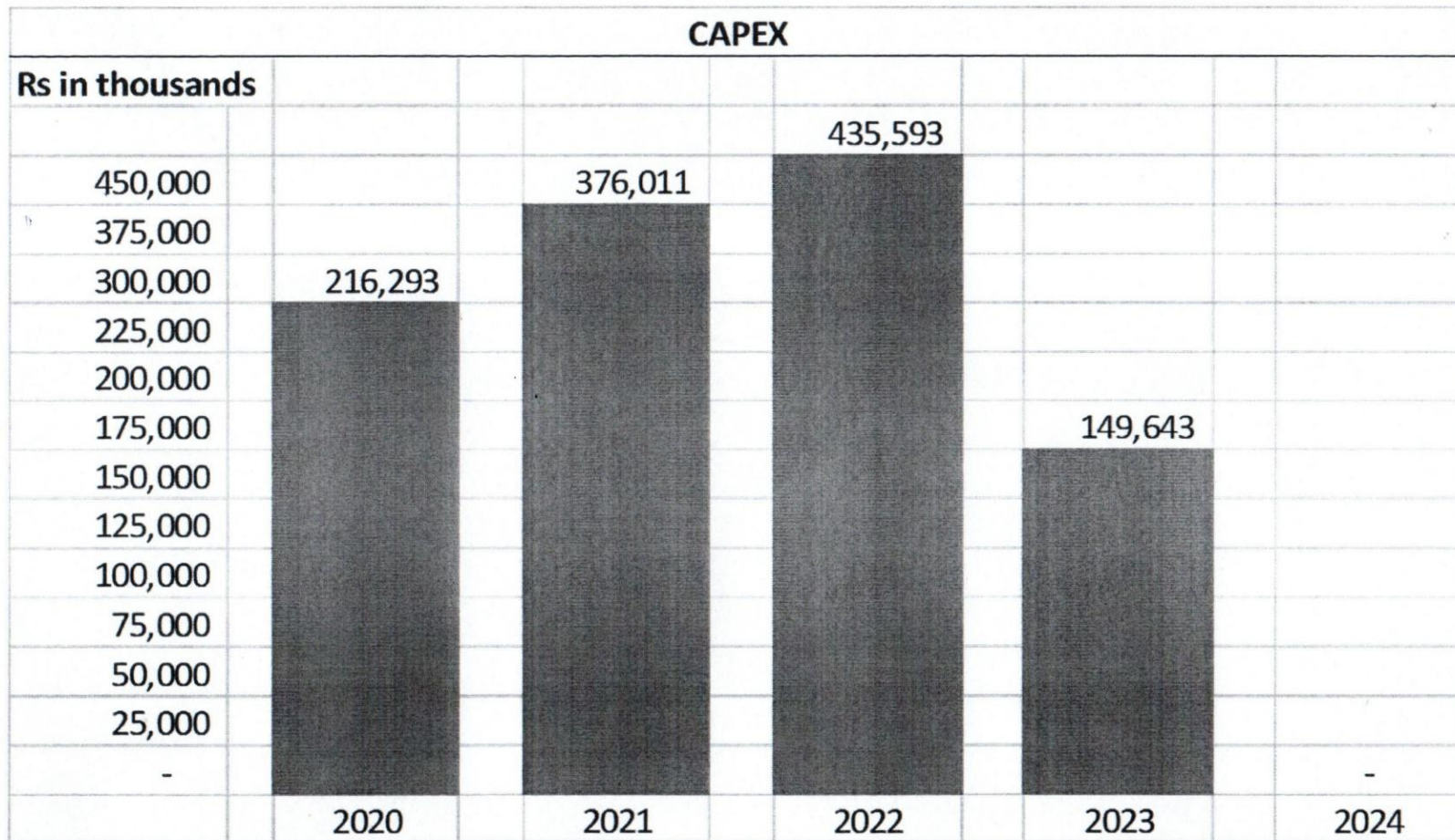
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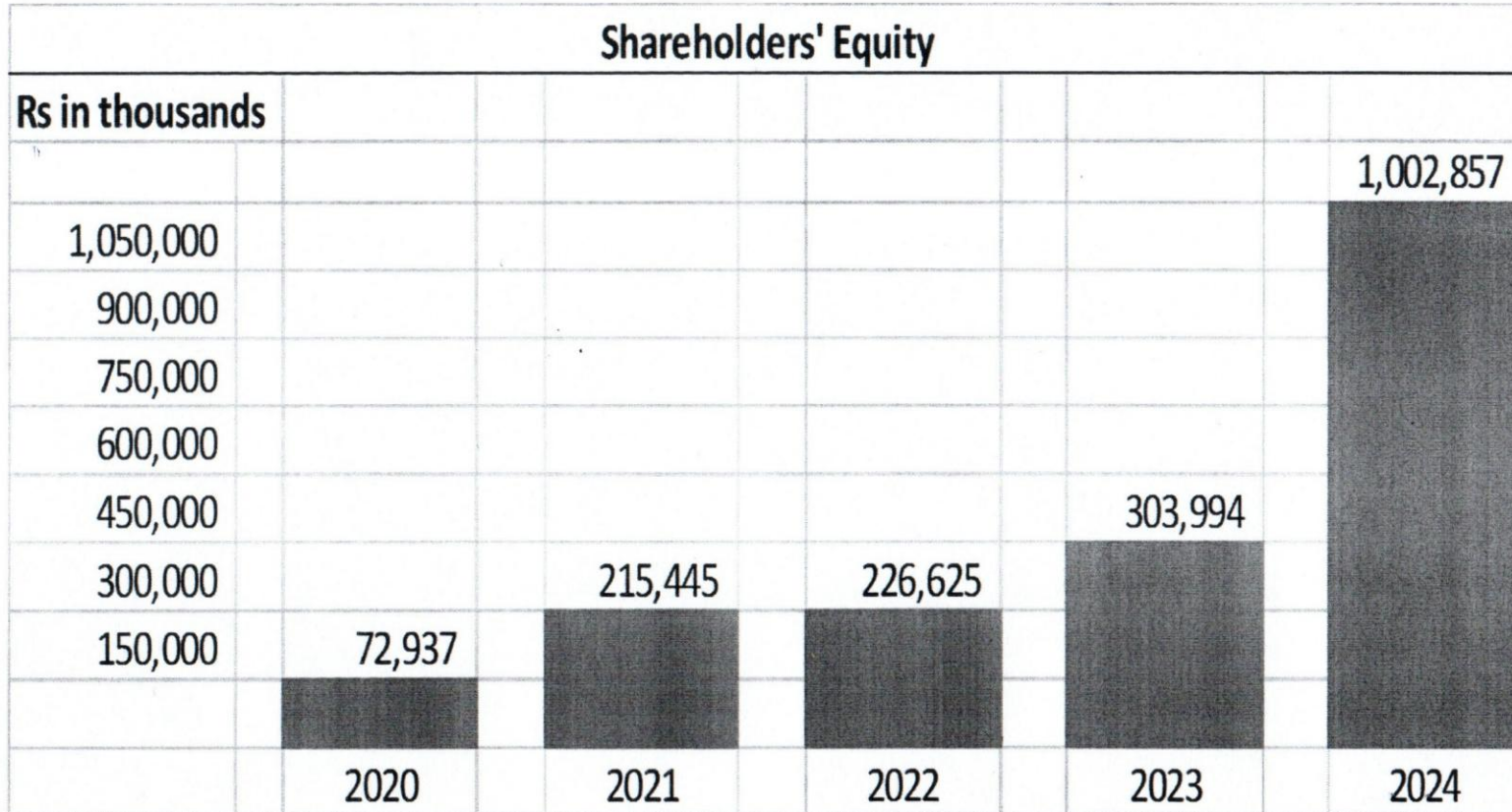
HISTORICAL FINANCIAL HIGHLIGHTS



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FINANCIAL RESULTS 2023 vs 2022

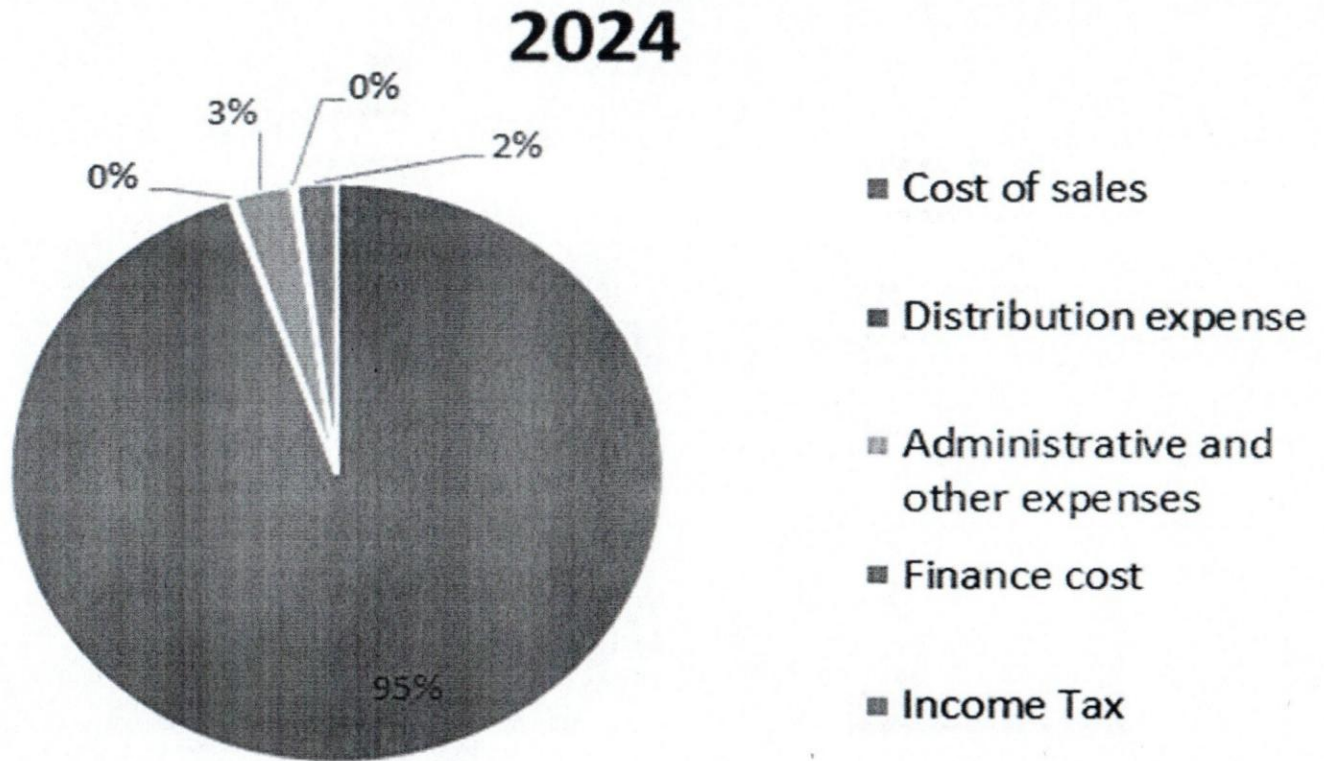
INCOME STATEMENT

- Sales Rs. 1,470.172 million (2023: 870.963 million)
- Gross Profit Rs. 105.460 million (7.17% of Sales) [2023: Gross profit Rs. 49.780 million (5.72% of sales)]
- Profit after taxation Rs. 212.080 million (14.43% of Sales) [2023: Profit after taxation 77.845 million (8.94% of sales)]

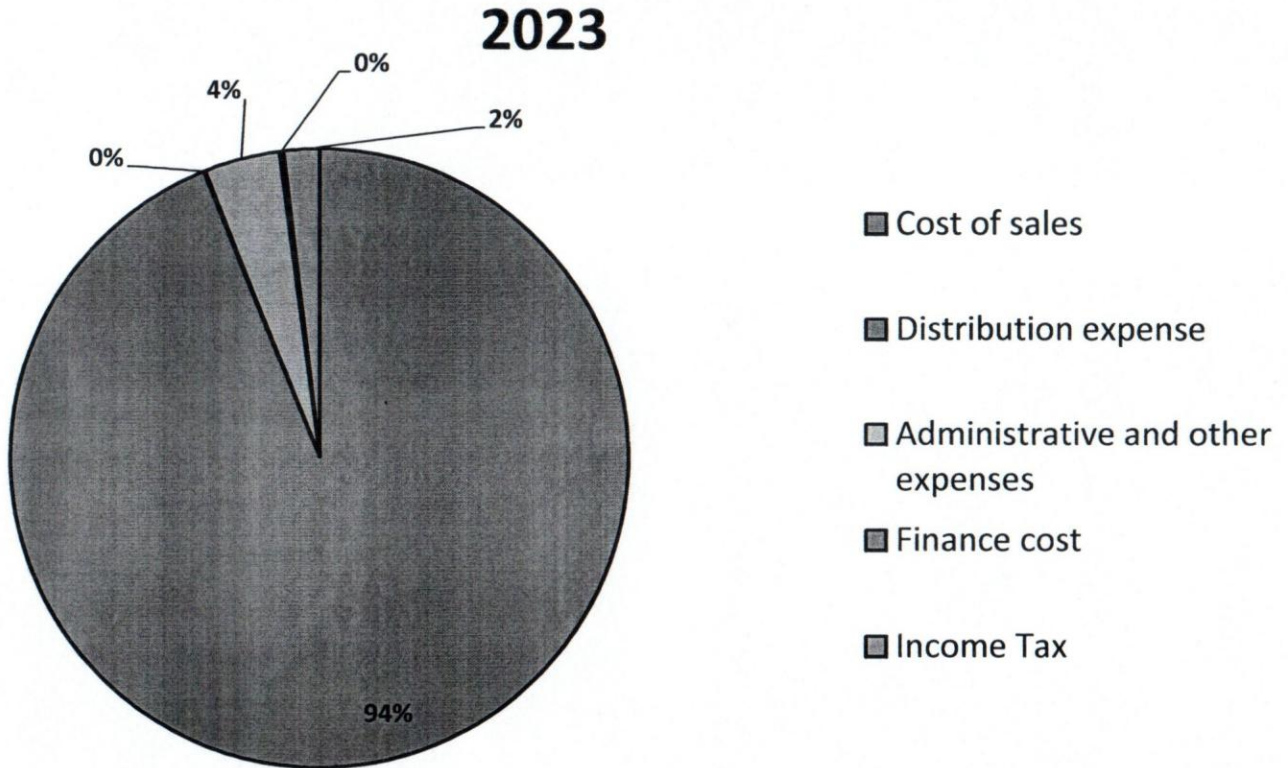
Statement of value addition and its distribution

	2024		2023	
	Rs. In thousand	% age	Rs. In thousand	% age
Value addition				
Sales	1,470,172	92.94	870,963	91.44
Other income	111,607	7.06	81,488	8.56
Total	1,581,779	100.00	952,451	100.00
Value distribution				
Cost of sales	1,364,711	94.72	821,183	93.89
Distribution expense	2,330	0.16	540	0.06
Administrative and other expenses	42,148	2.93	34,825	3.98
Finance cost	2,677	0.19	1,792	0.20
Income Tax	28,885	2.00	15,999	1.86
Total	1,440,751	100.00	874,339	100.00
Profit	141,028		78,112	

Statement of value addition and its distribution



Statement of value addition and its distribution



Balance Sheet Assets

	2024		2023	
	Rs. In thousand	% age	Rs. In thousand	% age
Property, plant and equipment	2,558,813	67.35%	1,751,048	55.03%
Long term investment	67	0.00%	39	0.00%
Long term deposits	19,682	0.52%	12,022	0.38%
Stores, spare parts and loose tools	484,090	12.74%	761,256	23.92%
Stock in trade	55,548	1.46%	182,690	5.74%
Trade debts	286,483	7.54%	156,962	4.93%
Loans and advances	34,415	0.91%	45,722	1.44%
Short Term Investments	130,000	3.42%		
Trade deposits and short term prepayments	78	0.00%	142	0.00%
Tax refunds due from Government	93,403	2.46%	223,526	7.02%
Cash and bank balances	136,821	3.60%	48,543	1.53%
Total	3,799,400	100.00%	3,181,950	100.00%

Balance Sheet Equity & Liabilities

	2024		2023	
	Rs. In thousand	% age	Rs. In thousand	% age
Shareholders Equity	1,002,857	26.40%	303,994	9.55%
Staff retirement benefits-gratuity	27,965	0.74%	20,749	0.65%
Deferred Taxation	81,978	2.16%		
Trade and other payables	222,701	5.86%	406,563	12.78%
Short term borrowings from associated undertakings	871,701	22.94%	848,391	26.66%
Short term borrowings from directors and others	1,592,198	41.91%	1,602,253	50.35%
Total	3,799,400	100.00%	3,181,950	100.00%

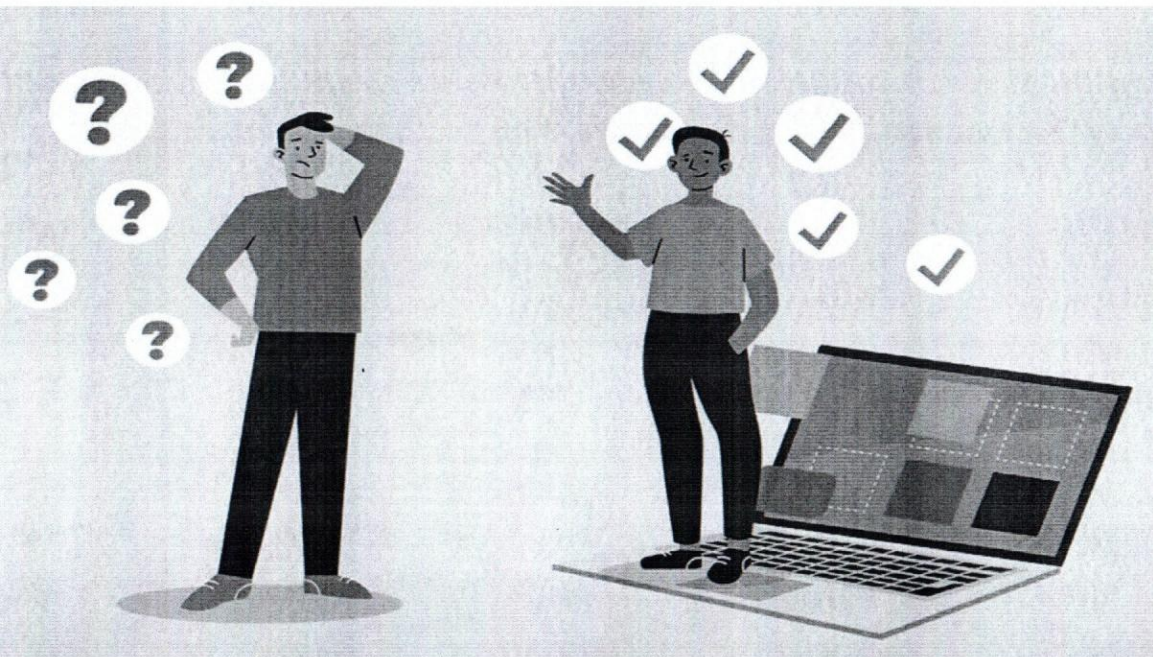
KEY PERFORMANCE RATIOS


			2024		2023
Balance Sheet Ratios					
Return on equity			21.15%		25.61%
Current Ratio			0.45		0.5
Quick Ratio			0.43		0.44
Earnings per share			4.302		1.579
Price Earnings (P/E) Ratio			7.92/4.302		6.19/1.579

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 and by shifting towards alternate energy source during the year and as a part of this step the Company is in the process of installing solar panels at its premises.. Because of PKR appreciation against U.S Dollar during the year, the textile outlook is expected to remain favorable; however, high energy and fuel prices are creating pressure on textile industry. Moreover, 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!