



J.K spinning Mills Limited

Corporate Briefing Session 2022

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01

Company Brief

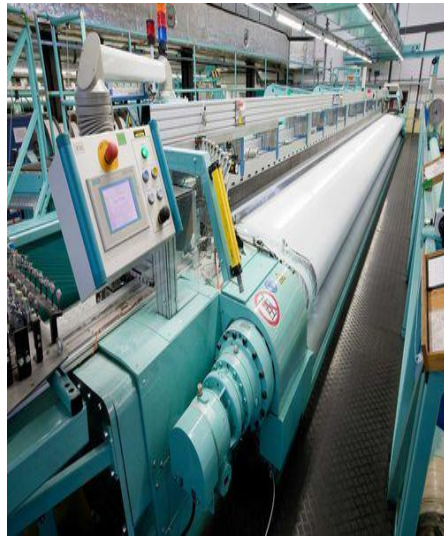
Introduction

J.K Spinning Mills Limited (JKSML) was incorporated in Pakistan on 07 January 1987 as a public limited company. The shares of the company are listed on Pakistan Stock Exchange. JKSML is principally engaged in manufacturing and sales of yarn, fabrics, and home Textile Products.



YARN

147,240 Spindles



WOVEN FABRIC

110 shuttle-Less
Looms



HOME TEXTILE

50,000,000 Meters (Annually)
450 Machines

GROUP STRUCTURE



Spinning Unit

147,240 Spindles
46 Million Kgs (20S) annual
production Capacity



Weaving Unit

110 Looms
21 Million (Sq. Mtr.) annual production
Capacity.

GROUP STRUCTURE



Stitching Unit
450 Machines
46 Million Meters annual
production Capacity.



Processing Unit
40 Million linear meter annual
production Capacity.



Power House
23 MW
18 MW Grid

VISION & MISSION

VISION

To Enter into Global Economy accepting the challenge of barrier free trade as a dynamic force.

MISSION

- To turn around performance of company into sustainable growth for the benefit of its stake holders.
- To stand the test of expectations of our valued customers redefining excellence with craft, creativity, professionalism and quality control.
- To strive hard for boosting exports of country to earn more foreign exchange to rebuild economy.

CORE VALUES



INNOVATION



CREATIVITY



SOCIAL
RESPONSIBILITY



GROWTH



QUALITY



TEAMWORK



STRATEGY



TRUST



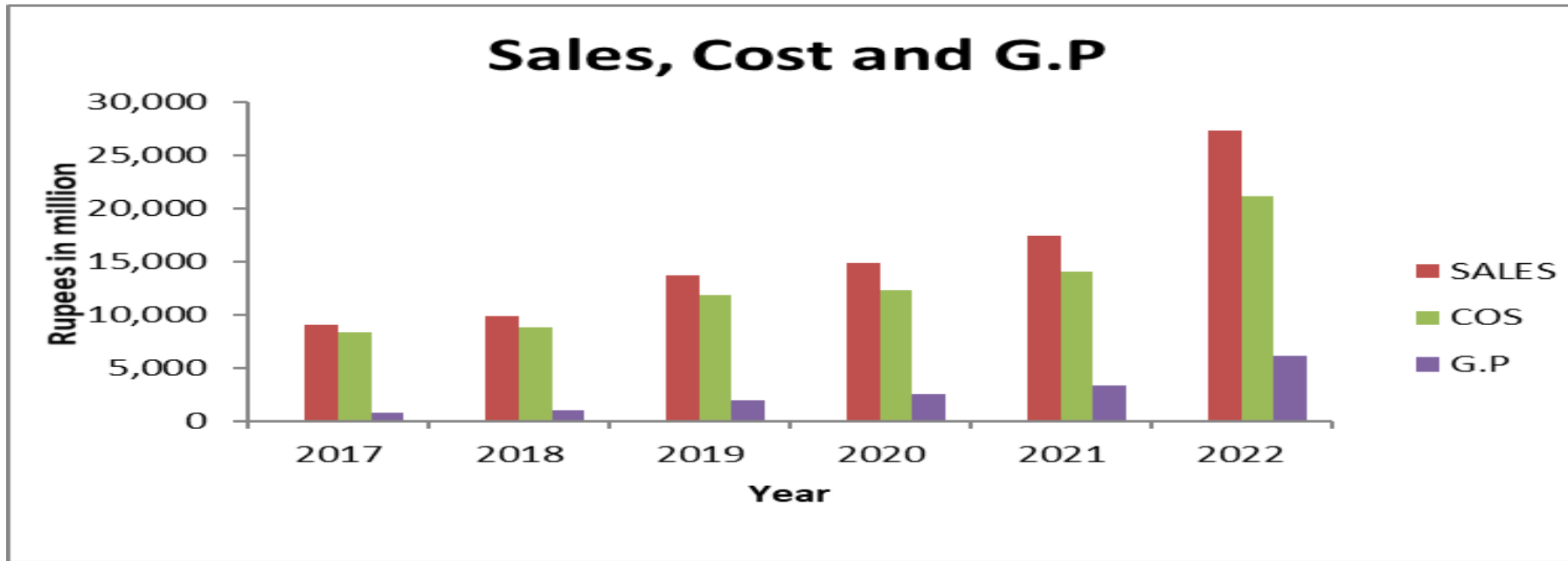
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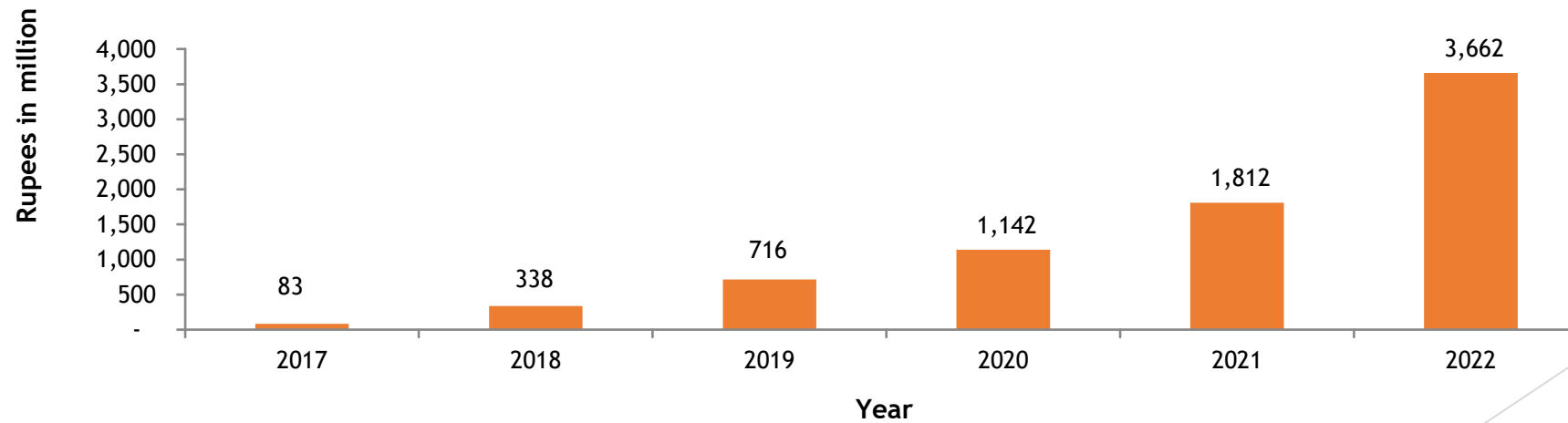
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Historical Performance & Trends

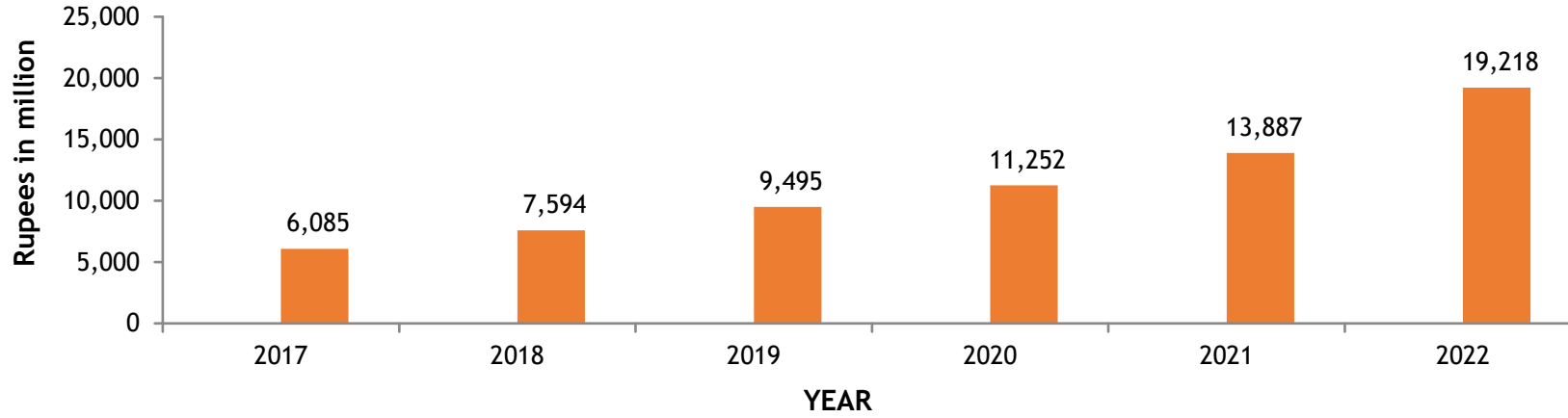
Sales, Cost and G.P



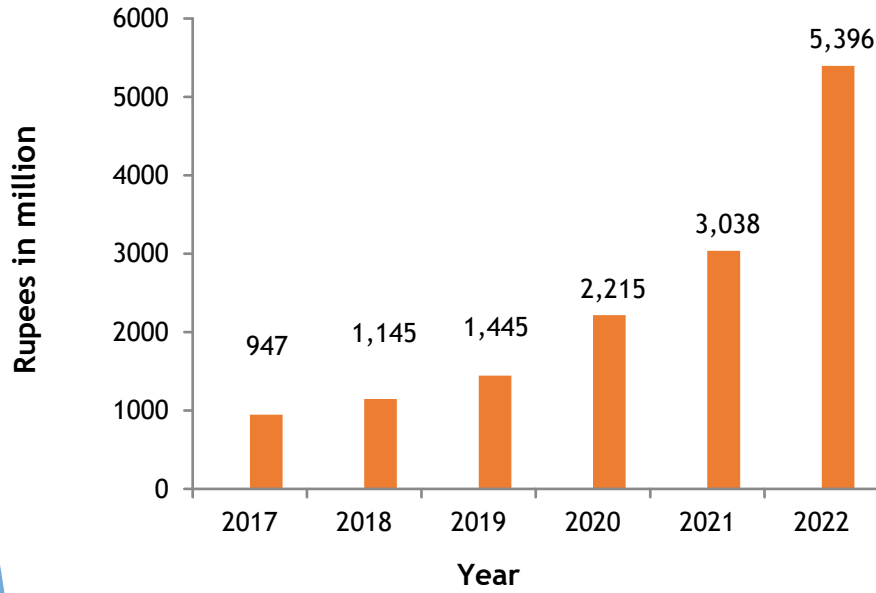
Profit after taxation



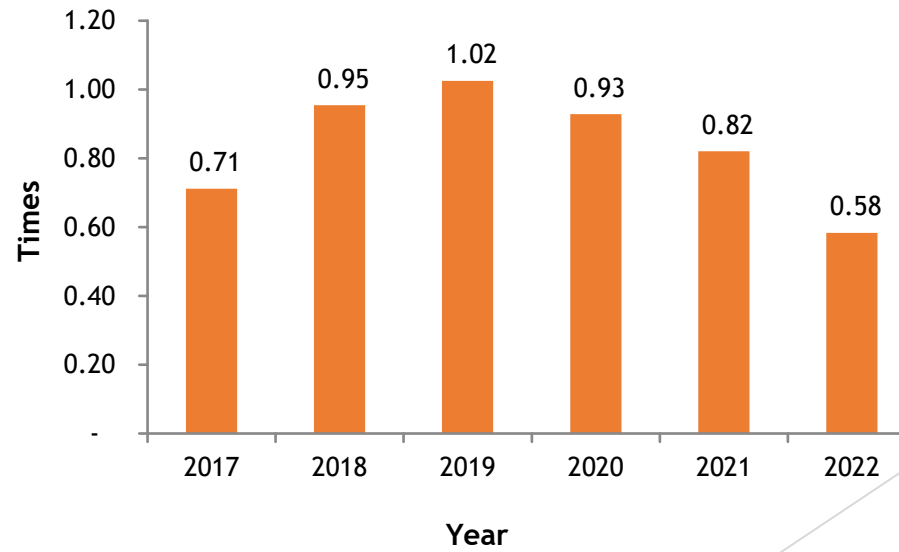
Total Assets



Working capital



Leverage ratio

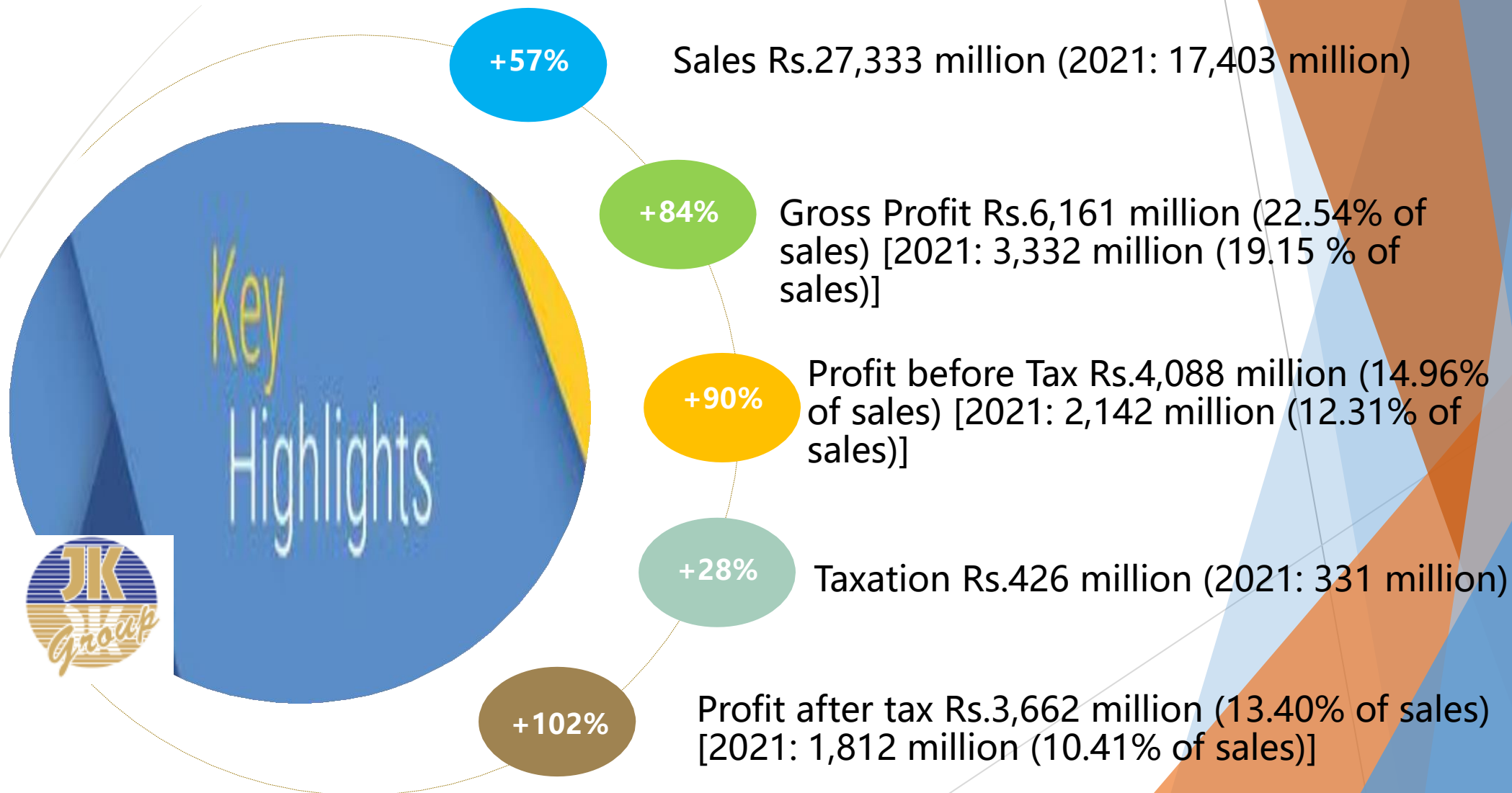




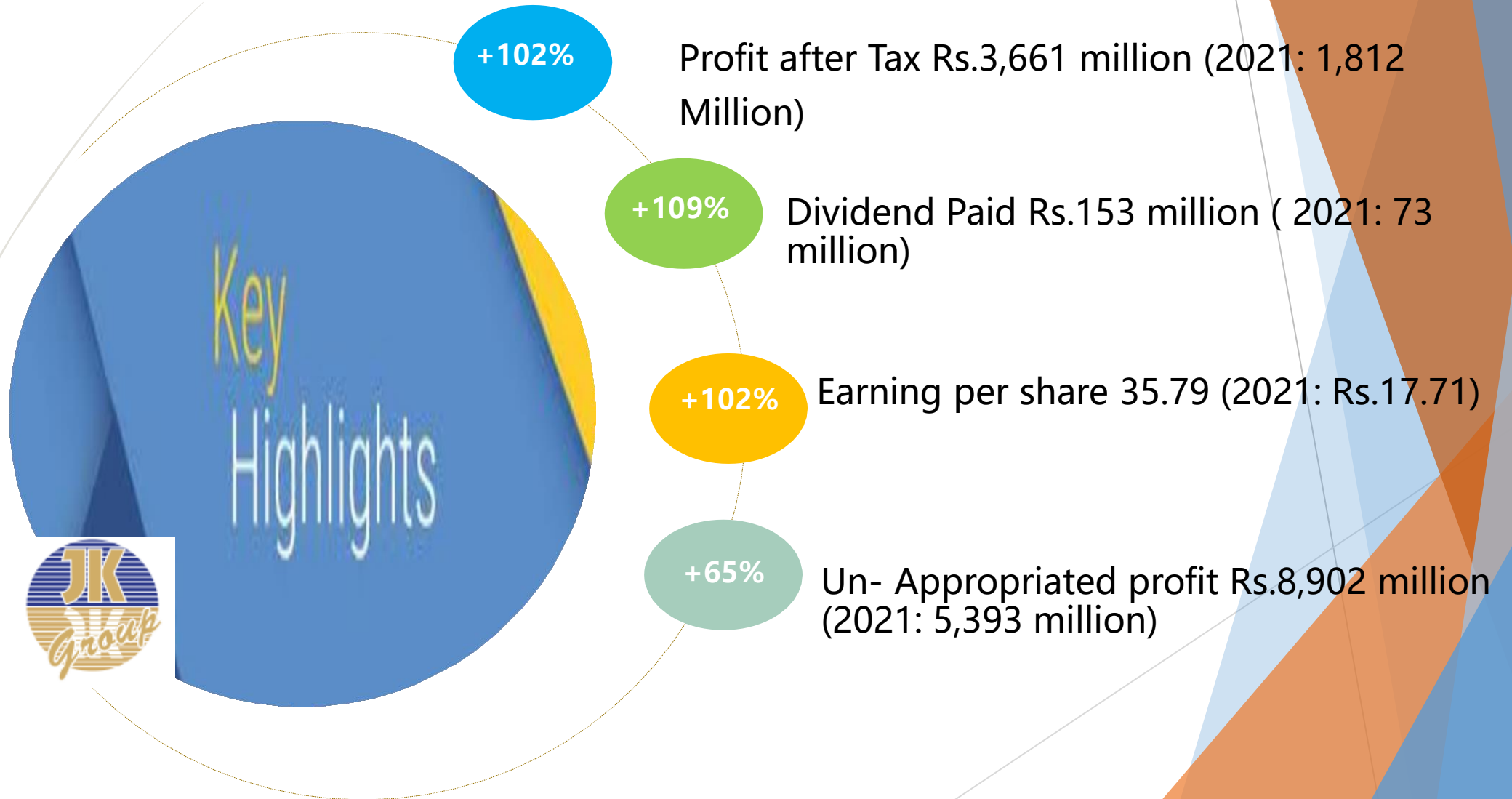
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Financial Results 2022 vs 2021

Horizontal Analysis of Profit or Loss



Analysis of Statement of changes in Equity



Vertical Analysis of Profit Or Loss Account

	2022		2021	
	Rs. in million	%age	Rs. in million	%age
Revenue:				
Sales	27,333	99.03	17,403	99.72
Other income	266	0.97	49	0.28
Total	27,599	100.00	17,452	100.00
Expenses:				
Cost of sales	21,172	76.71	14,071	80.62
Distribution expense	1,036	3.76	433	2.48
Administrative and other expenses	931	3.37	539	3.08
Finance cost	372	1.35	267	1.53
Profit Before Tax	4,088	14.81	2,142	12.28
Taxation	426	1.54	331	1.90
Profit after Tax	3,662	13.26	1,812	10.38

Balance sheet Assets

19,218 million

2022

7,201 million

23 million

7,116 million

3,050 million

529 million

1,299 million

Property, plant and equipment

Long term deposits and
Investments

Stores and stocks

Trade debts

Sales tax refundable

Other assets

2021

13,887 million

5,478 million

23 million

5,952 million

1,698 million

368 million

368 million

Balance sheet Equity and liabilities

19,218 million

2022

10,873 million

1,510 million

1,935 million

3,920 million

980 million

Shareholders Equity

Total Long term loans

Trade liabilities

Short term borrowings

Other liabilities

2021

13,887 million

7,164 million

1,132 million

871 million

3,817 million

903 million

Statement of Profit or loss

	2022	2021
	Rs. in million	Rs. in million
Sales	27,333	17,403
Cost of sales	21,172	14,071
Gross profit	6,161	3,332
Distribution cost	1036	433
Administrative and other expenses	930	539
Other income	266	49
Finance cost	372	267
Profit before taxation	4,088	2,142
Taxation	426	331
Profit after taxation	3,662	1,812

Balance sheet - Assets

	2022	2021
	Rs. in Million	Rs. in million
Property, plant and equipment	7,201	5,478
Long and short term investments	23	23
Stores and stocks	7,116	5,952
Trade debts	3,050	1,698
Cash and banks	137	105
Other assets	1,691	631
Total	19,218	13,887

Balance Sheet – Equity & Liabilities

	2022	2021
	Rs. in million	Rs. in million
Equity	10,873	7,164
Long term financing	1,510	1,132
Deferred liabilities	237	234
Trade liabilities	1,935	871
Short term borrowing	3,920	3,817
Current portion of non current liabilities	564	591
Other liabilities	178	78
Total	19,218	13,887



04

Future Outlook

Future Outlook

In Pakistan, environmental degradation and climate change are adversely affecting the economy, livelihood of the poor, and sustainable development. Recent flooding and heavy rains affected one third area of Pakistan and damaged the agriculture crops in flooded affected areas. Cotton crop has been totally destroyed in flooded areas and country cotton output will be much lower than the projected figures.



After recovery from COVID-19, the global economic gains were threatened by the Russian-Ukraine conflict in start of 2022. The Russian-Ukraine conflict brought more economic damage predicting a significant slowdown in global growth in 2022 due to worldwide spillover effects through commodity markets, trade, and financial channels.

Future Outlook

It is imminent that rising interest rates are adding to pressure on countries, companies and households with big piles of debt. Further, market turbulence and ongoing supply chain constraints are also posing risks. In view of increasing local cotton prices, devaluation of Pak Rupee, delay in shipments,



working capital requirement of textile exporters has increased and textile export oriented industry is facing liquidity crunch. Civil work has been completed and installation of machinery for addition of complete spinning unit comprising 52,896 spindles is in progress which is likely to be commissioned in 3rd quarter of next financial year.



Q & A Session

The image shows a presentation slide with a blue background. In the center, there is a white speech bubble with a drop shadow, containing the text "THANK YOU!" in a bold, blue, sans-serif font. The slide is decorated with a dark red arrow pointing right at the top left, thin grey lines on the left side, and abstract geometric shapes in shades of blue and orange on the right side.

THANK YOU!