



Sapphire Textile Mills Limited

Corporate Briefing Session 2019



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Introduction

Introduction

Sapphire Textile Mills Limited (STML) was incorporated in Pakistan on 11 March 1969 as a public limited company. The shares of the company are listed on Pakistan Stock Exchange. STML is principally engaged in manufacturing and sales of yarn, fabrics, home textile products, finishing and printing of fabrics.



YARN

139,433 Spindles



WOVEN FABRIC

360 Looms



HOME TEXTILE

24,000,000 Metres



**FINISHING &
PRINTING OF FABRIC**

43,200,000 Metres

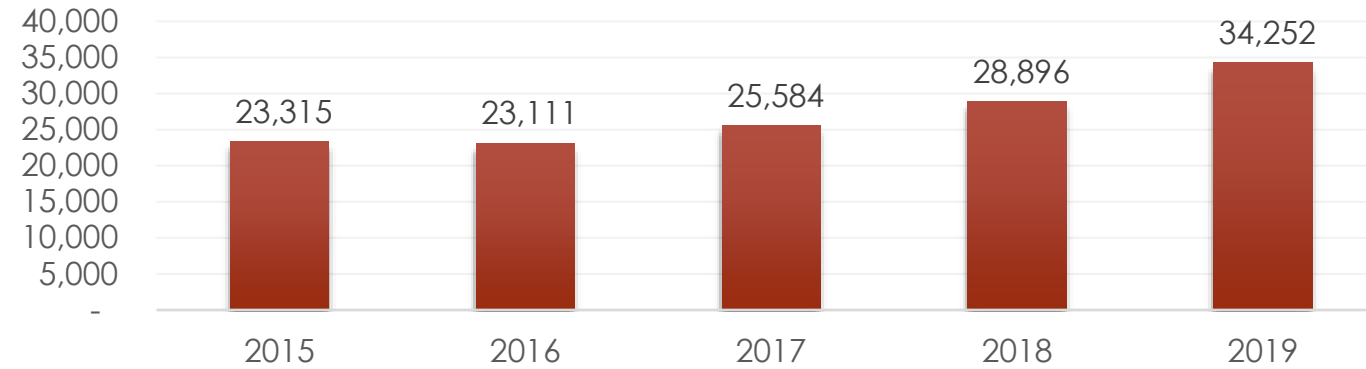


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Historical Financial Highlights

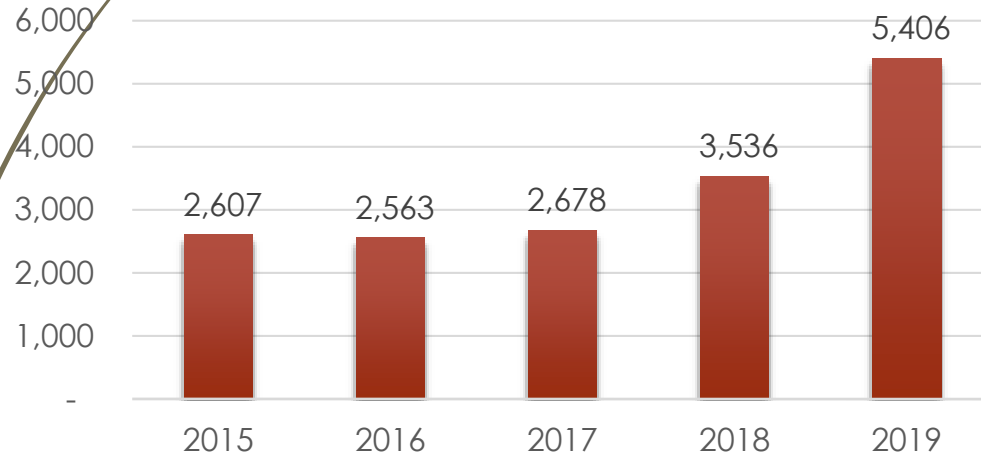
Sales

Rs in million



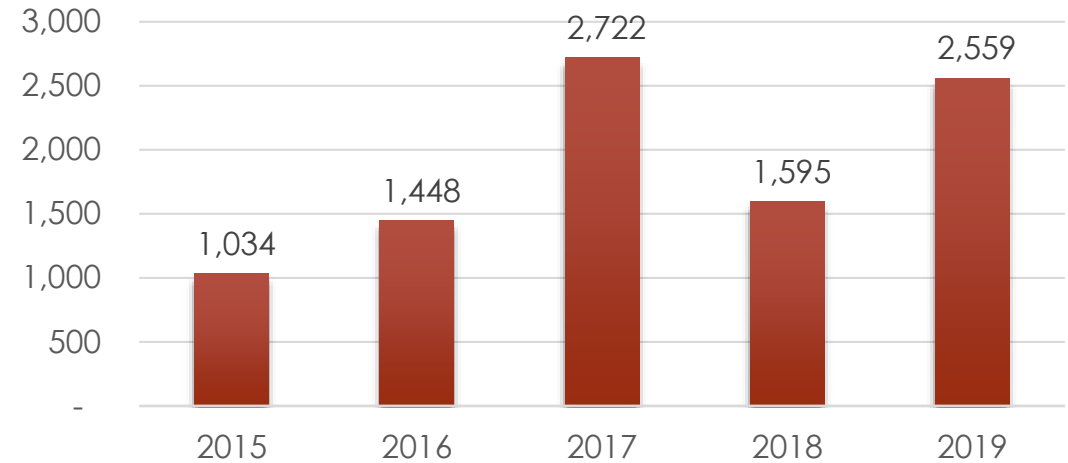
Gross Profit

Rs in million



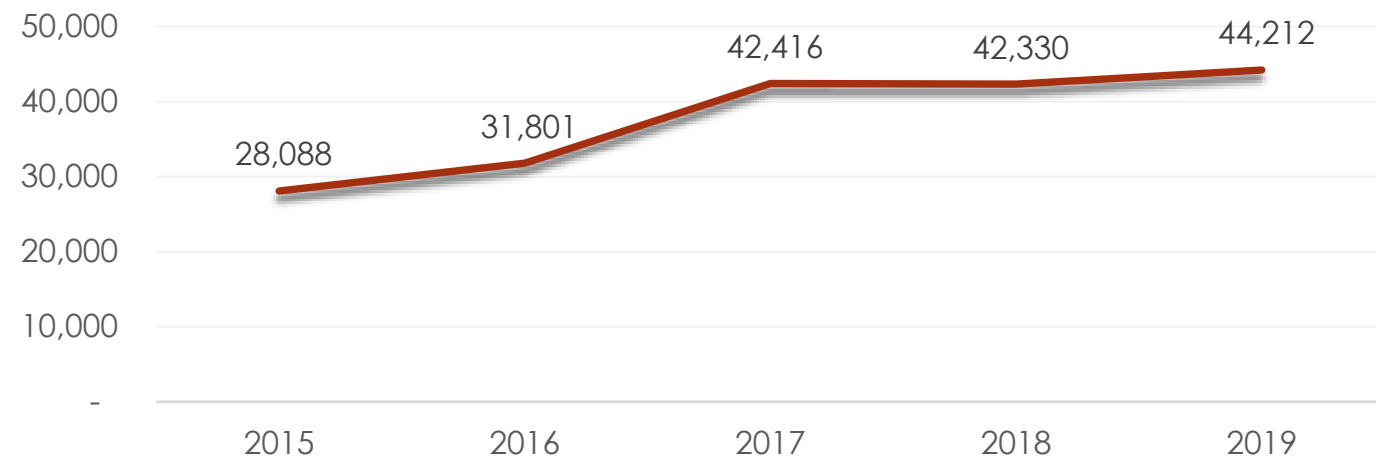
Net Profit

Rs in million



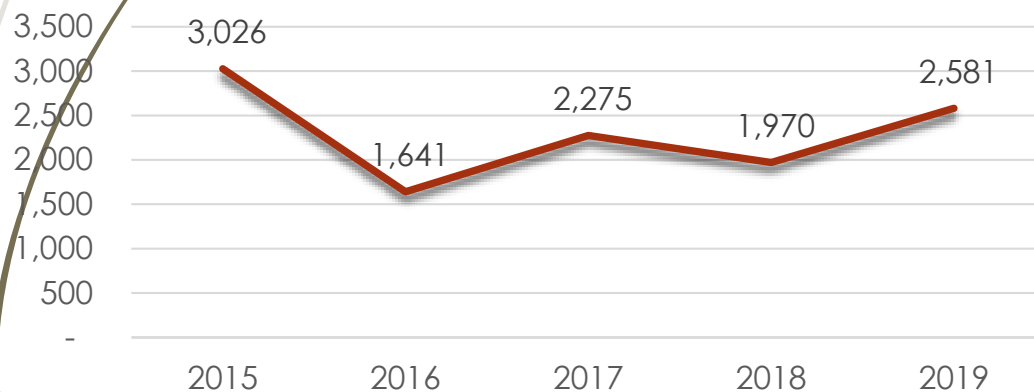
Total Assets

Rs in million



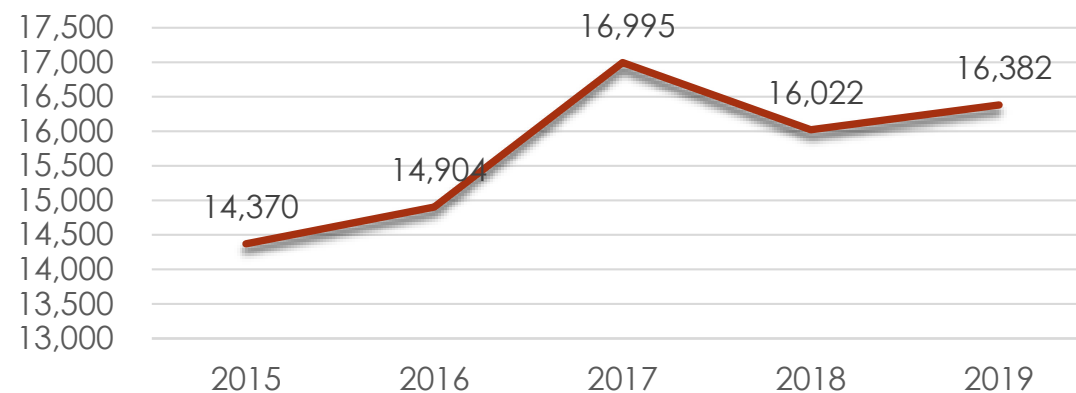
CAPEX

Rs in million



Shareholders' Equity

Rs in million

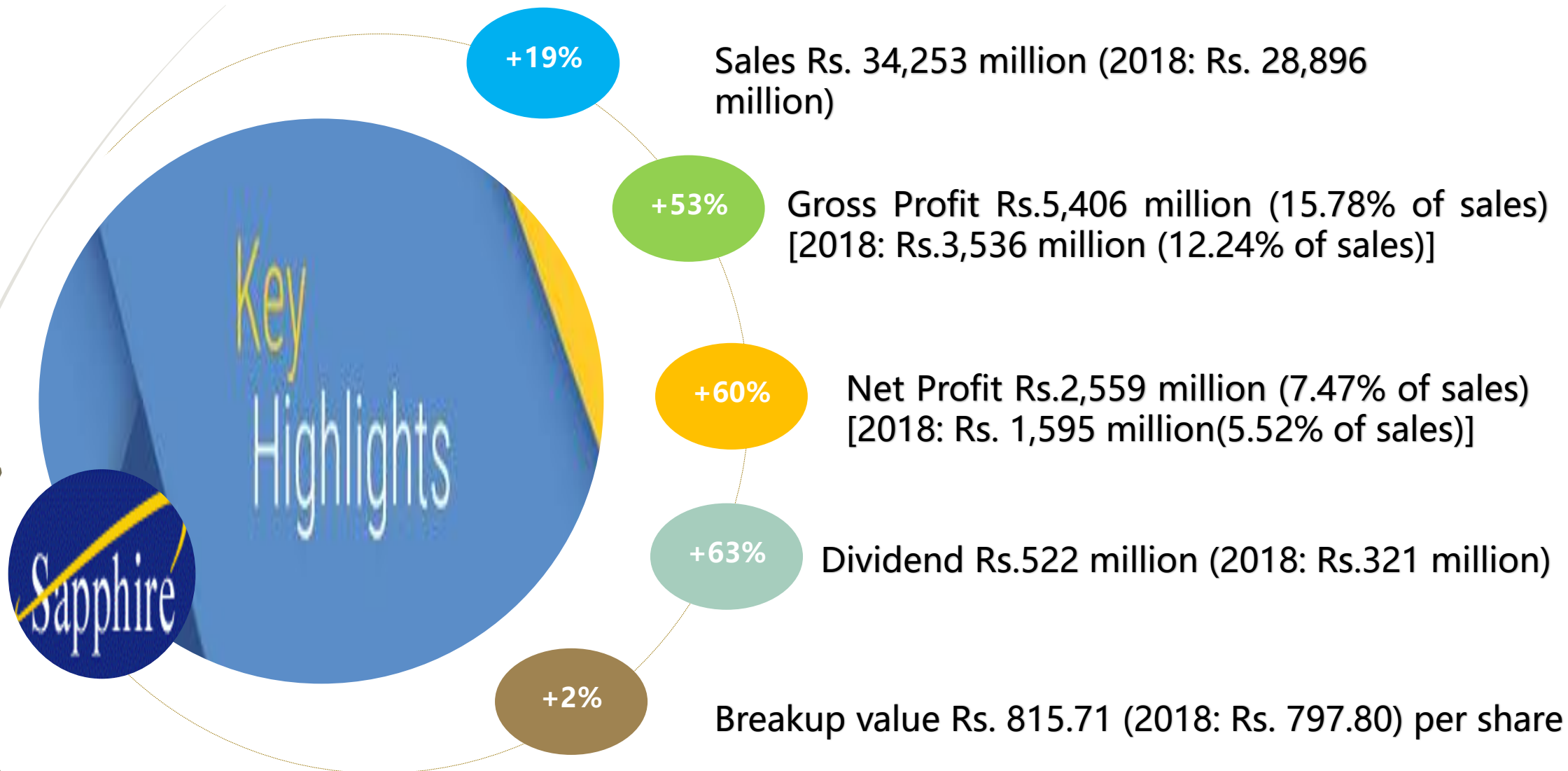




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Financial Results 2019 vs 2018

Income Statement

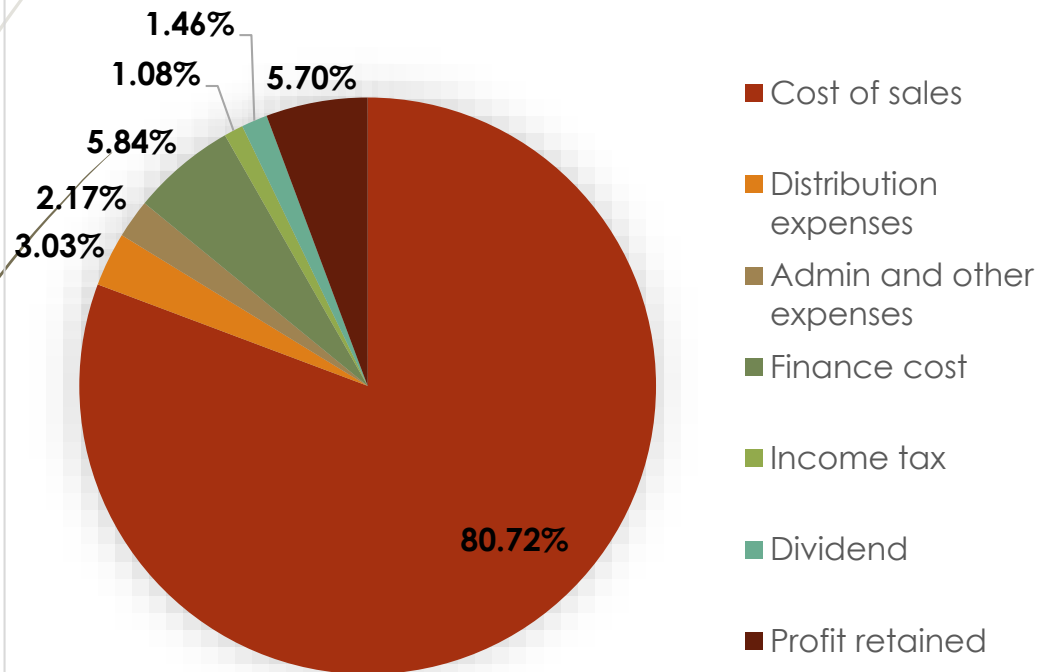


Statement of value addition and its distribution

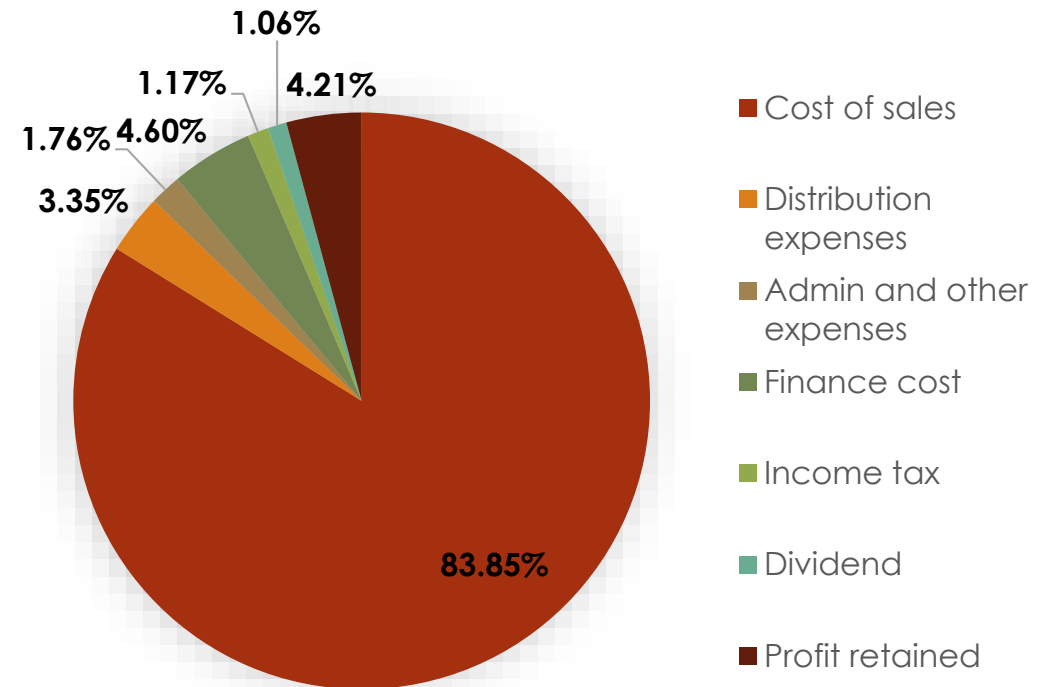
	2019		2018	
	Rs. in million	%age	Rs. in million	%age
Value addition				
Sales	34,253	95.84	28,896	95.54
Other income	1,485	4.16	1,349	4.46
Total	35,738	100.00	30,245	100.00
Value distribution				
Cost of sales	28,847	80.72	25,360	83.85
Distribution expense	1,084	3.03	1,012	3.35
Administrative and other expenses	775	2.17	533	1.76
Finance cost	2,085	5.84	1,391	4.60
Income tax	387	1.08	354	1.17
Dividend to shareholders	522	1.46	321	1.06
Profit retained for future growth	2,037	5.70	1,274	4.21
Total	35,738	100.00	30,245	100.00

Statement of value addition and its distribution

2019



2018



Balance sheet Assets

44,212 million

2019

2018

42,330 million

12,680 million (29%)

Property, plant and equipment

11,415 million (27%)

18,287 million (41%)

Long term and short term
investments

19,030 million (45%)

7,876 million (18%)

Stores and stocks

5,862 million (14%)

2,198 million (5%)

Trade debts

2,947 million (7%)

1,902 million (4%)

Taxes refund due form
Government

1,686 million (4%)

1,269 million (3%)

Other assets

1,390 million (3%)

Balance sheet Equity and liabilities

44,212 million

2019

16,382 million (37%)

14,258 million (32%)

4,293 million (10%)

7,798 million (18%)

649 million (1%)

832 million (2%)

Shareholders Equity

Total Long term loans

Trade liabilities

Short term borrowings

Provision for Taxation

Other liabilities

2018

42,330 million

16,022 million (38%)

13,997 million (33%)

3,867 million (9%)

7,302 million (17%)

477 million (1%)

665 million (2%)

Consolidated Income Statement

	2019	2018
	Rs. in million	Rs. in million
Sales	49,642	35,381
Cost of sales	35,793	28,857
Gross profit	13,849	6,524
Distribution cost	2,858	2,779
Administrative and other expenses	1,312	939
Other income	585	586
Finance cost	4,970	2,030
Share of profit of associated companies	176	70
Profit before taxation	5,470	1,432
Taxation	431	391
Profit after taxation	5,039	1,041

Consolidated Balance sheet - Assets

	2019	2018
	Rs. in million	Rs. in million
Property, plant and equipment	67,853	51,638
Long and short term investments	9,423	10,983
Stores and stocks	10,377	7,993
Trade debts	5,588	3,966
Cash and banks	4,414	4,618
Other assets	5,701	4,150
Total	103,356	83,348

Consolidated Balance sheet – Equity & liabilities

	2019	2018
	Rs. in million	Rs. in million
Equity of parent shareholders	18,139	16,533
Non-controlling interest	6,205	5,046
Long term financing	62,542	44,481
Trade liabilities	5,941	7,730
Short term borrowing	8,858	8,295
Taxation	676	481
Other liabilities	995	782
Total	103,356	83,348



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Future Outlook

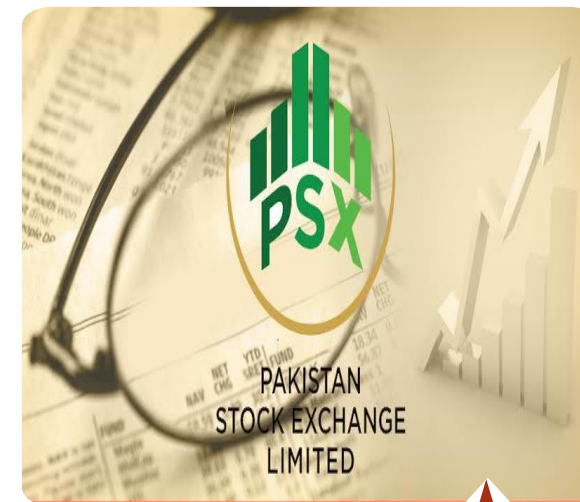
Future Outlook



Pakistan is becoming very competitive in textile sector. In addition, due to improved perception of Pakistan in the international market, rationalization of energy cost and support from the Government in the form of availability of working capital / CAPEX loans on reduced markup cost and fair duty drawbacks; the industry competitiveness has been enhanced.



The Company is optimistic about future performance of the Company. The Company is continuing invest in value addition and vertical integration. The company has also worked on energy efficiency to get optimization of energy cost.



The Company's investment in energy business is expected to yield healthy return. Investments in stock market is also expected to yield good return as in coming years' market is expected to recover from its lowest level.



Q & A Session



Thank you!

