

Annual Report
2019



Tri-Star
Polyester Ltd.

Company Information

Board of Directors:	Mr. Jawed Ahmed Siddiqui Mr. Asad Ahmad Ms. Uzma Ahmad Mr. M. Zameer Mr. Abdul Quddus Mr. Mohammad Haroon Saeed Mr. Syed Imran	Non Executive Chairman/Independent Director Chief Executive Executive Director Non Executive Director Non Executive Director Non Executive Director Non Executive Director
Auditors:	M/s. Ghalib & Co. Chartered Accountants	
Bankers:	Al Baraka Bank (Pakistan) Ltd. Bank Alfalah Ltd. Bank Al Habib Ltd. Habib Bank Ltd.	
Audit Committee:	Mr. Jawed Ahmed Siddiqui Mr. Abdul Quddus Mr. Mohammad Haroon Saeed	Chairman Member Member
Human Resource Committee:	Mr. Jawed Ahmed Siddiqui Ms. Uzma Ahmad Mr. M. Zameer	Chairman Member Member
Legal Counsel:	Abid S. Zuberi Bar-at-Law	
Liaison Office:	A/33, Central Commercial Area, Block 7/8, Main Shahrah-e-Faisal, Karachi-75350	
Registered Office:	F/538, S.I.T.E., Karachi-75700	
Shares Registrar / Transfer Agent:	Hameed Majeed Associates (Pvt) Ltd. 4 th Floor, Karachi Chambers, Hasrat Mohani Road, Karachi.	
Plant:	F/538, S.I.T.E., Karachi-75700	



NOTICE OF MEETING

Notice is hereby given that the Twenty Ninth Annual General Meeting of Tri-Star Polyester Ltd., will be held on Monday, October 28, 2019 at 9.00 am at F/538, S.I.T.E., Karachi to transact the following business:

1. Recitation from the HOLY QURAN.
2. To receive and adopt the audited accounts for the period ended June 30, 2019 together with the Directors' and Auditors' report thereon.
3. To appoint Auditors of the Company and fix their remuneration.
4. To transact any other business with the permission of the Chair.

By Order of the Board

Company Secretary

Karachi: October 4, 2019

NOTES:

1. The Share Transfer books of the Company will remain closed from 21.10.2019 to 28.10.2019 (both days Inclusive).
2. A member entitled to attend Annual General Meeting is entitled to appoint a proxy and vote in his place at the meeting. Proxies in order to be effective must be received at the registered office of the Company at F/538, S.I.T.E, Karachi duly stamped, signed and witnessed, not later than 48 hours before the meeting.
3. CDC Shareholders or their Proxies are required to bring with them their Original Computerized National Identity Card (CNIC) or Passport alongwith the Participant's I.D. number and their account number at the time of attending Annual General Meeting in order to authenticate their identity. In case of corporate entity, a certified BOD resolution/valid power of attorney with specimen signature of the nominee be produced at the time of meeting.
4. Proxy form must be submitted with the Company within the stipulated time, duly witnessed by two persons whose names, addresses and CNIC number must be mentioned on the form, along with attested copies of the CNIC or passport of the beneficial owner and the proxy.
5. In case of corporate entity, the Board of Directors' resolution/power of attorney with the specimen signature of the proxy holder shall be submitted (unless it has been provided earlier) along with proxy form to the Company.
6. Members are requested to notify any change in their addresses immediately to our Shares Registrar M/s. Hameed Majeed Associates (Pvt) Ltd., Karachi Chamber, Hasrat Mohani Road, Karachi.

Directors' Report

The audited accounts of the Company for the year ended June 30, 2019 are presented herewith.

FINANCIAL RESULTS

The Financial Results of the Company are summarized as follows:

	Rupees 2019	Rupees 2018
Sales - Net	386,812,277	322,043,764
Cost of Sales	188,102,444	138,918,091
Gross Profit	198,709,833	183,125,673
<u>Operating Expenses</u>		
Distribution and Selling Cost	(67,830,002)	(26,804,525)
Administrative and General Expenses	(56,441,968)	(54,780,471)
	(124,271,970)	(81,584,996)
Operating Profit	74,437,863	101,540,677
Other Income/(Loss)	11,757,889	(812,500)
Finance Cost	24,110,796	17,868,556
	62,084,956	82,529,621
Other Charges	3,104,248	4,142,981
Profit before Taxation	58,980,708	78,716,640
<u>Taxation</u>		
- Current	(4,835,153)	(4,025,547)
- Prior	-	200,771
- Deferred	(1,473,701)	2,908,145
	(6,308,854)	(916,631)
Profit after Taxation	52,671,854	77,800,009
Earning per Share - Basic	1.02	1.50

2. BUSINESS

As reported during last annual report, Alhamdulillah the growth in sales is geometrical and the same trend continued during the last period under discussion. We expect the trend to continue and hope to increase online sales, which is expected to improve the profitability of the Company and we would be able to achieve better results in future.



DIVIDEND

The Board of Directors have not recommended a cash dividend for the year ended 30.6.2019.

BOARD OF DIRECTORS

The present Board of Directors assumed their office with effect from 21st December, 2018 for a period of three years.

AUDITORS

The present Auditors M/s. Ghalib & Co., Chartered Accountants are retiring. Under the terms of the code of Corporate Governance, M/s. Feroz Sharif Tariq & Co., Chartered Accountants have been recommended by the audit committee for appointment as auditors until the conclusion of the next annual general meeting.

PATTERN OF SHARE HOLDING

A statement showing pattern of share holding in the Company as on June 30, 2019 appear on Page No. 45.

STATEMENT ON CORPORATE AND FINANCIAL REPORTING FRAME WORK

- a. The financial statements, prepared by the management of the Company, present fairly its state of affairs, the results of its operations' cash flows and change in equity.
- b. Proper books of accounts of the Company 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 and departure therefrom has been adequately disclosed.
- e. Despite the fact and because of the prevailing conditions that there are no employees at the payroll of the company as disclosed in notes to the financial statements, the normal work of the company is performed by the employees of the group company. The management is of opinion that the company has sound system of internal control.
- f. There has been no material departure from the best practices of corporate governance, as detailed in the listing regulations.
- g. The trading in shares of Company was done by Chief Executive as follows:

<u>Name</u>	<u>Designation</u>	<u>No. of shares purchased</u>
Mr. Asad Ahmad	Chief Executive	233,500

- h. None of the Directors other than Chief Executive, Executives, and their spouses and minors children have traded in the shares of the company during the year.
- i. Key operating and financial data for the last six years in summarized form is annexed.
- j. During the year four (04) meetings of the Board of Directors were held, attendance by each Director is as follows:-

<u>Name of Director</u>	<u>No. of Meetings attended</u>
Mr. Asad Ahmad	04
Ms. Uzma Ahmad	04
Mr. Jawed Ahmed Siddiqui	04
Mr. M. Zameer	02
Mr. Abdul Quddus	02
Mr. Syed Imran	02
Mr. Mohammad Haroon Saeed	04

- k. The pattern of certificate holdings is annexed.

On behalf of the Board

Asad Ahmad
Chief Executive

Place: Karachi, October 04, 2019.

