

# FINANCIAL STATEMENTS (UN-AUDITED)

For the First Quarter Ended  
September 30, 2016



**ALLAWASAYA**  
TEXTILE & FINISHING MILLS LIMITED  
MULTAN

## DIRECTORS' REVIEW

Dear Shareholders,

Your Directors are pleased to present the Un-Audited Financial Statements of your Company for the First Quarter ended on September 30, 2016 of its current financial year as required under Notification No. SRO 764(I)/2001 dated 05-11-2001 of the SECP and in accordance with the requirements of International Accounting Standard No. 34 "Interim Financial Reporting".

During the period under report, the performance of the Company remained depressed due to world wide economic recession effecting the international as well as domestic markets. The sales rates remained on lower side diminishing the financial margins of the Company resulting in Net Loss After Tax for the First Quarter ended on September 30, 2016 at (Rs.4,891,389/-) as compared to the Net Loss After Tax of (Rs.25,240,746/-) for the same period last year.

However, by the grace of Almighty Allah, the market conditions are now improving and your Directors hope that with overall improvement in market conditions, your Company will achieve better financial results for the remaining period of the current financial year to end on June 30, 2017.

On behalf of the Board

Sd/-

**Mian Muhammad Jamil**

Chairman

Place: Multan

Dated: 29.10.2016

## ڈائریکٹران کا جائزہ

محترم حصص داران!

سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے جاری کردہ ایس آر او 764(I)/2001 بتاریخ 05 نومبر 2001ء اور بین الاقوامی اکاؤنٹنگ کے معیار نمبر 34 "اطلاع برائے معیادی مدت کے مالیاتی نتائج" کے مطابق آپ کے ڈائریکٹر کمپنی کے پہلی سہ ماہی مختتمہ 30 ستمبر 2016ء کے غیر آڈٹ شدہ مالیاتی نتائج پیش کرتے ہیں۔

پیش کردہ سہ ماہی مالیاتی رپورٹ کے دورانیہ میں کمپنی کی کارکردگی دباؤ کا شکار رہی جس کی بنیادی وجہ پوری دنیا میں موجود اقتصادی بحران ہے جس سے نہ صرف بین الاقوامی بلکہ ملکی کاروبار بھی متاثر ہو رہے ہیں۔ مزید برآں دوران سہ ماہی آمدنی کی شرح کم رہی کیونکہ بازار میں سوت کے نرخ لاگت سے کم رہے نتیجتاً پہلی سہ ماہی مختتمہ 30 ستمبر 2016ء میں کمپنی کا بعد از ٹیکس خسارہ مبلغ 4,891,389 روپے ہے جو کہ پچھلے سال مبلغ 25,240,746 روپے تھا۔ تاہم اللہ تعالیٰ کی مہربانی سے کاروبار کے حالات بہتر ہو رہے ہیں اور آپ کے ڈائریکٹران امید کرتے ہیں کہ اس بہتری سے آپ کی کمپنی 30 جون 2017ء میں اختتام ہونے والے مالیاتی سال کے بقایا مدت میں بہتر نتائج حاصل کرے گی۔

بحکم بورڈ آف ڈائریکٹرز

دستخط

میاں محمد جمیل۔ چیئرمین

ملتان۔ بتاریخ 29 اکتوبر 2016ء

## BALANCE SHEET AS AT SEPTEMBER 30, 2016

	<i>Un-Audited September 30, 2016</i>	<i>Audited June 30, 2016</i>		<i>Un-Audited September 30, 2016</i>	<i>Audited June 30, 2016</i>
	<i>Rupees</i>	<i>Rupees</i>		<i>Rupees</i>	<i>Rupees</i>
<b>SHARE CAPITAL AND RESERVES</b>			<b>NON - CURRENT ASSETS</b>		
Authorised capital			Property, plant and equipment	895,165,945	890,476,175
1,000,000 (June 30, 2016: 1,000,000)			Long term deposits	2,379,997	2,379,997
ordinary shares of Rs. 10 each	10,000,000	10,000,000		897,545,942	892,856,172
Issued, subscribed and paid up capital					
800,000 ordinary shares (June 30, 2016:			<b>CURRENT ASSETS</b>		
800,000 ordinary shares of Rs. 10 each)	8,000,000	8,000,000	Stores and spares	11,224,852	11,994,464
Reserves	82,668,746	82,668,746	Stock in trade	132,089,104	252,639,869
Unappropriated Profits	175,645,349	178,237,663	Trade Debts	122,115,633	146,100,238
	266,314,095	268,906,409	Loans and advances	28,532,708	33,311,449
Surplus on revaluation of property, plant			Trade deposits and prepayments	8,688,843	533,025
and equipment	573,335,445	575,634,520	Tax refunds due from government	10,030,207	6,903,805
			Cash & bank balances	1,403,046	3,224,064
<b>NON - CURRENT LIABILITIES</b>				314,084,393	454,706,914
Deferred tax	115,160,875	119,794,403			
	115,160,875	119,794,403			
<b>CURRENT LIABILITIES</b>					
Trade & other payables	104,317,659	90,465,764			
Accrued markup	3,482,225	4,963,575			
Short term borrowings	127,435,224	271,066,846			
Provision for taxation	21,584,812	16,731,569			
	256,819,920	383,227,754			
	1,211,630,335	1,347,563,086			
	1,211,630,335	1,347,563,086			

Sd/-  
Mian Tanvir Ahmad Sheikh  
Chief Executive Officer

**PROFIT AND LOSS ACCOUNT - UNAUDITED**  
**FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2016**

	<i>September 30, 2016</i>	<i>September 30, 2015</i>
	<i>Rupees</i>	<i>Rupees</i>
Sales - net	485,324,269	394,325,786
Cost of goods sold	(469,833,401)	(393,160,196)
Gross Profit	15,490,868	1,165,590
Other income	-	-
	15,490,868	1,165,590
Distribution and marketing expenses	(3,984,348)	(3,142,333)
Administrative expenses	(12,038,742)	(17,200,726)
Finance cost	(4,139,452)	(2,417,088)
	(20,162,542)	(22,760,147)
Loss before taxation	(4,671,674)	(21,594,557)
Provision for taxation	(219,715)	(3,646,189)
Loss for the Period	(4,891,389)	(25,240,746)
Other comprehensive income	-	-
Total comprehensive loss for the period	(4,891,389)	(25,240,746)
Loss per share - Basic and diluted	(6.11)	(31.55)

**NOTES TO THE ACCOUNTS**

- These un-audited accounts are being presented to the shareholders as required under SECP notification No.764(1)/2001 dated 05-11-2001 and in accordance with the requirements of International Accounting Standard-34 "Interim Financial Reporting".
- Accounting policies adopted for the preparation of these quarterly accounts are the same as adopted in the preceding annual accounts.
- Figures from previous year have been re-arranged for the purpose of comparison wherever necessary.
- Figures in these accounts have been rounded off to the nearest rupee.

Sd/-  
Mian Muhammad Alamgir Jamil Khan  
Director

**CASH FLOW STATEMENT - UNAUDITED**  
**FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2016**

	<i>September 30, 2016</i>	<i>September 30, 2015</i>
	<i>Rupees</i>	<i>Rupees</i>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(4,671,674)	(21,594,557)
Adjustments for:		
Depreciation on property, plant and equipment	8,124,587	12,351,595
Provision for staff retirement benefits - gratuity	3,375,050	3,199,200
Finance cost (excluding interest on workers profit participation fund)	4,139,452	2,417,088
	15,639,089	17,967,883
Operating cash flows before movement in working capital	10,967,415	(3,626,674)
Decrease / (increase) in current assets		
Stores, spares and loose tools	769,612	2,244,784
Stock in trade	120,550,765	89,497,939
Trade debts	23,984,605	1,249,480
Loans and advances (excluding advance income tax)	6,012,628	(4,595,309)
Trade deposits and prepayments	(8,155,818)	(3,481,296)
Tax refundables due from Government	(3,126,402)	2,345,495
(Increase) / Decrease in current liabilities		
Trade and other payables (excluding workers profit participation fund and workers welfare fund)	15,007,646	(14,453,296)
	155,043,036	72,807,797
Cash generated from operations	166,010,451	69,181,123
Income taxes paid	(1,233,888)	(4,806,454)
Staff retirement benefits - gratuity paid	(4,530,800)	(3,370,700)
Finance cost paid	(5,620,802)	(3,981,373)
Net cash from operating activities	154,624,961	57,022,596
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Addition to property, plant and equipment	(12,814,357)	(280,918)
Cash used in investing activities	(12,814,357)	(280,918)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Short term borrowings - net	(143,631,622)	(59,432,234)
Dividend paid	-	(72,750)
Net cash used in financing activities	(143,631,622)	(59,504,984)
Net decrease in cash and cash equivalents	(1,821,018)	(2,763,306)
Cash and cash equivalents at the Beginning of the period	3,224,064	8,439,236
Cash and cash equivalent at end of the period	1,403,046	5,675,930

Sd/-  
Sohail Nadeem  
Chief Financial Officer

**STATEMENT OF CHANGES IN EQUITY - UNAUDITED  
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2016**

	Share Capital	Reserves			Total
		Capital	Revenue		
		Tax holiday Reserve	General Reserve	Accumulated profit / (loss)	
RUPEES					
Balance as at July 1, 2015	8,000,000	2,668,746	80,000,000	204,822,116	295,490,862
Loss for the period	-	-	-	(25,240,746)	(25,240,746)
Other comprehensive Income for the period	-	-	-	-	-
Total comprehensive Loss for the period ended September 30, 2015	-	-	-	(25,240,746)	(25,240,746)
Transfer from surplus on revaluation of property, plant and equipment on account fo incremental Depreciation (net of deferred tax)	-	-	-	3,092,836	3,092,836
<b>Balance as at September 30, 2015</b>	<b>8,000,000</b>	<b>2,668,746</b>	<b>80,000,000</b>	<b>182,674,206</b>	<b>273,342,952</b>
Balance as at July 1, 2016	8,000,000	2,668,746	80,000,000	178,237,663	268,906,409
Loss for the period	-	-	-	(4,891,389)	(4,891,389)
Other comprehensive Income for the period	-	-	-	-	-
Total comprehensive Loss for the period ended September 30, 2016	-	-	-	(4,891,389)	(4,891,389)
Transfer from surplus on revaluation of property, plant and equipment on account fo incremental Depreciation (net of deferred tax)	-	-	-	2,299,075	2,299,075
<b>Balance as at September 30, 2016</b>	<b>8,000,000</b>	<b>2,668,746</b>	<b>80,000,000</b>	<b>175,645,349</b>	<b>266,314,095</b>

**BOARD OF DIRECTORS**

Mian Muhammad Jamil	- Chairman
Mian Tanvir Ahmad Sheikh	- Chief Executive/ M.D.
Mrs. Nusrat Jamil	- Director
Mian Tauqir Ahmad Sheikh	- Director
Mian Anis Ahmad Sheikh	- Director
Mian Muhammad Bilal Ahmad Sheikh	- Director
Mian Muhammad Alamgir Jamil Khan	- Director
Mian Muhammad Umar Farooq Sheikh	- Director
Mr. Javed Musarrat	- Director

**AUDIT COMMITTEE**

Mian Anis Ahmad Sheikh	- Chairman
Mrs. Nusrat Jamil	- Member
Mr. Javed Musarrat	- Member

**CHIEF FINANCIAL OFFICER**

Sohail Nadeem

**COMPANY SECRETARY**

Muhammad Ismail



www.allawasaya.com

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