

ALLAWASAYA

TEXTILE & FINISHING MILLS LTD
MULTAN



FINANCIAL STATEMENTS (UN-AUDITED)

For the Third Quarter &
Nine Months Period Ended
March 31, 2020



COMPANY PROFILE

BOARD OF DIRECTORS

1. Mrs. Nusrat Jamil - Chairperson
2. Mian Tanvir Ahmad Sheikh - Chief Executive Officer
3. Mian Muhammad Jamil
4. Mian Tauqir Ahmed Sheikh
5. Mian Anis Ahmad Sheikh
6. Mian Muhammad Bilal Ahmed Sheikh
7. Mr. Mohammad Alamgir Jamil Khan
8. Mr. Muhammad Umar Farooq Sheikh
9. Mr. Javed Musarrat
10. Mr. Abdul Rehman Qureshi
11. Mr. Imran Hussain

AUDIT COMMITTEE

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

CHIEF FINANCIAL OFFICER

Sohail Nadeem

COMPANY SECRETARY

Muhammad Ismail

HEAD OF INTERNAL AUDIT

Ch. Javed Akhtar

BANKERS

- M/s Habib Bank Limited
- M/s Bank AL Habib Limited
- M/s Habib Metropolitan Bank Limited
- M/s United Bank Limited

REGISTERED OFFICE

Allawasaya Square,
Mumtazabad Industrial Area,
Vehari Road, Multan, Pakistan.
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Fax: (061)6525202
E-Mail: atm@allawasaya.com

SHARES REGISTRAR

M/s Hameed Majeed Associates (Pvt.) Limited, H.M. House, 7- Bank Square, Lahore.



DIRECTORS' REVIEW

Dear Shareholders,

Your Directors present before you the un-audited financial statements of your Company for the nine months and the third quarter ending on March 31, 2020.

Considering the gravity of effect of the pandemic Coronavirus (COVID-19) on the public health and the ORDER of the Government of the Punjab on dated 23.03.2020, for immediate lockdown, the operations of the mills were closed on 23rd March 2020 and are still closed. However, the Government of Pakistan is taking necessary measures for the revival of the industry currently facing huge problems due to lockdown in the world, resultantly the whole economy of the country is depressed and we are also victim of the same.

During the period under report, there was increase in the prices of raw material i.e. Cotton and Polyester Fibre without corresponding increase in prices of Yarn. The prices of Polyester Fibre and Cotton went up following the devaluation of Pakistani rupee against international currencies. The total sales, for the period were Rs.2,144,935,391/- & Rs.747,453,570/- for the nine months and the third quarter ending on March 31, 2020 respectively as compared to Rs.1,394,615,412/- & Rs.397,364,611/- for the nine months and the third quarter respectively last year. Under the circumstances, your Company earned Pre-Tax Profit of Rs.24,537,012/- for the nine months period ending on March 31, 2020 which after providing the tax liability amounted to Rs.12,135,027/-. However, for the third quarter ending on March 31, 2020 the Pre-Tax Loss was (Rs.3,725,562/-) which after providing the tax liability amounted to (Rs.6,852,630/-).

We sincerely believe and hope that by the grace of Almighty Allah the current situation improves soon and mills will start its operations whereafter the recovery of financial position of the Company is expected.

On behalf of the Board

Sd/-
Mrs. Nusrat Jamil
Chairperson

Place: Multan

Dated: 29-04-2020

ڈائریکٹران کا جائزہ

محترم حصص داران،

آپ کے ڈائریکٹری کمیٹی کے غیر آڈٹ شدہ مالیاتی نتائج برائے نو ماہی مدت اور تیسری سہ ماہی تین ماہ 31 مارچ 2020ء پیش کرتے ہیں۔

کورونا وائرس وبا (کوویڈ 19) کے عام لوگوں پر بڑھتے ہوئے اثرات کو دیکھتے ہوئے اور حکومت پنجاب کے حکم نامہ بتاریخ 23 مارچ 2020ء کے مطابق فوری لاک ڈاؤن عمل میں لایا گیا اور ملز کی پیداواری صلاحیت کو 23 مارچ 2020ء کو بند کرنا پڑا جو کہ ابھی تک بند ہیں۔ تاہم حکومت پاکستان پوری دنیا میں جاری لاک ڈاؤن کے پیش نظر مقامی صنعتوں کو درپیش مسائل کو حل کرنے اور ان صنعتوں کی بحالی کے لیے ضروری اقدامات کر رہی ہے۔ اس لاک ڈاؤن کے نتیجے میں پورے ملک کی معیشت شدید دباؤ کا شکار ہے اور ہماری کمپنی بھی اس صف میں شامل ہے۔

پیش کردہ مالیاتی رپورٹ کے دورانیہ میں خام مال (کابن اور پولیسٹر) کے نرخوں میں اضافہ ہوا۔ جبکہ سوت کے نرخوں میں اضافے کی شرح خام مال کے مقابلے میں نسبتاً کم رہی۔ کابن اور پولیسٹر کے نرخوں میں اضافے کی بڑی وجہ بین الاقوامی کرنسیوں کے مقابلے میں پاکستانی روپے کی قدر میں کمی واقع ہوئی۔ کل فروختگی (سیلز) موجودہ نو ماہی مدت اور تیسری سہ ماہی تین ماہ 31 مارچ 2020ء کے دورانیہ میں بالترتیب مبلغ -/3,911,935,214 روپے اور مبلغ -/747,453,570 روپے رہی۔ جبکہ پچھلے سال کی نو ماہی مدت اور تیسری سہ ماہی کے لیے کل فروختگی بالترتیب مبلغ -/1,394,615,412 روپے اور مبلغ -/397,364,611 روپے تھی۔ موجودہ نو ماہی مدت کے لیے قبل از ٹیکس منافع مبلغ 24,537,012 روپے اور بعد از ٹیکس حتمی منافع مبلغ -/12,135,027 روپے رہا۔ جبکہ موجودہ سہ ماہی مدت کے لیے قبل از ٹیکس خسارہ مبلغ -/3,725,562 روپے اور بعد از ٹیکس حتمی خسارہ مبلغ -/6,852,630 روپے تھا۔

آپ کے ڈائریکٹران پر امید ہیں کہ اللہ تعالیٰ کی مہربانی سے جلد ہی ملز اپنی پیداوار کا دوبارہ آغاز کر دے گی جس کے بعد کمپنی کی مالیاتی پوزیشن بحال ہونے کی توقع ہے۔

بحکم بورڈ آف ڈائریکٹرز

دستخط

ملتان۔ بتاریخ 29 اپریل 2020ء

مسز نصرت جمیل۔ چیئر پرسن



BALANCE SHEET AS AT MARCH 31, 2020

	UN - AUDITED	AUDITED		UN - AUDITED	AUDITED
	March 31, 2020 RUPEES	June 30, 2019 RUPEES		March 31, 2020 RUPEES	June 30, 2019 RUPEES
EQUITY AND LIABILITIES			ASSETS		
Share capital and reserves			NON - CURRENT ASSETS		
Share capital	8,000,000	8,000,000	Property, plant and equipment	1,429,695,687	1,432,570,929
Surplus on revaluation of property, plant and equipment	833,262,225	844,244,390	Long term deposits	2,379,997	2,379,997
Tax holiday reserve	2,668,746	2,668,746		1,432,075,684	1,434,950,926
General reserve	80,000,000	80,000,000			
Unappropriated Profits	177,068,947	153,951,755			
	1,100,999,918	1,088,864,891	CURRENT ASSETS		
NON - CURRENT LIABILITIES			Stores and spares	21,834,858	26,190,301
Long term financing	189,000,000	173,250,000	Stock in trade	250,396,562	292,168,103
Deferred tax	129,475,985	149,248,031	Trade Debts	193,189,462	215,316,937
	318,475,985	322,498,031	Loans and advances	52,965,369	59,504,034
			Trade deposits and prepayments	10,090,828	1,098,779
			Tax refunds due from government	18,791,607	37,044,286
			Cash & bank balances	23,772,690	19,041,683
CURRENT LIABILITIES				571,041,376	650,364,123
Trade & other payables	226,118,790	292,353,386			
Accrued markup	19,067,807	18,939,753			
Short term borrowings	305,615,546	326,347,623			
Current portion of long term loan	-	21,750,000			
Unclaimed dividend	664,983	664,983			
Provision for taxation	32,174,031	13,896,382			
	583,641,157	673,952,127			
	<u>2,003,117,060</u>	<u>2,085,315,049</u>		<u>2,003,117,060</u>	<u>2,085,315,049</u>

Chief Executive

Director

Chief Financial Officer



PROFIT & LOSS ACCOUNT - UNAUDITED
FOR THE THIRD QUARTER & NINE MONTHS PERIOD ENDED MARCH 31, 2020

	Nine months period ended		Quarter ended	
	March 31, 2020 RUPEES	March 31, 2019 RUPEES	March 31, 2020 RUPEES	March 31, 2019 RUPEES
Sales - net	2,144,935,391	1,394,615,412	747,453,570	397,364,611
Cost of goods sold	<u>(2,001,556,264)</u>	<u>(1,341,986,416)</u>	<u>(705,104,349)</u>	<u>(381,238,959)</u>
Gross Profit	143,379,127	52,628,996	42,349,221	16,125,652
Distribution and marketing expenses	(16,297,822)	(9,960,220)	(5,611,274)	(4,187,767)
Administrative expenses	(42,720,637)	(42,954,043)	(13,894,039)	(14,045,702)
Other expenses	(1,818,533)	-	618,210	548,688
Finance cost	(58,005,123)	(22,269,045)	(19,736,556)	(12,702,824)
	(118,842,115)	(75,183,308)	(38,623,659)	(30,387,605)
Profit / (loss) before taxation	24,537,012	(22,554,312)	3,725,562	(14,261,953)
Taxation	(12,401,985)	(17,432,693)	(10,578,192)	(4,967,058)
Profit / (loss) for the period	<u>12,135,027</u>	<u>(39,987,005)</u>	<u>(6,852,630)</u>	<u>(19,229,011)</u>
earnings per share - Basic and diluted	<u>15.17</u>	<u>(49.98)</u>	<u>(8.57)</u>	<u>(24.04)</u>

Chief Executive

Director

Chief Financial Officer



STATEMENT OF COMPREHENSIVE INCOME - UNAUDITED

For the nine months period ended March 31, 2020

	<u>Nine month period ended</u>		<u>Three month period ended</u>	
	<u>March 31, 2020</u>	<u>March 31, 2019</u>	<u>March 31, 2020</u>	<u>March 31, 2019</u>
Profit / (Loss) for the Period	12,135,027	(39,987,005)	(6,852,630)	(19,229,011)
Other comprehensive income	-	-	-	-
Total comprehensive income / (loss) for the period	<u>12,135,027</u>	<u>(39,987,005)</u>	<u>(6,852,630)</u>	<u>(19,229,011)</u>

Chief Executive

Director

Chief Financial Officer



Cash Flow Statement - unaudited

	March 31, 2020 Rupees	March 31, 2019 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	24,537,012	(22,554,312)
Adjustments for :		
Depreciation on property, plant and equipment	35,856,935	22,191,503
Provision for staff retirement benefits - gratuity	12,750,000	7,660,250
Finance cost	58,005,123	22,269,045
	106,612,058	52,120,798
Operating cash flows before movement in working capital	131,149,070	29,566,486
(increase) / decrease in current assets		
Stores, spares and loose tools	4,355,443	(1,775,310)
Stock in trade	41,771,541	(185,434,671)
Trade debts	22,127,475	37,995,645
Loans and advances (excluding advance income tax)	1,740,642	(6,881,096)
Trade deposits and prepayments	(8,992,049)	(577,584)
Sales tax refundable	18,252,679	(9,905,502)
(decrease) / Increase in current liabilities		
Trade and other payables	(61,960,208)	(16,184,775)
	17,295,523	(182,763,292)
Cash used in operations	148,444,593	(153,196,807)
Income tax paid	(9,098,359)	(19,605,111)
Staff retirement benefits - gratuity paid	(17,024,386)	(8,421,450)
Finance cost paid	(57,877,069)	(11,705,469)
Net cash used in operating activities	64,444,779	(192,928,837)
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(32,981,695)	(4,920,000)
Addition to capital work in progress	-	(228,971,871)
Net cash used in investing activities	(32,981,695)	(233,891,871)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Long term financing	-	120,000,000
Long term financing repaid	(6,000,000)	-
Short term borrowings - net	(20,732,077)	284,389,978
Dividend paid	-	(2,971,045)
Net cash generated from financing activities	(26,732,077)	401,418,934
Net (decrease) / Increase in cash and cash equivalents	4,731,007	(25,401,774)
Cash and cash equivalents at beginning of the period	19,041,683	26,033,472
Cash and cash equivalents at end of the period	23,772,690	631,698

Chief Executive

Director

Chief Financial Officer



STATEMENT OF CHANGES IN EQUITY - UNAUDITED

For the nine months period ended March 31, 2020

	Share Capital	Surplus on revaluation of property, plant and equipment	Reserves			Total
			Capital	Revenue		
				Tax holiday Reserve	General reserve	
RUPEES						
Balance as at July 1, 2018 (audited)	8,000,000	555,466,212	2,668,746	80,000,000	181,999,407	828,134,365
Loss for the nine months period ended March 31, 2019	-	-	-	-	(39,987,005)	(39,987,005)
Other comprehensive income for the nine months period ended March 31, 2019	-	-	-	-	-	-
Total comprehensive loss for the nine months period ended March 31, 2019	-	-	-	-	(39,987,005)	(39,987,005)
Dividend for the year ended June 30, 2018 @ 3.75 per share	-	-	-	-	(3,000,000)	(3,000,000)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation	-	(8,368,568)	-	-	8,368,568	-
Balance as at March 31, 2019	8,000,000	547,097,644	2,668,746	80,000,000	147,380,970	785,147,360
Balance as at July 01, 2019 (audited)	8,000,000	844,244,390	2,668,746	80,000,000	153,951,755	1,088,864,891
Profit for the nine months period ended March 31, 2020	-	-	-	-	12,135,027	12,135,027
Other comprehensive income for the nine months period ended March 31, 2020	-	-	-	-	-	-
Total comprehensive income for the nine months period ended March 31, 2020	-	-	-	-	12,135,027	12,135,027
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation	-	(10,982,165)	-	-	10,982,165	-
Balance as at March 31, 2020	8,000,000	833,262,225	2,668,746	80,000,000	177,068,947	1,100,999,918

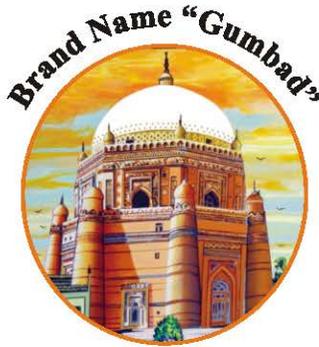
NOTES TO THE ACCOUNTS

- 1) These un-audited accounts are being presented to the shareholders as required under SECP notification No. 764(I)/2001 dated 05-11-2001 and in accordance with the requirements of International Accounting Standard-34 “Interim Financial Reporting”. As notified under the Companies Act, 2017 and Directives issued under the Act.
- 2) Accounting Policies adopted for the preparation of these quarterly accounts are the same as adopted in the preceding annual accounts.
- 3) Figures from previous year have been re-arranged for the purpose of comparison wherever necessary.
- 4) Figures in these accounts have been rounded off to the nearest rupee.

Chief Executive

Director

Chief Financial Officer



www.allawasaya.com

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