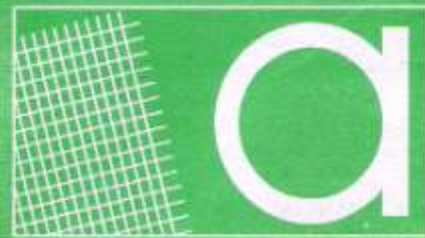




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**1st. Quarter Report
September 30, 2015
(Unaudited)**

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**ASHFAQ TEXTILE MILLS
LIMITED**

Mailing Address:
S.A. Officers Colony No.1, Susan Road. Faisalabad- Pakistan
Tel: +92-41-2435101-4 Fax: +92-14-2435105

Ashfaq Textile Mills Ltd.

COMPANY INFORMATION

CHIEF EXECUTIVE

MR. ASHFAQ AHMED

EXECUTIVE DIRECTORS

MR. ASHFAQ AHMED
MR. NADEEM ASHFAQ
MR. WASEEM ASHFAQ

NON-EXECUTIVE DIRECTORS

MR. AMJAD ASLAM
MRS. SHAZIA AMJAD
MRS. NAZIA IRFAN
KHAWAJA MUHAMMAD ILYAS
MIRZA MUHAMMAD IDREES

COMPANY SECRETARY

MR. WASEEM ASHFAQ

CHIEF FINANCIAL OFFICER (CFO)

MR. MOHAMMAD ANWAR JAWED

AUDITORS

M/S AVAIS HYDER LIAQAT NAUMAN,
CHARTERED ACCOUNTANTS

SHARE REGISTRAR

M/S CONSULTING ONE (PVT) LTD.
478-D, PEOPLES COLONY #1, FSD.

BANKERS

UNITED BANK LIMITED.

AUDIT COMMITTEE

KH. MUHAMMAD ILYAS (CHAIRMAN)
MRS. SHAZIA AMJAD (MEMBER)
MR. MOHAMMAD IDREES (MEMBER)

HUMAN RESOURCES AND

REMUNERATION COMMITTEE

MR. AMJAD ASLAM (CHAIRMAN)
MRS. NAZIA IRFAN (MEMBER)
KH. MUHAMMAD ILYAS (MEMBER)

MAILING ADDRESS:

8/A-1, OFFICERS COLONY, SUSAN
ROAD, FAISALABAD.

REGISTERED OFFICE / MILLS

17TH K.M. MAIN FAISALABAD
JARANWALA ROAD, FAISALABAD.

CONTACTS:

PHONES : 041-2435101-4
FAX : 041-2435105
E-mail : info@ashfaqtextile.com
WEB : www.ashfaqtextile.com

DIRECTOR'S REPORT TO THE SHARE HOLDERS

Dear Share Holders,

The Directors of your Company are pleased to present 1st Quarter's report for the period ended 30th September, 2015.

Review of the Results.

Sales during the period were recorded Rs.65.593 Million

in comparison to last years same period Rs.85.380 Million.

During this period the Operating (Distribution, Administrative & Other) expenses were 11.75 to sales, in comparison to Rs.8.57% in the same period last year. Gross profit for this period is 8.27% in comparison to 10.82% during the same period last year. Financial charges to sales were recorded as 0.11% in comparison to 0.12% in the same period in last year. Cost of goods sold are 91.73% in comparison to 89.18% in the same period last year.

In the coming days:

Textile market is continuously passing through a slowdown. We are tapping local market and high value orders in order to gain maximum value addition. However, rising cost of doing bussiness eats up the revenue, thus resulting in loss. We hope that in the coming days the market will get better.

We would like to appreciate the efforts of our staff members for their continuous hard work, our valued customers for their trust in us and cooperation of our suppliers and bankers and of course thankful to Allah almighty for his blessings.



On behalf of the Board
(ASHFAQ AHMAD)
Chief Executive Officer

**ASHFAQ TEXTILE MILLS LIMITED.
BALANCE SHEET (UN-AUDITED)
AS AT SEPTEMBER 30, 2015.**

<u>CAPITAL & LIABILITIES:</u>	SEPTEMBER 2015 RUPEES	JUNE 2015 RUPEES
SHARE CAPITAL AND RESERVES:		
AUTHORISED CAPITAL:		
100,000,000 Ordinary Shares of Rs.10/= each	1,000,000,000	1,000,000,000
ISSUED, SUBSCRIBED & PAID UP:		
34,985,000 (June 2015 : 34,985,000) Ordinary Shares of of Rs. 10/= each fully paid in cash.	349,850,000	349,850,000
Reserves	185,919,228	184,444,068
	535,769,228	534,294,068
SURPLUS ON REVALUATION OF FIXED ASSETS:	350,072,332	353,905,407
NON CURRENT LIABILITIES:		
Deferred liabilities		
Staff retirement gratuity	19,773,101	20,539,108
CURRENT LIABILITIES:		
Trade and Other Payables	10,191,732	16,059,839
Short term bank borrowings	-	5,000,000
Provision for Taxation - income tax	-	-
	10,191,732	21,059,839
	915,806,393	929,798,422
<u>PROPERTIES & ASSETS:</u>	SEPTEMBER 2015 RUPEES	JUNE 2015 RUPEES
FIXED CAPITAL EXPENDITURE:		
Property, plant and equipment	714,828,067	721,847,193
Long Term Deposits	4,509,782	4,509,782
	719,337,849	726,356,975
CURRENT ASSETS:		
Store, Spares & loose tools.	31,372,856	30,545,748
Stock-in-trade	17,236,456	14,696,425
Trade Debts	56,452,600	62,790,339
Loans, advances	31,733,117	29,985,700
Deposits and Prepayments	3,467,193	283,109
Other receivables.	1,945,700	922,414
Tax refunds due from Government	30,280,120	28,512,672
Cash and bank balances.	23,980,502	35,705,040
	196,468,544	203,441,447
	915,806,393	929,798,422

The annexed notes form an integral part of these condensed interim financial statements.

DATED: OCTOBER 29, 2015
PLACE: FAISALABAD.


CHIEF EXECUTIVE


DIRECTOR

ASHFAQ TEXTILE MILLS LIMITED.
PROFIT & LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2015.

	NOTE	SEPTEMBER 2015 RUPEES	SEPTEMBER 2014 RUPEES
SALES		65,593,347	85,380,059
COST OF GOODS SOLD	6	60,168,204	76,139,192
GROSS PROFIT		5,425,143	9,240,867
Distribution cost		1,018,416	1,276,567
Administrative espenses		6,691,509	5,694,585
Other Operating Expenses		-	343,559
Finance cost		73,127	105,408
		7,783,052	7,420,119
PROFIT / (LOSS) BEFORE TAXATION.		(2,357,909)	1,820,748
Provision for taxation		-	705,876
PROFIT / (LOSS) FOR THE PERIOD		(2,357,909)	1,114,872
Earning per share - Basic		-0.07	0.03

The annexed notes form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR

DATED: OCTOBER 29, 2015
PLACE: FAISALABAD.

ASHFAQ TEXTILE MILLS LIMITED.
STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2015.

	SEPTEMBER 2015 <u>RUPEES</u>	SEPTEMBER 2014 <u>RUPEES</u>
Profit / (Loss) for the period	(2,357,909)	1,114,872
Other comprehensive income for the period		
Incremental depreciation on revalued assets	3,833,069	8,066,414
Total comprehensive income for the period	<u>1,475,160</u>	<u>9,181,286</u>

The annexed notes form an integral part of these condensed interim financial statements.

DATED: OCTOBER 29, 2015
PLACE: FAISALABAD.



CHIEF EXECUTIVE



DIRECTOR

ASHFAQ TEXTILE MILLS LIMITED.
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2015.

Description	Paid-up Capital Rupees	Accumulated Profits Rupees	Total Rupees
Balance as at July 01, 2014	349,850,000	164,855,317	514,705,317
Total comprehensive income for the period			
Profit for the period	-	5,646,311	5,646,311
Incremental depreciation on revalued assets for the period	-	16,132,824	16,132,824
Remeasurement of defined benefit liability	-	(2,190,384)	(2,190,384)
	-	19,588,751	19,588,751
Balance as at June 30, 2015	349,850,000	184,444,068	534,294,068
Total comprehensive income for the period			
Profit / (Loss) for the period	-	(2,357,909)	(2,357,909)
Incremental depreciation on revalued assets for the period	-	3,833,069	3,833,069
	-	1,475,160	1,475,160
Balance as at September 30, 2015	349,850,000	185,919,228	535,769,228

The annexed notes form an integral part of these condensed interim financial statements.

DATED: OCTOBER 29, 2015
PLACE: FAISALABAD.



CHIEF EXECUTIVE



DIRECTOR

ASHFAQ TEXTILE MILLS LIMITED.
CASH FLOW STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2015.

	SEPTEMBER 2015 <u>RUPEES</u>	SEPTEMBER 2014 <u>RUPEES</u>
CASH FLOW FROM OPERATING ACTIVITIES:		
Profit / (Loss) before taxation.	(2,357,909)	1,820,748
Adjustments for:		
Depreciation	8,038,877	15,731,008
Provision for staff retirement gratuity	1,500,000	900,000
Loss on disposal of property, plant and equipments	-	43,559
Finance Cost	73,127	105,488
Operating cash flows before working capital changes	<u>7,254,095</u>	<u>18,600,803</u>
Changes in working capital		
(Increase) / decrease in current Assets:		
Store, spare & loose tools.	(827,108)	(3,898,017)
Stock in trade	(2,540,031)	(5,142,159)
Trade debts	6,337,739	7,669,141
Loans, advances,	(1,747,417)	240,367
Deposits and prepayments	(3,184,084)	(3,287,874)
Other receivables	(1,023,288)	829,501
Tax refunds due from Government.	(1,767,448)	9,759
Increase / (decrease) in current liabilities.		
Trade and other payables	(5,563,379)	6,953,746
Net cash flow from changes in working capital	<u>(10,315,014)</u>	<u>3,374,464</u>
Cash generated from / (used in) operations.		
Finance cost paid	(75,455)	(362,127)
Taxes paid	(776,390)	(575,824)
Staff retirement gratuity paid	(2,266,007)	(484,200)
Net cash generated from operating activities	<u>(3,117,852)</u>	<u>(1,422,151)</u>
Cash flows from investing activities		
Additions property, plant and equipment	(545,767)	(6,562,309)
Long term deposits	-	(5,000)
Net cash (used in) investing activities	<u>(545,767)</u>	<u>(6,567,309)</u>
Cash flows from financing activities		
Net (decrease) increase in short term bank borrowings	(5,000,000)	-
Net cash (used in) financing activities	<u>(5,000,000)</u>	<u>-</u>
Net (decrease) increase in cash and cash equivalents	<u>(11,724,538)</u>	<u>13,985,807</u>
Cash and cash equivalent at the beginning of the year	<u>35,705,040</u>	<u>18,655,262</u>
Cash and cash equivalents at the end of the year	<u><u>23,980,502</u></u>	<u><u>32,641,069</u></u>

DATED: OCTOBER 29, 2015
PLACE: FAISALABAD:


CHIEF EXECUTIVE


DIRECTOR

ASHFAQ TEXTILE MILLS LIMITED.
NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2015.

- 1 The Principal activity of the Company is manufacturing and sale of textile goods.
- 2 These accounts have been prepared in accordance with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting".
- 3 The accounting policies adopted for preparation of these quarterly accounts is the same as adopted in the preceding annual published accounts of the company.
- 4 The quarterly accounts are unaudited and being submitted to the shareholders as required u/s 245 of the Companies Ordinance 1984.
- 5 Amount set aside for workers profit participation fund is provisional, final liability will be determined on the basis of annual results.

	SEPTEMBER 2015 RUPEES	SEPTEMBER 2014 RUPEES
6 COST OF SALES:		
Raw material consumed	1,970,415	18,491,229
Stores & spares consumed	5,544,847	3,648,103
wages salaries and amenities	22,533,604	16,062,958
Sizing expenses	11,364,054	8,815,584
Freight, Loading, Unloading	302,948	254,188
Repair & Maintenance	186,380	325,566
Fuel & Power	15,229,834	16,943,427
Depreciation	6,681,868	14,816,839
Insurance	864,680	902,452
Other overheads	-	564,492
	64,678,630	80,824,838
Work in process:		
Opening stock	2,665,132	3,106,626
Closing stock	-	(2,821,828)
	2,665,132	284,798
	67,343,762	81,109,636
Finished Goods		
Opening stock	6,985,532	25,180,838
Closing stock	(14,161,090)	(33,151,282)
	(7,175,558)	(7,970,444)
	60,168,204	73,139,192

- 7 Transactions with Associated Undertakings.
- 8 Figures have been rounded off to the nearest rupee.

DATED: OCTOBER 29, 2015
PLACE: FAISALABAD.


CHIEF EXECUTIVE


DIRECTOR