

# FINANCIAL STATEMENTS (UN-AUDITED)

For the Third Quarter &  
Nine Months Period Ended  
March 31, 2017



**ALLAWASAYA**  
TEXTILE & FINISHING MILLS LIMITED  
MULTAN

## DIRECTORS' REVIEW

In the name of Allah, the Most Beneficent, the Merciful

Dear Shareholders,

On behalf of the Board of Directors of the Company, it is my privilege to present before you the Un-Audited Financial Statements of Accounts of your Company for the 3<sup>rd</sup> quarter and nine months period ended March 31, 2017.

During the period under report, there was steep increase in prices of raw material i.e. Cotton and Polyester Fiber without reciprocal increase in prices of Yarn. The Cost of other inputs like Salary, Wages, non-availability of system gas and high prices of RLNG fuel adversely affected the financial results of your Company. The Pre-tax loss for the 3rd Quarter ending on March 31, 2017 was Rs.8,083,741/- which after providing the tax liability amounted to Rs.11,728,562/- and for the Nine Months period ending March 31, 2017 the Pre-tax Loss was Rs.22,331,224/- which after providing the tax liability amounted to Rs. 30,271,524/-

Your Directors hope that overall performance of the Company will improve in 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: 18.04.2017

## ڈائریکٹران کا جائزہ

محترم حصص داران!

آپ کے ڈائریکٹری کمیٹی کے غیر آڈٹ شدہ مالیاتی نتائج برائے تیسری سہ ماہی اور نو ماہی مدت تختہ 31 مارچ 2017ء پیش کرتے ہیں۔

پیش کردہ مالیاتی رپورٹ کے دورانہ میں خام مال کے نرخوں میں نمایاں اضافہ دیکھا گیا جبکہ سوت کے نرخوں میں اضافے کی شرح خام مال کے مقابلے میں کم رہی۔ دیگر عناصر بشمول تنخواہ اور اجرت، سسٹم گیس کی عدم فراہمی اور آرائل این جی ٹیول کی بڑھتی ہوئی قیمت نے کمیٹی کی کارکردگی کو کافی متاثر کیا۔

مالی سال 2016-2017 کی تیسری سہ ماہی تختہ 31 مارچ 2017ء میں کمیٹی کا خسارہ قبل ازنگس مبلغ 8,083,741/- روپے تھا جبکہ اسی مدت کے لئے کمیٹی کا خسارہ بعد ازنگس مبلغ 11,728,562/- روپے تھا اور نو ماہی مدت تختہ 31 مارچ 2017ء میں کمیٹی کا خسارہ قبل ازنگس مبلغ 22,331,224/- روپے تھا جبکہ اسی مدت کے لئے کمیٹی کا خسارہ بعد ازنگس مبلغ 30,271,524/- روپے تھا۔

آپ کے ڈائریکٹران امید کرتے ہیں کہ کمیٹی 30 جون 2017ء میں اختتام ہونے والے مالیاتی سال کے بقایا مدت میں مجموعی طور پر بہتر نتائج حاصل کرے گی۔

بحکم بورڈ آف ڈائریکٹرز

دستخط  
میاں محمد جمیل۔ چیئرمین

ملتان۔ بتاریخ 18 اپریل 2017ء

## BALANCE SHEET AS AT MARCH 31, 2017

	<i>Un-Audited March 31, 2017</i>	<i>Audited June 30, 2016</i>		<i>Un-Audited March 31, 2017</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	879,095,925	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		881,475,922	892,856,172
Issued, subscribed and paid up capital			<b>CURRENT ASSETS</b>		
800,000 (June 30, 2016: 800,000)			Stores and spares	26,376,884	11,994,464
ordinary shares of Rs. 10 each	8,000,000	8,000,000	Stock in trade	280,208,540	252,639,869
Reserves	82,668,746	82,668,746	Trade Debts	136,268,712	146,100,238
Unappropriated Profits	154,863,365	178,237,663	Loans and advances	22,565,210	33,311,449
	245,532,111	268,906,409	Trade deposits and prepayments	2,532,116	533,025
Surplus on revaluation of property, plant			Tax refunds due from government	19,327,258	6,903,805
and equipment	568,737,294	575,634,520	Cash & bank balances	1,654,854	3,224,064
<b>NON - CURRENT LIABILITIES</b>				488,933,574	454,706,914
Deferred tax	112,852,406	119,794,403			
	112,852,406	119,794,403			
<b>CURRENT LIABILITIES</b>					
Trade & other payables	132,320,308	90,465,764			
Accrued markup	6,140,229	4,963,575			
Short term borrowings	289,944,851	271,066,846			
Provision for taxation	14,882,297	16,731,569			
	443,287,685	383,227,754			
	1,370,409,496	1,347,563,086		1,370,409,496	1,347,563,086
	1,370,409,496	1,347,563,086		1,370,409,496	1,347,563,086

Sd/-

Mian Tanvir Ahmad Sheikh  
Chief Executive Officer

**PROFIT AND LOSS ACCOUNT - UNAUDITED**  
**FOR THE QUARTER & NINE MONTHS PERIOD ENDED**  
**MARCH 31, 2017**

	<i>Nine months period ended</i>		<i>Quarter ended</i>	
	<i>March 31, 2017</i>	<i>March 31, 2016</i>	<i>March 31, 2017</i>	<i>March 31, 2016</i>
	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>
Sales - net	1,488,229,707	1,270,015,030	492,726,865	435,669,589
Cost of goods sold	(1,449,161,060)	(1,248,103,915)	(478,044,136)	(419,893,251)
Gross Profit	39,068,647	21,911,115	14,682,729	15,776,338
Other income	254,552	-	-	-
	<b>39,323,199</b>	<b>21,911,115</b>	<b>14,682,729</b>	<b>15,776,338</b>
Distribution and marketing expenses	(11,395,706)	(7,877,048)	(5,464,642)	(3,405,689)
Administrative expenses	(33,964,603)	(45,165,413)	(10,778,225)	(13,971,155)
Finance cost	(16,294,114)	(8,358,669)	(6,523,603)	(4,100,446)
	(61,654,423)	(61,401,130)	(22,766,470)	(21,477,290)
Loss before taxation	(22,331,224)	(39,490,015)	(8,083,741)	(5,700,952)
Taxation	(7,940,300)	8,795,088	(3,644,821)	851,601
<b>Loss for the period</b>	<b>(30,271,524)</b>	<b>(30,694,927)</b>	<b>(11,728,562)</b>	<b>(4,849,351)</b>
Other comprehensive income	-	-	-	-
<b>Total comprehensive Income For the period</b>	<b>(30,271,524)</b>	<b>(30,694,927)</b>	<b>(11,728,562)</b>	<b>(4,849,351)</b>
<b>Earnings per share - Basic and diluted</b>	<b>(37.84)</b>	<b>(38.37)</b>	<b>(14.66)</b>	<b>(6.06)</b>

**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 NINE MONTHS PERIOD ENDED MARCH 31, 2017**

	<i>March 31, 2017</i>	<i>March 31, 2016</i>
	<i>Rupees</i>	<i>Rupees</i>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(22,331,224)	(39,490,015)
Adjustments for:		
Depreciation on property, plant and equipment	24,562,159	38,115,849
Provision for staff retirement benefits - gratuity	8,547,783	9,754,350
Finance cost	16,294,114	8,358,669
Profit on disposal of property, plant and equipment	(254,552)	-
	49,149,504	56,228,868
Operation cash flows before movement in working capital	26,818,280	16,738,853
(Increase) / Decrease in current assets		
Stores, spares and loose tools	(14,382,420)	(1,619,254)
Stock in trade	(27,568,671)	(126,838,263)
Trade debts	9,831,526	50,298,609
Loans and advances (excluding advance income tax)	4,955,295	1,061,311
Trade deposits and prepayments	(1,999,091)	(1,136,664)
Sales tax refundable	(12,423,453)	(5,155,323)
Increase / (Decrease) in current liabilities		
Trade and other payables	41,059,732	(3,902,869)
	(527,082)	(87,292,453)
Cash generated / (used in) from operations	26,291,198	(70,553,600)
Income Tax paid	(10,940,626)	(17,020,482)
Staff retirement benefits - gratuity paid	(7,750,933)	(4,076,050)
Finance cost paid	(15,117,460)	(9,266,900)
Net cash used in operating activities	(7,517,821)	(100,917,032)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Addition to property, plant and equipment	(13,327,357)	(8,973,544)
Proceeds on disposal of property, plant and equipment	400,000	-
Net cash used in investing activities	(12,927,357)	(8,973,544)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Short term borrowings - net	18,878,005	102,647,097
Dividend paid	(2,037)	(72,749)
Net cash generated from financing activities	18,875,968	102,574,348
Net decrease in cash and cash equivalents	(1,569,210)	(7,316,228)
Cash and cash equivalents at beginning of the period	3,224,064	8,439,236
Cash and cash equivalents at end of the period	1,654,854	1,123,008

Sd/-  
Sohail Nadeem  
Chief Financial Officer

**STATEMENT OF CHANGES IN EQUITY - UNAUDITED**  
**FOR THE NINE MONTHS PERIOD ENDED**  
**MARCH 31, 2017**

Share Capital	Reserves			Total
	Capital	Revenue		
	Tax holiday Reserve	General Reserve	Unappropriated Profits	
<b>R U P E E S</b>				

Balance as at July 1, 2015 (audited)	8,000,000	2,668,746	80,000,000	204,822,116	295,490,862
Loss for the period	-	-	-	(30,694,927)	(30,694,927)
Other comprehensive Income for the period	-	-	-	-	-
Total comprehensive Income for the period ended March 31, 2016	-	-	-	(30,694,927)	(30,694,927)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation	-	-	-	9,278,509	9,278,509
<b>Balance as at March 31, 2016</b>	<b>8,000,000</b>	<b>2,668,746</b>	<b>80,000,000</b>	<b>183,405,698</b>	<b>274,074,444</b>
Balance as at July 1, 2016 (audited)	8,000,000	2,668,746	80,000,000	178,237,663	268,906,409
Loss for the period	-	-	-	(30,271,524)	(30,271,524)
Other comprehensive Income for the period	-	-	-	-	-
Total comprehensive Income for the period ended March 31, 2017	-	-	-	(30,271,524)	(30,271,524)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation	-	-	-	6,897,226	6,897,226
<b>Balance as at March 31, 2017</b>	<b>8,000,000</b>	<b>2,668,746</b>	<b>80,000,000</b>	<b>154,863,365</b>	<b>245,532,111</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**

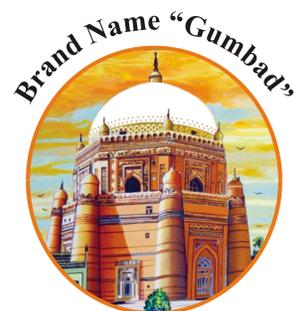
Mian Anis Ahmad Sheikh	- Chairman
Mrs. Nusrat Jamil	- Member
Mr. Javed Musarrat	- Member

**CHIEF FINANCIAL OFFICER**

Sohail Nadeem

**COMPANY SECRETARY**

Muhammad Ismail



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**ALLAWASAYA TEXTILE & FINISHING MILLS LIMITED**

Allawasaya Square, Mumtazabad Industrial Area,  
Vehari Road, Multan, Pakistan.

Phone: (061) 4233624-26

Fax: (061) 6525202

Website: www.allawasaya.com

E-mail: atm@allawasaya.com