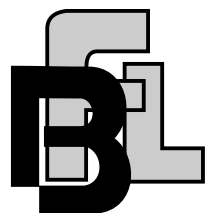


**BOOK
POST**

PRINTED MATTER
(UNDER CERTIFICATE OF POSTING)



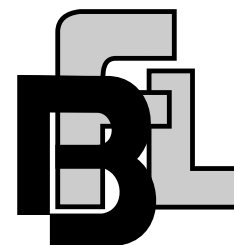
If Undelivered Please Return to:

BILAL FIBRES LIMITED

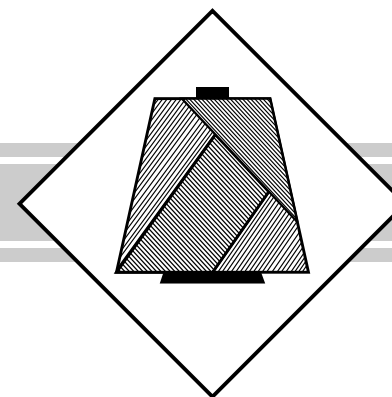
112-C, Block E/1, Ghalib Road,

Gulberg III, Lahore.

Telephone: 0423-5717701-6



BILAL
FIBRES LIMITED
(ISO 9001:2000 CERTIFIED)



1st QUARTERLY
REPORT

SEPTEMBER 30, 2014
(UN-AUDITED)



BILAL FIBRES LIMITED

COMPANY INFORMATION

Chairman / Chief Executive

Mr. Naeem Omer

Directors

Mr. Naeem Omer
Mr. Anwaar Abbas
Mr. Muhammad Sarwar
Mr. Muhammad Zubair
Mr. Muhammad Asghar
Mr. Muhammad Ijaz Shahid
Mr. Osama Saeed

Audit Committee

Chairman:

Mr. Osama Saeed

Member:

Mr. Anwaar Abbas

Member:

Mr. Muhammad Zubair

Human Resource & Remuneration Committee

Chairman:

Mr. Anwaar Abbas

Member:

Mr. Muhammad Sarwar

Member:

Mr. Muhammad Ijaz Shahid

Secretary

Mr. Muhammad Ahmed

Auditors

M/s Mushatq and Company
Chartered Accountants
406-407 Commerce Centre,
Hasrat Mohani Road, Karachi.

Bankers

The Bank of Punjab
NIB Bank Limited
Silk Bank Limited

Share Registrar

M/s Corplink (Pvt.) Ltd.
Wings Arcade, 1-K, Commercial,
Model Town, Lahore.
Phone: 0423-591-6714, 35916719
Fax: 0423-5869037

Legal Advisor

Syed Waqar Hussain Naqvi
2nd Floor, Nawa-e-Waqt Building,
4 Shahr-e-Fatima Jinnah Road,
Lahore. Tel: 0423-63660624-5

Head Office/ Registered Office

112-C, Block E/1, Ghalib Road,
Gulberg III, Lahore.
Telephone: 0423-35717701-6
Fax No. 0423-5717707
Email: info@bilalfibres.com
Web site: www.bilalfibres.com

Mills

38th KM, Sheikhpura Road,
Tehsil Jaranwala, District Faisalabad.
Telephone: 041-4689075, 4689076
Fax No. 041-4689279
Email: mills@bilalfibres.com
Email: bilalfib@fsd.comsats.net.pk



BILAL FIBRES LIMITED

DIRECTOR'S REPORT

The Directors of your Company are presenting before you the un-audited accounts of the Company for the 1st quarter ended 30th September 2014.

The accounts have been prepared in compliance with IAS-34 and being submitted as required under section 245 of Companies Ordinance 1984.

The current quarter has suffered due to volatile change in cotton / yarn prices as yarn prices did not support accordingly. Further due to gas and WAPDA shutdowns and increase in utility price is the main reasons for reduction in profit. The Company has reflected Gross Loss of Rs.4.738 million as compared to last year comparative figure which reflects a gross profit of Rs.39.281 million.

FINANCIAL AND OPERATING PERFORMANCE:

The financial results are summarized hereunder: -

Particulars	2014		2013	
	Rupees In Million	% age to Sale	Rupees In Million	% age to Sale
Sales	447.891		462.588	
Gross (Loss)/Profit	(4.738)	(1.06)	39.281	8.49
Operating (Loss)/Profit	(20.033)	(4.47)	24.615	5.32
Finance Cost	10.856	2.42	10.789	2.33
Net(Loss)/Profit before tax	(30.889)	(6.90)	13.827	2.99
Net(Loss)/Profit after tax	(22.098)	(4.93)	4.659	1.01
(Loss)/Profit per share-basic Rs.	(1.57)		0.33	

OPERATING PERFORMANCE

The factory remained operational throughout the Quarter and worked on three shifts basis. The total yarn produced was 1.709 million kgs. (2013-1.632 million kgs.) The 20's converted production worked out to 2.536 million kgs. (2013- 2.524 million kgs).

The management is consistently making efforts to improve quality of product and maintaining the production costs within limits in order to improve the over all performance of the Company. To improve quality as well as production, the management has invested Rs. 60 million to upgrade the existing machinery setup, which has become operational in the current quarter and management is quite optimistic that the Company will earn in the next quarter with better cash flows.

For and behalf of the
Board of Director

Lahore
October 29, 2014

(Naeem Omer)
Chief Executive



BILAL FIBRES LIMITED

CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)

AS AT SEPTEMBER 30, 2014

	NOTE	(Un audited) September 30, 2014 Rupees	(Audited) June 30, 2014 Rupees
NON - CURRENT ASSETS			
Property, plant and equipment	5	1,078,505,734	1,044,194,871
Long term deposits		3,601,320	3,601,320
		1,082,107,054	1,047,796,191
CURRENT ASSETS			
Stores, spare parts and loose tools		13,161,708	12,808,869
Stock in trade		182,995,728	149,667,927
Trade debts		38,195,293	51,007,743
Loans and advances		20,498,289	20,475,085
Trade deposits and short term prepayments		17,703,820	25,989,074
Other receivables		509,094	509,094
Tax refund due from Government		35,596,186	34,426,927
Cash and bank balances		5,498,387	9,087,624
		314,158,505	303,972,343
		1,396,265,559	1,351,768,534
SHARE CAPITAL AND RESERVES			
<i>Authorized:</i>			
15,000,000 (June 30, 2014: 15,000,000) Ordinary shares of Rs. 10/- each		150,000,000	150,000,000
<i>Issued, subscribed and paid up:</i>			
14,100,000 (June 30, 2014: 14,100,000) Ordinary shares of Rs. 10/- each fully paid in cash		141,000,000	141,000,000
Accumulated loss		(240,270,310)	(217,680,823)
		(99,270,310)	(76,680,823)
SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT - net of tax			
		323,702,944	323,211,781
DEFERRED INCOME			
		13,355,439	14,569,568
NON - CURRENT LIABILITIES			
Long term financing from banking companies	6	415,452,841	422,557,155
Long term financing from directors and associates		83,738,000	83,738,000
Liabilities against assets subject to finance lease		94,496,331	95,956,331
Deferred liabilities		132,464,427	146,467,497
		726,151,599	748,718,983
CURRENT LIABILITIES			
Trade and other payables		106,850,413	68,473,279
Accrued interest/ markup		81,139,076	76,369,108
Short term borrowings		123,172,673	89,597,828
<i>Current portion of:</i>			
Long term financing from banking companies		83,131,195	75,415,191
Liabilities against assets subject to finance lease		13,810,000	12,350,000
Provision for taxation		24,222,530	19,743,619
		432,325,887	341,949,025
CONTINGENCIES AND COMMITMENTS			
	7	-	-
		1,396,265,559	1,351,768,534

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

Chief Executive

Director



BILAL FIBRES LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2014

	NOTE	1st Quarter ended Sep 30, 2014	1st Quarter ended Sep 30, 2013
.....Rupees.....			
Sales		447,891,055	462,587,582
Cost of sales	8	(452,629,036)	(423,306,872)
Gross (Loss) / Profit		(4,737,981)	39,280,710
Other operating income		1,214,131	2,499,984
Distribution cost		(5,581,016)	(6,133,954)
Administrative expenses		(10,928,426)	(10,192,109)
Other operating expenses		-	(839,456)
Finance cost		(10,856,019)	(10,788,617)
(Loss) / Profit before taxation		(30,889,312)	13,826,558
Provision for taxation			
Current		(4,478,911)	(4,625,876)
Deferred		13,269,898	(4,541,674)
		8,790,987	(9,167,550)
(Loss) / Profit after taxation		(22,098,325)	4,659,008
(Loss) / Profit per share-basic and diluted		(1.57)	0.33

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

Chief Executive

Director



BILAL FIBRES LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

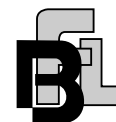
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2014

	Issued, Subscribed and Paid Up Capital	Accumulated Loss	Total
Balance as at July 01, 2013	141,000,000	(199,114,523)	(58,114,523)
Transfer from surplus on revaluation on account of Incremental depreciation - net of tax	-	3,019,095	3,019,095
Total comprehensive income for the period	-	4,659,008	4,659,008
Balance as at September 30, 2013	<u>141,000,000</u>	<u>(191,436,420)</u>	<u>(50,436,420)</u>
Balance as at July 01, 2014	141,000,000	(217,680,823)	(76,680,823)
Transfer from surplus on revaluation on account of Incremental depreciation - net of tax	-	2,939,318	2,939,318
Total comprehensive (loss) for the period	-	(25,528,805)	(25,528,805)
Balance as at September 30, 2014	<u>141,000,000</u>	<u>(240,270,310)</u>	<u>(99,270,310)</u>

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

Chief Executive

Director



BILAL FIBRES LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2014

	1st Quarter ended Sep 30, 2014	1st Quarter ended Sep 30, 2013
Rupees.....	
(Loss) for the period	(22,098,325)	4,659,008
Other comprehensive income for the period		
Remeasurement of staff retirement benefits	<u>(3,430,480)</u>	<u>-</u>
Total comprehensive (loss)/income for the period	<u>(25,528,805)</u>	<u>4,659,008</u>

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

Chief Executive

Director



BILAL FIBRES LIMITED

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2014

	1 st Quarter Ended September 30, 2014	1 st Quarter Ended September 30, 2013
Rupees.....	
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before taxation	(30,889,312)	13,826,558
Adjustments for:		
Depreciation on property, plant and equipment	12,498,274	12,228,853
Provision for staff retirement benefits - gratuity	1,627,128	2,196,552
Gain on disposal of property, plant and equipment	-	(1,285,853)
Finance cost	10,856,019	10,788,617
Worker's profit participation fund	-	839,456
Amortization of Deferred Income	(1,214,131)	(1,214,131)
Operating cash flow before working capital changes	(7,122,022)	37,380,052
(Increase)/ decrease in current assets		
Stores, spare parts and loose tools	(352,839)	441,938
Stock in trade	(33,327,801)	(8,868,617)
Trade debts	12,812,450	229,445
Loans and advances	(23,205)	339,543
Trade deposits and short term prepayments	8,285,254	(2,678,255)
Tax Refunds due from Government	1,808,860	5,769,686
Increase/ (decrease) in current liabilities		
Trade and other payables	38,377,135	168,362
	27,579,854	(4,597,898)
Cash generated from operations	20,457,833	32,782,154
Prepayments for:		
Finance cost	(3,270,364)	(2,808,271)
Taxation	(2,978,118)	(5,174,741)
Staff retirement benefits - gratuity	(2,360,300)	(3,614,100)
Net cash used in operating activities	A 11,849,050	21,185,042
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipments	(43,732,960)	(17,587,222)
Addition in capital work in process	(3,076,172)	-
Proceeds from disposal of property, plant and equipment	-	3,130,000
Net cash used in investing activities	B (46,809,132)	(14,457,222)
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of:		
Long term financing to banking companies	(2,204,000)	(3,059,001)
Liabilities against assets subject to finance lease	-	(2,000,000)
Short term borrowings	33,574,845	(17,101,735)
Increase in long term financing from directors	-	15,000,000
Net cash from / (used in) financing activities	C 31,370,845	(7,160,736)
Net increase/ (decrease) in cash equivalents	(A + B + C) (3,589,237)	(432,918)
Cash and cash equivalents at the beginning of the period	9,087,624	6,689,882
Cash and cash equivalents at the end of the period	5,498,387	6,256,966

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

Chief Executive

Director



BILAL FIBRES LIMITED

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2014

- LEGAL STATUS AND NATURE OF BUSINESS**
The company is limited by shares, incorporated in Pakistan on April 13, 1987 and is quoted on stock exchange at Karachi, Lahore and Islamabad. The principal business of the company is manufacturing and sale of yarn. The Registered office of the company is situated at 112-C, E/1, Ghalib road, Gulbreg III, Lahore.
The Manufacturing unit is located at 38-KM Shiekhpura Road, Tehsil Jaranwala, District Faisalabad in the province of Punjab.
- BASIS OF PREPARATION**
2.1 Statement of Compliance
This condensed interim financial information is un-audited and has been prepared in accordance with the requirements of the International Financial Reporting Standard (IFRS) IAS 34, "Interim Financial Reporting" as applicable in Pakistan. This condensed interim financial information does not include all of the information and disclosures required for annual financial statements, and should be read in conjunction with the financial statements of the company as at and for the year ended 30th June, 2014.
This condensed interim financial information is being submitted to the shareholders as required by the Listing regulations of Karachi, Lahore and Islamabad Stock Exchanges and Section 245 of the Companies Ordinance, 1984.
These condensed interim financial statements comprise of condensed interim statement of balance sheet, condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flows statement and condensed interim statement of changes in equity together with the notes for the 1st Quarter ended September 30, 2014 which is un-audited. These condensed interim financial statements also include the condensed interim income statement for the 1st Quarter ended September 30, 2014.
- SIGNIFICANT ACCOUNTING POLICES**
The accounting policies and methods of computation which have been used in the preparation of this condensed interim financial information are the same as those applied in preparation of the financial statements for the preceding year ended June 30, 2014.

Amendments to certain existing standards and new interpretations on approved accounting standards effective during the period either were not relevant to the company's operations or did not have any impact on the accounting policies of the company.
- ACCOUNTING ESTIMATES, JUDGMENTS AND FINANCIAL RISK MANAGEMENT**
The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.
Judgments and estimates made by managements in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements as at and for the year ended June 30, 2014.
The company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2014.
- PROPERTY PLANT AND EQUIPMENT**

	(Un-Audited) Sep 30, 2014	(Audited) Jun 30, 2014
	Rupees	Rupees
Opening written down value	1,044,194,871	1,054,930,423
Add: Addition/ transfer/ revaluation during the period	46,809,135	43,189,884
	1,091,004,006	1,098,120,307
Less: Disposal/ transfer during the period	-	(3,943,641)
Depreciation charged during the period	(12,498,272)	(49,981,795)
Closing written down value	1,078,505,734	1,044,194,871

5.1 Following is the detail of addition during the period
Owned:

Plant & Machinery	43,516,362	19,784,048
Office Equipment	194,100	1,106,730
Furniture & fixtures	22,500	-
Vehicles	-	17,327,651
Capital work in progress - Plant & Machinery	3,076,173	4,971,455
	46,809,135	43,189,884

5.2 Following is the detail of disposals/transfers during the period

Plant & machinery	-	2,058,824
Vehicles	-	1,884,817
	-	3,943,641

Chief Executive

Director



BILAL FIBRES LIMITED

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2014

6 These are unsecured, interest free and not repayable in next twelve months. These loans are subordinated to the loans from banking companies.

7 CONTINGENCIES AND COMMITMENTS

There is no major changes in contingencies and commitments as have been disclosed in the audited financial statements for the year ended June 30, 2014.

		1st Quarter Ended Sep 30, 2014 Rupees	1st Quarter Ended Sep 30, 2013 Rupees
8	COST OF SALES		
	Cost of goods manufactured 8.1	445,724,593	430,910,356
	Finished goods:		
	Opening stock	16,792,838	14,195,220
	Closing stock	(9,888,395)	(21,798,703)
		<u>6,904,443</u>	<u>(7,603,483)</u>
		<u>445,724,593</u>	<u>423,306,872</u>
8.1	Cost of goods manufactured		
	Raw material consumed 8.2	306,884,044	311,635,730
	Cost of raw material sold 8.2	18,422,175	-
	Salaries, wages and benefits	36,242,407	33,060,494
	Fuel and power	54,002,980	60,046,392
	Stores and spares consumed	5,039,391	6,270,224
	Packing material consumed	6,476,623	5,495,369
	Repair and maintenance	1,822,647	2,555,442
	Insurance	838,390	826,086
	Depreciation	11,327,918	11,495,663
	Other	1,007,958	926,292
		<u>442,064,532</u>	<u>432,311,692</u>
	Work in process		
	Opening stock	16,665,147	14,744,454
	Closing stock	(13,005,086)	(16,145,791)
		<u>3,660,061</u>	<u>(1,401,337)</u>
		<u>445,724,593</u>	<u>430,910,356</u>
8.2	Raw material consumed		
	Opening stock	116,209,942	156,218,836
	Purchases including purchase expenses	369,198,524	294,743,520
	Cost of raw material sold	(18,422,175)	-
	Closing stock	(160,102,248)	(139,326,626)
		<u>306,884,044</u>	<u>311,635,730</u>

9 TRANSACTION WITH RELATED PARTIES

		September 30, 2014 Rupees	September 30, 2013 Rupees
Relationship	Nature of transaction		
Key management personnel	Salaries and benefits	2,556,000	2,346,000

10 The financial statements were authorized for issue on October 29, 2014 by the board of directors of the company.

11 Figures of the prior period has been re-arranged wherever necessary for the purpose of comparison.

Chief Executive

Director