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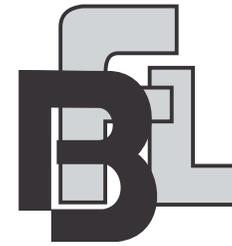
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BILAL FIBRES LIMITED

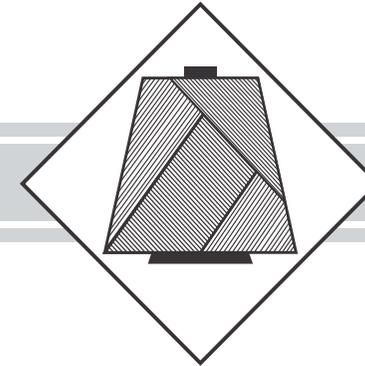
112-B, Block E/1, Ghalib Road,

Gulberg III, Lahore.

Telephone: 0423-5717701-6



BILAL
FIBRES LIMITED
(ISO 9001:2000 CERTIFIED)



**HALF YEARLY
REPORT**

DECEMBER 31, 2016
(UN-AUDITED)



BILAL FIBRES LIMITED

COMPANY INFORMATION

Chairman / Chief Executive

Mr. Naeem Omer

Directors

Mr. Naeem Omer

Mr. Anwaar Abbass

Mr. Shahid Iqbal

Mr. Muhammad Omer

Mr. Muhammad Asghar

Mr. Amjad Ali

Mr. Muhammad Aslam Bhatti

Audit Committee

Chairman:

Mr. Muhammad Aslam Bhatti

Member:

Mr. Anwaar Abbass

Member:

Mr. Muhammad Omer

Human Resource & Remuneration Committee

Chairman:

Mr. Shahid Iqbal

Member:

Mr. Amjad Ali

Member:

Mr. Muhammad Asghar

Company Secretary

Mr. Muhammad Ijaz Shahid

Auditors

M/s Rizwan and Company

Chartered Accountants

114-A, Tipu Block,

New Garden Town, Lahore.

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: 042-35916714, 35916719

Fax: 042-35869037

Legal Advisor

Syed Waqar Hussain Naqvi

2nd Floor, Nawa-e-Waqt Building,

4 Shahrah-e-Fatima Jinnah Road,

Lahore. Tel: 042-36360624-5

Head Office/ Registered Office

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

Gulberg III, Lahore.

Telephone: 042-35717701-6

Fax No. 042-35717707

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 but reviewed by the external auditors of the Company for the half year ended 31st December 2016.

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

The Company has incurred a loss of Rs.15.848 million for the period ended December 31, 2016 as compared to last half year comparative period loss of Rs.86.409 million. Due to volatile prices of raw materials and instability in the market management decided to that mills will remain closed and avoid Rs 20 million monthly loss. In this volatile market the directors trying best possible plans for the revenue generations from the company.

FINANCIAL AND OPERATING PERFORMANCE

During the period under review as the mill was closed and nominal revenue was generated only from the stock in hand (yarn) as on June 30, 2016. Due to energy and marketing crises and high input costs, the mills has temporarily suspended its operation process since 16th June 2016.

The financial results are summarized hereunder:-

Particulars	2016		2015	
	Rupees in Million	% age to Sales	Rupees in Million	% age to Sales
Sales	95.048		652.878	
Gross loss	(18.767)	(19.745)	(74.056)	(11.343)
Operating loss	(17.023)	(17.911)	(88.246)	(13.516)
Finance cost	5.300	5.576	30.287	4.639
Net Loss before tax	(22.323)	(23.487)	(118.534)	(18.156)
Net loss after tax	(15.848)	(16.674)	(86.409)	(13.235)
Loss per share Rs.	(1.12)		(6.13)	

OPERATING PERFORMANCE

The period under review has also been proved difficult period as the factory remained closed throughout the period under review. Your Company continued to be in the grip of challenges; difficult textile market with on-going financial impediments have obstructed the management not to restart the production capacities. The driving force for this non operation had been non-availability of working capital facilities, litigations with the banking companies and challenging market conditions. Due to unilateral blockage of our working capital lines by the banks, the required working capitals were not at our disposal and the Company could not efficiently purchase raw material to run the installed capacities. Further the installed plant and machinery is outdated and need real investment to make it technological competitive. Therefore, the company remain closed during the period.

FUTURE PROSPECTS

The management decided now to focus on the litigation with the banking companies and thereafter, a proper restructuring and further development plan accordingly.

AUDITRS REVIEW REPORT

The Auditors has the modified opinion with the following observations. Our comments are accordingly are at the end of each observation:

(Quote 1)

The Company has sustained net loss of Rupees 15.848/- million during the period ended 31 December 2016 and as of that date its accumulated loss was Rupees 383.188/- million. As at 31 December 2016 the company's current liabilities exceeded its current assets by 694.015/- million. There are overdue installments of Long term loans, liabilities against assets subject to finance lease and short term borrowings of Rupees 117.183/- million, Rupees 23.893/- million and Rupees 143.855/- million respectively. There are pending litigations with



BILAL FIBRES LIMITED

DIRECTOR'S REPORT

banking companies in different court of laws (as fully explained in notes 7.1.1, 7.1.2 and 7.1.3 of the financial statements). The production/operation of the mill has been closed since 16 June 2016 and the company has been unable to arrange finance for the working capital and other purposes. As at the reporting date there are only few employees left with the company and the production operations of the company could not be resumed. The management of the company did not provide its assessment of going concern assumption used in preparation of these financial statements and the future financial projections indicating the economic viability of the company. These conditions and events indicate material uncertainty that may cast significant doubt about the company's ability to continue as a going concern and therefore it may be unable to realize its assets and discharge its liabilities in the normal course of business. The financial statements (and notes thereto) do not include this fact and have been prepared assuming that the Company will continue as a going concern. In our opinion, the going concern assumption used in the preparation of these condensed interim financial statements is inappropriate (Unquote:1)

The management is confident to reach resettlement/reschedule with the debt provider in due course of time, therefore, these accounts has been prepared on going concern basis.

(Quote: 2) Due to the litigations with the banking companies as fully explained in notes 7.1.1, 7.1.2 and 7.1.3 of the financial statements the company has not accounted for the finance cost for the period amounting to Rupees 6.064/- million (30 June 2016: Rupees 11.31 million), Rupees 2.610/- million (30 June 2016: Rupees 5.475 million) and Rupees 5.585/- million (30 June 2016: Rupees 1.257million) on Long term loans, liabilities against assets subject to finance lease and short term borrowings respectively. Had the company accounted for finance cost, the loss for the period would have been higher by Rs. 14.260 million (June 30, 2016: Rs. 17.863 million) and consequently the aggregate amount of accrued finance cost (including previous unaccounted markup) would have been increased by Rs. 32.123 million and aggregate accumulated loss would have been higher by same amount. (Unquote:2)

Our legal counsel is confident to settle the litigation matters in our favor in due course of time. We are of the opinion that once the litigation start than markup/interest stop to accrue, therefore, we will manage it at the decision of court according to the settled amount.

(Quote:3) Due to pending litigations as mentioned in note 7.1.1, 7.1.2 and 7.1.3 direct bank confirmations and period end bank statements from the involved banks were not available in respect of cash with banks, long-term financing, liabilities against assets subject to finance lease, Bank guarantees accrued markup / interest, and short-term borrowings. (Unquote:3)

As per auditor request we allow them to circularize the relevant bank confirmation. But we believe that it is the policy of the banking companies that they did not respond for the matters in litigation,

(Quote: 4) We did not observe the taking of the physical inventory of raw material amounting to Rupees 57.529/- million and the mills plant and machinery amounting to Rupees 599.412/- million as of 31 December 2016. Due to litigations with the banking companies and consistent pressure for payment from unpaid trade creditors/suppliers the management avoided the access of the factory premises for physical verification. The management further informed us that due to the closure of mill operation on 16 June 2016 there are no movement(sale/purchase) in raw material stock and plant and machinery during the period under review and the cost/revalued amount remain the same as per audited financial statement of 30 June 2016.(Un quote)

As we have market creditors who are aggressive and on opening of mill premises they reached there to agitate so we avoid any inconvenience for the auditors. Further our assets and stock are under the pledge of the banking companies who are not co-operative presently and all the stocks are under their custody. There are no changes in plant and machinery since 30 June 2016 audited figures and we will try our best to manage the physical verification for the auditors as at 30 June 2017.

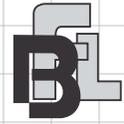
Acknowledgement

We appreciate the efforts and with thanks place on record the continued support extended to us by our customers, suppliers and bankers. The valuable services rendered by our team of employees are gratefully acknowledged.

For and on behalf of the
By order of Board

Lahore
Dated: February 25, 2017

(Naeem Omer)
Chief Executive Officer



BILAL FIBRES LIMITED

ڈائریکٹرز رپورٹ

کرنے کا اشارہ دیتے ہیں اور اس لئے معمول کے کاروبار میں یہ اپنے اثاثوں کے حصول اور واجبات ادا کرنے کے قابل نہیں ہے۔ مالی حسابات (اور اس کے نوٹ) میں یہ حقیقت شامل نہیں اور اس مفروضہ پر تیار کیے گئے ہیں کہ کپنی گونگ کنسرن کو جاری رکھے گی۔ ہماری رائے میں، ان محمد جمبوری مالی حسابات کی تیاری میں گونگ کنسرن مفروضہ کا استعمال نامناسب ہے۔ (غیر منقول: 1)

انتظامیہ کو فرض دہندگان کے ساتھ مقدمہ وقت کے دوبارہ طے/نظام الاوقات میں تبدیلی کا یقین ہے، اس لئے یہ حسابات گونگ کنسرن بنیاد پر تیار کیے گئے ہیں۔ (اقتباس: 2)

بینکاری کمپنیوں کے ساتھ مقدمہ بازی کی وجہ سے جیسا کہ کپنی کے مالی حسابات کے نوٹ 7.1.1، 7.1.2 اور 7.1.3 میں مکمل وضاحت کی گئی ہے، مزید مزید مدت کے لئے مالی لاگت / 6.064 ملین روپے (جون 2016: 11.31 ملین روپے) / 2.610 ملین روپے (جون 2016: 5.475 ملین روپے) اور / 5.585 ملین روپے (جون 2016: 1.257 ملین روپے) بالترتیب طویل مدتی قرضے، فنانس لیزر کی بابت اثاثوں کے واجبات اور قلیل مدتی قرض کا حساب نہیں کیا گیا ہے۔ کپنی فنانس لاگت کا حساب لگائے تو، مدت کے لئے نقصان 14.260 ملین روپے (جون 2016: 17.863 ملین روپے) اور اس کے نتیجے میں فنانس لاگت کی کل رقم (بشمول گزشتہ غیر شامل مارک اپ) 32.123 ملین روپے تک بڑھ جائے گی اور کل مجموعی نقصان اس رقم سے زیادہ ہو جاتا ہے۔ (غیر منقول: 2)

ہمارے قانونی مشیر مقدمہ مدت میں قانونی چارہ جوئی کے معاملات ہمارے حق میں حل ہونے کے لئے پر اعتماد ہیں۔ ہمیں امید ہے کہ قانونی چارہ جوئی شروع ہونے پر مارک اپ / انٹریٹ بڑھنا ترک جائے گا اور عدالت کے فیصلہ آنے پر طے رقم کے مطابق ہم مستحکم کر لیں گے۔

(اقتباس: 3)

نوٹ 7.1.1، 7.1.2 اور 7.1.3 میں مذکورہ زیر التوا اقدامات کی وجہ سے براہ راست بینک کی تائید اور ملوث بینکوں سے مختصر مدت کی بینک سینیٹس میں بینکوں کے ہاں نقدی، طویل مدتی فنانسنگ، فنانس لیزر کی بابت اثاثوں کے واجبات، بینک گارنٹی پر پیدا ہونے والا مارک اپ / انٹریٹ، اور قلیل مدتی قرض دستیاب نہیں تھے۔ (غیر منقول: 3)

حساب کی درخواست پر ہم نے انہیں متعلقہ بینک کی تصدیق جاری کرنے کی اجازت دی۔ لیکن ہمیں یقین ہے کہ بینکاری کمپنیوں کی یہ پالیسی ہے کہ وہ قانونی چارہ جوئی میں معاملات کا کوئی جواب نہیں دیتی ہیں۔

(اقتباس: 4)

ہم نے 31 دسمبر 2016ء کو عام مال کی رقم - / 57.529 ملین روپے اور ملٹری پلانٹ اور مشینری کی رقم - / 599.412 ملین روپے کی مادی فہرست لینے کا مشاہدہ نہیں کیا تھا۔ بینکاری کمپنیوں کے ساتھ مقدمہ بازی اور غیر ادا شدہ تجارتی قرض / سپلائرز کی طرف سے ادائیگی کے لئے مسلسل دباؤ کی وجہ سے انتظامیہ نے مادی تصدیق کے لئے ٹیکسٹری کے احاطے تک رسائی سے گریز کیا۔ انتظامیہ نے ہمیں مزید مطلع کیا کہ 16 جون 2016ء کو لے آپریشن کی بندش کے باعث زیر جائزہ مدت کے دوران عام مال کے اسٹاک اور پلانٹ اور مشینری میں کوئی تحریک (فروخت / خریداری) نہیں ہوئی اور لاگت / revalued رقم 30 جون 2016ء کے نتیجے شدہ مالی حسابات کے مطابق ہی رہے گی۔ (غیر منقول)

کیونکہ ہم مارکیٹ کے قرض خواہاں ہیں، ہمارے قرض دہندگان جارحانہ ہیں اور مل کے احاطے کو لے پر وہ تحریک کے لئے وہاں پہنچیں اس لئے ہمیں حساب کو کسی تکلیف سے بچانا چاہیے۔ اس کے علاوہ ہمارے اثاثے اور اسٹاک بینکاری کمپنیوں کے ہاں رہن ہیں جوئی الحال کوآپریٹو نہیں ہیں اور تمام اسٹاک ان کی تحویل میں ہیں۔ 30 جون 2016ء کو نتیجے شدہ اعداد و شمار کے بعد پلانٹ اور مشینری میں کوئی تبدیلی نہیں ہوئی ہے اور ہم 30 جون 2017 میں حساب کے لئے بالواسطہ ٹوٹین کا انتظام کرنے کی پوری کوشش کریں گے۔

اظہار تشکر

ہم اپنے صانعیان، سپلائرز اور بینکاروں کی مسلسل حمایت کا شکریہ ادا کرتے ہیں۔ اپنے ملازمین کی ٹیم کی کوششوں اور ہمیں کردہ گراں قدر خدمات کو سراہتے ہیں۔

محتاجانہ پورڈ

(تعمیر عمر)

چیف ایگزیکٹو آفیسر

لاہور 25 فروری 2017ء



BILAL FIBRES LIMITED

ڈائریکٹرز رپورٹ

کپنی کی مجلس ڈائریکٹرز رپورٹ 31 دسمبر 2016 کو ختم ہونے والی ششماہی کے لئے کپنی کے غیر متعلقہ شدہ حسابات اور ان پر بیرونی محاسب کا جائزہ پیش کرتے ہوئے خوشی محسوس کر رہی ہے۔

حسابات آئی اے ایس-34 کی بیرونی میں تیار کیے گئے ہیں اور کنٹری آرڈیننس 1984 کی دفعہ 245 کے تحت درکار پیش کیے جا رہے ہیں۔

گزشتہ ششماہی کی تقابلی مدت میں 86.409 ملین روپے نقصان کے مقابلے میں کپنی کو 31 دسمبر 2016 کو مختصر مدت کے لئے 15.848 ملین روپے کا نقصان ہوا ہے۔

عام مال کی قیمتوں اور مارکیٹ عدم استحکام کی وجہ سے 20 ملین روپے ماہانہ نقصان سے بچنے کے لئے مل کو بند رکھنے کا فیصلہ کیا گیا۔ اس غیر مستحکم مارکیٹ کی صورت حال میں ڈائریکٹرز نے کپنی سے آمدنی حاصل کرنے کے لئے ممکن بہترین منصوبہ بندی کی کوشش کی۔

مالی ادارہ پر بینک کارکردگی

زیر جائزہ مدت کے دوران کیونکہ مل بند تھی اور برائے نام آمدنی صرف 30 جون 2016ء کو زیر دست (یارن) اسٹاک سے حاصل ہوئی۔ بجلی، مارکیٹ کے بحران اور پیداواری اخراجات کی وجہ سے مل نے اپنے آپریٹنگ کا عمل 16 جون 2016ء سے معاشی طور پر معطل کر دیا۔

مالیاتی نتائج کا خلاصہ حسب ذیل ہے:-

تفصیلات	2016		2015	
	روپے ملین میں	فروخت فیصد	روپے ملین میں	فروخت فیصد
مجموعی نقصان	(18.767)	(19.745)	(74.056)	(11.343)
آپریٹنگ خسارہ	(17.023)	(17.911)	(88.246)	(13.516)
مالی لاگت	5.300	5.576	30.287	4.639
قبل از ٹیکس خالص نقصان	(22.323)	(23.487)	(118.534)	(18.156)
بعد از ٹیکس خالص نقصان	(15.848)	(16.674)	(86.409)	(13.235)
فی صحت نقصان روپیہ میں	(1.12)		(6.13)	

آپریٹنگ کارکردگی

زیر جائزہ مدت بھی مشکل دور ثابت ہوا ہے کیونکہ زیر جائزہ مدت کے دوران مل بند رہی۔ کپنی مسائل کی لپیٹ میں ہے، مسلسل مالی رکاوٹوں کے ساتھ مشکل ٹیکسٹائل مارکیٹ نے انتظامیہ کو پیداواری صلاحیت دوبارہ شروع نہ کرنے پر مجبور کیا ہے۔ اس جبری نان آپریشن کی وجہ سے درگنگ کیمپل تصنیفات کی عدم دستیابی، بینکاری کمپنیوں کے ساتھ مقدمہ بازی اور بینکنگ مارکیٹ کے حالات پیدا ہوئے ہیں۔ بینکوں کی طرف سے ہماری درگنگ کیمپل لائسنس کی بے نظریہ کارکن کی وجہ سے، درکار درگنگ کیمپل ہمارے اختیار نہیں ہیں۔ نئے اور کپنی نصب صلاحیتوں کو مؤثر طریقے سے چلانے کے لئے عام مال کی خریداری نہیں کر سکتی تھی۔ اس کے علاوہ نصب پلانٹ اور مشینری مفروضہ ہے اور اسے ٹیکنالوجی میں مسابقتی بنانے کے لئے حقیقی سرمایہ کاری کی ضرورت ہے۔ لہذا، کپنی اس عرصے کے دوران بند رہی ہے۔

مستقبل کے امکانات

انتظامیہ نے اپنی توجہ بینکاری کمپنیوں کے ساتھ قانونی چارہ جوئی پر مرکوز اور اس کے بعد، ایک مناسب تنظیم نو اور مزید ترقی کی منصوبہ بندی کرنے کا فیصلہ کیا ہے۔

حساب کی جائزہ رپورٹ

حساب نے مندرجہ ذیل مشاہدات پر نظر ثانی کی رائے دی ہے۔ ہر ایک مشاہدے کے آخر میں اس کے مطابق ہمارے تجربے ہیں:

(اقتباس 1)

31 دسمبر 2016 کو ختم ہونے والی مدت کے دوران کپنی نے - / 15.848 ملین روپے کا خسارہ برداشت کیا اور اس تاریخ تک مجموعی خسارہ - / 383.188 ملین روپے تھا۔ 31 دسمبر 2016 کو کپنی کے موجودہ قرضے اس کے موجودہ اثاثوں سے تجاوز کر کے 694.015 ملین تک پہنچ گئے۔ طویل مدتی قرضوں، فنانس لیزر کی بابت اثاثوں کے واجبات اور مختصر مدتی قرضوں کی زائد لیاقتیں بالترتیب - / 117.183 ملین روپے، - / 23.893 ملین روپے اور - / 143.855 ملین روپے ہیں۔ بینکاری کمپنیوں کے ساتھ مقدمہ مختلف قانونی عدالتوں میں زیر التوا ہیں (مکمل وضاحت مالی حسابات کے نوٹ 7.1.1، 7.1.2 اور 7.1.3 میں بیان کی گئی ہے)۔ لے ل کی پیداوار / آپریشن 16 جون 2016 سے بند ہیں اور کپنی درگنگ کیمپل اور دیگر مقاصد کے لئے فنانس کا بندوبست کرنے کے قابل نہیں رہی ہے۔ اس وقت کپنی کے ہاں صرف چند ملازمین رہ گئے ہیں اور کپنی کے پیداواری آپریشن کا سلسلہ دوبارہ شروع نہیں ہو سکتا ہے۔ کپنی کی انتظامیہ نے کپنی کی اقتصادی قابلیت ظاہر کرنے والی آمدنی کی منصوبہ بندی اور مالی حسابات کی تیاری میں استعمال ہونے والے گونگ کنسرن مفروضہ کی اپنی تشخیص فراہم نہیں کی ہے۔ ان غیر یقینی حالات و واقعات میں گونگ کنسرن کو جاری رکھنا کپنی کی قابلیت پر نمایاں شکوک پیدا

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS
ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION**

Introduction

We have reviewed the accompanying condensed interim balance sheet of **BILAL FIBRES LIMITED** as at **31 DECEMBER 2016** and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity and notes to the accounts for the half year then ended (hereinafter referred to as "condensed interim financial information").

Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

The figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended 31 December 2016 and 2015 and the notes forming part thereof have not been reviewed by us and we do not express a conclusion on them as we are required to review only the cumulative figures for the half year ended 31 December 2016.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards of Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis of Adverse Conclusion

Based on information provided to us by management:

1. The Company has sustained net loss of Rupees 15.848/- million during the period ended 31 December 2016 and as of that date its accumulated loss was Rupees 383.188/- million. As at 31 December 2016 the company's current liabilities exceeded its current assets by 694.015/- million. There are overdue installments of Long term loans, liabilities against assets subject to finance lease and short term borrowings of Rupees 117.183/- million, Rupees 23.893/- million and Rupees 143.855/- million respectively. There are pending litigations with the banking companies in different court of laws (as fully explained in notes 7.1.1, 7.1.2 and 7.1.3 of the financial statements). The production/operation of the mill has been closed since 16 June 2016 and the company has been unable to arrange finance for the working capital and other purposes. As at the reporting date there are only few employees left with the company and the production operations of the company could not be resumed. The management of the company did not provide its assessment of going concern assumption used in preparation of these financial statements and the future financial projections indicating the economic viability of the company. These conditions and events indicate material uncertainty that may cast significant doubt about the company's ability to continue as a going concern and therefore it may be unable to realize its assets and discharge its liabilities in the normal course of business. The financial statements (and notes thereto) do not include this fact and have been prepared assuming that the Company will continue as a going concern. In our opinion, the going concern assumption used in the preparation of these condensed interim financial statements is inappropriate

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS
ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION**

2. Due to the litigations with the banking companies as fully explained in notes 7.1.1, 7.1.2 and 7.1.3 of the financial statements the company has not accounted for the finance cost for the period amounting to Rupees 6.064/- million (30 June 2016: Rupees 11.31 million), Rupees 2.610/- million (30 June 2016: Rupees 5.475 million) and Rupees 5.585/- million (30 June 2016: Rupees 1.257million) on Long term loans, liabilities against assets subject to finance lease and short term borrowings respectively. Had the company accounted for finance cost, the loss for the period would have been higher by Rs. 14.260 million (June 30, 2016: Rs. 17.863 million) and consequently the aggregate amount of accrued finance cost (including previous unaccounted markup) would have been increased by Rs. 32.123 million and aggregate accumulated loss would have been higher by same amount.
3. Due to pending litigations as mentioned in note 7.1.1, 7.1.2 and 7.1.3 direct bank confirmations and period end bank statements from the involved banks were not available in respect of cash with banks, long-term financing, liabilities against assets subject to finance lease, Bank guarantees accrued markup / interest, and short-term borrowings.
4. We did not observe the taking of the physical inventory of raw material amounting to Rupees 57.529/- million and the mills plant and machinery amounting to Rupees 599.412/- million as of 31 December 2016. Due to litigations with the banking companies and consistent pressure for payment from unpaid trade creditors/suppliers the management avoided the access of the factory premises for physical verification. The management further informed us that due to the closure of mill operation on 16 June 2016 there are no movement(sale/purchase) in raw material stock and plant and machinery during the period under review and the cost/revalued amount remain the same as per audited financial statement of 30 June 2016.

Adverse Conclusion

Based on our review, because of the significance of the matters referred in the preceding paragraphs (a) to (c) and its effect on the interim financial information we believe that the accompanying interim financial information do not give a true and fair view of the state of company's affairs as at 31st December 2016 and of the loss, comprehensive loss, its cash flows and changes in equity for the half year ended December 31, 2016.

Other matters

The financial statements for the year ended 30 June 2016 were audited by another firm of chartered accountants who expressed modified opinion and also had emphasis on matter paragraph about the going concern in their report dated 07 October 2016.



BILAL FIBRES LIMITED

CONDENSED INTERIM BALANCE SHEET

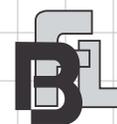
AS AT DECEMBER 31, 2016

	Un-Audited 31 December 2016	Audited 30 June 2016
	(Rupees)	
EQUITY AND LIABILITIES		
Share capital and reserves		
Authorized share capital		
15,000,000 (30 June 2016: 15,000,000) ordinary shares of Rupees 10/- each	<u>150,000,000</u>	<u>150,000,000</u>
Issued, subscribed and paid up capital		
14,100,000 (30 June 2016: 14,100,000) ordinary shares of Rupees 10/- each fully paid in cash	<u>141,000,000</u>	<u>141,000,000</u>
Accumulated loss	<u>(383,188,044)</u>	<u>(371,114,782)</u>
Total equity	(242,188,044)	(230,114,782)
Surplus on revaluation of property, plant and equipment - net of tax	<u>304,070,733</u>	<u>307,845,653</u>
Deferred Income	<u>2,428,260</u>	<u>4,856,520</u>
Non-current liabilities		
Long term financing	<u>224,237,073</u>	<u>399,390,125</u>
Liabilities against assets subject to finance lease	<u>-</u>	<u>83,206,331</u>
Deferred liabilities	<u>21,467,069</u>	<u>28,063,669</u>
	<u>245,704,142</u>	<u>510,660,125</u>
Current liabilities		
Trade and other payables	<u>143,912,260</u>	<u>251,060,197</u>
Accrued interest on financing	<u>97,520,034</u>	<u>97,520,034</u>
Short term borrowings	<u>143,855,534</u>	<u>144,105,534</u>
Current portion of non current liabilities	<u>406,763,731</u>	<u>164,472,576</u>
	<u>792,051,559</u>	<u>657,158,341</u>
Total liabilities	1,037,755,701	1,167,818,466
Total equity and liabilities	1,102,066,650	1,250,405,857
CONTINGENCIES AND COMMITMENTS	7	-

The annexed notes from 1 to 17 form an integral part of this condensed interim financial statements.

Chief Executive Officer

Lahore: February 25, 2017



BILAL FIBRES LIMITED

CONDENSED INTERIM BALANCE SHEET

AS AT DECEMBER 31, 2016

	Un-Audited 31 December 2016	Audited 30 June 2016
	(Rupees)	
ASSETS		
Non-current assets		
Property, plant and equipment	8 <u>1,000,641,727</u>	<u>1,024,439,370</u>
Long term deposits	<u>3,388,820</u>	<u>3,388,820</u>
	1,004,030,547	1,027,828,190
Current assets		
Stores, spares and loose tools	<u>-</u>	<u>11,279,963</u>
Stock-in-trade	<u>57,872,748</u>	<u>140,923,539</u>
Trade debts	<u>5,527,482</u>	<u>19,873,453</u>
Loans and advances	9 <u>-</u>	<u>17,089,036</u>
Trade deposits and short term prepayments	<u>5,482,061</u>	<u>5,350,512</u>
Taxation-net	<u>27,450,812</u>	<u>27,140,302</u>
Other receivables	<u>509,094</u>	<u>509,094</u>
Cash and bank balances	<u>1,193,906</u>	<u>411,768</u>
	<u>98,036,103</u>	<u>222,577,667</u>
Total assets	1,102,066,650	1,250,405,857

The annexed notes from 1 to 17 form an integral part of this condensed interim financial statements.

Director



BILAL FIBRES LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2016

Note	Half year ended		Quarter ended		
	31 December	31 December	31 December	31 December	
	2016	2015	2016	2015	
	----- (Rupees) -----				
Sales	10	95,047,600	652,878,089	-	319,915,873
Cost of sales	11	113,814,449	726,934,480	11,549,768	352,524,033
Gross loss		(18,766,849)	(74,056,391)	(11,549,768)	(32,608,160)
Distribution cost		355,412	12,294,515	174,330	6,418,913
Administrative expenses		8,496,788	16,270,074	3,270,962	7,458,885
Other operating expenses		-	41,594	-	41,594
		8,852,200	28,606,183	3,445,292	13,919,392
		(27,619,049)	(102,662,574)	(14,995,060)	(46,527,552)
Other operating income	12	10,595,358	14,416,132	4,451,693	13,202,001
		(17,023,691)	(88,246,442)	(10,543,367)	(33,325,551)
Finance cost		5,300,291	30,287,480	(311,125)	10,022,436
Loss before taxation		(22,323,982)	(118,533,922)	(10,232,242)	(43,347,987)
Taxation	13	6,475,798	32,124,669	2,948,741	13,690,242
Loss after taxation		(15,848,184)	(86,409,253)	(7,283,501)	(29,657,745)
Loss per share - Basic and diluted (Rupees)		(1.12)	(6.13)	(0.52)	(2.10)

The annexed notes from 1 to 17 form an integral part of this condensed interim financial statements.

Chief Executive Officer
Lahore: February 25, 2017

Director



BILAL FIBRES LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2016

	Half year ended		Quarter ended	
	31 December	31 December	31 December	31 December
	2016	2015	2016	2015
	----- (Rupees) -----			
Loss for the period	(15,848,184)	(86,409,253)	(7,283,501)	(29,657,745)
Other comprehensive Income	-	-	-	-
Total comprehensive loss / Income for the period	(15,848,184)	(86,409,253)	(7,283,501)	(29,657,745)

The annexed notes from 1 to 17 form an integral part of this condensed interim financial statements.

Chief Executive Officer
Lahore: February 25, 2017

Director



BILAL FIBRES LIMITED

CONDENSED INTERIM CASH FLOWS STATEMENT (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2016

	Half year ended 31 December 2016	Half year ended 31 December 2015
	(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(22,323,982)	(118,533,922)
Adjustment for non-cash and other related items:		
Depreciation	23,070,195	24,633,340
Provision for staff retirement benefits - gratuity	-	2,547,530
(Gain) \ loss on disposal of property, plant and equipment	(2,307,550)	41,594
Finance cost	5,300,291	30,287,480
Amortization of deferred income	(8,287,808)	(14,416,132)
Cash flow generated from operating activities before working capital changes	(4,548,854)	(75,440,110)
Effect on cash flow due to working capital changes :		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	11,279,963	(1,654,481)
Stock in trade	83,050,792	8,927,968
Trade debts	14,345,971	16,959,753
Loans and advances	17,089,036	6,846,286
Trade deposits and short term prepayments	(131,549)	(2,716,883)
Balances with statutory authorities	(11,384)	(341,184)
(Decrease) / Increase in current liabilities		
Trade and other payables	(107,147,937)	48,939,170
Net cash used in working capital	18,474,892	76,960,629
Cash generated from / (used in) operations	13,926,038	1,520,519
Finance cost paid	(308,974)	(4,022,301)
Income tax paid	(299,126)	(3,779,956)
Staff retirement benefits - gratuity paid	(120,800)	(777,850)
Net cash used in operating activities	13,197,138	(7,059,588)
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure incurred	-	(8,679,831)
Proceeds from disposal of property, plant and equipment	3,035,000	8,050,000
Long term deposits	-	220,000
Net cash used in investing activities	3,035,000	(409,831)
CASH FLOWS FROM FINANCING ACTIVITIES		
(Decrease) / increase in long term financing - net	(15,200,000)	11,750,000
Increase in short term borrowings - net	(250,000)	(6,634,142)
Net cash generated from financing activities	(15,450,000)	5,115,858
Net decrease in cash and cash equivalents	782,138	(2,353,561)
Cash and cash equivalents at the beginning of the period	411,768	5,843,916
Cash and cash equivalents at the end of the period	1,193,906	3,490,355

The annexed notes from 1 to 17 form an integral part of this condensed interim financial statements.

Chief Executive Officer
Lahore: February 25, 2017

Director



BILAL FIBRES LIMITED

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

FOR THE HALF YEAR ENDED 31 DECEMBER 2016

	Share capital	Accumulated loss	Total
	(Rupees)		
Balance as on 01 July 2015	141,000,000	(235,302,161)	(94,302,161)
Transfer from surplus on revaluation on account of incremental depreciation - net of tax	-	5,684,692	5,684,692
Total comprehensive loss for the period	-	(86,409,253)	(86,409,253)
Balance as on 31 December 2015	141,000,000	(316,026,722)	(175,026,722)
Balance as on 01 July 2016	141,000,000	(371,114,782)	(230,114,782)
Transfer from surplus on revaluation on account of incremental depreciation - net of tax	-	3,774,922	3,774,922
Total comprehensive loss for the period	-	(15,848,184)	(15,848,184)
Balance as on 31 December 2016	141,000,000	(383,188,044)	(242,188,044)

The annexed notes from 1 to 17 form an integral part of this condensed interim financial statements.

Chief Executive Officer
Lahore: February 25, 2017

Director



BILAL FIBRES LIMITED

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER 2016

1. THE COMPANY AND ITS ACTIVITIES

The Company was incorporated in Pakistan as a public limited company under the Companies Act, 1913 (now Companies Ordinance, 1984) and is listed on Pakistan Stock Exchange Limited (formerly known as Karachi Stock Exchange in which Lahore and Islamabad stock exchanges have merged). The Company is engaged in the manufacturing and sale of yarn. Registered Office of the Company is situated at 112-B, Block E/1, Ghalib Road, Gulberg-III, Lahore.

2. STATEMENT OF COMPLIANCE

2.1 This interim financial information of the Company for the six month period ended 31 December 2016 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34, "Interim Financial Reporting" and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed.

2.2 This condensed interim financial statement is unaudited and is being submitted to shareholders, as required by section 245 of Companies Ordinance, 1984.

3. BASIS OF PREPARATION

3.1 The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the annual financial statements as at 30 June 2016.

3.2 The accounting policies and computation methods adopted for the preparation of this condensed interim financial statements are the same as those applied in the preparation of the preceding annual published financial statements of the Company for the year ended 30 June 2016 except for as disclosed in note 3.3 below.

3.3 The Company has adopted the following amended International Financial Reporting Standards (IFRSs) which became effective during the period:

IFRS 10 - Consolidated Financial Statements

IFRS 12 - Disclosure of Interests in Other Entities

IAS 27 Separate Financial Statements - Investment Entities: Applying the Consolidation Exception (Amendment)

IFRS 11 Joint Arrangements - Accounting for Acquisition of Interest in Joint Operation (Amendment)

IAS 1 Presentation of Financial Statements - Disclosure Initiative (Amendment)

IAS 16 Property, Plant and Equipment and IAS 38 Intangible assets - Clarification of Acceptable Method of Depreciation and Amortization (Amendment)

IAS 16 Property, Plant and Equipment IAS 41 Agriculture - Agriculture: Bearer Plants (Amendment)

IAS 27 Separate Financial Statements - Equity Method in Separate Financial Statements (Amendment)

Improvements to Accounting Standards Issued by the IASB in September 2014

IFRS 5 Non-current Assets Held for Sale and Discontinued Operations - Changes in methods of disposal

IFRS 7 Financial Instruments: Disclosures - Servicing contracts

IFRS 7 Financial Instruments: Disclosures - Applicability of the offsetting disclosures to condensed interim financial statements

IAS 19 Employee Benefits - Discount rate: regional market issue

IAS 34 Interim Financial Reporting - Disclosure of information elsewhere in the interim financial report

The adoption of the above amendments and interpretation did not have any significant impact on this condensed interim financial statements.

4. ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amount of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of the estimation are the same as those that applied to the financial statements for the year ended 30 June 2016.

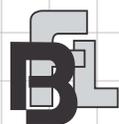


BILAL FIBRES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2016

	Un-Audited 31 December 2016	Audited 30 June 2016
	(Rupees)	
5 LONG TERM FINANCING		
from banking companies-secured		
Opening balance	447,018,847	447,559,193
Obtained / adjusted/(repaid) during the period / year	868,229	540,347
	446,150,618	447,018,846
Less: Current portion	181,274,000	44,879,000
Overdue installments	117,183,400	94,493,576
	298,457,400	139,372,576
	147,693,218	307,646,270
from directors and associates	76,543,855	91,743,855
	224,237,073	399,390,125
6 LIBILITIES AGAINST ASSETS SUBJECT TO FINANCE LEASE		
Opening balance	108,306,331	108,306,331
Obtained / (repaid) during the period / year	-	-
	108,306,331	108,306,331
Less: Current portion	84,413,000	6,689,000
Overdue installments	23,893,331	18,411,000
	108,306,331	25,100,000
	-	83,206,331
7 CONTINGENCIES AND COMMITMENTS		
7.1 Contingencies		
7.1.1 The honorable Lahore Hgh Court while disposing the suit C.O.S No. 55/2012 passed a decree of Rupees 419,607,988.33 together with the cost and the cost of funds in favour of Bank of Punjab. The company has filed a regular first revision appeal no1017/2016 on 09 August 2016 before the Honorable Lahore High court, Lahore. The outcome of the case is not ascertainable as at 31 December 2016. The legal council of the company is hopeful that the outcome of the case a favourable.		
7.1.2 The NIB Bank Limited has filed suit C.O.S No. 85/2009 before Honorable Lahore High court, Lahore against the company for recovery of Rupees. 297.403 million as outstanding dues against the banking facilities provided by the bank. During the year ended June 30, 2013 consent decree has passed by the court in favor of the bank and against the principal borrower and the guarantor for Rs. 250.011 million on the basis of rescheduling agreement. Rescheduling agreement states that non payment of any three consecutive installments towards adjustment of the settled amount as required in terms of the rescheduled agreement shall be considered as a failure to satisfy the decree. In event of default, the bank shall be entitled to cancel / revoke any of the arrangement including waiver of markup under the rescheduling agreement and the principal borrower and the guarantor shall become immediately liable to pay to the bank forthwith the entire decreetal amount less any payments made there under and the bank disregarding any arrangement shall immediately forthwith be entitled to continue execution of proceedings for recovery of decreetal amount less any payment made against by the principal borrower and the guarantor, however, consent decree have been implemented. As required in rescheduling agreements company had applied to the court to withdrawal of its suit C.O.S No. 99/2009 filed against the bank and the case is disposed of by the Honorable judge of the Lahore High Court, Lahore.		
7.1.3 The Silk Bank Limited has filed a suit C.O.S 67/2016 before Honourable Lahore High Court, Lahore against Company for recovery of Rupees 80.88 million as outstanding dues against the banking facilities provided by the bank. The case was shifted to the Banking Tribunal by the Lahore High Court. The Company has also filed a suit against the bank before the Banking Tribunal Lahore. The outcome of the case is not ascertainable as at 30 June 2016. However, legal counsel of the company is hopeful for a favourable outcome of the case.		
7.1.4 The company has filed a writ petition before the Honorable Lahore High court, Lahore against the illegal levy of license/permit fee to the tune of Rs. 200,000 by the District Govt. Faisalabad. Legal council of the company is of the view that this sort of petitions had already decided by the Honorable Lahore High Court, Lahore in favour of petitioner. legal council of the company is hopeful for a favourable outcome of the case.		
	Un-Audited 31 December 2016	Audited 30 June 2016
	(Rupees)	
7.1.5 Claims not acknowledged in view of pending appeals before appellate authorities/high court	100,000	100,000
7.1.6 Indemnity bonds issued against exemption of sales tax and custom duty on import of machinery and local procurement of raw material	17,537,477	17,537,477
7.1.7 Bank guarantee issued in favour of Sui northern gas pipelines limited for supply of gas	23,082,000	23,082,000
7.1.8 Bank guarantee issued in favour of collector of custom karachi	2,675,000	2,675,000
7.2 COMMITMENTS	-	-



BILAL FIBRES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2016

	Note	Un-Audited	Audited
		31 December 2016	30 June 2016
(Rupees)			
8 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets - tangible	(8.1)	935,269,294	957,390,721
Assets subject to finance lease	(8.2)	65,372,433	67,048,649
		<u>1,000,641,727</u>	<u>1,024,439,370</u>
8.1 Operating fixed assets - tangible			
Opening book value		957,390,721	993,516,470
Add: additions during the period / year-cost	(8.1.1)	-	17,452,606
		<u>957,390,721</u>	<u>1,010,969,076</u>
Less: deletions during the period / year	(8.1.2)	3,878,316	12,288,992
		<u>953,512,405</u>	<u>998,680,084</u>
Less: depreciation during the period / year		18,243,111	41,289,363
Book value at the end of the period / year		<u>935,269,294</u>	<u>957,390,721</u>
8.1.1 Additions during the period / year - cost			
Building on freehold land		-	634,356
Plant and machinery		-	16,654,633
Office & electric equipment		-	141,700
Furniture & fixture		-	21,917
		-	<u>17,452,606</u>
8.1.2 Book value of assets disposed during the period / year			
Vehicles		3,878,316	12,288,992
		<u>3,878,316</u>	<u>12,288,992</u>
8.2 Assets subject to finance lease			
Opening book value		67,048,649	70,577,525
Add : additions during the period / year		-	-
Less : depreciation during the period / year		1,676,216	3,528,876
Book value at the end of the period / year		<u>65,372,433</u>	<u>67,048,649</u>
9. LOANS AND ADVANCES			
Loans to employees - considered good		-	681,263
Advances to suppliers - considered good:		-	16,407,773
		-	<u>17,089,036</u>

	Un-Audited			
	Half year ended		Quarter ended	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015
(Rupees)				
10. SALES				
Export	-	34,524,018	-	10,249,857
Local	95,047,600	605,827,004	-	299,153,870
Waste	-	3,807,737	-	1,804,066
Raw material	-	8,719,330	-	8,708,080
	<u>95,047,600</u>	<u>652,878,089</u>	-	<u>319,915,873</u>
11. COST OF SALES				
Raw material consumed	-	455,166,539	-	217,119,804
Cost of raw material sold	-	9,162,069	-	9,152,842
Stores, spares and loose tools consumed	107,621	9,622,526	27,883	5,660,778
Packing materials	5,560	13,522,689	-	7,566,043
Salaries, wages and other benefits	4,096,982	83,549,480	946,471	40,461,008
Fuel and power	2,674,863	113,759,380	71,054	58,798,513
Repair and maintenance	1,062,359	7,946,724	(808,906)	3,610,787
Insurance	77,580	1,685,787	-	933,277
Other factory overheads	511,410	1,864,385	199,626	886,199
Depreciation	22,227,282	23,115,078	11,113,640	11,596,659
	<u>30,763,657</u>	<u>719,394,657</u>	<u>11,549,768</u>	<u>355,785,910</u>
Work-in-process:				
Opening stock	-	16,960,759	-	12,818,589
Closing stock	-	(15,529,203)	-	(15,529,203)
	-	<u>1,431,556</u>	-	<u>(2,710,614)</u>
Cost of goods manufactured	30,763,657	720,826,213	11,549,768	353,075,296
Finished goods:				
Opening stock	83,394,665	15,024,914	-	8,365,384
Closing stock	(343,873)	(8,916,647)	-	(8,916,647)
	<u>83,050,792</u>	<u>6,108,267</u>	-	<u>(551,263)</u>
	<u>113,814,449</u>	<u>726,934,480</u>	<u>11,549,768</u>	<u>352,524,033</u>



BILAL FIBRES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2016

	Un-Audited			
	Half year ended		Quarter ended	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015
(Rupees)				
12 OTHER OPERATING INCOME				
Income from financial assets	8,287,808	14,416,132	4,143,904	13,202,001
Income from assets other than financial assets	2,307,550	-	307,789	-
	<u>10,595,358</u>	<u>14,416,132</u>	<u>4,451,693</u>	<u>13,202,001</u>
13. TAXATION				
Charge for the period:				
Current	-	298,337	-	100,816
Deferred	(6,475,798)	(32,423,006)	(2,948,741)	(13,791,058)
	<u>(6,475,798)</u>	<u>(32,124,669)</u>	<u>(2,948,741)</u>	<u>(13,690,242)</u>
14. TRANSACTIONS WITH RELATED PARTIES				

The related parties comprise associated companies, companies in which directors are interested, staff retirement funds, directors and key management personnel. Significant transactions with related parties and associated undertakings are as under:

Relationship	Nature of transactions	Un-Audited	
		Half year ended	Half year ended
		31 December 2016	31 December 2015
Directors and CEO	Remuneration	1,800,000	5,001,334

Transactions entered into with the key management personnel as per their terms of employment are excluded from related party transactions.

The outstanding balances of such parties are as under:

Relationship	Nature of balance	Un-Audited	
		31 December 2016	30 June 2016
		(Rupees)	
Director and CEO	Remuneration payable	900,000	1,401,862

15. FINANCIAL RISK MANAGEMENT

15.1 Financial risk factors

Financial instruments comprise long term financing, liabilities against assets subject to finance lease, short term borrowings, trade and other payables, trade debts, loans to employees, other receivables, cash and bank balances, short term and long term deposits, available for investments and held for trading investments.

The Company has exposure to the following risks from its use of financial instruments:

- Market risk
- Credit risk
- Liquidity risk

The Board of Directors has the overall responsibility for the establishment and oversight of Company's risk management framework. The Board is also responsible for developing and monitoring the Company's risk management policies.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to react to changes in market conditions and the Company's activities.

There is no change in the company's objectives, policies, procedures for measuring and managing the above risks including capital management risk, since the preceeding annual financial year ended as at 30th June 2016.



BILAL FIBRES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2016

15.2 Financial instruments by categories

	31 December 2016		
	Cash and cash equivalents	Loans and advances	Total
(Rupees)			
Financial assets as per balance sheet			
Long term deposits	-	3,388,820	3,388,820
Trade debts	-	5,527,482	5,527,482
Loans to employees	-	-	-
Trade deposits	-	5,482,061	5,482,061
Other receivables	-	509,094	509,094
Cash and bank balances	1,193,906	-	1,193,906
Total	1,193,906	14,907,457	16,101,363
Total current			12,712,543
Total non current			3,388,820
Total			16,101,363

	31 December 2016	
	Financial Liabilities at amortized cost (Rupees)	
Financial liabilities as per balance sheet		
Long term financing		224,237,073
Liabilities against assets subject to finance lease		108,306,331
Trade and other payables		130,412,260
Accrued interest on financing		97,520,034
Short term borrowings		143,855,534
Total		704,331,232
Total current		480,094,159
Total non current		224,237,073
Total		704,331,232

	30 June 2016		
	Cash and cash equivalents	Loans and advances	Total
(Rupees)			
Financial assets as per balance sheet			
Long term deposits	-	3,388,820	3,388,820
Trade debts	-	19,873,453	19,873,453
Loans to employees	-	681,263	681,263
Trade deposits	-	5,350,512	5,350,512
Other receivables	-	509,094	509,094
Cash and bank balances	411,768	-	411,768
Total	411,768	29,803,142	30,214,910
Total current			26,826,090
Total non current			3,388,820
Total			30,214,910



BILAL FIBRES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2016

Financial liabilities as per balance sheet

	30 June 2016
	Financial Liabilities at amortized cost (Rupees)
Long term financing	399,390,126
Liabilities against assets subject to finance lease	108,306,331
Trade and other payables	120,152,721
Accrued interest on financing	97,520,034
Short term borrowings	144,105,534
Total	869,474,746
Total current	470,084,620
Total non current	399,390,126
Total	869,474,746

15.3 Fair values

Set out below is a comparison of the carrying amounts and fair values of financial assets and financial liabilities as at 31 December 2016 and 30 June 2016.

	31 December 2016	31 December 2016	30 June 2016	30 June 2016
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial Assets				
Long term deposits	3,388,820	3,388,820	3,388,820	3,388,820
Trade debts	-	-	11,279,963	11,279,963
Loans to employees	-	-	681,263	681,263
Trade deposits	5,482,061	5,482,061	5,350,512	5,350,512
Other receivables	509,094	509,094	509,094	509,094
Cash and bank balances	1,193,906	1,193,906	411,768	411,768
Total	10,573,881	10,573,881	21,621,420	21,621,420

There were no financial liabilities measured at fair value as at 31 December 2016 and 30 June 2016.

16. DATE OF AUTHORIZATION

This condensed interim financial statements was authorized for issue by the Board of Directors of the Company on February 25, 2017.

17. GENERAL

17.1 The figures of condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended 31 December 2016 and 2015 were not subject to limited scope review by the auditors as scope of review covered only the cumulative figures.

17.2 Figures have been rounded off to the nearest rupee.

Chief Executive Officer

Lahore: February 25, 2017

Director