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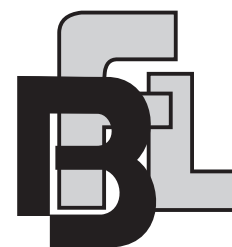
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BILAL FIBRES LIMITED

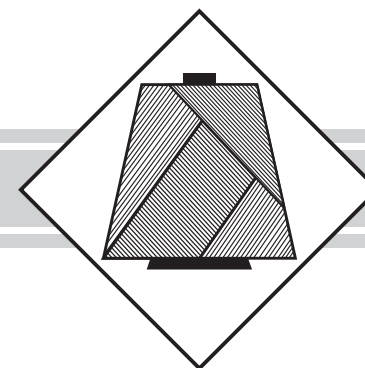
112-B, Block E/1, Ghalib Road,

Gulberg III, Lahore.

Telephone: 042-35717701-6



BILAL
FIBRES LIMITED
(ISO 9001:2000 CERTIFIED)



3rd QUARTERLY
REPORT

MARCH 31, 2016
(UN-AUDITED)



BILAL FIBRES LIMITED

COMPANY INFORMATION

Chairman / Chief Executive Directors

Mr. Naeem Omer
Mr. Naeem Omer
Mr. Anwaar Abbass
Mr. Muhammad Sarwar
Mr. Muhammad Zubair
Mr. Muhammad Asghar
Mr. Irfan Hussain
Mr. Osama Saeed

Audit Committee

Chairman:
Member:
Member:

Mr. Osama Saeed
Mr. Anwaar Abbass
Mr. Muhammad Zubair

Human Resource & Remuneration Committee

Chairman:
Member:
Member:

Mr. Anwaar Abbass
Mr. Muhammad Sarwar
Mr. Irfan Hussain

Secretary

Mr. Muhammad Ijaz Shahid

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: 042-35916714, 35916719
Fax: 042-35869037

Legal Advisor

Syed Waqar Hussain Naqvi
2nd Floor, Nawa-e-Waqt Building,
4 Shahr-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 condensed interim financial statements for the nine months period ended 31st March 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 suffered a loss for nine months period ended 31st March 2016 of Rs.132.144 million as compared to last nine months period ended loss of Rs.82.105 million. The increase in loss is mainly due to volatile prices of raw materials and instability in the market. In the current period the Directors has given a loan to Company for Rs.21.750 million for the running expenses of the company.

FINANCIAL AND OPERATING PERFORMANCE

The financial results of nine months are summarized hereunder:-

Particulars	2016		2015	
	Rupees in Million	% age to Sales	Rupees in Million	% age to Sales
Sales	909.591		1,251.981	
Gross loss	(119.057)	(13.089)	(41.505)	(3.315)
Operating loss	(141.014)	(15.503)	(72.262)	(5.771)
Finance cost	42.318	4.652	42.356	3.383
Net Loss before tax	(183.332)	(20.155)	(114.618)	(9.154)
Net loss after tax	(132.144)	(14.527)	(82.105)	(6.558)
Loss per share Rs.	0.37		(5.82)	

OPERATING PERFORMANCE

The factory remained operational throughout the period and mills worked on three shifts basis except when Gas and WAPDA both un-available. The total yarn produced is 4.465 million kgs. (2015 – 5.28 million kgs.) The converted production worked out to 5.860 million kgs. (2015 – 7.98 million kgs.)

FUTURE PROSPECTS

The management is quite optimistic about the future of the company because Govt. has decreased the WAPDA rates and also ensured 24 hours supply of LRNG to the industry on a cheaper rates. The management is replacing two simplex machines and three drawings to improve the quality of the product as well as to contain the production costs within limits in order to improve the profitability and cash flows of the Company.

For and on behalf of the By order of Board

Lahore
Dated: April 28, 2016

(Naeem Omer)
Chief Executive



BILAL FIBRES LIMITED

CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)

AS AT MARCH 31, 2016

	NOTE	(Un-audited) March 31, 2016 Rupees	(Audited) June 30, 2015 Rupees
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	1,031,449,419	1,065,255,729
Long term deposits		3,388,820	3,608,820
		1,034,838,239	1,068,864,549
CURRENT ASSETS			
Stores, spare parts and loose tools		13,075,013	10,787,876
Stock in trade		110,828,658	150,961,044
Trade debts		21,055,858	35,657,187
Loans and advances		18,043,686	25,170,076
Trade deposits and short term prepayments		6,972,658	5,717,347
Other receivables		509,094	509,094
Tax refunds due from Government		24,535,091	19,555,188
Cash and bank balances		951,456	5,843,916
		195,971,514	254,201,728
		1,230,809,753	1,323,066,277
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital			
15,000,000 (June 30, 2015: 15,000,000) Ordinary shares of Rs. 10/- each		150,000,000	150,000,000
Issued, subscribed and paid up capital			
14,100,000 (June 30, 2015: 14,100,000) Ordinary shares of Rs. 10/- each fully paid in cash		141,000,000	141,000,000
Accumulated loss		(358,920,017)	(235,302,161)
		(217,920,017)	(94,302,161)
SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT			
		310,688,000	319,215,038
DEFERRED INCOME			
		6,070,653	9,713,044
NON CURRENT LIABILITIES			
Long term financing from banking companies		322,867,442	345,853,998
Long term financing from directors and associates	6	82,089,792	63,704,878
Liabilities against assets subject to finance lease		84,941,331	89,895,331
Deferred liabilities		39,734,635	89,574,013
		529,633,200	589,028,220
CURRENT LIABILITIES			
Trade and other payables		194,052,419	131,032,299
Accrued markup / interest		109,669,193	94,351,967
Short term borrowings	7	147,277,534	153,911,676
Current portion of:			
Long term financing from banking companies	8	127,973,771	101,705,195
Liabilities against assets subject to finance lease	9	23,365,000	18,411,000
Provision for taxation		-	-
		602,337,917	499,412,137
CONTINGENCIES AND COMMITMENTS			
	10	1,230,809,753	1,323,066,277

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

Chief Executive
Lahore: Dated: April 28, 2016

Director



BILAL FIBRES LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE QUARTER AND NINE MONTHS PERIOD ENDED MARCH 31, 2016

	NOTE	Quarter Ended Mar 31, 2016	Quarter Ended Mar 31, 2015	Nine Months Period Ended Mar 31, 2016	Nine Months Period Ended Mar 31, 2015
	Rupees.....	Rupees.....	
Sales		256,713,899	396,580,284	909,591,988	1,251,981,073
Cost of sales	11	(301,715,028)	(391,360,491)	(1,028,649,509)	(1,293,486,752)
Gross loss		(45,001,129)	5,219,793	(119,057,521)	(41,505,679)
Other income		3,571,592	13,683,951	17,987,724	16,112,213
Distribution cost		(3,432,965)	(5,174,256)	(15,727,480)	(14,416,720)
Administrative expenses		(7,905,504)	(10,757,754)	(24,175,578)	(31,278,162)
Other operating expenses		-	-	(41,594)	(1,174,139)
Finance cost		(12,030,656)	(13,259,569)	(42,318,136)	(42,355,910)
Loss before taxation		(64,798,662)	(10,287,835)	(183,332,585)	(114,618,397)
Provision for taxation					
Current		(66,193)	(200,344)	(364,530)	743,729
Deferred		19,129,217	5,993,235	51,552,223	31,769,496
		19,063,024	5,792,891	51,187,693	32,513,225
Loss for the period		(45,735,638)	(4,494,944)	(132,144,892)	(82,105,171)
Loss per share - basic and diluted		(3.24)	(0.32)	(9.37)	(5.82)

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

Chief Executive
Lahore: Dated: April 28, 2016

Director



BILAL FIBRES LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER AND NINE MONTHS PERIOD ENDED MARCH 31, 2016

	Quarter Ended Mar 31, 2016	Quarter Ended Mar 31, 2015	Nine Months Period Ended Mar 31, 2016	Nine Months Period Ended Mar 31, 2015
Rupees.....	Rupees.....	
Loss for the period	(45,735,638)	(4,494,944)	(132,144,892)	(82,105,171)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	(45,735,638)	(4,494,944)	(132,144,892)	(82,105,171)

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

Chief Executive
Lahore: Dated: April 28, 2016

Director



BILAL FIBRES LIMITED

CONDENSED INTERIM CASH FLOWS STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2016

	Nine Months Period Ended Mar 31, 2016	Nine Months Period Ended Mar 31, 2015
Rupees.....	
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(183,332,585)	(114,618,397)
Adjustments for:		
Depreciation	36,801,145	38,410,429
Provision for staff retirement benefits - gratuity	3,821,295	4,881,384
Loss on disposal of property, plant and equipment	41,594	1,174,139
Finance cost	42,318,136	42,355,910
Amortization of deferred income	(17,987,724)	(16,112,213)
Operating cash flows before change in working capital	(118,338,138)	(43,908,748)
Change in working capital		
(Increase)/ decrease in current assets :		
Stores, spare parts and loose tools	(2,287,137)	(89,775)
Stock in trade	40,132,386	(52,451,397)
Trade debts	14,601,330	23,205,270
Loans and advances	7,126,390	50,116
Trade deposits and short term prepayments	(1,255,311)	14,909,878
Tax refunds due from Government	(361,396)	6,018,039
Increase / (decrease) in current liabilities :		
Trade and other payables	63,020,119	57,781,441
	120,976,381	49,423,572
Cash generated from operations	2,638,243	5,514,824
Payments for :		
Finance cost paid	(5,533,647)	(11,526,798)
Income tax paid	(4,983,037)	(7,643,252)
Staff retirement benefits - gratuity paid	(2,108,450)	(7,399,500)
Net cash used in operating activities	A (9,986,891)	(21,054,726)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(11,086,426)	(71,932,573)
Proceeds from disposal of property, plant and equipment	8,050,000	4,044,067
Long term deposits	220,000	-
Net cash used in investing activities	B (2,816,426)	(67,888,506)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of :		
Long term financing from banking companies	(7,205,000)	(9,211,000)
Long term financing from directors and associates	21,750,000	30,000,000
Liabilities against assets subject to finance lease	-	-
Short term borrowings - net	(6,634,142)	64,023,378
Net cash used in financing activities	C 7,910,858	84,812,378
Net decrease in cash and cash equivalents	(A + B + C) (4,892,460)	(4,130,854)
Cash and cash equivalents at the beginning of the period	5,843,916	9,087,624
Cash and cash equivalents at the end of the period	951,456	4,956,770

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

Chief Executive
Lahore: Dated: April 28, 2016

Director



BILAL FIBRES LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2016

	Share capital	Accumulated loss	Total
Balance as at July 01, 2014	141,000,000	(217,680,827)	(76,680,827)
Transfer from surplus on revaluation on account of disposal of property, plant and equipment - net of tax	-	2,201,540	2,201,540
Transfer from surplus on revaluation on account of incremental depreciation - net of tax	-	8,605,719	8,605,719
Total comprehensive income for the period	-	(82,105,171)	(82,105,171)
Balance as at March 31, 2015 - Restated	141,000,000	(288,978,739)	(147,978,739)
Balance as at July 01, 2015	141,000,000	(235,302,164)	(94,302,164)
Transfer from surplus on revaluation on account of disposal of property, plant and equipment - net of tax	-	-	-
Transfer from surplus on revaluation on account of incremental depreciation - net of tax	-	8,527,038	8,527,038
Total comprehensive income for the period	-	(132,144,892)	(132,144,892)
Balance as at March 31, 2016	141,000,000	(358,920,017)	(217,920,017)

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

Chief Executive
Lahore: Dated: April 28, 2016

Director



BILAL FIBRES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2016

1 LEGAL STATUS AND ACTIVITIES

The company is limited by shares, incorporated in Pakistan under the Companies Ordinance, 1984 and is quoted on stock exchanges at Karachi, Lahore and Islamabad. The principal business of the company is manufacturing and sale of yarn. The mill is located at 38-KM Sheikhpura Road, Tehsil Jaranwala, District Faisalabad.

2 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 Accounting Standard 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 for the year ended June 30, 2015.

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 information comprise of condensed interim statement of balance sheet, 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 together with the notes. These condensed interim financial information also include the condensed interim profit and loss account for the quarter ended March 31, 2016.

3 SIGNIFICANT ACCOUNTING POLICIES

3.1 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, 2015.

3.2 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.

4 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 management in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements for the year ended June 30, 2015.

The company's financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended June 30, 2015.

5 PROPERTY PLANT AND EQUIPMENT

		Un-audited March 31, 2016 Rupees	Audited June 30, 2015 Rupees
Operating fixed assets	5.1	1,031,449,419	1,064,093,995
Capital Work in progress - plant and machinery	5.2	-	1,161,734
		1,031,449,419	1,065,255,729
5.1 Operating fixed assets			
Opening written down value		1,064,093,995	1,039,223,416
Add: Addition during the period / year	5.1.1	12,248,160	81,736,483
		1,076,342,155	1,120,959,899
Less: Disposal/ transfer during the period / year	5.1.2	(8,091,594)	(5,218,206)
Depreciation charged during the period / year		(36,801,142)	(51,647,698)
Closing written down value		1,031,449,419	1,064,093,995
5.1.1 Following is the detail of addition during the period / year:			
Owened:			
Building on Freehold Land		634,356	-
Plant and machinery		11,495,187	80,717,865
Office equipment		96,700	671,118
Furniture and fixtures		21,917	347,500
		12,248,160	81,736,483
5.1.2 Following is the carrying value of disposals during the period / year:			
Plant and machinery		-	5,145,833
Vehicles		8,091,594	72,373
		8,091,594	5,218,206
5.2 Capital work in progress			
Plant and machinery		-	1,161,734
		-	1,161,734



BILAL FIBRES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE QUARTER AND NINE MONTHS PERIOD ENDED MARCH 31, 2016

- 6 These are unsecured, interest free and not repayable in next twelve months. Out of the total amount, Rs. 52,500,000 are subordinated to the loans from banking companies.
- 7 It includes Rs. 19.671 million (June 30, 2015: Rs. 19.671 million) against facility expired on various dates without further renewal. The amount stands overdue as at the period / year end.
- 8 This includes overdue installments amounting to Rs. 83.655 million (June 30, 2015: Rs. 60.552 million).
- 9 This includes overdue installments amounting to Rs. 16.840 million (June 30, 2015: Rs. 12.350 million).

10 CONTINGENCIES AND COMMITMENTS

There are no major changes in contingencies as have been disclosed in the audited financial statements for the year ended June 30, 2015.

There are letter of Commitments of Rs.Nil as at Mar 31, 2016 (June 30, 2015 : Rs. Nil).

		Quarter ended Mar 31, 2016	Quarter ended Mar 31, 2015	Nine Months Period Ended Mar 31, 2016	Nine Months Period Ended Mar 31, 2015
		Rupees	Rupees	Rupees	Rupees
11 COST OF SALES					
Cost of goods manufactured	11.1	297,940,592	390,768,197	1,018,766,806	1,289,577,271
Finished goods:					
Opening stock		8,916,647	13,475,650	15,024,914	16,792,838
Closing stock		(5,142,210)	(12,883,357)	(5,142,210)	(12,883,357)
		3,774,437	592,293	9,882,703	3,909,481
		301,715,028	391,360,491	1,028,649,509	1,293,486,752
11.1 Cost of goods manufactured					
Raw material consumed	11.2	194,030,813	255,625,292	649,197,353	879,822,674
Cost of raw material sold		(203,434)	11,569,156	8,958,635	38,889,891
Salaries, wages and benefits		33,895,642	39,097,466	117,445,122	114,388,734
Fuel and power		35,438,415	58,088,778	149,197,795	169,669,706
Stores and spares consumed		8,723,588	7,191,172	18,346,114	20,501,370
Packing material consumed		4,664,354	6,445,341	18,187,043	18,936,097
Repair and maintenance		2,374,017	1,471,177	10,320,741	4,488,356
Insurance		842,894	836,760	2,528,681	2,513,540
Depreciation		11,620,799	11,868,962	34,735,877	34,898,102
Other		764,330	912,068	2,628,715	3,093,747
		292,151,418	393,106,172	1,011,546,076	1,287,202,217
Work in process					
Opening stock		15,529,203	11,952,118	16,960,759	16,665,147
Closing stock		(9,740,030)	(14,290,093)	(9,740,030)	(14,290,093)
		5,789,173	(2,337,975)	7,220,729	2,375,054
		297,940,592	390,768,197	1,018,766,806	1,289,577,271
11.2 Raw material consumed					
Opening stock		117,587,226	148,385,669	118,975,371	116,209,942
Purchases		172,186,571	293,754,653	635,127,035	977,448,497
Cost of raw material sold		203,434	(11,569,156)	(8,958,635)	(38,889,891)
Closing stock		(95,946,418)	(174,945,874)	(95,946,418)	(174,945,874)
		194,030,813	255,625,292	649,197,353	879,822,674

12 TRANSACTION WITH RELATED PARTIES

Relationship	Nature of transaction	March 31, 2016 Rupees	March 31, 2015 Rupees
Key management personnel	Salaries and benefits	7,350,334	6,675,903

- 13 Figures of the prior period have been rearranged / reclassified wherever necessary for the purpose of comparison. However no major reclassifications have been made in these condensed interim financial statements.

- 14 The condensed interim financial statements were authorized for issue on **April 28, 2016** by the board of directors of the company.

Chief Executive
Lahore: Dated: April 28, 2016

Director