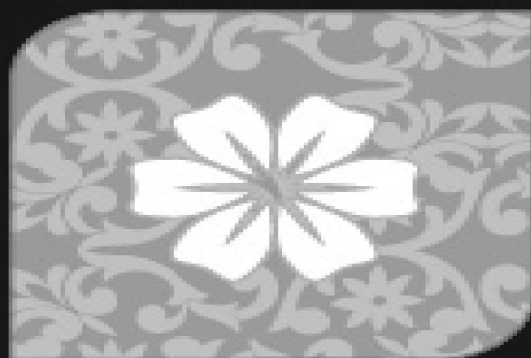
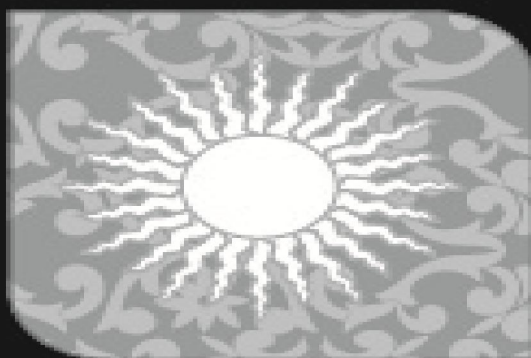




## *Quarterly Report*



*Condensed Interim Financial Information  
For The First Quarter Ended September 30, 2015*

## Company Information

<b>BOARD OF DIRECTORS</b>	MOHOMED BASHIR	- Chairman
	ZAIN BASHIR	- Vice Chairman/ Executive Director
	MOHAMMED ZAKI BASHIR	- Chief Executive Officer
	ZIAD BASHIR	- Non Executive
	S.M. NADIM SHAFIQULLAH	- Independent
	DR. AMJAD WAHEED	- Independent
	ADNAN AFRIDI	- Independent
<b>CHIEF FINANCIAL OFFICER</b>	MOHAMMED SALEEM SATTAR	
<b>COMPANY SECRETARY</b>	MOHAMMED SALIM GHAFFAR	
<b>AUDIT COMMITTEE</b>	S.M. NADIM SHAFIQULLAH	- Chairman & Member
	MOHOMED BASHIR	- Member
	ADNAN AFRIDI	- Member
	MOHAMMED SALIM GHAFFAR	- Secretary
<b>HUMAN RESOURCE AND REMUNERATION COMMITTEE</b>	MOHOMED BASHIR	- Chairman & Member
	ZAIN BASHIR	- Member
	S.M. NADIM SHAFIQULLAH	- Member
	MOHAMMED SALIM GHAFFAR	- Secretary
<b>BANKERS</b>	ALLIED BANK LIMITED BANK AL HABIB LIMITED ASKARI BANK LIMITED AL BARAKA BANK (PAKISTAN) LIMITED BANK ALFALAH LIMITED BANKISLAMI PAKISTAN LIMITED BURJ BANK LIMITED THE BANK OF PUNJAB DUBAI ISLAMIC BANK PAKISTAN LIMITED FAYSAL BANK LIMITED HABIB BANK LIMITED HABIB METROPOLITAN BANK LIMITED MCB BANK LIMITED MEEZAN BANK LIMITED NATIONAL BANK OF PAKISTAN NIB BANK LIMITED SAMBA BANK LIMITED SILKBANK LIMITED SONERI BANK LIMITED STANDARD CHARTERED BANK (PAKISTAN) LIMITED UNITED BANK LIMITED	
<b>AUDITORS</b>	KRESTON HYDER BHIMJI & CO. Chartered Accountants	
<b>INTERNAL AUDITORS</b>	GRANT THORNTON ANJUM RAHMAN Chartered Accountants	
<b>LEGAL ADVISORS</b>	A.K. BROHI & CO ADVOCATES	
<b>REGISTERED OFFICE</b>	PLOT NO.82, MAIN NATIONAL HIGHWAY, LANDHI, KARACHI-75120	
<b>SHARE REGISTRAR</b>	FAMCO ASSOCIATES (PRIVATE) LIMITED 8-F, NEXT TO HOTEL FARAN, NURSERY, BLOCK 6, P.E.C.H.S., SHAHRAH-E-FAISAL, KARACHI. PHONE NO. (+92-021) 34380101-5 FAX NO. (+92-021) 34380106	
<b>MILLS</b>	LANDHI INDUSTRIAL AREA, KARACHI-75120	
<b>E-MAIL</b>	<a href="mailto:finance@gulahmed.com">finance@gulahmed.com</a>	
<b>URL</b>	<a href="http://www.gulahmed.com">www.gulahmed.com</a>	



## Directors' Review

The directors of Gul Ahmed Textile Mills Limited are pleased to present their review of the affairs of the Company for the quarter ended September 30, 2015.

### **Economic and Industrial Review**

The declining inflation rates are due to falling commodity prices. Reduction in budget deficits has caused positive effects. The improved law and order situation and continued donor support have assisted the macroeconomic stability of the country. There are many more challenges yet to be faced like fiscal structure reforms, improvement in tax to GDP ratio, continued lower rate of investment, shortfall in energy supply and its rising cost and also the falling exports of the country which declined by 14% in terms of USD in July to September 2015 as compared to the corresponding period.

It is important to note that the average inflation for 1<sup>st</sup> quarter July-September 2015 has increased by 1.66% over the corresponding quarter. State Bank of Pakistan has further reduced the discount rate to 6% to stimulate growth.

The textile industry of Pakistan is going through one of the toughest periods in decades. The global recession and various internal issues have affected the industry negatively. Main problems include high cost of production and unfavorable PKR/USD parity as compared to other regional countries.

### **Financial Performance**

During the quarter ended September 30, 2015, the Company achieved net sales of Rs. 5,941 million recording a decline by 11% over the corresponding period. However, Gross profit has substantially increased by 46% to Rs. 1,252 million over the corresponding period. Improved gross profit margin is all due to the efforts taken to rationalize the cost of sales which has also reduced by 19% due to right sizing and closing the old spinning unit. Financial performance during the quarter is given below:

Description	Units	First Quarter	
		July to September	July to September
		2015	2014
Export Sales	Rs. in millions	3,631	4,525
Local Sales	Rs. in millions	2,310	2,150
Total Sales	Rs. in millions	5,941	6,675
Gross Profit	Rs. in millions	1,252	860
Loss before tax	Rs. in millions	(53)	(126)
Loss after tax	Rs. in millions	(91)	(177)
EBITDA	Rs. in millions	475	378
EPS (Restated)	Rupees	(0.40)	(0.77)
Debt to equity	Times	0.36	0.38
Current ratio	Times	1.04	1.05
Break-up-value per share (Restated)	Rupees	30.97	28.37

Loss before tax is Rs. 53 million as compared to Rs. 126 million in the corresponding quarter. The loss was mainly due to recession in Europe and also an unfavorable exchange rate prevailing in Pakistan resulting in 20% decline in exports. The loss in spinning segment can mainly be attributed to the slowdown in demand from China.



**Future Prospects**

With better law and order situation, investor and consumer confidence is improving. Large Scale Manufacturing is expected to gain further traction at the back of expected improvement in energy supplies.

Implementation of infrastructure development and energy projects under the China Pakistan Economic Corridor would further enhance the already improving investment environment. Therefore, there is anticipation of higher economic activity in FY16 which should be expected to further boost the overall business environment.

Increases in exports and foreign direct investments are imperative for sustainability of external sector. Going forward, much needed boost to Pakistani exports may come through policy implementation, better economic environment and reversal of decision of artificially holding the exchange rate by the Government.

We expect that sales performance in the remaining nine months of the FY2015-16 will be positive due to above mentioned improving law and order situation, gentler inflation rates and expected more focused governmental measures to remove the hurdles faced by the textile industry. We see higher profit in the remaining three quarters of FY2015 – 16 after wiping out the loss of the current quarter.

**Consolidated Financial Statements**

Consolidated financial statements for the quarter ended September 30, 2015 of the Company and its subsidiaries Gul Ahmed International Limited (FZC) - UAE, GTM (Europe) Limited - UK and GTM USA Corp. - USA are attached.

**Acknowledgement**

Directors acknowledge and appreciate the efforts of the employees and valuable support of the various Government Departments, Financial Institutions and our customers.

For and on behalf of the Board

Karachi  
October 26, 2015

Mohammed Zaki Bashir  
Chief Executive Officer



**Condensed Interim Un-consolidated  
Balance Sheet  
As at September 30, 2015**

	Note	Un-Audited September 2015	Audited June 2015
Rupees in thousand			
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised share capital 400,000,000 ordinary shares of Rs.10 each		<b>4,000,000</b>	4,000,000
Issued, subscribed and paid-up capital 228,522,772 ordinary shares of Rs. 10 each		<b>2,285,228</b>	2,285,228
Revenue reserves		<b>4,230,000</b>	4,230,000
Unappropriated profit		<b>563,237</b>	654,244
		<b>7,078,465</b>	7,169,472
<b>NON-CURRENT LIABILITIES</b>			
Long term financing - Secured		<b>2,526,059</b>	2,407,732
Deferred liabilities			
Deferred taxation - net		<b>350,339</b>	350,339
Staff retirement benefits		<b>42,598</b>	43,951
		<b>392,937</b>	394,290
<b>CURRENT LIABILITIES</b>			
Trade and other payables		<b>4,276,554</b>	5,213,190
Accrued mark-up/profit		<b>159,705</b>	206,481
Short term borrowings		<b>10,670,379</b>	8,838,174
Current maturity of long term financing		<b>712,580</b>	714,008
		<b>15,819,218</b>	14,971,853
<b>CONTINGENCIES AND COMMITMENTS</b>			
	4	<b>25,816,679</b>	24,943,347
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	5	<b>9,118,464</b>	9,038,685
Intangible assets	6	<b>10,520</b>	11,481
Long term investment		<b>58,450</b>	58,450
Long term loans and advances		<b>11,628</b>	12,859
Long term deposits		<b>105,616</b>	93,572
		<b>9,304,678</b>	9,215,047
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools		<b>765,236</b>	699,062
Stock-in-trade		<b>11,534,244</b>	11,283,818
Trade debts		<b>2,186,366</b>	1,913,872
Loans and advances		<b>786,059</b>	354,124
Short term prepayments		<b>99,198</b>	96,798
Other receivables		<b>335,170</b>	331,399
Tax refunds due from Government		<b>296,329</b>	750,196
Income tax refundable-payments less provision		<b>200,850</b>	181,730
Cash and bank balances		<b>308,549</b>	117,301
		<b>16,512,001</b>	15,728,300
		<b>25,816,679</b>	24,943,347

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

**MOHOMED BASHIR**  
Chairman

**MOHAMMED ZAKI BASHIR**  
Chief Executive Officer



**Condensed Interim Un-Consolidated  
Profit And Loss Account  
For the first quarter ended September 30, 2015**

	<b>Un-Audited</b>	
	<b>September 2015</b>	<b>September 2014</b>
	<b>Rupees in thousand</b>	
Sales	<b>5,941,433</b>	6,674,831
Cost of sales		
Opening stock of finished goods	<b>8,970,687</b>	8,658,343
Cost of goods manufactured	<b>4,381,563</b>	5,313,060
Purchases and processing charges	<b>919,081</b>	1,135,347
Closing stock of finished goods	<b>(9,582,009)</b>	(9,291,714)
	<b>4,689,322</b>	5,815,036
Gross profit	<b>1,252,111</b>	859,795
Distribution cost	<b>646,760</b>	456,231
Administrative expenses	<b>418,751</b>	369,521
Other operating expenses	<b>26,015</b>	9
	<b>1,091,526</b>	825,761
	<b>160,585</b>	34,034
Other income	<b>64,205</b>	119,453
Operating profit	<b>224,790</b>	153,487
Finance cost	<b>277,757</b>	279,623
Loss before taxation	<b>(52,967)</b>	(126,136)
Provision for taxation	<b>38,040</b>	50,957
Loss after taxation	<b>(91,007)</b>	(177,093)
Loss per share - basic and diluted (Rs.)	<b>(0.40)</b>	Re-stated <b>(0.77)</b>

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

**MOHOMED BASHIR**  
Chairman

**MOHAMMED ZAKI BASHIR**  
Chief Executive Officer



**Condensed Interim Un-Consolidated  
Statement of Comprehensive Income  
For the first quarter ended September 30, 2015**

	<b>Un-Audited</b>	
	<b>September 2015</b>	<b>September 2014</b>
	<b>Rupees in thousand</b>	
Loss after taxation	(91,007)	(177,093)
Other comprehensive income	-	-
Total comprehensive income	<u>(91,007)</u>	<u>(177,093)</u>

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

**MOHOMED BASHIR**  
Chairman

**MOHAMMED ZAKI BASHIR**  
Chief Executive Officer



**Condensed Interim Un-Consolidated  
Cash Flow Statement  
For the first quarter ended September 30, 2015**

	<b>Un-Audited</b>	
	<b>September 2015</b>	<b>September 2014</b>
	<b>Rupees in thousand</b>	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(52,967)	(126,136)
Adjustments for:		
Depreciation	248,872	222,048
Amortisation	961	2,803
Provision for gratuity	14,115	8,861
Finance cost	277,757	279,623
Provision for slow moving/obsolete items	2,661	3,753
Provision for doubtful debts	7,456	7,456
Gain on sale of property, plant and equipment - net	23,727	(1,318)
	<b>575,549</b>	<b>523,226</b>
Cash flows from operating activities before adjustments of working capital	<b>522,582</b>	<b>397,090</b>
Changes in working capital:		
(Increase)/decrease in current assets		
Stores, spare parts and loose tools	(68,835)	(72,609)
Stock-in-trade	(250,426)	469,658
Trade debts	(279,950)	(1,836,267)
Loans and advances	(431,935)	(95,244)
Short term prepayments	(2,400)	(153,915)
Other receivables	(3,771)	(107,459)
Tax refunds due from Government	635,597	84,310
	<b>(401,720)</b>	<b>(1,711,526)</b>
(Decrease) in current liabilities		
Trade and other payables	(936,636)	(2,825,294)
	<b>(1,338,356)</b>	<b>(4,536,820)</b>
	<b>(815,774)</b>	<b>(4,139,730)</b>
Adjustments for:		
Gratuity paid	(15,468)	(8,245)
Finance cost paid	(324,533)	(273,001)
Income tax paid	(238,890)	(62,766)
Long term loans and advances disbursed - net	1,231	(1,248)
Long term deposits paid - net	(12,044)	(1,352)
	<b>(589,704)</b>	<b>(346,612)</b>
Net cash used in operating activities	<b>(1,405,478)</b>	<b>(4,486,342)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Addition to property, plant and equipment	(370,581)	(380,829)
Proceeds from sale of property, plant and equipment	18,203	4,299
Net cash used in investing activities	<b>(352,378)</b>	<b>(376,530)</b>





**Condensed Interim Un-Consolidated  
Cash Flow Statement  
For the first quarter ended September 30, 2015**

	Note	Un-Audited	
		September 2015	September 2014
		Rupees in thousand	
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from long term financing		274,447	395,268
Repayments of long term financing		(157,548)	(149,394)
Net cash generated from financing activities		116,899	245,874
<b>Net decrease in cash and cash equivalents</b>		(1,640,957)	(4,616,998)
Cash and cash equivalents - at the beginning of the period		(8,720,873)	(7,714,816)
<b>Cash and cash equivalents - at the end of the period</b>	7	(10,361,830)	(12,331,814)

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

**MOHOMED BASHIR**  
Chairman

**MOHAMMED ZAKI BASHIR**  
Chief Executive Officer



**Condensed Interim Un-Consolidated  
Statement of Changes in Equity  
For the first quarter ended September 30, 2015**

	Share Capital	Revenue reserve	Unappropriated profit	Total
	Rupees in thousand			
Balance as at June 30, 2014	1,828,182	3,580,000	1,251,721	6,659,903
<b>Total comprehensive income for the first quarter ended September 2014 (un-audited)</b>				
Loss after taxation	-	-	(177,093)	(177,093)
Other comprehensive income	-	-	-	-
	-	-	(177,093)	(177,093)
Balance as at September 30, 2014	1,828,182	3,580,000	1,074,628	6,482,810
<b>Transfer to revenue reserve</b>	-	650,000	(650,000)	-
<b>Transaction with owners</b>				
Issue of bonus shares for the year ended June 30, 2014	457,046	-	(457,046)	-
Final dividend for the year ended June 30, 2014			(80,959)	(80,959)
<b>Total comprehensive income for the period October 01, 2014 to June 30, 2015</b>				
Profit after taxation	-	-	782,036	782,036
Other comprehensive income	-	-	(14,415)	(14,415)
	-	-	767,621	767,621
Balance as at June 30, 2015	2,285,228	4,230,000	654,244	7,169,472
<b>Total comprehensive income for the first quarter ended September 2015 (un-audited)</b>				
Loss after taxation	-	-	(91,007)	(91,007)
Other comprehensive income	-	-	-	-
	-	-	(91,007)	(91,007)
<b>Balance as at September 30, 2015</b>	<b>2,285,228</b>	<b>4,230,000</b>	<b>563,237</b>	<b>7,078,465</b>

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

**MOHOMED BASHIR**  
Chairman

**MOHAMMED ZAKI BASHIR**  
Chief Executive Officer



**Notes to the Condensed Interim Un-consolidated  
Financial Information (Un-audited)  
For the first quarter ended September 30, 2015**

**1 LEGAL STATUS AND ITS OPERATIONS**

Gul Ahmed Textile Mills Limited (The Company) was incorporated on April 01, 1953 in Pakistan as a private limited company, converted into public limited company on January 07, 1955 and was listed on Karachi and Lahore Stock Exchanges in 1970 and 1971 respectively. The Company is a composite textile mill and is engaged in the manufacture and sale of textile products.

The Company's registered office is situated at Plot No. 82, Main National Highway, Landhi, Karachi.

The Company is a subsidiary of Gul Ahmed Holdings (Private) Limited.

**2 BASIS OF PREPERATION**

These condensed interim un-consolidated financial information of the Company for the first quarter ended September 30, 2015 have been prepared in accordance with the requirements of the International Accounting Standards 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.

These condensed interim un-consolidated financial information comprise of the condensed interim un-consolidated balance sheet as at September 30, 2015 and the condensed interim un-consolidated profit and loss account, condensed interim un-consolidated statement of comprehensive income, condensed interim un-consolidated cash flow statement and condensed interim un-consolidated statement of changes in equity for the first quarter ended September 30, 2015.

The comparatives balance sheet, presented in these condensed interim un-consolidated financial Information, as at June 30, 2015 has been extracted from the audited un-consolidated financial statements of the Company for the year ended June 30, 2015, whereas the comparative condensed interim un-consolidated profit and loss account, condensed interim un-consolidated statement of comprehensive income, condensed interim un-consolidated cash flow statement and condensed interim un-consolidated statement of changes in equity for the first quater ended September 30, 2015 have been extracted from the condensed interim un-consolidated financial information of the Company for the first quater ended September 30, 2014.

These condensed interim unconsolidated financial information do not include all the information required in annual financial statements prepared in accordance with approved accounting standards as applicable in Pakistan, and should be read in conjunction with the un-consolidated financial statements for the year ended June 30, 2015.

**3 ACCOUNTING POLICIES**

Same accounting policies and methods of computation are adopted for the preparation of these condensed interim un-consolidated financial information as those applied in the preparation of un-consolidated financial statements for the year ended June 30, 2015.

**4 CONTINGENCIES AND COMMITMENTS**

**Contingencies**

The status of contingencies, as reported in the annual financial statements for the year ended June 30, 2015 except as stated below, remained unchanged during the current period.

**Guarantees**

- (a) The guarantees issued by banks on behalf of company as at period end for Rs. 666 million (2015: Rs. 656 million) were outstanding. These guarantees includes guarantees issued by related party amounting to Rs. 598 million (2014: Rs. 588 million).
- (b) Post dated cheques Rs. 471 million (June-2015: Rs. 462 million) issued to various Government Agencies.
- (c) Bills discounted Rs. 1,300 million (June-2015: Rs. 1,818 million).
- (d) Corporate guarantee of Rs. 98.353 million (June-2015: Rs. 96.873 million) has been issued to a bank in favour of subsidiary company.



## Commitments

(a) Company is committed for certain expenditures which are stated as follows:

	Un-Audited September 2015	Audited June 2015
	Rupees in thousand	
- Capital expenditure	1,422,302	1,334,531
- Non capital expenditure items under letters of credits	817,682	1,999,976
	<b>2,239,984</b>	<b>3,334,507</b>

(b) The Company is committed to minimum rental payments for each of the following period as follows:

Note	Un-Audited September 2015	Audited June 2015
	Rupees in thousand	
Not more than one year	432,503	408,079
More than one year but not more than five years	1,576,180	1,486,287
More than five years	985,112	939,586
	<b>2,993,795</b>	<b>2,833,952</b>

## 5 PROPERTY, PLANT AND EQUIPMENT

Operating assets - net book value	5.1 & 5.2	8,833,614	8,701,473
Capital work in progress - at cost	5.4	284,850	337,212
		<b>9,118,464</b>	<b>9,038,685</b>

### 5.1 Additions during the period

Buildings and structures on leasehold land  
Plant and machinery  
Furniture and fixtures  
Office equipment  
Vehicles

	Un-Audited for the first quarter September 2015	for the first quarter September 2014
Buildings and structures on leasehold land	81,270	114,297
Plant and machinery	305,459	197,064
Furniture and fixtures	235	-
Office equipment	13,482	9,186
Vehicles	22,497	34,481
	<b>422,943</b>	<b>355,028</b>

5.1.1 Additions to building and structure on leasehold land, plant and machinery and others include transfers from capital work-in-progress amounting to Rs. 48.258 million, Rs. 250.732 million and Rs. Nil (June-2015: Rs. 518.654 million, Rs. 984.818 million and Rs. 8.861 million).

### 5.2 Disposals - operating fixed assets (at net book value)

Buildings and structures on leasehold land  
Plant and machinery  
Furniture and fixtures  
Office equipment  
Vehicles

	Un-Audited for the first quarter September 2015	for the first quarter September 2014
	Rupees in thousand	
Buildings and structures on leasehold land	-	-
Plant and machinery	41,516	-
Furniture and fixtures	-	-
Office equipment	-	-
Vehicles	414	2,981
	<b>41,930</b>	<b>2,981</b>

5.2.1 Disposals include assets scrapped during the period of Rs. Nil (June-15: Rs. 1,510 million).



			<b>Un-Audited</b>	
			<b>September 2015</b>	<b>September 2014</b>
			<b>Rupees in thousand</b>	
<b>5.3 Depreciation charge during the period</b>			<b>248,872</b>	<b>222,048</b>
<b>5.4 Additions - capital work in progress (at cost)</b>				
Machinery			108,517	156,018
Building			135,261	154,879
Others			2,850	7,951
			<b>246,628</b>	<b>318,848</b>
	<b>Note</b>		<b>Un-Audited</b>	<b>Audited</b>
			<b>September</b>	<b>June</b>
			<b>2015</b>	<b>2015</b>
			<b>Rupees in thousand</b>	
<b>6 INTANGIBLE ASSETS</b>				
Intangible - net book value	6.1 & 6.2		<b>10,520</b>	<b>11,481</b>
			<b>Un-Audited</b>	
			<b>for the first quarter September 2015</b>	<b>for the first quarter September 2014</b>
			<b>(Rs. 000s)</b>	
<b>6.1 Additions - intangibles (at cost)</b>				
Computer Software			-	-
<b>6.2 Amortization charge during the period</b>			<b>961</b>	<b>2,803</b>
			<b>Un-Audited</b>	
			<b>September</b>	<b>September</b>
			<b>2015</b>	<b>2014</b>
			<b>Rupees in thousand</b>	
<b>7 CASH AND CASH EQUIVALENTS</b>				
Cash and cash equivalents comprises of:				
Cash and bank balances			308,549	150,236
Short term borrowings			(10,670,379)	(12,482,050)
			<b>(10,361,830)</b>	<b>(12,331,814)</b>



## 8 SEGMENT INFORMATION

The Company has the following two reportable business segments:

- Spinning :** Production of different qualities of yarn using both natural and artificial fibers.
- Processing :** Production of greige fabric, its processing into various types of fabrics for sale as well as manufacture and sale of made-up and home textile products.

Transactions among the business segments are recorded at cost.

### 8.1 Segmental profitability

	Spinning		Processing		Elimination Of Inter Segment Transaction		Total Company	
					For the first quarter ended (Un-audited)			
	Sep - 2015	Sep - 2014	Sep - 2015	Sep - 2014	Sep - 2015	Sep - 2014	Sep - 2015	Sep - 2014
	Rupees in thousand							
Sales	1,556,345	2,494,775	5,566,384	5,855,538	(1,181,296)	(1,675,482)	5,941,433	6,674,831
Cost of Sales	1,465,497	2,397,416	4,405,121	5,093,102	(1,181,296)	(1,675,482)	4,689,322	5,815,036
Gross Profit	90,848	97,359	1,161,263	762,436	-	-	1,252,111	859,795
Distribution and Administrative expenses	52,584	45,305	1,012,927	780,447	-	-	1,065,511	825,752
Profit/(loss) before tax and before charging following	38,264	52,054	148,336	(18,011)	-	-	186,600	34,043
Financial charges							277,757	279,623
Other operating expenses							26,015	9
Other income							(64,205)	(119,453)
							239,567	160,179
Loss Before Tax							(52,967)	(126,136)
Taxation							38,040	50,957
Loss after tax							(91,007)	(177,093)

### 8.2 Segment assets and liabilities

	Spinning		Processing		Unallocated		Total Company	
	Un-Audited	Audited	Un-Audited	Audited	Un-Audited	Audited	Un-Audited	Audited
	Sep-2015	June -2015	Sep-2015	June -2015	Sep-2015	June -2015	Sep-2015	June -2015
	Rupees in thousand							
Assets	3,942,494	4,654,991	20,474,224	17,507,671	1,399,961	2,780,685	25,816,679	24,943,347
Liabilities	885,620	1,900,111	5,837,426	5,988,192	12,015,168	9,885,572	18,738,214	17,773,875

8.3 Unallocated items represent those assets, liabilities, income and expenses which are common to all segments and investment in subsidiaries.

### 8.4 Information about major customers

Revenue from major customer whose revenue exceeds 10% of gross sales is Rs.765 million (Sep-2014: Rs. 1,848 million).



## 8.5 Information by geographical area

	Revenue		Non-current assets	
	For the first quarter ended (Un-audited)		Un-Audited	Audited
	Sep - 2015	Sep - 2014	Sep - 2015	Jun - 2015
	Rupees in thousand			
Pakistan	2,310,929	1,995,746	9,246,228	9,156,597
Germany	926,568	1,163,800	-	-
United Kingdom	371,198	438,099	-	-
United States	448,355	693,038	-	-
China	126,097	273,418	-	-
Netherland	220,478	514,467	-	-
France	340,845	414,167	-	-
Brazil	27,994	85,128	-	-
United Arab Emirates	32,693	12,905	58,450	58,450
Other Countries	1,136,276	1,084,063	-	-
	5,941,433	6,674,831	9,304,678	9,215,047

## 9 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise subsidiaries, associated companies, companies where directors also hold directorship, directors of the company and key management personnel. The Company in the normal course of business carried out transaction with various related parties.

Relationship with the Company	Nature of transactions	Un-Audited	
		Sep - 2015	Sep - 2014
		Rupees in thousand	
Subsidiaries	Sale of goods	93,761	58,008
	Commission paid	34,526	34,078
Associated Companies and other related parties	Purchase of goods	10,283	17,148
	Sale of goods	-	1,760
	Rent paid	4,050	1,950
	Fees paid	1,500	1,500
	Commission / Rebate	365	3,638
	Bills discounted	573,198	523,895
	Commission / Bank charges paid	4,442	5,513
	Mark up / Interest charged	19,738	19,218
	Provident fund contribution	25,120	21,212
Relationship with the Company	Nature of outstanding balances	Un-Audited	Audited
		Sep - 2015	Jun - 2015
		Rupees in thousand	
Subsidiaries and indirect subsidiaries	Corporate guarantee issued in favour of subsidiary company	98,353	96,873
	Long term investment	58,450	58,450
	Trade debts	276,197	245,485
	Advances to suppliers	6,529	10,074
		-	-
Associated companies and others related parties	Deposit with banks	23,968	18,486
	Borrowings from Banks	1,106,669	1,149,965
	Bank guarantee	597,583	587,583
	Trade & other payable	5,990	11,793
	Trade debts	1,427	1,427
	Accrued mark-up	18,782	23,116
	Loans to key management personnel & executive	18,649	20,725
	Payable to employee's provident fund	9,286	2,158

There are no transactions with directors of the Company and key management personnel other than those under the terms of employment for the period ending Sep-2015 amounting to Rs. 247 million (Sep-2014: Rs. 154 million) on account of remuneration.



**10 DATE OF AUTHORISATION**

These financial statements were authorised for issue on October 26, 2015 by the Board of Directors of the Company.

**11 GENERAL**

Allocations for the workers' profit participation fund, workers' welfare fund and taxation are provisional and final liability including liability for deferred taxation will be determined on the basis of annual results.

Figures have been rounded off to the nearest thousand rupees.

**MOHOMED BASHIR**  
Chairman

**MOHAMMED ZAKI BASHIR**  
Chief Executive Officer







# ***Consolidated Accounts***

***Consolidated Condensed Interim Financial Information  
For The First Quarter Ended September 30, 2015***

**Condensed Interim Consolidated  
Balance Sheet  
As at September 30, 2015**

at September 30, 2015

	Note	Un-Audited September 2015	Audited June 2015
Rupees in thousand			
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised share capital 400,000,000 ordinary shares of Rs.10 each		4,000,000	4,000,000
Issued, subscribed and paid-up capital 228,522,772 ordinary shares of Rs. 10 each		2,285,228	2,285,228
Reserves		4,361,791	4,350,852
Unappropriated profit		671,534	746,279
		7,318,553	7,382,359
<b>NON-CURRENT LIABILITIES</b>			
Long term financing - Secured		2,526,059	2,407,732
Deferred liabilities			
Deferred taxation - net		356,354	356,354
Staff retirement benefits		48,368	48,833
		404,722	405,187
<b>CURRENT LIABILITIES</b>			
Trade and other payables		4,425,210	5,393,287
Accrued mark-up/profit		159,705	206,481
Short term borrowings		10,670,379	8,838,174
Current maturity of long term financing		712,580	714,008
		15,967,874	15,151,950
<b>CONTINGENCIES AND COMMITMENTS</b>			
	4	26,217,208	25,347,228
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	5	9,128,501	9,049,142
Intangible assets	6	17,794	15,834
Long term loans and advances		11,628	12,859
Long term deposits		105,616	93,572
		9,263,539	9,171,407
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools		765,236	699,062
Stock-in-trade		11,723,572	11,461,198
Trade debts		2,397,632	2,152,073
Loans and advances		792,284	349,247
Short term prepayments		119,457	114,964
Other receivables		328,641	331,399
Tax refunds due from Government		296,329	750,196
Income tax refundable-payments less provision		200,850	181,730
Cash and bank balances		329,668	135,952
		16,953,669	16,175,821
		26,217,208	25,347,228

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

**MOHOMED BASHIR**  
Chairman

**MOHAMMED ZAKI BASHIR**  
Chief Executive Officer



**Condensed Interim Consolidated  
Profit And Loss Account  
For the first quarter ended September 30, 2015**

	<b>Un-Audited</b>	
	<b>September 2015</b>	<b>September 2014</b>
	<b>Rupees in thousand</b>	
Sales	6,164,957	6,925,297
Cost of sales		
Opening stock of finished goods	9,148,067	8,873,680
Cost of goods manufactured	4,381,563	5,313,060
Purchases and processing charges	1,064,571	1,261,774
Closing stock of finished goods	(9,765,812)	(9,472,142)
	4,828,389	5,976,372
Gross profit	1,336,568	948,925
Distribution cost	653,157	470,124
Administrative expenses	479,130	438,987
Other operating expenses	26,015	9
	1,158,302	909,120
	178,266	39,805
Other income	64,205	119,453
Operating profit	242,471	159,258
Finance cost	278,726	292,645
Loss before taxation	(36,255)	(133,387)
Provision for taxation	38,490	51,067
Loss after taxation	(74,745)	(184,454)
Loss per share - basic and diluted (Rs.)	(0.33)	Re-stated (0.81)

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

**MOHOMED BASHIR**  
Chairman

**MOHAMMED ZAKI BASHIR**  
Chief Executive Officer



**Condensed Interim Consolidated  
Statement of Comprehensive Income  
For the first quarter ended September 30, 2015**

	<b>Un-Audited</b>	
	<b>September 2015</b>	<b>September 2014</b>
	<b>Rupees in thousand</b>	
<b>Loss after taxation</b>	<b>(74,745)</b>	<b>(184,454)</b>
<b>Other comprehensive income for the period</b>		
Items that may be reclassified subsequently to profit and loss		
Foreign currency translation differences - Foreign operations	<b>10,939</b>	<b>13,293</b>
<b>Total comprehensive income</b>	<b><u>(63,806)</u></b>	<b><u>(171,161)</u></b>

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

**MOHOMED BASHIR**  
Chairman

**MOHAMMED ZAKI BASHIR**  
Chief Executive Officer



**Condensed Interim Consolidated  
Cash Flow Statement  
For the first quarter ended September 30, 2015**

	<b>Un-Audited</b>	
	<b>September 2015</b>	<b>September 2014</b>
	<b>Rupees in thousand</b>	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(36,255)	(133,387)
Adjustments for:		
Depreciation	249,758	223,401
Amortisation	1,280	3,100
Provision for gratuity	15,003	8,861
Finance cost	278,726	292,645
Provision for slow moving/obsolete items	2,661	3,753
Provision for doubtful debts	7,456	7,456
Gain on sale of property, plant and equipment - net	23,727	(1,309)
	<b>578,611</b>	<b>537,907</b>
Cash flows from operating activities before adjustments of working capital	<b>542,356</b>	<b>404,520</b>
Changes in working capital:		
(Increase)/decrease in current assets		
Stores, spare parts and loose tools	(68,835)	(72,609)
Stock-in-trade	(262,373)	504,567
Trade debts	(253,015)	(1,853,187)
Loans and advances	(443,037)	(95,441)
Short term prepayments	(4,493)	(151,864)
Other receivables	2,758	(88,557)
Tax refunds due from Government	635,597	85,151
	<b>(393,398)</b>	<b>(1,671,940)</b>
(Decrease) in current liabilities		
Trade and other payables	(968,077)	(2,853,096)
	<b>(1,361,475)</b>	<b>(4,525,036)</b>
	<b>(819,119)</b>	<b>(4,120,516)</b>
Adjustments for:		
Gratuity paid	(15,468)	(8,300)
Finance cost paid	(325,502)	(286,023)
Income tax paid	(239,342)	(64,913)
Long term loans and advances disbursed - net	1,231	(1,248)
Long term deposits paid - net	(12,044)	(1,352)
	<b>(591,125)</b>	<b>(361,836)</b>
Net cash used in operating activities	<b>(1,410,244)</b>	<b>(4,482,352)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Addition to property, plant and equipment	(371,046)	(386,571)
Addition to intangible assets	(3,240)	-
Proceeds from sale of property, plant and equipment	18,203	4,290
Net cash used in investing activities	<b>(356,083)</b>	<b>(382,281)</b>



**Condensed Interim Consolidated  
Cash Flow Statement  
For the first quarter ended September 30, 2015**

Note	Un-Audited	
	September 2015	September 2014
	Rupees in thousand	
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from long term financing	274,447	395,268
Repayments of long term financing	(157,548)	(149,394)
Net cash generated from financing activities	116,899	245,874
Exchange difference on translation of foreign activities	10,939	13,293
<b>Net decrease in cash and cash equivalents</b>	<b>(1,638,489)</b>	<b>(4,605,466)</b>
Cash and cash equivalents - at the beginning of the period	(8,702,222)	(7,705,557)
<b>Cash and cash equivalents - at the end of the period</b>	<b>7 (10,340,711)</b>	<b>(12,311,023)</b>

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

**MOHOMED BASHIR**  
Chairman

**MOHAMMED ZAKI BASHIR**  
Chief Executive Officer



**Condensed Interim Consolidated  
Statement of Changes in Equity  
For the first quarter ended September 30, 2015**

	Share capital	Revenue reserve	Exchange difference on translation of foreign subsidiaries	Statutory reserve	Un appropriated profit	Total
Rupees in thousand						
Balance as at June 30, 2014	1,828,182	3,580,000	96,902	11,901	1,336,209	6,853,194
<b>Total comprehensive income for the first quarter ended September 2014 (un-audited)</b>						
Loss after taxation	-	-	-	-	(184,454)	(184,454)
Other comprehensive income	-	-	13,293	-	-	13,293
	-	-	13,293	-	(184,454)	(171,161)
Balance as at September 30, 2014	1,828,182	3,580,000	110,195	11,901	1,151,755	6,682,033
Transfer to revenue reserve	-	650,000	-	-	(650,000)	-
Transfer to statutory reserve	-	-	-	1,779	(1,779)	-
<b>Transaction with owners</b>						
Issue of bonus shares for the year ended June 30, 2014	457,046	-	-	-	(457,046)	-
Final dividend for the year ended June 30, 2014	-	-	-	-	(80,959)	(80,959)
<b>Total comprehensive income for the period October 01, 2014 to June 30, 2015</b>						
Profit after taxation	-	-	-	-	798,723	798,723
Other comprehensive income	-	-	(3,023)	-	(14,415)	(17,438)
	-	-	(3,023)	-	784,308	781,285
Balance as at June 30, 2015	2,285,228	4,230,000	107,172	13,680	746,279	7,382,359
<b>Total comprehensive income for the first quarter ended September 2015 (un-audited)</b>						
Loss after taxation	-	-	-	-	(74,745)	(74,745)
Other comprehensive income	-	-	10,939	-	-	10,939
	-	-	10,939	-	(74,745)	(63,806)
Balance as at September 30, 2015	2,285,228	4,230,000	118,111	13,680	671,534	7,318,553

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

**MOHOMED BASHIR**  
Chairman

**MOHAMMED ZAKI BASHIR**  
Chief Executive Officer



**Notes to the Condensed Interim Consolidated  
Financial Information (Un-audited)  
For the first quarter ended September 30, 2015**

**1 LEGAL STATUS AND ITS OPERATIONS**

1.1 Gul Ahmed Group ("the Group") comprises the following:

- Gul Ahmed Textile Mills Limited
- Gul Ahmed International Limited (FZC) - UAE
- GTM (Europe) Limited - UK
- GTM USA Corp. - USA

Gul Ahmed Textile Mills Limited (The Holding Company) was incorporated on 1st April 1953 in Pakistan as a private limited company, converted into public limited company on 7th January 1955 and was listed on Karachi and Lahore Stock Exchanges in 1970 and 1971 respectively. The Holding Company is a composite textile mill and is engaged in the manufacture and sale of textile products.

The Holding Company's registered office is situated at Plot No. 82, Main National Highway, Landhi, Karachi.

Gul Ahmed International Limited (FZC) -UAE is a wholly owned subsidiary of Gul Ahmed Textile Mills Limited, GTM (Europe) Limited is a wholly owned subsidiary of Gul Ahmed International Limited (FZC) - UAE and GTM USA Corp. is a wholly owned subsidiary of GTM (Europe) Limited.

All three subsidiaries are engaged in trading of textile related products.

The Company is a subsidiary of Gul Ahmed Holdings (Private) Limited and owns 66.78% shares of the Company.

**1.2 Basis of consolidation**

The financial information include the financial information of the Group.

Subsidiary companies are consolidated from the date on which more than 50% voting rights are transferred to the Holding Company or power to govern the financial and operating policies over the subsidiary and is excluded from consolidation from the date of disposal or cessation of control.

The financial statements of the subsidiaries are prepared for the same reporting period as the Holding Company, using consistent accounting policies.

The assets and liabilities of the subsidiary company have been consolidated on a line-by-line basis and the carrying value of investment held by the Company is eliminated against the subsidiary's share capital. All intra-group balances and transactions are eliminated.

**2 BASIS OF PREPARATION**

The condensed interim consolidated financial information comprise the consolidated balance sheet of Gul Ahmed Textile Mills Limited, its wholly owned subsidiary company Gul Ahmed International Limited (FZC), GTM (Europe) Limited which is the wholly owned subsidiary of Gul Ahmed International Limited (FZC) and GTM USA Corporation which is the wholly owned subsidiary of GTM (Europe) Limited, as at September 30, 2015 and the related consolidated profit and loss account, consolidated cash flow statement and consolidated statement of changes in equity together with the notes forming part thereof for the period then ended. The financial statements of the subsidiary companies have been consolidated on a line by line basis.

These condensed interim consolidated financial information of the Group for the first quarter ended September 30, 2015 have been prepared in accordance with the requirements of the International Accounting Standards 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.





These condensed interim consolidated financial information comprise of the condensed interim consolidated balance sheet as at September 30, 2015 and the condensed interim consolidated profit and loss account, condensed interim consolidated statement of comprehensive income, condensed interim consolidated cash flow statement and condensed interim consolidated statement of changes in equity for the first quarter ended September 30, 2015.

The comparatives balance sheet, presented in these condensed interim consolidated financial information, as at June 30, 2015 has been extracted from the audited financial statements of the Group for the year ended June 30, 2015 whereas the comparative condensed interim consolidated profit and loss account, condensed interim consolidated statement of comprehensive income, condensed interim consolidated cash flow statement and condensed interim consolidated statement of changes in equity for the first quarter ended September 30, 2015 have been extracted from the condensed interim consolidated financial information of the Group for the first quarter ended September 30, 2015.

These condensed interim consolidated financial information do not include all the information required in annual financial statements prepared in accordance with approved accounting standards as applicable in Pakistan, and should be read in conjunction with the consolidated financial statements for the year ended June 30, 2015.

### 3 ACCOUNTING POLICIES

Accounting policies and method of computations adopted for the preparation of these condensed interim consolidated financial information are the same as those applied in the preparation of the consolidated financial statements for the year ended June 30, 2015.

### 4 CONTINGENCIES AND COMMITMENTS

#### Contingencies

The status of contingencies, as reported in the annual financial statements for the year ended June 30, 2015, except as stated below, remained unchanged during the current period.

#### Guarantees

- (a) Guarantees issued by Bank on behalf of the Group as at period end for Rs. 666 million (June-2015: Rs. 656 million) were outstanding. These guarantees includes guarantees issued by related party amounting to Rs. 598 million (June-2015: Rs. 588 million).
- (b) Post dated cheques Rs. 471 million (June-2015: Rs.462 million) issued to various Government Agencies.
- (c) Bills discounted Rs. 1,339 million (June-2015: Rs. 1,858 million).
- (d) Corporate guarantee of Rs. 98.353 million (June-2015: Rs. 96.873 million ) has been issued to a bank in favour of subsidiary company.



## Commitments

(a) Group is committed for certain expenditures which are stated as follows:

	Un-Audited September 2015	Audited June 2015
	Rupees in thousand	
- Capital expenditure	8,843,651	8,711,930
- Non capital expenditure items under letters of credits	284,850	337,212
	<b>9,128,501</b>	<b>9,049,142</b>

(b) The Group is committed for minimum rental payments for each of following period as follows:

Not more than one year	432,503	408,079
More than one year but not more than five years	1,576,180	1,486,287
More than five years	985,112	939,586
	<b>2,993,795</b>	<b>2,833,952</b>

## 5 PROPERTY, PLANT AND EQUIPMENT

Operating assets - net book value	5.1 & 5.2	8,843,651	8,711,930
Capital work in progress - at cost	5.4	284,850	337,212
		<b>9,128,501</b>	<b>9,049,142</b>

### 5.1 Additions during the period

	Un-Audited for the first quarter September 2015	for the first quarter September 2014
	Rupees in thousand	
Buildings and structures on leasehold land	81,270	114,297
Plant and machinery	305,459	197,064
Furniture and fixtures	235	5,681
Office equipment	13,947	9,247
Vehicles	22,497	34,481
	<b>423,408</b>	<b>360,770</b>

5.1.1 Additions to building and structure on leasehold land, plant and machinery and others include transfers from capital work-in-progress amounting to Rs. 48.258 million, Rs. 250.732 million and Rs. Nil (June-2015: Rs. 518.654 million, Rs. 984.818 million and Rs. 8.861 million).

### 5.2 Disposals - operating fixed assets (at net book value)

	Un-Audited for the first quarter September 2015	for the first quarter September 2014
	Rupees in thousand	
Leasehold land	-	-
Plant and machinery	41,516	-
Furniture and fixtures	-	-
Office equipment	-	-
Vehicles	414	2,981
	<b>41,930</b>	<b>2,981</b>



5.2.1 Disposals include assets scrapped during the period of Rs. Nil (June-15: Rs. 1,510 million).

	Un-Audited	
	September 2015	September 2014
	Rupees in thousand	
<b>5.3 Depreciation charge during the period</b>	<b>249,758</b>	<b>223,401</b>

**5.4 Additions - capital work in progress (at cost)**

Machinery	108,517	156,018
Building	135,261	154,879
Others	2,850	7,951
	<b>246,628</b>	<b>318,848</b>

Note	Un-Audited	
	September 2015	Audited June 2015
	Rupees in thousand	

**6 INTANGIBLE ASSETS**

Intangible - net book value	6.1 & 6.2	<b>17,794</b>	<b>15,834</b>
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	Un-Audited	
	for the first quarter September 2015	for the first quarter September 2014
	Rupees in thousand	
<b>6.1 Additions - intangibles (at cost)</b>	<b>3,240</b>	<b>-</b>
Computer Software		
<b>6.2 Amortisation charge during the period</b>	<b>1,280</b>	<b>3,100</b>

**7 CASH AND CASH EQUIVALENTS**

Cash and cash equivalents comprises of:

Cash and bank balances	329,668	171,027
Short term borrowings	(10,670,379)	(12,482,050)
	<b>(10,340,711)</b>	<b>(12,311,023)</b>



## 8 SEGMENT INFORMATION

The Group has the following three reportable business segments:

- a) **Spinning:** Production of different qualities of yarn using both natural and artificial fibers  
b) **Processing:** Production of greige fabric, its processing into various types of fabrics for sale as well as manufacture and sale of madeups and home textile products.  
c) **Overseas subsidiaries:** These subsidiaries are also in the textile business reselling product to the ultimate customers, imported from Parent Company  
Transactions among the business segments are recorded at cost.

### 8.1 Segmental Profitability

	SPINNING		PROCESSING		Gul Ahmed International Limited FZC- UAE		GTM (Europe) Limited UK		GTM USA Corp.		ELIMINATION OF INTER SEGMENT TRANSACTION		TOTAL COMPANY	
	For the first quarter ended (Un-audited)													
	Sep - 2015	Sep - 2014	Sep - 2015	Sep - 2014	Sep - 2015	Sep - 2014	Sep - 2015	Sep - 2014	Sep - 2015	Sep - 2014	Sep - 2015	Sep - 2014	Sep - 2015	Sep - 2014
	Rupees in thousand													
Sales	1,556,345	2,494,775	5,566,384	5,855,538	214,109	196,311	59,368	20,900	44,009	91,309	(1,275,258)	(1,733,536)	6,164,957	6,925,297
Cost of Sales	1,465,497	2,397,416	4,405,121	5,093,102	167,512	148,215	37,442	-	28,814	71,986	(1,275,997)	(1,734,347)	4,828,389	5,976,372
Gross Profit	90,848	97,359	1,161,263	762,436	46,597	48,096	21,926	20,900	15,195	19,323	739	811	1,336,568	948,925
Distribution and Administrative expenses	52,584	45,305	1,012,927	780,447	31,964	36,030	17,725	24,123	17,087	23,207	-	(1)	1,132,287	909,111
Profit/(loss) before tax and before charging following	38,264	52,054	148,336	(18,011)	14,633	12,066	4,201	(3,223)	(1,892)	(3,884)	739	812	204,281	39,814
Financial charges													278,726	292,645
Other operating expenses													26,015	9
Other income													(64,205)	(119,453)
													240,536	173,201
Loss Before Tax													(36,256)	(133,387)
Taxation													38,490	51,067
Loss after tax													(74,746)	(184,454)

### 8.2 Segment assets and liabilities

	Spinning		Processing		Gul Ahmed International Limited FZC- UAE		GTM (Europe) Limited UK		GTM USA Corp.		Unallocated		Total Company	
	Un-Audited	Audited	Un-Audited	Audited	Un-Audited	Audited	Un-Audited	Audited	Un-Audited	Audited	Un-Audited	Audited	Un-Audited	Audited
	Sep - 2015	Jun- 2015	Sep - 2015	Jun- 2015	Sep - 2015	Jun- 2015	Sep - 2015	Jun- 2015	Sep - 2015	Jun- 2015	Sep - 2015	Jun- 2015	Sep - 2015	Jun- 2015
	(Rs 000s)													
Assets	3,942,494	4,654,991	20,139,576	17,191,540	453,224	470,873	247,708	210,041	34,245	39,098	1,399,961	2,780,685	26,217,208	25,347,228
Liabilities	885,620	1,900,111	5,819,328	5,974,840	157,270	201,306	2,357	2,186	18,912	854	12,015,168	9,885,572	18,898,655	17,964,869

8.3 Unallocated items represent those assets, liabilities income and expenses which are common to all segments and investment in subsidiaries.

### 8.4 Information about major customers

Revenue from major customer whose revenue exceeds 10% of gross sales is Rs.765 million (Sep-2014: Rs. 1,848 million).



## 8.5 Information by geographical area

	Revenue		Non-current assets	
	For the first quarter ended (Un-audited)		Un-Audited	Audited
	Sep - 2015	Sep - 2014	Sep - 2015	Jun - 2015
	Rupees in thousand			
Pakistan	2,310,929	2,029,825	9,246,228	9,156,597
Germany	926,568	1,163,800	-	-
United Kingdom	371,602	439,523	2,590	2,106
China	450,950	728,204	-	-
United States	126,096	273,418	3,538	4,418
Netherland	220,478	514,467	-	-
France	340,845	414,167	-	-
Brazil	27,995	85,128	-	-
United Arab Emirates	218,691	196,311	11,183	8,286
Other Countries	1,170,803	1,080,454	-	-
Total	6,164,957	6,925,297	9,263,539	9,171,407

## 9 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise subsidiaries, associated companies, companies where directors also hold directorship, directors of the Group and key management personnel. The Group in the normal course of business carried out transaction with various related parties.

Relationship with the Company	Nature of transactions	Un-Audited	
		Sep - 2015	Sep - 2014
		Rupees in thousand	
Associated Companies and other related parties	Purchase of goods	10,283	17,148
	Sale of goods	-	1,760
	Rent paid	4,050	1,950
	Fees paid	1,500	1,500
	Commission / rebate	365	3,638
	Bills discounted	573,198	523,895
	Commission / bank charges paid	4,442	5,513
	Mark up / Interest charged	19,738	19,218
	Provident fund contribution	25,120	21,212
Relationship with the Company	Nature of outstanding balances	Un-Audited	Audited
		Sep - 2015	Jun- 2015
		Rupees in thousand	
Associated companies and others related parties	Deposit with bank	23,968	18,486
	Borrowing from bank	1,106,669	1,149,965
	Bank guarantee	597,583	587,583
	Trade & other payable	5,990	11,793
	Trade & other receivable	1,427	1,427
	Accrued Mark up	18,782	23,116
	Loans to key management personnel & executives	18,649	20,725
	Payable to employees' provident fund	9,286	2,158

There are no transactions with directors of the Group and key management personnel other than those under the terms of employment for the period ending Sep-2015 amounting to Rs. 247 million (Sep-2014: Rs. 154 million) on account of remuneration.

## 10 DATE OF AUTHORISATION

These financial statements were authorised for issue on October 26, 2015 by the Board of Directors of the Group.

## 11 GENERAL

Allocations for the workers' profit participation fund, workers' welfare fund and taxation are provisional and final liability including liability for deferred taxation will be determined on the basis of annual results.

Figures have been rounded off to the nearest thousand rupees.

MOHOMED BASHIR  
Chairman

MOHAMMED ZAKI BASHIR  
Chief Executive Officer

