



Ghazi Fabrics International Limited  
*Signature of Quality*



## *Half Yearly Report*

*December 31, 2016*

**UN-AUDITED**



## COMPANY PROFILE

### **Board of directors**

Mrs. Azra Yasmin  
**Chairperson**

Mohammad Arshad Chaudhry  
**Chief Executive/ Director**

Kamran Arshad  
Rizwan Arshad  
Fareeha Arshad  
Wajeeha Haaris  
Muhammad Imran Rasheed

### **Audit Committee**

Muhammad Imran Rasheed  
**Chairman/ member**

Rizwan Arshad  
Member

Fareeha Arshad  
Member

### **Human Resource & Remuneration Committee**

Mrs. Azra Yasmin  
**Chairperson/ member**

Mohammad Arshad Chaudhry  
**Member**

Wajeeha Haaris  
**Member**

### **Company Secretary**

Majid Rehman, ACA

### **Chief Financial Officer**

Abid Rafi

### **Internal Auditor**

Nasir Imran Elahi, ACA

### **Auditors**

M/s. Qadeer & Company  
Chartered Accountants  
Lahore.

### **Share registrar**

M/s. Corplink (Pvt.) Ltd.  
Wings Arcade, I-K, Commercial, Model Town,  
Lahore

### **Legal Advisor**

Raja Muhammad Akram & Co.,  
Corporate Legal Consultants & Advocates  
33-C, Main Gulberg, Lahore

### **Bankers**

United Bank Limited  
Habib Bank Limited

### **Registered Office**

8-C, E-III, Gulberg-III, Lahore – 54660  
042-35764026-28, Fax: 042-35764032  
[www.ghazifabrics.com](http://www.ghazifabrics.com)

### **Mills**

46- K. M. Multan Road, Bhaipheru, Distt. Kasur.



## DIRECTOR'S REPORT

Dear Shareholders,

We are pleased to present the financial statements for the half year ended at December 31, 2016 duly reviewed by the auditors.

### **Operating results**

During the period under review the Company's gross profit was Rs. 31.017 million and the loss after tax of 216.586 million as compared to a loss of Rs. 160.201 million in the corresponding period ended December 31, 2015. Loss per share is Rs. 6.64 (corresponding period:Rs. 4.91).

### **Financial highlights**

	<b>December 2016</b>	<b>December 2015</b>
	<b>R u p e e s</b>	
Sales	2,366,252,173	2,299,197,598
Gross profit	31,017,475	48,876,293
Loss after tax	(216,586,206)	(160,201,373)
Gross profit (%)	1.31	2.12
Earning per share –EPS- Rs.	(6.64)	(4.91)

Indicative from the figures above, total sales of the Company increased by nearly 3% as compared to corresponding period. However the gross profit reduced to 1.31% as compared to 2.12% in corresponding period. This impact is mainly attributable to the textile sector being under pressure due to reduction in exports of textile products and also local market prices could not provide reasonable margins & the predatory power prices.

### **Future prospects**

The overall economic situation of Pakistan is under severe pressure like increased prices of energy, continued economic volatility, fierce competition in international markets and rising cost of doing business over the last several years has hampered the export growth, turnover and market un-competitiveness. Huge amount are also stuck up on account of tax refunds.

Bold steps, (including but not limited to) such as the formalization of textile policy, reduced tax rates for the industry, refunds of tax amounts, immediate measures for the availability of electricity and rationalization of its cost need to be taken by the Government; for they will provide the much needed support to the local industry.

### **Acknowledgement**

We are grateful to the management and employees of the Company for their hard-work and dedication. We also express our gratitude to our shareholder; bankers, suppliers and valued customers who cooperated with us throughout the period.

For and on behalf of the board

Lahore  
February 21, 2017

(Mohammad Arshad Chaudhry)  
Chief Executive Officer



## ڈائریکٹرز رپورٹ

محترم حصص یافتگان

ہم بمسرت 31 دسمبر 2016 کو ختم ہونے والے ششماہی مالی گوشوارے پیش کرتے ہیں جن کا جائزہ ڈائریکٹر کی طرف سے لیا گیا ہے۔

آپریٹنگ نتائج

زیر جائزہ مدت کے دوران کمپنی کا خام منافع 31.017 ملین روپے رہا اور بعد از ٹیکس نقصان 216.586 ملین روپے رہا جو کہ پچھلے سال اسی مدت کے دوران 160.201 ملین روپے رہا۔ رواں سال نقصان ایک حصص پر 6.64 روپے ہے جو پچھلے سال 4.91 روپے تھا۔

دسمبر 2015	دسمبر 2016	فرہنگی
روپے	روپے	
2,299,197,598	2,366,252,173	خام منافع
48,876,293	31,017,475	بعد از ٹیکس نقصان
(160,201,373)	(216,586,206)	خام منافع (%)
2.12	1.31	فی حصص آمدنی
(4.91)	(6.64)	

مندرجہ بالا اعداد و شمار سے نشاندہی ہوتی ہے کہ کمپنی کی کل فرہنگی میں پچھلے سال کی اسی مدت کے دوران 3% اضافہ ہوا ہے۔ تاہم خام منافع اسی مدت میں 2.12% کے مقابلے میں 1.31% تک کم رہا۔ یہ اثر بنیادی طور پر ٹیکسٹائل مصنوعات کی برآمدات میں کمی کی وجہ سے ٹیکسٹائل شعبے پر دباؤ سے منسوب ہے جو کہ مقامی مارکیٹ میں بھی قیمتوں کا مناسب منافع فراہم نہیں کر سکا۔

مستقبل کے امکانات

پاکستان کی مجموعی معاشی صورت حال، توانائی کی قیمتوں میں اضافہ، مسلسل اقتصادی اتار چڑھاؤ، بین الاقوامی مارکیٹ میں شدید مقابلے کی وجہ سے دباؤ میں ہے اور گزشتہ چند سالوں میں کاروبار کرنے کی بڑھتی ہوئی قیمتوں نے کاروباری حجم، برآمدات میں اضافہ اور مارکیٹ میں مقابلہ کو متاثر کیا ہے۔ بھاری رقوم بھی ٹیکس ریفرنڈ کی مد میں پھنس چکی ہیں۔

ٹیکسٹائل پالیسی کی تیاری، صنعت کے لئے کم ٹیکس کی شرح، ٹیکس قوم کی واپسی، بجلی کی معقول قیمت پر فوری فراہمی جیسے جرات مندانہ اقدامات لینے کی ضرورت ہے جو مقامی صنعت کو حمایت فراہم کرے گا۔

خراج تحسین

ہم انتظامیہ اور کمپنی کے ملازمین کی اور ان کی محنت اور لگن کے لئے شکریہ ادا کرتے ہیں۔ ہم اپنے حصص یافتگان، بینکاروں، سپلائرز اور قابل قدر صارفین کا شکریہ ادا کرتے ہیں جو اس مدت میں انہوں نے ہمارے ساتھ تعاون کیا۔

بورڈ آف ڈائریکٹرز کی جانب سے

لاہور

21 فروری 2017ء

چوہدری محمد ارشد

چیف ایگزیکٹو



## **AUDITOR'S REPORT TO THE MEMBERS ON REVIEW OF INTERIM FINANCIAL INFORMATION**

### **INTRODUCTION**

We have reviewed the accompanying condensed interim balance sheet of **GHAZI FABRICS INTERNATIONAL LIMITED** as at December 31, 2016 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement, condensed interim statement of changes in equity and notes to the interim financial information for the six months period then ended (here-in-after referred to as "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review. The figures of the condensed interim profit and loss account for quarters ended December 31, 2016 and 2015 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 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 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 on 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.

### **CONCLUSION**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information as of and for the six months period ended December 31, 2016 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan.

Lahore  
February 21, 2017

**QADEER & COMPANY**  
CHARTERED ACCOUNTANTS  
NAWAZ KHAN, FCA

**CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)**  
**BALANCE SHEET AS AT DECEMBER 31, 2016**

	Note	Unaudited December 31, 2016 Rupees	Audited June 30, 2016 Rupees
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital	5.01	400,000,000	400,000,000
Issued, subscribed and paid-up capital	5.02	326,356,000	326,356,000
Directors' loan		1,535,727,835	1,255,727,835
Accumulated loss		(970,023,953)	(753,437,747)
		892,059,882	828,646,088
<b>NON CURRENT LIABILITIES</b>			
Long term financing	6	350,000,032	350,000,030
Deferred liabilities		89,826,882	60,906,493
		439,826,914	410,906,523
<b>CURRENT LIABILITIES</b>			
Trade and other payables		374,117,193	439,316,968
Markup / interest payables		26,750,534	10,985,629
Short term bank borrowings		1,363,734,505	940,648,513
Current portion of long term financing	6	68,653,846	143,461,540
Provision for taxation		23,886,967	35,228,181
		1,857,143,046	1,569,640,831
<b>CONTINGENCIES AND COMMITMENTS</b>			
	7	-	-
		3,189,029,841	2,809,193,442
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Operating fixed assets	8	1,526,726,928	1,605,032,489
Capital work in progress		73,777,519	34,210,062
		1,600,504,447	1,639,242,551
LONG TERM DEPOSIT		13,011,744	13,011,744
		1,613,516,191	1,652,254,295
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		111,592,070	93,384,579
Stock in trade		1,031,285,105	626,433,802
Trade debts		171,296,708	128,667,713
Loans and advances		69,580,660	120,113,204
Trade deposits and short term prepayments		2,128,261	300,000
Other receivables		184,969,564	183,884,120
Cash and bank balances		4,661,283	4,155,728
		1,575,513,650	1,156,939,147
		3,189,029,841	2,809,193,442

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

Chief Executive

Director



**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2016**

	Note	Half Year Ended		Quarter Ended	
		December 31,		December 31,	
		2016	2015	2016	2015
		Rupees		Rupees	
<b>SALES - Net</b>		2,366,252,173	2,299,197,598	1,134,002,799	1,191,240,744
<b>COST OF SALES</b>	9	2,335,234,698	2,250,321,305	1,051,653,225	1,138,906,493
<b>GROSS PROFIT</b>		31,017,475	48,876,293	82,349,574	52,334,251
<b>SELLING AND DISTRIBUTION</b>		66,502,148	52,577,017	57,438,958	43,701,021
<b>ADMINISTRATIVE EXPENSES</b>		54,366,759	60,534,006	28,564,142	33,639,504
		120,868,907	113,111,023	86,003,100	77,340,525
<b>OPERATING LOSS</b>		(89,851,432)	(64,234,730)	(3,653,526)	(25,006,274)
<b>OTHER INCOME</b>		4,135,174	5,352,008	1,904,105	3,677,577
		(85,716,258)	(58,882,722)	(1,749,421)	(21,328,697)
<b>FINANCE COST</b>		73,224,177	61,661,739	50,197,865	34,952,471
<b>OTHER CHARGES</b>		9,921,411	-	9,637,107	-
<b>LOSS BEFORE TAXATION</b>		(168,861,845)	(120,544,461)	(61,584,392)	(56,281,168)
<b>PROVISION FOR TAXATION</b>		47,724,361	39,656,912	32,224,011	22,907,451
<b>LOSS AFTER TAXATION</b>		(216,586,206)	(160,201,373)	(93,808,403)	(79,188,619)
<b>Earnings per share - Basic</b>		<b>(6.64)</b>	<b>(4.91)</b>	<b>(2.87)</b>	<b>(2.43)</b>

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

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE HALFYEAR ENDED DECEMBER 31, 2016**

	<b>Half Year Ended</b>		<b>Quarter Ended</b>	
	<b>December 31,</b>		<b>December 31,</b>	
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
	<b>Rupees</b>		<b>Rupees</b>	
Loss after taxation	(216,586,206)	(160,201,373)	(93,808,403)	(79,188,619)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	<u>(216,586,206)</u>	<u>(160,201,373)</u>	<u>(93,808,403)</u>	<u>(79,188,619)</u>

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

Chief Executive

Director





## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

### FOR THE HALF YEAR ENDED DECEMBER 31, 2016

	December 31, 2016 Rupees	December 31, 2015 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(168,861,845)	(120,544,461)
Adjustment for:		
Depreciation	73,454,164	79,036,533
Loss on disposal of fixed assets	7,011,967	(299,357)
Staff retirement benefits	12,249,552	11,680,402
Finance cost	73,224,177	61,661,739
	<u>165,939,859</u>	<u>152,079,317</u>
<b>Cash flows before working capital changes</b>	<u>(2,921,986)</u>	<u>31,534,856</u>
 (Increase)/decrease in current assets		
Stores, spares and loose tools	(18,207,491)	9,638,099
Stock in trade	(404,851,303)	(110,684,130)
Trade debts	(42,628,995)	(70,134,147)
Loans and advances	30,024,903	(72,005,579)
Trade deposits and prepayments	(1,828,261)	1,108,539
Other receivable	11,490,453	37,381,462
Increase/(decrease) in current liabilities		
Trade and other payables	(65,199,775)	109,735,314
	<u>(491,200,468)</u>	<u>(94,960,442)</u>
<b>Cash (Outflows) / Inflows from operations</b>	<u>(494,122,454)</u>	<u>(63,425,586)</u>
 Finance cost paid	(57,459,272)	(66,220,907)
Staff retirement benefits Paid	(9,619,657)	(8,554,567)
Income Tax paid	(24,843,337)	(30,715,167)
<b>Net cash used in operating activities</b>	<u>(586,044,720)</u>	<u>(168,916,227)</u>
 <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment purchased	(4,602,501)	(117,731,907)
Proceeds from disposal of property, plant and equipment	2,441,934	305,000
Capital Work in Progress	(39,567,457)	96,705,550
Long term deposits	-	-
<b>Net cash used in investing activities</b>	<u>(41,728,024)</u>	<u>(20,721,357)</u>
 <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long term financing	(74,807,694)	(121,320,664)
Loan from directors and others-net	280,000,000	142,000,000
Short term borrowings- net	423,085,992	144,921,421
<b>Net cash generated from financing activities</b>	<u>628,278,298</u>	<u>165,600,757</u>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<u>505,555</u>	<u>(24,036,827)</u>
<b>CASH AND CASH EQUIVALENTS</b>		
<b>AT THE BEGINNING OF THE PERIOD</b>	<u>4,155,728</u>	<u>25,006,550</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<u><u>4,661,283</u></u>	<u><u>969,723</u></u>

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

Chief Executive

Director



**CONDENSED INTERIM STATEMENT  
OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE HALF YEAR ENDED DECEMBER 31, 2016**

	Issued, subscribed and paid-up capital	Director's Loan	Accumulated losses	Total
		R U P E E S		
<b>Balance as at July 01, 2015</b>	326,356,000	1,177,727,835	(481,505,557)	1,022,578,278
Transaction with owner loan from directors	-	142,000,000	-	142,000,000
Total comprehensive loss for the period	-	-	(160,201,373)	(160,201,373)
<b>Balance as at December 31, 2015</b>	<b>326,356,000</b>	<b>1,319,727,835</b>	<b>(641,706,930)</b>	<b>1,004,376,905</b>
<b>Balance as at July 01, 2016</b>	326,356,000	1,255,727,835	(753,437,747)	828,646,088
Transaction with owner loan from directors	-	280,000,000	-	280,000,000
Total comprehensive loss for the period	-	-	(216,586,206)	(216,586,206)
<b>Balance as at December 31, 2016</b>	<b>326,356,000</b>	<b>1,535,727,835</b>	<b>(970,023,953)</b>	<b>892,059,882</b>

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



## SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2016

### 1 STATUS AND ACTIVITIES

The Company was incorporated in Pakistan on April 30, 1989 as Private Limited and converted into public limited on January 07, 1990. Its shares are quoted at Pakistan Stock Exchanges. The main activities of the Company are textile manufacturing, production of cotton and P.C. yarn and grey cloth that are marketed both in and outside Pakistan. The registered office of the Company is situated at 8-C, E-III, Gulberg III, Lahore.

### 2 STATEMENT OF COMPLIANCE

This condensed interim financial information is un-audited but subject to limited scope review by auditors and have been prepared in accordance with the requirements of International Accounting Standard No. 34 "Interim Financial Reporting" and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provision of or directives issued under the Companies Ordinance, 1984 have been followed.

This condensed interim financial information does not include all of the information required for full financial statements, and should be read in conjunction with the financial statements of the Company for the year ended June 30, 2016.

### 3 BASIS OF MEASUREMENT

This condensed interim financial information has been prepared under the historical cost convention modified by adjustment of revaluation of certain assets. In this condensed interim financial information, except for the cash flow statement, all the transactions have been accounted for on accrual basis.

### 4 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods for computation adopted for the preparation of this condensed interim financial information are the same as those applied in preparation of the financial statements for the year ended June 30, 2016.

	December 31, 2016 Rupees	June 30, 2016 Rupees
<b>5 SHARE CAPITAL</b>		
5.01 <b>Authorized capital</b>		
40,000,000 (June 30, 2016 : 40,000,000) ordinary shares of Rs. 10/- each paid in cash.	400,000,000	400,000,000
5.02 <b>Issued, subscribed and paid up capital:</b>		
32,635,600 (June 30, 2016 : 32,635,600) ordinary shares of Rs. 10/- each paid in cash.	326,356,000	326,356,000
<b>6 LONG TERM FINANCING - Secured</b>		
Opening balance	493,461,570	611,433,281
Add: Acquired during the period	-	100,000,000
Less: Repayment during the period	(74,807,692)	(217,971,711)
	418,653,878	493,461,570
Less: Current portion	(68,653,846)	(143,461,540)
	350,000,032	350,000,030

### 7 CONTINGENCIES AND COMMITMENTS

- 7.01 There is no material change in the status of the contingencies reported in the annual financial statements for the year ended June 30, 2016.
- 7.02 Commitments against irrevocable letters of credit outstanding as at December 31, 2016 amounts to Rs. Nil : (June 30, 2016 Rs. 6.5 Million).

### 8 PROPERTY, PLANT AND EQUIPMENT

Opening written down value	1,605,032,488	1,535,323,787
Addition during the period		
Buildings on freehold land	-	88,666,321
Plant and machinery	700,000	124,599,842
Vehicles	2,863,248	2,236,057
Tools and equipment	1,039,253	538,436
Electric installations	-	5,513,147
	4,602,501	221,553,803
Book value of assets disposed off during the period	(9,453,897)	(7,527)
Depreciation for the period	(73,454,164)	(151,837,575)
	1,526,726,928	1,605,032,488

	Unaudited Half Year Ended		Unaudited Quarter Ended	
	December 31,	December 31,	December 31,	December 31,
	2016	2015	2016	2015
<b>9 COST OF SALES</b>	<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>
Raw material consumed	1,633,954,808	1,547,456,585	671,588,673	671,753,177
Fabric conversion, dyeing and bleaching	6,464,569	17,854,854	488,062	12,596,857
Salaries, wages and benefits	199,618,588	206,157,582	64,481,795	128,907,361
Fuel and power	196,679,390	287,412,724	61,674,158	173,345,480
Packing material consumed	29,191,703	44,059,953	17,492,628	33,661,550
Sizing material consumed	15,602,429	20,381,571	(342,413)	13,710,228
Store and spares consumed	43,337,653	56,384,426	31,752,092	38,459,657
Insurance	4,119,855	2,929,931	2,354,971	2,029,780
Depreciation	69,781,456	74,826,209	37,374,535	42,467,979
Others	7,093,036	11,358,417	5,397,514	10,024,232
	<u>2,205,843,487</u>	<u>2,268,822,252</u>	<u>892,262,015</u>	<u>1,126,956,301</u>
Adjustment of work in process	<u>8,977,824</u>	<u>(27,044,162)</u>	<u>13,977,824</u>	<u>(29,795,054)</u>
Cost of goods manufactured	<u>2,214,821,311</u>	<u>2,241,778,089</u>	<u>906,239,839</u>	<u>1,097,161,247</u>
Adjustment of finished goods	<u>120,413,387</u>	<u>8,543,216</u>	<u>145,413,387</u>	<u>44,413,898</u>
	<u><b>2,335,234,698</b></u>	<u><b>2,250,321,305</b></u>	<u><b>1,051,653,225</b></u>	<u><b>1,141,575,144</b></u>

	Half year ended	
	December 31,	December 31,
	2016	2015
<b>10 TRANSACTION WITH RELATED PARTIES</b>		
Receipt / (Repayment ) of Sponsors' loan - net	280,000,000	142,000,000

## 11 INFORMATION ABOUT REPORTING SEGMENT

The following table presents revenue and profit information regarding the Company's operating segments for the half year ended December 31, 2016 and December 31, 2015.

	Spinning	Weaving	Inter - segment Transactions	Consolidated
<b>Amount (Rupees)</b>				
<b>December 31, 2016</b>				
Sales	1,675,890,827	1,116,304,946	(425,943,600)	2,366,252,173
Cost of Sales:	<u>(1,816,304,242)</u>	<u>(944,874,055)</u>	<u>425,943,600</u>	<u>(2,335,234,697)</u>
Gross profit / (Loss)	<u>(140,413,415)</u>	<u>171,430,891</u>	<u>-</u>	<u>31,017,475</u>
Selling and distribution costs	<u>(19,950,645)</u>	<u>(46,551,504)</u>	<u>-</u>	<u>(66,502,148)</u>
Administrative and general expenses	<u>(44,580,742)</u>	<u>(9,786,017)</u>	<u>-</u>	<u>(54,366,759)</u>
Profit /(loss) before taxation & un-allocated expenses	<u>(204,944,802)</u>	<u>115,093,370</u>	<u>-</u>	<u>(89,851,432)</u>
Un-allocated expenses:				
Other operating expenses				(9,921,411)
Other operating income				4,135,174
Finance cost				<u>(73,224,177)</u>
Loss before taxation				<u>(168,861,845)</u>
Taxation				<u>(47,724,361)</u>
<b>Net loss for the period</b>				<u><b>(216,586,206)</b></u>

<b>Amount (Rupees)</b>				
<b>December 31, 2015</b>				
Sales	1,738,536,383	1,210,452,664	(649,791,450)	3,598,780,497
Cost of Sales:	<u>(1,014,725,339)</u>	<u>(1,885,387,416)</u>	<u>649,791,450</u>	<u>(3,549,904,205)</u>
Gross profit / (Loss)	<u>723,811,044</u>	<u>(674,934,752)</u>	<u>-</u>	<u>48,876,292</u>
Selling and distribution costs	<u>(12,740,311)</u>	<u>(37,978,784)</u>	<u>-</u>	<u>(50,719,095)</u>
Administrative and general expenses	<u>(15,818,789)</u>	<u>(2,376,907)</u>	<u>-</u>	<u>(18,195,696)</u>
Profit /(loss) before taxation & un-allocated expenses	<u>695,251,944</u>	<u>(715,290,443)</u>	<u>-</u>	<u>(20,038,499)</u>
Un-allocated expenses:				
Other operating expenses				(44,196,233)
Other operating income				5,352,008
Finance cost				<u>(61,661,739)</u>
Loss before taxation				<u>(120,544,461)</u>
Taxation				<u>(39,656,912)</u>
<b>Net loss for the period</b>				<u><b>(160,201,373)</b></u>

## 12 AUTHORIZATION FOR ISSUE

This condensed interim financial information was approved by the Board of Directors and authorized for issue on February 21, 2017.

## 13 CORRESPONDING FIGURES

13.1 Corresponding figures have been re-arranged, wherever necessary to the facilitation of comparison

13.2 Figures have been rounded off to the nearest rupee.

Chief Executive

Director

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