

1ST QUARTERLY ACCOUNTS
SEPTEMBER 30, 2013
(UN-AUDITED)



MAHMOOD TEXTILE MILLS LTD.



DIRECTORS' REVIEW

Your Directors are pleased to present the un-audited accounts of the Company for the 1st Quarter ended 30-09-2013. By the Grace of Almighty Allah the Company during the Quarter under report after providing depreciation of Rs. 72,194,455/- and Income Tax of Rs. 37,000,000/- earned net profit of Rs. 190,114,541/-

Future result depends upon the availability of cotton at economical and compatible prices, smooth supply of utilities and financial facilities at cheap and affordable markup rates.

The details of production and sales of yarn and fabrics is tabulated as under:

PRODUCTION DATA

Production of yarn (Converted into 20 count)	=Kgs.	8,780,963
Production of cloth (Converted into 60 picks)	=Sq.Mtrs.	7,400,977

SALES DATA

Export sale (Net)	=Rs.	2,152	(Million)
Local sale (Net)	=Rs.	1,568	(Million)
Total Sales	=Rs.	3,720	(Million)

On behalf of Board of Directors.

sdl/-

Multan:

(KHAWAJA MUHAMMAD MASOOD)

Dated: 29th October, 2013

Chairman

BALANCE SHEET (UN-AUDITED) AS AT SEPTEMBER 30, 2013

	Un-Audited 30 September 2013 Rupees	Audited 30 June, 2013 Rupees
NON CURRENT ASSETS		
Operating fixed assets	2,979,751,437	3,056,632,349
Long term investments	1,073,764,201	1,073,764,201
Loan to an executive	4,200,000	4,500,000
Long term deposits	8,427,521	8,201,271
CURRENT ASSETS		
Stores, spares and tools	164,579,671	157,458,101
Stock-in-trade	2,480,516,341	3,646,587,131
Trade debtors	521,913,119	539,697,404
Short term investments	360,669,544	275,422,630
Loans and advances	316,360,524	88,463,042
Other receivables	33,030,323	70,796,091
Tax refunds due from Government	311,820,179	249,301,731
Cash and bank balances	68,584,904	13,845,947
	<u>4,257,474,605</u>	<u>5,041,572,077</u>
	<u>8,323,617,764</u>	<u>9,184,669,898</u>
SHARE CAPITAL AND RESERVES		
Authorized Capital		
30,000,000 ordinary shares of Rs.10 each	<u>300,000,000</u>	<u>300,000,000</u>
Issued, subscribed & paid-up capital	150,000,000	150,000,000
Capital Reserve	7,120,600	7,120,600
Unappropriated profit	4,159,717,655	3,969,603,114
	<u>4,316,838,255</u>	<u>4,126,723,714</u>
NON CURRENT LIABILITIES		
Long term financing	1,109,867,585	1,143,628,695
Deferred Liabilities	115,243,874	115,243,874
CURRENT LIABILITIES		
Current portion of long term liabilities	313,542,544	303,607,674
Trade and other payable	1,040,569,396	817,438,001
Interest / mark up on loans	78,743,339	104,706,463
Short term borrowings	1,147,482,511	2,408,991,217
Provision for taxation	201,330,260	164,330,260
	<u>2,781,668,050</u>	<u>3,799,073,615</u>
CONTINGENCIES AND COMMITMENTS	<u>8,323,617,764</u>	<u>9,184,669,898</u>

Sd/-
(KH. MUHAMMAD MASOOD)
CHAIRMAN

Sd/-
(KH. MUHAMMAD IQBAL)
CHIEF EXECUTIVE OFFICER

Sd/-
(KH. MUHAMMAD YOUNUS)
DIRECTOR

Sd/-
(MUHAMMAD AMIN PAL)
CHIEF FINANCIAL OFFICER

PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE PERIOD ENDED SEPTEMBER 30, 2013

	2013 1st Quarter 30-09-2013 Rupees	2012 1st Quarter 30-09-2012 Rupees
Sales - net	3,719,907,350	3,562,083,830
Cost of sales	(3,245,753,261)	(3,101,717,194)
GROSS PROFIT	<u>474,154,089</u>	<u>460,366,636</u>
Other operating income	605,798	121,700
	<u>474,759,887</u>	<u>460,488,336</u>
Distribution cost	77,778,942	138,595,107
Administrative expenses	62,867,000	45,025,276
Other operating expenses	6,262,686	14,321,050
Finance cost	100,736,718	69,595,930
	<u>247,645,346</u>	<u>267,537,363</u>
PROFIT BEFORE TAXATION	<u>227,114,541</u>	<u>192,950,973</u>
Provision for taxation	37,000,000	35,000,000
	<u>190,114,541</u>	<u>157,950,973</u>
PROFIT FOR THE YEAR/PERIOD	<u>190,114,541</u>	<u>157,950,973</u>
Earnings per share	<u>12.67</u>	<u>10.53</u>
COST OF SALES		
Opening Stock	921,417,065	734,453,321
Cost of goods manufactured	3,195,426,306	3,159,479,589
	<u>4,116,843,371</u>	<u>3,893,932,910</u>
Closing Stock	871,090,110	792,215,716
	<u>3,245,753,261</u>	<u>3,101,717,194</u>
COST OF GOODS MANUFACTURED		
Raw material consumed	2,501,539,238	2,477,166,122
Stores spares & loose tools	217,671,747	258,256,923
Salaries, wages & benefits	154,231,073	132,546,492
Insurance	29,938,584	32,398,411
Electric power & gas	213,613,719	196,984,964
Repair & maintenance	6,237,490	5,178,958
Depreciation	72,194,455	56,947,719
	<u>3,195,426,306</u>	<u>3,159,479,589</u>

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CASH FLOW STATEMENT (UN-AUDITED) FOR THE PERIOD ENDED SEPTEMBER 30, 2013

	2013 30-09-2013 Rupees	2012 30-09-2012 Rupees
CASH INFLOW FROM OPERATING ACTIVITIES		
Profit before taxation	227,114,541	192,950,973
Adjustment for		
Depreciation	77,258,593	61,014,202
(Profit) / Loss on sale of Fixed assets	(348,989)	(23,255)
Income on deposits with banks	-	(4,103)
Financial Charges	100,736,718	69,595,930
	177,646,322	130,582,774
Cash flow before working capital change	404,760,863	323,533,747
Change in working capital		
(increase)/decrease in current assets		
Stores, spares and loose tools	(7,121,570)	(4,861,428)
Stock in trade	1,166,070,790	(607,984,192)
Trade debtors	17,784,285	63,609,103
Short term investments	(85,246,914)	(169,532,785)
Advances, deposits & other receivables (excluding		
Income Tax and profit on deposits with banks)	(190,131,714)	(7,735,590)
Tax refunds due from Government	(31,047,679)	136,420,573
(Decrease)/ Increase in current liabilities, Trade and		
other payables (excluding accrued financial changes)	223,131,395	(197,184,736)
Net cash used in investing activities	1,093,483,593	(787,269,055)
CASH OUTFLOWS FROM OPERATING ACTIVITIES		
BEFORE TAXATION	1,498,199,456	(463,735,308)
Taxes paid	(31,470,769)	-
Loans to an executive	300,000	-
Net cash used in operating activities	1,467,028,687	(463,735,308)
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed Capital expenditure	(528,692)	(17,220,402)
Deposit for shares	(226,250)	-
Proceeds realised from disposal of fixed assets	500,000	5,650,000
Income on deposits with banks received	-	4,103
	(254,942)	(11,566,299)
CASH FLOW FROM FINANCING ACTIVITIES		
Long term loans and finances - net	(23,826,240)	(8,211,793)
Short term finances - net	(1,261,508,706)	574,376,150
Finance cost paid	(126,699,842)	(69,595,930)
	(1,412,034,788)	496,568,427
NET (DECREASE) INCREASE IN CASH & CASH EQUIVALENTS	54,738,957	21,266,820
Cash and cash equivalents at the beginning of the year /period	13,845,947	9,118,046
Cash and cash equivalents at the end of the period	68,584,904	30,384,866

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STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED SEPTEMBER 30, 2013

	Share Capital Rupees	Capital Reserve Rupees	Un-Appropriated Profit Rupees	Total Rupees
Balance as at June 30, 2012	150,000,000	7,120,600	3,450,677,720	3,607,798,320
Transactions with Owners:				
Final cash dividend for the year ended	-	-	(150,000,000)	(150,000,000)
June 30, 2012 @ Rs. 10/= per share	-	-	668,925,394	668,925,394
Total comprehensive income for the year	150,000,000	7,120,600	3,969,603,114	4,126,723,714
Balance as at June 30, 2013	-	-	190,114,541	190,114,541
Profit for 1st quarter 2013	150,000,000	7,120,600	4,159,717,655	4,316,838,255
Balance as at September 30, 2013				

NOTES TO THE ACCOUNTS

- These accounts are un-audited and are being presented to Members as required under Section 245 of the Companies Ordinance 1984.
- Accounting Policies have been adopted are the same applied in the preparation of Annual Accounts for the year ended 30-06-2013.
- Provision for WPPF has not been made in the accounts and will be provided at the end of the year 30-06-2014.
- Figures are re-arranged where ever necessary for the purposes of comparison and figures are rounded off to the nearest rupee.

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