

1ST QUARTERLY ACCOUNTS
SEPTEMBER 30, 2014
(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 30-09-2014. By the Grace of Almighty Allah the Company during the Quarter under report after providing depreciation of Rs. 76,730,116/- and Income Tax of Rs. 34,000,000/- earned net profit of Rs. 11,312,660/-

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.	8,643,098
---	-------	-----------

Production of cloth (Converted into 60 picks)	=Sq.Mtrs.	7,504,201
--	-----------	-----------

SALES DATA

Export sale (Net)	=Rs.	2,696	(Million)
Local sale (Net)	=Rs.	603	(Million)
Total Sales	=Rs.	3,299	(Million)

On behalf of Board of Directors.

Multan:
Dated: 29th October, 2014

sd/-
(KHAWAJA MUHAMMAD MASOOD)
Chairman

BALANCE SHEET (UN-AUDITED)

As on September 30, 2014

	Un-Audited 30 September 2014 Rupees	Audited 30 June, 2014 Rupees
NON CURRENT ASSETS		
Operating fixed assets	2,940,546,963	3,019,422,708
Capital work in progress	15,239,691	15,239,691
	2,955,786,654	3,034,662,399
Long term investments	1,212,505,442	1,212,505,442
Loan to an executive	3,490,000	3,851,500
Long term deposits	8,732,521	8,732,521
CURRENT ASSETS		
Stores, spares and tools	164,612,969	176,239,846
Stock-in-trade	1,816,526,371	2,667,620,149
Trade debtors	657,596,073	604,766,242
Short term investments	842,095,785	765,596,206
Loans and advances	552,739,466	87,118,897
Other receivables	134,574,554	66,265,873
Tax refunds due from Government	347,633,390	485,938,610
Cash and bank balances	6,997,107	8,772,845
	4,522,775,715	4,862,318,668
	8,703,290,332	9,122,070,530
SHARE CAPITAL AND RESERVES		
Authorized Capital		
30,000,000 ordinary shares of Rs.10 each	300,000,000	300,000,000
Issued, subscribed & paid-up capital	150,000,000	150,000,000
Capital Reserve	7,120,600	7,120,600
Unappropriated profit	4,302,615,615	4,291,302,955
	4,459,736,215	4,448,423,555
NON CURRENT LIABILITIES		
Long term financing	1,012,659,635	1,040,264,812
Deferred Liabilities	115,243,874	115,243,874
CURRENT LIABILITIES		
Current portion of long term liabilities	317,583,188	323,527,068
Trade and other payable	577,342,585	527,519,259
Interest / mark up on loans	79,121,492	92,266,478
Short term borrowings	1,956,678,343	2,423,900,484
Provision for taxation	184,925,000	150,925,000
	3,115,650,608	3,518,138,289
CONTINGENCIES AND COMMITMENTS	-	-
	8,703,290,332	9,122,070,530

Sd/-
(KH. MUHAMMAD MASOOD)
CHAIRMAN

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

Sd/-
(KH. MUHAMMAD YUNUS)
DIRECTOR

Sd/-
(MUHAMMAD AMIN PAL)
CHIEF FINANCIAL OFFICER

PROFIT AND LOSS ACCOUNT (UN-AUDITED)

For the period ended September 30, 2014

	2014 1st Quarter 30-09-2014 Rupees	2013 1st Quarter 30-09-2013 Rupees
Sales - net	3,298,842,803	3,719,907,350
Cost of sales	(2,989,286,055)	(3,245,753,261)
GROSS PROFIT	309,556,748	474,154,089
Other operating income	2,800,354	605,798
	<u>312,457,102</u>	<u>474,759,887</u>
Distribution cost	99,743,562	77,778,942
Administrative expenses	68,711,963	62,867,000
Other operating expenses	78,552	6,262,686
Finance cost	98,610,365	100,736,718
	<u>267,144,442</u>	<u>247,645,346</u>
PROFIT BEFORE TAXATION	45,312,660	227,114,541
Provision for taxation	34,000,000	37,000,000
	<u>11,312,660</u>	<u>190,114,541</u>
PROFIT FOR THE YEAR/PERIOD	11,312,660	190,114,541
Earnings per share	0.75	12.67
COST OF SALES		
Opening Stock	940,322,341	921,417,065
Cost of goods manufactured	2,897,193,306	3,195,426,306
	<u>3,837,515,647</u>	<u>4,116,843,371</u>
Closing Stock	848,229,592	871,090,110
	<u>2,989,286,055</u>	<u>3,245,753,261</u>
COST OF GOODS MANUFACTURED		
Raw material consumed	2,164,990,817	2,501,539,238
Stores spares & loose tools	177,819,244	217,671,747
Salaries, wages & benefits	184,949,378	154,231,073
Insurance	27,068,462	29,938,584
Electric power & gas	267,518,129	213,613,719
Repair & maintenance	2,367,699	6,237,490
Depreciation	72,479,577	72,194,455
	<u>2,897,193,306</u>	<u>3,195,426,306</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

CASH FLOW STATEMENT (UN-AUDITED)

For the period ended September 30, 2014

	2014 30-09-2014 Rupees	2013 30-09-2013 Rupees
CASH INFLOW FROM OPERATING ACTIVITIES		
Profit before taxation	45,312,660	227,114,541
Adjustment for		
Depreciation	76,730,116	77,258,593
(Profit) /Loss on sale of Fixed assets	(221,919)	(348,989)
Gain on sale of short term investments	(2,586,783)	-
Income on deposits with banks	(13,100)	-
Financial Charges	98,610,365	100,736,718
	172,518,679	177,646,322
Cash flow before working capital change	217,831,339	404,760,863
(Increase)/decrease in current assets		
Stores, spares and loose tools	11,626,877	(7,121,570)
Stock in trade	851,093,778	1,166,070,790
Trade debtors	(52,829,831)	17,784,285
Sort term investments	(73,912,796)	(85,246,914)
Advances, deposits & other receivables (excluding		
Income Tax and profit on deposits with banks)	(533,929,250)	(190,131,714)
Tax refunds due from Government	175,701,931	(31,047,679)
(Decrease)/ Increase in current liabilities, Trade and		
other payables (excluding accrued financial changes)	49,823,326	223,131,395
	427,574,035	1,093,438,593
CASH OUTFLOWS FROM OPERATING ACTIVITIES		
BEFORE TAXATION	645,405,374	1,498,199,456
Taxes paid	(37,396,711)	(31,470,769)
Loans to an executive	361,500	300,000
Net cash generated/ (used in) operating activities	608,370,163	1,467,028,687
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed Capital expenditure	(232,452)	(528,692)
Long term deposits	-	(226,250)
Proceeds realised from disposal of fixed assets	2,600,000	500,000
Income on deposits with banks received	13,100	-
Net cash generated/ (used in) investing activities	2,380,648	(254,942)
CASH FLOW FROM FINANCING ACTIVITIES		
Long term loans and finances - net	(33,549,057)	(23,826,240)
Short term finances - net	(467,222,141)	(261,508,706)
Finance cost paid	(111,755,351)	(126,699,842)
Net cash generated/ (used in) financing activities	(612,526,549)	(1,412,034,788)
NET (DECREASE) INCREASE IN CASH & CASH EQUIVALENTS	(1,775,738)	54,738,957
Cash and cash equivalents at the beginning of the year /period	8,772,845	13,845,947
Cash and cash equivalents at the end of the year /period	6,997,107	68,584,904

Sd/-
(KH. MUHAMMAD MASOOD)
CHAIRMAN

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

Sd/-
(KH. MUHAMMAD YOUNUS)
DIRECTOR

Sd/-
(MUHAMMAD AMIN PAL)
CHIEF FINANCIAL OFFICER

STATEMENT OF CHANGES IN EQUITY

For the period ended September 30, 2014

	Share Capital Rupees	Capital Reserve Rupees	Un-Appropriated Profit Rupees	Total Rupees
Balance as at June 30, 2013	150,000,000	7,120,600	3,969,603,114	4,126,723,714
Transactions with Owners:				
Final cash dividend for the year ended June 30, 2013 @ Rs. 10/= per share	-	-	(150,000,000)	(150,000,000)
Total comprehensive income for the year	-	-	471,699,841	471,699,841
Balance as at June 30, 2014	150,000,000	7,120,600	4,291,302,955	4,448,423,555
Profit for 1st quarter 2014	-	-	11,312,660	11,312,660
Balance as at September 30, 2014	150,000,000	7,120,600	4,302,615,615	4,459,736,215

NOTES TO THE ACCOUNTS

- 1- These accounts are un-audited and are being presented to Members as required under Section 245 of the Companies Ordinance 1984.
- 2- Accounting Policies have been adopted are the same applied in the preparation of Annual Accounts for the year ended 30-06-2014.
- 3- Provision for WPPF has not been made in the accounts and will be provided at the end of the year 30-06-2015.
- 4- Figures are re-arranged where ever necessary for the purposes of comparison and figures are rounded off to the nearest rupee.

Sd/-
(KH. MUHAMMAD MASOOD)
CHAIRMAN

Sd/-
(KH. MUHAMMAD IQBAL)
CHIEF EXECUTIVE

Sd/-
(KH. MUHAMMAD YOUNUS)
DIRECTOR

Sd/-
(MUHAMMAD ANIN PAL)
CHIEF FINANCIAL OFFICER

BOOK POST
Printed Matter
UNDER POSTAL CERTIFICATE

To,

If Undelivered, Please return to:
MAHMOOD TEXTILE MILLS LTD.
Maher Manzil, Lohari Gate, Multan.