

3rd QUARTERLY ACCOUNTS

March 31, 2016

(UN-AUDITED)



MAHMOOD TEXTILE MILLS LTD.



DIRECTORS' REVIEW

Your Directors are pleased to present the un-audited accounts of the Company for the 3rd Quarter ended 31 March, 2016. The Company during the quarter incurred a net loss of Rs. 57,008,278/- as compared to net profit Rs. 28,019,958/- earned during the corresponding period. The prices of yarn & fabrics in the local as well as international market decreased manifold in current period as compared to last year corresponding period. We expect that operational results in the fourth quarter will improve on the back of 24 hours availability of gas and favorable market trend.

The detail of production of yarn, fabrics and their local and export sales, during the nine months are tabulated as under:-

PRODUCTION DATA

Production of yarn (Converted into 20 count)	=Kgs.	28,472,883
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Production of cloth (Converted into 60 picks)	=Sq.Mtrs.	27,195,830
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SALES DATA

Export sale (Net)	=Rs.	8,399	(Million)
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Local sale (Net)	=Rs.	1,844	(Million)
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Total Sales	=Rs.	10,243	(Million)
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On behalf of Board of Directors.

Multan:
Dated: 28th April, 2016

sd/-
(KHAWAJA MUHAMMAD MASOOD)
Chairman

BALANCE SHEET (UN-AUDITED)

As at March 31, 2016

	Un-Audited 31 March 2016 Rupees	Audited 30 June, 2015 Rupees
ASSETS		
NON CURRENT ASSETS		
Property, plant and equipment	2,902,126,851	3,041,918,779
Long term investments	1,351,189,011	1,351,189,011
Loan to an executive	24,610	1,384,092
Long term deposits	8,732,521	8,732,521
CURRENT ASSETS		
Stores, spares and tools	182,510,815	186,838,001
Stock-in-trade	3,023,295,854	3,402,944,706
Trade debtors	926,325,395	1,343,003,773
Loans and advances	1,314,211,518	74,898,764
Other receivables	63,241,636	54,139,312
Short term investments	2,888,941,809	1,673,500,693
Tax refunds due from the Government	186,981,610	334,619,158
Cash and bank balances	21,121,127	15,137,192
	8,606,629,764	7,085,081,599
Total Assets	12,868,702,757	11,488,306,002
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	4,395,740,153	4,512,425,560
	4,552,860,753	4,669,546,160
LIABILITIES		
NON CURRENT LIABILITIES		
Long term financing	781,385,508	918,892,118
Deferred Taxation	115,243,874	115,243,874
	896,629,382	1,034,135,992
CURRENT LIABILITIES		
Trade and other payable	861,060,532	1,013,025,288
Accrued mark up	105,138,665	88,462,778
Short term borrowings	6,045,463,889	4205,052,598
Current portion of long term financing	292,549,536	317,583,186
Taxation	115,000,000	160,500,000
	7,419,212,622	5,784,623,850
Total Liabilities	8,315,842,004	6,818,759,842
TOTAL EQUITY AND LIABILITIES	12,868,702,757	11,488,306,002
CONTINGENCIES AND COMMITMENTS	-	-

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 March 31, 2016

	For the 3rd quarter		Cumulative	
	Jan - Mar 2016	Jan - Mar 2015	Jul - Mar 2016	Jul - Mar 2015
	----- Rupees -----			
Sales - Net	3,488,897,670	3,381,206,231	10,243,340,627	10,429,823,430
Cost of Sales	3,232,354,893	3,049,395,908	9,515,010,443	9,503,604,678
Gross Profit	256,542,777	331,810,323	728,330,184	926,218,752
Distribution Cost	82,649,499	102,198,584	281,061,977	317,011,502
Administrative Expenses	47,566,314	68,731,222	169,455,023	197,006,611
Other Income	20,185,322	(45,644,810)	(202,886,304)	(231,592,125)
Other Expenses	85,392	-	8,637,574	4,123,717
	150,486,527	125,284,996	256,268,269	286,549,705
Profit from Operations	106,056,250	206,525,327	472,061,915	639,669,047
Finance cost	128,064,528	141,505,369	323,710,397	353,283,975
Profit before taxation	(22,008,278)	65,019,958	148,351,518	286,385,072
Taxation				
- Current	35,000,000	37,000,000	115,000,000	118,500,000
- Prior year	-	-	36,925	1,433,129
	35,000,000	37,000,000	115,036,925	119,933,129
Profit/ (Loss) after taxation	(57,008,278)	28,019,958	33,314,593	166,451,943
Earnings per Share	(3.80)	1.87	2.22	11.10

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CASH FLOW STATEMENT (UN-AUDITED)

For the period ended March 31, 2016

	2016 31-Mar-16 Rupees	2015 31-Mar-15 Rupees
CASH INFLOW FROM OPERATING ACTIVITIES		
Profit before taxation	148,351,518	286,385,072
Adjustment for		
Depreciation	233,071,582	230,787,411
(Gain) /Loss on sale of Fixed assets	(670,772)	(961,552)
Return on bank deposits	(7,620)	(29,452)
Fair value loss/ (Gain) on remeasurement of short term investments	5,555,144	(89,158,494)
Dividend on short term investment	(123,573,000)	(40,005,393)
Gain on sale of short term investments	(78,570,113)	(1,840,908)
Financial Charges	323,710,397	353,283,975
	359,515,619	452,075,587
Cash flow before working capital change	507,867,136	738,460,659
(Increase)/decrease in current assets		
Stores, spares and loose tools	4,327,186	916,055
Stock in trade	379,648,852	(1,800,390,050)
Trade debtors	416,678,378	(346,634,881)
Loans and advances	(1,239,312,754)	(69,383,839)
Other receivables	(9,102,324)	28,265,214
Sales Tax refundable	78,320,754	188,263,600
(Decrease)/ Increase in Trade and other payables	(250,126,169)	80,917,668
Net cash used in investing activities	(619,566,077)	(1,918,046,232)
CASH OUTFLOWS FROM OPERATING ACTIVITIES BEFORE TAXATION	(111,698,941)	(1,179,585,574)
Income Tax paid	(91,220,131)	(104,826,161)
Loan to an executive	1,359,482	1,694,689
Net cash used in operating activities	(201,559,560)	(1,282,717,045)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(96,678,883)	(64,717,022)
Short term investments	(1,142,426,147)	(459,226,383)
Proceeds realised from disposal of fixed assets	4,070,000	5,341,994
Dividend earned on long term & short term investments	123,573,000	54,005,393
Income on deposits with banks received	7,620	29,452
Net cash generated/ (used in) investing activities	(1,111,454,409)	(464,566,566)
CASH FLOW FROM FINANCING ACTIVITIES		
Long term finances - net	(162,540,260)	(59,453,544)
Short term borrowings - net	1,840,411,291	2,190,092,399
Dividend paid	(51,838,587)	(28,095,574)
Finance cost paid	(307,034,510)	(338,482,478)
Net cash generated/ (used in) financing activities	1,318,997,935	1,764,060,803
NET (DECREASE) INCREASE IN CASH & CASH EQUIVALENTS	5,983,935	16,777,192
Cash and cash equivalents at the beginning of the year /period	15,137,192	8,772,845
Cash and cash equivalents at the end of the year /period	21,121,127	25,550,037

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STATEMENT OF CHANGES IN EQUITY

For the period ended March 31, 2016

	Share Capital Rupees	Capital Reserve Rupees	Un-Appropriated Profit Rupees	Total Rupees
Balance as at July 01, 2014	150,000,000	7,120,600	4,291,302,955	4,448,423,555
Transactions with Owners:				
Final cash dividend for the year ended June 30, 2014 @ Rs. 10/= per share	-	-	(150,000,000)	(150,000,000)
Total comprehensive income for the year ended June 30, 2014	-	-	371,122,605	371,122,605
Balance as at June 30, 2015	150,000,000	7,120,600	4,512,425,560	4,669,546,160
Balance as at 01 July, 2015	150,000,000	7,120,600	4,512,425,560	4,669,546,160
Transactions with owners:				
Final cash dividend for the year ended 30 June, 2015 @ Rs.10 per share	-	-	(150,000,000)	(150,000,000)
Profit for the period	-	-	33,314,593	33,314,593
Balance as at 31 March, 2016	150,000,000	7,120,600	4,395,740,153	4,552,860,753

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 30-06-2015.
- Figures are re-arranged when ever necessary for the purposes of comparison and figures are rounded off to the nearest rupee.

Sd/-
(KH. MUHAMMAD MASOOD)
CHAIRMAN

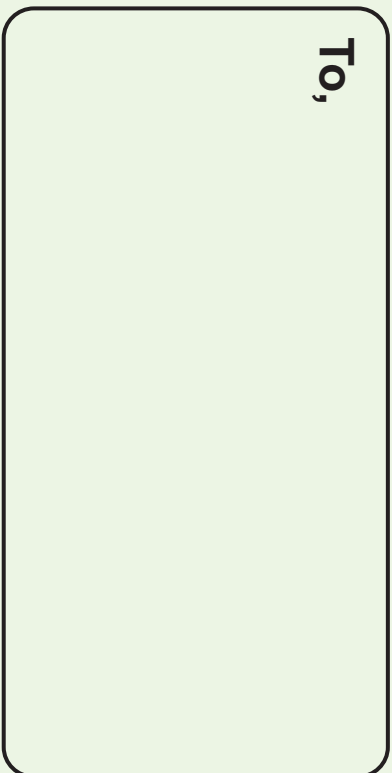
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