MAQBOOL
Textile Mills Limited

FINANCIAL STATEMENTS
(UN-AUDITED)

For the First Quarter Ended

September 30, 2016

BOARD OF DIRECTORS

1.	Mian Tanvir Ahmad Sheikh	- Chairman
2.	Mian Anis Ahmad Sheikh	- Chief Executive Officer
3.	Mian Idrees Ahmad Sheikh	- Non-Executive Director
4.	Mian Aziz Ahmad Sheikh	- Non-Executive Director
5.	Mian Atta Shafi Tanvir Sheikh	- Executive Director
6.	Maj. (R) Javed Mussarat	- Independent Director
7.	Syed Raza Abbas Jaffari	- (Rep. NIT)

DIRECTORS' REVIEW

DEAR SHAREHOLDERS,

Your Directors are pleased to present the Un-Audited Financial Statements of your Company for the First Quarter ended on September 30, 2016 of its current financial year as required under Notification No. SRO 764(I)/2001 dated 05-11- 2001 of the SECP and in accordance with the requirements of International Accounting Standard No. 34 "Interim Financial Reporting".

During the period under report, the performance of the Company remained depressed due to world wide economic recession effecting the international as well as domestic markets. The sales rates remained on lower side diminishing the financial margins of the Company resulting in Net Loss After Tax for the First Quarter ended on September 30, 2016 at (Rs.32,492,359/-) as compared to the Net Loss After Tax of (Rs.6,819,774/-) for the same period last year.

However, by the grace of Almighty Allah, the market conditions are now improving and your Directors hope that with overall improvement in market conditions, your Company will achieve better financial results for the remaining period of the current financial year to end on June 30, 2017.

On behalf of the Board

Sd/-

Mian Tanvir Ahmad Sheikh

Chairman

Place: Multan

Dated: 31.10.2016

BALANCE SHEET AS AT SEPTEMBER 30, 2016 (UN-AUDITED)

	September 30, 2016 Rupees	Audited June 30, 2016 Rupees
ASSETS		
Non-current assets		
Property, plant and equipment	1,829,062,818	1,850,281,415
Long term deposits	5,668,939	5,668,939
	1,834,731,757	1,855,950,354
Current assets		
Stores and spares	40,343,417	39,862,479
Stock in trade	495,106,561	787,451,069
Trade debts	348,531,423	320,373,785
Loans and advances	21,525,812	20,083,521
Trade deposits and prepayments	221,803	221,803
Sales tax refundable	51,616,837	62,309,427
Advance tax	59,378,008	56,877,611
Cash and bank balances	14,672,484	17,845,776
	1,031,396,345	1,305,025,471
Total assets	2,866,128,102	3,160,975,825
EQUITY AND LIABILITIES		
Share capital and reserves		
Share capital	168,000,000	168,000,000
General reserve	168,000,000	168,000,000
Unappropriated profits	101,204,546	126,787,632
	437,204,546	462,787,632
Surplus on revaluation of property, plant and equipment	716,397,171	723,306,444
Non-current liabilities		
Long term financing	160,823,417	179,922,306
Long term loans from related parties	56,363,637	56,363,637
Deferred liabilities	236,938,319	234,478,019
	454,125,373	470,763,962
Current liabilities		
Trade and other payables	236,465,826	198,387,360
Accrued mark up	19,782,079	25,606,195
Short term borrowings	889,691,019	1,182,593,348
Current portion of long term financing	74,025,646	70,530,090
Provision for tax	38,436,442	27,000,794
	1,258,401,013	1,504,117,787
Contingencies and commitments	-	-
Total equity and liabilities	2,866,128,102	3,160,975,825

PROFIT & LOSS ACCOUNT - (UN-AUDITED) FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2016

	September 30, 2016 Rupees	September 30, 2015 Rupees
Sales	1,143,564,774	754,725,463
Cost of goods sold	(1,103,762,968)	(703,247,910)
Gross Profit	39,801,806	51,477,553
Other operating income	1,114,298	144,041
	40,916,104	51,621,594
Distribution cost	(15,239,429)	(10,648,632)
Administrative expenses	(24,098,028)	(21,914,558)
Other operating expenses	-	-
	(39,337,457)	(32,563,190)
Finance cost	(22,635,358)	(18,330,923)
Profit before taxation	**(21,056,711)**	**727,481**
Provision for Taxation	(11,435,648)	(7,547,255)
Profit for the period	**(32,492,359)**	**(6,819,774)**
Other comprehensive profit/(loss) for the period - net of tax	-	-
	(32,492,359)	**(6,819,774)**
(Loss)/Earnings per share	(1.93)	(0.41)

Notes to the Accounts

1. These un-audited financial statements are being presented to the shareholders as required under SECP Notification No. SRO 746(1)/2001 dated 05.11.2001 and in accordance with the requirements of International Accounting Standard-34 “Interim Financial Reporting”.
2. Accounting policies adopted for the preparation of these quarterly accounts are the same as adopted in the preceding periodic financial statements.
3. Figures in these accounts have been rounded off to the nearest rupee.

Sd/-
Mian Tanvir Ahmad Sheikh
Chairman

Sd/-
Mian Anis Ahmad Sheikh
Chief Executive Officer

CASH FLOW STATEMENT - (UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2016

	September 30, 2016 Rupees	September 30, 2015 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	(21,056,711)	727,481
Adjustments for:		
Depreciation	22,500,000	21,600,000
Provision for gratuity	3,600,000	3,600,000
Finance cost	22,635,358	18,330,923
	48,735,358	43,530,923
Operating cash flows before working capital changes	27,678,647	44,258,404
(Increase)/decrease in current assets		
Stores and spares	(480,938)	(6,063,561)
Stock-in-trade	292,344,508	69,625,679
Trade debts	(28,157,638)	55,786,753
Loans and advances	(1,442,291)	(6,988,525)
Other receivable	10,692,590	20,428,431
	272,956,231	132,788,777
(Decrease)/increase in current liabilities		
Trade and other payables	38,078,465	17,249,413
Cash generated from operations	338,713,343	194,296,594
Income tax paid	(2,500,397)	(13,134,825)
Gratuity paid	(1,139,700)	(930,700)
Finance cost paid	(28,459,473)	(22,999,850)
	(32,099,570)	(37,065,375)
Net cash generated from operating activities	306,613,773	157,231,219
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property, plant and equipment	(1,281,403)	(1,162,504)
Long-term deposits	-	-
Redemption of long-term investments	-	-
Net cash used in investing activities	(1,281,403)	(1,162,504)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of Long-term finances	(15,603,333)	(15,603,333)
Short-term borrowings - net	(292,902,329)	(173,571,505)
Net cash used in financing activities	(308,505,662)	(189,174,838)
Net increase/(decrease) in cash and cash equivalents	(3,173,292)	(33,106,123)
Cash and cash equivalents at the beginning of the year	17,845,776	48,435,632
Cash and cash equivalents at the end of the period	**14,672,484**	**15,329,509**

Sd/-
Mian Idrees Ahmad Sheikh
Director

STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2016

	Share capital	Revenue reserves		Total
	Issued, subscribed and paid-up	General reserve	Unappropriated profit	
	Rupees			
Balance as at July 01, 2015	168,000,000	168,000,000	157,539,979	493,539,979
(Loss) for the quarter ended September 30, 2015	-	-	(6,819,774)	(6,819,774)
Other comprehensive income for the period	-	-	-	-
	-	-	(6,819,774)	(6,819,774)
Transfer to unappropriated profit on account of incremental depreciation on surplus of revaluation of property, plant & machinery	-	-	7,300,912	7,300,912
Present value adjustment on loans from related parties	-	-	(1,280,992)	
Balance as at September 30, 2015	**168,000,000**	**168,000,000**	**156,740,125**	**494,021,117**
Balance as at July 01, 2016	168,000,000	168,000,000	126,787,632	462,787,632
Profit for the quarter ended September 30, 2016	-	-	(32,492,359)	(32,492,359)
Other comprehensive income for the period	-	-	-	-
	-	-	(32,492,359)	(32,492,359)
Transfer to unappropriated profit on account of incremental depreciation on surplus of revaluation of property, plant & machinery	-	-	6,909,273	6,909,273
Balance as at September 30, 2016	**168,000,000**	**168,000,000**	**101,204,546**	**437,204,546**

Sd/-
Muhammad Ehsanullah Khan
Chief Financial Officer

ڈائریکٹران کا جائزہ

محترم حصص داران!

سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے جاری کردہ ایس آر او 764(I)/2001 بتاریخ 05 نومبر 2001ء اور بین الاقوامی اکاؤنٹنگ کے معیار نمبر 34 " اطلاع برائے معیادی مدت کے مالیاتی نتائج " کے مطابق آپ کے ڈائریکٹر کمپنی کے پہلی سہ ماہی مختتمہ 30 ستمبر 2016ء کے غیر آڈٹ شدہ مالیاتی نتائج پیش کرتے ہیں۔

پیش کردہ سہ ماہی مالیاتی رپورٹ کے دورانیہ میں کمپنی کی کارکردگی دباؤ کا شکار رہی جس کی بنیادی وجہ پوری دنیا میں موجود اقتصادی بحران ہے جس سے نہ صرف بین الاقوامی بلکہ ملکی کاروبار بھی متاثر ہورہے ہیں۔مزید برآں دورانِ سہ ماہی آمدنی کی شرح کم رہی کیونکہ بازار میں سوت کے نرخ لاگت سے کم رہے نتیجتاً پہلی سہ ماہی مختتمہ 30 ستمبر 2016ء میں کمپنی کا بعداز ٹیکس خسارہ مبلغ 32,492,359 روپے ہے جوکہ پچھلے سال مبلغ 6,819,774 روپے تھا۔ تاہم اللہ تعالیٰ کی مہربانی سے کاروبار کے حالات بہتر ہورہے ہیں اور آپ کے ڈائریکٹران امید کرتے ہیں کہ اس بہتری سے آپ کی کمپنی 30 جون 2017ء میں اختتام ہونے والے مالیاتی سال کے بقایامدت میں بہتر نتائج حاصل کرے گی۔

بحکم بورڈ آف ڈائریکٹرز

میاں تنویر احمد شیخ

(چیئرمین)

ملتان۔بتاریخ 31 اکتوبر 2016ء

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