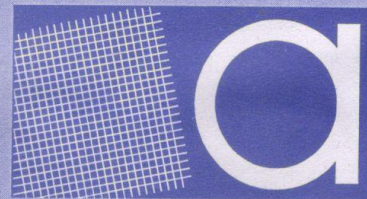


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3rd. Quarter Report
March 31, 2019
(Unaudited)

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ASHFAQ TEXTILE MILLS
LIMITED

Mailing Address:

8.A, Officers Colony No.1, Susan Road. Faisalabad- Pakistan
Tel:+92-41-2435101-4 Fax: +92-41-2435105

Ashfaq Textile Mills Ltd.

COMPANY INFORMATION

CHIEF EXECUTIVE

MR. ASHFAQ AHMED

EXECUTIVE DIRECTORS

MR. ASHFAQ AHMED

MR. NADEEM ASHFAQ

MR. WASEEM ASHFAQ

NON-EXECUTIVE DIRECTORS

MR. AMJAD ASLAM

MRS. SHAZIA AMJAD

MRS. NAZIA IRFAN

KHAWAJA MUHAMMAD ILYAS

MIRZA MUHAMMAD IDREES

COMPANY SECRETARY

MR. WASEEM ASHFAQ

CHIEF FINANCIAL OFFICER (CFO)

MR. MOHAMMAD ANWAR JAWED

AUDITORS

RSM AVAIS HYDER LIAQAT NAUMAN,
CHARTERED ACCOUNTANTS

SHARE REGISTRAR

M/S FD REGISTRAR SERVICES (SMC-PVT) LTD.
1705, 17H FLOOR, SAIMA TRADE TOWER A,
I.I. CHUNDRIGAR ROAD, KARACHI

BANKERS

UNITED BANK LIMITED.

AUDIT COMMITTEE

KH. MUHAMMAD ILYAS (CHAIRMAN)

MRS. SHAZIA AMJAD (MEMBER)

MR. MOHAMMAD IDREES (MEMBER)

HUMAN RESOURCES AND REMUNERATION COMMITTEE

MR. AMJAD ASLAM (CHAIRMAN)

MRS. NAZIA IRFAN (MEMBER)

KH. MUHAMMAD ILYAS (MEMBER)

MAILING ADDRESS:

8/A-1, OFFICERS COLONY, SUSAN
ROAD, FAISALABAD.

REGISTERED OFFICE / MILLS

17TH K.M. MAIN FAISALABAD
JARANWALA ROAD, FAISALABAD.

CONTACTS:

PHONES : 041-2435101-4

FAX : 041-2435105

E-mail : info@ashfaqtextile.com

WEB : www.ashfaqtextile.com

DIRECTOR'S REPORT TO THE SHARE HOLDERS

Dear Share Holders,

The Directors of your Company are pleased to present our 3rd Quarter's un-audited accounts for the period ended 31st March 2019.

Review of the Results.

Sales during the period were recorded at Rs.226.857 Million compared to the same period were recorded Rs.213.241 Million.

During this period the Operating (Distribution, Administrative & Other) expenses were 9.47% to sales, in comparison to Rs.9.84% in the same period last year. Gross profit for this period is 9.21% in comparison to 5.336% during the same period last year. Financial charges to sales were recorded as 0.53% in comparison to 0.14% in the same period in last year. Cost of goods sold are 90.79% in comparison to 94.67% in the same period last year.

In the coming days:

Textile market has responded over the last couple of months and there is a healthy price increase which has resulted in profitability of the Company. We are confident that this trend will continue and your Company would be out of the red by next quarter.

We would like to appreciate the efforts of our staff members for their continuous hard work, our valued customers for their trust in us and cooperation of our suppliers and bankers and of course thankful to Allah almighty for his blessing.

---SD---

On behalf of the Board
(ASHFAQ AHMAD)
Chief Executive Officer

ASHFAQ TEXTILE MILLS LIMITED.
CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT MARCH 31, 2019

<u>EQUITY & LIABILITIES:</u>	MARCH 31, 2019 RUPEES	JUNE 30, 2018 RUPEES
SHARE CAPITAL AND RESERVES:		
AUTHORISED CAPITAL:		
100,000,000 Ordinary Shares of Rs. 10/= each	1,000,000,000	1,000,000,000
Issued Subscribed and Paid up Capital	349,850,000	349,850,000
Revaluation surplus on Property Plant and equipment	300,281,235	310,152,679
Revanue Reserves	211,826,955	205,908,348
Unappropriated Profit	861,958,190	865,911,027
 NON CURRENT LIABILITIES:		
Deferred liabilities		
Staff Retirement Gratuity	53,062,456	46,914,385
 CURRENT LIABILITIES:		
Trade and Other Payables	19,209,507	15,566,277
Short Term Bank Borrowings	29,674,046	19,962,701
Provision for Taxation - income tax	2,131,821	2,832,005
	51,015,374	38,360,983
	966,036,020	951,186,395
 <u>ASSETS:</u>		
 NON CURRENT ASSETS		
Property, Plant and Equipment	747,562,132	724,604,957
Long Term Securities Deposits	4,509,782	4,509,782
	752,071,914	729,114,739
 CURRENT ASSETS:		
Store, Spares & loose tools.	36,898,422	31,079,777
Stock-in-trade	1,168,224	3,595,311
Trade Debts	51,326,960	37,655,499
Loans and Advances	45,899,465	48,408,279
Deposits and Prepayments	916,300	551,645
Other Receivables.	465,053	1,258,621
Tax Refunds due from Government	54,137,430	52,703,710
Cash and Bank Balances.	23,152,252	46,818,814
	213,964,106	222,071,656
	966,036,020	951,186,395

The annexed notes form an integral part of these condensed interim financial statements.

DATED: APRIL 29, 2019
PLACE: FAISALABAD.

---SD---
CHIEF EXECUTIVE

---SD---
DIRECTOR

ASHFAQ TEXTILE MILLS LIMITED.
CONDENSED INTERIM PROFIT & LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2019.

	NOTE	(QUARTER)		(9 MONTHS)	
		JANUARY - MARCH		JULY - MARCH	
		2019	2018	2019	2018
		RUPEES	RUPEES	RUPEES	RUPEES
SALES		84,287,456	72,021,495	226,857,102	213,241,282
COST OF GOODS SOLD	6	72,638,871	70,184,731	205,971,270	201,872,929
GROSS PROFIT		11,648,585	1,836,764	20,885,832	11,368,353
Distribution cost		(777,638)	483,829	59,000	2,262,442
Administrative expenses		6,030,505	4,857,186	21,434,820	18,729,227
Other Operating Expenses		-	9,870	-	9,870
Finance cost		480,422	29,277	1,213,116	303,476
		5,733,289	5,380,162	22,706,936	21,305,015
PROFIT BEFORE TAXATION.		5,915,296	(3,543,398)	(1,821,104)	(9,936,662)
Provision for taxation		801,789	658,786	2,131,821	2,000,687
PROFIT FOR THE YEAR		5,113,507	(4,202,184)	(3,952,925)	(11,937,349)
Earning per share - Basic		0.15	-0.12	-0.11	-0.34

The annexed notes form an integral part of these condensed interim financial statements.

DATED: APRIL 29, 2019
PLACE: FAISALABAD.

---SD---
CHIEF EXECUTIVE

---SD---
DIRECTOR

ASHFAQ TEXTILE MILLS LIMITED.
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2019.

	(QUARTER)		(9 MONTHS)	
	JANUARY - MARCH		JULY - MARCH	
	2019	2018	2019	2018
	<u>RUPEES</u>	<u>RUPEES</u>	<u>RUPEES</u>	<u>RUPEES</u>
Profit/(Loss) for the period	5,113,507	(4,202,184)	(3,952,925)	(11,937,349)
Other comprehensive income for the period				
Incremental depreciation on revalued assets	3,290,511	3,462,208	9,871,532	10,386,623
Total comprehensive income/(loss) for the period	<u>8,404,018</u>	<u>(739,976)</u>	<u>5,918,607</u>	<u>(1,550,726)</u>

The annexed notes form an integral part of these condensed interim financial statements.

DATED: APRIL 29, 2019.
PLACE: FAISALABAD.

---SD---
CHIEF EXECUTIVE

---SD---
DIRECTOR

ASHFAQ TEXTILE MILLS LIMITED.
CONDENSED INERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2019.

	MAR. 31, 2019	MAR. 31, 2018
	<u>RUPEES</u>	<u>RUPEES</u>
CASH FLOW FROM OPERATING ACTIVITIES:		
Profit / (Loss) before taxation.	(3,952,925)	(9,936,662)
Adjustments for:		
Depreciation	24,192,257	24,258,705
Provision for staff retirement gratuity	9,170,000	6,300,000
Loss on disposal of property, plant and equipments	-	9,870
Finance Cost	1,213,116	303,476
Operating cash flows before working capital changes	30,622,448	20,935,389
Changes in working capital		
(Increase) / decrease in current Assets:		
Store, spare & loose tools.	(5,818,645)	1,871,277
Stock in trade	2,427,087	10,491,408
Trade debts	(13,671,461)	(2,286,734)
Loans, advances,	2,508,814	9,025,708
Deposits and prepayments	(364,655)	(386,449)
Other receivables	793,568	247,126
Tax refunds due from Government.	(1,433,720)	4,210,197
Increase / (decrease) in current liabilities.		
Trade and other payables	4,362,770	(4,774,435)
Net cash flow from changes in working capital	(11,196,242)	18,398,098
Cash generated from / (used in) operations.		
Finance cost paid	(689,496)	(346,676)
Taxes paid	(1,943,256)	(2,434,616)
Staff retirement gratuity paid	(3,021,929)	(2,643,205)
Net cash generated from operating activities	(5,654,681)	(5,424,497)
Cash flows from investing activities		
Additions property, plant and equipment	(47,149,432)	(16,995,712)
Proceeds from disposal of operating asstes	-	660,000
Net cash (used in) investing activities	(47,149,432)	(16,335,712)
Cash flows from financing activities		
Net (decrease) increase in short term bank borrowings	9,711,345	(20,952,247)
Net cash (used in) financing activities	9,711,345	(20,952,247)
Net (decrease) increase in cash and cash equivalent	(23,666,562)	(3,378,969)
Cash and cash equivalent at the beginning of the year	46,818,814	43,037,775
Cash and cash equivalent at the end of the year	23,152,252	39,658,806

DATED: APRIL 29, 2019.
PLACE: FAISALABAD:

---SD---
CHIEF EXECUTIVE

---SD---
DIRECTOR

ASHFAQ TEXTILE MILLS LIMITED.
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2019

Description	Issued, subscribed and Paid-up Capital Rupees	Capital Reserves	Revenue Reserves	Total Rupees
		Revaluation Surplus on Property, Plant and equipment Rupees	Unappropriated Profits Rupees	
Balance as at July 01, 2017	349,850,000	324,001,510	207,446,251	881,297,761
Total comprehensive income for the period				
(Loss) for the year	-	-	(15,748,342)	(15,748,342)
Incremental depreciation on revalued assets for the year		(13,848,831)	13,848,831	-
Remeasurement of defined benefit liability	-		361,608	361,608
	-	(13,848,831)	(1,537,903)	(15,386,734)
Balance as at June 30, 2018	349,850,000	310,152,677	205,908,348	865,911,027
Total comprehensive income for the period				
(Loss) for the period	-	-	(3,952,925)	(3,952,925)
Incremental depreciation on revalued assets for the period	-	(9,871,442)	9,871,532	90
	-	(9,871,442)	5,918,607	(3,952,835)
Balance as at September 30, 2018	349,850,000	300,281,235	211,826,955	861,958,190

The annexed notes form an integral part of these condensed interim financial statements.

DATED: APRIL 29, 2019
PLACE: FAISALABAD.

---Sd---
CHIEF EXECUTIVE

---Sd---
DIRECTOR

ASHFAQ TEXTILE MILLS LIMITED.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2019.

- 1 The Principal activity of the Company is manufacturing and sale of textile goods.
- 2 These accounts have been prepared in accordance with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting".
- 3 The accounting policies adopted for preparation of these quarterly accounts is the same as adopted in the preceding annual published accounts of the company.
- 4 The quarterly accounts are unaudited and being submitted to the shareholders as required u/s 245 of the Companies Ordinance 1984.
- 5 Amount set aside for workers profit participation fund is provisional, final liability will be determined on the basis of annual results.

	QUARTER		(9 MONTHS)	
	JANUARY - MARCH		JULY- MARCH	
	2019	2018	2019	2018
	<u>RUPEES</u>	<u>RUPEES</u>	<u>RUPEES</u>	<u>RUPEES</u>
6 COST OF SALES:				
Raw material consumed	-	-	-	10,419,344
Stores & spares consumed	6,279,818	4,944,994	13,765,633	12,939,215
wages salaries and amenities	30,035,859	23,712,520	82,660,893	70,100,112
Sizing expenses	16,317,026	16,839,640	42,162,954	37,543,031
Repair & Maintenance	(676)	245,764	793,232	1,119,120
Fuel & Power	12,162,610	12,220,509	40,728,544	39,220,493
Depreciation	7,138,221	7,173,810	21,348,525	21,390,642
Insurance	706,013	668,015	2,084,401	2,015,350
	<u>72,638,871</u>	<u>65,805,252</u>	<u>203,544,182</u>	<u>194,747,307</u>
Work in process:				
Opening stock	-	9,414,730	2,427,088	11,612,343
Closing stock	-	(5,030,816)	-	(5,030,816)
	<u>-</u>	<u>4,383,914</u>	<u>2,427,088</u>	<u>6,581,527</u>
	<u>72,638,871</u>	<u>70,189,166</u>	<u>205,971,270</u>	<u>201,328,834</u>
Finished Goods				
Opening stock	941,535	961,687	941,535	1,510,217
Closing stock	(941,535)	(966,122)	(941,535)	(966,122)
	<u>-</u>	<u>(4,435)</u>	<u>-</u>	<u>544,095</u>
	<u>72,638,871</u>	<u>70,184,731</u>	<u>205,971,270</u>	<u>201,872,929</u>

7 Transactions with Associated Undertakings.

8 Figurs have been rounded off to the nearest rupee.

DATED: APRIL 29, 2019
PLACE: FAISALABAD.

---SD---
CHIEF EXECUTIVE

---SD---
DIRECTOR

ڈائریکٹر ز رپورٹ برائے حصہ داران اشفاق ٹیکسٹائل ملز لمیٹڈ

محترم حصہ داران، ممبران

کمپنی کے ڈائریکٹران کی طرف سے تیسری سہ ماہی کی رپورٹ 31 مارچ، 2019ء حاضر خدمت ہے:

مالیاتی نتائج مندرجہ ذیل ہیں۔

اس دورانیہ میں 226.857 ملین کی فروخت ہوئی۔ پچھلے سال اسی دورانیہ میں 213.241 ملین کی فروخت ہوئی تھی۔

اس دوران آپریٹنگ (ڈسٹری بیوشن، ایڈمنسٹریشن و دیگر اخراجات) فروخت کا %9.47 فیصدی خرچ آیا۔ پچھلے سال اسی دوران %9.84 فیصدی خرچ آیا تھا۔ مجموعی نفع (بغیر منہائی اخراجات) %9.21 فیصدی ہوا ہے۔ پچھلے سال کا اسی دوران میں %5.336 فیصدی منافع ہوا تھا۔ فنانشل اخراجات، سیل پر %0.53 فیصدی آئے۔ جبکہ سابقہ سال کے اسی دوران میں %0.14 فیصدی اخراجات آئے تھے۔ اس دوران فروخت شدہ اشیاء پر لاگت فروخت کا %90.79 فیصد آیا۔ جبکہ پچھلے سال اسی دوران %94.67 فیصد تھا۔

آئیوالے وقت کے متعلق:-

آخری دو مہینوں میں ٹیکسٹائل مارکیٹ کی طرف سے قیمتوں میں اضافہ کارجمان دیکھا گیا ہے جس کی وجہ سے کمپنی کی شرح منافع میں اضافہ ہوا ہے۔ ہمیں اُمید ہے کہ یہ رجحان لگاتار جاری رہے گا، اور آپ کی کمپنی اگلے کوئٹر میں انشاء اللہ نقصان سے باہر آجائے گی۔

ہم اپنے خریداروں، سپلائرز اور مالیاتی اداروں کی مسلسل حوصلہ افزائی اور اپنے سٹاف ممبران کی انتھک محنت کے شکر گزار ہیں اور اللہ تعالیٰ سے دعا گو ہیں کہ وہ ہمیشہ اپنی رحمت کا سایہ ہمارے ملک پر رکھے۔

---SD---

بورڈ آف ڈائریکٹران کی طرف سے

اشفاق احمد

چیف ایگزیکٹو آفیسر