COMPANY INFORMATION

BOARD OF DIRECTORS:

MR. MAHFOOZ ELAHI (CHIEF EXECUTIVE)
MR. MAHBOOB ELAHI (CHAIRMAN)
MR. MAHMOOD ELAHI
MR. AHMED SHAFFI
SHEIKH FARRUKH AHMED
MR. NAVEED AKHTER IDREES
SYED MUHAMMAD RANUANQ UD DIN

AUDITORS:

M/S. BDO IBRAHIM & COMPANY,
Chartered Accountants
22, East Saeed Plaza,
Blue Area, Islamabad.

AUDIT COMMITTEE:

1. SHEIKH FARRUKH AHMED
2. MR. MAHBOOB ELAHI
3. MR. NAVEED AKHTER IDREES
4. MR. AHMED SHAFFI

HRR COMMITTEE:

1. MR. MAHMOOD ELAHI
2. MR. S.M ROUNAQ UD DIN
3. MR. NAVEED AKHTER IDREES

CHIEF FINANCIAL OFFICER: MR. MUHAMMAD IMTIAZ

COMPANY SECRETARY: MR. SALEEM AHMED

REGISTERED OFFICE:

270-Sector I/9, Industrial Area, Islamabad.

SHARE REGISTRAR:

CORPLINK (PVT) LIMITED, Wings Arcade,
1-K Commercial, Model Town, Lahore.

LEGAL ADVISER:

KHAN & PIRACHA
No.1, 2nd FLOOR, 6-B,
MARKAZ F-6, ISLAMABAD.

MILLS:

JURIAN, MANDRA, TEHSIL GUJAR KHAN,
DISTRICT RAWALPINDI.

Email: elahicotton@gmail.com
WEBSITE www.elahicotton.com
Phone: 051-4433451-3
Fax: 051-4431072

ELAHI COTTON MILLS LIMITED

DIRECTORS' REVIEW TO THE MEMBERS

The Directors of your Company are presenting you the unaudited condensed interim financial statements for the1st quarter ended on September 30, 2018.

The principal business of the Company is to manufacture and sale of pure polyester yarn. The Company registered a turnover of Rs. 112.426 million for the quarter ended September 30, 2018 as compared to Rs. 84.011 million for the quarter ended September 30, 2017 showing increase of Rs. 28.415 million (33.82%) whereas the cost of sales increased from Rs. 81.049 million to Rs. 109.098 million showing increase of Rs. 28.049 million (34.61%). The Company earned profit before taxation of Rs. 1.517 million for the quarter ended September 30, 2018 as compared to profit of Rs. 1.671 million for the quarter ended September 30, 2017 and profit after tax of Rs. 0.363 million as compared to profit of Rs. 0.913 million. The decrease in profitability as compared to corresponding period is due to increase in the prices of raw material. We foresee that the next quarter to be a difficult one due to current increasing trend in prices of raw material (Polyester Stable Fibre).

The earning per share for the quarter ended September 30, 2018 is Rs. 0.28. The Directors of the Company do not recommend payment of any cash dividend/bonus shares to shareholders of the Company due to accumulated loss, outstanding debts and non-availability of any amount in the reserves.

October 29, 2018

(Mahfooz Elahi)
Chief Executive

(Mahmood Elahi)
Director

الٰہی کاٹن ملز لمیٹڈ
ممبران کے لئے ڈائریکٹرز کا جائزہ

کمپنی کے ڈائریکٹرز پہلی سہ ماہی مختتمہ ۳۰ ستمبر ۲۰۱۸ کے غیر آڈٹ شدہ مختصر عبوری مالیاتی گوشوارے پیش کرتے ہیں۔ کمپنی کا بنیادی کام خالص پولیسٹر دھاگہ بنانا اور فروخت کرنا ہے۔ کمپنی نے اس سہ ماہی مختتمہ ۳۰ ستمبر ۲۰۱۸ میں 112.426 ملین روپے کا کاروبار کیا جبکہ گزشتہ سہ ماہی مختتمہ ۳۰ ستمبر ۲۰۱۷ میں 84.011 ملین روپے تھا جو کہ 28.415 ملین روپے (33.82%) اضافہ ظاہر کر رہا ہے جبکہ فروخت کے اخراجات 81.049 ملین روپے سے بڑھ کر 109.098 ملین روپے ہو گئے ہیں جو کہ 28.049 ملین روپے (34.61%) کا اضافہ ظاہر کر رہے ہیں۔ کمپنی نے اس سہ ماہی مختتمہ ۳۰ ستمبر ۲۰۱۸ قبل از ادائیگی ٹیکس 1.517 ملین روپے منافع کمایا ہے جو کہ اس کے مقابل گزشتہ سال اسی دورانیہ میں 1.671 ملین روپے تھا اور بعد از ادائیگی ٹیکس 0.913 ملین روپے کے منافع کے مقابل 0.363 ملین روپے منافع کمایا۔ گزشتہ سہ ماہی کے مقابل منافع میں کمی خام مال کی قیمتوں میں اضافہ کی وجہ سے ہے۔ ہم اگلی سہ ماہی میں کاروبار کو مشکل حالات میں دیکھ رہے ہیں کیونکہ خام مال کی قیمتوں میں مسلسل اضافہ ہو رہا ہے۔
اس سہ ماہی مختتمہ ۳۰ ستمبر ۲۰۱۸ میں کمپنی کا فی حصص منافع 0.28 روپے ہوا۔ مجموعی خسارہ، واجب الادا قرض کی موجودگی اور ذخائر میں کوئی رقم نہ ہونے کی وجہ سے ڈائریکٹرز حصص داران کو کسی نقد منافع / بونس حصص کی سفارش نہیں کرتے۔

اسلام آباد
۲۹ اکتوبر، ۲۰۱۸

بورڈ آف ڈائریکٹرز کی جانب سے

محمود الٰہی
ڈائریکٹر

محفوظ الٰہی
چیف ایگزیکٹو

ELAHI COTTON MILLS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2018
(UN-AUDITED)

	30.09.2018 Rupees	30.06.2018 Rupees
ASSETS		
NON CURRENT ASSETS		
Property , Plant & equipment		
Operating fixed assets	131,890,940	133,020,393
Long Term Security Deposits	918,810	918,810
Loans and Advances	2,556,428	1,965,428
	135,366,178	135,904,631
CURRENT ASSETS		
Stores Spares & loose tools	1,321,780	1,142,442
Stock in trade	17,881,577	17,931,790
Trade debts	10,219,991	4,598,298
Loans & Advances	209,036	230,169
Short term prepayments	160,472	160,318
Tax refunds due from Government	475,668	114,881
Cash and Bank Balances	9,517,918	9,694,345
	39,786,442	33,872,243
TOTAL ASSETS	175,152,620	169,776,874
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Share Capital	13,000,000	13,000,000
Revaluation surplus on property, Plant and Equipment	110,065,554	110,644,660
Accumulated Loss	(68,521,016)	(69,462,716)
	54,544,538	54,181,944
NON CURRENT LIABILITIES		
Deferred Liabilities	24,050,546	23,539,156
Long Term loan from Directors	-	-
	24,050,546	23,539,156
CURRENT LIABILITIES		
Trade and other payables	14,476,215	9,808,499
Due to Associated Undertaking	9,416,077	9,416,077
Taxation net	434,532	150,486
Current portion of long term loan from Directors	66,882,547	67,332,547
Short term loan from Directors	5,100,000	5,100,000
Unclaimed Dividend	248,165	248,165
	96,557,536	92,055,774
CONTINGENCIES & COMMITMENTS	--	--
TOTAL EQUITY AND LIABILITES	175,152,620	169,776,874

(MAHFOOZ ELAHI) Chief Executive
(MAHMOOD ELAHI) Director
(MUHAMMAD IMTIAZ) Chief Financial Officer

ELAHI COTTON MILLS LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE 1ST QUARTER ENDED
SEPTEMBER 30, 2018
(UN-AUDITED)

	30.09.2018 Rupees	30.09.2017 Rupees
Sales	112,426,455	84,011,438
Cost of Sales	(109,098,308)	(81,048,573)
Gross Profit	3,328,147	2,962,865
Operating Expenses:		
Administrative Expenses	(1,688,414)	(1,226,632)
Other operating charges	(123,050)	(107,655)
	(1,811,464)	(1,334,287)
Operating Profit	1,516,683	1,628,578
Other Income	381	43,441
Financial charges	-	(1,084)
Profit before Taxation	1,517,064	1,670,935
Taxation	(1,154,470)	(757,564)
Profit after Taxation	362,594	913,371
Earning per share –basic and diluted	0.28	0.70

(MAHFOOZ ELAHI) Chief Executive
(MAHMOOD ELAHI) Director
(MUHAMMAD IMTIAZ) Chief Financial Officer

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE 1ST QUARTER ENDED
SEPTEMBER 30, 2018

	30.09.2018 Rupees	30.09.2017 Rupees
Profit for the quarter ended September 30, 2018.	**362,594**	4,137,168
Other comprehensive Income	--	--
Total Comprehensive Income for the quarter ended September 30, 2018.	**362,594**	4,137,168

(MAHFOOZ ELAHI) Chief Executive | (MAHMOOD ELAHI) Director | (MUHAMMAD IMTIAZ) Chief Financial Officer

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED SEPTEMBER 30, 2018

	Share Capital	Reserve: Capital	Reserve: Revenue	
	Issued subscribed and Paid-up Capital	Revaluation surplus on property, plant and Equipment	Accumulated Loss	Total
	Rupees			
Balance as at July 01, 2017 as previously Reported	13,000,000	-	(76,677,660)	(63,677,660)
Impact of Changes in accounting Policies		72,309,752		72,309,752
Balance as at July 01, 2017 Restarted	13,000,000	72,309,752	(76,677,660)	8,632,092
Total Comprehensive income for the quarter ended September 30, 2017			913,371	913,371
Surplus on Revaluation of Fixed Asset- incremental depreciation		(368,286)	368,286	-
Adjustment upon disposal of revalued opreating fixed asset		268,232	(268,232)	-
Balance as at Sepember 30, 2017 restartec	**13,000,000**	**72,209,698**	**(75,664,235)**	**9,545,463**
Balance as at July01, 2018	13,000,000	110,644,660	(69,462,716)	54,181,944
Total Comprehensive income for the quarter ended September 30, 2018	-	-	362,594	362,594
Surplus on Revaluation of Fixed Asset- incremental depreciation	-	(579,106)	579,106	-
Balance as at September 30, 2018	**13,000,000**	**110,065,554**	**(68,521,016)**	**54,544,538**

(MAHFOOZ ELAHI) Chief Executive | (MAHMOOD ELAHI) Director | (MUHAMMAD IMTIAZ) Chief Financial Officer

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE 1ST QUARTER ENDED
SEPTEMBER 30, 2018

	For the 1st Qtr Ended Sep 30, 2018 RUPEES	For the 1st Qtr Ended Sep 30, 2017 RUPEES
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,517,064	1,670,935
Adjustment for :		
Depreciation	1,129,453	818,809
Financial Charges	-	1,084
Gain on Sale of Fixed Asset	-	(43,115)
Provision for gratuity	1,050,451	897,266
	2,179,904	1,674,044
Profit before working capital changes	3,696,968	3,344,979
Changes in working capital:		
Decrease/(increase) in current assets		
Stores, and Spares	(179,338)	(37,751)
Stock in trade	50,213	(7,419,447)
Trade debts	(5,621,693)	(4,827,401)
Advances	21,133	40,873
Short term prepayments	(154)	(1,853)
Other receivables	(360,787)	(64,137)
Increase/(decrease) in current liabilities		
Trade and other payables	4,667,717	4,709,767
	(1,422,909)	(7,599,949)
Cash (used in) / generated from operations	2,274,059	(4,254,970)
Financial charges paid/adjusted	-	(1,084)
Income Tax Paid/adjusted	(1,121,286)	(950,230)
Gratuity Paid	(288,200)	(368,551)
	(1,409,486)	(1,319,865)
Net cash (used in)/generated from operating activities	864,573	(5,574,835)
CASH FLOWS FROM INVESTING ACTIVITIES		
Sale proceeds of fixed assets	-	570,000
Purchase of fixed assets	-	(895,191)
Loan and Advances to Employees	(591,000)	(108,001)
Capital Work in Progress	-	(14,000)
Net cash (used in)/generated from investing activities	(591,000)	(447,192)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of Loan from directors	(450,000)	-
Net cash generated from financing activities	(450,000)	-
Net increase in cash and cash equivalents	(176,427)	(6,022,027)
Cash and cash equivalents at the beginning of the period	9,694,345	8,234,895
Cash and cash equivalents at the end of the period	9,517,918	2,212,868

(MAHFOOZ ELAHI) Chief Executive | (MAHMOOD ELAHI) Director | (MUHAMMAD IMTIAZ) Chief Financial Officer

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM NOTES TO THE ACCOUNTS
FOR THE 1ST QUARTER ENDED
SEPTEMBER 30, 2018

1. The Company was incorporated as a public limited company on June 22, 1970 and is listed on Pakistan Stock Exchange (Formerly Karachi Stock Exchange in which Lahore and Islamabad stock exchanges have merged).The registered office of the Company is situated at 270, sector I-9, Industrial Area, Islamabad. The principal business of the Company is manufacture and sale of yarn.

2. This condensed interim financial information of the Company has been prepared in accordance with the requirements of international accounting standard 34- "Interm Financial Reporting" and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed.

3. The disclosures in the condensed interim financial information do not include all the information and disclosures as required for full annual financial statements. It should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2018.

4. This condensed interim financial information has been prepared under the historical cost convention, except for certain fixed assets which have been stated at revalued amount and the recognition of certain staff retirement benefits at present value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow.

5. The significant accounting policies adopted for the preparation of this condensed interim financial information are the same as those applied in preparing the annual accounts for the year ended June 30, 2018.

6. Figures have been rounded off to the nearest rupee.

7. Figures have been rearranged wherever necessary for the purpose of comparison.

8. This condensed interim financial information was authorized for issue on 29.10.2018 by the Board of Directors of the Company.

(MAHFOOZ ELAHI) Chief Executive | (MAHMOOD ELAHI) Director | (MUHAMMAD IMTIAZ) Chief Financial Officer

ELAHI COTTON MILLS LIMITE

WHITE ROSE

1ST QUARTER ACCOUNTS
September 30, 2018
(UN-AUDITED)