

## HAMID TEXTILE MILLS LIMITED

### CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE PERIOD ENDED MARCH 31, 2016

	Share Capital	Un-appropriated profit / (Loss)	Surplus on Revaluation of Fixed Assets	Total
(Amounts in Rupees)				
Balance as on June 30, 2014 (Audited)	132,716,000	(278,841,313)	403,450,793	257,325,480
Total Comprehensive income for nine months		11,738,142	-	11,738,142
Incremental Depreciation charged to revaluation surplus			(13,149,285)	(13,149,285)
<b>Balance as on March 31, 2015</b>	<b>132,716,000</b>	<b>(267,103,171)</b>	<b>390,301,508</b>	<b>255,914,337</b>
Balance as on June 30, 2015 (Audited)	132,716,000	(264,146,890)	385,652,771	254,221,880
Total Comprehensive income for the nine months		5,144,028		5,144,028
Incremental Depreciation charged to revaluation surplus			(12,568,942)	(12,568,942)
<b>Balance as on March, 31 2016</b>	<b>132,716,000</b>	<b>(259,002,863)</b>	<b>373,083,829</b>	<b>246,796,966</b>

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

*Khawar Almas*

CHIEF EXECUTIVE

*Zahid*

DIRECTOR

### CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-Audited)

FOR THE PERIOD ENDED MARCH 31, 2016

	March 31, 2016	March 31, 2015
	Rupees	Rupees
<b>PROFIT / (LOSS) FOR THE PERIOD</b>	(7,424,914)	(1,411,143)
Items that may be reclassified subsequently to profit or loss:		
Incremental Depreciation on revalued assets	18,759,615	19,923,159
Related deferred tax	(6,190,673)	(6,773,874)
	12,568,942	13,149,285
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>5,144,028</b>	<b>11,738,142</b>

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

*Khawar Almas*

CHIEF EXECUTIVE

*Zahid*

DIRECTOR

## HAMID TEXTILE MILLS LIMITED

### SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (un-audited)

FOR THE PERIOD ENDED MARCH 31, 2016

- These accounts have been prepared in accordance with the requirements of International Accounting Standard No. 34 "Interim Financial Reporting".
  - The accounts are being submitted to the shareholders as required by section 245 of the Companies Ordinance, 1984.
  - The accounting policies adopted for the preparation of the accounts are same as those applied in the preparation of the preceding annual published financial statements of the company for the period ended June 30, 2015.
  - The company is sustaining gross loss amounting of RS. 12.766 Million loss before tax amounting of Rs. 19.551 Million and net capital deficiency of RS.126.286 during the nine months then Ended (March 31, 2015: Loss before tax of Rs 8.339 Million) and company's current liabilities exceed current assets by Rs.133.094 million (June 30, 2015: Rs.117.272 Million)
- Thus these accounts have been prepared on going concern basis without any adjustment of assets and liabilities as the management is confident of improvement in company's efficiency and profitability in future.
- Contingencies and commitments**
    - There is no change in contingencies from those disclosed in the annual accounts for the year ended June 30, 2015.
    - There are no commitments as at March 31, 2016.

	Un-audited March 31, 2016	Audited June 30 2015
	Rupees	Rupees
<b>6 Property, Plant and Equipments</b>		
Book Value as at July 1st, 2015	445,743,474	482,466,874
Additions during the period	1,412,821	-
Deletion during the period	(1,394,241)	(4,308,700)
Depreciation for the period	(22,550,822)	(32,414,700)
	<b>423,211,232</b>	<b>445,743,474</b>
<b>7 STOCK IN TRADE</b>		
Raw Materials	11,316,735	6,930,057
Work in Process	1,078,351	1,013,190
Finished Goods	16,529,566	4,785,189
	<b>28,924,652</b>	<b>12,728,436</b>

	March 31, 2016	March 31, 2015
	Rupees	Rupees
<b>6 Property, Plant and Equipments</b>		
Book Value as at July 1st, 2015	445,743,474	482,466,874
Additions during the period	1,412,821	-
Deletion during the period	(1,394,241)	(4,308,700)
Depreciation for the period	(22,550,822)	(32,414,700)
	<b>423,211,232</b>	<b>445,743,474</b>

- Basic Earning Per Share**

Profit/ (Loss) after tax for the nine months ended	(7,424,914)	(1,411,143)
Weighted average number of ordinary shares	13,271,600	13,271,600
	<b>(0.56)</b>	<b>(0.11)</b>
- Date of Authorization**  
These accounts have been approved by the Board of Directors on April 28, 2016
- Figures**  
These have been rounded off to the nearest rupee.

*Khawar Almas*

CHIEF EXECUTIVE

*Zahid*

DIRECTOR

## HAMID TEXTILE MILLS LIMITED

### COMPANY PROFILE

CHAIRMAN/CHIEF EXECUTIVE	Mr. Khawar Almas Khawaja
DIRECTORS	Mr. Khawar Almas Khawaja Mr. Dilshad Ali Mrs. Nighat Khawar Mrs. Zulaibia Andleeb Mr. Muhammad Idrees Khan Mr. Abid Hussain Mr. Muhammad Alamgir
AUDIT COMMITTEE	Chairman: Mr. Khawar Almas Khawaja Member: Mr. Muhammad Idrees Khan Member: Mr. Dilshad Ali
CHIEF FINANCIAL OFFICER	Miss. Sana Ashfaq
COMPANY SECRETARY	Mr. Ralph Nazir Ullah
LEGAL ADVISOR	Mr. Javaid Hussain Shah (Javaid Shah Law Firm Advocates & Legal consultants)
AUDITORS	HLB Ijaz Tabussum & Co. Chartered Accountants Lahore.
INTERNAL AUDITORS	AWAN & CO. CHARTERED ACCOUNTANTS LAHORE.
SHARES REGISTRAR	Corplink (Pvt) Ltd. Lahore
BANKERS	National Bank of Pakistan Standard Chartered Bank Ltd Bank Alfalah Limited Meezan Bank Limited Habib Metropolitan Bank Ltd
REGISTERED OFFICE	Changa Manga Road, Wan Adhan Pattoki, Kasur. TELEFAX 049-4528188 TELEPHONE 049-4528177, 049-4528099 E.MAIL: accounts@hamid-textile.com sales@hamid-textile.com corporate@hamid-textile.com

### UPC/Book Post



If Undelivered, please return to:  
**HAMID TEXTILE MILLS LIMITED**  
Changa Manga Road, Wan Adhan,  
Pattoki, Distt. Kasur  
Tel: 049-4528177, 4528099 Fax : 049-4528188

# 3rd Quarterly Report March 31 2016 (Un-audited)



## HAMID TEXTILE MILLS LIMITED



CERTIFICATE NO. SG05/0299



# HAMID TEXTILE MILLS LIMITED

## DIRECTORS' REVIEW

Your directors take pleasure to present before you the un-audited financial statements of the company for the 3rd Quarter Ended on March 31, 2016.

### OPERATING RESULTS:

The Sales revenue for the period under review has been decreased from 134.661 million to Rs. 63.811 million as compared to the corresponding period. The sales for this nine months decreased by 52.6 % and the reason for decrease in sales as compared with the corresponding period is that company's external environment factors are not in favor of the company such as the gas shortages for the industry have made the industry uncompetitive in the international markets and drastic fall in demand by domestic buyers caused by increase in imports of yarn from china and India. Due to above stated factor company's spinning section was closed for about one and half month. The company has earned gross loss of Rs. 12.766 million as compared to the corresponding period gross loss of Rs.0.3929 million. The overall results depicts net loss after taxation for the 3rd quarter at Rs. 7.424 million (March 31, 2015 -loss after taxation of Rs. 1.411 million).

The company is still facing liquidity problems because company's working capital financial facilities from the banks stand expired which had not been renewed by the bank. However, the management is focusing on self production basis and also having option to produce on conversion basis as well to avoid possible cash losses. However, overall the company financial results for this quarter reflect comparatively better performance as compared with the last period which could further improved with better supply of electricity.

### FUTURE PROSPECTS:

The business outlook is very challenging due to persistent energy crises in the country and political uncertainty. The management of the company is making best efforts to reduce the cash losses and the decision to work on conversion basis is in line with that policy to avoid cash losses. The management expects that settlement proposal shall be accepted by the bank and the company would be able to revive the financial facilities by restructuring of facilities.

The management has chalked out plan for increase in production which will make the unit more stable and viable. The management has planned for regular investment in plant and machinery, which is very difficult in the current circumstances but will be possible after the restructuring and rescheduling of the existing financial liabilities and will yield benefit for the project.

### NOTE OF THANKS:

The board puts on record its gratitude to its valued shareholders, customers and raw material suppliers whose co-operation, constant support and patronage have helped your company to achieve the desired results.

The board also expresses its thanks for the valuable teamwork, loyalty and laudable efforts rendered by the executives, staff members and workers of your company and wish to place on record its appreciation for the same.

For and on behalf of the Board of Directors

*Khan Ahsan*

Chief Executive Officer  
Dated: April 28, 2016

*Zahid*

Director



# HAMID TEXTILE MILLS LIMITED

## CONDENSED INTERIM BALANCE SHEET

AS AT MARCH 31, 2016

	Note	Un-audited March 31, 2016 Rupees	Audited June 30 2015 Rupees
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	6	423,211,232	445,743,474
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		10,814,585	9,147,992
Stock in trade	7	28,924,652	12,728,436
Trade debts		28,356,680	58,370,376
Loans and advances		2,287,150	1,837,072
Trade deposits and short term prepayments		209,081	784,569
Tax refunds due from the Government		1,695,956	1,710,635
Cash and bank balances		1,643,796	2,661,378
		73,931,901	87,240,458
<b>Total Assets</b>		<b>497,143,133</b>	<b>532,983,932</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised share capital 15,000,000 shares (June 30, 2014: 15,000,000) of Rs. 10/= each		150,000,000	150,000,000
Issued subscribed and paid up capital		132,716,000	132,716,000
Accumulated losses		(259,002,863)	(264,146,890)
		(126,286,863)	(131,430,890)
Surplus on revaluation of property, plant and equipment.		373,083,829	385,652,771
<b>NON-CURRENT LIABILITIES</b>			
Long term loan from related parties - unsecured		24,981,202	43,088,615
Deferred liabilities		18,339,016	31,160,271
		43,320,218	74,248,886
<b>CURRENT LIABILITIES</b>			
Trade and other payables		91,916,409	87,816,145
Accrued mark-up		34,839,787	34,839,789
Short term borrowings		26,512,402	28,099,882
Current & overdue portion of long term liabilities		53,757,351	53,757,351
Provision for taxation		-	-
		207,025,949	204,513,166
		250,346,167	278,762,052
<b>CONTINGENCIES AND COMMITMENTS</b>			
Total equity and liabilities		<b>497,143,133</b>	<b>532,983,932</b>

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

*Khan Ahsan*

CHIEF EXECUTIVE

*Zahid*

DIRECTOR



# HAMID TEXTILE MILLS LIMITED

## CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (Un-Audited)

FOR THE PERIOD ENDED MARCH 31, 2016

	NINE MONTHS ENDED		THREE MONTHS ENDED	
	March 31 2016 Rupees	March 31 2015 Rupees	March 31 2016 Rupees	March 31 2015 Rupees
Sales	63,811,819	134,661,713	28,820,851	27,927,502
Cost of Sales	(76,577,933)	(135,054,656)	(29,879,084)	(28,532,134)
Gross Profit/ (Loss)	(12,766,114)	(392,943)	(1,058,233)	(604,632)
<b>OPERATING EXPENSES</b>				
- Distribution	(162,246)	(460,715)	(162,246)	-
- Administration	(6,473,115)	(7,219,738)	(2,349,505)	(2,185,837)
	(6,635,361)	(7,680,453)	(2,511,751)	(2,185,837)
	(19,401,475)	(8,073,396)	(3,569,984)	(2,790,469)
Other Operating Income	18,580	-	-	-
Operating Profit/ (Loss)	(19,382,895)	(8,073,396)	(3,569,984)	(2,790,469)
Finance Cost	(168,530)	(266,223)	(55,839)	(56,116)
Profit/ (Loss) Before Taxation	(19,551,425)	(8,339,619)	(3,625,823)	(2,846,585)
Taxation	12,126,511	6,928,476	908,312	688,564
Profit / (Loss) After Taxation Carried To Statement Of Comprehensive Income	<b>(7,424,914)</b>	<b>(1,411,143)</b>	<b>(2,717,511)</b>	<b>(2,158,021)</b>
Earning/ (Loss) per Share - Basic & Diluted	(0.56)	(0.11)	(0.20)	(0.16)

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

*Khan Ahsan*

CHIEF EXECUTIVE

*Zahid*

DIRECTOR



# HAMID TEXTILE MILLS LIMITED

## CONDENSED INTERIM CASH FLOW STATEMENT (Unaudited)

FOR THE PERIOD ENDED MARCH 31, 2016

	March 31, 2016 Rupees	March 31, 2015 Rupees
<b>A. CASH FLOW FROM OPERATING ACTIVITY</b>		
Profit / (loss) before taxation	(19,551,425)	(8,339,619)
<b>ADJUSTMENTS</b>		
Depreciation	22,550,822	25,295,696
Profit on disposal of fixed assets	(18,580)	-
Finance cost	168,530	266,223
	22,700,772	25,561,919
Operating profit before adjustment of working capital	3,149,347	17,222,300
<b>(Increase) / decrease in current assets:</b>		
Stores, spares and loose tools	(1,666,593)	(579,431)
Stock in trade	(16,196,216)	(7,483,139)
Trade debts	30,013,696	(15,991,553)
Loans and advances	(450,078)	3,621,332
Trade deposits and short term prepayments	575,488	130,041
Tax refunds due from the Government	14,679	(702,899)
	12,290,976	(21,005,649)
<b>Increase/(decrease) in current liabilities:</b>		
Trade and other payables	5,061,700	1,452,288
Cash inflow from operations	20,502,023	(2,331,061)
Gratuity paid	(56,625)	(40,000)
Finance cost	(168,531)	(266,223)
Taxes paid	(1,599,555)	(566,654)
Net cash inflow from operating activities	18,677,312	(3,203,938)
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	-	-
Net cash used in from investing activities	-	-
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Short term borrowings	(1,587,480)	(1,893,590)
Long term loans from banking companies-unsecured	(18,107,413)	4,890,000
Net cash inflow / (outflow) from financing activities	(19,694,893)	2,996,410
Net Increase/(decrease) in cash and cash equivalents (A+B+C)	(1,017,581)	(207,528)
Cash and cash equivalents at the beginning of the period	2,661,377	257,190
Cash and cash equivalents at the end of the period	1,643,796	49,662

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

*Khan Ahsan*

CHIEF EXECUTIVE

*Zahid*

DIRECTOR