



Interim Financial Report
for the quarter ended
September 30, 2018



Samin Textiles Limited

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Company Information

Board of Directors

Non-Executive Directors

Mrs. Mehvash Amin	Chairman
Mr. Shehryar Amin	
Mr. Tariq Jilani	
Mr. Jamil Masud	

Executive Directors

Mr. Jehanzeb Amin	Chief Executive
Mr. Safder Hussain Tariq	

Independent Director

Mr. Qamber Hamid

Audit Committee

Mr. Qamber Hamid	Chairman
Mr. Jamil Masud	Member
Mr. Tariq Jilani	Member

Human Resource & Remuneration Committee

Mr. Qamber Hamid	Chairman
Mr. Tariq Jilani	Member
Mr. Shehryar Amin	Member

Chief Financial Officer

Mr. Safder Hussain Tariq

Company Secretary

Mr. Muhammad Tayyab

Chief Internal Auditor

Ms. Nayab Ayaz

Auditors

Grant Thornton Anjum Rahman
Chartered Accountants

Legal Advisor

Imtiaz Saddiqui & Associates

Leading Banks

National Bank of Pakistan
Askari Bank Limited
Bank Alfalah Limited
Summit bank Limited
NIB Bank Limited
Allied Bank Limited
Pak Libya Holding Company (Private) Limited
Pak Oman Investment Company Limited
Soneri Bank Limited

Shares Registrar

Corplink (Pvt) Limited
Wings Arcade,
1-K, Commercial Model Town,
Lahore, Pakistan.
Tel: 92 - 42 - 35839182
Fax: 92 - 42 - 35869037

Registered/Head Office

50-C, Main Gulberg,
Lahore, Pakistan.
Tel: 92 - 42 - 35753761
Fax: 92 - 42 - 35753688

Mills

8th Kilometer,
Manga - Raiwaind Road,
District Kasur, Pakistan.

Directors' Review

The board of directors of your company is pleased to present before you the un-audited financial statements for the 1st quarter ended September 2018. These financial statements have been prepared in compliance with IAS – 34 “Interim Financial Reporting” and provisions of, and directives issued under the Companies Act, 2017.

Financial Highlights

	Quarter ended September 30, 2018	Rupees in million Quarter ended September 30, 2017
Sales - Net	43.305	117.475
Gross (Loss) / Profit	(03.008)	(47.678)
Other Operating Income	00.011	0.013
Loss/Profit After Tax	(35.774)	(83.190)
Depreciation	00.273	18.295
Cash Loss / Profit	(35.501)	(64.895)

The figures tabulated above reveal that during the period under review the company posted net sales amounting to Rs. 43.305 million and a net loss of Rs. 35.774 million as compared to net sales of Rs. 117.475 million and a net loss of Rs. 83.190 million for the corresponding period of last financial year.

Following are the major reasons for the reported losses.

- i. The selling/conversion prices remained depressed during the period due to lack of orders.
- ii. The Plant could not achieve the optimum level of production. As such heavy idle plant capacity cost turned into cash losses.
- iii. Considering the aforementioned adverse circumstances sponsors and the management decided to close the production process in the middle of September 2018.

In view of continuous losses, the Board has decided to close the operations of the textile mill with effect from 20 September, 2018.

Future Outlook / Strategy

The shareholders are aware that Board of Directors in their meeting held on 17 September 2018 has decided to dispose of the assets of the Company and approved an alternate business plan for trading, import & export of textile products like cotton, polyester, viscose, yarn, fabric, garments, etc, etc. The Board has further decided the proceeds from the disposal of Assets will be utilized to redeem the bank borrowings in full and partially settle the other liabilities of the Company and the remaining proceeds will be applied towards alternate business plan. The Board also recommended amendment the Memorandum and Articles of Association to include therein the business of trading as the principal.

Subsequently, the shareholders in the Extraordinary general meeting held on 26 October, 2018 approved the disposal of assets of the Company, utilization of the proceeds for settlement of bank borrowings in full and partial settlement of other liabilities and remaining proceeds be applied for the alternate business plan which was also approved by the shareholders, unanimously. The shareholders also approved amendments in the Memorandum of Association to include the trading as the principal line of business.

The company has also issued tender for in the newspapers for sale of assets of the Company. After the disposal of assets, the proceeds will be utilized as approved by the shareholders and the alternate business will be commenced as soon as practical after the disposal of the assets and settlement of the liabilities.

We hope that the new alternate Business Plan will bring fruitful results for the Company.

Acknowledgement:

We are grateful to all our stakeholders exclusively the bankers for their ongoing support and the employees of the company for their commitment and hard work.

For and on behalf of the Board



Jehanzeb Amin
Chief Executive

Lahore :

Dated : November 08, 2018

ڈائریکٹر کا جائزہ

کمپنی کی مجلسِ نفعاً، ستمبر 2018ء کو ختم ہونے والی پہلی سہ ماہی کے لئے غیر نظر ثانی شدہ مالیاتی حسابات پیش کرتے ہوئے خوشی محسوس کر رہی ہے۔ یہ مالی حسابات آئی ایس اے 34 "عبوری مالیاتی رپورٹنگ" اؤکٹینیز ایکٹ 2017 کے تحت جاری کردہ ہدایات اور پریزنٹنگ کی قیام میں تیار کئے گئے ہیں۔

مالی جھلکیاں

روپے ملین میں

30 ستمبر 2018 ختم شدہ سہ ماہی	30 ستمبر 2017 ختم شدہ سہ ماہی	
117.475	43.305	فروخت - خالص
(47.678)	(03.008)	مجموعی (نقصان) / منافع
0.013	00.011	دیگر آپریٹنگ آمدن
(83.190)	(35.774)	نقصان / منافع بعد از ٹیکس
18.295	00.273	فرسودگی
(64.895)	(35.501)	نقد نقصان / منافع

مندرجہ بالا جدول کے اعداد و شمار سے ظاہر ہوتا ہے کہ گزشتہ مالی سال کی اسی مدت میں 117.475 ملین روپے خالص فروخت اور 83.190 ملین روپے خالص نقصان کے مقابلے پر جائزہ مدت کے دوران کمپنی نے 43.305 ملین روپے کی خالص فروخت اور خالص نقصان 50.324 ملین روپے درج کیا ہے۔

بیان کردہ نقصانات کی اہم وجوہات مندرجہ ذیل ہیں:

- آرڈرز کی قلت کے باعث فروخت / تبادلہ قیمتیں مدت کے دوران دباؤ کے تحت تھیں۔
- پلائسٹک پیداواری آلات کی سطح حاصل نہیں کر سکا۔ اس طرح کے ترقیاتی غیر فعال پلانٹ صلاحیت کے اخراجات نقد نقصانات میں بدل گئے۔
- متذکرہ بالا اکتیوہ حالات پر غور کرتے ہوئے اسپانسرز اور انتظامیہ نے ستمبر 2018ء کے وسط میں پیداواری عمل کو بند کرنے کا فیصلہ کیا۔

مستقبل کا نقطہ نظر / حکمت عملی

حصص داران کو مطلع کیا جاتا ہے کہ بوڈ آف ڈائریکٹرز نے 17 ستمبر 2018ء کو منعقدہ اپنے اجلاس میں کمپنی کے اثاثوں کو فروخت کرنے اور کپاس، پالیسٹر، وِسکون، یارن، ٹیچرک، کارٹنٹس، وغیرہ، وغیرہ کی طرح کی ٹیکسٹائل مصنوعات کی تجارت، درآمد و برآمد کے لئے متبادل کاروباری منصوبہ کو منظور کرنے کا فیصلہ کیا ہے۔ بوڈ نے مزید فیصلہ کیا کہ اثاثوں کی فروخت سے حاصل ہونے والی آمدنی بینک قرضوں کی مکمل ادائیگی اور کمپنی کی دیگر واجب ادائیگیوں کی جزوی ادائیگی کے لئے استعمال کی جائے گی اور باقی آمدنی متبادل کاروباری منصوبہ پر خرچ کی جائے گی۔ بوڈ نے میمورنڈم اینڈ آرٹیکلز آف ایسیوشن میں تجارتی کاروبار کو بنیادی کاروبار کے طور پر شامل کرنے کے لئے اصطلاحات کرنے کی بھی سفارش کی ہے۔

اس کے بعد، 26 اکتوبر 2018ء کو منعقدہ غیر معمولی اجلاس عام میں حصص داران نے کمپنی کے اثاثوں کو فروخت، حاصل ہونے والی آمدنی کو بینک کے قرضوں کی ادائیگی اور دیگر واجب ادائیگیوں کی جزوی ادائیگی اور باقی آمدنی متبادل کاروباری منصوبہ جس کی حصص داران کی طرف سے مستحق طور پر منظوری دی گئی پر خرچ کرنے کے لئے استعمال کرنے کی منظوری دی ہے۔ حصص داران نے میمورنڈم آف ایسیوشن میں تجارت کو کاروبار کی بنیادی اساس کے طور پر شامل کرنے کے لئے اصطلاحات کی بھی منظوری دی ہے۔

کمپنی نے کمپنی کے اثاثوں کی فروخت کے لئے اخبارات میں ٹینڈر بھی شائع کروایا ہے۔ اثاثوں کی فروخت کے بعد، حاصل ہونے والی آمدنی حصص داران کی منظوری کے مطابق استعمال کی جائے گی اور متبادل کاروبار اثاثوں کی فروخت اور واجب ادائیگیوں کی ادائیگی کے بعد عملی طور پر جلد شروع کر دیا جائے گا۔ ہم امید کرتے ہیں کہ یہ متبادل کاروباری منصوبہ کمپنی کے لئے منافع بخش نتائج سے بھرپور ہوگا۔

اظہار تشکر
ہم اپنے تمام اسٹیک ہولڈرز خاص طور پر بینکرز کی مسلسل حمایت اور کھنی کے ملازمین کے عزم اور سخت محنت کے شکر گزار ہیں۔

منجانب یورڈ



جہانزیب امین

چیف ایگزیکٹو

لاہور: تاریخ 8 نومبر 2018ء

Condensed Interim Statement of Financial Position (Un-audited)

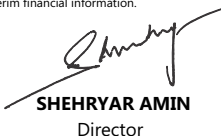
as at September 30, 2018

	Notes	Un-audited Sep 30, 2018 Rupees	Audited Jun 30, 2018 Rupees
Equity and liabilities			
Share capital and reserves			
Share capital			
Issued, subscribed and paid-up share capital	6	267,280,000	267,280,000
Loan from sponsor	7	105,752,779	85,488,373
Capital reserves			
Revaluation surplus on property, plant and equipment		562,071,236	566,097,186
Revenue reserves			
Accumulated / unappropriated (loss) / profit		(1,131,117,550)	(1,099,369,878)
Total share capital and reserves		(196,013,535)	(180,504,319)
Liabilities			
Non-current			
Subordinated loan-related party	8	10,411,566	10,411,566
Long term financing-secured	9	-	-
Deferred tax and other liabilities	10	43,659,621	43,659,621
Total non-current liabilities		54,071,187	54,071,187
Current			
Trade and other payables		167,899,877	165,278,430
Interest /markup accrued on borrowings		70,552,347	56,442,394
Short term borrowings - banks and financial institutions		441,869,259	441,869,259
Short term borrowings - related party		160,000,000	160,000,000
Current portion of long term borrowings		180,928,484	181,709,484
Unclaimed dividend		3,466,164	3,466,164
Contribution to Provident Fund Payable		9,838,742	31,933,363.27
Total current liabilities		1,034,554,873	1,040,699,094
Total liabilities		1,088,626,060	1,094,770,281
Total equity and liabilities		892,612,525	914,265,962
Contingencies and commitments			
	11		
Assets			
Non-current			
Property, plant and equipment	12	5,347,027	5,620,079
Long term deposits		-	-
Total Non-current assets		5,347,027	5,620,079
Current			
Stores, spare parts and loose tools		40,859,938	44,466,219
Stock in trade		3,611,942	20,634,645
Trade debts		10,970,178	13,339,625
Loans and advances		8,559,809	8,158,157
Trade deposits and prepayments		2,793,663	2,793,663
Tax refunds due from government		118,128,616	118,133,938
Cash and bank balances		4,570,947	3,349,231
Current assets		189,495,093	210,875,478
Non-current assets classified as held for sale	13	697,770,405	697,770,405
Total assets		892,612,525	914,265,962

The annexed notes from 1 to 19 form an integral part of this interim financial information.



JEHANZEB AMIN
Chief Executive



SHEHRYAR AMIN
Director



SAFDAR HUSSAIN TARIQ
Director / CFO

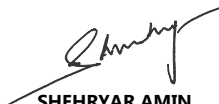
Condensed Interim Statement of Profit or Loss and other comprehensive Income (Un-audited) for the quarter ended September 30, 2018

	Note	For the quarter ended Sep 30, 2018 Rupees	For the quarter ended Sep 30, 2017 Rupees
Sales		43,304,598	117,475,436
Cost of sales	14	(46,312,860)	(165,153,875)
Gross profit / (loss)		(3,008,262)	(47,678,439)
Other income		10,761	12,969
Distribution cost		(2,243,311)	(3,222,004)
Administrative expenses		(11,267,067)	(13,606,882)
Other operating expenses		-	-
Operating (loss) / profit		(16,507,879)	(64,494,356)
Finance cost		(18,830,753)	(17,518,930)
(Loss) / profit before taxation		(35,338,632)	(82,013,286)
Provision for taxation		(434,990)	(1,177,289)
(Loss) / profit after taxation		(35,773,622)	(83,190,575)
Other comprehensive income / (loss) for the period		-	-
Total comprehensive (loss) for the year		(35,773,622)	(83,190,575)
(Loss) / earning per share - basic and diluted	17	(1.34)	(3.11)

The annexed notes from 1 to 19 form an integral part of this interim financial information.



JEHANZEB AMIN
Chief Executive



SHEHRYAR AMIN
Director



SAFDAR HUSSAIN TARIQ
Director / CFO

Condensed Interim Statement of Cash Flows (Un-audited)

for the quarter ended September 30, 2018

	Note	For the quarter ended Sep 30, 2018 Rupees	For the quarter ended Sep 30, 2017 Rupees
Cash flows from operating activities			
Cash (used in) operations	15	(13,217,252)	(32,790,664)
Taxes paid		-	-
Net cash (used in) operating activities		(13,540,891)	(34,006,966)
Cash flows from investing activities			
Additions in property, plant and equipment		-	-
Dividend received		-	-
Net cash from investing activities		-	-
Cash flows from financing activities			
(Decrease) in short term borrowings		-	1,226,900
(Decrease) in long term financing - net		(781,000)	(3,144,289)
Increase / (Decrease) in Sponsor's loan		20,264,406	55,500,000
Finance cost paid		(4,720,799)	(21,360,843)
Net cash (used in) financing activities		14,762,607	32,221,768
Net change in cash and cash equivalents		1,221,716	(1,785,198)
Cash and cash equivalents at beginning of the year		3,349,231	5,058,157
Cash and cash equivalents at end of the year		4,570,947	3,272,959

The annexed notes from 1 to 19 form an integral part of this interim financial information.



JEHANZEB AMIN
Chief Executive



SHEHRYAR AMIN
Director



SAFDAR HUSSAIN TARIQ
Director / CFO

Condensed Interim Statement of Changes in Equity (Un-audited)

for the quarter ended September 30, 2018

Particulars	Issued, subscribed and paid up share capital		Capital Reserve	Revenue reserve	Sub-total	Total Equity
	Rupees	Loan from sponsor	Revaluation surplus on property, plant and equipment	Revenue reserve- Accumulated Profits/(Loss)		
Balance as at June 30, 2017- restated	267,280,000	41,000,000	339,791,266	(215,745,357)	165,045,909	432,325,909
Loss for the period	-	-	-	(83,190,575)	(83,190,575)	(83,190,575)
Obtained during the period	-	-	-	-	-	-
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(83,190,575)	(83,190,575)	(83,190,575)
Transfer from surplus on revaluation of property, plant and equipment -net of tax	-	-	-	-	-	-
Balance as at September 30, 2017	267,280,000	41,000,000	339,791,266	(298,935,932)	81,855,334	349,135,334
Loss for the period	-	-	-	(814,927,366)	(814,927,366)	(814,927,366)
Obtained during the period	-	44,488,373	-	-	44,488,373	44,488,373
Other comprehensive income for the period	-	-	240,799,340	-	240,799,340	240,799,340
Total comprehensive income for the period	-	44,488,373	240,799,340	(814,927,366)	(529,639,653)	(529,639,653)
Transfer from surplus on revaluation of property, plant and equipment -net of tax	-	-	(14,493,420)	14,493,420	-	-
Balance as at June 30, 2018	267,280,000	85,488,373	566,097,186	(1,099,369,878)	(447,784,319)	(180,504,319)
Loss for the period	-	-	-	(35,773,622)	(35,773,622)	(35,773,622)
Obtained during the period	-	20,264,406	-	-	20,264,406	20,264,406
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	20,264,406	-	(35,773,622)	(15,509,216)	(15,509,216)
Transfer from surplus on revaluation of property, plant and equipment -net of tax	-	-	(4,025,950)	4,025,950	(4,025,950)	(4,025,950)
Balance as at September 30, 2018	267,280,000	105,752,779	562,071,236	(1,131,117,550)	(467,319,485)	(200,039,485)

The annexed notes from 1 to 19 form an integral part of this interim financial information.

JEHANZEB AMIN
Chief Executive

SHEHRYAR AMIN
Director

SAFDAR HUSSAIN TARIQ
Director / CFO

Notes to the Condensed Interim Financial Statements (Un-audited) for the quarter ended September 30, 2018

1 General information and nature of operations

- 1.1 Samin Textiles Limited (the "Company") is a public limited company incorporated in Pakistan on November 27, 1989 under the Companies Ordinance, 1984. The shares of the Company are listed on Pakistan Stock Exchange. The principal business of the Company is manufacturing and sale of cloth. The address of its registered/head office is 50-C, Main Gulberg, Lahore. The mill is situated at Manga - Raiwind Road, District Kasur in the Province of Punjab.
- 1.2 During the period ended September 30, 2018 the company has incurred net loss amounting to Rs. 35.77 million mainly due to the selling/conversion prices remained depressed during the period due to lack of orders. The Plant could not achieve the optimum level of production. As such heavy idle plant capacity cost turned into cash losses. Considering the aforementioned adverse circumstances sponsors and the management decided to close the production process in the middle of September 2018.

- Future Outlook / Strategy

After closer of the existing production facilities, the Sponsors & Management are focusing on the following activities:-

- i. To complete the regulatory requirements for disposal of Fixed Assets of the Company.
- ii. The proceeds there-from, will be utilized to pay off all the lenders and partially the other creditors.
- iii. To keep the Company alive the Sponsors & Management have prepared alternate business plan. For implementation of the said plan, necessary amendments in the Memorandum of Association of the Company have been made.

Some of the funds realized from Sale of Fixed Assets will be retained in the Company for implementation of the alternate business plan which is expected to commence from early next year. The new business plan is based on "Trading Model" and does not require as huge working capital amounts as required in a model based on "Manufacturing Process".

We hope that the new alternate Business Plan will bring fruitful results for the Company.

2 Basis of preparation

This condensed interim financial information is un-audited and is being submitted to shareholders, as required by the Companies Act, 2017.

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017, provisions of and directives issued under the Companies Act, 2017. In case requirements differ, the provisions or directives of the Companies Act, 2017 shall prevail.

This three month ended financial report does not include all the information required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2018. Currently, the Company is assessing the impact of these requirements on the financial statements. It is expected that it will result in change in accounting treatments and enhanced disclosures in the financial statements which will be incorporated in subsequent financial statements of the Company.

3 Significant Accounting policies

The accounting policies and methods of computation adopted for the preparation of this condensed interim financial information are consistent with those applied in the preparation of the annual published financial statements of the Company for the year ended June 30, 2018.

The new standards, amendments to the approved accounting standards and interpretations that are mandatory for accounting periods beginning on or after July 1, 2018, were either considered not to be relevant to the Company's operations or did not have significant effect on the accounting policies of the Company.

Notes to the Condensed Interim Financial Statements (Un-audited) for the quarter ended September 30, 2018

4 Critical accounting estimates and judgments

Judgments and estimates made by the management in the preparation of this condensed interim financial report are the same as those applied to the preceding annual published financial statements of the Company for the year ended June 30, 2018.

5 Financial risk management

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the financial statements of the Company for the year ended June 30, 2018.

	Note	Un-audited Sep 30, 2018 Rupees	Audited Jun 30, 2018 Rupees
6 Share capital			
Authorized share capital			
30,000,000 (June 30, 2018: 30,000,000) ordinary shares of Rs. 10/- each		300,000,000	300,000,000
Total		300,000,000	300,000,000
Issued, subscribed and paid-up capital			
26,728,000 (June 30, 2018: 26,728,000) ordinary shares of Rs. 10/- each		267,280,000	267,280,000
Total		267,280,000	267,280,000

7 LOAN FROM SPONSOR - RELATED PARTY

Loan from sponsor- unsecured		105,752,779	85,488,373
Total	7.1	105,752,779	85,488,373
7.1 Opening balance		85,488,373	41,000,000
Received during the period/year		20,264,406	44,488,373)
Closing balance	7.1.1	105,752,779	85,488,373

This represents interest free loan from a member of the Company. This loan is designated interest free and is repayable at the discretion of the Company. Further, in accordance with Technical Release - 32 "Accounting Directors' Loan" issued by the Institute of Chartered Accountants of Pakistan effective for the financial statements for the period beginning on or after January 01, 2016 with earlier application permitted, such loan has been classified as part of equity instead of long term borrowing.

8 Subordinated loan - unsecured

This interest bearing loan from a member of the Company is subordinated to the main lenders. The loan was designated as an interest bearing loan with effect from 1st July 2010 and carries interest @ 6 Month KIBOR + 3% per annum. Re-payment terms of the loan have not yet been finalized. However, the loan is not repayable within next twelve months.

Notes to the Condensed Interim Financial Statements (Un-audited) for the quarter ended September 30, 2018

Note	Un-audited Sep 30, 2018	Audited Jun 30, 2018
	Rupees	Rupees
12.1 Operating fixed assets		
Written down value - opening	5,620,079	882,072,369
Transferred to Non-current assets classified as held for sale	-	(697,770,405)
Revaluation Adjustment	-	(122,112,915)
Add: Cost of additions during the period / year 12.1.1	-	9,652,350
	5,620,079	71,841,399
Disposals during the period / year (W.D.V)	-	(533,194)
Less: Depreciation	(273,052)	(65,688,126)
Written down value - closing	5,347,027	5,620,079

12.1.1 Cost of additions during the period

Building on freehold land	-	-
Plant and machinery	-	9,652,350
Office equipment	-	-
Total	-	9,652,350

13 NON CURRENT ASSETS CLASSIFIED AS HELD FOR SALE

This represents realizable value of following assets classified as held for sale. The proceeds will be utilized to settle / reduce banks' finance facilities in order to reduce dependency on external debts and finance cost of the Company, as per plan approved by Board of Directors. (mentioned in note 1.2).

	Un-audited Sep 30, 2018	Audited Jun 30, 2018
	Rupees	Rupees
Property, plant and equipment		
-Land	-	304,871,600
-Building	-	266,780,565
-Plant and machinery	-	104,192,000
-Furniture and fittings	-	480,000
-Office equipment	-	801,520
-Vehicles	-	1,299,615
-Electric installation	-	3,840,000
-Tube well	-	1,083,899
-Arms and ammunition	-	416
Long term deposits	-	14,420,790
	-	697,770,404

Notes to the Condensed Interim Financial Statements (Un-audited) for the quarter ended September 30, 2018

	Un-audited Sep 30, 2018	Un-audited Sep 30, 2017
	Rupees	Rupees
14 Cost of Sales		
Raw material consumed	3,746,122	49,547,873
Salaries, wages and other benefits	18,069,582	30,962,069
Factory Overhead	11,211,401	69,817,253
	33,027,105	150,327,195
(Increase)/decrease in Work In process		
Opening work in process	1,620,514	1,329,570
Closing work in process	-	(1,143,169)
Adjustment of work in process	1,620,514	186,401
Cost of goods manufactured	34,647,619	150,513,596
(Increase) / decrease in finished goods		
Opening Stock	14,923,102	249,908,464
Closing Stock	(3,257,861)	(235,268,185)
Adjustment of finished goods	11,665,241	14,640,279
	46,312,860	165,153,875
15 Cash (used in) generated from operations		
(Loss) / Profit before taxation	(35,338,632)	(82,013,286)
Adjustments for:		
Depreciation on property, plant and equipment	273,051	18,294,894
Finance cost	18,830,753	17,518,930
Operating profit before changes in working capital	(16,234,828)	(46,199,462)
Changes in working capital		
(Increase) /decrease in current assets		
Stores, spare parts and loose tools	3,606,281	807,586
Stock in trade	17,022,703	16,647,248
Trade debts	2,369,447	(24,880,951)
Loans and advances	(401,652)	(1,025,878)
Trade deposits, prepayments and balances with statutory authorities	(106,029)	3,371,153
(Decrease) /increase in current liabilities		
Trade and other payables	2,621,447	18,489,640
Total	8,877,369	(32,790,664)

Notes to the Condensed Interim Financial Statements (Un-audited) for the quarter ended September 30, 2018

16 Transactions with related parties

Significant transactions with related parties during three months are as follows:

		Un-audited Sep 30, 2018	Un-audited Sep 30, 2017
	Relationship	Rupees	Rupees
Mrs. Mehvish Amin	Member of the Company		
Office rent		300,000	300,000
Markup on subordinated loan		3,191,122	227,000
MCB Bank Limited	Associated company		
Profit received on PLS account		10,761	12,969
Directors and other key management personnel	Directors and executives		
Remuneration and benefits		8,632,201	8,628,720

Significant balances with related parties as on balance sheet date are as follows:

		Un-audited Sep 30, 2018	Audited Jun 30, 2018
		Rupees	Rupees
Payable to Sponsors	Sponsor	297,433,361	276,722,256
Payable to Provident Fund	Provident fund	9,838,742	31,933,363
		Un-audited Sep 30, 2018	Un-audited Sep 30, 2017
		Rupees	Rupees

17 Earnings (loss) per share - basic and diluted

Loss for the period	(35,773,622)	(83,190,575)
Weighted average number of ordinary shares	26,728,000	26,728,000
Loss per share (Rupees)	(1.34)	(3.11)

18 General

18.1 Corresponding figures have been rearranged wherever necessary, for the purpose of comparison. However, there were no material reclassification or rearrangement to report.

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim balance sheet has been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been compared with the balances of condensed interim half yearly financial information of comparable period.

18.2 Figures have been rounded off to the nearest rupees unless otherwise stated.


Notes to the Condensed Interim Financial Statements (Un-audited) for the quarter ended September 30, 2018

19 Date of authorization for issue

This financial information was authorized for issue on November 08, 2018 by the Board of Directors of the Company.



JEHANZEB AMIN
Chief Executive



SHEHRYAR AMIN
Director



SAFDAR HUSSAIN TARIQ
Director / CFO



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