AHMAD HASSAN TEXTILE MILLS LIMITED

CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT MARCH 31, 2020

	March 31, 2020 Un-Audited Rupees	June 30, 2019 Audited Rupees
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	2,608,955,656	2,841,368,043
Investment property	43,311,500	43,311,500
Intangible assets	88,203	122,717
Long term deposits	13,262,777	13,262,777
Long term investment	-	17,837,014
	2,665,618,136	2,915,902,051
CURRENT ASSETS		
Stores, spare parts and loose tools	50,063,287	60,940,689
Stock-in-trade	1,416,512,301	1,108,560,342
Trade debts	695,342,738	481,533,726
Loans and advances	97,226,072	111,787,562
Due from Government	55,606,078	57,775,795
Other receivables	12,182,122	6,109,505
Short term investment	40,560	52,000
Cash and bank balances	3,244,107	16,765,243
	2,330,217,265	1,843,524,862
TOTAL ASSETS	4,995,835,401	4,759,426,913
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital	200,000,000	200,000,000
Issued, subscribed and paid up share capital	144,082,488	144,082,488
Capital reserve	32,746,284	32,746,284
Surplus on revaluation of property, plant and equipment	604,513,692	742,422,219
Revenue reserve - unappropriated profit	1,099,707,405	921,685,893
	1,881,049,869	1,840,936,884
Subordinated loans	105,000,000	105,000,000
NON-CURRENT LIABILITIES		
Long term loans and financing	520,270,832	492,597,908
Liabilities against assets subject to finance lease	4,375,849	7,020,700
Deferred taxation	227,405,690	213,958,218
	752,052,371	713,576,826
CURRENT LIABILITIES		
Trade and other payables	876,228,486	681,408,533
Unclaimed dividend	5,471,074	3,235,078
Finances under markup arrangements and other credit facilities	1,229,973,152	1,138,700,665
Current portion of non-current liabilities	15,612,040	153,233,348
Accrued finance cost	54,598,508	52,539,990
Provision for taxation	75,849,901	70,795,589
	2,257,733,161	2,099,913,203
TOTAL EQUITY AND LIABILITIES	4,995,835,401	4,759,426,913

CONDENSED INTERIM PROFIT OR LOSS ACCOUNT
(UN-AUDITED) FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2020

	Nine months period ended		Quarter ended	
	Mar 31, 2020	Mar 31, 2019	**Mar 31, 2020**	Mar 31, 2019
	Rupees	Rupees	**Rupees**	Rupees
Sales - net	6,009,047,390	5,482,030,941	2,031,878,444	2,033,306,094
Cost of sales	(5,449,055,128)	(5,161,619,726)	(1,857,525,480)	(1,918,118,587)
Gross profit	559,992,262	320,411,215	174,352,964	115,187,507
Other income	-	303,932	-	41,590
Profit on trading	160,300	-	-	-
Distribution cost	(37,900,136)	(51,641,805)	(9,826,854)	(18,935,200)
Administrative expenses	(57,127,219)	(52,946,384)	(20,923,731)	(15,123,443)
Other operating expenses	(17,967,219)	(4,204,529)	(5,942,764)	(173,166)
	(112,834,274)	(108,488,785)	(36,693,349)	(34,190,219)
Profit before finance cost	447,157,988	211,922,430	137,659,615	80,997,288
Finance cost	(170,391,791)	(127,487,503)	(55,415,505)	(56,700,463)
Profit before taxation	276,766,197	84,434,927	82,244,110	24,296,825
Taxation	(100,073,489)	(59,448,331)	(26,314,749)	(13,240,296)
Profit after taxation	176,692,708	24,986,596	55,929,361	11,056,529
Earnings per share - basic and diluted	12.26	1.73	3.88	0.77

NOTES TO THE FINANCIAL STATEMENTS
(UN-AUDITED) FOR THE PERIOD OF NINE MONTHS ENDED AT MARCH 31, 2020

1. These un-audited accounts are being presented to the shareholders as required under SECP notification No.764(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 annual accounts.
3. Figures from previous year have been re-arranged for the purpose of comparison wherever necessary.
4. Figures in these accounts have been rounded off to the nearest rupee.
5. Provisions for taxation has been calculated on turnover basis.

CONDENSED INTERIM CASH FLOW STATEMENT
(UN-AUDITED) FOR THE PERIOD OF NINE MONTHS ENDED MARCH 31, 2020

	Nine months period ended	
	Mar 31, 2020	Mar 31, 2019
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	276,766,197	84,434,927
Adjustments for:		
Depreciation on property, plant and equipment	103,721,032	108,198,936
Amortization on intagible asset	34,514	214,514
Gain on sale of property, plant and equipment	-	(262,342)
Unrealized (gain)/loss on re-measurement of investment	11,440	20,880
Finance cost	170,391,791	127,487,503
	274,158,777	235,659,491
Operating cash flows before movements in working capital	550,924,974	320,094,418
(Increase) / decrease in current assets		
Stores, spares and loose tools	10,877,402	1,900,770
Stock in trade	(307,951,959)	(449,325,525)
Trade debts	(213,809,012)	(67,673,823)
Loans and advances (excluding advance income tax)	14,561,490	(41,414,650)
Tax refunds due from government	2,169,717	10,502,607
Other receivables	(6,072,617)	(4,702,373)
Increase / (decrease) in current liabilities		
Trade and other payables	194,819,953	276,587,478
	(305,405,026)	(274,125,516)
Cash generated from operations	245,519,948	45,968,902
Income tax paid - net	(62,136,211)	(41,186,335)
Long term deposits (given) / received back - net		(925,600)
	(62,136,211)	(42,111,935)
Net cash generated from / (used in) operating activities	183,383,737	3,856,967
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(9,313,552)	(208,199,670)
Proceeds from disposal of property, plant and equipment	-	498,000
Long term investment	17,837,014	-
Net cash generated from/(used in) investing activities	8,523,462	(207,701,670)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term finances obtained	-	178,601,805
Repayment of long term finances	(110,036,803)	(134,301,138)
Repayment of finance lease	(2,556,431)	816,845
Dividend paid	(15,774,315)	(17,794,774)
Short term finances - net	91,272,487	282,512,212
Finance cost paid	(168,333,273)	(106,449,001)
Net cash (used in) / generated from financing activities	(205,428,335)	203,385,949
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(13,521,136)	(458,754)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	16,765,243	19,477,569
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	3,244,107	19,018,815

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
(UN-AUDITED) FOR THE PERIOD OF NINE MONTHS ENDED MARCH 31, 2020

	Share Capital	Reserves			
		Capital		Revenue	
	Issued, subscribed and paid up capital	Share premium	Surplus on revaluation of property, plant and equipment	profit	Total
	Rupees				
Balance as at June 30, 2018 (Audited)	144,082,488	32,746,284	773,129,285	868,033,570	1,817,991,627
Distribution to owners:					
Final cash dividend of Rs. 1.25 per share for the year ended June 30, 2018	-	-	-	(18,010,310)	(18,010,310)
Total comprehensive income for the period:					
Profit for the period	-	-	-	24,986,596	24,986,596
Other comprehensive income for the period	-	-	-	-	-
	-	-	-	24,986,596	24,986,596
Incremental depreciation arising due to surplus on revaluation of property, plant and equipment (net of deferred tax)	-	-	(22,827,645)	22,827,645	-
Balance as at March 31, 2019 (Un-audited)	144,082,488	32,746,284	750,301,640	897,837,501	1,824,967,913
Total comprehensive income for the period:					-
Profit for the period	-	-	-	15,968,971	15,968,971
Other comprehensive income for the period	-	-	-	-	-
	-	-	-	15,968,971	15,968,971
Incremental depreciation arising due to surplus on revaluation of property, plant and equipment (net of deferred tax)	-	-	(7,879,421)	7,879,421	-
Balance as at June 30, 2019 (Audited)	144,082,488	32,746,284	742,422,219	921,685,893	1,840,936,884
Distribution to owners:					
Final cash dividend of Rs. 1.25 per share for the year ended June 30, 2019				(18,010,310)	(18,010,310)
Total comprehensive income for the period:					
Profit for the period	-	-	-	176,692,708	176,692,708
Other comprehensive loss for the period	-	-	(118,569,413)	-	(118,569,413)
	-	-	(118,569,413)	176,692,708	58,123,295
Incremental depreciation arising due to surplus on revaluation of property, plant and equipment (net of deferred tax)	-	-	(19,339,114)	19,339,114	-
Balance as at March 31, 2020 (Un-audited)	144,082,488	32,746,284	604,513,692	1,099,707,405	1,881,049,869

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
(UN-AUDITED) FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2020

	Nine months period ended		Quarter ended	
	March 31, 2020	March 31, 2019	**March 31, 2020**	March 31, 2019
	Rupees	Rupees	**Rupees**	Rupees
Profit for the period	176,692,708	24,986,596	55,929,361	11,056,529
Other comprehensive loss for the period:				
Items that will not be subsequently reclassified to profit or loss:				
Impact of revaluation carried out during the period	(138,004,907)	-	-	-
Less: related deferred tax	19,435,494	-	-	-
	(118,569,413)	-	-	-
Total comprehensive income for the period	58,123,295	24,986,596	55,929,361	11,056,529

Sd/-
Chief Executive

Sd/-
Director

Sd/-
Chief Financial Officer

ڈائریکٹرز کی جائزہ رپورٹ

شروع اللہ کے نام سے جو نہایت مہربان اور رحم کرنے والا ہے

محترم حصہ داران!

ہم ڈائریکٹرز بخوشی آپ کے سامنے مورخہ 31 مارچ 2020 تک کے مکمل ہونے والے ادارے کے نو ماہ کے غیر آڈٹ شدہ اکاؤنٹس پیش کر رہے ہیں۔

مالیاتی نتائج کا خلاصہ

	مارچ 2020 (روپوں میں)	مارچ 2019 (روپوں میں)
کل رقم فروختگی	6,009,047,390/-	5,482,030,941/-
کل منافع	559,992,262/-	320,411,215/-
شرح منافع	9.32%	5.84%
بعد ادائیگی ٹیکس منافع	176,692,708/-	24,986,596/-

کاروباری امور کا جائزہ

آپ کے ادارے کے مالیاتی نتائج منافع بعد از ٹیکس 176.693 ملین ظاہر کر رہے ہیں جو کہ پچھلے سال کے اسی عرصہ کے مقابلے میں 151.706 ملین زیادہ ہے۔ ہماری خام شرح منافع 3.84 فیصد زیادہ ہے۔ ہماری پیداواری لاگت 5.57 فیصد بڑھی ہے۔ ترسیل و تقسیم کے خرچوں میں بھی 26.61 فیصد کمی واقع ہوئی ہے۔ انتظامی خرچے 7.90 فیصد بڑھے ہیں اور مالیاتی خرچوں میں بھی 33.65 فیصد اضافہ ہوا ہے جس کی بڑی وجہ پچھلے سال کے اسی عرصے کے مقابلہ میں KIBOR میں 6.61 فیصد سے 13.25 فیصد اضافہ ہے۔ ان سارے حالات کے باوجود آپ کے ادارہ کی انتظامیہ پچھلے سال کے اسی عرصے کے مقابلے میں بہتر نفع کمانے میں کامیاب رہی ہے تا کہ حصہ داران کی دولت اور ادارے سے منسلک لوگوں کا اعتماد برقرار رکھ سکیں۔

مستقبل کا نقطہ نظر:

تیزی سے پھیلتی ہوئی کوویڈ-19 کی وبا اور عالمی کساد بازاری کی وجہ سے پاکستان جیسے ترقی پذیر ملک پر اس کے اثرات کے سبب ہم چوتھی سہ ماہی میں جو 30 جون 2020 پر ختم ہوگی حکومت کی طرف سے کئے گئے امدادی اقدامات کے باوجود معاشی سرگرمیوں میں سست روی اور ذرائع آمدورفت میں تعطل دیکھتے ہیں۔ تاہم حکومت نے ایس بی پی اور پی بی اے کے ذریعے سرمایہ کاروں اور صنعت کاروں کے لئے آسانی کرتے ہوئے مزید ایک سال کیلئے پرنسپل ادائیگی میں التوا جیسے ریلیف پیکیج جاری کئے ہیں۔ بیروزگاری پر قابو پانے کیلئے حکومت نے تنخواہ اور اجرت کی مد میں 3 فیصد مارک اپ ریٹ پر صنعتکار کو قرض جاری کیا، کچھ دیگر اقدامات جو ملکی معیشت کی بہتری کے لئے ہیں ان تمام املاک پیکجز کا مناسب وقت پر کام ہے اگر مارکیٹ میں گارمنٹس کی ضرورت پیدا ہوتی ہے اور تمام ٹیکسٹائل صنعت بھی اچھی حالت میں ہوگی تو موجودہ غیر یقینی صورتحال کے باوجود آپ کی کمپنی کی انتظامیہ کو اگلے مالی سال میں معقول بحالی کی توقع ہے اور وہ اس بدترین معاشی بحران میں احتیاط سے کمپنی کو چلانے کی کوشش کر رہی ہے۔

اعتراف

آپ کے ڈائریکٹران ان تمام کارکنان اور عملہ کی طرف سے کی گئی کوششوں کو تہہ دل سے سراہتے ہیں اور آپ کے ڈائریکٹران تمام حصہ داران و مالیاتی اداروں اور بنک (بنک الحبیب لمیٹڈ، نیشنل بنک آف پاکستان، بنک الفلاح لمیٹڈ، الائیڈ بنک لمیٹڈ، سنیری بنک لمیٹڈ، میزان بنک لمیٹڈ، حبیب بنک لمیٹڈ (HBL) ، یونائیٹڈ بنک لمیٹڈ) کے تعاون اور رہنمائی کا بھی شکر گزار ہے۔

بورڈ آف ڈائریکٹر کی جانب سے

ملتان

29 اپریل 2020

چیف ایگزیکٹو　　ڈائریکٹر

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AHMAD HASSAN TEXTILE MILLS LTD.
46 - Hassan Parwana Colony,
MULTAN.

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ACCOUNTS

For the Third Quarter & Nine Months Period Ended March 31, 2020 (Un-Audited)

AHMAD HASSAN TEXTILE MILLS LTD.

BOARD OF DIRECTORS

1. Mian Muhammad Javed Anwar - Chairman/ Non-Executive Director
2. Mr. Muhammad Aurangzeb - Chief Executive / Executive Director
3. Mr. Muhammad Haris - Executive Director
4. Mr. Muhammad Jahanzaib - Executive Director
5. Mrs. Salma Javed - Non-Executive Director
6. Mrs. Waheeda Parvaiz - Non-Executive Director
7. Mr. Syed Raza Abbas Jafferi - Rep. N.I.T
8. Mr. Nazeer Ahmed Khan - Independent Director

DIRECTORS' REVIEW

In the name of Allah, the Most Beneficent, the Merciful

Dear Shareholders,

Your Directors are pleased to present before you un-audited accounts of your Company for the nine months ended March 31, 2020.

SUMMARIZED FINANCIAL RESULTS:

	March 2020 (Rupees)	March 2019 (Rupees)
Sales Net	6,009,047,390	5,482,030,941
Gross Profit	559,992,262	320,411,215
G.P Ratio	9.32%	5.84%
Profit after taxation	176,692,708	24,986,596

REVIEW OF OPERATIONS:

The financial results of your Company show profit after taxation of Rs.176.693 Million which is Rs.151.706 million excess than same period of the previous year. Our gross profit ratio increased by 3.48%. Cost of sales is increased by 5.57%, Distribution cost is decreased by 26.61%, Admin cost is increased by 7.90% and finance cost is also increased by 33.65% mainly due to increase in KIBOR rates from 6.61 % to 13.25 % in the period under review as compared to the same period in last financial year. Besides of all above cost increase factors, your management of the Company is still able to generate better profit than same period of the last year to sustain shareholder's wealth and stakeholder's interest.

FUTURE OUTLOOK

With the rise of Pandemic COVID-19 and the spillover effects from the global recession on under developing countries like Pakistan. We foresee a dull economic activity as well as adverse impact on the supply chain during the fourth quarter to be ended June 30, 2020 with some relief measures from the government as well. However, Government had taken better facilitation to investors and industrialist through SBP and PBA by issuing relief packages like deferral in Principle Payment for further one year and to control the unemployment by issuing loan to industrialist against Salary & Wages @ 3% mark up rate and taking some other measures which for the better of the country's economy. All these relieve packages well work in due course if the requirement of garments from market arises & all textile chain is in working good shape. Despite current uncertain situation, management of your company expects decent recovery in next financial year and is striving had to steer the company cautiously through this worst economic crunch.

ACKNOWLEDGMENT

Your Directors place on record their deep appreciation for the efforts made by the workers and staff of the Company for their deep devotion to work.

Your Directors would also like to express their thanks to the Shareholders, Financial Institutions and Banks (Bank Al Habib Limited, National Bank of Pakistan, Bank Al-Falah Limited, Allied Bank Limited, Soneri Bank Limited, Meezan Bank Limited, Habib Bank Limited (HBL), United Bank Limited), for their support and assistance.

On behalf of the Board of Directors

Multan
Dated: April 29, 2020

Chief Executive　　Director