



QUARTERLY REPORT

March 31, 2015

Fateh Industries Limited

442 Mirpurkhas Road, Hyderabad Pakistan

Fateh Industries Limited

442, Mirpurkhas Road, Hyderabad

BOARD'S REVIEW TO THE SHAREHOLDERS

The Directors of your Company present before you the Quarterly Accounts (3rd Quarter) Un-Audited Balance Sheet and Profit & Loss Account alongwith the Cash Flow Statement for the period ended March 31, 2015.

The Company has achieved sales of Rs. 51.472 million whereas earned Gross Profit of Rs.6.762 million during nine months of the financial year under review. After Administration and Selling expenses, company earned Operating Profit of Rs.0.304 million. After exchange gain of Rs. 4.394 million and financial expenses of Rs. 0.135 million, Profit before taxation is Rs. 4.564 million during the period under review. The accumulated losses are stand at Rs. 237.214 million. Earning per share is Rs.2.28.

The Management of the Company had applied for de-listing from the Karachi Stock Exchange (KSE) in November 2013. Since the matter was unresolved at their end, Company has withdrawn the application of delisting from KSE.

for and on behalf of the Board



SAEED ALAM

Chief Executive

Hyderabad: April 27, 2015

BALANCE SHEET

As at March 31, 2015
(Un-Audited)

	31-03-2015 RUPEES	30-06-2014 RUPEES
<u>Capital & Liabilities</u>		
Authorized Capital		
10,000,000 ordinary shares of Rs. 10/- each	100,000,000	100,000,000
Shareholders' Equity		
Issued, subscribed and paid up share capital	20,000,000	20,000,000
Investment revaluation reserve	598,086	571,969
Unappropriated loss	(237,214,016)	(241,778,263)
	(216,615,930)	(221,206,294)
Current Liabilities		
Trade and others payables	103,970,683	95,429,340
Short term running finances	173,013,981	173,013,981
Provision for Taxation	0	0
	276,984,664	268,443,321
Total	60,368,734	47,237,027
<u>Property & Assets</u>		
Operating Fixed Assets	21,116,748	22,112,163
Long Term Investments	615,652	589,535
Current Assets		
Stores, spare parts and loose tools	0	0
Stock-in-trade	25,583,884	17,038,320
Trade debts	3,038,359	135,138
Advances, deposits and prepayments	1,458,276	680,582
Other receivables	4,161,818	4,161,818
Cash and bank balance	4,393,997	2,519,471
	38,636,334	24,535,329
	60,368,734	47,237,027



SAEED ALAM
Chief Executive



RAUF ALAM
Director

Hyderabad: April 27, 2015

PROFIT AND LOSS ACCOUNT

For the 3rd Quarter ended March 31, 2015

(Un-Audited)

	JAN-MAR 2015 RUPEES	JUL-MAR 2015 RUPEES	JAN-MAR 2014 RUPEES	JUL-MAR 2014 RUPEES
Sales	22,532,599	51,472,354	10,813,733	45,242,992
Cost of sales	19,335,673	44,709,833	10,996,530	42,064,459
Gross Profit / (Loss)	3,196,926	6,762,521	(182,797)	3,178,533
Administration expenses	1,535,722	4,381,909	192,651	2,078,372
Selling & distribution expenses	875,884	2,076,532	682,180	2,129,763
	2,411,606	6,458,441	874,831	4,208,135
Operating Profit/(Loss)	785,320	304,080	(1,057,628)	(1,029,602)
Other Income	0	1,305	0	10,339
Exchange Gain	2,560,928	4,394,361	2,867,396	1,326,709
	2,560,928	4,395,666	2,867,396	1,337,048
Financial expenses	100,619	135,499	47,619	153,574
Less: Reversal of provision against doubtful debts	0	0	0	53,056,654
Profit before Taxation	3,245,629	4,564,247	1,762,149	53,210,526
Provision for taxation	0	0	0	0
Profit after Taxation	3,245,629	4,564,247	1,762,149	53,210,526
Other comprehensive income	(84,061)	26,117	192,847	192,847
Unrealized gain/(loss) on revaluation of investment - available for sale				
Total Comprehensive income	3,161,568	4,590,364	1,954,996	53,403,373
Earning per share	1.62	2.28	0.88	26.61

Notes:

1. Fateh Industries Limited is incorporated in Pakistan as a public limited company and is listed on the Karachi Stock Exchange. The Company is engaged mainly in the manufacturing and sale of footwear of all kinds.
2. These accounts are un-audited and are being submitted to the shareholders as required under section 245 of the Companies Ordinance, 1984 and have been prepared in accordance with the requirements of International Accounting Standard (I.A.S-34) as applicable in Pakistan.
3. The accounting policies and methods of computation adopted by the Company for preparation of these accounts are the same as those applied for the annual accounts.
4. No provision for taxation is made in the accounts since there were no operating activities and the company is in loss. However, the final tax liability will be calculated at the end of the year after consideration of assessment completed and the available tax credits.
5. Figures in these accounts have been rounded off to the nearest rupee.
6. These accounts are authorized by the Board for issue on 27th April, 2015.



SAEED ALAM
Chief Executive



RAUF ALAM
Director

Hyderabad: April 27, 2015

CASH FLOW STATEMENT

For the 3rd Quarter ended March 31, 2015

	31-Mar-15 RUPEES	31-Mar-14 RUPEES
A. CASH FROM OPERATING ACTIVITIES		
Net Profit before taxation	4,564,247	53,210,526
Adjustment for :		
Depreciation	1,345,414	528,458
Other Income	(1,305)	(10,339)
Exchange gain	(4,394,361)	(1,326,709)
	(3,050,252)	(808,590)
Operating (loss) before working capital	1,513,995	52,401,936
Changes in Working Capital		
(Increase) / decrease in current assets		
Trade debts	(2,903,221)	(445,070)
Stock in Trade	(8,545,564)	2,399,456
Advances, deposits & prepayments	(777,694)	(7,204,231)
Other receivables	0	0
Increase / (decrease) in current liabilities		
Trade and other payables	8,541,343	(7,825,795)
	(3,685,136)	(13,075,640)
Cash generated from operations	(2,171,141)	39,326,293
Other Income	1,305	10,339
Exchange Gain	4,394,361	1,326,709
	2,224,526	40,663,341
B. CASH FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(350,000)	(250,000)
C. CASH FROM FINANCING ACTIVITIES		
	0	(35,228,637)
	0	(35,228,637)
Changes in cash and equivalents during the period	1,874,526	5,184,704
Cash and equivalent at the beginning	2,519,471	689,929
Cash and equivalent at the end	4,393,997	5,874,633



SAEED ALAM

Chief Executive



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Director

Hyderabad: April 27, 2015

Statement of Changes in Equity

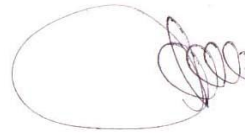
For the 3rd Quarter ended March 31, 2015

Amount in Rupees.

	<u>Share Capital</u>	<u>Surplus on Revaluation of Investment</u>	<u>Accumulated (Loss)</u>	<u>Total</u>
Balance as on July 1, 2013	20,000,000	306,518	(324,477,168)	(304,170,650)
Profit upto March 31, 2014	0	192,847	53,210,526	53,403,373
Balance as on March 31, 2014	20,000,000	499,365	(271,266,642)	(250,767,277)
Balance as on July 1, 2014	20,000,000	571,969	(241,778,263)	(221,206,294)
Profit upto March 31, 2015	0	26,117	4,564,247	4,590,364
Balance as on March 31, 2015	20,000,000	598,086	(237,214,016)	(216,615,930)



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Hyderabad: April 27, 2015