



QUARTERLY REPORT

September 30, 2015

Fateh Industries Limited

442 Mirpurkhas Road, Hyderabad Pakistan

Fateh Industries Limited

442, Mirpurkhas Road, Hyderabad

BOARD'S REVIEW TO THE SHAREHOLDERS

On behalf of Board of Directors, I present before you the Quarterly Accounts (1st Quarter), Un-Audited, Balance Sheet and Profit & Loss Account alongwith the Cash Flow Statement for the period ended September 30, 2015.

During the period under review, Company has achieved sales of Rs.20.85 million whereas Gross Profit stand at Rs.0.63 million. After Administration and Selling Expense of Rs. 4.10 million, Company incurred Operating Loss of Rs.3.47 million. Loss after taxation carried forward to balance sheet is Rs.4.58 million. The Accumulated Loss at the end of 1st quarter carried over to balance sheet is Rs.251.96 million. Loss per share is Rs.2.29.

for and on behalf of the Board



SAEED ALAM

Hyderabad: October 26, 2015

Chief Executive

BALANCE SHEET

As at September 30, 2015
(Un-Audited)

	<u>30-Sep-15</u> <u>RUPEES</u>	<u>30-Jun-15</u> <u>RUPEES</u>
Capital & Liabilities		
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	599,803	702,363
Unappropriated loss	(251,956,648)	(247,377,547)
	(231,356,845)	(226,675,184)
Current Liabilities		
Trade and others payable	127,883,800	110,084,121
Short term running finance	173,013,981	173,013,981
Provision for taxation	0	0
	300,897,781	283,098,102
Total	69,540,936	56,422,918

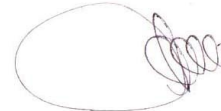
Property & Assets

Operating Fixed Assets	23,243,124	23,805,474
Long Term Investments	617,369	719,929
Current Assets		
Stores, spare parts and loose tools	0	0
Stock in trade	18,149,202	15,159,486
Trade debts	3,833,875	809,699
Advances, deposits and prepayments	9,401,327	5,977,108
Other receivables	4,161,818	4,161,818
Cash and bank balances	10,134,221	5,789,404
	45,680,443	31,897,515
Total	69,540,936	56,422,918



SAEED ALAM

Chief Executive



RAUF ALAM

Director

Hyderabad: October 26, 2015

PROFIT AND LOSS ACCOUNT

For the 1st Quarter ended September 30, 2015
(Un-Audited)

	30-Sep-15 RUPEES	30-Sep-14 RUPEES
Sales	20,850,680	5,556,224
Cost of sales	20,225,464	5,986,735
Gross Profit/(Loss)	625,216	(430,511)
Administration expenses	3,041,585	1,232,278
Selling expenses	1,056,759	509,305
	4,098,344	1,741,583
Operating Loss	(3,473,128)	(2,172,094)
Exchange rate difference	(991,790)	423,079
	(4,464,918)	(1,749,015)
Financial expenses	114,183	4,503
Loss before taxation	(4,579,101)	(1,753,518)
Taxation	0	0
Loss after taxation	(4,579,101)	(1,753,518)
Other comprehensive income for the year		
Unrealized gain/(loss) on revaluation of investment - available for sale	(102,560)	29,173
Total comprehensive Loss for the period	(4,681,661)	(1,724,345)
Loss per share	(2.29)	(0.88)

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 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 26th October, 2015.



SAEED ALAM
Chief Executive



RAUF ALAM
Director

Hyderabad: October 26, 2015

CASH FLOW STATEMENT

For the 1st Quarter ended September 30, 2015

	<u>30-Sep-15</u> <u>RUPEES</u>	<u>30-Sep-14</u> <u>RUPEES</u>
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net loss before taxation	(4,579,101)	(1,753,518)
Adjustment for :		
Depreciation	562,350	515,054
Financial charges	114,183	4,503
Exchange rate difference	991,790	(423,079)
	1,668,323	96,478
	(2,910,778)	(1,657,040)
Changes in Working Capital (Increase) / decrease in current assets		
Stock in trade	(2,989,716)	785,000
Trade debts	(3,024,176)	(52,785)
Advances, deposits & prepayments	(3,424,219)	(64,228)
Other receivables	0	0
Increase / (decrease) in current liabilities		
Trade and other payables	17,799,679	(1,907,472)
	8,361,568	(1,239,485)
Cash generated from operations	5,450,790	(2,896,525)
Financial charges paid	(114,183)	(4,503)
Exchange rate difference	(991,790)	423,079
	4,344,817	(2,477,949)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Net Cash flow from investing activities	0	0
C. CASH FLOW FROM FINANCING ACTIVITIES		
Short term borrowing	0	0
	0	0
Net (decrease) / increase in Cash & Cash equivalent (A+B+C).	4,344,817	(2,477,949)
	4,344,817	(2,477,949)
Cash & cash equivalents at the beginning of the period	5,789,404	2,519,471
Cash & cash equivalent during the period	4,344,817	(2,477,949)
cash & cash equivalent at the end of the period	10,134,221	41,522



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Hyderabad: October 26, 2015


Statement of Changes in Equity

For the 1st Quarter ended September 30, 2015

	<u>Amount in Rupees</u>			
	<u>Share Capital</u>	<u>Surplus on Revaluation of Investment</u>	<u>Accumulated Profit/(Loss)</u>	<u>Total</u>
Balance as on July 1, 2013	20,000,000	306,518	(324,477,168)	(304,170,650)
Loss upto September 30, 2013	0	(9,085)	(2,036,754)	(2,045,839)
Balance as on September 30, 2013	20,000,000	297,433	(326,513,922)	(306,216,489)
Balance as on July 1, 2014	20,000,000	571,969	(241,778,263)	(221,206,294)
Profit/(Loss) upto September 30, 2014	0	29,173	(1,753,518)	(1,724,345)
Balance as on September 30, 2014	20,000,000	601,142	(243,531,781)	(222,930,639)
Balance as on July 1, 2015	20,000,000	702,363	(247,377,547)	(226,675,184)
Loss upto September 30, 2015	0	(102,560)	(4,579,101)	(4,681,661)
Balance as on September 30, 2015	20,000,000	599,803	(251,956,648)	(231,356,845)



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