

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 30th Annual General Meeting of Shareholders of **FATEH SPORTS WEAR LIMITED** will be held on Thursday the 31st October, 2013 at 9:00 a.m. at the registered office of the Company at Mirpurkhas Road, Hyderabad to

1. To confirm the minutes of the last Annual General Meeting held on 31st October, 2012.
2. To receive, consider and adopt the Audited Accounts of the Company and the Directors' and Auditors' Reports thereon for the year ended 30th June, 2013.
3. To appoint Auditors and to fix their remuneration.
4. To transact any other business with the permission of the Chair.

By order of the Board
for **FATEH SPORTS WEAR LIMITED**

Hyderabad.
9th October, 2013

Ghous Muhammad Khan
Company Secretary

NOTES :

1. The share transfer books of the Company will remain closed for 7 days from 25th to 31st October, 2013 (both days inclusive).
2. Any member of the Company who is entitled to attend and vote may appoint any other member of the Company as his/her Proxy to attend and vote in his/her stead.
3. Proxies in order to be effective must be received by the Company at the Registered Office not later than 48 hours before the time of holding the meeting.
4. Shareholders are required to notify the change of their address if any, immediately
5. CDC account holders will further have to follow the guidelines as laid down in Circular No.1, dated January 26, 2000 issued by the Securities & Exchange Commission of Pakistan.

COMPANY PROFILE

BOARD OF DIRECTORS

CHIEF EXECUTIVE

Mr. Rauf Alam

DIRECTORS

Mr. Aftab Alam

Mr. Saeed Alam

Mr. Faraz Alam

Mr. Ashhar Alam

Mr. Jamal Alam

Mr. Aneek Alam

COMPANY SECRETARY

Mr. Ghous Muhammad Khan

CHIEF FINANCIAL OFFICER

Mr. Muhammad Ishaque Essani

AUDIT COMMITTEE

Mr. Saeed Alam

Mr. Aftab Alam

Mr. Faraz Alam

HR & R COMMITTEE

Mr. Faraz Alam

Mr. Ashhar Alam

Mr. Jamal Alam

AUDITORS

M/s. Tanwir Arif & Co.

Chartered Accountants

SHARE REGISTRAR

M/s. F.D. Registrar Services (SMC-Pvt) Ltd.

Saima Trade Tower-A, Karachi.

BANKERS

MCB Bank Limited

Askari Bank Limited

Allied Bank of Pakistan Limited

Habib Bank Limited

REGISTERED OFFICE

442-Mirpurkhas Road, Hyderabad

Tel: (92-22) 3886263-67

Fax: (92-22) 3886268

Email: fswl@fateh1.com

Web: www.fatehindustriesgroup.com

PLANT

Kali Mori

Hyderabad.

DIRECTORS' REPORT

For the year ended June 30, 2013

The Board of Directors present their report and financial statements of the Company alongwith Auditors' Report for the year ended June 30, 2013

The business activities have already been started and the management of the Company is very hopeful to achieve further export orders in forthcoming days despite of tough competition in International Market. The management of the company is committed to continue its financial support for the running of business activities and putting all efforts to make the business profitable within its limited resources. The management will also continue its efforts for recovery of stuck up funds from the Russian Government.

The Company has achieved sales of Rs. 14.95 million during the year under review. The Gross Profit is realized at Rs.0.31 million. Company earned profit of Rs.17.79 million on account of exchange gain on trade debts. Loss before taxation is Rs.319.32 million due to provision of Trade Debts whereas loss after provision of taxation is Rs.319.43 million. Net loss carried forward to balance sheet is Rs. 319.43 million. Loss per share is Rs. 159.71.

The accounts of the company are prepared on going concern basis as the management is already financially supporting the Company. The management has not only paid entire liabilities of Askari Bank Limited amounting to Rs.12.000 million but also paid Rs. 6.975 million to its old creditors from their own resources.

The State Bank of Pakistan (SBP) has reverted their order dated 31.03.2011 in respect of non-repatriation of Export Bills (E-Forms) which were earlier linked up with realization of Company's claims receivable from Russian Federation. SBP asked the management to adjust the pending E-Forms from their own resources. The management is complying with the order of Adjudication Court of SBP.

Compliance with the Code of Corporate Governance (CCG):

The requirements of Code of Corporate Governance set out by Karachi Stock Exchange in their listing rules, relevant for the year ended June 30, 2013, have been duly complied with, except for those disclosed in statement of compliance with CCG. The Directors confirm the compliance of Corporate Governance, statement to this effect is annexed.

Statement on Corporate and Financial Reporting Framework

- The financial statements, prepared by the management of the Company, presents fairly its state of affairs, cash flows and changes in equity;
- Proper books of accounts have been maintained by the Company;
- Appropriate accounting policies have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment;
- The International Accounting Standards, as applicable in Pakistan, have been followed in preparation of financial statements and any departure therefrom has been adequately disclosed;
- The System on internal control is sound in design;
- There are no significant doubts upon the company's ability to continue as a going concern;
- There has been no material departure from the best practices of corporate governance, as detailed in the listing regulations;
- Operating and financial data for the last six years is as under; **(000)**

	2007	2008	2009	2010	2011	2012	2013
Sales	0	0	0	0	8,032	15,307	14,955
Gross Profit / (Loss)	0	0	0	0	956	1,831	315
Selling & Administration Expenses	8,265	12,860	3,956	27,335	2,892	1,860	2,329
Profit/(Loss) before Taxation	(23,941)	2,487	23,443	(30,518)	(18,886)	12,433	(319,325)
Profit/(Loss) after Taxation	(23,941)	2,487	23,443	(30,518)	(18,948)	12,400	(319,430)
Authorized Capital	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Paid up Capital	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Shareholder's equity	(64,968)	(62,480)	(39,037)	(69,555)	(88,503)	(76,103)	(395,533)
Fixed Assets	24,578	22,856	21,312	19,926	18,683	17,904	16,867
Total Assets	264,014	279,235	321,441	309,832	309,457	341,921	46,755

- No trading of shares have been carried out by the Chief Executive, Directors, Chief Financial Officer, Company Secretary, their spouses and minor children;
- During the year four (04) meetings of the Board of Directors were held. The attendance of each Director is as follows:

S.NO.	NAME OF DIRECTOR	MEETING ATTENDED
1.	Mr. Rauf Alam	04
2.	Mr. Aftab Alam	04
3.	Mr. Saeed Alam	04
4.	Mr. Faraz Alam	04
5.	Mr. Ashhar Alam	04
6.	Mr. Jamal Alam	04
7.	Mr. Aneek Alam	04

- Pattern of Shareholding required under section 236 of the Companies Ordinance, 1984 is annexed;
- Outstanding taxes and levies are given in the relevant notes to the audited financial statements; and
- No material changes and commitments affecting the financial position of the Company have occurred between the end of the financial year to which these financial statements relate and the date of directors' report.

Auditors' Observation

1. On the issue of going concern, as such the management of the Company has already started the business activities during preceding year and will continue its efforts for recovery of stuck up funds receivable from Russian Federation. The Government of Pakistan and Russian Government are discussing the matter for settlement of the claims of the Pakistani exporters toward sea freight compensation operation. The Government of Pakistan has frozen the account of the Russian Government maintained with NBP, Karachi till the settlement of the claims of the Pakistani exporters in accordance with the order of Honorable High Court of Sindh. A draft protocol has been finalized which is likely to be signed within due course of time.

The Company has also filed suit before the Honorable High Court of Sindh against the Pakistan Government and Russian Government for recovery of stuckup funds for sea freight compensation of USD 9,450,000.00 plus USD 9,261,000.00 (towards interest from 01.01.992 to 31.03.2005) as confirmed and agreed by Russian Federation to be paid with further interest at the time of payment. The Court vide garnishee order dated 12.07.2006 to National Bank of Pakistan has ordered NBP not to release amount to the extent of the amount claimed by the Company.

In the light of the current development in the recovery of stuck up funds from Russian Government, the management is hopeful to receive the long outstanding foreign receivable. Further the management has started its operations and have no plan to liquidate the assets. The financial statement, are therefore, prepared on going concern assumption.

- 2 Bank confirmation letter were sent directly by the Auditors to the Bank duly authorized by us.

Auditors

The present Auditors M/s. Tanwir Arif & Co., Chartered Accountants has completed five years' tenure and will be retired on the date of Annual General Meeting. The Audit Committee and Board of Directors has proposed and recommended for the appointment of M/s. Hafizullah & Co., Chartered Accountants as Auditors of the Company for the year ending June 30, 2014.

For and on behalf of the Board

Place: Hyderabad

Dated: 23rd September, 2013

RAUF ALAM

Chief Executive

STATEMENT OF COMPLIANCE

For the year ended June 30, 2013

This statement is being presented to comply with the Code of Corporate Governance contained in Regulation No. 35 of listing regulations of Karachi Stock Exchange (Guarantee) Limited for the purpose of establishing a framework of good governance, whereby a listed company is managed in compliance with the best practices of corporate governance.

The company has applied the principles contained in the CCG in the following manner:

1. The company encourages representation of independent non-executive directors and directors representing minority interests on its board of directors. At present the board includes:

Category	Name
Independent Directors	Nil
Executive Directors	M/s. Rauf Alam and Saeed Alam
Non-Executive Directors	M/s. Aftab Alam, Faraz Alam, Ashhar Alam, Jamal Alam and Aneek Alam

The condition of clause i (b) of the CCG in relation to independent director will be complied with after election of next board of directors of the company in June, 2015.

2. The directors have confirmed that none of them is serving as a director on more than seven listed companies, including this company (excluding the listed subsidiaries of listed holding companies where applicable).
3. All the resident directors of the company are registered as taxpayers and none of them has defaulted in payment of any loan to a banking company, a DFI or an NBFIs or, being a member of a stock exchange, has been declared as a defaulter by that stock exchange.
4. No casual vacancy was occurred in the Board till June 30, 2013.
5. The company has prepared a "Code of Conduct" and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.
6. The board has developed a vision/mission statement, overall corporate strategy and significant policies of the company. A complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained.
7. All the powers of the board have been duly exercised and decisions on material transactions, including appointment and determination of remuneration and terms and conditions of employment of the CEO, other executive and non-executive directors, have been taken by the board/shareholders.
8. The meetings of the board were presided over by the Chief Executive Officer and the board met at least once in every quarter. Written notices of the board meetings, along with agenda and working papers, were circulated at least seven days before the meetings. The minutes of the meetings were appropriately recorded and circulated.
9. In accordance with the criteria specified on clause (xi) of CCG, three directors of the company are exempted from the requirement of director's training program and rest of the directors to be trained within specified time.
10. The board had already assigned the additional responsibilities of CFO and Company Secretary of Finishers Limited in Group Companies including terms and conditions of employment.

11. The directors' report for this year has been prepared in compliance with the requirements of the CCG and fully describes the salient matters required to be disclosed.
12. The financial statements of the company were duly endorsed by CEO and CFO before approval of the board.
13. The directors, CEO and executives do not hold any interest in the shares of the company other than that disclosed in the pattern of shareholding.
14. The company has complied with all the corporate and financial reporting requirements of the CCG.
15. The board has formed an Audit Committee. It comprises 03 members at present two of whom are non executive directors and Chairman is an executive director. The condition of clause i (b) of the CCG in relation to independent director will be applicable after election of next board of directors of the company.
16. The meetings of the audit committee were held at least once every quarter prior to approval of interim and final results of the company and as required by the CCG. The terms of reference of the committee have been formed and advised to the committee for compliance.
17. The board has formed an HR and Remuneration Committee. It comprises three member all non-executive directors and the chairman of the Committee is also a non-executive director.
18. The board has set up an effective internal audit function who are considered suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the company.
19. The statutory auditors of the company have confirmed that they have been given a satisfactory rating under the quality control review program of the ICAP, that they or any of the partners of the firm, their spouses and minor children do not hold shares of the company and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the ICAP.
20. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the listing regulations and the auditors have confirmed that they have observed IFAC guidelines in this regard.
21. The 'closed period', prior to the announcement of interim/final results, and business decisions, which may materially affect the market price of company's securities, was determined and intimated to directors, employees and stock exchange.
22. Material/price sensitive information has been disseminated among all market participants at once through stock exchange.
23. We confirm that all other material principles enshrined in the CCG have been complied with except for the following, towards which reasonable progress is being made by the Company to seek compliance by the end of next accounting year.

Dated: 23rd September, 2013

RAUF ALAM
Chief Executive

AUDITORS' REPORT
For the year ended June 30, 2013

We have audited the annexed Balance Sheet of Fateh Sports Wear Limited as at 30th June, 2013 and the related Profit and Loss account, Cash Flow Statement and Statement of Changes in Equity together with notes forming part thereof, for the year then ended and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit.

It is the responsibility of the company's management to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the approved accounting standards and the requirements of the Companies Ordinance, 1984. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining, on test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that:

1. As discussed in note 1.2 to the financial statements, the company has been incurring continuous losses since last few years and has accumulated losses of Rs. 469.03 million including loss of Rs. 319.43 million incurred during the current year. The negative equity of the company on the balance sheet date stands at Rs. 395.53 million. The current liabilities exceed current assets by Rs. 412.40 million thereby leaving an adverse current ratio of 0.07. These factors indicate the existence of material uncertainty, cast significant doubt about the company's ability to continue as a going concern and therefore may be unable to realize its assets and discharge its liabilities in the normal course of business. In spite of these factors the financial statements have been prepared on going concern assumption although adjustments relating to recoverability and reclassification of recorded assets and liabilities appear to be necessary.
2. We have not received bank confirmation for balances appearing in short term borrowings from banking companies under note no. 7.1 to the accounts.
 - a) in our opinion, except for the effect of the matters referred to in paras 1 and 2 above, proper books of account have been kept by the company as required by the Companies Ordinance, 1984;

- b) in our opinion, except for the effect of the matters referred to in paras 1 and 2 above:
- i) the Balance Sheet and Profit and Loss Account together with the notes thereon have been drawn up in conformity with the Companies Ordinance, 1984, and are in agreement with the books of account and are further in accordance with accounting policies consistently applied;
 - ii) the expenditure incurred during the year was for the purpose of the Company's business; and
 - iii) the business conducted, investments made and the expenditure incurred during the year were in accordance with the objects of the Company.
- c) Except for paras 1 and 2 above and the adjustment that may be required, in our opinion and to the best of our information and according to the explanations given to us, the Balance Sheet, Profit and Loss Account, Cash Flow Statement and Statement of Changes in Equity together with the notes forming part thereof conform with approved accounting standards as applicable in Pakistan, and, give the information required by the Companies Ordinance, 1984, in the manner so required, and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2013 and of the loss, its cash flows and changes in equity for the year then ended; and
- d) in our opinion, no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

Dated: 23rd September, 2013

TANWIR ARIF & CO.
CHARTERED ACCOUNTANTS

REVIEW REPORT
For the year ended June 30, 2013

**REVIEW REPORT TO THE MEMBERS ON
STATEMENT OF COMPLIANCE WITH BEST PRACTICES OF
CODE OF CORPORATE GOVERNANCE**

We have reviewed the statement of compliance with the best practices contained in the Code of Corporate Governance prepared by the Board of Directors of **M/s. Fateh Sports Wear Limited** ('the Company') as at June 30, 2013 to comply with the listing regulation No. 35 Chapter XI of the Karachi Stock Exchange, where the Company is listed.

The responsibility for compliance with the Code of Corporate Governance is that of the Board of Directors of the Company. Our responsibility is to review, to the extent where such compliance can be objectively verified, whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Code of Corporate Governance and reports if it does not. A review is limited primarily to inquiries of the company personnel and review of various documents prepared by the Company to comply with the Code.

As part of our audit of financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and to develop an effective audit approach. We are not required to consider whether the Board's statement on internal control covers all risks and controls, or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

Further, Regulation 35 (x) of the Listing Regulations requires the company to place before the board of directors for their consideration and approval to related party transactions distinguishing between transactions carried out on terms equivalent to those that prevail in arm's length transactions and transactions which are not executed at arm's length price recording proper justification for using such alternate pricing mechanism. Further, all such transactions are also required to be separately placed before the audit committee. We are only required and have ensured compliance of requirement to the extent of approval of related party transaction by the board of directors and placement of such transaction before the audit committee. We have not carried out any procedures to determine whether the related party transactions were undertaken at arm's length price or not.

Based on our review, nothing has come to our attention which causes us to believe that the statement of compliance does not appropriately reflect the Company's compliance, in all material respects, with the best practices contained in the Code of Corporate Governance as applicable to the company for the year ended June 30, 2013.

Dated: 23rd September, 2013

TANWIR ARIF & CO.
CHARTERED ACCOUNTANTS

BALANCE SHEET

As at June 30, 2013

	NOTE NO.	30-06-2013 RUPEES	30-06-2012 RUPEES
<u>CAPITAL AND LIABILITIES</u>			
SHARE CAPITAL AND RESERVES			
Authorized Capital 5,000,000 ordinary shares of Rs. 10/- each		50,000,000	50,000,000
Issued, subscribed and paid up share capital	3	20,000,000	20,000,000
General reserve	4	53,500,000	53,500,000
Accumulated loss		(469,032,687)	(149,603,134)
		(395,532,687)	(76,103,134)
CURRENT LIABILITIES			
Trade and other payables	5	45,449,290	50,956,089
Mark up accrued on loans	6	189,165,806	205,273,107
Short term borrowings	7	207,563,231	161,789,481
Provision for taxation	8	109,320	5,000
Contingencies and commitments	9	0	0
		442,287,647	418,023,677
		46,754,960	341,920,543
PROPERTY AND ASSETS			
TANGIBLE FIXED ASSETS			
Operating fixed assets	10	16,867,285	17,903,779
CURRENT ASSETS			
Stores, spare parts and loose tools	11	0	0
Stock-in-trade	12	10,825,521	5,994,397
Trade debts	13	5,892	300,119,172
Advances, deposits and prepayments	14	1,693,729	729,051
Other receivables	15	17,121,375	17,121,375
Cash and bank balances	16	241,158	52,769
Contingent assets	17	0	0
		29,887,675	324,016,764
		46,754,960	341,920,543

Notes :

1. The annexed notes form an integral part of these accounts.
2. Auditors' report is attached.

Dated: 23rd September, 2013

RAUF ALAM
Chief Executive

AFTAB ALAM
Director

**Profit and Loss Account
for the year ended June 30, 2013**

	NOTE NO.	30-06-2013 RUPEES	30-06-2012 RUPEES
Sales	18	14,954,758	15,306,960
Cost of Sale	19	14,639,296	13,476,061
Gross Profit		315,462	1,830,899
Administration expenses	20	2,328,972	1,600,310
Selling Expenses	21	0	259,398
		2,328,972	1,859,708
Operating loss		(2,013,510)	(28,809)
Other Income	22	3,000,000	0
Exchange gain		17,789,065	31,028,698
		18,775,555	30,999,889
Financial expenses	23	(15,869,838)	18,475,613
Other charges	24	353,970,626	91,000
		338,100,788	18,566,613
(Loss) / Profit before taxation		(319,325,233)	12,433,276
Taxation		104,320	33,648
(Loss) / Profit after taxation		(319,429,553)	12,399,628
Other comprehensive income		0	0
Total comprehensive income/(Loss) for the year		(319,429,553)	12,399,628
(Loss) / Profit per share		(159.71)	6.20

Note: The annexed notes form an integral part of these accounts.

Dated: 23rd September, 2013

RAUF ALAM
Chief Executive

AFTAB ALAM
Director

Cash Flow Statement

For the year ended June 30, 2013

**Cash Flow Statement
for the Year ended June 30, 2013**
Cash flow from Operating Activities

	NOTE NO.	30-06-2013 RUPEES	30-06-2012 RUPEES
Profit/(Loss) before taxation		(319,325,233)	12,433,276
Depreciation	10	1,036,494	1,154,052
Other income	22	(3,000,000)	0
Provision for bad and doubtful debts		353,767,126	0
Exchange Gain		(17,789,065)	(31,028,698)
Mark-up / interest expenses	23	(16,107,301)	18,407,794
		317,907,254	(11,466,852)
Operating profit before working capital changes		(1,417,979)	966,424

(Increase) / Decrease in current assets

Stock-in-trade		(4,831,124)	0
Trade Debts		2,908,969	(2,968,158)
Advances, deposits and prepayments		(584,140)	(325,000)
Other receivable		0	(23,784)

(Decrease) / Increase in current liabilities

Trade and other payables		(5,506,799)	1,656,186
		(8,013,094)	(1,660,756)
		(9,431,073)	(694,332)

Cash flow from operations

Markup / interest paid		0	0
Taxes paid		(380,538)	(147,583)
		(380,538)	(147,583)
Net Cash flow from Operating Activities		(9,811,611)	(841,915)

Cash flow from investing activities

Fixed capital expenditure		0	(375,000)
---------------------------	--	----------	-----------

Cash flow from financing activities

Short term borrowings			
From Directors		22,000,000	0
Paid to Askari Bank Limited		(12,000,000)	0
		10,000,000	0

Net increase / (Decrease) in cash and cash equivalents during the year	16	188,389	(1,216,915)
Cash and Cash equivalents at the beginning of the year	16	52,769	1,269,684
Cash and cash equivalents at the end of the year		241,158	52,769

Dated: 23rd September, 2013

RAUF ALAM
Chief Executive

AFTAB ALAM
Director

Statement of Changes in Equity

For the year ended June 30, 2013

	<u>Share Capital</u>	<u>General Reserve</u>	<u>Accumulated (Loss)</u>	<u>Total</u>
Balance as at June 30, 2011	20,000,000	53,500,000	(162,002,762)	(88,502,762)
Profit for the year	0	0	12,399,628	12,399,628
Balance as at June 30, 2012	20,000,000	53,500,000	(149,603,134)	(76,103,134)
Loss for the year	0	0	(319,429,553)	(319,429,553)
Balance as at June 30, 2013	20,000,000	53,500,000	(469,032,687)	(395,532,687)

Dated: 23rd September, 2013

RAUF ALAM
Chief Executive

AFTAB ALAM
Director

NOTES TO THE ACCOUNTS

For the year ended June 30, 2013

1. THE COMPANY AND ITS OPERATIONS

- 1.1 Fateh Sports Wear Limited** is incorporated in Pakistan as a public limited company and is listed on the Karachi Stock Exchange.

The Principal activity of the Company is the manufacture of readymade garments and selling them locally as well as doing exports.

1.2 Going Concern

These financial statements have been prepared on going concern basis, despite the fact that:

- the operations of the company were closed since the year 2003. In the year 2011 the company has started producing and supplying goods to foreign as well as local customers with an aim to secure further orders for commencing the production activities in full swing viably anew. The core reason for discontinuation and incurring losses was due to funds blocked with Russia that rendered the Company in the financial distress. The manufacturing activities could not be profitably carried out with scarce financial resources, hence to mitigate the operational cost and administration expenses, operations were closed.

- there are accumulated losses amounting to Rs. 469,032,687/- ;
- the financial ratios are adverse; and
- the company is unable to settle its debts;

- the company has started production activities from 2011 and is hopeful to get viable orders in due course of time.

The Government of Pakistan and Russian Government are discussing the matter for settlement of the claims of the Pakistani exporters. The Government of Pakistan has frozen the account of the Russian Government maintained with NBP, Karachi till the settlement of the claims of the Pakistani exporters in accordance with the order of Honorable High Court of Sindh. A draft protocol has been finalized which is likely to be signed within due course of time.

In these circumstances, the management is expecting recovery of stuck up funds and plans to restart its operations viably anew. This shows the genuineness of claims of the company and strong possibility of receipts of funds from abroad. Company has also filed suit before the Honorable High Court of Sindh against the Russian Government for recovery of stuckup funds of USD 18.71 million including interest of USD 9.26 million upto March 31, 2005.

The management of the company has no plan to liquidate its assets other than under normal course of business. The ability of the company to continue as a going concern currently is based on the followings:

- i) Continued financial support from directors/related parties;
- ii) Revival of the operations after receipt of stuck up funds from Russia;
- iii) There is a need to keep the entity in existence when a huge claim of the Company is expected to be materialized under the present circumstances where two Governments are negotiating the settlement of Pakistani exporters' receivables and the matter is subjudice with the Honorable High Court of Sindh.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Accounting Convention

These financial statements have been prepared under the "historical cost" convention except as otherwise disclosed in the accounting policies below.

2.2 Basis of Preparation

These financial statements have been prepared in accordance with the approved accounting standards as applicable in Pakistan and the requirements of Companies Ordinance, 1984 (the Ordinance). Approved accounting standards comprise of such International Accounting Standards (IAS) as notified under the provision of the Ordinance. Wherever the requirements of the Ordinance or directives issued by the Securities and Exchange Commission of Pakistan (SECP) differ with the requirements of these standards, the requirements of the Ordinance or the requirement of the said directives would take precedence.

2.3 Fixed Assets and Depreciation

Fixed assets are stated at cost less depreciation. Depreciation is charged on pro-rata basis under reducing balance method at the rates mentioned in note no. 10. Normal repair and maintenance is charged to expense as and when incurred. However, major repair and improvements are capitalized. Gain or loss on disposal of operating fixed assets is recognized in current year's income.

2.4 Long Term Investment

The management determines the appropriate classification of its investments in accordance with the requirements of International Accounting Standard (IAS) 39; 'Financial Instruments: Recognition and Measurement' at the time of purchase and classify these investments as either available for sale or held for trading.

Investments are initially recorded at cost being the fair value of the consideration given. Investments other than Term Finance Certificates are accounted for on trade date basis, which is the date that an enterprise commits to purchase or sell an asset.

Available for sale

These are investments that do not fall under held for trading and are stated at fair value with, any resultant gain or loss recognized as separate component of equity until investments are sold, disposed off or until the investment is determined to be impaired, at which time the accumulated gain or loss previously reported in equity is included in profit and loss account.

Held for trading

Held for trading investments are those which are either acquired for generating a profit from short term fluctuation in prices or dealers margin. Subsequently held for trading investments are re-measured at fair value with any resultant gain or loss recognized in the profit and loss account.

2.5 Stores, Spares and Loose Tools

These are valued at lower of moving average cost or net realizable value except items in transit which are stated at cost accumulated up to the date of balance sheet.

2.6 Stock in Trade

These are valued at lower of cost and net realizable value, cost is calculated on the following basis:

Raw materials	At moving average cost.
Goods in transit	At cost accumulated upto balance sheet date.
Goods in process	At manufacturing cost.
Finished goods	At average manufacturing cost.

Net realizable value signifies the estimated selling price prevailing in the market less estimated selling expenses incidental to sales.

2.7 Trade Debts

Trade receivables are recognized and carried at original invoice amount. Bad debts are adjusted against provisions for doubtful debts or written off against the profit of the Company during the year in which these are deemed to be irrecoverable. Provision is made for debts which are considered doubtful of recovery.

2.8 Foreign Currency Transaction

Transactions in foreign currencies are accounted for in Pak Rupee at exchange rate approximating those prevailing on the date of transactions. Monetary assets and liabilities denominated in foreign currencies are translated into Pak Rupee at the rates of exchange which approximate those prevalent at the balance sheet date except for liabilities covered under forward exchange contract which are translated at the contracted rates. Exchange gain and losses are included in the income statement currently.

2.9 Borrowing Cost

Borrowing cost that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as a part of the cost of that asset. All other borrowing costs are charged to income.

2.10 Provision for Gratuity

The Company operates an unfunded gratuity scheme for its all eligible employees and provision is made annually to cover the obligations under the scheme. Provision for gratuity has not been made in the accounts as there was no staff employed in the company to whom gratuity is to be paid.

2.11 Taxation

Charge for current taxation is based on taxable income at current tax rates after considering the rebates and tax credits available, if any.

The company records deferred tax liability and assets on all temporary differences. However, the management is of the opinion that timing difference relating to deferred tax will not be materially reverse in foreseeable future, as the company's income is covered under presumptive tax regime.

2.12 Revenue Recognition

Sales are recorded on dispatch of goods. Income other than sales are recorded on accrual basis.

2.13 Sales

Sales include rebates on export sales.

2.14 Offsetting of Financial Assets and Financial Liabilities

A financial asset and a financial liability is offset and the net amount is reported in the balance sheet if the company has the legal enforceable right to set off the transaction and also tends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

2.15 Impairment of Assets

The Company assesses at each balance sheet date whether there is any indication that an asset has been impaired. If any such indication exists, the company estimates the recoverable amount of the asset. If, and only if, the recoverable amount of an asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount and is recognized as an expense in the income statement.

2.16 Cash and its Equivalents

Cash and cash equivalents are carried in the balance sheet at cost. For the purpose of cash flow statement it comprises cash in hand and demand deposits, short term highly liquid investments that are readily convertible to known amount of cash and which are not subject of significant change in value.

2.17 Related Party Transactions

Transactions between the company and related parties are made at arm's length prices determined in accordance with the comparable uncontrolled price method which sets the price by reference to comparable goods sold in an economically comparable market to a buyer unrelated to seller.

2.18 Financial Assets and Liabilities

All financial assets and liabilities are initially recognized at cost which is fair value for the consideration received or given. These financial assets and liabilities are subsequently measured at fair value.

2.19 Provisions

Provisions are recognized when the Company has a present (legal or constructive) obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made.

	30-06-2013	30-06-2012
	RUPEES	RUPEES
3. ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL		
Fully paid-up ordinary shares of Rs. 10/- each		
50,000 (2012: 50,000) issued for cash	500,000	500,000
1,950,000 (2012: 1,950,000) issued as bonus shares	19,500,000	19,500,000
	20,000,000	20,000,000
4. GENERAL RESERVE		
Opening Balance	53,500,000	53,500,000
Provided during the year	0	0
	53,500,000	53,500,000
5. TRADE AND OTHER PAYABLES		
Creditors	31,690,611	37,296,177
Accrued expenses	2,751,876	2,647,542
Advance from customers	146,473	146,112
Due to associated undertakings	8,396,598	8,096,859
Others	2,463,732	2,769,399
	45,449,290	50,956,089
6. MARKUP ACCRUED ON LOANS		
Markup on secured finance	189,165,806	205,273,107
6.1 Markup accrued on Askari Bank Limited's loan amounting to Rs.31.51 million is written back (Reference note no. 7.1 (c))		
7. SHORT TERM BORROWINGS		
From banking companies (secured)	7.1 113,105,045	89,331,295
From non banking companies (un secured)	7.2 63,158,186	63,158,186
From directors (unsecured)	31,300,000	9,300,000
	207,563,231	161,789,481
7.1 (a) This includes an amount of Rs. 74,331,295/- and is secured against hypothecation of stock-in-trade, stores, book debts, lien on export contracts, documents and letters of credit and foreign bills drawn as well as equitable mortgage on fixed assets. Mark-up is charged on running finance at the rate of 20% p.a. while markup on export refinance is charged at the rate of 11% p.a.		
7.1 (b) Also included in the above is an amount of Rs. 38,773,750/- which represents foreign documents purchased by bank. The same amount was offset against trade debts last year (Reference note 13.3).		
7.1 (c) Consequent to Compromise Application executed and filed in the Honorable High Court of Sindh on 15.05.2013 the total liabilities of Askari Bank Limited are fully settled at Rs. 12 million during the year. Resultantly principal amount of Rs. 3 million written back to profit.		
7.2 This is from M/s. Fateh International Limited, Hong Kong. The loan is interest free and repayable in Pak Rupee, on demand.		
8. PROVISION FOR TAXATION		
Opening Balance	5,000	5,000
Provided/adjusted during the year	104,320	0
	109,320	5,000
8.1. No deferred taxation provision is required as there are no timing differences, and the case of the Company falls under presumptive tax regime.		

9. CONTINGENCIES AND COMMITMENTS.

- 9.1 Allied Bank of Pakistan has filed suit for the recovery of outstanding amount before the High Court of Sindh at Karachi in August 2002, against which the company has accounted for sufficient provision.
- 9.2 MCB Bank Limited has filed suit for the recovery of outstanding amount before the High Court of Sindh at Karachi in February 2010, against which the company has accounted for sufficient provision.
- 9.3 During the year the cases of realization of export proceeds are reopened and show cause notices are issued by Foreign Exchange Adjudication Court, State Bank of Pakistan, Karachi. Subsequent to balance sheet date orders were issued by the honourable Foreign Exchange Adjudication Court, State Bank of Pakistan, for realization of export proceeds to the tune of US \$ 3,395,873.38/-. In case the export proceeds are not realized penalty equivalent to five times of the outstanding E forms will be imposed. The amount of penalty amounts to US \$ 16,979,366.90/-. The management of the company is arranging to settle the cases of foreign exchange proceeds realization.

10. OPERATING FIXED ASSETS

PARTICULARS	COST			Accumulated depreciation as at 01-Jul-12	DEPRECIATION		Accumulated depreciation as at 30-Jun-13	Book Value as at 30-Jun-13	Book Value as at 01-Jul-12
	As on 01-Jul-12	Addition/ (Deletion)	As on 30-Jun-13		Charged for the year	Rate (%)			
	1	2	3	4	5	6	7	8	9
Land on lease hold	7,624,853	-	7,624,853	-	-	--	-	7,624,853	7,624,853
Factory Building on lease hold	15,697,192	-	15,697,192	14,472,899	122,429	10	14,595,328	1,101,864	1,224,293
Plant & Machinery	35,288,637	-	35,288,637	30,952,836	433,580	10	31,386,416	3,902,221	4,335,801
Air Conditioning Plant	9,212,616	-	9,212,616	8,109,346	110,327	10	8,219,673	992,943	1,103,270
Tools & Equipments	1,438,043	-	1,438,043	1,255,474	18,257	10	1,273,731	164,312	182,569
Furniture & Fixture	4,411,125	-	4,411,125	3,976,670	43,446	10	4,020,116	391,009	434,455
Office Equipment	771,740	-	771,740	644,907	12,683	10	657,590	114,150	126,833
Vehicles	3,851,681	-	3,851,681	3,765,668	17,203	20	3,782,871	68,810	86,013
Electric Fittings	14,327,262	-	14,327,262	11,863,498	246,376	10	12,109,874	2,217,388	2,463,764
Arms	187,258	-	187,258	173,069	1,419	10	174,488	12,770	14,189
Computers	1,638,972	-	1,638,972	1,331,233	30,774	10	1,362,007	276,965	307,739
	94,449,379	-	94,449,379	76,545,600	1,036,494		77,582,094	16,867,285	17,903,779
30-06-2012	94,074,379	375,000	94,449,379	75,391,548	1,154,052		76,545,600		

The depreciation is allocated as under:

	30-Jun-13	30-Jun-12
(a) Cost of Sales	<u>930,969</u>	<u>1,034,413</u>
(b) Administration Expenses	<u>105,525</u>	<u>119,639</u>
	<u>1,036,494</u>	<u>1,154,052</u>

11. STORE, SPARE PARTS AND LOOSE TOOLS

Stores	2,317,712	2,317,712
Spare Parts and loose tools	8,466,020	8,466,020
	10,783,732	10,783,732
Less: Provision for diminution in value	10,783,732	10,783,732
	0	0

12. STOCK -IN-TRADE

Raw and packing material	26,096,553	15,271,032
Less: Provision for diminution in value	15,271,032	15,271,032
	10,825,521	0
Goods held with bank under lien	12.1 0	5,994,397
	10,825,521	5,994,397

12.1 Goods held with bank under lien are depleted during the year

	30-06-2013	30-06-2012
	RUPEES	RUPEES
13. TRADE DEBTS - Unsecured		
Export debts	0	335,977,700
Local debts	5,892	2,915,222
Total considered good	5,892	338,892,922
Considered doubtful	13.1 353,795,562	28,436
	13.2 353,801,454	338,921,358
Less: Provisions for bad and doubtful debts		
-Opening balance	(28,436)	(28,436)
-Provided during the year	24 (353,767,126)	0
	(353,795,562)	(28,436)
Less: Foreign Documents Purchased	13.3 0	(38,773,750)
	(353,795,562)	(38,802,186)
	5,892	300,119,172
13.1	Export trade debts were considered good since the Foreign Exchange Adjudication Court, Karachi vide its Judgement Order dated 31.03.2011 had linked the settlement of E forms with the realization of Export proceeds and claims of Pakistani Exporters from the Russian Federation Accounts in the name of Vnesheconombank with NBP. During the year the cases of realization of export proceeds are reopened and show cause notices are issued by Foreign Exchange Adjudication Court, State Bank of Pakistan, Banking Services Corporation, Karachi and subsequent to balance sheet date orders were issued by the honourable Foreign Exchange Adjudication Court, State Bank of Pakistan, Banking Services Corporation for realization of export proceeds. The export debtors are, therefore, considered doubtful of recovery and according provided for.	
13.2	The aging of trade debts is under:	
	upto 1 year and above	5,892 2,915,222
	upto 5 year and above	353,795,562 336,006,136
	353,801,454	338,921,358
13.3	During the year an amount of Rs. 38,773,750/- representing foreign documents purchased by banking companies was offset against trade debts is transferred to short term borrowings from banking companies, since the foreign trade debts are fully provided for. (Reference Note No. 7.1 (b)).	
14. ADVANCES, DEPOSITS AND PREPAYMENTS - Unsecured		
Advances - Considered good		
Others	1,109,140	525,000
Income tax refundable	572,689	192,151
Deposits - Considered good		
Securities - others	11,900	11,900
	1,693,729	729,051
Advances-considered doubtful	161,123	161,123
	1,854,852	890,174
Less: Provision for bad and doubtful	(161,123)	(161,123)
	1,693,729	729,051
15. OTHER RECEIVABLES		
Export rebate - considered goods	17,121,375	17,121,375
16. CASH AND BANK BALANCES		
Cash in hand	25,362	16,103
With Banks on current account	215,796	36,667
	241,158	52,769

17. CONTINGENT ASSETS

The Government of Pakistan and Russian Government are discussing the matter for settlement of the claims of the Pakistani exporters toward sea freight compensation operation. The Government of Pakistan has frozen the account of the Russian Government maintained with NBP, Karachi till the settlement of the claims of the Pakistani exporters in accordance with the order of Honorable High Court of Sindh. A draft protocol has been finalized which is likely to be signed within due course of time.

The Company has also filed suit before the Honorable High Court of Sindh against the Pakistan Government and Russian Government for recovery of stuckup funds for sea freight compensation of USD 9,450,000.00 plus USD 9,261,000.00 (towards interest from 01.01.992 to 31.03.2005) as confirmed and agreed by Russian Federation to be paid with further interest at the time of payment. The Court vide garnishee order dated 12.07.2006 to National Bank of Pakistan has ordered NBP not to release amount to the extent of the amount claimed by the Company.

	30-06-2013	30-06-2012
	RUPEES	RUPEES
18. SALES		
Export Sales	0	2,036,623
Stitching Charges Local	14,954,758	13,270,338
Less: Export sales commission	0	0
	14,954,758	15,306,960
19. COST OF SALE		
Raw and packing material consumed	19.1 185,318	1,350,597
Stores, Spare parts consumed	415,541	465,047
Salaries, wages, stitching charges and benefits	11,505,902	10,367,837
Repairs and maintenance	647,348	159,169
Fuel and power	750,390	0
Other manufacturing expenses	203,828	98,998
Depreciation	930,969	1,034,413
	14,639,296	13,476,061
19.1 RAW AND PACKING MATERIAL CONSUMED		
Opening inventory	0	0
Stock under lien depleted	5,994,397	0
Purchases	5,016,441	1,350,597
	11,010,838	1,350,597
Less: Closing inventory	10,825,521	0
	185,318	1,350,597
20. ADMINISTRATION EXPENSES		
Salaries, wages and other benefits	127,899	42,651
Traveling, conveyance and entertainment	692,582	545,466
Rent, rates and taxes	229,400	97,550
Printing and stationery	66,307	64,317
Utilities expenses	850,936	684,373
Others charges	256,323	46,314
Depreciation	105,525	119,639
	2,328,972	1,600,310

21. SELLING EXPENSES

Freight on export	0	194,866
Clearing and forwarding charges	0	58,683
Export Development surcharge	0	5,849
	0	<u>259,398</u>

22. OTHER INCOME

Short term borrowings written back - Askari Bank Limited	3,000,000	<u>0</u>
This represents principal amount of short term borrowings from Askari Bank Limited written back (Reference No. No.7.1 (c))		

23. FINANCIAL EXPENSES

	30-06-2013 RUPEES	30-06-2012 RUPEES
Interest and other charges on :		
Export and running finances	15,399,576	18,407,794
Bank charges and commission	237,463	67,819
Markup written back - Askari Bank Limited	6.1 (31,506,877)	
	(15,869,838)	<u>18,475,613</u>

24. OTHER CHARGES

Auditors' remuneration		
Audit fee	187,500	75,000
Half yearly review	16,000	16,000
Provision for bad and doubtful debt	353,767,126	0
	353,970,626	<u>91,000</u>

25. REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS AND OTHER EXECUTIVES

Remuneration and meeting fees were forgone by the Directors and Chief Executive as such no remuneration and perquisites were paid to them during the year.

There were no loans or advances granted to the Directors during the year.

26. AGGREGATE OF TRANSACTIONS WITH ASSOCIATED UNDERTAKINGS

i) Purchase of goods and services	0	0
ii) Sales of goods and services	0	0
iii) Brokerage, discount and commission	0	0
iv) Interest on loans		
a) Charged to associated companies	0	0
b) Charged by associated companies	0	0
v) Loan and advances		
a) advances provided	0	0
b) advances received;		
M/s. Finishers Limited	299,739	680,590
vi) Any other transaction	0	0

27. Financial Instruments and Related Disclosures

2013

27.1 Financial Assets and Liabilities

	Interest / Markup bearing			Non-Interest / Markup bearing			
	Effective yield Markup Rate	Maturity upto one year	Maturity after one year	Total Rupees	Maturity upto one year	Maturity after one year	Total Rupees
Financial Assets							
Loan and advances		0	0	0	0	0	0
Trade debts		0	0	0	5,892	0	5,892
Other receivables		0	0	0	17,121,375	0	17,121,375
Cash and Bank Balances		0	0	0	241,158	0	241,158
		0	0	0	17,368,425	0	17,368,425
Financial Liabilities							
Markup accrued on loans		0	0	0	189,165,806	0	189,165,806
Short Term Borrowings	11 to 20%	113,105,045	0	113,105,045	94,458,186	0	94,458,186
Trade and other payables		0	0	0	45,449,290	0	45,449,290
		113,105,045	0	113,105,045	329,073,282	0	329,073,282

2012

Financial Assets and Liabilities

	Interest / Markup bearing			Non-Interest / Markup bearing			
	Effective yield Markup Rate	Maturity upto one year	Maturity after one year	Total Rupees	Maturity upto one year	Maturity after one year	Total Rupees
Financial Assets							
Loan and advances		0	0	0	0	0	0
Trade debts		0	0	0	300,119,172	0	300,119,172
Other receivables		0	0	0	17,121,375	0	17,121,375
Cash and Bank Balances		0	0	0	52,769	0	52,769
		0	0	0	317,293,316	0	317,293,316
Financial Liabilities							
Markup accrued on loans		0	0	0	205,273,107	0	205,273,107
Short Term Borrowings	11 to 20%	89,331,295	0	89,331,295	72,458,186	0	72,458,186
Trade and other payables		0	0	0	50,956,089	0	50,956,089
		89,331,295	0	89,331,295	328,687,382	0	328,687,382

27.2 Risk Management

Overall, risks arising from the Company's financial assets and liabilities are limited.

a) Interest rate risk management.

The following rate liabilities comprise short term finance.

b) Foreign Exchange rate risk management.

Foreign loan is payable in Pak Rupees, except advances from customers amounting to Rs. 146,112/-. The company has not covered the exchange risk through forward exchange contracts.

c) Credit Risk Management.

The Company is exposed to a concentration of credit risk on its trade debts amounting to Rs. 314,993,376/- by virtue of all its customers being foreigners and only Rs. 34,328/- trade debts related to business in Pakistan. The Company do not have any limits on its customers.

27.3 Fair value of Financial assets and liabilities

The carrying value of all financial assets and liabilities reflected in the financial statements approximate to their fair values.

28. Related Party Disclosure.

Name of Directors	Also Directors in following Associated Companies		
Mr. Rauf Alam	Fateh Industries Ltd.	Finishers Limited	Trends Limited
Mr. Aftab Alam	Fateh Industries Ltd.	Finishers Limited	--
Mr. Saeed Alam	Fateh Industries Ltd.	Finishers Limited	Trends Limited
Mr. Faraz Alam	Fateh Industries Ltd.	--	--
Mr. Ashhar Alam	Fateh Industries Ltd.	--	--
Mr. Jamal Alam	Fateh Industries Ltd.	--	--
Mr. Aneek Alam	Fateh Industries Ltd.	--	--

29. Date of Authorization of Issue

These financial statements were authorized for issue on **23rd September, 2013** by the Board of Directors of the Company.

30. Production Capacity

The capacity and production of the company's plant is indeterminable as it varies for different varieties of goods.

31. Number of Employees

There are 18 numbers of employees as at June 30, 2013 (18 - June 30, 2012)

32. Earning per Share

There is no dilutive effect on the basic earning per share of the Company, which is based on :

		<u>2013</u>	<u>2012</u>
(Loss) / Profit after tax for the year	Rs.	(319,429,553)	12,399,628
Number of Ordinary Shares		2,000,000	2,000,000
(Loss) / Profit per share	Rs.	(159.71)	6.20

33. Figures

Figures have been rounded off to the nearest rupee.

Dated: 23rd September, 2013

RAUF ALAM
Chief Executive

AFTAB ALAM
Director

**Pattern of holding of the shares held
by the shareholders of Fateh Sports Wear Limited
as at 30th June, 2013**

NO. OF SHAREHOLDERS	SHAREHOLDING				TOTAL SHARES HELD
36	From	1	To	100	2,745
43	From	101	To	500	11,887
8	From	501	To	1,000	6,710
10	From	1,001	To	5,000	19,615
3	From	5,001	To	10,000	21,640
3	From	10,001	To	15,000	36,710
1	From	15,001	To	20,000	15,175
1	From	25,001	To	30,000	29,500
1	From	35,001	To	40,000	38,340
1	From	45,001	To	50,000	45,300
1	From	50,001	To	55,000	53,270
1	From	150,001	To	155,000	151,047
1	From	210,001	To	215,000	210,025
1	From	225,001	To	230,000	225,175
1	From	265,001	To	270,000	266,715
1	From	270,001	To	275,000	274,950
1	From	290,001	To	295,000	294,261
1	From	295,001	To	300,000	296,935
115			TOTAL		2,000,000

S. NO.	CATEGORIES OF SHAREHOLDERS	NUMBERS	TOTAL SHARES HELD	PERCENTAGE
1.	Individuals	108	1,907,770	95.39%
2.	Mutual Fund	2	74,800	3.74%
3.	Joint Stock Companies	2	6,965	0.35%
4.	Financial Institutions	1	9,700	0.49%
5.	Investment Company	1	680	0.03%
6.	Others	1	85	0.00%
	TOTAL	115	2,000,000	100.00%

CATEGORIES OF SHAREHOLDERS

S.No.	Name	No. of Shares
1.	Associated Companies	Nil
2.	NIT / ICP (Name wise details)	
1	Investment Corporation of Pakistan	680
2	National Bank of Pakistan - Trustee Department	74,800
	Total >	75,480
3.	Directors, CEO their spouses and minor children	
1	Mr. Rauf Alam	266,715
2	Mr. Aftab Alam	296,935
3	Mr. Saeed Alam	274,950
4	Mr. Faraz Alam	38,340
5	Mr. Ashhar Alam	15,175
6	Mr. Jamal Alam	14,610
7	Mr. Aneek Alam	11,050
8	Mrs. Seema Rauf	210,025
9	Mrs. Shabana Aftab	225,175
10	Mrs. Rana Saeed	294,261
11	Mr. Anhar Alam	11,050
	Total >	1,658,286
4.	Executive	Nil
5.	Public Sector Companies & Corporation	Nil
6.	Banks,DFIs, NBFIs, Modarbas, Insurance Companies Mutual Funds & Others	
1	The Bank of Punjab	9,700
2	Pakistan Industrial Credit & Investment Corporation	6,700
3	Fateh Textile Mills Limited	465
4	Abandoned Properties	85
	Total >	16,950



PROXY FORM

Folio No. _____ No of Shares held _____ I/we

_____ of _____ being a

member(s) of **Fateh Sports Wear Limited**, Hyderabad, entitled to Vote(s) hereby appoint

_____o

f _____ as my / our proxy to vote for me/us and on my/our

behalf at the 30th Annual General Meeting of the Company to be held on Thursday 31st October, 2013 at

9.00 a.m. at the registered office of the Company at Mirpurkhas Road, Hyderabad, and at any

adjournment thereof.

As witness my/our hand this _____ day of _____ 2013

Signature:

Witness:

Revenue Stamp

Signature:

Address:

N.B. The Proxy Form duly stamped, signed and witnessed should reach the Company's Registered Office atleast 48 hours before the time of the meeting. Signature must be as per specimen signature registered with the Company.