

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 32nd Annual General Meeting of Shareholders of **FATEH SPORTS WEAR LIMITED** will be held on Saturday, October 31, 2015 at 9:00 a.m. at the registered office of the Company at Mirpurkhas Road, Hyderabad to transact the following business:

1. To confirm the minutes of the last Extraordinary General Meeting held on June 11, 2015.
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, 2015.
3. To appoint Auditors for the year 2015-2016 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.
5th October, 2015

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, 2015 (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, 2015

The Board of Directors present their report and financial statements of the Company alongwith Auditors' Report for the year ended June 30, 2015.

The Company has achieved sales of Rs. 23.36 million during the year as compared to Rs.35.80 million in the preceding year. The Gross Profit is realized at Rs.0.52 million. After Administration and Selling Expenses of Rs.7.76 million Company incurred operating loss of Rs.7.24 million. Loss before taxation is Rs.7.52 million whereas Net Loss carried forward to balance sheet is Rs. 7.72 million. Loss per share is Rs. 3.86.

The accounts of the company are prepared on going concern basis as the management of the company is committed to continue its financial support to extend business activities in full swing 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.

Pakistan Textile Industry is facing down turn due to shrinking world market demand specially for non-fashion items. Company is also forecasting decline in sales due to tough price competition and unfavorable market conditions. Hence Company has temporarily close down its operation from March, 2015.

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, during the year Company has withdrawn the application of delisting from KSE.

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, 2015, 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;

(Rs.000)

	2009	2010	2011	2012	2013	2014	2015
Sales	0	0	8,032	15,307	14,955	35,800	23,363
Gross Profit / (Loss)	0	0	956	1,831	315	344	523
Selling & Administration Expenses	3,956	27,335	2,892	1,860	2,329	4,516	7,760
Profit/(Loss) before Taxation	23,443	(30,518)	(18,886)	12,433	(319,325)	153,767	(7,525)
Profit/(Loss) after Taxation	23,443	(30,518)	(18,948)	12,400	(319,430)	152,777	(7,716)
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	(39,037)	(69,555)	(88,503)	(76,103)	(395,533)	(242,755)	(250,471)
Fixed Assets	21,312	19,926	18,683	17,904	16,867	16,003	15,160
Total Assets	321,441	309,832	309,457	341,921	46,755	48,872	44,053

- 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 five (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 Bank confirmation letter were sent directly by the Auditors to the Bank duly authorized by us.
- 2 The company has not made provision for doubtful balances in other receivables amounting to Rs. 16.04 million out of 18.30 million. The Company will adjust the same after immediately receipt of stuck up funds.
- 3 On the issue of going concern, as such the management of the Company has already started the business activities 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.

The Company has also filed suit before the Honorable High Court of Sindh against the Pakistan Government and Russian Government for recovery of stuck-up 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 current development for recovery of stuck up funds from Russian Government, the Russian Government is offering Government of Pakistan upto 20% to 25% of their total outstanding claims, for which negotiations are in process.

Auditors

The retiring Auditors M/s. Tanwir Arif & Co., Chartered Accountants, being eligible offer themselves for re-appointment for the financial year 2016. Based on the recommendation of the Audit Committee, the Directors have also proposed the re-appointment of M/s. Tanwir Arif & Co., Chartered Accountants as statutory Auditors for the year ending June 30, 2016.

For and on behalf of the Board

Place: Hyderabad
Dated: 28th September, 2015

RAUF ALAM
Chief Executive

STATEMENT OF COMPLIANCE

For the year ended June 30, 2015

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

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, 2015**.
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: 28th September, 2015

RAUF ALAM
Chief Executive

AUDITORS' REPORT
For the year ended June 30, 2015

We have audited the annexed Balance Sheet of **Fateh Sports Wear Limited** as at **30th June, 2015** 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. we have not received bank confirmation for balance appearing in short term borrowings from banking companies under note no. 7.1 to the accounts.
2. the company has not made provision for doubtful balances in other receivables amounting to Rs. 16.04 million out of 18.30 million. Had this provision been made, loss for the year would have increased by Rs. 16.04 million.
 - 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 paragraphs 1 and 2 above, 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, 2015 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.

Without further qualifying our opinion, we draw attention to note no. 1.2 to the financial statements. As stated in the note as at June 30, 2015 the Company has accumulated losses of Rs. 323.97 million resulting in net negative equity of Rs. 250.47 million. Further, current liabilities of the Company exceed its current assets by Rs. 265.63 million. These conditions, indicate the existence of a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern.

TANWIR ARIF & CO.
Chartered Accountants
Audit Engagement Partner: Tanwir Arif

REVIEW REPORT
For the year ended June 30, 2015

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

We have reviewed the enclosed statement of compliance with the best practices contained in the Code of Corporate Governance (the Code) prepared by the Board of Directors of **M/s. Fateh Sports Wear Limited** ('the Company') for the year ended **June 30, 2015** to comply with the requirements of listing regulation No. 35 Chapter XI of the Karachi Stock Exchange, where the Company is listed.

The responsibility for compliance with the Code 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 and report if it does not and to highlight any non-compliance with the requirements of the Code. A review is limited primarily to inquiries of the company's 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.

The Code requires the company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the board of directors for their review and approval its 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. We are only required and have ensured compliance of this requirement to the extent of approval of related party transaction by the board of directors upon recommendation of 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, 2015**.

Further, we highlight below instance of non-compliance with the requirement of the Code as reflected in the note where it is stated in the statement of compliance:

<u>Note/paragraph</u> reference	<u>Description</u>
i. Note No. 1	Independent Director.

BALANCE SHEET

As at June 30, 2015

	NOTE NO.	30-06-2015 RUPEES	30-06-2014 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		(323,971,397)	(316,255,270)
		(250,471,397)	(242,755,270)
CURRENT LIABILITIES			
Trade and other payables	5	18,413,696	17,646,924
Mark up accrued on loans	6	132,380,182	132,380,182
Short term borrowings	7	143,616,831	141,486,831
Provision for taxation	8	113,391	113,391
Contingencies and commitments	9	0	0
		294,524,100	291,627,328
		44,052,703	48,872,058
PROPERTY AND ASSETS			
TANGIBLE FIXED ASSETS			
Property, plant and equipment	10	15,159,707	16,003,031
CURRENT ASSETS			
Stores, spare parts and loose tools	11	0	0
Stock-in-trade	12	6,134,237	11,814,210
Trade debts	13	1,898,453	1,961,754
Advances, deposits and prepayments	14	2,332,488	1,735,781
Other receivables	15	18,303,248	17,121,375
Cash and bank balances	16	224,570	235,907
Contingent assets	17	0	0
		28,892,996	32,869,027
		44,052,703	48,872,058

Notes :

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

Dated: 28th September, 2015

RAUF ALAM
Chief Executive

AFTAB ALAM
Director

PROFIT AND LOSS ACCOUNT

For the year ended June 30, 2015

	NOTE NO.	30-06-2015 RUPEES	30-06-2014 RUPEES
Sales	18	23,362,665	35,799,724
Cost of Sales	19	22,839,547	35,455,021
Gross Profit		523,118	344,703
Administration Expense	20	2,617,142	3,922,100
Selling Expenses	21	5,142,915	594,827
		7,760,057	4,516,927
Operating Loss		(7,236,939)	(4,172,224)
Other Income	22	36,924	38,287,453
Exchange gain		47,240	3,946,614
		(7,152,775)	38,061,843
Financial expenses	23	62,708	(56,547,422)
Other charges	24	310,000	(59,157,918)
		372,708	(115,705,340)
(Loss)/Profit before taxation		(7,525,483)	153,767,183
Taxation		190,644	989,766
(Loss)/Profit after taxation		(7,716,127)	152,777,417
Other comprehensive income		0	0
Total comprehensive (Loss)/Profit for the year		(7,716,127)	152,777,417
(Loss) / Profit per share		(3.86)	76.39

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

Dated: 28th September, 2015

RAUF ALAM
Chief Executive

AFTAB ALAM
Director

Cash Flow Statement

For the year ended June 30, 2015

	NOTE NO.	30-06-2015 RUPEES	30-06-2014 RUPEES
Cash flow from Operating Activities			
(Loss)/ Profit before taxation		(7,525,483)	153,767,183
Depreciation	10	843,324	938,554
Short term borrowings written back	22	-	(38,248,203)
Exchange Gain		(47,240)	(3,946,614)
Mark-up / interest expenses	23	0	(56,785,624)
		796,084	(98,041,887)
Operating profit before working capital changes		(6,729,399)	55,725,296
(Increase) / Decrease in current assets			
Stock-in-trade		5,679,973	(988,689)
Trade Debts		110,541	1,990,752
Advances, deposits and prepayments		(388,260)	624,503
Other receivable		(1,181,873)	0
(Decrease) / Increase in current liabilities			
Trade and other payables		766,772	(27,802,366)
		4,987,153	(26,175,800)
Cash flow from operations		(1,742,246)	29,549,496
Taxes paid		(399,091)	(1,652,250)
Net Cash flow from Operating Activities		(2,141,337)	27,897,246
Cash flow from investing activities			
Fixed capital expenditure		0	(74,300)
Cash flow from financing activities			
Short term borrowings			
From Directors		2,130,000	60,329,989
From non banking companies		0	(63,158,186)
Paid to MCB Bank Limited		0	(25,000,000)
		2,130,000	(27,828,197)
Net increase / (Decrease) in cash and cash equivalents during the year	16	(11,337)	(5,251)
Cash and Cash equivalents at the beginning of the year	16	235,907	241,158
Cash and cash equivalents at the end of the year		224,570	235,907

Dated: 28th September, 2015

RAUF ALAM
Chief Executive

AFTAB ALAM
Director

Statement of Changes in Equity

For the year ended June 30, 2015

	<u>Share Capital</u>	<u>General Reserve</u>	<u>Accumulated (Loss)</u>	<u>Total</u>
Balance as at June 30, 2013	20,000,000	53,500,000	(469,032,687)	(395,532,687)
Profit for the year	0	0	152,777,417	152,777,417
Balance as at June 30, 2014	20,000,000	53,500,000	(316,255,270)	(242,755,270)
Loss for the year	0	0	(7,716,127)	(7,716,127)
Balance as at June 30, 2015	20,000,000	53,500,000	(323,971,397)	(250,471,397)

RAUF ALAM
Chief Executive

AFTAB ALAM
Director

NOTES TO THE ACCOUNTS

For the year ended June 30, 2015

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.

During the year - 2013, Company had applied for delisting from the Karachi Stock Exchange, for which formal application was submitted to the Exchange in November, 2013. Since the matter was unresolved at their end, during the year Company has withdrawn the application of delisting from Exchange.

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

1.2 **Going Concern**

These financial statements have been prepared on going concern basis, for the following reasons:

the operations of the company were closed since the year 2003. In the year 2011 the company had 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. But due to scarce financial resources the operation were not viable hence the operation are closed from March, 2015. 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 are closed.

- there are accumulated losses amounting to Rs. 323,971,397/-. It is stated that the amount due to related parties amounts to Rs. 93.8 million. Further, old foreign debts were fully provided in the year 2013 consequent to delinkage of the same from Company's claims from Russia. (Reference Note No. 13 read with Note No. 17). The management has filed appeal before the Honorable Foreign Exchange Appellate Board, Karachi against the order of Honorable Foreign Exchange Adjudication Court, State Bank of Pakistan, Banking Services Corporation in July, 2014 and is expecting favorable decision and Board has granted stay till the next hearing of the case. Thus the amount provided towards foreign trade debtors would be reversed by Rs. 294.3 million making the negative equity to positive figure;

- the financial ratios are adverse; and

- the company is unable to settle its outside debts.

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. In the light of current development for recovery of stuck up funds from Russian Government, the Russian Government is offering Government of Pakistan upto 20% to 25% of their total outstanding claims, for which negotiations are in process.

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 that includes 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 hopefully in next year under the present circumstances where two Governments are negotiating the settlement of Pakistani exporters' receivables and the matter is subjudice before 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 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 Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984 shall prevail.

2.3 Changes in accounting standards, interpretations and pronouncements

a) New and amended standards and interpretations that are effective in the current year and are not relevant

New standards, amendments and interpretations that are mandatory for accounting periods beginning on July 1, 2013 are considered not to be relevant for the Company's financial statements and hence have not been detailed in these financial statements.

b) Standards, interpretations and amendments to publish approved accounting standards that are not yet effective but relevant

There are no other standards, amendments to existing approved accounting standards and new interpretations that are not yet effective that would be expected to have a material impact on the financial statements of the Company.

2.4 Critical accounting estimates and judgments

The preparation of financial statements information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these financial statements, the significant judgments made by the management in applying the company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the company for the year ended 30 June 2014.

2.5 Property, plant and equipment

These 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.

2.6 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.

2.7 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.

2.8 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.

2.9 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.

2.10 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.

2.11 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.

2.12 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.

2.13 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.

2.14 Revenue Recognition

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

2.15 Sales

Sales include rebates on export sales.

2.16 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.

2.17 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.

2.18 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.

2.19 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.

2.20 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.

2.21 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.

	30-06-2015	30-06-2014
	RUPEES	RUPEES
3. ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL		
Fully paid-up ordinary shares of Rs. 10/- each		
50,000 (2014: 50,000) issued for cash	500,000	500,000
1,950,000 (2014: 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	12,732,478	9,350,990
Accrued expenses	1,801,376	2,491,376
Advance from customers	0	3,324,406
Due to associated undertakings	1,546,690	147,000
Others	2,333,152	2,333,152
	18,413,696	17,646,924
6. MARKUP ACCRUED ON LOANS		
Markup on secured finance	132,380,182	132,380,182
7. SHORT TERM BORROWINGS		
From banking companies (secured)	7.1 49,856,842	49,856,842
From non banking companies (un secured)	0	0
From directors (unsecured)	7.2 93,759,989	91,629,989
	143,616,831	141,486,831

7.1 (a) This represents amount 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.

7.1 (b) This includes Running Finance of Rs. 41,856,842/- and Rs. 8,000,000/- representing foreign documents purchased by Allied Bank Limited.

7.2 During the year amount of Rs. 2,130,000/- received from directors which is interest free and repayable on demand.

	30-06-2015	30-06-2014
	RUPEES	RUPEES
8. PROVISION FOR TAXATION		
Opening Balance	113,391	109,320
Provided during the year	190,644	989,766
Adjusted from advance tax due to final tax during the year	(190,644)	(985,695)
	113,391	113,391

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 During the last year orders were issued by the honourable Foreign Exchange Adjudication Court, State Bank of Pakistan, Banking Services Corporation 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 has filed appeal before the F.E. Appellate Board, Karachi on 9th July, 2014 against the said orders. The F.E. Appellate Board has granted stay against the order in favor of the Company till the next hearing of the case. However, during the last year US \$ 596,806.72 were realized.

10. OPERATING FIXED ASSETS

PARTICULARS	COST			Accumulated depreciation as at 01-Jul-14	DEPRECIATION		Accumulated depreciation as at 30-Jun-15	Book Value as at 30-Jun-15	Book Value as at 30-Jun-14
	As on 01-Jul-14	Addition/ (Deletion)	As on 30-Jun-15		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	14,705,514	99,168	10	14,804,682	892,510	991,678
Plant & Machinery	35,362,937	-	35,362,937	31,784,068	357,887	10	32,141,955	3,220,982	3,578,869
Air Conditioning Plant	9,212,616	-	9,212,616	8,318,967	89,365	10	8,408,332	804,284	893,649
Tools & Equipments	1,438,043	-	1,438,043	1,290,162	14,788	10	1,304,950	133,093	147,881
Furniture & Fixture	4,411,125	-	4,411,125	4,059,217	35,191	10	4,094,408	316,717	351,908
Office Equipment	771,740	-	771,740	669,005	10,274	10	679,279	92,461	102,735
Vehicles	3,851,681	-	3,851,681	3,796,633	11,010	20	3,807,643	44,038	55,048
Electric Fittings	14,327,262	-	14,327,262	12,331,613	199,565	10	12,531,178	1,796,084	1,995,649
Arms	187,258	-	187,258	175,765	1,149	10	176,914	10,344	11,493
Computers	1,638,972	-	1,638,972	1,389,704	24,927	10	1,414,631	224,341	249,268
	94,523,679	-	94,523,679	78,520,648	843,324		79,363,972	15,159,707	16,003,031
30-06-2014	94,449,379	74,300	94,523,679	77,582,094	938,554		78,520,648		

The depreciation is allocated as under:

	30-Jun-15	30-Jun-14
(a) Cost of Sales	760,773	845,302
(b) Administration Expenses	82,551	93,252
	843,324	938,554

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

	30-06-2015	30-06-2014
	RUPEES	RUPEES
12. STOCK -IN-TRADE		
Raw and packing material	21,405,269	27,085,242
Less: Provision for diminution in value	15,271,032	15,271,032
	6,134,237	11,814,210
13. TRADE DEBTS - Unsecured		
Export debts	1,873,482	1,944,273
Local debts	24,971	17,481
Total considered good	1,898,453	1,961,754
Considered doubtful	13.1 294,347,644	294,347,644
	13.2 296,246,097	296,309,398
Less: Provisions for bad and doubtful debts		
-Opening balance	(294,347,644)	(353,795,562)
-Provided during the year	24 0	0
-Reversal of provision against doubtful debts	24 0	59,447,918
	(294,347,644)	(294,347,644)
	1,898,453	1,961,754
13.1 (a) Export trade debts were considered good since the Foreign Exchange Adjudication Court, Karachi vide its Judgment 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 2013 the cases of realization of export proceeds were reopened and 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 were, therefore, considered doubtful of recovery and according provided for. Last year Rs. 59.445 million were realized.		
13.2 The aging of trade debts is under:		
upto 1 year and above	1,898,453	1,961,754
upto 5 year and above	294,347,644	294,347,644
	296,246,097	296,309,398
14. ADVANCES, DEPOSITS AND PREPAYMENTS - Unsecured		
Advances - Considered good		
Advance against purchase	872,897	484,637
Income tax	1,447,691	1,239,244
Deposits - Considered good		
Securities - others	11,900	11,900
	2,332,488	1,735,781
Advances-considered doubtful	161,123	161,123
	2,493,611	1,896,904
Less: Provision for bad and doubtful	(161,123)	(161,123)
	2,332,488	1,735,781
15. OTHER RECEIVABLES		
Export rebate - considered goods	18,303,248	17,121,375

	30-06-2015	30-06-2014
	RUPEES	RUPEES
16. CASH AND BANK BALANCES		
Cash in hand	1,628	1,213
With Banks on current account	222,942	234,694
	224,570	235,907
17. CONTINGENT ASSETS		
<p>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.</p> <p>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 01.01.1992 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.</p> <p>In the light of current development for recovery of stuck up funds from Russian Government, the Russian Government is offering Government of Pakistan upto 20% to 25% of their total outstanding claims, for which negotiations are in process.</p>		
18. SALES		
Export Sales	22,275,916	31,929,460
Drawback of Local Taxes	1,181,873	0
Sample Garment	52,943	0
Stitching Charges Local	0	4,871,946
Less: Export sales commission	(148,067)	(1,001,682)
	23,362,665	35,799,724
19. COST OF SALE		
Raw and packing material consumed	19.1 14,922,514	19,417,123
Stores, Spare parts consumed	177,752	366,116
Salaries, wages, stitching charges and benefits	6,246,332	11,833,697
Repairs and maintenance	60,341	676,092
Fuel and power	436,160	1,921,988
Other manufacturing expenses	235,675	394,703
Depreciation	760,773	845,302
	22,839,547	35,455,021
19.1 RAW AND PACKING MATERIAL CONSUMED		
Opening inventory	11,814,210	10,825,521
Purchases	9,242,541	20,405,812
	21,056,751	31,231,333
Less: Closing inventory	6,134,237	11,814,210
	14,922,514	19,417,124

	30-06-2015	30-06-2014
	RUPEES	RUPEES
20. ADMINISTRATION EXPENSES		
Salaries, wages and other benefits	124,235	133,835
Traveling, conveyance and entertainment	388,263	577,957
Rent, rates and taxes	883,060	2,254,316
Printing and stationery	70,975	50,639
Utilities expenses	1,035,415	562,345
Others charges	32,643	249,756
Depreciation	82,551	93,252
	2,617,142	3,922,100
21. SELLING EXPENSES		
Clearing and forwarding charges	171,967	166,608
Export Development surcharge	48,875	428,219
Air Freight	4,922,074	0
	5,142,916	594,827
22. OTHER INCOME		
Scrap sale	36,924	39,250
Short term borrowings written back - MCB Bank Limited	0	38,248,203
	36,924	38,287,453
23. FINANCIAL EXPENSES		
Interest and other charges on :		
Export and running finances	0	8,400,000
Bank charges and commission	62,708	238,202
Markup written back - MCB Bank Limited	0	(65,185,624)
	62,708	(56,547,422)
24. OTHER CHARGES		
Auditors' remuneration		
Audit fee	250,000	250,000
Half yearly review	60,000	40,000
Reversal of provision against doubtful debts	0	(59,447,918)
	310,000	(59,157,918)
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	1,399,690	(8,249,598)
vi) Any other transaction	0	0

27. Financial Instruments and Related Disclosures

2 0 1 5

27.1 Financial Assets and Liabilities

	Interest / Markup bearing			Non-Interest / Markup bearing			
	Effective yield	Maturity	Maturity	Maturity	Maturity	Total	
	Markup Rate	upto	after	upto	after		
	one year	one year	Rupees	one year	one year	Rupees	
Financial Assets							
Trade debts		0	0	0	1,898,453	0	1,898,453
Other receivables		0	0	0	18,303,248	0	18,303,248
Cash and Bank Balances		0	0	0	224,570	0	224,570
		0	0	0	20,426,271	0	20,426,271
Financial Liabilities							
Markup accrued on loans		0	0	0	132,380,182	0	132,380,182
Short Term Borrowings		49,856,842	0	49,856,842	93,759,989	0	93,759,989
Trade and other payables		0	0	0	18,413,696	0	18,413,696
		49,856,842	0	49,856,842	244,553,867	0	244,553,867

2 0 1 4

Financial Assets and Liabilities

	Interest / Markup bearing			Non-Interest / Markup bearing			
	Effective yield	Maturity	Maturity	Maturity	Maturity	Total	
	Markup Rate	upto	after	upto	after		
	one year	one year	Rupees	one year	one year	Rupees	
Financial Assets							
Trade debts		0	0	0	1,961,754	0	1,961,754
Other receivables		0	0	0	17,121,375	0	17,121,375
Cash and Bank Balances		0	0	0	235,907	0	235,907
		0	0	0	19,319,036	0	19,319,036
Financial Liabilities							
Markup accrued on loans		0	0	0	132,380,182	0	132,380,182
Short Term Borrowings	11 to 20%	49,856,842	0	49,856,842	91,629,989	0	91,629,989
Trade and other payables		0	0	0	17,646,924	0	17,646,924
		49,856,842	0	49,856,842	241,657,095	0	241,657,095

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.

No foreign currency loan is repayable.

c) Credit Risk Management.

The company is exposed to a concentration of credit risk on its trade debts amounting to Rs. 296,192,690/- by virtue of all of its customers being foreigners. and only Rs. 53,408/- 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 **28th September, 2015** 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

Total number of employees at the end of the year were NIL (2014: 18).
Average number of employees during the year were 7 (2014: 18).

32. Earning per Share

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

		2015	2014
(Loss) / Profit after tax for the year	Rs.	<u>(7,716,127)</u>	<u>152,777,417</u>
Number of Ordinary Shares		<u>2,000,000</u>	<u>2,000,000</u>
(Loss) / Profit per share	Rs.	(3.86)	76.39

33. Figures

Figures have been rounded off to the nearest rupee.

Dated: 28th September, 2015

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, 2015**

NO. OF SHAREHOLDERS	SHAREHOLDING				TOTAL SHARES HELD
40	From	1	To	100	2,859
45	From	101	To	500	13,187
13	From	501	To	1,000	10,889
8	From	1,001	To	5,000	15,319
4	From	5,001	To	10,000	26,840
3	From	10,001	To	15,000	36,710
1	From	15,001	To	20,000	15,175
1	From	20,001	To	25,000	23,003
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
125			TOTAL		2,000,000

S. NO.	CATEGORIES OF SHAREHOLDERS	NUMBERS	TOTAL SHARES HELD	PERCENTAGE
1.	Individuals	115	1,903,530	95.18%
2.	Mutual Fund	1	45,300	2.27%
3.	Joint Stock Companies	2	5,905	0.30%
4.	Financial Institutions	3	32,800	1.64%
5.	Investment Company	3	12,380	0.62%
6.	Others	1	85	0.00%
	TOTAL	125	2,000,000	100.00%

CATEGORIES OF SHAREHOLDERS

S.No.	Name	No. of Shares	%
1.	Associated Companies		Nil
2.	NIT / ICP (Name wise details)		
	CDC Trustee - National Investment (Unit) Trust	45,300	
	Investment Corporation of Pakistan	680	
	National Bank of Pakistan - Trustee Department	5,200	
	Total >	51,180	2.56%
3.	Directors, CEO their spouses and minor children		
	Mr. Rauf Alam	266,715	
	Mr. Aftab Alam	296,935	
	Mr. Saeed Alam	274,950	
	Mr. Faraz Alam	38,340	
	Mr. Ashhar Alam	15,175	
	Mr. Jamal Alam	14,610	
	Mr. Aneek Alam	11,050	
	Mrs. Seema Rauf	210,025	
	Mrs. Shabana Aftab	225,175	
	Mrs. Rana Saeed	294,261	
	Mr. Anhar Alam	11,050	
	Total >	1,658,286	82.91%
4.	Executive		Nil
5.	Public Sector Companies & Corporation		Nil
6.	Banks,DFIs, NBFIs, Modarbas, Insurance Companies Mutual Funds & Others		
	National Bank of Pakistan	23,100	
	The Bank of Punjab	9,700	
	Pakistan Industrial Credit & Investment Corporation	6,500	
	Fateh Mohammad Akber	5,440	
	Fateh Textile Mills Limited	465	
	Abandoned Properties	85	
	Total >	45,290	2.26%



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
_____ of
_____ as my / our proxy to vote for me/us and on my/our
behalf at the 32nd Annual General Meeting of the Company to be held on Saturday 31st October, 2015 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 _____ 2015

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.