

**3rd Quarter &
Nine Months Accounts
Period Ended**

March 31st

2019

Un-Audited



J. A. Textile Mills Limited

COMPANY INFORMATION

Board of Directors

Chair Person:	Mrs. Rukhsana Begum
Chief Executive:	Mr. Imran Zahid
Directors:	Mr. Zahid Anwar
	Mrs. Rukhsana Begum
	Ms. Quratul-Ain Zahid
	Mr. Muhammad Ali
	Mr. Riaz Ahmed
	Mr. Liaqat Ali Qamar

Audit Committee:

Chairman:	Mr. Muhammad Ali
Member:	Mr. Riaz Ahmed
Member:	Ms. Quratul-Ain Zahid

Human Resources & Remuneration (HR&R) Committee:

Chairman:	Mr. Liaqat Ali Qamar
Member:	Mr. Imran Zahid
Member:	Mr. Riaz Ahmed

Company Secretary: Mr. Ajmal Shabab

Chief Financial Officer: Mr. Zia Ullah Khan Dilawar

Head of Internal Audit: Mr. Muhammad Umer Farooq

Auditors: KrestonHyder Bhimji & Company, Chartered Accountants

Banks: Al Baraka Islamic Bank B.S.C. (E.C.)
Dubai Islamic Bank Pakistan Limited
JS Bank Limited
National Bank of Pakistan
United Bank Limited

Legal Advisor: Mr. Zia-ul-Haq (Advocate)

Registered Office: JK House, 32-W, Susan Road, Madina Town, Faisalabad

Share Registrar Office: HameedMajeed Associates (Private) Limited
1stFloor, H.M House, 7-Bank Square, Lahore.

Mills: 29-KM, Sheikhpura Road, Faisalabad

Web Site: www.jatml.com

DIRECTORS' REPORT TO THE SHAREHOLDERS

Your Board of Directors is pleased to present un-audited financial statements of the Company for third quarter and nine months period ended March 31, 2019.

Financial Results

Operating Indicators	Nine Months Ended March 31, 2019 Rupees	Nine Months Ended March 31, 2018 Rupees
Sales	743,202,925	834,919,133
Gross profit	9,269,716	14,682,169
Pretax profit/(loss)	3,199,514	7,234,782
Taxation	9,883,822	12,609,229
Loss per share	(0.53)	(0.43)

During the nine months period ended March 31, 2019, during last quarter, due to maintenance production process was stopped, Therefore sale/production during this period decreased as compare of last period.

The management positively looks forward to counter all challenges and is firmly committed to deliver the best possible results and will continue to meet our objectives and goals. Based upon these aspects and continuing financial support from directors and associates, the financial statements have been prepared on going concern basis.

There is no material change in position of on going litigation and other matters related to court as reported in the Directors' report to the shareholders for the year ended June 30, 2018.

Transactions with related parties are carried out at arms length. The prices are determined in accordance with comparable uncontrolled price method.

We would like to express our appreciation for the dedication and hard work put in by the entire team at J. A. Textile Mills Limited and all its partners within the country and all across the world.

For and on behalf of the Board

April 29, 2019
Faisalabad


IMRAN ZAHID
Chief Executive Officer

ڈائریکٹرز رپورٹ برائے حصص یافتگان

آپ کے بورڈ آف ڈائریکٹرز کو تیسری سہ ماہی اور 31 مارچ 2019 کو ختم ہونے والے نو ماہی عرصہ کے کمپنی کے غیر آڈٹ شدہ مالیاتی اسٹیٹمنٹ پیش کرتے ہوئے نہایت سرتعموں ہو رہی ہے۔

مالیاتی نتائج

نو ماہی سال کا اختتام	نو ماہی سال کا اختتام	آپریٹنگ نتھیلات
31 مارچ 2018	31 مارچ 2019	
روپے	روپے	
834,919,133	743,202,925	فروخت
14,682,169	9,269,716	مجموعی منافع
7,234,782	3,199,514	قبل از ٹیکس منافع / خسارہ
12,609,229	9,883,822	ٹیکس کیلئے پروڈن
(0.43)	(0.53)	خسارہ فی شیئر

31 مارچ 2019 کو ختم ہونے والے نو ماہی عرصہ کے دوران مشینری کی مرمت کی وجہ سے طر میں پیداواری عمل روک دیا گیا تھا۔ اس لئے اس عرصہ میں گزشتہ سال کی نسبت پیداوار اور فروخت میں کمی آئی ہے۔

کمپنی کے منافع کو بہتر بنانے کیلئے کمپنی کی انتظامیہ مسلسل کوشش کر رہی ہے۔ پیداوار بڑھانے کی حکمت عملی اور لاگت کنٹرول کرنے کے موثر طریقوں پر عمل کیا جا رہا ہے۔ کمپنی کی انتظامیہ مثبت انداز میں آنے والے تمام چیلنجوں کا مقابلہ کرنے کیلئے تیار ہے۔ اور ممکنہ بہترین نتائج فراہم کرنے کیلئے پختہ ارادہ رکھتی ہے۔ اور اپنے مقاصد و اہداف کو پورا کرنے کیلئے کوششیں جاری رہیں گی۔ ان پہلوؤں و ڈائریکٹرز اور ایسوسی ایشن کی مسلسل مالی امداد کی بنیاد پر یہ مالیاتی رپورٹ گونگ کسٹرن بنیادوں پر بنائی گئی ہیں۔

30 جون 2018 کو ختم ہونے والے سال کی ڈائریکٹرز رپورٹ برائے حصص یافتگان میں جو مقدمات اور دیگر امور رپورٹ کئے گئے ان میں کوئی تبدیلی نہیں ہوئی ہے۔

متعلقہ پارٹنرز کے ساتھ لین دین آرم لینتھ اور قیمتوں کا تعین کمپنڈ ان کنٹرولڈ پرائس میٹھڈ کی بنیاد پر کیا گیا۔ ہم نے اسے ٹیکسٹائل ٹول لینتھ کی پوری ٹیم اور اسکے تمام شراکت داروں ملک کے اندر اور دنیا بھر میں کی انتھک محنت کی تعریف کرتے ہیں۔

بورڈ آف ڈائریکٹرز کی طرف سے

29 اپریل 2019

فیصل آباد

عمران زاہد
چیف ایگزیکٹو آفیسر

J A TEXTILE MILLS LIMITED
CHAIRMAN'S REVIEW

We are pleased to present the financial results of the company. The sale has decreased in this nine months period as compared to the corresponding period of the last year. Due to maintenance the production process was stopped, therefore sale /production during this period decreased as compared to last period.

We are confident that our existing business trend will continue adding to sustainable growth to achieve better results during the current year.

The management remains committed to maintain focus on sustaining the financial performance of the company. We thank our shareholders, customers, bankers and staff for their support and trust in the company.

In the end, I would like to thank the board of directors for their valuable contribution and guidance throughout the company.

For and on behalf of the Board of Directors



FAISALABAD
APRIL 29, 2019

RUKHSANA BEGUM
Chairperson BOD

J. A. TEXTILE MILLS LIMITED
CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT MARCH 31, 2019

	Note	March 31, 2019 (Un-Audited) ----- Rupees -----	June 30, 2018 (Audited)
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	387,164,377	398,352,788
Long term deposits		<u>17,427,380</u>	<u>17,427,380</u>
		<u>404,591,757</u>	415,780,168
CURRENT ASSETS			
Stores and spares		8,400,996	9,125,475
Stock in trade		49,665,053	90,766,858
Trade debts		1,307,241	6,056,856
Advances, prepayments and other receivables		1,608,362	1,365,325
Short term investment		322,505	341,529
Tax refunds due from Government		8,154,052	6,838,519
Cash and bank balances		<u>18,810,166</u>	<u>3,012,176</u>
		<u>88,268,375</u>	117,506,738
		<u>492,860,132</u>	<u>533,286,906</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital			
20,000,000 ordinary shares of Rs.10/- each		<u>200,000,000</u>	<u>200,000,000</u>
Issued, subscribed and paid up capital			
12,601,160 ordinary shares of Rs. 10/- each, fully paid in cash		126,011,600	126,011,600
Accumulated loss		(211,059,637)	(209,641,063)
Surplus on remeasurement of investments available for sale to fair value		(49,975)	(30,951)
SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT			
Loan from related parties	6	199,720,944	204,986,679
		<u>133,424,720</u>	<u>125,926,743</u>
		248,047,652	247,253,008
NON CURRENT LIABILITIES			
Deferred liabilities		<u>67,360,671</u>	66,709,618
		67,360,671	66,789,618
CURRENT LIABILITIES			
Trade and other payables		177,008,089	214,800,560
Unclaimed Dividend		443,720	443,720
Current portion of Long term financing		-	4,000,000
		<u>177,451,809</u>	219,244,280
CONTINGENCIES AND COMMITMENTS			
	7	-	-
		<u>492,860,132</u>	<u>533,286,906</u>

The annexed notes 1 to 12 form an integral part of the condensed interim financial information.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

J. A. TEXTILE MILLS LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE THIRD QUARTER AND NINE MONTHS ENDED MARCH 31, 2019

	For The Nine Months Ended		For The Quarter Ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
Note	----- Rupees -----		----- Rupees -----	
Sales- net	743,202,925	834,919,133	141,282,057	276,351,506
Cost of sales	733,933,209	820,236,964	144,192,995	278,103,039
Gross profit/(loss)	9,269,716	14,682,169	(2,910,938)	(1,751,533)
Operating expenses				
Distribution cost	183,095	20,022	60,320	20,022
Administrative expenses	7,692,982	6,963,645	2,222,754	2,120,407
Other Expenses	-	613,699	-	-
Finance cost	12,739	34,447	1,010	12,174
	7,888,816	7,631,813	2,284,084	2,152,603
Operating profit/(loss)	1,380,900	7,050,356	(5,195,022)	(3,904,136)
Other operating income	1,818,614	184,426	-	-
Profit/(Loss)for the period before taxation	3,199,514	7,234,782	(5,195,022)	(3,904,136)
Taxation				
Current	9,312,769	10,438,794	1,786,469	3,454,393
Deferred	571,053	2,170,435	(267,075)	1,327,653
	9,883,822	12,609,229	1,519,394	4,782,046
Net loss	(6,684,308)	(5,374,447)	(6,714,416)	(8,686,182)
Loss per share - Basic	(0.53)	(0.43)	(0.53)	(0.69)

The annexed notes 1 to 12 form an integral part of the condensed interim financial information.

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR

J. A. TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THIRD QUARTER AND NINE MONTHS ENDED MARCH 31, 2019

	For The Nine Months Ended		For The Quarter Ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
	----- Rupees -----		----- Rupees -----	

Net loss	(6,684,308)	(5,374,447)	(6,714,416)	(8,686,182)
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Other comprehensive income:

Items that will not be reclassified subsequently to profit or loss

Unrealized (Loss)/income on changes in fair value of	(19,024)	(34,359)	(19,024)	(34,359)
Gain realised on disposal of short term investment	-	(128,989)	-	(128,989)
	(19,024)	(163,348)	(19,024)	(163,348)

Items that will not be reclassified subsequently to profit or loss

Surplus on revaluation of property, plant and equipment - net of deferred tax	-	24,709,391	-	24,709,391
Impairment of revalued property, plant and equipment - net of deferred tax	-	(14,391,855)	-	(14,391,855)
	-	10,317,536	-	10,317,536

Total comprehensive income/(loss) for the period	(6,703,332)	4,779,741	(6,733,440)	1,468,006
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The annexed notes 1 to 12 form an integral part of the condensed interim financial information.

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR

J. A. TEXTILE MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE THIRD QUARTER AND NINE MONTHS ENDED MARCH 31, 2019

	March 31, 2019	March 31, 2018
	----- Rupees -----	
a) CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(loss) for the period before taxation	3,199,514	7,234,782
Adjustments for non cash and other items:		
Depreciation	13,629,044	14,233,048
Profit on deposits	(1,818,614)	(184,426)
Workers profit participation fund	-	613,699
Finance cost	12,739	34,447
Operating cash flows before working capital changes	<u>15,022,683</u>	<u>21,931,550</u>
CHANGES IN WORKING CAPITAL		
Decrease/(increase) in current assets		
Stores and spares	724,479	792,383
Stock in trade	41,101,805	(47,903,990)
Trade debts	4,749,615	158,712
Advances, prepayments and other receivables	(243,037)	1,354,956
Tax refunds due from Government	(790,660)	519,130
Increase/(decrease) in current liabilities		
Trade and other payables	<u>(37,792,471)</u>	<u>58,853,427</u>
Cash generated from operations	<u>22,772,414</u>	<u>35,706,168</u>
Finance cost paid	(12,739)	(34,447)
Taxes paid	<u>(9,837,642)</u>	<u>(10,567,969)</u>
Net cash generated from operating activities	<u>12,922,033</u>	<u>25,103,752</u>
b) CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure of property, plant and equipment	(2,619,000)	(1,816,214)
Long term deposits	-	(5,000)
Sale proceed on vehicle	1,200,000	-
Profit on deposits	796,980	184,426
Net cash (used) in/ generated from investing activities	<u>(622,020)</u>	<u>(1,636,788)</u>
c) CASH FLOW FROM FINANCING ACTIVITIES		
Loan from related parties - Net	7,497,977	6,948,984
Repayment of short term Financing	<u>(4,000,000)</u>	<u>(8,111,000)</u>
Net cash used in financing activities	<u>3,497,977</u>	<u>(1,162,016)</u>
Net increase/(decrease) in cash and bank balances (a+b+c)	<u>15,797,990</u>	<u>22,304,940</u>
Cash and bank balances at the beginning of the period	<u>3,012,176</u>	<u>3,777,508</u>
Cash and bank balances at the end of the period	<u>18,810,166</u>	<u>26,082,456</u>

The annexed notes 1 to 12 form an integral part of the condensed interim financial information.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

J. A. TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE THIRD QUARTER AND NINE MONTHS ENDED MARCH 31, 2019

	Share capital	Accumulated loss	Surplus on remeasurement of investments available for sale to fair value	Total
	----- Rupees -----			
Balance as at July 01, 2017	126,011,600	(247,875,140)	128,989	(121,734,551)
Loss for the period	-	(5,374,447)	-	(5,374,447)
Other comprehensive income	-	-	(163,348)	(163,348)
Total comprehensive loss for the period	-	(5,374,447)	(163,348)	(5,537,795)
Incremental depreciation on revalued property, plant and equipment for the period	-	7,648,808	-	7,648,808
Tax effect on incremental depreciation	-	(2,294,642)	-	(2,294,642)
Balance as at March 31, 2018	<u>126,011,600</u>	<u>(247,895,421)</u>	<u>(34,359)</u>	<u>(121,918,180)</u>
Balance as at July 01, 2018	126,011,600	(209,641,063)	(30,951)	(83,660,414)
Loss for the period	-	(6,684,308)	-	(6,684,308)
Other comprehensive income	-	-	(19,024)	(19,024)
Total comprehensive loss for the period	-	(6,684,308)	(19,024)	(6,703,332)
Incremental depreciation on revalued property, plant and equipment for the period	-	7,522,477	-	7,522,477
Tax effect on incremental depreciation	-	(2,256,743)	-	(2,256,743)
Balance as at March 31, 2019	<u>126,011,600</u>	<u>(211,059,637)</u>	<u>(49,975)</u>	<u>(85,098,012)</u>

The annexed notes 1 to 12 form an integral part of the condensed interim financial information.

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR

J. A. TEXTILE MILLS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE THIRD QUARTER AND NINE MONTHS ENDED MARCH 31, 2019

1 THE COMPANY AND ITS OPERATIONS

1.1 J. A. Textile Mills Limited (the Company) was incorporated in Pakistan on 25 May, 1987 under the Companies Ordinance, 1984 and listed on Pakistan Stock Exchange Limited. The manufacturing unit of the Company is located at Tehsil Jaranwala, District Faisalabad in the province of Punjab and the registered office of the Company is situated at JK House, 32-W Susan Road, Madina Town, Faisalabad. The principal business activity of the Company is manufacturing and sale of yarn.

1.2 Going concern assumption

The Company has accumulated loss of Rs. 211.06 million (June 30, 2018: Rs. 209.641 million) as against issued, subscribed and paid up capital of Rs. 126.012 million, thereby having a negative equity of Rs. 85,0900 million (June 30, 2018: Rs. 83,6600 million); and its current liabilities exceeded its current assets by Rs. 89.183 million (June 30, 2018: Rs. 101.738 million). These factors indicate the existence of material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern, and therefore the Company may be unable to discharge its liabilities and realize its assets in the normal course of business.

In spite of the huge accumulated losses and negative equity, the management of the Company is making strenuous efforts, optimal production strategies and effective cost controls to improve the profitability of the Company. The management positively looks forward to counter all challenges and is firmly committed to deliver the best possible results and will continue to meet our objectives and goals as it evident from the last quarter results. Based upon these aspects and continuing financial support from directors and associates, the financial statements have been prepared on going concern basis.

2 BASIS OF PREPARATION

This condensed interim financial information is un-audited and has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The Accounting and reporting Standard applicable in Pakistan comprise of International Financial Reporting Standards (IFRS) issued by the Companies Act 2017 and provisions of and directives issued under the Companies Act, 2017, where provision of and directives issued under the Companies Act, 2017 differ from the IFRS, the provision of and directives issued under the Companies Act, 2017 have been followed.

This condensed interim financial information does not include all of the information and disclosures required for annual financial statements, and should be read in conjunction with the annual audited financial statements of the Company as at and for the year ended June 30, 2018. Comparative figures of the balance sheet are extracted from annual audited financial statements for the year ended June 30, 2018, whereas comparative profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity are stated from unaudited condensed financial information for the nine months ended March 31, 2018.

3 BASIS OF MEASUREMENT

3.1 These condensed interim financial statements have been prepared under the historical cost convention except for staff retirement benefits stated on termination basis and property, plant and equipment carried at revalued amounts.

3.2 These condensed interim financial statements are presented in Pakistani Rupee, which is the Company's functional and presented currency.

4 SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND RISK MANAGEMENT POLICIES

4.1 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

4.2 Judgments and estimates made by management in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements as at and for the year ended June 30, 2018.

4.3 The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2018.

5 PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets
Capital work in progress

	Unaudited March 31, 2019	Audited June 30, 2018
387,164,377	387,164,377	387,164,377
387,164,377	387,164,377	387,164,377

5.1 OPERATING FIXED ASSETS

DESCRIPTION	COST / REVALUED AMOUNT			DEPRECIATION			W.D.V	Rate %
	As at July 1, 2018	Addition	Revaluation surplus	As at March 31, 2019	As at July 1, 2018	For the year		
Freehold land	78,000,000	-	-	78,000,000	-	-	78,000,000	-
Building on freehold land	111,170,100	-	-	111,170,100	2,031,849	4,207,363	3,111,206	107,506,074
- factory	22,178,600	-	-	22,178,600	389,969	847,848	1,436,972	21,741,620
- residential	146,900,000	2,619,300	-	149,519,300	3,778,790	5,367,158	4,182,256	180,776,004
Plant and machinery	11,500,000	-	-	11,500,000	1,673,027	2,227,023	3,910,050	27,589,951
Power generators	3,500,000	-	-	3,500,000	184,381	246,677	432,978	3,067,022
Electric substations	2,000,000	-	-	2,000,000	308,975	497,327	806,301	6,131,699
Factory equipment	940,688	-	-	940,688	826,749	6,545	815,294	103,394
Office equipment	2,875,825	-	-	2,875,825	2,208,695	45,537	2,314,732	561,075
Furniture and fixtures	290,516	-	-	290,516	263,860	1,954	265,807	24,649
Vehicles	16,180,344	(1,975,000)	-	14,205,344	9,006,038	168,346	(3,410,633)	5,817,751
Total	430,809,984	(976,600)	-	430,327,984	21,951,196	13,679,644	(3,410,633)	387,164,377

DESCRIPTION	COST / REVALUED AMOUNT			DEPRECIATION			W.D.V	Rate %
	As at July 1, 2017	Addition	Revaluation surplus	As at June 30, 2018	As at July 1, 2017	For the year		
Freehold land	78,000,000	-	-	78,000,000	-	-	78,000,000	-
Building on freehold land	152,567,415	-	38,412,245	190,979,660	63,825,939	5,157,380	2,333,843	112,596,337
- residential	29,130,000	-	6,080,888	35,210,888	12,451,647	1,007,634	509,003	22,588,497
Plant and machinery	277,452,531	1,438,000	(14,307,952)	264,582,579	113,550,645	7,907,733	3,775,798	142,124,032
Power generators	66,358,157	378,215	(6,092,305)	60,644,067	21,271,593	3,631,562	1,573,027	29,836,974
Electric substations	16,621,298	-	(14,803)	16,606,495	12,901,512	370,305	184,301	3,313,009
Factory equipment	14,975,875	-	(208,904)	14,766,971	7,399,638	748,447	1,604,974	6,631,026
Office equipment	940,688	-	-	940,688	816,009	12,660	826,548	312,039
Electric substations	2,875,825	-	-	2,875,825	2,231,253	67,462	2,368,695	607,161
Furniture and fixtures	291,516	-	-	291,516	263,860	1,961	265,807	24,649
Vehicles	16,180,344	-	-	16,180,344	9,795,341	200,577	9,560,008	1,122,306
Total	644,203,178	1,870,215	(14,744,806)	630,468,587	243,222,641	19,188,731	(2,410,633)	398,352,788

5.1 Depreciation charge for the period/year has been allocated as under

Cost of sales
Administrative expenses

	Unaudited March 31, 2019	Audited June 30, 2018
13,413,162	13,413,162	13,413,162
215,892	215,892	215,892
13,629,054	13,629,054	13,629,054

6 SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT

	Nine Months Ended March 31, 2019 (Un-Audited)	Year Ended June 30, 2018 (Audited)
	----- Rupees -----	
Opening balance	204,986,678	201,952,923
Add: Surplus arise on revaluation of property, plant and equipment	-	35,299,130
Less: Related effect of deferred tax liability	-	(10,589,739)
	-	24,709,391
Less: Impairment of revalued property, plant and equipment	-	(20,554,324)
Add: Related effect of deferred tax liability	-	6,166,297
	-	(14,388,027)
Incremental depreciation on revalued property, plant and equipment for the period transferred to accumulated loss	7,522,477	10,410,870
Related effect of deferred tax liability	(2,256,743)	(3,123,261)
	5,265,734	7,287,609
	199,720,944	204,986,678

The Company's freehold land, building on freehold land, plant and machinery, power generators, electric installations and factory equipments were revalued by M/S Yousaf Adil Saleem & Co. Chartered Accountants as on September 30, 1998 and by M/S Nizamy Associates as on June 30, 2007 and June 30, 2012 and M/S Amir Evaluators & Consultants as on 30th December, 2017. Revaluation of freehold land is carried out at market value and building on freehold land, plant and machinery, power generators, electric installations and factory equipments on depreciated replacement values.

The fair valuation of the revalued assets are considered to represent a level 3 valuation based on significant non-observable inputs being the location and condition of the assets. The fair values are subject to change owing to change in input. However, the management does not expect there to be a material sensitivity to the fair values arising from the non-observable inputs. The basis of revaluation for items of these fixed assets were as follows:

The revaluation of freehold land was based on inquiries from real estate agents and property dealers in near vicinity of freehold land. Different revaluation methods and exercises were adopted according to experience, location and other usage of freehold land considering all the relevant factors. The methodology for valuation adopted was based on International Valuation Standards. Valuation of building on freehold land was based on assessment of current construction cost of building having equivalent area and similar specifications using prevailing yardsticks for assessing cost of construction on per unit area basis. The cost thus arrived was adjusted to account for the age of building in comparison with useful service life of structure. For the purpose of valuation of plant and machinery, power generators, electric installations and factory equipments the historical values were appreciated and depreciated accordingly. Due consideration was given to the devaluation of Pakistani rupee and average escalation in the world market, adequate obsolescence factor was also applied.

7 CONTINGENCIES AND COMMITMENTS

There has been no significant change in the contingencies and commitments since the last audited financial statements as on June 30, 2017.

	For The Nine Months Ended		For The Quarter Ended	
	March 31, 2019 (Un-Audited)	March 31, 2018 (Un-Audited)	March 31, 2019 (Un-Audited)	March 31, 2018 (Un-Audited)
	----- Rupees -----		----- Rupees -----	

8 COST OF SALES

Raw material consumed	(Note 8.1)	511,333,881	595,479,401	64,299,214	212,382,683
Stores and spares		18,255,671	24,340,571	4,422,668	17,752,318
Packing material		10,093,025	15,029,412	1,335,361	5,060,000
Salaries and wages		67,067,840	74,643,842	12,689,048	19,568,557
Retirement benefits		1,948,196	1,919,296	414,168	721,043
Fuel and power		95,469,206	128,198,085	16,834,173	50,910,664
Repairs and maintenance		2,462,659	1,013,696	604,519	293,569
Postage and telecommunication		54,112	74,193	18,384	24,701
Vehicle running and maintenance		268,237	335,757	53,872	69,126
Insurance		70,956	-	70,956	-
Depreciation		13,413,162	13,969,798	4,455,063	4,669,724
Other		704,639	667,391	207,785	139,145
		721,141,584	855,671,442	105,405,211	311,591,338

Work in process				
Opening stock	6,293,971	9,648,040	10,716,330	7,345,455
Closing stock	(1,751,131)	(8,877,434)	(1,751,131)	(8,877,434)
	4,542,840	770,606	8,965,199	(1,531,979)
Finished goods				
Opening stock	26,361,742	9,105,627	47,935,542	13,354,191
Closing stock	(18,112,957)	(45,310,711)	(18,112,957)	(45,310,711)
	8,248,785	(36,205,084)	29,822,585	(31,956,520)
	733,933,209	820,236,964	144,192,995	278,103,039

For The Nine Months Ended		For The Quarter Ended	
March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
(Un-Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)
----- Rupees -----		----- Rupees -----	

8.1 RAW MATERIAL CONSUMED

Opening stock	56,869,352	26,421,193	62,472,670	53,432,480
Purchases	481,009,230	609,009,770	28,371,246	198,901,765
	537,878,583	635,430,963	90,843,916	252,334,245
Closing stock	(26,544,702)	(39,951,562)	(26,544,702)	(39,951,562)
	511,333,881	595,479,401	64,299,214	212,382,683

9 RELATED PARTY TRANSACTIONS

The Company in the normal course of business carries out transactions with various related parties which comprise of associated undertakings and key management personnel. Amounts due from and due to related parties, if any, are shown under relevant notes to condensed interim financial information. Transaction with the related parties other than specifically mentioned in related notes were as follows:

	For The Nine Months Ended	
	March 31, 2019	March 31, 2018
	(Un-Audited)	(Un-Audited)
	----- Rupees -----	
Post employment benefit	1,948,196	2,057,541
Repayment of loan to chief executive, directors and members	437,023	986,016
Loan obtained from chief executive	7,935,000	7,935,000

10 TAXATION

The provision for taxation made in this condensed interim financial information is subject to adjustment in annual financial statements.

11 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial information was authorized for issue on **April 29, 2019** by the Board of Directors of the Company.

12 GENERAL

12.1 Previous year figures have been rearranged and reclassified wherever necessary for the purpose of comparison.

12.2 Figures have been rounded off to the nearest rupee.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR