



3rd Quarterly Accounts
March 31, 2019
(Un-audited)



Mahmood Textile Mills Ltd.



● Mahmood Textile Mills Limited

DIRECTORS' REVIEW TO THE SHAREHOLDERS

Your Directors are pleased to present un-audited Accounts for the Quater ending 31.03.2019. By the Grace of Almighty Allah the Company operational results have improved. Company's turnover for the period is 17.40 billion compared to 12.80 billion of last year, Gross profit is 12% compared to 7% of last year. All these achievements have been made due to addition of one new Weaving unit and BMR of all Spinning Units which has enabled to produce high value products.

In anticipation of the poor performance of the stock market, company decided to reduce portfolio with minimum possible losses. Increase in financial cost has incurred due to abnormal increase in markup rates.

The Management has decided to re-value all Fixed Assets of the Company as this has not been done since inception. This will enable all stake holders to evaluate the true worth of the company.

Multan
Dated: 29th April, 2019

for and behalf of the board
sd/-
(KHAWAJA MUHAMMAD IQBAL)
CHIEF EXECUTIVE OFFICER

Condensed Interim Statement of Financial Position (Un-audited)

As At March 31, 2019

| | Un-Audited 31 March, 2019 | Re-stated Audited 30 June, 2018 | |
|---|---|---|--|
| | ----- Rupees ----- | | |
| ASSETS | | | |
| NON CURRENT ASSETS | | | |
| Property, plant and equipment | 5,576,157,167 | 5,594,077,998 | |
| Long term investments | 2,170,668,197 | 1,382,874,839 | |
| Long term deposits | 9,980,881 | 9,237,521 | |
| | <u>7,756,806,245</u> | <u>6,986,190,358</u> | |
| Current Assets | | | |
| Stores, spares and loose tools | 256,616,021 | 379,165,709 | |
| Stock-in-trade | 6,714,824,378 | 4,247,087,929 | |
| Trade debts | 3,070,498,968 | 2,195,470,166 | |
| Loans and advances | 2,946,111,134 | 1,258,403,720 | |
| Other receivables | 421,053,829 | 486,902,523 | |
| Short term investments | 1,839,404,357 | 2,233,763,119 | |
| Tax refunds due from the Government | 457,181,563 | 380,224,084 | |
| Cash and bank balances | 36,841,222 | 32,362,744 | |
| | <u>15,742,531,472</u> | <u>11,213,379,994</u> | |
| TOTAL ASSETS | <u>23,499,337,717</u> | <u>18,199,570,352</u> | |
| EQUITY AND LIABILITIES | | | |
| Capital and Reserves | | | |
| Authorized Capital | | | |
| 30,000,000 ordinary shares of Rs.10 each | 300,000,000 | 300,000,000 | |
| | <u>300,000,000</u> | <u>300,000,000</u> | |
| Issued, subscribed & paid-up capital | 150,000,000 | 150,000,000 | |
| Capital Reserve | 7,120,600 | 7,120,600 | |
| Reserve Revenue -Unappropriated profit | 4,543,220,036 | 4,541,356,760 | |
| | <u>4,700,340,636</u> | <u>4,698,477,360</u> | |
| LIABILITIES | | | |
| Non-current liabilities | | | |
| Long term financing | 3,061,001,766 | 2,052,348,569 | |
| Current Liabilities | | | |
| Trade and other payables | 1,441,893,168 | 1,295,289,833 | |
| Unclaimed dividends | 2,472,353 | 2,346,862 | |
| Accrued Mark-up | 358,214,328 | 206,104,028 | |
| Short term borrowings | 13,385,281,097 | 9,639,162,832 | |
| Current maturity of long term financing | 395,134,369 | 243,340,868 | |
| Taxation | 155,000,000 | 62,500,000 | |
| | <u>15,737,995,315</u> | <u>11,448,744,423</u> | |
| Total Liabilities | <u>18,798,997,081</u> | <u>13,501,092,992</u> | |
| Total Equity and Liabilities | <u>23,499,337,717</u> | <u>18,199,570,352</u> | |
| Contingencies and Commitments | - | - | |
| Sd/- (KH. MUHAMMAD MASOOD) CHAIRMAN | Sd/- (KH. MUHAMMAD IQBAL) CHIEF EXECUTIVE OFFICER | Sd/- (KH. MUHAMMAD YOUNUS) DIRECTOR | Sd/- (MUHAMMAD AMIN PAL) CHIEF FINANCIAL OFFICER |

Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Quarter And Nine Months Period Ended March 31, 2019

| | Quarter Ended | | Nine Months Period Ended | |
|--------------------------------|---------------------|--------------------|--------------------------|--------------------|
| | Jan. - Mar. 2019 | Jan - Mar. 2018 | Jul - Mar. 2019 | Jul - Mar. 2018 |
| | Rupees | | | |
| Sales - Net | 5,997,863,363 | 4,302,846,744 | 17,364,569,481 | 12,818,824,315 |
| Cost of Sales | (5,392,282,788) | (3,937,521,034) | (15,344,026,953) | (11,872,607,306) |
| Gross Profit | 605,580,575 | 365,325,710 | 2,020,542,528 | 946,217,009 |
| Distribution Cost | (121,772,630) | (109,386,447) | (424,232,894) | (325,070,130) |
| Administrative Expenses | (81,669,260) | (53,696,483) | (287,723,470) | (201,995,435) |
| Other Expenses | (10,134,346) | (7,330,992) | (268,293,694) | (111,867,183) |
| Other Income | 4,644,103 | 143,342,646 | 174,449,064 | 555,952,823 |
| Profit from Operations | 396,648,442 | 338,254,434 | 1,214,741,534 | 863,237,084 |
| Finance Cost | (427,654,183) | (198,273,840) | (1,020,365,335) | (509,092,025) |
| Profit before Taxation | (31,005,741) | 139,980,594 | 194,376,199 | 354,145,059 |
| Taxation | | | | |
| - Current | (62,000,000) | (40,600,000) | (155,000,000) | (141,000,000) |
| - Prior year | - | - | (12,923) | 426,954 |
| | (62,000,000) | (40,600,000) | (155,012,923) | (140,573,046) |
| Profit after Taxation | (93,005,741) | 99,380,594 | 39,363,276 | 213,572,013 |
| Earnings per Share | (6.20) | 6.63 | 2.62 | 14.24 |

Sd/-
(KH. MUHAMMAD MASOOD)
CHAIRMAN

Sd/-
(KH. MUHAMMAD IQBAL)
CHIEF EXECUTIVE OFFICER

Sd/-
(KH. MUHAMMAD YOUNUS)
DIRECTOR

Sd/-
(MUHAMMAD AMIN PAL)
CHIEF FINANCIAL OFFICER

Condensed Interim Statement of Cash Flows (Un-audited)

For the period ended March 31, 2019

| | Nine Months Period Ended | |
|---|---------------------------------|-----------------------------|
| | Jul. - Mar. 2019 | Jul. - Mar. 2018 |
| | Rupees | |
| Cash flows from operating activities | | |
| Profit for the period before taxation | 194,376,199 | 354,145,059 |
| Adjustments for non-cash charges and other items: | | |
| Depreciation | 438,667,419 | 250,656,197 |
| Loss/ (gain) on disposal of operating fixed assets - net | 2,521,702 | (3,932,934) |
| Loss/ (gain) on sale of short term investments | 54,843,132 | (129,663,325) |
| Loss/ (gain) on re-measurement of short term investments | 201,342,209 | (98,944,496) |
| Duty drawback on export sales | - | (253,534,598) |
| Dividend income | (158,413,955) | (172,754,900) |
| Finance cost | 1,020,365,335 | 509,092,025 |
| | 1,753,702,041 | 455,063,028 |
| Profit before working capital changes | | |
| Effect on cash flow due to working capital changes | | |
| (Increase) / decrease in current assets | | |
| Stores, spares and loose tools | 122,549,688 | (2,314,909) |
| Stock-in-trade | (2,467,736,449) | (1,189,352,165) |
| Trade debts | (875,028,802) | 185,903,154 |
| Loans and advances | (1,687,707,414) | (668,715,357) |
| Prepayments and other receivables | 65,848,694 | (76,804,346) |
| Sales Tax refunds | (8,499,852) | (64,055,329) |
| Increase / (decrease) in trade and other payables | 146,603,335 | 125,825,585 |
| | (4,703,970,800) | (1,689,513,367) |
| Cash used in operations | (2,950,268,759) | (1,234,450,339) |
| Income tax paid | (130,970,550) | (137,804,302) |
| | (3,081,239,309) | (1,372,254,641) |
| Net cash used in operating activities | | |
| Cash flow from investing activities | | |
| Purchase of property, plant and equipment | (461,108,381) | (1,944,960,100) |
| Sale proceeds of operating fixed assets | 37,840,091 | 5,231,764 |
| Long Term Deposits | (743,360) | - |
| Long Term Investment | (787,793,358) | - |
| Dividend Received | 158,413,955 | 172,754,900 |
| Short term investments - net | 138,173,421 | 575,866,721 |
| | (915,217,632) | (1,191,106,715) |
| Net cash used in investing activities | | |
| Cash flow from financing activities | | |
| Long term financing - net | 1,160,446,698 | 1,027,933,808 |
| Dividend Paid | (37,374,509) | (134,414,330) |
| Short term borrowings - net | 3,746,118,265 | 2,243,507,602 |
| Finance cost paid | (868,255,035) | (440,922,250) |
| | 4,000,935,419 | 2,696,104,830 |
| Net cash generated from financing activities | | |
| Net increase in cash and cash equivalents | 4,478,478 | 132,743,474 |
| Cash and cash equivalents at beginning of the year | 32,362,744 | 13,360,633 |
| Cash and cash equivalents at end of the period | 36,841,222 | 146,104,107 |

Sd/-
(KH. MUHAMMAD MASOOD)
CHAIRMAN

Sd/-
(KH. MUHAMMAD IQBAL)
CHIEF EXECUTIVE OFFICER

Sd/-
(KH. MUHAMMAD YOUNUS)
DIRECTOR

Sd/-
(MUHAMMAD AMIN PAL)
CHIEF FINANCIAL OFFICER

Condensed Interim Statement of Changes In Equity (Un-Audited)

For the period ended March 31, 2019

| | Share capital | Capital reserve | Revenue reserve - Unappropriated profit | Total |
|--|---------------|-----------------|---|---------------|
| | Rupees | | | |
| Balance as at July 01, 2017 (Audited) | 150,000,000 | 7,120,600 | 4,625,757,772 | 4,782,878,372 |
| Transactions with owners | | | | |
| Final cash dividend for the year ended June 30, 2017 @ Rs. 9 per share | - | - | (135,000,000) | (135,000,000) |
| Total Comprehensive income for the year | | | 213,572,013 | 213,572,013 |
| Total comprehensive income for the period | - | - | - | - |
| Balance as at March 31, 2018 | 150,000,000 | 7,120,600 | 4,704,329,785 | 4,861,450,385 |
| Balance as at July 01, 2018 (Audited) | 150,000,000 | 7,120,600 | 4,547,274,280 | 4,704,394,880 |
| Impact of re-measurement due to applicability of IFRS-15 | | | (5,917,520) | (5,917,520) |
| Final cash dividend for the year ended June 30, 2018 @ Rs. 2.5 per share | | | (37,500,000) | (37,500,000) |
| Total comprehensive income for the period ended Mar 31, 2019 | - | - | 39,363,276 | 39,363,276 |
| Balance as at March 31, 2019 | 150,000,000 | 7,120,600 | 4,543,220,036 | 4,700,340,636 |

Sd/-
(KH. MUHAMMAD MASOOD)
CHAIRMAN

Sd/-
(KH. MUHAMMAD IQBAL)
CHIEF EXECUTIVE

Sd/-
(KH. MUHAMMAD YOUNUS)
DIRECTOR

Sd/-
(MUHAMMAD AMIN PAL)
CHIEF FINANCIAL OFFICER

BOOK POST
Printed Matter
UNDER POSTAL CERTIFICATE

To,

If Undelivered, Please return to:
MAHMOOD TEXTILE MILLS LTD.
Maher Manzil, Lohari Gate, Multan.

● Mahmood Textile Mills Limited