

# ALLAWASAYA

TEXTILE & FINISHING MILLS LTD.  
MULTAN



## FINANCIAL STATEMENTS (UN-AUDITED)

For the first quarter ended  
30<sup>th</sup> September, 2009

## **BOARD OF DIRECTORS**

1. Mian Muhammad Jamil - Chairman
2. Mian Tanvir Ahmad Sheikh - Chief Executive/MD
3. Mrs. Nusrat Jamil - Director
4. Mian Anis Ahmad Sheikh - Director
5. Mian Sarfraz Ahmad Sheikh - Director
6. Mian Tauqir Ahmad Sheikh - Director
7. Mian Muhammad Bilal Ahmad Sheikh - Director
8. Mian Muhammad Alamgir Jamil Khan - Director

## **DIRECTORS' REVIEW**

Your Directors are pleased to present before you the Un-Audited Financial Statements of your Company for the 1st Quarter ended on September 30, 2009 of its current financial year as required under Notification No. SRO 764(I)/2001 dated 05.11.2001 of the SECP and in accordance with the requirements of International Accounting Standard No. 34 "Interim Financial Reporting".

Your Directors are further pleased to report that the performance of your Company remained satisfactory during the period under report. It earned pre-tax profit of Rs. 4,534,523/- which after providing for the tax liability netted at Rs. 2,809,643/-. Your Company has been successful to achieve the above results through better management and marketing efforts.

Your Directors are quite hopeful that, by the grace of Almighty Allah, your Company will achieve better results in subsequent period of the year.

On behalf of the Board

Multan  
Dated: 28.10.2009

**Mian Muhammad Jamil**  
Chairman

**Balance Sheet as at 30th September, 2009**  
(Un - Audited)

	Un-Audited 30th Sep., 09 Rupees	Audited 30th Jun, 09 Rupees		Un-Audited 30th Sep., 09 Rupees	Audited 30th Jun., 09 Rupees
<b>SHARE CAPITAL AND RESERVES</b>			<b>NON-CURRENT ASSETS</b>		
Authorised Capital 1,000,000 (2009: 1,000,000)			Property, plant and equipment	257,670,733	264,021,156
Ordinary shares of Rs. 10 each	10,000,000	10,000,000	Long term investment	2,255,548	2,255,548
Issued, subscribed & paid up capital	8,000,000	8,000,000	Long term deposits	2,068,237	2,068,237
Reserves	82,668,746	82,668,746		261,994,518	268,344,941
Accumulated Profit / (Loss)	(13,213,218)	(16,022,861)			
	77,455,528	74,645,885			
<b>SURPLUS ON REVALUATION OF PROPERTY PLANT &amp; EQUIPMENT</b>	48,348,422	48,348,422	<b>CURRENT ASSETS</b>		
<b>NON-CURRENT LIABILITIES</b>			Stores, Spares & loose tools	7,114,668	9,308,444
Long term financing	89,584,948	89,584,948	Stock in trade	72,700,004	184,210,000
Deferred Liabilities	19,285,266	17,672,766	Trade Debts	72,113,253	93,900,329
	108,870,214	107,257,714	Loans and advances	11,056,958	2,430,099
<b>CURRENT LIABILITIES</b>			Trade deposits & short term prepayments	3,036,701	265,934
Trade & other payables	26,901,460	33,661,188	Other receivables	-	86,130
Mark up accrued on loans	10,915,710	17,608,532	Sales tax refundable	8,788,521	8,114,228
Short term borrowings	151,322,354	268,913,904	Current portion of long term investment	452	904
Current portion of Long term financing	12,804,987	20,100,711	Cash and bank balances	1,538,480	3,875,347
Provision for taxation	1,724,880	-		176,349,037	302,191,415
	203,669,391	340,284,335			
	438,343,555	570,536,356		438,343,555	570,536,356

**Mian Muhammad Jamil**  
Chairman

**Mian Tanvir Ahmad Sheikh**  
Chief Executive

**Profit & Loss Account**  
For the first quarter ended 30th September, 2009  
(Un - Audited)

	30th Sep., 2009 Rupees	30th Sep., 2008 Rupees
Sales	344,975,956	301,338,797
Cost of Sales	(322,471,088)	(276,765,482)
Gross Profit	22,504,868	24,573,315
Other operating income	42,719	62,897
	<u>22,547,587</u>	<u>24,636,212</u>
Distribution cost - commission	(1,050,799)	(1,949,806)
Administrative expenses	(5,712,577)	(5,585,489)
Finance cost	(11,249,688)	(13,176,767)
	<u>(18,013,064)</u>	<u>(20,712,062)</u>
Profit before taxation	4,534,523	3,924,150
Provision for taxation	(1,724,880)	(1,373,453)
<b>PROFIT FOR THE PERIOD</b>	<u><u>2,809,643</u></u>	<u><u>2,550,697</u></u>
Earnings per share - Basic and diluted	<u>3.51</u>	<u>3.19</u>

**Cash Flow Statement**  
For the first quarter ended 30th September, 2009  
(Un - Audited)

	30th Sep., 2009 Rupees	30th Sep., 2008 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash (used in) / from operations	142,234,512	119,206,531
Income tax paid	(1,606,766)	(587,260)
Staff retirement benefits paid	(178,000)	(8,490,000)
Finance cost paid	(17,942,510)	(13,225,073)
Workers profit participation fund paid	-	(1,472)
Net cash (used in) / from operating activities	<u>122,507,236</u>	<u>96,902,726</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	-	(809,400)
Profit on long term investment	42,719	62,897
Redemption of long term investment	452	452
<b>NET CASH (USED IN) INVESTING ACTIVITIES</b>	<u>43,171</u>	<u>(746,051)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long term financing obtained	-	36,728,419
Long term financing repaid	(7,295,724)	-
Short term borrowings - net	(117,591,550)	(133,427,908)
Dividend paid	-	(44,938)
<b>NET CASH (USED IN) FROM FINANCING ACTIVITIES</b>	<u>(124,887,274)</u>	<u>(96,744,427)</u>
<b>NET (DECREASE)/INCREASE IN CASH &amp; CASH EQUIVALENTS</b>	<u>(2,336,867)</u>	<u>(587,752)</u>
<b>CASH AND CASH EQUIVALENTS - At the beginning of the period</b>	<u>3,875,347</u>	<u>3,059,340</u>
<b>CASH AND CASH EQUIVALENTS - At the end of the period</b>	<u><u>1,538,480</u></u>	<u><u>2,471,588</u></u>

The annexed note 'A' form an integral part of this statement.

**Notes to the Accounts**

1. These un-audited accounts are being presented to the shareholders as required under SECP Notification No. SRO 764(1)/2001 dated 05.11.2001 and in accordance with the requirements of International Accounting Standard-34 "Interim Financial Reporting".
2. Accounting policies adopted for the preparation of these quarterly accounts are the same as adopted in the preceding annual accounts.
3. Figures from the previous year have been re-arranged for the purpose of comparison wherever necessary.
4. Figures in these accounts have been rounded off to the nearest rupee.

**Mian Anis Ahmad Sheikh**  
Director

**Mian Muhammad Alamgir Jamil Khan**  
Director

**Muhammad Ismail**  
Chief Financial Officer

If undelivered please return to:  
**ALLAWASAYA TEXTILE & FINISHING MILLS LTD.**  
Mumtazabad Industrial Area, Allawasaya Square, Vehari Road,  
Multan.

**NOTE 'A'**

	30th Sep., 2009 Rupees	30th Sep., 2008 Rupees
CASH (USED IN) FROM OPERATIONS		
Profit for the period-before taxation	4,534,523	3,924,150
Adjustments for non-cash items:		
Depreciation	6,350,424	5,406,433
Provision for staff retirement benefits	1,790,500	1,871,300
Finance cost (excluding interest on workers profit participation fund)	11,249,688	13,176,767
Profit on Term Finance Certificates	(42,719)	(62,897)
CASH INFLOW FROM OPERATING ACTIVITIES		
- Before working capital changes	23,882,416	24,315,753
(Increase)/Decrease in current assets:		
Stores and spares	2,193,776	641,915
Stock in trade	111,509,996	103,280,628
Trade debts	21,787,076	(14,847,365)
Loans and advances (excluding Advance Income Tax)	(7,020,093)	12,178,872
Trade deposits and short term prepayments	(2,770,767)	(2,769,451)
Tax due from Govt.	(674,293)	(2,482,580)
Other receivables	86,130	55,282
(Increase) in trade & other payables (excluding unclaimed dividend, workers profit participation fund & workers welfare fund)	(6,759,729)	(1,166,523)
	118,352,096	94,890,778
CASH (USED IN) FROM OPERATIONS	142,234,512	119,206,531

**STATEMENT OF CHANGES IN EQUITY**

For the first quarter ended 30th September, 2009

	Share Capital	Reserves			Total
		Capital	Revenue		
		Other Reserve	General Reserve	Accumulated profit / (loss)	
(RUPEES)					
Balance as at July 1, 2008	8,000,000	2,668,746	80,000,000	6,791,445	97,460,191
Transfer from surplus on revaluation of property, plant & equipment on account of: - Incremental depreciation (net of deferred tax)	-	-	-	3,124,263	3,124,263
Loss for the year	-	-	-	(25,938,569)	(25,938,569)
Balance as at June 30, 2009	8,000,000	2,668,746	80,000,000	(16,022,861)	74,645,885
Profit for the 1st Quarter ended Sep. 30, 2009	-	-	-	2,809,643	2,809,643
Balance as at Sep. 30, 2009	8,000,000	2,668,746	80,000,000	(13,213,218)	77,455,528