

# **ALLAWASAYA**

## **TEXTILE & FINISHING MILLS LIMITED**

### **MULTAN**



## **FINANCIAL STATEMENTS**

*(UN-AUDITED)*

**For the third quarter  
and  
nine months period ended  
March 31, 2015**

## **BOARD OF DIRECTORS**

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

### **AUDIT COMMITTEE**

- |                                  |               |
|----------------------------------|---------------|
| Mrs. Nusrat Jamil                | - Chairperson |
| Mian Anis Ahmad Sheikh           | - Member      |
| Mian Muhammad Alamgir Jamil Khan | - Member      |

### **CHIEF FINANCIAL OFFICER**

Sohail Nadeem

### **COMPANY SECRETARY**

Muhammad Ismail

## ***DIRECTORS' REVIEW***

Dear Shareholders,

On behalf of the Board of Directors of the company, it is my privilege to present before you the Un-Audited Statements of Accounts of your company for the 3<sup>rd</sup> quarter and nine months period ended March 31, 2015.

The production/ operational results of the company, though were hampered due to Electricity Load Shedding coupled with non-availability/ low pressure of gas supplied for the captive power plant of the company, same remained satisfactory. However, the global economic recession badly effected the prices of yarn because of dull China market and import of yarn from India. The prices of inputs which were comparatively on higher side as compared to last year further squeezed the margins. All these factors led to decreased sales value of yarn whereas the cost of production increased resulting in Net Loss of Rs.14,978,734/- for the 3<sup>rd</sup> quarter ended March 31, 2015 as compared to the Net Profit of Rs.3,496,829/- for the same period last year. The Cumulative Net Loss for nine months period ended March 31, 2015 amounted to Rs.32,785,354/- as compared to the Net Profit of Rs.27,915,382/- for the same period last year.

The difficult period for the textile industry still persists and your company is also facing the same. However, your Directors are endeavouring hard to overcome the challenges and steer the company out of it with the hope that the market conditions will improve enabling the company to perform better financially.

On behalf of the Board

Sd/-

***Mian Muhammad Jamil***  
Chairman

Place: Multan  
Dated:27.04.2015

# BALANCE SHEET AS AT March 31, 2015

SHARE CAPITAL AND RESERVES	UN-AUDITED March 31, 2015 RUPEES	AUDITED June 30, 2014 RUPEES
Authorised Capital 1,000,000 (June 30, 2014: 1,000,000) ordinary shares of Rs. 10 each	10,000,000	10,000,000
Issued, subscribed and paid up capital 800,000 (June 30, 2014: 800,000) ordinary shares of Rs. 10 each	8,000,000	8,000,000
Reserves	82,668,746	82,668,746
Unappropriated Profits	187,030,000	216,023,031
	277,698,746	306,691,777
SURPLUS ON REVALUATION OF PROPERTY, PLANT & EQUIPMENT	459,402,939	471,395,262
NON-CURRENT LIABILITIES		
Deferred tax	123,063,581	131,437,931
	123,063,581	131,437,931
CURRENT LIABILITIES		
Trade & other payables	105,380,037	89,695,312
Accrued markup	4,625,715	2,446,316
Short term borrowings	138,645,231	41,583,844
Current portion of long term financing	-	11,342,670
Provision for taxation	48,966,378	54,118,423
	297,617,361	199,186,565
	1,157,782,627	1,108,711,535

Sd/-

Mian Muhammad Jamil  
Chairman

# BALANCE SHEET AS AT March 31, 2015

	UN-AUDITED March 31, 2015 RUPEES	AUDITED June 30, 2014 RUPEES
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	756,622,079	793,848,822
Long term deposits	<u>2,379,997</u>	<u>2,223,997</u>
	759,002,076	796,072,819
<b>CURRENT ASSETS</b>		
Stores and Spares	9,416,720	9,553,743
Stock in trade	226,521,252	140,434,939
Trade debts	139,450,313	136,348,008
Loans and advances	17,637,560	19,965,435
Trade deposits and prepayments	1,243,371	570,918
Sales tax refundable	2,491,342	3,816,858
Current portion of long term investments	-	518,544
Cash & bank balances	2,019,993	1,430,271
	398,780,551	312,638,716
	<u>1,157,782,627</u>	<u>1,108,711,535</u>

Sd/-  
Mian Tanvir Ahmad Sheikh  
Chief Executive

# PROFIT & LOSS ACCOUNT - UNAUDITED

For the quarter & nine months Period ended March 31, 2015

	Nine months period ended		Quarter ended	
	March 31, 2015 RUPEES	March 31, 2014 RUPEES	March 31, 2015 RUPEES	March 31, 2014 RUPEES
Sales	1,320,584,004	1,696,477,057	434,203,242	571,164,635
Cost of goods sold	(1,284,594,008)	(1,576,781,351)	(424,923,193)	(536,566,177)
Gross Profit	35,989,996	119,695,706	9,280,049	34,598,458
Other income	86,146	68,904	15,841	28,864
	36,076,142	119,764,610	9,295,890	34,627,322
Distribution cost - commission	(8,118,431)	(9,427,482)	(2,791,157)	(4,046,439)
Administrative expenses	(46,226,725)	(52,983,151)	(15,832,857)	(16,247,185)
Other operating expenses	-	(3,516,558)	44,061	(701,107)
Finance cost	(9,684,851)	(16,254,416)	(4,764,040)	(7,533,154)
	(64,030,007)	(82,181,607)	(23,343,993)	(28,527,885)
Profit / (loss) before taxation	(27,953,865)	37,583,003	(14,048,103)	6,099,437
Provision for taxation	(4,831,489)	(9,667,621)	(930,631)	(2,602,608)
Profit / (loss) for the period	(32,785,354)	27,915,382	(14,978,734)	3,496,829
Other comprehensive Income	-	-	-	-
Total Comprehensive Income for the period	(32,785,354)	27,915,382	(14,978,734)	3,496,829
Earnings per share				
- Basic and diluted	(40.98)	34.89	(18.72)	4.37

## 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.

Sd/-

Mian Anis Ahmad Sheikh  
Director

Sd/-

Mian Muhammad Alamgir Jamil Khan  
Director

# CASH FLOW STATEMENT - UNAUDITED

## For the nine months period ended March 31, 2015

	March 31, 2015 RUPEES	March 31, 2014 RUPEES
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit / (loss) before taxation	(27,953,865)	37,583,003
Adjustments for :		
Depreciation on property, plant and equipment	39,308,743	40,899,075
Provision for staff retirement benefits - gratuity	8,609,850	8,692,867
Finance cost (excluding interest on workers profit participation fund)	9,608,311	15,994,584
Profit on term finance certificates	(86,146)	(68,904)
Workers profit participation fund and Workers welfare fund	-	3,516,558
	57,440,758	69,034,180
Operating cash flows before movement in working capital	29,486,893	106,617,183
<b>(Increase) / decrease in current assets</b>		
Stores, spares and loose tools	137,023	2,870,163
Stock in trade	(86,086,313)	(91,306,334)
Trade debts	(3,102,305)	(55,976,596)
Loans and advances (excluding advance income tax)	826,429	1,702,623
Trade deposits and prepayments	(672,453)	(1,031,786)
Sales tax refundable	1,325,516	5,046,055
<b>(Decrease)/ Increase in current liabilities</b>		
Trade and other payables (excluding Workers profit participation fund and Workers welfare fund)	17,489,827	(13,917,335)
	(70,082,276)	(152,613,210)
Cash used in operations	(40,595,383)	(45,996,027)
Income taxes paid	(16,856,438)	(16,746,578)
Staff retirement benefits-gratuity paid	(8,314,100)	(8,506,617)
Finance cost paid	(7,428,913)	(14,087,432)
Workers profit participation fund paid	(2,130,482)	(6,641,352)
Net cash used in operating activities	(75,325,316)	(91,978,006)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Addition to property, plant and equipment	(2,082,000)	(2,192,442)
Redemption of long term investments	518,544	208
Long term deposits	(156,000)	(114,760)
Profit on long term investments	86,146	68,904
Net cash used in investing activities	(1,633,310)	(2,238,090)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long term financing repaid	(11,342,670)	(29,606,961)
Short term borrowings - net	97,061,387	142,705,808
Dividend paid	(8,170,369)	(15,880,603)
Net cash generated from financing activities	77,548,348	97,218,244
Net increase in cash and cash equivalents	589,722	3,002,148
Cash and cash equivalents at the beginning of the period	1,430,271	723,025
Cash and cash equivalents at the end of period	2,019,993	3,725,173

**Sd/-**  
**Sohail Nadeem**  
**Chief Financial Officer**

# STATEMENT OF CHANGES IN EQUITY-UNAUDITED

## For the nine months period ended March 31, 2015

Share Capital	Reserves			Total
	Capital	Revenue		
	Tax holiday Reserve	General Reserve	Unappropriated Profit	
<b>RUPEES</b>				

Balance as at					
July 01, 2013 (audited)	8,000,000	2,668,746	80,000,000	180,946,420	271,615,166
Profit for the period	-	-	-	27,915,382	27,915,382
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period ended March 31, 2014	-	-	-	27,915,382	27,915,382
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation	-	-	-	15,194,961	15,194,961
Transactions with owners:					
Dividend for the year ended June 30, 2013 @ Rs.20.25 per share	-	-	-	(16,200,000)	(16,200,000)
Balance as at March 31, 2014	8,000,000	2,668,746	80,000,000	207,856,763	298,525,509
Balance as at July 01, 2014 (audited)	8,000,000	2,668,746	80,000,000	216,023,031	306,691,777
Loss for the period	-	-	-	(32,785,354)	(32,785,354)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period ended March 31, 2015	-	-	-	(32,785,354)	(32,785,354)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation	-	-	-	11,992,323	11,992,323
Transactions with owners:					
Dividend for the year ended June 30, 2014 @ Rs. 10.25 per share	-	-	-	(8,200,000)	(8,200,000)
Balance as at March 31, 2015	8,000,000	2,668,746	80,000,000	187,030,000	277,698,746

**Brand Name "Gumbad"**



[www.allawasaya.com](http://www.allawasaya.com)

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