

ALLWASAYA

TEXTILE AND FINISHING MILLS LIMITED



FINANCIAL STATEMENTS (UN-AUDITED)

For the First Quarter Ended
September 30, 2022



BOARD OF DIRECTORS

1. Mrs. Nusrat Jamil- Chairperson
2. Mian Muhammad Jamil
3. Mr. Mohammad Alamgir Jamil Khan- Chief Executive Officer
4. Mian Tauqir Ahmed Sheikh
5. Mian Idrees Ahmed Sheikh
6. Mrs. Bushra Tauqir
7. Mrs. Misbah Idrees Sheikh
8. Mr. Muhammad Umar Farooq
9. Mr. Javed Musarrat
10. Mr. Abdul Rehman Qureshi
11. Mr. Imran Hussain

AUDIT COMMITTEE

- | | |
|--------------------------|------------|
| Mr. Javed Musarrat | - Chairman |
| Mr. Abdul Rehman Qureshi | - Member |
| Mrs. Nusrat Jamil | - Member |

CHIEF FINANCIAL OFFICER

Sohail Nadeem

COMPANY SECRETARY

Muhammad Ismail

HEAD OF INTERNAL AUDIT

Ch. Javed Akhtar

BANKERS

- M/s Habib Bank Limited
- M/s Bank AL Habib Limited
- M/s Habib Metropolitan Bank Limited
- M/s United Bank Limited
- M/s Askari Bank Limited
- M/s Samba Bank Limited
- M/s BankIslami Pakistan Limited

REGISTERED OFFICE

Allawasaya Square,
Mumtazabad Industrial Area,
Vehari Road, Multan, Pakistan.
Ph: (061)4233624-26
Fax: (061)6525202
E-Mail: atm@allawasaya.com

SHARES REGISTRAR

M/s Hameed Majeed Associates (Pvt.) Limited, H.M. House, 7- Bank Square, Lahore.
Ph: (042)37235081-82
Fax: (042)37358817
E-Mail: info@hmaconsultants.com



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 Financial Statements of your Company for the First Quarter of current financial year ended on September 30, 2022 as required under Section 237 of the Companies Act, 2017 and in accordance with the requirements of International Accounting Standard No.34 "Interim Financial Reporting".

The overall business remained challenging during the first quarter of the financial year 2022-2023. The Textile Industry was adversely effected due to higher cost of fuel and power, increase in interest rates and increase in minimum wages. The devaluation in Pak Rupee led to higher cost of raw materials and imports which had its negative effect on the financial viability of the Company.

The recession in the world caused slowdown in demand which had a trickle down effect on the spinning mills which resulted in cutting down production capacity. Resultantly the mills remained closed for ten days in July 2022 while only one shift was operating in September 2022. Curtailment in the production capacity also adversely effected the performance of the Company. The Pre-Tax Loss was (Rs.34,705,718/-) which after providing for the tax liability amounted to (Rs.46,338,449/-) for the period.

EXTENSION PROJECT

By the grace of Almighty Allah, the extension of Spinning Unit No.2 is in progress and expected to be completed before December 2022. With this BMR/Extension, the mills production capacity will be increased quantitatively as well as qualitatively which will help to improve the viability of the Company.

The Directors of the Company are optimistic for future growth of the Company. The increase in capacity will help to achieve economies of scale.

On behalf of the Board

Sd/-

Mrs. Nusrat Jamil
CHAIRPERSON

Place: Multan

Dated: 28.10.2022

ڈائریکٹران کا جائزہ

محترم حصص داران،

کمپنیز ایکٹ 2017ء کے سیکشن 237 اور بین الاقوامی اکاؤنٹنگ کے معیار نمبر 34 "اطلاع برائے معیادی مدت کے مالیاتی نتائج" کے مطابق آپ کے ڈائریکٹران کی جانب سے کمپنی کے پہلی سہ ماہی مہینہ 30 ستمبر 2022ء کے غیر آڈٹ شدہ مالیاتی نتائج پیش کرتی ہوں۔

مالیاتی سال 2022-2023 کی پہلی سہ ماہی کے دوران مجموعی طور پر کاروبار کو مشکل حالات کا سامنا رہا۔ ایندھن اور بجلی کی قیمتوں میں اضافہ، شرح سود میں اضافہ اور کم از کم اجرت میں اضافے کی وجہ سے ٹیکسٹائل کی صنعت بری طرح سے متاثر ہوئی۔ پاک روپے کی قدر میں کمی، خام مال اور درآمدات کی قیمتوں میں اضافے کا باعث بنی، جس کا کمپنی کی مالی استحکام پر منفی اثر پڑا۔

دنیا میں کسادبازاری کی وجہ سے مانگ میں کمی آئی جس کا اثر سپلنگ ملوں پر پڑا۔ نتیجتاً پیداواری صلاحیت کم ہوئی۔ ملز جولائی 2022ء میں دس دن تک بند رہی جبکہ ستمبر 2022ء میں صرف ایک شفٹ کام کر رہی تھی۔ پیداواری صلاحیت میں کمی نے بھی کمپنی کی کارکردگی کو بری طرح متاثر کیا۔ کمپنی کی پہلی سہ ماہی مہینہ 30 ستمبر 2022ء میں قبل از ٹیکس خسارہ مبلغ -/34,705,718 روپے تھا اور اسی مدت کے دوران بعد از ٹیکس خسارہ مبلغ -/46,338,449 روپے تھا۔

توسیعی منصوبہ

اللہ تعالیٰ کے فضل و کرم سے سپنگ یونٹ نمبر 2 کی توسیعی تعمیراتی مراحل میں ہے اور دسمبر 2022ء سے پہلے عمل ہونے کی امید ہے۔ اس بنیام آرزو / توسیعی کے ساتھ ملوں کی پیداواری صلاحیت، مقدار اور کوالٹی کے اعتبار سے بڑھے گی جس سے کمپنی کی عملداری کو بہتر بنانے میں مدد ملے گی۔

آپ کے ڈائریکٹران کمپنی کی مستقبل میں ترقی کے لیے پرامید ہیں اور پیداواری مصنوعات میں اضافے کی صلاحیت سے متناسب بچت حاصل کرنے میں مدد ملے گی۔

بجلم پورڈ آف ڈائریکٹرز

دستخط

مسز نصرت جمیل۔ چیئر پرسن

مٹان۔ بتاریخ 28 اکتوبر 2022ء



BALANCE SHEET AS AT SEPTEMBER 30, 2022

	UN - AUDITED		AUDITED		UN - AUDITED		AUDITED	
	September 30, 2022	RUPEES	June 30, 2022	RUPEES	September 30, 2022	RUPEES	June 30, 2022	RUPEES
EQUITY AND LIABILITIES								
Share capital and reserves								
Share capital	8,000,000		8,000,000					
Surplus on revaluation of property, plant and equipment - net of deferred tax	1,172,184,566		1,177,127,886					
Tax holiday reserve	2,668,746		2,668,746					
General reserve	80,000,000		80,000,000					
Unappropriated Profits	429,615,279		471,010,408					
	1,692,468,591		1,738,807,040					
NON - CURRENT LIABILITIES								
Long term loan	251,313,701		193,426,731					
Lease liabilities	12,872,428		13,436,529					
Deferred liabilities	212,171,717		212,171,717					
	476,357,846		419,034,977					
CURRENT LIABILITIES								
Trade & other payables	225,891,794		393,366,173					
Accrued markup	40,886,622		19,141,424					
Short term borrowings	1,065,499,423		813,782,709					
Current portion of long term loan	51,138,013		69,661,705					
Current portion of deferred grant	212,869		212,869					
Current portion of lease liabilities	2,247,534		2,169,682					
Unclaimed dividend	979,987		987,863					
Provision for taxation	77,642,502		66,009,771					
	1,464,498,744		1,365,332,196					
	<u>3,633,325,181</u>		<u>3,523,174,213</u>					
ASSETS								
NON - CURRENT ASSETS								
Property, plant and equipment	2,222,259,702		2,136,305,160					
Long term deposits	5,337,497		5,337,497					
	2,227,597,199		2,141,642,657					
CURRENT ASSETS								
Stores and spares	61,435,897		57,150,005					
Stock in trade	763,338,249		568,014,406					
Trade debts	371,006,255		553,294,725					
Loans and advances	98,763,212		110,197,241					
Advance income tax	83,626,981		64,374,709					
Trade deposits and prepayments	7,907,174		2,822,518					
Tax refunds due from government	19,074,727		19,074,727					
Cash & bank balances	575,487		6,603,225					
	1,405,727,982		1,381,531,556					
	<u>3,633,325,181</u>		<u>3,523,174,213</u>					

Chief Executive

Director

Chief Financial Officer



PROFIT & LOSS ACCOUNT - UNAUDITED
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022

	September 30, 2022	September 30, 2021
	RUPEES	
Revenue from contracts - net	930,618,462	1,150,883,133
Cost of goods sold	<u>(887,978,690)</u>	<u>(1,026,416,524)</u>
Gross Profit	42,639,772	124,466,609
Other Income	-	7,000
Distribution and marketing expenses	(7,481,348)	(8,425,292)
Administrative expenses	(21,331,006)	(20,128,291)
Other expenses	-	(5,816,690)
Finance cost	<u>(48,533,136)</u>	<u>(11,620,169)</u>
	(77,345,490)	(45,983,442)
Profit / (Loss) before taxation	(34,705,718)	78,483,167
Provision for Taxation	(11,632,731)	(22,760,118)
Profit / (Loss) for the period	<u>(46,338,449)</u>	<u>55,723,049</u>
earnings per share - Basic and diluted	<u>(57.92)</u>	<u>69.65</u>

Chief Executive

Director

Chief Financial Officer

**STATEMENT OF COMPREHENSIVE INCOME**
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022

	September 30, 2022 RUPEES	September 30, 2021 RUPEES
Profit / (Loss) for the period	(46,338,449)	55,723,049
Other comprehensive income	-	-
Total comprehensive Income / (Loss) for the period	(46,338,449)	55,723,049

*Chief Executive**Director**Chief Financial Officer*



Cash Flow Statement - unaudited
For the first quarter ended September 30, 2022

	September 30, 2022 Rupees	September 30, 2021 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	(34,705,718)	78,483,167
Adjustments for non cash items:		
Depreciation on property, plant and equipment	14,994,621	10,828,306
Provision for staff retirement benefits - gratuity	4,379,043	5,435,733
Gain on sale of property, plant and equipment	-	(7,000)
Finance cost	48,533,136	11,620,169
	67,906,800	27,877,208
Operating cash flows before movement in working capital	33,201,082	106,360,375
(Increase) / Decrease in current assets		
Stores, spares and loose tools	(4,285,892)	(36,349)
Stock in trade	(195,323,843)	(315,502,707)
Trade debts	182,288,470	(120,906,297)
Loans and advances (excluding advance income tax)	11,434,029	(14,211,668)
Trade deposits and prepayments	(5,084,656)	(1,322,821)
Tax refunds due from government	-	(11,070,562)
Increase / (Decrease) in current liabilities		
Trade and other payables	(173,750,597)	(26,206,079)
	(184,722,489)	(489,256,483)
Net cash / (used in) generated from operations	(151,521,407)	(382,896,108)
Income taxes paid	(19,252,272)	(6,386,883)
Staff retirement benefits - gratuity paid	(518,693)	(23,675,333)
Finance cost paid	(26,787,938)	(12,746,175)
Net cash (used in) / generated from operating activities	(198,080,310)	(425,704,499)
CASH FLOWS FROM INVESTING ACTIVITIES		
Addition to property, plant and equipment	(480,000)	(2,983,893)
Addition to Capital work in progress	(100,469,165)	(93,404,443)
Proceeds from sale of property, plant & equipment	-	7,000
Net cash used in investing activities	(100,949,165)	(96,381,336)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term finances obtained	66,860,000	108,139,600
Lease liability paid	(486,249)	-
Repayment of long term finances	(25,080,852)	(25,080,852)
Short term borrowings - net	251,716,714	450,663,018
Dividend Paid	(7,876)	-
Net cash generated from / (used in) financing activities	293,001,737	533,721,766
Net Increase / (decrease) in cash and cash equivalents	(6,027,738)	11,635,931
Cash and cash equivalents at the beginning of the period	6,603,225	3,801,531
Cash and cash equivalents at end of the period	<u>575,487</u>	<u>15,437,462</u>

Chief Executive

Director

Chief Financial Officer



STATEMENT OF CHANGES IN EQUITY - UNAUDITED

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022

	Reserves				Total	
	Capital		Revenue			
	Surplus on revaluation of property, plant and equipment	Tax holiday reserve	General reserve	Unappropriated Profits		
RUPEES						
Balance as at July 1, 2021 (audited)	8,000,000	815,788,842	2,668,746	80,000,000	342,653,609	1,249,111,197
Profit for the first quarter ended September 30, 2021	-	-	-	-	55,723,049	55,723,049
Other comprehensive income for the first quarter ended September 30, 2021	-	-	-	-	-	-
Total comprehensive income for the first quarter ended September 30, 2021	-	-	-	-	55,723,049	55,723,049
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation (net of deferred tax)	-	(3,259,665)	-	-	3,259,665	-
Balance as at September 30, 2021	8,000,000	812,529,177	2,668,746	80,000,000	401,636,323	1,304,834,246
Balance as at July 01, 2022 (audited)	8,000,000	1,177,127,886	2,668,746	80,000,000	471,010,408	1,738,807,040
Loss for the first quarter ended September 30, 2022	-	-	-	-	(46,338,449)	(46,338,449)
Other comprehensive income for the first quarter ended September 30, 2022	-	-	-	-	-	-
Total comprehensive Loss for the first quarter ended September 30, 2022	-	-	-	-	(46,338,449)	(46,338,449)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation (net of deferred tax)	-	(4,943,320)	-	-	4,943,320	-
Balance as at September 30, 2022	8,000,000	1,172,184,566	2,668,746	80,000,000	429,615,279	1,692,468,591

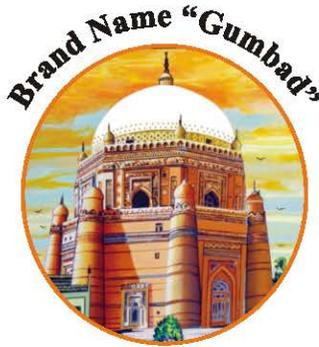
NOTES TO THE ACCOUNTS

- 1) These un-audited accounts are being presented to the shareholders as required under SECP notification No. 764(I)/2001 dated 05-11-2001 and in accordance with the requirements of International Accounting Standard-34 “Interim Financial Reporting”. As notified under the Companies Act, 2017 and Directives issued under the Act.
- 2) Accounting Policies adopted for the preparation of these quarterly accounts are the same as adopted in the preceding annual accounts.
- 3) Figures from 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.

Chief Executive

Director

Chief Financial Officer



www.allawasaya.com

ALLAWASAYA TEXTILE & FINISHING MILLS LIMITED

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