

1st Quarterly Accounts September 30, 2017 (Un-audited)



Mahmood Textile Mills Ltd.



DIRECTORS' REVIEW

Your Directors are pleased to present the un-audited accounts of the Company for the 1st Quarter ended 30-09-2017. By the Grace of Almighty Allah the Company during the Quarter under report after providing depreciation of Rs. 79,888,849/- and Income Tax of Rs. 48,200,000/- earned net profit of Rs. 31,950,061/-

Future results are unpredictable as local as well as international markets of cotton, yarn & fabrics are volatile and there seems no parity between the cotton and finished products.

The detail of production and sales of yarn and fabrics is tabulated as under:

PRODUCTION DATA

Production of yarn (Converted into 20 count)	=kgs.	9,787,062
Production of cloth (Converted into 60 picks)	=mtrs.	5,751,330

SALES DATA

Export sale (Net)	=Rs.	3,444	(Million)
Local sale (Net)	=Rs.	850	(Million)
Total Sales	=Rs.	4,294	(Million)

For and on behalf of the board

Multan:
Dated: 28th October, 2017

sd/-
(KHAWAJA MUHAMMAD MASOOD)
Chairman

BALANCE SHEET (UN-AUDITED)

As on September 30, 2017

	Un-Audited 30 September 2017	Audited 30 June, 2017
	----- Rupees -----	
NON CURRENT ASSETS		
Property, plant and equipment	3,120,984,906	3,196,769,425
Long term investments	1,493,608,135	1,493,608,135
Long term deposits	8,732,521	8,732,521
	<u>4,623,325,562</u>	<u>4,699,110,081</u>
Current Assets		
Stores, spares and loose tools	202,322,831	204,663,062
Stock-in-trade	2,671,985,369	3,336,305,119
Trade debts	1,217,473,149	2,212,371,269
Loans and advances	1,211,714,249	724,539,984
Other receivables	299,941,859	224,306,051
Short term investments	2,141,454,816	2,610,300,592
Tax refunds due from the Government	413,856,458	343,883,725
Cash and bank balances	65,123,874	13,360,633
	<u>8,223,872,605</u>	<u>9,669,730,435</u>
TOTAL ASSETS	<u>12,847,198,167</u>	<u>14,368,840,516</u>
EQUITY AND LIABILITIES		
Equity		
Authorized Share Capital		
30,000,000 ordinary shares of Rs.10 each	<u>300,000,000</u>	<u>300,000,000</u>
Issued, subscribed & paid-up share capital	150,000,000	150,000,000
Capital Reserve	7,120,600	7,120,600
Unappropriated profit	4,657,707,833	4,625,757,772
	<u>4,814,828,433</u>	<u>4,782,878,372</u>
LIABILITIES		
Non-current liabilities		
Long term financing	852,682,102	861,483,915
Current Liabilities		
Trade and other payables	725,084,897	1,137,757,831
Accrued Mark-up	119,721,657	116,961,357
Short term borrowings	5,857,962,014	7,029,862,459
Current maturity of long term financing	271,719,064	282,896,583
Taxation	205,200,000	157,000,000
	<u>7,179,687,632</u>	<u>8,724,478,230</u>
Total liabilities	<u>8,032,369,734</u>	<u>9,585,962,144</u>
TOTAL EQUITY AND LIABILITIES	<u>12,847,198,167</u>	<u>14,368,840,516</u>
Contingencies and comments	-	-

Sd/-
(KH. MUHAMMAD MASOOD)
CHAIRMAN

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

Sd/-
(KH. MUHAMMAD YOUNUS)
DIRECTOR

Sd/-
(MUHAMMAD AMIN PAL)
CHIEF FINANCIAL OFFICER

PROFIT AND LOSS ACCOUNT (UN-AUDITED)

For the period ended September 30, 2017

	For the 1st Quarter	
	Jul. - Sep. 2017	Jul. - Sep. 2016
	----- Rupees -----	
Sales - Net	4,294,254,523	3,579,159,374
Cost of Sales	(4,030,692,947)	(3,233,358,834)
Gross Profit	263,561,576	345,800,540
Distribution Cost	(98,034,763)	(94,317,241)
Administrative expenses	(75,146,870)	(71,740,973)
Other Income	132,947,016	10,366,293
Other Expenses	(971,741)	
Profit from Operations	222,355,218	190,108,619
Finance Cost	(142,205,157)	(83,915,728)
Profit before Taxation	80,150,061	106,192,891
Taxation	(48,200,000)	(36,400,000)
Profit / (Loss) After Taxation	31,950,061	69,792,891
Other Comprehensive Income	-	-
Total Comprehensive Income	31,950,061	69,792,891
Earnings per share	2.13	4.65
Cost of Sales		
Opening Stock	644,413,452	648,289,741
Cost of goods manufactured	3,954,517,748	3,179,104,464
	4,598,931,200	3,827,394,205
Closing Stock	(568,238,253)	(594,035,371)
	<u>4,030,692,947</u>	<u>3,233,358,834</u>
Cost of Goods Manufactured		
Raw material consumed	3,159,488,577	2,456,214,755
Stores, spares & loose tools	117,584,973	101,592,215
Salaries, wages & benefits	239,562,652	230,392,452
Insurance	16,983,640	20,095,034
Electric power & gas	342,273,153	293,298,250
Repair & maintenance	4,063,441	3,276,641
Depreciation	74,561,312	74,235,117
	<u>3,954,517,748</u>	<u>3,179,104,464</u>

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CASH FLOW STATEMENT (UN-AUDITED)

For the period ended September 30, 2017

	For the 1st Quarter	
	Jul. - Sep. 2017	Jul. - Sep. 2016
	----- Rupees -----	
Cash flows from operating activities		
Profit for the year - before taxation and share of profit / (loss) of Associates	80,150,061	106,192,891
Adjustments for non-cash charges and other items:		
Depreciation	79,888,849	74,235,117
Loss on disposal of operating fixed assets net	971,741-	
Gain on sale of short term investments	(46,460,230)	(7,917,295)
Duty drawback on export sales	(86,486,785)	
Return on bank deposits	-	(875)
Finance cost	142,205,157	83,915,728
Profit before working capital changes	170,268,793	256,425,566
Effect on cash flow due to working capital changes		
(Increase)/decrease in current assets		
Stores, spares and loose tools	2,340,231	(6,035,914)
Stock-in-trade	664,319,750	836,635,397
Trade debts	994,898,121	(235,281,053)
Loans and advances	(421,498,701)	(570,567,549)
Other receivables	(75,635,808)-	
Sales Tax refunds	(24,585,628)	959,959
Increase / (decrease) in trade and other payables	(412,672,933)	(42,464,820)
	727,165,030	(16,753,980)
Cash (used in) / generated from operations	897,433,824	239,671,586
Income tax paid	(45,387,104)	(21,281,206)
Duty drawback received	20,811,221	-
Net cash (used in)/ generated from operating activities	872,857,941	218,390,380
Cash flow from investing activities		
Purchase of property, plant and equipment	(6,161,999)	(18,510,250)
Sale proceeds of operating fixed assets	1,085,927	-
Short term investments - net	515,306,007	(374,823,195)
Return on bank deposits	-	875
Net cash (used in) generated from investing activities	510,229,935	(393,332,570)
Cash flow from financing activities		
Long term financing - net	(19,979,332)	(26,422,384)
Short term borrowings - net	(1,171,900,445)	(309,610,461)
Finance cost paid	(139,444,857)	(98,880,741)
Net cash generated from/ (used in) financing activities	(1,331,324,635)	(84,307,336)
Net (decrease) / Increase in cash and cash equivalents	51,763,241	9,365,146
Cash and cash equivalents - at the beginning of the period	13,360,633	24,977,265
Cash and cash equivalents - at end of the period	65,123,874	34,342,411

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STATEMENT OF CHANGES IN EQUITY

For the period ended September 30, 2017

	Share Capital Rupees	Capital Reserve Rupees	Un-Appropriated Profit Rupees	Total Rupees
Balance as at June 30, 2016	150,000,000	7,120,600	4,308,552,078	4,465,672,678
Total comprehensive income the year ended June 30, 2017	-	-	317,205,694	317,205,694
Balance as at 30 June, 2017	150,000,000	7,120,600	4,625,757,772	4,782,878,372
Balance as at 01 July, 2017	150,000,000	7,120,600	4,625,757,772	4,782,878,372
Profit for the period	-	-	31,950,061	31,950,061
Balance as at 30 September, 2017	150,000,000	7,120,600	4,657,707,833	4,814,828,433

NOTES TO THE ACCOUNTS

- These accounts are un-audited and are being presented to Members as required under Section 237 of the Companies Act 2017.
- Accounting Policies have been adopted are the same applied in the preparation of Annual Accounts for the year ended 30-06-2017.
- Provision for WPPF has not been made in the accounts and will be provided at the end of the year 30-06-2018.
- Figures are re-arranged where ever necessary for the purposes of comparison and figures are rounded off to the nearest rupee.

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