

1st QUARTERLY ACCOUNTS

September 30, 2023



MAHMOOD TEXTILE MILLS



Directors' Review to Shareholders

The Directors of Mahmood Textile Mills Limited are pleased to present its review report along with unaudited condensed interim financial information of your Company for the 1st Quarter ended 30th September 2023. With the blessings of Almighty ALLAH, the Company during the quarter under report after providing depreciation amounting to Rs. 424.063 million and income tax of Rs. 175.00 million earned a net profit of Rs. 191.154 million.

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

PRODUCTION DATA

Production of yarn (Converted into 20 count)	= kgs.	15,195,736
Production of cloth (Converted into 60 picks)	= mtrs.	13,469,380
Production of Garments	= Pieces	698,538

TURNOVER

Total Sales (Net)	= Rs. (Million)	17,781.172
-------------------	-----------------	------------

For and on behalf of the board

sd/-
(KHAWAJA MUHAMMAD YOUNUS)
Chief Executive Officer

sd/-
(KHAWAJA MUHAMMAD ILYAS)
Chairman

Multan:

Dated: 30th October, 2023

Condensed Interim Statement of Financial Position (Un-audited)

As At September 30, 2023

	30 Sep, 2023 Rupees	30 June, 2023 Rupees
ASSETS		
Non-current assets		
Property, plant and equipment	18,022,456,836	17,654,660,879
Investment property	162,687,000	162,687,000
Intangible asset	4,282,510	4,846,115
Long term investments	5,689,696,328	5,538,760,850
Long term deposits	53,854,135	53,814,135
	23,932,976,809	23,414,768,979
Current assets		
Stores, spares and loose tools	1,338,242,880	1,357,140,105
Stock in trade	17,116,423,863	17,736,240,320
Trade debts	6,019,290,654	6,144,970,571
Loans and advances	1,932,937,453	925,347,505
Other receivables	250,875,623	256,095,983
Short term investments	31,986,968	24,795,100
Tax refunds due from the Government	1,020,406,138	1,476,972,686
Cash and bank balances	34,956,004	34,613,661
	27,745,119,584	27,956,175,931
TOTAL ASSETS	51,678,096,393	51,370,944,910
EQUITY AND LIABILITIES		
Equity		
Authorized share capital		
30,000,000 ordinary shares of Rs.10 each	300,000,000	300,000,000
Issued, subscribed and paid-up share capital	300,000,000	300,000,000
Capital reserves:		
Capital reserve	7,120,600	7,120,600
Surplus on revaluation of property, plant and equipment	2,480,292,333	2,508,051,120
Fair value gain / (loss) on long term investment		
Revenue reserve - Unappropriated profit	11,158,409,075	10,939,496,770
	13,945,822,008	13,754,668,490
Liabilities		
Non-current liabilities		
Long term financing	9,467,573,530	9,063,680,537
Lease liabilities	27,930,595	29,870,840
Deferred liabilities	579,207,175	585,511,779
	10,074,711,301	9,679,063,156
Current liabilities		
Trade and other payables	4,906,882,202	6,350,162,198
Unclaimed dividends	3,680,033	3,699,840
Advance from Customers	78,582,381	126,477,024
Accrued mark-up	1,360,428,458	1,220,860,266
Short term borrowings	18,756,112,751	17,654,509,982
Current maturity of long term liabilities	1,607,194,471	1,811,821,166
Taxation	944,682,788	769,682,788
	27,657,563,084	27,937,213,264
Total liabilities	37,732,274,384	37,616,276,420
TOTAL EQUITY AND LIABILITIES	51,678,096,393	51,370,944,910
Contingencies and commitments		

sd/-
Kh. Muhammad Ilyas
Chairman

sd/-
Kh. Muhammad Younus
Director

sd/-
Yasir Ghaffar
Chief Financial Officer

Condensed Interim Statement of Profit or Loss (Un-audited)

For The Quarter Ended September 30, 2023

	Note	30 Sep, 2023 Rupees	30 Sep, 2022 Rupees
Sales - net	27	17,781,172,058	12,302,231,251
Cost of sales	28	(14,858,516,826)	(10,512,523,340)
Gross profit		2,922,655,232	1,789,707,911
Distribution cost	29	(491,495,866)	(461,689,726)
Administrative expenses	30	(402,496,541)	(334,783,996)
Other expenses	32	(11,757,709)	(70,056,328)
Other income	31	2,110,842	17,567,175
Profit from operations		2,019,015,959	940,745,036
Finance cost	33	(1,803,797,918)	(648,582,557)
Share of profit of associates	7	150,935,477	129,106,131
Profit before taxation		366,153,518	421,268,609
Taxation	34	(175,000,000)	(120,000,000)
Profit after taxation		191,153,518	301,268,609
Earnings per share	35	6.37	16.07

sd/-
Kh. Muhammad Ilyas
Chairman

sd/-
Kh. Muhammad Younus
Director

sd/-
Yasir Ghaffar
Chief Financial Officer

Condensed Interim Statement of Changes in Equity (Un-audited)

For The Quarter Ended September 30, 2023

	Capital reserves			Revenue reserve	Total	
	Share capital	Capital reserve	Surplus on revaluation of property, plant and equipment	Fair value gain on long term investment		Unappropriated profit
	----- Rupees -----					
Balance as at June 30, 2022	187,500,000	7,120,600	2,529,956,267	-	9,926,512,816	12,651,089,683
Total Comprehensive income for the year						
Transactions with the owners						
100 % cash dividend for the year ended June 30, 2021	-	-	-	-	(187,500,000)	(187,500,000)
Bonus shares issued during the period	112,500,000	-	-	-	(112,500,000)	-
Profit for the year	-	-	-	-	1,201,948,807	1,201,948,807
Other comprehensive loss for the year	-	-	89,130,000	-	-	89,130,000
	-	-	89,130,000	-	1,201,948,807	1,291,078,807
Reclassification adjustment on account of deemed disposal due to approval of scheme of arrangement	-	-	-	-	-	-
Transfer from revaluation surplus on property, plant and equipment on account of incremental depreciation	-	-	(111,035,147)	-	111,035,147	-
Balance as at June 30, 2023	300,000,000	7,120,600	2,508,051,120	-	10,939,496,770	13,754,668,490
Total Comprehensive income for the year						
Profit for the year	-	-	-	-	191,153,518	191,153,518
Other comprehensive loss for the year	-	-	-	-	-	-
	-	-	-	-	191,153,518	191,153,518
Reclassification adjustment on account of deemed disposal due to approval of scheme of arrangement	-	-	-	-	-	-
Transfer from revaluation surplus on property, plant and equipment on account of incremental depreciation	-	-	(27,758,787)	-	27,758,787	-
Balance as at September 30, 2023	300,000,000	7,120,600	2,480,292,333	-	11,158,409,075	13,945,822,008

NOTES TO THE ACCOUNTS

1. These accounts are un-audited and are being presented to Members as required under Section 237 of the Companies Act 2017.
2. Accounting Policies have been adopted are the same applied in the preparation of Annual Accounts for the year ended 30-06-2023.
3. Provision for WPPF has been made in the accounts and will be provided at the end of the year 30-06-2024.
4. Figures are re-arranged where ever necessary for the proposes of comparison and figures are rounded off to the nearest rupee.

sd/-
Kh. Muhammad Ilyas
Chairman

sd/-
Kh. Muhammad Younus
Director

sd/-
Yasir Ghaffar
Chief Financial Officer

Condensed Interim Statement of Cash Flows (Un-audited)

For The Quarter Ended September 30, 2023

	30 Sep, 2023 Rupees	30 Sep, 2022 Rupees
Cash flows from operating activities		
Profit for the year - before taxation and share of profit of associates	215,218,041	292,162,479
Adjustments for non-cash charges and other items:		
Depreciation	424,063,357	262,014,015
Amortization	563,605	519,226
Gain on disposal of operating fixed assets - net short term investments	(2,110,842)	(2,803,610)
Dividend income and markup on TFC's	-	(7,459,515)
Finance cost	1,803,797,918	648,582,557
Profit before working capital changes	2,441,532,079	1,187,278,646
Effect on cash flows due to working capital changes		
(Increase) / decrease in current assets		
Stores, spares and loose tools	18,897,226	(57,970,821)
Stock in trade	619,816,457	(1,215,542,253)
Trade debts	125,679,917	(102,109,205)
Loans and advances	(1,007,589,948)	(613,141,019)
Other receivables	5,220,360	(5,084,735)
Sales tax refunds	553,324,043	(26,157,396)
Increase in trade and other payables	(1,491,174,639)	378,525,823
	(1,175,826,586)	(1,641,479,605)
Cash (used in) / generated from operations	1,265,705,493	(454,200,959)
Income tax paid	(103,062,098)	(148,891,127)
Net cash (used in) / generated from operating activities	1,162,643,395	(603,092,086)
Cash flows from investing activities		
Purchase of property, plant and equipment	(812,296,834)	(566,409,450)
Sale proceeds of operating fixed assets	22,548,361	18,030,000
Short term investments - net	(7,191,868)	(61,371,888)
Long term deposits	(40,000)	(388,676)
Dividends and profit on TFC's	-	7,459,515
Net cash used in investing activities	(796,980,341)	(602,680,499)
Cash flows from financing activities		
Long term financing - net	199,266,298	260,764,908
Lease liabilities	(1,940,245)	4,805,886
Dividend paid	(19,807)	-
Short term borrowings - net	1,101,602,769	1,564,591,332
Finance cost paid	(1,664,229,725)	(627,210,492)
Net cash generated from / (used in) financing activities	(365,320,710)	1,202,951,634
Net (decrease) / increase in cash and cash equivalents	342,343	(2,820,952)
Cash and cash equivalents - at beginning of the year	34,613,661	46,905,744
Cash and cash equivalents - at end of the year	34,956,004	44,084,792

sd/-
Kh. Muhammad Ilyas
Chairman

sd/-
Kh. Muhammad Younus
Director

sd/-
Yasir Ghaffar
Chief Financial Officer

BOOK POST

Printed Matter

UNDER POSTAL CERTIFICATE

To,



MAHMOOD GROUP

Mahmood Textile Mills Limited

📍 Head Office: Mehr Manzil, O/s Lohari Gate,

📄 P.O. Box 28, Multan - Pakistan.

☎ (92 61) 111 181 181

📠 (92 61) 4511262, 4549711

✉ mtm@mahmoodgroup.com

🌐 www.mahmoodgroup.com