

QUARTERLY ACCOUNTS

September, 2015

(UN-AUDITED)



ALI ASGHAR TEXTILE MILLS LTD.





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COMPANY INFORMATION

Board of Directors

Mr. Nadeem Ellahi Shaikh (Chief Executive)
Mr. Abdullah Moosa (Non Executive Director & Chairman)
Mr. Munawar Hussain (Non Executive Director)
Mr. Muhammad Suleman (Non Executive Director)
Mr. Raja Ghazanfar Ali (Non Executive Director)
Mr. Sultan Mehmood (Non Executive Director)
Mr. Muhammad Azad Khan (Independent Director)

Audit Committee

Mr. Muhammad Suleman	Chairman
Mr. Sultan Mehmood	Member
Mr. Raja Ghazanfar Ali	Member

**Human Resources &
Remuneration (HR&R)
Committee**

Mr. Munawar Hussain	Chairman
Mr. Raja Ghazanfar Ali	Member
Mr. Muhammad Azad Khan	Member

**Chief Financial Officer/
Company Secretary**

Mr. Muhammad Suleman

Auditor

M/s. Mushtaq & Co. Chartered Accountants

Banker

Habib Bank Limited
Habib Metropolitan Bank Limited
Bank Al-Habib Ltd
National Bank of Pakistan

Shares Registrar

C. & K. Management Associates (Pvt) Ltd 404-
Trade Tower, Abdullah Haroon Road Near
Metropole Hotel, Karachi-75530
Phone: 35687839, 3568593

Registered Office

Plot No. 6, Sector No. 25, Korangi Industrial Area,
Karachi.-74900

**Website
Mills**

www.aatml.com.pk
Plot 6, Sector No. 25 Korangi Industrial Area
Karachi-74900



VISION STATEMENT

*To strive for excellence through
Commitment, Integrity,
Honesty and Team work*

MISSION STATEMENT

*Operate state of the art spinning
machinery capable of producing high
quality cotton and blended yarn for
knitting and weaving*



Director Report

The directors are pleased to present the account for the quarter ended 30th September 2015.

The company posted a loss of Rs.6.145 million after accounting for depreciation of Rs. 2.24 million .The outlook for spinning in Pakistan appears very bleak as competing nations are expanding their spinning sector on massive subsidies.

As mentioned in last report, company is in process of asset disposal and will present business plan once the exercise is completed and remaining creditors paid off.

Karachi
28th October 2015

On behalf of the Board

NADEEM ELLAHI SHAIKH
CHIEF EXECUTIVE.

ALI ASGHAR TEXTILE MILLS LTD.
QUARTERLY ACCOUNTS 2015



Ali Asghar Textile Mills Limited

Condensed Interim Balance Sheet

As at September 30, 2015

	Note	(Un-Audited) September 30, 2015 Rupees	Audited June 30, 2015 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	374,252,533	377,353,491
Long Term Investments		1,263,054	1,263,054
Long Term Deposits		2,422,447	2,472,446
		377,938,034	381,088,991
CURRENT ASSETS			
Inventories		941,269	941,268
Trade debts		-	-
Loans and advances		10,891,558	10,813,728
Trade deposits and short term prepayments		2,222,030	2,222,030
Other receivables		21,860,971	21,860,971
Tax refunds due from Government		14,720,865	14,687,476
Cash and bank balances		1,965,566	302,924
		52,602,259	50,828,399
TOTAL ASSETS		430,540,293	431,917,390
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital		250,000,000	250,000,000
50,000,000 ordinary shares of Rs. 5 each			
Issued, subscribed and paid-up capital		222,133,470	222,133,470
Unappropriated Loss		(207,357,280)	(201,478,715)
		14,776,190	20,654,755
Surplus on Revaluation of Fixed Assets		260,939,249	261,206,317
NON-CURRENT LIABILITIES			
Long term financing		81,581,366	78,835,116
Long term Deposits		839,925	839,925
Deferred liabilities		1,329,000	1,329,000
		83,750,291	81,004,041
CURRENT LIABILITIES			
Trade and other payables		35,095,467	33,486,311
Accrued Interest / mark-up		4,930,250	4,930,250
Short term borrowings		10,537,895	10,124,765
Current portion of long term borrowings		9,902,448	9,902,448
Provision for Taxation		10,608,503	10,608,503
		71,074,563	69,052,278
CONTINGENCIES AND COMMITMENTS			
TOTAL EQUITY AND LIABILITIES		430,540,293	431,917,390

The annexed notes form an integral part of these financial statements.

Karachi
Dated: 28th October 2015

NADEEM E. SHAIKH
CHIEF EXECUTIVE

ABDULLAH MOOSA
DIRECTOR

ALI ASGHAR TEXTILE MILLS LTD.
QUARTERLY ACCOUNTS 2015



Ali Asghar Textile Mills Limited

Condensed Interim Profit and Loss Account (Un-Audited)
For the first quarter ended September 30, 2015

	Note	September 30, 2015 Rupees	September 30, 2014 Rupees
Sales		-	-
Cost of sales		(2,999,355)	(3,643,045)
Gross (Loss)		(2,999,355)	(3,643,045)
Administrative expenses		(3,136,811)	(1,605,519)
Other income		-	766,899
		(3,136,811)	(838,620)
(Loss)/Profit from operations		(6,136,166)	(4,481,665)
Finance cost		(9,466)	(2,247)
(Loss)/Profit before taxation		(6,145,632)	(4,483,912)
Taxation			
Current		-	-
Deferred		-	-
(Loss)/Profit after taxation		(6,145,632)	(4,483,912)
(Loss)/Earning per share - basic and diluted		(0.14)	(0.10)

The annexed notes form an integral part of these financial statements.

Karachi
Dated: 28th October 2015

NADEEM E. SHAIKH
CHIEF EXECUTIVE

ABDULLAH MOOSA
DIRECTOR

ALI ASGHAR TEXTILE MILLS LTD.
QUARTERLY ACCOUNTS 2015



Ali Asghar Textile Mills Limited

Condensed Interim Statement of Comprehensive Income (Un-Audited)
For the first quarter ended September 30, 2015

	September 30, 2015 Rupees	September 30, 2014 Rupees
(Loss)/Profit after taxation	(6,145,632)	(4,483,912)
Other comprehensive income		
Total comprehensive (Loss)/Income for the year	<u>(6,145,632)</u>	<u>(4,483,912)</u>

The annexed notes form an integral part of these financial statements.

Karachi
Dated: 28th October 2015

NADEEM E. SHAIKH
CHIEF EXECUTIVE

ABDULLAH MOOSA
DIRECTOR

ALI ASGHAR TEXTILE MILLS LTD.
QUARTERLY ACCOUNTS 2015



Ali Asghar Textile Mills Limited

Condensed Interim Statement of Cash flows (Un-Audited)
For the first quarter ended September 30, 2015

	Note	September 30, 2015 Rupees	September 30, 2014 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss)/Profit before taxation		(6,145,632)	(4,483,912)
Adjustments for:			
Depreciation		2,244,456	3,222,374
Staff retirement benefits - gratuity		-	67,927
Finance cost		9,466	2,247
Loss / (gain) on disposal of property, plant and equipment		-	-
		2,253,922	3,292,548
Profit before working capital changes		(3,891,710)	(1,191,364)
(Increase) / decrease in current assets			
Inventory		-	(1)
Trade debts		-	-
Loans and advances		(77,828)	(1,062,123)
Trade deposits and short term prepayments		-	43,548
Other receivables		-	270,541
Other Financial Assets		-	-
		(77,828)	(748,035)
(Decrease) / Increase in current liabilities			
Trade and other payables		1,609,156	(1,604,509)
Cash generated from operations		(2,360,382)	(3,543,908)
Finance cost paid		(9,466)	(2,247)
Taxes refund/ (paid)		(33,389)	(8,253)
Staff retirement benefits gratuity paid		-	-
		(42,855)	(10,500)
Net cash generated from operating activities		(2,403,237)	(3,554,408)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		917,000	-
Long Term Investments		-	(511,326)
Long Term Deposits		49,999	(59,777)
Fixed capital expenditure		(60,500)	(79,500)
Net cash used in investing activities		906,499	(650,603)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds and repayment from long term financings - net		2,746,250	2,146,250
Deposit Received		-	-
Short term borrowings		413,130	877,212
Net cash used in financing activities		3,159,380	3,023,462
Net increase / (decrease) in cash and cash equivalents		1,662,642	(1,181,549)
Cash and cash equivalents at the beginning of the year		302,924	1,706,022
Cash and cash equivalents at the end of the year		1,965,566	524,473

The annexed notes form an integral part of these financial statements.

NADEEM E. SHAIKH

NADEEM E. SHAIKH
Chief Executive

ABDULLAH MOOSA

ABDULLAH MOOSA
DIRECTOR

Karachi
Dated: 28th October 2015

ALI ASGHAR TEXTILE MILLS LTD.
QUARTERLY ACCOUNTS 2015



Ali Asghar Textile Mills Limited

Condensed Interim Statement of Changes in Equity
For the first quarter ended September 30, 2015

	Share Capital	Unappropriated Loss	Total Equity
	Rupees		
Balance as at July 01, 2014 (Audited)	222,133,470	(179,299,479)	42,833,991
Total comprehensive income for quarter ended September 30, 2014	-	(4,483,912)	(4,483,912)
Transferred from Surplus on Revaluation - Incremental Depreciation		378,268	378,268
Balance as at September 30, 2014 (Un-Audited)	222,133,470	(183,405,123)	38,728,347
Total comprehensive (Loss) for the remaining period	-	(18,830,129)	(18,830,129)
Transferred from Surplus on Revaluation - Incremental Depreciation	-	756,536	756,536
Balance as at June 30, 2015 (Audited)	222,133,470	(201,478,716)	20,654,754
Total comprehensive (Loss) for the year	-	(6,145,632)	(6,145,632)
Transferred from Surplus on Revaluation - Incremental Depreciation	-	267,068	267,068
Balance as at September 30, 2015 (Un-Audited)	222,133,470	(207,357,280)	14,776,190

The annexed notes form an integral part of these financial statements.

NADEEM E. SHAIKH
 CHIEF EXECUTIVE

ABDULLAH MOOSA
 DIRECTOR

Karachi
 Dated: 28th October 2015

ALI ASGHAR TEXTILE MILLS LTD.

QUARTERLY ACCOUNTS 2015



ALI ASGHAR TEXTILE MILLS LTD.

Notes to the Condensed Interim Financial Statements (Un-Audited)

For the first quarter ended September 30, 2015

1 THE COMPANY AND ITS OPERATIONS

- 1.1 The Ali Asghar Textile Mills Limited (the Company) was incorporated in Pakistan on February 9, 1967 as a public limited company having its registered office at Uni Towers, I. I. Chundrigar Road, Karachi in the province of Sindh. Its shares are quoted on Karachi Stock Exchange (Guarantee) Limited. The principal activity of the Company is to manufacture and sale of yarn. The manufacturing facilities of the Company are located at Korangi Industrial Area, Karachi in the province of Sindh.
- 1.2 The Company has closed its operation since September, 2011 and has sold a substantial portion of its Property Plant & Equipment. The Company has accumulated losses of Rs. 207.357 million as at September 30, 2015. Current liabilities exceeds its current assets by Rs. 18.47 million.

2 BASIS OF PREPARATION

2.1 Statement of compliance

This condensed interim financial information of the Company for the first quarter ended September 30, 2015 is un-audited and has been prepared in accordance with the requirements of the International Financial Reporting Standard (IFRS) IAS 34 "Interim Financial Reporting" and provisions of and directives issued by the Securities and Exchange Commission of Pakistan under the Companies Ordinance, 1984 (the Ordinance). This condensed interim financial information does not include all of the information and disclosures required for annual financial statements, and should be read in conjunction with the financial statements of the company as at and for the year ended June 30, 2015. This condensed interim financial information is being submitted to the shareholders as required by the Listing regulations of Karachi Stock Exchange and section 245 of the Ordinance.

2.2 Accounting Convention

These financial statements have been prepared under the historical cost convention except for measurement of certain financial assets and financial liabilities at fair value and recognition of employee benefits at present value.

2.3 Functional and presentation currency

These financial statements are presented in Pakistan Rupees which is also the Company's functional currency. All financial information presented in Pakistan Rupees has been rounded off to the nearest rupee.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation which have been used in the preparation of this condensed interim financial information are the same as those applied in preparation of the financial statements for the preceding year ended June 30, 2015.

4 ACCOUNTING ESTIMATES, JUDGMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

Judgments and estimates made by management in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements as at and for the year ended June 30, 2015. The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2015.

ALI ASGHAR TEXTILE MILLS LTD.
QUARTERLY ACCOUNTS 2015



5 ACQUISITION AND DISPOSAL OF PROPERTY PLANT AND EQUIPMENTS

The cost of additions and disposals to operating fixed assets during the first quarter ended September 30, 2015 were as follows.

	September 30, 2015 (Un-Audited)		June 30, 2015 (Audited)	
	Additions	Disposals	Additions	Disposals
	(Cost in Rupees)		(Cost in Rupees)	
Generator	-	-	103,000.00	-
Vehicle	-	(917,000)	73,500.00	-
Furniture & Fixture	-	-	6,000.00	-
Office Equipment	60,500	-	145,150.00	-
	<u>60,500</u>	<u>(917,000)</u>	<u>327,650.00</u>	<u>-</u>

6 TRANSACTION WITH RELATED PARTY

The related parties comprise associated companies (due to common directorship), wholly owned subsidiary, directors and key management personnel. Amounts due to/from related parties are shown in the relevant notes to the financial statements. The Company in the normal course of business carries out transactions with various related parties. Significant balances and transactions with related parties are as follows.

Nature of transaction	Nature of Relationship	September 30, 2015	September 30, 2014
		Rupees	Rupees
<u>Rent and other expenses</u>			
Gulnar Humayun	Significant Influence over the company	<u>156,090</u>	<u>149,025</u>

7 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on 30th October 2015 by the Board of Directors of the Company.

8 GENERAL

The figure have been rounded off to the nearest Rupee.

Handwritten signature of Naideem E. Shaikh

Handwritten signature of Abdullah Moosa

Karachi
Dated: 28th October 2015

NADEEM E. SHAIKH
CHIEF EXECUTIVE

ABDULLAH MOOSA
DIRECTOR

BOOK POST

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If undelivered please return to:-

ALI ASGHAR TEXTILE MILLS LTD.

306-8, Third Floor, Uni Tower Building,
I.I.Chundrigar Road, Karachi.