

QUARTERLY ACCOUNTS SEPTEMBER 30, 2014 (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) Mst. Marium Humayun (Executive Director) Mr. Muhammad Suleman (Non Executive Director) Mr. Raja Ghanzafar Ali (Non Executive Director) Mr. Sultan Mehmood (Non Executive Director) Mr. Muhammad Azad Khan (Independent Director)	
Audit Committee	Mr. Muhammad Suleman Mr. Sultan Mehmood Mr. Raja Ghanzafar Ali	Chairman Member Member
Human Resources & Remuneration (HR&R) Committee	Ms. Marium Humayun Mr. Raja Ghanzafar Ali Mr. Muhammad Azad Khan	Chairman Member Member
Chief Financial Officer/Company Secretary	Mr. Salman Khimani	
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	www.aatml.com.pk	
Mills	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*



DIRECTORS' REPORT

The directors are pleased to present the report to the shareholders for the quarter ended September 2014. During the period the company incurred a loss of Rs. 4.48 million after incorporating Rs. 3.22 million depreciation charges.

The period under review remained tough for spinning industry and many units closed down as a result. The unending power crisis has caused the bankruptcy of many spinning units in Punjab. Till the power crisis is resolved manufacturing will continue to decline.

I would like to thank all the employees for their support.

On behalf of the Board

Nadeem Ellahi Shaikh
Chief Executive

Karachi
Dated: 30th October 2014



CONDENSED INTERIM BALANCE SHEET AS AT SETEMBER 30, 2014

		(Un-Audited) September 30, 2014 Rupees	Audited June 30, 2014 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	383,577,014	386,719,889
Long Term Investments		3,011,326	2,500,000
Long Term Deposits		2,435,946	2,376,169
		389,024,286	391,596,058
CURRENT ASSETS			
Inventories		941,269	941,268
Trade debts		911,932	911,932
Loans and advances		10,697,739	9,635,616
Trade deposits and short term prepayments		1,868,582	1,912,130
Other receivables		21,698,959	21,969,500
Tax refunds due from Government		14,546,397	14,538,143
Cash and bank balances		524,473	1,706,022
		51,189,351	51,614,612
TOTAL ASSETS		440,213,638	443,210,669
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
50,000,000 ordinary shares of Rs. 5 each		250,000,000	250,000,000
Issued, subscribed and paid-up capital		222,133,470	222,133,470
Unappropriated Loss		(183,405,123)	(179,299,479)
		38,728,347	42,833,991
Surplus on Revaluation of Fixed Assets		261,962,853	262,341,121
NON-CURRENT LIABILITIES			
Long term financing		65,085,116	62,185,116
Long term Deposits		627,850	627,850
Deferred liabilities		1,229,427	1,161,500
		66,942,393	63,974,466
CURRENT LIABILITIES			
Trade and other payables		36,143,537	37,748,046
Accrued Interest / mark-up		4,930,250	4,930,250
Short term borrowings		10,985,510	10,108,297
Current portion of long term borrowings		10,656,198	11,409,948
Provision for Taxation		9,864,551	9,864,550
		72,580,045	74,061,091
CONTINGENCIES AND COMMITMENTS			
TOTAL EQUITY AND LIABILITIES		440,213,638	443,210,669

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


 NADEEM E. SHAIKH
 CHIEF EXECUTIVE


 ABDULLAH MOOSA
 CHAIRMAN



Condensed Interim Profit and Loss Account (Un-Audited)
For the first quarter ended September 30, 2014

	September 30, 2014 Rupees	September 30, 2013 Rupees
Sales		
Cost of sales	(3,643,045)	(919,175)
Gross Loss	(3,643,045)	(919,175)
Administrative expenses	(1,605,519)	(4,138,126)
Other income	766,899	672,270
	(838,620)	(3,465,856)
Loss from operations	(4,481,665)	(4,385,031)
Finance cost	(2,247)	(5,175)
Loss before taxation	(4,483,912)	(4,390,206)
Taxation		
Current	-	-
Deferred	-	-
	-	-
Loss after taxation	(4,483,912)	(4,390,206)
Loss per share - basic and diluted	(0.10)	(0.10)

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 NADEEM E. SHAIKH
 CHIEF EXECUTIVE


 ABDULLAH MOOSA
 CHAIRMAN



Condensed Interim Statement of Comprehensive Income (Un-Audited)
For the first quarter ended September 30, 2014

	September 30, 2014 Rupees	September 30, 2013 Rupees
Loss after taxation	(4,483,912)	(4,390,206)
Other comprehensive income	-	-
Total comprehensive Loss for the year	<u>(4,483,912)</u>	<u>(4,390,206)</u>

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


NADEEM E. SHAIKH
CHIEF EXECUTIVE


ABDULLAH MOOSA
CHAIRMAN



Condensed Interim Statement of Cash flows (Un-Audited)
For the first quarter ended September 30, 2014

	Note	September 30, 2014 Rupees	September 30, 2013 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss)/Profit before taxation		(4,483,912)	(4,390,206)
Adjustments for:			
Depreciation		3,222,374	2,164,776
Staff retirement benefits - gratuity		67,927	384,437
Finance cost		2,247	5,175
Loss / (gain) on disposal of property, plant and equipment		-	-
		3,292,548	2,554,388
Profit before working capital changes		(1,191,364)	(1,835,818)
(Increase) / decrease in current assets			
Inventory		(1)	9,000
Trade debts		-	514,581
Loans and advances		(1,062,123)	7,373,065
Trade deposits and short term prepayments		43,548	(7,258)
Other receivables		270,541	-
Other Financial Assets		-	-
		(748,035)	7,889,388
(Decrease) / increase in current liabilities			
Trade and other payables		(1,604,509)	(3,816,869)
Cash generated from operations		(3,543,908)	2,236,701
Finance cost paid		(2,247)	(5,175)
Taxes refund/ (paid)		(8,253)	548,328
Staff retirement benefits gratuity paid		-	-
		(10,500)	543,153
Net cash generated from operating activities		(3,554,408)	2,779,854
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		-	-
Long Term Investments		(511,326)	-
Long Term Deposits		(59,777)	197,512
Fixed capital expenditure		(79,500)	(594,300)
Net cash used in investing activities		(650,603)	(396,788)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds and repayment from long term financings - net		2,146,250	-
Deposit Received		-	-
Short term borrowings		877,212	(11,531)
Net cash used in financing activities		3,023,462	(11,531)
Net increase / (decrease) in cash and cash equivalents		(1,181,549)	2,371,535
Cash and cash equivalents at the beginning of the year		1,706,022	7,186,002
Cash and cash equivalents at the end of the year		524,473	9,557,538

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


NADEEM E. SHAIKH
 CHIEF EXECUTIVE


ABDULLAH MOOSA
 CHAIRMAN



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For the first quarter ended September 30, 2014

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ABDULLAH MOOSA
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NADEEM E. SHAIKH
CHIEF EXECUTIVE


ABDULLAH MOOSA
CHAIRMAN



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, 2014 were as follows.

	September 30, 2014 (Un-Audited)		June 30, 2014 (Audited)	
	Additions	Disposals	Additions	Disposals
	(Cost in Rupees)		(Cost in Rupees)	
Plant and Machinery	-	-	-	(8,852,611)
Generator	-	-	90,000.00	
Vehicle	-	-	113,700.00	(2,410,350)
Office Equipment	79,500	-	-	(115,850)
	<u>79,500</u>	<u>-</u>	<u>203,700.00</u>	<u>(11,378,811)</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, 2014 Rupees	September 30, 2013 Rupees
<u>Rent and other expenses</u>			
Gulnar Humayun	Significant Influence over the company	149,025	142,050

7 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on 30th October 2014 by the Board of Directors of the Company.

8 GENERAL

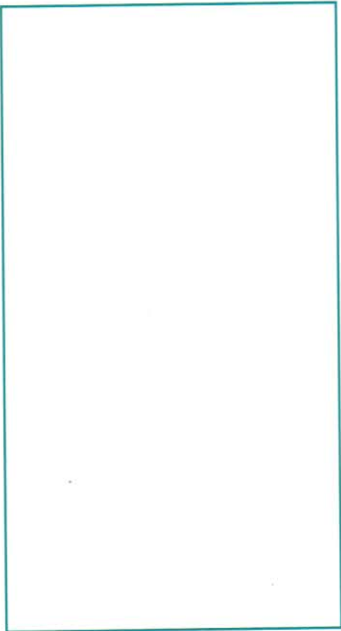
The figure have been rounded off to the nearest Rupee.


NADEEM E. SHAIKH
 CHIEF EXECUTIVE


ABDULLAH MOOSA
 CHAIRMAN

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