

QUARTER ACCOUNTS

September 2017

(UN-AUDITED)



ALI ASGHAR TEXTILE MILLS LTD.





CONTENTS

Company Logo	1
Contents	2
Vision Statement	3
Company Information	4
Directors Report	5
Balance Sheet	6
Profit & Loss Account	7
Cash Flow Statement	8
Statement of Changes in Equity	9
Notes to the Accounts	10



Vision Statement

To strive through 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



COMPANY INFORMATION

Board of Directors

Mr. Nadeem Ellahi Shaikh
Mr. Abdullah Moosa
Mr. Ahmed Ali
Mr. Muhammad Suleman
Mr. Muhammad Afzal
Mr. Sultan Mehmood
Mr. Muhammad Zubair

(Chief Executive)
(Non-Executive Director & Chairman)
(Non-Executive Director)
(Non-Executive Director)
(Non-Executive Director)
(Non-Executive Director)
(Independent Director)

Audit Committee

Mr. Muhammad Zubair	Chairman
Mr. Sultan Mehmood	Member
Mr. Muhammad Afzal	Member

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

Mr. Ahmed Ali	Chairman
Mr. Muhammad Afzal	Member
Mr. Muhammad Zubair	Member

CFO & 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
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



DIRECTOR REPORT

The Directors are pleased to present the account for the quarter ended.

Implementation of the logistic and warehousing plan is in full swing and revenue has increased from Rs.168,000/- same period last year to Rs. 2 million presently. As a result the loss after tax, after accounting for Rs. 1 million depreciation, is only (Rs.2.6 million), down from (Rs.4.02 million).

In view of rising demand from Logistics Companies/FMGG and Rapid urbanization, management is hopeful that shareholder approved warehousing plan will be implemented robustly. New employees are been hired.

The textile package was finally announced by the GOP after much delay. Management is studying how to effectively use it to the benefit of the company.

Management is fully engaged in negotiating with last two remaining financial in the same manner as done with 95% of other financial institutions.

By Order of the Board

Karachi

Dated: 31-10-2017

NADEEM ELLAHI SHAIKH
Chief Executive

ALI ASGHAR TEXTILE MILLS LTD.

QUARTERLY ACCOUNTS 2017

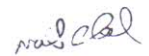


Ali Asghar Textile Mills Limited

Condensed Interim Balance Sheet As at September 30, 2017

	Note	(Un-Audited) September 30, 2017 Rupees	Audited June 30, 2017 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	368,601,500	369,586,361
Long Term Investments		14,630	14,630
Long Term Deposits		2,336,169	2,336,169
Long Term Loans and Advances		2,038,577	2,038,577
Deferred Taxation		-	-
		372,990,876	373,975,737
CURRENT ASSETS			
Inventories		941,269	941,269
Trade debts		-	-
Loans and advances		5,624,106	5,288,055
Trade deposits and short term prepayments		1,611,230	1,611,230
Other receivables		21,362,359	21,362,359
Tax refunds due from Government		2,147,926	2,210,872
Cash and bank balances		2,324,811	968,854
		34,011,701	32,382,639
TOTAL ASSETS		407,002,577	406,358,376
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		(227,902,151)	(225,522,657)
		(5,768,681)	(3,389,187)
Surplus on Revaluation of Fixed Assets		258,895,548	259,132,296
NON-CURRENT LIABILITIES			
Long term financing		107,344,104	105,024,104
Long term Deposits		833,850	833,850
Deferred liabilities		2,448,465	2,785,015
		110,626,419	108,642,969
CURRENT LIABILITIES			
Trade and other payables		21,808,162	20,531,169
Accrued Interest / mark-up		4,930,250	4,930,250
Bank Overdrafts		7,858,431	7,858,431
Current portion of long term borrowings		8,652,448	8,652,448
Provision for Taxation		-	-
		43,249,291	41,972,298
CONTINGENCIES AND COMMITMENTS			
TOTAL EQUITY AND LIABILITIES		407,002,577	406,358,376

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


NADEEM E. SHAIKH
CHIEF EXECUTIVE


ABDULLAH MOOSA
DIRECTOR

ALI ASGHAR TEXTILE MILLS LTD.
QUARTERLY ACCOUNTS 2017




Ali Asghar Textile Mills Limited

Condensed Interim Statement of Comprehensive Income (Un-Audited)
For the first quarter ended September 30, 2017

	September 30, 2017 Rupees	September 30, 2016 Rupees
(Loss)/Profit after taxation	(2,616,242)	(4,028,304)
Other comprehensive income	-	-
Total comprehensive (Loss)/Income for the year	<u>(2,616,242)</u>	<u>(4,028,304)</u>

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


NADEEM E. SHAIKH
CHIEF EXECUTIVE


ABDULLAH MOOSA
DIRECTOR

ALI ASGHAR TEXTILE MILLS LTD.
QUARTERLY ACCOUNTS 2017

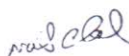


Ali Asghar Textile Mills Limited

Condensed Interim Profit and Loss Account (Un-Audited)
 For the first quarter ended September 30, 2017

Note	September 30, 2017 Rupees	September 30, 2016 Rupees
Sales	-	-
Cost of sales	(1,781,045)	(1,396,266)
Gross (Loss)	(1,781,045)	(1,396,266)
Administrative expenses	(2,742,036)	(2,792,237)
Other income	2,000,000	168,000
	(742,036)	(2,624,237)
(Loss)/Profit from operations	(2,523,081)	(4,020,503)
Finance cost	(11,886)	(7,801)
(Loss)/Profit before taxation	(2,534,967)	(4,028,304)
Taxation		
Current	(81,275)	-
Deferred	-	-
	(81,275)	-
(Loss)/Profit after taxation	(2,616,242)	(4,028,304)
(Loss)/Earning per share - basic and diluted	(0.06)	(0.09)

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


 NADEEM E. SHAIKH
 CHIEF EXECUTIVE


 ABDULLAH MOOSA
 DIRECTOR

ALI ASGHAR TEXTILE MILLS LTD.

QUARTERLY ACCOUNTS 2017



Ali Asghar Textile Mills Limited

Condensed Interim Statement of Cash flows (Un-Audited) For the first quarter ended September 30, 2017

	Note	September 30, 2017 Rupees	September 30, 2016 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss)/Profit before taxation		(2,534,967)	(4,028,304)
Adjustments for:			
Depreciation		1,026,311	429,783
Staff retirement benefits - gratuity		-	-
Finance cost		11,886	7,801
Loss / (gain) on disposal of property, plant and equipment		-	-
		1,038,197	437,584
Profit before working capital changes		(1,496,770)	(3,590,720)
(Increase) / decrease in current assets			
Inventory		-	-
Trade debts		-	-
Loans and advances		(336,051)	(270,952)
Trade deposits and short term prepayments		-	-
Other receivables		-	-
Other Financial Assets		-	-
		(336,051)	(270,952)
(Decrease) / increase in current liabilities			
Trade and other payables		1,276,993	2,748,189
Cash generated from operations		(555,828)	(1,113,483)
Finance cost paid		(11,886)	(7,801)
Taxes refund/ (paid)		(18,330)	(22,437)
Staff retirement benefits gratuity paid		(336,550)	-
		(366,766)	(30,238)
Net cash generated from operating activities		(922,594)	(1,143,721)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		-	-
Long Term Investments		-	-
Long Term Deposits		-	-
Fixed capital expenditure		(41,450)	(22,200)
Net cash used in investing activities		(41,450)	(22,200)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds and repayment from long term financings - net		2,320,000	2,795,000
Deposit Received		-	-
Short term borrowings		-	(658,711)
Net cash used in financing activities		2,320,000	2,136,289
Net increase / (decrease) in cash and cash equivalents		1,355,957	970,368
Cash and cash equivalents at the beginning of the year		968,854	341,520
Cash and cash equivalents at the end of the year		2,324,811	1,311,889

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

nafeem e shaiikh

NADEEM E. SHAIKH
CHIEF EXECUTIVE

abdullah moosa

ABDULLAH MOOSA
DIRECTOR

ALI ASGHAR TEXTILE MILLS LTD.
QUARTERLY ACCOUNTS 2016

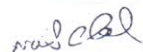


Ali Asghar Textile Mills Limited

Condensed Interim Statement of Changes in Equity
For the first quarter ended September 30, 2017

	Share Capital	Unappropriated Loss	Total Equity
	Rupees		
Balance as at July 01, 2016 (Audited)	222,133,470	(214,257,211)	7,876,259
Total comprehensive income for quarter ended September 30, 2016	-	(4,028,304)	(4,028,304)
Transferred from Surplus on Revaluation - Incremental Depreciation		251,438	251,438
Balance as at September 30, 2016 (Un-Audited)	222,133,470	(218,034,077)	4,099,393
Total comprehensive (Loss) for the remaining period	-	(8,242,892)	(8,242,892)
Transferred from Surplus on Revaluation - Incremental Depreciation	-	754,312	754,312
Balance as at June 30, 2017 (Audited)	222,133,470	(225,522,657)	(3,389,187)
Total comprehensive (Loss) for the year	-	(2,616,242)	(2,616,242)
Transferred from Surplus on Revaluation - Incremental Depreciation	-	236,748	236,748
Balance as at September 30, 2017 (Un-Audited)	222,133,470	(227,902,151)	(5,768,681)

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



NADEEM E. SHAIKH
CHIEF EXECUTIVE



ABDULLAH MOOSA
DIRECTOR

ALI ASGHAR TEXTILE MILLS LTD.

QUARTERLY ACCOUNTS 2017



Ali Asghar Textile Mills Limited

Notes to the Condensed Interim Financial Statements (Un-Audited) For the first quarter ended September 30, 2017

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 temporarily suspended its textile operation since September, 2011 and has sold a substantial portion of its Property Plant & Equipment. The Company has accumulated losses of Rs. 227.9 million as at September 30, 2017. Current liabilities exceeds its current assets by Rs. 9.2 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, 2017 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, 2017. 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, 2017.

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, 2016. 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, 2017.

ALI ASGHAR TEXTILE MILLS LTD.

QUARTERLY ACCOUNTS 2017



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, 2017 were as follows.

	September 30, 2017 (Un-Audited)		June 30, 2017 (Audited)	
	Additions (Cost in Rupees)	Disposals	Additions (Cost in Rupees)	Disposals
Building on Leasehold Land-Others	-	-	-	-
Office Equipment	41,450	-	54,200	-
Vehicle	-	-	-	-
	<u>41,450</u>	<u>-</u>	<u>54,200</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, 2017	September 30, 2016
		Rupees	Rupees
<u>Rent and other expenses</u>			
Gulnar Humayun	Significant Influence over the company	<u>156,090</u>	<u>156,090</u>

7 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on 31st October 2017 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
DIRECTOR

BOOK POST

PRINTED MATTER



If undelivered please return to:-

ALI ASGHAR TEXTILE MILLS LTD.

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