

YOUSAF WEAVING MILLS LIMITED

Half Yearly Report

Un-Audited

For The Period Ended December-2018

YOUSAF WEAVING MILLS LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS

Mst. Alia Khanum	(Chairman)
Khawaja Mohammad Nadeem	(Chief Executive)
Khawaja Shahzad Younus	(Director)
Mst. Nargis Sultana	(Director)
Mr. Khalid Mehmood	(Director)
Mr. Waseem Baig	(Director)
Mr. Abdul Hye Khan Ghouri	(Director)
Mr. Mohammad Tariq Sufi	(Independent Director)

AUDIT COMMITTEE

Mr. Mohammad Tariq Sufi	(Chairman)
Mr. Abdul Hye Khan Ghouri	(Member)
Khawaja Shahzad Younus	(Member)

HR & REMUNERATION COMMITTEE

Mr. Mohammad Tariq Sufi	(Chairman)
Mr. Waseem Baig	(Member)
Mr. Khalid Mehmood	(Member)

COMPANY SECRETARY

Mr. Nadeem Anwar	(ACA)
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CHIEF FINANCIAL OFFICER

Mr. Tauseef Ahmad

BANKERS

Habib Metro Bank Limited
National Bank of Pakistan
Askari Bank Limited
The Bank of Punjab

AUDITORS

Aslam Malik & Co.
Chartered Accountants
Suite # 18-19, 1st Floor,
Central Plaza, Civic Centre,
New Garden Town, Lahore. Pakistan

CORPORATE & REGISTERED OFFICE

7/1-E-3 Main Boulevard Gulberg III, Lahore
Tel : (042) 35717510
Fax : (042) 35755760

SHARE REGISTRARS

Corp link (Pvt) Limited
Wings Arcade, 1-K, Commercial,
Model Town, Lahore
Tel: (042) 35839182
Fax: (042) 35869037

Weaving unit

49-Kilometer
Multan Road, Bhair Pheru
Tel: (04943) 540083-4

Spinning unit

7-Kilometer
Multan Road, Pattoki
Tel: (04943) 540083-4

DIRECTORS' REPORT TO THE SHAREHOLDERS

The Directors of the Company are pleased to present their report together with the un-audited condensed interim financial statements for the half-year ended December 31, 2018.

During the period under review, the Company incurred a gross loss of Rs. 25.099 million on Sales amounting to Rs. 764.246 million as compared to gross loss of 8.544 million on sales of Rs. 888.252 in the corresponding period. The Company incurred a net loss for the period of Rs. 88.860 million as compares to loss of Rs. 70.996 million during the last half year. The management's strenuous efforts to put the Company on the path of operating profitability are impaired by exorbitant energy cost and drastic devaluation of Pak Rupee against US \$. During current period sales are diminished by 14% with respect to last half year mainly due to lower response from the market as expected. No change is incurred in distribution and administration costs whereas finance cost which is dependent on KIBOR has enhanced due to elevation in KIBOR rate.

The textile industry is the key and major source for export and foreign exchange. It's nourishment is determinant for the strengthen of our economy as it not only provide back end support to our agriculture but also provide employment and business opportunities to a major class of people. Recently the Government has taken steps to ameliorate the current state of textile sector by announcing concessionary prices for energy. According the electricity will be provided 7.5 US cents/KWH whereas sui gas will be provided 6.5 US \$ per MMBTU, as a result of which it is expected that our energy cost will be minimized by 20%.

The management has devised a plan for Balancing, Modernization and Replacement of plant & machinery. In relation to its BMR plan, the Company has made capital expenditure of Rs. 25 million during the current period and purchased 48 new looms and a compressor which will increase its production capacity by 23% with respect to last financial year. The production results of these additions will be evident in second half of the current reporting year.

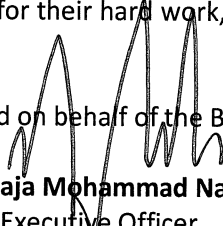
Auditors' have qualified the review report due to non-payment of unclaimed dividends of previous periods. The management shall take measures as provided in the law for treatment of unclaimed dividends.

Auditors' observation regarding going concern has been disclosed in note no 1.2 of the interim financial statements for the period ended December 31, 2018.

The Board is thankful to the shareholders of the Company for their continued support to the Company and also wishes to express its gratitude to all the employees of the Company for their hard work, loyalty and dedication.

Lahore:
February 28, 2019

عاليه خانم
Mst. Alia Khanum
Chairman

For and on behalf of the Board

(Khawaja Mohammad Nadeem)
Chief Executive Officer





Aslam Malik & Co.
Chartered Accountants

Phone : +92-42-35858693-35858694
: +92-42-35856819
Fax : +92-42-35856019
e-mail : info@aslammalik.com
aslammalik@brain.net.pk
web : www.aslammalik.com

Suite # 18-19 First Floor,
Central Plaza, Civic Centre,
New Garden Town, Lahore-Pakistan.

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Yousaf Weaving Mills Limited

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Yousaf Weaving Mills Limited** as at December 31, 2018 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

The figures of the condensed interim statement of profit or loss and other comprehensive income for the three months period ended 31 December 2018 and 2017 have not been reviewed, as we are required to review only the cumulative figures for the half year ended 31 December 2018.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Other Offices at:

Islamabad: House # 726, Street 34, Margalla Town, off Murree Road, Islamabad.
Phone : +92-51-2374282-3 Fax: +92-51-2374281

Karachi: 1001-1003 10th Floor, Chapal Plaza, Hasrat Mohani Road, Off I.I Chundrigar Road, Karachi
Tel: + 92-21-32425911-2, Fax: +92-21-32432134

Basis for Qualified Conclusion

Unclaimed dividend of Rs. 3,247,016 (overdue) of previous years has not been deposited into government treasury nor has any notification been issued to shareholders.

Qualified Conclusion

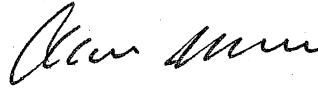
Based on our review except as stated in basis for qualified opinion section of our report, nothing has come to our attention that causes us to believe that the accompanying interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.


Material Uncertainty relating to Going Concern

Without qualifying our opinion, we draw attention to Note 1.2 in the interim financial statement which indicates that the company incurred net loss after tax of Rs. 88.86 million (December 31, 2017 Rs. 71.00 million) and at half year end and as of the year end, its equity is negative by Rs. 286.56 million (June 30, 2018: Rs. 197.70 million), its accumulated loss amounting to Rs. 1,390.40 million (June 30, 2018: 1,301.54 million) and its current liabilities exceeds its current assets by Rs. 1,027.23 (June 30, 2018: Rs 896.20 million). These conditions along with other matters as set forth in Note 1.2 indicate the existence of a material uncertainty that may cause significant doubt about the Company's ability to continue as a going concern.

The engagement partner on the audit resulting in this independent auditor's report is
Mohammad Aslam Malik.

Date : February 28, 2018
Place: Lahore


Aslam Malik & Co.
Chartered Accountants



YOUSAF WEAVING MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT DECEMBER 31, 2018

	Note	December 31, 2018	June 30, 2018
		(Un-audited) Rupees	(Audited) Rupees
CAPITAL AND LIABILITIES			
Share Capital and Reserves			
Authorized share capital 90,000,000 (2018: 90,000,000) ordinary shares of Rs. 10 each		900,000,000	900,000,000
Issued, subscribed and paid up share capital		900,000,000	900,000,000
Accumulated loss		(1,390,397,038)	(1,301,536,986)
Surplus on revaluation of property, plant and equipment		203,833,327	203,833,327
		(286,563,711)	(197,703,659)
Non Current Liabilities			
Long term loan		58,890,669	66,101,771
Liabilities against assets subject to finance lease		190,233	592,961
Deferred liability		35,157,549	35,008,636
		94,238,451	101,703,368
Current Liabilities			
Trade and other payables		413,240,536	331,415,443
Unclaimed dividend		3,247,016	3,247,016
Accrued mark up		152,834,108	125,929,168
Short term borrowings		554,369,467	547,053,850
Current portion of non current liabilities		34,599,633	31,904,603
Provision for taxation		48,788,004	39,248,122
		1,207,078,764	1,078,798,202
Contingencies and Commitments	5	-	-
		<u>1,014,753,504</u>	<u>982,797,911</u>

YOUSAF WEAVING MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2018

		December 31, 2018	June 30, 2018
	Note	(Un-audited) Rupees	(Audited) Rupees
ASSETS			
Non Current Assets			
Property, plant and equipment	6	787,942,529	783,754,312
Intangible assets		327,241	363,602
Long term loans		8,877,014	8,473,763
Long term deposits		37,762,809	7,613,824
		834,909,593	800,205,501
Current Assets			
Stores and spares		21,972,918	21,792,372
Stock in trade		43,341,467	31,131,849
Trade debts		33,806,544	23,817,291
Loans and advances		23,652,126	41,135,949
Trade deposits, short term prepayments		3,618,371	3,240,131
Other receivables		5,437,461	9,167,951
Tax refunds due from government		43,872,073	49,845,358
Cash and bank balances		4,142,951	2,461,509
		179,843,911	182,592,410
		<u>1,014,753,504</u>	<u>982,797,911</u>

The annexed notes form an integral part of these condensed interim financial information (Unaudited).

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

YOUSAF WEAVING MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2018

	Half Year Ended		Quarter Ended	
	December 31, 2018	December 31, 2017	December 31, 2018	December 31, 2017
	Un-audited Rupees	Un-audited Rupees	Un-audited Rupees	Un-audited Rupees
Sales - net	764,246,211	888,251,880	429,751,695	526,545,968
Cost of sales	(789,345,055)	(896,796,126)	(431,246,152)	(553,443,746)
Gross loss	(25,098,844)	(8,544,246)	(1,494,457)	(26,897,778)
Distribution cost	(3,611,796)	(4,169,904)	(2,787,263)	(1,734,240)
Administrative expenses	(22,259,719)	(21,153,805)	(11,250,412)	(11,080,976)
	(25,871,515)	(25,323,709)	(14,037,675)	(12,815,216)
Operating loss	(50,970,359)	(33,867,955)	(15,532,132)	(39,712,994)
Other operating charges	-	(3,101,559)	-	(1,684,919)
Finance cost	(27,513,215)	(25,120,735)	(11,755,380)	(12,714,989)
Loss before taxation	(78,483,574)	(62,090,249)	(27,287,512)	(54,112,902)
Taxation	(10,376,478)	(8,905,707)	(6,468,924)	(5,281,828)
Loss for the period	(88,860,052)	(70,995,956)	(33,756,436)	(59,394,730)
Loss per share - basic & diluted	(0.99)	(0.79)	(0.38)	(0.66)

The annexed notes form an integral part of these condensed interim financial information (Unaudited).



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

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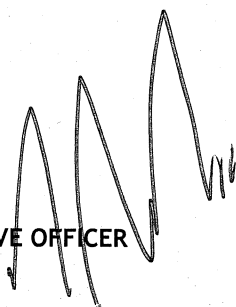
YOUSAF WEAVING MILLS LIMITED

CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2018

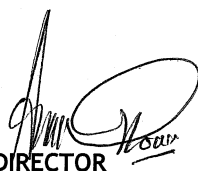
	Half Year Ended		Quarter Ended	
	December 31, 2018	December 31, 2017	December 31, 2018	December 31, 2017
	Un-audited Rupees	Un-audited Rupees	Un-audited Rupees	Un-audited Rupees
Loss for the period	(88,860,052)	(70,995,956)	(33,756,436)	(59,394,730)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	(88,860,052)	(70,995,956)	(33,756,436)	(59,394,730)

The annexed notes form an integral part of these condensed interim financial information (Unaudited).

CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER



YOUSAF WEAVING MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2018

	Half Year Ended	
	December 31, 2018	December 31, 2017
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(78,483,574)	(62,090,248)
Adjustments for:		
- Depreciation	20,555,982	21,028,090
- Amortization of intangible assets	36,360	22,725
- Provision for gratuity	5,423,307	5,603,853
- Loss on disposal of property, plant and equipment	-	1,534,919
- Loss on disposal of raw material and stores and spares	-	1,416,640
- Finance cost	27,513,215	25,120,735
Operating loss before working capital changes	(24,954,710)	(7,363,286)
(Increase) / Decrease in current assets:		
- Stores and spares	(180,546)	(7,343,518)
- Stock in trade	(12,209,618)	(4,265,770)
- Trade debts	(9,989,253)	(18,997,938)
- Loan and advances	17,618,240	(11,046,411)
- Trade deposits, short term prepayments	(9,354,273)	280,144
- Other receivables	3,730,490	3,762,300
- Sales tax refundable	7,180,249	2,646,029
Increase / (Decrease) in current liabilities:		
- Trade and other payables	91,268,601	80,162,288
	88,063,890	45,197,124
CASH GENERATED FROM OPERATIONS	63,109,180	37,833,838
Finance cost paid	(608,275)	(2,763,960)
Gratuity paid	(6,110,990)	(4,933,047)
Income tax paid	(1,206,962)	(1,831,011)
Net cash generated from operating activities	55,182,953	28,305,820
CASH FLOWS FROM INVESTING ACTIVITIES		
Property, plant and equipment purchased	(24,744,199)	(1,958,000)
Proceeds from disposal of property, plant and equipment	-	1,112,418
Proceeds from sale of stores and raw material	-	1,253,178
Long term loans to employees	(537,668)	(735,638)
Long term deposits	(30,616,460)	(3,923,000)
Net cash used in investing activities	(55,898,327)	(4,251,042)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term loan repaid	(4,275,000)	(8,394,972)
Repayment of liabilities against assets subject to finance lease	(643,800)	(1,084,147)
Short term borrowings - net	7,315,617	(9,508,943)
Net cash generated from / (used in) financing activities	2,396,817	(18,988,062)
Net increase in cash and cash equivalents	1,681,442	5,066,716
Cash and cash equivalents at the beginning of the period	2,461,509	1,525,815
Cash and cash equivalents at the end of the period	4,142,951	6,592,531

The annexed notes form an integral part of these condensed interim financial information (Unaudited).

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

YOUSAF WEAVING MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2018

Particulars	Issued, Subscribed and Paid up Share Capital	Accumulated Loss	Convertible Directors Loan	Revaluation Surplus	Total
	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at July 1, 2017 (restated)	400,000,000	(1,134,022,418)	500,000,000	-	(234,022,418)
Shares issued during the period	500,000,000	-	(500,000,000)	-	-
Net loss for the period	-	(70,995,956)	-	-	(70,995,956)
Balance as at December 31, 2017 (restated)	900,000,000	(1,205,018,374)	-	-	(305,018,374)
Balance as at July 1, 2018	900,000,000	(1,301,536,986)	-	203,833,327	(197,703,659)
Net loss for the period	-	(88,860,052)	-	-	(88,860,052)
Balance as at December 31, 2018	900,000,000	(1,390,397,038)	-	203,833,327	(286,563,711)

The annexed notes form an integral part of these condensed interim financial information (Unaudited).



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

YUSAF WEAVING MILLS LIMITED
SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE HALF YEAR ENDED DECEMBER 31, 2018

Note 1**The Company and its Operations**

-
- 1.1 Yousaf Weaving Mills Limited was incorporated on January 17, 1988 as a public limited company in Pakistan under the Companies Ordinance, 1984 and is quoted on Pakistan Stock Exchange. The Company is engaged in the business of textile weaving, spinning, sale of processed fabric and home textile products. The registered office of the Company is situated at 7/1- E-3, Main Boulevard Gulberg III, Lahore while the production plants of the Company are located at 49-Km Multan Road, Bhai Pheru and 7-Km Multan Road, Pattoki.
- 1.2 During the half year ended December 31, 2018, Company has incurred loss after tax of Rs. 88.860 million (December 31, 2017: Rs. 70.996 million) and at half year end and as of the year end, its accumulated losses stood at Rs. 1,390.397 million (June 30, 2018: 1,301.537 million), its current liabilities exceed its current assets by Rs. 1,027.235 million (at June 30, 2018: Rs. 896.206 million). The Company in order to carry on its business and to meet its current obligation requires generating sufficient cash flows. Accordingly there is a material uncertainty relating to the Company's operation that may cast sufficient doubt on the discharge of its liabilities in the normal course of business. Continuation of the Company as a going concern is dependent on improved cash flows. For this purpose the management of the Company has drawn up plans which include:-
- The Company is planning to have an efficient strategy to reduce the cost of doing the business by upgrading its production facilities which will have positive impact on its operating performance in the upcoming period. In this regard the management importing essential parts which will reinforce the efficiency and quality of the product and will benefit the overall performance of the Company.
 - The management is continuously working to enhance its production capacity to reap the benefits of economies of scale. The management has devised a plan for Balancing, Modernization and Replacement of plant & machinery. In relation to its BMR plan, the Company has made capex of Rs. 25 million during the current period and purchased 48 new looms and a compressor which will increase its production capacity by 23% with respect to last financial year. The production results of these additions will be evident in second half of the current reporting year.
 - The Company is in the phase of negotiation of its borrowing facilities with the bank to meet its working capital requirements. The management is optimistic enough that these deliberations will be proved to be beneficial for the Company's interests.
 - Recently the Government has announced subsidized energy prices for textile industry i.e.; electricity will be provided @ 7.5 US Cents per KWH, whereas 6.5 US\$ per MMBTU will be charged for sui gas consumption. As a result, it is expected the our energy cost will reduced by 20% with respect to previous period. Reduction in electricity tariff will assist in fulfilling the working capital requirements of the Company.
 - The management's efforts are very obvious to make the Company a going concern and in view of the above the financial statements has been prepared on going concern.

Note 2**Basis of Preparation**

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- 2.1 These condensed interim financial statements has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise:
- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
 - Provisions of and directives issued under the Companies Act, 2017.
 - Where provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.
- 2.2 These condensed interim financial statements are unaudited and have been subjected to limited scope review by the auditors as required by Section 237 of the Companies Act, 2017. The figures for the quarters ended on December 31, 2017 and 2018 presented in the condensed financial statements have not been reviewed by the external auditors.
- 2.3 These condensed interim financial statements are presented in Pak rupees, which is the Company's functional and presentation currency. These condensed financial statements do not include all the information required for annual financial statements and therefore, should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2018.

Note 3

Significant Accounting Policies

The accounting policies and methods of computation of the interim financial information are the same as those followed in the preparation of annual financial information for the preceding year ended June 30, 2018.

Note 4

Accounting Estimates and Judgments

The accounting estimates and associated assumptions used in preparation of this condensed interim financial information are consistent with those applied in the preparation of annual financial statement of the Company Limited for the year ended June 30, 2018.

Note 5

Contingencies and Commitments

There is no other significant change in the contingencies and commitments as reported in the last published audited financial statements for the year ended June 30, 2018.

Note 6

Property, Plant and Equipment

	Half Year Ended Dec 31, 2018	Year Ended June 30, 2018
	(Un-audited) Rupees	(Audited) Rupees
Opening written down value	783,754,312	610,708,817
Addition during the period / year (at cost)	24,744,199	16,406,640
Revaluation adjustment	-	203,833,327
Disposal during the period / year (written down value)	-	(4,468,254)
	808,498,511	826,480,530
Depreciation charge for the period / year	(20,555,982)	(42,726,218)
Closing written down value	787,942,529	783,754,312

Note 7

Transactions with Related Parties

The related parties and associated undertakings comprise related group companies, associated companies, directors and key management personnel. Transactions with related parties and associated undertakings, other than remuneration and benefits to key management personnel under the term of their employment are as follows:

	Half Year Ended	
	Dec 31, 2018	Dec 30, 2017
	(Un-audited) Rs. "000"	(Un-audited) Rs. "000"

Significant transaction with related parties are as follows:

- Sale of goods	-	627
- Loan repaid to directors - net	(3,614)	(16,611)
- Lease rental payable to Chakwal Spinning Mills Limited	-	3,000
- Rent Expenses	-	300

Note 8

Segment Information

7.1 For management purposes, the activities of the Company are organized into two operating segment:

- Weaving: Production of grey and processed cloth.
- Spinning: Production of different qualities of yarn using natural and artificial fibers.

The Company operates in the said reportable operating segments bases on the nature of products, risks and returns, organizational and management structure and internal financial reporting systems. Accordingly, the figures reported in these condensed financial statements related to the Company's reportable segment.

Information regarding the Company's reportable segment for the half year ended December 31, 2018 are as follows:

Note 7 - Segment Information - Continued...

7.2 Segment revenues and results

There were no transactions with key management personnel other than undertaken as per terms of their employment.

For the Half Year Ended December 31, 2018 (Un-audited)			
	Weaving Segment	Spinning Segment	Total
	Rupees	Rupees	Rupees
Sales - net	284,640,434	479,605,777	764,246,211
Cost of sales	(277,634,413)	(511,710,642)	(789,345,055)
Gross Profit / (Loss)	7,006,021	(32,104,865)	(25,098,844)
Distribution cost	(813,730)	(2,798,066)	(3,611,796)
Administrative expenses	(15,836,963)	(6,422,756)	(22,259,719)
	(16,650,693)	(9,220,822)	(25,871,515)
Operating loss	(9,644,672)	(41,325,687)	(50,970,359)

For the Half Year Ended December 31, 2018 (Un-audited)			
	Weaving Segment	Spinning Segment	Total
	Rupees	Rupees	Rupees
Finance cost	(25,787,097)	(1,726,118)	(27,513,215)
Loss before taxation	(35,431,769)	(43,051,805)	(78,483,574)
Taxation	(4,381,406)	(5,995,072)	(10,376,478)
Loss after taxation	(39,813,175)	(49,046,877)	(88,860,052)

For the Half Year Ended December 31, 2017 (Un-audited)			
	Weaving Segment	Spinning Segment	Total
	Rupees	Rupees	Rupees
Sales - net	267,825,512	620,426,368	888,251,880
Cost of sales	(248,359,575)	(648,436,551)	(896,796,126)
Gross profit / (loss)	19,465,937	(28,010,183)	(8,544,246)
Distribution cost	(552,380)	(3,617,524)	(4,169,904)
Administrative expenses	(15,792,269)	(5,361,536)	(21,153,805)
	(16,344,649)	(8,979,060)	(25,323,709)
Operating profit / (loss)	3,121,288	(36,989,243)	(33,867,955)
Other operating charges	(3,101,559)	-	(3,101,559)
Finance cost	(23,364,925)	(1,755,810)	(25,120,735)
Loss before taxation	(23,345,196)	(38,745,053)	(62,090,249)
Taxation	(2,691,297)	(6,214,410)	(8,905,707)
Loss after taxation	(26,036,493)	(44,959,463)	(70,995,956)

7.3 Segment assets and liabilities

As at December 31, 2018 (Un-audited)			
	Weaving Segment	Spinning Segment	Total
	Rupees	Rupees	Rupees
Segment assets for reportable segments	718,741,166	252,171,417	970,912,583
Unallocated assets			43,840,921
Total assets as per balance sheet			1,014,753,504
Segment liabilities for reportable segments	915,541,135	186,652,263	1,102,193,398
Unallocated liabilities			199,123,817
Total liabilities as per balance sheet			1,301,317,215

Note 7 - Segment Information - Continued...

As at June 30, 2018 (Audited)			
	Weaving Segment	Spinning Segment	Total
	Rupees	Rupees	Rupees
Segment assets for reportable segments	603,710,529	125,408,695	729,119,224
Unallocated assets			253,678,687
Total assets as per balance sheet			982,797,911
Segment liabilities for reportable segments	884,708,822	153,889,166	1,038,597,988
Unallocated liabilities			141,903,582
Total liabilities as per balance sheet			1,180,501,570

Note 8
Financial Risk Management

The Company's financial risk management objectives and policies are consistent with those disclosed in the audited annual published financial statements of the Company for the year ended June 30, 2018.

Note 9
General

- 9.1 This interim financial information is authorized for issue on February 28, 2019 by the Board of Directors of the Company.
- 9.2 Corresponding figures have been re-arranged wherever necessary to facilitate comparison. No material rearrangement has been made during the period.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER