

DEWAN MUSHTAQ TEXTILE MILLS LIMITED

**HALF YEARLY REPORT
DECEMBER 31, 2020**

DEWAN MUSHTAQ TEXTILE MILLS LIMITED
COMPANY INFORMATION

BOARD OF DIRECTORS

Executive Director	: Mr. Ishtiaq Ahmed - Chief Executive Officer & Director
Non-Executive Directors	: Syed Muhammad Anwar - Chairman, Board of Directors Mr. Zafar Asim Mr. Imran Ahmed Javed Syed Maqbool Ali Mr. Muhammad Baqar Jafferri
Independent Director	: Mr. Aziz-ul-Haque
Audit Committee	: Mr. Aziz-ul-Haque (Chairman) Syed Maqbool Ali (Member) Mr. Imran Ahmed Javed (Member)
Human Resources & Remuneration Committee	: Mr. Aziz-ul-Haque (Chairman) Syed Maqbool Ali (Member) Mr. Ishtiaq Ahmed (Member)
Auditors	: Feroze Sharif Tariq & Co. Chartered Accountants 4/N/4 Block-6, P.E.C.H.S., Karachi 75400, Pakistan.
Company Secretary	: Mr. Muhammad Hanif German
Chief Financial Officer	: Mr. Muhammad Irfan Ali
Tax Advisor	: Sharif & Co. Advocates
Legal Advisor	: Abbas & Atif Law Associates
Bankers	: Habib Bank Limited : Bank Islami Pakistan Limited : MCB Bank Limited : Silk Bank Limited
Registered Office	: Dewan Centre, 3-A Lalazar Beach Hotel Road, Karachi
Shares Registrar & Transfer Agent	: BMF Consultants Pakistan (Private) Limited Anum Estate Building, Room No. 310 & 311, 3rd Floor, 49, Darul Aman Society, Main Shahrah-e-Faisal, adjacent to Baloch Colony Bridge, Karachi 75350, Pakistan
Factory Office	: A-30, S.I.T.E., Hyderabad, Sindh, Pakistan.
Website	: www.yousufdewan.com

IN THE NAME OF ALLAH; THE MOST GRACIOUS AND MERCIFUL

IF YE GIVE THANKS, I WILL GIVE YOU MORE (HOLY QURAN)

The Board of Directors of your Company is pleased to present unaudited condensed interim financial statements for the half year ended December 31, 2020 in compliance with the requirements of section 237 of the Companies Act, 2017 and code of corporate governance issued by Securities and Exchange Commission of Pakistan.

Operating results (Factory Shutdown):

Company's net sales during the current as well as in the comparative period remained nil due to closure of operations. The Company, for the time being, has suspended its manufacturing operations since July 2016 which could not be resumed due to adverse scenario faced by the industry, lesser market demand and working capital constraints.

The auditors of the Company have expressed adverse conclusion in their review report on going concern assumption due to closure of operations, default in repayment of installments of restructured liabilities and related non-provisioning of mark-up as explained in their review report. The condensed interim financial statements have been prepared using going concern assumption as the company has approached its lenders for further restructuring of its liabilities, which is in process. Management is hopeful that such revision will be finalized soon which will enable the company to resume its operations.

Future Outlook


Management is endeavoring to resume the production of the company as soon as the situation in near future improves. With the availability of COVID-19 vaccines, it is expected that globally, the impact of pandemic will now be minimized and accordingly the global economic activities will resume to normalcy. Though there were slight hiccups during second wave, but overall Pakistan as a nation showed discipline and resolve. As we moved into new financial year, things started picking momentum for Pakistan. Exports and remittances moved upward. Despite the signs of economic resilience and recovery, there may be some pressure on current account due to recent removal of regulatory duty on import of synthetic yarn and cotton yarn, import of plant and machinery, increasing trend in international Oil prices. These factors may push the exchange rate upward in short term. Further, the challenges of rising debt, high inflation, increased cost of living, unstable political conditions and geopolitical tensions may obscure the outlook.

Conclusion

In conclusion, we bow beg and pray to Almighty Allah, Rahman-o-Rahim, in the name of our beloved Prophet Muhammad (Peace be upon him) for the continued showering of his blessings, Guidance, strength, health and prosperity to us, our company, country and nation, and also pray to Almighty Allah to bestow peace, Harmony, brotherhood and unity in true Islamic spirit to whole of Muslim Ummah; Ameen: Summa Ameen

LO-MY LORD IS INDEED HEARER OF PRAYER (HOLY QURAN)

By and under Authority of the Board of Directors



Ishtiaq Ahmed
Chief Executive Officer



Zafar Asim
Director

Dated: February 22, 2021

INDEPENDENT AUDITORS' REVIEW REPORT
To the members of Dewan Mushtaq Textile Mills Limited
Report on review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying Condensed interim Statement of financial Position of Dewan Mushtaq Textile Mills Limited ("the company") as at December 31, 2020 and the related Condensed interim statement of profit or loss and other comprehensive income, Condensed interim Statement of cash flow, Condensed interim statement of changes in equity, and the notes to the financial statement for the six months period then ended (hereinafter referred to as the "interim financial statements"). Management is responsible for the preparation and Presentation of these Condensed interim financial statements in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with the 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.

Basis of Adverse Conclusion

- a) The Condensed interim financial statements of the company for the Six months ended December 31, 2020 as disclosed in note 2 to the Condensed interim financial Statements reflect loss after taxation of Rs. 35.777 (December 31, 2019: Rs. 52.817) million and as of that date it has accumulated losses of Rs. 565.559 (June 30, 2020: Rs. 539.939) million and its current liabilities exceeded its current assets by Rs. 472.352 (June 30, 2020: Rs. 455.231) million without providing markups of Restructured and other liabilities and as refer in below para (b). The operations of the company were closed from July 2016 due to working capital constraints. Furthermore, the company defaulted in repayments of installments of restructured liabilities and short term finance facilities have expired and not been renewed by banks amounting to Rs. 100.00 million, hence as per the terms of the restructuring under clause 10.2 of the compromise agreement the entire restructured debt amounting to Rs. 176.359 million along with mark up of Rs. 119.824 million (eligible for waiver outstanding as of date of restructuring) have immediately become payable therefore provision for markup should be made in these financial statements. Further some of the lenders filed suit for execution of consent decree. These conditions lead us to believe that the going concern assumption used in preparation of these Condensed interim financial Statements is inappropriate; consequently the assets and liabilities should have been stated at their realizable and settlement amounts respectively.
- b) In addition to above, since the proposal, has not been accepted so far and the lenders, instead of the accepting the restructuring Proposal, the provision of mark up should be made in the Condensed interim financial statements. Had the provisions for the mark up, as discussed in preceding paragraph, been made in these financial statements, the loss after taxation and Mark up payable would have been higher and shareholders' equity would have been lower by Rs. 119.824 million.


Adverse Conclusion

Our review indicates that, because of the significance of the matter discussed in paragraph (a) coupled with financial impact of matter discussed in paragraph (b) above, these accompanying interim financial Statements as of and for the six months period ended December 31, 2020 is not prepared, in all material respects, in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial Reporting.

Other matter

The figures of the condensed interim statement of profit or loss and condensed interim statement of other comprehensive income for the quarters ended December 31, 2020 and December 31, 2019 have not been reviewed and we do not express a conclusion on them, we are required to review only the cumulative figures for the Six month ended December 31, 2020.

The engagement partner on the review resulting in this independent auditor's review report is Mohammad Ghalib.



CHARTERED ACCOUNTANTS
(Muhammad Ghalib)


Dated: February 22, 2021
Place : Karachi:

DEWAN MUSHTAQ TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2020

	(Un-Audited) July-Dec 2020	(Audited) June 30, 2020
Notes	----- (Rupees) -----	
<u>EQUITY AND LIABILITIES</u>		
<u>CAPITAL & RESERVES</u>		
<u>Authorized</u>		
12,000,000 (June 30, 2020: 12,000,000) Ordinary Shares of Rs. 10/- each	<u>120,000,000</u>	<u>120,000,000</u>
Issued, Subscribed and Paid-up Capital	<u>115,610,280</u>	115,610,280
Revenue Reserves	<u>(565,559,461)</u>	(539,938,998)
Revaluation surplus on property plant and equipment (Capital Reserve)	<u>578,405,594</u>	588,561,751
	<u>128,456,413</u>	164,233,033
<u>NON-CURRENT LIABILITIES</u>		
<u>Deferred Liabilities</u>		
Provision for staff gratuity	<u>42,395,114</u>	42,443,114
Deferred taxation	<u>79,003,070</u>	83,151,359
	<u>121,398,184</u>	125,594,473
<u>CURRENT LIABILITIES</u>		
Trade and other Payables	<u>102,665,587</u>	101,756,018
Mark-up accrued on loans	<u>109,203,567</u>	102,236,154
Unclaimed dividend	<u>308,319</u>	308,319
Current and over due portion long term loans	<u>176,358,892</u>	176,358,892
Short Term Borrowings	<u>205,338,173</u>	205,338,173
Provision for Taxation	<u>5,607,122</u>	5,607,122
	<u>599,481,660</u>	591,604,678
Contingencies and Commitments	6 -	--
	<u>849,336,257</u>	<u>881,432,184</u>
<u>ASSETS</u>		
<u>NON-CURRENT ASSETS</u>		
Property, Plant and Equipment	7 <u>719,876,587</u>	742,728,810
Long term Investment	8 -	--
Long Term Deposits	<u>2,329,728</u>	2,329,728
<u>CURRENT ASSETS</u>		
Stores, Spares and Loose Tools	<u>15,849,249</u>	15,849,249
Stock-in-Trade	<u>37,638,566</u>	37,638,566
Trade Debts - Considered Good	<u>26,911,582</u>	36,076,887
Advances - Considered good	<u>3,006,247</u>	3,006,247
Short term deposits and other receivable	<u>15,814,943</u>	15,814,943
Other Receivables - Unsecured, Considered good	<u>7,441,000</u>	7,441,000
Income Tax Refunds and Advances	<u>17,094,485</u>	17,093,768
Cash and Bank Balances	<u>3,373,870</u>	3,452,986
	<u>127,129,942</u>	136,373,646
	<u>849,336,257</u>	<u>881,432,184</u>

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


Ishtiaq Ahmed
 CEO & Director



Muhammad Irfan Ali
 Chief Financial Officer



Zafar Asim
 Director

DEWAN MUSHTAQ TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2020

	Notes	Half Year Ended		Quarter Ended	
		July-Dec 2020	July-Dec 2019	Oct-Dec 2020	Oct-Dec 2019
Sales - Net		-	-	-	--
Cost of Sales		<u>(26,391,457)</u>	<u>(30,130,821)</u>	<u>(13,374,694)</u>	<u>(14,181,668)</u>
Gross (Loss)		<u>(26,391,457)</u>	<u>(30,130,821)</u>	<u>(13,374,694)</u>	<u>(14,181,668)</u>
Operating expenses					
Administrative and General Expenses		<u>(5,340,894)</u>	<u>(6,196,048)</u>	<u>(2,762,013)</u>	<u>(3,154,245)</u>
Operating (Loss)		<u>(31,732,351)</u>	<u>(36,326,869)</u>	<u>(16,136,707)</u>	<u>(17,335,913)</u>
Finance Cost		<u>(8,192,558)</u>	<u>(21,135,283)</u>	<u>(4,146,626)</u>	<u>(10,775,589)</u>
(Loss) before taxation		<u>(39,924,909)</u>	<u>(57,462,152)</u>	<u>(20,283,333)</u>	<u>(28,111,502)</u>
Deferred		<u>4,148,289</u>	4,645,126	<u>2,074,145</u>	2,322,563
		<u>4,148,289</u>	4,645,126	<u>2,074,145</u>	2,322,563
(Loss) after taxation		<u><u>(35,776,620)</u></u>	<u><u>(52,817,026)</u></u>	<u><u>(18,209,188)</u></u>	<u><u>(25,788,939)</u></u>
(Loss) Per Share - Basic and diluted (Rupees)	11	<u><u>(3.09)</u></u>	<u><u>(4.57)</u></u>	<u><u>(1.57)</u></u>	<u><u>(2.23)</u></u>

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


Ishtiaq Ahmed
CEO & Director



Muhammad Irfan Ali
Chief Financial Officer


Zafar Asim
Director


DEWAN MUSHTAQ TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2020

	Half Year Ended		Quarter Ended	
	July-Dec 2020	July-Dec 2019	Oct-Dec 2020	Oct-Dec 2019
(Loss) for the period	(35,776,620)	(52,817,026)	(18,209,188)	(25,788,939)
Other comprehensive Income:		-	-	-
Effect of change in tax rates on balance of revaluation on property, plant and equipment	-	-	-	-
Total comprehensive (Loss) for the period	(35,776,620)	(52,817,026)	(18,209,188)	(25,788,939)

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



Ishtiaq Ahmed
CEO & Director



Muhammad Irfan Ali
Chief Financial Officer




Zafar Asim
Director

DEWAN MUSHTAQ TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2020

	July-Dec 2020	July-Dec 2019
Notes	----- (Rupees) -----	
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) before Taxation	(39,924,909)	(57,462,152)
Adjustment for Non-Cash and Other Items:		
Depreciation	22,852,223	25,732,477
Finance Cost	8,192,558	21,135,283
	<u>31,044,781</u>	<u>46,867,760</u>
	(8,880,128)	(10,594,392)
Working Capital Changes		
<i>(Increase) / Decrease in Current Assets</i>		
Trade Debts	9,165,305	9,879,822
Loans and Advances	-	1,000
(Increase)/Decrease in Current Liabilities		
Trade Creditors, Payable & others borrowings	909,569	2,611,052
	<u>10,074,874</u>	<u>12,491,874</u>
Taxes Paid	(717)	(1,739)
Gratuity Paid	(48,000)	(237,293)
	<u>(48,717)</u>	<u>(239,032)</u>
Net Cash Inflow/ (Outflow) from Operating Activities	<u>1,146,029</u>	<u>1,658,450</u>
Net Cash Inflow / (Outflow) from Investing Activities	-	--
CASH FLOW FROM FINANCING ACTIVITIES		
Finance Cost Paid	(1,225,145)	(1,790,506)
Net Cash Inflow/ (Outflow) from Financing Activities	<u>(1,225,145)</u>	<u>(1,790,506)</u>
Net (decrease) / Increase in Cash and Cash Equivalents	<u>(79,116)</u>	<u>(132,056)</u>
Cash and Cash Equivalents at the beginning of the period	<u>3,452,986</u>	<u>3,438,957</u>
Cash and cash equivalents at the end of the period	<u>3,373,870</u>	<u>3,306,901</u>

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


Ishtiaq Ahmed
CEO & Director


Muhammad Irfan Ali
Chief Financial Officer



Zafar Asim
Director

DEWAN MUSHTAQ TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2020

	Issued, subscribed and paid-up capital	Revenue Reserves		Capital Reserves	Total
		General Reserve	Accumulated Loss	Revaluation Surplus on property, plant & equipment	
----- (Rupees) -----					
Balance as at 1st July 2019	115,610,280	45,000,000	(503,671,894)	611,306,848	268,245,234
Total comprehensive (Loss) for period					-
(Loss) for the period	-	-	(52,817,026)	-	(52,817,026)
Other comprehensive income for the period	-	-	-	-	-
	-	-	(52,817,026)	-	(52,817,026)
Transfer to accumulated loss in respect of incremental depreciation - net of tax	-	-	11,372,549	(11,372,549)	-
Balance as at December 31, 2019	115,610,280	45,000,000	(545,116,371)	599,934,299	215,428,208
Balance as at July 01, 2020	115,610,280	45,000,000	(584,938,998)	588,561,751	164,233,033
Total comprehensive (Loss) for period					
(Loss) for the period	-	-	(35,776,620)	-	(35,776,620)
Other comprehensive income for the period	-	-	-	-	-
	-	-	(35,776,620)	-	(35,776,620)
Transfer to accumulated loss in respect of incremental depreciation - net of tax	-	-	10,156,157	(10,156,157)	-
Balance as at Dec. 31, 2020	115,610,280	45,000,000	(610,559,461)	578,405,594	128,456,413

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


Ishtiaq Ahmed
 CEO & Director


Muhammad Irfan Ali
 Chief Financial Officer


Zafar Asim
 Director

DEWAN MUSHTAQ TEXTILE MILLS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2020

1. Corporate Information

Dewan Mushtaq Textile Mills Limited (the Company) was incorporated in Pakistan, as a public limited company on November 04, 1970, under the Companies Act, 1913 (Now the Companies Act, 2017) and its shares are listed on Pakistan Stock Exchange Limited. The registered office of the company is located at 3-A, Lalazar, Beach Hotel Road, Karachi, Pakistan; while its manufacturing facilities are located at A-30, S.I.T.E., Hyderabad, Sindh, Pakistan. The principal activity of the Company is trading, manufacturing and sale of yarn, however operation are suspended since July 2016.

2 Going Concern Assumption

The condensed interim financial statements of the company for the period ended December 31, 2020 reflect that company has sustained a net loss after taxation of Rs.35.777 million (June 2020: Rs.104.012 million) and as of that date company has negative reserves of Rs. 565.559 million have resulted in negative equity of Rs.128.456 million. Further the company's short term borrowing facilities having limit to the extent of Rs.100 million have expired and not been renewed. Company defaulted in repayment of its restructured liabilities due to liquidity crunch caused by the overall lesser market demand and adverse factors being faced by the textile industry in the country. Due to the aforementioned scenario, the Company, for the time being, has also suspended its manufacturing & other operations since July 2016 Accordingly, the entire restructured liabilities along with markup eligible for waiver become immediately repayable. These conditions indicate the existence of material uncertainty which may cast significant doubt about the company's ability to continue as a going concern, therefore the company may not be able to realize its assets and discharge its liabilities during the normal course of business.

The condensed interim financial statements has been prepared on going concern assumption as the Company approached its lenders for further restructuring of its liabilities which is in process. Company is hopeful that such restructuring will be effective soon and will further streamline the funding requirements of the Company which will ultimately help the management to run the operations smoothly with optimum utilization of production capacity. As the conditions mentioned in the foregoing paragraph are temporary and would reverse therefore the preparation of the condensed interim financial statements using going concern assumption is justified.

3 BASIS OF PREPARATION

3.1 These condensed interim financial statements of the Company have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of 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 from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3.2 These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended 30 June 2020.

4 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

4.1 The accounting policies and methods of computation adopted and applied in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 30 June 2020.

4.2 Application of new and revised International Financial Reporting Standards

4.2.1 Standards, amendments to standards and interpretations becoming effective in future periods

There are certain new standards, amendments to existing standards and new interpretations on approved accounting

standards that became effective during the period and are mandatory for accounting periods of the Company beginning on or after July 01, 2020 but are considered not to be relevant or not to have any material effect on the Company's operations and are, therefore, not disclosed in these condensed interim financial statements.

4.2.2 Standards, amendments to standards and interpretations becoming effective during the period

There are certain new standards, amendments to standards and interpretations that will become effective in future accounting periods but are considered not to be relevant or not to have any material effect on the Company's operations and are, therefore, not disclosed in these condensed interim financial statements.

5 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

5.1 The preparation of these condensed interim financial statements 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. Revision to accounting estimates are recognized prospectively commencing from the period of revision.

5.2 Judgements and estimates made by management in the preparation of these condensed interim financial statements are the same as those that were applied to the financial statements as at and for the year ended June 30, 2020.

5.3 The Company's financial risk management objectives and policies are consistent with those objectives and policies which were disclosed in the financial statements of the Company for the year ended June 30, 2020

6 Contingencies and Commitments

There has been no significant change in the contingencies and commitments since the last audited financial statements for the year ended June 30, 2020.

		(Un-Audited) July-Dec 2020	(Audited) June'30 2020
		(Rupees)	
7 Property, Plant & Equipments			
Operating Fixed Assets	7.1	<u>719,876,587</u>	<u>742,728,810</u>
		<u>719,876,587</u>	<u>742,728,810</u>
7.1 Operating Fixed Assets			
Opening written down value		742,728,810	794,120,327
Depreciation during the period / year		(22,852,223)	(51,391,517)
Closing written down value		<u>719,876,587</u>	<u>742,728,810</u>

8 Long Term Investment

Investment in associate

Dewan Salman Fibre Limited

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8.1 Associate is an entity over which the Company has significant influence but no control. Company's investee company is considered to be its associate by virtue of common directorship, member of Yusuf Dewan companies and its ownership interest of 5.42% in investee company.

8.2 Investment in Dewan Salman Fibre Limited - at equity method

Number of shares held	19,864,518	19,864,518
Cost of investment (Rupees)	40,000,000	40,000,000
Fair value of investment (Rupees)	17,480,776	17,480,776
Ownership interest	5.42%	5.42%

8.3 Investment in associated company was made in accordance with the requirement of then effective Companies Act, 2017. As the Company's share of losses exceed its interest in the associate, the Company has discontinued recognising its share of further losses. Market value is based on last available quoted price as of February 19, 2018.

	(Un-Audited) July-Dec 2020	(Un-Audited) July-Dec 2019
9 Cash and Cash Equivalents		
Cash in Hand	50,000	27,517
Cash at Banks - Current Accounts	3,323,870	3,279,384
	3,373,870	3,306,901

10 Related Party Transactions

During the period provident fund contribution of Rs.0.291 million (Dec 2019: Rs.0.291 million).

	July-Dec 2020	July-Dec 2019
11 (Loss) Per Share - Basic and diluted		
(Loss) after Taxation	(35,776,620)	(52,817,026)
Weighted Average Number of Ordinary Share (Nos)	11,561,028	11,561,028
(Loss) Per Share - Basic and diluted (Rupees)	(3.09)	(4.57)

12 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 "Interim Financial Reporting", balance sheet has been compared with the balances of annual financial statements, whereas profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial period


13 Date Of Authorization For Issue

These condensed interim financial statements was authorized for issue on February 22, 2021 by the Board of Directors of the Company.

14 General

Figures have been rounded off to the nearest rupees unless otherwise stated.


Ishtiaq Ahmed
CEO & Director


Muhammad Irfan Ali
Chief Financial Officer


Zafar Asim
Director

ڈائریکٹرز رپورٹ

شروع کرتا ہوں اللہ تعالیٰ کے نام سے جو بڑا مہربان اور نہایت رحم والا ہے
اگر تم شکر ادا کرو گے تو میں تم پر (نعمتوں میں) ضرور اضافہ کروں گا (القرآن)

آپ کی کمپنی کے بورڈ آف ڈائریکٹرز 31 دسمبر 2020ء کو ختم ہونے والی ششماہی کے لئے کمپنیز ایکٹ 2017ء کے سیکشن 237 اور سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے جاری کردہ کوڈ آف کارپوریٹ گورننس کی تعمیل کرتے ہوئے غیر میعاد عبوری مالیاتی حسابات پیش کرنے پر خوشی محسوس کر رہے ہیں۔

مالیاتی نتائج (فیکٹری بند):

دوران مدت آپریشن بند ہونے کے باعث کمپنی کی خالص فروخت صفر رہی۔ فی الحال کمپنی جولائی 2016ء سے اپنی پیداواری سرگرمیاں معطل کر چکی ہے جو کہ صنعت کو درپیش مسائل، مارکیٹ کی کم طلب اور کاروباری سرمایہ میں کمی کے باعث آپریشن جاری نہیں کیا جاسکا۔

کمپنی کے آڈیٹرز نے آپریشن کی بندش، قرضہ جات کی قسطوں کی ادائیگی اور مارک اپ سے متعلق غیر عدم فراہمی اور مشکوک قرضوں کے لئے فراہمی جو کہ ان کی جائزہ رپورٹ میں بیان کیا گیا ہے، کے باعث مستقبل کی تشویش سے متعلق اپنی جائزہ رپورٹ میں منفی نتیجہ کا اظہار کیا ہے۔ مجموعی عبوری مالی بیانات تشویش کا اظہار کرتے ہوئے تیار کیئے گئے ہیں کیونکہ کمپنی نے اپنے قرض دہندگان سے اپنی ذمہ داریوں کی مزید تنظیم نو کے لئے رابطہ کیا ہے جو کہ جاری ہے۔ انتظامیہ کو امید ہے کہ جلد ہی اس طرح کی نظر ثانی کو حتمی شکل دے دی جائے گی جس سے کمپنی اپنے آپریشنز دوبارہ شروع کر سکے گی۔

مستقبل کا نظریہ:

انتظامیہ مستقبل میں صورتحال بہتر ہونے کے ساتھ ہی بہت جلد اپنی پیداواری سرگرمیاں دوبارہ شروع کرنے کی کوشش کر رہی ہے۔ ویکسینز کی دستیابی کے ساتھ، یہ توقع کی جا رہی ہے کہ اب عالمی سطح پر وبائی امراض کے اثرات کو کم کیا جائے گا اور اس کے تحت عالمی سطح پر معاشی سرگرمیاں معمول پر آئیں گی۔ اگرچہ دوسری اہر کے دوران معمولی ہچکولے دیکھنے میں آئے، لیکن پورے پاکستان نے بطور قوم نظم و ضبط کا بہترین مظاہرہ کیا۔ جیسے ہی ہم نئے مالیاتی سال میں داخل ہوئے، معاملات نے پاکستان کے لئے زور پکڑنا شروع کر دیا۔ برآمدات اور ترسیلات زرا و پری سطح پر پہنچ گئیں


معاشی لچک اور بہتری کی علامات کے باوجود، درآمدات کی وجہ سے کرنٹ اکاؤنٹ پر دباؤ پڑ سکتا ہے کیونکہ حالیہ مصنوعی یارن اور سوتی یارن پر ریگولیٹری ڈیوٹی کا خاتمہ، پلانٹ اور مشینری کی درآمد، تیل کی بین الاقوامی قیمتوں میں اضافے کا رجحان ہے۔ یہ عوامل مختصر مدت میں زرمبادلہ کی شرح کو اوپر کی طرف دھکیل سکتے ہیں۔ مزید برآں، بڑھتے ہوئے قرضہ جات، زیادہ افراط زر، روزمرہ قیمتوں میں اضافہ، غیر مستحکم سیاسی حالات اور جغرافیائی سیاسی تناؤ کے چیلنجز سے یہ نقطہ نظر غیر واضح ہو سکتا ہے۔

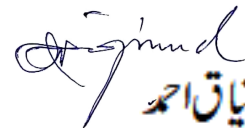
نتیجہ:

نتیجہ کے حوالے سے ہم اللہ تعالیٰ رحمن و رحیم سے دعا کرتے ہیں وہ اپنے حبیب حضرت محمد ﷺ کے طفیل اپنی رحمت، ہدایات اور فضل و کرم ہم پر اسی طرح قائم رکھے جو کہ نہ صرف ہم پر بلکہ ہماری کمپنی اور ہمارے ملک پر بھی اپنی رحمت نازل کرے، ہم اللہ تعالیٰ سے یہ بھی دعا کرتے ہیں کہ تمام مسلم ائمہ کے مابین صحیح اسلامی جذبہ، اخوت اور بھائی چارگی پیدا کرے۔ آمین ثمہ آمین۔

میرا پروردگار یقیناً ہماری دعاؤں کو سنتا ہے۔ (قرآن کریم)

بورڈ آف ڈائریکٹرز کی جانب سے


ظفر عاصم
ڈائریکٹر


اشتیاق احمد
چیف ایگزیکٹو آفیسر

مورخہ: 22 فروری 2021ء