

MAQBOOL

Textile Mills Limited



FINANCIAL STATEMENTS (UN-AUDITED)

For the Third Quarter
&
Nine Months Period Ended
March 31, 2018

BOARD OF DIRECTORS

1. Mian Tanvir Ahmad Sheikh - Chairman
2. Mian Anis Ahmad Sheikh - Chief Executive Officer
3. Mian Idrees Ahmad Sheikh - Non-Executive Director
4. Mian Aziz Ahmad Sheikh - Non-Executive Director
5. Mian Atta Shafi Tarvir Sheikh - Executive Director
6. Maj. (R) Javed Mussarat - Independent Director
7. Syed Raza Abbas Jaffari - (Rep. NIT)

DIRECTORS' REVIEW

Dear Shareholders,

On behalf of the Board of Directors of the Company, it is my privilege to present before you the Un-Audited Financial Statements of Accounts of your Company for the 3rd quarter and nine months period ended March 31, 2018.

During the period under report, there was increase in the prices of raw material i.e. Cotton and Polyester Fibre without proportional increase in prices of Yarn. The prices of Cotton & polyester fibre went up following the devaluation of Pakistani rupee against international currencies. Under these circumstances, your Company earned Pre-Tax Profit of **Rs.23,636,425/-** for the 3rd Quarter ending on March 31, 2018 which after providing the tax liability netted at **Rs.7,159,735/-** and for the Nine Months period ending March 31, 2018 the Pre-Tax Profit was **Rs.69,591,301/-** which after providing the tax liability netted at amounting to **Rs.20,043,638/-**.

Your Directors are hopeful of better performance by your Company in the remaining period of the current financial year to end on June 30, 2018.

On behalf of the Board

Place: Multan
Dated: 28-04-2018

Sd/-
Mian Tanvir Ahmad Sheikh
Chairman

**BALANCE SHEET AS AT MARCH 31, 2018
UN-AUDITED**

	March 31, 2018 Rupees	June 30, 2017 Rupees
ASSETS		
Non-current assets		
Property, plant and equipment	1,809,371,129	1,840,019,477
Long term deposits	5,668,939	5,668,939
	1,815,040,068	1,845,688,416
Current assets		
Stores and spares	39,546,257	40,852,290
Stock in trade	1,004,383,130	674,239,168
Trade debts	441,194,208	268,592,414
Loans and advances	35,410,986	36,294,979
Trade deposits and prepayments	221,803	221,803
Sales tax refundable	85,384,147	93,431,633
Advance tax	119,243,789	81,697,959
Export rebate refundable	74,290,879	33,635,697
Cash and bank balances	10,351,698	32,176,107
	1,810,026,897	1,261,142,050
Total assets	3,625,066,966	3,106,830,466
EQUITY AND LIABILITIES		
Share capital and reserves		
Share capital	168,000,000	168,000,000
General reserve	168,000,000	168,000,000
Unappropriated profits	236,170,526	194,868,151
	572,170,526	530,868,151
Surplus on revaluation of property, plant and equipment	683,716,369	704,975,105
Non-current liabilities		
Long term financing	85,485,277	145,187,000
Long term loans from related parties	50,075,132	46,581,518
Deferred liabilities	208,091,750	220,101,043
	343,652,159	411,869,561
Current liabilities		
Trade and other payables	218,403,023	195,449,595
Accrued mark up	34,073,938	22,776,483
Short term borrowings	1,604,278,316	1,128,003,470
Current portion of long term financing	74,868,797	68,531,926
Provision for tax	93,903,838	44,356,175
	2,025,527,913	1,459,117,649
Contingencies and commitments	-	-
Total equity and liabilities	3,625,066,966	3,106,830,466

Sd/-

**Mian Tanvir Ahmad Sheikh
Chairman**

**PROFIT & LOSS ACCOUNT - (UN-AUDITED)
FOR THE PERIOD OF NINE MONTHS ENDED MARCH 31, 2018**

	Jul. 01, 2017 to Mar. 31, 2018 Rupees	Jul. 01, 2016 to Mar. 31, 2017 Rupees	Jan. 01, 2018 to Mar. 31, 2018 Rupees	Jan. 01, 2017 to Mar. 31, 2017 Rupees
Sales	3,963,813,037	3,714,227,012	1,430,896,670	1,233,971,565
Cost of goods sold	(3,692,622,095)	(3,532,254,816)	(1,344,971,463)	(1,155,093,009)
Gross Profit	271,190,942	181,972,196	85,925,207	78,878,556
Other operating income	14,744,283	4,867,848	5,541,594	1,122,017
	285,935,225	186,840,044	91,466,801	80,000,573
Distribution cost	(50,212,645)	(51,039,451)	(10,109,234)	(14,785,399)
Administrative expenses	(71,469,088)	(70,676,923)	(18,960,268)	(15,266,754)
Other operating expenses	-	-	-	-
	(121,681,733)	(121,716,374)	(29,069,502)	(30,052,153)
Finance cost	(94,662,191)	(74,294,733)	(38,760,874)	(24,194,524)
Profit before taxation	69,591,301	(9,171,063)	23,636,425	25,753,896
Provision for Taxation	(49,547,663)	(21,396,631)	(16,476,690)	(12,233,612)
Profit for the period	20,043,638	(30,567,694)	7,159,735	13,520,284
Other comprehensive profit/(loss) for the period - net of tax	-	-	-	-
	20,043,638	(30,567,694)	7,159,735	13,520,284
(Loss)/Earnings per share	1.19	(1.82)	0.43	0.80

Notes to the Accounts

- These un-audited financial statements are being presented to the shareholders as required under SECP Notification No. SRO 746(1)/2001 dated 05.11.2001 and in accordance with the requirements of International Accounting Standard-34 "Interim Financial Reporting".
- Accounting policies adopted for the preparation of these quarterly accounts are the same as adopted in the preceding periodic financial statements.
- Figures in these accounts have been rounded off to the nearest rupee.

Sd/-

**Mian Anis Ahmad Sheikh
C.E.O.**

CASH FLOW STATEMENT - (UN-AUDITED)
FOR THE PERIOD OF NINE MONTHS ENDED MARCH 31, 2018

	March 31, 2018 Rupees	March 31, 2017 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	69,591,301	(9,171,063)
Adjustments for:		
Depreciation	66,259,463	67,389,189
Provision for gratuity	16,222,711	14,308,486
Finance cost	94,662,191	74,294,733
	<u>177,144,365</u>	<u>155,992,408</u>
Operating cash flows before working capital changes	246,735,666	146,821,345
(Increase)/decrease in current assets		
Stores and spares	1,306,033	(2,761,719)
Stock-in-trade	(330,143,962)	(43,605,377)
Trade debts	(172,601,794)	(154,280,090)
Loans and advances	883,993	(40,772,298)
Tax refunds due from government	8,047,486	(27,799,157)
Export rebate refundable	(40,655,182)	-
	<u>(533,163,425)</u>	<u>(269,218,641)</u>
(Decrease)/increase in current liabilities		
Trade and other payables	22,953,428	127,304,262
Cash (used in) / generated from operations	<u>(263,474,331)</u>	<u>4,906,966</u>
Income tax paid	(37,545,830)	(33,749,317)
Gratuity paid	(28,232,004)	(25,561,236)
Finance cost paid	(79,871,122)	(77,426,020)
	<u>(145,648,956)</u>	<u>(136,736,573)</u>
Net cash used in operating activities	<u>(409,123,287)</u>	<u>(131,829,607)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property, plant and equipment	(35,611,115)	(37,842,499)
Long-term deposits	-	-
Redemption of long-term investments	-	-
Net cash used in investing activities	<u>(35,611,115)</u>	<u>(37,842,499)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of Long-term finances	(53,364,852)	(45,362,964)
Short-term borrowings - net	476,274,846	204,153,222
Net cash generated from financing activities	<u>422,909,994</u>	<u>158,790,258</u>
Net increase/(decrease) in cash and cash equivalents	<u>(21,824,409)</u>	<u>(10,881,848)</u>
Cash and cash equivalents at the beginning of the year	32,176,107	17,845,776
Cash and cash equivalents at the end of the period	<u>10,351,698</u>	<u>6,963,928</u>

Sd/-

Mian Idrees Ahmad Sheikh
Director

STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD OF NINE MONTHS ENDED MARCH 31, 2018

	Share capital	Revenue reserves		Total
	Issued, subscribed and paid-up	General reserve	Unappropriated profit	
	----- Rupees -----			
Balance as at July 01, 2016	168,000,000	168,000,000	126,787,632	462,787,632
Profit for the period	-	-	(30,567,694)	(30,567,694)
Other comprehensive income for the period	-	-	-	-
Transfer to unappropriated profit on account of incremental depreciation on surplus of revaluation of property, plant & machinery	-	-	13,363,712	13,363,712
Present value adjustment on loans from related parties	-	-	(4,227,273)	(4,227,273)
Balance as at March 31, 2017	<u>168,000,000</u>	<u>168,000,000</u>	<u>105,356,377</u>	<u>441,356,377</u>
Balance as at July 01, 2017	168,000,000	168,000,000	194,868,151	530,868,151
Profit for the period	-	-	20,043,638	20,043,638
Other comprehensive income for the period	-	-	-	-
Transfer to unappropriated profit on account of incremental depreciation on surplus of revaluation of property, plant & machinery	-	-	20,043,638	20,043,638
Transfer to unappropriated profit on account of incremental depreciation on surplus of revaluation of property, plant & machinery	-	-	21,258,737	21,258,737
Balance as at March 31, 2018	<u>168,000,000</u>	<u>168,000,000</u>	<u>236,170,526</u>	<u>572,170,526</u>

Sd/-

Muhammad Ehsanullah Khan
Chief Financial Officer

ڈائریکٹران کا جائزہ

محترم حصص داران!

آپ کے ڈائریکٹر کمپنی کے غیر آڈٹ شدہ مالیاتی نتائج برائے تیسری سہ ماہی اور نو ماہی مدتِ مختتمہ 31 مارچ 2018ء پیش کرتے ہیں۔

پیش کردہ مالیاتی رپورٹ کے دورانیہ میں خام مال کے نرخوں میں اضافہ ہوا، جبکہ سوت کے نرخوں میں اضافے کی شرح خام مال کے مقابلے میں نسبتاً کم رہی۔ بین الاقوامی کرنسیوں کی شرح کے مقابلے میں پاکستانی روپے کی قدر میں کمی ہوئی، جس کی وجہ سے پولیسٹر اور کائٹن کے نرخوں میں اضافہ ہوا۔ ان حالات کے باوجود، مالی سال 2017-2018 کی تیسری سہ ماہی مختتمہ 31 مارچ 2018ء میں آپ کی کمپنی کا منافع قبل از ٹیکس مبلغ 23,636,425 روپے ہے جبکہ اسی سابقہ مدت کے لئے کمپنی کا منافع بعد از ٹیکس مبلغ 7,159,735 روپے تھا اور نو ماہی مدتِ مختتمہ 31 مارچ 2018ء میں کمپنی کا منافع قبل از ٹیکس مبلغ 69,591,301 روپے ہے جبکہ اسی سابقہ مدت کے لئے کمپنی کا منافع بعد از ٹیکس مبلغ 20,043,638 روپے تھا۔

آپ کے ڈائریکٹران امید کرتے ہیں کہ کمپنی 30 جون 2018ء میں اختتام ہونے والے مالیاتی سال کی بقایا مدت میں مزید بہتر نتائج حاصل کرے گی۔

بحکم بورڈ آف ڈائریکٹرز

دستخط

ملتان۔ بتاریخ 28 اپریل 2018ء

میاں تنویر احمد شیخ۔ چیئرمین

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MILLS UNIT III:

Pir Mahal Rajana Raod, Tehsil Kamalia Distt. T.T. Singh.