



1st Quarterly Accounts

September 30, 2019

Mahmood Textile
Mills Limited



*Since
1970*



02

Mahmood Textile
Mills Limited

Directors' Review to Shareholders

The Directors of Mahmood Textile Mills Limited are pleased to present its review report along with un-audited condensed interim financial information of your Company for the 1st Quarter ended 30th September 2019. With the blessings of Almighty Allah the Company during the quarter under report after providing depreciation and income tax earned net profit of Rs. 116.81 Million.

Future results are unpredictable as local as well as international markets of cotton, yarn and fabrics are volatile.

The detail of production and sales of yarn and fabrics is tabulated as under:

PRODUCTION DATA

Production of yarn (Converted into 20 count)	=kgs.	9,977,634
Production of cloth (Converted into 60 picks)	=mtrs.	10,439,930

SALES DATA

Export sale (Net)	=Rs.	5,070	(Million)
Local sale (Net)	=Rs.	1,268	(Million)
Total Sales (Net)	=Rs.	6,338	(Million)

The management record its appreciation for the support of Board of Directors, regulatory authorities, shareholders, customers, financial institutions, suppliers and dedication & hard work of the staff and workers.

For and on behalf of the board

sd/-
(KHAWAJA MUHAMMAD IQBAL)
Chief Executive Officer

sd/-
(KHAWAJA MUHAMMAD YUNUS)
Director

Multan:
Dated: 29th October, 2019

Condensed Interim Statement of Financial Position

As at September 30, 2019

	(Un-Audited) 30 Sep 2019	(Audited) 30 Jun 2019
ASSETS		
Non-current assets		
Property, plant and equipment	8,799,448,635	8,941,221,425
Long term investments	3,988,694,040	3,888,694,040
Long term deposits	9,980,881	9,980,881
	12,798,123,556	12,839,896,346
Current assets		
Stores, spares and loose tools	260,107,504	299,902,296
Stock in trade	4,658,262,573	7,593,497,763
Trade debts	1,823,739,443	1,685,878,358
Loans and advances	2,472,937,759	598,860,571
Other receivables	393,544,840	274,891,275
Short term investments	1,248,135,313	1,370,406,290
Sales tax refund bonds	48,900,000	35,300,000
Tax refunds due from the Government	541,193,653	543,014,606
Cash and bank balances	89,237,939	24,598,057
	11,536,059,024	12,426,349,216
TOTAL ASSETS	24,334,182,580	25,266,245,562
EQUITY AND LIABILITIES		
Equity		
Authorized share capital		
30,000,000 ordinary shares of Rs.10 each	300,000,000	300,000,000
Issued, subscribed and paid-up share capital	150,000,000	150,000,000
Capital reserves:		
Capital reserve	7,120,600	7,120,600
Surplus on revaluation of property, plant and equipment	2,916,720,253	2,916,720,253
Revenue reserve - Unappropriated profit	5,607,474,618	5,490,667,026
	8,681,315,471	8,564,507,879
Liabilities		
Non-current liabilities		
Long term financing	5,229,201,284	3,349,875,623
Current liabilities		
Trade and other payables	1,547,230,100	1,441,643,503
Unclaimed dividends	2,472,353	2,472,353
Accrued mark-up	352,773,469	379,719,310
Short term borrowings	7,758,588,744	10,863,086,159
Current maturity of long term financing	471,601,159	433,940,735
Taxation	291,000,000	231,000,000
	10,423,665,825	13,351,862,060
TOTAL EQUITY AND LIABILITIES	24,334,182,580	25,266,245,562

Sd/-
(KH. MUHAMMAD ILYAS)
CHAIRMAN

Sd/-
(KH. MUHAMMAD IQBAL)
CHIEF EXECUTIVE OFFICER

Sd/-
(KH. MUHAMMAD YOUNUS)
DIRECTOR

Sd/-
(MUHAMMAD AMIN PAL)
CHIEF FINANCIAL OFFICER

Condensed Interim Statement of Comprehensive Income (Un-audited)

For the period ended September 30, 2019

	Jul-Sep 30-Sep-19 Rupees	Jul-Sep 30-Sep-18 Rupees
Sales - net	6,337,709,893	5,442,830,302
Cost of sales	(5,747,416,691)	(4,736,011,740)
Gross Profit	590,293,202	706,818,562
Distribution cost	(140,848,123)	(127,202,913)
Administrative expenses	(143,734,911)	(100,933,076)
Other income	274,808,936	4,932,861
Other expenses	-	-
Profit from operations	580,519,104	483,615,434
Finance cost	(442,866,764)	(256,100,343)
Profit before taxation	137,652,340	227,515,091
Taxation	(20,844,748)	(54,428,303)
Profit after Taxation	116,807,592	173,086,788
Earnings per Share	7.79	11.54
Cost of Sales		
Opening Stock	967,848,935	612,274,478
Cost of goods manufactured	6,250,776,302	5,017,604,482
Closing Stock	(1,471,208,546)	(893,867,220)
Cost of Sales	5,747,416,691	4,736,011,740
Raw material consumed	5,163,881,028	4,030,584,584
Stores, spares & Loose tools	170,528,239	116,761,217
Salaries, wages & benefits	345,789,036	314,862,201
Insurance	17,610,606	13,743,223
Electric power & gas	401,444,857	407,771,015
Repair & maintenance	7,191,580	4,326,262
Depreciation	144,330,955	129,555,980
	6,250,776,302	5,017,604,482

Sd/-
(KH. MUHAMMAD ILYAS)
CHAIRMAN

Sd/-
(KH. MUHAMMAD IQBAL)
CHIEF EXECUTIVE OFFICER

Sd/-
(KH. MUHAMMAD YOUNUS)
DIRECTOR

Sd/-
(MUHAMMAD AMIN PAL)
CHIEF FINANCIAL OFFICER

Quarterly Accounts
(September 30, 2019)

05

Condensed Interim Statement of Changes in Equity (Un-audited)

For the period ended September 30, 2019

	Capital reserves		Revenue reserve		Total
	Share Capital	Capital reserve	Surplus on revaluation of property, plant and equipment	Unappropriated profit	
	----- Rupees -----				
Balance as at June 30, 2018 (re-stated)	150,000,000	7,120,600	-	4,702,968,042	4,860,088,642
Impact of re-statement due to applicability of IFRS 15	-	-	-	(5,917,520)	(5,917,520)
	150,000,000	7,120,600	-	4,697,050,522	4,854,171,122
Transactions with owners					
Final cash dividend for the year ended June 30, 2018 @ Rs. 2.5 per share				(37,500,000)	(37,500,000)
Total Comprehensive income for the year					
Profit for the year	-	-	-	831,116,504	831,116,504
Other comprehensive income for the year	-	-	2,916,720,253	-	2,916,720,253
	-	-	2,916,720,253	831,116,504	3,747,836,757
Balance as at June 30, 2019	150,000,000	7,120,600	2,916,720,253	5,490,667,026	8,564,507,879
Total Comprehensive income for the period					
Profit for the period				116,807,592	116,807,591
Other comprehensive income for the period				-	-
				116,807,592	116,807,591
Balance as at September 30, 2019	150,000,000	7,120,600	2,916,720,253	5,607,474,618	8,681,315,470

NOTES TO THE ACCOUNTS

1. These accounts are un-audited and are being presented to Members as required under Section 237 of the Companies Act 2017.
2. Accounting Policies have been adopted are the same applied in the preparation of Annual Accounts for the year ended 30-06-2019.
3. Provision for WPPF has not been made in the accounts and will be provided at the end of the year 30-06-2020.
4. Figures are re-arranged where ever necessary for the purposes of comparison and figures are rounded off to the nearest rupee.

Sd/-
(KH. MUHAMMAD ILYAS)
CHAIRMAN

Sd/-
(KH. MUHAMMAD IQBAL)
CHIEF EXECUTIVE OFFICER

Sd/-
(KH. MUHAMMAD YOUNUS)
DIRECTOR

Sd/-
(MUHAMMAD AMIN PAL)
CHIEF FINANCIAL OFFICER

Condensed Interim Statement of Cash Flows (Un-audited)

For the period ended September 30, 2019

	Jul-Sep 30-Sep-19 Rupees	Jul-Sep 30-Sep-18 Rupees
Cash flows from operating activities		
Profit for the year - before taxation and share of profit of associates	137,652,340	227,515,091
Adjustments for non-cash charges and other items:		
Depreciation	152,775,770	138,078,308
Gain on disposal of operating fixed assets - net	(112,960)	(914,299)
Gain on sale of short term investments	(9,363,828)	(4,018,562)
Finance cost	442,866,764	256,100,343
Profit before working capital changes	723,818,085	616,760,881
Effect on cash flows due to working capital changes		
(Increase) / decrease in current assets		
Stores, spares and loose tools	39,794,792	118,901,124
Stock in trade	2,935,235,190	(343,892,367)
Trade debts	(137,861,085)	514,062,562
Loans and advances	(1,874,077,188)	(1,280,972,394)
Other receivables	(118,653,565)	2,991,667
Sales tax refunds	20,152,310	(17,650,954)
Increase in trade and other payables	144,741,849	73,304,340
	1,009,332,303	(933,256,022)
Cash generated from / (used in) operations	1,733,150,388	(316,495,141)
Income tax paid	(31,931,357)	(46,543,753)
Net cash generated from / (used in) operating activities	1,701,219,031	(363,038,894)
Cash flows from investing activities		
Purchase of property, plant and equipment	(17,240,019)	(274,674,176)
Sale proceeds of operating fixed assets	6,350,000	15,626,758
Short term investments - net	131,634,805	(299,384,497)
Long term investments - net	(100,000,000)	
Long term deposits	-	(743,360)
Net cash generated from / used in investing activities	20,744,786	(559,175,275)
Cash flows from financing activities		
Long term financing - net	1,916,986,085	230,474,892
Dividend paid	-	(13,252)
Short term borrowings - net	(3,104,497,415)	997,026,064
Finance cost paid	(469,812,605)	(248,474,673)
Net cash (used in) / generated from financing activities	(1,657,323,935)	979,013,031
Net increase in cash and cash equivalents	64,639,882	56,798,862
Cash and cash equivalents - at beginning of the year	24,598,057	32,362,744
Cash and cash equivalents - at end of the year	89,237,939	89,161,606

Sd/-
(KH. MUHAMMAD ILYAS)
CHAIRMAN

Sd/-
(KH. MUHAMMAD IQBAL)
CHIEF EXECUTIVE OFFICER

Sd/-
(KH. MUHAMMAD YOUNUS)
DIRECTOR

Sd/-
(MUHAMMAD AMIN PAL)
CHIEF FINANCIAL OFFICER



BOOK POST
Printed Matter
UNDER POSTAL CERTIFICATE

To,

If Undelivered, Please return to:
MAHMOOD TEXTILE MILLS LTD.
Maher Manzil, Lohari Gate, Multan.