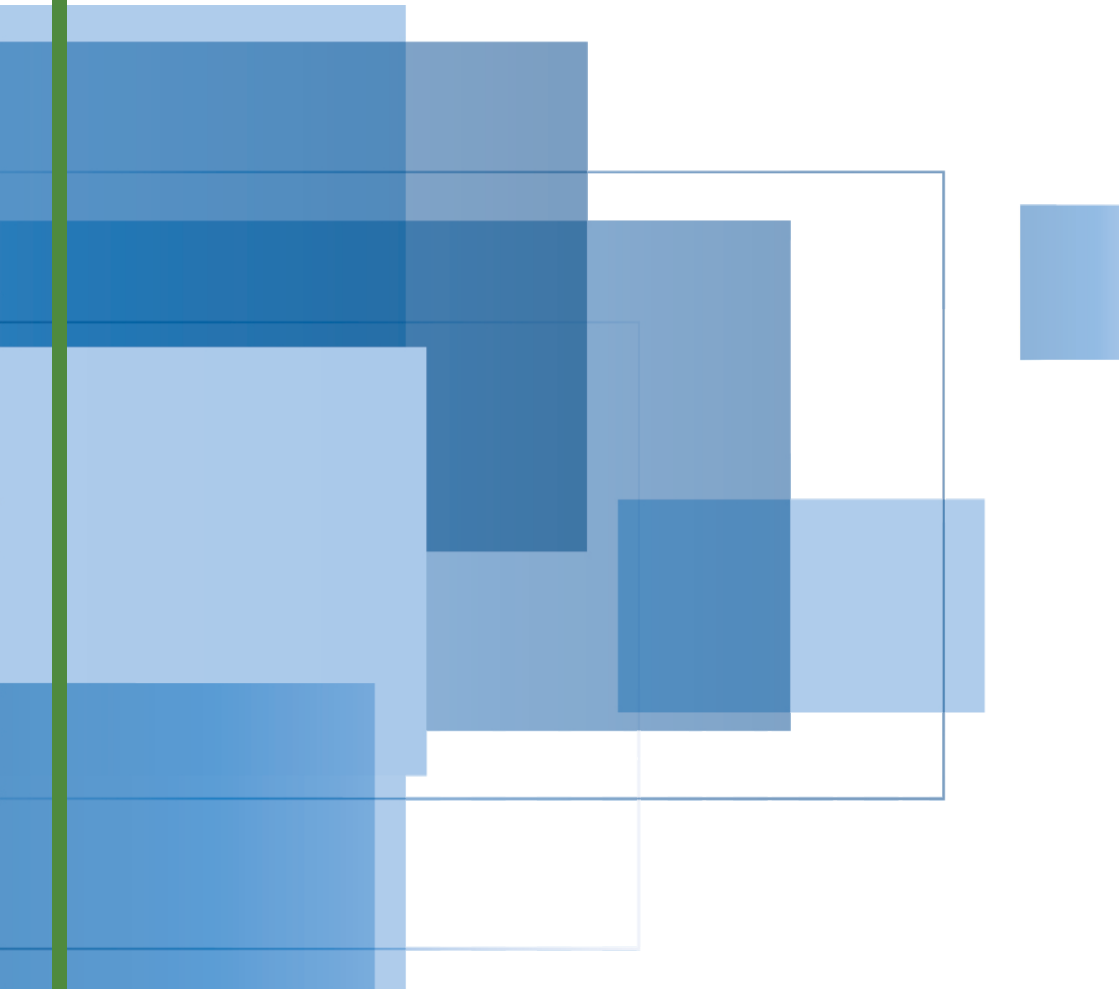




MAHMOOD TEXTILE MILLS LIMITED

**3RD QUARTERLY
ACCOUNTS
MARCH 31, 2022**



Directors' Review to Shareholders

The Directors of Mahmood Textile Mills Limited are pleased to present its review report along with un-audited financial results of your Company for the 3rd Quarter ended on 31st March 2022.

With the blessings of ALMIGHTY ALLAH SWT, the Company performed well during the period. The company has earned Rs. 2,581.177 million profit after tax as compared to last period Rs. 719.693 million.

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

PRODUCTION DATA

Production of yarn = 32,110,557 kgs.
(Converted into 20 count)

Production of cloth = 29,759,507 mtrs.
(Converted into 60 picks)

It is expected that the balance of the current fiscal year will yield better results as Company has raw material inventory at reasonable rates. With the grace of ALLAH ALMIGHTY, we hope to maintain this growth, provided all goes well at the international and national levels.

Acknowledgment

In the end, the directors want to express their sincere gratitude to the company's employees at all levels for their dedicated efforts and efficiency. They wish to put on record their thanks for the cooperation and support extended by the shareholders, the company's banks, customers, and suppliers of the company and hope their wholehearted support will continue in the future with the same spirit and zeal.

For and on behalf of the board

sd/-
(KHAWAJA MUHAMMAD IQBAL)
Chief Executive Officer

sd/-
(KHAWAJA MUHAMMAD YOUNUS)
Director

Multan:
Dated: 28 April, 2022

Condensed Interim Statement of Financial Position

As at March 31, 2022

	<i>Un-audited</i>	<i>Audited</i>
	31 March, 2022	30 June, 2021
	Rupees	Rupees
ASSETS		
Non-current assets		
Property, plant and equipment	12,935,015,414	9,697,357,253
Long term investments	4974,573,803	4,610,296,183
Long term deposits	26,041,811	25,015,991
	<u>17,935,631,028</u>	<u>14,332,669,427</u>
Current assets		
Stores, spares and loose tools	678,493,271	424,157,383
Stock in trade	9,072,255,391	7,819,940,634
Trade debts	5,650,380,212	2,649,519,841
Loans and advances	1,080,681,409	266,004,529
Other receivables	125,531,111	299,368,361
Short term investments	388,334,733	310,890,723
Tax refunds due from the Government	832,570,015	624,605,970
Cash and bank balances	39,713,691	97,604,558
	<u>17,867,959,833</u>	<u>12,492,091,999</u>
	<u>35,803,590,861</u>	<u>26,824,761,426</u>
TOTAL ASSETS		
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	187,500,000	187,500,000
Capital reserves:		
Capital reserve	7,120,600	7,120,600
Surplus on revaluation of property, plant and equipment	2,560,799,363	2,653,328,652
Fair value gain on long term investment	15,650,000	15,650,000
Revenue reserve - Unappropriated profit	9,560,574,414	7,074,367,128
	<u>12,331,644,377</u>	<u>9,937,966,380</u>
Liabilities		
Non-current liabilities		
Long term financing	7,843,132,097	5,833,994,499
Lease liabilities	24,163,743	12,686,893
Deferred liabilities	474,918,812	387,834,550
Current liabilities		
Trade and other payables	2,211,329,020	1,771,221,349
Unclaimed dividends	3,051,775	2,385,830
Accrued mark-up	316,656,159	274,851,819
Short term borrowings	11,056,201,216	7,300,515,179
Current maturity of long term liabilities	1,117,493,662	983,304,927
Taxation	425,000,000	320,000,000
	<u>15,129,731,832</u>	<u>10,652,279,104</u>
	<u>23,471,946,484</u>	<u>16,886,795,046</u>
	<u>35,803,590,861</u>	<u>26,824,761,426</u>
Contingencies and commitments		

Sd/-
(KH. MUHAMMAD ILYAS)
CHAIRMAN

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

Sd/-
(KH. MUHAMMAD YUNUS)
DIRECTOR

Sd/-
(YASIR GHAFFAR)
CHIEF FINANCIAL OFFICER

Condensed Interim Statement of Profit or Loss (Un-audited)

For the period ended March 31, 2022

	<i>Quarter ended</i>		<i>Nine Months Period Ended</i>	
	<i>Jan - Mar 2022 Rupees</i>	<i>Jan - Mar 2021 Rupees</i>	<i>Jul - March 2022 Rupees</i>	<i>Jul - March 2021 Rupees</i>
Sales - net	10,443,100,915	7,162,785,605	29,103,581,505	20,305,427,919
Cost of sales	(8,564,586,925)	(6,145,756,584)	(23,685,200,526)	(17,911,120,119)
Gross profit	1,878,513,990	1,017,029,021	5,418,380,979	2,394,307,800
Distribution cost	(270,620,390)	(97,830,318)	(801,475,775)	(473,403,803)
Administrative expenses	(242,282,640)	(139,915,702)	(677,010,215)	(418,417,268)
Other expenses	(86,205,703)	7,812,080	(271,648,570)	(30,100,671)
Other income	(30,159,075)	12,572,114	41,060,986	125,566,337
Profit from operations	1,249,246,182	799,667,195	3,709,307,405	1,597,952,395
Finance cost	(471,573,633)	(311,807,846)	(1,166,251,414)	(912,586,267)
Share of profit of associates	189,413,763	71,434,580	542,949,479	260,810,738
Profit before taxation	967,086,312	559,293,929	3,086,005,470	946,176,866
Taxation	(211,182,651)	(166,483,370)	(504,827,473)	(226,483,370)
Profit after taxation	755,903,661	392,810,559	2,581,177,997	719,693,496
Earnings per share	40.31	20.95	137.66	38.38

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DIRECTOR

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(YASIR GHAFFAR)
CHIEF FINANCIAL OFFICER

Condensed Interim Statement of Other Comprehensive Income (Un-audited)

For the period ended March 31, 2022

	<i>Quarter Ended</i>		<i>Nine Months Period Ended</i>	
	<i>Jan - Mar 2022 Rupees</i>	<i>Jan - Mar 2021 Rupees</i>	<i>Jul - Mar 2022 Rupees</i>	<i>Jul - Mar 2021 Rupees</i>
Profit after taxation	755,903,661	392,810,559	2,581,177,997	719,693,496
Other comprehensive income				
<i>Items that will not be reclassified subsequently to statement of profit or loss</i>				
Share of other comprehensive income of associate	-	(740,438)	-	(740,438)
Equity investment at FVTOCI - net change in fair value		-		-
Related deferred tax		-		-
Total comprehensive income for the year	755,903,661	392,070,121	2,581,177,997	718,953,058

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DIRECTOR

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CHIEF FINANCIAL OFFICER

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

For the period ended March 31, 2022

Share capital	Capital reserves			Revenue reserve	Total	
	Capital reserve	Surplus on revaluation of property, plant and equipment	Fair value gain on long term investment	Unappropriated profit		
----- Rupees -----						
Balance as at June 30, 2020	187,500,000	7,120,600	2,791,356,716	-	5,596,683,362	8,582,660,678
Transactions with owners						
Total Comprehensive income for the year						
Profit for the year	-	-	-	-	719,693,496	719,693,496
Other comprehensive income for the year	-	-	(740,438)	-	-	(740,438)
	-	-	(740,438)	-	719,693,496	718,953,058
Transfer from revaluation surplus on property, plant and equipment on account of incremental depreciation	-	-	(102,810,321)	-	102,810,321	-
Balance as at March 31, 2021	187,500,000	7,120,600	2,687,805,957	-	6,419,187,179	9,301,613,736
Balance as at June 30, 2021	187,500,000	7,120,600	2,653,328,652	15,650,000	7,074,367,128	9,937,966,380
Transactions with owners						
Total Comprehensive income for the year						
Profit for the year	-	-	-	-	2,581,177,997	2,581,177,997
Other comprehensive income for the year	-	-	-	-	-	-
	-	-	-	-	2,581,177,997	2,581,177,997
Dividend paid	-	-	-	-	(187,500,000)	(187,500,000)
Transfer from revaluation surplus on property, plant and equipment on account of incremental depreciation	-	-	(92,529,289)	-	92,529,289	-
Balance as at March 31, 2022	187,500,000	7,120,600	2,560,799,363	15,650,000	9,560,574,414	12,331,644,377

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 30-06-2021.
3. Provision for WPPF has been made in the accounts and will be provided at the end of the year 30-06-2022.
4. Figures are re-arranged where ever necessary for the proposes of comparison and figures are rounded off to the nearest rupee.

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Condensed Interim Statement of Cash Flows (Un-audited)

For the period ended March 31, 2022

	<i>Jul - Mar 2022 Rupees</i>	<i>Jul - Mar 2021 Rupees</i>
<i>Cash flows from operating activities</i>		
Profit for the year - before taxation and share of profit of associates	2,543,055,991	685,366,128
<i>Adjustments for non-cash charges and other items:</i>		
Depreciation	624,355,500	544,763,287
Gain on disposal of operating fixed assets - net	(1,237,503)	(1,485,643)
Gain on sale of short term investments	(9,564,683)	(53,690,057)
Dividend Income	(14,080,492)	(50,144,212)
Markup income on Term Finance Certificate	(13,216,811)	(9,371,662)
Finance cost	1,166,251,414	901,711,504
<i>Profit before working capital changes</i>	4,295,563,416	2,017,149,345
<i>Effect on cash flows due to working capital changes</i>		
(Increase) / decrease in current assets		
Stores, spares and loose tools	(254,335,888)	(44,227,577)
Stock in trade	(1,252,314,757)	(1,380,894,243)
Trade debts	(3,000,860,371)	727,192,184
Loans and advances	(814,676,880)	(2,150,853,911)
Other receivables	173,837,250	435,788,561
Sales tax refunds	(254,128,840)	(88,377,762)
Increase in trade and other payables	440,107,670	(681,378,268)
	(4,962,371,815)	(3,182,751,016)
<i>Cash used in operations</i>	(666,808,399)	(1,165,601,671)
Income tax paid	(266,578,415)	(214,976,689)
<i>Net cash used in operating activities</i>	(933,386,814)	(1,380,578,360)
<i>Cash flows from investing activities</i>		
Purchase of property, plant and equipment	(3,924,249,041)	(213,711,235)
Sale proceeds of operating fixed assets	63,472,883	27,600,000
Short term investments - net	(67,879,327)	(893,456,411)
Long term deposits	(1,025,820)	(14,567,410)
Markup income received on Term Finance Certificate	13,216,811	9,371,662
Dividends received	192,752,432	268,484,681
<i>Net cash used in investing activities</i>	(3,723,712,062)	(816,278,713)
<i>Cash flows from financing activities</i>		
Long term financing - net	2,143,326,333	567,760,426
Lease liabilities	11,476,850	-
Dividend paid	(186,834,055)	(52,351)
Short term borrowings - net	3,755,686,037	2,567,506,355
Finance cost paid	(1,124,447,155)	(966,393,888)
<i>Net cash generated from/(used in) financing activities</i>	4,599,208,009	(2,177,921,097)
<i>Net increase in cash and cash equivalents</i>	(57,890,867)	(18,935,976)
<i>Cash and cash equivalents - at beginning of the year</i>	97,604,558	45,045,826
<i>Cash and cash equivalents - at end of the year</i>	39,713,691	26,109,850

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DIRECTOR

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CHIEF FINANCIAL OFFICER

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UNDER POSTAL CERTIFICATE

To,



Mahmood Textile Mills Limited

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- 📞 (92 61) 4511262, 4549711
- ✉ mtm@mahmoodgroup.com
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