

**ALLAWASAYA**  
**TEXTILE & FINISHING MILLS LIMITED**  
**MULTAN**



**FINANCIAL STATEMENTS**  
*(UN-AUDITED)*

**For the third quarter**  
**and**  
**nine months period ended**  
**March 31, 2011**

## **BOARD OF DIRECTORS**

1. Mian Muhammad Jamil - Chairman
2. Mian Tanvir Ahmad Sheikh - Chief Executive/M.D
3. Mrs. Nusrat Jamil - Director
4. Mian Anis Ahmad Sheikh - Director
5. Mian Sarfraz Ahmad Sheikh - Director
6. Mian Tauqir Ahmad Sheikh - Director
7. Mian Muhammad Bilal Ahmad Sheikh - Director
8. Mian Muhammad Alamgir Jamil Khan - Director

### **AUDIT COMMITTEE**

- Mian Muhammad Jamil - Chairman  
Mian Tanvir Ahmad Sheikh - Member  
Mian Muhammad Alamgir Jamil Khan - Member

### **CHIEF FINANCIAL OFFICER**

Muhammad Ismail

### **COMPANY SECRETARY**

Muhammad Ismail

## ***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 Statements of Accounts of your Company for the 3rd quarter and nine months period ended March 31, 2011.

Performance of your Company for the period under report was satisfactory. Net Profit for the 3rd Quarter ended March 31, 2011 was Rs.30,515,248/- as compared to the Net Profit of Rs.12,005,181/- for the same period last year. Similarly the Net Profit for nine months period ended March 31, 2011 was Rs.53,660,370/- as compared to the Net Profit of Rs. 17,564,898/- for the same period last year.

Your Directors are quite hopeful that by the grace of Almighty Allah, your Company will achieve still better results for the remaining period of the current financial year to end on June 30, 2011.

On behalf of the Board

Place: Multan  
Dated: 20.04.2011

***Mian Muhammad Jamil***  
Chairman

# BALANCE SHEET AS AT MARCH 31, 2011

	Un-Audited March 31, 2011 Rupees	Audited June 30, 2010 Rupees		Un-Audited March 31, 2011 Rupees	Audited June 30, 2010 Rupees
<b>SHARE CAPITAL AND RESERVES</b>			<b>NON-CURRENT ASSETS</b>		
Authorised capital 1,000,000 (June 30, 2010: 1,000,000) ordinary shares of Rs. 10 each	10,000,000	10,000,000	Property, plant and equipment	281,657,355	247,039,589
Issued, subscribed & paid up capital 800,000 (June 30, 2010: 800,000) ordinary share of Rs. 10/- each	8,000,000	8,000,000	Long term investments	1,676,048	2,254,644
Reserves	82,668,746	82,668,746	Long term deposits	2,109,237	2,068,237
Unappropriated Profit	79,585,094	28,354,130		285,442,640	251,362,470
	170,253,840	119,022,876			
<b>SURPLUS ON REVALUATION OF PROPERTY, PLANT &amp; EQUIPMENT</b>	39,929,033	43,299,627	<b>CURRENT ASSETS</b>		
<b>NON-CURRENT LIABILITIES</b>			Stores, Spares & loose tools	4,079,896	7,733,222
Long term financing	85,572,105	67,647,816	Stock in trade	379,899,901	91,979,000
Deferred Tax	45,597,210	45,597,210	Trade Debts	68,669,566	107,430,801
	131,169,315	113,245,026	Loans and advances	25,981,799	9,962,962
<b>CURRENT LIABILITIES</b>			Trade deposits and short term prepayments	1,737,029	503,272
Trade & other payables	78,247,209	56,295,054	Other receivables	-	86,095
Mark-up accrued on loans	19,496,845	7,763,773	Sales tax refundable	5,376,784	4,450,914
Short term borrowings	265,079,839	105,096,299	Current portion of long term investments	578,596	904
Current portion of long term financing	34,612,132	21,937,132	Cash and bank balances	3,237,870	471,970
Provision for taxation	36,215,868	7,321,823		489,561,441	222,619,140
	433,651,893	198,414,081			
	775,004,081	473,981,610		775,004,081	473,981,610

**Sd/-**  
**Mian Muhammad Jamil**  
**Chairman**

**Sd/-**  
**Mian Tanvir Ahmad Sheikh**  
**Chief Executive**

**PROFIT & LOSS ACCOUNT - UNAUDITED**  
For the quarter & nine months period ended March 31, 2011

	Nine months period ended		Quarter ended	
	Mar. 31, 2011 Rupees	Mar. 31, 2010 Rupees	Mar. 31, 2011 Rupees	Mar. 31, 2010 Rupees
Sales	1,640,079,764	1,016,521,575	704,823,754	356,334,555
Cost of goods sold (1,476,209,041)	(929,455,151)	(615,860,844)	(311,361,693)	
Gross Profit	163,870,723	87,066,424	88,962,910	44,972,862
Other operating income	2,974,935	484,230	126,141	431,626
	166,845,658	87,550,654	89,089,051	45,404,488
Distribution cost - commission	(8,585,927)	(4,098,760)	(5,413,565)	(3,809,357)
Administrative expenses	(24,068,070)	(19,426,044)	(9,009,565)	(7,771,431)
Other operating expenses	(6,213,773)	(1,422,259)	(3,814,827)	(1,422,259)
Finance cost	(45,423,473)	(35,580,671)	(20,794,361)	(12,835,597)
	(84,291,243)	(60,527,734)	(39,032,318)	(25,838,644)
Profit before taxation	82,554,415	27,022,920	50,056,733	19,565,844
Provision for taxation	(28,894,045)	(9,458,022)	(19,541,485)	(7,560,663)
Profit for the period	53,660,370	17,564,898	30,515,248	12,005,181
Earnings per share - Basic and diluted	67.08	21.96	38.14	15.01

### Notes to the Accounts

1. These un-audited accounts are being presented to the shareholders as required under SECP Notification No. SRO 764(1)/2001 dated 05.11.2001 and in accordance with the requirements of International Accounting Standard-34 "Interim Financial Reporting".
2. Accounting policies adopted for the preparation of these quarterly accounts are the same as adopted in the preceding annual accounts.
3. Figures from the previous year have been re-arranged for the purpose of comparison wherever necessary.
4. Figures in these accounts have been rounded off to the nearest rupee.

**Sd/-**  
**Mian Anis Ahmad Sheikh**  
**Director**

**CASH FLOW STATEMENT - UNAUDITED**  
For the nine months period ended March 31, 2011

	Mar. 31, 2011 Rupees	Mar. 31, 2010 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	82,554,415	27,022,920
Adjustments for non-cash items:		
Depreciation of property, plant and equipment	22,575,427	21,449,726
Gain on sale of property, plant and equipment	(2,806,278)	(317,177)
Provision for gratuity	7,704,950	6,682,800
Finance cost (excluding interest on workers' profit participation fund)	45,052,597	35,580,671
Profit on long term investment	(162,714)	(167,053)
Workers' profit participation fund & workers welfare fund	6,584,649	1,422,259
Operating cash flows before movement in working capital	161,503,046	91,674,146
Decrease/ (increase) in current assets:		
Stores, spares and loose tools	3,653,326	5,464,045
Stock-in-trade	(287,920,901)	(36,005,741)
Trade debts	38,761,235	32,704,754
Loans & advances (excluding advance income tax)	2,413,112	337,401
Trade deposits & short-term prepayments	(1,233,757)	(1,099,526)
Sales tax refundable	(925,870)	3,822,411
Other receivables	86,095	86,130
Increase in current liabilities		
Trade and other payables (excluding workers' profit participation fund and workers' welfare fund)	19,818,248	1,281,616
	(225,348,512)	6,591,090
Cash (used in) / generated from operations	(63,845,466)	98,265,236
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash generated from operations	(63,845,466)	98,265,236
Income taxes paid	(18,431,949)	(2,054,020)
Gratuity paid	(7,951,678)	(1,845,300)
Finance cost paid	(33,319,525)	(41,376,967)
Workers' profit participation fund paid	(4,393,440)	-
Net cash from operating activities	(127,942,058)	52,988,949
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(57,839,915)	(6,614,573)
Redemption of long-term investments	904	904
Profit on long-term investments	162,714	167,053
Proceeds from disposal of property, plant & equipment	3,453,000	785,000
Long term deposits	(41,000)	-
Net cash used in investing activities	(54,264,297)	(5,661,616)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
(Repayment) of / proceeds from		
long term financing	30,599,289	(18,264,290)
Short term borrowings - net	159,983,540	(32,211,959)
Dividend paid	(5,610,574)	(669)
Net cash used in financing activities	184,972,255	(50,476,918)
Net (decrease)/increase in cash & cash equivalents	2,765,900	(3,149,585)
Cash and cash equivalents at beginning of the period	471,970	3,875,347
Cash and cash equivalents at end of the period	<b>3,237,870</b>	<b>725,762</b>

Sd/-  
**Mian Muhammad Alamgir Jamil Khan**  
Director

**STATEMENT OF CHANGES IN EQUITY-UNAUDITED**  
For the nine months period ended March 31, 2011

Share Capital	Reserves			Total
	Capital	Revenue		
	Other Reserve	General Reserve	Accumulated profit / (loss)	
<i>( R U P E E S )</i>				

Balance as at					
July 01,2009	8,000,000	2,668,746	80,000,000	(16,022,861)	74,645,885
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation	-	-	-	3,768,900	3,768,900
Profit for the nine months period ended March 31, 2010	-	-	-	17,564,898	17,564,898
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period ended March 31, 2010	-	-	-	17,564,898	17,564,898
Balance as at March 31, 2010	8,000,000	2,668,746	80,000,000	5,310,937	95,979,683
Balance as at					
July 01,2010	8,000,000	2,668,746	80,000,000	28,354,130	119,022,876
Dividend for the year ended June 30, 2010 @ 7.25 per share	-	-	-	(5,800,000)	(5,800,000)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation	-	-	-	3,370,594	3,370,594
Profit for the nine months period ended March 31, 2011	-	-	-	53,660,370	53,660,370
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period ended March 31, 2011	-	-	-	53,660,370	53,660,370
Balance as at March 31, 2011	8,000,000	2,668,746	80,000,000	79,585,094	170,253,840

**Sd/-**  
**Muhammad Ismail**  
**Chief Financial Officer**

**ALLAWASAYA TEXTILE & FINISHING MILLS LIMITED**

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