



organic yarn
CU 913709
Din Textile Mills Ltd.
Pakistan



CONTENTS

Corporate Information	02
Directors' Report	03
Condensed Interim Balance Sheet	09
Condensed Interim Profit & Loss Account	10
Condensed Interim Statement of Comprehensive Income	11
Condensed Interim Statement of Cash Flow	12
Condensed Interim Statement of Changes in Equity	13
Selected Notes to the Condensed Interim Financial Statement	14

CORPORATE INFORMATION

Board of Directors

Shaikh Mohammad Muneer	Chairman
Shaikh Mohammad Pervez	Director
Shaikh Muhammad Tanveer	Chief Executive
Shaikh Mohammad Naveed	Director
Mr. Faisal Jawed	Director
Mr. Farhad Shaikh Mohammad	Director
Mr. Abdul Razzak Tarmuhammad	Director

Company Secretary

Mr. Islam Ahmed

Chief Financial Officer

Mr. Shaukat Hussain Ch.
(ACA, FPFA, CFC)

Auditors

Mushtaq & Co.,
Chartered Accountants

س Allied Bank Ltd.
Barclays Bank PLC.
ل Bank Al-Falah Ltd. Islamic.
Bank Al-Habib Ltd.
ع Dubai Islamic Bank Pakistan Ltd.
Faysal Bank Ltd.
ک Habib Bank Ltd.
Habib Metropolitan Bank Ltd.
ن MCB Bank Ltd.
مeezan Bank Ltd.
س Pak Oman Investment Co. Ltd.
Standard Chartered Bank (Pakistan) Ltd.
The Bank of Punjab
ب National Bank of Pakistan

Audit Committee

Mr. Abdul Razzak Tarmuhammad	Chairman
Shaikh Mohammad Pervez	Member
Mr. Farhad Shaikh Mohammad	Member

Human Resource and Remuneration Committee

Shaikh Mohammad Pervez	Chairman
Shaikh Mohammad Tanveer	Member
Mr. Abdul Razzak Tarmuhammad	Member

Registered Office

Din House, 35-A/1, Lalazar Area,
Opp: Beach Luxury Hotel, M. T. Khan Road, Karachi.

Mills

Unit-I and II: Kot Akbar Khan, 70 Km Multan Road, Tehsil Pattoki, District Kasur, Punjab.
Unit-III: Revenue Estate, Bhai Kot, Tablighi Chowk, Raiwind Road, Tehsil and District
Lahore - Punjab.
Unit-IV: 48 Km Multan Road, Bhai Pheru, District Kasur, Punjab.
Unit-V: Dars Road, Off Raiwind Manga Road, Bachuki Majha Distt. Kasur.

Website

www.dingroup.com

DIRECTORS' REPORT

Dear shareholders

The Board of Directors present the un-audited financial statements of the Company along with observation on the performance of the Company for the 1st Quarter ended Sep 30,2014, in compliance with requirements of the section 245 of the Companies Ordinance,1984.

Financial Results

During the 1st Quarter ended under review, the operational results of the company are as follows:

		30-Sep-14	30-Sep-13	Inc. / (Dec.) % age
Sales	Rupees in '000'	2,445,603	2,237,605	9
Gross Profit	Rupees in '000'	86,456	308,997	(72)
Pre-tax Profit	Rupees in '000'	(76,074)	156,284	(149)
After Tax Profit	Rupees in '000'	(166,680)	129,710	(229)
Gross Profit	Percentage	3.54	13.81	
After Tax Profit	Percentage	(6.82)	5.80	
Earning per share	Rupees	(7.43)	5.79	

During the 1st Quarter ended review the profitability of textile sector remained depressed due to factor involve in shape of high cost of fuel and power and interrupted of gas and power supply. These factors depressed the improvements of the company.

- a. The textile sector is fighting hard to remain competitive in local and international markets due to continues reduction trend of cotton and yarn prices in foreign as well as local market. Moreover high prices of energy, fuel and interrupted of gas and power supply has further added to the worsening situation
- b. The company profitability effected due to load shedding of sui gas & electricity which making adverse effect on profitability of the company. Interrupted power supply has significantly effected production efficiencies and result increase in per unit production cost. At the time of shortage of gas or power supply we have to operate machinery through power generation based on furnace oil and diesel which also increase in cost and reduce the profit.

General Market Conditions

The prices of cotton and yarn are coming down which resulted in prices of yarn & fabrics. Pakistan is the 4th largest producer and 3rd largest consumer of cotton but unfortunately we are at the number 12 in the international trade of textile products. Goverment should take immediate measure to remove slowdown in the textile sector. One of the most serious problems faced by the country is continuing declining trend in investment, which has reduced from 19.3% of GDP in FY 06 to just 14.0% of GDP during FY 14. This rate of investment is even lower than the rate of investment in FY 13

(which was one of the worst years, being an election year) of 14.6 % as well as the budgetary target of 15.1 %. This reduction was more pronounced for private fixed investment which went down from 9.6 % to 8.9 % rather than public fixed investment which is relatively inefficient in nature. The country still remains dependent on thermal generation based on imported fuel which is the most expensive and is the core reason for electricity crisis and circular debt. Even though circular debt was paid off by the government in June 2013, the problem seems to have resurfaced, with circular debt accumulating to PKR 300 billion in just 10 months period. So far, the efforts to change energy mix to hydel and coal have remained confined to just announcements and project inaugurations.

Post Balance Sheet Events

In view of the worst power, gas supply and current dialing trend yarn prices. The management of your company has decided to curtail the production capacity of the the company not renewing the license agreement to operate spinning unit having installed capacity of 17,280 spindles (4.555 M kgs yarn), located at 48 km Multan road Bhai Pheru, district Kasur, Punjab. The license expired on November 12, 2014. Notice of intension given to Licensors on October 15, 2014.

Future Outlook

With some improvement in GDP growth, stabilization of exchange rate, foreign exchange reserves and some improvement in overall resources, especially external flows from multilateral donors, there are prospects for further improvement, given the right policies, governance and effective monitoring framework. Several challenges including a perennial current account deficit, rising public debt, declining investments and savings, heightened energy crisis and bleeding public enterprises still pose threats to our economic recovery. With a running trade deficit of approximately USD 1.3 billion per month, the Government needs to design policies to reduce consumptive imports and introduce favorable policies to establish local industries to create employment, generate economic activity and increase self-sustenance in our economy. Reverting to debt on a frequent basis to finance expenditures and deficits may no longer be feasible especially at high interest rates.

The government will need to focus on several intangibles to turnaround an economy such as Pakistan. One such area is the trade relations with neighboring countries. On a similar front, opportunity exists to capitalize on the long standing relations with China to procure fresh investment in both infrastructure as well as industry. With China's current commitment to invest USD 32 billion across several sectors, the government will need to play a key role in provision of the needed support and infrastructure to convert it into reality.

The crippling effects of energy crisis have shaved as much as 2% of our growth potential in the past, and needs to be tamed through constructive and proactive actions. Circular debt still acts as plague to our economy hampering our energy output, which impedes economic growth. However, unlike FY 14, no allocation has been made for payment of circular debt FY 15, at the same time power subsidies are

proposed to be reduced by 40 % to PKR 185 billion. These are apparent inconsistencies in the budget. With the Iran Pakistan Gas Pipeline Project now in doldrums, the next in line option is the import of LNG. Furthermore, it is of prime importance that priority should be given to development of local indigenous energy resources to bring stability in the external account by slashing petroleum imports up to sustainable levels.

A package for textile sector has been announced to provide reliefs most notably including conditional drawback of local taxes and levies to exporters, fast track reimbursement system for refund of taxes for manufacturer-cum exporters, predictable tariff regime for foreseeable future, Long term financing facility at 9 % for up gradation of technology and two years extension in the tax free imports of machinery under textile policy. Markup on Export Refinance Scheme is proposed to be reduced to 7.5 % from 9.4%. Government targets to invest PKR 42 billion on water and PKR 205 billion on several power projects this year, with another USD 700 million to be received from World Bank as financing towards Dasu Hydro Power Project.

Under these very difficult challenges the directors of the company remain committed to business growth and opportunity for new investment and well aware of the challenges that are lie ahead and is determined to ensure growth. We are hopeful that economic prospects of the country will improve in the future. We remain confident in the strong potential of Pakistan specially related to its growing and youthful population.

Acknowledgment

The board of directors is always a source of guidance and support for the management and are well aware of the challenges that lie ahead and is determined to ensure growth, consolidate the company's financial position, generates profit and create value for your company and we are confidence that they will continue to show the same dedication in the days ahead.

We also appreciate the efforts of our employees,customers,suppliers and all stake holders in supporting the company through difficult time in its journey of progress and growth. The directors are also appreciate the hard work and commendable services rendered by staff and workers of the company.

On behalf of the Board of Directors

Karachi:

Dated : October 29, 2014

SHAIKH MUHAMMAD TANVEER
Chief Executive

==== This Page left blank intentionally ====

ACCOUNTS

Financial Statements (Un-Audited)
1st Quarter ended September 30, 2014



DIN TEXTILE MILLS LTD.

==== This Page left blank intentionally ====

**Condensed Interim
Balance Sheet (Un-Audited)
as at September 30, 2014**

(Amounts in Thousand)

		(Un-audited)	(Audited)
	Note	30-Sep-14 Rupees	30-Jun-14 Rupees
NON CURRENT ASSETS			
Property, plant and equipment	5	2,608,407	2,670,683
Long term deposits		15,486	15,491
Deferred tax assets		3,691	68,161
		2,627,584	2,754,335
CURRENT ASSETS			
Stores, spare parts and loose tools		381,338	366,569
Stock in trade	6	1,163,870	1,325,019
Trade debts		1,049,162	1,193,936
Loans and advances		59,936	47,450
Trade deposits and short term prepayments		5,539	8,847
Other receivables		8,526	10,474
Other financial assets		84	84
Tax refunds due from The Government		383,495	362,920
Cash and bank balances		63,582	72,767
		3,115,532	3,388,066
CURRENT LIABILITIES			
Trade and other payables		2,160,929	2,241,887
Accrued mark up / interest		94,753	68,931
Short term borrowings		592,469	759,600
Current portion of			
Long term financing from banking companies - secured		327,526	343,270
Liabilities against assets subject to finance lease		4,699	19,335
		3,180,376	3,433,023
WORKING CAPITAL			
		(64,844)	(44,957)
TOTAL CAPITAL EMPLOYED			
		2,562,740	2,709,378
NON CURRENT LIABILITIES			
Long term financing from banking companies - secured		670,722	658,006
Liabilities against assets subject to finance lease		5,912	6,811
Deferred liabilities			
Staff retirement benefits - gratuity		147,339	139,114
		823,973	803,931
CONTINGENCIES AND COMMITMENTS			
Net Worth	7	1,738,767	1,905,447
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital			
77,100,000 ordinary shares of Rs. 10/- each		771,000	771,000
Net Worth Represented by:			
Issued, subscribed and paid up capital			
22,421,688 ordinary shares of Rs. 10/- each	8	224,217	224,217
Reserves		1,514,550	1,681,230
		1,738,767	1,905,447

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

Karachi:
Dated : October 29, 2014

SHAIKH MOHAMMAD MUNEER
Chairman

SHAIKH MUHAMMAD TANVEER
Chief Executive

**Condensed Interim
Profit and Loss Account (Un-Audited)
for the 1st Quarter ended September 30, 2014**

(Amounts in Thousand except earning per share)

	Note	30-Sep-14 Rupees	30-Sep-13 Rupees
Sales		2,445,603	2,237,605
Cost of sales		(2,359,147)	(1,928,608)
Gross Profit		86,456	308,997
Distribution cost		(27,933)	(26,805)
Administrative expenses		(35,792)	(27,876)
Other operating expenses		-	(8,667)
Finance cost		(99,030)	(89,377)
		(162,755)	(152,725)
		(76,299)	156,272
Other operating income		225	12
(Loss) / Profit before taxation		(76,074)	156,284
Provision for taxation		(90,606)	(26,574)
(Loss) / Profit for the period		(166,680)	129,710
(Loss) / Earning per share - basic (Rupee per share)	9	(7.43)	5.79

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

Karachi:
Dated : October 29, 2014

SHAIKH MOHAMMAD MUNEER
Chairman

SHAIKH MUHAMMAD TANVEER
Chief Executive

**Condensed Interim
Statement of Comprehensive Income (Un-Audited)
for the 1st Quarter ended September 30, 2014**
(Amounts in Thousand)

	30-Sep-14 Rupees	30-Sep-13 Rupees
(Loss) / Profit for the period	(166,680)	129,710
Other comprehensive income for the period	-	-
Total comprehensive (Loss) / Income for the period	(166,680)	129,710

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

Karachi:
Dated : October 29, 2014

SHAIKH MOHAMMAD MUNEER
Chairman

SHAIKH MUHAMMAD TANVEER
Chief Executive

**Condensed Interim
Cash Flow Statement (Un-Audited)
for the 1st Quarter ended September 30, 2014**
(Amounts in Thousand)

	30-Sep-14 Rupees	30-Sep-13 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss) / Profit before taxation	(76,074)	156,284
Adjustments for		
Depreciation	62,773	41,463
Staff retirement benefits - gratuity	12,387	11,973
Workers' profit participation fund	-	8,225
Finance cost	99,030	89,377
Gain on disposal of property, plant and equipment	(5)	(3)
	174,185	151,035
Profit before working capital changes	98,111	307,319
(Increase) / Decrease in current assets		
Stores, spare parts and loose tools	(14,769)	(108,662)
Stock in trade	161,149	226,312
Trade debts	144,774	(114,601)
Loans and advances	(12,486)	(363,528)
Trade deposits and short term prepayments	150	132
Other receivables	1,948	32,828
Increase / (Decrease) in current liabilities	280,766	(327,519)
Trade and other payables	(88,487)	145,596
Cash generated from operations	290,390	125,396
Finance cost paid	(73,208)	(74,575)
Taxes paid	(39,115)	(3,138)
Dividend paid	(68)	(28)
Workers' profit participation fund paid	-	(35,000)
Staff retirement benefits - gratuity paid	(4,162)	(4,067)
Net cash generated from operating activities	173,837	8,588
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of property, plant and equipment	119	125
Fixed capital expenditure	(611)	(111,693)
Long term deposits	3,164	-
Net cash Generated from / (used) in investing activities	2,672	(111,568)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term financing	(3,028)	41,063
Liabilities against assets subject to finance lease	(15,535)	(9,492)
Net cash (used) in / generated from financing activities	(18,563)	31,571
Net increase / (decrease) in cash and cash equivalents	157,946	(71,409)
Cash and cash equivalents at the beginning of the period	(686,833)	(128,332)
Cash and cash equivalents at the end of the period	(528,887)	(199,741)
CASH AND CASH EQUIVALENTS		
Cash and bank balances	63,582	99,751
Short term borrowings	(592,469)	(299,492)
	(528,887)	(199,741)

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

Karachi:
Dated : October 29, 2014

SHAIKH MOHAMMAD MUNEER
Chairman

SHAIKH MUHAMMAD TANVEER
Chief Executive

**Condensed Interim
Statement of Changes in Equity (Un-Audited)
for the 1st Quarter ended September 30, 2014**

(Amounts in Thousand)

Particulars	Share capital	Reserves			Sub total	Total
		Capital	Revenue			
		Merger reserve	General	Unappropriated profit		
Rupees						
Balance as at July 01, 2013	203,833	10,377	400,000	1,686,027	2,096,404	2,300,237
Total comprehensive income for the 1st quarter ended September 30, 2013	-	-	-	129,710	129,710	129,710
Balance as at September 30, 2013	203,833	10,377	400,000	1,815,737	2,226,114	2,429,947
Balance as at July 01, 2014	224,217	-	400,000	1,281,230	1,681,230	1,905,447
Total comprehensive loss for the 1st quarter ended September 30, 2014	-	-	-	(166,680)	(166,680)	(166,680)
Balance as at September 30, 2014	224,217	-	400,000	1,114,550	1,514,550	1,738,767

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

Karachi:
Dated : October 29, 2014

SHAIKH MOHAMMAD MUNEER
Chairman

SHAIKH MUHAMMAD TANVEER
Chief Executive

**Selected Notes to the
Condense Interim Financial Statements (Un-Audited)
for the 1st Quarter ended September 30, 2014**

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 The company is limited by shares, incorporated in Pakistan on June 13, 1988 and is quoted on stock exchanges at Karachi and Lahore. The registered office of the company is situated at 35-A/1, Lalazar area, opposite Beach Luxury Hotel, M. T. Khan road, Karachi in the province of Sind, Pakistan.
- 1.2 The principal business of the company is to manufacture and sale of yarn. The manufacturing units are located at Pattoki, Raiwind and Bhai pheru in the province of Punjab.
- 1.3 The company entered into an agreement during the year ended June 30, 2011 with Brother Textile Mills Limited having registered office at 135 Upper mall, Lahore (Manufacturing unit located at 48 Km Multan Road, Bhai Pheru) and obtained a license to use the site and spinning unit with installed capacity of 17,280 spindles. During the year ended 30 June 2014, the license was renewed and extended for a period of twelve months expiring on November 12, 2014. The license fee is agreed at rupees 2,843,375 per month payable quarterly in advance.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standard Board as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984 shall prevail.

These condensed interim financial information are being submitted to the shareholders as required by the Listing regulations of Karachi and Lahore Stock Exchange and section 245 of the Companies Ordinance, 1984.

These condensed interim financial statements comprise of condensed interim balance sheet, condensed interim profit and loss accounts, condensed interim statement of comprehensive income, condensed interim statement of cash flow and condensed interim statement of changes in equity together with the selected notes for the 1st quarter ended September 30, 2014 which have not been audited.

3 SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation which have been used in the preparation of these condensed interim financial information are the same as those applied in preparation of the financial statements for the preceding year ended June 30, 2014.

3.2 Amendments to certain existing standards and new interpretations on approved accounting standards effective during the period either were not relevant to the company's operations or did not have any impact on the accounting policies of the company.

4 ACCOUNTING ESTIMATES, JUDGMENTS AND FINANCIAL RISK MANAGEMENT

4.1 The preparation of these condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

Judgements and estimates made by management in the preparation of these condensed interim financial informations are the same as those that were applied to the financial statements as at and for the year ended June 30, 2014.

4.2 The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2014.

5 PROPERTY, PLANT AND EQUIPMENT

		(Un-audited)	(Audited)
	Note	30-Sep-14	30-Jun-14
		-----Rupees in '000'-----	
Operating assets	5.1	2,584,588	2,647,474
Capital work in progress - at cost	5.2	23,819	23,209
		2,608,407	2,670,683

- 5.1 The cost of additions and deletions to property, plant and equipment during the 1st Quarter ended were as follows.

	30-Sep-14		30-Sep-13	
	Acquisition	Disposal	Acquisition	Disposal
	Cost		Cost	
	-----Rupees in '000'-----		-----Rupees in '000'-----	
Owned Assets				
Building	-	-	-	-
Plant and machinery	-	-	105,210	-
Electric installation	-	-	1,952	-
Tools and equipment	-	-	-	-
Furniture and fixture	-	-	951	-
Office equipment	-	-	145	-
Computers	-	-	45	-
Vehicles	-	(675)	9	(1,304)
Leased Assets				
Plant and machinery	-	-	-	-
Vehicles	-	-	2,218	-
	-	(675)	110,530	(1,304)

5.2 CAPITAL WORK IN PROGRESS

	(Un-audited)	(Audited)
	30-Sep-14	30-Jun-14
	-----Rupees in '000'-----	
Building	15,421	15,421
Plant and machinery	611	-
Electric Installation	7,787	7,788
	23,819	23,209

6 STOCK IN TRADE

- 6.1 Finished goods amounting to Rs. 21,409,487 (June 30, 2014 : Rs. 40,497,935) stated at their net realizable value aggregating Rs. 19,873,706 (June 30, 2014 : Rs. 36,529,682). The amount charged to profit and loss in respect of stocks written down to their net realizable value is Rs. 1,535,781 (June 30, 2014 : Rs. 3,968,254).

7 CONTINGENCIES AND COMMITMENTS

There has been no significant change in the contingencies and commitments since the last audited financial statements except as disclosed in note 7.1, 7.2 and 7.3 respectively.

- 7.1 The Company has issued post dated cheques amounting to Rs. 82.77 million (June 30, 2014: Rs. 57.56 million) in favor of Collector of Customs in lieu of custom levies against various statutory notification. The indemnity bonds furnished by the company are likely to be released after the fulfillment of term of related SROs.

	(Un-audited)	(Audited)
	30-Sep-14	30-Jun-14
	-----Rupees in'000'-----	

7.2 Contingencies

Bills discounted with recourse	320,918	273,925
Bank guarantees issued in ordinary course of business	168,911	168,911

7.3 Commitments

Letters of credit for capital expenditure	24,858	47,781
Letter of credit for raw material	525,630	265,560
Letter of credit for stores and spares	46,008	25,688

8 ISSUED, SUBSCRIBED AND PAID UP CAPITAL

			(Un-audited)	(Audited)
	30-Sep-14	30-Jun-14	30-Sep-14	30-Jun-14
	Number of shares		-----Rupees in'000'-----	
Ordinary shares of Rs. 10 each allotted for consideration paid in cash	13,479,600	13,479,600	134,796	134,796
Ordinary shares of Rs. 10 each allotted for consideration of amalgamation of power plant	1,962,334	1,962,334	19,623	19,623
Ordinary shares of Rs. 10 each allotted as fully paid bonus shares	6,979,754	6,979,754	69,798	69,798
	22,421,688	22,421,688	224,217	224,217

8.1 Associated company (Din Leather (Pvt.) Limited) held 7,260 (June 30, 2014 : 7,260) ordinary shares of the company.

8.2 The shareholders' are entitled to receive all distributions to them including dividend and other entitlements in the form of bonus and right shares as and when declared by the company. All shares carry "one vote" per share without restriction.

9 (LOSS) / EARNING PER SHARE - BASIC (RUPEE PER SHARE)

	30-Sep-14	30-Sep-13
	-----Rupees in'000'-----	
(Loss) / Profit for the period	(166,680)	129,710
Weighted average number of ordinary shares outstanding during the period	22,421,688	22,421,688
(Loss) / Earning per share - basic (Rupee per share)	(7.43)	5.79

9.1 Weighted average number of shares in issue during comparative periods have been restated for the effect of bonus shares issued in last year.

9.2 There is no dilutive effect on the basic earnings per share of the company.

10 TRANSACTIONS WITH RELATED PARTIES

		(Un-audited)	(Un-audited)
		30-Sep-14	30-Sep-13
		-----Rupees in '000'-----	
Transactions with related parties	Relationship		
MCB Bank Limited	Associated company		
Deposits		70,866	63,788
Withdrawals		88,807	61,836
Din Leather (Pvt) Limited	Associated company		
Reimbursement of Expenses		631	-
Din Farm Product (Pvt) Ltd	Associated company		
Sale of Electricity		-	3,609
Ihsan Raiwind (Pvt) Ltd	Subsidiary Company		
sales		-	199,486
Advance		-	115,714
Salaries and other employees benefits	Key management personnel	28,348	19,017
Staff retirement benefits	Key management personnel	1,346	605
		(Un-audited)	(Audited)
		30-Sep-14	30-Jun-14
		-----Rupees in '000'-----	

Balances outstanding at the period end

MCB Bank Limited.	4,744	22,685
Din Farm Products (Pvt) Ltd.	-	-
Ihsan Raiwind (Pvt) Ltd.	-	-
Din Leather (Pvt) Ltd.	2,650	2,019

11 NON ADJUSTING EVENTS AFTER THE BALANCE SHEET DATE

In view of the worst power, gas supply and current dialing trend yarn prices. The management of your company has decided to curtail the production capacity of

the company not renewing the license agreement to operate spinning unit having installed capacity of 17,280 spindles (4.555 M kgs yarn), located at 48 km multan road bhai pheru, district kasur, punjab.the license expired on November 12, 2014. Notice of intension given to licensors on October 15, 2014.

12 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on October 29, 2014 by the board of directors of the company.

13 GENERAL

Figures have been rounded off to the nearest thousand rupees.

Karachi:
Dated : October 29, 2014

SHAIKH MOHAMMAD MUNEER
Chairman

SHAIKH MUHAMMAD TANVEER
Chief Executive

==== This Page left blank intentionally ====