HAMID TEXTILE MILLS LIMITED

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (un-audited)

FOR THE PERIOD ENDED SEPTEMBER 30, 2015

1 These accounts have been prepared in accordance with the requirements of International Accounting Standard No. 34" Interim Financial Reporting".

2 The accounts are being submitted to the shareholders as required by section 245 of the Companies Ordinance, 1984.

3 The accounting policies adopted for the preparation of the accounts are same as those applied in the preparation of the preceding annual published financial statements of the company for the period ended June 30, 2015.

4 The company incurred loss before tax of Rs. 9.629 Million during the three months then Ended (September 30, 2014: Profit before tax of Rs .0960 Million) and company's current liabilities exceed current assets by Rs.121.00 million (June 30, 2015: Rs.117.272 Million)

Thus these accounts have been prepared on going concern basis without any adjustment of assets and liabilities as the management is confident of improvement in company's efficiency and profitability in future.

5 Contingencies and commitments

5.1 There is no change in contingencies from those disclosed in the annual accounts for the year ended June 30, 2015.

5.2 There are no commitments as at September 30, 2015.

		Un-audited September 30, 2015 Rupees	Audited June 30 2015 Rupees
6	**Property, Plant and Equipments**		
	Book Value as at July 1st, 2015	445,743,474	482,466,874
	Additions/(deletion) during the period	1,412,821	(4,308,700)
	Depreciation for the period	(7,520,037)	(32,414,700)
		439,636,258	445,743,474
7	**STOCK IN TRADE**		
	Raw Materials	5,053,257	6,930,057
	Work in Process	1,139,002	1,013,190
	Finished Goods	14,933,138	4,785,189
		21,125,397	12,728,436

		September 30, 2015 Rupees	September 30, 2014 Rupees
8	**Basic Earning Per Share**		
	Profit/ (Loss) after tax for the three months ended	(713,744)	4,855,577
	Weighted average number of ordinary shares	13,271,600	13,271,600
	Basic earning per share	(0.05)	0.37

9 **Date of Authorization**
These accounts have been approved by the Board of Directors on October 29, 2015

10 **Figures**
These have been rounded off to the nearest rupee.

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

Statement under section 241(2) of Companies ordinance 1984
At the time of the meeting of the board of directors the Cheif Executive was not in pakistan, as such these financial statments, as approved by board of directors , have been signed by two directors

DIRECTOR DIRECTOR

HAMID TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE PERIOD ENDED SEPTEMBER 30, 2015

	Share Capital	Un-appropriated profit / (Loss)	Surplus on Revaluation of Fixed Assets	Total
	(Amounts in Rupees)			
Balance as on June 30, 2014 (Audited)	132,716,000	(278,841,313)	403,450,793	257,325,480
Total Comprehensive income for the year	-	14,694,423	-	14,694,423
Incremental Depreciation charged to revaluation surplus	-	-	(17,798,022)	(17,798,022)
Balance as on June 30, 2015 (Audited)	132,716,000	(264,146,890)	385,652,771	254,221,881
Total Comprehensive income for the three months	-	3,475,903	(4,189,647)	3,475,903
Incremental Depreciation charged to revaluation surplus	-			(4,189,647)
Balance as on September, 30 2015	132,716,000	(260,670,987)	381,463,124	253,508,136

CONDENSED INTERIEM STATEMENT OF COMPREHENSIVE INCOME (Un-Audited)

FOR THE PERIOD ENDED SEPTEMBER 30, 2015

	Sep, 30 2015 Rupees	Sep, 30 2014 Rupees
PROFIT / (LOSS) FOR THE PERIOD	(713,744)	4,855,577
Items that may be reclassified subsequently to profit or loss:		
Incremental Depreciation on revalued assets	6,253,205	6,641,053
Related deferred tax	(2,063,558)	(2,257,958)
	4,189,647	4,383,095
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	3,475,903	9,238,672

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

Statement under section 241(2) of Companies ordinance 1984
At the time of the meeting of the board of directors the Cheif Executive was not in pakistan, as such these financial statments, as approved by board of directors , have been signed by two directors

DIRECTOR DIRECTOR

HAMID TEXTILE MILLS LIMITED

COMPANY PROFILE

CHAIRMAN/CHIEF EXECUTIVE	Mr. Khawar Almas Khawaja
DIRECTORS	Mr. Khawar Almas Khawaja Mr. Muhammad Shahzad Sharif Mrs. Nighat Khawar Mr. Muhammad Alamgir Mr. Muhammad Idrees Khan Mr. Abid Hussain Mr. Mian Haseeb Iftikhar
AUDIT COMMITTEE	
Chairman	Mr. Muhammad Idrees Khan
Member	Mr. Khawar Almas Khawaja
Member	Mr. Muhammad Shahzad Sharif
CHIEF FINANCIAL OFFICER	Miss. Sana Ashfaq
COMPANY SECRETARY	Mr. Muhammad Zafar Javaid
LEGAL ADVISOR	Mr. Javaid Hussain Shah (Javaid Shah Law Firm Advocate & Legal Consultant)
AUDITORS	HLB Ijaz Tabussum & Co. Chartered Accountants Lahore.
INTERNAL AUDITORS	AWAN & CO. CHARTERED ACCOUNTANTS LAHORE.
SHARES REGISTRAR	Dewsoft Pakistan (Pvt) Ltd. Lahore
BANKERS	National Bank of Pakistan Standard Chartered Bank Ltd Bank Alfalah Limited Meezan Bank Limited Habib Metropolitan Bank Ltd
REGISTERED OFFICE	Changa Manga Road, Wan Adhan Pattoki, Kasur.
TELEFAX	049-4528188
TELEPHONE	049-4528177, 049-4528099
E.MAIL	accounts@hamid-textile.com , sales@hamid-textile.com corporate@hamid-textile.com

UPC/Book Post

If Undelivered, please return to:
HAMID TEXTILE MILLS LIMITED
Changa Manga Road, Wan Adhan,
Pattoki, Distt. Kasur
Tel: 049-4528177, 4528099 Fax : 049-4528188

1st Quarterly Report September 30th 2015

(Un-audited)

HAMID TEXTILE MILLS LIMITED

UKAS QUALITY MANAGEMENT 005

SYSTEM CERTIFICATION ISO 9001:2000 SGS

CERTIFICATE NO. SG05/0299

HAMID TEXTILE MILLS LIMITED

DIRECTORS' REVIEW

Your directors take pleasure to present before you the un-audited financial statements of the company for the 1st Quarter Ended on September 30, 2015.

OPERATING RESULTS:
The Sales revenue for the period under review has been decreased from Rs. 67.806 million to Rs.13.100 million as compared to the corresponding period. The sales for this quarter decreased by 80.67% and the reason for decrease in sales as compared with the corresponding period is that company's external environmental factors are not in favor of the company such as drastic fall in demand by domestic buyers caused by increase in imports of yarn from China and India . The company has earned gross loss of Rs. 7.473 million as compared to the corresponding period gross profit of Rs. 3.116 million. The overall results depicts net loss after taxation for the 1st quarter at Rs. 0.713 million (September 30, 2014 profit after taxation of Rs4.855 million).

The company is still facing liquidity problems because company's working capital financial facilities from the banks stand expired which had not been renewed by the bank. However, the management is focusing on self production basis and also having option to produce on conversion basis as well to avoid possible cash losses.

FUTURE PROSPECTS:
The business outlook is very challenging due to persistent energy crises in the country and political uncertainty. The management of the company is making best efforts to reduce the cash losses and the decision to work on conversion basis is in line with that policy to avoid cash losses. The management expects that settlement proposal shall be accepted by the bank and the company would be able to revive the financial facilities by restructuring of facilities.

The management has chalked out plan for increase in production which will make the unit more stable and viable. The management has planned for regular investment in plant and machinery, which is very difficult in the current circumstances but will be possible after the restructuring and rescheduling of the existing financial liabilities and will yield benefit for the project.

NOTE OF THANKS:
The board puts on record its gratitude to its valued shareholders, customers and raw material suppliers whose co-operation, constant support and patronage have helped your company to achieve the desired results.

The board also expresses its thanks for the valuable teamwork, loyalty and laudable efforts rendered by the executives, staff members and workers of your company and wish to place on record its appreciation for the same.

For and on behalf of the Board of Directors

Statement under section 241(2) of companies ordinance 1984
At the time of the meeting of board of directors, The Chief executive was not in Pakistan, as such these financial statements, as approved by board of directors, have been signed by two directors

Director Director
Dated: October29, 2015

HAMID TEXTILE MILLS LIMITED

CONDENSED INTERIM BALANCE SHEET

AS AT SEPTEMBER 30, 2015

	Note	Un-audited September 30, 2015 Rupees	Audited June 30 2015 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	439,636,258	445,743,474
CURRENT ASSETS			
Stores, spares and loose tools		8,686,864	9,147,992
Stock in trade	7	21,125,397	12,728,436
Trade debts		53,177,820	58,370,376
Loans and advances		1,935,134	1,837,072
Trade deposits and short term prepayments		3,356,644	784,569
Tax refunds due from the Government		2,047,920	1,710,635
Cash and bank balances		5,511,335	2,661,378
		95,841,114	87,240,458
Total Assets		535,477,372	532,983,932
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital 15,000,000 shares (June 30, 2015: 15,000,000) of Rs. 10/= each		150,000,000	150,000,000
Issued subscribed and paid up capital		132,716,000	132,716,000
Accumulated losses		(260,670,987)	(264,146,890)
		(127,954,987)	(131,430,890)
Surplus on revaluation of property, plant and equipment.		381,463,124	385,652,771
NON-CURRENT LIABILITIES			
Long term loan from related parties - unsecured		42,616,079	43,088,615
Deferred liabilities		22,106,836	31,160,27
		64,722,915	74,248,886
CURRENT LIABILITIES			
Trade and other payables		99,677,291	87,816,145
Accrued mark-up		34,839,787	34,839,788
Short term borrowings		28,971,892	28,099,882
Current & overdue portion of long term liabilities		53,757,351	53,757,351
		217,246,321	204,513,165
		281,969,236	278,762,051
CONTINGENCIES AND COMMITMENTS		-	-
Total equity and liabilities		535,477,372	532,983,932

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

Statement under section 241(2) of Companies ordinance 1984
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DIRECTOR DIRECTOR

HAMID TEXTILE MILLS LIMITED

CONDENSED INTERIEM PROFIT AND LOSS ACCOUNT (Un-Audited)

FOR THE PERIOD ENDED SEPTEMBER 30, 2015

	Sep, 30 2015 Rupees	**Sep, 30 2014 Rupees**
Sales	13,100,829	67,806,243
Cost of Sales	(20,574,292)	(64,689,411)
Gross Profit/ (Loss)	(7,473,463)	3,116,832
OPERATING EXPENSES		
- Distribution	-	460,715
- Administration	2,099,252	2,497,995
	(2,099,252)	(2,958,710)
Operating Profit/ (Loss)	(9,572,715)	158,122
Finance Cost	(56,830)	(62,036)
Profit/ (Loss) Before Taxation	(9,629,545)	96,086
Taxation	8,915,802	4,759,491
Profit / (Loss) After Taxation Carried To Statement Of Comprehensive Income	(713,744)	4,855,577
Earning/ (Loss) per Share - Basic & Diluted	(0.05)	0.37

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

Statement under section 241(2) of Companies ordinance 1984
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DIRECTOR DIRECTOR

HAMID TEXTILE MILLS LIMITED

CONDENSED INTERIEM CASH FLOW STATEMENT (Unaudited)

FOR THE PERIOD ENDED SEPTEMBER 30, 2015

	September 30, 2015 Rupees	September 30 2014 Rupees
A. CASH FLOW FROM OPERATING ACTIVITY		
Profit / (loss) before taxation	(9,629,545)	96,086
ADJUSTMENTS		
Depreciation	7,520,037	8,431,899
Finance cost	56,830	62,036
	7,576,867	8,493,935
Operating profit before adjustment of working capital	(2,052,679)	8,590,022
(Increase) / decrease in current assets:		
Stores, spares and loose tools	461,128	360,171
Stock in trade	(8,396,961)	2,876,099
Trade debts	5,192,557	(16,777,930)
Loans and advances	(98,062)	(2,478,358)
Trade deposits and short term prepayments	(2,572,075)	(292,945)
Tax refunds due from the Government	(337,285)	565,132
	(5,750,699)	(15,747,831)
Increase/(decrease) in current liabilities:		
Trade and other payables	11,907,481	9,835,471
Cash inflow from operations	4,104,104	2,677,662
Gratuity paid	(6,625)	-
Finance cost	(56,831)	(62,038)
Taxes paid	(177,344)	(390,423)
Net cash inflow from operating activities	3,863,304	2,225,201
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,412,821)	-
Net cash used in from investing activities	(1,412,821)	-
C. CASH FLOW FROM FINANCING ACTIVITIES		
Short term borrowings	872,010	(942,391)
Long term loans from banking companies-unsecured	(472,536)	(250,000)
Net cash inflow / (outflow) from financing activities	399,474	(1,192,391)
Net Increase/(decrease) in cash and cash equivalents (A+B+C)	2,849,958	1,032,810
Cash and cash equivalents at the beginning of the period	2,661,377	257,190
Cash and cash equivalents at the end of the period	**5,511,335**	**1,290,000**

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DIRECTOR DIRECTOR