QUARTERLY REPORT

FOR THE NINE MONTHS PERIOD ENDED

31ST MARCH 2015

(UN-AUDITED)

Haji Mohammad Ismail Mills Limited

Registered Office:
409-Commerce Centre, Hasrat Mohani Road, Karachi.

HAJI MOHAMMAD ISMAIL MILLS LIMITED

COMPANY INFORMATION

Board of Directors	Mr. Najeeb Mushtaq Vohra – Chief Executive Mr. Mohammad Sarfraz - Executive Director Mr. Gulzar Siddiq - Independent Mr. Mohammad Sadiq- Non Executive Mr. Mohammad Irfan –Non Executive Mr. Farrukh Shafiq - Non Executive Mr. Amer Zaheer - Non Executive
Audit Committee	Mr. Mohammad Sadiq- Chairman Mr. Mohammad Irfan Mr. Farrukh Shafiq
Human Resource & Remuneration Committee.	Mr.Muhammad Sarfraz- Chairman Mr.Muhammad Sadiq Mr.Farrukh Shafiq
Chief Financial Officer	Mr. Suhail Ahmed
Company Secretary	Mr. Muhammad Sarfraz
Auditors	Naveed Zafar Ashfaq Jaffery & Co Chartered Accountants 1st floor, Modern House Beamount Road Karachi.
Legal Advisor	Farooq Rashid & Co., Advocates & Corporate Consultants, 403-Commerce Centre, Hasrat Mohani Road, Karachi-74200
Bankers	Habib Bank Limited Askari Bank Limited National Bank of Pakistan
Share Registrar and Transfer Office	Najeeb Consultants (Pvt) Ltd 405-Commerce Centre, Hasrat Mohani Road. Karachi-74200
Registered office	409-Commerce Centre, Hasrat Mohani Road, Karachi-74200

HAJI MOHAMMAD ISMAIL MILLS LIMITED

DIRECTORS' REPORT TO THE MEMBERS OF THE COMPANY

The directors are pleased to present the un-audited financial statement for the nine months period ended March 31, 2015.

1. Sales

Since the sale of entire fixed assets there is no manufacturing activity, therefore, there is no purchase/sale during the period as compared to the corresponding period sale of Rs.Nil

2. Gross profit

The company has no gross profit/(loss) for the period.

3. Pre-Tax profit

Company's pretax profit for the reported period is Rs. 12.10 million.

4. Earning per share

The earning per share for the period is Rs. 0.89

5. Financial position

After settlement of liabilities of banks/financial institutions and creditors, financial position of the company is improving slightly.

6. Current and future summary and prospects

Management is looking forward to set up a small power unit in the area where basic industrial facilities are available. Management is negotiating with the banks and financial institutions to finance the proposed project. Available funds in hand and securities offered for finance are very meager for setting up a small unit. All future business plans depends on the financial assistance by banks for which management is trying hard. Management is also looking other business opportunities in the best interest of the company and its shareholders.

We regret to inform our members that heavy fire erupted on 4th floor of the building on 9th February, 2015 our office premises also came under fire, furniture fixture, computers and office record were burnt. Fire was controlled by fire brigade after 3 to 4 hours efforts.

7. Code of Corporate Governance

The company has taken necessary steps to comply with the provision of Code of Corporate Governance as incorporated in the regulations of the Karachi Stock Exchange.

The company has developed its own website (www.hmiml.com) in compliance to .SECP notification dated 10th July,2014. Financial results can be reviewed on company's website.Copy of financial results can be supplied to the members if requested by them.

We appreciate the hard work of all the company's staff and the support of its bankers.

For and on behalf of the Board of Directors

Chief Executive

Karachi: April 27, 2015

HAJI MOHAMMAD ISMAIL MILLS LIMITED
BALANCE SHEET
AS AT MARCH 31, 2015

	Note	March 2015 Rupees (Un-Audited)	June 2014 Rupees (Audited)
ASSETS			
NON-CURRENT ASSETS			
Long term deposits		50,000	50,000
CURRENT ASSETS			
Investment-available for sale	5	41,147,311	47,120,267
Advances income tax		1,546,164	1,326,636
Security deposits		200,000	200,000
Other receivables		4,382,852	4,382,852
Cash and bank balances		745,374	634,962
		48,021,701	53,664,717
TOTAL ASSETS		**48,071,701**	**53,714,717**
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised Capital			
12,000,000 (2014: 12,000,000) ordinary shares of Rs. 10 each		**120,000,000**	**120,000,000**
Issued, subscribed and paid up capital	6	119,750,400	119,750,400
Reserves		(73,776,037)	(73,413,930)
		45,974,363	46,336,470
CURRENT LIABILITIES			
Trade and other payables		2,097,338	1,700,082
Current portion of long term loans		-	5,678,165
		2,097,338	7,378,247
TOTAL EQUITY AND LIABILITIES		**48,071,701**	**53,714,717**
CONTINGENCIES AND COMMITMENTS	7		

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

CHIEF EXECUTIVE **DIRECTOR**

HAJI MOHAMMAD ISMAIL MILLS LIMITED
Condensed Interim Profit and Loss Account (Un-audited)
For the Nine Months & Quarter Ended March 31, 2015

	Note	Nine Months ended		Third Quarter ended	
		March 31, 2015 Rupees	March 31, 2014 Rupees	March 31, 2015 Rupees	March 31, 2014 Rupees
Administrative expenses		(1,135,255)	(1,155,205)	(305,497)	(421,906)
Other expenses		-	(332,810)	-	(332,810)
Other income		13,245,493	2,681,432	9,439,783	1,643,473
Finance cost		(1,262)	(2,575)	(230)	(835)
		12,108,976	1,190,842	9,134,056	887,922
Profit before taxation		**12,108,976**	**1,190,842**	**9,134,056**	**887,922**
Taxation	8	(1,409,760)	(268,579)	(1,167,388)	(268,579)
Profit after taxation		**10,699,216**	**922,263**	**7,966,668**	**619,343**
Earning per share-basic and diluted	9	**0.89**	**0.08**	**0.66**	**0.05**

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

CHIEF EXECUTIVE

DIRECTOR

HAJI MOHAMMAD ISMAIL MILLS LIMITED
Condensed Interim Statement of Comprehensive Income (Un-Audited)
For the Nine Months & Quarter Ended March 31, 2015

	Note	Nine Months ended March 31, 2015 Rupees	Nine Months ended March 31, 2014 Rupees	Third Quarter ended March 31, 2015 Rupees	Third Quarter ended March 31, 2014 Rupees
Profit after taxation		10,699,216	922,263	7,966,668	619,343
Other Comprehensive income for the period					
Loss arising on re-measurement of Investment available for sales	5	(11,061,323)		(11,811,423)	-
Total comprehensive Profit / (Loss) for the period		**(362,107)**	**922,263**	**(3,844,755)**	**619,343**

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

CHIEF EXECUTIVE

DIRECTOR

HAJI MOHAMMAD ISMAIL MILLS LIMITED
CASH FLOW STATEMENT
For The Nine Months Ended March 31, 2015

	March 31, 2015 Rupees	March 31, 2014 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	**12,108,976**	**1,190,842**
Adjustments for:		
Finance cost	1,262	2,575
Fair value adjustment of investment	(11,061,323)	332,811
	(11,060,061)	335,386
Profit before working capital changes	**1,048,915**	**1,526,228**
(Increase)/Decrease in current assets:		
Short term investment - net	5,972,956	(41,273,422)
Trade debts		5,000,000
Trade deposits and short term prepayments	-	5,700,000
Other receivables	-	(2,044,000)
	5,972,956	**(32,617,422)**
Increase / (decrease) in current liabilities:		
Trade creditors, accrued and other liabilities	397,256	(173,627)
Cash generated from operations	7,419,127	(31,264,821)
Payments for:		
Taxes paid	(1,629,288)	(269,493)
Finance cost paid	(1,262)	(2,575)
	(1,630,550)	(272,068)
Net cash generated from operating activities	**5,788,577**	**(31,536,889)**
CASH FLOW FROM FINANCING ACTIVITIES:		
Short term loan	(5,678,165)	-
Net cash (used in) financing activities	**(5,678,165)**	-
Net increase in cash and cash equivalents	**110,412**	**(31,536,889)**
Cash and cash equivalents at beginning of the period	634,962	35,491,021
Cash and cash equivalents at end of the period	**745,374**	**3,954,132**

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

CHIEF EXECUTIVE **DIRECTOR**

HAJI MOHAMMAD ISMAIL MILLS LIMITED
STATEMENT OF CHANGES IN EQUITY
For the Nine Months & Quarter Ended March 31, 2015

	Issued, subscribed and paid-up capital	Reserves			Total
		Capital	Revenue		
		Share premium	Accumulated Losses	Sub total	
	----------	----------	Rupees	----------	----------
Balance as at July 01, 2013	119,750,400	6,912,000	(82,674,908)	(75,762,908)	43,987,492
Total Comprehensive income for the Period	-	-	922,263	922,263	922,263
Balance as at March 31, 2014	**119,750,400**	**6,912,000**	**(81,752,645)**	**(74,840,645)**	**44,909,755**
Balance as at July 01, 2014	**119,750,400**	**6,912,000**	**(80,325,930)**	**(73,413,930)**	**46,336,470**
Comprehensive income/ (loss) for the Period	-	-	(362,107)	(362,107)	(362,107)
Balance as at March 31, 2015	**119,750,400**	**6,912,000**	**(80,688,037)**	**(73,776,037)**	**45,974,363**

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

CHIEF EXECUTIVE

DIRECTOR

HAJI MOHAMMAD ISMAIL MILLS LIMITED

NOTES TO THE CONDENSED FINANCIAL INFORMATION (UN-AUDITED)

For the Nine Months & Quarter Ended March 31, 2015

1 STATUS AND NATURE OF BUSINESS

The company was incorporated in Pakistan as a Private Limited Company on Feburary 5, 1980 and subsequently converted to a Public Limited Company on October 15, 1987. Shares of the company were subsequently listed on the Karachi Stock Exchange on November 29, 1994. Principal business of the Company is manufacture and sale of yarn and power generation.

1.2 Alhamdulillah liabilities of the banks and creditors have been settled amicably.Since the sales of entire fixed assets the management is looking to set up a new spinning unit and power plant. Due to inadequale security for finance, banks are reluctant. Pending arrangements with banks for future business plan, management is looking other business opportunities with available funds in hand.

2 BASIS OF PREPARATION

2.1 Statement of compliance

This condensed interim financial information of the Company for the six months period ended December 31, 2014 is un-audited and has been prepared in accordance with the requirements of the International Financial Reporting Standard (IFRS) IAS 34 "Interim Financial Reporting" and provisions of and directives issued by the Securities and Exchange Commission of Pakistan under the Companies Ordinance, 1984 (the Ordinance). This condensed interim financial information does not include all of the information and disclosures required for annual financial statements, and should be read in conjunction with the financial statements of the company as at and for the year ended June 30, 2014.

This interim financial information is being submitted to the shareholders as required by the Listing regulations of Karachi Stock Exchange and section 245 of the Companies Ordinances, 1984 .

2.2 Functional and presentation currency

These financial information are presented in Pakistani Rupees which is also the Company's functional currency. All financial information presented in Pakistani Rupees has been rounded off to the nearest rupee.

3 SIGNIFICANT ACCOUNTING POLICIES

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

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

The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments 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.

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

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.

		(Unaudited)	(Audited)
		March 31,2015	**June 30,2014**
		Rupees	**Rupees**
5	**INVESTMENT-AVAILABLE FOR SALE**	41,147,311	47,120,267

Mar-15	Jun-14	Name of the investee company	Mar-15	Jun-14	Mar-15	Jun-14
No of shares / certificates			Market value		Cost	
			Rupees	Rupees		
20,000	20,000	Nishat Power limited	1,048,000	700,200	620,200	621,468
46,400	41,400	Pakistan petroleum limited	7,082,496	9,022,716	11,042,736	9,920,406
20,000	50,000	Askari bank limited	358,600	952,000	337,000	845,013
	90,000	Bank al falah limited	-	2,496,600	-	2,528,844
10,000	10,000	Century paper and board mills limited	533,000	538,700	639,800	641,102
150,000	100,000	Faisal bank limited	2,145,000	1,616,000	2,767,500	1,368,960
20,000	20,000	Oil and gas development company limited	3,538,600	5,085,400	5,420,000	5,430,073
100,000	200,000	Pak elektron limited	4,620,000	5,348,000	4,975,000	4,729,423
	100,000	Summit bank limited	-	340,000	-	444,024
	20,000	Engro corporation limited	-	3,741,200	-	3,992,673
	5,000	Habib sugar mills limited	-	177,550	-	155,207
4,000	900	Pakistan state oil company limited	1,397,800	344,871	1,548,480	394,930
10,000	75,000	Fuji cement company limited	292,700	1,449,000	295,300	1,278,113
	8,000	International industries limited	-	395,120	-	452,761
	500,000	Lafarge pakistan cement limited	-	8,095,000	-	6,044,634
1,000	1,000	Engro fertilizers limited	79,980	57,880	-	-
	68,500	Pakistan international bulk terminal limited -Lor	-	985,030	-	1,671,230
6,500		Allied Bank Ltd.	637,000	-	782,925	-
500		Engro power qadirpur limited	19,145	-	15,040	-
5,000		Glaxosmithkline Pakistan limited\	920,200	-	1,200,000	-
50,000		Hum network limited	694,000	-	682,850	-
200,000		KASB Bank limited	314,000	-	306,000	-
100,000		Avanceon Limited	3,371,000	-	4,100,000	-
5,000		Cherat Packaging Limited	837,200	-	924,950	-
10,000		Crescent Steel & Allied Products Limited	458,900	-	512,500	-
10,000		Fuji Fertilizer Bun Qasim Limited	475,900	-	523,900	-
15,000		Fuji Fertilizer Company Limited	2,027,550	-	1,941,000	-
5,500		Hascol Petroleum Limited	527,945	-	588,257	-
25,000		Lotte Chement Pakistan Limited	136,500	-	157,000	-
10,000		National Bank of Pakistan	530,300	-	712,000	-
116,000		Nishat (Chunian) Limited	4,442,800	-	5,956,600	-
54,500		PICIC Growth Fund	1,372,310	-	1,554,340	-
75,000		Sui Northern Gas Pipelines Limited	1,699,500	-	2,146,650	-
500		Synthetic Products Enterprises Limited	25,785	-	15,000	-
10,000		United Bank Limited	1,544,100	-	1,600,200	-
1,079,900	**1,309,800**		**41,130,311**	**41,345,267**	**51,365,228**	**40,518,861**
		Add /(Less):Adjustment arising from re-measurement to Fair value	-	-	(10,234,917)	826,406
	26,860	Subcription -Pakistan Petrolium Ltd.		5,775,000		5,775,000
500		Subcription-Mughal Iron and Steel	17,000		17,000	
1,080,400	**1,336,660**		**41,147,311**	**47,120,267**	**41,147,311**	**47,120,267**

		March 31,2015	June 30,2014
6	**ISSUED, SUBSCRIBED AND PAID UP CAPITAL**		
	9,576,240 (June 30,2014: 9,576,240) Ordinary shares of Rs.10 each fully paid in cash	95,762,400	95,762,400
	2,398,800 (June 30,2014 : 2,398,800) Ordinary shares of Rs.10 each issued as fully paid bonus share	23,988,000	23,988,000
		119,750,400	119,750,400

7 **CONTINGENCIES AND COMMITMENTS**

There is no major changes in contingencies and commitments as have been disclosed in the audited financial statements for the year ended June 30, 2014.

		(Unaudited) March 31,2015	(Unaudited) March 31,2014
8	**TAXATION**		
	Prior	205,616	-
	Current	(1,615,376)	(268,579)
		(1,409,760)	(268,579)

9 **EARNINGS PER SHARE-basic and diluted**

	(Unaudited) March 31,2015	(Unaudited) March 31,2014
Profit for the period in rupees	10,699,216	922,263
Weighted average number of ordinary shares	11,975,040	11,975,040
Earning per share in rupees	0.89	0.08

10 **DATE OF AUTHORISATION FOR ISSUE**

These financial information have been authorised for issue on April 27, 2015 by the Board of Directors of the Company

11 **GENERAL**

Figures have been rounded off to the nearest rupee.

CHIEF EXECUTIVE **DIRECTOR**