

# QUARTERLY ACCOUNTS FOR THE 1st QUARTER ENDED SEPTEMBER 30, 2019



MIAN TEXTILE INDUSTRIES LIMITED

## COMPANY INFORMATION

### Board of Directors:

Chairperson : Mrs. Nargis Jehangir

Chief Executive Officer : Mian Muhammad Jehangir

Directors : Mian Waheed Ahmad  
: Mian Waqar Ahmad  
: Ms. Ayesha Jehangir  
: Mr. Haroon Majid  
: Mr. Maqsood Ahmed Sajid

Nominee Director – NIT : Mr. Muhammad Arshad

Company Secretary : Mr. Muhammad Masud Mufti

Chief Financial Officer : Mr. Muhammad Irfan

Auditors : SARWARS  
Chartered Accountants

Audit Committee : Mr. Haroon Majid Chairman  
: Mian Waqar Ahmad Member  
: Ms. Ayesha Jehangir Member

HR & Remuneration Committee : Mrs. Nargis Jehangir Chairperson  
: Ms. Ayesha Jehangir Member  
: Mr. Maqsood Ahmed Sajid Member

Bankers : Habib Bank Limited  
: NIB Bank Ltd. (formerly PICIC)  
: National Bank of Pakistan  
: The Bank of Punjab

Head Office &  
Registered Office : 29-B/7, Model Town, Lahore.  
Phone: 35831804-5 (2 lines)  
Fax: 35830844  
Email: info@miantextile.com

Shares Registrar : Hameed Majeed Associates (Pvt.) Ltd.  
H.M House 7-Bank Square, Lahore.  
Tel: 37235081-82 Fax: 37358817



**MIAN TEXTILE  
INDUSTRIES LIMITED**

**DIRECTOR'S REPORT**

The Directors of your company are pleased to present before you the condensed interim financial information of the company for the 1<sup>st</sup> Quarter ended September 30, 2019. During the period, the company incurred loss of Rs. 3.810 million against loss of Rs. 6.129 million in the corresponding period.

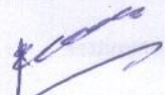
During the quarter, the company has also managed to pay major amount of loans from directors/their family members & associates.

The Company intended to do viable trading business mainly in textile products. But in view of present aggravated condition of economy, the trading business does not seem profitable.

The company received a proposal for merger with M/s Sufi Steel Industries (Pvt.) Ltd. but unfortunately, the economic conditions and the stock market situation got aggravated and the party is presently hesitant to go for merger under these circumstances and have postponed the negotiations till the country's economic condition and stock market improves.

The management appreciates the continued/devoted commitment, dedication and hard work shown by the employees of company in this tough time.

For and on behalf of the Board

  
Mian Muhammad Jehangir  
Chief Executive Officer

Lahore:  
October 28, 2019


**ڈائریکٹرز رپورٹ**

کمپنی کے ڈائریکٹرز 30 ستمبر 2019 کو ختم ہونے والی پہلی مختصر سہ ماہی مالیاتی رپورٹ پیش کرتے ہیں۔ اس دوران سہ ماہی میں کمپنی کو 3.810 ملین روپے کا نقصان ہوا جبکہ گزشتہ سال اسی دورانیہ میں کمپنی کو 6.129 ملین روپے کا نقصان ہوا تھا۔

اس سہ ماہی میں کمپنی ڈائریکٹرز ارشد داران کے قرضہ جات کا بڑا حصہ ادا کرنے میں کامیاب ہوئی۔ کمپنی نے ٹریڈنگ (بالخصوص ٹیکسٹائل مصنوعات) کرنے کی نیت کی لیکن معیشت کے گہرے ہوئے حالات میں ٹریڈنگ کرنا منافع بخش نہیں ہے۔

کمپنی کو میسرز صوفی سنٹیل انڈسٹریز پرائیویٹ لمیٹڈ کی طرف سے انضمام کی پیشکش موصول ہوئی، لیکن بد قسمتی سے ملکی معیشت اور سٹاک مارکیٹ کے حالات بگڑنے کی وجہ سے پارٹی ہچکچاہٹ کا شکار ہے اور اس نے ملک کی معاشی حالت اور سٹاک مارکیٹ کی بہتری تک مذاکرت ملتوی کر دیئے ہیں۔

کمپنی کی انتظامیہ اس مشکل وقت میں ملازمین کی محنت اور لگن سے کام کرنے کو سراہتی ہے۔

  
میاں محمد جہانگیر - چیف ایگزیکٹو

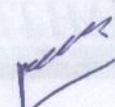
مورخہ 28 اکتوبر 2019

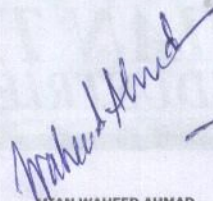
**CONDENSED STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2019**

|   | Sept 30, 2019<br>(Un-audited) |   | June 30, 2019<br>(Audited)  |   |
|---|-------------------------------|---|-----------------------------|---|
|   | Book value                    | Estimated<br>Realisable/<br>settlement<br>Value | Book value                  | Estimated<br>Realisable/<br>settlement<br>Value |
|   | (-----Rupees in '000'-----)   |   | (-----Rupees in '000'-----) |   |
| <b>ASSETS</b>                               |                               |   |                             |   |
| Cash And Bank Balances                      | 18,699                        | 18,699  | 57,524                      | 57,524  |
| Tax Refunds Due From Government             | 16,931                        | 16,931  | 16,277                      | 16,277  |
| Trade Debts                                 | 1,917                         | 1,917   | 1,917                       | 1,917   |
| Loan And Advances                           | 3                             | 3   | 3                           | 3   |
| Store And Spares                            | -                             | -   | -                           | -   |
| Long Term Deposits And Deferred Cost        | 679                           | 679   | 679                         | 679   |
| Trade Deposits And Short Term Prepayments   | 1,536                         | 1,536   | 1,571                       | 1,571   |
| Assets Held For Sale                        | 605                           | 605   | 605                         | 605   |
| Property, Plant And Equipment               | 3,060                         | 3,060   | 3,267                       | 3,267   |
| <b>TOTAL ASSETS</b>                         | <b>43,429</b>                 | <b>43,429</b>                                   | <b>81,843</b>               | <b>81,843</b>                                   |
| <b>LIABILITIES</b>                          |                               |   |                             |   |
| Trade And Other Payables                    | 8,083                         | 8,083   | 9,044                       | 9,044   |
| Borrowings                                  | 1,296                         | 1,296   | 34,935                      | 34,935  |
| Deferred Liabilities                        | 4,064                         | 4,064   | 4,040                       | 4,040   |
| Provision For Taxation                      | -                             | -   | 26                          | 26  |
| <b>TOTAL LIABILITIES</b>                    | <b>13,443</b>                 | <b>13,443</b>                                   | <b>48,046</b>               | <b>48,046</b>                                   |
| <b>NET ASSETS</b>                           | <b>29,987</b>                 | <b>29,987</b>                                   | <b>33,797</b>               | <b>33,797</b>                                   |
| <b>REPRESENTED BY:-</b>                     |                               |   |                             |   |
| <b>Authorized share capital</b>             |                               |   |                             |   |
| 22,500,000 Ordinary shares of Rs. 10/- each | <b>225,000</b>                | <b>225,000</b>                                  | 225,000                     | 225,000   |
| Issued, subscribed and Paid Up Capital      | 221,052                       | 221,052   | 221,052                     | 221,052   |
| Reserves                                    | (191,065)                     | (191,065)                                       | (187,255)                   | (187,255)                                       |
| <b>Share Holders' Equity</b>                | <b>29,987</b>                 | <b>29,987</b>                                   | 33,797                      | 33,797  |
| Contingencies & Commitments                 | -                             | -   | -                           | -   |
|   | <b>29,987</b>                 | <b>29,987</b>                                   | 33,797                      | 33,797  |

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

Lahore:  
October 28, 2019

  
MIAN MUHAMMAD JEANGIR  
Chief Executive

  
MIAN WAHEED AHMAD  
Director

  
MIAN MUHAMMAD JEANGIR  
Chief Financial Officer

**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (Un-audited)**
**FOR THE QUARTER ENDED SEPTEMBER 30, 2019**

|  | Quarter ended               |               |
|--|-----------------------------|---------------|
|  | Sept 30, 2019               | Sept 30, 2018 |
|  | (-----Rupees in '000'-----) |               |
| Income from trading                            | -                           | 2,116         |
| Cost of trading                                | -                           | 1,963         |
| <b>Operating Profit/(Loss)</b>                 | -                           | 153           |
| <b>Operating Expenses</b>                      |                             |               |
| Distribution cost                              | -                           | 272           |
| Administrative expenses                        | <b>3,809</b>                | 6,252         |
| <b>Profit/(Loss) from Operations</b>           | <b>(3,809)</b>              | (6,372)       |
| Other operating charges                        | -                           | 263           |
| Other operating income                         | -                           | (509)         |
| Finance cost                                   | <b>1</b>                    | 3             |
| <b>Profit/(Loss) before Taxation</b>           | <b>(3,810)</b>              | (6,129)       |
| Taxation                                       | -                           | -             |
| <b>Profit/(Loss) after Taxation</b>            | <b>(3,810)</b>              | (6,129)       |
| <b>Earning/(Loss) per Share - Basic</b> Rupees | <b>(0.17)</b>               | (0.28)        |

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

**Condensed Interim Statement of Comprehensive Income (Un-audited)**
**FOR THE QUARTER ENDED SEPTEMBER 30, 2019**

|   | Quarter ended               |               |
|---|-----------------------------|---------------|
|   | Sept 30, 2019               | Sept 30, 2018 |
|   | (-----Rupees in '000'-----) |               |
| Profit/(Loss) after Taxation                            | <b>(3,810)</b>              | (6,129)       |
| <b>Other comprehensive income</b>                       | -                           | -             |
| <b>Total comprehensive Income/(Loss) for the period</b> | <b>(3,810)</b>              | (6,129)       |

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

**CONDENSED INTERIM CASH FLOW STATEMENT (Un-audited)**
**For the Quarter ended September 30, 2019**

|   | SEPT, 2019          | SEPT, 2018 |
|---|---------------------|------------|
|   | ( Rupees in '000' ) |            |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                     |                     |            |
| Profit/(Loss) before taxation                                   | (3,810)             | (6,129)    |
| <b>Adjustments for:</b>   |                     |            |
| - Depreciation  | 180                 | 360        |
| - Gratuity  | 194                 | -          |
| - (Gain)/loss on disposal of property, plant and equipment      | -                   | (246)      |
| - Impairment loss   | -                   | 1,357      |
| - Finance cost  | 1                   | 3          |
| <b>Operating (loss) / profit before working capital changes</b> | <b>(3,435)</b>      | (4,654)    |
| <b>(Increase) / decrease in current assets</b>                  |                     |            |
| - Stores and spares   | (0)                 | -          |
| - Trade debts   | -                   | 528        |
| - Loans and advances  | -                   | 2,193      |
| - Trade deposits, prepayments and other receivables             | 35                  | 38         |
| - Tax refunds due from Government                               | (642)               | (261)      |
|   | <b>(607)</b>        | 2,498      |
| <b>(Decrease) / increase in current liabilities</b>             |                     |            |
| - Trade and other payables                                      | (961)               | 38         |
|   | <b>(1,568)</b>      | 2,536      |
| <b>Cash generated from operations</b>                           | <b>(5,004)</b>      | (2,118)    |
| - Financial charges paid  | (1)                 | (3)        |
| - Gratuity paid   | (170)               | (173)      |
| - Income tax paid   | (12)                | (39)       |
| <b>Net Cash from / (used in) Operating Activities</b>           | <b>(5,187)</b>      | (2,333)    |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                     |                     |            |
| - Sale proceed of fixed assets                                  | -                   | 1,055      |
| - Fixed capital expenditure                                     | -                   | (2,999)    |
| <b>Net Cash from Investing Activities</b>                       | -                   | (1,944)    |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                     |                     |            |
| - Short term borrowings   | (33,638)            | 2,908      |
| - Long term financing   | -                   | -          |
| - Long term deposits  | -                   | -          |
| <b>Net Cash used in Financing Activities</b>                    | <b>(33,638)</b>     | 2,908      |
| <b>Net (Decrease) / Increase in Cash and Cash Equivalents</b>   | <b>(38,825)</b>     | (1,369)    |
| Cash and cash equivalents at the beginning of the period        | <b>57,524</b>       | 6,212      |
| <b>Cash and Cash Equivalents at the End of the Period</b>       | <b>18,699</b>       | 4,843      |



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-audited)**  
FOR THE QUARTER ENDED SEPTEMBER 30, 2019

| Particulars   | Share Capital  | Accumulated Loss | Surplus on revaluation of PPE | Shareholder's Equity |
|---|----------------|------------------|-------------------------------|----------------------|
|   |                |                  |                               |                      |
| <b>Balance as at June 30, 2018</b>                      | <b>221,052</b> | <b>(514,292)</b> | <b>233,235</b>                | <b>(60,005)</b>      |
| Profit/(Loss) for the period after taxation             | -              | 93,802           | -                             | 93,802               |
| <b>Total comprehensive income/(loss) for the period</b> |                |                  |                               |                      |
| Transfer from surplus on revaluation of PPE             |                |                  |                               |                      |
| - Incremental depreciation                              | -              | -                | -                             | -                    |
| - Disposal during the period                            | -              | 233,235          | (233,235)                     | -                    |
| <b>Balance as at June 30, 2019</b>                      | <b>221,052</b> | <b>(187,255)</b> | <b>-</b>                      | <b>33,797</b>        |
| Profit/(Loss) for the period after taxation             | -              | (3,810)          | -                             | (3,810)              |
| <b>Total comprehensive income/(loss) for the period</b> |                |                  |                               |                      |
| Transfer from surplus on revaluation of PPE             |                |                  |                               |                      |
| - Incremental depreciation                              | -              | -                | -                             | -                    |
| - Disposal during the period                            | -              | -                | -                             | -                    |
| <b>Balance as at September 30, 2019</b>                 | <b>221,052</b> | <b>(191,065)</b> | <b>-</b>                      | <b>29,987</b>        |

**Notes to the condensed interim financial information (Un-audited)**  
FOR THE QUARTER ENDED SEPTEMBER 30, 2019

- Legal Status And Nature Of Business**  
Mian Textile Industries Limited, "the Company", was incorporated in Pakistan on December 01, 1986 as a Public Limited Company under the Companies Ordinance, 1984. Its shares are quoted on Karachi and Lahore Stock Exchanges. The registered office of the Company is situated at 29-B/7, Model Town, Lahore and its manufacturing facilities were located at 48.5 K.M. Multan Road, Bhai Pheru, Tehsil Chunian, District Kasur. The Company was principally engaged in the business of manufacturing, sale and export of textile products. It was resolved by shareholders in their extra-ordinary meeting held on 29th April, 2017 that operation of manufacturing unit was not viable and unit be closed down. The Chief Executive was authorised to sell all the fixed assets comprising of Land, Building and other remaining spinning Plant and Machinery so as to pay out the outstanding loans of banks/directors and their family members. Fixed assets classified as "Assets held for sale" comprising of Land, building, plant & machinery etc re-valued by the approved consultants in 2017 which were shown at the fair market value have been disposed off.
- Basis of Preparation**  
The company being a Non-going concern, the financial statements have been prepared under fair market value method against historical cost convention in earlier years up to 2016. Assets and liabilities are stated at fair value.
- Accounting Policies**  
The Accounting policies adopted for the preparation of these accounts are the same as adopted in preceding annual published Financial Statements of the Company.
- Circulation of Un-audited Accounts**  
These accounts are unaudited and are being submitted to the members as required under SRO/764(1)/2001 dated November 5, 2001. These accounts conform to the disclosure requirements of IAS-34.
- Date of Authorization of Issue**  
These financial statements were authorized for issue on October 28, 2019 by the Board of Directors of the Company.
- Figures**  
The figures have been rounded off to the nearest thousand rupees and previous period's figures have been rearranged where ever necessary for the purpose of comparison.

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