

AN

TEXTILE MILLS LIMITED



1ST
QUARTERLY
REPORT

SEPTEMBER 30, 2019
(UN-AUDITED)

COMPANY INFORMATION

Board of Directors	Mrs. Nazma Amer Mr. Aizad Amer Mrs. Zareen Akhtar Mr. Anns Amer Ms. Yusra Amer Mr. Abdul Rauf Syed Khalid Ali	Chairperson Chief Executive Officer Director Director Director Director Director
Audit Committee	Mr. Abdul Rauf Ms. Yusra Amer Syed Khalid Ali	Chairman Member Member
HR and Remuneration Committee	Syed Khalid Ali Mr. Abdul Rauf Mr. Anns Amer	Chairman Member Member
Chief Financial Officer	Mr. Muhammad Saqib Ehsan	
Company Secretary	Mr. Tahir Shahzad	
Auditors	Riaz Ahmad and Company Chartered Accountants 560-F, Raja Road, Gulistan Colony, Faisalabad	
Bankers	Bank Al Habib Limited Habib Metropolitan Bank Limited Al-Baraka Bank (Pakistan) Limited Habib Bank Limited Meezan Bank Limited National Bank of Pakistan	
Share Registrar	Corplink (Private) Limited Wings Arcade, 1-K, Commercial, Model Town, Lahore	
Registered Office & Mills	35 Kilometer, Sheikhpura Road, Tehsil Jaranwala, Faisalabad	

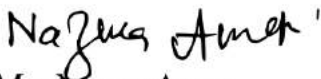
CHAIRPERSON'S REVIEW

For the 1st quarter ended September 30, 2019

The Board of Directors of AN Textile Mills Limited (“the Company”) is performing its duties in accordance with law and in the best interest of the Company and its shareholders as required under the Code of Corporate Governance, an annual evaluation of the Board of Directors of the Company is carried out. The purpose of this evaluation is to ensure that the Board’s overall performance and effectiveness is measured and benchmarked against expectations in the context of objectives set for the Company.

For the 1st quarter ended September 30, 2019, the Board’s overall performance and effectiveness has been assessed as Satisfactory. This is based on an evaluation of integral components, including vision, mission and values; engagement in strategic planning; formulation of policies; monitoring the organization’s business activities; monitor financial resource management; effective fiscal oversight; equitable treatment of all employees and efficiency in carrying out the Board’s business.

AN Textile Mills Limited complies with all the requirements set out in the Law with respect to the composition, procedures and meetings of the Board of Directors and its committees. Necessary Board agenda and related supporting documents were duly made available to the board in sufficient time prior to the board and its committees’ meetings. The Board has exercised all its powers in accordance with relevant laws and regulation and the non-executive and independent directors are equally involved in important decisions of the Board.



Mrs. Nazma Amer
Chairperson

DIRECTORS' REVIEW TO THE SHAREHOLDERS

The Directors of your Company feel pleasure to submit un-audited condensed interim financial information of your Company for the 1st quarter ended September 30, 2019.

	Quarter ended	
	30 September 2019	30 September 2018
	(Rupees in Thousand)	
REVENUE	308,033	534,011
COST OF SALES	(264,392)	(500,054)
GROSS PROFIT	43,641	33,957
DISTRIBUTION COST	(342)	(303)
ADMINISTRATIVE EXPENSES	(11,193)	(11,105)
OTHER INCOME	3,517	3,411
FINANCE COST	(15,595)	(5,722)
PROFIT BEFORE TAXATION	20,128	20,238
TAXATION	(18,927)	(19,491)
PROFIT AFTER TAXATION	1,201	747
EARNINGS PER SHARE- BASIC AND DILUTED (RUPEES)	0.12	0.08

REVIEW OF OPERATING RESULTS

During the period under review sales were Rupees 308.033 million as compared to Rupees 534.011 million of corresponding period. Cost of sales was Rupees 264.392 million as compared to Rupees 500.054 million of corresponding period. The Company earned profit after taxation amounting to Rupees 1.201 million as compared to corresponding period in which the Company earned profit after taxation of Rupees 0.747 million. By the Grace of Almighty Allah the Company able to achieve these results due to shifting of operations of the Company from coarse count to fine count, installation of Compact Spinning system on all ring frames of the Company, Modernization and Replacement (BMR) of plant and machinery and related equipment of the Company and due to the stern efforts made by its management in last couple of years.

FUTURE OUTLOOK

Pakistan Textile industry has been under pressure to compete internationally due to high cost of doing business. The Government support in the form of availability of energy at reduced prices, and release of funds against tax refunds is imperative for industry to compete internationally. Moreover, in next financial year the management of your Company has planned to further enhance its production capacity and every possible effort will be made by its management to curtail and keep its expenses to a minimum level to earn maximum profitability so that the shareholders can get returns on their investments.

ACKNOWLEDGEMENT

The Board places on record its appreciation for the cooperation, commitment, and hard work extended to the Company by the customers, suppliers, bankers, and all the employees of the Company.

On behalf of the Board



(Aizad Amer)

Chief Executive Officer

FAISALABAD

Dated: October 30, 2019

حصص یافتگان کے لئے ڈائریکٹرز کی رپورٹ

بورڈ آف ڈائریکٹرز انتہائی مسرت کے ساتھ اپنی کمپنی کی غیر آڈٹ شدہ 30 ستمبر 2019 کو ختم ہونے والی پہلی سہ ماہی تک کی مالیاتی کارکردگی پیش کر رہے ہیں۔ مالیاتی نتائج:

30 ستمبر 2018	30 ستمبر 2019	
(رقم ہزاروں میں)	(رقم ہزاروں میں)	
534,011	308,033	آمدن
(500,054)	(264,392)	فروخت کی لاگت
33,957	43,641	مجموعی نفع
(303)	(342)	تقسیم کی لاگت
(11,105)	(11,193)	انتظامیہ اخراجات
3,411	3,517	دیگر آمدن
(5,722)	(15,595)	مالیاتی لاگت
20,238	20,128	ٹیکس سے پہلے نفع
(19,491)	(18,927)	ٹیکس
747	1,201	ٹیکس کے بعد نفع
0.08	0.12	نفع فی حصہ - روپے

کارروائی کے نتیجے کا جائزہ:

دورانِ جائزہ سہ ماہی آمدن مبلغ 308.033 ملین ہوئی۔ جبکہ اس کے مقابل پچھلے سال کی سہ ماہی آمدن مبلغ 534.011 ملین تھی فروخت کی لاگت مبلغ 264.392 ملین ہے۔ جبکہ اس کے مقابل پچھلے سال کی سہ ماہی میں فروخت کی لاگت مبلغ 500.054 ملین تھی۔ کمپنی کو اس سہ ماہی میں ٹیکس کے بعد مبلغ 1.201 ملین کا نفع ہوا۔ جب کہ اس کے مقابل پچھلے سال کی سہ ماہی میں مبلغ 0.747 ملین کا نفع ہوا تھا۔ اللہ تعالیٰ کی کرم نوازی کی وجہ سے کمپنی نے یہ نتیجہ حاصل کیا ہے کہ ہم نے کمپنی کی کارروائی کو موٹے دھاگے سے باریک دھاگے میں شفٹ کیا، کمپیکٹ سپننگ سسٹم کو تمام موجودہ فریموں پر انسٹال کیا۔ کمپنی کی انتظامیہ نے پلانٹ اور مشینری کو جدید اور تبدیل کیا (BMR) اور اس کے متعلقہ اوزاروں کو تبدیل کرنے کے لئے پچھلے دو سالوں کی انتھک کوشش سے ہوا۔

مستقبل کا خاکہ:

پاکستان کی ٹیکسٹائل انڈسٹری مقابلہ بہت زیادہ دباؤ میں ہے۔ کیونکہ کاروبار کو چلانے کے لیے اس کی لاگت بہت زیادہ آ رہی ہے۔ بین الاقوامی مقابلے کے لیے بہت ضروری ہے کہ گورنمنٹ کم قیمت پر توانائی کی فراہمی میں مدد کرے اور ٹیکس ریفنڈز میں پھنسی ہوئی رقم واپس کرے۔ مزید برآں، آپ کی کمپنی کی انتظامیہ اپنی پروڈکشن بڑھانے کی صلاحیت میں اضافہ کر رہی ہے اور اخراجات کم کر کے منافع بڑھانے کی ہر ممکن کوشش کر رہی ہے تاکہ حصص داران اپنی سرمایہ کاری کا منافع حاصل کر سکیں۔

اعتراف:

بورڈ اپنے گاہکوں، سپلائرز، بنگرز، اور ملازموں کے تعاون، عزم اور محنت کی تعریف کرتا ہے اور اسے اپنے ریکارڈ میں لاتا ہے۔

منجانب بورڈ آف ڈائریکٹرز



ایزد عامر

چیف ایگزیکٹو آفیسر

فیصل آباد

مورخہ 30 اکتوبر 2019

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2019

	NOTE	Un-audited 30 September 2019	Audited 30 June 2019	NOTE	Un-audited 30 September 2019	Audited 30 June 2019
		(Rupees in thousand)			(Rupees in thousand)	
EQUITY AND LIABILITIES						
SHARE CAPITAL AND RESERVES						
Authorized share capital						
10 000 000 (30 June 2019: 10 000 000)						
ordinary shares of Rupees 10 each		100,000	100,000			
Issued, subscribed & paid up share capital		96,600	96,600		819,815	828,706
Directors' loan		360,000	360,000	6	115,554	115,554
Capital Reserves					4,108	3,834
Premium on issue of shares reserve		17,250	17,250		939,477	948,094
Equity portion of shareholders' loans		44,778	44,778			
Surplus on revaluation of property, plant and equipment and investment properties - net of deferred income tax		289,349	290,931			
Accumulated loss		(33,171)	(35,954)			
Total equity		774,806	773,605			
LIABILITIES						
NON-CURRENT LIABILITIES						
Deferred income tax liability		83,614	69,265		46,120	42,702
Staff retirement gratuity		20,364	18,274		401,891	423,233
Long term security deposit		4,000	4,000		27,171	31,678
		107,978	91,539		65,981	82,936
CURRENT LIABILITIES					3,860	1,555
Trade and other payables		224,741	175,721		20,217	20,071
Unclaimed dividend		742	742		5,500	5,500
Accrued mark-up		14,110	15,083		4,337	50,052
Short term borrowings		387,599	526,495		575,077	657,727
Provision for taxation		4,578	22,636			
TOTAL LIABILITIES		631,770	740,677			
		739,748	832,216			
CONTINGENCIES AND COMMITMENTS	5					
TOTAL EQUITY AND LIABILITIES		1,514,554	1,605,821		1,514,554	1,605,821

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


AIZAD AMER
 Chief Executive Officer


ANNS AMER
 Director


Muhammad Saqib Ehsan
 Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2019**

	NOTE	Quarter ended	
		30 September 2019	30 September 2018
(Rupees in Thousand)			
REVENUE		308,033	534,011
COST OF SALES	7	(264,392)	(500,054)
GROSS PROFIT		<u>43,641</u>	<u>33,957</u>
DISTRIBUTION COST		(342)	(303)
ADMINISTRATIVE EXPENSES		(11,193)	(11,105)
OTHER INCOME		3,517	3,411
FINANCE COST		(15,495)	(5,722)
PROFIT BEFORE TAXATION		<u>20,128</u>	<u>20,238</u>
TAXATION		(18,927)	(19,491)
PROFIT AFTER TAXATION		<u><u>1,201</u></u>	<u><u>747</u></u>
EARNINGS PER SHARE- BASIC AND DILUTED (RUPEES)		<u><u>0.12</u></u>	<u><u>0.08</u></u>

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



AIZAD AMER
Chief Executive Officer



ANNS AMER
Director



Muhammad Saqib Ehsan
Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2019**

	Quarter ended	
	30 September 2019	30 September 2018
	(Rupees in thousand)	
PROFIT AFTER TAXATION	1,201	747
OTHER COMPREHENSIVE INCOME		
Items that will not be reclassified subsequently to profit or loss	-	-
Items that may be reclassified subsequently to profit or loss	-	-
	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	1,201	747

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



AIZAD AMER
Chief Executive Officer



ANNS AMER
Director



Muhammad Saqib Ehsan
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2019

	RESERVES					TOTAL			
	SHARE CAPITAL	DIRECTORS' LOAN	CAPITAL RESERVE				REVENUE RESERVE		
			Share premium	Equity portion of Shareholder's loan	Surplus on revaluation of property, plant and equipment and investment properties - net of deferred income tax			Accumulated loss	
Balance as at 30 June 2018 - (Audited)	96,600	360,000	17,250	44,778	282,631	344,689	(53,970)	290,689	747,289
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	-	-	(1,487)	(1,487)	1,487	-	-
Profit for the period ended	-	-	-	-	-	-	747	747	747
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	747	747	747
Balance as at 30 September 2018 - (Un-audited)	96,600	360,000	17,250	44,778	281,144	343,172	(51,736)	291,436	748,036
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	-	-	(4,320)	(4,320)	4,320	-	-
Profit for the period	-	-	-	-	-	-	18,273	18,273	18,273
Other comprehensive income for the period	-	-	-	-	14,107	14,107	270	14,377	14,377
Total comprehensive income for the period	-	-	-	-	14,107	14,107	18,543	32,650	32,650
Adjustment on adoption of IFRS 9	-	-	-	-	-	-	(7,081)	(7,081)	(7,081)
Balance as at 30 June 2019 - (Audited)	96,600	360,000	17,250	44,778	290,931	352,959	(35,954)	317,005	773,605
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	-	-	(1,582)	(1,582)	1,582	-	-
Profit for the period	-	-	-	-	-	-	1,201	1,201	1,201
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	1,201	1,201	1,201
Balance as at 30 September 2019 - (Un-audited)	96,600	360,000	17,250	44,778	289,349	351,377	(33,171)	318,206	774,806

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


AIZAD AMER
Chief Executive Officer


ANNS AMER
Director


Muhammad Saqib Ehsan
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2019

	NOTE	Quarter ended	
		30 September 2019	30 September 2018
(Rupees in thousand)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	8	116,320	34,233
Finance cost paid		(16,468)	(2,255)
Income tax paid		(4,261)	(8,022)
Staff retirement gratuity paid		(1,215)	(677)
Net increase in long term deposits and prepayments		(274)	(231)
NET CASH GENERATED FROM OPERATING ACTIVITIES		94,102	23,048
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant & equipment		(921)	(9,211)
Profit on long term investments received		-	122
Net cash used in investing activities		(921)	(9,089)
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term borrowings - net		(138,896)	(10,908)
Net cash used in financing activities		(138,896)	(10,908)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS		(45,715)	3,051
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		50,052	4,764
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		4,337	7,815

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



AIZAD AMER
Chief Executive Officer



ANNS AMER
Director



Muhammad Saqib Ehsan
Chief Financial Officer

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2019

1. THE COMPANY AND ITS OPERATIONS

AN Textile Mills Limited (the Company) is a public limited company incorporated in Pakistan under the Companies Act, 1913 (Now Companies Act, 2017) and its share are quoted on Pakistan Stock Exchange Limited. Its registered office and mills premises are situated at 35 Kilometers Sheikhpura Road, Faisalabad. The principal activity of the Company is manufacturing, sale and trading of yarn and cloth. The Company has changed its name from Ishaq Textile Mills Limited to AN Textile Mills Limited on 12 April 2019.

2. BASIS OF PREPARATION

This condensed interim financial information is unaudited and is being submitted to shareholders as required by the Companies Act, 2017. This condensed interim financial information of the Company for the 1st quarter ended 30 September 2019 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 "Interim Financial Reporting" and provisions of and directives issued under the Companies Act, 2017 as applicable in Pakistan and notified by the Securities and Exchange Commission of Pakistan (SECP). In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. This condensed interim financial information should be read in conjunction with the audited annual published financial statements for the year ended 30 June 2019.

3. ACCOUNTING POLICIES AND COMPUTATION METHODS

The accounting policies and methods of computations adopted for the preparation of this condensed interim financial information are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2019.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of this condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of this condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2019.

5. CONTINGENCIES AND COMMITMENTS

a) Contingencies

i) The Company is contingently liable for Rupees 3.000 million (2019: Rupees 3.000 million) to Director Excise and Taxation on account of import duty.

ii) Guarantees of Rupees 32.273 million (2019: Rupees 32.273 million) are given by the banks of the Company to Sui Northern Gas Pipelines Limited (SNGPL) against gas connections and Faisalabad Electric Supply Company Limited (FESCO) against electricity connection.

iii) An appeal has been filed by the Company before Appellate Tribunal Inland Revenue, Lahore dated 07 June 2017 against the demand of Rupees 22.378 million (2018: Rupees 22.378 million) by the tax department regarding disallowance of minimum tax adjustment for the tax year 2011. The Appellate Tribunal Inland Revenue disposed the appeal. Then the department filed a reference before the Lahore High Court, Lahore against this order. The related provision is not made in these financial statements in view of favorable outcome of the appeal.

iv) The Company has filed appeals in Islamabad High Court, Islamabad, dated 29 August 2016 and in Lahore High Court, Lahore, dated 10 August 2017 against the charge of Gas Infrastructure Development Cess (GIDC) and Re-Gasified Liquefied Natural Gas (RLNG) respectively, charged by SNGPL. The related provision of Rupees 38.329 million (2017: Rupees 21.249 million) and Rupees 12.224 million (2017: Rupees 8.478 million) is not accounted for in these financial statements in view of favorable outcome of the appeals.

v) An appeal has been filed by the Company before Appellate Tribunal Inland Revenue, Lahore dated 16 April 2019, against the order of Additional Commissioner Inland Revenue (Appeals) dated 14 November 2018, for demand of Rupees 14.663 million by the tax department regarding disallowance of withholding taxes as adopted in income tax return for the tax year 2016. The related provision is not made in these financial statements in view of favorable outcome of the appeal.

vi) The Company filed appeal before Appellate Tribunal Inland Revenue, Lahore as on 21 March 2019 against the order of Additional Commissioner Inland Revenue for demand of Rupees 114.118 million by the tax department by nullifying the proration of the income between FTR and NTR as adopted by the Company for the tax year 2014. The related provision is not made in these financial statements in view of favorable outcome of the appeal.

vii) An appeal has been filed by the Regional Tax Office (RTO) Faisalabad before Appellate Tribunal Inland Revenue, Lahore in March 2019 because Additional Commissioner Inland Revenue amended the assessment for the tax year 2007 and created a demand of Rupees 5.766 million on the issue of proration of expenses and prorated the specific expenses related to normal tax regime to final tax regime. The related provision is not made in these financial statements in view of favorable outcome of the appeal.

viii) An appeal has been filed by the Company before Appellate Tribunal Inland Revenue, Lahore for the tax year 2017 involving a demand of Rupees 8.966 million on 26 October 2018. The original order was issued by the Assistant Commissioner Inland Revenue for non-deduction of withholding tax on certain parties under various clauses of section 153 of the Income Tax Ordinance, 2001. The related provision is not made in these financial statements in view of favorable outcome of the appeal.

b) Commitments

- i) There was no capital commitment as at 30 September 2019 (2019: Rupees Nil).
- ii) Letters of credit other than for capital expenditure are of Rupees 63.038 million (2019: Rupees 14.376 million).

Un-Audited	Audited
30 September	30 June
2019	2019

Rupees in thousand

6. PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets (Note 6.1)	819,815	828,706
Capital work-in-progress	-	-
	<u>819,815</u>	<u>828,706</u>
6.1 Operating fixed assets		
Opening book value	828,706	818,372
Add: Cost of additions during the period / year (Note 6.1.1)	921	21,836
Transferred from investment properties (Note 6.1.2)	-	8,923
Effect of revaluation- Net of deferred tax	-	19,869
	<u>829,627</u>	<u>869,000</u>
Less: Book value of deletions during the period / year (Note 6.1.3)	-	89
	<u>829,627</u>	<u>868,911</u>
Less: Depreciation charged for the period / year	9,812	40,205
	<u>819,815</u>	<u>828,706</u>
6.1.1 Cost of additions during the period/year		
Plant and machinery	846	17,254
Electric installations / appliances	-	1,291
Factory equipment	-	60
Furniture and fixtures	-	110
Vehicles	75	3,121
	<u>921</u>	<u>21,836</u>
6.1.2 Cost of assets transferred from investment properties during the period/year		
Freehold land	-	1,650
Buildings on free hold land - mills	-	7,273
	<u>-</u>	<u>8,923</u>

Un-Audited	Audited
30 September 2019	30 June 2019

Rupees in thousand

6.1.3 Book value of deletions during the period / year

Vehicles	-	89
	-	89

(Un-Audited)	
Quarter ended	
30 September 2019	30 September 2018

7. COST OF SALES

Raw material consumed (Note 7.1)	317,650	369,836
Cost of raw material sold	-	6,932
Loading and unloading	766	885
Salaries, wages and other benefits	38,729	41,513
Staff retirement benefits	2,974	2,018
Stores, spares and loose tools consumed	12,585	9,056
Packing material consumed	6,626	8,464
Repairs and maintenance	403	161
Fuel and power	71,179	58,410
Insurance	528	343
Other factory overheads	259	98
Depreciation	9,022	8,999
	460,721	506,715

Work in process

Opening stock	19,574	14,543
Closing stock	(20,115)	(18,610)
	(541)	(4,067)
Cost of goods manufactured	460,180	502,648

Finished goods

Opening stock	8,060	17,435
Closing stock	(203,848)	(20,029)
	(195,788)	(2,594)
	264,392	500,054

7.1 Raw material consumed

Opening Stock	395,599	157,677
Add: Purchases during the period	99,979	311,814
	495,578	469,491
Less: Closing Stock	(177,928)	(99,655)
	317,650	369,836

	(Un-Audited)	
	Quarter ended	
	30 September 2019	30 September 2018
8. CASH GENERATED FROM OPERATIONS		
Profit before taxation	20,128	20,238
Adjustments for non-cash charges and other items:		
Depreciation	9,812	9,963
Provision for gratuity	3,305	2,439
Profit on long term investments	-	(41)
Finance cost	15,495	5,722
Working capital changes (Note 8.1)	67,580	(4,088)
	<u>116,320</u>	<u>34,233</u>
8.1 Working capital changes		
Decrease / (Increase) in current assets:		
Stores, spare parts and loose tools	(3,418)	176
Stock in trade	21,342	51,360
Trade debts	4,507	(9,344)
Loans and advances	(1,420)	(32,717)
Short term deposits and prepayments	(2,305)	(2,683)
Other receivables	(146)	(878)
	18,560	5,914
Increase / (decrease) in trade and other payables	49,020	(10,002)
	<u>67,580</u>	<u>(4,088)</u>
9. TRANSACTIONS WITH RELATED PARTIES		
The related parties comprise of associated companies and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties are as follows:		
i) Transactions		
Particulars	Basis of relationship	Nature of transaction
Associated companies / undertakings		
Blue Moon Filling Station	Director of the Company is partner of the undertaking	Fuel purchased
		697 646
Other related parties		
Short term borrowings	Directors of the Company	Loans obtained
		5,000 2,500

10. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual financial statements of the Company for the year ended 30 June 2019.

11. EVENT AFTER REPORTING PERIOD

The Board of Directors of the Company has proposed a cash dividend for the year ended 30 June 2019 of Rupees 0.40 per share to all shareholders, at their meeting held on October 05, 2019. This has also been approved by the shareholders in the annual general meeting held on 28 October 2019. However, this event has been considered as non-adjusting event under IAS 10 'Events after the Reporting Period' and has not been recognized in these condensed interim financial information.

12. DATE OF AUTHORIZATION

This condensed interim financial information was approved by the Board of Directors of the Company and authorised for issue on 30 October 2019.

13. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim balance sheet and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim profit and loss account, condensed interim profit or loss and other comprehensive income and condensed interim cash flow statement have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made.

14. GENERAL

Figures have been rounded off to the nearest thousand of Rupees unless otherwise stated.



AIZAD AMER
Chief Executive Officer



ANNS AMER
Director



Muhammad Saqib Ehsan
Chief Financial Officer

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