

1ST
QUARTERLY
REPORT

ISHAQ
TEXTILE MILLS LIMITED

SEPTEMBER 30, 2018
(UN-AUDITED)

COMPANY INFORMATION

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

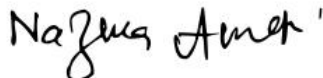
CHAIRPERSON'S REVIEW

For the 1st quarter ended September 30, 2018

The Board of Directors of Ishaq 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, 2018, 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.

Ishaq 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, 2018.

	Quarter ended	
	30 September 2018	30 September 2017
	(Rupees in Thousand)	
REVENUE	534,011	322,093
COST OF SALES	(500,054)	(316,846)
GROSS PROFIT	33,957	5,247
DISTRIBUTION COST	(303)	(432)
ADMINISTRATIVE EXPENSES	(11,105)	(9,086)
OTHER INCOME	3,411	3,034
FINANCE COST	(5,722)	(5,754)
PROFIT / (LOSS) BEFORE TAXATION	20,238	(6,991)
TAXATION	(19,491)	(11,139)
PROFIT / (LOSS) AFTER TAXATION	747	(18,130)
EARNINGS / (LOSS) PER SHARE- BASIC AND DILUTED (RUPEES)	0.08	(1.88)

REVIEW OF OPERATING RESULTS

During the period under review sales were Rupees 534.011 million as compared to Rupees 322.093 million of corresponding period. Cost of sales was Rupees 500.054 million as compared to Rupees 316.846 million of corresponding period. The Company earned profit after taxation amounting to Rupees 0.747 million as compared to corresponding period in which the Company incurred loss after taxation of Rupees 18.130 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.

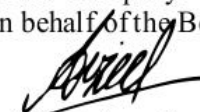
FUTURE OUTLOOK

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, 2018

ڈائریکٹرز کی شیئر ہولڈروں کو رپورٹ

کمپنی کے ڈائریکٹرز غیر آڈٹ شدہ پہلی سہ ماہی 30 ستمبر 2018 کے مالیاتی نتائج پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

مالیاتی نتائج:

30 ستمبر 2017 (رقم ہزاروں میں)	30 ستمبر 2018 (رقم ہزاروں میں)	
322,093	534,011	آمدنی
(316,846)	(500,054)	فروخت کی لاگت
5,247	33,957	مجموعی نفع
(432)	(303)	تقسیم کی لاگت
(9,086)	(11,105)	انتظامیہ اخراجات
3,034	3,411	دیگر آمدنی
(5,754)	(5,722)	مالیاتی لاگت
(6,991)	20,238	ٹیکس سے پہلے نفع / (نقصان)
(11,139)	(19,491)	ٹیکس
(18,130)	747	ٹیکس کے بعد نفع / (نقصان)
(1.88)	0.08	نفع / (نقصان) فی حصہ اور بنیادی تنصیب (روپے)

کارروائی کے رزلٹ کا جائزہ:

دوران جائزہ سہ ماہی آمدنی 534.11 ملین رہی جب کہ اس کے مقابل پچھلے سال کی سہ ماہی آمدنی مبلغ 322.093 ملین تھی۔ فروخت کی لاگت مبلغ 500.054 ملین جبکہ اس کے مقابل پچھلے سال کی سہ ماہی کی فروخت کی لاگت مبلغ 316.846 ملین تھی۔ کمپنی نے اس سہ ماہی میں 0.747 ملین کا نفع کمایا جبکہ اس کے مقابل پچھلے سال کی سہ ماہی میں مبلغ 18.130 ملین کا نقصان 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 تہذیبی (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 پریشر میں ہے کیونکہ کاروبار کو چلانے کے لئے اس کی لاکھت زیادہ آ رہی ہے۔ بین الاقوامی مقابلے کے لئے بہت ضروری ہے کہ گورنمنٹ کم قیمت پروڈانائی کی فراہمی میں مدد کرے اور ٹیکس ریفنڈز میں چھنسی ہوئی رقم واپس کرے۔ مزید برآں، آپ کی کمپنی کی انتظامیہ نے پروگرام بنایا ہے کہ اگلے مالی سال میں پروڈکشن بڑھانے کی صلاحیت میں اضافہ کیا جائے اور اخراجات کم کر کے منافع بڑھانے کی ہر ممکن کوشش کی جائے تاکہ حصص داران اپنی سرمایہ کاری کا منافع حاصل کر سکیں۔

اعتراف:

بورڈ اپنے گاہکوں سپلائرز بینکرز اور ملازموں کے تعاون، عزم اور محنت کی تعریف کرتا ہے اور اس کو اپنے ریکارڈ میں لاتا ہے۔

منجانب: بورڈ آف ڈائریکٹرز

ایزد عامر

فیصل آباد

مورخہ 30 اکتوبر 2018

چیف ایگزیکٹو آفیسر

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AT 30 SEPTEMBER 2018

	NOTE	Un-audited 30 September 2018 (Rupees in thousand)	Audited 30 June 2018 (Rupees in thousand)	NOTE	Un-audited 30 September 2018 (Rupees in thousand)	Audited 30 June 2018 (Rupees in thousand)
EQUITY AND LIABILITIES						
SHARE CAPITAL AND RESERVES						
Authorized share capital						
10,000,000 (30 June 2018: 10,000,000)						
ordinary shares of Rupees 10 each						
		100,000	100,000			
Issued, subscribed & paid up share capital		96,600	96,600		820,307	821,059
Directors' loan		360,000	360,000		120,381	120,381
					4,044	3,813
					944,732	945,253
Capital Reserves						
Premium on issue of shares reserve		17,250	17,250			
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		281,144	282,631			
Accumulated loss		(51,736)	(53,970)			
Total equity		748,036	747,289			
LIABILITIES						
NON-CURRENT LIABILITIES						
Deferred income tax liability		57,202	43,470		42,370	42,546
Staff retirement gratuity		13,906	12,144		138,294	189,654
Long term security deposit		4,000	4,000		77,986	68,642
		75,108	59,614		99,376	81,767
CURRENT LIABILITIES						
Trade and other payables		131,887	141,889		4,222	1,539
Unclaimed dividend		746	746		30,000	23,141
Accrued mark-up		5,921	8,221		-	6,061
Short term borrowings		377,336	388,244		7,815	4,764
Provision for taxation		5,761	17,364		400,063	418,114
		521,651	556,454			
TOTAL LIABILITIES		596,759	616,078			
CONTINGENCIES AND COMMITMENTS 5						
TOTAL EQUITY AND LIABILITIES		1,344,795	1,363,367		1,344,795	1,363,367

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 2018**

	NOTE	Quarter ended	
		30 September 2018	30 September 2017
(Rupees in Thousand)			
REVENUE		534,011	322,093
COST OF SALES	7	<u>(500,054)</u>	<u>(316,846)</u>
GROSS PROFIT		33,957	5,247
DISTRIBUTION COST		(303)	(432)
ADMINISTRATIVE EXPENSES		(11,105)	(9,086)
OTHER INCOME		3,411	3,034
FINANCE COST		<u>(5,722)</u>	<u>(5,754)</u>
PROFIT / (LOSS) BEFORE TAXATION		20,238	(6,991)
TAXATION		(19,491)	(11,139)
PROFIT / (LOSS) AFTER TAXATION		<u>747</u>	<u>(18,130)</u>
EARNING / (LOSS) PER SHARE - BASIC AND DILUTED (Rupees)		<u>0.08</u>	<u>(1.88)</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 2018**

	Quarter ended	
	30 September 2018	30 September 2017
	(Rupees in thousand)	
PROFIT / (LOSS) AFTER TAXATION	747	(18,130)
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 PROFIT / (LOSS) FOR THE PERIOD	747	(18,130)

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 2018

	NOTE	Quarter ended	
		30 September 2018	30 September 2017
(Rupees in thousand)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from / (used in) operations	8	34,233	(99,746)
Finance cost paid		(2,255)	(4,837)
Income tax paid		(8,022)	(2,284)
Staff retirement gratuity paid		(677)	(1,525)
Net increase in long term deposits and prepayments		(231)	(197)
NET CASH GENERATED FROM / (USED IN) OPERATING ACTIVITIES		23,048	(108,589)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant & equipment		(9,211)	(7,226)
Profit on long term investments received		122	114
Net cash used in investing activities		(9,089)	(7,112)
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term borrowings - net		(10,908)	113,910
Net cash (used in) / from financing activities		(10,908)	113,910
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		3,051	(1,791)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		4,764	15,729
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		7,815	13,938

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 2018

	RESERVES						TOTAL	TOTAL EQUITY
	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 2017 - (Audited)	96,600	360,000	17,250	44,778	287,053	349,081	295,759	752,359
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	-	-	(2,609)	(2,609)	-	-
Loss for the period ended	-	-	-	-	-	-	(18,130)	(18,130)
Other comprehensive income for the period	-	-	-	-	-	-	2,609	-
Total comprehensive loss for the period	-	-	-	-	-	-	(18,130)	(18,130)
Balance as at 30 September 2017 - (Un-audited)	96,600	360,000	17,250	44,778	284,444	346,472	(18,130)	(18,130)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	-	-	(3,389)	(3,389)	-	-
Surplus transferred to unappropriated profit on account of disposal of property, plant and equipment - net of deferred income tax	-	-	-	-	(18)	(18)	18	-
Impact of change in deferred income tax rate	-	-	-	-	1,594	1,594	-	1,594
Profit for the period	-	-	-	-	-	-	10,527	10,527
Other comprehensive income for the period	-	-	-	-	-	-	939	939
Total comprehensive income for the period	-	-	-	-	-	-	11,466	11,466
Balance as at 30 June 2018 - (Audited)	96,600	360,000	17,250	44,778	282,631	344,659	(53,970)	290,689
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	-	-	-	-	-	-	747	747
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive profit for the period	-	-	-	-	-	-	747	747
Balance as at 30 September 2018 - (Un-audited)	96,600	360,000	17,250	44,778	281,144	346,146	(51,736)	291,436

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 2018**

1. THE COMPANY AND ITS OPERATIONS

Ishaq 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.

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 2018 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 2018.

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 2018.

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 2018.

5. CONTINGENCIES AND COMMITMENTS

a) Contingencies

- i) The Company is contingently liable for Rupees 3.000 million (2018: Rupees 3.000 million) to Director Excise and Taxation on account of import duty.
- ii) Guarantees of Rupees 26.688 million (2018: Rupees 26.688 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 Commissioner Inland Revenue (Appeals), 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 related provision is not made in these financial statements in view of favorable outcome of the appeal.

iv) The Company has filed appeals in Lahore High Court, Lahore, dated 29 August 2016 and 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 21.249 million (2018: Rupees 21.249 million) and Rupees 8.478 million (2018: Rupees 8.478 million) is not accounted for in these condensed interim financial information in view of favorable outcome of the appeals.

v) An appeal has been filed by the Company before Commissioner Inland Revenue (Appeals), dated 11 June 2018, against the order of Additional Commissioner Inland Revenue 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.

i) An appeal has been filed before Commissioner Inland Revenue (Appeals) dated 26 October 2018 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.

b) Commitments

- i) Letter of credit for capital expenditure is of Rupees Nil (2018: Rupees Nil).
- ii) Letters of credit other than for capital expenditure are of Rupees 108.455 million (2018: Rupees 28.167 million).

Un-Audited	Audited
30 September 2018	30 June 2018

Rupees in thousand

6. PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets (Note 6.1)	820,307	818,372
Capital work-in-progress	-	2,687
	<u>820,307</u>	<u>821,059</u>

6.1 Operating fixed assets

Opening book value	818,372	836,982
Add: Cost of additions during the period / year (Note 6.1.1)	11,898	35,282
Effect of revaluation- Net of deferred tax	-	-
	<u>830,270</u>	<u>872,264</u>
Less: Book value of land and building transferred to investment properties	-	11,561
Less: Book value of deletions during the period / year (Note 6.1.2)	-	1,615
	<u>830,270</u>	<u>859,088</u>
Less: Depreciation charged for the period / year	9,963	40,716
	<u>820,307</u>	<u>818,372</u>

Un-Audited	Audited
30 September 2018	30 June 2018

Rupees in thousand

6.1.1 Cost of additions during the period/year

Buildings on free hold land - mills	-	5,202
Plant and machinery	9,020	26,170
Electric installations / appliances	123	423
Lab equipment	-	100
Computers	-	101
Vehicles	2,755	3,286
	<u>11,898</u>	<u>35,282</u>

6.1.2 Book value of deletions during the period / year

Plant and machinery	-	879
Vehicles	-	736
	<u>-</u>	<u>1,615</u>

(Un-Audited)	
Quarter ended	
30 September 2018	30 September 2017

7. COST OF SALES

Raw material consumed (Note 7.1)	369,836	204,848
Cost of raw material sold	6,932	-
Loading and unloading	885	597
Salaries, wages and other benefits	41,513	26,646
Staff retirement benefits	2,018	1,714
Stores, spares and loose tools consumed	9,056	9,118
Packing material consumed	8,464	6,044
Repairs and maintenance	161	377
Fuel and power	58,410	44,260
Insurance	343	749
Other factory overheads	98	530
Depreciation	8,999	9,170
	<u>506,715</u>	<u>304,053</u>

Work in process

Opening stock	14,543	2,906
Closing stock	(18,610)	(10,430)
	<u>(4,067)</u>	<u>(7,524)</u>
Cost of goods manufactured	502,648	296,529

Cost of sales purchased for resale

- 16,436

Finished goods

Opening stock	17,435	39,224
Closing stock	(20,029)	(35,343)
	<u>(2,594)</u>	<u>3,881</u>
	<u>500,054</u>	<u>316,846</u>

(Un-Audited)	
Quarter ended	
30 September 2018	30 September 2017

7.1 Raw material consumed

Opening Stock	157,677	104,089
Add: Purchases during the period	311,814	310,762
	469,491	414,851
Less: Closing Stock	(99,655)	(210,003)
	<u>369,836</u>	<u>204,848</u>

8. CASH (USED IN) / GENERATED FROM OPERATIONS

Profit / (loss) before taxation	20,238	(6,991)
Adjustments for non-cash charges and other items:		
Depreciation	9,963	10,073
Provision for gratuity	2,439	2,072
Profit on long term investments	(41)	(133)
Finance cost	5,722	5,754
Working capital changes (Note 8.1)	(4,088)	(110,521)
	<u>34,233</u>	<u>(99,746)</u>

8.1 Working capital changes**Decrease / (Increase) in current assets:**

Stores, spare parts and loose tools	176	(1,005)
Stock in trade	51,360	(110,814)
Trade debts	(9,344)	12,708
Loans and advances	(32,717)	(18,677)
Short term deposits and prepayments	(2,683)	(2,318)
Other receivables	(878)	(66)
	5,914	(120,172)
(Increase) / decrease in trade and other payables	(10,002)	9,651
	<u>(4,088)</u>	<u>(110,521)</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	646	714
Other related parties				
Short term borrowings	Directors of the Company	Loans obtained	2,500	9,000

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 2018.

11. 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 2018.

12. 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.

13. 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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