

ACCOUNTS

For the First Quarter Ended
September 30, 2013
(Un-Audited)



AHMAD HASSAN
TEXTILE MILLS LTD.

BOARD OF DIRECTORS

- | | |
|---------------------------------|---------------------------|
| 1. Mian Muhammad Javed Anwar | - Chairman |
| 2. Main Muhammad Parvez | - Chief Executive Officer |
| 3. Mr. Muhammad Haris | - Director |
| 4. Mr. Muhammad Aurangzeb | - Director |
| 5. Mrs. Salma Javed | - Director |
| 6. Mr. Muhammad Jahanzeb | - Director |
| 7. Mr. Syed Raza Abbas Jafferri | (Rep. NIT) |

DIRECTORS' REVIEW

In the Name of Allah, the Most Beneficent, the Merciful

Dear Shareholders

Your Directors are pleased to present before you the un-audited accounts of the company for the first quarter ended September 30, 2013.

OPERATING RESULTS:

By the grace Almighty Allah the financial performance of your company remained satisfactory during the first quarter of the new financial year. The company has earned a profit of Rs. 40.38 before tax (2012: 44.76 million) and Rs. 35.76 million after tax (2012: Rs. 25 million).

The GP ratio has been reduced by 1.89% to reach 10.32% (2012: 12.21%) mainly due to sudden increase in energy cost. In spite of energy crises in the country, management succeeded to improve the net profit ratio by 0.77% as compared to last year's same period to reach 3.53% (2012: 2.76%).

FUTURE OUTLOOK

The summary of results we have given above is enough to describe the main problem we are facing, though the company is striving for best procedures to be adopted to reduce each and every penny of cost that is possible and the management is happy to save a lot as a result. But the energy crises are that huge that management can't combat it so easily. The management focused on Gas Gen-sets and saved a marginal amount but in winter 2013, the gas supply shortage might hit badly.

ACKNOWLEDGMENT

Your Directors place on record their deep appreciation for the efforts made by the workers and staff of the Company for their deep devotion to work, as these results come from combined efforts of staff and management.

Your Directors would also like to express their thanks to the Shareholders and Financial Institutions for their support and assistance.

On behalf of the Board of Directors

Multan
Dated: October 29, 2013

Mian Muhammad Parvez
Chief Executive

**STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED SEPTEMBER 30, 2013
(UN-AUDITED)**

	Reserves		Total	
	Share Capital	Capital		Revenue
	Issued, subscribed and paid up capital	Share premium		Unappropri- ated profits
	Rupees	Rupees	Rupees	Rupees
Balance at July 01, 2012	144,082,488	32,746,284	496,839,670	673,668,442
Profit for quarter ended September 30, 2012	-	-	25,015,676	25,015,676
Other comprehensive income for the quarter ended September 30, 2012	-	-	4,040,712	4,040,712
Total comprehensive income for the quarter ended September 30, 2012	-	-	29,056,388	29,056,388
Final dividend for the year ended June 30, 2012	-	-	(18,010,525)	(18,010,525)
Balance at September 30, 2012	144,082,488	32,746,284	507,885,533	684,714,305
Balance at June 30, 2013	144,082,488	32,746,284	643,073,455	819,902,227
Profit for the quarter ended September 30, 2013	-	-	35,745,882	35,745,882
Other comprehensive income for the quarter ended September 30, 2013	-	-	7,300,000	7,300,000
Total comprehensive income for the quarter ended September 30, 2013	-	-	43,045,882	43,045,882
Final dividend for the year ended June 30, 2013	-	-	(21,612,373)	(21,612,373)
Balance at September 30, 2013	144,082,488	32,746,284	664,506,964	841,335,736

If undelivered please return to
AHMAD HASSAN TEXTILE MILLS LTD.
46 - Hassan Parwana Colony,
MULTAN.

Printed Matter

UNDER POSTAL CERTIFICATION

AHMAD HASSAN T

Balance Sheet as at September 30, 2013 (Un - Audited)

	<i>Un-Audited</i> <i>Sep. 30,</i> <i>2013</i> <i>Rupees</i>	<i>Audited</i> <i>June 30,</i> <i>2013</i> <i>Rupees</i>		<i>Un-Audited</i> <i>Sep. 30,</i> <i>2013</i> <i>Rupees</i>	<i>Audited</i> <i>June 30,</i> <i>2013</i> <i>Rupees</i>
EQUITY AND LIABILITIES			ASSETS		
<i>Share capital and reserves</i>			<i>Non-current assets</i>		
Share capital	144,082,488	144,082,488	Property, plant and equipment	2,309,333,967	2,336,860,177
Share premium	32,746,284	32,746,284	Long term investments	259,220	259,272
Unappropriated profit	<u>664,506,964</u>	<u>643,073,455</u>	Long term deposits	<u>39,180,010</u>	<u>39,180,010</u>
	841,335,736	819,902,227		2,348,773,197	2,376,299,459
<i>Surplus on revaluation of property, plant and equipment</i>	1,033,551,547	1,040,851,547	<i>Current assets</i>		
<i>Non-current liabilities</i>			Stores, spares and loose tools	34,390,254	42,421,206
Long term financing	199,379,644	226,086,668	Stock in trade	507,133,225	492,998,541
Subordinated loan	105,000,000	105,000,000	Trade debts	391,057,556	227,255,138
Deferred taxation	184,989,847	190,489,847	Loans and advances	133,547,248	94,885,564
	489,369,491	521,576,515	Tax refunds due from government	26,149,594	22,590,804
<i>Current liabilities</i>			Other receivables	4,417,570	7,669,591
Trade and other payables	175,040,585	229,315,518	Current portion of long term investments	104	104
Accrued markup	19,490,283	20,516,985	Cash and bank balances	16,181,900	17,936,655
Short term borrowings	737,672,758	492,155,903		1,112,877,451	905,757,603
Current portion of non-current liabilities	116,611,939	119,296,349			
Provision for taxation	48,578,309	38,442,018			
	1,097,393,874	899,726,773			
	<u>3,461,650,648</u>	<u>3,282,057,062</u>	Total Assets	<u>3,461,650,648</u>	<u>3,282,057,062</u>

Sd/-

Mian Muhammad Parvez
Chief Executive

XTILE MILLS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE QUARTER ENDED SEPTEMBER 30, 2013 (UN-AUDITED)

	<i>Un-Audited</i> Sep. 30, 2013 Rupees	<i>Un-Audited</i> Sep. 30, 2012 Rupees
Sales	1,013,629,460	907,342,448
Cost of goods sold	(909,006,222)	(796,562,057)
Gross profit	<u>104,623,238</u>	<u>110,780,391</u>
Other operating income / (loss)	<u>985,829</u>	<u>(995,238)</u>
	105,609,067	109,785,153
Distribution cost	(33,883,199)	(34,631,104)
Administrative expenses	(10,716,095)	(8,595,238)
Other operating expenses	(37,200)	(144,000)
Finance cost	<u>(20,590,396)</u>	<u>(21,655,951)</u>
Profit before taxation	40,382,177	44,758,860
Provision for taxation	<u>(4,636,295)</u>	<u>(19,743,184)</u>
Profit after taxation	35,745,882	25,015,676
Other comprehensive income for the period- net of tax	7,300,000	4,040,712
Total comprehensive income for the period- net of tax	<u>43,045,882</u>	<u>29,056,388</u>
*Earnings per share-basic and diluted	<u>2.48</u>	<u>1.74</u>

NOTES TO THE FINANCIAL STATEMENTS

FOR THE QUARTER ENDED SEPTEMBER 30, 2013 (UN-AUDITED)

- These un-audited accounts are being presented to the shareholders as required under SECP notification No.764(1)/2001 dated 05-11-2001 and in accordance with the requirements of International Accounting Standard-34 "Interim Financial Reporting".
- Accounting policies adopted for the preparation of these quarterly accounts are the same as adopted in the preceding annual accounts.
- Figures from previous year have been re-arranged for the purpose of comparison wherever necessary.
- Figures in these accounts have been rounded off to the nearest rupee.
- Provisions for taxation has been calculated on turnover basis.

Sd/-

Dr. Muhammad Haris
Director

CASH FLOW STATEMENT FOR THE QUARTER ENDED SEPTEMBER 30, 2013 (UN-AUDITED)

	Sep. 30, 2013 Rupees	Sep. 30, 2012 Rupees
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	40,382,177	44,758,860
Adjustments for:		
Depreciation on property, plant and equipment	28,010,000	21,810,000
Provision for staff retirement benefits- gratuity	1,200,000	1,200,000
Finance cost	20,590,396	21,655,951
	<u>49,800,396</u>	<u>44,665,951</u>
Operating cash flows before movements in working capital	90,182,573	89,424,811
(Increase) / decrease in current assets		
Stores, spares and loose tools	8,030,952	6,969,801
Stock in trade	(14,134,684)	(59,444,901)
Trade debts	(163,802,418)	(65,696,428)
Loans and advances (excluding advance income tax)	(38,661,684)	(321,840)
Tax refunds due from government	(3,558,790)	993,625
Other receivables	3,252,021	466,242
Increase / (decrease) in current liabilities		
Trade and other payables	(60,060,583)	29,247,789
	<u>(268,935,186)</u>	<u>(87,785,712)</u>
Cash generated from operations	(178,752,613)	1,639,099
Income taxes paid	(11,630,792)	(6,933,085)
Staff retirement benefits- gratuity paid	(5,395,935)	(3,228,877)
Net cash used in operating activities	(195,779,340)	(8,522,863)
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Addition to property, plant and equipment	(483,790)	(10,706,010)
Redemption of long term investment	52	52
Net cash used in investing activities	(483,738)	(10,705,958)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term financing	(29,391,434)	(59,916,881)
Repayment of principal portion of finance lease	-	2,927,290
Short term borrowings - net	245,516,855	102,532,806
Finance cost paid	(21,617,098)	(26,994,639)
Net cash generated from financing activities	<u>194,508,323</u>	<u>18,548,576</u>
Net decrease in cash and bank balances during the period	(1,754,755)	(680,245)
Cash and bank balances at the beginning of the period	17,936,655	3,666,866
Cash and bank balances at the end of the period	<u>16,181,900</u>	<u>2,986,621</u>

Sd/-

Mr. Abdul Sattar
Chief Financial Officer