

# MAQBOOL TEXTILE MILLS LIMITED.

Third Quarter and Nine Months Unaudited Financial Statements  
for the Period Ended 31st March, 2024

## DIRECTORS' REVIEW

Dear Shareholders,

On behalf of the Board of Directors of the Company, I am pleased to present before you the Un-Audited Financial Statements of your Company for the third quarter and nine months period ended March 31, 2024 in compliance with requirements of Companies Act, 2017.

Textile industry in Pakistan remained confronted with un precedented increase in its costs of production due to the hike in the rates of electricity after the discontinuation of the availability of "Regionally Competitive Energy Tariff (RCET)" to it. The textile industry is now paying equivalent to over 17 cents compared to electricity at 7 to 9 cents available to our competitors. The unjustified FPA, QTR and F.C surcharge have further increased the burden. Moreover the increase in financial cost due to high markup rates consequent to historically highest policy rates further added to the total costs reducing the margins resulting in net loss of Rs.299 Million to the Company for the quarter and Rs.239 Million for the nine months ended on 31.03.2024. Detailed figures are in annexed financial statements.

It is high time that the government realizes the gravity of the situation and takes remedial measures to ensure RCET and reasonable Markup rates for the future of industry in Pakistan especially textile industry being the largest employer as well as the foreign exchange earner. The future prospects of the whole industry depends upon the future policies of the government.

Despite the above detailed adverse factors and challenges your management is making best efforts to improve the financial results of the Company and hope that, by the grace of Almighty Allah, the performance of your Company gets better and financial results improve during the remaining period of the current financial year to end on June 30, 2024.

**Chairperson**

Place: Multan  
Dated: 30-04-2024

# مقبول ٹیکسٹائل ملز لمیٹڈ

## ڈائریکٹر نظر ثانی

کمپنی کے بورڈ آف ڈائریکٹرز کی جانب سے کمپنیز ایکٹ 2017 کے تقاضوں کے تعیل میں کمپنی کے نو ماہ کی مدت اور تیسری سہ ماہی جو کے 31-03-2024 کو ختم ہوتی ہے اس کی غیر آڈٹ شدہ مالیاتی بیانات آپ کے سامنے پیش کرنا میرا اعزاز ہے۔

پاکستان میں ٹیکسٹائل انڈسٹری کو "علاقائی طور پر مسابقتی توانائی میزف (آرسی ای ٹی)" کی دستیابی بند ہونے کے بعد بجلی کی قیمتوں میں اضافے کی وجہ سے اس کی پیداواری لاگت میں غیر معمولی اضافے کا سامنا رہا۔ ٹیکسٹائل انڈسٹری اب ہمارے حریفوں کو دستیاب 7 سے 9 سینٹ میں بجلی کے مقابلے 17 سینٹ سے زیادہ کی براہری ادا کیگی کر رہی ہے۔ بلا جواز QTI, FPA اور F.C سرچارج نے مزید بوجھ بڑھا دیا ہے۔ مزید برآں، تاریخی طور پر بلند ترین پالیسی کی شرحوں کے نتیجے میں زیادہ مارک اپ کی شرح سے مالی لاگت میں اضافے نے مارجن کو کم کرتے ہوئے کل اخراجات میں مزید اضافہ کیا جس کے نتیجے میں کمپنی کو سہ ماہی کیلئے 299 ملین روپے اور نو ماہ کی مدت جو کے 31-03-2024 کو ختم کو ہوتی ہے کے لئے 239 ملین روپے کا خالص نقصان ہوا۔ تفصیلی اعداد و شمار مالی بیانات میں منسلک ہیں۔

اب وقت آ گیا ہے کہ حکومت صورتحال کی سنگینی کا ادراک کرے اور پاکستان میں صنعت کے مستقبل کے لیے RCET اور مناسب مارک اپ ریٹ کو یقینی بنانے کے لئے تدارکاتی اقدامات کرے، خاص طور پر ٹیکسٹائل کی صنعت سب سے زیادہ روزگار فراہم کرنے کے ساتھ ساتھ زرمبادلہ کمانے والی بھی ہے۔ پوری صنعت کے مستقبل کے امکانات کا انحصار حکومت کے مستقبل کی پالیسیوں پر ہے۔

مندرجہ بالا تفصیلی مفتی عوامل اور چیلنجوں کے باوجود آپ کی انتظامیہ کمپنی کے مالیاتی نتائج کو بہتر بنانے کے لئے بہترین کوشش کر رہی ہے اور امید ہے کہ اللہ تعالیٰ کے فضل و کرم سے آپ کی کمپنی کی کارکردگی بہتر ہو جائے گی اور مالیاتی نتائج کی بقیہ مدت جو کے 30-06-2024 کو ختم ہوتی ہے میں بہتری آئے گی۔

چیئر پرسن -

تاریخ: 30-04-2024

**STATEMENT OF PROFIT OR LOSS**  
**FOR THE PERIOD ENDED MARCH 31, 2024**  
(Un-Audited)

	<i>Nine months period ended</i>		<i>Quarter ended</i>	
	<i>March 31,2024</i>	<i>March 31,2023</i>	<i>March 31,2024</i>	<i>March 31,2023</i>
-----Rupees-----				
Revenue from contracts - net	8,409,421,582	7,079,911,944	2,546,957,288	2,412,676,325
Cost of goods sold	(7,701,174,198)	(6,548,218,333)	(2,540,639,486)	(2,218,089,231)
<b>Gross Profit</b>	<b>708,247,385</b>	<b>531,693,611</b>	<b>6,317,802</b>	<b>194,587,094</b>
Other operating income	2,543,644	7,471,584	-	2,916,512
	710,791,029	539,165,195	6,317,802	197,503,606
Distribution cost	(77,217,506)	(50,772,344)	(24,249,355)	(16,196,687)
Administrative expenses	(256,250,391)	(205,528,244)	(84,613,276)	(65,163,586)
Other operating expenses	-	-	-	-
	(333,467,897)	(256,300,588)	(108,862,631)	(81,360,273)
Finance cost	(522,395,173)	(408,665,602)	(171,583,169)	(141,089,897)
<b>Loss before taxation</b>	<b>(145,072,042)</b>	<b>(125,800,995)</b>	<b>(274,127,998)</b>	<b>(24,946,564)</b>
Provision for Taxation	(94,053,584)	(121,888,329)	(25,264,741)	(29,828,462)
<b>Loss for the period</b>	<b>(239,125,626)</b>	<b>(247,689,324)</b>	<b>(299,392,739)</b>	<b>(54,775,025)</b>
Other comprehensive profit/(loss) for the period - net of tax				
Transfer from deferred tax due to change rate on opening revaluation surplus	-	-	-	-
	<b>(239,125,626)</b>	<b>(247,689,324)</b>	<b>(299,392,739)</b>	<b>(54,775,025)</b>
Earnings per share	(12.97)	(13.44)	(16.24)	(2.97)

**NOTES TO THE ACCOUNTS**

- 1- These un-audited financial statements are being presented to the shareholders as required under SECP Notification No. SRO 746(1)2001 dated 05-11-2001 and in accordance with the requirements of International Accounting Standard-34 "Interim Financial Reporting".
- 2- Accounting policies adopted for the preparation of these quarterly accounts are the same as adopted in the preceding periodic financial statements.
- 3- Figures in these accounts have been rounded off to the nearest rupee.

Chief Executive Officer

Director

Chief Financial Officer

**STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2024**  
*(Un-Audited)*

	<b>UN-AUDITED</b>	<b>AUDITED</b>
	<b>31-Mar-24</b> <b>Rupees</b>	<b>30-Jun-23</b> <b>Rupees</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	4,415,141,959	4,461,204,766
Long term deposits	11,222,314	11,222,314
	<b>4,426,364,273</b>	<b>4,472,427,080</b>
<b>Current assets</b>		
Stores and spares	210,555,429	215,485,658
Stock in trade	1,718,801,512	1,644,631,956
Trade debts	598,691,656	1,404,086,258
Loans and advances and prepayments	201,574,968	193,862,560
Due from Government	358,279,028	378,057,758
Advance tax	147,503,741	145,508,899
Other financial assets	10,000,000	10,395,667
Cash and bank balances	31,216,778	37,211,751
	<b>3,276,623,112</b>	<b>4,029,240,507</b>
<b>Total assets</b>	<b>7,702,987,386</b>	<b>8,501,667,587</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Share capital and reserves</b>		
Share capital	184,320,000	184,320,000
Share premium	65,280,000	65,280,000
Surplus on revaluation of property, plant and equipment - net of deferred tax	1,542,719,890	1,580,516,928
General reserve	168,000,000	168,000,000
Unappropriated profits	429,431,810	630,760,398
	<b>2,389,751,700</b>	<b>2,628,877,326</b>
<b>Non-current liabilities</b>		
Long term financing	513,974,963	538,166,920
Lease against right of use assets	22,981,901	31,334,284
Deferred taxation	598,661,947	604,609,653
Staff retirement benefits - gratuity	70,878,206	65,791,519
	<b>1,206,497,017</b>	<b>1,239,902,376</b>
<b>Current liabilities</b>		
Trade and other payables	672,588,994	1,278,821,473
Accrued mark up	188,331,935	162,294,674
Short term borrowings	2,987,690,000	2,893,560,627
Unclaimed dividend	3,005,565	3,005,565
Unpaid dividend	3,810,315	3,810,315
Current portion of long term financing	140,121,711	158,044,694
Current portion of liabilities against right of use assets	11,404,925	11,087,841
Provision for taxation	99,785,223	122,262,696
	<b>4,106,738,669</b>	<b>4,632,887,885</b>
<b>Contingencies and commitments</b>	-	-
<b>Total equity and liabilities</b>	<b>7,702,987,386</b>	<b>8,501,667,587</b>

Chief Executive Officer

Director

Chief Financial Officer

**STATEMENT OF CASH FLOWS**

**FOR THE PERIOD ENDED MARCH 31, 2024**

**(Un-Audited)**

**CASH FLOWS FROM OPERATING ACTIVITIES**

	<b>31-Mar-24 Rupees</b>	<b>30-Jun-23 Rupees</b>
<i>Profit/(Loss) before taxation</i>	(145,072,042)	(156,752,417)
<i>Adjustments for:</i>		
Depreciation	158,823,139	213,682,833
Interest income on term finance certificate	-	(1,931,663)
Provision for gratuity	41,099,427	40,620,689
Finance cost	522,395,173	632,648,197
	<b>722,317,739</b>	<b>885,020,056</b>
Operating cash flows before working capital changes	577,245,697	728,267,639
<b>(Increase)/decrease in current assets</b>		
Stores and spares	4,930,229	(61,109,204)
Stock-in-trade	(74,169,556)	(180,140,937)
Trade debts	805,394,602	(194,237,082)
Loans and advances and prepayments	(7,712,408)	77,824,951
Sales tax refundable	19,778,730	(48,535,448)
	<b>748,221,597</b>	<b>(406,197,720)</b>
<b>(Decrease)/increase in current liabilities</b>		
Trade and other payables	(606,232,480)	505,896,927
Cash generated from / (used in) operations	719,234,814	827,966,846
Income tax paid	(124,473,605)	(143,319,569)
Gratuity paid	(36,012,740)	(34,502,617)
Finance cost paid	(496,357,912)	(569,264,484)
	<b>(656,844,257)</b>	<b>(747,086,670)</b>
<b>Net cash (used in) operating activities</b>	<b>62,390,557</b>	<b>80,880,176</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of property, plant and equipment	(112,760,338)	(256,679,280)
Other financial assets	395,667	(10,000,000)
interest received on term finance certificates		1,535,996
Long-term deposits	-	704,250
<b>Net cash (used in) investing activities</b>	<b>(112,364,671)</b>	<b>(264,439,034)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Acquired/(Repayment) of Long-term finances	(42,114,940)	(116,990,444)
Short-term borrowings - net	94,129,373	479,425,018
Acquired/(Repayment) of Lease liabilities	(8,035,299)	(11,285,571)
Dividend paid	-	(18,457,269)
<b>Net cash generated from financing activities</b>	<b>43,979,134</b>	<b>332,691,734</b>
Net increase/(decrease) in cash and cash equivalents	(5,994,980)	149,132,876
Cash and cash equivalents at the beginning of the year	(1,168,523,173)	(1,317,656,049)
Cash and cash equivalents at the end of the period	<b>(1,174,518,153)</b>	<b>(1,168,523,173)</b>

Chief Executive Officer

Director

Chief Financial Officer

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED MARCH 31, 2024**  
(Un-Audited)

	Share capital	Capital Reserve		Revenue reserves		Total
	Issued, subscribed and paid-up	Share premium	Surplus on revaluation of Property, Plant and Equipment	General reserve	Un-appropriated profit	
	----- Rupees -----					
<b>Balance as at July 01, 2022</b>	184,320,000	65,280,000	1,637,396,190	168,000,000	828,283,416	2,883,279,606
Loss for the nine months ended March 31, 2023	-	-	-	-	(247,689,324)	(247,689,324)
Other comprehensive income / (loss) for period	-	-	-	-	-	-
	-	-	-	-	(247,689,324)	(247,689,324)
Dividend for the year ended June 30, 2022 @ Rs. 1.00 per share					(18,432,000)	(18,432,000)
Transfer to unappropriated profit on account of incremental depreciation on surplus of revaluation of property, plant & machinery	-		(35,590,710)		35,590,710	-
<b>Balance as at March 31, 2023</b>	<b>184,320,000</b>	<b>65,280,000</b>	<b>1,601,805,480</b>	<b>168,000,000</b>	<b>597,752,802</b>	<b>2,617,158,282</b>
<b>Balance as at July 01, 2023</b>	184,320,000	65,280,000	1,580,516,928	168,000,000	630,760,398	2,628,877,326
Loss for the nine months ended March 31, 2024	-	-	-	-	(239,125,626)	(239,125,626)
Other comprehensive income / (loss) for period	-	-	-	-	-	-
	-	-	-	-	(239,125,626)	(239,125,626)
Transfer to unappropriated profit on account of incremental depreciation on surplus of revaluation of property, plant & machinery	-		(37,797,038)		37,797,038	-
<b>Balance as at March 31, 2024</b>	<b>184,320,000</b>	<b>65,280,000</b>	<b>1,542,719,890</b>	<b>168,000,000</b>	<b>429,431,810</b>	<b>2,389,751,700</b>

Chief Executive Officer

Director

Chief Financial Officer