



M O H A M M A D F A R O O Q  
T E X T I L E M I L L S L T D

February 27, 2017

The Secretary  
Pakistan Stock Exchange  
(Guarantee) Limited  
Stock Exchange Building  
Stock Exchange Road  
Karachi

**FINANCIAL RESULTS FOR THE HALF YEAR ENDED 31<sup>ST</sup> DECEMBER 2016**

Dear Sir,

We have to inform you that the Board of Directors of Mohammad Farooq Textile Mills Ltd in their meeting held on Monday, February 27, 2017 at 03:30 p.m. at 50 -B, South Circular Avenue Phase II, Defence Housing Authority, Karachi, recommended the following:

- (i) CASH DIVIDEND --NIL-- AND/OR  
(ii) BONUS ISSUE --NIL- AND/OR  
(iii) RIGHT SHARES --NIL-- AND/OR  
(iv) ANY OTHER ENTITLEMENT/CORPORATE ACTION - NIL - AND/OR  
(v) ANY OTHER PRICE-SENSITIVE INFORMATION - NIL -

The Financial Results of the Company is as follows.

	3 Months to		6 Months to	
	Dec 31, 2016	Dec 31, 2015	Dec-31 2016	Dec-31 2015
	----- Rupees in '000' -----			
Sales - net	-	-	-	-
Cost of goods sold	-	-	-	-
Gross loss	-	-	-	-
Administrative expenses	(231)	(311)	(519)	(835)
	(231)	(311)	(519)	(835)
Operating loss	(231)	(311)	(519)	(835)
Loss before taxation	(231)	(311)	(519)	(835)
Loss after taxation	(231)	(311)	(519)	(835)
Total (loss) after other comprehensive income	(231)	(311)	(519)	(835)
Loss per share (Rupee)	(0.01)	(0.02)	(0.03)	(0.04)

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The auditors' observation in its report are as under:

- (a) Company has borrowings from ORIX Investment Bank and Faysal Bank of Rs. 8 million and 0.996 million respectively. We were unable to obtain sufficient appropriate audit evidence of such borrowings as at June 30, 2015 because we have not received confirmations from such institutions. Furthermore, we were unable to perform alternate audit procedure. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.
- (b) We were unable to obtain confirmations from legal advisor against various litigations and consequently, were not able to verify the current status.

Without further qualifying We draw attention to Note 1.2, 2 and 3 to the financial information whereby previous year, the Company has entered into a compromise agreement with financial institution to repay its outstanding liabilities and also provided the reason for not considering the Company a going concern and also disclosed the basis of preparation based on which the annexed financial statements have been prepared.

The Share Transfer Books of the Company will be open from.28-02-2017

We will be sending you the required copies of printed accounts for distribution amongst Members of the Exchange in due course.

Yours truly,  
For Mohammad Farooq Textile Mills Limited

Sabiha Sumar  
Chief Executive