



A YOUSUF DEWAN COMPANY

CONTENTS

Company Information.....	3
Directors' Report.....	4
Auditors' Review Report.....	5
Condensed Interim Statement of Financial Position.....	6
Condensed Interim Statement of Profit or Loss	7
Condensed Interim Statement of Comprehensive Income.....	8
Condensed Interim Statement of Cash Flows.....	9
Condensed Interim Statement of Changes in Equity.....	10
Notes to the Condensed Interim Financial Statements.....	11
ڈائریکٹرز رپورٹ	16

DEWAN MUSHTAQ TEXTILE MILLS LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS

Executive Director	:	Mr. Ishtiaq Ahmed - Chief Executive Officer
Non-Executive Directors	:	Syed Muhammad Anwar - Chairman, Board of Directors Mr. Zafar Asim Mr. Imran Ahmed Javed Syed Maqbool Ali Mr. Muhammad Baqar Jafferri
Independent Director	:	Mr. Aziz-ul-Haque
Audit Committee	:	Mr. Aziz-ul-Haque (Chairman) Syed Maqbool Ali (Member) Imran Ahmed Javaid (Member)
Human Resources & Remuneration Committee	:	Mr. Aziz-ul-Haque (Chairman) Syed Maqbool Ali (Member) Mr. Ishtiaq Ahmed (Member)
Auditors	:	Feroze Sharif Tariq & Co. Chartered Accountants 4/N/4 Block-6, P.E.C.H.S., Karachi 75400, Pakistan.
Company Secretary	:	Mr. Muhammad Hanif German
Chief Financial Officer	:	Mr. S.M. Raza
Tax Advisor	:	Sharif & Co. Advocates
Legal Advisor	:	A. K. Brohi & Co. Advocates
Bankers	:	Habib Bank Limited Bank Islami Pakistan Limited MCB Bank Limited Silk Bank Limited
Registered Office	:	Finance & Trade Centre Block-A, 8th Floor, Shahrah-e-Faisal, Karachi
Shares Registrar & Transfer Agent	:	BMF Consultants Pakistan (Private) Limited Anum Estate Building, Room No. 310 & 311, 3rd Floor, 49, Darul Aman Society, Main Shahrah-e-Faisal, adjacent to Baloch Colony Bridge, Karachi 75350, Pakistan.
Factory Office	:	A-30, S.I.T.E., Hyderabad, Sindh, Pakistan.
Website	:	www.yousufdewan.com



A YOUSUF DEWAN COMPANY

DIRECTORS' REPORT

IN THE NAME OF ALLAH; THE MOST GRACIOUS AND MERCIFUL
IF YE GIVE THANKS, I WILL GIVE YOU MORE (HOLY QURAN)

The Board of Directors of your Company is pleased to present unaudited condensed interim financial statements for the half year ended December 31, 2018 in compliance with the requirements of section 237 of the Companies Act, 2017 and code of corporate governance issued by Securities and Exchange Commission of Pakistan.

Operating results (Factory Shutdown):

Company's net sales during the current as well as in the comparative period remained nil due to closure of operations. The Company, for the time being, has suspended its manufacturing operations since July 2016 which could not be resumed due to adverse scenario faced by the industry, lesser market demand and working capital constraints.

The auditors of the Company have expressed adverse conclusion in their review report on going concern assumption due to closure of operations, default in repayment of installments of restructured liabilities and related non-provisioning of mark-up as explained in their review report. The condensed interim financial statements have been prepared using going concern assumption as the company has approached its lenders for further restructuring of its liabilities, which is in process. Management is hopeful that such revision will be finalized soon which will enable the company to resume its operations.

Future Outlook

Management is endeavoring to resume the production of the company as soon as the situation in near future improves, restructuring of the company is finalized and sufficient working capital is provided. However, some initiatives from the government are also needed in order to make the textile industry sustainable by reducing the cost of doing business, especially smooth supply of gas at affordable tariff.

Conclusion

In conclusion, we bow beg and pray to Almighty Allah, Rahman-o-Rahim, in the name of our beloved Prophet Muhammad (Peace be upon him) for the continued showering of his blessings, Guidance, strength, health and prosperity to us, our company, country and nation, and also pray to Almighty Allah to bestow peace, Harmony, brotherhood and unity in true Islamic spirit to whole of Muslim Ummah; Ameen: Summa Ameen

LO-MY LORD IS INDEED HEARER OF PRAYER (HOLY QURAN)

By and under Authority of the Board of Directors

Ishtiaq Ahmed
Chief Executive Officer

Imran Ahmed Javed
Directors

Dated: February 26, 2019

04 ■ HALF YEARLY REPORT

INDEPENDENT AUDITOR'S REVIEW REPORT
To the members of Dewan Mushtaq Textile Mills Limited
Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying Condensed interim Statement of financial Position of Dewan Mushtaq Textile Mills Limited ("the company") as at December 31, 2018 and the related Condensed interim statement of profit or loss and other comprehensive income, Condensed interim statement of changes in equity, and Condensed interim Statement of cash flow and together with the notes to the financial statement for the six months period then ended (hereinafter referred to as the "interim financial statements"). Management is responsible for the preparation and Presentation of this Condensed interim financial statements in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review. The figures of the condensed interim statement of profit or loss for the quarters ended December 31, 2018 and December 31, 2017 have not been reviewed as we are required to review only the cumulative figures for the Six month ended December 31, 2018.

Scope of Review

We conducted our review in accordance with the International Standard on review engagements 2410, "Review of interim financial Information performed by the independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.


Basis of Adverse Conclusion

- a) The Condensed interim financial statements of the company for the Six months ended December 31, 2018 as disclosed in note 2 to the Condensed interim financial Statements reflect loss after taxation of Rs. 50.213 million and as of that date it has accumulated losses of Rs. 461.879 million and its current liabilities exceeded its current assets by Rs. 219.978 million without providing markups of Restructured and other liabilities and as refer in below para (b). The operations of the company were closed from July 2016 due to working capital constraints. Furthermore, the company defaulted in repayments of installments of restructured liabilities and short term finance facilities have expired and not been renewed by banks amounting to Rs. 100.00 million, hence as per the terms of the restructuring under clause 10.2 of the compromise agreement the entire restructured debt amounting to Rs. 176.359 million along with mark up of Rs. 248.831 million (eligible for waiver outstanding as of date of restructuring) have immediately become payable therefore provision for markup should be made in these financial statements. These conditions lead us to believe that the going concern assumption used in preparation of these Condensed interim financial Statements is inappropriate; consequently the assets and liabilities should have been stated at their realizable and settlement amounts respectively.
- b) In addition to above, since the proposal, has not been accepted so far and the lenders, instead of the accepting the restructuring Proposal, the provision of mark up should be made in the Condensed interim financial statements. Had the provisions for the mark up, as discussed in preceding paragraph, been made in these financial statements, the loss after taxation and Mark up payable would have been higher and shareholders' equity would have been lower by Rs. 248.831 million.

Adverse Conclusion

Our review indicates that, because of the significance of the matter discussed in paragraph (a) coupled with financial impact of matter discussed in paragraph (b) above, these accompanying interim financial Statements as of and for the six months period ended December 31, 2018 is not prepared, in all material respects, in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial Reporting.

The engagement partner on the review resulting in this independent auditor's review report is Mohammad Ghalib.



Dated: February 26, 2019
Place: Karachi

CHARTERED ACCOUNTANTS



A YOUSUF DEWAN COMPANY

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2018

		(Un-Audited) December 31, 2018	(Audited) June 30, 2018
EQUITY AND LIABILITIES	Notes	(Rupees)	
CAPITAL & RESERVES			
Authorized share capital 12,000,000 (June 30, 2018: 10,000,000) Ordinary Shares of Rs. 10/- each		120,000,000	100,000,000
Issued, Subscribed and Paid-up Capital	5	115,610,280	65,610,280
Revenue Reserves		(416,879,325)	(379,424,428)
Revaluation surplus on property plant and equipment (Capital Reserve)		624,065,326	633,276,766
		322,796,281	319,462,618
NON-CURRENT LIABILITIES			
Long term loan	6	141,674,890	136,131,047
Provision for staff gratuity		42,680,407	42,680,407
Deferred taxation		97,652,818	106,411,063
CURRENT LIABILITIES			
Trade and other Payables		96,541,510	99,931,093
Mark-up accrued on loans		66,892,400	59,938,426
Unclaimed dividend		308,319	308,319
Current and over due portion long term loans		176,358,892	176,358,892
Short Term Borrowings		45,639,984	90,145,984
Provision for Taxation		5,607,122	5,607,122
		391,348,227	432,289,836
CONTINGENCIES AND COMMITMENTS	7	--	--
		996,152,623	1,036,974,971
ASSETS			
NON-CURRENT ASSETS			
Property, Plant and Equipment	8	822,452,191	850,784,056
Long term Investment	9	--	--
Long Term Deposits		2,329,728	2,329,728
CURRENT ASSETS			
Stores, Spares and Loose Tools		16,683,420	16,683,420
Stock-in-Trade		37,638,566	37,638,566
Trade Debts - Considered Good		71,528,108	82,373,786
Loans and Advances - Unsecured, Considered good		3,454,720	3,364,750
Trade Deposits, Prepayments and Statutory Balances - Considered good		14,276,746	15,814,943
Other Receivables - Unsecured, Considered good		7,441,000	7,441,000
Income Tax Refunds and Advances		17,081,776	17,063,286
Cash and Bank Balances		3,266,368	3,481,436
		171,370,704	183,861,187
		996,152,623	1,036,974,971

The annexed notes form an integral part of these condensed interim financial statements.

Ishtiaq Ahmed
Chief Executive Officer

S.M. Raza
Chief Financial Officer

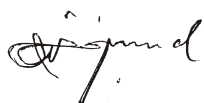
Imran Ahmed Javed
Director

DEWAN MUSHTAQ TEXTILE MILLS LIMITED

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2018**

	Half Year Ended		Quarter Ended	
	December 31, 2018	December 31, 2017	December 31, 2018	December 31, 2017
Notes	------(Rupees)-----			
Sales - Net	--	--	--	--
Cost of Sales	(34,343,206)	(40,859,890)	(17,251,155)	(19,898,115)
Gross Loss	(34,343,206)	(40,859,890)	(17,251,155)	(19,898,115)
Operating expenses				
Administrative and General Expenses	(6,457,494)	(118,192,605)	(3,642,954)	(114,108,322)
Distribution Costs and Selling Expenses	--	(1,375,600)	--	(568,600)
	(6,457,494)	(119,568,205)	(3,642,954)	(114,676,922)
Operating (Loss)	(40,800,700)	(160,428,095)	(20,894,109)	(134,575,037)
Finance Cost	(14,623,882)	(14,648,819)	(7,835,508)	(7,307,286)
Loss before taxation	(55,424,582)	(175,076,914)	(28,729,617)	(141,882,323)
Taxation				
Current	--	--	--	--
Deferred	5,211,209	6,061,059	2,605,604	2,929,512
	5,211,209	6,061,059	2,605,604	2,929,512
Loss after taxation	(50,213,373)	(169,015,855)	(26,124,013)	(138,952,811)
Loss Per Share - Basic and diluted (Rupees) 12	(7.49)	(25.76)	(3.90)	(21.18)

The annexed notes form an integral part of these condensed interim financial statements.



Ishtiaq Ahmed
Chief Executive Officer



S.M. Raza
Chief Financial Officer



Imran Ahmed Javed
Director



A YOUSUF DEWAN COMPANY

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2018

	Half Year Ended		Quarter Ended	
	December 31, 2018	December 31, 2017	December 31, 2018	December 31, 2017
	(Restated)		(Restated)	
	----- (Rupees) -----			
Loss for the period	(50,213,373)	(169,015,855)	(17,251,155)	(138,952,811)
Other comprehensive Income:				
Effect of change in tax rates on balance of revaluation on property, plant and equipment	3,547,036	3,951,106	--	--
Total comprehensive Loss for the period	(46,666,337)	(165,064,749)	(17,251,155)	(138,952,811)

The annexed notes form an integral part of these condensed interim financial statements.

Ishtiaq Ahmed
Chief Executive Officer

S.M. Raza
Chief Financial Officer

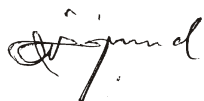
Imran Ahmed Javed
Director

DEWAN MUSHTAQ TEXTILE MILLS LIMITED

**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2018**

	December 31, 2018	December 31, 2017
CASH FLOW FROM OPERATING ACTIVITIES	Notes	(Rupees)
Loss before Taxation		(175,076,914)
Adjustment for Non-Cash and Other Items:		
Depreciation		31,289,355
Provision for Doubtful advance, other receivables		17,395,206
Provision for Doubtful debts		90,105,058
Provision for slow moving and obsolescence of stocks		1,980,977
Finance Cost		14,648,819
		155,419,415
		(19,657,499)
Working Capital Changes		
(Increase) / Decrease in Current Assets		
Trade Debts		6,127,679
Loans and Advances		(381,000)
Trade deposits, Prepayments & Statutory balance		--
Other Receivable		4,784,000
Increase / (Decrease) in Current Liabilities		
Trade and other payables		7,234,921
		17,765,600
		(23,152)
Taxes Paid		(23,152)
Gratuity Paid		--
		(23,152)
Net Cash Inflow/ (Outflow) from Operating Activities		(1,915,051)
CASH FLOW FROM INVESTING ACTIVITIES		
Long term deposits		--
Net Cash Inflow / (Outflow) from Investing Activities		--
CASH FLOW FROM FINANCING ACTIVITIES		
Finance Cost Paid		(1,431,007)
Net Cash Inflow/ (Outflow) from Financing Activities		(1,431,007)
Net (decrease) / Increase in Cash and Cash Equivalents		(3,346,058)
Cash and Cash Equivalents at the Beginning		(81,357,462)
Issuance of shares against short term loan from sponsor	5	--
Cash and Cash Equivalents at the End	10	(84,703,520)

The annexed notes form an integral part of these condensed interim financial statements.



Ishtiaq Ahmed
Chief Executive Officer



S.M. Raza
Chief Financial Officer



Imran Ahmed Javed
Director



Issued, subscribed and paid-up capital	Revenue Reserves		Capital Reserves		Total
	General Reserve	Accumulated Loss	Unrealized gain/(loss) due to change in fair value of investment	Revaluation Surplus on property, plant & equipment	

(Rupees)

Balance as on July 01, 2017 - as reported	65,610,280	45,000,000	(273,070,995)	50,654,521	--	(111,806,194)
Impact of change in accounting policies (Note 4.2)	--	--	(30,194,067)	(50,654,521)	657,610,601	576,762,013
Balance as at 1st July 2017 - restated	65,610,280	45,000,000	(303,265,062)	--	657,610,601	464,955,819
Total comprehensive loss for period						
Loss for the period	--	--	(169,015,855)	--	--	(169,015,855)
Other comprehensive income for the period	--	--	--	--	3,951,106	3,951,106
	--	--	(169,015,855)	--	3,951,106	(165,064,749)
Transfer to accumulated loss in respect of incremental depreciation - net of tax	--	--	14,142,470	--	14,142,470	--
Balance as on December 31, 2017 - restated	65,610,280	45,000,000	(458,138,447)		647,419,237	299,891,070
Balance as on July 01, 2018	65,610,280	45,000,000	(424,424,428)	--	633,276,766	319,462,618
Shares issued during the period	50,000,000	--	--	--	--	50,000,000
Total comprehensive loss for period						
Loss for the period	--	--	(50,213,373)	--	--	(50,213,373)
Other comprehensive income for the period	--	--	--	--	3,547,036	3,547,036
	--	--	(50,213,373)	--	3,547,036	(46,666,337)
Transfer to accumulated loss in respect of incremental depreciation - net of tax	--	--	12,758,476	--	(12,758,476)	--
Balance as on December 31, 2018	115,610,280	45,000,000	(461,879,325)	--	624,065,326	322,796,281

The annexed notes form an integral part of these condensed interim financial statements.

Ishtiaq Ahmed
Chief Executive Officer

S.M. Raza
Chief Financial Officer

Imran Ahmed Javed
Director

DEWAN MUSHTAQ TEXTILE MILLS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2018

1 THE COMPANY AND ITS OPERATIONS

Dewan Mushtaq Textile Mills Limited (the Company) was incorporated in Pakistan, as a public limited company on November 04, 1970, under the Companies Act, 1913 (Now the Companies Ordinance, 1984) and its shares are listed on Pakistan Stock Exchange Limited. The registered office of the company is located at Finance & Trade Centre, Block-A, 8th Floor, Shahrah-e-Faisal, Karachi, Pakistan; while its manufacturing facilities are located at A-30, S.I.T.E., Hyderabad, Sindh, Pakistan. The principal activity of the Company is trading, manufacturing and sale of yarn.

2 GOING CONCERN ASSUMPTION

These condensed interim financial statements of the company for the Half Year Ended December 31, 2018 reflect that company has sustained a net loss after taxation of Rs.50.213 million and as of that date company has negative reserves of Rs. 416.879 million which have eroded its equity. Further the company's short term borrowing facilities have expired and not been renewed. Company defaulted in repayment of its restructured liabilities due to liquidity crunch faced by the Company due to lesser market demand and adverse factors being faced by the overall textile industry in the country. As a result the Company, for the time being, has suspended its manufacturing operations since July 2016. Accordingly, the entire restructured liabilities along with markup eligible for waiver have become immediately repayable. These conditions indicate the existence of material uncertainty which may cast significant doubt about the company's ability to continue as a going concern, therefore the company may not be able to realize its assets and discharge its liabilities during the normal course of business.

These condensed interim financial statements has been prepared on going concern assumption as the Company approached its lenders for further restructuring of its liabilities which is in process. Company is hopeful that such restructuring will be effective soon and will further streamline the funding requirements of the Company which will ultimately help the management to resume the operations with optimum utilization of production capacity. As the conditions mentioned in the foregoing paragraph are temporary and would reverse therefore the preparation of These condensed interim financial statements using going concern assumption is justified.

3 BASIS OF PREPARATION

3.1 These condensed interim financial statements of the Company for the six months ended 31 December 2018 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of International Accounting Standard (IAS) 34, "Interim Financial Reporting", issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and provisions of and directives issued under the Companies Act, 2017. Where provisions of and directives issued under the Companies Act, 2017 differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3.2 These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended 30 June 2018.

3.3 The figures included in the condensed interim profit and loss account for the quarters ended 31 December 2018 and 2017 and in the notes forming part thereof have not been reviewed by the auditors of the Company, as they have reviewed the accumulated figures for the half years ended 31 December 2018 and 2017.



4 SIGNIFICANT ACCOUNTING POLICIES

4.1 The accounting policies and methods of computation adopted and applied in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 30 June 2018.

4.2 Change in accounting policies

During the financial year ended June 30, 2018 Company has changed its accounting policies for investment in associated company and revaluation surplus on property, plant and equipment. The detailed impacts of the said change in accounting policies have been given in the annual financial statements of the Company for the year ended June 30, 2018. The comparative figures in statement of comprehensive income and statement of changes in equity have been restated due to same.

4.3 New standards, amendments and interpretation to published approved accounting and reporting standards which are effective during the half year ended 31 December 2018

There are certain amendments and an interpretation to approved accounting and reporting standards which are mandatory for the Company's annual accounting period which began on 1 July 2018. However, these do not have any significant impact on the Company's financial reporting and, therefore, have not been detailed in these condensed interim financial statements.

In addition to that two new standards (i.e. IFRS 9 and IFRS 15) have become applicable to the Company effective 1 July 2018. Because of these new standards certain changes to the Company's accounting policies have been made in light of the following paragraphs:

- IFRS 9 'Financial instruments' - This standard replaces the guidance in IAS 39. It includes requirements on the classification and measurement of financial assets and liabilities; it also includes an expected credit losses model that replaces the current incurred loss impairment model.
- IFRS 15 'Revenue from contracts with customers' - IFRS 15 replaces the previous revenue standards: IAS 18 Revenue, IAS 11 Construction Contracts, and the related interpretations on revenue recognition.
- IFRS 15 introduces a single five-step model for revenue recognition and establishes a comprehensive framework for recognition of revenue from contracts with customers based on a core principle that an entity should recognise revenue representing the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

The changes laid down by these standards do not have any significant impact on these condensed interim financial statements of the Company.

4.4 New standards and amendments to published approved accounting and reporting standards that are not yet effective

There is a new standard, certain amendments and an interpretation to the approved accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after 1 July 2019. However, these will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

5 ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

During the period under consideration, members of the company, in the Extra Ordinary General Meeting held during the period, approved issuance of 5.00 million shares to the sponsors against outstanding loan amounting to Rs.50.00 million. Accordingly the shares have been issued during the year under consideration.

DEWAN MUSHTAQ TEXTILE MILLS LIMITED

		(Un-audited) December 31, 2018	(Audited) June 30, 2018
	Notes	(Rupees)	
6 LONG TERM LOANS			
Sponsor Loan-Un secured, Interest free - at amortized cost		<u>141,674,890</u>	<u>136,131,047</u>
		<u>141,674,890</u>	<u>136,131,047</u>
7 CONTINGENCIES AND COMMITMENTS			
There is no material change in the contingencies and commitments since the last audited financial statements for the year ended June 30, 2018.			
8 PROPERTY, PLANT & EQUIPMENTS			
Operating Fixed Assets	8.1	<u>822,452,191</u>	<u>850,784,056</u>
		<u>822,452,191</u>	<u>850,784,056</u>
8.1 Operating Fixed Assets			
Opening written down value		<u>850,784,056</u>	<u>913,362,762</u>
Depreciation during the period / year		<u>(28,331,865)</u>	<u>(62,578,706)</u>
Closing written down value		<u>822,452,191</u>	<u>850,784,056</u>
9 LONG TERM INVESTMENT			
Investment in associate			
Dewan Salman Fibre Limited		--	--
9.1 Associate is an entity over which the Company has significant influence but no control. Company's investee company is considered to be its associate by virtue of common directorship, member of yousuf dewan companies and its ownership interest of 5.42% in investee company.			
9.2 Investment in Dewan Salman Fibre Limited - at equity method			
Number of shares held		<u>19,864,518</u>	<u>19,864,518</u>
Cost of investment (Rupees)		<u>40,000,000</u>	<u>40,000,000</u>
Fair value of investment (Rupees)		<u>17,480,776</u>	<u>17,480,776</u>
Ownership interest		<u>5.42%</u>	<u>5.42%</u>
Investment in associated company was made in accordance with the requirement of then effective Companies Ordinance, 1984. As the Company's share of losses exceed its interest in the associate, the Company has discontinued recognising its share of further losses. Market value is based on last available quoted price as of February 19, 2018.			
		(Un-audited) December 31, 2018	(Un-audited) December 31, 2017
10 CASH AND CASH EQUIVALENTS		(Rupees)	
Cash and Bank Balances		<u>3,266,368</u>	<u>4,319,464</u>
Short term Borrowings		<u>(45,639,984)</u>	<u>(89,022,984)</u>
		<u>(42,373,616)</u>	<u>(84,703,520)</u>



A YOUSUF DEWAN COMPANY

11 RELATED PARTY TRANSACTIONS

During the period provident fund contribution of Rs.0.330 million (Dec 2017: Rs.0.546 million).

	(Un-audited) December 31, 2018	(Un-audited) December 31, 2017
	(Rupees)	
12 LOSS PER SHARE - BASIC AND DILUTED		
Loss after Taxation	<u>(50,213,373)</u>	<u>(169,015,855)</u>
Weighted Average Number of Ordinary Share (Nos)	<u>6,699,917</u>	<u>6,561,028</u>
Loss Per Share - Basic and diluted (Rupees)	<u>(7.49)</u>	<u>(25.76)</u>

Effect of loan being converted into shares is not included in diluted earnings per share calculations since the effect is anti-dilutive, resulting in a decrease in diluted loss per share.

13 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 "Interim Financial Reporting", Statement of Financial Position has been compared with the Statement of financial Position of annual financial statements, whereas statement of profit or loss, statement of comprehensive income, Statement of cash flow and statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

14 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on February 26, 2019 by the Board of Directors of the company.

15 GENERAL

Figures have been rounded off to the nearest rupee.

Ishtiaq Ahmed
Chief Executive Officer

S.M. Raza
Chief Financial Officer

Imran Ahmed Javed
Director

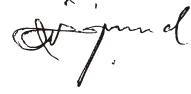
اظہار تشکر اور نتیجہ:

آخر میں ہم اللہ تعالیٰ رحمن و رحیم سے دعا کرتے ہیں کہ وہ اپنے حبیب حضرت محمد ﷺ کے طفیل اپنی رحمت، ہدایات اور فضل و کرم ہم پر اسی طرح قائم رکھے جو کہ نہ صرف ہم پر بلکہ ہماری کمپنی اور ہمارے ملک و قوم پر بھی اپنی رحمت نازل کرے، ہم اللہ تعالیٰ سے یہ بھی دعا کرتے ہیں کہ تمام مسلم ائمہ کے مابین صحیح اسلامی جذبہ، اخوت اور بھائی چارگی پیدا کرے۔ آمین ثمرہ آمین۔

میرا پروردگار یقیناً ہماری دعاؤں کو سنتا ہے۔ (قرآن کریم)
بورڈ آف ڈائریکٹرز کی جانب سے



عمران احمد جاوید
ڈائریکٹر



اشتیاق احمد
چیف ایگزیکٹو آفیسر

کراچی؛

تاریخ: 26 فروری 2019ء



ڈائریکٹرز رپورٹ

محترم شیئر ہولڈرز،

السلام علیکم،

آپ کی کمپنی کے بورڈ آف ڈائریکٹرز کمپنیز ایکٹ، 2017 کی دفعہ 237 اور سیکورٹی اینڈ اینچینج کمیشن آف پاکستان کے جاری کردہ کوڈ آف کارپوریٹ گورننس کے تحت 31 دسمبر 2018ء کو ختم ہونے والی پہلی ششماہی کے غیر آڈٹ شدہ عبوری مالیاتی حسابات پیش کر رہے ہیں۔

مالیاتی نتائج اور کارکردگی: (پیداوار معطل)

کمپنی کی فروخت اس سال اور گزشتہ سال کی پہلی ششماہی میں پیداوار معطل ہونے کی وجہ سے صفر رہی۔ کمپنی نے وقتی طور پر جولائی 2016ء سے اپنی پیداوار کے عمل کو معطل کر دیا ہے جو کہ صنعت میں نامساعد مشکلات، مارکیٹ میں طلب کی کمی اور کام چلانے کے لیے سرمایہ میں کمی کی وجہ سے ہے۔

کمپنی کے آڈیٹرز نے اپنی جاری کردہ رپورٹ میں تحفظات کا اظہار کیا ہے جن میں پیداوار معطل ہونے کی وجہ سے کمپنی کی مستقبل میں چلنے کی اہلیت، مارک اپ کوریکارڈ نہ کرنا، قرضہ جات کی اقساط میں واپسی کی کوتاہی شامل ہیں۔ مالیاتی حسابات چلتی ہوئی کمپنی کے جاری کردہ امور کے تحت مرتب کئے گئے ہیں کیونکہ کمپنی نے اپنے قرضہ جات کے حوالے سے دوبارہ ترتیب کیلئے قرض خواہوں سے رابطہ کیا ہے جو ان کے زیر غور ہے۔ انتظامیہ کو امید ہے کہ یہ نظر ثانی جلد مکمل ہو جائے گی جس سے کمپنی کو اپنی پیداوار بحال کرنے میں مدد ملے گی۔

مستقبل پر ایک نظر:

انتظامیہ کمپنی کی پیداواری سرگرمیوں کو بحال کرنے کی ہر ممکن کوشش کر رہی ہے جس کا دارومدار مستقبل کے معاشی حالات پر ہے انتظامیہ جلد ری اسٹرکچرنگ مکمل ہونے کے لئے پرامید ہے تاکہ کمپنی کو کام کرنے کے سرمائے کے فراہمی ہو سکے۔ اس کے علاوہ حکومت کی جانب سے براہ راست اقدامات کی ضرورت ہے تاکہ ٹیکسٹائل کی صنعت کو جاری و ساری رکھا جاسکے بالخصوص قابل برداشت گیس کی قیمتوں اور اس کی سپلائی کو موثر بنانے کیلئے اقدامات کرنے ہوں گے۔