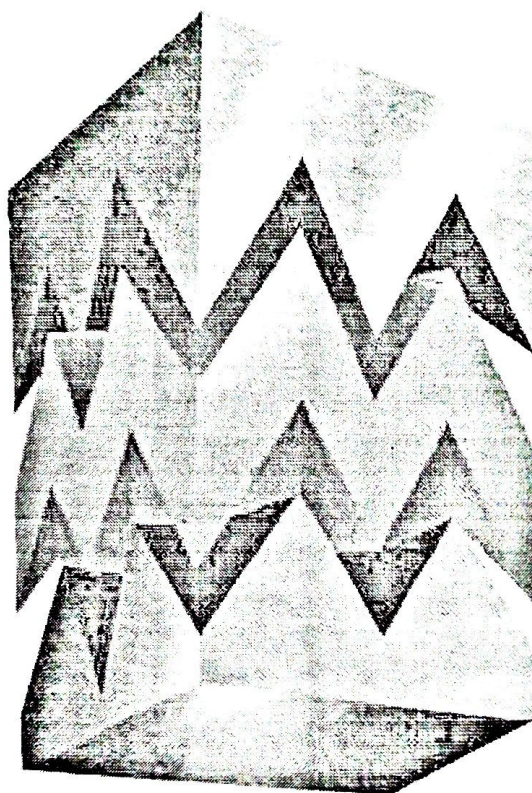


UN-AUDITED
QUARTERLEY ACCOUNTS
FOR THE PERIOD ENDED
SEPTEMBER 30, 2018



Mandviwalla Mauser Plastic Industries Limited

MANDVIWALLA MAUSER PLASTIC INDUSTRIES LIMITED COMPANY INFORMATION

Board of Directors

Mr. Abdul Qadir Shiwani
Mr. Azeem H. Mandviwalla
Mrs. Farha Qureshi
Mr. Shamim Ahmed Khan
Mr. Tariq Mehmood
Mr. Masih ul Hassan
Mr. S. Asghar Ali

Chairman /Director
Chief Executive/Director
Director
Director
Director
Director
Director

Board of Audit Committee

Mr. Tariq Mehmood
Mr. Abdul Qadir Shiwani
Mr. Shamim Ahmed Khan

Member
Member
Member

Company Secretary

Ms. Hina Ambreen

Bankers

Habib Metropolitan Bank Limited
SILK Bank Limited
MCB Bank Limited

Auditors

Ibrahim Shaikh & Co.
Chartered Accountant

Tax Consultants

Jamal Yousuf (Advocates)

Legal Advisor

Tasawur Ali Hashmi (Advocate)

Registered Office

Mandviwalla Building, Old Queens Road,
Karachi -74000.

Tel: 021-32441116-9 Fax 021-32441276

Website: www.mandviwallamauser.com

E-mail: mmpil@cyber.net.pk

Shares Registrar

Registrar THK Associates (Pvt.) Limited
1st Floor, 40 - C,
Block 6, P,E,C,H.S,
Karachi.

Factory

C-5, Uthal Industrial Estate,

Uthal, District Lasbella, Baluchistan.

Tel: 0853-610333, 0853-203218, Fax: 0853-610393

New Factory Location: - A-68/B, Eastern
Industrial Zone, Port Qasim Authority,
Karachi

DIRECTORS REVIEW REPORT

The directors of your Company are pleased to present un-audited condensed financial statements of the Company for the Quarter Ended September 30, 2018.

Financial Results

A summary of the financial results is shown below:

As per un-audited financial statements	<u>Rupees</u>
Sales- Net	---
Gross Loss	(1,254,562)
Net profit/(loss) after taxation	(1,339,500)
Accumulated losses	(435,406,931)
Earnings per share	(0.18)

Sales

The net sales revenue during the Quarter ended under review has Rs.NIL as compared to Quarter Ended September 30, 2018, Rs NIL.

The closure of production process is mainly due to the severe declining security situation in Uthal, Baluchistan and the non-competitive nature of the location due to its geographical remoteness.

After tax profit/loss and accumulated losses

The loss after tax is witnessed at Rs.1.339 million during the Quarter Ended as compared to September 30, 2017 loss of Rs 1.804 million..

Future Outlook

The company is in the process of shifting its plant and machinery. Work in Process including civil works and installations are began.

The company plans to re-start its production with the award winning Mauser L-Ring drum range, followed by its line of Industrial crates and containers.

The company plans to add a new product range to its line in order to increase its market share. The company will disclose its plans after start up, in the near future.



Azeem H. Mandviwalla
Chief Executive

On behalf of the Board of Directors



Abdul Qadir Shiwani
Chairman/Director

Karachi

Dated: 15-11-18.


MANDVIWALLA MAUSER PLASTIC INDUSTRIES LIMITED

**BALANCE SHEET
AS AT SEPTEMBER 30, 2018**

	Note	Un-audited September 30, 2018 Rupees	Audited June 30, 2018 Rupees
ASSETS			
NON-CURRENT ASSETS			
Fixed assets			
Operating assets		37,709,712	38,662,185
Assets in bonds		19,705,171	19,705,171
Long term deposits		231,710	231,710
		57,646,593	58,599,066
CURRENT ASSETS			
Stores, spare and loose tools		9,545,904	9,545,904
Stock-in-trade		7,178,083	7,178,083
Trade debts - unsecured, considered good		108,682	109,805
Short Term Loans and advances		1,149,985	1,149,985
Cash and bank balances		27,392	27,748
		18,010,046	18,011,525
CURRENT LIABILITIES			
Creditors, accrued and other liabilities		97,034,339	97,014,665
Current portion of Long term liabilities		-	-
Unclaimed dividend		2,208,846	2,208,846
Provision for taxation		-	-
		99,243,185	99,223,511
Net current assets/(current liabilities)		(81,233,139)	(81,211,986)
NON-CURRENT LIABILITIES			
Long term Borrowing -Secured	4	265,078,516	264,712,642
Deferred liability		8,519,653	8,519,653
		273,598,169	273,232,295
CONTINGENCIES AND COMMITMENTS			
	5	-	-
NET ASSETS		<u>(297,184,715)</u>	<u>(295,845,215)</u>
REPRESENTED BY:			
SHARE CAPITAL AND RESERVES			
Authorized capital			
7,500,000 (2006: 7,500,000) ordinary shares of Rs.10/- each		<u>75,000,000</u>	<u>75,000,000</u>
Issued, subscribed and paid-up capital			
7,355,400 (2006: 7,355,400) Ordinary shares of Rs. 10/- each fully paid in cash		73,554,000	73,554,000
Subordinated loan		64,668,216	64,668,216
Accumulated losses carried forward		(435,406,931)	(434,067,431)
NET SHAREHOLDERS' EQUITY		<u>(297,184,715)</u>	<u>(295,845,215)</u>

The annexed notes form an integral part of these accounts.


Chief Executive


Director


Chief Financial Officer

MANDVIWALLA MAUSER PLASTIC INDUSTRIES LIMITED

**PROFIT AND LOSS ACCOUNT (UNAUDITED)
AS AT SEPTEMBER 30, 2018**

	Note	Sept. 30 2018 Rupees	Sept. 30 2017 Rupees
Sales - net		-	-
Cost of goods sold	6	(1,254,562)	(1,588,718)
Gross profit		(1,254,562)	(1,588,718)
Operating expenses			
Administrative expenses		84,788	212,694
Selling and distribution expenses		-	-
		(84,788)	(212,694)
Operating profit/(loss)		(1,339,350)	(1,801,412)
Other income		-	-
		(1,339,350)	(1,801,412)
Financial and other charges		(150)	-
Profit/(loss) before taxation		(1,339,500)	(1,801,412)
Taxation		-	-
Profit/(loss) after taxation		(1,339,500)	(1,801,412)
Earnings per share - basic		(0.18)	(0.24)

The annexed notes form an integral part of these accounts.


Chief Executive

 
Director Chief Financial Officer

MANDVIWALLA MAUSER PLASTIC INDUSTRIES LIMITED

**CASH FLOW STATEMENT
AS AT SEPTEMBER 30, 2018**

	SEPT,30 2018 Rupees	SEPT,30 2017 Rupees
Note		
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (loss) before taxation	(1,339,500)	(1,801,412)
Adjustment for non-cash charges and other items:		
Depreciation on operating assets	952,473	1,059,024
Provision for staff gratuity	-	-
Loss/(gain) on sale of fixed assets	-	-
Financial charges	-	-
	<u>952,473</u>	<u>1,059,024</u>
Cash flows from operating activities before working capital changes	(387,027)	(742,388)
Working capital changes		
Decrease / (Increase) in current assets		
Stores, spare and loose tools	-	-
Stock-in-trade	-	-
Trade debts	1,123	-
Short Term Loans and advances Other receivable	-	-
Other Receivable	-	-
	<u>1,123</u>	<u>-</u>
Increase / (decrease) in current liabilities		
Creditors, accrued and other liabilities	19,674	-
	<u>19,674</u>	<u>-</u>
Income tax paid	-	-
Staff gratuity paid	-	-
Employees' compensated absences paid	-	-
Financial charges paid	-	-
	<u>-</u>	<u>-</u>
Net cash inflow / (outflow) from operating activities	<u>(366,230)</u>	<u>(742,388)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure paid	-	-
Sale proceed of fixed assets	-	-
Net increase/(decrease) in long term deposits	-	-
Net cash (outflow) from investing activities	<u>-</u>	<u>-</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Short term finances FROM DIRECTORS	365,874	742,388
Obligation under finance lease	-	-
Subordinated Loan	-	-
Long term Loans	-	-
Net cash inflow / (outflow) from financing activities	<u>365,874</u>	<u>742,388</u>
Net increase / (decrease) in cash and cash equivalents	- 356.00	-
Cash and cash equivalents at the beginning of the year	27,748	26,154
Cash and cash equivalents at the end of the quarter	<u>7 27,392</u>	<u>26,154</u>

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


Chief Executive

 
Director Chief Financial Officer


MANDVIWALLA MAUSER PLASTIC INDUSTRIES LIMITED

STATEMENT OF COMPREHENSIVE INCOME
AS AT SEPTEMBER 30, 2018

	SEPTEMBER 2018 Rupees	SEPTEMBER 2017 Rupees
Loss for the Year	(1,339,500)	(1,801,412)
Other comprehensive income	-	-
Total comprehensive loss for the period	<u>(1,339,500)</u>	<u>(1,801,412)</u>

The annexed notes form an integral part of these accounts.


Chief Executive


Director


Chief Financial Officer

MANDVIWALLA MAUSER PLASTIC INDUSTRIES LIMITED

**STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
AS AT SEPTEMBER 30, 2018**

	Issued, Subscribed and Paid-up Capital	Subordinated loan	Accumulated Losses	Net shareholders' equity
	Rupees	Rupees	Rupees	Rupees
Balance as at July 1, 2017	73,554,000	64,668,216	(410,579,731)	(272,357,515)
Net profit/ (loss) for the quarter	-	-	(1,801,412)	(1,801,412)
Balance as at September 30, 2017	<u>73,554,000</u>	<u>64,668,216</u>	<u>(412,381,143)</u>	<u>(274,158,927)</u>
Balance as at July 1, 2018	73,554,000	64,668,216	(434,067,431)	(295,845,215)
Net profit/ (loss) for the quarter	-	-	(1,339,500)	-
Increase in subordinated loan		-	-	
Balance as at September 30, 2018	<u>73,554,000</u>	<u>64,668,216</u>	<u>(435,406,931)</u>	<u>(295,845,215)</u>

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


Chief Executive


Director


Chief Financial Officer

MANDVIWALLA MAUSER PLASTIC INDUSTRIES LIMITED

SELECTED NOTES TO THE ACCOUNTS (UN-AUDITED) AS AT SEPTEMBER 30, 2018

1 STATUS AND NATURE OF BUSINESS

The company was incorporated in Pakistan on June 13, 1988, as a public limited company. The company is listed on the Pakistan Stock Exchanges. The company is mainly engaged in manufacturing and sale of plastic and allied products. The registered office of the company is situated at Mandviwalla Building, Old Queens Road, Karachi. The Plant is Located at A-68/B, Eastern Industrial Zone, Port Qasim Authority Karachi.

1.1 GOING CONCERN ASSUMPTION

The company has incurred a net loss of Rs. -1.34 million for the quarter ended and the accumulated losses come to Rs. 435.407 million as on September 2018. Thus causing net capital deficiency of Rs. 297.185 million. The current liabilities of the company have exceeded its current assets by Rs. 81.233 million.

However, the Management is of the view that the company will be able to continue as a going concern as the management is making every possible effort to put the company on the track of profitable operations. The sponsors of the company have also committed to standby and support the company in every possible manner in these difficult times.

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES

2.1 STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as 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 the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

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

The figures include in the condensed interim statement of profit or loss and other comprehensive income for the quarters ended September 30, 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 Three months ended September, 2018 and 2017.

2.4 ACCOUNTING ESTIMATES, JUDGEMENT AND FINANCIAL RISK MANAGEMENT

Judgements and estimates made by the management in the preparation of the condensed interim financial statements were the same as those applied to the financial statements as at and for the year ended June 30, 2018.

MANDVIWALLA MAUSER PLASTIC INDUSTRIES LIMITED

**SELECTED NOTES TO THE ACCOUNTS (UN-AUDITED)
AS AT SEPTEMBER 30, 2018**

3 SIGNIFICANT ACCOUNTING POLICIES

- 3.1** The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the financial statements for the year ended June 30, 2018 except those stated in note 3.2 (a) below.

3.2 NEW STANDARDS, AMENDMENTS TO APPROVED ACCOUNTING STANDARDS AND NEW INTERPRETATIONS

a) AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS WHICH ARE EFFECTIVE DURING THE QUARTER PERIOD ENDED September 30, 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 July 1, 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 a new standard (i.e. IFRS 15) have become applicable to the Company effective July 1, 2018. Because of these new standards certain changes to the Company's accounting policies have been made in light of the following paragraphs.

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-steps 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.

b) STANDARDS AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS THAT ARE NOT YET EFFECTIVE

There are two new standards, 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 July 1, 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 except for the following standard:

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.

MANDVIWALLA MAUSER PLASTIC INDUSTRIES LIMITED

**SELECTED NOTES TO THE ACCOUNTS (UN-AUDITED)
AS AT SEPTEMBER 30, 2018**

	Note	Sept. 30, 2018 Rupees	Sept. 30, 2017 Rupees
4	From directors and others unsecured an noninterest bearing	265,078,516 <u>265,078,516</u>	264,712,642 <u>264,712,642</u>
5	CONTINGENCIES AND COMMITMENTS	Sept. 30, 2018 Rupees	June 30, 2018 Rupees
5.1	Capital commitments	<u>NIL</u>	<u>NIL</u>
5.2	Contingencies		
5.2.1	Wash basin Moulds		

The company has filed two suits 32/92 for Rs. 84.509 million against the Customs Authority for damaging the wash basin mould during illegal detention. These suits were dismissed and the company has filed an appeal against these judgments in the Sindh High Court which is still pending.

A suit No 768/93 is also pending in the High Court of Sindh against the EFU General Insurance Company for refusing payments of claim for damage to the wash basin mould. The amount of claim and mark-up thereon (as claimed) comes to Rs. 48.770 million.

MANDVIWALLA MAUSER PLASTIC INDUSTRIES LIMITED

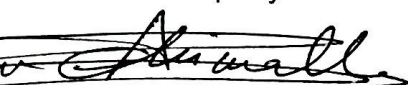
**SELECTED NOTES TO THE ACCOUNTS (UN-AUDITED)
AS AT SEPTEMBER 30, 2018**

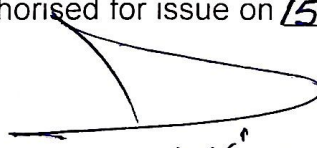
	Sept. 30, 2018 Rupees	Sept. 30, 2017 Rupees
6 Cost of Good Sold		
Raw materials consumed	-	-
Salaries, wages and other benefits	365,874	529,694
Travelling Conveyance and Vehical running expenses		
Other manufacturing expenses		
Depreciation	888,688	1,059,024
Cost of goods manufactured	1,254,562	1,588,718
Finished goods		
Opening stock	5,755,309	5,755,309
Closing stock	(5,755,309)	(5,755,309)
	-	-
Export rebate	-	-
	<u>1,254,562</u>	<u>1,588,718</u>
7 CASH AND CASH EQUIVALANTS		
cash and bank balance	27,392	26,154
Book Overdraft (Included in other liabilities)	-	
	<u>27,392</u>	<u>26,154</u>

8 GENERAL

8.1 Figures have been rounded to the nearest rupee.

8.2 These financial statements were authorised for issue on 15-Nov-19 by the Board of Directors of the Company.


Chief Executive


Director


Chief Financial Officer