

QUARTERLY REPORT

March 31, 2020



**Fateh
Sports Wear
Limited**

Mirpurkhas Road, Hyderabad, Pakistan

Fateh Sports Wear Limited

442, Mirpurkhas Road, Hyderabad

BOARD'S REVIEW TO THE SHAREHOLDERS

The Directors of the Company are presenting before you third Quarterly Accounts which includes Statements of Financial Position, Profit or Loss, Cash Flows and Changes in Equity for the period ended March 31, 2020.

Despite of complete lock down in the country due to spread of corona virus (COVID-19) Management of the Company has arranged to prepare and present the Quarterly Accounts with available resources.

During the period under review, Company has no sales due to non availability of export as well as local orders. After Administration expenses of Rs.19.70 million and Financial and other charges of Rs.0.08 million, Company incurred loss before taxation is Rs.19.77 million during the nine month of financial year. The accumulated losses stand at Rs. 368.14 million. Loss per share is Rs.9.98.

During the period under review Company received US\$:1.200 million against the claims from Russian Federation.

for and on behalf of the Board

RAUF ALAM

Chief Executive

Hyderabad: April 27, 2020

Statement of Financial Position

As at March 31, 2020
(Un-Audited)

	31-Mar-20 RUPEES	30-Jun-19 RUPEES
<u>Capital & Liabilities</u>		
Authorized Capital		
5,000,000 ordinary shares of Rs. 10/- each	50,000,000	50,000,000
Shareholders' Equity		
Issued, subscribed and paid up share capital	20,000,000	20,000,000
General reserve	53,500,000	53,500,000
Unappropriated loss	(368,143,916)	(348,369,883)
	(294,643,916)	(274,869,883)
 Current Liabilities		
Trade and others payable	207,614,458	15,452,188
Markup accrued on loan	132,380,182	132,380,182
Short term borrowing	49,856,842	49,856,842
Loan from directors	97,705,219	96,646,447
Provision for taxation	113,391	113,391
	487,670,092	294,449,050
Total	193,026,176	19,579,167
 <u>Property & Assets</u>		
Operating Fixed Assets	11,940,569	12,291,946
Current Assets		
Stores, spare parts and loose tools	0	0
Stock-in-trade	6,134,237	6,134,237
Trade debts	0	0
Advances, deposits and prepayments	2,995,692	1,065,968
Other receivables	171,878,000	0
Cash and bank balances	77,678	87,016
	181,085,607	7,287,221
Total	193,026,176	19,579,167

RAUF ALAM
Chief Executive

AFTAB ALAM
Director

MUHAMMAD ISMAIL
Chief Financial Officer

Hyderabad: April 27, 2020

Statement of Profit or Loss & Comprehensive Income

For the 3rd Quarter ended March 31, 2020

(Un-Audited)

	JAN-MAR 2020 RUPEES	JUL-MAR 2020 RUPEES	JAN-MAR 2019 RUPEES	JUL-MAR 2019 RUPEES
Sales	0	0	0	0
Cost of sales	0	0	0	0
Gross Profit	0	0	0	0
Administration expenses	19,008,793	19,697,595	290,505	857,001
Selling expenses	0	0	0	0
	19,008,793	19,697,595	290,505	857,001
Operating Loss	(19,008,793)	(19,697,595)	(290,505)	(857,001)
Exchange Gain	0	0	0	0
Financial Expenses	75	1,438	0	158
Other Charge	0	75,000	0	60,000
	75	76,438	0	60,158
Loss before Taxation	(19,008,868)	(19,774,033)	(290,505)	(917,159)
Provision for taxation	0	0	0	0
Loss after Taxation	(19,008,868)	(19,774,033)	(290,505)	(917,159)
Other comprehensive income	0	0	0	0
Total comprehensive Loss for the Period	(19,008,868)	(19,774,033)	(290,505)	(917,159)
Loss per share	(9.50)	(9.89)	(0.15)	(0.46)

Notes:

1. **Fateh Sports Wear Limited** is incorporated in Pakistan as a public limited company and is listed on Pakistan Stock Exchange. The Company is engaged mainly in the manufacturing and export of ready-made garments. The registered office of the company is situated at 442, Mirpurkhas Road, Hyderabad.
2. These condensed financial accounts are un-audited and are being submitted to the shareholders as required under section 237 of the Companies Act -2017 and have been prepared in accordance with the requirements of International Accounting Standard (I.A.S-34) as applicable in Pakistan.
3. The accounting policies and methods of computation adopted by the Company for preparation of these accounts are the same as those applied for the annual accounts.
4. No provision for taxation is made in the accounts since the company is in loss. However, the final tax liability will be calculated at the end of the year after consideration of assessment completed and the available tax credits.
5. Figures in these accounts have been rounded off to the nearest rupee.
6. These accounts are authorized by the Board for issue on 27th April, 2020.

RAUF ALAM

Chief Executive

Hyderabad: April 27, 2020

AFTAB ALAM

Director

MUHAMMAD ISMAIL

Chief Financial Officer

Statement of Cash Flows

For the 3rd Quarter ended March 31, 2020

	31-Mar-20 RUPEES	31-Mar-19 RUPEES
A. CASH FROM OPERATING ACTIVITIES		
Net Loss before taxation	(19,774,033)	(917,159)
Adjustment for :		
Depreciation	351,377	412,942
Financial charges	1,438	0
Exchange (Gain)	0	0
	352,815	412,942
	(19,421,218)	(504,217)
Changes in Working Capital (Increase) / decrease in current assets		
Trade debts	0	0
Advances, deposits & prepayments	0	0
Other receivables	(171,878,000)	0
Increase / (decrease) in current liabilities Trade and other payables	192,162,270	(309,999)
	20,284,270	(309,999)
Cash generated from operations	863,052	(814,216)
Tax paid	(1,929,724)	(20,821)
Financial Charges	(1,438)	0
Exchange gain	0	0
	(1,068,110)	(835,037)
B. CASH FROM INVESTING ACTIVITIES		
Fixed capital expenditure	0	0
C. CASH FROM FINANCING ACTIVITIES		
Loan received from directors	1,058,772	835,279
Repayment of loan	0	0
	1,058,772	835,279
Net (decrease) / increase in Cash & Cash equivalent (A+B+C).	(9,338)	242
Cash & Cash equivalent at the beginning	87,016	71,328
Increase / (Decrease) in cash and cash equivalent during the period	(9,338)	242
Cash & cash equivalent at the end	77,678	71,570

RAUF ALAM

Chief Executive

AFTAB ALAM

Director

MUHAMMAD ISMAIL

Chief Financial Officer

Hyderabad: April 27, 2020

Statement of Changes in Equity

For the 3rd Quarter ended March 31, 2020

	<u>Share Capital</u>	<u>General Reserve</u>	<u>Accumulated (Loss)</u>	<u>Amount in Rupees Total</u>
Balance as on July 1, 2018	20,000,000	53,500,000	(329,625,079)	(256,125,079)
Loss upto March 31, 2019	0	0	(917,159)	(917,159)
Balance as on March 31, 2019	20,000,000	53,500,000	(330,542,238)	(257,042,238)
Balance as on July 1, 2019	20,000,000	53,500,000	(348,369,883)	(274,869,883)
Loss upto March 31, 2020	0	0	(19,774,033)	(19,774,033)
Balance as on March 31, 2020	20,000,000	53,500,000	(368,143,916)	(294,643,916)

RAUF ALAM

Chief Executive

Hyderabad: April 27, 2020

AFTAB ALAM

Director

MUHAMMAD ISMAIL

Chief Financial Officer