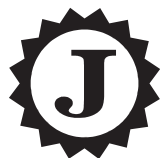




Jubilee Spinning & Weaving Mills Ltd.



# **Jubilee Spinning & Weaving Mills Limited**

## **Condensed Interim Financial Information** **First Quarter Ended (Un-Audited)** **September 30, 2021**



Jubilee Spinning & Weaving Mills Ltd.

## Company Information

### Board of Directors

Mr. Shaukat Shafi	(Chairman)
Mr. Shams Rafi	(Chief Executive Officer)
Mr. Salman Rafi	
Mr. Usman Shafi	
Mr. Aurangzeb Shafi	
Mr. Adnan Amjad	
Mr. Umer Shafi	
Mrs. Sana Salman	

### Audit Committee

Mr. Adnan Amjad	(Chairman)
Mr. Usman Shafi	(Member)
Mr. Shaukat Shafi	(Member)

### Company Secretary

Mr. Muhammad Zeeshan Saleem

### Auditors

Riaz Ahmed & Company  
Chartered Accountants

### Legal Advisor

Arain Law Associates

### Bankers

Habib Bank Limited  
National Bank of Pakistan  
Soneri Bank Limited  
Standard Chartered Bank (Pakistan) Limited  
Habib Metropolitan Bank Limited  
Faysal Bank Limited  
Allied Bank Limited

### Registered Office

503-E, Johar Town  
Lahore, Pakistan

### Mills

B-28, Manghopir Road, S.I.T.E. Karachi



## Directors' Report To The Shareholders

The Directors of your Company feel pleasure in presenting the results for the 1st Quarter ended September 30, 2021.

During the year, the company incurred a loss of Rs. 3.25 million after charging costs, expenses and provision for taxation for the year. Loss incurred during same period of the previous financial year was Rs. 1.05 million.

The financial results of the concerned quarter are summarized as follows:

Period ended	September 2021	September 2020
Revenue	768,473	808,371
Cost of sales	(549,755)	(1,104,319)
Gross profit/(Loss)	218,718	(295,948)
Admin and other operating expenses	(13,878,046)	(9,977,853)
Other income	13,445,463	11,891,091
Financial charges	(450)	(2007)
Provision for taxation	(3,040,652)	(2,669,007)
Profit after tax	(3,254,967)	(1,053,724)
Basic earning per share	(0.10)	(0.03)

The company was unable to earn a profit due to an increase in administration and operating expenses. Furthermore, the incident of taxation also increased due to increase in income.

The management of the company is confident that results will improve in the remaining three quarters of this financial year.

In closing, we would like to thanks our shareholders for their continued support.

For and on behalf of the board of Directors

**Shams Rafi**  
Chief Executive Officer

**Salman Rafi**  
Executive Director

Karachi  
October 30, 2021

## حصص یافتگان کے لئے ڈائریکٹران کی رپورٹ

آپ کی کمپنی کے ڈائریکٹران پہلی سہ ماہی مدت ختمہ 30 ستمبر 2021 کے نتائج پیش کرتے ہوئے اظہار مسرت کرتے ہیں۔

سال کے دوران کمپنی کو لاگتوں، اخراجات اور سال کے اختصا ص نکالنے کے بعد 3.25 ملین روپے کا نقصان ہوا۔ جبکہ گزشتہ سال 1.05 ملین روپے کا نقصان ہوا تھا۔

مختصر مالیاتی نتائج درج ذیل ہیں:

مت ختمہ	ستمبر 2021	ستمبر 2020
فروخت	768,473	808,371
لاگت فروخت	(549,755)	(1,104,319)
خام منافع/ (خسارہ)	218,718	(295,948)
خام منافع/ (خسارہ) کی شرح	28%	(37%)
فروخت، انتظامی اور دیگر کاروباری اخراجات	(13,878,046)	(9,977,853)
دیگر آمدن	13,445,463	11,891,091
مالیاتی اخراجات	(450)	(2,007)
ٹیکس کے لئے اختصا ص	(3,040,652)	(2,669,007)
منافع بعد از ٹیکس	(3,254,967)	(1,053,724)
بنیادی آمدن فی حصص	(0.10)	(0.03)

انتظامیہ اور آپریٹنگ اخراجات میں اضافے کی وجہ سے کمپنی منافع کمانے سے قاصر تھی۔ مزید یہ کہ آمدنی میں اضافے کی وجہ سے ٹیکس لگانے کے واقعات میں بھی اضافہ ہوا۔

کمپنی کی انتظامیہ کو یقین ہے کہ اس مالی سال کی بقیہ تین سہ ماہیوں میں نتائج میں بہتری آئے گی

ہم اپنے تمام مستفیدان کے مسلسل تعاون پر ان کے مشکور ہیں۔

برائے و منجانب

شمس رفیع

چیف ایگزیکٹو آفیسر

کراچی

30 اکتوبر 2021

سلیمان رفیع  
ڈائریکٹر



**JUBILEE SPINNING & WEAVING MILLS LIMITED**  
**CONDENSED INTERIM BALANCE SHEET AS AT 30 SEPTEMBER 2021**

		Un-audited 30 September 2021 Rupees	Audited 30 June 2021 Rupees
<b>ASSETS</b>	<b>Note</b>	<b>Rupees</b>	<b>Rupees</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	7	93,785,483	94,320,876
Investment property		605,456,311	605,456,311
Long term investments	8	8,013,850	7,891,871
Long term loans		935,890	853,890
Long term deposits		10,670,881	10,670,881
		<b>718,862,415</b>	719,193,829
<b>CURRENT ASSETS</b>			
Trade debts		23,752,063	27,170,548
Loans and advances		23,232,852	23,040,214
Other receivables		79,415,103	79,235,527
Advance income tax and refundable		11,092,429	8,653,334
Cash and bank balances		3,063,385	6,926,505
		<b>140,555,832</b>	145,026,128
		<b>859,418,247</b>	864,219,957
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
<b>Authorized share capital</b>			
34,000,000 (2019: 34,000,000) ordinary shares of Rupees 10 each		340,000,000	340,000,000
Issued, subscribed and paid up share capital		<b>324,912,050</b>	324,912,050
<b>Revenue reserves</b>			
General		51,012,000	51,012,000
Accumulated loss		(363,718,093)	(360,463,126)
<b>Capital reserves</b>			
Fair value reserve on 'Fair value through other comprehensive income' investments		5,737,106	5,615,127
Revaluation surplus on property, plant and equipment		652,234,304	652,234,304
<b>Total equity</b>		<b>670,177,367</b>	673,310,355
<b>LIABILITIES</b>			
<b>NON-CURRENT LIABILITIES</b>			
Long term financing		1,830,773	2,069,316
Deferred income tax liability		11,450,089	11,470,798
Employees' retirement benefits		972,838	959,719
		<b>14,253,700</b>	14,499,833
<b>CURRENT LIABILITIES</b>			
Trade and other payables		102,258,427	106,960,211
Current portion of long term financing		5,894,439	5,655,896
Short term financing	5	18,324,680	18,324,680
Provisions		9,928,940	9,928,940
Unclaimed dividend		577,737	577,737
Provision for taxation		38,002,957	34,962,305
		<b>174,987,180</b>	176,409,769
<b>TOTAL LIABILITIES</b>		<b>189,240,880</b>	190,909,602
<b>CONTINGENCIES AND COMMITMENTS</b>	6	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>859,418,247</b>	864,219,957

The annexed notes from 1 to 36 form an integral part of these financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



Jubilee Spinning & Weaving Mills Ltd.

**JUBILEE SPINNING & WEAVING MILLS LIMITED**  
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (Un-audited)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

	Note	QUARTER ENDED	
		30 Sept 2021	30 Sept 2020
		Rupees	Rupees
Revenue		<b>768,473</b>	808,371
Cost of revenue	9	<b>(549,755)</b>	(1,104,319)
Gross profit		<b>218,718</b>	(295,948)
Administrative and general expenses		<b>(13,878,046)</b>	(9,977,853)
Other income		<b>13,445,463</b>	11,891,091
Profit from operations		<b>(213,865)</b>	1,617,290
Finance cost		<b>(450)</b>	(2,007)
Profit before taxation		<b>(214,315)</b>	1,615,283
Provision for taxation		<b>(3,040,652)</b>	(2,669,007)
(Loss) / profit after taxation		<b>(3,254,967)</b>	(1,053,724)
(Loss) / earnings per share - basic and diluted		<b>(0.10)</b>	(0.03)

The annexed notes from 1 to 36 form an integral part of these financial statements.

**CHIEF EXECUTIVE OFFICER**

**DIRECTOR**

**CHIEF FINANCIAL OFFICER**



Jubilee Spinning & Weaving Mills Ltd.

**JUBILEE SPINNING & WEAVING MILLS LTD.**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

	QUARTER ENDED	
	30 Sept 2021 Rupees	30 Sept 2020 Rupees
<b>(LOSS) / PROFIT AFTER TAXATION</b>	<b>(3,254,967)</b>	<b>(1,053,724)</b>
<b>OTHER COMPREHENSIVE INCOME</b>		
<b>Items that will not be reclassified to profit or loss:</b>		
- Unrealized gain / (loss) arising on remeasurement of investments at 'fair value through other comprehensive income'	<b>121,979</b>	(434,874)
	<b>121,979</b>	(434,874)
<b>TOTAL COMPREHENSIVE (LOSS) / INCOME FOR THE YEAR</b>	<b>(3,132,988)</b>	(1,488,598)

The annexed notes from 1 to 36 form an integral part of these financial statements.

**CHIEF EXECUTIVE OFFICER**

**DIRECTOR**

**CHIEF FINANCIAL OFFICER**





Jubilee Spinning & Weaving Mills Ltd.

**JUBILEE SPINNING & WEAVING MILLS LTD.**  
**CONDENSED INTERIM CASH FLOW STATEMENT (Un-audited)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

		<b>QUARTER ENDED</b>	
	<b>Note</b>	<b>30 Sept 2021 Rupees</b>	<b>30 Sept 2020 Rupees</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	10	<b>(14,688,348)</b>	<b>(11,148,330)</b>
Finance cost paid		(450)	(2,007)
Income tax paid		(1,894,772)	(1,088,627)
Gratuity paid		(565,031)	(50,000)
Long term loans to employees		(82,000)	12,500
<b>Net cash (used in) / flow from operating activities</b>		<b>(17,230,601)</b>	<b>(12,276,464)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Rental income		13,367,481	11,877,714
<b>Net cash flow from investing activities</b>		<b>13,367,481</b>	<b>11,877,714</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		<b>-</b>	<b>-</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>		<b>(3,863,120)</b>	<b>(398,750)</b>
<b>Cash and cash equivalents at the beginning of the period</b>		<b>6,926,505</b>	<b>1,605,693</b>
<b>Cash and cash equivalents at the end of the period (Note 10.1)</b>		<b>3,063,385</b>	<b>1,206,943</b>

The annexed notes form an integral part of this condensed interim financial information.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER





Jubilee Spinning & Weaving Mills Ltd.

**JUBILEE SPINNING & WEAVING MILLS LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

Issued, subscribed and paid up share capital							TOTAL	TOTAL EQUITY
	CAPITAL			REVENUE				
	Fair value reserve on 'Fair value through other comprehensive income' investments	Surplus on revaluation of property, plant and equipment	Sub Total	General reserve	Accumulated loss	Sub Total		
Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
324,912,050	5,694,968	651,515,456	657,210,424	51,012,000	(365,690,642)	(314,678,642)	342,531,782	667,443,832
-	-	-	-	-	(1,053,724)	(1,053,724)	(1,053,724)	(1,053,724)
-	(434,874)	-	(434,874)	-	-	-	(434,874)	(434,874)
	(434,874)	-	(434,874)	-	(1,053,724)	(1,053,724)	(1,488,598)	(1,488,598)
324,912,050	5,260,094	651,515,456	656,775,550	51,012,000	(366,744,366)	(315,732,366)	341,043,184	665,955,234
to June 2021								
-	-	-	-	-	6,230,556	6,230,556	6,230,556	6,230,556
-	355,033	718,848	1,073,881	-	50,684	50,684	1,124,565	1,124,565
-	355,033	718,848	1,073,881	-	6,281,240	6,281,240	7,355,121	7,355,121
324,912,050	5,615,127	652,234,304	657,849,431	51,012,000	(360,463,126)	(309,451,126)	348,398,305	673,310,355
ed September 2021								
-	-	-	-	-	(3,254,967)	(3,254,967)	(3,254,967)	(3,254,967)
-	121,979	-	121,979	-	-	-	121,979	121,979
-	121,979	-	121,979	-	(3,254,967)	(3,254,967)	(3,132,988)	(3,132,988)
324,912,050	5,737,106	652,234,304	657,971,410	51,012,000	(363,718,093)	(312,706,093)	345,265,317	670,177,367

The annexed notes form an integral part of this condensed interim financial information

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



**JUBILEE SPINNING & WEAVING MILLS LTD.**  
**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (Un-audited)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

**1. THE COMPANY AND ITS OPERATIONS**

- 1.1** Jubilee Spinning & Weaving Mills Limited (the Company) was incorporated in Pakistan as a public limited company on 12 December 1973 under the Companies Act, 1913 (Now The Companies Ordinance, 1984). The Company obtained certificate of commencement of business in January 1974. Shares of the Company are listed on Pakistan Stock Exchanges in Pakistan. Its registered office is situated at 45-A, Off Zafar Ali Khan Road, Gulberg V, Lahore. while the factory is located at B-28, Manghopir Road, SITE Karachi. Since the year 2014 the company has rented out its space to third parties.

**1.2 GOING CONCERN ASSUMPTION**

The Company incurred a loss before tax of Rupees 0.214 million and after adjusting income tax a loss of Rs. 3.25 million during the first quarter of financial year 2021-22. Accumulated loss increased to Rupees 363.71 million as at 30 September 2021 (30 June 2021: Rupees 360.46 million).

The company incurred a loss during this quarter because service revenue is decreased. The effect of COVID-19 seems to be reducing but it will take time to recover the pace of economic activities. The management is confident that the results will improve in the remaining quarters of this financial year. This condensed interim financial information has been prepared on going concern basis and does not include any adjustment relating to the realization of its assets and liquidation of any liabilities that may be necessary should the Company be unable to continue as a going concern.

**2. BASIS OF PREPARATION**

**2.1 Statement of Compliance**

This condensed interim financial information of the Company for the 1st Quarter ended 30 September 2021 has been prepared in accordance with the requirements of the International Accounting Standard 34 – 'Interim Financial Reporting' and provisions of directives issued under the Companies Act 2017. In case where requirements differ, the provisions or directives issued under the Companies Act 2017 have been followed.

- 2.2** This condensed interim financial information is un-audited and is being submitted to the shareholders as required by section 237 of the Companies Act, 2017. This condensed interim information should be read in conjunction with the audited annual published financial statements of the Company for the year ended 30 June 2021.



## **2.3 Basis of measurement**

This condensed interim financial information has been prepared under the historical cost convention except for certain fixed assets and financial assets and liabilities which have been stated at revalued amounts, fair values, cost, amortized cost and present value as mentioned in respective policy notes disclosed in the published financial statements of the preceding year ended 30 June 2021. Accrual basis of accounting has been used in this condensed interim financial information except for the cash flow information.

- 2.4** This condensed interim financial information is presented in Pak Rupees, which is the Company's functional and presentation currency.

## **3. ACCOUNTING POLICIES**

The accounting policies and the method of computation adopted in preparation of this condensed interim financial report are the same as those applied in the preparation of the annual financial statements for the year ended 30 June 2021.

## **4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS**

The preparation of this condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of this condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2021.



	Un-audited 30 Sept 2021 Rupees	Audited 30 June 2021 Rupees
<b>5. LONG TERM FINANCING - UNSECURED</b>		
<b>From directors:</b>		
Opening balance	18,324,680	14,574,680
Loan obtained during the year (Note 7.1)	-	3,750,000
Add: Fair value adjustments under IAS-39	-	-
	<u>18,324,680</u>	<u>18,324,680</u>
Less: Paid during the period	-	-
Less: Current portion	<u>(18,324,680)</u>	<u>(18,324,680)</u>
	<u>-</u>	<u>-</u>
<b>6. CONTINGENCIES AND COMMITMENTS</b>		
<b>6.1 Contingencies</b>		
Bank Guarantee from:		
Standard Chartered Bank (Pakistan) Limited (Note 6.1.1)	793,800	793,800
Habib Metropolitan Bank Limited (Note 6.1.2)	4,812,878	4,812,878
	<u>5,606,678</u>	<u>5,606,678</u>
<b>6.1.1</b> This represents a guarantee issued by Standard Chartered Bank (Pakistan) Limited to the Honourable High Court,		
<b>6.1.2</b> This represents guarantees issued by Habib Metropolitan Bank Limited amounting to Rupees 4.363 million and Rupees 0.45 million in favor of K- Electric and SSGCL respectively on account utility connections.		
<b>6.2 Commitments</b>		
There were no capital or other commitments as at 30 September 2021 ( 30 June 2021: Nil).		
<b>7. PROPERTY, PLANT AND EQUIPMENT</b>		
Operating fixed assets (Note 7.1)	<u>93,785,483</u>	<u>83,102,730</u>



## 7.1 Operating fixed assets

Opening book value	83,102,730	88,803,390
Add: Addition	11,218,146	-
Add: Surplus on revaluation during the period / year	-	718,848
	<b>94,320,876</b>	89,522,238
Less: Book value of assets disposed of during the period / year	-	(4,074,314)
	<b>94,320,876</b>	85,447,924
Less: Depreciation charged during the period / year	(535,393)	(2,345,194)
	<b>93,785,483</b>	83,102,730

## 8. LONG TERM INVESTMENTS

### Equity Investment

Balance as on July 01, 2021	7,891,871	7,971,712
Fair value adjustment made during the period	8.1 121,979	(79,841)
	<b>8,013,850</b>	7,891,871

### Investment in associates under equity method of accounting Associated companies (with significant influence)

Cresox (Pvt.) Limited	-	-
	<b>8,013,850</b>	7,891,871

8.1 Taxmac Services (Pvt.) is an associate under the provision of Companies Act, 2017. However, the company has no power to participate in financial and operating decision of Taxmac Services (Pvt.) Limited. No fair value per ordinary share was determined by the independent valuer and is being carried at fair value. Investment in Crescent Industrial Chemicals Limited and Crescent Spinning Mills Limited has been fully provided in previous years.

(Un-audited)

QUARTER ENDED	
30 September 2021	30 September 2020

## 9. COST OF SALES

	Rupees	Rupees
Repair and maintenance	20,000	482,691
Fuel and power	-	21,299
Depreciation	529,755	600,329
	<b>549,755</b>	1,104,319



		Unaudited	
		QUARTER ENDED	
		30 Sept 2021	30 Sept 2020
		Rupees	Rupees
<b>10. CASH FLOW FROM OPERATING ACTIVITIES</b>			
Loss before taxation		(214,315)	1,615,283
Adjustments for non-cash charges and other items:			
Depreciation		535,393	608,155
Provision for Gratuity		13,119	13,119
Rental income		(13,367,481)	(11,877,714)
Finance cost		450	2,007
		(13,032,834)	(9,639,150)
<b>Working capital changes</b>			
(Increase) / decrease in current assets:			
- Stock in trade		(1)	(1)
- Trade debts		3,418,485	(1,407,946)
- Loans and advances		(192,638)	(781,783)
- Other receivables		(179,576)	(387,091)
- Long term deposits		-	-
		3,046,270	(2,576,821)
Increase/decrease in trade and other payables		(4,701,784)	1,067,641
		(14,688,348)	(11,148,330)
<b>10.1 Cash and cash equivalents include the following</b>			
Cash and bank balances		3,063,385	6,926,505
Short term borrowings		-	-
		3,063,385	3,553,467

## 11. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise subsidiary companies, associated undertakings, other related companies and key management personnel. The company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties, not disclosed elsewhere, is given below:

		QUARTER ENDED	
		30 Sept 2021	30 Jun 2021
		Rupees	Rupees
<b>Associated companies</b>			
<b>Balance receivable from / (payable to)</b>			
Cresox (Private)Limited		56,626,685	56,626,685
Director		100,408	100,408
Directors, associates and others		(18,324,680)	(18,324,680)
Staff gratuity scheme		(12,598,069)	(13,149,981)





## 12. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was approved by the Board of Directors and authorized for issue on October 30, 2021.

## 13. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the company for the year ended 30 June 2021.

## 14. GENERAL

- No significant reclassification/ rearrangement of corresponding figures has been made in this condensed interim financial information.
- Figures have been rounded off to the nearest Rupee.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER