



PRINTED MATTER
BOOK POST
UNDER POSTAL CERTIFICATE



3rd. Quarter Report
March 31, 2022
(Unaudited)

if undelivered please return to

**ASHFAQ TEXTILE MILLS
LIMITED**

Mailing Address:

8.A, Officers Colony No.1, Susan Road. Faisalabad- Pakistan
Tel: +92-41-2435101-4 Fax: +92-41-2435105

Ashfaq Textile Mills Ltd.

COMPANY INFORMATION

CHIEF EXECUTIVE
MR. ASHFAQ AHMED

EXECUTIVE DIRECTORS
MR. ASHFAQ AHMED
MR. NADEEM ASHFAQ
MR. WASEEM ASHFAQ

INDEPENDENT NON-EXECUTIVE DIRECTORS
MR. SAAD ZUBAIR
MR. MUHAMMAD AQEEL IDREES

NON-EXECUTIVE DIRECTORS
MRS. SHAZIA AMJAD
MRS. NAZIA IRFAN
MIRZA MUHAMMAD IDREES

COMPANY SECRETARY
MR. NISR AHMAD

CHIEF FINANCIAL OFFICER (CFO)
MR. MOHAMMAD ANWAR JAVED

AUDITORS
RSM AVAIS HYDER LIAQAT NAUMAN,
CHARTERED ACCOUNTANTS

SHARE REGISTRAR
M/S FD REGISTRAR SERVICES (SMC-PVT) LTD.
1705, 17H FLOOR, SAIMA TRADE TOWER A,
I.I. CHUNDRIGAR ROAD, KARACHI

BANKERS
UNITED BANK LIMITED.

AUDIT COMMITTEE
MR. SAAD ZUBAIR (CHAIRMAN)
MR. NISAR AHMAD (SECRETARY)
MRS. SHAZIA AMJAD (MEMBER)
MR. MOHAMMAD AQEEL IDREES (MEMBER)

**HUMAN RESOURCES AND
REMUNERATION COMMITTEE**
MR. SAAD ZUBAIR (CHAIRMAN)
MRS. NAZIA IRFAN (MEMBER)
MR. MOHAMMAD AQEEL IDREES (MEMBER)

MAILING ADDRESS:
8/A-1, OFFICERS COLONY, SUSAN
ROAD, FAISALABAD.

REGISTERED OFFICE / MILLS
17TH K.M. MAIN FAISALABAD
JARANWALA ROAD, FAISALABAD.

CONTACTS:
PHONES : 041-2435101-4
FAX : 041-2435105
E-mail : info@ashfaqtextile.com
WEB : www.ashfaqtextile.com

DIRECTOR'S REPORT TO THE SHARE HOLDERS

Dear Share Holders,

The Directors of your Company are pleased to present our 3rd Quarter's un-audited accounts for the period ended 31st March 2021.

Review of the Results.

Sales during the period were recorded at Rs.382,183 Million compared to the same period were recorded Rs.320,460 Million.

During this period the Operating (Distribution, Administrative & Other) expenses were 9.70% to sales, in comparison to Rs.9.88% in the same period last year. Gross profit for this period is 17.71% in comparison to 13.28% during the same period last year. Financial charges to sales were recorded as 0.04% in comparison to 0.02% in the same period in last year. Cost of goods sold are 82.29% in comparison to 86.72% in the same period last year.

In the coming days:

Post covid era has started but the after shocks of it still remain. Inflation has pushed our cost of doing business up while we see an overall slowdown in the demand of textile fabrics both internationally and locally. We foresee that extraordinary increase in international prices of oil and gas would take its toll on Pakistan which would further increase the overall inflation, thus, making our cost of doing business go up even more. The turmoil in the political situation is also contributing in uncertainty in the country which would negatively affect a normal flow of economic activities.

We must appreciate the hard work of our entire team which has obtained the best results even under these unprecedented situation and we hope and pray that things normalize in the world and in Pakistan soon.

---SD---

On behalf of the Board
(ASHFAQ AHMAD)
Chief Executive Officer

ASHFAQ TEXTILE MILLS LIMITED.
CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT MARCH 31, 2022

<u>EQUITY & LIABILITIES:</u>	MARCH 31, 2022 RUPEES	JUNE 30, 2021 RUPEES
SHARE CAPITAL AND RESERVES:		
AUTHORISED CAPITAL:		
100,000,000 Ordinary Shares of Rs.10/= each	<u>1,000,000,000</u>	<u>1,000,000,000</u>
Issued Subscribed and Paid up Capital	423,318,500	384,835,000
Revaluation surplus on		
Property Plant and equipment	351,040,881	359,885,481
Revenue Reserves	244,127,346	244,649,359
Unappropriated Profit	<u>1,018,486,727</u>	<u>989,369,840</u>
NON CURRENT LIABILITIES:		
Deferred liabilities		
Staff Retirement Gratuity	92,080,974	81,205,825
Dederrred taxation	117,980,675	121,813,081
Provision for Gas intransfructure development cess payable	-	-
	<u>210,061,649</u>	<u>203,018,906</u>
CURRENT LIABILITIES:		
Trade and Other Payables	41,530,861	26,434,649
currebt portion of Gas Inst. Development Cess payable	-	396,884
Provision for Taxation - income tax	3,795,090	6,800,281
	<u>45,325,951</u>	<u>33,631,814</u>
	<u>1,273,874,327</u>	<u>1,226,020,560</u>
<u>ASSETS:</u>	MARCH 31, 2022 RUPEES	JUNE 2021 RUPEES
NON CURRENT ASSETS		
Property, Plant and Equipment	939,412,445	963,503,969
Long Term Securities Deposits	<u>4,509,782</u>	<u>4,509,782</u>
	<u>943,922,227</u>	<u>968,013,751</u>
CURRENT ASSETS:		
Store, Spares & loose tools.	38,741,779	27,226,164
Stock-in-trade	-	2,289,447
Contract costs	3,712,560	2,830,840
Trade Debts	99,181,656	83,885,562
Loans and Advances	29,801,993	28,531,169
Deposits and Prepayments	1,083,134	531,520
Other Receivables.	-	5,767,659
Tax Refunds due from Government	32,504,097	35,217,188
Cash and Bank Balances.	<u>124,926,881</u>	<u>71,727,260</u>
	<u>329,952,100</u>	<u>258,006,809</u>
	<u>1,273,874,327</u>	<u>1,226,020,560</u>

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

DATED: APRIL29, 2022
PLACE: FAISALABAD.

---SD---
CHIEF EXECUTIVE

---SD---
DIRECTOR

---SD---
CHIEF FINANCIAL OFFICER

ASHFAQ TEXTILE MILLS LIMITED.
CONDENSED INTERIM PROFIT & LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2022.

	NOTE	(QUARTER)		(9 MONTHS)	
		JANUARY - MARCH		JULY - MARCH	
		2022 RUPEES	2021 RUPEES	2022 RUPEES	2021 RUPEES
SALES		129,176,661	124,650,636	382,182,635	320,460,360
COST OF GOODS SOLD	6	98,511,275	111,630,801	314,534,058	277,918,564
GROSS PROFIT		30,665,386	13,019,835	67,648,577	42,541,796
Other operating income					
Other Income / (Loss)		-	(2,377,913)	1,026,375	(2,390,435)
Distribution cost		599,856	572,051	1,597,998	1,610,618
Administrative expenses		9,608,382	8,418,664	33,595,464	29,528,077
Other Operating Expenses		988,138	-	1,893,258	506,810
Finance cost		92,062	3,192	160,719	70,754
		11,288,438	8,993,907	37,247,439	31,716,259
PROFIT BEFORE TAXATION.		19,376,948	1,648,015	31,427,513	8,435,102
Provision for taxation		1,383,498	(1,598,222)	2,310,626	4,806,905
PROFIT FOR THE YEAR		17,993,450	3,246,237	29,116,887	3,628,197
Earning per share - Basic		0.43	0.08	0.69	0.09

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

DATED: APRIL 29, 2022
PLACE: FAISALABAD.

---SD---
CHIEF EXECUTIVE

---SD---
DIRECTOR

---SD---
CHIEF FINANCIAL OFFICER

ASHFAQ TEXTILE MILLS LIMITED.
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2022

	(QUARTER)		(9 MONTHS)	
	JANUARY - MARCH		JULY - MARCH	
	2022	2021	2022	2021
	<u>RUPEES</u>	<u>RUPEES</u>	<u>RUPEES</u>	<u>RUPEES</u>
Profit/(Loss) for the period	17,993,450	3,246,237	29,116,887	3,628,197
Other comprehensive income for the period				
Incremental depreciation on revalued assets	-	-	-	-
Total comprehensive income/(loss) for the period	<u>17,993,450</u>	<u>3,246,237</u>	<u>29,116,887</u>	<u>3,628,197</u>

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

DATED: APRIL 29, 2022
PLACE: FAISALABAD.

---SD---
CHIEF EXECUTIVE

---SD---
DIRECTOR

---SD---
CHIEF FINANCIAL OFFICER

ASHFAQ TEXTILE MILLS LIMITED.
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2022

Description	Issued, subscribed and Paid-up Capital Rupees	Capital Reserves Revaluation Surplus on Property, Plant and equipment Rupees	Revenue Reserves Unappropriated Profits Rupees	Total Rupees
Balance as at July 01, 2020	349,850,000	375,170,445	253,584,657	978,605,102
Total comprehensive income for the period				
profit for the year	-	-	11,137,342	11,137,342
Other comprehensive income				
Items that will not be subsequently reclassified to profit or loss				
Remeasurement of staff retirement bgratuity			(524,794)	(524,794)
Deffered tax relating to			152,190	152,190
Remeasurement of staff retirement bgratuity				
	-	-	10,764,738	10,764,738
Incremental depreciation on revalued assets for the period		(15,284,964)	15,284,964	-
Transaction with owners				
Issue of bonus shares	34,985,000		(34,985,000)	-
Balance as at June 30, 2021	384,835,000	375,170,445	229,364,395	989,369,840
Total comprehensive income for the period				
profit for the period	-	-	29,116,887	29,116,887
Incremental depreciation on revalued assets for the period	-	(8,844,600)	8,844,600	-
	-	(8,844,600)	37,961,487	29,116,887
Transaction with owners				
Issue of bonus shares	38,483,500		(38,483,500)	-
Balance as at March 31, 2021	423,318,500	366,325,845	228,842,382	1,018,486,727

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

DATED: APRIL 29, 2022
PLACE: FAISALABAD.

---Sd---
CHIEF EXECUTIVE

---Sd---
DIRECTOR

---SD---
CHIEF FINANCIAL OFFICER

ASHFAQ TEXTILE MILLS LIMITED.
CONDENSED INERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2022

	<u>MAR. 31, 2022</u>	<u>MAR. 31, 2021</u>
	<u>RUPEES</u>	<u>RUPEES</u>
CASH FLOW FROM OPERATING ACTIVITIES:		
Profit / (Loss) before taxation.	29,116,887	3,628,197
Adjustments for:		
Depreciation	31,931,871	32,179,606
Provision for staff retirement gratuity	15,450,000	12,150,000
Loss on disposal of property, plant and equipments	(1,026,375)	2,390,435
Finance Cost	160,719	70,754
Operating cash flows before working capital changes	75,633,102	50,418,992
Changes in working capital		
(Increase) / decrease in current Assets:		
Store, spare & loose tools.	(11,515,615)	(2,644,653)
Stock in trade	2,289,447	-
contract cost	(881,720)	(1,095,708)
Trade debts	(15,296,094)	(12,446,574)
Loans, advances,	(1,270,824)	14,575,684
Deposits and prepayments	(551,614)	(382,393)
Other receivables	5,767,659	(4,650,844)
Tax refunds due from Government.	2,713,091	3,166,068
Increase / (decrease) in current liabilities.		
Trade and other payables	14,699,328	8,177,352
Net cash flow from changes in working capital	(4,046,342)	4,698,932
Cash generated from / (used in) operations.		
Finance cost paid	(160,719)	(70,754)
Taxes paid	(5,811,221)	(4,681,617)
Staff retirement gratuity paid	(4,574,851)	(4,999,750)
Net cash generated from operating activities	(10,546,791)	(9,752,121)
Cash flows from investing activities		
Additions property, plant and equipment	(7,840,348)	(50,402,675)
Proceeds from disposal of operating asstes	-	6,590,433
Net cash (used in) investing activities	(7,840,348)	(43,812,242)
Cash flows from financing activities		
Net (decrease) increase in short term bank borrowings	-	-
Net cash (used in) financing activities	-	-
Net (decrease) increase in cash and cash equivalents	53,199,621	1,553,561
Cash and cash equivalent at the beginning of the year	71,727,260	43,843,633
Cash and cash equivalent at the end of the year	124,926,881	45,397,194

DATED: APRIL 29, 2022
PLACE: FAISALABAD:

---SD---
CHIEF EXECUTIVE

---SD---
DIRECTOR

---SD---
CHIEF FINANCIAL OFFICER

ASHFAQ TEXTILE MILLS LIMITED.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2022.

- 1 The Principal activity of the Company is manufacturing and sale of textile goods.
- 2 These accounts have been prepared in accordance with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting".
- 3 The accounting policies adopted for preparation of these quarterly accounts is the same as adopted in the preceding annual published accounts of the company.
- 4 The quarterly accounts are unaudited and being submitted to the shareholders as required u/s 245 of the Companies Ordinance 1984.
- 5 Amount set aside for workers profit participation fund and deferred tax liability is provisional, final liability will be determined on the basis of annual results.

	QUARTER JANUARY - MARCH		(9 MONTHS) JULY- MARCH	
	2022 RUPEES	2021 RUPEES	2022 RUPEES	2021 RUPEES
6 COST OF SALES:				
Raw material consumed	-	-	-	-
Stores & spares consumed	8,212,809	8,897,192	27,045,070	24,270,832
wages salaries and amenities	48,727,863	37,875,518	129,314,078	106,730,652
Sizing expenses	24,069,465	27,212,720	70,766,580	53,988,222
Repair & Maintenance	744,995	314,174	3,896,193	881,982
Fuel & Power	7,520,437	24,374,852	55,233,611	65,762,797
Depreciation	9,259,546	9,389,107	27,654,336	28,136,029
Insurance	862,313	565,828	2,038,083	1,697,485
Others	3,637	1,805	9,220	19,705
	<u>99,401,065</u>	<u>108,631,196</u>	<u>315,957,171</u>	<u>281,487,704</u>
Contract cost	(889,790)	2,999,605	(3,712,560)	(3,569,140)
Work in process:				
Opening stock	-	-	-	-
Closing stock	-	-	-	-
	<u>98,511,275</u>	<u>111,630,801</u>	<u>312,244,611</u>	<u>277,918,564</u>
Finished Goods				
Opening stock	-	3,864,987	2,289,447	3,864,987
Closing stock	-	(3,864,987)	-	(3,864,987)
	<u>98,511,275</u>	<u>111,630,801</u>	<u>314,534,058</u>	<u>277,918,564</u>

7 Transactions with Associated Undertakings.

8 Figures have been rounded off to the nearest rupee.

DATED: APRIL 29, 2022
PLACE: FAISALABAD.

---SD---
CHIEF EXECUTIVE

---SD---
DIRECTOR

---SD---
CHIEF FINANCIAL OFFICER

ڈائریکٹر ز رپورٹ برائے حصہ داران اشفاق ٹیکسٹائل ملز لمیٹڈ

محترم حصہ داران، ممبران

کمپنی کے ڈائریکٹران کی طرف سے تیسری سہ ماہی کی رپورٹ 31 مارچ، 2022ء حاضر خدمت ہے:

مالیاتی نتائج مندرجہ ذیل ہیں۔

اس دورانیہ میں 382,183 ملین کی فروخت ہوئی۔ پچھلے سال اسی دورانیہ میں 320,460 ملین کی فروخت ہوئی تھی۔

اس دوران آپریٹنگ (ڈسٹری بیوشن، ایڈمنسٹریشن و دیگر اخراجات) فروخت کا 9.70% فیصدی خرچ آیا۔ پچھلے سال اسی دوران 9.88% فیصدی خرچ آیا تھا۔ مجموعی نفع (بغیر منہائی اخراجات) 17.71% فیصدی ہوا ہے۔ پچھلے سال کا اسی دوران میں 13.28% فیصدی منافع ہوا تھا۔ فنانشل اخراجات، سیل پر 0.04% فیصدی آئے۔ جبکہ سابقہ سال کے اسی دوران میں 0.02% فیصدی اخراجات آئے تھے۔ اس دوران فروخت شدہ اشیاء پر لاگت فروخت کا 82.29% فیصد آیا۔ جبکہ پچھلے سال اسی دوران 86.27% فیصد تھا۔

آنیوالے وقت کے متعلق:-

کووڈ کے بعد کا دور شروع ہو چکا ہے۔ لیکن اس کے اثرات ابھی باقی ہیں مہنگائی نے ہمارے کاروبار کرنے کی لاگت کو بڑھا دیا ہے جب کہ ہم بین الاقوامی اور مقامی سطح پر ٹیکسٹائل مصنوعات کی مانگ میں مجموعی طور پر کمی دیکھ رہے ہیں ہم پیشگوئی کرتے ہیں تیل اور گیس کی بین الاقوامی قیمتوں میں غیر معمولی اضافہ کے اثرات بھی ہیں۔ جس کی وجہ سے ہمارے کاروبار کی لاگت اور زیادہ بڑھ گئی ہے۔ سیاست میں ہنگامہ آرائی بھی نلک میں غیر یقینی کی صورت حال پیدا کر رہی ہے جس کی وجہ سے معاشی سرگرمیوں کے معمول کے بہاؤ پر منفی اثر پڑے گا۔

ہم اپنے خریداروں، سپلائرز اور مالیاتی اداروں کی مسلسل حوصلہ افزائی اور اپنے سٹاف ممبران کی انتھک محنت کے شکر گزار ہیں اور اللہ تعالیٰ سے دعا گو ہیں کہ وہ ہمیشہ اپنی رحمت کا سایہ ہمارے ملک پر رکھے۔

---SD---

بورڈ آف ڈائریکٹران کی طرف سے

اشفاق احمد

چیف ایگزیکٹو آفیسر