



**Fateh  
Sports Wear  
Limited**

# **QUARTERLY REPORT**

**September 30, 2023**



**Fateh  
Sports Wear  
Limited**

**Mirpurkhas Road, Hyderabad, Pakistan**



# **Fateh Sports Wear Limited**

442, Mirpurkhas Road, Hyderabad

## **DIRECTOR'S REVIEW TO THE SHAREHOLDERS**

On behalf of the Board of Directors, I present before you the un-audited Quarterly Financial Statements for the 1st Quarter ended **September 30, 2023**.

During the period under review, no sales were recorded. Company incurred Operating Loss of Rs. 0.53 million in respect of depreciation and utilities charges. Company earned profit of Rs. 4.00 million in respect of exchange gain on trade receivables of US\$:2.00 million. Net profit of Rs. 3.47 million and Accumulated Profit of Rs. 516.48 million carried forward to Balance Sheet. Earning per share for the period is Rs.1.74.

for and on behalf of the Board

**RAUF ALAM**

Chief Executive

Hyderabad: November 23, 2023



## Statement of Financial Position

As at September 30, 2023  
(Un-Audited)

	<b>30-Sep-23</b> <b>RUPEES</b>	30-Jun-23 RUPEES
<b>NON CURRENT ASSETS</b>		
Property, Plant and Equipments	<b>10,601,838</b>	10,682,506
Capital work in process	<b>29,844,042</b>	29,844,042
<b>CURRENT ASSETS</b>		
Trade Receivables	<b>577,200,000</b>	573,200,000
Advances, Deposits and Prepayments	<b>1,533,650</b>	1,533,650
Cash and Bank Balances	<b>121,744</b>	140,057
	<b>578,855,394</b>	574,873,707
<b>Total</b>	<b>619,301,274</b>	<b>615,400,255</b>
<b>SHARE CAPITAL AND RESERVES</b>		
Share Capital	<b>20,000,000</b>	20,000,000
<b>Revenue Reserve</b>		
General Reserve	<b>53,500,000</b>	<b>53,500,000</b>
Unappropriated Profit	<b>516,484,149</b>	<b>513,011,146</b>
	<b>589,984,149</b>	<b>586,511,146</b>
<b>CURRENT LIABILITIES</b>		
Trade and Other Payables	<b>5,562,779</b>	5,584,763
Loan from Directors	<b>23,640,955</b>	23,190,955
Provision for Taxation	<b>113,391</b>	113,391
	<b>29,317,125</b>	28,889,109
<b>Total</b>	<b>619,301,274</b>	<b>615,400,255</b>

**RAUF ALAM**  
Chief Executive

**SAEED ALAM**  
Director

**MUHAMMAD ISMAIL**  
Chief Financial Officer

Hyderabad: November 23, 2023



## Statement of Profit or Loss and Other Comprehensive Income

For the 1st Quarter ended September 30, 2023

(Un-Audited)

	30-Sep-23 RUPEES	30-Sep-22 RUPEES
Sales	0	0
Cost of Sales	0	0
<b>Gross Profit</b>	<b>0</b>	<b>0</b>
Administration Expense	526,493	584,021
Selling Expenses	0	0
	<b>526,493</b>	584,021
<b>Operating Loss</b>	<b>(526,493)</b>	(584,021)
Exchange rate difference	4,000,000	47,900,000
	<b>3,473,507</b>	47,315,979
Financial expenses - Bank charges	504	418
Other charges	0	0
	<b>504</b>	418
<b>Profit before taxation</b>	<b>3,473,003</b>	47,315,561
Taxation	0	0
<b>Net Profit after taxation</b>	<b>3,473,003</b>	47,315,561
Other comprehensive income	0	0
<b>Total comprehensive Profit for the period</b>	<b>3,473,003</b>	47,315,561
<b>Earning per share</b>	<b>1.74</b>	23.66

**Notes:**

1. Fateh Sports Wear Limited is incorporated in Pakistan as a public limited company and is listed on the Pakistan Stock Exchange Ltd. The Company is engaged mainly in the manufacturing and export of ready-made garments.
2. These un-audited financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of IAS-34, International Financial Reporting issued by IASB and provision of section 237 of Companies Act-2017.
3. The accounting policies and methods of computation adopted in the preparation of these financial statements are the same as those applied in preparation of the annual audited and published financial statements.
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 **23rd November, 2023**.

**RAUF ALAM**

Chief Executive

**SAEED ALAM**

Director

**MUHAMMAD ISMAIL**

Chief Financial Officer

Hyderabad: November 23, 2023



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## **Notes to the condensed Interim Financial Statements:**

**For the 1st Quarter ended September 30, 2023**

### **1. CORPORATE AND GENERAL INFORMATION**

The company was incorporated on May 20, 1984, as a public company limited by shares under the Companies Ordinance, 1984 ( now the Companies Act, 2017), and is listed on Pakistan Stock Exchange Limited. The business of company is to manufacture ready-made garments for selling them locally as well as exporting. The Registered office is situated at 442, Mirpurkhas Road, Hyderabad.

### **2. BASIS FOR PRESENTATION**

#### **2.1 Purpose of Issuance**

These condensed interim financial statements have been issued to the shareholders to comply with Section 237 of the Companies Act, 2017 are un-audited

#### **2.2 Statement of Compliance**

These condensed interim financial statements have been prepared in accordance with the requirements of the International Accounting Standard 34 – “Interim Financial Reporting” and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. These condensed interim financial statements do not include all of the information and disclosures required for annual financial statements, and should be read in conjunction with the financial statements of the Company for the year ended **June 30, 2023**. These condensed interim financial statements are unaudited.

#### **2.3 Comparative Financial Information**

The comparative statement of financial position presented in these condensed interim financial statements has been extracted from the annual audited financial statements of the Company for the year ended **June 30, 2023**, whereas the comparative condensed interim profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim cash flow statement, are extracted from the unaudited condensed interim financial statements for the quarter ended **September 30, 2023**.

#### **2.4 Basis of Measurement**

These condensed interim financial statements have been prepared under the historical cost convention.

#### **2.5 Accounting Policies**

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the audited financial statements for the year ended June 30, 2023.

#### **2.6 Accounting Estimates and Judgments**

Estimates and judgments made by management in the preparation of these condensed interim financial statements are the same as those that were applied to the audited annual financial statements of the Company as at and for the year ended **June 30, 2023**.

#### **2.7 Functional and Presentation Currency**

These financial statements are presented in Pakistan Rupees, which is the company's functional and presentation currency.

### **3 CONTINGENCIES AND COMMITMENTS**

Contingencies reported in the annual audited financial statements for the year ended **June 30, 2023** remain-unchanged.

### **4 TAXATION**

No provision for current taxation has been made in these condensed interim financial statements.

## 5 RELATED PARTY TRANSACTIONS

Related parties comprise of group companies ( associates ), directors, major shareholders, their close family members and key management personnel. Transactions with related parties during the year, other than and including those which have been disclosed elsewhere in these financial statements, are given below:

<u>Name of Related Party</u>	<u>Nature of Transaction</u>	<u>30-Sep-23</u>	<u>30-Sep-22</u>
		<u>Rupees</u>	
Rauf Alam - Director	Loan Received	-	81,000
Saeed Alam - Director	Loan Received	450,000	-

## 6. FIGURES

Figures in these condensed interim financial statements have been rounded off to the nearest thousand rupees.

## 7. DATE OF AUTHORISATION

These condensed interim financial statements were authorized for issue on **November 23, 2023** by the Board of Directors of the Company.



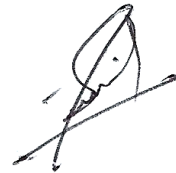
**RAUF ALAM**

Chief Executive



**SAEED ALAM**

Director



**MUHAMMAD ISMAIL**

Chief Financial Officer

**Hyderabad: November 23, 2023**



## Statement of Cash Flows

For the 1st Quarter ended September 30, 2023

	30-Sep-23 RUPEES	30-Sep-22 RUPEES
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Net Profit before taxation</b>	3,473,003	47,315,561
Adjustment for :		
Depreciation	80,668	85,190
Bank charges	504	418
Financial charges	0	0
Exchange (gain)/Loss	(4,000,000)	(47,900,000)
	<b>(3,918,828)</b>	<b>(47,814,392)</b>
	<b>(445,825)</b>	<b>(498,831)</b>
<b>Changes in Working Capital</b> (Increase) / decrease in current assets		
Trade Receivable	(4,000,000)	(47,900,000)
Advances, deposits & prepayments	0	0
Increase / (decrease) in current liabilities		
Trade and other payables	(21,984)	(75,000)
	<b>(4,021,984)</b>	<b>(47,975,000)</b>
Cash generated from operations	<b>(4,467,809)</b>	<b>(48,473,831)</b>
Bank charges	<b>(504)</b>	<b>(418)</b>
Exchange Gain	<b>4,000,000</b>	<b>47,900,000</b>
	<b>(468,313)</b>	<b>(574,249)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Capital work in process	0	0
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Loan from Directors	450,000	81,000
	<b>450,000</b>	<b>81,000</b>
<b>Net (decrease) / increase in Cash &amp; Cash equivalent (A+B+C).</b>	<b>(18,313)</b>	<b>(493,249)</b>
Cash & cash equivalents at the beginning of the period	<b>140,057</b>	<b>1,138,495</b>
Cash & cash equivalent during the period	<b>(18,313)</b>	<b>(493,249)</b>
<b>cash &amp; cash equivalent at the end of the period</b>	<b>121,744</b>	<b>645,246</b>

**RAUF ALAM**

Chief Executive

**SAEED ALAM**

Director

**MUHAMMAD ISMAIL**

Chief Financial Officer

Hyderabad: October 24, 2022



## Statement of Changes in Equity

For the 1st Quarter ended September 30, 2023

	Share Capital	General Reserve	Accumulated Profit/(Loss)	Total
	----- Rupees -----			
<b>Balance as on July 1, 2021</b>	<b>20,000,000</b>	<b>53,500,000</b>	<b>260,968,055</b>	<b>334,468,055</b>
Profit/(Loss) upto September 30, 2021	0	0	25,488,720	25,488,720
<b>Balance as on September 30, 2021</b>	<b>20,000,000</b>	<b>53,500,000</b>	<b>286,456,775</b>	<b>359,956,775</b>
<b>Balance as on July 1, 2022</b>	<b>20,000,000</b>	<b>53,500,000</b>	<b>354,807,438</b>	<b>428,307,438</b>
Loss upto September 30, 2022	0	0	47,315,561	47,315,561
<b>Balance as on September 30, 2022</b>	<b>20,000,000</b>	<b>53,500,000</b>	<b>402,122,999</b>	<b>475,622,999</b>
<b>Balance as on July 1, 2023</b>	<b>20,000,000</b>	<b>53,500,000</b>	<b>513,011,146</b>	<b>586,511,146</b>
Loss upto September 30, 2023	0	0	3,473,003	3,473,003
<b>Balance as on September 30, 2023</b>	<b>20,000,000</b>	<b>53,500,000</b>	<b>516,484,149</b>	<b>589,984,149</b>

**RAUF ALAM**  
Chief Executive

**SAEED ALAM**  
Director

**MUHAMMAD ISMAIL**  
Chief Financial Officer

Hyderabad: November 23, 2023