

QUARTERLY REPORT

March 31, 2024



**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, 2024.

During the period under review, Company has no sales due to non availability of orders. After Administration expenses of Rs.2.11 million, Exchange loss of Rs.17.28 million and Financial & Other Charges of Rs.0.08 million, Company incurred loss before taxation is Rs.19.46 million during the nine month of the financial year. The unappropriated profit of Rs. 493.55 million carried forward to Balance Sheet. Loss per share for the period ended March 31, 2024 is Rs.9.73.

for and on behalf of the Board

RAUF ALAM

Chief Executive

Hyderabad: April 29, 2024

Statement of Financial Position

As at March 31, 2024
(Un-Audited)

	31-Mar-24 RUPEES	30-Jun-23 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 Profit	493,546,740	513,011,146
	567,046,740	586,511,146
Current Liabilities		
Trade and others payables	5,654,534	5,584,763
Accrued Markup on Loans	0	0
Loan from Banks	0	0
Loan from Directors	25,140,955	23,190,955
Provision for taxation	113,391	113,391
	30,908,880	28,889,109
Total	597,955,620	615,400,255
<u>Property & Assets</u>		
Property, Plant and Equipments	10,452,630	10,682,506
Capital work in process	29,844,042	29,844,042
Current Assets		
Stores, Spares and Loose Tools	0	0
Stock-in-trade	0	0
Trade Receivables	555,920,000	573,200,000
Advances, deposits and prepayments	1,533,650	1,533,650
Other receivables	0	0
Cash and bank balances	205,298	140,057
	557,658,948	574,873,707
Total	597,955,620	615,400,255

RAUF ALAM
Chief Executive

SAEED ALAM
Director

MUHAMMAD ISMAIL
Chief Financial Officer

Hyderabad: April 29, 2024

Statement of Profit or Loss & Comprehensive Income

For the 3rd Quarter ended March 31, 2024

(Un-Audited)

	JAN-MAR 2024 RUPEES	JUL-MAR 2024 RUPEES	JAN-MAR 2023 RUPEES	JUL-MAR 2023 RUPEES
Sales	0	0	0	0
Cost of sales	0	0	0	0
Gross Profit	0	0	0	0
Administration expenses	988,983	2,108,784	514,689	1,657,479
Selling expenses	0	0	0	0
	988,983	2,108,784	514,689	1,657,479
Operating Loss	(988,983)	(2,108,784)	(514,689)	(1,657,479)
Exchange (Loss)/Gain	(7,800,000)	(17,280,000)	114,400,000	156,200,000
Other Income	0	0	0	0
	(8,788,983)	(19,388,784)	113,885,311	154,542,521
Financial Expenses	40	622	39	1,141
Other Charges	0	75,000	0	75,000
	40	75,622	39	76,141
(Loss)/Profit before Taxation	(8,789,023)	(19,464,406)	113,885,272	154,466,380
Provision for taxation	0	0	0	0
(Loss)/Profit after Taxation	(8,789,023)	(19,464,406)	113,885,272	154,466,380
Other comprehensive income	0	0	0	0
Total comprehensive (Loss)/ Income for the Period	0	0	0	0
	(8,789,023)	(19,464,406)	113,885,272	154,466,380
(Loss)/Earning per share	(4.39)	(9.73)	56.94	77.23

Notes:

- 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.
- 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.
- 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.
- 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.
- Figures in these accounts have been rounded off to the nearest rupee.
- These accounts are authorized by the Board for issue on **29th April, 2024**.

RAUF ALAM

Chief Executive
Hyderabad: April 29, 2024

SAEED ALAM

Director

MUHAMMAD ISMAIL

Chief Financial Officer

Notes to the condensed Interim Financial Statements:

For the 3rd Quarter ended March 31, 2024

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 **March 31, 2024**.

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>31-Mar-24</u>	<u>31-Mar-23</u>
		<u>Rupees</u>	
Rauf Alam - Director	Loan Received	-	81,000
Saeed Alam - Director	Loan Received	1,950,000	363,000

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 **April 29, 2024** by the Board of Directors of the Company.

RAUF ALAM

Chief Executive

Hyderabad: April 29, 2024

SAEED ALAM

Director

MUHAMMAD ISMAIL

Chief Financial Officer

Statement of Cash Flows

For the 3rd Quarter ended March 31, 2024

	31-Mar-24 RUPEES	31-Mar-23 RUPEES
A. CASH FROM OPERATING ACTIVITIES		
Net Profit before taxation	(19,464,406)	154,466,380
Adjustment for :		
Depreciation	229,876	255,571
Financial charges	622	1,141
Exchange Loss/(Gain)	17,280,000	(156,200,000)
	17,510,498	(155,943,288)
	(1,953,908)	(1,476,908)
Changes in Working Capital (Increase) / decrease in current assets		
Trade receivables	17,280,000	(156,200,000)
Advances, deposits & prepayments	0	0
Other receivables	0	0
Increase / (decrease) in current liabilities		
Trade and other payables	69,771	12,000
	17,349,771	(156,188,000)
Cash generated from operations	15,395,863	(157,664,908)
Tax paid		
Trade receivables		
Financial Charges	(622)	(1,141)
Exchange (loss)/gain	(17,280,000)	156,200,000
	(1,884,759)	(1,466,049)
B. CASH FROM INVESTING ACTIVITIES		
Fixed capital expenditure	0	0
C. CASH FROM FINANCING ACTIVITIES		
Loan received from directors	1,950,000	444,000
Repayment of loan	0	0
	1,950,000	444,000
Net (decrease) / increase in Cash & Cash equivalent (A+B+C).	65,241	(1,022,049)
Cash & Cash equivalent at the beginning	140,057	1,138,495
Increase / (Decrease) in cash and cash equivalent during the period	65,241	(1,022,049)
Cash & cash equivalent at the end	205,298	116,446

RAUF ALAM

Chief Executive

Hyderabad: April 29, 2024

SAEED ALAM

Director

MUHAMMAD ISMAIL

Chief Financial Officer

Statement of Changes in Equity

For the 3rd Quarter ended March 31, 2024

	<u>Amount in Rupees</u>			
	<u>Share Capital</u>	<u>General Reserve</u>	<u>Accumulated (Loss)/Profit</u>	<u>Total</u>
Balance as on July 1, 2022	20,000,000	53,500,000	354,807,438	428,307,438
Profit upto March 31, 2023	0	0	154,466,380	154,466,380
Balance as on March 31, 2023	20,000,000	53,500,000	509,273,818	582,773,818
Balance as on July 1, 2023	20,000,000	53,500,000	513,011,146	586,511,146
Profit upto March 31, 2024	0	0	(19,464,406)	(19,464,406)
Balance as on March 31, 2024	20,000,000	53,500,000	493,546,740	567,046,740

RAUF ALAM

Chief Executive

Hyderabad: April 29, 2024

SAEED ALAM

Director

MUHAMMAD ISMAIL

Chief Financial Officer