



BILAL

FIBERS LIMITED

**QUARTERLY
REPORT (UN-AUDITED)**

**1ST QUARTER ENDED
SEPTEMBER, 2024**

DIRECTORS' REPORT



The Directors of your Company are presenting before you the un-audited condensed interim financial statements of the Company for the first quarter ended September 30, 2024.

These Accounts have been prepared in compliance with IAS-34 and being submitted as required under section 237 of Companies Act, 2017.

The Company has incurred a loss of Rs.4.595 million for the period ended September 30, 2024 as compared to last year period ended September 30, 2023 loss of Rs 4.376 million.

OPERATING PERFORMANCE

During the period under review, your Company continued to sustain the prevailing critical challenges with regard to the economic conditions and the textile sector.

FUTURE PROSPECTS

Under the prevailing circumstances, the most important factor is to negotiate with the banking companies. The company was plan to sell its fixed asset which was going to get approval from the shareholders in the last annual general meeting which was held on 28-10-2024 but the SECP has defer the agenda due to some reasons. The company will get approval in extra ordinary general meeting after removing the issue raised by the SECP.

ACKNOWLEDGEMENT

Hereby, we do appreciate the efforts for the continued support and cooperation extended to us by our customers, suppliers and bankers. The invaluable services rendered by our employees during such crucial time are also thankfully recognized.

For and behalf of the by Order of Board

Chief Executive

Director

Lahore

Dated: October 30, 2024



ڈائریکٹرز کی رپورٹ

آپ کی کمپنی کے ڈائریکٹرز آپ کے سامنے 30 ستمبر 2024 کو ختم ہونے والی پہلی سہ ماہی کے لیے کمپنی کے غیر آڈٹ شدہ کنڈینسڈ عبوری مالیاتی بیانات پیش کر رہے ہیں۔

یہ اکاؤنٹس IAS-34 کی تعمیل میں تیار کیے گئے ہیں اور کمپنیز ایکٹ، 2017 کے سیکشن 237 کے تحت ضرورت کے مطابق جمع کیے گئے ہیں۔

کمپنی کو 30 ستمبر 2024 کو ختم ہونے والی مدت کے لیے 4.595 ملین روپے کا نقصان ہوا ہے جبکہ گزشتہ سال 30 ستمبر 2023 کو ختم ہونے والی مدت کے مقابلے میں 4.376 ملین روپے کا نقصان ہوا ہے۔

آپریٹنگ پرفارمنس

زیر جائزہ مدت کے دوران، آپ کی کمپنی نے معاشی حالات اور ٹیکسٹائل سیکٹر کے حوالے سے موجودہ اہم چیلنجوں کو برقرار رکھا۔

مستقبل کے امکانات

موجودہ حالات میں، سب سے اہم عنصر بینکنگ کمپنیوں کے ساتھ گفت و شنید کرنا ہے۔ کمپنی اپنے فکسڈ اثاثے فروخت کرنے کا منصوبہ بنا رہی تھی جسے 28-10-2024 کو ہونے والے آخری سالانہ جنرل اجلاس میں شیئر ہولڈرز سے منظوری ملنے والی تھی لیکن ایس ای سی پی نے کچھ وجوہات کی بنا پر ایجنڈا ملتوی کر دیا ہے۔ ایس ای سی پی کی جانب سے اٹھائے گئے معاملے کو دور کرنے کے بعد کمپنی کو غیر معمولی جنرل میٹنگ میں منظوری مل جائے گی۔

اعتراف

اس طرح، ہم اپنے صارفین، فراہم کنندگان اور بینکرز کی طرف سے مسلسل تعاون اور تعاون کی کوششوں کی تعریف کرتے ہیں۔ ایسے اہم وقت کے دوران ہمارے ملازمین کی جانب سے پیش کی گئی انمول خدمات کو بھی شکرگزار تسلیم کیا جاتا ہے۔

بورڈ کے آرڈر کے ذریعے اور اس کی جانب سے

ڈائریکٹر

چیف ایگزیکٹو

لاہور

بتاریخ: 30 اکتوبر 2024

BILAL FIBRES LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2024



	Un-Audited September 30, 2024	Audited June 30, 2024
Note	<u>Rupees</u>	
NON-CURRENT ASSETS		
Property, plant and equipment	315,691,052	319,718,383
Right of use assets	43,925,426	44,481,444
Investment Property	572,997,757	572,997,757
Long term deposits	1,156,180	1,156,180
	933,770,415	938,353,764
CURRENT ASSETS		
Stock in trade	57,872,747	57,872,747
Trade deposits and short term prepayments	2,925,765	2,925,765
Other receivables	17,002,975	17,002,975
Sales tax refundable	818,786	818,786
Tax Refunds Due From Government	3,515,444	3,515,444
Cash and bank balances	440,530	440,530
	82,576,247	82,576,247
	1,016,346,662	1,020,930,011
SHARE CAPITAL AND RESERVES		
Authorised share capital		
15,000,000 (June 30, 2023: 15,000,000) Ordinary shares of Rs. 10 each	150,000,000	150,000,000
Issued, subscribed and paid up capital		
14,100,000 (June 30, 2023: 14,100,000) Ordinary shares of Rs. 10 each	141,000,000	141,000,000
Accumulated loss	(542,190,149)	(538,389,793)
Surplus on revaluation of property, plant and equipment	399,907,220	400,702,213
	(1,282,929)	3,312,420
NON CURRENT LIABILITIES		
Long term financing from Banking Companies - Secured	-	-
Long term financing from directors and associates	-	-
Liabilities against assets subject to finance lease	-	-
Deferred liabilities	7,561,010	7,561,010
	7,561,010	7,561,010
CURRENT LIABILITIES		
Trade and other payables	45,556,036	45,556,036
Unclaimed dividend	235,776	235,776
Accrued Interest/Mark up payable	97,520,035	97,520,035
Loan from directors and associates	128,939,488	128,927,488
Short term borrowings	136,365,534	136,365,534
Current portion of:		
Long term financing from Banking Companies	493,145,381	493,145,381
Liabilities against assets subject to finance lease	108,306,331	108,306,331
	1,010,068,581	1,010,056,581
Contingencies and commitments	-	-
	1,016,346,662	1,020,930,011

The annexed notes form part of these financial statements.

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR

BILAL FIBRES LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024



September 30, 2024 September 30, 2023

(Rupees)

Sales	-	-
Cost of sales	-	-
Gross loss	-	-
Distribution cost	-	-
Administrative expenses	(4,595,349)	(5,875,318)
Other income	-	1,500,000
Finance cost	-	(841)
	(4,595,349)	(4,376,159)
Loss before taxation	(4,595,349)	(4,376,159)
Taxation	-	-
Loss after taxation	(4,595,349)	(4,376,159)
Loss per share - basic and diluted	(0.33)	(0.31)

The annexed notes form part of these financial statements.

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR

BILAL FIBRES LIMITED



**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-Audited)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024**

	September 30, 2024	September 30, 2023
	(Rupees)	
	<u> </u>	<u> </u>
Loss after taxation	(4,595,349)	(4,376,159)
Other comprehensive income	-	-
Total comprehensive income / (loss) for the period	<u>(4,595,349)</u>	<u>(4,376,159)</u>

The annexed notes form part of these financial statements.

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR

BILAL FIBRES LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024



	Share capital	Revenue Reserve	Capital Reserve	Total
		Accumulated loss	Surplus on revaluation of fixed assets	
----- (Rupees) -----				
Balance as on 01 July 2023	141,000,000	(521,558,728)	404,051,436	23,492,708
Transfer from surplus on revaluation on account of incremental depreciation - net of tax	-	3,349,223	(3,349,223)	-
Net Profit/(loss) for the year	-	(20,180,288)	-	(20,180,288)
Other comprehensive income for the period	-	-	-	-
Balance as on June 30, 2024	141,000,000	(538,389,793)	400,702,213	3,312,420
Transfer from surplus on revaluation on account of incremental depreciation - net of tax	-	794,993	(794,993)	-
Net Profit/(loss) for the year	-	(4,595,349)	-	(4,595,349)
Other comprehensive income for the period	-	-	-	-
Balance as on September 30, 2024	141,000,000	(542,190,149)	399,907,220	(1,282,929)

The annexed notes form part of these financial statements.

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR

BILAL FIBRES LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024



Note	September 30, 2024	September 30, 2023
	(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(4,595,349)	(4,376,159)
Adjustment for non-cash and other related items:		
Depreciation on operating fixed assets	4,027,331	4,242,905
Depreciation on right of use assets	556,018	585,283
Finance cost	-	841
Cash flow generated/(used in) from operating activities before working capital changes	(12,000)	452,870
Effect on cash flow due to working capital changes :		
(Increase) / decrease in current assets:		
Other receivables	-	(1,500,000)
Increase / (decrease) in current liabilities:		
Increase in trade and other payables	-	-
Loan from directors and associates	12,000	1,047,130
Net cash used in working capital	12,000	(452,870)
Cash generated from operations	-	(0)
Finance cost	-	(841)
Net cash generated from operating activities	-	(841)
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase/(decrease) in short term borrowings - net	-	-
Increase/(decrease) in financing from directors and associates	-	-
Net cash (used in) financing activities	-	-
Net (decrease)/increase in cash and cash equivalents	-	(841)
Cash and cash equivalents at the beginning of the period	440,530	440,530
Cash and cash equivalents at the end of the period	440,530	439,689

The annexed notes form part of these financial statements.

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR



1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** The company is limited by shares, incorporated in Pakistan on April 13, 1987 under the Companies Ordinance, 1984 (Repealed with the enactment of the companies Act, 2017) and the shares of the company are listed on Pakistan Stock Exchange Limited. The principal business of the company is manufacture and sale of yarn. The geographical location and address of the company's business units including plant as follows.

Business Unit	Geographical location and address
Registered office	109-A, Street No.3, Cavalry Ground, Lahore Cantt, Lahore
Manufacturing Plant	38.KM, Sheikhpura Road, Tehsil Jarranwala, District, Faisalabad

1.2 Significant transactions and events affecting the Company's financial position and performance

The Company had closed its operation since June 16, 2016 and reported accumulated losses of Rupees 542.190 million (June 30, 2024: Rupees 538.389 million). The current liabilities exceeded its current assets by Rupees 927.492 million (June 30, 2024: Rupees 927.480 million) as of balance sheet date. These conditions along with adverse key financial ratios and company's court cases with the banking companies on its inability to comply with covenants of loan agreements and to pay long term financing liabilities against assets subject to finance lease, short term borrowings and related finance costs on due dates indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern and therefore, that it may be unable to realize its assets and discharge its liabilities in the normal course of business.

These financial statements, however, have been prepared under the going concern assumptions as the management after settling trade creditors is seeking amicable settlement of cases with the banking companies and at the same time in search of local or international investors to enter into joint venture arrangement to invest in the plant and machinery in order to compete with the international market players. Moreover, In order to meet the day to day expenses, the company has leased out the factory premises.

2 BASIS OF PREPARATION

This interim financial information is not audited and has been presented in condensed form and does not include all the information as is required to be provided in a full set of annual financial statements. This condensed interim financial information should be read in conjunction with the audited financial statements of the Company for the year ended June 30, 2024.

2.1 Statement of compliance

This condensed interim financial information has been prepared in accordance with the requirements of 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 and directives issued under the Companies Act, 2017 have been followed.

2.2 Change in accounting standards, interpretations and amendments to published approved accounting standards

a) Standards, interpretations and amendments to published approved accounting standards that are effective

There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for the Company's annual accounting period which began on July 1, 2024. However, these do not have any significant impact on the Company's financial reporting.

b) Standards, interpretations and amendments to published approved accounting standards that are not yet effective

There are certain amendments and interpretations to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 1, 2024. However, these will not have any impact on the Company's financial reporting and, therefore, have not been disclosed in these condensed interim financial statements.

2.3 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention except for certain financial instruments at fair value, certain financial liabilities at amortized cost and employees retirement benefits at present value. In this financial information, except for the amounts reflected in the statement of cash flows, all transactions have been accounted for on accrual basis.

2.4 Accounting Estimates and Judgments

The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amount of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key source of the estimates are the same as those that applied to the financial statements for the year ended June 30, 2024.

2.5 Functional currency

This financial information is prepared in Pak Rupees which is the Company's functional currency.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of preceding annual financial statements of the Company for the year ended June 30, 2024 except as disclosed otherwise.

BILAL FIBRES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)
FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2024



	Note	September 30, 2024	June 30, 2024
		Rupees	
4	PROPERTY PLANT & EQUIPMENT		
	Operating assets	315,691,052	319,718,383
	Right-of-use assets	43,925,426	44,481,444
		359,616,478	364,199,827
4.1	Operating assets		
	Opening Book Value	319,718,383	336,690,005
	Depreciation charged during the period / year	(4,027,331)	(16,971,622)
		315,691,052	319,718,383
4.2	Right-of-use assets		
	Opening Balance	44,481,444	46,822,573
	Depreciation charged during the period	(556,018)	(2,341,129)
		43,925,426	44,481,444
5	INVESTMENT PROPERTY		
	Opening net book value	572,997,757	572,997,757
	Fair Value Gain	-	-
	Closing net book value	572,997,757	572,997,757

5.1 Investment property represents the fair value of land and building leased out by the company to MKB Spinning Mills Limited since April 01, 2017. The fair value of investment property is determined by the M/s Akram Enterprises independent valuer as at July 11, 2022 having relevant professional experience. The fair market value was determined from market based evidence in accordance with the market value of similar land and building existing in near vicinity.

There are no contractual obligations to purchase, construct or develop investment property or for repairs, maintenance or enhancements.

5.2 Forced Sale Value

The forced sale value of Land and Building is 249.240 and 237.807 million respectively.

6 LOAN FROM DIRECTORS AND ASSOCIATES - UNSECURED

	Notes	September 30, 2024	June 30, 2023
		Rupees	
	Mian Naeem Omer	93,439,488	93,427,488
	Mian Muhammad Saleem Omer	11,000,000	11,000,000
	Mrs. Surrya Begum	1,500,000	1,500,000
	Mrs. Farrah Naem	23,000,000	23,000,000
		128,939,488	128,927,488

6.1 During the year ended June 30,2024, the agreement has been revised and the loan is payable on demand of directors and associates.

7 CONTINGENCIES AND COMMITMENTS

7.1 Contingencies and commitments are same as at June 30, 2024.

8 TRANSACTION WITH RELATED PARTIES

The related parties comprise of associated undertakings, other related companies and key management personnel. The company in the normal course of business carried out transactions with related parties. There

9 GENERAL

9.1 There are no other significant activities since June 30, 2024 affecting the interim financial information.


9.2 Figures have been rounded off to the nearest Rupee.

10 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information have been approved by the Board of Directors of the Company and authorized for issue on **October 30, 2024**.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR