



M O H A M M A D F A R O O Q  
T E X T I L E M I L L S L T D

The auditors' observation in its report are as under:

- (a) Company has borrowings from ORIX Investment Bank and Faysal Bank of Rs. 8 million and 0.996 million respectively. We were unable to obtain sufficient appropriate audit evidence of such borrowings as at June 30, 2015 because we have not received confirmations from such institutions. Furthermore, we were unable to perform alternate audit procedure. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.
- (b) We were unable to obtain confirmations from legal advisor against various litigations and consequently, were not able to verify the current status.

We draw attention to Note 1.2, 2 and 3 to the financial statements whereby during the year the Company has entered into a settlement agreement with financial institution to repay its outstanding liabilities and also provided the reason for not considering the Company a going concern and also disclosed the basis of preparation based on which the annexed financial statements have been prepared.

Our opinion is not qualified in respect of this matter.

The Annual General Meeting of the Company will be held at 50-B, South Circular Avenue Phase-II, Defence Housing Authority, Karachi on Thursday, October 29, 2015 at 5:30 p.m.

The Share Transfer Books of the Company will be closed from October 22, 2015 to October 29, 2015 (both days inclusive).

We will be sending you the required copies of printed accounts for distribution amongst Members of the Exchange in due course.

Yours truly,

Mohammad Farooq Sumar  
Chairman

**Registered Address:- 50-B South Circular Avenue Phase II , D.H.A. Karachi. Phone # 021-35887840**