

**Quarterly Accounts
September 30, 2019**

**Ayesha Textile Mills
Ltd**

DIRECTOR'S REPORT

On behalf of the director I am pleased to present the un-audited financial statement for the first quarter ended September 2019.

The company's after tax Profit of is Rs. 1,943,000 as compared to profit of Rs. 2,594,000 in corresponding quarter of previous year.

The directors have not recommended any dividend.

The management is hopeful to settle all of its outstanding liabilities with debt providers which will further reduce burden of financial cost. The Process of delisting of company from Pakistan Stock Exchange has been started and management is hopeful that process will be completed in next three to four months.

The directors wish to place on record their acknowledgment for the cooperation extended by the financial institutions. Appreciation is also due to the employees of the company for their hard work and devoted efforts for the betterment of the company.

Lahore

Dated: October 30, 2019

For and on behalf of the Board

ANJUM RAFI
Chairman/Chief Executive

AYESHA TEXTILE MILLS LIMITED
CONDENSED INTERIM BALANCE SHEET
AS AT SEPTEMBER 30, 2019

	(Un-audited) Sep-19 Rupees 000	(Audited) Jun-19 Rupees 000
CAPITAL AND LIABILITIES		
Share Capital and Reserves		
Authorized capital		
5,000,000 (2018: 5,000,000) ordinary shares of Rs.10/- each	500,000	500,000
Issued, subscribed and paid up capital	14,000	14,000
Reserves	77,627	77,627
Un appropriated Loss	(805,677)	(807,620)
	(714,050)	(715,993)
Surplus on revaluation of property ,plant and equipment	407,177	407,177
NON CURRENT LIABILITIES		
Long term finance	154,150	154,150
Deffered liabilities	73,973	73,973
	228,123	228,123
CURRENT LIABILITIES		
Trade and other payables	193,401	193,401
Accrued interest / mark up	32,272	32,272
Short term borrowings from banking companies	234,201	234,201
Short term borrowings from associated undertakings	116,946	116,946
Current portion of non current liabilities	144,860	144,860
	721,680	721,680
CONTIGENICES AND COMMITMENTS		
	-	-
	642,930	640,987

**AYESHA TEXTILE MILLS LIMITED
CONDENSED INTERIM BALANCE SHEET
AS AT SEPTEMBER 30, 2019**

	NOTE	(Un-audited) Sep-19 Rupees 000	(Audited) Jun-19 Rupees 000
ASSETS			
NON-CURRENT ASSETS			
Property ,plant and equipment		572,171	575,833
Long term deposits		9,647	9,647
		581,818	585,480
CURRENT ASSTS			
Trade debts		1,650	1,650
Loans and advances		1,406	1,406
Tax refund due from government		48,511	48,511
Cash and bank balances		9,546	3,940
		61,113	55,507
		642,930	640,987

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

CHIEF EXECUTIVE

DIRECTOR

AYESHA TEXTILE MILLS LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (Un-audited)
FOR THE QUARTER ENDED SEPTEMBER 31, 2019

	(Un-audited) Sep-19	(Un-audited) Sep-18
NOTE	QUARTER ENDED	QUARTER ENDED
	000	000
SALE- NET	-	-
COST OF GOODS SOLD	(3,662)	(3,718)
GROSS LOSS	<u>(3,662)</u>	<u>(3,718)</u>
ADMINISTRATIVE EXPENSES	(647)	(2,238)
OPERATING LOSS	<u>(4,309)</u>	<u>(5,956)</u>
OTHER INCOME	6,256	8,552
DISTRIBUTION COST	1,947	2,596
PROFIT / (LOSS) BEFORE INTEREST AND TAXATION	<u>-</u>	<u>-</u>
FINANCIAL CHARGES	1,947	2,596
PROVISION FOR TAXATION	(4)	(2)
PROFIT / (LOSS) AFTER TAXATION	<u>1,943</u>	<u>2,594</u>
LOSS PER SHARE- BASIC & DILUTED	<u>1.39</u>	<u>1.85</u>

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

CHIEF EXECUTIVE

DIRECTOR

AYESHA TEXTILE MILLS LIMITED
STATEMENT OF CHANGES IN EQUITY
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited)

	Share Capital	Reserves	Un-appropriated Profit/ loss	Total
	Rupees '000			
Balance as at June 30, 2018	14,000	77,627	(807,620)	(715,993)
Total comprehensive income for the period	-	-	1,943	1,943
Balance as at Sep 30, 2019	14,000	77,627	(805,677)	(163,722)

The annexed notes 1 to 08 form an integral part of these financial statements.

Chairman/Chief Executive

Director

AYESHA TEXTILE MILLS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE QUARTER ENDED SEPTEMBER 31, 2019

1 STATUS AND ACTIVITIES

Ayesha Textile Mills Limited is a public limited company incorporated under the Companies Acts,1913 (now Companies Ordinance,1984) and listed at Karachi and Lahore stock exchanges of Pakistan. The Registered office of the company is situated at 97-B, Gulberg II, Lahore. The company is engaged in the manufacturing and sale of cotton and PC yarn.

1.1 GOING CONCERN ASSUMPTION

Spinning units located in the province of Punjab suffered severe energy crisis in the form of unscheduled and unprecedented gas and electricity load shedding which catastrophically impaired the production of the company resulting in a major production short fall as compared to the last year. During the year the company has ceased the production of unit-II situated at nine kilometer, Faisalabad Road Kharianwala, Sheikhpura since April 2015. Employee and other technical staff of the Kharianwala unit have been fired by the company.

- a) The management has prepared a five years future plan showing profitability.
- b) The Sponsoring Directors have given a written commitment stating that they will provide out of Private Sources working capital as required by the Company.

- c) The management has also undertaken adequate steps towards the reduction of fixed cost and expenses which are at various stages of implementation. Such steps include, but not limited to, rightsizing of the man power, resource conservation, close monitoring of other fixed cost estate management is certain to generate sufficient savings as consequences of adopting all such measures.

- d) During the year directors and sponsors have waived off their loans in the best interest of the company.

- e) United-1 located at 32 KM Lahore road, Ismail Abad Sheikhpura is running on full capacity. Management is also considering different options to revive the production of closed units and management is very much confident that production of the closed units will be revived in few months.

- 1.2** The management anticipates that above steps will not only bring the company out of the existing financial crisis but also contribute significantly towards the improvement of the Company's Financial Position in the foreseeable future.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the requirements of the Companies Ordinance, 1984 (the Ordinance) and the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such international Financial Reporting Standards (IFRS) issued by the international Accounting Standard Board and Islamic Financial Accounting Standards (IFAS) issued by the institute of Chartered Accountants of Pakistan as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984. Wherever the requirements of the Companies Ordinance, 1984 or directives issued by Securities and Exchange Commission of Pakistan differ with the requirements of IFRS or IFAS, the requirements of the Companies Ordinance, 1984 or the requirements of the said directives prevail.

3 BASIS OF MEASUREMENT

These financial statements have been prepared under the historical cost convention except that freehold land, factory building on freehold land, plant and machinery have been included at the revalued amount as referred to in note 5, revaluation of certain financial instruments at fair value and recognition of certain staff retirement benefits at net present value.

4 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented unless otherwise stated.

5 ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL	(Un-audited) Sep-19	(Un-audited) June
	QUARTER ENDED (RUPEES IN "000")	QUARTER ENDED
350,000 (June 30, 2018: 350,000) ordinary shares of Rs.10/- each fully paid in cash	3,500	3,500
1,050,000 (June 30, 2018: 1,050,000) ordinary shares of Rs.10/- each issued as bonus shares	10,500	10,500
	14,000	14,000

6 PROPERTY PLANT & EQUIPMENT

Cost	677,681	1,194,982
Addition/disposal	-	(517,301)
	677,681	677,681
Less: Accumulated Depreciation	(105,510)	(101,848)
	572,171	575,833

7 DATE FOR AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on _____ by the board of directors of the company.

8 GENERAL

Figures have been rounded off to the nearest thousand of rupees.

CHIEF EXECUTIVE

DIRECTOR