



PRINTED MATTER
BOOK POST
UNDER POSTAL CERTIFICATE



**1st. Quarter Report
September 30, 2022
(Unaudited)**

if undelivered please return to

**ASHFAQ TEXTILE MILLS
LIMITED**

Mailing Address:

8.A, Officers Colony No.1, Susan Road. Faisalabad- Pakistan
Tel: +92-41-2435101-4 Fax: +92-41-2435105

Ashfaq Textile Mills Ltd.

COMPANY INFORMATION

CHIEF EXECUTIVE

MR. ASHFAQ AHMED

EXECUTIVE DIRECTORS

MR. ASHFAQ AHMED

MR. NADEEM ASHFAQ

MR. WASEEM ASHFAQ

NON-EXECUTIVE DIRECTORS

MRS. SHAZIA AMJAD

MRS. NAZIA IRFAN

INDEPENDENT NON-EXECUTIVE DIRECTORS

MR. MUHAMMAD AQEEL IDREES

MR. Abdul Wahid

Syed Abuzar Hussain

COMPANY SECRETARY

MR. NISAR AHMAD

CHIEF FINANCIAL OFFICER (CFO)

MR. MUHAMMAD ANWAR JAVED

AUDITORS

RSM AVAIS HYDER LIAQAT NAUMAN,

CHARTERED ACCOUNTANTS

SHARE REGISTRAR

M/S FD REGISTRAR SERVICES (SMC-PVT) LTD.

1705, 17TH FLOOR, SAIMA TRADE TOWER A,

I.I. CHUNDRIGAR ROAD, KARACHI.

BANKERS

UNITED BANK LIMITED.

AUDIT COMMITTEE

SYED ABUZAR HUSSAIN (CHAIRMAN)

MR. NISAR AHMAD (SECRETARY)

MRS. SHAZIA AMJAD (MEMBER)

MR. MOHAMMAD AQEEL IDREES (MEMBER)

HUMAN RESOURCES AND REMUNERATION COMMITTEE

MR. MOHAMMAD AQEEL IDREES (CHAIRMAN)

MRS. NAZIA IRFAN (MEMBER)

MR. ABDUL WAHID (MEMBER)

MAILING ADDRESS:

8/A-1, OFFICERS COLONY, SUSAN ROAD,
FAISALABAD.

REGISTERED OFFICE / MILLS

17TH K.M. MAIN FAISALABAD, JARANWALA
ROAD, FAISALABAD.

CONTACTS:

PHONES : 041-2435101-4

FAX : 041-2435105

E-mail : info@ashfaqtextile.com

WEB : www.ashfaqtextile.com

DIRECTOR'S REPORT TO THE SHARE HOLDERS

Dear Share Holders,

Directors of your company are pleased to present 1st Quarter's financial report for the period ended 30th September 2022.

Review of the Results.

Sales during the period were recorded at Rs.111.135 Million in comparison to Rs. 124.400 Million in the same period last year.

During the period the Operating expenses (Administrative & others) were 10.94% to sales in comparison to Rs.9.32% in the same period last year. Gross profit for the period is 11.52% to sales in comparison to 13.17% during the same period last year. Finance cost to sales were recorded as 0.00% to sales in comparison to 0.01% in the same period last year. Cost of goods sold were recorded at 88.48% in comparison to 86.83% in the same period last year.

In the coming days:

The impact of Covid 19 has not depleted yet, war in Europe has affected the whole world extremely negative. Overall sentiment is passive which has resulted in economies specifically in Europe and all around the world in general to almost a stand still. It would not be wrong to state that there is practically no demand of textiles which is resulting in a big no of textile mills either closed down or reduced no of shifts. This is affecting almost all sectors of textiles may it be in cotton ginning, spinning, weaving or processing.

Being in the local market, the impact of the above has not fully translated on your company and we assure you that we are keeping a close watch on the world situation and making all efforts to bridge this extraordinary world recession.

We are grateful to our customers, vendors and bankers for their trust in us which is helping us to achieve these positive results.

---SD---

On behalf of the Board
(ASHFAQ AHMAD)
Chief Executive Officer

ڈائریکٹر رپورٹ برائے حصہ داران اشفاق ٹیکسٹائل ملز لمیٹڈ

محترم حصہ داران، ممبران

کمپنی کے ڈائریکٹر ان کی طرف سے پہلی سہ ماہی رپورٹ 30 ستمبر، 2022ء حاضر خدمت ہے:

مالیاتی نتائج مندرجہ ذیل ہیں۔

اس دورانیہ میں 111.135 ملین کی فروخت ہوئی۔ پچھلے سال اسی دورانیہ میں 124.40 ملین کی فروخت ہوئی تھی۔

اس دوران آپریٹنگ (ایڈمنسٹریشن و دیگر اخراجات) فروخت کا 10.94% فیصدی خرچ آیا۔ پچھلے سال اسی دوران 9.32% فیصدی خرچ آیا تھا۔ مجموعی نفع (بغیر منہائی اخراجات) 11.52% فیصدی ہوا ہے۔ پچھلے سال کا اسی دوران میں 13.17% فیصدی منافع ہوا تھا۔ فنانشل اخراجات، سیل پر 0.00% فیصدی آئے۔ جبکہ سابقہ سال کے اسی دوران میں 0.01% فیصدی اخراجات آئے تھے۔ اس دوران فروخت شدہ اشیاء پر لاگت فروخت کا 88.48% فیصد آیا۔ جبکہ پچھلے سال اسی دوران 86.83% فیصد تھا۔

آئیو اے وقت کے متعلق:-

کووڈ-19 کے اثرات ابھی تک ختم نہیں ہوئے، یورپ میں جنگ نے پوری دنیا کو انتہائی منفی طور پر متاثر کیا ہے اور مجموعی طور پر خاموشی ہے جس کا نتیجہ پوری دنیا، خاص طور پر یورپ کی معیشت ساکن ہو گئی ہے۔ یہ کہنا غلط نہیں ہو گا کہ ٹیکسٹائل کی جذوی طور پر کوئی ڈیمانڈ نہیں ہے۔ جس کے نتیجے میں ٹیکسٹائل ملز یا تو بند ہو گئی ہیں یا شفتوں میں کمی ہوئی ہے اس سے تمام ٹیکسٹائل سیکٹر یعنی کاٹن، جننگ، اسپننگ، ویونگ یا پروسسنگ متاثر ہو رہے ہیں۔

ہم مقامی مارکیٹ میں ہونے کی وجہ سے، اُپر کے اثرات کا آپ کی کمپنی پر کوئی اثر نہیں ہوا ہے، اور ہم آپ کو یقین دلاتے کہ ہم عالمی صورت حال پر گہری نظر رکھے ہوئے ہیں تاکہ ہر طرح کے حالات کا مقابلہ کر سکیں۔

ہم اپنے خریداروں، سپلائرز اور مالیاتی اداروں کی مسلسل حوصلہ افزائی اور اپنے سٹاف ممبران کی انتہک محنت کے شکر گزار ہیں اور اللہ تعالیٰ سے دعا گو ہیں کہ وہ ہمیشہ اپنی رحمت کا سایہ ہمارے ملک پر رکھے۔

---SD---

بورڈ آف ڈائریکٹر ان کی طرف سے

اشفاق احمد

چیف ایگزیکٹو آفیسر

**ASHFAQ TEXTILE MILLS LIMITED.
BALANCE SHEET (UN-AUDITED)
AS AT SEPTEMBER 30, 2022.**

<u>CAPITAL & LIABILITIES:</u>	<u>SEPTEMBER 2022 RUPEES</u>	<u>JUNE 2022 RUPEES</u>
SHARE CAPITAL AND RESERVES:		
AUTHORISED CAPITAL:		
100,000,000 Ordinary Shares of Rs.10/= each	1,000,000,000	1,000,000,000
Issued Subscribed and paid up capital	423,318,500	423,318,500
Capital reserve		
Revaluation surplus on property, plant and equipment	341,727,617	345,360,789
Revenue reserves		
Unappropriated profit	245,342,735	238,966,146
	1,010,388,852	1,007,645,435
NON CURRENT LIABILITIES:		
Deferred liabilities		
Staff retirement gratuity	100,343,368	95,282,398
Deferred Taxation	116,963,023	116,963,022
	-	-
	217,306,391	212,245,420
CURRENT LIABILITIES:		
Trade and Other Payables	39,339,820	42,814,109
Short term bank borrowings	-	-
Current Portion of Provision for Gas Infrastructure development cess payable	69,304	95,127
Provision for Taxation - income tax	6,346,749	6,346,749
	45,755,873	49,255,985
	1,273,451,116	1,269,146,840
PROPERTIES & ASSETS:		
FIXED CAPITAL EXPENDITURE:		
Property, plant and equipment	925,770,277	935,153,756
Long Term Deposits	4,509,782	4,509,782
	930,280,059	939,663,538
CURRENT ASSETS:		
Store, Spares & loose tools.	59,247,875	42,222,210
Stock-in-trade	-	-
Contract costs	13,885,775	2,263,975
Trade Debts	96,846,454	93,909,179
Loans, advances	37,378,048	34,034,197
Prepayments	4,753,658	577,565
Other receivables.	188,770	173,612
Tax refunds due from Government	31,839,397	32,504,097
Short term investment	62,643,253	60,772,985
Cash and bank balances.	36,387,827	63,025,482
	343,171,057	329,483,302
	1,273,451,116	1,269,146,840

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

---Sd---
CHIEF EXECUTIVE

---Sd---
DIRECTOR

---Sd---
CHIEF FINANCIAL OFFICER

**ASHFAQ TEXTILE MILLS LIMITED.
PROFIT & LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022.**

	NOTE	SEPTEMBER 2022 RUPEES	SEPTEMBER 2021 RUPEES
SALES		111,135,112	124,400,096
COST OF GOODS SOLD	6	98,328,457	108,010,712
GROSS PROFIT		12,806,655	16,389,384
Other Income		3,488,301	-
		16,294,956	16,389,384
Distribution cost		579,555	492,016
Administrative expenses		11,579,872	11,086,998
Finance cost		2,923	11,547
		12,162,350	11,590,561
PROFIT / (LOSS) BEFORE TAXATION.		4,132,606	4,798,823
Provision for taxation		1,389,189	1,866,001
PROFIT / (LOSS) FOR THE PERIOD		2,743,417	2,932,822
Earning per share - Basic		0.01	0.01

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

---Sd---
CHIEF EXECUTIVE

---Sd---
DIRECTOR

---Sd---
CHIEF FINANCIAL OFFICER

ASHFAQ TEXTILE MILLS LIMITED.
STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022

	<u>SEPTEMBER 2022 RUPEES</u>	<u>SEPTEMBER 2021 RUPEES</u>
Profit / (Loss) for the period	2,743,417	2,932,822
Other comprehensive income for the period		
Incremental depreciation on revalued assets	3,633,172	3,633,174
Total comprehensive income for the period	<u>6,376,589</u>	<u>6,565,996</u>

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

---Sd---
CHIEF EXECUTIVE

---Sd---
DIRECTOR

---Sd---
CHIEF FINANCIAL OFFICER

ASHFAQ TEXTILE MILLS LIMITED.
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022

Description	Issued, subscribed and Paid-up Capital Rupees	Capital Reserves	Revenue Reserves	Total Rupees
		Revaluation Surplus on Property, Plant and equipment Rupees	Unappropriated Profits Rupees	
Balance as at June 30, 2021	384,835,000	359,885,481	244,649,359	989,369,840
Total comprehensive income for the period				
Profit for the year	-	-	19,042,134	19,042,134
Other comprehensive income				
Surplus on revaluation of property, plant and equipment arisen during the year.		-	-	-
Remeasurement of staff retirement gratuity		-	(1,079,632)	(1,079,632)
Deferred tax relating to		-	-	-
Remeasurement of staff retirement gratuity	-	-	313,093	313,093
	-	-	18,275,595	18,275,595
Incremental depreciation on revalued assets for the year	-	(14,524,692)	14,524,692	-
Transferred to deferred tax	38,483,500	-	(38,483,500)	-
Balance as at June 30, 2022	423,318,500	345,360,789	238,966,146	1,007,645,435
Total comprehensive income for the period				
Profit for the period	-	-	2,743,417	2,743,417
Incremental depreciation on revalued assets for the period	-	(3,633,172)	3,633,172	-
	-	(3,633,172)	6,376,589	2,743,417
Balance as at September 30, 2022	423,318,500	341,727,617	245,342,735	1,010,388,852

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

---Sd---
CHIEF EXECUTIVE

---Sd---
DIRECTOR

---Sd---
CHIEF FINANCIAL OFFICER

ASHFAQ TEXTILE MILLS LIMITED.
CASH FLOW STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2022.

	SEPTEMBER 2022 RUPEES	SEPTEMBER 2021 RUPEES
0		
CASH FLOW FROM OPERATING ACTIVITIES:		
Profit before taxation.	4,132,606	4,798,823
Adjustments for:		
Depreciation	10,220,328	10,610,837
Provision for staff retirement gratuity	6,000,000	5,250,000
Finance Cost	2,923	11,547
Operating cash flows before working capital changes	20,355,857	20,671,207
Changes in working capital		
(Increase) / decrease in current Assets:		
Store, spare & loose tools.	(17,025,665)	(1,107,526)
Stock in trade	-	-
Contract costs	(11,621,800)	476,054
Trade debts	(2,937,275)	6,659,163
Loans, advances,	(3,343,851)	478,518
Prepayments	(4,176,093)	(2,578,502)
Other receivables	(15,158)	4,882,026
Tax refunds due from Government.	664,700	(14,194)
Short term investment	(1,870,268)	-
Increase / (decrease) in current liabilities.		
Trade and other payables	(3,500,112)	(5,441,549)
Net cash flow from changes in working capital	(43,825,522)	3,353,990
Cash generated from / (used in) operations.		
Finance cost paid	(2,923)	(11,547)
Taxes paid	(1,389,189)	(1,866,001)
Staff retirement gratuity paid	(939,030)	(834,650)
Net cash generated from operating activities	(2,331,142)	(2,712,198)
Cash flows from investing activities		
Additions property, plant and equipment	(836,848)	(1,500,460)
Long term deposits	-	-
Net cash (used in) investing activities	(836,848)	(1,500,460)
Cash flows from financing activities		
Net (decrease) increase in short term bank borrowings	-	-
Net cash (used in) financing activities	-	-
Net (decrease) increase in cash and cash equivalents	(26,637,655)	19,812,539
Cash and cash equivalent at the beginning of the year	63,025,482	71,727,260
Cash and cash equivalents at the end of the year	36,387,827	91,539,799

---Sd---
CHIEF EXECUTIVE

---Sd---
DIRECTOR

---Sd---
CHIEF FINANCIAL OFFICER

ASHFAQ TEXTILE MILLS LIMITED.
NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2022

- 1 The Principal activity of the Company is manufacturing and sale of textile goods.
- 2 These accounts have been prepared in accordance with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting".
- 3 The accounting policies adopted for preparation of these quarterly accounts is the same as adopted in the preceding annual published accounts of the company.
- 4 The quarterly accounts are unaudited and being submitted to the shareholders as required u/s 245 of the Companies Ordinance 1984.
- 5 Amount set aside for workers profit participation fund and deffered tax liability is provisional, final liability will be determind on the basis of annual results.

	<u>SEPTEMBER 2022 RUPEES</u>	<u>SEPTEMBER 2021 RUPEES</u>
6 COST OF SALES:		
Raw material consumed	-	-
Stores & spares consumed	9,925,831	8,022,294
wages salaries and amenities	49,374,791	41,791,482
Sizing expenses	24,322,782	25,245,746
Repair & Maintenance	570,059	1,136,607
Fuel & Power	15,842,127	24,100,990
Depreciation	8,927,284	9,185,885
Insurance	986,018	879,624
Other overhead	1,365	2,870
	<u>109,950,257</u>	<u>110,365,498</u>
 Contract Cost	 (11,621,800)	 (2,354,786)
 Finished Goods		
Opening stock	-	3,864,987
Closing stock	-	(3,864,987)
	<u>-</u>	<u>-</u>
	<u>98,328,457</u>	<u>108,010,712</u>

- 7 The Financial sgtatements were authorised for issue on **26-10-2022** by the Board of Directors of the Company

- 8 **Figuers have been rounded off to the nearest rupee.**

---Sd---
CHIEF EXECUTIVE

---Sd---
DIRECTOR

---Sd---
CHIEF FINANCIAL OFFICER