

QUARTERLY REPORT

SEPTEMBER 30

2023

(UN-AUDITED)



J. A. Textile Mills Limited

COMPANY INFORMATION

Board of Directors

Chairman:	Mr. Riaz Ahmad
Chief Executive:	Mr. Imran Zahid
Directors:	Mr. Zahid Anwar
	Mr. Muhammad Anwar ul Haq
	Ms. Kuratulain Zahid
	Mr. Muhammad Ali
	Mr. Riaz Ahmad
	Mr. Liaqat Ali Qamar

Audit Committee:

Chairman:	Mr. Riaz Ahmad
Member:	Mr. Muhammad Ali
Member:	Ms. Kuratulain Zahid

Human Resources & Remuneration (HR&R) Committee:

Chairman:	Mr. Muhammad Ali
Member:	Mr. Imran Zahid
Member:	Mr. Liaqat Ali Qamar

Company Secretary: Mr. Ajmal Shabab

Chief Financial Officer: Mr. Muhammad Umer Farooq

Auditors: Arshad Rahim & Co., Chartered Accountants

Banks: Al Baraka Islamic Bank B.S.C. (E.C.)
JS Bank Limited
National Bank of Pakistan
United Bank Limited
Meezan Bank Limited

Legal Advisor: Mr. Zia-ul-Haq (Advocate)

Registered Office: JK House, 32-W, Susan Road, Madina Town, Faisalabad

Share Registrar Office: Hameed Majeed Associates (Private) Limited
1st Floor, H.M House, 7-Bank Square, Lahore.

Mills: 29-KM, Sheikhpura Road, Faisalabad

Web Site: www.jatml.com

J A TEXTILE MILLS LIMITED

DIRECTORS' REPORT TO THE SHAREHOLDERS

Your Board of Directors is pleased to present un-audited accounts for the 1st quarter ended September 30, 2023.

Financial Results

Operating Indicators	1 ST Quarter Ended Sep 30, 2023 Rupees in Million	1 ST Quarter Ended Sep 30, 2022 Rupees in Million
Sales	48.159	33.686
Gross Profit /(Loss)	(10.053)	(12.231)
Pretax Profit /(Loss)	(9.437)	(8.895)
Taxation	(0.203)	0.421
Profit /(Loss) per share	(0.73)	(0.74)

During 1st quarter of the financial year 2024; for the time being business operations started partially but due to worse condition of markets and decline in demand forced us to shut down the manufacturing process till suitable market condition in future.

The management of the company is making strenuous efforts, optimal production strategies and effective cost control to improve the profitability of the company. The management positively looks forward to counter all challenges and is firmly committed to deliver the best possible results and will continue to meet our objectives and goals. Based upon these aspects and continuing financial support from directors and associates, the financial statements have been prepared on going concern basis.

There is no material change in position of ongoing litigation and other matters related to court as reported in the Directors' report to the shareholders for the year ended June 30, 2023.

We would like to express our appreciation for the dedication and hard work put in by the entire team at J. A. Textile Mills Limited and all its partners within the country and all across the world.

For and on behalf of the Board of Directors

FAISALABAD
OCTOBER 30, 2023


IMRAN ZAHID
Chief Executive


RIAZ AHMAD
Director

جے اے ٹیکسٹائل ملز لمیٹڈ

ڈائریکٹرز رپورٹ

آپ کے بورڈ آف ڈائریکٹرز کو 30 ستمبر 2023 کو ختم ہونے والی پہلی سہ ماہی کے لیے غیر آڈٹ شدہ اکاؤنٹس پیش کرنے پر خوشی ہے۔

مالیاتی نتائج:

آپریٹنگ تفصیلات

سہ ماہی اختتام	سہ ماہی اختتام	روپے (ملین میں)
30 ستمبر 2022	30 ستمبر 2023	
33.686	48.159	فروخت
(12.231)	(10.053)	مجموعی منافع / (خسارہ)
(8.895)	(9.437)	قبل از ٹیکس منافع / (خسارہ)
0.421	(0.203)	ٹیکسیشن
(0.74)	(0.73)	منافع / (خسارہ) فی شیئر

مالی سال 2024 کی پہلی سہ ماہی کے دوران، فی الوقت کاروباری سرگرمیاں جزوی طور پر شروع ہوئیں لیکن منڈیوں کی خراب حالت اور مانگ میں کمی کی وجہ سے ہمیں مستقبل میں مناسب مارکیٹ کی حالت تک مینوفیکچرنگ کے عمل کو بند کرنے پر مجبور کر دیا۔

کمپنی کی انتظامیہ کمپنی کے منافع کو بہتر بنانے کیلئے سخت کوششیں، بہترین پیداواری حکمت عملی اور اگست پر موثر کنٹرول کر رہی ہے۔ انتظامیہ مثبت طور پر تمام چیلنجوں کا مقابلہ کرنے کے لیے پرعزم ہے اور بہترین ممکن نتائج فراہم کرنے کے لیے پرعزم ہے اور اپنے مقاصد اور اہداف کو پورا کرتی رہے گی۔ ان پہلوؤں کی بنیاد پر اور ڈائریکٹرز اور ایسوسی اٹس کی جانب سے جاری مالی تعاون کی بنیاد پر مالیاتی گوشواروں کو توثیق کی بنیاد پر تیار کیا گیا ہے۔

30 جون 2023 کو ختم ہونے والے سال کے لیے شیئرز ہولڈرز کو ڈائریکٹرز کی رپورٹ میں بتایا گیا ہے کہ جاری قانونی چارہ جوئی اور عدالت سے متعلق دیگر معاملات کی پوزیشن میں کوئی مادی تبدیلی نہیں ہے۔ ہم جے اے ٹیکسٹائل ملز لمیٹڈ اور اس کے تمام شراکت داروں، ملک کے اندر اور دنیا میں پوری ٹیم کی لگن اور محنت کیلئے ان کی تعریف کا اظہار کرنا چاہتے ہیں۔

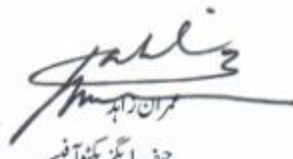
بورڈ آف ڈائریکٹران کی طرف سے

30 اکتوبر 2023

فیصل آباد



ریاض احمد
ڈائریکٹر



چیرمان راجہ
چیف ایگزیکٹو آفیسر

J A TEXTILE MILLS LIMITED

CHAIRMAN'S REVIEW

We are pleased to present the financial result of the company.

Despite of continuous increasing prices of fuel and raw materials creating negative impact on economy. During first quarter of financial year, the company has suffered Rs. 9.234 million loss.

During the period under consideration, business operations started partially but due to worse market situation again cease the manufacturing process up till suitable market condition.

We are confident that our existing business trend will continue adding to sustainable growth to achieve better results.

The board of directors playing their vital role in business effectively.

The management remains committed to maintain focus on sustaining the financial performance of the company. We thank our shareholders, customers and staff for their support and trust in the company.

In the end, I would like to appreciate the board of directors for their commitment, hardworking and continued efforts towards the improvement of the company.

For and on behalf of the Board of Directors



RIAZ AHMAD
Chairman

FAISALABAD
OCTOBER 30, 2023

جے اے ٹیکسٹائل ملز لمیٹڈ

چیرمین کا جائزہ

میں کمپنی کے مالیاتی نتائج پیش کر رہا ہوں۔

ایندھن اور خام مال کی قیمتوں میں مسلسل اضافے کے باوجود ہمیشہ پر منفی اثرات مرتب ہو رہے ہیں۔ مالی سال کی پہلی سہ ماہی کے دوران کمپنی کو 9.234 ملین روپے کا نقصان ہوا ہے۔

زیرو غور مدت کے دوران، کاروباری سرگرمیاں جزوی طور پر شروع ہوئیں لیکن مارکیٹ کی خراب صورتحال کی وجہ سے مینوفیکچرنگ کا عمل دوبارہ مناسب مارکیٹ کی حالت تک بند ہو گیا۔

ہمیں یقین ہے کہ ہمارا موجودہ کاروباری رجحان بہتر نتائج حاصل کرنے کے لئے پائیدار ترقی میں اضافہ کرتا رہے گا۔

بورڈ آف ڈائریکٹرز کا روہار میں اپنا اہم کردار موثر طریقے سے ادا کر رہا ہے۔

انتظامیہ کمپنی کی مالی کارکردگی کو برقرار رکھنے پر توجہ مرکوز رکھنے کے لئے پرعزم ہے۔ ہم اپنے حصص یافتگان، صارفین اور عملے کا کمپنی میں تعاون اور اعتماد کیلئے شکریہ ادا کرتے ہیں۔

آخر میں، میں بورڈ آف ڈائریکٹرز کو ان کے عزم، محنت اور کمپنی کی بہتری کے لیے مسلسل کوششوں کے لیے سراہنا چاہوں گا۔

بورڈ آف ڈائریکٹرز کی طرف سے



ریاض احمد

چیرمین بورڈ آف ڈائریکٹرز

30 اکتوبر 2023

J. A. TEXTILE MILLS LIMITED
CONDENSED INTERIM BALANCE SHEET
AS AT SEPTEMBER 30, 2023

		Unaudited September 30, 2023	Audited June 30, 2023
	Note	----- Rupees -----	
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	4	576,224,914	577,926,585
Long term deposits		32,145,750	32,145,750
		608,370,664	610,072,335
CURRENT ASSETS			
Stores and spares		13,099,829	14,437,963
Stock in trade		129,633,076	13,162,644
Advances, prepayments and other receivables		2,272,298	2,621,417
Short term investment		416,309	366,162
Balance with Statutory Authorities		31,421,277	18,747,035
Cash and bank balances		44,413,865	153,318,064
		221,256,654	212,653,285
		829,627,318	822,725,620
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital			
20,000,000 ordinary shares of Rs.10 each		200,000,000	200,000,000
Issued, subscribed and paid up capital			
12,601,160 ordinary shares of Rs. 10 each, fully paid in cash		126,011,600	126,011,600
Accumulated loss		(63,909,464)	(57,238,974)
(Deficit)/Surplus on remeasurement of investments available for sale to fair value		38,401	(11,746)
SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT			
loan from related parties	5	279,906,053	282,469,875
		128,270,990	128,768,659
		470,317,580	479,999,414
NON CURRENT LIABILITIES			
Deferred liabilities		105,500,297	106,305,116
CURRENT LIABILITIES			
Trade and other payables		253,365,721	235,977,370
Unclaimed Dividend		443,720	443,720
		253,809,441	236,421,090
CONTINGENCIES AND COMMITMENTS			
	6	829,627,318	822,725,620

The annexed notes 1 to 10 form an integral part of these financial statements.


CHIEF EXECUTIVE

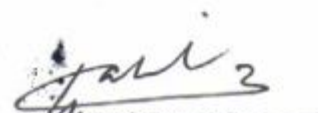

CHIEF FINANCIAL OFFICER


DIRECTOR

J. A. TEXTILE MILLS LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED SEPTEMBER 30, 2023 (Un-Audited)

	Quarter ended	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
Sales-net	48,159,000	33,685,700
Cost of sales	58,212,487	45,916,985
Gross profit /(loss)	(10,053,487)	(12,231,285)
Operating expenses		
Distribution cost	-	-
Administrative expenses	4,441,214	4,504,976
Finance costs	-	-
	4,441,214	4,504,976
	(14,494,701)	(16,736,261)
Other operating income	5,057,558	7,841,436
Profit /(Loss) before taxation	(9,437,143)	(8,894,825)
Taxation	(202,831)	421,071
Profit /(Loss) for the period	(9,234,312)	(9,315,896)
Profit/(Loss) per share - Basic	(0.73)	(0.74)

The annexed notes 1 to 10 form an integral part of these financial statements.


CHIEF EXECUTIVE

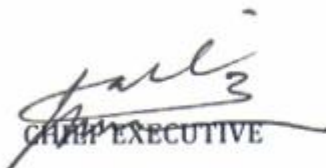

CHIEF FINANCIAL OFFICER


DIRECTOR

J. A. TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED SEPTEMBER 30, 2023 (Un-Audited)

	Quarter ended	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
Profit /(Loss) for the period	(9,234,312)	(9,315,896)
Other comprehensive income/(Loss) for the period	50,147	1,053
Related effect of deferred tax asset	-	-
	50,147	1,053
Total comprehensive income for the period	(9,184,165)	(9,314,843)

The annexed notes 1 to 10 form an integral part of these financial statements.


CHIEF EXECUTIVE

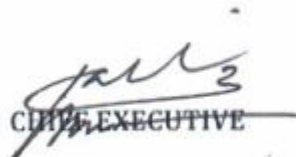

CHIEF FINANCIAL OFFICER


DIRECTOR

J. A. TEXTILE MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2023 (Un-Audited)

	Quarter ended	
	September 30, 2023	September 30, 2022
	-----Rupees-----	
a) CASH FLOWS FROM OPERATING ACTIVITIES		
Profit /(Loss) before taxation	(9,437,143)	(8,894,825)
Adjustments for non cash and other items:		
Depreciation	6,470,824	6,624,044
Finance costs	-	-
Profit on deposits	(5,057,558)	(6,114,420)
Gain on disposal of Machinery	-	(1,727,016)
	<u>(8,023,877)</u>	<u>(10,112,217)</u>
Operating cash flows before working capital changes		
Changes in working capital		
Decrease/(increase) in current assets		
Stores and spares	1,338,134	473,558
Stock in trade	(116,470,432)	27,236,482
Trade debts	-	(120,124)
Advances, prepayments and other receivables	298,972	(16,549,322)
Tax refunds due from Government	(12,674,242)	(1,135,828)
(Decrease)/increase in current liabilities		
Trade and other payables	17,388,351	(8,614,189)
	<u>(110,119,217)</u>	<u>1,290,577</u>
Cash used in operations	<u>(118,143,094)</u>	<u>(8,821,640)</u>
Finance cost paid	-	-
Taxes paid	(601,988)	(421,071)
Net cash used in operating activities	<u>(118,745,082)</u>	<u>(9,242,711)</u>
b) CASH FLOWS FROM INVESTING ACTIVITIES		
Addition in property, plant and equipment	(4,769,153)	(4,621,790)
Sale proceeds on disposal of Machinery	-	2,275,000
Long term deposits	-	-
Loss on Investment	50,147	1,053
Profit on deposits	5,057,558	6,114,420
Net cash generated from/(used in) investing activities	<u>338,552</u>	<u>3,768,683</u>
c) CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term loan	-	-
Loan from related parties	(497,669)	(107,568)
Net cash used in financing activities	<u>(497,669)</u>	<u>(107,568)</u>
Net Decrease in cash and cash equivalents (a+b+c)	<u>(118,904,199)</u>	<u>(5,581,596)</u>
Cash and cash equivalents at the beginning of the period	<u>163,318,064</u>	<u>219,671,541</u>
Cash and cash equivalents at the end of the period	<u>44,413,865</u>	<u>214,089,945</u>

The annexed notes 1 to 10 form an integral part of these financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

J. A. TEXTILE MILLS LIMITED

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED SEPTEMBER 30, 2023 (Un-Audited)**

	Share capital	Accumulated loss	Surplus on re-measurement of investments available for sale to fair value	Surplus revaluation of property, plant and equipment	Loan from related parties	Total
	----- Rupees -----					
Balance as at July 01, 2022	126,011,600	(34,487,054)	(9,683)	293,289,400	129,796,213	514,600,476
Total comprehensive loss for the year						
Profit / (Loss) for the period	-	(9,315,896)	-		-	(9,315,896)
Other comprehensive Income / (Loss)			1,053			1,053
Remeasurement of investments available for sale to fair value	-	-	-		-	-
	-	(9,315,896)	1,053		-	(9,314,843)
Incremental depreciation on revalued property, plant and equipment for the period	-	3,809,693	-	3,809,693	-	3,809,693
Tax effect on incremental depreciation	-	(1,104,812)	-	(1,104,812)	-	(1,104,812)
Repayment of loan during the period	-	-	-		(107,568)	(107,568)
Balance as at September 30, 2022	126,011,600	(41,098,069)	(8,630)	290,584,519	129,688,645	507,882,946
Balance as at July 01, 2023	126,011,600	(57,238,974)	(11,746)	282,469,875	128,768,659	479,999,414
Total comprehensive profit for the year						
Profit / (Loss) for the period	-	(9,234,312)	-		-	(9,234,312)
Other comprehensive Income / (Loss)			50,147			50,147
Remeasurement of investments available for sale to fair value	-	-	-		-	-
	-	(9,234,312)	50,147		-	(9,184,165)
Incremental depreciation on revalued property, plant and equipment for the period	-	3,611,018	-	3,611,018	-	3,611,018
Tax effect on incremental depreciation	-	(1,047,196)	-	(1,047,196)	-	(1,047,196)
Repayment of loan during the period	-	-	-		(497,669)	(497,669)
Balance as at September 30, 2023	126,011,600	(63,909,464)	38,401	279,906,053	128,270,990	472,881,402

The annexed notes 1 to 10 form an integral part of these financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

J. A. TEXTILE MILLS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2023 (Un-Audited)

1. THE COMPANY AND ITS OPERATIONS

J. A. Textile Mills Limited (the Company) was incorporated in Pakistan on 25 May, 1987 under the Companies Ordinance, 1984. The shares of the company are listed on Pakistan Stock Exchange. The Mill is situated at Tehsil Jaranwala, District Faisalabad in the province of Punjab and the registered office of the Company is situated at JK House, 32-W Susan Road, Madina Town, Faisalabad. The principal business activity of the Company is manufacturing and sale of yarn.

2. STATEMENT OF COMPLIANCE

This condensed interim financial information is un-audited and has been prepared in accordance with the requirements of the International Financial Reporting Standard (IFRS) IAS 34 'Interim Financial Reporting' as applicable in Pakistan. This condensed interim financial information is being submitted to the shareholders as required under Section 245 of the Companies Ordinance, 2017.

These condensed interim financial statements do not include all of the information required for full annual financial statements, and should be read in conjunction with the annual audited financial statements of the Company as at and for the year ended June 30, 2023. Comparative figures of the balance sheet are extracted from annual audited financial statements for the year ended June 30, 2023, whereas comparative profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity are stated from unaudited condensed financial statements for the quarter ended September 30, 2022.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies, related judgments, estimates and assumptions adopted for the preparation of this condensed interim financial statements are the same as those applied in the preparation of the audited financial statements for the preceding year ended June 30, 2023.

		Unaudited September 30, 2023	Audited June 30, 2023
	Note	----- Rupees -----	
4. Property, plant and equipment			
Operating fixed assets	4.1	576,224,914	577,926,585
Capital work in progress		-	-
		<u>576,224,914</u>	<u>577,926,585</u>
4.1 Operating fixed assets			
Opening book value		577,926,585	586,019,925
Addition during the period / year	4.1.1	4,769,153	19,593,562
Deletion during the period / year	4.1.2	-	(13,850,200)
Revaluation surplus Addition during the period / year		-	-
		<u>582,695,738</u>	<u>591,763,287</u>
Depreciation charged for the period / year		<u>(6,470,824)</u>	<u>(13,836,702)</u>
		<u>576,224,914</u>	<u>577,926,585</u>
4.1.1 Addition during the period / year			
Plant and machinery		<u>4,769,153</u>	<u>19,593,562</u>
4.1.2 Deletion during the period / year			
Plant and machinery		<u>-</u>	<u>13,850,200</u>
		<u>576,224,914</u>	<u>577,926,585</u>
		Unaudited September 30, 2023	Audited June 30, 2023
	Note	----- Rupees -----	
5. Surplus on revaluation of property, plant and equipment			
Balance as on July 01,		282,469,875	293,289,400
Add: surplus arisen on revaluation of property, plant and equipment		-	-
Less: Related effect of deferred tax liability		-	-
Less: Impairment of revalued property, plant and equipment		-	-
Add: Related effect of deferred tax liability		-	-
Less: Incremental depreciation on revalued property, plant and equipment transferred to accumulated loss		<u>3,611,018</u>	<u>15,238,767</u>
Add: Related effect of deferred tax liability		<u>(1,047,196)</u>	<u>(4,419,242)</u>
		<u>2,563,822</u>	<u>10,819,525</u>
Balance as on September 30, / June 30,		<u>279,906,053</u>	<u>282,469,875</u>

This represents surplus on revaluation of freehold land, building on freehold land, plant and machinery, power generators, electric installations and factory equipments. Revaluation of freehold land on market value, building on freehold land, plant and machinery, power generators, electric installations and factory equipments on depreciated replacement values was carried out by M/S Yousaf Adil Saleem & Co. Chartered Accountants as on September 30, 1998 and by M/S Nizamy Associates as on June 30, 2007 and June 30, 2012 and M/S Amr Evaluators & Consultants as on 31st December, 2017, and S. A. Associates as on June 30, 2021.

6. Contingencies and commitments

There has been no significant change in the contingencies and commitments since the last audited financial statements as on June, 30, 2023.

7. Related Party Transactions

The Company in the normal course of business carries out transactions with various related parties which comprise of associated undertakings and key management personnel. Amounts due from and due to related parties, if any, are shown under relevant notes to condensed interim financial information. Transaction with the related parties other than specifically mentioned in related notes were as follows.

Nature of transactions	Party	Quarter ended	
		September 30, 2023	September 30, 2022
		----- Rupees -----	
Company's contribution to provident fund	Provident fund	500,349	460,365
Loan received from CEO/directors/members	CEO/directors/members		

8. Taxation

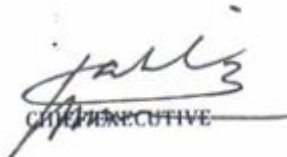
Provision for taxation has been made on turnover basis under Section 113(1) of the Income Tax Ordinance, 2001.

9. Authorized for issue

These condensed interim financial statements were authorized for issue on **OCTOBER 30, 2023** by the Board of Directors of the Company.

10. General

Figures have been rounded off to the nearest Rupee.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

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