

ALI ASGHAR TEXTILE MILLS LIMITED
FINANCIAL STATEMENTS
QUARTERLY ACCOUNTS
MARCH 31, 2022





Ali Asghar Textile Mills Limited

Quarterly Report March 2022

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COMPANY INFORMATION

Board of Directors

Mr. Nadeem Ellahi Shaikh	(Chief Executive/ Executive Director)
Mr. Muhammad Afzal	(Chairman/Non-Executive)
Mr. Abdullah Moosa	(Executive Director)
Mr. Ahmed Ali	(Non-Executive Director)
Mr. Muhammad Suleman	(Executive Director)
Mr. Sultan Mehmood	(Independent Director/NED)
Mr. Muhammad Zubair	(Independent Director/NED)

Audit Committee

Mr. Muhammad Zubair	Chairman
Mr. Sultan Mehmood	Member
Mr. Muhammad Afzal	Member

Human Resources & Remuneration (HR&R) Committee

Mr. Muhammad Zubair	Chairman
Mr. Muhammad Afzal	Member
Mr. Ahmed Ali	Member
Mr. Nadeem Ellahi	Member

CFO

Mr. Muhammad Suleman

Company Secretary

Mr. Abdullah Moosa

Auditor

M/s. Mushtaq & Co. Chartered Accountants

Banker

Habib Bank Ltd, Soneri Bank Ltd.
Habib Metropolitan Bank Limited
Bank Al-Habib Ltd, MCB Bank Limited

Shares Registrar

C. & K. Management Associates (Pvt) Ltd
404- Trade Tower, Abdullah Haroon Road
Metropole Hotel, Karachi-75530
Phone: 35687839, 3568593

Registered Office

Room No. 306-308, 3rd Floor Uni Tower I.I
Chundrigar Road, Karachi.

Website

www.aatml.com.pk

Mills

Plot 6, Sector No. 25 Korangi Industrial Area
Karachi. 74900

Vision Statement

To strive through excellence through Commitment, Integrity, Honesty and Team Work

Mission Statement

To invest and operate successful logistic center and invest in high return ventures.

DIRECTOR REPORT

The directors are pleased to present the report for the period ended 31 March 2022. The service revenue from the Logistic center crossed Rs. 38.5 million. The Faculty is operating seamlessly and no major issue was faced during the last 3 months.

The investment portfolio of the company also generated a good dividend and took overall profit after tax to Rs. 46.84m versus Profit after tax to Rs. 42.65 million.

As mentioned in last quarter director report, solar installation on roof top of logistic center is under process and relevant license approval from NEPRA has been applied for.

In the end, I would like to thanks to all employees for their Hard Work.



Nadeem Ellahi

Chief Executive

ڈائریکٹر رپورٹ

ڈائریکٹرز 31 مارچ 2022 کو ختم ہونے والی مدت کے لیے رپورٹ پیش کرتے ہوئے خوش ہیں۔ لاجسٹک سینٹر سے سروس کی آمدنی 38.5 ملین روپے سے تجاوز کر گئی۔ فیکلٹی بغیر کسی رکاوٹ کے کام کر رہی ہے اور پچھلے 3 ماہ کے دوران کسی بڑے مسئلے کا سامنا نہیں کرنا پڑا۔

کمپنی کے انویسٹمنٹ پورٹ فولیو نے بھی اچھا ڈیویڈنڈ دیا اور ٹیکس کے بعد مجموعی منافع پچھلے سال 42.65 ملین روپے کے مقابلے میں اس سال 46.8 ملین روپے رہا۔

جیسا کہ پچھلے سہ ماہی ڈائریکٹر رپورٹ میں ذکر کیا گیا ہے کہ لاجسٹک سینٹر کی چھت پر سولر کی تنصیب کا عمل جاری ہے اور نیپرا سے متعلقہ لائسنس کے لیے درخواست جمع کروا دی ہے۔

آخر میں، میں تمام ملازمین کا ان کی محنت کے لیے شکریہ ادا کرنا چاہوں گا۔

ندیم الہی سی

ندیم الہی شیخ

چیف ایگزیکٹو

ALI ASGHAR TEXTILE MILLS LIMITED

Condensed Interim Profit and Loss Accounts (Un-Audited)

For the Nine Months Period and Quarter ended March 31, 2022

	Nine months period ended		Quarter Ended	
	31-Mar 2022 Rupees	31-Mar 2021 Rupees	31-Mar 2022 Rupees	31-Mar 2021 Rupees
Logistic Center Service Revenue	38,580,419	-	13,338,600	-
Logistic Center Service Charges	(28,096,308)	(11,024,150)	(16,458,420)	(309,637)
Gross Profit / (Loss)	10,484,111	(11,024,150)	(3,119,820)	(309,637)
		97,888,222		
Administrative Expenses	-	(15,111,145)	6,006,567	(9,136,187)
Other Expenses	-	-	-	-
Other Income/(Loss)	50,013,293	78,349,551	25,610,809	20,528,953
	50,013,293	63,238,406	31,617,376	11,392,766
Profit / (Loss) from Operation	60,497,404	52,214,256	28,497,556	11,083,129
Finance Cost	(110,968)	(81,394)	(63,091)	(25,667)
Profit / (Loss) before Taxation	60,386,436	52,132,862	28,434,465	11,057,462
Taxation				
Current	(13,546,252)	(9,482,557)	(1,451,484)	(2,876,780)
Prior Year Tax	-	-	-	-
	(13,546,252)	(9,482,557)	(1,451,484)	(2,876,780)
Profit / (Loss) After Taxation	46,840,184	42,650,305	26,982,981	8,180,682
(Loss)/Earning per share - basic and diluted	1.05	0.96	0.61	0.18

NADEEM E. SHAIKH
CHIEF EXECUTIVEABDULLAH MOOSA
DIRECORM. SULEMAN
CHIEF FINANCE OFFICER

ALI ASGHAR TEXTILE MILLS LIMITED**Condensed Interim Statement of Financial Position****As on March 31, 2022**

	Note	Un-Audited 31-Mar-22 Rupees	Audited 30-Jun-21 Rupees
Assets			
Non Current Assets			
PP&E	5	856,318,654	839,416,938
Capital Work in Progress		92,736,532	53,659,238
Long term Deposits		6,481,252	6,392,630
Long term Loans		3,613,981	3,213,980
		959,150,419	902,682,786
Current Assets			
Loans and advances		290,425,812	53,431,170
Investments		430,722,198	683,418,811
Trade deposits and short term prepayments		1,611,230	1,611,230
Other Receivables		-	-
Tax refunds and due from govt.		3,133,792	4,681,626
Cash and bank balances		7,976,061	57,026,178
		733,869,093	800,169,015
Total Assets		1,693,019,512	1,702,851,801
Equity and Liabilities			
Share capital and reserves			
Authorised share capital		250,000,000	250,000,000
Issued and paid up capital		222,133,470	222,133,470
Interest free Director Loans		(5,948,507)	6,685,507
Surplus on Revaluation of Fixed Assets		682,474,489	682,474,489
Unappropriated Profit/ (Loss)		712,040,998	665,200,814
Un-realized Gain/Loss on Investment		(19,666,226)	37,029,465
		1,591,034,224	1,613,523,745
Non-Current liabilities			
Long term financing		58,508,315	58,508,315
Long term deposits		287,000	287,000
Deferred liabilities		2,084,900	2,069,150
		60,880,215	60,864,465
Current liabilities			
Trade and other payables		27,382,786	14,741,304
Unclaimed Dividend		239,589	239,589
Accrued interest		4,930,250	4,930,250
Book overdraft		-	-
Current portion of non current liabilities		8,552,448	8,552,448
		41,105,073	28,463,591
Contingencies and commitments	6	-	-
Total equity and Liabilities		1,693,019,512	1,702,851,801

**NADEEM E. SHAIKH**
CHIEF EXECUTIVE**ABDULLAH MOOSA**
DIRECOR**M.SULEMAN**
CHIEF FINANCE OFFICER


ALI ASGHAR TEXTILE MILLS LIMITED**Condensed Interim Statement of Comprehensive Income (Un-Audited)
For the Nine Months Period and Quarter ended March 31, 2022**

	Nne Months Period Ended		Quarter Ended	
	March 31, 2022	March 31, 2021	March 31, 2021	March 31, 2021
	Rupees	Rupees	Rupees	Rupees
Profit / (Loss) After Taxation	46,840,184	42,650,305	26,982,981	8,180,682
Unrealized Gain/Loss on remeasurement of available for sale investment	(56,695,691)	23,539,848	(30,420,962)	
Other comprehensive income	-	-	-	-
Total comprehensive income	(9,855,507)	66,190,153	(3,437,981)	8,180,682

**NADEEM E. SHAIKH**
CHIEF EXECUTIVE**ABDULLAH MOOSA**
DIRECOR**M.SULEMAN**
CHIEF FINANCE OFFICER

ALI ASGHAR TEXTILE MILLS LIMITED**Condensed Interim Statement of Cash flows (Un-Audited)
For the Nine Months Periods Ended March 31, 2022**

	March 31, 2022 Rupees	March 31, 2021 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/ (Loss) before taxation	60,386,436	52,132,862
Adjustments for:		
Depreciation	12,016,784	7,819,735
Staff retirement benefits-gratuity	-	-
Finance cost	110,968	81,394
Unrealized (Gain)/Loss on Securities	(56,695,691)	23,539,848
Liability no longer payable	-	-
Loss on Building Revaluation	-	-
Bad Debt Expenses	-	-
Gain on disposal of PPE	-	-
	<u>(44,567,939)</u>	<u>31,440,977</u>
Profit/ (Loss) before working capital changes	15,818,497	83,573,839
(Increase)/decrease in current assets		
Loan and advances	(237,394,643)	(59,911,218)
Investment	252,696,613	250,616,092
Trade deposits and short term prepayments	-	-
Other receivables	-	(1,364,409)
	15,301,970	189,340,465
Increase in current liabilities		
Trade and other payables	12,641,482	(82,738,004)
Cash used in operation	<u>43,761,949</u>	<u>190,176,300</u>
Finance cost paid	(110,968)	(81,394)
Taxes refund/(paid)	(11,998,418)	(10,061,374)
Deposits Paid	-	-
Staff retirement benefits gratuity paid	15,750	(301,500)
	<u>(12,093,636)</u>	<u>(10,444,268)</u>
Net cash used in operating activities	31,668,313	179,732,032
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from Sale of PPE		
Capital Work in Progress	(39,077,294)	(22,116,870)
Long term investments	-	-
Long term deposits	(88,622)	1,221,670
Fixed capital expenditure	(28,918,500)	(90,052,177)
Net cash flows from investing activities	<u>(68,084,416)</u>	<u>(110,947,377)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Loans received from directors and sponsors	(12,634,014)	23,303,507
Book overdraft	-	(54,143,648)
Net cash flow from financing activities	<u>(12,634,014)</u>	<u>(30,840,141)</u>
Net increase in Cash and Cash equivalents	<u>(49,050,117)</u>	<u>37,944,512</u>
Cash and cash equivalent at the beginning of the period	57,026,178	1,822,305
Cash and cash equivalent at the end of the period	<u>7,976,061</u>	<u>39,766,817</u>

**NADEEM E. SHAIKH**
CHIEF EXECUTIVE**ABDULLAH MOOSA**
DIRECOR**M. SULEMAN**
CHIEF FINANCE OFFICER

ALI ASGHAR TEXTILE MILLS LIMITED**Condensed Interim Statement of Changes in Equity
For the Nine Months Periods Ended March 31, 2022**

	Share Capital	Interest Free Directors and other loans	Revaluation Surplus on Property, Plant and Equipment	Unappropriated Loss	Unrealized Gain/Loss on Fair Value	Total Equity
Rupees						
Balance as at June 30, 2020 (Audited)	222,133,470	10,590,745	682,474,489	560,428,861	(22,005,286)	1,453,622,279
Total comprehensive loss for the nine months periods ended March 31,2020	-	-	-	42,650,305	-	42,650,305
Unrealized Gain on remeasurement of available for sale investment	-	-	-	-	23,539,848	23,539,848
Surplus on revaluation of Land	-	23,303,507	-	-	-	23,303,507
Balance as at March 31, 2020 (Un-Audited)	222,133,470	33,894,252	682,474,489	603,079,166	1,534,562	1,543,115,939
Total comprehensive loss for the remaining period	-	-	-	62,459,136	-	-
Reversal of Surplus on revaluation of Land	-	-	-	-	-	-
Gain on remeasurement of staff retirement benefits	-	-	-	(337,488)	35,494,903	35,157,415
Unrealized Gain on remeasurement of available for sale investment	-	-	-	-	-	-
Transfer from Long term Loan	-	(27,208,745)	-	-	-	(27,208,745)
Balance as at June 30, 2021 (Audited)	222,133,470	6,685,507	682,474,489	665,200,814	37,029,465	1,613,523,745
Profit for the nine months periods ended March 31,2022	-	-	-	46,840,184	-	46,840,184
Unrealized Gain on remeasurement of available for sale investment	-	-	-	-	(56,695,691)	(56,695,691)
Transfer from surplus on revaluation of Land disposed off	-	-	-	-	-	-
Reversal of Revaluation Surplus due to Revaluation Loss on Buildings	-	-	-	-	-	-
Transfer from surplus on account of incremental dep on Building	-	-	-	-	-	-
Transfer from long term loan	-	(12,634,014)	-	-	-	(12,634,014)
Balance as at March 31, 2022 (Un-Audited)	222,133,470	(5,948,507)	682,474,489	712,040,998	(19,666,226)	1,591,034,224



NADEEM E. SHAIKH
CHIEF EXECUTIVE



ABDULLAH MOOSA
DIRECTOR



M.SULEMAN
CHIEF FINANCE OFFICER

ALI ASGHAR TEXTILE MILLS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

1 THE COMPANY AND IT'S OPERATIONS

- 1.1 Ali Asghar Textile Mills Limited (the Company) was incorporated in Pakistan on February 9, 1967 as a public limited company under the Companies Act, 1913. Registered office of the company is located at Uni Towers, I. I. Chundrigar Road, Karachi, Sindh. Its shares are quoted on Karachi Stock Exchange Limited. The principal line of Business is to provide the services of the logistics,warehouse, construction, rental and allied business. The business premises is located at plot no 6, Korangi Industrial Area, Karachi, in the province of Sindh.
- 1.2 In the AGM held in October 2016, presented shareholders with a new business plan and detailed cash flows. After approval the management has started hiring new employees and started business activities. A state of the art automated logistic hub is been constructed with the help of Kirby International Kuwait designed to provide modern support services to e-commerece oriented compaies, FMCG/Pharma.
- 1.3 Management assesses the reliability of going concern assumption in preparation of these financial statements and concluded that, it is still in going concern based on following mitigating factors. Accordingly, these financial statements have been prepared on going concern assumption.

a Logistic Hub and Warehousing Business

The directors of the company in a board of directors meeting held in year 2016, approved the business of logistics and warehousing. Equipment for prefabricated building has been installed and completed.

b Support of Directors and Sponsors

Directors of the company have committed that if in case any additional funds are required for running the business of the company; it will be provided by the sponsors and directors.

2 BASIS OF PREPARATION

2.1 Statement of compliance

- (a) These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:
- (i) International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act,2017 and;
- (ii) Provisions of and directives issued under the Companies Act,2017.
- Where the provisions of and directives issued under the Companies Act,2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.
- (b) This condensed interm financial statement is unaudited and is being submitted to the shareholders as required under Section 237 of the Companies Act,2017.This condensed interm financial statement does not contain all the information required for a complete set of financial statements,and should be read in conjunction with the published audited financial statements of the company for year ended 30 June 2021.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation which have been used in the preparation of this interim financial information are the same as those applied in preparation of the financial statements for the preceding year ended June 30, 2021.

4 ACCOUNTING ESTIMATES, JUDGMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of this interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

Jdgments and estimates made by management in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements as at and for the year ended June 30, 2021. The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended June 30, 2021.

5 ACQUISITION AND DISPOSAL OF PROPERTY PLANT AND EQUIPMENTS

The cost of additions and disposals to operating fixed assets during the the nine month period ended, March 31, 2022 were as follows;

	March 31, 2022 (Un-Audited)		March 31, 2021 Audited)		(Un-
	Additions	Disposal	Additions	Disposals	Audited)
	(Cost in Rupees)		(Cost in Rupees)		
Factory Building	-	-	87,511,333	-	-
Generator	-	-	2,084,923	-	-
Office Equipment	118,500	-	211,500	-	-
Vehicle	28,800,000	-	244,421	-	-
	28,918,500	-	90,052,177	-	-

CONTINGENCIES AND COMMITMENTS

Contingencies

- 6.1** The Bank of Punjab has filed suit 62 of 12 before Honorable Banking Court NO. V, Karachi against the company for recovery of Rs. 42.35 million (Principal Rs. 17.1 million along with Markup Rs. 25.241 million) as outstanding dues against the leasing facilities provided by the bank. The company has filed an application for leave to defend on 07.02.2013. The company has also provided liabilities amounting to Rs. 18.77 million along with markup Rs. 4.93 million. The management believes that there wont be any outflow of economic benefit more than what it has already recorded and disclosed. In the opinion of Legal advisors of the company, the aforementioned amount of Rs. 42.35 million is exaggerated and is not supported by the statement of account filed by the Bank of Punjab before the learned banking court.
- 6.2** The company has suit No. B-102 of 13. First Dawood Investment Bank Versus Ali Asghar Textile Mills Limited pending before Honorable Highcourt of Sindh at Karachi. The company trying to settle its TFCs amounting to Rs.89.609 million with First Dawood Bank Limited. The First Dawood Investment Bank has filed suit for the recovery of 89.609 million against lease finance which was converted to TFC's. The company has counter filed case against First Dawood Investment and defending the case and in the opinion of Legal advisor, the management of the company is trying to settle its TFCs with First Dawood Bank Limited at its earliest and is taking all the steps to conclude the aforementioned case.
- 6.3** The company has CP no. D-1009 of 12. Ali Asghar Textile Mills Limited Versus Fed. of Pakistan pending before Honorable Highcourt of Sindh at Karachi. The company trying to settle it at its earliest and in the opinion of Legal advisor, The merits of the case pending are in the favor of the company as it is taking all the steps to conclude the aforementioned case.

	Note	March, 31 2022	March, 31 2021
		Rupees	Rupees
6.3	Guarantees issued by banks on behalf of the Company	<u>1,611,230</u>	<u>1,611,230</u>

Commitments

There are no commitments of the company as at March 31, 2022

7 TRANSACTION WITH RELATED PARTY

The related parties comprise associated companies (due to common directorship), wholly owned subsidiary, directors and key management personnel. Amounts due to/from related parties are shown in the relevant notes to the financial statements. The Company in the normal course of business carries out transactions with various related parties. Significant balances and transactions with related parties are as follows.

Nature of transaction	Nature of Relationship	March 31, 2022	March 31, 2021
		Rupees	Rupees
Rent and other expenses			
Gulnar Humayun	Significant Influence	<u>312,180</u>	<u>312,180</u>
Loan received from directors & Sponsors			
Directors	Control and Significant Influence	(13,022,021)	18,255,061
Sponsors	Significant Influence	<u>388,007</u>	<u>21,006,491</u>
		<u>(12,634,014)</u>	<u>39,261,552</u>

8 GENERAL

The figures have been rounded of to the nearest Rupee.

All significant changes since June 30, 2021 affecting the interim financial information have been disclosed in the relevant notes.

9 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on 20th April 2022 by the board of directors of the Company.



NADEEM E. SHAIKH
Chief Executive



ABDULLAH MOOSA
Director



M. SULEMAN
Chief Finance Officer

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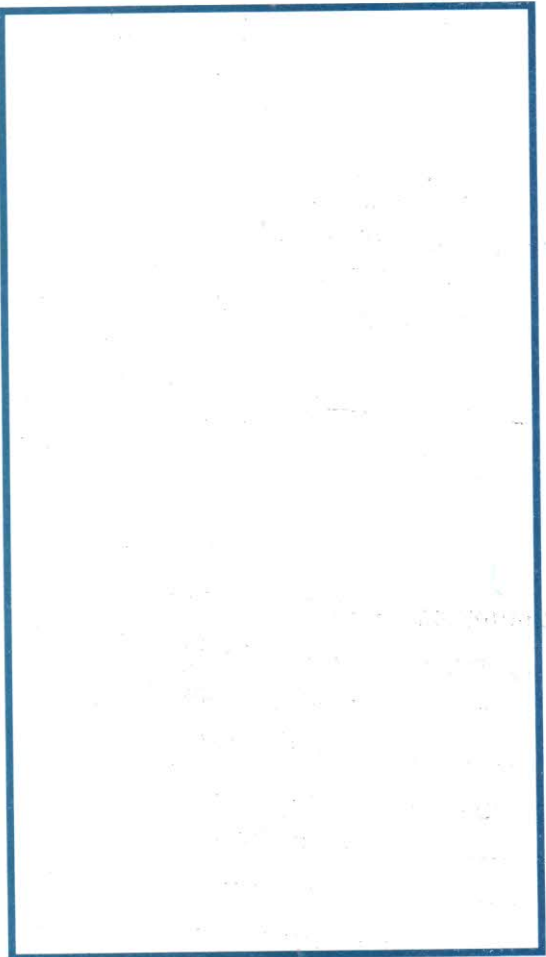
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