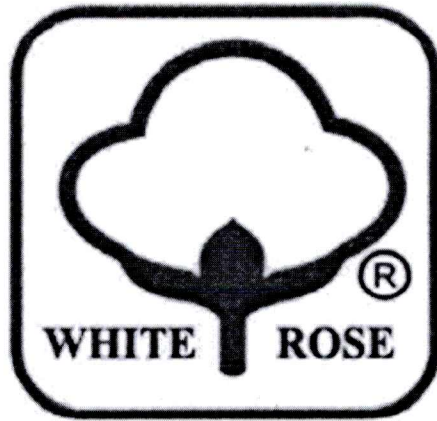


ELAHI COTTON MILLS LIMITED

3rd QUARTER ACCOUNTS

31-Mar-22

(UN-AUDITED)



Elahi Cotton Mills Limited
270, Sector I-9, Industrial Area, Islamabad (Pakistan)
Phone : (051) 4433451-3, Fax : (051) 4431072
www.elahicotton.com, E-mail: elahicotton@gmail.com

ELAHI COTTON MILLS LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS:

MR. MAHFOOZ ELAHI (CHIEF EXECUTIVE)
MR. MAHBOOB ELAHI (CHAIRMAN)
MR. MAHMOOD ELAHI
MR. AHMED SHAFFI
SHEIKH FARRUKH AHMED
MR. MUHAMMAD AZEEM AFZAL HASHMI
MRS. SAMINA BEGUM

AUDITORS:

M/S. BDO IBRAHIM & COMPANY,
Chartered Accountants
22, East Saeed Plaza,
Blue Area, Islamabad.

CHIEF FINANCIAL OFFICER: MR. MUHAMMAD IMTIAZ

COMPANY SECRETARY: MR. SALEEM AHMED

REGISTERED OFFICE:

270-Sector I/9, Industrial Area, Islamabad.

SHARE REGISTRAR:

CORPLINK (PVT) LIMITED, Wings Arcade,
1-K Commercial, Model Town, Lahore.

LEGAL ADVISER:

KHAN & PIRACHA
No.1, 2nd FLOOR, 6-B,
MARKAZ F-6, ISLAMABAD.

MILLS:

JURIAN, MANDRA, TEHSIL GUJAR KHAN,
DISTRICT RAWALPINDI.

Email: elahicotton@gmail.com

WEBSITE www.elahicotton.com

ELAHI COTTON MILLS LIMITED


DIRECTORS' REVIEW TO THE MEMBERS

The Directors of the Company are pleased to present unaudited condensed interim financial statements for the nine months ended March 31, 2022.

The principal business activity of the Company is to manufacture and sale of Pure Polyester Yarn. Aggregate sales revenue of the Company increased from Rs. 392.745 million to Rs. 538.074 million showing increase of Rs. 145.329 million (37 %) whereas cost of sales increased from Rs. 369.568 million to Rs. 516.107 million showing increase of Rs. 146.539 million (39.65 %). The Company earned profit before taxation of Rs. 12.186 million for the nine months from July 01, 2021 to March 31, 2022 as compared to profit of Rs. 15.172 million for the corresponding period of last nine months and profit after taxation of Rs. 6.116 million as compared to profit of Rs. 9.716 million. The decrease in profitability of the Company as compared to previous correspondence period is mainly due to increase in the cost of electricity, salary & wages, stores & spares and taxation. The future outlook seems to be uncertain increasing trend in the prices of raw material.

The earning per share for the nine months ended March 31, 2022 is Rs. 4.70 and for the quarter ended March 31, 2022 is Rs. 2.15 The Directors of the Company do not recommend payment of any dividend to shareholders of the Company.

Islamabad
April 28, 2022


(Mahmood Elahi)
Director

On behalf of Board of Directors


(Mahfooz Elahi)
Chief Executive


الہی کاٹن ملز لمیٹڈ

ممبرز کو ڈائریکٹرز کی نو ماہی جائزہ رپورٹ


کمپنی کے ڈائریکٹرز نو ماہی رپورٹ تختہ ۳۱ مارچ ۲۰۲۲ غیر آڈٹ شدہ عبوری مالیاتی رپورٹ پیش کرتے ہیں۔ کمپنی کا بنیادی کام خالص پولیسٹر دھاگہ بنانا اور فروخت کرنا ہے۔ کمپنی کی مجموعی فروخت -/392.745 ملین روپے سے بڑھ کر -/538.074 ملین روپے ہو گئی ہے جو کہ -/145.329 ملین روپے (37%) اضافہ ظاہر کر رہی ہے جبکہ فروخت کے اخراجات -/369.568 ملین روپے سے زیادہ ہو کر -/516.107 ملین روپے ہو گئے ہیں جو کہ -/146.539 ملین روپے (39.65%) کا اضافہ ظاہر کر رہے ہیں۔ اس نو ماہی تختہ ۰۱ جولائی ۲۰۲۱ تا ۳۱ مارچ ۲۰۲۲ میں کمپنی نے قبل از ٹیکس -/12.186 ملین روپے کا منافع کمایا ہے جبکہ گزشتہ سال اسی دورانیہ میں یہ منافع -/15.172 ملین روپے تھا اور بعد از ٹیکس -/6.116 ملین روپے کا منافع ہوا جبکہ گزشتہ سال اسی دورانیہ میں -/9.716 ملین روپے کا منافع ہوا تھا۔ کمپنی کے خالص منافع میں گزشتہ سال کے مقابلے میں کمی کی وجہ بجلی کی قیمتوں اور تنخواہوں اور اجرت، اسٹور کے سامان اور ٹیکس میں اضافہ ہے۔ خام مال کی قیمتوں میں بڑھتے ہوئے رجحان کی وجہ سے ہم مستقبل میں غیر یقینی صورت حال دیکھ رہے ہیں۔

اس نو ماہی تختہ ۳۱ مارچ ۲۰۲۲ میں کمپنی کا منافع -/4.70 روپے فی حصص ہوا جبکہ تیسری سرمایہ مختہ ۳۱ مارچ ۲۰۲۱ کو فی حصص -/2.15 روپے منافع ہوا۔ ڈائریکٹرز کمپنی کے حصہ داران کے لئے کسی منافع کے سفارش نہیں کرتے۔

اسلام آباد

۲۸ اپریل ۲۰۲۲ء

محمود الہی
ڈائریکٹر

بورڈ آف ڈائریکٹرز کی جانب سے


محفوظ الہی
چیف ایگزیکٹو

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT MARCH 31, 2022

	MARCH 31, 2022 Rupees	JUNE 30, 2021 Rupees
ASSETS		
NON CURRENT ASSETS		
Property, plant and equipment		
Operating fixed assets	162,087,857	126,598,189
Long term security deposits	918,810	918,810
Loans and advances	3,995,550	2,758,500
	167,002,217	130,275,499
CURRENT ASSETS		
Stores spares and loose tools	3,383,714	2,018,079
Stock in trade	26,650,997	25,683,867
Loans and advances	5,573,695	301,923
Trade debts	15,850,361	2,433,822
Short term prepayments	57,402	333,665
Tax refunds due from government	-	1,210,841
Taxation -net	-	84,409
Cash and bank balances	18,826,686	14,485,515
	70,342,855	46,552,121
TOTAL ASSETS	237,345,072	176,827,620
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Share Capital	13,000,000	13,000,000
Revaluation surplus on property, plant and equipment	137,807,715	104,345,432
Accumulated loss	(44,441,226)	(52,048,073)
	106,366,489	65,297,359
NON CURRENT LIABILITIES		
Deferred Liabilities	29,932,666	25,351,398
CURRENT LIABILITIES		
Trade and other payables	28,609,181	13,856,646
Loan from directors	71,799,546	72,054,546
Unclaimed dividend	267,671	267,671
Taxation-net	369,519	-
	101,045,917	86,178,863
CONTINGENCIES AND COMMITMENTS	-	-
TOTAL EQUITY AND LIABILITIES	237,345,072	176,827,620



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)
FOR THE 3RD QUARTER ENDED MARCH 31, 2022

	9 MONTHS July 1, 2021 March 31, 2022 Rupees	9 MONTHS July 1, 2020 March 31, 2021 Rupees	QUARTER ENDED March 31, 2022 Rupees	QUARTER ENDED March 31, 2021 Rupees
Sales (Net)	538,074,070	392,744,595	194,083,997	140,933,207
Cost of sales	516,106,829	369,568,280	186,004,040	138,221,870
Gross Profit	21,967,241	23,176,315	8,079,957	2,711,337
Administrative expenses	(8,270,713)	(6,419,655)	(2,252,980)	(1,663,492)
Other operating charges	(1,746,840)	(1,721,540)	(980,753)	(485,559)
	(10,017,552)	(8,141,195)	(3,233,732)	(2,149,051)
Operating profit	11,949,689	15,035,120	4,846,225	562,286
Other income	273,183	137,327	161,186	10,796
Financial charges	(36,610)	(697)	(34,000)	(130)
Profit before taxation	12,186,262	15,171,750	4,973,411	572,952
Taxation				
Current	(6,729,341)	(5,893,229)	(2,428,065)	(1,311,154)
Prior	-	-	-	-
Deferred	659,508	437,075	245,917	86,149
	(6,069,832)	(5,456,154)	(2,182,147)	(1,225,005)
Profit /(Loss) after taxation	6,116,429	9,715,596	2,791,263	(652,053)
Earning / (Loss) per share	4.70	7.47	2.15	(0.50)


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE 3RD QUARTER ENDED MARCH 31, 2022

	9 MONTHS July 1, 2021 March 31, 2022 Rupees	9 MONTHS July 1, 2020 March 31, 2021 Rupees	QUARTER ENDED March 31, 2022 Rupees	QUARTER ENDED March 31, 2021 Rupees
Profit / (loss) for the period	6,116,429	9,715,596	2,791,263	(652,053)
Other comprehensive income	38,507,325	-	-	-
Related Deferred tax impact	(3,554,624)	-	-	-
	34,952,701	-	-	-
Total comprehensive income / (loss) for the period	<u>41,069,130</u>	<u>9,715,596</u>	<u>2,791,263</u>	<u>(652,053)</u>


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE 3RD QUARTER ENDED MARCH 31, 2022

	Notes	Share Capital	Reserve		Total
		Issued subscribed and Paid up Capital	Capital Revaluation surplus on property, plant and equipment	Revenue Accumulated Loss	
Rupees					
Balance as at July 01, 2020		13,000,000	106,235,835	(58,480,232)	60,755,603
Total comprehensive income for the period		-	-	9,715,596	9,715,596
Surplus on revaluation of fixed assets- current period incremental depreciation- net of deferred		-	(1,417,802)	1,417,802	-
Balance as at March 31, 2021		13,000,000	104,818,033	(47,346,834)	70,471,199
Balance as at July 01, 2021		13,000,000	104,345,432	(52,048,073)	65,297,359
Total comprehensive income for the period					
Profit for the period		-	-	6,116,429	6,116,429
Revaluation surplus on property, plant and equipment		-	38,507,325	-	38,507,325
Related deferred tax impact		-	(3,554,624)	-	(3,554,624)
Transfer from revaluation surplus on property, plant and equipment on account of incremental depreciation-net of deferred tax		-	(1,490,418)	1,490,418	-
Balance as at March 31, 2022		13,000,000	137,807,715	(44,441,226)	106,366,489


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022 (UN-AUDITED)

	March 31, 2022 Rupees	March 31, 2021 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit before taxation	12,186,262	15,171,750
Adjustment for:		
Depreciation	3,111,183	3,169,271
Provision for gratuity	4,647,752	3,943,688
Financial charges	36,610	697
	<u>7,795,545</u>	<u>7,113,656</u>
Profit before working capital changes	19,981,807	22,285,406
Changes in working capital:		
Decrease /(increase) in current assets		
Inventories	(967,130)	(9,794,995)
Stores, spares and loose tools	(1,365,635)	167,045
Trade debtors	(13,416,539)	(3,728,940)
Advances and other receivable	(3,784,668)	361,770
(Decrease) / increase in current liabilities		
Creditors, accrued and other liabilities	14,752,535	1,095,234
	<u>(4,781,437)</u>	<u>(11,899,886)</u>
Cash generated from operations	15,200,369	10,385,520
Financial charges paid	(36,610)	(697)
Income tax paid/adjusted	(6,275,413)	(4,677,428)
Gratuity paid	(2,961,600)	(3,000,500)
	<u>(9,273,623)</u>	<u>(7,678,625)</u>
Net cash generated from/(used in) operating activities	5,926,746	2,706,895
CASH FLOWS FROM INVESTING ACTIVITIES		
Loan and advances	(1,237,050)	(373,250)
Purchase of fixed assets	(93,525)	(5,133,508)
Net cash generated from/(used in) investing activities	(1,330,575)	(5,506,758)
CASH FLOWS FROM FINANCING ACTIVITIES		
Received/(paid) from/(to) associated undertaking	-	(4,500,000)
Received/(paid) from/(to) directors	(255,000)	(318,001)
	<u>(255,000)</u>	<u>(4,818,001)</u>
Net increase/(decrease) in cash and cash equivalents	4,341,171	(7,617,864)
Cash and cash equivalents at the beginning of the period	14,485,515	30,519,406
Cash and cash equivalents at the end of the period	<u>18,826,686</u>	<u>22,901,542</u>


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM NOTES TO THE ACCOUNTS
FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2022

1. The Company was incorporated as a public limited company on June 22, 1970 and is listed on Pakistan Stock Exchange (Formerly Karachi Stock Exchange in which Lahore and Islamabad stock exchanges have merged).The registered office of the Company is situated at 270, sector I-9, Industrial Area, Islamabad. The principal business of the Company is manufacture and sale of yarn.
2. This condensed interim financial information of the Company has been prepared in accordance with the requirements of international accounting standard 34-“Interim Financial Reporting” and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed.
3. The disclosures in the condensed interim financial information do not include all the information and disclosures as required for full annual financial statements. It should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2021.
4. This condensed interim financial information has been prepared under the historical cost convention, except for certain fixed assets which have been stated at revalued amount and the recognition of certain staff retirement benefits at present value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow.
5. The significant accounting policies adopted for the preparation of this condensed interim financial information are the same as those applied in preparing the annual accounts for the year ended June 30, 2021.
6. Figures have been rounded off to the nearest rupee.
7. Figures have been rearranged wherever necessary for the purpose of comparison.
8. This condensed interim financial information was authorized for issue on 28.04.2022 by the Board of Directors of the Company.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER