

COMPANY INFORMATION

BOARD OF DIRECTORS:

MR. MAHFOOZ ELAHI (CHIEF EXECUTIVE)
MR. MAHBOOB ELAHI
MR. MAHMOOD ELAHI
SHEIKH FARRUKH AHMED
MR. NAVEED AKHTER IDREES
SYED MUHAMMAD RANUANQ UD DIN
MR. AHMED SHAFFI

AUDITORS:

M/S. BDO IBRAHIM & COMPANY,
Chartered Accountants,
3rd Floor, Saeed Plaza,
22 East Blue Area,
Islamabad.

AUDIT COMMITTEE:

1. Sheikh Farrukh Ahmed
2. Mr. Mahboob Elahi
3. Mr. Naveed Akhter Idrees
4. Mr. Ahmed Shaffi

HRR COMMITTEE:

1. Mr. Mahmood Elahi
2. Mr. Raunaq uddin
3. Mr. Naveed Akhter Idrees

CHIEF FINANCIAL OFFICER:

Mr. Muhammad Imtiaz

COMPANY SECRETARY:

Mr. Saleem Ahmed

REGISTERED OFFICE:

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

SHARE REGISTRAR:

M/S. Corplink (Pvt) Limited,
Wings Arcade, 1-K Commercial,
Model Town, Lahore.

LEGAL ADVISER

KHAN & PIRACHA
No.1, 2nd Floor, 6-B,
ARKAZ F-6, ISLAMABAD.

MILLS:

JURIAN, MANDRA,
TEHSIL GUJAR KHAN,
DISTRICT RAWALPINDI

WEBSITE: www.elahicotton.com

Email: elahicotton@gmail.com

ELAHI COTTON MILLS LIMITED
DIRECTORS REVIEW REPORT TO THE SHAREHOLDERS

The Directors of the Company are pleased to present review report alongwith unaudited condensed interim financial statements for the nine months ended March 31, 2018.

The principal business activity of the Company is to manufacture and sale of Pure Polyester Yam. Aggregate sales revenue of the Company increased from Rs. 241.911 million to Rs. 289.763 million showing increase of Rs. 47.852 million (19.78%) whereas cost of sales increased from Rs. 236.764 million to Rs. 278.955 million showing increase of Rs. 42.191 million (17.82%). The Company earned profit before taxation of Rs. 6.233 million for the nine months from July 01, 2017 to March 31, 2018 as compared to profit of Rs. 1.108 million for the corresponding period of last nine months and profit after taxation of Rs. 3.753 million as compared to loss of Rs. 0.655 million. The profitability of the Company is due to increase in production and improvement in the rates of end products. The future outlook seems to be favourable as the prices of the finished goods presently seems to be better. However, it depends upon uninterrupted power supply.

The earning per share for the nine months ended March 31, 2018 is Rs. 2.89 and for the quarter ended March 31, 2018 is Rs. 1.50. As the Company has accumulated loss and no amount is available in the reserves, the Directors do not recommend payment of any dividend to shareholders of the Company.

Islamabad
Directors
April 27, 2018

Mahmood Elahi
(Mahmood Elahi)
Director

On behalf of Board of

Mahfooz Elahi
(Mahfooz Elahi)
Director

اپنی کاپی ملٹیپل
ممبران کے لیے ڈائریکٹرز کی رپورٹ

کمپنی کے ڈائریکٹرز نو ماہ کی پچھلے ۳۱ مارچ ۲۰۱۸ کی فیورٹ ڈیٹ شدہ مہوری مالیاتی رپورٹ پیش کرتے ہیں۔

کمپنی کا بنیادی کام خالص پوسٹیئر دھکا بناؤ اور فروخت کرنا ہے۔ کمپنی کی مجموعی فروخت مبلغ 241.911 ملین روپے سے بڑھ کر مبلغ 289.763 ملین روپے ہوئی ہے جو کہ مبلغ 47.852 ملین روپے (19.78%) اضافہ ظاہر کر رہی ہے جبکہ فروخت کے اخراجات مبلغ 236.764 ملین روپے سے بڑھ کر مبلغ 278.955 ملین روپے ہو گئے ہیں جو کہ مبلغ 42.191 ملین روپے (17.82%) اضافہ ظاہر کر رہے ہیں۔ کمپنی نے یکم جولائی ۲۰۱۷ سے ۳۱ مارچ ۲۰۱۸ (نو ماہ کے لئے) قسٹ آرڈینس مبلغ 6.233 ملین روپے کا منافع کمایا ہے جبکہ گزشتہ سال اسی دوران میں مبلغ 1.108 ملین روپے کا منافع ہوا اور پھر آرڈینس مبلغ 3.753 ملین روپے کا منافع ہوا جبکہ گزشتہ سال اسی دوران میں مبلغ 0.655 ملین روپے کا نقصان ہوا۔ کمپنی کے منافع کی وجہ پیداوار میں اضافہ اور تیار شدہ مواد کی قیمتوں میں بہتری ہے۔ کمپنی امید کرتی ہے کہ تیار شدہ مواد کی قیمتوں میں بہتری کی وجہ سے مستقبل بہتر رہے گا جس کا احصاء رپورٹ میں تفصیلی فراہمی ہے۔

اس نو ماہی پچھلے ۳۱ مارچ ۲۰۱۸ میں کمپنی کوئی مخصوص منافع نہیں ملا۔ 2.89 روپے ہوا جبکہ تیسری ماہی پچھلے ۳۱ مارچ ۲۰۱۸ کوئی منافع نہیں ملا۔ 1.50 روپے ہوا۔ کیونکہ کمپنی مجموعی طور پر خسارے میں ہے اور بنیادی منافع کوئی رقم نہ ہونے کی وجہ سے ڈائریکٹرز حصہ داران کے لئے کسی منافع کی سفارش نہیں کرتے۔

بورڈ آف ڈائریکٹرز کی طرف سے

اسلام آباد

Mahmood Elahi
محمود علی
ڈائریکٹر

Mahfooz Elahi
محمود علی
ڈائریکٹر

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM BALANCE SHEET
AS AT MARCH 31, 2018 (UN-AUDITED)

ASSETS	31.03.2018	30.06.2017
	Rupees	Rupees
NON CURRENT ASSETS		
Property, Plant and Equipment		
Operating fixed assets	133,388,504	90,645,274
Capital Work in progress - Building	788,899	636,689
Long Term Security Deposits	918,810	918,810
Loans and Advances	1,802,678	1,371,759
	<u>136,898,891</u>	<u>93,572,532</u>
CURRENT ASSETS		
Stores Spares & loose tools	1,348,067	1,449,812
Stock in trade	18,019,684	9,794,278
Loans & Advances	5,206,301	208,376
Trade debts	13,006,907	7,202,424
Short term prepayments	58,366	173,562
Tax refunds due from Government	122,409	215,269
Cash and Bank Balances	3,278,873	8,234,895
	<u>41,040,607</u>	<u>27,278,616</u>
TOTAL ASSETS	<u>177,939,498</u>	<u>120,851,148</u>
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized Share Capital 5,000,000 ordinary shares of Rs. 10/- each	50,000,000	50,000,000
Issued, subscribed & paid up Capital	13,000,000	13,000,000
Accumulated (Loss)	(70,825,074)	(76,677,660)
	<u>(57,825,074)</u>	<u>(63,677,660)</u>
SURPLUS ON REVALUATION OF FIXED ASSETTS		
	110,997,530	72,309,752
NON CURRENT LIABILITIES		
Deferred Liabilities	23,155,857	17,958,405
CURRENT LIABILITIES		
Trade and other payables	18,644,389	11,298,331
Loan from Directors	72,707,547	72,782,547
Due to associated undertaking	9,916,077	9,916,077
Unclaimed Dividend	248,165	248,165
Taxation net	95,007	15,531
	<u>101,611,185</u>	<u>94,260,651</u>
CONTINGENCIES & COMMITMENTS		
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TOTAL EQUITY AND LIABILITIES	<u>177,939,498</u>	<u>120,851,148</u>

 **CHIEF EXECUTIVE**  **DIRECTOR**  **CHIEF FINANCIAL OFFICER**

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM PROFIT & LOSS ACCOUNT
FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2018
(UN-AUDITED)

	9 Months July 01, 2017 to March 31, 2018	9 Months July 01, 2016 to March 31, 2017	QUARTER ENDED March 31.2018	QUARTER ENDED March 31.2017
	Rupees	Rupees	Rupees	Rupees
Sales (Net)	289,762,615	241,911,367	107,556,003	88,293,662
Cost of Sales	278,954,766	236,763,522	103,556,462	84,451,724
Gross Profit	10,807,849	5,147,845	3,999,541	3,841,938
OPERATING EXPENSES				
Administrative Expenses	(4,497,610)	(3,758,540)	(947,464)	(1,357,991)
Other operating Charges	(334,810)	(276,792)	(165,350)	(164,545)
	<u>(4,832,420)</u>	<u>(4,035,332)</u>	<u>(1,112,814)</u>	<u>(1,522,536)</u>
OPERATING PROFIT	5,975,429	1,112,513	2,886,727	2,319,402
Other income	258,420	587	78,124	228
Financial charges	(1,193)	(5,122)	-	(876)
Profit before Taxation	6,232,656	1,107,977	2,964,851	2,318,754
Taxation				
-Current	(3,625,263)	(2,419,114)	(1,436,453)	(882,933)
-Prior	-	92,305	-	-
-Deferred	1,145,940	563,801	422,479	187,934
	<u>(2,479,323)</u>	<u>(1,763,008)</u>	<u>(1,013,974)</u>	<u>(694,999)</u>
Profit/(Loss) after taxation	<u>3,753,333</u>	<u>(655,029)</u>	<u>1,950,877</u>	<u>1,623,756</u>
Earning /(Loss)per share	2.89	(0.50)	1.50	1.25

 **CHIEF EXECUTIVE**  **DIRECTOR**  **CHIEF FINANCIAL OFFICER**

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2018
(UN-AUDITED)

	9 MONTH JULY 01, 2017 TO MARCH 31, 2018 Rupees	9 MONTH JULY 01, 2016 TO MARCH 31, 2017 Rupees	QUARTER ENDED MARCH 31, 2018 Rupees	QUARTER ENDED MARCH 31, 2017 Rupees
Profit/(Loss) for the period	3,753,333	(655,029)	1,950,877	1,623,756
Other comprehensive Income	-	-	-	-
Total Comprehensive Income	-	-	-	-
Profit/(Loss) for the period	3,753,333	(655,029)	1,950,877	1,623,756


 CHIEF EXECUTIVE


 DIRECTOR


 CHIEF FINANCIAL OFFICER

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2018
(UN-AUDITED)

	Share Capital Rupees	Accumulated Profit/(Loss) Rupees	Total Rupees
Balance as at July 01, 2016	13,000,000	(73,963,386)	(60,963,386)
Total comprehensive (Loss) for the period	-	(655,029)	(655,029)
Surplus on Revaluation of fixed assets - current period incremental depreciation - net of deferred tax	-	1,230,046	1,230,046
Balance as at March 31, 2017	13,000,000	(73,388,369)	(60,388,369)
Balance as at July 01, 2017	13,000,000	(76,677,660)	(63,677,660)
Total comprehensive Income for the period	-	3,753,333	3,753,333
Surplus on Revaluation of fixed assets - current period incremental depreciation - net of deferred tax	-	2,099,253	2,099,253
Balance as at March 31, 2018	13,000,000	(70,825,074)	(57,825,074)


 CHIEF EXECUTIVE


 DIRECTOR


 CHIEF FINANCIAL OFFICER

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2018
(UN-AUDITED)

	31.03.2018 RUPEES	31.03.2017 RUPEES
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit before taxation	6,232,656	1,107,978
Adjustment for :		
Depreciation	2,823,002	2,730,628
Impairment Loss	107,923	-
Gain on disposal of Fixed Asset	(48,534)	-
Provision for Gratuity	2,905,872	2,124,000
Financial Charges	1,193	5,122
	5,789,456	4,859,750
Profit before working capital changes	12,022,112	5,967,728
Changes in working Capital		
Decrease/(Increase) in current Assets		
Inventories	(8,225,406)	(2,158,567)
Stores, spares and loose tools	101,745	48,194
Trade debtors	(5,804,483)	(3,201,494)
Advances and other receivables	(4,789,869)	(1,697,901)
(Decrease)/increase in current liabilities, Creditors, accrued and other liabilities	7,346,060	3,508,786
	(11,371,953)	(3,500,982)
Cash generated from operations	650,159	2,466,746
Financial charges paid	(1,193)	(5,122)
Income Tax Paid /adjusted	(3,545,787)	(2,091,470)
Gratuity Paid	(1,378,350)	(411,350)
	(4,925,330)	(2,507,942)
Net cash generated from/(used in) operating activities	(4,275,171)	(41,196)
CASH FLOWS FROM INVESTING ACTIVITIES		
Loan and advances	(430,919)	(203,083)
Addition to Work in Progress	(152,210)	-
Proceeds on sale of fixed assets	1,596,471	-
Purchase of fixed assets	(1,619,191)	(361,605)
Net cash generated from/(used in) investing activities	(605,849)	(564,688)
CASH FLOWS FROM FINANCING ACTIVITIES		
Received/(paid) from/(to)/ directors	(75,000)	750,000
Net cash generated from / (used in) financing activities	(75,000)	750,000
Net Increase/(decrease) in cash and cash equivalents	(4,956,020)	144,116
Cash and cash equivalents at the beginning of the period	8,234,893	5,118,329
Cash and cash equivalents at the end of the period	3,278,873	5,262,445


 CHIEF EXECUTIVE


 DIRECTOR


 CHIEF FINANCIAL OFFICER

ELAHI COTTON MILLS LIMITED

ELAHI COTTON MILLS LIMITED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2018

- The Company was incorporated as a public limited company on June 22, 1970 and is listed on Pakistan Stock Exchange. 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.
- This Securities and Exchange Commission of Pakistan, vide its circular No.23 of 2017, dated October 04,2017, has instructed companies whose financial year closes after December 31, 2017, to prepare the financial statements in accordance with provisions of Companies Act, 2017.
- This condensed interim financial information 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 provision of or directives issued under the Companies Act, 2017 have been followed. 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, 2017.
- The condensed interim financial information has been prepared under the historical cost accounting 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.
- 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, 2017.
- Figures have been rounded off to the nearest rupee.
- Figures have been rearranged wherever necessary for the purpose of comparison.
- This condensed interim financial information was authorized for issue on 27.04.2018 by the Board of Directors of the Company.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

3RD QUARTER ACCOUNTS

March 31, 2018

(UN-AUDITED)

BOOK POST

If undelivered please return to:

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