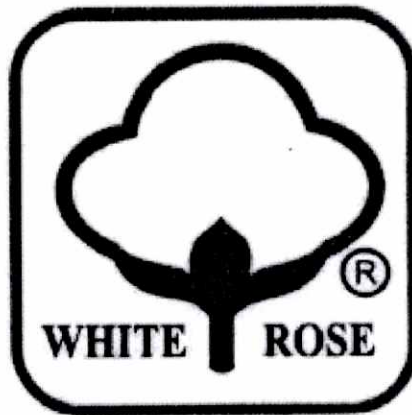


ELAHI COTTON MILLS LIMITED

3RD QUARTER ACCOUNTS

31-Mar-21

(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, 2021.

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. 385.847 million to Rs. 392.745 million showing increase of Rs. 6.898 million (1.79 %) whereas cost of sales increased from Rs. 357.610 million to Rs. 369.568 million showing increase of Rs. 11.958 million (3.34 %). The Company earned profit before taxation of Rs. 15.172 million for the nine months from July 01, 2020 to March 31, 2021 as compared to profit of Rs. 21.061 million for the corresponding period of last nine months and profit after taxation of Rs. 9.716 million as compared to profit of Rs. 14.908 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 and decrease in the rates of finished goods. The future outlook seems to be uncertain due to outbreak of Coronavirus (COVID-19).

The earning per share for the nine months ended March 31, 2021 is Rs. 7.47 and for the quarter ended March 31, 2021 is Rs. (0.50). The Directors of the Company do not recommend payment of any dividend to shareholders of the Company.

Islamabad
April 28, 2021

Mahmood Elahi
(Mahmood Elahi)
Director

On behalf of Board of Directors

Mahfooz Elahi
(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 ۲۰۲۱ء 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 ۳۱ مارچ ۲۰۲۱ء میں 385.847 ملین روپے سے بڑھ کر ۳۹۲.۷۴۵ ملین روپے ہو گئی ہے جو 6.898 ملین روپے (1.79%) اضافہ ظاہر کر رہی ہے جبکہ فروخت کے اخراجات ۳۱ مارچ ۲۰۲۱ء میں 357.610 ملین روپے سے زیادہ ہو کر 369.568 ملین روپے ہو گئے ہیں جو کہ 11.958 ملین روپے (3.34%) کا اضافہ ظاہر کر رہے ہیں۔ اس نو ماہی تختہ ۰۱ جولائی ۲۰۲۰ء تا ۳۱ مارچ ۲۰۲۱ء میں کمپنی نے قبل از ٹیکس 15.172 ملین روپے کا منافع کمایا ہے جبکہ گزشتہ سال اسی دورانیہ میں یہ منافع 21.061 ملین روپے تھا اور بعد از ٹیکس 9.716 ملین روپے کا منافع ہوا جبکہ گزشتہ سال اسی دورانیہ میں 14.908 ملین روپے کا منافع ہوا تھا۔ کمپنی کے خالص منافع میں کمی کی وجہ بجلی کی قیمت، تنخواہوں اور اجرت میں اضافہ اور تیار شدہ مال کی قیمتوں میں کمی ہے۔ کروٹا کے پھیلاؤ کی وجہ سے ہم مستقبل میں غیر یقینی صورت حال دیکھ رہے ہیں۔

اس نو ماہی تختہ ۳۱ مارچ ۲۰۲۱ء میں کمپنی کا منافع 7.47 روپے فی حصص ہوا جبکہ تیسری سرمایہ تختہ ۳۱ مارچ ۲۰۲۰ء کو فی حصص 0.50 روپے نقصان ہوا۔ ڈائریکٹرز کمپنی کے حصہ داران کے لئے کسی منافع کے سفارش نہیں کرتے۔

اسلام آباد
۲۸ اپریل ۲۰۲۱ء
Mahmood Elahi
محمود الہی
ڈائریکٹر

بورڈ آف ڈائریکٹرز کی جانب سے
Mahfooz Elahi
محمود الہی
چیف ایگزیکٹو

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT MARCH 31, 2021

	Note	MARCH 31, 2021 Rupees	JUNE 30, 2020 Rupees
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment			
Operating fixed assets	1	127,394,462	125,430,225
Long term security deposits		918,810	918,810
Loans and advances		2,987,758	2,614,508
		<u>131,301,030</u>	<u>128,963,543</u>
CURRENT ASSETS			
Stores spares and loose tools	2	1,946,977	2,114,022
Stock in trade	3	22,691,835	12,896,840
Loans and advances	4	300,201	675,921
Trade debts		8,347,958	4,619,018
Short term prepayments		88,402	74,452
Taxation -net		-	371,515
Cash and bank balances	5	22,901,542	30,519,406
		<u>56,276,915</u>	<u>51,271,174</u>
TOTAL ASSETS		<u><u>187,577,945</u></u>	<u><u>180,234,717</u></u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share Capital		13,000,000	13,000,000
Revaluation surplus on property, plant and equipment	9	104,818,033	106,235,835
Accumulated loss		<u>(47,346,834)</u>	<u>(58,480,232)</u>
		<u>70,471,199</u>	<u>60,755,603</u>
NON CURRENT LIABILITIES			
Deferred Liabilities	6	23,873,150	23,367,037
CURRENT LIABILITIES			
Trade and other payables	7	18,991,016	17,895,782
Loan from directors		72,064,546	72,382,547
Due to associated undertaking		1,066,077	5,566,077
Unclaimed dividend		248,165	248,165
Dividend payable		19,506	19,506
Taxation-net	8	844,286	-
		<u>93,233,596</u>	<u>96,112,077</u>
CONTINGENCIES AND COMMITMENTS		-	-
TOTAL EQUITY AND LIABILITIES		<u><u>187,577,945</u></u>	<u><u>180,234,717</u></u>


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, 2021

		9 MONTHS July 1, 2020 March 31, 2021 Rupees	9 MONTHS July 1, 2019 March 31, 2020 Rupees	QUARTER ENDED March 31, 2021 Rupees	QUARTER ENDED March 31, 2020 Rupees
Sales (Net)	10	392,744,595	385,847,091	140,933,207	129,047,639
Cost of sales	11	369,568,280	357,609,553	138,221,870	109,373,249
Gross Profit		23,176,315	28,237,538	2,711,337	19,674,390
Administrative expenses	12	(6,419,655)	(5,265,688)	(1,663,492)	(1,404,213)
Other operating charges	13	(1,721,540)	(1,952,754)	(485,559)	(1,450,524)
		(8,141,195)	(7,218,442)	(2,149,051)	(2,854,737)
Operating profit		15,035,120	21,019,096	562,286	16,819,653
Other income	14	137,327	92,702	10,796	85,283
Financial charges	15	(697)	(50,383)	(130)	-
Profit before taxation		15,171,750	21,061,415	572,952	16,904,936
Taxation					
Current	16	(5,893,229)	(6,781,727)	(1,311,154)	(2,929,624)
Prior		-	(47,825)	-	-
Deferred		437,075	676,421	86,149	224,844
		(5,456,154)	(6,153,131)	(1,225,005)	(2,704,780)
Profit /(Loss) after taxation		9,715,596	14,908,284	(652,053)	14,200,156
Earning per share		7.47	11.47	(0.50)	10.92


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE 3RD QUARTER ENDED MARCH 31, 2021

	9 MONTHS July 1, 2020 March 31, 2021 Rupees	9 MONTHS July 1, 2019 March 31, 2020 Rupees	QUARTER ENDED March 31, 2021 Rupees	QUARTER ENDED March 31, 2020 Rupees
Profit / (loss) for the period	9,715,596	14,908,284	(652,053)	14,200,156
Other comprehensive income	-	-	-	-
Total comprehensive income / (loss) for the period	<u>9,715,596</u>	<u>14,908,284</u>	<u>(652,053)</u>	<u>14,200,156</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, 2021

	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, 2019		13,000,000	108,328,237	(66,292,141)	55,036,096
Final cash dividend for the year ended June 30, 2019				(650,000)	(650,000)
Total comprehensive income for the period		-	-	14,908,283	14,908,283
Surplus on revaluation of fixed assets- current period incremental depreciation- net of deferred tax		-	(1,569,302)	1,569,302	-
Balance as at March 31, 2020		13,000,000	106,758,935	(50,464,556)	69,294,379
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 tax		-	(1,417,802)	1,417,802	-
Balance as at March 31, 2021		13,000,000	104,818,033	(47,346,834)	70,471,199


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

ELAHI COTTON MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31, 2021 (UN-AUDITED)

	<u>March 31, 2021</u> Rupees	<u>March 31, 2020</u> Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit before taxation	15,171,750	21,061,415
Adjustment for:		
Depreciation	3,169,271	3,105,773
Provision for gratuity	3,943,688	3,546,386
Financial charges	697	50,383
	<u>7,113,656</u>	<u>6,702,542</u>
Profit before working capital changes	22,285,406	27,763,957
Changes in working capital:		
Decrease /(increase) in current assets		
Inventories	(9,794,995)	(3,088,637)
Stores, spares and loose tools	167,045	(1,066,849)
Trade debtors	(3,728,940)	(11,930,532)
Advances and other receivable	361,770	(4,721,083)
(Decrease) / increase in current liabilities		
Creditors, accrued and other liabilities	1,095,234	6,831,875
	<u>(11,899,886)</u>	<u>(13,975,226)</u>
Cash generated from operations	10,385,520	13,788,731
Financial charges paid	(697)	(50,383)
Income tax paid/adjusted	(4,677,428)	(6,450,902)
Gratuity paid	(3,000,500)	(1,505,250)
	<u>(7,678,625)</u>	<u>(8,006,535)</u>
Net cash generated from/(used in) operating activities	2,706,895	5,782,196
CASH FLOWS FROM INVESTING ACTIVITIES		
Loan and advances	(373,250)	(639,750)
Purchase of fixed assets	(5,133,508)	(100,000)
Net cash generated from/(used in) investing activities	(5,506,758)	(739,750)
CASH FLOWS FROM FINANCING ACTIVITIES		
Received/(paid) from/(to) associated undertaking	(4,500,000)	-
Received/(paid) from/(to) directors	(318,001)	(2,000,000)
Dividend paid	-	(630,494)
	<u>(4,818,001)</u>	<u>(2,630,494)</u>
Net increase/(decrease) in cash and cash equivalents	(7,617,864)	2,411,952
Cash and cash equivalents at the beginning of the period	30,519,406	18,152,507
Cash and cash equivalents at the end of the period	<u>22,901,542</u>	<u>20,564,459</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, 2021

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, 2020.

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, 2020.

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 28.04.2021 by the Board of Directors of the Company.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER