



Masood Textile Mills Ltd.

**ACCOUNTS
FOR THE SECOND QUARTER ENDED
31 DECEMBER 2019**

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COMPANY INFORMATION

| | |
|--|---|
| CHAIRMAN | : MR. NASEER AHMAD SHAH |
| CHIEF EXECUTIVE OFFICER | : MR. SHAHID NAZIR AHMAD |
| DIRECTORS | : MR. SHABIR AHMAD ABID (Independent Director) : MR. SHAHID IQBAL (Independent Director) : MR. SHOAIB AHMAD KHAN (Nominee-NIT) : MS CHEN YAN (Nominee-Shanghai Challenge Textile Co. Ltd.) : MR. SHIBIN YANG (Nominee-Shanghai Challenge Textile Co. Ltd.) |
| COMPANY SECRETARY | : MR. NISAR AHMAD ALVI |
| CHIEF FINANCIAL OFFICER | : MR. MUHAMMAD SHAHID NAVEED |
| AUDIT COMMITTEE | : MR. SHABIR AHMAD ABID (Chairman) : MR. NASEER AHMAD SHAH : MR. SHAHID IQBAL |
| HR & REMUNERATION COMMITTEE | : MR. SHAHID IQBAL (Chairman) : MR. SHAHID NAZIR AHMAD : MR. SHABIR AHMAD ABID |
| AUDITORS | : M/S. RIAZ AHMAD & COMPANY CHARTERED ACCOUNTANTS |
| SHARE REGISTRAR | : CORPTEC ASSOCIATES (PVT) LIMITED 503-E, JOHAR TOWN, LAHORE. PHONE : 042-35170336-7 FAX : 042-35170338 WEB : www.corptec.com.pk |
| REGISTERED OFFICE | : UNIVERSAL HOUSE, P-17/1, NEW CIVIL LINES, BILAL ROAD, FAISALABAD. PHONE: 041-2600176-276 FAX: 041-2600976 |
| MILLS | : 32-K.M., SHEIKHUPURA ROAD, FAISALABAD. |

DIRECTORS' REPORT TO THE MEMBERS

On behalf of the Board of Directors of the Company, we are pleased to present the un-audited financial results of the Company for the second quarter and half yearly ended 31 December, 2019.

FINANCIAL RESULTS:

The financial results of the Company for the period ended 31 December 2019 are as follow:

| | 31 Dec 2019 | 31 Dec 2018 |
|-------------------------------------|-----------------------------|------------------------|
| | (RUPEES IN THOUSAND) | |
| REVENUE | 16,964,905 | 15,706,141 |
| COST OF SALES | <u>(13,707,782)</u> | <u>(13,979,315)</u> |
| GROSS PROFIT | 3,257,123 | 1,726,826 |
| DISTRIBUTION COST | (1,273,377) | (1,225,054) |
| ADMINISTRATIVE EXPENSES | (362,298) | (343,783) |
| OTHER EXPENSES | (202,979) | (36,182) |
| OTHER INCOME | 107,089 | 1,107,338 |
| FINANCE COST | <u>(825,003)</u> | <u>(543,811)</u> |
| PROFIT BEFORE TAXATION | 700,555 | 685,334 |
| TAXATION | <u>(140,827)</u> | <u>(149,856)</u> |
| PROFIT AFTER TAXATION | <u>559,728</u> | <u>535,478</u> |
| EARNINGS PER SHARE - BASIC (RUPEES) | <u>7.94</u> | <u>7.72</u> |
| - DILUTED (RUPEES) | <u>7.39</u> | <u>7.27</u> |

During the half yearly, revenue has been increased to Rupees 16.965 billion from Rupees 15.706 billion as compared to last corresponding period. Your Company earned net profit after taxation Rupees 559.728 million as compared to net profit of Rupees 535.478 million earned during the corresponding period. The basic earnings per share for half yearly ended increased slightly from Rupees 7.72 per share to Rupees 7.94 per share.

INDUSTRY / MARKET OVERVIEW:

For years, the textile sector has been the country's backbone as it provides employment and export revenues. The major shift within textile export composition came in readymade garments, the volume of which rose by 21% and value by 10.8% during the first seven months of the financial year 2020 on year to year basis. Industrialists term the increase in export volumes a smart move as it can enhance the share of Pakistan's textile sector in global markets and its benefits will eventually reach the country in terms of dollar earnings.

FUTURE OUTLOOK:

Despite uptick in textile exports, domestic textile industry is struggling with challenges including double digit interest rate, higher inflation level as well as various measures taken by the Government to enhance tax revenue and to document the economy. The industry has also lost its zero-rated status, along with four other major export sectors, in the 2019-20 budget and is required to pay sales tax from the current fiscal year. All these global as well as domestic economic challenges are expected to varying result across industry.

Keeping in view the above scenario, the management of your company is striving hard to increase market share through effective marketing strategies and better operating results through prudent financial measures.

COMPOSITION OF BOARD

| | |
|------------------------------------|-----------|
| Total Number of Directors: | 07 |
| (a) Male | 06 |
| (b) Female | 01 |
| Composition: | |
| (i) Independent Directors | 02 |
| (ii) Other Non-Executive Directors | 04 |
| (iii) Executive Director | 01 |

Committees of the Board

Audit Committee of the Board:

| Sr. # | Name of Directors | |
|--------------|--------------------------|-----------------|
| 1. | Mr. Shabir Ahmad Abid | Chairman/Member |
| 2. | Mr. Naseer Ahmad Shah | Member |
| 3. | Mr. Shahid Iqbal | Member |

Human Resource & Remuneration (HR&R) Committee:

| Sr. # | Name of Directors | |
|--------------|--------------------------|-----------------|
| 1. | Mr. Shahid Iqbal | Chairman/Member |
| 2. | Mr. Shahid Nazir Ahmad | Member |
| 3. | Mr. Shabir Ahmad Abid | Member |

Acknowledgement

The Board remains committed to provide sustained returns to our shareholders, in addition to maintaining our reputation for good governance. Lastly, we would like to thank all stakeholders for their patronage and look forward to their continued support.

FOR AND ON BEHALF OF THE BOARD

FAISALABAD:
27th February, 2020

Director

Director

ممبران کے لئے ڈائریکٹرز رپورٹ

کمپنی کے بورڈ آف ڈائریکٹرز کی جانب سے 31 دسمبر 2019 کو اختتام پذیر ہونے والی دوسری سہ ماہی اور نصف سال کے غیر آڈٹ شدہ مالی نتائج پیش کرنے پر خوشی محسوس کر رہے ہیں۔

مالی نتائج:

کمپنی 31 دسمبر 2019 کو اختتام ہونے والی مدت کے مالی نتائج کا موازنہ درج ذیل ہے۔

| 31 دسمبر 2018 | 31 دسمبر 2019 | |
|-----------------|-----------------|--------------------------------------|
| روپے ہزاروں میں | روپے ہزاروں میں | |
| 15,706,141 | 16,964,905 | آمدنی |
| (13,979,315) | (13,707,782) | لاگت سبز |
| 1,726,826 | 3,257,123 | مجموعی نفع |
| (1,225,054) | (1,273,377) | ڈسٹری بیوشن خرچہ |
| (343,783) | (362,298) | کاروبار کے انتظامی اخراجات |
| (36,182) | (202,979) | دیگر اخراجات |
| 1,107,338 | 107,089 | دیگر آمدن |
| (543,811) | (825,003) | مالی لاگت |
| 685,334 | 700,555 | نفع ٹیکس سے پہلے |
| (149,856) | (140,827) | ٹیکسز |
| 535,478 | 559,728 | نفع ٹیکس کے بعد |
| 7.72 | 7.94 | آمدن فی حصص بنیادی (روپیہ) |
| 7.27 | 7.39 | آمدن فی حصص ڈائیبٹ اکی کر کے (روپیہ) |

نصف سال کے دوران فروخت 16.965 ارب روپے رہی جب کہ اسی دورانیہ کے لئے گزشتہ سال 15.706 ارب روپے تھی۔ آپ کی کمپنی نے بعد از ٹیکس ادائیگی کے 559.728 ملین روپے خالص منافع کمایا جبکہ پچھلی اسی مدت کے دوران 535.478 ملین روپے خالص منافع کمایا تھا۔ بنیادی آمدن فی حصص نصف سال کے اختتام پر معمولی اضافے کے ساتھ 7.94 روپے رہی جو کہ اسی دورانیہ کے لئے گزشتہ سال 7.72 روپے تھی۔

صنعت / مارکیٹ کا جائزہ

کئی سالوں سے ٹیکسٹائل کا شعبہ ملک کی بڑھتی ہوئی طلب کی حیثیت رکھتا ہے۔ کیوں کہ اس کی برآمدات سے آمدنی اور روزگار ملتا ہے۔ مجموعی ٹیکسٹائل برآمدات میں بڑی تبدیلی ریڈی میڈ گاؤٹنٹس میں آئی، جس کا حجم مالی سال 2020 کے پہلے سات ماہ کے دوران سالانہ بنیاد پر 21 فی صد اور قیمت میں 10.8 فی صد اضافہ ہوا۔ صنعت کار ماہرین برآمدات میں اضافے کو ایک زبردست اقدام قرار دیتے ہیں۔ کیوں کہ اس سے عالمی منڈیوں میں پاکستان کے ٹیکسٹائل کے شعبے کا حصہ بڑھ سکتا ہے اور اس کے اثرات بالآخر ڈالر کی آمدنی کے ذریعے ملکی معیشت میں داخل ہو جائیں گے۔

مستقبل کا نقطہ نظر:

ٹیکسٹائل کی برآمدات میں اضافے کے باوجود ملکی ٹیکسٹائل کی صنعت بڑھتی ہوئی شرح سود، افراط زر اور حکومت کی جانب سے ٹیکس محصولات میں اضافے کے لئے معیشت کو دستاویزی شکل دینے کے لئے مختلف اقدامات اور چیلنجوں کا مقابلہ کر رہی ہے۔ ٹیکسٹائل صنعت نے 2019-2020 کے بجٹ میں چار دیگر بڑے برآمدی شعبوں کے ساتھ اپنی ZERO RATED سیکٹر کی حیثیت بھی کھودی ہے جس کی وجہ سے اسے موجودہ مالی سال میں سبز ٹیکس ادا کرنا پڑے گا۔ ان تمام عالمی اور ملکی

معاشی چیلنجوں سے صنعت میں مختلف نتائج برآمد ہوں گے۔
مندرجہ بالا عوامل کو مد نظر رکھتے ہوئے آپ کی کمپنی کی انتظامیہ موثر مارکیٹنگ اور بہتر حکمت عملی کے ذریعے مارکیٹ شیئر بڑھانے کے ساتھ ساتھ خاص منافع بھی بڑھانے کی پوری کوشش کر رہی ہے۔

بورڈ کی ترتیب:

| | |
|-------|----------------------------------|
| 7 | ڈائریکٹرز کی کل تعداد |
| 6 | (a) مرد |
| 1 | (b) عورت |
| ترتیب | |
| 2 | (i) آزاد ڈائریکٹرز |
| 4 | (ii) دیگر نان ایگزیکٹو ڈائریکٹرز |
| 1 | (iii) ایگزیکٹو ڈائریکٹر |

بورڈ کی کمیٹیاں

بورڈ کی آڈٹ کمیٹی

| نمبر شمار | نام ڈائریکٹر |
|-----------|---------------------------------------|
| 1 | جناب شبیر احمد عابد (چیئر مین / ممبر) |
| 2 | جناب نصیر احمد شاہ (ممبر) |
| 3 | جناب شاہد اقبال (ممبر) |

انسانی وسائل اور معاوضہ کمیٹی:

| نمبر شمار | نام ڈائریکٹر |
|-----------|-----------------------------------|
| 1 | جناب شاہد اقبال (چیئر مین / ممبر) |
| 2 | جناب شاہد نذیر احمد (ممبر) |
| 3 | جناب شبیر احمد عابد (ممبر) |

اظہار تشکر اور اعتراف:

اچھی حکمت عملی کے ذریعے ہماری سیکورٹی کو برقرار رکھنے کے علاوہ بورڈ ہمارے حصص داروں کو مستقل منافع بخش فراہمی کے لئے پرعزم ہے۔ آخر میں ہم تمام اسٹیک ہولڈرز کا شکریہ ادا کرنا چاہتے ہیں اور ان کی مسلسل حمایت کے منتظر ہیں۔

از طرف بورڈ

فیصل آباد

27 فروری، 2020

ڈائریکٹر

ڈائریکٹر

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Masood Textile Mills Limited Report on review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of MASOOD TEXTILE MILLS LIMITED as at 31 December 2019 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to condensed interim financial statements for the half year then ended (here-in-after referred to as "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarters ended 31 December 2019 and 31 December 2018 have not been reviewed and we do not express a conclusion on them as we are required to review only the cumulative figures for the half year ended 31 December 2019.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is Liaqat Ali Panwar.

RIAZ AHMAD & COMPANY

Chartered Accountants

Faisalabad

Date: 27 February, 2020

MASOOD TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2019

| | Note | Un-audited 31 Dec 2019 | Audited 30 June 2019 |
|--|------|------------------------------|----------------------------|
| (RUPEES IN THOUSAND) | | | |
| EQUITY AND LIABILITIES | | | |
| SHARE CAPITAL AND RESERVES | | | |
| Authorized share capital | | | |
| 125 000 000 (30 June 2019: 125 000 000) ordinary shares of Rupees 10 each | | 1,250,000 | 1,250,000 |
| 60 000 000 (30 June 2019: 60 000 000) preference shares of Rupees 10 each | | 600,000 | 600,000 |
| | | <u>1,850,000</u> | <u>1,850,000</u> |
| Issued, subscribed and paid up share capital | | 986,666 | 986,666 |
| Capital reserves | | | |
| Share premium | | 1,375,000 | 1,375,000 |
| Redemption fund | | 128,333 | 128,333 |
| Surplus on revaluation of freehold land | | 900,234 | 900,234 |
| Revenue reserves | | <u>8,531,998</u> | <u>8,107,506</u> |
| Total Equity | | 11,922,231 | 11,497,739 |
| LIABILITIES | | | |
| NON-CURRENT LIABILITIES | | | |
| Long term financing | 3 | 6,043,268 | 4,299,484 |
| Long term lease liabilities | | 20,045 | 21,701 |
| Deferred liability for gratuity | | 851,888 | 770,256 |
| | | <u>6,915,201</u> | <u>5,091,441</u> |
| CURRENT LIABILITIES | | | |
| Trade and other payables | | 3,512,167 | 3,889,182 |
| Unclaimed dividend | | 65,297 | 33,213 |
| Accrued mark-up | | 287,176 | 257,624 |
| Short term borrowings | | 15,393,978 | 14,280,366 |
| Current portion of non-current liabilities | | 1,618,426 | 1,669,188 |
| Provision for taxation | | 140,827 | 415,698 |
| | | <u>21,017,871</u> | <u>20,545,271</u> |
| TOTAL LIABILITIES | | 27,933,072 | 25,636,712 |
| CONTINGENCIES AND COMMITMENTS | | | |
| TOTAL EQUITY AND LIABILITIES | 4 | <u>39,855,303</u> | <u>37,134,451</u> |
| ASSETS | | | |
| NON-CURRENT ASSETS | | | |
| Property, plant and equipment | 5 | 11,648,986 | 11,162,527 |
| Long term advances | | 8,084 | 660 |
| Long term investment | | - | 476,076 |
| Long term security deposits | | 91,836 | 75,511 |
| | | <u>11,748,906</u> | <u>11,714,774</u> |
| CURRENT ASSETS | | | |
| Stores, spare parts and loose tools | | 2,219,852 | 1,780,174 |
| Stock-in-trade | | 9,427,824 | 7,746,252 |
| Trade debts | | 8,509,688 | 10,708,309 |
| Loans and advances | | 385,488 | 362,144 |
| Short term deposits and prepayments | | 1,011,178 | 1,171,004 |
| Other receivables | | 3,807,133 | 3,171,331 |
| Short term investment | | 100,000 | 100,000 |
| Cash and bank balances | | 2,645,234 | 380,463 |
| | | <u>28,106,397</u> | <u>25,419,677</u> |
| TOTAL ASSETS | | <u>39,855,303</u> | <u>37,134,451</u> |

The annexed notes form an integral part of these condensed interim financial statements.

Statement under section 232(1) of the Companies Act, 2017:

The Chief Executive Officer of the Company is presently out of the country. Therefore these condensed interim financial statements have been signed by two Directors and Chief Financial Officer as required under section 232(1) of the Companies Act, 2017.

DIRECTOR

DIRECTOR

CHIEF FINANCIAL OFFICER

MASOOD TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE HALF YEAR ENDED 31 DECEMBER 2019
(UN-AUDITED)

| | Half Year Ended | | Quarter Ended | |
|-------------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 31 Dec | 31 Dec | 31 Dec | 31 Dec |
| | 2019 | 2018 | 2019 | 2018 |
| ----- (RUPEES IN THOUSAND) ----- | | | | |
| REVENUE | 16,964,905 | 15,706,141 | 7,666,218 | 9,309,892 |
| COST OF SALES | (13,707,782) | (13,979,315) | (6,178,937) | (8,554,739) |
| GROSS PROFIT | <u>3,257,123</u> | <u>1,726,826</u> | <u>1,487,281</u> | <u>755,153</u> |
| DISTRIBUTION COST | (1,273,377) | (1,225,054) | (568,968) | (720,789) |
| ADMINISTRATIVE EXPENSES | (362,298) | (343,783) | (187,919) | (207,155) |
| OTHER EXPENSES | (202,979) | (36,182) | (16,413) | (20,422) |
| OTHER INCOME | 107,089 | 1,107,338 | 10,263 | 899,562 |
| FINANCE COST | (825,003) | (543,811) | (453,486) | (293,058) |
| PROFIT BEFORE TAXATION | <u>700,555</u> | <u>685,334</u> | <u>270,758</u> | <u>413,291</u> |
| TAXATION | (140,827) | (149,856) | (12,950) | (79,410) |
| PROFIT AFTER TAXATION | <u><u>559,728</u></u> | <u><u>535,478</u></u> | <u><u>257,808</u></u> | <u><u>333,881</u></u> |
| EARNINGS PER SHARE - BASIC (RUPEES) | <u>7.94</u> | <u>7.72</u> | <u>3.64</u> | <u>4.84</u> |
| - DILUTED (RUPEES) | <u>7.39</u> | <u>7.27</u> | <u>3.45</u> | <u>4.56</u> |

The annexed notes form an integral part of these condensed interim financial statements.

Statement under section 232(1) of the Companies Act, 2017:

The Chief Executive Officer of the Company is presently out of the country. Therefore these condensed interim financial statements have been signed by two Directors and Chief Financial Officer as required under section 232(1) of the Companies Act, 2017.

DIRECTOR

DIRECTOR

CHIEF FINANCIAL OFFICER

MASOOD TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED 31 DECEMBER 2019
(UN-AUDITED)

| | Half Year Ended | | Quarter Ended | |
|---|----------------------------------|---------|---------------|---------|
| | 31 Dec | 31 Dec | 31 Dec | 31 Dec |
| | 2019 | 2018 | 2019 | 2018 |
| | ----- (RUPEES IN THOUSAND) ----- | | | |
| PROFIT AFTER TAXATION | 559,728 | 535,478 | 259,104 | 333,881 |
| OTHER COMPREHENSIVE INCOME | | | | |
| Items that will not be reclassified subsequently to profit or loss | - | - | - | - |
| Items that may be reclassified subsequently to profit or loss | - | - | - | - |
| Other comprehensive income for the period | - | - | - | - |
| TOTAL COMPREHENSIVE INCOME FOR THE PERIOD | 559,728 | 535,478 | 259,104 | 333,881 |

The annexed notes form an integral part of these condensed interim financial statements.

Statement under section 232(1) of the Companies Act, 2017:

The Chief Executive Officer of the Company is presently out of the country. Therefore these condensed interim financial statements have been signed by two Directors and Chief Financial Officer as required under section 232(1) of the Companies Act, 2017.

DIRECTOR

DIRECTOR

CHIEF FINANCIAL OFFICER

MASOOD TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2019
(UN-AUDITED)

(RUPEES IN THOUSAND)

| | RESERVES | | | | | | | | | TOTAL EQUITY |
|---|---------------|---------------|-----------------|---|-----------|---------|-----------------------|-----------|------------|--------------|
| | CAPITAL | | | | REVENUE | | | Total | | |
| | Share Capital | Share Premium | Redemption Fund | Surplus on Revaluation of Freehold Land | Sub Total | General | Unappropriated Profit | | | |
| Balance as at 30 June 2018 (Audited) | 986,666 | 1,375,000 | 128,333 | 900,234 | 2,403,567 | 714,500 | 6,231,141 | 6,945,641 | 9,349,208 | 10,335,874 |
| Adjustment on adoption of IFRS 15 | - | - | - | - | - | - | (7,201) | (7,201) | (7,201) | (7,201) |
| Adjustment on adoption of IFRS 9 | - | - | - | - | - | - | (2,293) | (2,293) | (2,293) | (2,293) |
| Adjusted total equity as at 01 July 2018 | 986,666 | 1,375,000 | 128,333 | 900,234 | 2,403,567 | 714,500 | 6,221,647 | 6,936,147 | 9,339,714 | 10,326,380 |
| Transactions with owners: | | | | | | | | | | |
| Dividend at the rate of Rupees 1.50 per share (Ordinary shares) | - | - | - | - | - | - | (101,250) | (101,250) | (101,250) | (101,250) |
| Dividend at the rate of Rupees 0.82 per share (Preference shares) | - | - | - | - | - | - | (25,494) | (25,494) | (25,494) | (25,494) |
| Profit for the half year ended 31 December 2018 | - | - | - | - | - | - | 535,478 | 535,478 | 535,478 | 535,478 |
| Other comprehensive income for the half year ended 31 December 2018 | - | - | - | - | - | - | - | - | - | - |
| Total comprehensive income for the half year ended 31 December 2018 | - | - | - | - | - | - | 535,478 | 535,478 | 535,478 | 535,478 |
| Balance as at 31 December 2018 (Un-Audited) | 986,666 | 1,375,000 | 128,333 | 900,234 | 2,403,567 | 714,500 | 6,630,381 | 7,344,881 | 9,748,448 | 10,735,114 |
| Profit for the half year ended 30 June 2019 | - | - | - | - | - | - | 796,930 | 796,930 | 796,930 | 796,930 |
| Other comprehensive loss for the half year ended 30 June 2019 | - | - | - | - | - | - | (34,305) | (34,305) | (34,305) | (34,305) |
| Total comprehensive income for the half year ended 30 June 2019 | - | - | - | - | - | - | 762,625 | 762,625 | 762,625 | 762,625 |
| Balance as at 30 June 2019 (Audited) | 986,666 | 1,375,000 | 128,333 | 900,234 | 2,403,567 | 714,500 | 7,393,006 | 8,107,506 | 10,511,073 | 11,497,739 |
| Transactions with owners: | | | | | | | | | | |
| Dividend at the rate of Rupees 1.50 per share (Ordinary shares) | - | - | - | - | - | - | (101,250) | (101,250) | (101,250) | (101,250) |
| Dividend at the rate of Rupees 1.09 per share (Preference shares) | - | - | - | - | - | - | (33,986) | (33,986) | (33,986) | (33,986) |
| Profit for the half year ended 31 December 2019 | - | - | - | - | - | - | 559,728 | 559,728 | 559,728 | 559,728 |
| Other comprehensive income for the half year ended 31 December 2019 | - | - | - | - | - | - | - | - | - | - |
| Total comprehensive income for the half year ended 31 December 2019 | - | - | - | - | - | - | 559,728 | 559,728 | 559,728 | 559,728 |
| Balance as at 31 Dec 2019 (Un-audited) | 986,666 | 1,375,000 | 128,333 | 900,234 | 2,403,567 | 714,500 | 7,817,498 | 8,531,998 | 10,935,565 | 11,922,231 |

The annexed notes form an integral part of these condensed interim financial statements.

Statement under section 232(1) of the Companies Act, 2017:

The Chief Executive Officer of the Company is presently out of the country. Therefore these condensed interim financial statements have been signed by two Directors and Chief Financial Officer as required under section 232(1) of the Companies Act, 2017.

DIRECTOR

DIRECTOR

CHIEF FINANCIAL OFFICER

MASOOD TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 31 DECEMBER 2019
(UN-AUDITED)

| | Note | Half Year Ended | |
|---|------|------------------|--------------------|
| | | 31 Dec 2019 | 31 Dec 2018 |
| (RUPEES IN THOUSAND) | | | |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Cash generated from / (used in) operations | 6 | 1,542,146 | (429,683) |
| Finance cost paid | | (793,938) | (511,655) |
| Mark-up paid against lease liabilities | | (1,513) | (1,351) |
| Income tax paid | | (213,095) | (155,556) |
| Dividend paid to ordinary shareholders | | (69,166) | (78,813) |
| Dividend paid to preference shareholders | | (33,986) | (25,494) |
| Gratuity paid | | (59,869) | (50,933) |
| Net (increase)/decrease in long term advances | | (7,424) | 910 |
| Net increase in long term security deposits | | (16,325) | (16,005) |
| Net cash generated from / (used in) operating activities | | 346,830 | (1,268,580) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Proceeds from sale of property, plant and equipment | | 587,747 | 24,180 |
| Capital expenditure on property, plant and equipment | | (1,474,784) | (759,695) |
| Net cash used in investing activities | | (887,037) | (735,515) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Proceeds from long term financing | | 2,571,772 | 570,679 |
| Repayment of long term financing | | (873,927) | (970,405) |
| Repayment of lease liabilities | | (6,479) | (9,593) |
| Short term borrowings-net | | 1,113,612 | 2,405,353 |
| Net cash from financing activities | | 2,804,978 | 1,996,034 |
| NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS | | 2,264,771 | (8,061) |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD | | | |
| | | 380,463 | 620,380 |
| CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD | | | |
| | | 2,645,234 | 612,319 |

The annexed notes form an integral part of these condensed interim financial statements.

Statement under section 232(1) of the Companies Act, 2017:

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DIRECTOR

DIRECTOR

CHIEF FINANCIAL OFFICER

MASOOD TEXTILE MILLS LIMITED
SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2019
(UN-AUDITED)

1. THE COMPANY AND ITS OPERATIONS

Masood Textile Mills Limited (the Company) is a public limited company incorporated under the Companies Act, 1913 (Now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited (PSX). Its registered office is situated at Universal House, P-17/1, New Civil Lines, Bilal Road, Faisalabad. The main objects of the Company are manufacturing and sale of cotton / synthetic fiber yarn, knitted / dyed fabrics and garments.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation

a) Statement of compliance

i) 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:

- International Accounting Standard (IAS) 34 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- 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.

ii) These condensed interim financial statements do not include all the information required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2019. These condensed interim financial statements are un-audited, however, have been subjected to limited scope review by the auditors and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and section 237 of the Companies Act, 2017.

b) Accounting policies

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as applied in the preparation of the annual audited financial statements for the year ended 30 June 2019 except as disclosed in Note 2.3.

2.2 Critical accounting estimates, judgments and financial risk management

The preparation of these condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the audited annual financial statements of the Company for the year ended 30 June 2019.

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements for the year ended 30 June 2019.

2.3 IFRS 16 'Leases'

IFRS 16 'Leases' is effective for annual periods beginning on or after 01 January 2019. This standard replaces IAS 17 'Leases' and for lessees eliminates the classifications of operating leases and finance leases. Except for short-term leases and leases of low value assets, right-of-use assets and corresponding lease liabilities are recognised in the statement of financial position. Straight-line operating lease expense recognition is replaced with a depreciation charge for the right-of-use assets and an interest expense on the recognised lease liabilities. For lessor accounting, the standard does not substantially change how a lessor accounts for leases.

The Company has previously showed 'Liabilities against assets subject to finance lease' on the face of statement of financial position which has now been shown as 'Long term lease liabilities'. Moreover, the Company has previously shown in 'Property, plant and equipment', 'Assets subject to finance lease', which has now been shown as 'Right-of-use assets'. Meanwhile short-term leases have also been shown as 'Assets subject to operating lease' in 'Property, plant and equipment', except for the assets under Ijarah agreements.

As per SRO 431(I)/2007 dated 22 May 2007, the Securities and Exchange Commission of Pakistan directed that the Islamic Financial Accounting Standard 2 (IFAS 2), issued by the Institute of Chartered Accountants of Pakistan, shall be followed in regard to the financial statements by companies while accounting for Ijarah (Lease) transactions as defined in IFAS 2. As where provisions of and directives issued under the Companies Act, 2017 differ from the IFRSs, the provisions of and directives issued under the Companies Act, 2017 have been followed. Therefore, the Company is not required to account for operating leases (Ijarah) under IFRS 16 'Leases'.

As a result, the adoption of IFRS 16 does not impact on the amounts recognized in prior periods and is not expected to significantly affect the current or future periods.

| | Un-audited | Audited |
|---|-----------------------------|-------------------------|
| | 31 Dec | 30 June |
| | 2019 | 2019 |
| | (RUPEES IN THOUSAND) | |
| 3. LONG TERM FINANCING - SECURED | | |
| Opening balance | 5,958,439 | 6,105,246 |
| Add: Obtained during the period / year (Note 3.1) | 2,571,772 | 1,049,138 |
| Less: Repaid during the period / year | <u>873,927</u> | <u>1,195,945</u> |
| | 7,656,284 | 5,958,439 |
| Less: Current portion shown under current liabilities | <u>1,613,016</u> | <u>1,658,955</u> |
| | <u><u>6,043,268</u></u> | <u><u>4,299,484</u></u> |

3.1 It includes redeemable capital in terms of 2500 Shariah Compliant Sukuk Certificates amounting to Rupees 2,500 million issued to various institutions and other investors by way of private placement in accordance of the provisions of section 66 of the Companies Act, 2017.

4. CONTINGENCIES AND COMMITMENTS

a) Contingencies

- i) Guarantees of Rupees 284.995 million (30 June 2019: Rupees 259.995 million) are given by the banks of the Company to Sui Northern Gas Pipelines Limited (SNGPL) against gas connections and Total Parco Pakistan Limited against fuel cards.
- ii) The Company has challenged, before Lahore High Court, Lahore, the provisions of SRO 491(1)/2016 dated 30 June 2016 issued under section 8(1)(b) of the Sales Tax Act, 1990 whereby through amendment in the earlier SRO 1125(1)/2011 dated 31 December 2011, claim of input sales tax in respect of packing material has been disallowed. Lahore High Court, Lahore has issued stay order in favour of the Company on 18 January 2017. Consequently, the Company has accounted for input sales tax amounting to Rupees 151.862 million (30 June 2019: 151.862 million) paid on such items as receivable balance. The Company is confident on positive outcome of the appeal, on the advice of legal counsel.
- iii) Provisions for Gas Infrastructure Development Cess (GIDC) and cost of supply charges thereon amounting to Rupees 46.448 million (30 June 2019: Rupees 30.880 million) and Rupees 24.017 million (30 June 2019: Rupees 24.017 million) respectively for the period from November 2017 have not been recognized in the books of account as the Company has obtained stay orders from Lahore High Court, Lahore on 15 November 2017 and from Islamabad High Court, Islamabad on 15 December 2017. Post dated cheques amounting to Rupees 31.949 million (30 June 2019: Rupees 31.703 million) are issued to SNGPL against GIDC. Company is confident of favorable outcome of the matters, on the advice of legal counsel.
- iv) The Company has challenged, before Lahore High Court, Lahore, dated 01 July 2019 the Quarter Tariff Adjustments (QTA) and income tax charged on electricity bills payment amounting to Rupees 19.730 million and 6.311 million respectively (30 June 2019: Rupees Nil). However these figures have not been recognised in the books of account as the Company is confident on positive outcome of the appeal, on the advice of legal counsel.

b) Commitments

- i) Contracts for capital expenditure are amounting to Rupees 568.703 million (30 June 2019: Rupees 372.627 million) and other than capital expenditure are of Rupees 742.196 million (30 June 2019: Rupees 1,445.969 million).
- ii) Ijarah (operating lease) commitments amounting to Rupees 269.716 million (30 June 2019: Rupees 131.444 million).

| | Un-audited 31 Dec 2019 | Audited 30 June 2019 |
|--|------------------------------|----------------------------|
| | (RUPEES IN THOUSAND) | |
| 5. PROPERTY, PLANT AND EQUIPMENT | | |
| Operating fixed assets (Note 5.1) | 11,000,963 | 10,492,605 |
| Right-of-use assets / assets subject to operating lease (Note 5.2) | 215,576 | 59,627 |
| Capital work-in-progress | 432,447 | 610,295 |
| | <u>11,648,986</u> | <u>11,162,527</u> |
| 5.1 Operating fixed assets | | |
| Opening book value | 10,492,605 | 9,282,929 |
| Add: | | |
| Cost of additions during the period / year (Note 5.1.1) | 1,652,632 | 2,042,201 |
| Book value of assets transferred from right-of-use assets | 23,492 | 18,718 |
| | 12,168,729 | 11,343,848 |
| Less: | | |
| Book value of deletions during the period/year (Note 5.1.2) | 552,249 | 34,008 |
| Book value of assets subject to operating lease (Note 5.2) | 192,392 | - |
| | 744,641 | 34,008 |
| | 11,424,088 | 11,309,840 |
| Less: Depreciation charged during the period / year | 423,125 | 817,235 |
| Closing book value | <u>11,000,963</u> | <u>10,492,605</u> |

| | Un-audited 31 Dec 2019 | Audited 30 June 2019 |
|---|---------------------------------------|-------------------------------------|
| | (RUPEES IN THOUSAND) | |
| 5.1.1 Cost of additions during the period / year | | |
| Freehold land | 509,176 | - |
| Buildings on freehold land | 48,299 | 304,754 |
| Plant and machinery | 856,919 | 1,443,598 |
| Electric and gas installations | 122,153 | 149,504 |
| Factory equipment | 7,957 | 12,891 |
| Telephone installations | 269 | 1,597 |
| Furniture and fixtures | 35,802 | 57,009 |
| Office equipment | 1,314 | 514 |
| Computer equipment | 53,077 | 36,770 |
| Vehicles | 17,666 | 35,564 |
| | <u>1,652,632</u> | <u>2,042,201</u> |
| 5.1.2 Book value of deletions during the period / year | | |
| Buildings on freehold land | - | 330 |
| Plant and machinery | 516,739 | 126 |
| Electric and gas installations | 15,252 | 6,206 |
| Factory equipment | 2,178 | 115 |
| Telephone installations | 41 | - |
| Furniture and fixtures | 10,895 | 16,982 |
| Office equipment | 7 | - |
| Computer equipment | 4,266 | 1,438 |
| Vehicles | 2,871 | 8,811 |
| | <u>552,249</u> | <u>34,008</u> |
| 5.2 Right-of-use assets / assets subject to operating lease | | |
| Opening book value | 59,627 | 59,848 |
| Add: Additions / transfer during the period / year - Vehicles | - | 27,112 |
| Book value of assets subject to operating lease (Note 5.1) | <u>192,392</u> | <u>-</u> |
| | 252,019 | 86,960 |
| Less: Book value of assets transferred to operating fixed assets (Note 5.2.1) | <u>23,492</u> | <u>18,718</u> |
| | 228,527 | 68,242 |
| Less: Depreciation charged during the period / year | <u>12,951</u> | <u>8,615</u> |
| Closing book value | <u>215,576</u> | <u>59,627</u> |
| 5.2.1 Book value of assets transferred to operating fixed assets | | |
| Plant and machinery | 19,561 | 18,718 |
| Vehicles | <u>3,931</u> | <u>-</u> |
| | <u>23,492</u> | <u>18,718</u> |

(Un-audited)

| Half Year Ended | |
|-----------------|-------------|
| 31 Dec 2019 | 31 Dec 2018 |

(RUPEES IN THOUSAND)

| | | |
|--|------------------|------------------|
| 6. CASH GENERATED FROM / (USED IN) OPERATIONS | | |
| Profit before taxation | 700,555 | 685,334 |
| Adjustments for non-cash charges and other items: | | |
| Depreciation | 436,076 | 394,945 |
| Provision for gratuity | 154,927 | 121,726 |
| Gain on sale of property, plant and equipment | (35,498) | (6,271) |
| Finance cost | 825,003 | 543,811 |
| Allowance for expected credit losses | 2,320 | - |
| De-recognition of accrued interest on debt instruments | 476 | - |
| Working capital changes (Note 6.1) | (541,713) | (2,169,228) |
| | <u>1,542,146</u> | <u>(429,683)</u> |

| (Un-audited) | |
|-----------------|-------------|
| Half Year Ended | |
| 31 Dec 2019 | 31 Dec 2018 |

(RUPEES IN THOUSAND)

6.1 Working capital changes

(Increase) / decrease in current assets:

| | | |
|---|------------------|--------------------|
| Stores, spare parts and loose tools | (439,678) | (269,995) |
| Stock in trade | (1,681,572) | (1,667,420) |
| Trade debts | 2,196,301 | (881,126) |
| Loans and advances | (23,344) | 43,340 |
| Short term deposits and prepayments | (42,777) | (120,664) |
| Other receivables | (160,202) | (423,468) |
| | (151,272) | (3,319,333) |
| (Decrease) / increase in trade and other payables | (390,441) | 1,150,105 |
| | <u>(541,713)</u> | <u>(2,169,228)</u> |

7. SEGMENT INFORMATION

7.1 Segment results

| | Spinning | | Knitting | | Processing and Garments | | Elimination of Inter-Segment Transactions | | Total-Company | |
|--|-----------------|-------------|-----------------|-------------|-------------------------|-------------|---|-------------|-----------------|-------------|
| | (Un-audited) | | (Un-audited) | | (Un-audited) | | (Un-audited) | | (Un-audited) | |
| | Half year ended | | Half year ended | | Half year ended | | Half year ended | | Half year ended | |
| | 31 Dec 2019 | 31 Dec 2018 | 31 Dec 2019 | 31 Dec 2018 | 31 Dec 2019 | 31 Dec 2018 | 31 Dec 2019 | 31 Dec 2018 | 31 Dec 2019 | 31 Dec 2018 |

----- (RUPEES IN THOUSAND) -----

Revenue

| | | | | | | | | | | |
|-------------------------|-------------|-------------|-------------|-------------|--------------|--------------|-------------|-------------|--------------|--------------|
| External | 867,922 | 738,746 | 152,527 | 90,475 | 15,944,456 | 14,876,920 | - | - | 16,964,905 | 15,706,141 |
| Intersegment | 862,767 | 1,015,327 | 5,486,469 | 6,630,409 | 11,415 | 10,491 | (6,360,651) | (7,656,227) | - | - |
| | 1,730,689 | 1,754,073 | 5,638,996 | 6,720,884 | 15,955,871 | 14,887,411 | (6,360,651) | (7,656,227) | 16,964,905 | 15,706,141 |
| Cost of sales | (1,671,965) | (1,699,525) | (5,463,145) | (6,533,154) | (12,933,323) | (13,402,863) | 6,360,651 | 7,656,227 | (13,707,782) | (13,979,315) |
| Gross profit | 58,724 | 54,548 | 175,851 | 187,730 | 3,022,548 | 1,484,548 | - | - | 3,257,123 | 1,726,826 |
| Distribution cost | (24,047) | (23,084) | (66,576) | (78,675) | (1,182,754) | (1,123,295) | - | - | (1,273,377) | (1,225,054) |
| Administrative expenses | (19,299) | (19,990) | (65,437) | (63,718) | (277,562) | (260,075) | - | - | (362,298) | (343,783) |
| | (43,346) | (43,074) | (132,013) | (142,393) | (1,460,316) | (1,383,370) | - | - | (1,635,675) | (1,568,837) |

Profit before

taxation and

unallocated income

| | | | | | | | | | | |
|--------------|--------|--------|--------|--------|-----------|---------|---|---|-----------|---------|
| and expenses | 15,378 | 11,474 | 43,838 | 45,337 | 1,562,232 | 101,178 | - | - | 1,621,448 | 157,989 |
|--------------|--------|--------|--------|--------|-----------|---------|---|---|-----------|---------|

Unallocated income and expenses:

| | | | | | | | | | | |
|-----------------------|--|--|--|--|--|--|--|--|-----------|-----------|
| Other expenses | | | | | | | | | (202,979) | (36,182) |
| Other income | | | | | | | | | 107,089 | 1,107,338 |
| Finance cost | | | | | | | | | (825,003) | (543,811) |
| Taxation | | | | | | | | | (140,827) | (149,856) |
| Profit after taxation | | | | | | | | | 559,728 | 535,478 |

7.2 Reconciliation of reportable segment assets and liabilities:

| Spinning | | Knitting | | Processing and Garments | | Total-Company | |
|-------------|--------------|-------------|--------------|-------------------------|--------------|---------------|--------------|
| Un-audited | Audited | Un-audited | Audited | Un-audited | Audited | Un-audited | Audited |
| 31 Dec 2019 | 30 June 2019 | 31 Dec 2019 | 30 June 2019 | 31 Dec 2019 | 30 June 2019 | 31 Dec 2019 | 30 June 2019 |

----- (RU PEES IN THOUSAND) -----

| | | | | | | | | |
|---|-----------|-----------|-----------|-----------|------------|------------|-------------------|-------------------|
| Total assets for reportable segments | 2,505,303 | 1,814,247 | 2,817,409 | 2,697,990 | 17,973,951 | 16,176,717 | 23,296,663 | 20,688,954 |
| Unallocated assets | | | | | | | 16,558,640 | 16,445,497 |
| Total assets as per condensed interim statement of financial position | | | | | | | 39,855,303 | 37,134,451 |
| Total liabilities for reportable segments | 280,427 | 190,053 | 929,621 | 1,322,025 | 3,506,480 | 3,438,197 | 4,716,528 | 4,950,275 |
| Unallocated liabilities | | | | | | | 23,216,544 | 20,686,437 |
| Total liabilities as per condensed interim statement of financial position | | | | | | | 27,933,072 | 25,636,712 |

| Spinning | | Knitting | | Processing and Garments | | Total-Company | |
|-----------------|-------------|--------------|-------------|-------------------------|-------------|---------------|-------------|
| (Un-audited) | | (Un-audited) | | (Un-audited) | | (Un-audited) | |
| Half year ended | | | | | | | |
| 31 Dec 2019 | 31 Dec 2018 | 31 Dec 2019 | 31 Dec 2018 | 31 Dec 2019 | 31 Dec 2018 | 31 Dec 2019 | 31 Dec 2018 |

----- (RUPEES IN THOUSAND) -----

7.3 Segment wise and geographical location wise disaggregation of revenue

| | | | | | | | | |
|----------------------------|----------------|----------------|----------------|---------------|-------------------|-------------------|-------------------|-------------------|
| America and Canada | - | - | - | - | 11,859,272 | 8,371,230 | 11,859,272 | 8,371,230 |
| Europe | - | - | - | - | 1,877,611 | 5,172,082 | 1,877,611 | 5,172,082 |
| Asia, Africa and Australia | 38,739 | 130,838 | - | - | 681,971 | 615,484 | 720,710 | 746,322 |
| Pakistan | 829,183 | 607,908 | 152,527 | 90,475 | 1,525,602 | 718,124 | 2,507,312 | 1,416,507 |
| | 867,922 | 738,746 | 152,527 | 90,475 | 15,944,456 | 14,876,920 | 16,964,905 | 15,706,141 |

8. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associated company, other related parties and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties are as follows:

| Un-audited | | | |
|-----------------|-------------|---------------|-------------|
| Half Year Ended | | Quarter Ended | |
| 31 Dec 2019 | 31 Dec 2018 | 31 Dec 2019 | 31 Dec 2018 |

----- (RUPEES IN THOUSAND) -----

i) Transactions

Associated company

| | | | | |
|-----------------------------|---------|---|---------|---|
| Purchase of services | 49,079 | - | 49,079 | - |
| Sales of goods and services | 744,941 | - | 269,294 | - |

Other related parties

| | | | | |
|--|---------|--------|--------|--------|
| Dividend paid | 32,959 | 33,029 | 32,959 | 33,029 |
| Remuneration paid to Chief Executive Officer, Directors and Executives | 109,679 | 76,680 | 70,267 | 38,819 |

| | Un-audited | Audited |
|---|-----------------------------|----------------|
| | 31 Dec | 30 June |
| | 2019 | 2019 |
| | (RUPEES IN THOUSAND) | |
| ii) Period end balances | | |
| Associated company and other related parties | | |
| Trade debts | 1,037,318 | 865,330 |
| Long term advances | 7,670 | 460 |

9. DATE OF AUTHORIZATION

These condensed interim financial statements were approved by the Board of Directors of the Company and authorized for issue on 27 February, 2020

10. CORRESPONDING FIGURES

In order to comply with the requirements of IAS 34, the condensed interim statement of financial position and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made.

11. GENERAL

Figures have been rounded off to the nearest thousand of Rupees unless otherwise stated.

Statement under section 232(1) of the Companies Act, 2017:

The Chief Executive Officer of the Company is presently out of the country. Therefore these condensed interim financial statements have been signed by two Directors and Chief Financial Officer as required under section 232(1) of the Companies Act, 2017.

DIRECTOR

DIRECTOR

CHIEF FINANCIAL OFFICER

BOOK POST

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