

DEWAN KHALID TEXTILE MILLS LIMITED

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A YOUSUF DEWAN COMPANY

COMPANY INFORMATION

BOARD OF DIRECTORS	
Executive Director	: Mr. Ishtiaq Ahmed - Chief Executive Officer
Non-Executive Directors	: Mr. Haroon Iqbal Chairman, Board of Directors Mr. Zafar Asim Mr. Imran Ahmed Javed Mr. Muhammad Naeemuddin Malik Mr. Muhammad Baqar Jafferri
Independent Director	: Mr. Aziz-ul-Haque
Audit Committee	: Mr. Aziz-ul-Haque (Chairman) Mr. Muhammad Naeemuddin Malik (Member) Mr. Haroon Iqbal (Member)
Human Resources & Remuneration Committee	: Mr. Haroon Iqbal Chairman Mr. Muhammad Baqar Jafferri (Member) Mr. Ishtiaq Ahmed (Member)
Auditors	: Feroze Sharif Tariq & Company Chartered Accountants 4/N/4 Block-6, P.E.C.H.S.,
Company Secretary	: Mr. Muhammad Hanif German
Chief Financial Officer	: Mr. S.M. Raza
Tax Advisor	: Sharif & Co. Advocates
Legal Advisor	: A. K. Brohi & Co. Advocates
Bankers	: Habib Bank Limited Bank Islami Pakistan Limited MCB Bank Limited Bank Al Falah Limited Askari Commercial Bank Limited
Registered Office	: Finance & Trade Centre Block-A, 8th Floor, Shahrah-e-Faisal, Karachi
Shares Registrar & Transfer Agent	: BMF Consultants Pakistan (Private) Limited Anum Estate Building, Room No. 310 & 311, 3rd Floor, 49, Darul Aman Society, Main Shahrah-e-Faisal, adjacent to Baloch Colony Bridge, Karachi 75350, Pakistan.
Factory Office	: G/11, S.I.T.E., Kotri, Sindh, Pakistan.
Website	: www.yousufdewan.com

DEWAN KHALID TEXTILE MILLS LIMITED

DIRECTORS' REPORT

**IN THE NAME OF ALLAH; THE MOST GRACIOUS AND MERCIFUL
IF YE GIVE THANKS, I WILL GIVE YOU MORE (HOLY QURAN)**

The Board of Directors of your Company is pleased to present unaudited condensed interim financial information of the company for the nine months ended March 31, 2018 in compliance with the requirements of section 237 of the Companies Act, 2017 and code of corporate governance issued by Securities and Exchange Commission of Pakistan.

Overview

Textile sector being the largest manufacturing sector, which contributes to Foreign Exchange earnings, continued to face distressed and adverse set of circumstances which hampered the operations of several units, accordingly the company has also suspended its operations.

Operating results (Factory Shutdown):

Company's net sales remained nil due to closure of operations as compared to Rs. 36.120 million of the corresponding period of last year. Company has suffered gross loss of Rs. 71.266 million as compared to the gross loss of Rs. 60.028 million of comparable period of last year, whereas operating expenses of the company remained at Rs. 110.704 million. The Company, for the time being, has suspended its manufacturing operations since August 2016 which could not be resumed due to adverse scenario faced by the industry, lesser market demand and working capital constraints.

The condensed interim financial information has been prepared using going concern assumption as the company has approached its lenders for further restructuring of its liabilities, which is in advanced stage. Management is hopeful that such revision will be finalized soon which will enable the company to resume its operations.

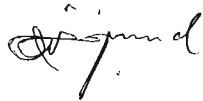
Future Outlook

Management is endeavoring to resume the production of the company as soon as the situation in near future improves, restructuring of the company is finalized and sufficient working capital is provided. However, some initiatives from the government are also needed in order to make the textile industry sustainable by reducing the cost of doing business, especially smooth supply of gas at affordable tariff.

Conclusion

In conclusion, we bow beg and pray to Almighty Allah, Rahman-o-Rahim, in the name of our beloved prophet Muhammad (Peace be upon him) for the continued showering of his blessings, Guidance, strength, health and prosperity to us, our company, country and nation, and also pray to Almighty Allah to bestow peace, Harmony, brotherhood and unity in true Islamic spirit to whole of Muslim Ummah; Ameen: Summa Ameen

LO-MY LORD IS INDEED HEARER OF PRAYER (HOLY QURAN)
By and under Authority of the Board of Directors



Ishtiaq Ahmed
Chief Executive Officer



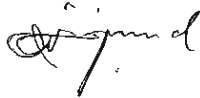
Haroon Iqbal
Chairman Board of Directors

Dated: April 25, 2018

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2018

		(Un - Audited) March 31, 2018	(Audited) June 30, 2017 (Restated)	(Audited) June 30, 2016 (Restated)
EQUITY AND LIABILITIES				
CAPITAL & RESERVES				
	Note	----- (Rupees) -----		
Authorized				
15,000,000 (June 30, 2017: 15,000,000) ordinary shares of Rs. 10/- each		150,000,000	150,000,000	150,000,000
Issued, subscribed and paid-up capital		96,107,590	96,107,590	66,107,590
Revaluation surplus on property plant and equipment		491,354,839	519,250,653	234,211,128
Reserves	6	(567,216,933)	(421,464,564)	(331,845,947)
		20,245,496	193,893,679	(1,527,229)
NON CURRENT LIABILITIES				
Long Term Loan	7	46,334,897	51,071,154	69,878,316
Deferred Liabilities				
Provision for staff gratuity		17,295,063	17,295,063	16,069,913
Deferred taxation		153,733,325	173,692,957	90,921,350
		171,028,388	190,988,020	106,991,263
CURRENT LIABILITIES				
Trade and other payables		184,087,744	186,329,187	199,055,856
Mark-up accrued on loans		61,968,628	54,934,430	45,713,701
Short term borrowings		304,440,923	300,130,923	292,772,515
Current and over due portion of syndicated long term Loan		104,007,672	96,578,525	74,291,171
Provision for income tax		13,172,950	13,172,950	12,811,750
		667,677,917	651,146,015	624,644,993
Contingencies and Commitments	8	-	-	-
		905,286,698	1,087,098,868	799,987,343
ASSETS				
NON-CURRENT ASSETS				
Property, plant & equipments	9	778,396,330	839,808,014	492,185,303
Investment in associate	10	-	-	-
Long term deposits		2,891,075	2,891,075	26,449,435
CURRENT ASSETS				
Stores, spares and loose tools		18,428,608	18,428,608	19,074,993
Stock-in-Trade		69,528,907	136,346,218	155,716,375
Trade debts		18,156,343	52,729,382	70,788,264
Loans and advances		630,956	1,815,752	6,763,268
Statutory balances and other receivables		-	17,141,532	10,711,107
Income tax refunds and advances		16,150,865	16,120,954	16,035,556
Cash and bank balances	12	1,103,614	1,817,333	2,263,042
		123,999,293	244,399,779	281,352,605
		905,286,698	1,087,098,868	799,987,343

The annexed notes form an integral part of this condensed interim financial information.



Ishtiaq Ahmed
Chief Executive Officer



S.M. Raza
Chief Financial Officer



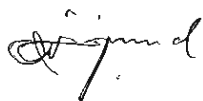
Haroon Iqbal
Chairman Board of Directors

DEWAN KHALID TEXTILE MILLS LIMITED

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTHS AND THIRD QUARTER ENDED MARCH 31, 2018**

	9 Months		3 Months	
	July to Mar 2018	July to Mar 2017	Jan to Mar 2018	Jan to Mar 2017
Notes	------(Rupees)-----			
Sales - net	-	36,119,997	-	1,098,105
Cost of sales	(71,266,360)	(96,147,998)	(23,492,165)	(21,969,025)
Gross (loss)	(71,266,360)	(60,028,001)	(23,492,165)	(20,870,920)
Operating Expenses				
Distribution cost and selling expenses	(1,175,727)	(2,350,904)	(330,172)	(201,108)
Administrative and general expenses	(109,528,517)	(11,904,937)	(2,221,186)	(3,021,125)
	(110,704,244)	(14,255,841)	(2,551,358)	(3,222,233)
Operating (loss)	(181,970,604)	(74,283,842)	(26,043,523)	(24,093,153)
Finance cost	11 (11,637,211)	(11,553,984)	(3,856,138)	(4,014,125)
	(11,637,211)	(11,553,984)	(3,856,138)	(4,014,125)
Loss before taxation	(193,607,815)	(85,837,826)	(29,899,661)	(28,107,278)
Taxation				
- Current	-	(361,200)	-	(10,981)
- Deferred	14,356,634	6,446,421	4,785,545	2,148,225
	14,356,634	6,085,221	4,785,545	2,137,244
Loss after taxation	(179,251,181)	(79,752,605)	(25,114,116)	(25,970,034)
Loss per share - basic and diluted	14 (18.65)	(8.30)	(2.61)	(2.70)

The annexed notes form an integral part of this condensed interim financial information.



Ishtiaq Ahmed
Chief Executive Officer



S.M. Raza
Chief Financial Officer

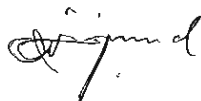


Haroon Iqbal
Chairman Board of Directors

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS & THIRD QUARTER ENDED MARCH 31, 2018**

	9 Months		3 Months	
	July to Mar 2018	July to Mar 2017	Jan to Mar 2018	Jan to Mar 2017
		(Restated)		(Restated)
	------(Rupees)-----			
(Loss) for the period	(179,251,181)	(79,752,605)	(25,114,116)	(25,970,034)
Other comprehensive income:				
Items that will not reclassify to profit or loss				
Surplus on revaluation of property, plant and equipment	-	416,748,125	-	-
Related deferred tax	-	(110,190,296)	-	-
	-	306,557,829	-	-
Total comprehensive (loss) for the period	(179,251,181)	226,805,224	(25,114,116)	(25,970,034)

The annexed notes form an integral part of this condensed interim financial information.



Ishtiaq Ahmed
Chief Executive Officer



S.M. Raza
Chief Financial Officer



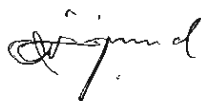
Haroon Iqbal
Chairman Board of Directors

DEWAN KHALID TEXTILE MILLS LIMITED

**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2018**

	July-Mar 2018	July-Mar 2017
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) before Taxation	(193,607,815)	(85,837,326)
Adjustment for Non-Cash and Other Items:		
Depreciation	61,676,684	35,142,734
Provision for gratuity	-	841,877
Provision for doubtful debts	24,685,328	-
Provision for obsolescence of stocks	66,817,311	-
Provision for doubtful advances	10,185,522	-
Finance Cost	11,637,211	11,553,985
	<u>175,002,056</u>	<u>47,538,596</u>
	(18,605,759)	(38,298,730)
Working Capital Charges		
(Increase) / Decrease in Current Assets		
Stores, spares and loose tools	-	574,768
Stock-in-trade	-	18,647,104
Trade debts	9,887,711	28,432,216
Loans and advances	1,184,796	1,843,086
Trade deposits, prepayments & statutory balances	6,956,010	549,585
Increase / (Decrease) in Current Liabilities		
Trade creditors, payables and other borrowings	(2,241,443)	(31,428,451)
	<u>15,787,074</u>	<u>18,618,307</u>
Taxes paid	(29,911)	(68,058)
	<u>(29,911)</u>	<u>(68,058)</u>
Net Cash Inflow/ (Outflow) from Operating Activities	<u>(2,848,596)</u>	<u>(19,748,481)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Long term deposit	-	16,746,410
Fixed capital expenditure	(265,000)	-
Net Cash Inflow/ (Outflow) from Investing Activities	<u>(265,000)</u>	<u>16,746,410</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Finance cost paid	(1,910,123)	(1,674,064)
Net Cash Inflow/ (Outflow) from Financing Activities	<u>(1,910,123)</u>	<u>(1,674,064)</u>
Net Increase / (Decrease) In Cash and Cash Equivalents	<u>(5,023,719)</u>	<u>(4,676,135)</u>
Cash and cash equivalents at the beginning of the period	(298,313,590)	(290,509,473)
Cash and cash equivalents at the end of the period	12 <u>(303,337,309)</u>	<u>(295,185,608)</u>

The annexed notes form an integral part of this condensed interim financial information.



Ishtiaq Ahmed
Chief Executive Officer



S.M. Raza
Chief Financial Officer

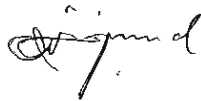


Haroon Iqbal
Chairman Board of Directors

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2018

	Issued, subscribed and paid-up capital	General reserve	Advance against issue of shares	Unrealized gain/ (loss) due to change in fair value of investment	Revaluation Surplus on property plant & equipment	Accumulated loss	Total
	(Rupees)						
Balance as on July 01, 2016 - as reported	66,107,590	135,000,000	30,000,000	20,336,305	-	(417,780,577)	(166,336,862)
Effect of change in accounting policy (note 5.2)				(20,336,305)	-	(49,065,370)	(69,401,675)
Effect of change in accounting policy (note 5.3)					234,211,128		234,211,128
Balance as on July 01, 2016 - as restated	66,107,590	135,000,000	30,000,000	-	234,211,128	(466,845,947)	(1,527,229)
Share issued during the period	30,000,000		(30,000,000)				
Loss for the period	-	-				(79,752,605)	(79,752,605)
Other comprehensive income for the period:							-
Revaluation during the period - net of tax							-
Transfer to accumulated loss in respect of incremental depreciation - net of tax					306,557,829 (14,349,500)	14,349,500	306,557,829 -
Balance as on March 31, 2017 - restated	96,107,590	135,000,000	-	-	526,419,457	(532,249,052)	225,277,995
Balance as on July 01, 2017 - restated	96,107,590	135,000,000	-	-	519,250,653	(556,464,564)	193,893,679
Loss for the period	-	-	-	-	-	(179,251,181)	(179,251,181)
Other comprehensive income for the period							-
Effect of changes in tax rates					5,602,988	-	5,602,988
Transfer to accumulated loss in respect of incremental depreciation - net of tax					(33,498,812)	33,498,812	-
Balance as on March 31, 2018	96,107,590	135,000,000	-	-	491,354,839	(702,216,933)	20,245,496

The annexed notes form an integral part of this condensed interim financial information.



Ishtiaq Ahmed
Chief Executive Officer



S.M. Raza
Chief Financial Officer



Haroon Iqbal
Chairman Board of Directors

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE NINE MONTHS ENDED MARCH 31, 2018**

1 Corporate Information

Dewan Khalid Textile Mills Limited (the Company) was incorporated in Pakistan, as a public limited company on April 03, 1978, under the Companies Act, 1913 (Now the Companies Ordinance, 1984) and its shares are listed in Pakistan Stock Exchange Limited. The registered office of the company is located at Finance & Trade Center, Block A, 8th Floor, Shahrah-e-Faisal, Karachi, Pakistan; while its manufacturing facilities are located at G-11, S.I.T.E., Kotri, Sind, Pakistan. The Principal activity of the Company is trading, manufacturing and sale of yarn.

2 Going Concern Assumption

The condensed interim financial information of the company for the period ended March 31, 2018 reflects that company has sustained a net loss after taxation of Rs.179.251 million (2017: Rs.123.385 million) and as of that date company has negative reserves of Rs. 567.217 million. (2017: Rs.421.464) which have eroded its equity. Further the company's short term borrowing facilities having limit to the extent of Rs.140 million have expired and not been renewed. Company defaulted in repayment of its restructured liabilities due to liquidity crunch faced by the Company due to lesser market demand and adverse factors being faced by the overall textile industry in the country. As a result the Company, for the time being, has suspended its manufacturing operations since August 2016. Accordingly, the entire restructured liabilities along with markup eligible for waiver have become immediately repayable. These conditions indicate the existence of material uncertainty which may cast significant doubt about the company's ability to continue as a going concern, therefore the company may not be able to realize its assets and discharge its liabilities during the normal course of business.

The condensed interim financial information has been prepared on going concern assumption as the Company approached its lenders for further restructuring of its liabilities which is in process. Company is hopeful that such restructuring will be effective soon and will further streamline the funding requirements of the Company which will ultimately help the management to resume the operations with optimum utilization of production capacity. As the conditions mentioned in the foregoing paragraph are temporary and would reverse therefore the preparation of The condensed interim financial information using going concern assumption is justified.

3 Basis of preparation

3.1 This condensed interim financial information has 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.

3.2 This condensed interim financial information is presented in Pakistani Rupees which is also the Company's functional currency and all financial information presented has been rounded off to the nearest rupee except otherwise stated.

3.3 This condensed interim financial information does not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended June 30, 2017.

4 Estimates, Judgements and Financial Risk Management

4.1 In preparing of this condensed interim financial information, management make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, incomes and expenses. Actual results may differ from these estimates.

4.2 The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2017.

5 Significant Accounting Policies

5.1 Except for the changes as described in note 5.2 and 5.3 below, the accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of annual audited financial statements of the Company as at and for the year ended June 30, 2017. Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the Company's operations and did not have any significant impact on the accounting policies of the Company.

5.2 Change in accounting policy for Investment in Associate

Company has changed its accounting policy for investments in associated company, which were previously classified as available for sale with changes in fair values taken to other comprehensive income, the same are now being classified using equity basis of accounting as follows:

Associates are entities over which the Company exercises significant influence. Investment in associates is accounted for using equity basis of accounting, under which the investment in associate is initially recognised at cost and the carrying amount is increased or decreased to recognise the Company's share of profit or loss of the associate after the date of acquisition. The Company's share of profit or loss of the associate is recognised in the Company's profit and loss account. Distributions received from associate reduce the carrying amount of the investment. Adjustments to the carrying amount are also made for changes in the Company's proportionate interest in the associate arising from changes in the associates' other comprehensive income that have not been recognised in the associate's profit or loss. The Company's share of those changes is recognised in other comprehensive income of the Company. The carrying amount of the investment is tested for impairment, by comparing its recoverable amount (higher of value in use and the fair value less costs to sell) with its carrying amount and loss, if any, is recognised in profit or loss. If the Company's share of losses of an associate equals or exceeds its interest in the associate, the Company discontinues recognizing its share of further losses.

DEWAN KHALID TEXTILE MILLS LIMITED

The change in accounting policy has been applied retrospectively, and comparative figures have been restated. Had the policy not been changed, the carrying amount of investments would have been Rs.28.406 million (2017:Rs.131.379 million), shareholders' equity would have been higher by same amounts and other comprehensive loss would have been higher by Rs.102.973 million (Mar 31, 2017: lower by Rs.89.415 million).

5.3 Change in accounting policy for revaluation surplus on property, plant and equipment

Previously, the Company's accounting policy for surplus on revaluation of property, plant and equipment was in accordance with the provisions of section 235 of the repealed Companies Ordinance 1984. Further, the revaluation of property, plant and equipment was shown as a separate item below equity, in accordance with the presentation requirement of the repealed Companies Ordinance 1984.

However, in the Companies Act 2017 the above mentioned specific accounting and presentation requirements of surplus on revaluation of property, plant and equipment have not been carried forward. This change has impacted the accounting policy of the company related to surplus on revaluation of property, plant and equipment, and now the Company is following the accounting treatment and presentation of surplus on revaluation of property, plant and equipment, prescribed in IAS-16 'Property, plant and equipment' as follows:

Any revaluation increase arising on the revaluation of property, plant and equipment is recognised in other comprehensive income and presented as a separate component of equity as "Revaluation surplus on property, plant and equipment", except to the extent that it reverses a revaluation decrease for the same asset previously recognised in profit or loss, in which case the increase is credited to profit or loss to the extent of the decrease previously charged. Any decrease in carrying amount arising on the revaluation of property, plant and equipment is charged to profit or loss to the extent that it exceeds the balance, if any, held in the Revaluation surplus on property, plant and equipment relating to a previous revaluation of that asset. The revaluation surplus to the extent of incremental depreciation charged (net of deferred tax) is transferred to accumulated loss.

The change in accounting policy has been applied retrospectively, and comparative figures have been restated. Had the policy not been changed, the shareholders' equity would have been lower by Rs.491.355 million (2017:Rs.519.251 million and as of July 01, 2016: Rs.234.211 million), the comprehensive income for comparative period would have been lower by Rs.306.558 million.

	(Un-Audited) March 31, 2018	(Audited) June 30, 2017
	------(Rupees)-----	
6 RESERVES		
Revenue reserves		
General reserves	135,000,000	135,000,000
Accumulated losses	(702,216,933)	(556,464,564)
Capital reserve		
Revaluation surplus on property, plant and equipment	491,354,839	519,250,653
	<u>(75,862,094)</u>	<u>97,786,089</u>

	March 31, 2018 (Un-Audited)	June 30, 2017 (Audited)
	----- (Rupees) -----	
7 Long term loans		
Syndicated Long Term Loan - Secured	-	7,429,147
Sponsor loan, Un secured, interest free- at amortized cost	46,334,897	43,642,007
	46,334,897	51,071,154

8 Contingencies and Commitments

There is no material change in the contingencies and commitments since the last audited financial statements for the year ended June 30, 2017.

		March 31, 2018 (Un-Audited)	June 30, 2017 (Audited)
	Notes	----- (Rupees) -----	
9 Property, Plant & Equipments			
Operating Fixed Assets	9.1	778,396,330	839,808,014
		778,396,330	839,808,014
9.1 Operating Fixed Assets			
Opening written down value		839,808,014	492,185,303
Additions during the period (Factory equipment)		265,000	
Revaluation during the year		-	416,663,086
Depreciation during the period / year		(61,676,684)	(69,040,375)
Closing written down value		778,396,330	839,808,014

10 Investment in associate

Investment in Dewan Salman Fibre Limited (Public, quoted company)
32,279,849 (June 30, 2017: 32,279,849) fully paid up ordinary shares of Rs.10/- each.
(including 25,779,849 bonus shares)

-	-
-----	-----

10.1 The Company holds 8.81% shares in associate company, the cost of investment is Rs.65.00 million. The accumulated losses of the associate company as at 31 March 2018 were Rs.17,234.732 million whereas the Company's share of these losses was Rs.1,518.380 million which exceeds the Company's interest in the associate. Hence, the management of the Company discontinued recognising its share of further losses. The aggregate market value of investment based on last available quoted price as of February, 19 2018 was Rs.28.406 million (2017: Rs.131.379 million).

11 Finance Cost

In addition to the non-provisioning of mark-up eligible for waiver, Company has not made the provision of mark-up for the period amounting Rs. 17.765 millions (up to 30 June 2017: Rs. 361.481 million) in respect of borrowings of certain banks who have not yet accepted the restructuring proposal. The Management of the company is quite hopeful that these banks will also accept restructuring proposal in near future. Had the provision been made the loss for the period would have been higher by Rs.17.765 million and accrued mark-up would have been higher and shareholders' equity would have been lower by Rs. 379.246 million. The said non provisioning is departure from the requirement of IAS 23- 'Borrowing Costs'.

DEWAN KHALID TEXTILE MILLS LIMITED

	March 31, 2018 (Un-Audited)	March 31, 2017 (Un-Audited)
----- (Rupees) -----		
12 Cash and Cash Equivalents		
Cash and Bank Balances	1,103,614	2,180,225
Short term Borrowings	(304,440,923)	(297,365,833)
	(303,337,309)	(295,185,608)

	March 31, 2018	March 31, 2017
----- (Rupees) -----		
13 Related Party Transactions		
Purchases	-	315,000
Provident Fund	691,496	1,515,000

All transactions have been carried out at commercial terms & conditions and valued at arm's length price.

	March 31, 2018	March 31, 2017
14 Loss Per Share -Basic and diluted		
Net (Loss) for the period	(179,251,181)	(79,752,605)
Number of ordinary shares	9,610,759	9,610,759
(Loss) Per Share - Basic and diluted (Rs.)	(18.65)	(8.30)

15 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 "Interim Financial Reporting", balance sheet has been compared with the balances of annual financial statements, whereas profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

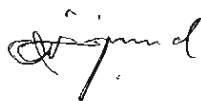
The corresponding figures have been reclassified, restated and rearranged wherever necessary to facilitate comparison, significant reclassifications are disclosed in note 5.

16 Date of Authorization for issue

This Interim Condensed Financial Information was authorized for issue on April 25, 2018 by the Board of Directors of the Company.

17 GENERAL

Figures have been rounded off to the nearest rupee.



Ishtiaq Ahmed
Chief Executive Officer



S.M. Raza
Chief Financial Officer



Haroon Iqbal
Chairman Board of Directors

ڈائریکٹرز رپورٹ

محترم شیئر ہولڈرز،

السلام علیکم،

آپ کی کمپنی کے بورڈ آف ڈائریکٹرز کیٹریگوری، 2017 کی دفعہ 237 اور سیکورٹی اینڈ انکیوینٹیشن آف پاکستان کے جاری کردہ کوڈ آف کارپوریٹ گورننس کے تحت 31 مارچ 2018 کو ختم ہونے والی نوامی کے غیر آڈٹ شدہ عبوری مالیاتی حسابات پیش کر رہے ہیں۔

جانرہ:

ٹیکسٹائل کی صنعت جو کہ وسیع پیداواری شعبہ اور زر مبادلہ کی آمدن میں معاون ہے، مستقل دباؤ کا شکار رہی اور درپیش مخالف حالات مختلف پڑش کے امور میں رخنا کا باعث رہے۔ نتیجتاً کمپنی نے بھی اپنی پیداوار کو معطل کر دیا ہے۔

مالیاتی نتائج اور کارکردگی: (پیداوار معطل)

کمپنی کی فردخت اس نوامی میں پیداوار معطل ہونے کی وجہ سے صفر رہی جو کہ پچھلے سال کی نوامی میں مبلغ 36.120 ملین روپے تھی۔ کمپنی کو مبلغ 71.266 ملین روپے کا کل خسارہ برداشت کرنا پڑا جو کہ گزشتہ سال کی نوامی میں مبلغ 60.028 ملین روپے تھا۔ جبکہ کمپنی کے آپریٹنگ کے اخراجات مبلغ 110.704 ملین روپے رہے۔ کمپنی نے وقتی طور پر اگست 2016ء سے اپنی پیداوار کے عمل کو معطل کر دیا ہے جو کہ صنعت میں نامساعد مشکلات، مارکیٹ میں طلب کی کمی اور کام چلانے کے لیے سرمایہ میں کمی کی وجہ سے ہے۔

مالیاتی حسابات چلتی ہوئی کمپنی کے جاری کردہ امور کے تحت مرتب کئے گئے ہیں کیونکہ کمپنی نے اپنے قرضہ جات کے حوالے سے دوبارہ ترتیب کیلئے قرض خواہوں سے رابطہ کیا ہے جو ان کے زیر غور ہے۔ انتظامیہ کو امید ہے کہ یہ نظر ثانی جلد مکمل ہو جائے گی جس سے کمپنی کو اپنی پیداوار بحال کرنے میں مدد ملے گی۔

مستقبل پر ایک نظر:

انتظامیہ کمپنی کی پیداواری سرگرمیوں کو بحال کرنے کی ہر ممکن کوشش کر رہی ہے جس کا دار و مدار مستقبل کے معاشی حالات پر ہے۔ انتظامیہ جلد ہی اسٹریٹجک مکمل ہونے کے لئے پر امید ہے تاکہ کمپنی کو کام کرنے کے سرمائے کو فراہمی ہو سکے۔ اس کے علاوہ حکومت کی جانب سے براہ راست اقدامات کی ضرورت ہے تاکہ ٹیکسٹائل کی صنعت کو جاری و ساری رکھا جاسکے بالخصوص قابل برداشت گیس کی قیمتوں اور اس کی سپلائی کو موثر بنانے کیلئے اقدامات کرنے ہو سکتے۔

اظہار تشکر اور نتیجہ:

آخر میں میں اللہ تعالیٰ رحمن درحیم سے دعا کرتا ہوں کہ وہ اپنے حبیب حضرت محمد ﷺ کے فضل اپنی رحمت، ہدایات اور فضل و کرم ہم پر اسی طرح قائم رکھے جو کہ نہ صرف ہم پر بلکہ ہماری کمپنی اور ہمارے ملک و قوم پر بھی اپنی رحمت نازل کرے، ہم اللہ تعالیٰ سے یہ بھی دعا کرتے ہیں کہ تمام مسلم لہ کے مابین صحیح اسلامی جذبہ، اخوت اور بھائی چارگی پیدا کرے۔ آمین حمد آمین۔


میرا پروردگار یقیناً ہماری دعاؤں کو سنتا ہے۔ (قرآن کریم)

بورڈ آف ڈائریکٹرز کی جانب سے



بارون اقبال

چیئر مین بورڈ آف ڈائریکٹرز



اشتیق احمد

چیف ایگزیکٹو

کراچی؛

تاریخ: 25 اپریل 2018ء