

1st Quarter Report | 2015

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J.K. SPINNING MILLS LIMITED



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Company Information

Chairman	Mr. Jawed Anwar
Chief Executive	Mr. Faiq Jawed
Directors	Mr. Shaiq Jawed Mr. Rehan Ashfaq Mrs. Farhat Jehan Mrs. Nageen Faiq Mrs. Mahwish Shaiq Mrs. Sadaf Aamir Arshad
Audit Committee	
Chairman	Mr.Rehan Ashfaq
Members	Mrs.Farhat Jehan Mrs.Sadaf Aamir Arshad
HR Committee	
Chairperson	Mrs.Sadf Aamir Arshad
Members	Mr.Shaiq Jawed Mrs.Nageen Faiq
Company Secretary	Syed Hussain Shahid Mansoor Naqvi
Chief Financial Officer	Mr. Ghulam Muhammad
Head of Internal Audit	Mr. Amjad Ali
Auditors	M/s Riaz Ahmad & Company, Chartered Accountants (A member of Nexia International) Faisalabad
Legal Advisor	Atif & Atif Law Associates Advocates
Bankers	Standard Chartered Bank (Pakistan) Limited The Bank of Punjab National Bank of Pakistan Askari Bank Limited NIB Bank Limited The Bank of Khyber Summit Bank
Head Office & Mills	29-KM, Sheikhpura Road, khurrianwala Faisalabad.

Directors' Report

In the name of Almighty Allah The Most Gracious, The beneficent, The Merciful

Dear Shareholders,

The Directors' of your company feel pleasure to submit Un-audited Financial Statements of the company for the quarter ended September 30, 2015.

Financial Results and Operational Performance

The summarized financial results of the company for the quarter ended September 30, 2015 are as under:

Particulars	Rupees in Millions	
	Quarter Ended	
	September 30, 2015	September 30, 2014
Sales	2,029.243	2,225.496
Cost of Sales	1,867.222	2,025.176
Gross Profit	162.021	200.320
Operating Expenses-net	130.303	145.081
Profit from Operations	31.718	55.239
Financial charges	16.441	30.220
Profit After taxation	4.285	2.765
Total Comprehensive income	13.480	13.080
Earnings per share – Rupee	0.07	0.05

Sales for the period under review decreased to Rupees 2,029.243 million from Rupees 2,225.496 millions of the corresponding period and accordingly raw material consumed also decreased as compared to corresponding period. Fuel and power cost and salaries, wages and other benefit expenses increased due to increase in tariff and minimum wage rate respectively. All other components of conversion cost remained approximately more or less at previous period's level. Operating expenses net of income for the quarter ended September 30, 2015 decreased to Rs.130.303 million from Rs. 145.081 million of corresponding period while Financial charges decreased to Rs. 16.441 million from 30.220 million of corresponding period.

Your company has earned profit after taxation of Rupees 4.285 million during the quarter ended September 30, 2015 against Rupees 2.765 million of the same period of last year while comprehensive income for the period attributed to equity stood at Rupees 13.480 million against comprehensive income of Rupees 13.080 million of the corresponding period.

The production of yarn converted into 20/5 for the period under review was 7.022 million Kgs against 6.172 million kgs of corresponding period of last year. Your company's management believes on continuing policy of Balancing Modernization and Replacement (BMR) of machinery and equipments of its production facilities. As reported in chairman's review of last year's annual report, letters of credit valuing Rs. 350 million has been opened for up gradation of 2 Blow Room lines, 14 Card Machines, 9 Savio Auto Cone machines while letters of credit valuing Rs. 360 million are likely to be opened for addition of two contamination sorters, 7 Breaker Draw frames, 7 finishers Draw Frames, 4 Simplex machines, 9504 Spindles in Ring section of spinning division and 4 Auto Cone machines in last quarter of current financial year.

Future Outlook

Country continues to face energy crises which is a big challenge for the government and is also threat to our economic growth. Despite lapse of two and half years regime of current Government, energy supply could not improve significantly.

Directors' Report

Cotton crop arrival for season 2015-16 is lesser than last year's cotton arrival figures. Management of your company is keenly watching the cotton market to procure the cotton at lowest rates and is making efforts to procure cotton for the whole period of financial year ending June 30, 2016. In view of dull demand in local and global markets, yarn sale margin remained suppressed during the quarter under review. The company is focusing on improving efficiencies and minimizing costs to achieve the better financial results of remaining period of financial year ending June 30, 2016.

Acknowledgement

The Directors wish to express their gratitude to our valued clients and bankers for the cooperation extended by them during the course of business activities. The Directors also wish to place on record their appreciation for the hard work and devoted services of the staff members and workers of the company.

For and on behalf of the Board



Faiq Jawed

Chief Executive

Faisalabad

October 28, 2015

Financial Statements

For The Quarter Ended 30 September 2015

Condensed Interim Balance Sheet (Un-Audited)

As At 30 September 2015

NOTE	Un-audited 30 September 2015	Audited 30 June 2015
(RUPEES IN THOUSAND)		
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital		
	96 000 000 (30 June 2015: 96 000 000)	
	ordinary shares of Rupees 10 each	
	960,000	960,000
	Issued, subscribed and paid up share capital	609,033
	609,033	609,033
	Reserves	2,188,538
	Total equity	2,175,058
	2,797,571	2,784,091
	Surplus on revaluation of property, plant and equipment - net of deferred income tax	512,393
	512,393	521,588
LIABILITIES		
NON-CURRENT LIABILITIES		
	Liabilities against assets subject to finance lease	19,173
	Deferred income on sale and lease back	1,394
	Deferred income tax liability	232,195
	252,762	21,973
		1,634
		236,495
		260,102
CURRENT LIABILITIES		
	Trade and other payables	471,675
	Accrued mark-up	4,136
	Short term borrowings	1,015,314
	Current portion of non-current liabilities	19,570
	Provision for taxation	92,850
	1,603,545	463,704
	TOTAL LIABILITIES	1,856,307
		10,772
		1,191,193
		23,245
		77,558
		1,766,472
		2,026,574
	CONTINGENCIES AND COMMITMENTS	
5		
	TOTAL EQUITY AND LIABILITIES	5,166,271
		5,332,253

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



Faiq Jawed

Chief Executive Officer

Condensed Interim Balance Sheet (Un-Audited)

As At 30 September 2015

	NOTE	Un-audited 30 September 2015	Audited 30 June 2015
(RUPEES IN THOUSAND)			
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	2,850,938	2,726,462
Long term investment	7	-	-
Long term deposits and prepayments		12,256	12,256
		2,863,194	2,738,718
CURRENT ASSETS			
Stores, spare parts and loose tools		68,873	65,076
Stock in trade		1,139,720	1,486,168
Trade debts		657,094	593,632
Loans and advances		32,172	48,513
Short term deposits and prepayments		18,993	10,688
Other receivables		24,479	32,634
Tax refunds due from the Government		319,561	287,199
Cash and bank balances		42,185	69,625
		2,303,077	2,593,535
TOTAL ASSETS		5,166,271	5,332,253

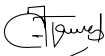

Jawed Anwar
 Chairman

Condensed Interim Profit And Loss Account (Un-Audited)

For The Quarter Ended 30 September 2015

	NOTE	Quarter ended	
		30 September 2015	30 September 2014
(RUPEES IN THOUSAND)			
Sales		2,029,243	2,225,496
Cost Of Sales	8	(1,867,222)	(2,025,176)
Gross Profit		162,021	200,320
Distribution Cost		(77,583)	(93,350)
Administrative Expenses		(54,602)	(50,332)
Other Expenses		(2,031)	(1,774)
		(134,216)	(145,456)
		27,805	54,864
Other Income		3,913	375
Profit From Operations		31,718	55,239
Finance Cost		(16,441)	(30,220)
Profit Before Taxation		15,277	25,019
Taxation		(10,992)	(22,254)
Profit After Taxation		4,285	2,765
Earnings per Share-Basic and Diluted (Rupees)		0.07	0.05

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



Faiq Jawed
Chief Executive Officer



Jawed Anwar
Chairman

Condensed Interim Statement of Comprehensive Income (Un-Audited)

For The Quarter Ended 30 September 2015

	Quarter ended	
	30 September 2015	30 September 2014
	(RUPEES IN THOUSAND)	
Profit After Taxation	4,285	2,765
Other Comprehensive Income		
Items that will not be reclassified subsequently to profit or loss:		
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	9,195	10,315
Items that may be reclassified subsequently to profit or loss	-	-
Other comprehensive income for the period	9,195	10,315
Total Comprehensive income For The Period	13,480	13,080

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



Faiq Jawed
Chief Executive Officer



Jawed Anwar
Chairman

Condensed Interim Cash Flow Statement (Un-Audited)

For The Quarter Ended 30 September 2015

	NOTE	Quarter ended	
		30 September 2015	30 September 2014
(RUPEES IN THOUSAND)			
Cash flows from operating activities			
Cash generated from operations	9	366,955	342,310
Finance cost paid		(23,077)	(42,212)
Net decrease in long term loans		-	224
Net cash generated from operating activities		343,878	300,322
Cash flows from investing activities			
Capital expenditure on property, plant and equipment		(188,964)	(62,417)
Proceeds from sale of property, plant and equipment		-	349
Net cash used in investing activities		(188,964)	(62,068)
Cash flows from financing activities			
Repayment of long term financing		-	(26,291)
Repayment of finance lease liabilities		(6,475)	(4,569)
Short term borrowings - net		(175,879)	(210,301)
Net cash from financing activities		(182,354)	(241,161)
Net decrease in cash and cash equivalents during the period		(27,440)	(2,907)
Cash and cash equivalents at the beginning of the period		69,625	27,296
Cash and cash equivalents at the end of the period		42,185	24,389

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



Faiq Jawed
Chief Executive Officer



Jawed Anwar
Chairman

Condensed Interim Statement of Changes In Equity (Un-Audited)

For The Quarter Ended 30 September 2015

SHARE CAPITAL	CAPITAL Merger reserve	RESERVES		TOTAL EQUITY
		REVENUE Unappropriated profit	TOTAL	
609,033	289,636	1,835,052	2,124,688	2,733,721
-	-	2,765	2,765	2,765
-	-	10,315	10,315	10,315
-	-	13,080	13,080	13,080
609,033	289,636	1,848,132	2,137,768	2,746,801
-	-	(60,903)	(60,903)	(60,903)
-	-	67,640	67,640	67,640
-	-	30,553	30,553	30,553
-	-	98,193	98,193	98,193
609,033	289,636	1,885,422	2,175,098	2,784,091
-	-	4,285	4,285	4,285
-	-	9,195	9,195	9,195
-	-	13,480	13,480	13,480
609,033	289,636	1,898,902	2,188,538	2,797,571

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

Balance as at 30 June 2014 - Audited

Profit for the quarter ended 30 September 2014

Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax

Total comprehensive income for the period ended 30 September 2014

Balance as at 30 September 2014 - Un-audited

Transaction with owners- Interim dividend for the half year ended 31 December 2014 at the rate of Rupees 1.00 per share

Profit for the nine months ended 30 June 2015

Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax

Total comprehensive income for the nine months ended 30 June 2015

Balance as at 30 June 2015 - Audited

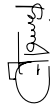
Profit for the quarter ended 30 September 2015

Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax

Total comprehensive income for the quarter ended 30 September 2015

Balance as at 30 September 2015 - Un-audited

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



Faiq Jawed
Chief Executive Officer



Jawed Anwar
Chairman

Selected Notes To The Condensed Interim Financial Information (Un-Audited)

For The Quarter Ended 30 September 2015

1. THE COMPANY AND ITS OPERATIONS

J.K. Spinning Mills Limited (the Company) is a public limited company incorporated in Pakistan on 07 January 1987 under the Companies Ordinance, 1984 and listed on Karachi and Lahore Stock Exchanges in Pakistan. Its registered office is situated at 29-Kilometers, Sheikhpura Road, Faisalabad where the factory premises of the Company are also located. The Company is engaged in business of textile manufacturing comprising of ginning, spinning, stitching, buying, selling and otherwise dealing in yarn, fabrics and other goods.

2. BASIS OF PREPARATION

This condensed interim financial information is un-audited and being submitted to shareholders, as required by section 245 of the Companies Ordinance, 1984. This condensed interim financial information of the Company for the quarter ended 30 September 2015 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 "Interim Financial Reporting" and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed. This condensed interim financial information should be read in conjunction with the audited annual published financial statements of the Company for the year ended 30 June 2015.

3. ACCOUNTING POLICIES AND COMPUTATION METHODS

The accounting policies and methods of computation for the preparation of this condensed interim financial information are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2015.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of this condensed interim financial information 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 judgements 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 this condensed interim financial information, the significant judgements 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 preceding audited annual published financial statements of the Company for the year ended 30 June 2015.

5. CONTINGENCIES AND COMMITMENTS

a) Contingencies

- i) The Company has filed an appeal before Appellate Tribunal, Inland Revenue, Lahore against order in original 02/2007 dated 03 May 2007 for Rupees 11.002 million (30 June 2015: Rupees 11.002 million) along with default surcharge under section 34 of Sales Tax Act, 1990 and penalty at the rate of 30 percent. Appellate Tribunal, Inland Revenue, Lahore passed order against our appeal. Afterwards we filed reference against the decision of Appellate Tribunal, Inland Revenue, Lahore before Honourable Lahore High Court, Lahore. The related provision is not made in these financial statements in view of possible favourable outcome of the reference.

Selected Notes To The Condensed Interim Financial Information (Un-Audited)

For The Quarter Ended 30 September 2015

- ii) The Company has filed an appeal before Customs Appellate Tribunal, Lahore against the order in original 28/2015 dated 05 March 2015 for the recovery of Rupees 2.133 million (30 June 2015: Rupees 2.133 million) alongwith additional tax and penalty under section 156 of the Customs Act, 1969. The related provision is not made in these financial statements in view of favourable outcome of the reference.
 - iii) The Company has filed appeals with Appellate Tribunal, Inland Revenue, Lahore for the revision of assessment orders issued under section 122(5A) and section 124 of the Income Tax Ordinance, 2001 for tax years 2005 to 2011 where tax liability of Rupees 140.255 million (30 June 2015: Rupees 140.255 million) was raised by the department. The Company considers that its stance is based on reasonable grounds and appeals are likely to succeed. Hence, no provision has been recognized in these financial statements.
 - iv) Guarantees of Rupees 59,844 million (30 June 2015: Rupees 59,844 million) are given by the banks of the Company to Sui Northern Gas Pipeline Limited against gas connections, Punjab Power Development Board for installing electricity generation facility and Faisalabad Electric Supply Company against electricity connection.
 - v) Post dated cheques of Rupees 114.306 million (30 June 2015: Rupees 164.147 million) are issued to custom authorities in respect of duties on imported material availed on the basis of consumption and export plans. If documents of exports are not provided on due dates, cheques issued as security shall be encashable.
- b) **Commitments**
- i) Letters of credit for capital expenditure are of Rupees 247.081 million as at 30 September 2015 (30 June 2015: Rupees 332.267 million).
 - ii) Letters of credit other than for capital expenditure are of Rupees 65.690 million as at 30 September 2015 (30 June 2015: Rupees 215.510 million).

	Un-audited 30 September 2015	Audited 30 June 2015
	(RUPEES IN THOUSAND)	
6. PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets:		
Owned (Note 6.1)	2,552,323	2,587,169
Leased (Note 6.2)	67,052	69,721
Capital work-in-progress (Note 6.3)	231,563	69,572
	<u>2,850,938</u>	<u>2,726,462</u>

Selected Notes To The Condensed Interim Financial Information (Un-Audited)

For The Quarter Ended 30 September 2015

	Un-audited 30 September 2015	Audited 30 June 2015
(RUPEES IN THOUSAND)		
6.1 Operating fixed assets - Owned		
Opening book value	2,587,169	2,624,831
Add:		
Cost of additions during the period / year (Note 6.1.1)	26,973	263,649
	<u>2,614,142</u>	<u>2,888,480</u>
Less:		
Book value of deletions during the period / year (Note 6.1.2)	-	38,661
Depreciation charged during the period / year	61,819	262,650
	<u>61,819</u>	<u>301,311</u>
	<u>2,552,323</u>	<u>2,587,169</u>
6.1.1 Cost of additions during the period / year		
Buildings on freehold land	32	86,976
Plant and machinery	512	59,438
Stand-by equipment	-	6,040
Electric installations and appliances	4,012	47,166
Factory equipment	19,634	50
Furniture and fixtures	-	6,898
Office equipment	906	5,901
Vehicles	1,877	51,180
	<u>26,973</u>	<u>263,649</u>
6.1.2 Book value of deletions during the period / year		
Factory equipment	-	156
Vehicles	-	38,505
	<u>-</u>	<u>38,661</u>
6.2 Operating fixed assets - Leased		
Opening book value	69,721	57,769
Additions during the period / year	-	22,500
Less:		
Depreciation charged during the period / year	2,669	10,548
	<u>67,052</u>	<u>69,721</u>
6.3 Capital work-in-progress		
Buildings on freehold land	20,336	19,407
Plant and machinery	188,691	23,446
Electric installations and appliances	14,036	16,315
Advances against purchase of vehicles	8,500	10,404
	<u>231,563</u>	<u>69,572</u>

Selected Notes To The Condensed Interim Financial Information (Un-Audited)

For The Quarter Ended 30 September 2015

7. LONG TERM INVESTMENT

The investment of 750 (30 June 2015: 750) ordinary shares in J.K. Tech (Private) Limited, an associate, has been fully impaired in previous years.

	(Un-audited)	
	Quarter ended	
	30 September 2015	30 September 2014
	(RUPEES IN THOUSAND)	
8. COST OF SALES		
Raw materials consumed	1,368,376	1,522,146
Stores, spare parts and loose tools consumed	40,112	44,485
Packing materials consumed	20,424	19,963
Processing and conversion charges	81,320	89,760
Fuel and power	181,498	179,809
Salaries, wages and other benefits	120,083	102,566
Repair and maintenance	3,909	4,192
Insurance	2,667	2,779
Other factory overheads	7,067	13,007
Depreciation	58,033	61,335
	<u>1,883,489</u>	<u>2,040,042</u>
Work-in-process:		
Opening stock	240,918	270,065
Closing stock	(271,474)	(297,380)
	<u>(30,556)</u>	<u>(27,315)</u>
Cost of goods manufactured	1,852,933	2,012,727
Finished goods:		
Opening stock	514,798	721,090
Closing stock	(533,516)	(708,641)
	<u>(18,718)</u>	<u>12,449</u>
Cost of sales - purchased for resale	33,007	-
	<u>1,867,222</u>	<u>2,025,176</u>
9. CASH GENERATED FROM OPERATIONS		
Profit before taxation	15,277	25,019
Adjustments for non-cash charges and other items:		
Depreciation	64,488	65,899
Finance cost	16,441	30,220
Amortization of deferred income	(240)	(209)
Gain on sale of property, plant and equipment	-	(139)
Working capital changes (Note 9.1)	270,989	221,520
	<u>366,955</u>	<u>342,310</u>

Selected Notes To The Condensed Interim Financial Information (Un-Audited)

For The Quarter Ended 30 September 2015

	(Un-audited)	
	Quarter ended 30 September 2015	30 September 2014
(RUPEES IN THOUSAND)		
9.1 Working capital changes		
(Increase) / decrease in current assets:		
Stores, spare parts and loose tools	(3,797)	16,416
Stock in trade	346,448	252,823
Trade debts	(63,462)	(125,080)
Loans and advances	16,341	30,564
Short term deposits and prepayments	(8,305)	(8,784)
Other receivables	8,155	43,882
Tax refunds due from the Government	(32,362)	(19,305)
	263,018	190,516
Increase in trade and other payables	7,971	31,004
	<u>270,989</u>	<u>221,520</u>

10. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated companies, staff retirement fund, directors 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:

i) Transactions

Associated companies

Service charges	916	650
Rental income	480	-

Other related parties

Remuneration paid to Chief Executive Officer, Directors and Executives	15,271	14,368
Contribution to Employees' Provident Fund Trust	4,551	3,837
Loan repaid to directors	13,310	4,290

Un-audited 30 September 2015	Audited 30 June 2015
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ii) Period end balances

Short term borrowings	280,905	294,215
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(RUPEES IN THOUSAND)

Selected Notes To The Condensed Interim Financial Information (Un-Audited)

For The Quarter Ended 30 September 2015

11. SEGMENT INFORMATION

11.1

	Spinning		Fabric		Home Textile		Elimination of inter-segment transactions		Total - Company		
	(Un-audited) Quarter ended 30 September 2015	Audited 30 June 2014	(Un-audited) Quarter ended 30 September 2015	Audited 30 June 2014	(Un-audited) Quarter ended 30 September 2015	Audited 30 June 2014	(Un-audited) Quarter ended 30 September 2015	(Un-audited) Quarter ended 30 September 2015	(Un-audited) Quarter ended 30 September 2015	2015	2014
Sales	1,366,088	1,429,896	231,416	222,711	469,246	588,195	(37,507)	(15,306)	2,029,243	2,225,496	
Cost of sales	(1,288,805)	(1,323,252)	(205,233)	(193,626)	(410,691)	(523,604)	37,507	15,306	(1,867,222)	(2,025,176)	
Gross profit	77,283	106,644	26,183	29,085	58,555	64,591	-	-	162,021	200,320	
Distribution cost	(32,023)	(50,532)	(14,855)	(11,175)	(30,705)	(31,643)	-	-	(77,583)	(93,350)	
Administrative expenses	(36,597)	(37,919)	(5,871)	(3,250)	(12,134)	(9,163)	-	-	(54,602)	(50,332)	
	(68,620)	(88,451)	(20,726)	(14,425)	(42,839)	(40,806)	-	-	(132,185)	(143,682)	
Profit before taxation and unallocated income and expenses	8,663	18,193	5,457	14,660	15,716	23,785	-	-	29,836	56,638	
Unallocated income and expenses											
Other expenses										(2,031)	(1,774)
Other income										3,913	375
Finance cost										(16,441)	(30,220)
Taxation										(10,992)	(22,254)
Profit after taxation										4,285	2,765

11.2. Reconciliation of reportable segment assets and liabilities:

	Spinning		Fabric		Home Textile		Total - Company	
	(Un-audited) Quarter ended 30 September 2015	Audited 30 June 2015	(Un-audited) Quarter ended 30 September 2015	Audited 30 June 2015	(Un-audited) Quarter ended 30 September 2015	Audited 30 June 2015	(Un-audited) Quarter ended 30 September 2015	2015
Total assets for reportable segments	3,875,614	4,110,764	455,396	337,373	489,400	562,529	4,820,410	5,010,666
Unallocated assets							345,861	321,587
Total assets as per balance sheet							5,166,271	5,332,253
All segment assets are allocated to reportable segments other than those directly relating to corporate.								
Total liabilities for reportable segments	1,044,703	1,072,368	222,923	306,669	262,583	325,052	1,530,209	1,704,089
Unallocated liabilities							326,098	322,495
Total liabilities as per balance sheet							1,856,307	2,026,574
All segment liabilities are allocated to reportable segments other than provision for taxation, deferred income tax liability and other corporate liabilities.								

Selected Notes To The Condensed Interim Financial Information (Un-Audited)

For The Quarter Ended 30 September 2015

12. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual financial statements of the Company for the year ended 30 June 2015.

13. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was approved and authorized for issue on October 28, 2015 by the Board of Directors of the Company.

14. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim balance sheet 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 profit and loss account, condensed interim statement of comprehensive income and condensed interim cash flow statement 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.

15. GENERAL

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



Faiq Jawed
Chief Executive Officer



Jawed Anwar
Chairman



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