
HALF YEARLY REPORT

2018-19



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 Mr. Mamoor Ijaz Mrs. Farhat Jehan Mrs. Sadaf Aamir Arshad
Audit Committee	
Chairman	Mr. Rehan Ashfaq
Members	Mrs. Farhat Jehan Mrs. Sadaf Aamir Arshad
HR Committee	
Chairperson	Mrs. Sadaf Aamir Arshad
Members	MR. Shaiq Jawed Mr. Mamoor Ijaz
Company Secretary	Syed Hussain Shahid Mansoor Naqvi
Chief Financial Officer	Mr. Ghulam Muhammad
Head of Internal Audit	Mr. Amjad Ali
Auditors	M/s EY Ford Rhodes, Chartered Accountants
Legal Advisor	Mahfooz Ahmad Khan Advocates
Registrar's and Share Registration office	CORPTEC Associates (Pvt.) Ltd., 503 - E, Johar Town, Lahore
Bankers	Standard Chartered Bank (Pakistan) Limited The Bank of Punjab National Bank of Pakistan Askari Bank Limited MCB Bank Limited The Bank of Khyber Summit Bank Habib Bank Limited Meezan Bank Limited
Head Office & Mills	29-KM, Sheikhpura Road, Khurrianwala, Faisalabad.

Directors' Report to the Shareholders

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 half year ended December 31, 2018.

Financial Results and Operational Performance

The summarized financial results of the company for the half year ended December 31, 2018 are as under:

Particulars	Half year ended	
	31December 2018	31 December 2017
	Rupees in Millions	
SALES	6,090.093	4,549.700
COST OF SALES	5,255.743	4,195.499
GROSS PROFIT	834.350	354.201
OPERATING EXPENSES	328.498	268.173
OTHER INCOME	57.316	17.554
OPERATING PROFIT	563.168	103.582
FINANCE COST	165.286	71.232
PROFIT BEFORE TAXATION	397.882	32.350
TAXATION	86.311	0.434
PROFIT AFTER TAXATION	311.571	31.916
EARNINGS PER SHARE-BASIC AND DILUTED (RUPEES)	4.26	0.44

Sales for the period under review increased to Rupees 6,090.093 million from Rupees 4,549.700 million of the corresponding period and accordingly raw material consumed increased as compared to corresponding period. Salaries and wages cost increased due to increase in minimum wage rate while fuel and power cost increased due to increase in tariff and increase in spinning capacity. Cost of Stores and spares and loose tools consumed, packing material, processing and conversion charges and other overheads increased in view of increase in volume and inflationary impact. Operating expenses increased due to increase in volume and inflationary trend. Financial cost increased in view of increase in long term and short term borrowings and increase in mark up rates.

Your company has earned profit after tax of Rupees 311.571 million during the half year ended December 31, 2018 against Rupees 31.916 million of the same period of last year.

In view of increasing requirements of working capital as a result of devaluation of Pak Rupee, the Board of Directors did not approve any interim cash dividend.

The production of yarn converted into 20/S for the period under review was 17.674 million Kgs against 14.355 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 equipment's of its production facilities. Two COMPLETE GE JENBACHER NATURAL GAS GEN SETS MODEL JMS 616 of 2.679 MW each imported during last

quarter of financial year ending June 30, 2018 commissioned in mid of second quarter of period under review. Civil works are also in progress to enhance spinning capacity by 14,592 spindles in current financial year. Letter of credit has opened for import of eight ring frames comprising 14,592 spindles and eight Savio auto cone machines during the period under review.

Future Outlook

New Government has taken decision to supply gas to five zero rated sectors including textile, jute, carpets, leather, sports and surgical goods on a blend of domestic gas and imported RLNG on a 50:50 basis at an weighted average cost of about \$6.5 per MMBTU. The government has reduced electricity tariff for industry to 7.5 cent/kwh. It will help to make the textile industry competitive in the region.

Cotton production is estimated to fall 30 percent short of its target of 14.37 million bales in the current season as water shortage and pest attacks have squeezed the crop yields signaling hard time ahead for the already struggling economy that is heavily reliant on fiber. Management of your company is closely watching the cotton outlook and has procured cotton till peak of next cotton season and is focusing efforts on minimizing cost by enhancing capacity, improving efficiencies to achieve the favorable financial results for remaining period of financial year ending June 30, 2019.

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 demonstrated by the staff members and the workers of the company. The company Acknowledges and thanks all stakeholders for the confidence reposed.

For and on behalf of Board of Directors

Faisalabad

February 22, 2019


Jawed Anwar
Chairman


Faiq Jawed
Chief Executive Officer

ڈائریکٹرز پورٹ برائے حصص یافتگان:

شروع اللہ کے نام سے جو نہایت مہربان اور رحم والا ہے۔

معزز حصص یافتگان،

آپ کی کمپنی کے ڈائریکٹرز سال کی پہلی ششماہی کے اختتام 31 دسمبر 2018 کے مالیاتی حسابات پیش کرنے میں خوشی محسوس کرتے ہیں۔

مالیاتی نتائج: اختتام ششماہی

مالیاتی سال کی پہلی ششماہی کے نتائج کے تفصیل درج ذیل ہیں:

تفصیلات	31 دسمبر 2018	31 دسمبر 2017
سیلز	6,090.093	4,549.700
سیلز کے اخراجات	5,255.743	4,195.499
خام منافع	834.350	354.201
آپریٹنگ اخراجات	328.498	268.173
دیگر آمدن	57.316	17.554
آپریٹنگ منافع	563.168	103.582
مالی لاگت	165.286	71.232
منافع قبل از ٹیکس	397.882	32.350
ٹیکس	86.311	0.434
منافع بعد از ٹیکس	311.571	31.916
فی شیئر آمدنی	4.26	0.44

مالی سال کی پہلی ششماہی کے دوران یہ میں فروخت 4,549.700 ملین روپے سے بڑھ کر 6,090.093 ملین روپے ہوئی ہے۔ اسی طرح خام مال کے اخراجات بھی اسی نسبت سے بڑھ گئے ہیں۔ تنخواہوں کے اخراجات کم از کم اجرت میں اضافہ کی وجہ سے بڑھے ہیں جبکہ تیل اور بجلی کے اخراجات پیداواری صلاحیت اور ٹیرف میں اضافہ کی وجہ سے بڑھ گئے ہیں۔ جبکہ سنورزا اور پینیرزا اور زاروں، پیکنگ میٹریل اور پروسیسنگ کے خرچے اور دوسرے مالی اخراجات حجم کے بڑھنے اور افراط زر کی وجہ سے بڑھے ہیں۔ اس پہلی ششماہی کے آپریٹنگ اخراجات پچھلے سال کے مقابلے میں مہنگائی اور حجم کے بڑھنے کی وجہ سے بڑھ گئے ہیں جبکہ مالی اخراجات پچھلے سال کے اخراجات کے مقابلے میں لمبے عرصے اور چھوٹے عرصے کے قرضہ جات اور سود کے ریٹ میں اضافہ کی وجہ سے بڑھے ہیں۔ آپ کی کمپنی نے پہلی ششماہی کے اختتام 31 دسمبر 2018 میں 311.571 ملین روپے خالص منافع کمایا ہے جبکہ پچھلے سال کا منافع 31.916 ملین روپے تھا۔

تفریط زر کے نتیجے میں ورکنگ کیٹیجھل کی ڈیماڈ میں اضافہ ہوا اسکی وجہ سے ڈائریکٹرز نے کوئی عبوری ڈیویڈنڈ منظور نہیں کیا ہے۔
 مالی سال 2019 کی پہلی ششماہی میں 20/S دھاگے کی پیداوار پچھلے سال کی پیداوار 14.355 ملین کلوگرام سے بڑھ کر 17.674 ملین کلوگرام ہو گئی ہے۔ آپ
 کی کمپنی کی انتظامیہ نے مشینری کے توازن اور جدت کی پالیسی پر عمل کر کے مالی سال کے آخر میں دو جہنیا کر نیچرل گیس کے 2.679 MW کے ہیزیز ڈرامڈ کئے ہیں
 جو اس سال کے دوسرے کوارٹر کے درمیان میں کمیشن ہو گئے ہیں۔ 14,592 سپنڈلز سے سپنگ ڈویژن کی پیداواری صلاحیت بڑھانے کے لئے تعمیراتی کام جاری
 ہے۔ 14,592 سپنڈلز پر مشتمل 8 رنگ مشینز اور 8 آٹوکون مشینز امپورٹ کے لیٹر آف کریڈٹ کھول دینے گئے ہیں۔

مستقبل کا نقطہ نظر:

نئی کورنمنٹ نے پانچ زیورہڈیکٹرز بشمول نیگٹائٹل، پٹ سن، قالین، چمڑا، کھیلوں کا سامان اور آلات جراحی کی انڈسٹری کو قدرتی گیس اور درآمدی آریبل این جی کو ملا
 کر 50:50 کے امتزاج سے اوسط قیمت (\$6.5) فی ایم ایم بی ٹی یو کے حساب سے سپلائی کرنے کا فیصلہ کیا ہے۔ کورنمنٹ نے انڈسٹری کے لئے بجلی کے ٹیرف میں
 7.5 cent/kwh میں کمی کی ہے اس سے خطے میں نیگٹائٹل انڈسٹری کو سائبقتی رہنے میں مدد ملے گی۔
 پانی کی کمی اور کیڑے مکوڑوں کے حملے کی وجہ سے کاشن کی پیداوار اپنے ہدف 14.73 ملین کٹھوں سے 30 فیصد کم رہنے کی توقع ہے۔ اس وجہ سے ایسی معیشت جس کا
 انحصار فابری پر ہے مشکل حالات کا سامنا کرنا پڑ سکتا ہے۔ کمپنی کی انتظامیہ کاشن پیداوار کو محتاط انداز سے دیکھ رہی ہے اور اگلے کاشن سیزن تک کاشن خرید بھی رہی
 ہے۔ آپ کی کمپنی کی انتظامیہ خرچے کم کرنے اور کارکردگی کو بہتر بنانے پر توجہ دے رہی ہے تاکہ سال کے باقی نتائج بہتر بنائے جاسکیں۔

اعتراف:

آپ کی کمپنی کے ڈائریکٹرز کمپنی کے گاہکوں اور بنکرز کا کمپنی کے کاروبار میں تعاون پر شکر گزار ہیں ڈائریکٹرز کمپنی کے سٹاف اور مزدوروں کی محنت اور کوششوں کو بھی
 سراہتے ہیں اور تمام سٹیک ہولڈرز کے کمپنی پر اعتماد کرنے پر مشکور ہیں۔

مخانب بورڈ آف ڈائریکٹرز:

فیصل آباد: فروری 22، 2019

جاوید انوار
 چیئرمین



فائق جاوید
 چیف ایگزیکٹو



INDEPENDENT AUDITORS' REVIEW REPORT

To the members of J.K. Spinning Mills Limited

Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of J.K. Spinning Mills Limited as at 31 December 2018 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 the condensed interim financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

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 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 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.

Other Matter

The figures of condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarters ended 31 December 2018 and 2017 have not been reviewed as we are required to review only the cumulative figures for the half year ended 31 December 2018.

This engagement partner on the review resulting in this independent auditor's review report is Naseem Akbar.



Chartered Accountants

Lahore: February 25, 2019

Financial Statements

For the Six Months Ended 31 December 2018

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (Un-Audited)


AS AT 31 DECEMBER 2018

		Un- audited 31 December 2018	Audited 30 June 2018
		(Rupees in thousand)	
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital: 96,000,000 (30 June 2018: 96,000,000) ordinary shares of Rupees 10/- each		960,000	960,000
Issued, subscribed and paid up share capital	5	730,839	730,839
Reserves:			
Capital reserves		350,540	350,540
Revenue reserve		2,546,985	2,308,498
		2,897,525	2,659,038
Revaluation surplus on freehold land		224,631	224,631
TOTAL EQUITY		3,852,995	3,614,508
NON-CURRENT LIABILITIES			
Long term financing	6	866,098	871,639
Liabilities against assets subject to finance lease		20,100	24,174
Long term deposits		28,756	26,345
Deferred tax liability		206,618	178,714
		1,121,572	1,100,872
CURRENT LIABILITIES			
Trade and other payables		671,536	501,988
Accrued mark-up		69,454	37,898
Short term borrowings		4,147,174	2,097,994
Unclaimed dividend		390	390
Derivative financial liability		20,457	-
Current portion of non-current liabilities		248,981	240,174
		5,157,992	2,878,444
TOTAL EQUITY AND LIABILITIES		10,132,559	7,593,824
CONTINGENCIES AND COMMITMENTS			
	7	-	-


The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.



Jawed Anwar
Chairman



Faiq Jawed
Chief Executive Officer



Ghulam Muhammad
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (Un-Audited)

AS AT 31 DECEMBER 2018


		Un-audited 31 December 2018	Audited 30 June 2018
ASSETS		(Rupees in thousand)	
NON-CURRENT ASSETS			
Property, plant and equipment:			
Operating fixed assets - tangible	8	3,216,880	3,200,955
Asset subject to finance lease	9	40,705	45,228
Capital work-in-progress	10	389,460	283,145
		3,647,045	3,529,328
Long term investment	11	-	-
Long term deposits, advances and prepayments		62,699	41,301
		3,709,744	3,570,629
CURRENT ASSETS			
Stores, spare parts and loose tools		83,086	95,448
Stock-in-trade		4,741,909	2,461,185
Trade debts		961,931	867,009
Advances		65,136	83,625
Trade deposits and short term prepayments		16,339	6,594
Other receivables		132,196	106,913
Derivative financial asset		-	3,343
Tax refunds due from the Government	12	377,044	339,766
Short term investments		24,074	31,277
Cash and bank balances		21,100	28,035
		6,422,815	4,023,195
TOTAL ASSETS		10,132,559	7,593,824



Jawed Anwar
Chairman



Faiq Jawed
Chief Executive Officer



Ghulam Muhammad
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2018

	Note	Half year ended		Quarter ended	
		31 December	31 December	31 December	31 December
		2018	2017	2018	2017
----- (Rupees in thousand) -----					
Revenue from contracts with customers	13	6,090,093	4,549,700	3,317,865	2,141,960
Cost of sales	14	5,255,743	4,195,499	2,914,949	1,959,904
Gross Profit		834,350	354,201	402,916	182,056
Distribution expenses		146,273	125,361	76,880	50,851
Administrative expenses		140,120	130,699	72,947	60,835
Other operating expenses	15	42,105	12,113	25,779	11,808
		328,498	268,173	175,606	123,494
		505,852	86,028	227,310	58,562
Other income	16	57,316	17,554	33,571	10,739
Operating profit		563,168	103,582	260,881	69,301
Finance costs		165,286	71,232	100,356	39,115
Profit before taxation		397,882	32,350	160,525	30,186
Taxation - net		86,311	434	41,237	19,330
Profit for the period		311,571	31,916	119,288	10,856
Earnings per share - basic and diluted (Rupees)		4.26	0.44	1.63	0.15


The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.



Jawed Anwar
Chairman



Faiq Jawed
Chief Executive Officer



Ghulam Muhammad
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2018

	Half year ended		Quarter ended	
	31 December 2018	31 December 2017	31 December 2018	31 December 2017
	(Rupees in thousand)			
Profit for the period	311,571	31,916	119,288	10,856
Other comprehensive (loss) / income:				
<i>Items not to be reclassified to profit or loss in subsequent periods:</i>				
<i>Items to be reclassified to profit or loss in subsequent periods</i>	-	-	-	-
Total other comprehensive income/ (loss)	-	-	-	-
Total comprehensive income for the period	311,571	31,916	119,288	10,856

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.


Jawed Anwar
 Chairman


Faiq Jawed
 Chief Executive Officer


Ghulam Muhammad
 Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2018

	RESERVES						TOTAL EQUITY	
	SHARE CAPITAL	Premium on issue of right shares	Merger reserve	Revaluation surplus on freehold land	Sub Total	REVENUE		
						TOTAL		
Balance as at 01 July 2017	730,839	60,904	289,636	224,631	575,171	2,007,112	3,313,122	
Final dividend for the year ended 30 June 2017 @ Re. 0.50/- per share	-	-	-	-	-	(36,542)	(36,542)	
Total comprehensive income for the half year ended 31 December 2017	-	-	-	-	-	31,916	31,916	
Balance as at 31 December 2017	730,839	60,904	289,636	224,631	575,171	2,002,486	3,308,496	
Balance as at 01 July 2018	730,839	60,904	289,636	224,631	575,171	2,308,498	3,614,508	
Final dividend for the year ended 30 June 2018 @ of Re. 0.50/- per share	-	-	-	-	-	(73,084)	(73,084)	
Total comprehensive income for the half year ended 31 December 2018	-	-	-	-	-	311,571	311,571	
Balance as at 31 December 2018	730,839	60,904	289,636	224,631	575,171	2,546,985	3,852,995	

(Rupees in thousand)

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.


Jawed Anwar
Chairman


Faiq Jawed
Chief Executive Officer


Ghulam Muhammad
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2018

	Note	Half year ended	
		31 December 2018	31 December 2017
(Rupees in thousand)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash utilized in operations	17	(1,469,764)	(145,393)
Finance costs paid		(132,748)	(59,767)
Income tax paid		(58,407)	(78,373)
Workers' profit participation fund paid		(23,584)	(3,411)
Increase / (decrease) in long term deposits		2,411	(21,507)
Net (increase)/ decrease in long term deposits, advances and prepayments		(21,398)	142
		(233,726)	(162,916)
Net cash used in operating activities		(1,703,490)	(308,309)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(285,946)	(626,409)
Proceeds from short term investments		1,570	-
Short term Investment made during the period		-	(3,864)
Proceeds from disposal of property, plant and equipment		5,671	1,464
Net cash used in investing activities		(278,705)	(628,809)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long term financing		108,616	533,254
Repayment of long term financing		(105,466)	(87,614)
Repayment of liabilities against assets subject to finance lease		(3,985)	(7,156)
Short term borrowings-net		2,049,180	537,286
Dividend paid		(73,084)	(36,542)
Net cash flows from financing activities		1,975,261	939,228
Net (decrease) / increase in cash and cash equivalents		(6,935)	2,110
Cash and cash equivalents at beginning of the period		28,035	89,044
Cash and cash equivalents at end of the period		21,100	91,154

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.



Jawed Anwar
Chairman



Faiq Jawed
Chief Executive Officer



Ghulam Muhammad
Chief Financial Officer

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER 2018

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 repealed Companies Ordinance, 1984 (now the Companies Act, 2017) and listed on Pakistan Stock Exchange Limited.

The registered office of the Company is situated at 29-KM, 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. STATEMENT OF COMPLIANCE

2.1 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.

3. BASIS OF PREPARATION AND CHANGES TO THE COMPANY'S ACCOUNTING POLICIES

3.1 These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the annual financial statements as at 30 June 2018.

3.2 The accounting policies and method of computation adopted in the preparation of the condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 30 June 2018, except for the adoption of new standards effective as of 1 July 2018 as notified by Securities and Exchange Commission of Pakistan (SECP). The Company has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

The Company applies, for the first time, IFRS 15 Revenue from Contracts with Customers. As required by IAS 34, the nature and effect of these changes are disclosed below.

Several other amendments and interpretations apply for the first time in 2018, but do not have an impact on the condensed interim financial statements of the Company.

3.2.1 IFRS 15: Revenue from Contracts with Customers

IFRS 15 supersedes IAS 11 Construction Contracts, IAS 18 Revenue and related Interpretations and it applies to all revenue arising from contracts with customers, unless those contracts are in the scope of other standards. The new standard establishes a five-step model to account for revenue arising from contracts with customers. Under IFRS 15, revenue is recognized at an amount that reflects the consideration to which the Company expects to be entitled in exchange for transferring goods or services to a customer.

The standard requires companies to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model to contracts with their customers. The standard also specifies the accounting for the incremental costs of obtaining a contract and the costs directly related to fulfilling a contract.

The Company is in the business of selling yarn and grieg fabric locally and also in the international markets. Yarn and grieg fabric are sold both on their own in separately identified contracts with customers and together as a bundled package of goods.

a) Sales of goods:

The Company's contracts with customers for the sale of goods generally include one performance obligation. The Company has concluded that revenue from sale of goods should be recognized at the point in time when control of the goods is transferred to the customer, generally on delivery of the goods. Therefore, the adoption of IFRS 15 did not have an impact on the recognition of local and export sales.

b) Presentation and disclosure requirements

As required for the condensed interim financial statements, the Company disaggregated revenue recognized from contracts with customers into categories that depict how the nature, amount, timing and uncertainty of revenue and cash flows are affected by economic factors. The Company also disclosed information about the relationship between the disclosure of disaggregated revenue and revenue information disclosed for each reportable segment. (refer to note 13).

3.2.2 Standards, Interpretations and Amendments to Approved Accounting Standards that are not yet effective

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standard or Interpretation	Effective Date (Annual periods beginning on or after)
IFRS 16 – Leases	01 January 2019
IAS 19 - Plan Amendment, Curtailment or Settlement (Amendments)	01 January 2019
IAS 28 - Long-term Interests in Associates and Joint Ventures – (Amendments)	01 January 2019
IFRIC 23 Uncertainty over Income Tax Treatments	01 January 2019 (Annual periods ending on or after)
IFRS 9 – Financial Instruments*	30 June 2019

*The SECP has modified the effective date of application of IFRS 9 in place of IAS 39, through SRO. 229 (I)/2019, dated: 14 February, 2019, as reporting period/ year ending on or after June 30, 2019.

The above standards and amendments are not expected to have any material impact on the Company's financial statements in the period of initial application.

Further, the following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan:

Standard	IASB effective date (Annual periods beginning on or after)
IFRS 14 – Regulatory Deferral Accounts	01 January 2016
IFRS 17 – Insurance Contracts	01 January 2021

4. ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of this 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. The significant judgments made by management in applying the Company's accounting policies and the key sources of the estimation are the same as those that applied to the financial statements for the year ended 30 June 2018.

5. ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL

Un-Audited 31 December 2018 (No. of Shares)	Audited 30 June 2018		Un-Audited 31 December 2018 (Rupees in thousand)	Audited 30 June 2018
26,424,155	26,424,155	Ordinary shares of Rupees 10 each fully	264,241	264,241
45,947,600	45,947,600	Ordinary shares of Rupees 10 each issued to shareholders of J.K. Fiber Mills Limited and Abid Faiq Textile Mills Limited under the scheme of merger.	459,476	459,476
712,175	712,175	Ordinary shares of Rupees 10 each issued as fully paid bonus shares	7,122	7,122
<u>73,083,930</u>	<u>73,083,930</u>		<u>730,839</u>	<u>730,839</u>

6. LONG TERM FINANCING

From banking Companies - secured:

Opening balance	1,103,613	460,807
Add: Obtained during the period / year	108,616	822,157
Less: Repaid during the period / year	105,466	179,351
	<u>1,106,763</u>	<u>1,103,613</u>
Less: Current portion shown under current liabilities	240,665	231,974
Closing balance	<u>866,098</u>	<u>871,639</u>

7. CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

7.1.1 There has been no significant change in the contingencies since the date of preceding published annual financial statements except as follows:

7.1.2 Post dated cheques of Rs. 280,718 thousand (30 June 2018: Rs. 236,755 thousand) 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.

7.2 Commitments

7.2.1 Letter of credit for capital expenditure amounts to Rs. 374,771 thousand (30 June 2018: Rs. 45,188 thousand).

7.2.2 Letters of credit other than for capital expenditure amounts to Rs. 158,374 thousand (30 June 2018: Rs. 201,923 thousand).

7.2.3 Outstanding foreign currency forward contracts amounts to Rs. 574,477 thousand (30 June 2018: Rs. 44,095 thousand).

		Un-audited 31 December 2018 (Rupees in thousand)	Audited 30 June 2018
8. OPERATING FIXED ASSETS - TANGIBLE	Note		
Opening book value		3,200,955	2,593,448
Add: additions during the period / year-cost	8.1	179,631	936,247
Add: book value of assets transferred from leasehold assets		-	11,872
Less: book value of assets transferred to leasehold assets		-	48,871
		<u>3,380,586</u>	<u>3,492,696</u>
Less: disposals during the period / year	8.2	11,312	10,822
		<u>3,369,274</u>	<u>3,481,874</u>
Less: depreciation during the period / year		152,394	280,919
Book value at the end of the period / year		<u>3,216,880</u>	<u>3,200,955</u>
8.1 Additions during the period / year - cost			
Freehold land		-	7,934
Buildings on freehold land		9,935	90,010
Plant and machinery		137,987	773,550
Electric installations and appliances		3,369	7,123
Vehicles		28,340	57,630
		<u>179,631</u>	<u>936,247</u>
8.2 Book value of assets disposed off during the period / year			
Plant and machinery		10,214	6,459
Vehicles		1,098	4,363
		<u>11,312</u>	<u>10,822</u>
9. ASSETS SUBJECT TO FINANCE LEASE			
Opening book value		45,228	12,720
Add : additions during the period / year		-	2,167
Add : book value of assets transferred from operating fixed assets		-	48,871
Less : book value of assets transferred to operating fixed assets		-	11,872
Less : depreciation during the period / year		4,523	6,658
Book value at the end of the period / year		<u>40,705</u>	<u>45,228</u>
10. CAPITAL WORK-IN-PROGRESS			
Buildings on freehold land		191,379	109,729
Plant and machinery		198,081	173,416
		<u>389,460</u>	<u>283,145</u>
11. LONG TERM INVESTMENT			
Investment in associate			
J.K. Tech (Private) Limited - unquoted	11.1		
450 (30 June 2018: 450) ordinary shares of Rupees 10 each		5	5
Less: Accumulated impairment		(5)	(5)
		<u>-</u>	<u>-</u>
11.1 The Company holds 30% (30 June 2018: 30%) shares in J.K. Tech (Private) Limited, a private limited company incorporated in Pakistan and has its principal place of business in the province of Punjab. The principal activity of J.K. Tech (Private) Limited is to provide services of electricity transmission. This is a strategic investment of the Company for vertical integration.			
12. TAX REFUNDS DUE FROM THE GOVERNMENT			
Income tax		155,634	170,547
Sales tax		221,410	200,077
		<u>377,044</u>	<u>370,624</u>
Less: Provision for doubtful tax refunds due from the Government		-	(30,858)
		<u>377,044</u>	<u>339,766</u>

13. REVENUE FROM CONTRACTS WITH CUSTOMERS

Set out below, is the reconciliation of the revenue from contract with customers with the amount disclosed in segment information.

Note	Un-Audited					
	Half year ended			Half year ended		
	31 December 2018			31 December 2017		
	Spinning	Fabric Division	Total	Spinning	Fabric Division	Total
	----- (Rupees in thousand) -----					
Local	3,751,546	51,103	3,802,649	2,856,553	42,136	2,898,689
Exports	264,590	2,097,442	2,362,032	196,722	1,581,792	1,778,514
Export rebate	-	33,775	33,775	-	20,350	20,350
Inter segments	(108,363)	-	(108,363)	(147,852)	-	(147,852)
13.1	3,907,773	2,182,320	6,090,093	2,905,423	1,644,277	4,549,700

13.1 Disaggregation of revenue based on :

	Half year ended 31 December 2018		
	Spinning	Fabric Division	Total
	(Rupees in thousand)		
Segments			
Sale of yarn	3,903,482	-	3,903,482
Sale of fabric	-	2,133,724	2,133,724
Sale of waste	112,654	14,821	127,475
Export rebate	-	33,775	33,775
Inter-segment eliminations	(108,363)	-	(108,363)
	3,907,773	2,182,320	6,090,093
Geographic markets			
Asia	3,713,877	108,255	3,822,132
Australia	93,759	21,564	115,323
Europe	100,136	1,598,480	1,698,616
North America	-	351,176	351,176
South America	-	102,845	102,845
	3,907,773	2,182,320	6,090,093
Timing of revenue recognition			
Goods transferred at a point in time	3,907,773	2,182,320	6,090,093
	Half year ended 31 December 2017		
	Spinning	Fabric Division	Total
	(Rupees in thousand)		
Segments:			
Sale of yarn	2,967,443	-	2,967,443
Sale of fabric	-	1,611,697	1,611,697
Sale of waste	85,832	12,231	98,063
Export rebate	-	20,350	20,350
Inter-segment eliminations	(147,852)	-	(147,852)
	2,905,423	1,644,277	4,549,700
Geographic markets:			
Asia	2,760,522	79,947	2,840,469
Australia	69,710	16,247	85,957
Europe	75,191	1,205,998	1,281,189
North America	-	264,595	264,595
South America	-	77,489	77,489
	2,905,423	1,644,277	4,549,700
Timing of revenue recognition:			
Goods transferred at a point in time	2,905,423	1,644,277	4,549,700

		Un-Audited			
		Half year ended		Quarter ended	
		31 December 2018	31 December 2017	31 December 2018	31 December 2017
		----- (Rupees in thousand) -----			
14. COST OF SALES	Note				
Raw materials consumed		4,449,705	3,032,569	2,463,220	1,460,229
Stores, spare parts and loose tools consumed		124,997	84,571	68,090	40,690
Packing materials consumed		45,934	37,745	22,209	18,463
Processing and conversion charges		181,767	141,722	66,509	60,234
Fuel and power		532,117	420,275	280,685	210,776
Salaries, wages and other benefits		309,569	262,194	161,023	132,498
Repair and maintenance		9,503	14,866	5,030	6,798
Insurance		7,531	4,714	3,662	2,449
Other factory overheads		21,976	13,352	12,078	6,198
Depreciation		142,234	116,284	68,271	58,303
		5,825,333	4,128,292	3,150,777	1,996,638
Work-in-process:					
Opening stock		518,715	397,647	500,676	194,745
Closing stock		(709,769)	(355,013)	(709,768)	(355,013)
		(191,054)	42,634	(209,092)	(160,268)
Cost of goods manufactured		5,634,279	4,170,926	2,941,685	1,836,370
Finished goods:					
Opening stock		466,793	402,476	818,594	501,437
Closing stock		(845,329)	(377,903)	(845,329)	(377,903)
		(378,536)	24,573	(26,735)	123,534
		5,255,743	4,195,499	2,914,949	1,959,904
15. OTHER OPERATING EXPENSES					
Workers' Profit Participation Fund		21,373	1,712	8,721	1,692
Workers' Welfare Fund		8,198	173	7,479	140
Donations		1,260	480	630	443
Unrealized loss on remeasurement of investments at held for trading		5,633	9,748	3,308	9,533
Loss on disposal of property, plant and equipment		5,641	-	5,641	-
		42,105	12,113	25,779	11,808
16. OTHER INCOME	Note				
Income from financial assets	16.1	56,356	17,115	33,157	10,516
Income from assets other than financial assets	16.2	960	439	414	224
		57,316	17,554	33,571	10,739
16.1 Income from financial assets					
Exchange gain - net		55,885	16,139	32,714	9,742
Gain on sale of investment at held for trading		-	-	-	-
Dividend income on investment at held for trading		471	976	443	774
		56,356	17,115	33,157	10,516
16.2 Income from other than financial assets					
Gain on disposal of property, plant and equipment		-	44	(66)	44
Amortization of deferred income on sale and leaseback		-	35	-	-
Rental income		960	360	480	180
		960	439	414	224

		(Un-audited)	
		Half year ended	
		31 December	31 December
		2018	2017
		(Rupees in thousand)	
17. CASH UTILIZED IN OPERATIONS	Note		
Profit before taxation		397,882	32,350
Adjustments for non-cash charges and other items:			
Depreciation		156,917	128,404
Finance costs		165,286	71,232
Exchange gain-net		55,885	16,139
Provision for Workers' Welfare Fund		8,198	173
Provision for Workers' Profit Participation Fund		21,373	1,712
Amortization of deferred income on sale and lease back		-	(35)
Loss / (gain) on disposal of property, plant and equipment		5,641	(44)
Unrealized loss on remeasurement of investments at held for trading		5,633	9,688
Loss on disposal of investment at held for trading		-	60
Working capital changes	17.1	(2,286,579)	(405,072)
		<u>(1,469,764)</u>	<u>(145,393)</u>
17.1 Working capital changes			
(Increase) / decrease in current assets:			
Stores, spare parts and loose tools		12,362	(8,159)
Stock-in-trade		(2,280,724)	(446,753)
Trade debts		(150,807)	(109,997)
Advances		18,489	17,062
Trade deposits and short term prepayments		(9,745)	811
Other receivables		(25,283)	21,922
Derivative financial asset		3,343	-
Derivative financial liability		20,457	-
Tax refunds due from the Government		(37,278)	(12,763)
		<u>(2,449,186)</u>	<u>(537,337)</u>
Increase in trade and other payables		162,607	132,265
		<u>(2,286,579)</u>	<u>(405,072)</u>

18. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of 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 and balances with related parties other than those which have been specifically disclosed elsewhere in these condensed interim financial statements are as follows:

		Un-Audited	
		Half year ended	
		31 December	31 December
		2018	2017
		(Rupees in thousand)	
<u>Relationship with the Company</u>	<u>Nature of transactions</u>		
Associated companies:			
J.K Tech (Pvt) Ltd	Service charges	1,837	286
	Rental income	960	360
Other related parties:			
Employees' Provident Fund Trust	Amount contributed	11,174	9,871
Directors	Loans (repaid) / received - net	(54,426)	44,780
	Dividend paid	73,084	35,725
18.1	Transactions with key management personnel under the terms of employment are excluded from related party transactions.		
18.2	The outstanding balance of such parties are as under:	Un-audited	Audited
		31 December	30 June
		2018	2018
		(Rupees in thousand)	
<u>Relationship with the Company</u>	<u>Nature of balances</u>		
Others:			
Directors	Short term loan	77,581	22,630
Key management personals	Remuneration payable	1,980	2,078

18.3 Details Of Related Parties Of The Company:

<u>Name of related party</u>	<u>Basis of relationship</u>	<u>Equity interest</u>
J.K. Tech (Private) Limited	Associate	30%
J.K. Agriculture Farms (Private) Limited	Common Directorship	-
J.K. Power (Private) Limited	Common Directorship	-
Fine Fabrics (Private) Limited	Common Directorship	-
Mughanum (Private) Limited	Common Directorship	-

19. SEGMENT INFORMATION

Half year ended 31 December 2018				
Spinning	Fabric Division	Total Segments	Adjustments and Eliminations	Total Company

Revenue

(Rupees in thousand)

External	3,907,773	2,182,320	6,090,093	-	6,090,093
Intersegment	108,363	-	108,363	(108,363)	-
	4,016,136	2,182,320	6,198,456	(108,363)	6,090,093
Cost of sales	(3,474,267)	(1,889,839)	(5,364,106)	108,363	(5,255,743)
Gross profit	541,869	292,481	834,350	-	834,350
Distribution expenses	(42,191)	(104,082)	(146,273)	-	(146,273)
Administrative expenses	(95,727)	(44,393)	(140,120)	-	(140,120)
	(137,918)	(148,475)	(286,393)	-	(286,393)
Segment profit	403,951	144,006	547,957	-	547,957

Unallocated income and expense:

Other operating expense	(42,105)
Other income	57,316
Finance cost	(165,286)
Taxation	(86,311)
Profit after taxation	311,571

Half year ended 31 December 2017				
Spinning	Fabric Division	Total Segments	Adjustments and Eliminations	Total Company

(Rupees in thousand)

Revenue

External	2,905,423	1,644,277	4,549,700	-	4,549,700
Intersegment	147,852	-	147,852	(147,852)	-
	3,053,275	1,644,277	4,697,552	(147,852)	4,549,700
Cost of sales	(2,845,259)	(1,498,092)	(4,343,351)	147,852	(4,195,499)
Gross profit	208,016	146,185	354,201	-	354,201
Distribution expenses	(51,958)	(73,403)	(125,361)	-	(125,361)
Administrative expenses	(92,818)	(37,881)	(130,699)	-	(130,699)
	(144,776)	(111,284)	(256,060)	-	(256,060)
Segment profit	63,240	34,901	98,141	-	98,141

Unallocated income and expense:

Other operating expense	(12,113)
Other income	17,554
Finance cost	(71,232)
Taxation	(434)
Profit after taxation	31,916

19.1 Adjustments and eliminations

Finance income and costs, and fair value gains and losses on financial assets are not allocated to individual segments as the underlying instruments are managed on a group basis.

Current taxes, deferred taxes and certain financial assets and liabilities are not allocated to those segments as they are also managed on a group basis.

Capital expenditure consists of additions of property, plant and equipment, intangible assets and investment properties including assets from the acquisition of subsidiaries. Inter-segment revenues are eliminated on consolidation.

Un-audited	Audited
31 December 2018	30 June 2018
(Rupees in thousand)	

19.2 Reconciliation of assets

Segment operating assets	9,755,515	7,254,058
Tax refunds due from the Government	377,044	339,766
Total assets as per balance sheet	<u>10,132,559</u>	<u>7,593,824</u>

19.3 Reconciliation of liabilities

Segment operating liabilities	6,047,554	3,777,972
Deferred tax liability	206,618	178,714
Workers' Profit Participation Fund	21,343	22,630
Workers' Welfare Fund	4,049	-
	<u>6,279,564</u>	<u>3,979,316</u>

Inter-segment sales and purchases have been eliminated from the total.

20. FINANCIAL RISK MANAGEMENT**20.1 Financial risk factors**

Financial instruments comprise long term financing, liabilities against assets subject to finance lease, accrued markup, short term borrowings, trade and other payables, trade debts, loans to employees, other receivables, cash and bank balances, short term and long term deposits, short term investments and derivative financial liability.

The Company has exposure to the following risks from its use of financial instruments:

- Liquidity risk
- Credit risk
- Liquidity risk

The Board of Directors has the overall responsibility for the establishment and oversight of Company's risk management framework. The Board is also responsible for developing and monitoring the Company's risk management policies.

The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to react to changes in market conditions and the Company's activities.

There is no change in the company's objectives, policies, procedures for measuring and managing the above risks including capital management risk, since the preceding annual financial year ended as at 30 June 2018.

20.2 Fair values of financial assets and liabilities

The carrying values of other financial assets and financial liabilities reflected in financial statements approximate their fair values. Fair value is determined on the basis of objective evidence at each reporting date.

20.3 Fair value hierarchy

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable either, directly or indirectly.

Level 3: techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

Judgements and estimates are made in determining the fair values of the financial instruments that are recognized and measured at fair value in these financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into following three levels. An explanation of each level follows underneath the table:

	Level 1	Level 2	Level 3	Total
----- (Rupees in thousand) -----				
Recurring fair value measurement				
At 31 December 2018				
Financial assets				
At held for trading	24,074	-	-	24,074
Financial liabilities				
Derivative financial liabilities	-	20,457	-	20,457
Recurring fair value measurement				
At 30 June 2018				
Held for Trading	31,277	-	-	31,277
Derivative financial asset	-	3,343	-	3,343
Financial liabilities				
Derivative financial liabilities	-	-	-	-

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to the short-term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. Further, there was no transfer in and out of level 3 measurements.

The Company's policy is to recognize transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

21. RECOGNIZED FAIR VALUE MEASUREMENTS - NON-FINANCIAL ASSETS

21.1 Fair value hierarchy

Judgements and estimates are made in determining the fair values of the non-financial assets that are recognized and measured at fair value in these financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its non-financial assets into the following three levels:

	Level 1	Level 2	Level 3	Total
----- (Rupees in thousand) -----				
At 31 December 2018				
Freehold land	-	292,031	-	292,031
Total non-financial assets	-	292,031	-	292,031
At 30 June 2018				
Freehold land	-	292,031	-	292,031
Total non-financial assets	-	292,031	-	292,031

The Company's policy is to recognize transfers into and transfers out of fair

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. Further, there was no transfer in and out of level 3 measurements.

21.2 Valuation techniques used to determine level 2 fair values

At the end of each reporting period, the management updates the assessment of the fair value of each property, taking into account the most recent independent valuation. The best evidence of fair value is current prices in an active market for similar properties.

The level 2 fair value of land has been derived using the market value approach. The key inputs under this approach are the market price per kanal determined by using independent market inquires and comparing prices of similar land in the area (location and size).

21.3 Valuation processes

The Company engages external, independent and qualified valuer to determine the fair value of the Company's freehold land. As at 30 June 2017, the fair value of freehold land has been determined by Messrs Harvester Services (Private) Limited.

Changes in fair values are analyzed at each reporting date during the annual valuation discussion between the Chief Financial Officer and the valuers. As part of this discussion the team presents a report that explains the reason for the fair value movements.

21.4 Financial instrument by categories

	Carrying Amount				Total
	Loans and receivables	Cash and cash equivalents	At Held for trading	Financial liabilities at amortized cost	
 (Rupees in thousand)				
31 December 2018 (Un-audited)					
Financial assets					
Short term Investments	-	-	24,074	-	24,074
Loans to employees	986	-	-	-	986
Trade deposits	105	-	-	-	105
Trade debts	961,931	-	-	-	961,931
Other receivables	8,002	-	-	-	8,002
Cash and bank balances	-	21,100	-	-	21,100
	971,024	21,100	24,074	-	1,016,198
Financial liabilities					
Long term financing	-	-	-	866,098	866,098
Liabilities against assets subject to finance lease	-	-	-	28,416	28,416
Short term borrowings	-	-	-	4,147,174	4,147,174
Derivative financial liability	20,457	-	-	-	20,457
Trade and other payables	-	-	-	639,919	639,919
	20,457	-	-	5,681,607	5,702,064
30 June 2018 (Audited)					
Financial assets					
Short term Investments	-	-	31,277	-	31,277
Loans to employees	1,042	-	-	-	1,042
Deposits	3,122	-	-	-	3,122
Derivative financial asset	3,343	-	-	-	3,343
Trade debts	867,009	-	-	-	867,009
Other receivables	9,409	-	-	-	9,409
Cash and bank balances	-	28,035	-	-	28,035
	883,925	28,035	31,277	-	943,237
Financial liabilities					
Long term financing	-	-	-	1,103,614	1,103,614
Liabilities against assets subject to finance lease	-	-	-	32,374	32,374
Short term borrowings	-	-	-	2,097,994	2,097,994
Derivative financial liability	-	-	-	-	-
Trade and other payables	-	-	-	483,211	483,211
	-	-	-	3,717,193	3,717,193

22. 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 2018.

23. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statement were approved and authorized for issue on February 22, 2019 by the Board of Directors of the Company.

24. CORRESPONDING FIGURES

24.1 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 flow have been compared with the balances of comparable period of immediately preceding financial year.

25. GENERAL

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


Jawed Anwar
Chairman


Faiq Jawed
Chief Executive Officer


Ghulam Muhammad
Chief Financial Officer