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D.M. TEXTILE MILLS LIMITED

Industrial Area, Westridge, Rawalpindi.

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**D.M. TEXTILE
MILLS LIMITED**

SAY NO TO CORRUPTION

**INTERIM CONDENSED
FINANCIAL INFORMATION
FOR THE FIRST QUARTER
ENDED**

September 30,

2017

D.M. TEXTILE MILLS LIMITED

Company's Information

BOARD OF DIRECTORS

CHAIRMAN: Mr. Shahid Hussain
CHIEF EXECUTIVE: Mian Habib Ullah
DIRECTORS: Mr. Shahid Aziz (Nominee of NIT)
Mr. Hussain Ahmad Ozgen
Mr. Mubarik Zeb
Mr. Amer Zeb
Rao Khalid Pervaiz

AUDIT COMMITTEE:

CHAIRMAN: Mr. Hussain Ahmad Ozgen
MEMBERS: Mr. Shahid Aziz
Mr. Amer Zeb

HUMAN RESOURCE & REMUNERATION COMMITTEE:

CHAIRMAN: Rao Khalid Pervaiz
MEMBERS: Mr. Shahid Aziz
Mr. Mubarik Zeb

ACTING COMPANY SECRETARY & CHIEF FINANCIAL OFFICER: Rao Khalid Pervaiz

BANKERS: Faysal Bank Limited
Meezan Bank Ltd.
Habib Metropolitan Bank
Muslim Commercial Bank Limited

AUDITORS: M/s Riaz Ahmed & Company
Chartered Accountants
2-A, ATS Centre, 30-West
Fazal-ul-Haq Road, Blue Area,
Islamabad. Ph: 051-2274121, 2274122

LEGAL ADVISER: M/s Hassan & Hassan Advocates
House CB-360, Lane-4, Quaid-e-Azam Colony,
Dhamial Road, Rawalpindi.

REGISTRAR: Corplink (Pvt) Ltd.
Wing Arcade, 1-K, Commercial
Model Town, Lahore.
Phone: 042-35916714, 35916719
Fax: 042-36869037

REGISTERED OFFICE & MILLS AT: Industrial Area, Westridge, Rawalpindi.
Telephone: 051-5181981, 5181977-78
Fax: 051-5181979
E-mail: dmtm@dmtextile.com.pk
E-mail: dmttextilemills@yahoo.com
Website: www.dmttextile.com.pk

D.M. TEXTILE MILLS LIMITED

CHAIRMAN'S REVIEW REPORT

I am pleased to present the financial reports of the Company for the first quarter ended 30 September 2017. As textile sector is continuously facing problems hence Mills could not resume its production process. We are trying our level best to utilize the available resources in the best interest of the company. I appreciate the efforts of the Board & Management for their efforts of improvement.

On behalf of the Board, I wish to acknowledge the contributions of our employees and cooperation by the financial institutions and other debt providers.



Shahid Hussain
Chairman of the Board of Directors

Rawalpindi: October 21, 2017

D.M. TEXTILE MILLS LIMITED

DIRECTORS' REPORT

Dear Shareholders,

The Directors present before you the condensed financial statements for the first quarter ended 30 September, 2017.

1. Net Profit/(Loss)

During the period the company suffered a net loss of (Rs. 2.541) Million as compared to previous period net loss of (Rs. 2.742) Million.

2- Comparative financial results are given below:

First Quarter Ended	Rupees	
	30 September 2017	30 September 2016
Administrative and General Expenses	(6,141,600)	(5,829,136)
Other Income	4,640,085	3,496,093
Finance Cost	(306,131)	(409,410)
Provision for Taxation	(733,737)	-
Profit / (Loss) after taxation	(2,541,383)	(2,742,453)
Loss Per Share Basic & Diluted Rs.	(0.83)	(0.90)
Breakup Value per share in Rs	177.29	186.40

3- Debt Servicing

As per Settlement Agreement with Faysal Bank Ltd, Company is paying monthly installments regularly and balance amount has to be paid in 27 monthly installments ending on 25 December 2019. Management is in the process of negotiating with other debt providers so as to reduce the financial liabilities of the company.

4- Dividend

The Directors have not recommended any dividend due to loss.

5- Future Prospects & Plans

Due to continued market recession and high inflation costs, the Mills could not resume its production process. The management is hopeful to settle all its outstanding liabilities with debt providers which will further reduce burden of financial cost. Management has positive intention and capability to start production subject to improvement in market and suppliers credit for raw material & new machinery so that production comes into profit.

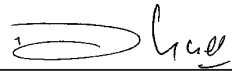
6- Acknowledgement

The Directors wish to place on record their acknowledgement for the cooperation extended by the financial institutions. Appreciation is also due to the employees of the company for their hard work and devoted efforts for the betterment of the company.

For and on behalf of the Board of Directors



Mian Habib Ullah
Chief Executive
Rawalpindi: October 21, 2017



Rao Khalid Pervaiz
Director

D.M. TEXTILE MILLS LIMITED

ڈائریکٹرز رپورٹ

معزز ممبران

30 ستمبر 2017 کو ختم ہونے والے پھلے کووارٹر کے مالیاتی حسابات (غیر آڈٹ شدہ) آپ کے سامنے پیش کئے جا رہے ہیں۔

زیر نظر مدت کے دوران کمپنی کو بعد از ٹیکس منسلک 2.541 ملین روپے کا خسارہ ہوا ہے جبکہ گذشتہ سال اسی مدت کے دوران بعد از ٹیکس منسلک 2.742 ملین روپے کا خسارہ ہوا تھا۔

مالی نتائج کا موازنہ مندرجہ ذیل ہے۔

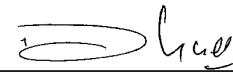
روپے		تفصیل
30 ستمبر 2016	30 ستمبر 2017	
(5,829,136)	(6,141,600)	انتظامی اور دیگر اخراجات
3,496,093	4,640,085	دیگر آمد
(409,410)	(306,131)	مالی چارجز
-	(733,737)	ٹیکس پروویژن
(2,742,453)	(2,541,383)	منافع/(خسارہ) بعد از ٹیکس
(0.90)	(0.83)	فی شیئر آمدن/(خسارہ) روپے
186.40	177.29	فی شیئر بریک اپ ویلیو روپے

فیصل بینک کے ساتھ معاہدہ کے مطابق کمپنی ماہانہ اقساط باقاعدگی سے ادا کر رہی ہے۔ بٹایا رقم 27 ماہانہ اقساط میں 25 دسمبر 2019 تک ادا کر کرنی ہیں۔ مزید برآں انتظامیہ دوسرے قرض داروں سے گفت و شنید کر رہی ہے تاکہ کمپنی کے مالی بوجھ کو مزید کم کیا جاسکے۔

مالی خسارہ کی وجہ سے ڈائریکٹرز نے ڈیویڈنڈ تجویز نہیں کیا ہے۔

مسلحہ مارکیٹ بحران اور ان پٹ لاگت میں اضافہ کی وجہ سے کمپنی پیداواری صلاحیت کو بحال نہ کر سکی۔ انتظامیہ پر امید ہے کہ دیگر تمام قرض داروں سے معاملات طے ہو جائیں گے جس سے کمپنی کا مالی بوجھ کم ہوگا۔ انتظامیہ کی نیت مثبت ہے اور پیداوار شروع کرنے کی صلاحیت بھی رکھتی ہے بشرطیکہ مارکیٹ بہتر ہو، سپلائرز سے خام مال اور نئی مشینری ادھار ملے تاکہ پیداوار منافع بخش ہو سکے۔

ڈائریکٹرز مالیاتی اداروں کے تعاون کے مشکور ہیں۔ کمپنی کے ملازمین واد کے مستحقین ہیں کہ انھوں نے کمپنی کی بہتری کے لئے لگن اور محنت سے کام کیا۔



راؤ خالد پرویز
ڈائریکٹر



میاں حبیب اللہ
چیف ایگزیکٹو

راولپنڈی: 21 اکتوبر 2017

D.M. TEXTILE MILLS LIMITED

CONDENSED INTERIM BALANCE SHEET

		(Un-Audited)	(Audited)
		30 September 2017	30 June 2017
NOTE	Rupees	Rupees	
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
	5,000,000 (30 June 2017: 5,000,000) ordinary shares of Rupees 10 each	50,000,000	50,000,000
Issued, subscribed and paid-up share capital			
	3,052,429 (30 June 2017: 3,052,429) ordinary shares of Rupees 10 each	30,524,290	30,524,290
	Accumulated loss	(63,763,802)	(61,826,249)
	Total equity	(33,239,512)	(31,301,959)
	Surplus on revaluation of property, plant and equipment - net of deferred income tax	574,414,675	575,018,505
LIABILITIES			
NON-CURRENT LIABILITIES			
	Long term financing	4,310,278	5,131,086
	Liability against assets subject to finance lease	-	-
	Employees' retirement benefit	10,190,539	10,063,175
	Deferred income tax liability	14,512,513	14,855,512
		29,013,330	30,049,773
CURRENT LIABILITIES			
	Trade and other payables	82,686,787	81,182,967
	Accrued mark-up	20,767,825	20,767,825
	Short term borrowings	14,566,950	14,594,370
	Current portion of non-current liabilities	3,789,006	3,664,335
		121,810,568	120,209,497
	Total liabilities	150,823,898	150,259,270
CONTINGENCIES AND COMMITMENTS			
	TOTAL EQUITY AND LIABILITIES	691,999,061	693,975,816


CHIEF EXECUTIVE

D.M. TEXTILE MILLS LIMITED

AS AT 30 SEPTEMBER 2017

		(Un-Audited)	(Audited)
		30 September 2017	30 June 2017
NOTE	Rupees	Rupees	
ASSETS			
NON-CURRENT ASSETS			
	Property, plant and equipment	599,759,225	601,279,761
	Advance against property	-	-
	Due from related party	-	-
	Long term investment	6,229,195	6,135,445
	Long term deposits	24,414,434	24,414,434
		630,402,854	631,829,640
CURRENT ASSETS			
	Advances	166,435	183,435
	Current portion of due from related party	17,619,962	17,619,962
	Short term deposit	2,000,000	2,000,000
	Other receivables	5,298,006	5,883,907
	Short term investment	1,142,000	1,142,000
	Cash and bank balances	142,619	89,687
		26,369,022	26,918,991
	Non-current assets classified as held for sale	35,227,185	35,227,185
		61,596,207	62,146,176
TOTAL ASSETS			
		691,999,061	693,975,816


CHIEF FINANCIAL OFFICER


DIRECTOR

D.M. TEXTILE MILLS LIMITED

CONDENCED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2017

	(Un-Audited) 30 September 2017 Rupees	(Un-Audited) 30 September 2016 Rupees
ADMINISTRATIVE AND GENERAL EXPENSES	(6,141,600)	(5,829,136)
	(6,141,600)	(5,829,136)
OTHER INCOME	4,640,085	3,496,093
LOSS FROM OPERATIONS	(1,501,515)	(2,333,043)
FINANCE COST	(306,131)	(409,410)
LOSS BEFORE TAXATION	(1,807,646)	(2,742,453)
TAXATION		
- Current	(1,076,736)	-
- Deferred	342,999	-
	(733,737)	-
LOSS AFTER TAXATION	<u>(2,541,383)</u>	<u>(2,742,453)</u>
LOSS PER SHARE - BASIC AND DILUTED (Rupees)	<u>(0.83)</u>	<u>(0.90)</u>

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


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

D.M. TEXTILE MILLS LIMITED

CONDENCED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2017

	(Un-Audited) 30 September 2017 Rupees	(Un-Audited) 30 September 2016 Rupees
LOSS AFTER TAXATION	(2,541,383)	(2,742,453)
OTHER COMPREHENSIVE INCOME		
Items that will not be reclassified to profit or loss	-	-
Items that may be reclassified subsequently to profit or loss	-	-
Other comprehensive loss for the period - net of tax	-	-
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD	<u>(2,541,383)</u>	<u>(2,742,453)</u>

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


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

D.M. TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2017

	SHARE CAPITAL	ACCUMULATED LOSS	TOTAL EQUITY
----- (Rupees) -----			
Balance as at 30 June 2016 - Audited	30,524,290	(61,485,162)	(30,960,872)
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment to accumulated loss - net of	-	2,656,886	2,656,886
Loss for the year	-	(2,775,470)	(2,775,470)
Other comprehensive loss for the year	-	(222,503)	(222,503)
Total comprehensive loss for the year ended 30 June 2017	-	(2,997,973)	(2,997,973)
Balance as at 30 June 2017 - Audited	30,524,290	(61,826,249)	(31,301,959)
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment to accumulated loss - net of deferred income tax	-	603,830	603,830
Loss for the period	-	(2,541,383)	(2,541,383)
Other comprehensive loss for the period	-	-	-
Total comprehensive loss for the period ended 30 September 2017	-	(2,541,383)	(2,541,383)
Balance as at 30 September 2017 - Un-audited	<u>30,524,290</u>	<u>(63,763,802)</u>	<u>(33,239,512)</u>

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


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

D.M. TEXTILE MILLS LIMITED

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2017

	NOTE	(Un-Audited) 30 September 2017 Rupees	(Un-Audited) 30 September 2016 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from / (used in) operations	12	1,046,756	(1,695,804)
Finance cost paid		(306,131)	(171,383)
Income tax paid		(24,038)	(259,363)
Net cash generated from / (used in) operating activities		<u>716,587</u>	<u>(2,126,550)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		-	225,000
Interest received		59,902	-
Net cash from investing activities		<u>59,902</u>	<u>225,000</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term borrowings - net		(27,420)	2,622,632
Repayment of long term financing		(696,137)	(750,000)
Net cash (used in) / from financing activities		<u>(723,557)</u>	<u>1,872,632</u>
Net increase / (decrease) in cash and cash equivalents		52,932	(28,918)
Cash and cash equivalents at the beginning of the period		89,687	130,992
Cash and cash equivalents at the end of the period		<u>142,619</u>	<u>102,074</u>

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


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

D.M. TEXTILE MILLS LIMITED

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2017

1 THE COMPANY AND ITS OPERATIONS

D. M. Textile Mills Limited is a public limited Company incorporated in Pakistan under the Companies Act, 1913 (Now the Companies Act, 2017) and listed on Pakistan Stock Exchange. Its registered office is situated at Westridge, Rawalpindi. The Company is engaged in the business of manufacturing, sale and trading of cotton, polyester, viscose and blended yarn.

2 BASIS OF PREPARATION

This condensed interim financial information is unaudited and is being submitted to share holders as required by section 245 of the repealed Companies Ordinance, 1984. This condensed interim financial information of the company for the quarter ended 30 September 2017 has been prepared in accordance with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting" and provisions of and directives issued under the repealed Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the repealed 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 2017.

The Companies Ordinance, 1984 has been repealed after the enactment of the Companies Act, 2017 on 30 May 2017. SECP vide its Circular 23 of 2017 and its press release dated 04 October 2017 has clarified that the companies whose financial year, including quarterly and other interim period, closes on or before 31 December 2017 shall prepare their financial statements in accordance with the provisions of the repealed Companies Ordinance, 1984. The Companies Act, 2017 requires enhanced disclosures about Company's operations and has also enhanced the definition of related parties.

3 ACCOUNTING POLICIES AND COMPUTATION METHODS

The Accounting Policies and methods of computations adopted for the preparation of the Interim Financial Information are the same as applied in the preparation of the preceding annual published Financial Statements of the company for the year ended 30 June 2017.

4 CRITICAL ACCOUNTING ESTIMATES & JUDGEMENTS

Judgments and Estimates made by the management in the preparation of this Interim Financial Information are the same as those applied to the preceding annual published Financial Statements of the company for the year ended 30 June 2017.

	(Un-Audited) 30 September 2017	(Audited) 30 June 2017
Note	Rupees	Rupees
5 SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT - NET OF DEFERRED INCOME TAX		
Opening balance	575,018,505	602,661,894
Deferred tax adjustment due to change in tax rate	-	436,836
Reversal of surplus on revaluation of land	-	(25,423,339)
Transferred to accumulated loss in respect of incremental depreciation charged during the year	(862,615)	(3,795,551)
Related deferred income tax liability	258,785	1,138,665
	(603,830)	(2,656,886)
	<u>574,414,675</u>	<u>575,018,505</u>
6 LONG TERM FINANCING		
Faysal Bank Limited - secured	6.1 7,440,753	8,136,890
Less: Current portion shown under current liabilities	3,130,475	3,005,804
	<u>4,310,278</u>	<u>5,131,086</u>

D.M. TEXTILE MILLS LIMITED

- 6.1 The Company entered into settlement agreement with Faysal Bank Limited. Pursuant to the agreement, short term borrowing including related accrued mark-up were reduced to Rupees 17.544 million. The Company paid down payment of Rupees 4.044 million. Remaining amount is interest free and is payable in 48 monthly installments (12 installments of Rupees 250,000, 12 installments of Rupees 275,000 and 24 installments of Rupees 300,000) commenced from January 2016. In case of default, the settlement agreement or any of its arrangement shall stand cancelled / withdrawn. Consequently, the Bank will be entitled to recover outstanding amount as per books of ledger.

In accordance with the requirements of IAS 39 'Financial Instruments: Recognition and Measurement' it has been stated at present value using effective interest rate of 6.52%.

These are secured against registered hypothecation charge of Rupees 50 million, second supplement agreement of hypothecation on all future and current assets, stocks of raw material, work in process, finished goods, plant and machinery, equipment tools and stores and spares.

	(Un-Audited) 30 September 2017	(Audited) 30 June 2017
Note	Rupees	Rupees
7 LIABILITY AGAINST ASSETS SUBJECT TO FINANCE LEASE		
Future minimum lease payments	658,531	658,531
Less: Un-amortized finance charges	-	-
Present value of future minimum lease payments	658,531	658,531
Less: Current portion shown under current liabilities	658,531	658,531
	<u>-</u>	<u>-</u>
8 CONTINGENCIES AND COMMITMENTS		
8.1 Contingencies		
There is no significant change in the status of contingencies, as disclosed in preceding audited annual published financial statements of the company for the year ended 30 June 2017.		
9 PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets		
Owned	9.1 599,200,895	600,714,328
Leased	9.2 558,330	565,433
	<u>599,759,225</u>	<u>601,279,761</u>
9.1 Operating fixed assets - Owned		
Opening book value	600,714,328	679,293,141
Add: Purchase of vehicle	-	788,050
	600,714,328	680,081,191
Less: Book value of deletions during the period / year	9.1.1 -	11,788,916
Less: Reversal of revaluation surplus	-	25,423,339
Less: Transferred to non-current assets classified as held for sale	-	35,227,185
Less: Depreciation charge for the period / year	1,513,433	6,927,423
	<u>599,200,895</u>	<u>600,714,328</u>
9.1.1 Book value of deletions		
Vehicle	-	141,291
Plant & Machinery	-	11,647,625
	<u>-</u>	<u>11,788,916</u>
9.2 Operating fixed assets - Leased		
Opening book value	565,433	597,615
Less: Depreciation charge for the period / year	7,103	32,182
	<u>558,330</u>	<u>565,433</u>
10 ADVANCE AGAINST PROPERTY		
An amount of Rupees 51.150 million was given by the Company as advance against purchase of property. The property could not be transferred in the Company's name due to the want of completion of legal formalities. With reference to this advance, the Director (Enforcement) of Securities and Exchange Commission of Pakistan (SECP) vide his Order dated 29 November 2007 imposed a penalty of Rupees		

D.M. TEXTILE MILLS LIMITED

100,000 on each of the director except one (nominee NIT) of the Company for contravention of Section 196(2) of the repealed Companies Ordinance, 1984. Further directions were given under section 473 for transferring the property in the name of the Company within thirty days from the Order date. The Chief Executive Officer (C.E.O) of the Company filed a revision application with the Appellate Bench of SECP under section 484 of the repealed Companies Ordinance, 1984 against this Order on 10 January 2008, where the Appellate Bench decided not to interfere with the impugned order.

The C.E.O also filed an appeal under section 485 of the repealed Companies Ordinance, 1984 read with Section 34 of the Securities and Exchange Commission of Pakistan Act, 1997 before the Lahore High Court, Rawalpindi Bench whereby stay order was granted to suspend the operation of above said impugned order. The Lahore High Court, Rawalpindi Bench, in its interim order dated 06 February 2015, granted adjournment with the directions not to transfer / alienate the property / undertaking of the Company meanwhile. Further, the court, through its order dated 09 December 2015 transferred the case to Islamabad High Court, Islamabad.

The Board of Directors in the meeting held on 23 April 2014, after getting valuation at forced sale value of Rupees 72.007 million of said property from NAKMS Associates (Private) Limited, resolved that the right in property along with fixtures and fittings to be offered to the C.E.O on the basis of "first right of refusal" at the fixed floor price of Rupees 75.00 million. The Board further decided that an amount of Rupees 48.570 million be adjusted from interest free loan given by C.E.O and his close family members to the Company and the balance amount to be paid in three equal annual installments of Rupees 8.810 million commencing from 01 May 2015. Accordingly, agreement was made between the Company and the C.E.O under the directions given by the Board of Directors of the Company.

However, the C.E.O in the case proceedings before the Islamabad High Court, Islamabad on 03 May 2016 has submitted to transfer the property in the name of the Company within sixty days there from. The C.E.O filed a petition before the Islamabad High Court to seek relief on the grounds that the said property has already been attached in the cases titled The Bank of Punjab versus Bilal Fibers Limited and The Bank of Punjab versus Bilal Textiles (Private) Limited wherein the C.E.O was a guarantor. Meanwhile, the Board of directors and the shareholders in their meetings held on 09 October 2016 and 31 October 2016 respectively resolved to reverse the transaction of sale of property to C.E.O, subject to completion of legal formalities and in accordance with rules / law / procedures.

	(Un-Audited) 30 September 2017 Rupees	(Audited) 30 June 2017 Rupees
11 DUE FROM RELATED PARTY		
Due from C.E.O	17,619,962	17,619,962
Less: Current portion shown under current assets	<u>(17,619,962)</u>	<u>(17,619,962)</u>
	<u>-</u>	<u>-</u>

It represents receivable from C.E.O against sale of property as more fully explained in Note 10. It carries no interest and is repayable in three years. In accordance with IAS 39 'Financial Instruments: Recognition and Measurement' this has been stated at present value using the discount rate of 9.94% per annum and the difference between the carrying amount and present value of expected future cash flows has been included in profit and loss account.

The maximum amount due from C.E.O at the end of any month during the period was Rupees 17.620 million (30 June 2017: Rupees 17.620 million).

	(Un-Audited) 30 September 2017 Rupees	(Audited) 30 June 2017 Rupees
12 CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(1,807,646)	(2,742,453)
Adjustments for non-cash charges and other items:		
Depreciation	1,520,536	1,915,662
Provision for gratuity	127,364	-
Return on investment	(153,652)	-
Finance cost	306,131	409,410
Gain on sale of property, plant and equipment	-	(212,433)
Working capital changes	12.1 1,054,023	(1,065,990)
	<u>1,046,756</u>	<u>(1,695,804)</u>

D.M. TEXTILE MILLS LIMITED

	(Un-Audited) 30 September 2017 Rupees	(Un-Audited) 30 September 2016 Rupees
12.1 Working capital changes		
Decrease / (increase) in current assets:		
Advances	17,000	17,400
Other receivables	(466,797)	(1,716)
	(449,797)	15,684
Increase / (decrease) in trade and other payables	1,503,820	(1,081,674)
	<u>1,054,023</u>	<u>(1,065,990)</u>

13 TRANSACTIONS WITH RELATED PARTIES

Related parties comprises of associated undertakings, other related parties and key management personnel, Detail of Transaction with related parties other than those which have been specifically disclosed elsewhere in these financial statements are as follows:

	QUARTER ENDED	
	30 September 2017 Rupees	30 September 2016 Rupees
Remuneration to Chief Executive Officer and directors	708,000	708,000
13.1 Mian Habib Ullah - C.E.O		
Loan obtained during the period / year	-	9,893,500
Adjustment / payment against outstanding balance	892,780	2,232,117
Period / year end balance	7,428,964	8,321,744
13.2 Close family member of C.E.O		
Loan obtained during the period / year	300,000	-
Period / year end balance	300,000	-

14 FINANCIAL RISK MANAGEMENT

The company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the company for the year ended 30 June 2017.

15 DATE OF AUTHORIZATION OF FINANCIAL STATEMENTS

This condensed interim financial information was approved by the Board of Directors and authorized for issue on October 21, 2017.

16 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.

Figures of the prior period has been re-arranged wherever necessary for the purpose of comparison, however, no significant re-arrangement have been made.

17 GENERAL

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


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR