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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,

2018

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. Sami Ullah
Mr. Amer Zeb
Rao Khalid Pervaiz

AUDIT COMMITTEE:

CHAIRMAN: Mr. Hussain Ahmad Ozgen
MEMBERS: Mr. Shahid Aziz
Mr. Sami Ullah

HUMAN RESOURCE & REMUNERATION COMMITTEE:

CHAIRMAN: Mr. Amer Zeb
MEMBERS: Mr. Sami Ullah
Rao Khalid Pervaiz

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: dmtextilemills@yahoo.com
Website: www.dmtextile.com.pk

D.M. TEXTILE MILLS LIMITED

CHAIRMAN'S REVIEW

Dear Shareholders,

I am pleased to present the financial reports of the Company for the first quarter ended 30 September 2018. 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.



Rawalpindi:
October 27, 2018

SHAHID HUSSAIN
Chairman of the Board of Directors

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, 2018.

1. Net Profit/(Loss)

During the period the company had a net profit of Rs. 149,430/= as compared to previous period net loss of (Rs.2,541,383).

2- Comparative financial results are given below:

First Quarter Ended	Rupees	
	30 September 2018	30 September 2017
Administrative and General Expenses	(5,393,076)	(6,141,600)
Other Income	5,911,377	4,640,085
Finance Cost	(250,199)	(306,131)
Provision for Taxation	(118,672)	(733,737)
Profit / (Loss) after taxation	149,430	(2,541,383)
Loss Per Share Basic & Diluted Rs.	0.05	(0.83)
Breakup Value per share in Rs	172.44	177.29

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 15 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 dividend.

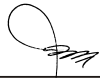
5- Future Prospects & Plans

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 27, 2018



Rao Khalid Pervaiz
Director

D.M. TEXTILE MILLS LIMITED

ڈائریکٹرز رپورٹ

معزز ممبران

30 ستمبر 2018 کو ختم ہونے والے پہلے کوارٹر کے مالیاتی حسابات (غیر آڈٹ شدہ) آپ کے سامنے پیش کئے جا رہے ہیں۔

زیر نظر مدت کے دوران کمپنی کو بعد از ٹیکس منافع 149,430 روپے کا منافع ہوا ہے جبکہ گذشتہ سال اسی مدت کے دوران بعد از ٹیکس منافع 2,541,383 روپے کا خسارہ ہوا تھا۔

مالی نتائج کا موازنہ مندرجہ ذیل ہے۔

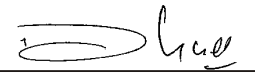
روپے		تفصیل
30 ستمبر 2017	30 ستمبر 2018	
(6,141,600)	(5,393,076)	انتظامی اور دیگر اخراجات
4,640,085	5,911,377	دیگر آمدن
(306,131)	(250,199)	مالی چارجز
(733,737)	(118,672)	ٹیکس پروویژن
(2,541,383)	149,430	منافع/(خسارہ) بعد از ٹیکس
(0.83)	0.05	فی شیئر آمدن/(خسارہ) روپے
177.29	172.44	فی شیئر بریک اپ ویلیو روپے

فیصل بینک کے ساتھ معاہدہ کے مطابق کمپنی ماہانہ اقساط باقاعدگی سے ادا کر رہی ہے۔ بقایا رقم 15 ماہانہ اقساط میں 25 دسمبر 2019 تک ادا کرنی ہیں۔ مزید برآں انتظامیہ دوسرے قرض داروں سے گفت و شنید کر رہی ہے تاکہ کمپنی کے مالی بوجھ کو کم کیا جاسکے۔

ڈائریکٹرز نے ڈیویڈنڈ تجویز نہیں کیا ہے۔

مسلسل 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 منگور ہیں۔ کمپنی کے ملازمین داو کے مستحق ہیں کہ انھوں نے کمپنی کی بہتری کے لئے لگن اور محنت سے کام کیا۔



راؤ خالد پرویز
ڈائریکٹر



میال حبیب اللہ
چیف ایگزیکٹو

راولپنڈی: 27 اکتوبر 2018

D.M. TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

		(Un-Audited)	(Audited)
		30 September 2018	30 June 2018
NOTE	Rupees	Rupees	
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
		5,000,000 (30 June 2018: 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 2018: 3,052,429) ordinary shares of Rupees 10 each	
		30,524,290	30,524,290
Accumulated loss			
		(74,928,325)	(75,583,279)
Capital reserve - surplus on revaluation of property, plant and equipment - net of deferred income tax			
5		570,755,188	571,260,712
		526,351,153	526,201,723
LIABILITIES			
NON-CURRENT LIABILITIES			
		890,308	1,766,260
6		-	-
		10,714,327	10,611,500
7		6,014,111	7,240,523
		17,618,746	19,618,283
CURRENT LIABILITIES			
		82,920,114	82,579,959
		144,947	144,947
		20,767,825	20,767,825
		8,128,673	11,890,030
		4,078,502	4,023,357
		1,616,900	298,610
		117,656,961	119,704,728
		135,275,707	139,323,011
Total liabilities			
CONTINGENCIES AND COMMITMENTS			
8		661,626,860	665,524,734
TOTAL EQUITY AND LIABILITIES			

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


CHIEF EXECUTIVE

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D.M. TEXTILE MILLS LIMITED

AS AT 30 SEPTEMBER 2018

		(Un-Audited)	(Audited)
		30 September 2018	30 June 2018
NOTE	Rupees	Rupees	
ASSETS			
NON-CURRENT ASSETS			
		570,507,484	574,652,120
9		-	-
		-	-
10		6,611,272	6,516,751
		24,414,434	24,414,434
11		601,533,190	605,583,305
CURRENT ASSETS			
		30,000	51,001
		17,619,962	17,619,962
11		2,000,000	2,000,000
		4,016,078	3,812,139
		1,142,000	1,180,033
		58,445	51,109
		24,866,485	24,714,244
		35,227,185	35,227,185
		60,093,670	59,941,429
TOTAL ASSETS			
		661,626,860	665,524,734


CHIEF FINANCIAL OFFICER


DIRECTOR

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D.M. TEXTILE MILLS LIMITED

CONDENCED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018

	(Un-Audited) 30 September 2018 Rupees	(Un-Audited) 30 September 2017 Rupees
ADMINISTRATIVE AND GENERAL EXPENSES	(4,868,741)	(6,141,600)
OTHER EXPENSES	(524,335)	-
	(5,393,076)	(6,141,600)
OTHER INCOME	5,911,377	4,640,085
PROFIT / (LOSS) FROM OPERATIONS	518,301	(1,501,515)
FINANCE COST	(250,199)	(306,131)
PROFIT / (LOSS) BEFORE TAXATION	268,102	(1,807,646)
TAXATION		
- Current	(1,345,085)	(1,076,736)
- Deferred	1,226,413	342,999
	(118,672)	(733,737)
PROFIT / (LOSS) AFTER TAXATION	149,430	(2,541,383)
PROFIT / (LOSS) PER SHARE - BASIC AND DILUTED (Rupees)	0.05	(0.83)

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 2018

	(Un-Audited) 30 September 2018 Rupees	(Un-Audited) 30 September 2017 Rupees
PROFIT / (LOSS) AFTER TAXATION	149,430	(2,541,383)
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 INCOME / (LOSS) FOR THE PERIOD	149,430	(2,541,383)

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 2018

	SHARE CAPITAL	ACCUMULATED LOSS	CAPITAL RESERVE - SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT - NET OF DEFERRED INCOME TAX	TOTAL EQUITY
	(Rupees)			
Balance as at 30 June 2017 - Audited	30,524,290	(61,826,249)	575,018,505	543,716,546
Loss for the year	-	(15,862,746)	-	(15,862,746)
Other comprehensive loss for the year	-	(278,621)	(1,772,337)	(2,050,958)
Total comprehensive loss for the year ended 30 June 2018	-	(16,141,367)	(1,772,337)	(17,913,704)
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment to accumulated loss - net of deferred	-	2,384,337	(2,384,337)	-
Revaluation surplus on property, plant and equipment - adjustment due to change in tax rates	-	-	398,881	398,881
Balance as at 30 June 2018 - Audited	30,524,290	(75,583,279)	571,260,712	526,201,723
Profit for the period	-	149,430	-	149,430
Other comprehensive loss for the year	-	-	-	-
Total comprehensive income for the period ended 30 September 2018	-	149,430	-	149,430
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment to accumulated loss - net of deferred	-	505,524	(505,524)	-
Balance as at 30 September 2018 - Un-audited	30,524,290	(74,928,325)	570,755,188	526,351,153

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 2018

	NOTE	(Un-Audited) 30 September 2018 Rupees	(Un-Audited) 30 September 2017 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	12	2,277,043	1,046,756
Finance cost paid		(250,199)	(306,131)
Income tax paid		(26,795)	(24,038)
Gratuity paid		(57,600)	-
Net cash generated from / (used in) operating activities		1,942,449	716,587
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		2,590,000	-
Interest received		57,050	59,902
Net cash from investing activities		2,647,050	59,902
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term borrowings - net		(3,761,357)	(27,420)
Repayment of long term financing		(820,806)	(696,137)
Net cash used in financing activities		(4,582,163)	(723,557)
Net increase in cash and cash equivalents		7,336	52,932
Cash and cash equivalents at the beginning of the period		51,109	89,687
Cash and cash equivalents at the end of the period		58,445	142,619

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 2018

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 Limited. Its registered office, head office and manufacturing unit 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 has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The accounting and reporting standards as applicable in Pakistan for interim reporting comprise of:

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

Where the provision 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.

This condensed interim financial information is unaudited and is being submitted to shareholders, as required by section 237 of the Companies Act, 2017.

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 2018.

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 2018.

	(Un-Audited) 30 September 2018	(Audited) 30 June 2018
Note	Rupees	Rupees
5 SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT - NET OF DEFERRED INCOME TAX		
Opening balance	571,260,712	575,018,505
Deferred tax adjustment due to change in tax rate	-	398,881
Reversal of surplus on revaluation of property, plant and equipment- net	-	(2,496,249)
Related deferred income tax liability	-	723,912
	-	(1,772,337)
Transferred to accumulated loss in respect of incremental depreciation charged during the period / year	(712,006)	(3,358,222)
Related deferred income tax liability	206,482	973,885
	(505,524)	(2,384,337)
	570,755,188	571,260,712
6 LONG TERM FINANCING		
Faysal Bank Limited - secured	6.1 4,310,279	5,131,086
Less: Current portion shown under current liabilities	3,419,971	3,364,826
	890,308	1,766,260

D.M. TEXTILE MILLS LIMITED

- 6.1 The Company entered into settlement agreement with Faysal Bank Limited. Pursuant to the agreement, short term borrowings 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 2018	(Audited) 30 June 2018
	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 - over due	658,531	658,531
	-	-
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 2018.		
9 PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets		
Owned	9.1 569,100,395	573,227,220
Leased	9.2 1,407,089	1,424,900
	570,507,484	574,652,120
9.1 Operating fixed assets - Owned		
Opening book value	573,227,220	600,714,328
Less: Book value of deletions during the period / year	9.1.1 3,114,335	12,235,957
Less: Reversal of revaluation surplus	-	3,386,313
Less: Impairment loss	-	6,024,026
Less: Depreciation charge for the period / year	1,012,490	5,840,812
	569,100,395	573,227,220
9.1.1 Book value of deletions		
Plant and machinery	3,114,335	12,235,957
9.2 Operating fixed assets - Leased		
Opening book value	1,424,900	565,433
Add: Revaluation surplus	-	890,064
Less: Depreciation charge for the period / year	17,811	30,597
	1,407,089	1,424,900
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 100,000 on each of the director except one (nominee NIT) of the Company for contravention of Section 196(2)		

D.M. TEXTILE MILLS LIMITED

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.

The Company filed a suit before the court of Senior Civil Judge (west), Islamabad dated 17 October 2017 against the C.E.O. while making Securities and Exchange Commission of Pakistan and Capital Development Authority parties to the case for directions to transfer the property in the name of the Company, which is pending adjudication.

Meanwhile, the Islamabad High Court, Islamabad vide its order dated 16 November 2017, reduced the penalty from Rupees 100,000 to Rupees 50,000 to be paid by each director of the Company within the period of thirty days.

The Company also filed an appeal before the Lahore High Court, Lahore Bench in May 2018 for detachment of the property, so the property can be transferred in the name of the Company, which is pending adjudication.

	(Un-Audited) 30 September 2018 Rupees	(Audited) 30 June 2018 Rupees
11 DUE FROM RELATED PARTY		
Due from C.E.O	17,619,962	17,619,962
Less: Current portion shown under current assets	(17,619,962)	(17,619,962)
	-	-

It represents receivable from C.E.O against sale of property as more fully explained in Note 10. The maximum amount due from C.E.O at the end of any month during the period was Rupees 17.620 million (30 June 2018: Rupees 17.620 million).

	12.1	
12 CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (loss) before taxation	268,102	(1,807,646)
Adjustments for non-cash charges and other items:		
Depreciation	1,030,301	1,520,536
Provision for gratuity	160,427	127,364
Loss on sale of property, plant and equipment	524,335	-
Return on investment	(113,538)	(153,652)
Finance cost	250,199	306,131
Working capital changes	157,217	1,054,023
	<u>2,277,043</u>	<u>1,046,756</u>

D.M. TEXTILE MILLS LIMITED

12 Working capital changes		
Decrease / (increase) in current assets:		
Advances	21,001	17,000
Other receivables	(203,939)	(466,797)
	(182,938)	(449,797)
Increase in trade and other payables	<u>340,155</u>	<u>1,503,820</u>
	<u>157,217</u>	<u>1,054,023</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 2018 Rupees	30 September 2017 Rupees
Remuneration to Chief Executive Officer and directors	738,000	708,000
13 Mian Habib Ullah - C.E.O		
Loan obtained during the period	753,000	-
Adjustment / payment against outstanding balance	1,074,357	892,780
Period end balance	8,128,673	7,428,964
13 Mrs. Riffat Habib - Close family member of C.E.O		
Loan obtained during the period	-	-
Adjustment / payment against outstanding balance	1,400,000	-
Period end balance	-	-
Mr. Sami Ullah - Director		
Loan obtained during the period	-	300,000
Adjustment / payment against outstanding balance	2,040,000	-
Rental Income	60,000	-
Period 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 2018.

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 27, 2018**.

16 CORRESPONDING FIGURES
In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim statement of financial position and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year. 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