

**3rd Quarter &
Nine Months Accounts
Period Ended**

March 31st

2021

Un- Audited



J. A. Textile Mills Limited

COMPANY INFORMATION

Board of Directors

Chief Executive: Mr. Imran Zahid
Directors: Mr. Zahid Anwar
Mrs. Rukhsana Begum
Ms. Quratul-Ain Zahid
Mr. Muhammad Ali
Mr. Riaz Ahmad
Mr. Liaqat Ali Qamar

Audit Committee:

Chairman: Mr. Riaz Ahmad
Member: Mr. Muhammad Ali
Member: Ms. Quratul-Ain Zahid

Human Resources & Remuneration (HR&R) Committee:

Chairman: Mr. Muhammad Ali
Member: Mr. Imran Zahid
Member: Mr. Liaqat Ali Qamar

Company Secretary: Mr. Ajmal Shabab

Chief Financial Officer: Mr. Muhammad Umer Farooq

Auditors: Arshad Raheem & Company, Chartered Accountants

Banks: Al Baraka Islamic Bank B.S.C. (E.C.)
Dubai Islamic Bank Pakistan Limited
JS Bank Limited
National Bank of Pakistan
United Bank Limited

Legal Advisor: Mr. Zia-ul-Haq (Advocate)

Registered Office: JK House, 32-W, Susan Road, Madina Town, Faisalabad

Share Registrar Office: HameedMajeed Associates (Private) Limited
1stFloor, H.M House, 7-Bank Square, Lahore.

Mills: 29-KM, Sheikhpura Road, Faisalabad

Web Site: www.jatml.com

DIRECTORS' REPORT TO THE SHAREHOLDERS

Your Board of Directors is pleased to present un-audited financial statements of the Company for third quarter and nine months period ended March 31, 2021.

Financial Results

Operating Indicators	Nine Months Ended March 31, 2021 Rupees	Nine Months Ended March 31, 2020 Rupees
Sales	1,085,552,932	816,649,596
Gross profit/(loss)	79,235,505	(11,352,651)
Pretax (loss)/ profit	69,580,278	(17,958,862)
Taxation	15,099,734	7,494,305
Profit/(Loss) per share	4.32	(2.02)

During the period ended, the gross profit of the company has increased as compare to loss of corresponding period of last year.

The management positively looks forward to counter all challenges and is firmly committed to deliver the best possible results and will continue to meet our objectives and goals. Based upon these aspects and continuing financial support from directors and associates, the financial statements have been prepared on going concern basis.


There is no material change in position of ongoing litigation and other matters related to court as reported in the Directors' report to the shareholders for the year ended June 30, 2020.

Transactions with related parties are carried out at arm's length. The prices are determined in accordance with comparable uncontrolled price method.

We would like to express our appreciation for the dedication and hard work put in by the entire team at J. A. Textile Mills Limited and all its partners within the country and all across the world.

For and on behalf of the Board

April 29, 2021
Faisalabad


IMRAN ZAHID
Chief Executive Officer

ڈائریکٹرز رپورٹ برائے حصص یافتگان

آپ کے بورڈ آف ڈائریکٹرز کو تیسری سہ ماہی اور 31 مارچ 2021 کو ختم ہونے والے نو ماہی عرصہ کے کمپنی کے غیر آڈٹ تخلیق شدہ مالیاتی اسٹیٹمنٹ پیش کرتے ہوئے نہایت مسرت محسوس ہو رہی ہے۔
مالیاتی نتائج:

آپریٹنگ تفصیلات	نو ماہی سال کا اختتام 31 مارچ 2021	نو ماہی سال کا اختتام 31 مارچ 2020
	روپے	روپے
فروخت	1,085,552,932	816,649,596
مجموعی منافع/(خسارہ)	79,235,505	(11,352,651)
قبل از ٹیکس (خسارہ)/منافع	69,580,278	(17,958,862)
ٹیکس	15,099,732	7,494,305
منافع/(خسارہ) فی شیئر	4.32	(2.02)

گزشتہ سال کے اسی عرصہ کے نقصان کے مقابلے میں کمپنی کے مجموعی منافع میں اضافہ ہوا ہے

کمپنی کی انتظامیہ مثبت انداز میں آنے والے تمام چیلنجوں کا مقابلہ کرنے کیلئے تیار ہے اور ممکنہ بہترین نتائج فراہم کرنے کیلئے پختہ ارادہ رکھتی ہے اور اپنے مقاصد و اہداف کو پورا کرنے کیلئے کوششیں جاری رکھے گی۔ ان پہلوؤں و ڈائریکٹرز اور ایسوسی ایشن کی مسلسل مالی امداد کی بنیاد پر یہ مالیاتی رپورٹ گونینگ کنسرن بنیادوں پر بنائی گئی ہے۔

30 جون 2020 کو ختم ہونے والے سال کی ڈائریکٹرز رپورٹ برائے حصص یافتگان میں جو مقدمات اور دیگر امور رپورٹ کئے گئے ان میں کوئی تبدیلی نہیں ہوئی ہے۔

متعلقہ پارٹیز کے ساتھ لین دین آرم لینتھ بنیادوں پر کیا گیا اور قیمتوں کا تعین کمپنیز ان کنٹرولڈ پرائس میٹھڈ کی بنیاد پر کیا گیا۔

ہم نے اے ٹیکسٹائل ملز لمیٹڈ کی پوری ٹیم اور اس کے تمام شراکت داروں، ملک کے اندر اور دنیا بھر میں کی انتھک محنت کی تعریف کرتے ہیں۔

بورڈ آف ڈائریکٹرز کی طرف سے

29 اپریل، 2021
نیصل آباد

عمران زاہد
چیف ایگزیکٹو آفیسر

J A TEXTILE MILLS LIMITED

CHAIRMAN'S REVIEW

We are pleased to present the financial results of the company. During the period company improved its results significantly. We are confident that our business will continue adding to sustainable growth to achieve better results during the current year and rise in other avenues of business will further add value to the net worth of the company.

The management remains committed to maintain focus on sustaining the financial performance of the company. We thank our shareholders, customers and staff for their support and trust in the company.

In the end, I would like to thank the board of directors for their valuable contribution and guidance throughout the company.

For and on behalf of the Board of Directors

**FAISALABAD
APRIL 29, 2021**



Chairman BOD

جے اے ٹیکسٹائل ملز لمیٹڈ

چیئرمین کا جائزہ

ہم بصدقہ کافی کے مالی نتائج پیش کر رہے ہیں

ہم اس بات پر پُر امید ہیں کہ کئی اس سال ترقی کی طرف گامزن رہے گی۔ اور اس سال بہتر نتائج حاصل کرنے کیلئے کاروبار کے بہترین طریقے اختیار کریں گے۔

انتظامیہ اس سلسلے میں پرعزم ہے کہ آپ کی کئی کی مالی کارکردگی کو برقرار رکھنے کے معاملے پر خصوصی توجہ مرکوز رکھے گی۔ ہم اپنے حصص یافتگان، کسٹمرز اور سٹاف کے شکرگزار ہیں جنکی مدد اور اعتماد کئی کو حاصل رہا۔

آخر میں، میں بورڈ آف ڈائریکٹرز کا بھی شکریہ ادا کرنا چاہتا ہوں۔ جن کی طرف سے اٹلک منت، قیمتی شراکت اور رہنمائی فراہم کی جاتی رہی۔

بورڈ کی طرف سے



چیئرمین بورڈ آف ڈائریکٹرز

29 اپریل 2021

فیصل آباد

J. A. TEXTILE MILLS LIMITED
CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT MARCH 31, 2021

	Note	March 31, 2021 (Un-Audited)	June 30, 2020 (Audited)
----- Rupees -----			
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	354,358,769	366,414,438
Long term deposits		17,453,462	17,427,380
		<u>371,812,231</u>	<u>383,841,818</u>
CURRENT ASSETS			
Stores and spares		9,379,744	7,609,956
Stock in trade		220,552,767	48,698,252
Trade debts		7,512,299	11,868,102
Advances, prepayments and other receivables		2,424,865	3,394,064
Short term investment		380,901	325,953
Tax refunds due from Government		11,695,731	7,303,535
Cash and bank balances		119,172,014	55,492,837
		<u>371,118,321</u>	<u>134,692,699</u>
		<u>742,930,552</u>	<u>518,534,517</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital			
20,000,000 ordinary shares of Rs.10/- each		<u>200,000,000</u>	<u>200,000,000</u>
Issued, subscribed and paid up capital			
12,601,160 ordinary shares of Rs. 10/- each, fully paid in cash		126,011,600	126,011,600
Accumulated loss		(129,032,801)	(188,284,382)
Surplus on remeasurement of investments available for sale to fair value		(44,132)	(44,132)
SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT			
Loan from related parties	6	186,364,590	191,135,627
		<u>130,369,952</u>	<u>132,454,324</u>
		313,669,209	261,273,037
NON CURRENT LIABILITIES			
Deferred liabilities		65,598,774	66,782,334
CURRENT LIABILITIES			
Trade and other payables		346,935,555	190,035,426
Unclaimed Dividend		443,720	443,720
Provision For taxation		16,283,294	-
		<u>363,662,569</u>	<u>190,479,146</u>
CONTINGENCIES AND COMMITMENTS			
	7	-	-
		<u>742,930,552</u>	<u>518,534,517</u>

The annexed notes 1 to 12 form an integral part of the condensed interim financial information.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

J. A. TEXTILE MILLS LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE THIRD QUARTER AND NINE MONTHS ENDED MARCH 31, 2021

	For The Nine Months Ended		For The Quarter Ended	
	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
Note	***** Rupees *****		***** Rupees *****	
Sales - net	1,085,552,932	816,649,596	392,820,693	302,864,263
Cost of sales	1,006,317,427	828,002,247	374,456,800	303,513,366
Gross Profit / (loss)	79,235,505	(11,352,651)	18,363,893	(649,103)
Operating expenses				
Distribution cost	1,099,330	468,161	18,100	74,500
Administrative expenses	10,093,580	8,432,000	3,932,009	2,925,484
Other Expenses	-	-	-	-
Finance cost	42,019	21,727	21,858	2,309
	11,234,929	8,921,888	3,971,967	3,002,293
Operating Profit / (loss)	68,000,576	(20,274,539)	14,391,926	(3,651,396)
Other operating income	1,579,702	2,315,677	184,538	131,272
Profit/(Loss) for the period before taxation	69,580,278	(17,958,862)	14,576,464	(3,520,124)
Taxation				
Current	16,283,294	10,231,214	5,892,310	2,524,434
Deferred	(1,183,560)	(2,736,909)	717,164	(1,376,109)
	15,099,734	7,494,305	6,609,474	1,148,325
Net Profit / (Loss)	54,480,544	(25,453,167)	7,966,990	(4,668,449)
Profit / (Loss) per share - Basic	4.32	(2.02)	0.63	(0.37)

The annexed notes 1 to 12 form an integral part of the condensed interim financial information.

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR

J. A. TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THIRD QUARTER AND NINE MONTHS ENDED MARCH 31, 2021

	For The Nine Months Ended		For The Quarter Ended	
	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
	----- Rupees -----		----- Rupees -----	
Net Profit	54,480,544	(25,453,167)	7,966,990	(4,668,449)
Other comprehensive income:				
Items that will not be reclassified subsequently to profit or loss				
Unrealized (Loss)/income on changes in fair value of	-	-	-	-
Gain realised on disposal of short term investment	-	-	-	-
	-	-	-	-
Total comprehensive income/(loss) for the period	54,480,544	(25,453,167)	7,966,990	(4,668,449)

The annexed notes 1 to 12 form an integral part of the condensed interim financial information.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

J. A. TEXTILE MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE THIRD QUARTER AND NINE MONTHS ENDED MARCH 31, 2021

	March 31, 2021	March 31, 2020
	----- Rupees -----	
a) CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(loss) for the period before taxation	69,580,278	(17,958,862)
Adjustments for non cash and other items:		
Depreciation	12,083,669	12,865,921
Profit on deposits	(1,579,702)	(2,315,677)
Workers profit participation fund	-	-
Finance cost	42,019	21,727
Operating cash flows before working capital changes	<u>80,126,264</u>	<u>(7,386,891)</u>
CHANGES IN WORKING CAPITAL		
Decrease/(increase) in current assets		
Stores and spares	(1,769,788)	(1,569,702)
Stock in trade	(171,854,515)	(3,881,053)
Trade debts	4,355,803	34,785,152
Advances, prepayments and other receivables	969,199	5,910,080
Tax refunds due from Government	4,201,885	5,908,835
Increase /(decrease) in current liabilities		
Trade and other payables	159,596,352	(12,229,166)
	<u>(4,501,064)</u>	<u>28,924,146</u>
Cash generated from operations	<u>75,625,200</u>	<u>21,537,255</u>
Finance cost paid	(42,019)	(21,727)
Profits on deposit accounts received	1,579,702	(857,994)
Security deposit paid	(26,082)	
Taxes paid	(11,373,252)	(13,401,711)
Net cash generated from operating activities	<u>65,763,549</u>	<u>7,255,823</u>
b) CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure of property, plant and equipment	-	-
Long term deposits	-	-
Sale proceed on vehicle	-	-
Profit on deposits	-	2,315,677
Net cash (used) in/ generated from investing activities	<u>-</u>	<u>2,315,677</u>
c) CASH FLOW FROM FINANCING ACTIVITIES		
Loan from related parties - Net	(2,084,372)	-
Repayment of short term Financing	-	-
Net cash used in financing activities	<u>(2,084,372)</u>	<u>-</u>
Net increase/(decrease) in cash and bank balances (a+b+c)	63,679,177	9,571,500
Cash and bank balances at the beginning of the period	55,492,837	42,755,000
Cash and bank balances at the end of the period	<u>119,172,014</u>	<u>52,326,500</u>

The annexed notes 1 to 12 form an integral part of the condensed interim financial information.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

J. A. TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE THIRD QUARTER AND NINE MONTHS ENDED MARCH 31, 2021

	Share capital	Accumulated loss	Surplus on remeasurement of investments available for sale to fair value	Total
	----- Rupees -----			
Balance as at July 01, 2019	126,011,600	(202,562,192)	(69,959)	(76,620,551)
Loss for the period	-	(25,453,167)	-	(25,453,167)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the period	-	(25,453,167)	-	(25,453,167)
Incremental depreciation on revalued property, plant and equipment for the period	-	7,108,914	-	7,108,914
Tax effect on incremental depreciation	-	(2,061,586)	-	(2,061,586)
Balance as at March 31, 2020	<u>126,011,600</u>	<u>(222,968,031)</u>	<u>(69,959)</u>	<u>(97,026,390)</u>
Balance as at July 01, 2020	126,011,600	(188,284,382)	(44,132)	(62,316,914)
Loss for the period	-	54,480,544	-	54,480,544
Other comprehensive income	-	-	-	-
Total comprehensive loss for the period	-	54,480,544	-	54,480,544
Incremental depreciation on revalued property, plant and equipment for the period	-	6,719,771	-	6,719,771
Tax effect on incremental depreciation	-	(1,948,734)	-	(1,948,734)
Balance as at March 31, 2021	<u>126,011,600</u>	<u>(129,032,801)</u>	<u>(44,132)</u>	<u>(3,065,333)</u>

The annexed notes 1 to 12 form an integral part of the condensed interim financial information.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

J. A. TEXTILE MILLS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE THIRD QUARTER AND NINE MONTHS ENDED MARCH 31, 2021

1 THE COMPANY AND ITS OPERATIONS

1.1 J. A. Textile Mills Limited (the Company) was incorporated in Pakistan on 25 May, 1987 under the Companies Ordinance 1984 and listed on Pakistan Stock Exchange Limited. The manufacturing unit of the Company is located at Tehsil Jaranwala, District Faisalabad in the province of Punjab and the registered office of the Company is situated at JK House 32-W Susan Road, Madina Town, Faisalabad. The principal business activity of the Company is manufacturing and sale of yarn.

1.2 Going concern assumption

The Company has accumulated loss of Rs. 129.033 million (June 30, 2020: Rs. 188.284 million) as against issued subscribed and paid up capital of Rs. 126.012 million, and its current liabilities exceeded its current assets by Rs. -7.456 million (June 30, 2020: Rs. 55.786 million). These factors indicate the existence of material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern, and therefore the Company may be unable to discharge its liabilities and realize its assets in the normal course of business.

In spite of the huge accumulated losses and negative equity, the management of the Company is making strenuous efforts optimal production strategies and effective cost controls to improve the profitability of the Company. The management positively looks forward to counter all challenges and is firmly committed to deliver the best possible results and will continue to meet our objectives and goals as it evident from the last quarter results. Based upon these aspects and continuing financial support from directors and associates, the financial statements have been prepared on going concern basis.

2 BASIS OF PREPARATION

This condensed interim financial information is un-audited and has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The Accounting and reporting Standard applicable in Pakistan comprise of International Financial Reporting Standards (IFRS) issued by the Companies Act 2017 and provisions of and directives issued under the Companies Act, 2017. Where provision of and directives issued under the Companies Act, 2017 differ from the IFRS, the provision of and directives issued under the Companies Act, 2017 have been followed.

This condensed interim financial information does not include all of the information and disclosures required for annual financial statements, and should be read in conjunction with the annual audited financial statements of the Company as at and for the year ended June 30, 2020. Comparative figures of the balance sheet are extracted from annual audited financial statements for the year ended June 30, 2020, whereas comparative profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity are stated from unaudited condensed financial information for the nine months ended March 31, 2020.

3 BASIS OF MEASUREMENT

3.1 These condensed interim financial statements have been prepared under the historical cost convention except for staff retirement benefits stated on termination basis and property, plant and equipment carried at revalued amounts.

3.2 These condensed interim financial statements are presented in Pakistani Rupee, which is the Company's functional and presented currency.

4 SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND RISK MANAGEMENT POLICIES

4.1 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

4.2 Judgments and estimates made by management in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements as at and for the year ended June 30, 2020.

4.3 The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2020.

5 PROPERTY, PLANT AND EQUIPMENT

Note

Operating fixed assets
Capital work in progress

Unaudited March 31, 2021	Audited June 30, 2020
354,358,769	366,414,438
<u>354,358,769</u>	<u>366,414,438</u>

5.1 OPERATING FIXED ASSETS

DESCRIPTION	March 31, 2021					DEPRECIATION				W. D. V		Rate %
	COST / REVALUED AMOUNT				As at March 31, 2021	As at July 1, 2020	For the year	Adjustment	As at March 31, 2021	As at March 31, 2021		
	As at July 1, 2020	Addition	Revaluation surplus	Revaluation Adjustment								
----- Rupees -----												
Freehold land	78,800,000	-	-	-	78,800,000	-	-	-	-	78,800,000	-	-
Building on freehold land												
- factory	115,130,180	-	-	-	115,130,180	13,872,986	3,797,145	-	17,670,131	97,460,049	5	5
- residential	23,178,400	-	-	-	23,178,400	2,792,282	764,479	-	3,556,761	19,621,639	5	5
Plant and machinery	150,527,547	-	-	-	150,527,547	17,976,905	4,970,649	-	22,947,554	127,579,993	5	5
Power Generators	31,500,001	-	-	-	31,500,001	7,340,152	1,911,989	-	9,152,141	22,347,860	10	10
Electric installations	3,500,000	-	-	-	3,500,000	814,284	201,429	-	1,015,713	2,484,287	10	10
Factory equipments	7,000,000	-	-	-	7,000,000	1,628,869	402,835	-	2,031,704	4,968,296	10	10
Electric appliances	940,688	-	-	-	940,688	848,398	6,922	-	855,320	85,368	10	10
Office equipments	2,875,855	28,000	-	-	2,903,855	2,384,055	36,885	-	2,420,940	482,915	10	10
Furniture and fixtures	290,516	-	-	-	290,516	268,931	1,619	-	270,550	19,966	10	10
Vehicles	6,593,344	-	-	-	6,593,344	5,995,231	89,717	-	6,084,948	508,396	20	20
Total	420,336,531	28,000	-	-	420,336,531	53,922,093	12,083,669	-	66,005,762	354,358,769		

DESCRIPTION	June 30, 2020					DEPRECIATION				W. D. V		Rate %
	COST / REVALUED AMOUNT				As at June 30, 2020	As at July 1, 2019	For the year	Adjustment	As at June 30, 2020	As at June 30, 2020		
	As at July 1, 2019	Addition	Revaluation surplus	Revaluation Adjustment								
----- Rupees -----												
Freehold land	78,800,000	-	-	-	78,800,000	-	-	-	-	78,800,000	-	-
Building on freehold land												
- factory	115,130,180	-	-	-	115,130,180	6,543,660	5,329,326	-	13,872,986	101,257,194	5	5
- residential	23,178,400	-	-	-	23,178,400	1,719,328	1,072,954	-	2,792,282	20,386,118	5	5
Plant and machinery	150,127,547	400,000	-	-	150,527,547	11,011,082	6,965,823	-	17,976,905	132,550,642	5	5
Power Generators	31,500,001	-	-	-	31,500,001	4,655,724	2,684,428	-	7,340,152	24,159,849	10	10
Electric installations	3,500,000	-	-	-	3,500,000	515,871	298,413	-	814,284	2,685,716	10	10
Factory equipments	7,000,000	-	-	-	7,000,000	1,032,077	596,792	-	1,628,869	5,371,131	10	10
Electric appliances	940,688	-	-	-	940,688	838,143	10,255	-	848,398	92,290	10	10
Office equipments	2,875,855	-	-	-	2,875,855	2,329,411	54,644	-	2,384,055	491,800	10	10
Furniture and fixtures	290,516	-	-	-	290,516	266,533	2,398	-	268,931	21,585	10	10
Vehicles	6,593,344	-	-	-	6,593,344	5,845,703	149,528	-	5,995,231	598,113	20	20
Total	419,936,531	400,000	-	-	420,336,531	36,757,532	17,164,561	-	53,922,093	366,414,438		

Unaudited March 31, 2021	Audited June 30, 2020
11,955,448	16,957,991
128,221	206,570
<u>12,083,669</u>	<u>17,164,561</u>

5.2 Depreciation charge for the period/year has been allocated as under:

Cost of sales
Administrative expenses

11,955,448	16,957,991
128,221	206,570
<u>12,083,669</u>	<u>17,164,561</u>

Nine Months Ended March 31, 2021 (Un-Audited)	Year Ended June 30, 2020 (Audited)
----- Rupees -----	

6 SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT

Opening balance	191,135,627	197,865,399
Add: Surplus arise on revaluation of property, plant and equipment	-	-
Less: Related effect of deferred tax liability	-	-
Less: Impairment of revalued property, plant and equipment	-	-
Add: Related effect of deferred tax liability	-	-
Incremental depreciation on revalued property, plant and equipment for the period transferred to accumulated loss	6,719,771	9,478,552
Related effect of deferred tax liability	(1,948,734)	(2,748,780)
	4,771,037	6,729,772
	186,364,590	191,135,627

The Company's freehold land, building on freehold land, plant and machinery, power generators, electric installations and factory equipments were revalued by M/S Yousaf Adil Saleem & Co. Chartered Accountants as on September 30, 1998 and by M/S Nizamy Associates as on June 30, 2007 and June 30, 2012 and M/S Amir Evaluators & Consultants as on 30th December, 2017. Revaluation of freehold land is carried out at market value and building on freehold land, plant and machinery, power generators, electric installations and factory equipments on depreciated replacement values.

The fair valuation of the revalued assets are considered to represent a level 3 valuation based on significant non-observable inputs being the location and condition of the assets. The fair values are subject to change owing to change in input. However, the management does not expect there to be a material sensitivity to the fair values arising from the non-observable inputs. The basis of revaluation for items of these fixed assets were as follows:

The revaluation of freehold land was based on inquiries from real estate agents and property dealers in near vicinity of freehold land. Different revaluation methods and exercises were adopted according to experience, location and other usage of freehold land considering all the relevant factors. The methodology for valuation adopted was based on International Valuation Standards. Valuation of building on freehold land was based on assessment of current construction cost of building having equivalent area and similar specifications using prevailing yardsticks for assessing cost of construction on per unit area basis. The cost thus arrived was adjusted to account for the age of building in comparison with useful service life of structure. For the purpose of valuation of plant and machinery, power generators, electric installations and factory equipments the historical values were appreciated and depreciated accordingly. Due consideration was given to the devaluation of Pakistani rupee and average escalation in the world market, adequate obsolescence factor was also applied.

7 CONTINGENCIES AND COMMITMENTS

There has been no significant change in the contingencies and commitments since the last audited financial statements as on June 30, 2020.

For The Nine Months Ended		For The Quarter Ended	
March 31, 2021 (Un-Audited)	March 31, 2020 (Un-Audited)	March 31, 2021 (Un-Audited)	March 31, 2020 (Un-Audited)
----- Rupees -----		----- Rupees -----	

8 COST OF SALES

Raw material consumed	(Note 8.1)	661,843,959	589,410,593	242,362,547	201,132,214
Stores and spares		34,923,656	12,632,604	18,359,937	5,735,505
Packing material		22,468,687	11,770,453	9,071,435	4,398,524
Salaries and wages		115,367,405	66,851,036	47,374,724	18,853,381
Retirement benefits		3,288,450	2,839,756	978,952	1,085,638
Fuel and power		149,846,432	144,361,807	47,763,689	68,300,147
Repairs and maintenance		1,841,983	410,097	1,448,018	338,637
Postage and telecommunication		39,786	50,332	17,510	13,367
Vehicle running and maintenance		305,493	308,108	142,805	102,869
Insurance		-	-	-	-
Depreciation		11,955,448	12,710,993	3,985,149	4,236,998
Other		716,375	381,739	238,738	57,991
		1,002,597,674	841,727,518	371,743,504	304,255,271

Work in process				
Opening stock	10,667,655	10,274,038	7,385,789	11,930,726
Closing stock	(6,845,672)	(11,885,400)	(6,845,672)	(11,885,400)
	3,821,983	(1,611,362)	540,117	45,326
Finished goods				
Opening stock	5,844,614	819,798	8,120,023	12,146,476
Closing stock	(5,946,844)	(12,933,707)	(5,946,844)	(12,933,707)
	(102,230)	(12,113,909)	2,173,179	(787,231)
	1,006,317,427	828,002,247	374,456,800	303,513,366

For The Nine Months Ended		For The Quarter Ended	
March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
(Un-Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)
----- Rupees -----		----- Rupees -----	

8.1 RAW MATERIAL CONSUMED

Opening stock	29,168,943	62,111,381	133,585,425	30,866,324
Purchases	837,913,986	578,938,119	314,016,092	221,904,797
	867,082,929	641,049,500	447,601,517	252,771,121
Closing stock	(205,238,970)	(51,638,907)	(205,238,970)	(51,638,907)
	661,843,959	589,410,593	242,362,547	201,132,214

9 RELATED PARTY TRANSACTIONS

The Company in the normal course of business carries out transactions with various related parties which comprise of associated undertakings and key management personnel. Amounts due from and due to related parties, if any, are shown under relevant notes to condensed interim financial information. Transaction with the related parties other than specifically mentioned in related notes were as follows.

For The Nine Months Ended	
March 31, 2021	March 31, 2020
(Un-Audited)	(Un-Audited)
----- Rupees -----	

Post employment benefit	3,288,450	2,839,756
Repayment of loan to chief executive, directors and members	382,940	382,940
Loan obtained from chief executive		

10 TAXATION

The provision for taxation made in this condensed interim financial information is subject to adjustment in annual financial statements.

11 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial information was authorized for issue on April 29, 2021 by the Board of Directors of the Company.

12 GENERAL

12.1 Previous year figures have been rearranged and reclassified wherever necessary for the purpose of comparison.

12.2 Figures have been rounded off to the nearest rupee.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

www.jamapunji.pk



سرمایہ کاری سمجھداری کے ساتھ

**Be aware, Be alert,
Be safe**

Learn about investing at
www.jamapunji.pk

Key features

- ▶ Investor Entities Verification
- ▶ Suatmate
- ▶ Jamapunji Games
- ▶ Tax credit calculator
- ▶ Company verification
- ▶ Insurance & Investment Checklist
- ▶ FAQs Answered
- ▶ Stock trading simulator (based on live feed from KSE)
- ▶ Knowledge center
- ▶ Risk profiler
- ▶ Financial calculator
- ▶ Subscription to Alerts (event notifications, corporate and regulatory actions)
- ▶ Jamapunji application for mobile device
- ▶ Online Quizzes



Jama Punji is an official
Education Initiative of
Securities & Exchange
Commission of Pakistan

www.jamapunji.pk

[@jamapunji_pk](https://www.instagram.com/jamapunji_pk)

Mobile apps are also available for download for android and ios devices