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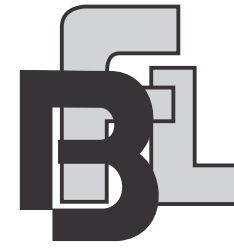
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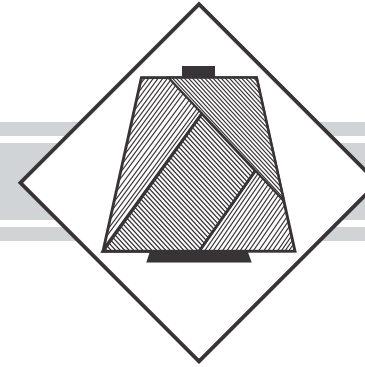
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BILAL FIBRES LIMITED

73/4, Block-K, DHA, Phase 1,
Lahore Cantt Lahore, Pakistan
Ph: 042 - 35709952-54



BILAL
FIBRES LIMITED
(ISO 9001:2000 CERTIFIED)



3rd QUARTERLY
REPORT

MARCH 31, 2018
(UN-AUDITED)



BILAL FIBRES LIMITED

COMPANY INFORMATION

| | |
|--|--|
| Chief Executive Officer | Mr. Naeem Omer |
| Directors | Mr. Naeem Omer Mr. Anwaar Abbass Mr. Muhammad Asghar Mr. Muhammad Aslam Bhatti Mr. Muhammad Kashif Mr. Muhammad Omer Mr. Shahid Iqbal |
| Audit Committee | |
| Chairman: | Mr. Muhammad Aslam Bhatti |
| Member: | Mr. Anwaar Abbass |
| Member: | Mr. Muhammad Omer |
| Human Resource & Remuneration Committee | |
| Chairman: | Mr. Shahid Iqbal |
| Member: | Mr. Muhammad Kashif |
| Member: | Mr. Muhammad Asghar |
| Company Secretary | Mr. Muhammad Ijaz Shahid |
| Auditors | M/s Rizwan and Company Chartered Accountants 114-A, Tipu Block, New Garden Town, Lahore |
| Bankers | The Bank of Punjab NIB Bank Limited Silk Bank Limited |
| Share Registrar | M/s Corplink (Pvt.) Ltd. Wings Arcade, 1-K, Commercial, Model Town, Lahore. Phone: 042 - 35916714, 35916719 Fax: 042 - 35869037 |
| Legal Advisor | Syed Waqar Hussain Naqvi 2nd Floor, Nawa-e-Waqt Building, 4 Shahrah-e-Fatima Jinnah Road, Lahore. Tel: 042-363660624-5 |
| Head Office / Registered Office | 73/4, Block-K, DHA, Phase 1, Lahore Cantt Lahore, Pakistan Ph: 042 - 35709952-54 Fax No. 042 - 35709955 Email: fm@bilalfibres.com Web site: www.bilalfibres.com |
| Mills | 38th KM, Sheikhpura Road, Tehsil Jaranwala, District Faisalabad. Ph: 041 - 4689075, 4689076 Fax No. 041 - 4689279 |



BILAL FIBRES LIMITED

DIRECTOR'S REPORT

The Directors of your Company are presenting before you the un-audited accounts of the Company for the 3rd quarter ended 31st March, 2018.

The Accounts have been prepared in compliance with IAS-34 and being submitted as required under section 245 of Companies Ordinance 1984.

The Company has incurred a loss of Rs. 43.877 million for the period ended March 31, 2018 as compared to the last nine month comparative period loss of Rs. 23.638 million. The management decided that mills will remain closed to avoid Rs. 20 million monthly loss. In this volatile market the directors trying their best for the revenue generations from the company.

OPERATING PERFORMANCE

The period under review has also been proved difficult period as the factory remained closed throughout the period. Your Company continued to be in the grip of challenges; difficult textile market with on-going financial impediments have obstructed the management not to restart the production capacities. The driving force for this non operation had been non-availability of working capital facilities, litigations with the banking companies and challenging market conditions. Due to unilateral blockage of our working capital lines by the banks, the required working capitals were not at our disposal and the Company could not purchase raw material to run the installed capacities.

FUTURE PROSPECTS

The management has decided to focus on resolution of the litigation with the banking companies and meanwhile hoping that government and APTMA will be working on relief packages for revival of the textile industry in Pakistan.

ACKNOWLEDGEMENT

We appreciate the efforts and with thanks place on record the continued support extended to us by our customers, suppliers and bankers. The valuable services rendered by our team of employees are gratefully acknowledged.

For and on behalf of the By order of Board

Lahore
Dated: April 20, 2018

(Naeem Omer)
Chief Executive Officer

ڈائریکٹرز رپورٹ

کمپنی کے ڈائریکٹرز آپ کے سامنے 31 مارچ 2018 کو ختم ہونے والی نو ماہی کے لئے کمپنی کے تیسرے ترمیم شدہ حسابات اور ان پر بیرونی محاسب کا جائزہ پیش کر رہے ہیں۔

حسابات آئی اے ایس-34 کی بیرونی میں تیار کیے گئے ہیں اور کنٹریز آرڈیننس 1984 کی دفعہ 245 کے تحت درکار پیش کیے جا رہے ہیں۔

گزشتہ نو ماہی کی تقابلی مدت میں 23.638 ملین روپے نقصان کے مقابلے میں کمپنی کو 31 مارچ 2018 کو ختم مدت کے لئے 43.877 ملین روپے کا نقصان ہوا ہے۔ انتظامیہ نے 20 ملین روپے ماہانہ نقصان سے بچنے کے لئے فیصلہ کیا ہے کہ ملز بند رہے گی۔ اس غیر متعلقہ مارکیٹ کی صورت حال میں ڈائریکٹرز کمپنی سے آمدنی حاصل کرنے کے لئے ہر ممکن کوشش کر رہے ہیں۔

آپریٹنگ کی کارکردگی

زیر جائزہ مدت بھی کمپنی کے لئے مشکل ثابت ہوئی کیونکہ زیر جائزہ تمام مدت کے دوران ملز بند رہی۔ آپ کی کمپنی مسائل کی لپیٹ میں رہی، مسلسل مالی رکاوٹوں کے ساتھ مشکل ٹیکسٹائل مارکیٹ نے انتظامیہ کو پیداواری صلاحیت دوبارہ شروع کرنے پر مجبور کیا ہوا ہے۔ اس نان آپریشن کی وجہ درنگ کمپنلی کی عدم دستیابی، بینکاری کمپنیوں کے ساتھ مقدمہ بازی اور چھٹنگ مارکیٹ کے حالات ہیں۔

بینکیوں کی طرف سے ہماری درنگ کمپنلی لائٹوں کی کنٹرول بندش کی وجہ سے، درکار درنگ کمپنلی ہمارے اختیار میں نہیں تھے اور کمپنی دستیاب صلاحیتوں کو مؤثر طریقے سے چلانے کے لئے نام مال کی خریداری نہیں کر سکتی تھی۔

مستقبل کے امکانات

انتظامیہ نے ٹیکسٹائل کمپنیوں کے ساتھ قانونی چارہ جوئی کو طے کرنے پر توجہ مرکوز کرنے کا فیصلہ کیا ہے اور امید کر رہی ہے کہ اسی اثناء میں حکومت اور ایچا، پاکستان میں ٹیکسٹائل صنعت کی بحالی کے لئے امدادی پیکیج پر کام کرے گی۔

اظہار تشکر

ہم اپنے صارفین، سپلائرز اور بینکاروں کی مسلسل حمایت کا شکریہ ادا کرتے ہیں۔ اپنے ملازمین کی ٹیم کی کوششوں اور مہیا کردہ گراں قدر خدمات کو بھی سراہتے ہیں۔

منجانب ہر ذ

(نعم عمر)

چیف ایگزیکٹو آفیسر



BILAL FIBRES LIMITED

CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)

AS AT MARCH 31, 2018

| | Un-Audited 31 March 2018 | Audited 30 June 2017 |
|---|--------------------------------|----------------------------|
| | (Rupees) | |
| EQUITY AND LIABILITIES | | |
| Share capital and reserves | | |
| Authorized share capital 15,000,000 (30 June 2017: 15,000,000) ordinary shares of Rupees 10/- each | <u>150,000,000</u> | 150,000,000 |
| Issued, subscribed and paid up capital 14,100,000 (30 June 2017: 14,100,000) ordinary shares of Rupees 10/- each fully paid in cash | <u>141,000,000</u> | 141,000,000 |
| Accumulated loss | <u>(388,646,455)</u> | (350,201,634) |
| Total equity | (247,646,455) | (209,201,634) |
| Surplus on revaluation of property, plant and equipment - net of tax | 294,863,998 | 300,295,808 |
| Non-current liabilities | | |
| Long term financing | <u>114,175,924</u> | 92,372,319 |
| Deferred liabilities | <u>24,714,443</u> | 22,256,864 |
| | 138,890,367 | 114,629,183 |
| Current liabilities | | |
| Trade and other payables | <u>52,903,680</u> | 59,005,632 |
| Accrued interest on financing | <u>97,520,034</u> | 97,520,034 |
| Short term borrowings | <u>143,855,534</u> | 143,855,534 |
| Current portion of: | | |
| Long term loan from banking company | <u>457,645,705</u> | 453,733,532 |
| Liabilities against assets subject to finance lease | <u>108,306,330</u> | 108,306,331 |
| | 860,231,283 | 862,421,063 |
| Total liabilities | 999,121,650 | 977,050,246 |
| Total equity and liabilities | 1,046,339,193 | 1,068,144,420 |
| CONTINGENCIES AND COMMITMENTS | | |
| | - | - |
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | <u>941,117,671</u> | 973,316,820 |
| Long term deposits | <u>3,388,820</u> | 3,388,820 |
| | 944,506,491 | 976,705,640 |
| Current assets | | |
| Stock-in-trade | <u>57,872,748</u> | 57,872,748 |
| Trade deposits and short term prepayments | <u>3,061,318</u> | 4,305,093 |
| Taxation-net | <u>26,543,653</u> | 26,523,365 |
| Other receivables | <u>13,905,069</u> | 2,009,094 |
| Cash and bank balances | <u>449,914</u> | 728,480 |
| | 101,832,702 | 91,438,780 |
| Total assets | 1,046,339,193 | 1,068,144,420 |

The annexed notes from 1 to 6 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR



BILAL FIBRES LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE NINE MONTH PERIOD ENDED 31 MARCH 2018

| | Nine month period ended | | Quarter ended | |
|------------------------------|-------------------------|------------------|---------------------|------------------|
| | 31 March 2018 | 31 March 2017 | 31 March 2018 | 31 March 2017 |
| | (Rupees) | | | |
| Sales - Rental Income | 4,500,000 | 95,047,600 | 1,500,000 | - |
| Cost of sales | <u>31,673,758</u> | 125,603,980 | <u>10,557,919</u> | 11,789,531 |
| Gross loss | (27,173,758) | (30,556,380) | (9,057,919) | (11,789,531) |
| Distribution cost | <u>-</u> | 447,616 | <u>-</u> | 92,204 |
| Administrative expenses | <u>3,512,170</u> | 9,118,283 | <u>1,266,168</u> | 621,495 |
| | 3,512,170 | 9,565,899 | 1,266,168 | 713,699 |
| | (30,685,928) | (40,122,279) | (10,324,087) | (12,503,230) |
| Other operating income | <u>281,815</u> | 14,739,262 | <u>(617,985)</u> | 4,143,904 |
| | (30,404,113) | (25,383,017) | (10,942,072) | (8,359,326) |
| Finance costs | <u>10,656,018</u> | 7,890,665 | <u>2,238,303</u> | 2,590,374 |
| Loss before taxation | (41,060,131) | (33,273,682) | (13,180,375) | (10,949,700) |
| Taxation | <u>(2,816,500)</u> | 9,635,711 | <u>6,744,696</u> | 3,159,913 |
| Loss after taxation | (43,876,631) | (23,637,971) | (6,435,679) | (7,789,787) |
| Loss per share | | | | |
| - Basic and diluted (Rupees) | <u>(3.11)</u> | (1.68) | <u>(0.46)</u> | (0.55) |

The annexed notes from 1 to 6 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTH PERIOD ENDED 31 MARCH 2018

| | Nine month period ended | | Quarter ended | |
|--|-------------------------|------------------|--------------------|------------------|
| | 31 March 2018 | 31 March 2017 | 31 March 2018 | 31 March 2017 |
| | (Rupees) | | | |
| Loss after taxation | <u>(43,876,631)</u> | (23,637,971) | <u>(6,435,679)</u> | (7,789,787) |
| Other comprehensive (loss) / income: | - | - | - | - |
| Total comprehensive loss for the period | (43,876,631) | (23,637,971) | (6,435,679) | (7,789,787) |

The annexed notes from 1 to 6 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR



BILAL FIBRES LIMITED

CONDENSED INTERIM CASH FLOWS STATEMENT (UN-AUDITED)

FOR THE NINE MONTH PERIOD ENDED 31 MARCH 2018

| Note | Nine month period ended | |
|---|-------------------------|---------------------|
| | 31 March 2018 | 31 March 2017 |
| | (Rupees) | |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Loss before taxation | (41,060,131) | (33,273,682) |
| Adjustment for non-cash and other related items: | | |
| Depreciation | 32,060,962 | 34,601,549 |
| (Gain) \ loss on disposal of property, plant and equipment | (281,815) | (2,307,550) |
| Finance cost | 10,656,018 | 7,890,665 |
| Amortization of deferred income | - | (12,431,712) |
| Cash flow generated from operating activities before working capital changes | 1,375,034 | (5,520,730) |
| Effect on cash flow due to working capital changes : | | |
| (Increase) / decrease in current assets: | | |
| Stores, spares and loose tools | - | 11,279,963 |
| Stock in trade | - | 83,050,792 |
| Trade debts | - | 18,445,473 |
| Loans and advances | - | 17,089,036 |
| Trade deposits and short term prepayments | 1,243,775 | (38,463) |
| Other receivables | (11,895,975) | (18,404) |
| Balances with statutory authorities | - | - |
| Decrease in trade and other payables | (6,101,952) | (111,908,459) |
| Net cash used in working capital | (16,754,152) | 17,899,938 |
| Cash generated from / (used in) operations | (15,379,118) | 12,379,208 |
| Finance cost paid | (237,090) | (403,689) |
| Income tax paid | (379,208) | (314,200) |
| Payment of staff retirement benefits - gratuity | - | (120,800) |
| Net cash used in operating activities | (15,995,416) | 11,540,519 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Proceeds from disposal of property, plant and equipment | 420,000 | 3,035,000 |
| Net cash used in investing activities | 420,000 | 3,035,000 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Increase/(decrease) in long term financing - net | 15,296,850 | (14,200,000) |
| Increase in short term borrowings - net | - | (250,000) |
| Net cash generated from / (used in) financing activities | 15,296,850 | (14,450,000) |
| Net (decrease)/increase in cash and cash equivalents | (278,566) | 125,519 |
| Cash and cash equivalents at the beginning of the period | 728,480 | 411,768 |
| Cash and cash equivalents at the end of the period | 449,914 | 537,287 |

The annexed notes from 1 to 6 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR



BILAL FIBRES LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE NINE MONTH PERIOD ENDED 31 MARCH 2018

| | Share capital | Accumulated loss | Total |
|--|--------------------|----------------------|----------------------|
| | (Rupees) | | |
| Balance as on 01 July 2016 | 141,000,000 | (371,114,784) | (230,114,784) |
| Transfer from surplus on revaluation on account of incremental depreciation - net of tax | - | 5,662,383 | 5,662,383 |
| Total comprehensive loss for the period | - | (23,637,971) | (23,637,971) |
| Balance as on 31 March 2017 | 141,000,000 | (389,090,372) | (248,090,372) |
| Balance as on 01 July 2017 | 141,000,000 | (350,201,634) | (209,201,634) |
| Transfer from surplus on revaluation on account of incremental depreciation - net of tax | - | 5,431,810 | 5,431,810 |
| Total comprehensive loss for the period | - | (43,876,631) | (43,876,631) |
| Balance as on 31 March 2018 | 141,000,000 | (388,646,455) | (247,646,455) |

The annexed notes from 1 to 6 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTH PERIOD ENDED 31 MARCH 2018

- 1. THE COMPANY AND ITS ACTIVITIES**
 - 1.1 The Company was incorporated in Pakistan as a public limited company under the Companies Act, 1913 (now Companies Act, 2017) and is listed on Pakistan Stock Exchange Limited (formerly known as Karachi Stock Exchange in which Lahore and Islamabad stock exchanges have merged). The Company is engaged in the manufacturing and sale of yarn. Registered Office of the Company is situated at 73/4, Block - K, DHA, Phase 1, Lahore Cantt. Lahore.
 - 1.2 These condensed interim financial statements have been prepared under the going concern assumption as the management is seeking amicable settlement of cases with the banking companies. Moreover, the Company has leased out the factory premises initially for a period of 11 months to meet its day to day expenses which may be extended to 5 years as approved in the annual general meeting.
- 2. STATEMENT OF COMPLIANCE**
 - 2.1 This interim financial information of the Company for the nine month period ended 31 March 2018 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34, "Interim Financial Reporting" and provisions of and directives issued under the repealed Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the repealed Companies Ordinance, 1984 have been followed.
 - 2.2 This condensed interim financial statement is unaudited and is being submitted to shareholders, as required by section 237 of the Companies Act, 2017.
- 3. BASIS OF PREPARATION**
 - 3.1 The interim condensed 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 2017.
 - 3.2 The accounting policies and computation methods adopted for the preparation of this condensed interim financial statements are the same as those applied in the preparation of the preceding annual published financial statements of the Company for the year ended 30 June 2017.
- 4. ACCOUNTING ESTIMATES AND JUDGMENTS**

The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amount of assets and liabilities, income and expenses. Actual results may differ from these estimates. 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 2017.
- 5 Figures of the prior period have been rearranged / reclassified wherever necessary for the purpose of comparison. However no major reclassifications have been made in these condensed interim financial statements.
- 6 The condensed interim financial statements were authorized for issue on **April 20, 2018** by the board of directors of the company.

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR