

**ASIM TEXTILE MILLS LIMITED**  
**INTERIM CONDENSED BALANCE SHEET**  
**AS AT MARCH 31, 2009**

		Un-Audited March 31, 2009	Audited June 30, 2008
	Note	----- (Rupees '000') -----	
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment - Tangible	3	387,902	402,817
Long term deposits		7,461	7,428
		395,363	410,245
<b>CURRENT ASSETS</b>			
Stores and spares		4,109	4,441
Stock in trade		42,412	90,790
Trade debts		-	20
Advances		11,243	9,559
Balance with statutory authorities		4,819	3,218
Cash and bank balances		51,119	14,776
		113,702	122,804
		<b>509,065</b>	<b>533,049</b>
<b>CAPITAL AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital			
17,500,000 (June 30, 2008: 17,500,000) ordinary shares of Rs. 10/- each		175,000	175,000
Issued, subscribed and paid up share capital			
15,177,000 (June 30, 2008: 15,177,000) ordinary shares of Rs. 10/- each fully paid in cash		151,770	151,770
Accumulated loss		(526,977)	(524,059)
		(375,207)	(372,289)
SURPLUS ON REVALUATION OF FIXED ASSETS		150,964	156,622
<b>NON CURRENT LIABILITIES</b>			
Long term finances		415,047	415,047
Deferred liabilities		82,104	86,653
		497,151	501,700
<b>CURRENT LIABILITIES</b>			
Trade and other payables		39,452	50,311
Interest accrued on long term financing		194,161	194,161
Short term borrowings		2,544	2,544
		236,157	247,016
CONTINGENCIES AND COMMITMENTS	4	-	-
		<b>509,065</b>	<b>533,049</b>

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

(CHIEF EXECUTIVE )

(DIRECTOR)

**ASIM TEXTILE MILLS LIMITED**  
**INTERIM CONDENSED CASH FLOW STATEMENT**  
**FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2009**  
**(Un-Audited)**

	<b>March 31, 2009</b>	<b>March 31, 2008</b>
	<b>----- (Rupees '000') -----</b>	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/profit before taxation	(11,623)	4,951
<b>Adjustment for non cash charges and other items:</b>		
Provision for gratuity	-	2,362
Depreciation	15,184	15,956
Finance cost	13	15
Profit on bank accounts	(698)	-
	14,499	18,333
Operating profit before working capital changes	2,876	23,284
<b>Working capital changes:</b>		
<b>(Increase)/decrease in current assets</b>		
Stores and spares	332	(112)
Stock in trade	48,378	(20,274)
Trade debts	20	(90)
Advances	(1,684)	(4,582)
Balance with statutory authorities	(1,229)	613
<b>Increase/(decrease) in current liabilities</b>		
Trade and other payables	(10,859)	1,442
	34,958	(23,003)
<b>Cash generated from operations</b>	37,834	281
Less:		
Taxes paid	(372)	(236)
Gratuity paid	(1,502)	(1,542)
Financial charges paid	(13)	(15)
	(1,887)	(1,793)
<b>Net cash generated/(used) in operating activities</b>	35,947	(1,512)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	(269)	(955)
Long term deposit	(33)	-
Profit on bank accounts	698	-
<b>Net cash generated/(used) in investing activities</b>	396	(955)
<b>Net increase/(decrease) in cash and cash equivalents</b>	36,343	(2,467)
<b>Cash and cash equivalents at beginning of the period</b>	14,776	9,816
<b>Cash and cash equivalents at end of the period</b>	51,119	7,349

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

(CHIEF EXECUTIVE)

(DIRECTOR)

**ASIM TEXTILE MILLS LIMITED**  
**INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2009**  
**(UN-AUDITED)**

	Issued, subscribed and paid-up share capital	Accumulated Loss	Total
	----- (Rupees '000') -----		
BALANCE AS AT JUNE 30, 2007	151,770	(535,855)	(384,085)
TRANSFERRED FROM SURPLUS ON REVALUATION OF FIXED ASSETS			
Current period incremental depreciation- net of tax	-	5,956	5,956
PROFIT FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2008	-	5,932	5,932
BALANCE AS AT MARCH 31, 2008	<u>151,770</u>	<u>(523,967)</u>	<u>(372,197)</u>
BALANCE AS AT JUNE 30, 2008	151,770	(524,059)	(372,289)
TRANSFERRED FROM SURPLUS ON REVALUATION OF FIXED ASSETS			
Current period incremental depreciation- net of tax	-	5,658	5,658
LOSS FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2009	-	(8,576)	(8,576)
BALANCE AS AT MARCH 31, 2009	<u>151,770</u>	<u>(526,977)</u>	<u>(375,207)</u>

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

**(CHIEF EXECUTIVE)**

**(DIRECTOR)**

**ASIM TEXTILE MILLS LIMITED**  
**INTERIM CONDENSED PROFIT AND LOSS ACCOUNT**  
**FOR THE QUARTER AND NINE MONTHS PERIOD ENDED MARCH 31, 2009**  
**(UN-AUDITED)**

	NOTE	Quarter Ended		Nine Months Ended	
		March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008
----- (Rupees '000') -----					
<b>SALES</b>		131,306	164,264	493,718	445,100
COST OF SALES	5	(135,550)	(157,955)	(500,635)	(434,763)
GROSS (LOSS)/PROFIT		(4,244)	6,309	(6,917)	10,337
<b>OPERATING EXPENSES:</b>					
Administrative and general		(1,908)	(1,717)	(5,391)	(5,371)
<b>OPERATING (LOSS)/PROFIT</b>		(6,152)	4,592	(12,308)	4,966
OTHER INCOME		621	-	698	-
		(5,531)	4,592	(11,610)	4,966
FINANCE COST		(5)	(3)	(13)	(15)
(LOSS)/PROFIT BEFORE TAXATION		(5,536)	4,589	(11,623)	4,951
<b>TAXATION:</b>					
Current		-	(821)	-	(2,226)
Deferred		1,016	1,069	3,047	3,207
		1,016	248	3,047	981
<b>(LOSS)/PROFIT AFTER TAXATION</b>		(4,520)	4,837	(8,576)	5,932
Accumulated loss brought forward		(524,343)	(530,789)	(524,059)	(535,855)
<b>ACCUMULATED LOSSES</b>		(528,863)	(525,952)	(532,635)	(529,923)
Transferred from surplus on revaluation of property plant and equipment in respect of incremental depreciation charged in current period-net of deferred tax		1,886	1,985	5,658	5,956
<b>ACCUMULATED LOSSES CARRIED TO BALANCE SHEET</b>		(526,977)	(523,967)	(526,977)	(523,967)
Earning Per Share-Basic		(0.30)	0.32	(0.57)	0.39

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

(CHIEF EXECUTIVE )

(DIRECTOR)

**ASIM TEXTILE MILLS LIMITED**  
**NOTES TO AND FORMING PART OF THE**  
**INTERIM CONDENSED FINANCIAL STATEMENTS**  
**FOR THE QUARTER AND NINE MONTHS PERIOD ENDED MARCH 31, 2009**  
**(Un-Audited)**

**1. COMPANY AND ITS OPERATIONS**

The Company is limited by shares and incorporated in Pakistan under the Companies Ordinance, 1984. Its shares are listed at Karachi, Islamabad and Lahore stock exchanges. The principal business of the Company is manufacturing and sale of yarn. The Mill is located at Tehsil Jaranwala, District Faisalabad in the Province of Punjab and registered office of the Company is located at 16-C, Peoples Colony, Faisalabad.

**2. BASIS OF PRESENTATION AND ACCOUNTING POLICIES**

**2.1** These financial statements have been prepared in accordance with the approved accounting standards as applicable in Pakistan and the requirements of the Companies Ordinance, 1984 (the Ordinance). Approved accounting standards comprise of such International Accounting Standards (IASs) as notified under the provisions of the Ordinance. Wherever the requirements of the Ordinance or directives issued by the Securities and Exchange Commission of Pakistan differ with the requirements of these standards, the requirements of the Ordinance or the requirements of the said directives take precedence. The disclosures made in these financial statements have, however, been limited based on the requirements of the International accounting Standard 34, "Interim Financial Reporting".

**2.2** These financial statements have been prepared using the same accounting policies as are applied in the preparation of the annual financial statements of the company for the year ended June 30, 2008.

	Un-Audited March 31, 2009	Audited June 30, 2008
---- (Rupees '000') ----		
Opening balance	402,817	422,996
Add: Additions during the period	269	1,121
	403,086	424,117
Less: Depreciation for the period	(15,184)	(21,300)
Closing balance	387,902	402,817

**3. OPERATING FIXED ASSETS**

**4. CONTINGENCIES AND COMMITMENTS**

The Company has filed a suit in the Honorable Lahore High Court, Lahore against Faysal Bank Limited for the compensation of loss suffered on acquisition of unremunerative agricultural land and disposal of the same, for not providing timely cash finance facilities despite written commitments and for charging illegal profits against the principles of Islamic banking and in contravention of the objective clause of its Articles and Memorandum of Association. The amount claimed for the first two counts is Rs. 141,831 million (including claims of Central Excise Duty) and for the last count has been left for the Court to determine.

As per Company's Lawyer's opinion the case is based on strong legal grounds and is likely to be decided in Company's favor, if so decided the amount of morhaba finances would decrease by the amount decided by the Court. Faysal Bank Limited has also filed a counter suit against the Company.

	Quarter Ended		Nine Months Ended	
	March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008
	----- (Rupees '000') -----			
<b>5. COST OF SALES</b>				
Raw material consumed- Cotton	5.1	54,995	58,554	179,227
Raw material consumed- Polyester	5.2	55,743	63,508	197,921
Salaries, wages and benefits		11,030	10,179	32,627
Stores and spares consumed		3,027	2,119	8,648
Packing material consumed		2,636	2,456	8,372
Fuel and power		17,417	15,358	52,951
Repairs and maintenance		88	55	331
Insurance		564	560	1,305
Depreciation		4,972	5,217	14,913
Goods handling charges		-	25	-
General expenses		175	98	544
		150,647	158,129	496,839
Inventory effect of work in process				457,711
Opening	3,777	3,253	3,340	3,418
Closing	(3,624)	(3,062)	(2,824)	(3,062)
	(47)	191	(484)	356
Cost of goods manufactured		150,600	158,320	496,355
Inventory effect of finished goods				458,067
Opening	1,529	32,306	20,859	9,387
Closing	(16,579)	(32,671)	(16,579)	(32,671)
	(15,050)	(365)	4,280	(23,304)
Cost of goods sold		135,550	157,955	500,635
		54,995	58,554	179,227
		17,370	21,200	58,800
Opening stock		57,450	62,416	140,252
Purchases including direct expenses		74,820	83,616	199,052
		(19,825)	(25,062)	(19,825)
Closing stock		54,995	58,554	179,227
		17,370	21,200	58,800
		57,450	62,416	140,252
		74,820	83,616	199,052
		(19,825)	(25,062)	(19,825)
		54,995	58,554	179,227
		17,370	21,200	58,800
		57,450	62,416	140,252
		74,820	83,616	199,052
		(19,825)	(25,062)	(19,825)
		54,995	58,554	179,227
		17,370	21,200	58,800
		57,450	62,416	140,252
		74,820	83,616	199,052
		(19,825)	(25,062)	(19,825)
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		54,995	58,554	179,227
		17,370	21,200	