

J. A. TEXTILE MILLS LIMITED
CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2009

		March 31, 2009	June 30, 2008
	Note	(Un-Audited) Rupees	(Audited) Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL			
Authorized			
20,000,000 ordinary shares of Rs.10/- each		200,000,000	200,000,000
Issued, subscribed and paid up			
12,601,160 ordinary shares of Rs. 10/- each, fully paid in cash		126,011,600	126,011,600
Accumulated loss		(274,484,860)	(246,005,217)
		(148,473,260)	(119,993,617)
SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT	6	225,298,774	232,426,867
NON CURRENT LIABILITIES			
Long term financing		212,058,991	213,417,477
Deferred liabilities	7	49,035,735	48,909,482
		261,094,726	262,326,959
CURRENT LIABILITIES			
Trade and other payables		38,635,961	29,809,601
Accrued mark up/interest		22,031,875	22,031,875
		60,667,836	51,841,476
CONTINGENCIES AND COMMITMENTS	8	-	-
		398,588,076	426,601,685
A S S E T S			
NON CURRENT ASSETS			
Property, plant and equipment		307,629,807	332,190,369
Long term deposits		17,185,116	16,900,662
		324,814,923	349,091,031
CURRENT ASSETS			
Stores and spares		2,786,411	3,024,444
Stock in trade		15,689,393	26,432,657
Trade debts		381,767	96,400
Loans and advances		26,384,618	28,056,051
Prepayments		488,344	122,609
Other receivables		3,804,126	4,887,279
Cash and bank balances		24,238,494	14,891,214
		73,773,153	77,510,654
		398,588,076	426,601,685

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

CHIEF EXECUTIVE

DIRECTOR

J. A. TEXTILE MILLS LIMITED
CASH FLOW STATEMENT (UN-AUDITED)
FOR THE THIRD QUARTER AND NINE MONTHS ENDED MARCH 31, 2009

	March 31, 2009	March 31, 2008
	Rupees	Rupees
a) CASH FLOW FROM OPERATING ACTIVITIES		
Loss for the period before taxation	(33,176,431)	(22,436,945)
Depreciation	24,829,012	28,245,990
Profit on deposit	(1,390)	(491)
Loss on sale of machinery	-	476,601
Loss on sale of vehicle	-	28,697
Balances written back	-	23,889
Provision for gratuity	-	1,701,335
Financial charges	-	2,001,796
	(8,348,809)	10,040,872
CHANGES IN WORKING CAPITAL		
(Increase)/decrease in current assets		
Stores and spares	238,033	2,606,339
Stock in trade	10,743,264	(17,216,735)
Trade debts	(285,367)	1,451,904
Loans and advances	1,612,210	(6,128,285)
Prepayments	(365,735)	(169,902)
Other receivables	1,083,153	1,495,378
(Decrease)/Increase in current liabilities		
Trade and other payables	8,826,360	1,538,203
	21,851,918	(16,423,098)
Cash generated from/(used in) operations	13,503,109	(6,382,226)
Financial charges paid	-	(179,856)
Taxes paid	(78,682)	(1,891,715)
Gratuity paid	(2,167,147)	(1,702,871)
Net cash flows from/(used in) operating activities	11,257,280	(10,156,668)
b) CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(268,450)	1,318,988
Sale proceeds from machinery	-	480,000
Sale proceeds from vehicle	-	25,000
Profit on deposit	1,390	491
Long term deposits	(284,454)	-
Net cash used in/generated from investing activities	(551,514)	1,824,479
c) CASH FLOW FROM FINANCING ACTIVITIES		
Long term loans (paid)/obtained	(1,358,486)	619,498
Net cash generated from/(used in) financing activities	(1,358,486)	619,498
Net increase/(decrease) in cash and bank balances (a+b+c)	9,347,280	(7,712,691)
Cash and bank balances at the beginning of the period	14,891,214	20,874,389
Cash and bank balances at the end of the period	24,238,494	13,161,698

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

CHIEF EXECUTIVE

DIRECTOR

J. A. TEXTILE MILLS LIMITED
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE THIRD QUARTER AND NINE MONTHS ENDED MARCH 31, 2009

	Share Capital	Accumulated loss	Total
	Rupees	Rupees	Rupees
Balance as at July 01, 2007	126,011,600	(243,355,803)	(117,344,203)
Incremental depreciation on revalued property, plant and equipment for the period	-	12,462,883	12,462,883
Tax effect on incremental depreciation	-	(4,362,009)	(4,362,009)
Loss for the period	-	(44,081,256)	(44,081,256)
Total recognized income and expenses for the period	-	(35,980,382)	(35,980,382)
Balance as at March 31, 2008	<u>126,011,600</u>	<u>(279,336,185)</u>	<u>(153,324,585)</u>
Balance as at July 01, 2008	126,011,600	(246,005,217)	(119,993,617)
Incremental depreciation on revalued property, plant and equipment for the period	-	10,966,297	10,966,297
Tax effect on incremental depreciation	-	(3,838,204)	(3,838,204)
Loss for the period	-	(35,607,736)	(35,607,736)
Total recognized income and expenses for the period	-	(28,479,643)	(28,479,643)
Balance as at March 31, 2009	<u>126,011,600</u>	<u>(274,484,860)</u>	<u>(148,473,260)</u>

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

CHIEF EXECUTIVE

DIRECTOR

J. A. TEXTILE MILLS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THIRD QUARTER AND NINE MONTHS ENDED MARCH 31, 2009

- 1 J. A. Textile Mills Limited is a public limited company incorporated in Pakistan under the Companies Ordinance, 1984 and listed on Karachi and Lahore Stock Exchanges. The principal business of the Company is manufacture and sale of yarn. The registered office of the company is situated at 16-C People Colony, Faisalabad.
- 2 The Company has accumulated losses of Rs. 274.485 million as at March 31, 2009 as against issued, subscribed and paid up capital of Rs. 126.012 million. In view of future expected improvements in financial results and continuing financial support from directors and associates, these accounts have been prepared on a going concern basis.
- 3 These financial statements have been prepared under "historical cost convention" except that certain fixed assets and retirement benefits have been stated at revalued amounts and present values respectively. These condensed interim financial statements have been prepared in compliance with the International Accounting Standard (IAS) 34, Interim Financial Reporting and section 245 of the Companies Ordinance, 1984.
- 4 The accounting policies and methods of computation followed in the preparation of condensed interim financial statements are the same as applied in the preparation of the annual published financial statements for the year ended June 30, 2008.
- 5 There is no unusual item included in these financial statements which is affecting assets, liabilities, equity, loss or cash flows of the Company.

Nine Months Ended March 31, 2009	Year Ended June 30, 2008
(Un-Audited)	(Audited)
Rupees	Rupees

6 SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT

Balance as on July 01,	232,426,867	260,395,088
Revaluation surplus created during the period	-	-
	232,426,867	260,395,088
Incremental depreciation on revalued fixed assets for the period transferred to accumulated loss net of deferred tax	10,966,297	16,083,499
Surplus realized on disposal of fixed assets	-	3,224,376
	10,966,297	19,307,875
	221,460,570	241,087,213
Related effect of deferred tax liability	3,838,204	8,660,346
Balance as on March 31,	225,298,774	232,426,867

First revaluation of property, plant and equipment was carried out on September 30, 1998 by an independent valuer on the basis of depreciated replacement values.

Second revaluation of property, plant and equipment was carried out on June 30, 2007 by an independent valuer, M/S Nizamy Associates, on the basis of depreciated replacement values.

7 DEFERRED LIABILITIES

Custom levies	5,591,401	5,591,401
Taxation	39,898,725	37,605,325
Staff retirement benefits	3,545,609	5,712,756
	49,035,735	48,909,482

8 CONTINGENCIES AND COMMITMENTS

Contingencies

There is no change in contingent liabilities since the last annual balance sheet date.

For The Quarter Ended		For The Nine Months Ended	
March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008
(Un-Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)
Rupees	Rupees	Rupees	Rupees

9 COST OF SALES

Cost of goods manufactured (9.1)	112,356,643	143,712,255	407,555,722	430,590,868
Finished goods				
Opening stock	34,999,206	21,776,110	22,470,006	2,735,751
Closing stock	(8,785,684)	(19,984,835)	(8,785,684)	(19,984,835)
	26,213,522	1,791,275	13,684,322	(17,249,084)
	138,570,165	145,503,530	421,240,044	413,341,784

9.1 COST OF GOODS MANUFACTURED

Raw material consumed (9.1.1)	78,408,973	103,243,701	293,473,626	313,452,434
Stores and spares	2,643,615	2,468,957	5,984,915	5,564,456
Packing material	1,250,366	2,276,666	4,883,341	6,185,355
Salaries and wages	8,831,857	9,978,734	27,797,407	29,020,867
Retirement benefits	308,715	447,207	972,287	1,355,578
Fuel and power	12,368,716	15,385,138	47,621,715	46,058,742
Repairs and maintenance	71,983	10,205	342,775	177,668
Postage and telecommunication	31,566	11,342	81,359	50,976
Vehicle running and maintenance	88,825	77,373	318,863	227,072
Insurance	335,502	335,502	1,128,928	1,006,506
Depreciation	7,969,229	9,476,894	24,147,942	27,628,493
Other	156,033	110,380	973,860	509,529
	112,465,380	143,822,099	407,727,018	431,237,676
Work in process				
Opening stock	3,530,258	2,711,001	3,467,699	2,174,037
Closing stock	(3,638,995)	(2,820,845)	(3,638,995)	(2,820,845)
	(108,737)	(109,844)	(171,296)	(646,808)
	112,356,643	143,712,255	407,555,722	430,590,868

9.1.1 RAW MATERIAL CONSUMED

Opening stock	319,784	10,046,566	494,952	10,275,083
Purchases	81,353,903	102,793,061	296,243,388	312,773,277
	81,673,687	112,839,627	296,738,340	323,048,360
Closing stock	(3,264,714)	(9,595,926)	(3,264,714)	(9,595,926)
	78,408,973	103,243,701	293,473,626	313,452,434

10 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on 27/04/09 by the Board of Directors of the Company.

11 FIGURES

- have been rounded off to the nearest rupee.
- of prior period have been re-arranged and regrouped wherever necessary for the purpose of comparison.

CHIEF EXECUTIVE

DIRECTOR

J. A. TEXTILE MILLS LIMITED
PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE THIRD QUARTER AND NINE MONTHS ENDED MARCH 31, 2009

	Note	For The Quarter Ended		For The Nine Months Ended	
		March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008
		Rupees	Rupees	Rupees	Rupees
Sales- net		126,131,078	145,279,938	396,000,480	402,409,733
Cost of sales	9	138,570,165	145,503,530	421,240,044	413,341,784
Gross loss		(12,439,087)	(223,592)	(25,239,564)	(10,932,051)
Operating expenses					
Distribution and selling cost		441,604	1,274,453	1,510,939	3,304,506
Administrative and general expenses		2,283,760	2,055,472	6,337,665	5,717,674
Finance cost		59,627	638,003	89,653	2,001,796
Other operating expenses		-	28,697	-	505,298
		2,784,991	3,996,625	7,938,257	11,529,274
Operating loss		(15,224,078)	(4,220,217)	(33,177,821)	(22,461,325)
Other income		1,390	23,889	1,390	24,380
Loss for the period before taxation		(15,222,688)	(4,196,328)	(33,176,431)	(22,436,945)
Taxation					
Current		78,682	726,400	78,682	2,012,049
Deferred		2,352,623	-	2,352,623	19,632,262
		2,431,305	726,400	2,431,305	21,644,311
Loss for the period after taxation		(17,653,993)	(4,922,728)	(35,607,736)	(44,081,256)
Loss per share - Basic and diluted		(1.40)	(0.39)	(2.83)	(3.50)

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

CHIEF EXECUTIVE

DIRECTOR