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**FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED  
SEPTEMBER 30, 2019  
(UN-AUDITED)**



**ICC Textiles Limited**



**DIRECTORS' REPORT TO THE MEMBERS**

On behalf of the Board of Directors, we hereby present the interim financial information of the company for the three months ended on September 30, 2019.

The company suffered a loss after tax amounting to Rs. 26.447 million and registered revenue of Rs. 9.123 million as against after tax loss of Rs. 22.254 million against revenue of Rs. 6.323 million in the corresponding period resulting in loss per share of Rs. 0.88 ( Jul 2018 - Sep 2018 Rs. 0.74 loss per share ). Revenue comprising of rental income only attributed to disposal of all its looms & certain allied equipment, as per our plan to consolidate company's position by repaying bank borrowings through sale of inefficient / obsolete machinery and sponsors funds injection, and to rent out vacant premises to generate revenue. The plan has been fully implemented i.e bank borrowings have been fully paid and a substantial portion of mills premises has been rented out.

We continue to focus on enhancing our rental revenue by leasing additional covered area of mills premises Moreover, we are in negotiation with various buyers for disposal of our remaining textile equipment.

The directors appreciate the continued commitment, dedication and hard work shown by the employees of the company.

For and on behalf of the Board of Directors

PERVAIZ S. SIDDIQI  
Director

JAVAID S. SIDDIQI  
Chief Executive Officer

Lahore:  
Dated: January 30, 2020



# ICC TEXTILES LIMITED

## STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2019

EQUITY AND LIABILITIES	Note	September, 2019 Rupees	June 2019 Rupees
<b>SHARE CAPITAL</b>			
<b>Authorised share capital</b>			
32,000,000 ordinary shares (June 2019: 32,000,000) of Rs.10 each		320,000,000	320,000,000
<b>Issued, Subscribed &amp; Paid up share capital</b>			
30,001,120 ordinary shares (June 2019: 30,001,120) of Rs.10 each fully paid in cash		300,011,200	300,011,200
<b>SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT - NET OF TAX</b>			
		569,065,471	572,329,953
<b>ACCUMULATED LOSS</b>			
		(753,402,748)	(730,220,157)
		<u>115,673,923</u>	<u>142,120,996</u>
<b>NON CURRENT LIABILITIES</b>			
Long term financing from directors	4	575,938,778	573,984,269
Deferred liabilities		74,745,917	75,385,391
		<u>650,684,695</u>	<u>649,369,660</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		115,921,025	106,658,562
Security deposits		5,756,363	5,756,363
Accrued mark-up		96,256,657	79,650,376
Short term borrowings		35,833,392	35,942,755
Un-claimed dividend		1,662,656	1,662,656
		<u>255,430,093</u>	<u>229,670,712</u>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	5	<u>1,021,788,711</u>	<u>1,021,161,368</u>
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment		8,522,582	12,295,695
Investment property		944,348,225	944,348,225
Long term loans and advances		14,000	74,000
Long term deposits		1,469,034	1,469,034
		<u>954,353,841</u>	<u>958,186,954</u>
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		11,438,017	11,569,336
Stock in trade		2,512,799	604,318
Loans and advances		985,934	716,610
Short term prepayments and other receivables		760,961	1,439,290
Tax refunds due from Government		35,807,965	36,032,351
Cash and bank balances		5,698,739	973,834
		<u>57,204,415</u>	<u>51,335,739</u>
Non-current assets classified as held for sale		10,230,455	11,638,675
		<u>1,021,788,711</u>	<u>1,021,161,368</u>

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

Lahore: Dated Jan. 30, 2020

Chief Executive Officer

Director

Chief Financial Officer



# ICC TEXTILES LIMITED

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED SEP 30, 2019

	Note	Jul-Sep 2019 Rupees	Jul-Sep 2018 Rupees
REVENUE	7	9,123,112	6,322,658
DIRECT COST		(3,574,151)	(3,762,729)
GROSS PROFIT		5,548,961	2,559,929
DISTRIBUTION COST		-	-
ADMINISTRATION COST		(7,081,308)	(7,035,700)
OTHER EXPENSES		(2,608,729)	(197,592)
OTHER INCOME		-	89
OPERATING LOSS		(4,141,076)	(4,673,274)
FINANCE COST		(21,100,322)	(14,059,463)
LOSS BEFORE TAXATION		(25,241,398)	(18,732,737)
TAXATION	8	(1,674,748)	(1,290,735)
LOSS AFTER TAXATION FROM CONTINUING OPERATIONS		(26,916,146)	(20,023,472)
LOSS AFTER TAXATION FROM DISCONTINUED OPERATIONS	9	469,072	(2,231,009)
PROFIT / (LOSS) AFTER TAXATION		(26,447,074)	(22,254,481)
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME		(26,447,074)	(22,254,481)
LOSS PER SHARE- BASIC AND DILUTED			
- LOSS PER SHARE FROM CONTINUING OPERATIONS		(0.90)	(0.67)
- LOSS PER SHARE FROM DISCONTINUED OPERATIONS		0.02	(0.07)
		(0.88)	(0.74)

## STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED SEPTEMBER 30, 2019

	Paid-up Capital Rupees	Revaluation Surplus Rupees	Accumulated (Loss) Rupees	Total Rupees
Balance as at June 30, 2018	300,011,200	574,923,455	(741,670,612)	133,264,043
Other comprehensive income for the period			-	-
Net loss for the period			(22,254,481)	(22,254,481)
Incremental depreciation - net of tax		(309,595)	309,595	0
Balance as at September 30, 2018	300,011,200	574,613,860	(763,615,498)	111,009,562
Balance as at June 30, 2019	300,011,200	572,329,952	(730,220,156)	142,120,996
Other comprehensive income for the period			-	-
Net loss for the period			(26,447,074)	(26,447,074)
Incremental depreciation - net of tax		(3,264,482)	3,264,482	0
Balance as at September 30, 2019	300,011,200	569,065,470	(753,402,748)	115,673,922

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

Lahore: Dated Jan. 30, 2020

Chief Executive Officer

Director

Chief Financial Officer



# ICC TEXTILES LIMITED

## STATEMENT OF CASH FLOWS FOR THE THE QUARTER ENDED SEP 30, 2019

	Note	Jul-Sep 2019 Rupees	Jul-Sep 2018 Rupees
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Net cash flow from continuing Operations	10	7,124,429	7,449,237
Net cash flow from discontinued Operations	10	(306,287)	(933,467)
		6,818,142	6,515,770
Financial charges paid		(139,530)	(897,827)
Taxes paid		(869,342)	(24,757)
Gratuity paid		(535,000)	(8,406,083)
		(1,543,872)	(9,328,667)
<b>Net cash flow from operating activities</b>	<b>(A)</b>	<b>5,274,270</b>	<b>(2,812,897)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Long term loans & advances		60,000	218,000
Sale proceeds of property, plant and equipment & assets held for sale		1,900,000	283,333
Fixed capital expenditure		-	-
<b>Net cash flow from investing activities</b>	<b>(B)</b>	<b>1,960,000</b>	<b>501,333</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Short term borrowings - Secured		(109,366)	(26,764)
Long term loans from directors		(2,400,000)	1,600,000
<b>Net cash flow from financing activities</b>	<b>(C)</b>	<b>(2,509,366)</b>	<b>1,573,236</b>
<b>Net Increase/(Decrease) in cash and bank balances</b>	<b>(A+B+C)</b>	<b>4,724,904</b>	<b>(738,328)</b>
<b>Cash &amp; bank balances at the beginning of the period</b>		<b>973,834</b>	<b>1,362,310</b>
<b>Cash &amp; bank balances at the end of the period</b>		<b>5,698,739</b>	<b>623,983</b>

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

Lahore: Dated Jan. 30, 2020

  
Chief Executive Officer

  
Director

  
Chief Financial Officer

## NOTES TO THE FINANCIAL STATEMENTS FOR THE THE QUARTER ENDED SEP 30, 2019

- These accounts have been prepared in accordance with the requirements of International Accounting Standard No. 34 "Interim Financial Reporting".
- The accounts are being submitted to the shareholders as required by Section 237 of The Companies Act, 2017.
- The accounting policies adopted for the preparation of the accounts are the same as those of applied in the preparation of the preceding annual published financial statements of the company for the year ended June 30, 2019.

		Sep, 2019 Rupees	June 2019 Rupees
<b>4 LONG TERM FINANCING FROM DIRECTORS- Unsecured</b>			
Interest free loan	4.1	186,024,311	181,669,802
Interest bearing loan - 1	4.2	140,000,000	140,000,000
Interest bearing loan - 2	4.3	184,914,467	182,314,467
Interest bearing loan - 3	4.4	65,000,000	70,000,000
		575,938,778	573,984,269
<b>4.1</b>	Original Loan amounts	321,531,222	321,531,223
	Less: Present value adjustment	206,132,600	206,132,600
		115,398,622	115,398,623
	Add: Interest charged to profit and loss account	70,625,688	66,271,179
		186,024,310	181,669,802



# ICC TEXTILES LIMITED

	Jul 2019 - Sep 2019		Jul 2018 - Sep 2018	
	Continuing Operation	Discontinued Operation	Continuing Operation	Discontinued Operation
<b>10 CASH FLOW FROM OPERATING ACTIVITIES</b>				
Loss ) before taxation	(25,241,398)	(714,507)	(18,732,737)	(2,250,798)
<b>Adjustments for:</b>				
Depreciation	491,556	-	553,013	-
(Gain)/Loss on disposal of property plant and equipment	2,381,557	408,220	-	(189,721)
Amortization of interest free loans	-	-	-	-
Amortization of transaction cost	-	-	-	-
Unwinding of discount	4,354,510	-	3,726,111	-
Staff gratuity	1,362,177	-	1,246,816	-
Financial cost	16,745,812	-	10,333,352	-
	<u>25,335,612</u>	<u>408,220</u>	<u>15,859,292</u>	<u>(189,721)</u>
	94,214	(306,287)	(2,873,445)	(2,440,519)
<b>(Increase) / Decrease in current assets</b>				
Stores, spares and loose tools	131,318	-	2,403,131	1,507,052
Stock in trade	-	-	-	-
Trade debts	(1,908,481)	-	-	-
Loans and advances	(269,324)	-	(400,566)	-
S.T prepayments & other receivables	(185,761)	-	426,924	-
	<u>(2,232,248)</u>	-	<u>2,429,489</u>	<u>1,507,052</u>
<b>Increase / (Decrease) in current liabilities</b>				
Trade and other payables	9,262,463	-	7,515,980	-
Security deposits	-	-	377,213	-
<b>Net cash generated from operations</b>	<u>7,124,429</u>	<u>(306,287)</u>	<u>7,449,237</u>	<u>(933,467)</u>

## 11 DATE OF AUTHORISATION

These accounts have been approved by the Board of Directors on January 30, 2020.

## 12 COMPARATIVE FIGURES

- have been rounded off to the nearest rupee.
- have been re-arranged and / or reclassified, wherever considered necessary. However, no significant reclassification has been made in these financial statements, except for reclassification of surplus on revaluation and disclosure of discontinued operations.

Lahore: Dated Jan. 30, 2020

Chief Executive Officer

Director

Chief Financial Officer