

REPORT AND ACCOUNTS
FOR THE NINE MONTHS ENDED
MARCH 31, 2016

AL-ABID SILK MILLS LIMITED

REGISTERED OFFICE
A-39, S.I.T.E., Manghopir Road, Karachi.

AL-ABID SILK MILLS LIMITED

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AL-ABID SILK MILLS LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS	Mr. S.M. Jawed Azam Mr. Naseem A. Sattar Mr. Azim Ahmed Mr. Qamar Mashkoor Mr. Muhammad Sajid Hafeez Mst. Adia Naseem Mrs. Sadaf Nadeem Syed Raza Abbas Jaffari	Chairman Chief Executive Officer Executive Director Independent Non-Executive Director Independent Non-Executive Director Non-Executive Director Non-Executive Director Nominee Director (N.I.T.)
SECRETARY	Mr. Nasim Ahmed	
AUDIT COMMITTEE	Mr. Qamar Mashkoor Mr. Muhammad Sajid Hafeez Mr. S.M. Jawed Azam	Chairman Member Member
HUMAN RESOURCE AND REMUNERATION COMMITTEE	Mr. Muhammad Sajid Hafeez Mr. Naseem A. Sattar Mr. Qamar Mashkoor	Chairman Member Member
AUDITORS	Muniff Ziauddin & Co., Chartered Accountants	
REGISTRAR	Room No. 407-408, 4th Floor, Al-Ameera Centre, Shahrah-e-Iraq, Saddar Karachi.	
BANKERS	Allied Bank Limited Faysal Bank Limited Habib Bank Limited Habib Metropolitan Bank Limited JS Bank Limited Meezan Bank Limited National Bank of Pakistan Orix Leasing Pakistan Ltd. Pak Oman Investment Company Limited Pak Kuwait Investment Company (Private) Limited PAIR Investment Company Limited Standard Chartered Bank (Pakistan) Limited Summit Bank Limited The Bank of Punjab United Bank Limited	
REGISTERED OFFICE	A-39, S.I.T.E., Manghopir Road, Karachi.	
MILLS	A-39, A-51 / B, A-34 / A, D-14 / C-1, A-29 / B, S.I.T.E., Karachi.	

AL-ABID SILK MILLS LIMITED

DIRECTORS' REPORT TO THE SHAREHOLDERS

The Board of Directors presents the condensed interim financial statements of the company for the quarter ended March 31, 2016.

During the period under review the company is not doing any production of processing business as the plant is still undergoing extensive maintenance process so that the same could be run efficiently in the future. Hence there were no sales recorded during the period as against Rs.225.31 million during the corresponding period of last financial year. Accordingly the net loss for the period ended stood at Rs.463.28 million as compared to the previous year's net loss of Rs.413.77 million. The reason for increasing of loss is majorly amount of extensive maintenance during the period under review.

FUTURE OUTLOOK:

Efforts are being made with banks for re-structuring, at the same time Company is actively in negotiation with the customers who have large-scale retail stores in the international market. All efforts are being made to capture the market share as in the past, for which we are hopeful that before the end of the year we should be in a position to implement the plan.

In the end, your Directors are pleased to appreciate for the services rendered by the workers, staff and executives of the company and look forward for their continued hard work with full dedication. We also thank all our well wishers and valued shareholders.

Thanks to all of you.

APRIL 28, 2016

For and on behalf of the
Board of Directors

(NASEEM A. SATTAR)
Chief Executive Officer

AL-ABID SILK

CONDENSED INTERIM BALANCE SHEET

Note	March 2016	June 2015	June 2014
	(Un-Audited)	Restated	Restated
EQUITY & LIABILITIES			
SHARE CAPITAL AND RESERVES			
	200,000,000	200,000,000	200,000,000
Authorised capital			
20,000,000 Ordinary Shares of Rs. 10/- each			
Issued, subscribed and paid-up capital	<u>134,095,500</u>	<u>134,095,500</u>	<u>134,095,500</u>
Reserves			
Capital reserve	372,834,000	372,834,000	372,834,000
Accumulated loss	(6,557,410,921)	(6,233,862,482)	(5,897,634,145)
	<u>(6,184,576,921)</u>	<u>(5,861,028,482)</u>	<u>(5,524,800,145)</u>
Shareholder's equity			
	<u>(6,050,481,421)</u>	<u>(5,726,932,982)</u>	<u>(5,390,704,645)</u>
Surplus on revaluation of fixed assets	5 3,036,000,905	3,174,437,762	3,374,755,993
LIABILITIES			
NON- CURRENT LIABILITIES			
Loan from director - unsecured	6 477,973,754	466,018,754	445,768,754
Long term loan from banks	-	-	-
Liabilities against assets subject to finance lease			
Deferred Taxation	7 406,843,286	404,503,865	399,993,045
Retirement benefits	7 7,388,935	14,265,760	22,384,770
	<u>892,205,975</u>	<u>884,788,379</u>	<u>868,146,569</u>
CURRENT LIABILITIES AND PROVISIONS			
Trade and other payables	8 1,021,393,439	1,027,500,898	1,014,878,695
Advance from I.B.L	222,526,038	32,907,270	-
Accrued markup	240,815,938	240,815,938	240,815,938
Current maturity of long term loans			
- and Lease Liability	67,118,820	67,118,820	73,072,920
Short term finances	5,034,787,523	5,034,787,523	5,034,787,523
	<u>6,586,641,758</u>	<u>6,403,130,449</u>	<u>6,363,555,076</u>
CONTINGENCIES AND COMMITMENTS			
	9 <u>4,464,367,217</u>	<u>4,735,423,608</u>	<u>5,215,752,993</u>

The annexed notes 1 to 19 form an integral part of these condensed interim financial statements.

Chief Executive Officer

MILLS LIMITED

AS AT MARCH 31, 2016

	Note	March 2016 (Un-Audited)	June 2015 (Rupees) Restated	June 2014 Restated
ASSETS				
NON-CURRENT ASSETS				
Property, plant and equipment	10	4,091,717,015	4,374,712,766	4,801,771,325
Long term security deposit		1,946,645	1,946,645	1,946,645
CURRENT ASSETS				
Stores and spares		81,492,512	81,492,512	89,886,713
Stock in trade		18,189,966	18,189,966	30,997,375
Trade debts		6,777,482	8,142,154	33,643,479
Loans and advances		9,271,499	9,330,612	12,392,083
Trade deposits and prepayments		6,311,810	6,311,810	7,811,810
Other receivables		165,167,887	165,167,887	170,493,463
Tax refunds due from government		73,192,140	59,817,553	58,471,592
Cash and bank balances		10,300,261	10,311,703	8,338,508
		370,703,557	358,764,197	412,035,023
		4,464,367,217	4,735,423,608	5,215,752,993

Director

AL-ABID SILK MILLS LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (Unaudited) FOR THE NINE MONTHS ENDED MARCH 31, 2016

	Note	NINE MONTHS PERIOD ENDED		THREE MONTHS PERIOD ENDED	
		Jul-Mar 2016	Jul-Mar 2015	Jan-Mar 2016	Jan-Mar 2015
		Rupees	Rupees	Rupees	Rupees
Sales and services	11	-	225,306,001	-	56,923,461
Cost of sales		432,749,724	573,471,446	249,880,393	161,365,935
Gross loss		(432,749,724)	(348,165,445)	(249,880,393)	(104,442,474)
Operating expenses					
Distribution cost		-	8,520,788	-	2,482,664
Administrative expenses		28,091,242	50,043,174	7,748,827	15,108,748
		(460,840,966)	(406,729,407)	(257,629,220)	(122,033,886)
Other income	12	1,216,780	2,613,347	683,997	-
Loss from operations		(459,624,186)	(404,116,060)	(256,945,223)	(122,033,886)
Finance cost	13	21,689	107,814	-	120
Loss before taxation		(459,645,875)	(404,223,874)	(256,945,223)	(122,034,006)
Taxation - net	14	3,636,643	9,549,782	819,172	4,439,532
Loss after taxation		(463,282,518)	(413,773,656)	(257,764,395)	(126,473,538)
Loss per share - basic and diluted	15	(34.55)	(30.86)	(19.22)	(9.43)

The annexed notes 1 to 19 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Director

AL-ABID SILK MILLS LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Unaudited) FOR THE NINE MONTHS ENDED MARCH 31, 2016

	NINE MONTHS PERIOD ENDED		THREE MONTHS PERIOD ENDED	
	Jul-Mar 2016 Rupees	Jul-Mar 2015 Rupees Restated	Jan-Mar 2016 Rupees	Jan-Mar 2015 Rupees Restated
Loss after taxation	(463,282,518)	(413,773,656)	(257,764,395)	(126,473,538)
Transfer from surplus on revaluation of fixed assets on account of incremental depreciation- net of tax	139,734,079	150,693,437	46,568,164	50,231,341
Total comprehensive Loss	<u>(323,548,439)</u>	<u>(263,080,219)</u>	<u>(211,196,231)</u>	<u>(76,242,197)</u>

The annexed notes 1 to 19 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Director

AL-ABID SILK MILLS LIMITED

CONDENSED INTERIM CASH FLOW STATEMENT (Unaudited) FOR THE NINE MONTHS ENDED MARCH 31, 2016

	Jul-Mar 2016 Rupees	Jul-Mar 2015 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before taxation	(459,645,875)	(404,223,874)
Adjustments for:		
Depreciation	282,087,531	314,324,240
Provision for gratuity	246,000	60,000
Gain on disposal of property, plant and equipment	(1,216,780)	(2,613,347)
	281,116,751	311,770,893
Decrease / (increase) in current assets:		
Stores and spares	-	1,390,868
Stock in trade	-	944,175
Trade debtors	1,364,672	12,483,673
Loan and advances	59,113	1,688,389
Trade deposits and prepayments	-	509,144
Other receivables	-	2,943,888
Tax refunds due from government	(13,329,745)	1,930,710
	(11,905,960)	21,890,847
Increase / (Decrease) in current liabilities:		
Trade and other payable	(6,107,459)	52,596,320
Advance from I.B.L	189,618,768	-
	183,511,309	52,596,320
Cash used in generated from operations	(6,923,775)	(17,965,814)
Taxes paid	(44,842)	(1,288,207)
Staff gratuity paid	(7,122,825)	(90,000)
Net cash outflow from operations	(14,091,442)	(19,344,021)
CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from disposal of fixed assets	2,125,000	7,713,600
Net cash generated from investing activities	2,125,000	7,713,600
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds of loan from directors	11,955,000	13,700,000
Payments of obligation under finance lease	-	(2,850,588)
Net cash inflow from financing activities	11,955,000	10,849,412
Net (decrease) / increase in cash and cash equivalents	(11,442)	(781,009)
Cash and cash equivalents at the beginning of the period	10,311,703	8,338,508
Cash and cash equivalents at the end of the period	10,300,261	7,557,499

The annexed notes 1 to 19 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Director

AL-ABID SILK MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Unaudited) FOR THE NINE MONTHS ENDED MARCH 31, 2016

	Share Capital	Capital Reserve	Accumulated Loss	Total
	Rupees			
Balance as at June 30, 2014 restated	134,095,500	372,834,000	(5,897,634,145)	(5,390,704,645)
Loss after tax for the nine months ended March 31, 2015	-	-	(413,773,656)	(413,773,656)
Correction due to change in tax rate	-	-	(2,726,509)	(2,726,509)
Transfer from surplus on revaluation of fixed assets on account of incremental depreciation - net of tax	-	-	150,693,437	150,693,437
Balance as at March 31, 2015 restated	134,095,500	372,834,000	(6,163,440,873)	(5,653,784,864)
Balance as at June 30, 2015 restated	134,095,500	372,834,000	(6,233,862,482)	(5,726,932,982)
Loss after tax for the nine months ended March 31, 2016	-	-	(463,282,518)	(463,282,518)
Transfer from surplus on revaluation of fixed assets on account of incremental depreciation	-	-	139,734,079	139,734,079
Balance as at March 31, 2016	134,095,500	372,834,000	(6,557,410,921)	(6,050,481,421)

The annexed notes 1 to 19 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Director

AL-ABID SILK MILLS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (Unaudited) FOR THE NINE MONTHS ENDED MARCH 31, 2016

1 LEGAL STATUS AND OPERATIONS

Al-Abid Silk Mills Limited (the Company) was incorporated as a private limited company in the year 1968, later on it was converted into public limited company as on December 24, 1987 under Companies Ordinance, 1984. Currently, the shares of the Company are listed on Karachi and Lahore Stock Exchanges (Pakistan Stock Exchange Limited with effect from January 11, 2016). The registered office is located at A-39, S.I.T.E., Manghopir Road, Karachi. The Company is principally engaged in manufacturing and processing of various kinds of fabrics and export of printed and dyed cloth, bed sets and other textile made-ups. The manufacturing facilities of the Company are located at Karachi.

1.1 GOING CONCERN ASSUMPTIONS

As a result of constant losses, the company's equity is in negative by Rs. 6.051 billion while the reported current liabilities (since partly under litigation) have exceeded to current assets of the company by Rs. 6.216 billion. However, the company has undertaken various steps in order to turn around the company. The brief update on these steps is given below:

(i) Recapturing foreign market

The Company has recently been in correspondence with major foreign buyers to restart business with them and due to the Company's past performance and global image strength, these prospective buyers are willing to restart business with the Company. The management of the Company expects that within next financial year the Company will be able to start exporting again. The export business will add to the production and will help in eliminating losses being incurred in local production.

(ii) Capturing local market share

The Company was engaged in export business for last several years and was dealing with the international customers of good repute. There was nominal business in the local market merely for selling of rejected and leftover goods under the range of 5%. The Company has started local fabric processing business in order to cover maximum possible fixed costs but still production volume is not upto the mark level. Since the management has fully concentrated its attention for getting maximum business, it seems that the company may succeed to achieve optimum level of production by the end of the next financial year.

(iii) Reduction in fixed costs

Reluctantly, the management has to retrench most of their men power strength considering current level of business. Furthermore, various steps have also been taken for resource conservations, effective utilization of natural resources and raw materials which are being successfully implemented. Accordingly, partial outcomes of these steps have been arrived at whereas its full impact will be screened during the finalization of upcoming quarterly and yearly financial statements.

(iv) Rescheduling of credit facilities with the banks

The management has already requested all of the banks and DFIs collectively and individually, to reschedule its credit facilities for a longer period coupled with fresh additional working capital facility. Most unfortunately, banks' response time is quite slow due to following up their internal procedures and systems. Meanwhile, the banks and DFIs have already filed civil recovery suits in Honorable High Court and Banking Court for recovery of their lent fund. The Company has already filed leave to defend in the court against all such legal suits. The management is confident and believes that in ultimate analysis an amicably out of the court settlement will be reached and approval of rescheduling with other banks including fresh financing which is essential requirement for resumption of export business will be finalized. Furthermore, the company has not accrued the markup of Rs. 334.856 million as matter is under negotiations with the banks and DFIs.

In view of the above, the management of the company is confident to turn it around and to continue as a going concern. Accordingly, these financial statements do not include any adjustment relating to the realization of its assets and liquidation of any liabilities that might be necessary should the company be unable to continue as a going concern.

AL-ABID SILK MILLS LIMITED

2 BASIS OF PREPARATION

2.1 This condensed interim financial information of the company for the nine months ended March 31, 2016 is unaudited and has been prepared in accordance with the requirements of the International Accounting standard 34 - 'Interim Financial Reporting' and provisions of and directives issued under the companies ordinance 1984 (the Ordinance). In case where requirements differ, the provisions of or directives issued under the Ordinance have been followed. This condensed interim financial information does not include all the information required for annual financial statements and therefore should be read in conjunction with the audited annual financial statements of the Company for the year ended June 30, 2015.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are consistent with those applied in the preparation of audited annual financial statements for the year ended June 30, 2015.

There are certain new International Financial Reporting Standards (standards), amendments to published standards and interpretations that are mandatory for the financial year beginning on July 1, 2015. These considered not to be relevant or to have any significant effect on the Company's financial reporting and operations and are, therefore, not disclosed in this condensed interim financial information.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

4.1 The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

4.2 In preparing this condensed interim financial information, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the audited annual financial statements for the year ended June 30, 2015.

5 SURPLUS ON REVALUATION OF FIXED ASSETS	March 31, 2016	June 30, 2015
	Rupees (Unaudited)	Rupees (Audited)
Balance at beginning of the period / year	3,433,882,161	3,738,290,484
Less: Incremental depreciation on revalued assets for the period / year	(205,491,293)	(304,408,323)
	<u>3,228,390,868</u>	<u>3,433,882,161</u>
Less: related deferred tax of:		
- balance at beginning of the year	259,444,399	363,534,491
- incremental depreciation for the period / year	(65,757,214)	(100,454,747)
- effect of change in tax rate	(1,297,222)	(3,635,345)
	<u>192,389,963</u>	<u>259,444,399</u>
Balance at end of the period / year	<u>3,036,000,905</u>	<u>3,174,437,762</u>

5.1 The Company has updated the revaluation of Leasehold lands, Buildings on Leasehold lands, Plant, Machinery & equipments, Furniture & Fixture, Office equipment, Electric, gas & Other Installation and Leased Plant, Machinery & equipments on June 30, 2012. The valuation has been determined by the independent valuer M/s. Anjum Adil & Associates on the basis of prevailing market rates which has resulted an increase in revaluation reserve by Rs. 3,807,350,502. The earlier valuation of Leasehold lands was carried out by the same independent valuer on August 31, 2010 and August 31, 2007 on the basis of prevailing market rates at that time.

The appraisal surplus arisen on this revaluation was credited to "Surplus on Revaluation Account" to comply with the requirements of Section 235 of the Companies Ordinance 1984. However, previously the effect of change in tax rate relating to deferred tax on revaluation surplus was not recorded as per requirements of IAS 12. This amount as a correction of error has been disclosed in this interim financial information.

As previously stated as at June 30, 2014	3,369,922,225
Effect of change in tax rate 2014	4,833,768
After restated as at June 30, 2014	<u>3,374,755,993</u>
As previously stated as at June 30, 2015	3,165,968,649
Effect of change in tax rate 2014	4,833,768
Effect of change in tax rate 2015	3,635,345
After restated as at June 30, 2015	<u>3,174,437,762</u>

AL-ABID SILK MILLS LIMITED

		March 31, 2016 Rupees (Unaudited)	June 30, 2015 Rupees (Audited)
6	LOAN FROM DIRECTOR - Unsecured		
	Balance at beginning of the period / year	466,018,754	445,768,754
	Received during the period / year	11,955,000	20,250,000
		477,973,754	466,018,754
6.1	The above is interest free loan from director of the company.		
		March 31, 2016 Rupees (Unaudited)	June 30, 2015 Rupees (Audited) Restated
7	DEFERRED TAXATION		
	Accelerated tax depreciation allowance	935,357,000	1,037,635,598
	Liabilities against assets subject to finance lease	19,301,010	22,578,396
	Provisions for retirement benefits	(354,496)	(365,574)
	Tax credit of Unused tax losses	(547,460,228)	(655,344,555)
		406,843,286	404,503,865
8	ADVANCE FROM IBL		
	IBL submitted proposal to the banks for restructuring and acquiring share holding in the Company. Pending this proposal IBL desired to enter into contract manufacturing of their goods in the company. For this purpose in pursuit to have the plant in full running condition to manufacture their contract goods as per their specification, IBL incurred initial mobilizing expenses under their supervision for repair maintenance which is to be adjusted against generation of manufacturing of contract goods only, in the event settlement with banks is not reached. Manufacturing of contract goods so far not started.		
		March 31, 2016 Rupees (Unaudited)	June 30, 2015 Rupees (Audited)
9	CONTINGENCIES AND COMMITMENTS		
9.1	Contingencies:		
	Bank guarantee	79,834,000	79,834,000
9.1.1	The bank guarantees have been issued in favour of various government agencies.		
9.1.2	The Sales Tax department has filed an appeal in the Honorable High Court of Sindh on 23rd August, 2000 against the Order of the learned Appellate Tribunal Customs and Sales Tax for recovery of Additional Tax and Surcharge amounting to Rs. 3.449 million for the year 1992-93. No provision for this amount has been made in these accounts as the management of the Company is of the view that the decision of the Learned Appellate Tribunal Customs and Sales Tax given in favour of the Company will be successfully defended in the Honorable High Court.		
9.1.3	JS Bank Limited has filed suit No.B-42/2013 & B-76/2013 against the company for recovery of outstanding loan amounting to Rs. 335,105,083/-.		
9.1.4	United Bank Ltd has filed suit No. B-93 of 2012 against the company for recovery of outstanding loan amounting to Rs. 606,855,202/-.		
9.1.5	Habib Bank Limited has filed suit No. B-96 of 2012 against the company for recovery of outstanding loan amounting to Rs. 812,482,558/-.		
9.1.6	Pak-Oman Investment Co. Ltd has filed suit No. 202 of 2013 against the company for recovery of outstanding loan amounting to of Rs. 46,031,519/-.		
9.1.7	Meezan Bank Ltd. has filed Suit No. B-58 of 2013 against the company for recovery of outstanding loan amounting to Rs. 546,667,987/-.		
9.1.8	Faysal Bank Ltd has filed suit no. B-80 of 2013 against the company for recovery of outstanding loan amounting to Rs. 763,724,270/-.		

amounting to Rs. 433,796,294/-. The leave to defend the banking suit has been allowed and the matter will now proceed to trial.

- 9.1.10 Bank of Punjab has filed suit No. B-95 of 2013 against the Company for recovery of outstanding loan amounting to Rs. 434,399,948/-
- 9.1.11 PAIR Investment Co. Ltd has filed suit No. B-111 of 2013 against the Company for recovery of outstanding loan amounting to Rs. 171,460,949/-
- 9.1.12 Allied Bank Ltd. has filed suit No. B-49 of 2014 against the Company for recovery of outstanding loan amounting to Rs. 76,788,194/-.
- 9.1.13 National Bank of Pakistan has filed suit no. B-66 of 2014 against the Company for recovery of outstanding loan amounting to Rs. 963,313,878/-.
- 9.1.14 Orix Leasing has filed suit no 36/2015 against the Company for recovery of outstanding loan amounting to Rs. 19,481,004/-.
- 9.1.15 Standard Chartered Bank (Pakistan) Ltd has filed suit no 04/2015 against the Company for recovery of outstanding loan amounting to Rs. 42,550,043/-.
- 9.1.16 Pak Kuwait Investment Company has filed suit no 16/2015 against the Company for recovery of outstanding loan amounting to Rs. 26,811,180/-.
- 9.1.17 Habib Metropolitan Bank Limited has filed suit no B-38/2015 against the Company for recovery of outstanding loan amounting to Rs. 773,496,075/-.

Above are the claims by Banks / Financial Institutions which are being contested by the company referred in note 9.1.3 to 9.1.17.

- 9.1.18 Various suppliers have filed the suits against the company and the outcome of the cases cannot be predicted but management is vigorously contesting the case.
- 9.1.19 Various ex-workers filed suits for payment of their legal dues before the Authority under the Payment of Wages Act, West Division, Karachi. The company believes that there may not be any financial implications.

9.2 Commitments:

There are no commitments as at period end. (June 2015 : Nil)

	March 31, 2016 Rupees (Unaudited)	June 30, 2015 Rupees (Audited)
10 PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets	4,074,917,015	4,357,912,766
Capital work-in-progress	16,800,000	16,800,000
	<u>4,091,717,015</u>	<u>4,374,712,766</u>
	Jul-Mar 2016 Rupees (Unaudited)	Jul-Mar 2015 Rupees (Unaudited)
20.1 The disposals during the period as follows:		
Owned assets:		
Vehicles	<u>2,995,000</u>	<u>12,761,701</u>
11 SALES AND SERVICES		
Sales		
Export sales	-	-
Local sales	-	2,403,846
	-	<u>2,403,846</u>
Services		
Cloth Processing - Printing and dyeing	-	222,902,155
	-	<u>225,306,001</u>

AL-ABID SILK MILLS LIMITED

		Jul-Mar 2016 Rupees (Unaudited)	Jul-Mar 2015 Rupees (Unaudited)																							
12	OTHER INCOME																									
	Income from non-financial assets/liabilities																									
	Gain on disposal of property, plant and equipment	<u>1,216,780</u>	<u>2,613,347</u>																							
13	FINANCE COST																									
	The company has not accrued markup of Rs. 334.856 million for the period as the matter is under negotiations with the banks for restructuring.																									
		Jul-Mar 2016 Rupees (Unaudited)	Jul-Mar 2015 Rupees (Unaudited)																							
14	TAXATION																									
	Deferred	<u>3,636,643</u>	<u>9,549,782</u>																							
		<u>3,636,643</u>	<u>9,549,782</u>																							
15	EARNINGS / (LOSS) PER SHARE - BASIC & DILUTED																									
15.1	Basic earnings / (loss) per share																									
		<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th colspan="2" style="text-align: center;">NINE MONTH PERIOD ENDED</th> <th colspan="2" style="text-align: center;">THREE MONTHS PERIOD ENDED</th> </tr> <tr> <th style="text-align: center;">Jul-Mar 2016</th> <th style="text-align: center;">Jul-Mar 2015</th> <th style="text-align: center;">Jan-Mar 2016</th> <th style="text-align: center;">Jan-Mar 2015</th> </tr> </thead> <tbody> <tr> <td>Loss after taxation</td> <td style="text-align: right;">Rupees (463,282,518)</td> <td style="text-align: right;">(413,773,656)</td> <td style="text-align: right;">(257,764,395)</td> <td style="text-align: right;">(126,473,538)</td> </tr> <tr> <td>Weighted average num</td> <td style="text-align: right;">Number 13,409,550</td> <td style="text-align: right;">13,409,550</td> <td style="text-align: right;">13,409,550</td> <td style="text-align: right;">13,409,550</td> </tr> <tr> <td>Basic loss per share</td> <td style="text-align: right;">Rupees (34.55)</td> <td style="text-align: right;">(30.86)</td> <td style="text-align: right;">(19.22)</td> <td style="text-align: right;">(9.43)</td> </tr> </tbody> </table>		NINE MONTH PERIOD ENDED		THREE MONTHS PERIOD ENDED		Jul-Mar 2016	Jul-Mar 2015	Jan-Mar 2016	Jan-Mar 2015	Loss after taxation	Rupees (463,282,518)	(413,773,656)	(257,764,395)	(126,473,538)	Weighted average num	Number 13,409,550	13,409,550	13,409,550	13,409,550	Basic loss per share	Rupees (34.55)	(30.86)	(19.22)	(9.43)
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Basic loss per share	Rupees (34.55)	(30.86)	(19.22)	(9.43)																						
15.2	Diluted earnings per share																									
	There is no dilution effect on the basic earnings per share of the company.																									
		Jul-Mar 2016 Rupees (Unaudited)	Jul-Mar 2015 Rupees (Unaudited)																							
16	<u>Al-Abid Silk Mills Limited</u>																									
	Key management personnel - Remuneration & Benefits	<u>-</u>	<u>1,750,000</u>																							
17	FINANCIAL RISK MANAGEMENT																									
	The Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended June 30, 2015.																									
18	CORRESPONDING FIGURES																									
	Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison and better presentation. Significant reclassification includes.																									
	'Advance from I.B.L.' was previously included under the head of 'Trade and other payables'. From the current period the same has been shown separately. Consequently, the comparatives have also been reclassified accordingly.																									
19	DATE OF AUTHORISATION FOR ISSUE																									
	These condensed interim financial statements were approved and authorized for issue in the Board of Directors' meeting held on April 28, 2016																									

Chief Executive Officer

Director

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Printed Matter

UNDER POSTAL CERTIFICATE

If undelivered please return to :

AL-ABID SILK MILLS LIMITED

Registrars:

Adam Patel & Company

34/2-F, Block-5, Clifton, Karachi.