

Half Yearly Accounts
for the Period ended
December 31, 2018



DAR ES SALAAM

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COMPANY INFORMATION

Board of Directors	Mrs. Nilofar Mukhtar Mr. Faisal Mukhtar Mrs. Mahwesh Faisal Mukhtar Ms. Abida Mukhtar Mr. Muhammad Gul Nawaz Mr. Muhammad Yousaf Mr. Ejaz Hussain	Chairperson & Director Chief Executive Officer
Audit Committee	Mr. Muhammad Gul Nawaz Mrs. Mahwesh Faisal Mukhtar Mrs. Nilofar Mukhtar	Chairman Member Member
HR & Remuneration Committee	Mr. Muhammad Yousaf Mrs. Mahwesh Faisal Mukhtar Mrs. Nilofar Mukhtar	Chairman Member Member
Chief Financial Officer Company Secretary	Mr. Shahid Amin Chaudhry	
Share Registrar	M/S Corplink (Pvt) Ltd Wing Arcade, 14-K, Commercial, Model Town, Lahore. Tel: 042-35839182, 042-35869037	
Auditors	M/s Hassan Naeem & Co. Chartered Accountants	
Bankers	National Bank of Pakistan The Bank of Punjab United Bank Limited Faysal Bank Limited Silk Bank Limited Summit Bank Limited	
Registered Office	176-N, Scotch Corner, Upper Mall Lahore. Phones: (042) 35878643-44 Fax : (042) 35878642	
Factory	10th Km Muridke-Sheikupura Road, Muridke.	

Director's Report

Directors of Dar es Salaam Textile Mills Limited (the Company) present the half year interim financial information for the period ended December 31, 2018.

Overview and Performance

Current Financial Year remains challenging for the spinning industries as last year witnessed closure of various units. Moreover, the country witnessed, yet again, a lack luster six months due to elections and formation of new government. Unlike the promised stability, it has brought unprecedented devaluation of the Pak rupee, increasing utility rates and intermittent textile policies, combined with the declining foreign reserves continues to challenge the textile sector.

Loss per Share

Loss per share of your Company for the quarter ended December 31, 2018 was PKR (14.74) as compared to PKR (3.18) for the corresponding period last year.

The interim financial statements of the Company have been reviewed by the auditors of the Company, Messrs. UHY Hassan Naem & Co., Chartered Accountants and their review report is attached with the interim financial statements. The auditors of the Company have expressed certain reservations in their review report for the period ended 31 December 2018. These reservations and our parawise comments on these reservations are as follows:

Adverse Opinion	Justification
<p>The Company incurred loss before taxation of Rs. 22.55 million during the six-month period ended December 31, 2018 and, as of that date; the Company's current liabilities exceeded its total assets by Rs. 99.51 million. As stated in note 2.1, these events or conditions, along with other matters, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. The effect of this matter has not been adjusted appropriately in these financial statements and financial statements have been prepared on going concern basis.</p>	<p>The management of the Company tried its utmost efforts to restart plant but due to inability to raise investment in the unit to update old and outdated machinery, continuous losses in the past few years that had eroded equity, unfavorable debt ratios, and pressure from creditors, it was not a viable option. Therefore, an alternate business plan was discussed with the Board of Directors meeting on April 6th 2018 and approved by the shareholders in its meeting held on April 30, 2018. The plan is two-pronged, first step is to dispose-of plant and machinery and use the proceeds to pay down partial debt. In the second phase, the management will focus on selling off the land and Building and plant and other assets and commence trading of yarn.</p> <p>Subsequent to approval of the shareholders meeting, the Company has partially disposed off its plant and machinery. The Company is making its efforts to dispose land and building which is subject to execution of settlement agreement. Upon realization of proceeds; the Company shall be implemented alternate business plan as envisaged and approved by the shareholders.</p>
<p>Stores and spares having book value of Rs. 2.94 million disposed of during the period. Book value and disposal proceeds could not be verified in the absence store listing, sales invoices and bank trail of proceeds against disposal. The effect of this matter has not been adjusted appropriately in these financial statements.</p>	<p>The management provided complete listings of items and copies of underlying records to the auditors which was somehow not considered by the auditors for reasons known to them. The Company has recorded sale proceeds against sale of stores in the books of account whereas difference between carrying value and sale proceeds has been charged to Income.</p>

Adverse Opinion	Justification
<p>The Company has receivable against operating lease amounting to Rs. 16.47 million which remained unverified in the absence of balance confirmation</p>	<p>It is in the knowledge of the Auditors that previous tenant has not settled overdue rental payments and we have provided provision of Rs. 16.47 million in half yearly accounts. The management also requested the auditors to provide confirmation letter tracking reference to pursue the party to send confirmation directly to the auditors; however the auditors did not provide the letter.</p>
<p>The Company's trade and other payables amounting to Rs. 105.18 million could not be verified in absence of direct confirmation. Further as disclosed in note 15, during the period liabilities amounting to Rs. 9.75 million were written off which could not be verified in absence of confirmation from the relevant payables. The effect of this matter has not been adjusted</p>	<p>The management provided details and addresses of the parties for confirmation and also provided required information with regard to amount written back to the auditors. However, auditors disregarded the fact that these amounts were outstanding for last many years.</p>
<p>The Company has short term borrowings amounting to Rs. 148.78 million and the relevant accrued markup amounting to Rs. 55.15 million remained unconfirmed in the absence of direct confirmation. The effect of this matter has not been adjusted appropriately in these financial statements.</p>	<p>Auditors again communicated the list of pending confirmation from banks on the very last moment and did not provide reasonable time to us to follow up with the banks to issue confirmation letters directly to the auditors.</p>
<p>As disclosed in note 12, the Company has long-term loan amounting to Rs. 123.09 million and the relevant accrued markup amounting to Rs. 54.31 million remained unconfirmed in the absence of direct confirmation. The effect of this matter has not been adjusted appropriately in these financial statements.</p>	<p>We explained to the Auditors that the restructuring / settlement agreement negotiated with the banks allows the Company waiver in the mark up. By charging excessive markup with give false position of the debt of the Company.</p>
<p>As disclosed in note 8, the Company has transferred property and equipment having net book value amounting to Rs. 374.16 million to asset held under disposal group. Out of these assets property and equipment having net book value of Rs. 370.17 were not transferred at NRV (Fair value less cost to sell) as per IFRS 5 Non-current Assets Held for Sale and Discontinued Operations and remaining equipment having a net book value of Rs. 3.99 million were transferred at NRV, however no valuation reports were provided at transfer date. In absence of valuation reports at the date of transfer, valuation under IFRS 5 Non-current Assets Held for Sale and Discontinued Operations and loss on transfer of assets under disposal group amounting Rs. 6.53 million could not be verified. Subsequently revaluation surplus, deferred tax and incremental depreciation has not been adjusted appropriately in these financial statements.</p>	<p>As per IFRS 5, the Company has transferred property and equipment having carrying value of Rs. 374.16 million to Asset Held under Disposal Group under IFRS 5. As fair valuation of land and building was carried out by an independent valuer six months back and we understand that both land and building are carried at their fair value. Further, assets has been transferred after incorporating appropriate estimate of cost to be incurred in sale of land and building. We suggested the auditors to reverse the deferred taxation with effect from July 01, 2018; however, they did not agree to our suggestion and advised that published figures for the quarter ended September 30, 2018 could not be restate and accordingly effect has been taken in interim financial statements with effect from October 01, 2018 but they still preferred to modify the opinion.</p>
<p>As disclosed in note 10 and note 17, effect of deferred taxation for quarter ended 30 September 2018 and reversal of deferred tax asset amounting to Rs. 63.80 million could not be verified in absence of workings to support these adjustments. The effect of deferred tax has not been adjusted appropriately in these financial statements.</p>	<p>Auditors have qualified in their report on annual audited financial statements for the year ended June 30, 2018 that the Company has wrongly recognised deferred tax asset which could not be reversed in foreseeable future. Now we have reversed deferred tax asset after preparing complete working and we believe that no complicated and length working was required for reversal of deferred tax asset considering the facts.</p>
<p>Bank balances amounting to Rs. 0.14 million remained unconfirmed in the absence of bank statements and direct confirmation. The effect of this matter has not been adjusted appropriately in these financial statements.</p>	<p>Management informed the auditors that these bank accounts are dormant and management is working to either to close them or reinstate them.</p>

Status of disposal of property, plant and equipment and alternate business plan:

The Company held an Extra Ordinary General Meeting on April 30, 2018 to approve the sale / lease of land, building, plant and machinery in order to settle its obligation towards financial institutions and trade and other payables and to approve an alternate business plan as recommended by the board of directors. Approval was accorded by the shareholders for utilization of the proceeds from sale of assets to repay the liabilities of the Company and to utilize the remaining proceeds to start alternate business plan as approved and recommended by the Board of Directors of the Company. The Company has not yet been able to implement alternate business plan as approved by the shareholders in absence of serious buyers to fetch best price from sale of land and building and remaining plant and machinery and settlement of obligations towards lenders and other parties.

At present, the Company has partially executed the plan by disposing off certain part of plant and machinery whereas efforts are being made to dispose off land, building and remaining part of plant and machinery to pay off its liabilities. Proceeds from sale of machinery were utilized for repayment of Bank Loan. Status of disposal of assets as per S.R.O. 423(I)/2018 dated April 03, 2018 is as under:

	Amount Rupees
Book value of assets sold	62,990,570
Loss on disposal	26,402,884
Sale proceeds	36,586,686
Utilization of disposal proceeds	36,046,921
Book value of remaining assets to be sold	370,367,660

Your Directors are continuing their efforts to prepare a best possible solution for the benefit of all the stakeholders. We would like to thank all our shareholders for their continued support.

For and on behalf of the Board

Lahore: February
27, 2019


Faisal Mukhtar
Chief Executive Officer

ڈائریکٹر رپورٹ

دارالسلام ٹیکسٹائل ملز لمیٹڈ (کمپنی) کے ڈائریکٹروں نے 31 دسمبر، 2018 کو ختم ہونے والی مدت کی نصف سال کی مالیاتی رپورٹ پیش کرتے ہیں

جائزہ اور کارکردگی

موجودہ سال بھی گزشتہ مالی سال کی طرح ٹیکسٹائل صنعتوں کے لئے چیلنج جاری ہے پچھلے سال مختلف یونٹوں کی بندش کا مشاہدہ کیا گیا۔ اس کے علاوہ، ملک کو انتخابات اور نئی حکومت کے قیام کی وجہ سے چھ مہینے کی کمی۔ وعدہ استحکام کے برعکس پاکستان کے رویہ کی قدر میں کمی، افادیت کی شرح اور متعدد ٹیکسٹائل کی پالیسیوں میں رکاوٹ، جس کے ساتھ ساتھ غیر ملکی نختار میں کمی ٹیکسٹائل کے شعبے کو چیلنج کا سامنا جاری ہے

آپ کی کمپنی کا نقصان فی شیئر (PKR (14.74) دسمبر 31، 2018

(PKR (3.18) گزشتہ سال اسی مدت کے لئے ہے

یو ایچ وائے حسن نعم ایڈٹڈ کمپنی، چارٹرڈ اکاؤنٹنٹس نے عبوری آڈٹ رپورٹ میں منسلک کمپنی کی مالیاتی رپورٹ کا جائزہ لیا۔ کمپنی کے آڈیٹرز نے 31 دسمبر 2018 کو ختم ہونے والی مدت کے دوران مخصوص تحفظات کا اظہار کیا ہے۔ ان تحفظات پر ہماری رائے مندرجہ ذیل ہے۔

جوڑ	غیر معمولی رائے
<p>کمپنی کی انتظامیہ نے پلانٹ کو دوبارہ شروع کرنے کی کوشش کی لیکن پرانی مشینری کو اپ ڈیٹ کرنے کے لئے یونٹ میں سرمایہ کاری بڑھانے میں ناکامی ہوئی جس کی وجہ سے، گزشتہ چند سالوں میں مسلسل نقصانات کا سامنا کرنا پڑا جنہوں نے بلا جواز قرض کے اخراجات، اور قرض دہندگان کے دباؤ کا سامنا رہا، یہ قابل عمل اختیار نہیں تھا۔ لہذا، بورڈ آف ڈائریکٹرز نے 6 اپریل 2018 کو میٹنگ میں ایک متبادل کاروباری منصوبہ پر تبادلہ خیال کیا اور 30 اپریل، 2018 کو منعقد ہونے والی میٹنگ میں حصص داروں کی طرف سے منظوری دی گئی۔ یہ منصوبہ دو اہم مرحلوں پر مشتمل ہے، پہلا پلانٹ اور مشینری کا بیچنا ہے۔ اور آمدنی کا استعمال جزوی قرض ادا کرنے کے لئے۔ دوسرے مرحلے میں، زمین عمارت اور دیگر اثاثوں کی فروختگی سے حاصل شدہ رقم سے یارن کی تجارت شروع کرنے پر توجہ دے گئی۔</p> <p>حصص داروں کے اجلاس کی منظوری کے بعد، کمپنی نے جزوی طور پر اس کے پلانٹ اور مشینری کو جزوی طور پر بیچ دیا ہے۔ کمپنی زمین اور عمارت کو بیچنے کی کوشش کر رہی ہے جو منظور شدہ پلان پر عمل پیرا ہے۔ آمدنی کی وصولی پر؛ شراکہ کی طرف سے تصور شدہ اور منظوری کے طور پر کمپنی متبادل کاروباری منصوبہ کو لاگو کیا جائے گا</p>	<p>کمپنی کا چھ ماہ کی مدت کے دوران ٹیکس سے قبل 22.55 ملین کا نقصان ہوا۔ کمپنی کی موجودہ دین داریوں کا موجودہ اثاثوں سے 99.51 ملین روپے سے زیادہ ہیں جیسا کہ نوٹ 2.1 میں بیان کیا گیا ہے، ان واقعات یا حالات، دوسرے معاملات کے ساتھ، یہ بتاتے ہیں کہ غیر یقینی صورتحال موجود ہے کہ کمپنی کی صلاحیت پر جاری تشویش کے طور پر جاری رکھنے کے بارے میں کافی شک پیدا ہو سکتا ہے۔ اس معاملے کا اثر ان مالی رپورٹ میں مناسب طریقے سے ایڈجسٹ نہیں کیا گیا ہے اور مالی صورتحال تشویش پر مبنی ہیں</p>
<p>انتظامیہ نے آڈیٹرز کو ریکارڈ کی مکمل لسٹیں فراہم کی، جس کو آڈیٹرز نے بلا وجہ وجوہات کی بنا غور نہیں کیا کمپنی نے اکاؤنٹس میں ان کی فروخت اور کتابی قیمت کا فرق ان مالیاتی رپورٹس میں درج کیا ہے</p>	<p>اسٹور اور سپنر پارٹس جن کی کتابی قیمت 2.94 ملین روپے ہے جو کہ اس مدت کے دوران بیچی گئیں جس کی جانچ پڑتال سٹور لسٹنگ، سیل انوائس اور بنک ٹریل کی غیر موجودگی میں تصدیق نہیں کی جا سکتی اس معاملے کا اثر ان مالیاتی رپورٹ میں مناسب طریقے سے ایڈجسٹ نہیں کیا گیا ہے</p>
<p>یہ آڈیٹرز کے علم میں ہے کہ پچھلے کرایہ دار نے کرایہ کی ادائیگی نہیں کی ہے اور ہم نے اس نقصان کا ازالہ کیلئے شمالی اکاؤنٹس میں 16.47 ملین روپے کی پروویژن کی ہے انتظامیہ نے آڈیٹرز سے تصدیق کے لئے لکھے گئے خط کے بارے میں بتائے تاکہ تصدیق براہ راست آڈیٹرز کو کروائی جائے۔ تاہم آڈیٹرز نے لکھا گیا توثیقی خط فراہم نہیں کیا</p>	<p>کمپنی نے اپریٹنگ لیز کے تحت 16.47 ملین ہے جسکی توثیق دین دار کی کنفر میشن کے بغیر ہے</p>
<p>کمپنی نے کریڈٹڈ پٹرز کی بقایاجات کی تصدیق کے لئے ان کے کاروباری پتے مہیا کیے لیکن آڈیٹرز نے مسترد کر دیا جو کہ گزشتہ کئی سالوں سے آ رہے ہیں۔</p>	<p>کمپنی کی تجارت اور دیگر ادائیگیوں کی براہ راست تصدیق کی غیر موجودگی میں 105.18 ملین کی تصدیق نہیں کی جا سکتی۔ اس کے علاوہ نوٹ 15 میں بتایا گیا ہے ان ادائیگیوں کی قیمت۔ 9.75 ملین ہے۔ جس کی تصدیق کی غیر موجودگی میں ختم کر دیا گیا ہے ان مالی رپورٹ میں مناسب طریقے سے ایڈجسٹ نہیں کیا گیا ہے</p>

<p>آئیٹرز نے دوبارہ آخری لمحے کے دوران بینکوں سے غیر تصدیق شدہ کی فہرست دی جس کی تصدیق کئے مناسب وقت نہیں دیا گیا</p>	<p>کمپنی نے 148.78 ملین روپے کے مختصر مدت کے قرضے لے رکھے ہیں۔ اور متعلقہ جمع شدہ مارک اپ براہ راست تصدیق نہیں ہوئی جو 55.15 ملین روپے ہیں۔ اس معاملے کا اثر ان مالی رپورٹس میں مناسب طریقے سے ایڈجسٹ نہیں کیا گیا ہے</p>
<p>ہم نے آئیٹرز کو وضاحت کی کہ بینکوں کے ساتھ مذاکرات کی بحال کرنے والے معاہدے کی رو سے اجازت دینا ہے۔ کمپنی کے قرض کے ساتھ اضافی مارک اپ چارج کر کے قرض کی غلط حیثیت نہ بتائی جائے</p>	<p>نوٹ 12 میں ظاہر کیا گیا ہے، کمپنی کے پاس 123.09 ملین روپے کے طویل مدتی قرض ہے۔ اور متعلقہ جمع کردہ مارک اپ 54.31 ملین روپے براہ راست تصدیق کے غیر موجودگی میں ناممکن رہے۔ اس معاملے کا اثر ان مالیاتی رپورٹس میں مناسب طریقے سے ایڈجسٹ نہیں کیا گیا ہے</p>
<p>آئی ایف آر ایس 5 کے مطابق، کمپنی نے پراپرٹی اور آلات کو روپے کی قیمت لے کر منتقل کر دی ہے۔ آئی ایف آر ایس 5 کے تحت ڈسپوزل گروپ کے تحت 374.16 ملین افراد کے زیر انتظام اثاثہ 5. زمین اور عمارت کا منصفانہ تخمینہ چھ ماہ قبل ایک آزاد ملکہ کے ذریعہ کیا گیا تھا اور ہم سمجھتے ہیں کہ زمین اور عمارت کو ان کی مناسب قیمت پر لے لیا جاتا ہے۔ اس کے علاوہ، اثاثوں کو زمین اور عمارت کی فروخت میں لاگو ہونے کی لاگت کا مناسب تخمینہ شامل کرنے کے بعد منتقل کر دیا گیا ہے۔ ہم نے تجویز کیا کہ آئیٹرز کو جولائی 01، 2018 سے مؤثر طریقے سے معاوضہ ٹیکس کو ریورس کرنے کے لئے؛ تاہم، انہوں نے ہمارے مشورہ سے اتفاق نہیں کیا اور مشورہ دیا کہ 30 ستمبر، 2018 کو ختم ہونے والی سہ ماہی کے لئے شائع کردہ اعداد و شمار کو دوبارہ نہیں رکھا جاسکتا اور اس کے مطابق مؤثر مالیاتی بیانات 01 اکتوبر، 2018 کے اثرات میں لے جا چکے ہیں لیکن وہ ابھی بھی ترمیم کرنے کی ترجیح دیتے ہیں۔ رائے</p>	<p>نوٹ 8 میں ظاہر کیا گیا ہے، کمپنی نے پراپرٹی اور سازو سامان جن کی کتابی قیمت 374.16 ملین روپے ہے ان اثاثوں کو اٹائے برائے فروخت دیکھایا گیا ہے ان اثاثوں میں سے جن کی کتابی قیمت 370.17 ملین روپے ہے ان کو مناسب قیمت میں منتقل نہیں کیا گیا، جو کہ آئی ایف آر ایس کے مطابق نہیں ہیں نان کرنٹ ایسٹس برائے فروختگی اور معطل آپریشن اس کے مطابق فروخت اور باقی سازو سامان جن کی کتابی قیمت 3.99 ملین روپے ہے تاہم ان کی مارکیٹ قیمت کی رپورٹ مہیا نہیں کی مارکیٹ قیمت کی غیر موجودگی میں آئی ایف آر ایس 5 کے تحت اٹائے برائے فروخت جن کی قیمت 6.53 ملین روپے ہے تصدیق نہ ہو سکیبہد ازاں اضافی قیمت، ٹیکس اور اضافی گھسائی کو مالیاتی رپورٹ میں ایڈجسٹ نہیں کیا گیا ہے</p>
<p>جون، 2018 کو ختم ہونے والے سال کے لئے آٹھ شدہ 30 مالیاتی بیانات نے کہا کہ کمپنی نے غلط طور پر معاوضہ ٹیکس اٹائے کو تسلیم کیا ہے جس سے مستقبل میں مستقل میں کوئی تبدیلی نہیں کی جاسکتی ہے۔ اب ہم نے مکمل کام کرنے کی تیاری کے بعد معزول ٹیکس اٹائے کو بدلہ دیا ہے اور ہم اس بات پر یقین رکھتے ہیں کہ حقائق پر مبنی ٹیکس اٹائے کے بدلے کے لئے کوئی پیچیدہ اور اہمیتی کام کرنے کی ضرورت تھی</p>	<p>جیسا کہ نوٹ 10 اور نوٹ 17 میں انکشاف کیا گیا ہے، 30 ستمبر 2018 کو ختم ہونے والے سہ ماہی کے لئے معاوضہ ٹیکس کے اثرات اور روپے کی رقم کے لئے لیبٹ شدہ ٹیکس اٹائے کو تبدیل کرنا۔ ان ایڈجسٹمنٹ کی حمایت کے لئے کاموں کی غیر موجودگی میں 63.80 ملین کی تصدیق نہیں کی جا سکتی۔ ان مالی بیانات میں معاوضہ ٹیکس کا اثر مناسب طریقے سے ایڈجسٹ نہیں کیا گیا ہے</p>
<p>مینجمنٹ نے آئیٹرز سے آگاہ کیا کہ یہ بینک اکاؤنٹس غیر معمولی ہیں اور انتظامیہ انہیں بند کرنے یا انہیں بحال کرنے کے لئے یا تو کام کر رہی ہے</p>	<p>بینک کو بیلنس بینک کی بیانات اور براہ راست تصدیق کے غیر موجودگی میں 0.14 ملین نامزد نہیں ہوئے۔ اس معاملے کا اثر ان مالی بیانات میں مناسب طریقے سے ایڈجسٹ نہیں کیا گیا ہے</p>

چانیداد، پلانٹ اور سامان اور اختلاط کاروباری منصوبہ بندی کے ضوابط کی حیثیت

کمپنی نے 30 اپریل، 2018 کو ایک غیر معمولی جنرل اجلاس منعقد کی جس میں زمین، عمارت، پلانٹ اور مشینری کی فروخت / اجرت کی منظوری کے لئے مالیاتی ادارے اور تجارت اور دیگر تنخواہوں کو حل کرنے اور متبادل تجارتی منصوبہ کو منظور کرنے کے لئے منظور کیا گیا ہے۔ ڈائریکٹر بورڈ کے ذریعہ کمپنی کی نمہ داریوں کو ادا کرنے کے لئے اثاثوں کی فروخت سے متعلق آمدنی کے استعمال کے لئے حصول داروں کی طرف سے منظوری دی گئی اور باقی آمدنی کو کمپنی کے ڈائریکٹر بورڈ کے ذریعہ منظوری اور سفارش کے طور پر اختیاری کاروباری منصوبہ شروع کرنے کے لئے استعمال کیا گیا تھا۔ کمپنی ابھی تک متبادل کاروباری منصوبے کو نافذ نہیں کر سکے جیسا کہ شدید خریداروں کی غیر موجودگی میں زمین اور عمارت کی فروخت سے باقی قیمتوں اور باقی پودوں اور مشینریوں اور قرض دہندگان اور دیگر جماعتوں کے لئے نمہ داریوں کو حل کرنے کے لئے بہترین قیمت حاصل کرنے کے لئے منظور شدہ حصول کی طرف سے منظوری دی گئی ہے

اس وقت، کمپنی نے پلانٹ اور مشینری کے بعض حصوں سے نمٹنے کی طرف سے اس منصوبے میں جزوی طور پر منصوبہ بندی کی ہے جبکہ پلانٹ اور مشینری کے حصے کو زمین، تعمیر اور اس کی ذمہ داریاں بند کرنے کے لئے کوششیں کی جا رہی کے مطابق اثاثوں کے ضائع S.R.O. ہیں۔ بینک فرض کی ادائیگی کے لئے مشینری کی فروخت سے آمدنی کا استعمال کیا گیا تھا کرنے کی حیثیت 423 (آئی) / تاریخ 03 اپریل، 2018 کے تحت ہے

رقم روپے	
62,990,570	فروخت کردہ اثاثوں کی کتاب کی قیمت
26,402,884	ضائع کرنے پر نقصان
36,586,686	فروخت کی آمدنی
36,046,921	ضائع کرنے کی آمدنی کا استعمال
370,367,660	باقی اثاثوں کی کتاب کی قیمت فروخت کی جائے گی

آپ کے ڈائریکٹر تمام حصول داروں کے فائدے کے لئے بہترین حل تیار کرنے کے لئے اپنی کوششوں کو جاری رکھے ہوئے ہیں۔ ہم اپنے تمام حصص داروں کو ان کی مسلسل حمایت کے لئے شکریہ ادا کرنا چاہتے ہیں



بزرگ بورڈ آف ڈائریکٹر

فیصل مختار
چیف ایگزیکٹو آفیسر

بتاریخ 27 فروری 2019

INDEPENDENT AUDITOR'S REVIEW REPORT Report on the Audit of Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Dar Es Salaam Textile Mills Limited** as at December 31, 2018, and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Adverse Conclusion

The Company incurred loss before taxation of Rs. 22.55 million during the six-month period ended December 31, 2018 and, as of that date; the Company's current liabilities exceeded its total assets by Rs. 99.51 million. Contrary to the details stated in note 2.1, the Company has classified remaining property and equipment as "Assets Held Under Disposal Group". These facts along with the financial position of company stated above, is evident of fact that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. The effect of this matter has not been adjusted appropriately in these financial statements and financial statements have been prepared on going concern basis.

Stores and spares having book value of Rs. 2.94 million disposed of during the period. Book value and disposal proceeds could not be verified in the absence store listing, sales invoices and bank trail of proceeds against disposal. The effect of this matter has not been adjusted appropriately in these financial statements.

The Company has receivable against operating lease amounting to Rs. 16.47 million which remained unverified in the absence of balance confirmation.

The Company's trade and other payables amounting to Rs. 105.18 million could not be verified in absence of direct confirmation. Further as disclosed in note 15, during the period liabilities amounting to Rs. 9.75 million were written off which could not be verified in absence of confirmation from the relevant payables. The effect of this matter has not been adjusted appropriately in these financial statements.

The Company has short term borrowings amounting to Rs. 148.78 million and the relevant accrued markup amounting to Rs. 55.15 million. These balances remained unverified in the absence of direct confirmation.

As disclosed in note 12, the Company has long-term loan amounting to Rs. 123.09 million and the relevant accrued markup amounting to Rs. 54.31 million. These balances remained unverified in the absence of direct confirmation.

As disclosed in note 8, the Company has transferred property and equipment having net book value amounting to Rs. 374.16 million to asset held under disposal group. Out of these assets property and equipment having net book value of Rs. 370.17 were not transferred at NRV (Fair value less cost to sell) as per IFRS 5 Non-current Assets Held for Sale and Discontinued Operations. However, remaining equipment having a net book value of Rs. 3.99 million was claimed by management to be transferred at "NRV". But valuation report for same was not provided for verification. In absence of valuation reports at the date of transfer, valuation under IFRS 5 Non-current Assets Held for Sale and Discontinued Operations and loss on transfer of assets under disposal group amounting Rs. 6.53 million could not be verified. Accordingly, revaluation surplus, deferred tax and incremental depreciation adjustments pertaining to such aforementioned transaction remained unverified.

As disclosed in note 10 and note 17, effect of deferred taxation for half year ended 31 December 2018 and reversal of deferred tax asset amounting to Rs. 63.80 million could not be verified in absence of workings to support these adjustments. The effect of deferred tax has not been adjusted appropriately in these financial statements.

Bank balances amounting to Rs. 0.14 million remained unconfirmed in the absence of bank statements and direct confirmation. The effect of this matter has not been adjusted appropriately in these financial statements.

Adverse Conclusion

Based on our review, as described in the Basis for Adverse Conclusion section of this report, the accompanying interim financial statements does not present fairly, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the audit resulting in this independent auditor's report is Imran Iqbal.

Condensed Interim Statement of Financial Position (Un-audited)
As at December 31, 2018

	<i>Note</i>	Un-audited 31-Dec-18 Rupees	Audited 30-Jun-18 Rupees
Non-current assets			
Property and equipment	8	-	377,545,052
Intangibles	9	266,792	296,706
Long term deposits		1,426,354	1,426,354
Deferred Taxation	10	-	62,446,507
		<u>1,693,146</u>	<u>441,714,619</u>
Current assets			
Stores and spares		-	2,938,850
Assets held under disposal group	11	367,326,741	-
Advances, deposits, prepayments and other receivables		18,244,652	36,861,592
Tax refunds due from government		28,484,224	28,484,224
Cash and bank balances		415,994	18,889,427
		<u>414,471,611</u>	<u>87,174,093</u>
Current liabilities			
Trade and other payables		132,667,580	151,002,405
Short term borrowings		148,775,352	148,775,352
Current Portion of long term loans	12	123,086,099	150,722,611
Mark-up accrued		109,448,831	109,448,831
		<u>513,977,862</u>	<u>559,949,199</u>
Working capital employed		<u>(99,506,251)</u>	<u>(472,775,106)</u>
		<u>(97,813,105)</u>	<u>(31,060,487)</u>
Non-current liabilities			
		-	-
Contingencies and commitments	13	-	-
Net capital employed		<u>(97,813,105)</u>	<u>(31,060,487)</u>
Represented by:			
Share capital and reserves			
Authorized share capital (15,000,000 Ordinary shares of Rs. 10 each)		<u>150,000,000</u>	<u>150,000,000</u>
Share capital		80,000,000	80,000,000
Accumulated losses		(271,935,202)	(477,720,843)
Surplus on revaluation of fixed assets - net of tax	14	-	290,778,259
Loan from sponsors		94,122,097	75,882,097
		<u>(97,813,105)</u>	<u>(31,060,487)</u>
		<u>(97,813,105)</u>	<u>(31,060,487)</u>

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.

**Condensed Interim Statement of Profit or Loss and other
Comprehensive Income (Un-audited)
For the half year ended December 31, 2018**

	Note	Half year ended		Quarter ended	
		31-Dec-18	31-Dec-17	31-Dec-18	31-Dec-17
		Rupees	Rupees	Rupees	Rupees
		(Un-audited)		(Un-audited)	
Cost of sales		3,386,555	24,149,830	-	11,853,252
Gross loss		(3,386,555)	(24,149,830)	-	(11,853,252)
Operating expenses:					
Administrative expenses		(6,743,414)	(6,147,632)	(4,689,439)	(7,973,516)
Distribution cost		-	-	-	-
		(6,743,414)	(6,147,632)	(4,689,439)	(7,973,516)
Operating loss		(10,129,969)	(30,297,462)	(4,689,439)	(19,826,768)
Finance cost		(14,806)	(235,191)	(7,751)	-
Other income	15	11,882,894	6,289,886	11,867,894	5,242,344
Other operating expenses	16	(24,284,230)	(1,216,263)	(24,284,230)	-
Loss before taxation		(22,546,111)	(25,459,030)	(17,113,526)	(14,584,424)
Taxation	17	(95,345,156)	-	(93,991,756)	-
Loss after taxation		(117,891,267)	(25,459,030)	(111,105,282)	(14,584,424)
Other comprehensive income for the period					
<i><u>Items that will never be reclassified to comprehensive income</u></i>					
Incremental depreciation for the period		1,960,166	13,044,938	(1,353,400)	6,835,981
		1,960,166	13,044,938	(1,353,400)	6,835,981
Total comprehensive income for the period		(115,931,101)	(12,414,092)	(112,458,682)	(7,748,443)
Loss per share - basic and diluted		(14.74)	(3.18)	(13.89)	(1.82)

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.

Condensed Interim Statement of Cash Flows (Un-audited)
For the half year ended December 31, 2018

	Un-audited 31-Dec-18 Rupees	Un-audited 31-Dec-17 Rupees
Cash flow from operating activities		
Loss before taxation	(22,546,111)	(25,459,030)
Adjustments for:		
Depreciation	3,386,555	24,607,463
Amortization	29,914	35,221
Finance cost	14,806	235,191
Trade and other payables written off	(9,754,372)	(1,310,022)
Advances and deposits written off	-	921,735
Gain on sale of equipment	(333,882)	-
Loss on disposal of stores and spares	1,288,850	-
Loss on transfer of assets under disposal group	6,527,952	-
Provision for doubtful debt	16,467,428	-
Loss before working capital changes	(4,918,860)	(969,442)
Working capital changes		
Stores and spares	1,650,000	-
Trade debts	-	-
Advances, deposits, prepayments and other receivables	2,149,512	(13,882,382)
Tax refunds due from government	-	-
Trade and other payables	(8,580,453)	(1,541,198)
Cash used in operations	(4,780,941)	(15,423,580)
Finance cost paid	(14,806)	(235,191)
Net cash outflow in operating activities	(9,714,607)	(16,628,213)
Cash flow from investing activities		
Long term deposits	-	323,104
Sale proceeds on sale of fixed assets	637,686	-
Net cash inflow from investing activities	637,686	323,104
Cash flow from financing activities		
Long term loans	(27,636,512)	10,000,000
Loan from sponsors	18,240,000	7,043,737
Net (outflow)/inflow from financing activities	(9,396,512)	17,043,737
Net (decrease)/increase in cash and cash equivalents	(18,473,433)	738,628
Cash and cash equivalents at beginning of the period	18,889,427	300,648
Cash and cash equivalents at the end of the period	415,994	1,039,276

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.

Condensed Interim Statement of Changes in Equity (Un-audited)
For the half year ended December 31, 2018

	Share capital Rupees	Accumulated losses Rupees	Revaluation Surplus Rupees	Loan from Directors Rupees	Total Rupees
Balance as at July 01, 2017	80,000,000	(441,570,624)	369,378,280	47,540,360	55,348,016
Total comprehensive loss for the period	-	(12,414,092)	-	-	(12,414,092)
Loan from sponsors	-	-	-	7,043,737	7,043,737
Transferred to accumulated loss on account of incremental depreciation- <i>net of tax</i>	-	-	-	-	-
Balance as at December 31, 2017	80,000,000	(453,984,716)	369,378,280	54,584,097	49,977,661
Balance as at July 01, 2018	80,000,000	(477,720,843)	290,778,259	75,882,097	(31,060,487)
Loan received during the period	-	-	-	18,240,000	18,240,000
Total comprehensive income for the year	-	(115,931,101)	-	-	(115,931,101)
Transferred to accumulated loss on account of incremental depreciation	-	-	(1,960,166)	-	(1,960,166)
Reversal of deferred tax liability on account of revaluation surplus	-	32,898,649	-	-	-
Reversal of revaluation surplus on asset classified as held for sale- <i>net of tax</i>	-	288,818,093	(288,818,093)	-	-
Balance as at December 31, 2018	80,000,000	(271,935,202)	-	94,122,097	(130,711,754)

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.

Notes to the Condensed Interim Financial Information (Un-audited) For the half year ended December 31, 2018

1 Reporting entity

Dar Es Salaam Textile Mills Limited ("the Company") was incorporated in Pakistan on September 28, 1989 as public unlisted company under the Companies Ordinance, 1984 and was subsequently listed on the Karachi and Lahore Stock Exchanges in 1991. The registered office of the Company is situated at 176 N, Scotch Corner, Upper Mall, Lahore. The principal activity of the Company is to manufacture and sale of yarn.

2 Significant matters

2.1 During the period the Company incurred loss before tax amounting to Rs. 22.55 million and has accumulated losses amounting to Rs. 271.934 million (June 2018: Rs. 477.720 million) at the period end. In addition, the Company's current liabilities exceed current assets by Rs. 99.51 million (June 2018: Rs. 472.78 million) at the period end.

These conditions indicate the existence of a material uncertainty which may cast significant doubt on the Company's ability to continue as a going concern and therefore it may be unable to realize its assets and discharge its liabilities in the normal course of business.

The condensed interim financial information have been prepared on going concern basis on the grounds that the Company will be able to achieve satisfactory levels of profitability in the future based on the plans drawn up by the management for this purpose and bringing its liabilities to serviceable level and availability of adequate working capital through support from sponsors. The Company is confident that it will continue to be supported by the sponsors, the lenders and also be able to reschedule remaining of its existing over-due borrowings as well. Management expects that:

- the Company will continue to get support of sponsors;
- the Company will continue to get support of its lenders and will be able to obtain relaxation in payment terms of its over-due borrowings; and
- the Company will be able to generate adequate liquidity through new short term borrowings and will be successful in utilizing such funds to increase its operations and achieve its budgeted targets for production of yarn.

The condensed interim financial information consequently do not include any adjustment relating to the realization of assets and liquidation of its liabilities that might be necessary would the Company be unable to continue as a going concern.

3 Basis of preparation

3.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. Accounting and reporting standards comprise of such International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017 (the Act), and provisions of and directives issued under the Companies Act, 2017. Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

The disclosures made in this condensed interim financial information of the Company have, however, been limited based on the requirements of the International Accounting Standard 34 - Interim Financial Reporting thus these do not include the information reported for full annual financial statements and should therefore be read in conjunction with the financial statements for the period ended June 30, 2018. These condensed interim financial information are un-audited and are being submitted to the shareholders as required by Companies Act, 2017 and Listing Regulations of Stock Exchange of Pakistan.

The comparative financial position presented in these interim financial information have been extracted from the audited financial statements of the Company for the period ended June 30, 2018, whereas the comparative condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial information for the half period ended December 31, 2017, which were subjected to a review but not audited.

3.2 Functional and presentation currency

The condensed interim financial information are presented in Pak Rupees which is the functional and presentation currency of the Company.

4 New standards, amendments to approved accounting standards and new interpretation.

There are certain amendments to published standards and interpretations that were mandatory for the Company's financial period ended 31 December 2018 are considered not to be relevant or to have any significant effect on the Company's financial reporting and therefore have not been disclosed in these financial statements.

The following new standards and amendments to approved accounting standards are not effective for the financial year beginning on 1 July 2017 and have not been early adopted by the Company:

IFRS 9 - Financial instruments
IFRS 15 - Revenue from contracts with customers
IFRS 16 - Leases

There are number of other standards, amendments and interpretations to the approved accounting standards that are not yet effective

5 Accounting policies

The accounting policies and methods of computation adopted in the presentation of these condensed interim financial information are the same as those adopted in the preparation of audited annual financial statements of the Company for the preceding period ended June 30, 2018.

Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were either not relevant to the Company's operations or did not have any impact on the accounting policies of the Company.

6 Accounting estimates and judgements

The preparation of condensed interim financial information required management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgments made by management in applying the accounting policies and the key sources of estimating uncertainty were the same as those applied to in the financial statements for the period ended June 30, 2018.

7 Taxation

Provisions in respect of taxation is estimated and is subject to final adjustments in the annual audited financial statements. Deferred tax impact in the condensed interim financial information including on revaluation of fixed assets, has been accounted for.

8 Property, plant and equipment	Note	Un-audited	Audited
		31-Dec-18 Rupees	30-Jun-18 Rupees
Property, plant and equipment	8.1	-	377,545,052
8.1 Property and equipment			
Opening balance		377,545,052	611,549,444
Additions during the period		-	183,334,451
		377,545,052	794,883,895
Less:			
Disposals/adjustments during the period		-	1,151,878,870
Depreciation charged during the period		3,386,555	
Transferred to assets held for sale		374,158,497	(734,540,027)
		377,545,052	417,338,843
		-	377,545,052

8.2 During the period depreciation has been allocated to cost of sales.

9 Intangibles	Un-audited	Audited
	31-Dec-18	30-Jun-18
	Rupees	Rupees
Computer software - at cost	1,874,241	1,874,241
Amortization		
Opening balance	1,577,535	1,507,064
For the period	29,914	70,471
Closing balance	1,607,449	1,577,535
	266,792	296,706

9.1 Amortization for the period has been charged to administrative expenses.

10 Deferred Taxation	Note	Un-audited	Audited
		31-Dec-18	30-Jun-18
		Rupees	Rupees
Deferred tax asset	10.1	-	62,446,507

10.1	Opening balance	Charge for first quarter	Charge/(reversal) for the period	Closing balance
2019				
Accelerated tax depreciation	10,995,740	-	(10,995,740)	-
Unused tax losses and tax credits	(107,694,296)	-	107,694,296	-
Surplus on revaluation of property, plant and equipment	34,252,049	(1,353,400)	(32,898,649)	-
	(62,446,507)	(1,353,400)	63,799,907	-
2018				
Accelerated tax depreciation	53,966,364	-	(42,970,624)	10,995,740
Unused tax losses and tax credits	(74,926,217)	-	(32,768,079)	(107,694,296)
Surplus on revaluation of property, plant and equipment	27,823,121	-	6,428,928	34,252,049
	6,863,268	-	(69,309,775)	(62,446,507)

10.1.1 Deferred tax asset on unused tax losses and tax credits is not recognized because the Company does not expect probable profits in future.

11 Assets held under disposal group	Note	Un-audited	Audited
		31-Dec-18	30-Jun-18
		Rupees	Rupees
Assets held under disposal group	11.1	367,326,741	-
11.1 Assets held under disposal group			
Opening balance		-	-
Transfer from property and equipment		367,630,545	-
		367,630,545	-
Less:			
Disposals/adjustments during the period		303,804	-
		367,326,741	-

11.2 During the period property and equipment were classified as assets held for sale. These assets are expected to be disposed off in the next 12 months

12 Long term loans - secured	Un-audited 31-Dec-18 Rupees	Audited 30-Jun-18 Rupees
<i><u>From commercial banks</u></i>		
- Bank of Punjab	12,412,177	14,380,177
- United Bank Limited (NIDF-V)	-	7,068,476
- United Bank Limited (NIDF-VI)	1,399,964	20,000,000
- United Bank Limited (L/G Encashment)	10,000,000	10,000,000
- National Bank of Pakistan	78,749,958	78,749,958
- National Bank of Pakistan (CF swap)	15,976,000	15,976,000
- National Bank of Pakistan (Frozen mark-up)	4,548,000	4,548,000
	123,086,099	150,722,611
Less: Current maturity	(123,086,099)	(150,722,611)
	-	-

12.1 During the period an amount of Rs. 1.97 million and Rs. 25.67 million was repaid to Bank of Punjab and United Bank Limited respectively. However, there is no change in the terms of loans as referred in note 16 of the audited financial statements of the Company for the year ended June 30, 2018.

13 Contingencies and commitments

13.1 Contingencies

13.1.1 There is no change in status of contingencies as disclosed in note 19.1 of the audited annual financial statement of the Company for the year ended June 30, 2018 except for the cases disclosed below:

13.1.1.1 The National Bank of Pakistan has lodged a frivolous and time barred claim based upon the LC's facilities sanctioned about 7/8 years back. The NAB has also taken up this matter, which act of the bank and NAB has been challenged in a writ petition before the Lahore High Court Lahore. This Writ Petition is pending adjudication before the division bench of Lahore High Court Lahore and an injunctive order has also been passed. This case has been settled in favor of the company via writ petition no 14172/2012.

13.2 Commitments

The expired Letter of guarantees amounting to Rs.20.00 million and Rs 0.597 million from United Bank Limited and Faysal Bank Limited respectively have not yet been returned by the SNGPL for onward submissions to the banks for cancellation .

14 Surplus on revaluation of fixed assets - net of tax	Un-audited 31-Dec-18 Rupees	Audited 30-Jun-18 Rupees
Opening balance	325,030,308	397,201,401
Revaluation surplus on fixed assets	-	183,334,451
	325,030,308	580,535,852
Transferred to accumulated loss on account of incremental depreciation	(3,313,566)	(25,268,555)
Revaluation loss on plant and machinery upto surplus available	-	(230,236,989)
	321,716,742	325,030,308
Less: Related deferred tax liability	(32,898,649)	(34,252,049)
Less: Reversal of surplus on asset classified to held for sale	(288,818,093)	-
	-	290,778,259

15 Other income	Note	Half period Ended		Quarter Ended	
		31-Dec-18	31-Dec-17	31-Dec-18	31-Dec-17
		Rupees	Rupees	Rupees	Rupees
		(Un-audited)		(Un-audited)	
Sale of agricultural produce/trees		1,595,140	4,108,308	1,595,140	3,060,766
Gain on sale of equipment		333,882	-	333,882	-
Rental income		199,500	-	184,500	-
Credit balance written off	15.1	9,754,372	1,410,022	9,754,372	1,410,022
Waste sales		-	771,556	-	771,556
		11,882,894	6,289,886	11,867,894	5,242,344

15.1 This represent trade payables written off by the Company during the period.

16 Other operating expenses	Note	Half period Ended		Quarter Ended	
		31-Dec-18	31-Dec-17	31-Dec-18	31-Dec-17
		Rupees	Rupees	Rupees	Rupees
		(Un-audited)		(Un-audited)	
Loss on sale of stores and spares		1,288,850	-	1,288,850	-
Loss on transfer of assets under disposal group		6,527,952	-	6,527,952	-
Provision for doubtful debts	16.1	16,467,428	921,735	16,467,428	-
Prior year adjustment		-	294,528	-	-
		24,284,230	1,216,263	24,284,230	-

16.1 This represent provision against lease receivables from Sally Textile Mills Limited.

17 Taxation	Note	Half period Ended		Quarter Ended	
		31-Dec-18	31-Dec-17	31-Dec-18	31-Dec-17
		Rupees	Rupees	Rupees	Rupees
Current taxation	17.1	-	-	-	-
Deferred tax expense		95,345,156	-	93,991,756	-
		95,345,156	-	93,991,756	-

17.1 No provision for current taxation is made as per the provisions of the Income Tax Ordinance, 2001 as the Company is in gross loss.

18 Financial instruments and related disclosures

18.1 Financial risk factors

The Company's activities expose it to following financial risks.

- Credit Risk
- Liquidity Risk
- Market Risk

The management has overall responsibility for the establishment and oversight of the Company's risk management

18.2 Fair value of financial assets and liabilities

The carrying values of all financial assets and liabilities reflected in these condensed financial statements approximate their fair values.

19 Loss per share - basic and diluted	31-Dec-18 Rupees	31-Dec-17 Rupees
	(Un-audited)	
Loss for the period	(117,891,267)	(25,459,030)
Weighted average no of shares	8,000,000	8,000,000
Loss per share	<u>(14.74)</u>	<u>(3.18)</u>

20 Related party disclosure

The related parties comprise directors of the Company, key employees and associated undertakings. Details of transactions with related parties are as follows:

Relationship	Nature of transactions	31-Dec-2018 Rupees	30-Jun-2018 Rupees
Directors	Balance Payable	94,122,097	75,882,097
Relationship	Nature of transactions	31-Dec-2018 Rupees	31-Dec-2017 Rupees
Directors	Payments against expenses	-	7,043,737

21 Date of authorization

These financial information were authorized for issue on February 27, 2019 by the board of directors of the Company.

22 General

Figures have been rounded off to the nearest rupee.



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