

REPORT AND ACCOUNTS
FOR THE NINE MONTHS ENDED
MARCH 31, 2021

AL-ABID SILK MILLS LIMITED

REGISTERED OFFICE
A-34/A, 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. Naseem A. Sattar Mr. Qamar Mashkooor Mr. Muhammad Sajid Hafeez Mst. Adia Naseem Mrs. Sadaf Nadeem Syed Raza Abbas Jaffari	Chief Executive Officer Independent Non-Executive Director Independent Non-Executive Director Non-Executive Director Non-Executive Director Nominee Director (N.I.T.)
CHIEF FINANCIAL OFFICER	Mr. Haroon Rasheed	
SECRETARY	Mr. Nasim Ahmed	
AUDIT COMMITTEE	Mr. Qamar Mashkooor Mr. Muhammad Sajid Hafeez	Chairman Member
HUMAN RESOURCE AND REMUNERATION COMMITTEE	Mr. Muhammad Sajid Hafeez Mr. Naseem A. Sattar Mr. Qamar Mashkooor	Chairman Member Member
AUDITORS	Muniff Ziauddin & Co., Chartered Accountants	
REGISTRARS	Jwaffs Registrar Services (Pvt) Ltd. Room # 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 PAIR Investment Company Limited Standard Chartered Bank (Pakistan) Limited Summit Bank Limited The Bank of Punjab United Bank Limited	
REGISTERED OFFICE	A-34/A, S.I.T.E., Manghopir Road, Karachi.	
MILLS	A-34 / A, A-29 / B, S.I.T.E., Karachi.	
E-MAIL	mail@alabid.com	

AL-ABID SILK MILLS LIMITED

DIRECTORS' REPORT TO THE SHAREHOLDERS

The Board of Directors present the condensed interim financial statements of the company for the Nine months ended March 31, 2021.

First of all, hope all our shareholders are safe from corona virus pandemic, which is presently all over the country effecting normal working in offices as well as factories and in general trading of shops, thus adversely effecting overall economy.

Future outlook:

Our shifting of the plant is completed. Erection is going on, due to corona virus, some delays are there. However, we are trying our best to complete the erection soonest possible.

Settlement with Banks, majority of the banks have already been settled. Remaining banks are in the process of reaching an arrangement and settlement.

We are thankful to our shareholders and the banks for their patience and confidence in the company.

Thanks to all of you.

April 27, 2021

For and on behalf of the
Board of Directors



(NASEEM A. SATTAR)
Chief Executive Officer

العابد سلک ملز لمیٹڈ

حصص داران کیلئے ڈائریکٹرز کی رپورٹ

بورڈ آف ڈائریکٹرز 31 مارچ 2021ء کو ختم ہونے والی نو ماہی مدت کیلئے کمپنی کے مجموعی مالیاتی حسابات پیش کر رہے ہیں۔

سب سے پہلے، امید ہے کہ ہمارے تمام حصص یافتگان کو روٹا وائرس کے وبائی مرض سے محفوظ ہوں گے، جو کہ اس وقت پورے ملک میں دفاتر کے ساتھ ساتھ ٹیکسٹائلوں کی کارکردگی پر اثر انداز ہو رہا ہے اور عمومی طور پر دوکانوں کی تجارت بھی بری طرح متاثر ہو رہی ہے۔ اس صورت حال نے ہماری ملک کی معیشت کو مجموعی طور پر بری طرح سے متاثر کیا ہوا ہے۔

مستقبل کا نظریہ:

پلانٹ کی منتقلی کا عمل مکمل ہو چکا ہے۔ ایکشن کا عمل جاری ہے، جو کہ روٹا وائرس کی وجہ سے تاخیر کا شکار ہوا ہے۔ تاہم، ہم پوری کوشش کر رہے ہیں کہ اس کام کو جلد سے جلد مکمل کیا جاسکے۔

ٹیکوں کے ساتھ تھفیر، زیادہ تر ٹیکوں کے ساتھ تھفیر طے پا گیا ہے۔ باقی ٹیکوں کے ساتھ تھفیر آخری مراحل میں ہے۔

ہم اپنے شیئر ہولڈرز اور ٹیکوں کے کمپنی میں ان کے ممبر اور اعتماد کے لئے شکر گزار ہیں۔

آپ سب کا بہت بہت شکریہ۔

بورڈ آف ڈائریکٹرز کی جانب سے

کراچی: مورخہ 27 اپریل 2021ء

نیم اے ستار
چیف ایگزیکٹو آفیسر

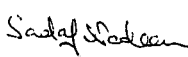
AL-ABID SILK

CONDENSED INTERIM STATEMENT OF FOR THE NINE MONTHS ENDED

		March 2021 (Unaudited)	June 2020 (Audited)
	Note	(Rupees)	
EQUITY & LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital			
20,000,000 Ordinary Shares of Rs. 10/- each		200,000,000	200,000,000
Issued, subscribed and paid-up capital		134,095,500	134,095,500
Capital reserves			
Other reserves		372,834,000	372,834,000
Revaluation Surplus on Property Plant & Equipment	5	1,263,444,901	1,297,497,056
Revenue reserves			
Accumulated loss		(3,453,486,693)	(4,131,831,283)
Total equity		(1,683,112,292)	(2,327,404,727)
LIABILITIES			
NON- CURRENT LIABILITIES			
Deferred Taxation	6	-	-
CURRENT LIABILITIES			
Loan from director - unsecured	7	521,018,754	521,018,754
Retirement benefits		6,991,602	6,991,602
Security deposit		-	16,400,000
Trade and other payables		763,447,823	763,265,695
Unclaimed dividend		108,310	108,310
Advance from I.B.L	8	366,063,944	366,063,944
Accrued markup		60,622,829	96,809,130
Short term finances	9	1,397,310,685	2,144,455,606
Provision for taxation		544,790	390,459
		3,116,108,737	3,915,503,500
CONTINGENCIES AND COMMITMENTS	10		
		1,432,996,445	1,588,098,774

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


Chief Executive Officer


Director

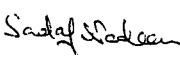

Chief Financial Officer

MILLS LIMITED

FINANCIAL POSITION
MARCH 31, 2021

	March 2021 (Unaudited)	June 2020 (Audited)
	Note	(Rupees)
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	11 995,297,817	1,206,193,888
Long term security deposit	3,240,949	3,290,949
CURRENT ASSETS		
Stores and spares	32,236,869	37,835,793
Stock in trade	3,706,355	9,094,981
Trade debts	1,248,196	1,389,977
Loans and advances	5,224,094	9,050,619
Trade deposits and prepayments	8,144,398	8,144,398
Other receivables	12 229,483,057	150,495,162
Tax refunds due from government	62,543,505	60,250,342
Cash and bank balances	91,871,205	102,352,665
	434,457,679	378,613,937
	<u>1,432,996,445</u>	<u>1,588,098,774</u>


Chief Executive Officer


Director


Chief Financial Officer

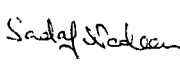
AL-ABID SILK MILLS LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT (Unaudited) FOR THE NINE MONTHS ENDED MARCH 31, 2021

	Nine Month Ended		Three Months Ended	
	July-March 2021 Rupees	July-March-2020 Rupees	Jan 21 -March 21 Rupees	Jan 20 -March 20 Rupees
Sales and manufacturing	-	-	-	-
Cost of sales	74,156,973	81,924,605	17,007,144	29,505,004
Gross loss	(74,156,973)	(81,924,605)	(17,007,144)	(29,505,004)
Operating expenses				
Administrative expenses	31,197,142 (105,354,115)	29,268,849 (111,193,454)	5,726,933 (22,734,077)	14,413,471 (43,918,475)
Other income	13 749,808,114	2,627,929,362	4,403,245	2,618,045,405
Profit/(Loss) from operations	644,453,999	2,516,735,908	(18,330,832)	2,574,126,930
Finance cost	7,233	5,892	-	3,051
Profit / (Loss) before taxation	644,446,766	2,516,730,016	(18,330,832)	2,574,123,879
Taxation-net	(154,331)	(30,125)	(56,859)	-
Profit / (Loss) after taxation	644,292,435	2,516,699,891	(18,387,691)	2,574,123,879
Earning / (Loss) per share - basic and diluted	14 48.05	187.68	(1.37)	191.96

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


Chief Executive Officer


Director


Chief Financial Officer

AL-ABID SILK MILLS LIMITED

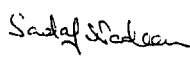
CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (Unaudited)
FOR THE NINE MONTHS ENDED MARCH 31, 2021

	Nine Months Ended		Three Months Ended	
	July-March 2021	July-March-2020	Jan 21 -March 21	Jan 20 -March 20
	Rupees	Rupees	Rupees	Rupees
Profit / (Loss) after taxation	644,292,435	2,516,699,891	(18,387,691)	2,574,123,879
Other comprehensive income	-	-	-	-
Total comprehensive income/(loss) for the period	<u>644,292,435</u>	<u>2,516,699,891</u>	<u>(18,387,691)</u>	<u>2,574,123,879</u>

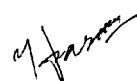
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Chief Executive Officer



Director



Chief Financial Officer

AL-ABID SILK MILLS LIMITED

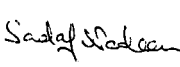
CONDENSED INTERIM STATEMENT OF CASH FLOW (Unaudited)
FOR THE NINE MONTHS ENDED MARCH 31, 2021

	July-March-2021 Rupees	July-March-2020 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	644,446,766	2,516,730,016
Adjustments for:		
Depreciation	52,510,375	73,037,852
Gain/Loss on disposal of property, plant and equipment	(185,876,790)	(272,341,696)
Provision for slow moving obsolete stores and spares	5,061,392	5,675,369
Provision for obsolete stock	818,958	1,364,248
Obsolete Stock Writeoff	5,107,200	-
Impairment of trade debts	141,781	141,781
Gain on reversal of financial liability	(551,331,222)	-
CASH FLOW FROM OPERATING ACTIVITIES - BEFORE WORKING CAPITAL CHANGES	(673,568,306)	(192,122,446)
WORKING CAPITAL CHANGES		
Decrease / (Increase) in current assets:		
Loan and advances	3,826,525	(260)
Trade deposits and prepayments	-	(150,300)
Other receivables	(78,987,895)	30,816,101
Tax refunds due from government	(2,293,163)	(554,341)
	(77,454,533)	30,111,200
(Decrease) / Increase in current liabilities:		
Trade and other payable	182,128	(157,264,566)
Repayment of Short term finance	-	(2,826,588,352)
Security deposit	(16,400,000)	(9,435,910)
Accrued mark-up	(36,186,301)	(141,705,434)
	(52,404,173)	(3,134,994,262)
Cash used on operations	(158,980,245)	(780,275,492)
CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from disposal of fixed assets	344,262,485	727,854,167
Long term security deposit	50,000	310,100
Net cash generated from investing activities	344,312,485	728,164,267
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of short term finance	(195,813,699)	-
Loan from director	-	-
Net cash generated from financing activities	(195,813,699)	-
Net decrease in cash and cash equivalents	(10,481,459)	(52,111,225)
Cash and cash equivalents at the beginning of the year	102,352,665	147,205,357
Cash and cash equivalents at the end of the year	91,871,205	95,094,132


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



Chief Executive Officer



Director



Chief Financial Officer

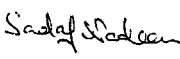
AL-ABID SILK MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Unaudited) FOR THE NINE MONTHS ENDED MARCH 31, 2021

	Share Capital	Capital Reserve		Revenue Reserve	Total
	Issued, subscribed and paid-up capital	Other reserve	Revaluation Surplus on Property Plant & Equipment	Accumulated Loss	
	Rupees				
Balance as at July 01, 2019	134,095,500	372,834,000	1,338,265,569	(6,863,390,274)	(4,820,195,205)
Correction of error	-	-	37,526,998	(37,526,998)	-
Balance as at July 01, 2020	134,095,500	372,834,000	1,375,792,567	(6,700,917,272)	(4,820,195,205)
Profit after tax for the nine months ended March 31, 2020	-	-	-	2,516,689,891	2,516,689,891
-Transfer from surplus on revaluation of fixed assets on account of incremental depreciation	-	-	(54,579,632)	54,579,632	-
Balance as at March 31, 2020	134,095,500	372,834,000	1,319,212,935	(4,129,637,749)	(2,303,495,314)
Balance as at July 01, 2020	134,095,500	372,834,000	1,297,497,056	(4,131,831,283)	(2,327,404,727)
Profit after tax for the nine months ended March 31, 2021	-	-	-	644,292,435	644,292,435
-Transfer from surplus on revaluation of fixed assets on account of incremental depreciation	-	-	(34,052,155)	34,052,155	-
Balance as at March 31, 2021	134,095,500	372,834,000	1,263,444,901	(3,453,486,693)	(1,683,112,292)

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


Chief Executive Officer


Director


Chief Financial Officer

AL-ABID SILK MILLS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited) FOR THE NINE MONTHS ENDED MARCH 31, 2021

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 repealed Companies Ordinance, 1984 (now Companies act, 2017). Currently, the shares of the Company are listed on Pakistan Stock Exchange Limited. The registered office is located at A-34/A, 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.

Geographical location and addresses of major business units including mills / plants of the Company are as under:

<u>KARACHI</u>	<u>PURPOSE</u>
A-34/A, S.I.T.E., Manghopir Road, Karachi.	The registered office with manufacturing facilities
A-29/B, S.I.T.E., Manghopir Road, Karachi.	The factory premises with manufacturing facilities

1.1 GOING CONCERN ASSUMPTIONS

The Company has curtailed off the manufacturing activities for quite some time. As a result of constant losses, the accumulated loss of the company has reached to Rs. 3.453 billion and Company's equity is in negative by Rs. 1.683 billion while the reported current liabilities (since partly under litigation) have exceeded to current assets of the company by Rs. 2.682 billion. These conditions indicate the existence of a material uncertainty that may cast significant doubt on Company's its liabilities in the normal course of business. However, the management of the company believes that the company will remain a going concern in the foreseeable future.

The banks and DFI filed civil recovery suits in Honorable High Court and Banking Court for recovery of their lent fund. The Company filed leave to defend in the court against all such legal suits. Furthermore, the company did not accrue the markup of Rs. 91.76 million as matter was under litigation. During the period, the company has settled the liability of Faysal Bank Limited and paid full and final. Settlement with JS Bank is under process according to Supreme Court Order/Direction, in this regard the company has deposited the surety amount to Nazir Sindh High Court Karachi against recovery suit No.B-76/2013. Previously, the company has already settled and paid in full and final with certain banks namely Habib Bank Limited, United Bank Limited, Allied Bank Limited, Habib Metropolitan Bank, Meezan Bank, Summit Bank, furthermore the management has already requested rest of the banks and DFI collectively and individually, to reschedule their credit facilities for a longer period coupled with fresh additional working capital facility in order to resume the operation of the company, and the discussion with the banks/DFI are continuing.

During the year ended June 30, 2016, International Brand Limited (IBL) submitted proposal to the bank for restructuring and acquire shareholding in the Company. Pending this proposal IBL entered into contract dated June 15th, 2015 for 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 and maintenance which was to be adjusted against generation of manufacturing of contract goods only. However, Manufacturing of contract goods was not started by IBL. Further, on February 10th, 2017 IBL has given the notice of termination of this contract and pursuant to their termination notice IBL has vacated the premises without undertaking the manufacturing of any contract goods.

Considering 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 Statement of compliance

These condensed interim financial statements for the nine months ended March 31, 2021 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These condensed interim financial statements do not include all the information and disclosures required in an annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2020.

2.3 New standards, amendments to approved accounting standards and new interpretations

2.3.1 Amendments to approved accounting standards which are effective during the year ending June 30, 2021

There are certain amendments to approved accounting standards which are mandatory for accounting periods beginning on or after July 1, 2020 but are considered not to be relevant or have any significant effect on the Company's financial reporting.

2.3.2 New standards and amendments to approved accounting standards that are effective for the Company's accounting

There is a new standard and certain amendments to approved accounting standards that will be mandatory for accounting periods beginning on or after July 1, 2021 but are considered not to be relevant or expected to have any significant effect on the Company's financial reporting.

2.4 The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are same as those applied in the preparation of the financial statements for the year ended June 30, 2020.

3 SIGNIFICANT ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of these condensed interim financial statements in conformity with the approved accounting and reporting standards as applicable in Pakistan for interim reporting requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on the historical experience and other factors, including reasonable expectations of future events. Revision to accounting estimates are recognised prospectively commencing from the period of revision.

Judgements and estimates made by the management in the preparation of these condensed interim financial statements are same as those applied to financial statements as at and for the year ended June 30, 2020.

4 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2020.

AL-ABID SILK MILLS LIMITED

	March 2021 Rupees (Unaudited)	June 2020 Rupees (Audited)
5 Revaluation Surplus on Property Plant & Equipment		
Balance at beginning of the year - net	1,297,497,056	1,373,792,567
Adjustment due to correction of error	-	-
Balance at beginning of the year - net (restated)	1,297,497,056	1,373,792,567
Less: Transferred to unappropriated profit on account of incremental depreciation for the year - net of tax	(34,052,155)	(76,295,511)
Adjustment due to change in tax rate	-	-
Reversal of surplus on revaluation during this period / year - net of tax	-	-
Balance at end of the year - net	1,263,444,901	1,297,497,056
5.1 During the year ended June 30, 2018 the Company has revalued its Leasehold land, Building on Leasehold land, Plant, Machinery & equipments, Furniture & Fixture, Office equipment, Electric, gas & Other Installation and Leased Plant, Machinery & equipments. The valuation has been determined by the independent qualified valuer M/s. SIPRA & Company (Pvt) Limited. The assessed values of the fixed assets as determined by the valuer amounts to Rs. 2,232,252,450 as at January 08, 2018, however, the forced sales value of Rs. 1,674,048,087 have been taken into account for the fixed assets for the reason as mentioned in note 1.1. The earlier valuations were carried out by M/s. Anjum Adil and Associates independent qualified valuer on June 30, 2012, August 31, 2010 and August 31, 2007 on the basis of prevailing market rates at that time.		
6 DEFERRED TAXATION	March 2021 Rupees (Unaudited)	June 2020 Rupees (Audited)
Debit / (Credit) balances arising from:		
Surplus on revaluation of fixed assets	3,614,005	47,133,728
Accelerated tax depreciation allowance	(12,279,189)	(10,972,381)
Provision for slow moving and obsolete stores and spares	(1,410,344)	(2,637,546)
Provision for slow moving and obsolete stock	(315,226)	(274,109)
Impairment of trade debts	(382,921,434)	(362,021,434)
Tax credit of unused tax losses	(372,412,179)	(326,771,742)
Deferred tax asset has not been recognized as management is of the view that future earnings to the extent of such asset may not be available.		
7 LOAN FROM DIRECTOR - UNSECURED		
Balance at beginning of the year	521,018,754	521,018,754
Received during the year	-	-
Repaid during the year	-	-
	521,018,754	521,018,754
The above is interest free loan from director(s) of the company, which is payable on demand.		
8 ADVANCE FROM IBL	366,063,944	366,063,944
The comprises of initial mobilizing expenses by International Brands Limited as disclosed on note 1.1 for repair and maintenance to have the plant in full running condition.		
9 SHORT TERM FINANCES		
From banks and financial institutions - Secured	2,144,455,606	4,976,112,476
Less: Settlement during the year	8.1 (747,144,921)	(2,826,586,352)
Adjustment against D.L.T.L	8.2 -	(5,068,518)
	1,397,310,685	2,144,455,606
9.1 The facilities consist of various types of short term finances from different banks and non-banking financial institutions. The facilities are secured against hypothecation charge on stocks, mortgage on factory property of Plot No. A-3A/A and A-29B with Land, building and machinery installed thereon and charge on book debts and receivables of the company. As fully disclosed in note No. 20 various banks have filed suit for the recovery of these loans. Previously and during the period, the company has settled off most of the banks as mentioned in note 1.1. The management is amicably pursuing rest of the banks and D.F.I for rescheduling or settlement as disclosed in note 1.1 & 10.1.		
9.2 This represents an adjustment against the financial facilities of Bank of Punjab being amount of D.L.T.L received by them.		
10 CONTINGENCIES AND COMMITMENTS	March 2021 Rupees (Unaudited)	June 2020 Rupees (Audited)
10.1 Contingencies		
Bank guarantee	1,612,000	1,612,000

The bank guarantees have been issued in favor of Excise, Sales tax and others.

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S.NO.	WRIT PETITION	FORUM	ISSUE INVOLVED	STATUS
1		Sindh High Court	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 favor of the Company will be successfully defended in the Honorable High Court.	Pending
2	Application No. 95 & 96 of 2016	Sindh High Court	The Spl. Sales Tax Reference Application No. 95 & 96 of 2016 filed by the company against order passed by the Sindh Revenue Board Appellate Tribunal order related to period ending June 30, 2014 and June 30, 2015 are pending before Honorable High Court of Sindh at Karachi. Further, The Sindh Revenue Board has also filed Spl. Sales Tax Reference Application No. 119 of 2016 against order passed by the Sindh Revenue Board Appellate Tribunal order related to period ending June 30, 2014 and June 30, 2015 is pending before Honorable High Court of Sindh at Karachi.	Pending
3	Suit No. B-42/2013	Sindh High Court	Al-Abid Silk Mills Limited (company) has filed the suit for damages against the JS Bank Limited and JS Bank Limited has filed suit # B-76/2013 against the company for recovery of outstanding loan amounting to Rs. 335,105,083/- Settlement with JS Bank Ltd is under process according to Supreme Court of Pakistan Direction, the company deposits the surty amount to Nazir Sindh High Court in the Suit.	Pending
4	Suit No. B-96 of 2013	Sindh High Court	Bank of Punjab has filed suit against the Company for recovery of outstanding loan amounting to Rs. 434,399,948/-.	Pending
5	Suit No. B-111 of 2013	Sindh High Court	PAIR Investment Co. Ltd. has filed the suit against the Company for recovery of outstanding loan amounting to Rs. 171,460,949/-.	Pending
6	Suit No. B-26 of 2017	Sindh High Court	National Bank of Pakistan has filed the suit against the Company for recovery of outstanding loan amounting to Rs. 948,140,145/-.	Pending
7	Suit No. 1586/2013	Sindh High Court	The company has filed suit interalia for cancellation of cheques; and damages against Jawad Arshad Textile.	Pending
8	Suit No. 540/2014	Sindh High Court	Javed Arshad has filed the suit against the company for recovery of Rs. 21.32 million.	Pending
9	Suit No. 1200/2014	Sindh High Court	Ranyal Textile has filed the suit against the company for recovery of Rs. 40.94 million.	Pending
10	Suit No. 1245/2015	Sindh High Court	Shahajaj Textile has filed the suit against the company for recovery of Rs. 112.64 million.	Pending
11	Suit No. 1833/2015	Sindh High Court	Makkons Textile has filed the suit against the company for recovery of Rs. 56.38 million.	Pending
12	Suit No. 358/2015	Sindh High Court	BASF has filed the suit against the company for recovery of Rs. 33.68 million.	Pending
13	Suit No. 2442/2016	Sindh High Court	ICI Pakistan has filed the suit against the company for recovery of Rs. 28.57 million.	Pending
14	H.C.A 519/2018	Sindh High Court	The company has filed an High Court Appeal against Shajhaj Textile limited, an ad-interim injunctive order of the Learned Single Judge wherein the company was refrained from creating any third party interest on their properties.	Pending
15	JCM No. 34/2014	Sindh High Court	One of the supplier of the company has filed a winding up petition, on the ground that the company owes a sum of Rs. 40.94 million to Ranyal Textile. Such claim is denied by the company.	Pending
16	JCM No. 25/2015	Sindh High Court	PAIR Investment Company Limited has filed a winding up petition, on the ground that the company owes a sum of Rs. 201.925 million to Pair Investment. Such claim is denied by the company.	Pending
17	Suit No. 604/2018	Sindh High Court	ACME (supplier) has filed suit for recovery of Rs. 48,822,642/-, before the High Court of Sindh at Karachi. An application for rejection of plaint has been filed in the matter on the grounds that the claim of this supplier is time barred. Besides this, issues have yet to be framed in the case therefore it is premature to comment on the outcome. The management is vigorously contesting the case.	Pending
18	JCM No. 10/2015	Sindh High Court	Achroma Textile Chemicals Pakistan (creditor) has filed a winding up petition at High Court of Sindh at Karachi. The winding up petition has been filed on the grounds that Al-Abid owes Achroma Textile Chemical Pakistan (formerly BASF Pakistan) a sum of Rs. 33,683,561/-. Such claim is denied by Al-Abid. The petition is yet to be heard. Therefore, it is premature to comment on the outcome. The management is vigorously contesting the case.	Pending
19	JCM No. 35/2014	Sindh High Court	JS Bank Limited had filed a winding up petition at High Court of Sindh at Karachi, on the grounds that Al-Abid owes to the JS Bank Limited Rs. 370,930,165/-. The management is vigorously contesting the case.	Pending

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The amount mentioned on above cases 3-6 except settled Banks, are claimed amounts by the Banks, actual amounts to be determined by the Banking Court.

The outcome of above cases as referred in cases 3-19 except settled banks cannot be predicted and the management is vigorously contesting the case, however major amount has already been provided in financial statements.

There are various ex-workers filed suits pending 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.

10.2 Commitments

There are no commitments as at period ended (June-20; Nil)

11 PROPERTY, PLANT AND EQUIPMENT

	March 2021 Rupees (Un-Audited)	June 2020 Rupees (Audited)
Operating Fixed Assets	978,487,817	1,189,393,888
Capital Work in Progress - DDFC Boiler	16,800,000	16,800,000
	995,287,817	1,206,193,888
11.1 Operating Fixed Assets		
Opening written down value	1,189,393,888	1,752,025,427
Additions	-	-
Deletions	(192,003,125)	(504,262,042)
Surplus/(impairment) during the period/year	33,817,429	36,384,234
Depreciation	(92,510,375)	(94,753,731)
	978,487,817	1,189,393,888

11.2 Detail of Property Plant and Equipments sold as per below

DESCRIPTION	COST	ACCUMULATED DEPRECIATION	BOOK VALUE	SALE AMOUNT	GAIN/(LOSS)	MODE OF DISPOSAL	PARTICULARS OF BUYERS	RELATIONSHIP
PAD STEAM DYEING RANGE (SAGA)	19,000,000	4,573,175	14,376,825	17,108,333	2,731,508	Negotiation	ABDUL RAZZAK	Scrap buyers
STEAM ACER STORK	4,200,000	1,021,365	3,178,635	1,181,854	(1,996,781)	Negotiation	MOHAMMAD KHAN	Scrap buyers
OBSEMER TRIPLE DECK DRYER	2,100,000	510,983	1,589,017	583,333	(1,005,684)	Negotiation	MUHAMMAD ZUBAIR	Scrap buyers
LAND, BUILDING & EQUIPMENTS D-14/C-1	152,953,125	22,392,348	130,560,777	318,197,940	188,135,163	Negotiation	UNION APPEAL	
COMPREHENSIVE SERBINING LINE	5,250,000	1,311,122	3,938,878	1,500,000	(2,438,878)	Negotiation	MUHAMMAD ZUBAIR	Scrap buyers
ROTARY PRINTING MACHINE	7,000,000	1,763,050	5,236,950	5,641,028	434,078	Negotiation	M HANIF INDUSTRIES	
MASTER TRUCK 10-1174	1,540,000	1,464,796	75,204	50,000	(14,786)	Negotiation	ALLAH DITTA	Scrap buyers
TOTAL	192,003,125	33,617,429	158,385,696	344,262,688	105,875,790			

11.3 During the year, no assets were disposed-off to Chief Executive, Director, Executive or a Shareholder not less than ten percent of the voting shares of the Company or any related party.

12 OTHER RECEIVABLES

	March 2021 Rupees (Un-Audited)	June 2020 Rupees (Audited)
Duty drawback	93,683,626	93,683,626
12.1 Receivable from banks	41,974,267	52,486,372
Research and development support	4,325,164	4,325,164
12.2 Deposit with Nazir Sindh High Court against loan settlement	89,500,000	-
	229,483,057	150,495,162

12.1 This represents the amount of DLT received by certain banks on the company's behalf in the accounts held by these banks namely United Bank Limited, Standard Chartered Bank Limited, Allied Bank Limited, Habib Bank Limited, Faysal Bank Limited, National Bank of Pakistan and Summit Bank Limited and the same is receivable from the respective banks. One of the banks namely United Bank Limited has refused to pay amount despite of the fact that full and final settlement was amicably reached and clearance certificate as per the honorable Sindh High Court's consent decree was obtained. During the year, the company has filed the suit against the bank for the recovery of this amount.

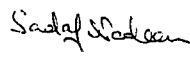
12.2 This represents amount deposited with Nazir Sindh High Court Karachi for Settlement under process with JS Bank Ltd according to Supreme Court's order/direction

	July-March-2021 Rupees	July-March-2020 Rupees
13 OTHER INCOME		
Income from non-financial assets / liabilities		
Forfeited security deposit	-	14,000,000
Gain arising on settlement of loan (secured)	551,331,222	2,217,346,786
Waiver received from other creditors	-	114,592,819
Sale of scrap	10,288,761	2,008,333
Gain on disposal of property, plant and equipment	165,878,790	272,341,896
Income from financial assets / liabilities		
Profit on PLS special account	2,311,341	7,639,728
	749,808,114	2,627,929,362

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	July-March-2021	July-March-2020
	Rupees	Rupees
14 EARNING / (LOSS) PER SHARE - BASIC AND DILUTED		
14.1 EARNING / (LOSS) PER SHARE - BASIC		
Profit / (Loss) after taxation	Rupees <u>644,292,435</u>	<u>2,516,699,891</u>
Weighted average number of shares	Number <u>13,409,550</u>	<u>13,409,550</u>
Earning / (loss) per share - basic	Rupees <u>48.05</u>	<u>187.68</u>
14.2 Diluted earnings per share		
There is no dilution effect on the basic earning / (loss) per share of the company.		
15 RELATED PARTY TRANSACTIONS		
The related parties comprise associated undertakings and key management personnel. The transactions between the Company and the related parties are carried out at arms length. Amounts due from and to related parties and key management personnel, if any, are shown under receivables and payables. No other significant transactions were made with related parties during the year.		
TRANSACTIONS DURING THE PERIOD		
Balance	Relationship with the company	
Loan received from - Azim Ahmed	Family member of a Director	<u>60,105,887</u>
Loan received from director - Naseem A. Sattar	Chief Executive Officer	<u>60,105,887</u>
		<u>460,912,887</u>
16 KEY MANAGEMENT PERSONNEL - REMUNERATION & BENEFITS		
In view for bad financial condition of the company director have decided not to claim their whole remuneration for the period ended March 31, 2021 i.e. Mr. Naseem A. Sattar Rs. 7,875,000. (2020: Mr. Naseem A. Sattar Rs. 7,875,000).		
17 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 27, 2021.		
18 GENERAL		
Corresponding figures have been reclassified/ re-arranged wherever necessary to facilitate comparison on the presentation on the current period. However, there are no material reclassifications / re-arrangements to report.		


 Chief Executive Officer


 Director


 Chief Financial Officer