

**QUARTERLY REPORT
FOR THE FIRST QUARTER ENDED
30TH SEPTEMBER 2015
(UN-AUDITED)**

Taha Spinning Mills Limited

Registered Office:
406, Commerce Centre, Hasrat Mohani Road, Karachi.

TAHA SPINNING MILLS LIMITED
COMPANY INFORMATION

Board of Directors

Mr. Ashfaq Ahmed	Chief Executive
Mr. Saqib Ashfaq	Non Executive Director
Mr. Amir Ashfaq	Executive Director
Mr. Niaz Mohammad	Independent
Mr. Mohammad Azam	Non Executive
Mr. Qamar Iqbal	Non Executive
Mr. Saleem Abbas	Non Executive

Audit Committee

Mr. Niaz Mohammad	Chairman
Mr. Mohammad Azam	
Mr. Qamar Iqbal	

**Human Resource &
Remuneration Committee**

Mr. Amir Ashfaq	Chairman
Mr. Qamar Iqbal	
Mr. Saleem Abbas	

Chief Financial Officer

Mr. Shakeel Akhtar

Company Secretary

Mr. Muhammad Sarfraz

Auditors

Naveed Zafar Ashfaq Jaffery & Co
Chartered Accountants
1st floor, Modern House
Beamount Road
Karachi.

Bankers

Habib Bank Limited
Askari Bank Limited
National Bank of Pakistan

Legal Advisor

Farooq Rashid & Co
Advocates and Corporate Consultants
403 Commerce Centre
Hasrat Mohani Road
Karachi-74200

Share Registrar and Transfer Office

Najeeb Consultants (Pvt)Ltd
408-Commerce Centre,
Hasrat Mohani Road, Karachi

Registered Office

406-Commerce Centre,
Hasrat Mohani Road, Karachi
Karachi 74200

Phone No.:

92-21-32638521-3

Fax No.:

92-21-32639843

E-mail:

tsml@hmiml.com

Website

www.hmiml.com

Business:

PC yarn manufacturer

Status of Company

Public listed company (SSC)

Company Registration No.

K-0023133

National Tax No.

0698412-6

Contact person:

Mr.Muhammad Sarfraz

Phone:92-21-32638521-3

E-mail:sarfrazinfo@hotmail.com

TAHA SPINNING MILLS LIMITED
DIRECTORS REPORT TO THE MEMBERS OF THE COMPANY

The directors are pleased to present the financial statements for the 1st quarter ended on 30th September, 2015

1. **Sales**
There is no sale during the period as there is no manufacturing activity by the company.
2. **Gross Profit/Loss**
There is no gross profit/(loss) due to non-manufacturing activity.
3. **Pre-Tax Profit/Loss**
The company has pre-tax (loss) for the reported period Rs.(0.352) million.
4. **Loss Per Share**
The loss per share for the period ended is Rs.(0.09)
5. **Finance Cost**
Finance cost of the company for the quarter is Rs.290 as compared to the corresponding period of Rs.145

6. **Current and Future Summary and Prospects**

The major issues faced by the industry are electric and gas load shedding which is hurting the industrial development in the country. These issues need the attention of the government for revival of the industry.

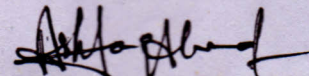
We have very small capital in hand, therefore we are looking other business options including setting up a small spinning unit. We are also negotiating with the financial institutions for the proposed business plan but no positive response is being received due to small capital and inadequate security being offered.

7. **Code of Corporate Governance**

We are pleased to inform you that company has taken necessary steps to comply with the Code of Corporate Governance as required by the regulation of the Karachi Stock Exchange.

We appreciate the best efforts of all the company's staff and the support of its bankers

For and on behalf of the Board of Directors

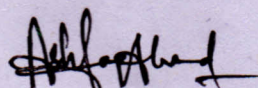

CHIEF EXECUTIVE

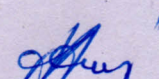
Karachi: 30.10.2015

TAHA SPINNING MILLS LIMITED
BALANCE SHEET
AS AT SEPTEMBER 30, 2015

	Note	UN-Audited SEPTEMBER 2015	Audited JUNE 2015
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
6,100,000 (2014 : 6,100,000) ordinary shares of Rs 10 each		<u>61,000,000</u>	<u>61,000,000</u>
Issued, subscribed and paid up share capital	4	40,500,000	40,500,000
Accumulated loss		<u>(31,106,535)</u>	<u>(30,754,013)</u>
		9,393,465	9,745,987
CURRENT LIABILITIES			
Trade and other payables		67,500	78,000
TOTAL EQUITY AND LIABILITIES		<u><u>9,460,965</u></u>	<u><u>9,823,987</u></u>
Contingencies and commitments	5	-	-
ASSETS			
NON-CURRENT ASSETS			
Long term deposits		25,000	25,000
CURRENT ASSETS			
Advance tax - net of provision		218,009	217,069
Other receivables		5,481,716	5,481,716
Cash and bank balances		3,736,240	4,100,202
		9,435,965	9,798,987
TOTAL ASSETS		<u><u>9,460,965</u></u>	<u><u>9,823,987</u></u>

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

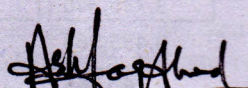

CHIEF EXECUTIVE


DIRECTOR

TAHA SPINNING MILLS LIMITED
CASH FLOW STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2015

	2015 Rupees	2014 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(352,522)	(247,066)
Adjustments for:		
Finance cost	290	145
	290	145
(Loss) before working capital changes	(352,232)	(246,921)
Increase/(Decrease) in current liabilities		
Trade and other payables	(10,500)	-
Cash used in operations	(362,732)	(246,921)
Finance cost paid	(290)	(145)
Taxes paid/adjustment	(940)	(1,092)
	(1,230)	(1,237)
Net cash used in operating activities	(363,962)	(248,158)
Net (decrease) / increase in cash and cash equivalents	(363,962)	(248,158)
Cash and cash equivalents at beginning of the quarter	4,100,202	6,920,791
Cash and cash equivalents at end of the quarter	3,736,240	6,672,633

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


CHIEF EXECUTIVE

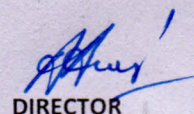

DIRECTOR

TAHA SPINNING MILLS LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED SEPTEMBER 30, 2015

	Issued, subscribed and paid-up capital	Accumulated Losses	Total
	-----Rupees-----		
Balance as at July 01, 2014	40,500,000	(27,512,654)	12,987,346
Total comprehensive income for the quarter	-	(247,948)	(247,948)
Balance as at September 30, 2014	40,500,000	(27,760,602)	12,739,398
Balance as at July 01, 2015	40,500,000	(30,754,013)	9,745,987
Total comprehensive income for the quarter	-	(352,522)	(352,522)
Balance as at September 30, 2015	40,500,000	(31,106,535)	9,393,465

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

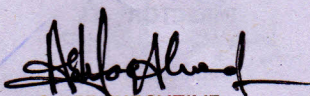

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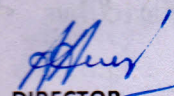

 DIRECTOR

TAHA SPINNING MILLS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE QUARTER ENDED SEPTEMBER 30, 2015

	Note	2015 Rupees	2014 Rupees
Operating expenses			
Administrative expenses		<u>(359,452)</u>	<u>(255,743)</u>
Operating loss		(359,452)	(255,743)
Other operating income		7,220	8,822
		<u>(352,232)</u>	<u>(246,921)</u>
Finance cost		<u>(290)</u>	<u>(145)</u>
Loss before taxation		<u>(352,522)</u>	<u>(247,066)</u>
Taxation	6	-	(882)
Loss after taxation		<u><u>(352,522)</u></u>	<u><u>(247,948)</u></u>
Loss per share (Basic and diluted)	7	<u><u>(0.09)</u></u>	<u><u>(0.06)</u></u>

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

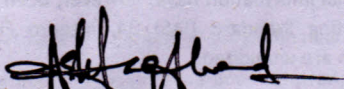

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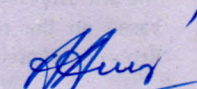

DIRECTOR

TAHA SPINNING MILLS LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2015

	2015	2014
	Rupees	Rupees
Loss after taxation	(352,522)	(247,948)
Other comprehensive income	-	-
Total comprehensive loss for the year	(352,522)	(247,948)

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


CHIEF EXECUTIVE


DIRECTOR

TAHA SPINNING MILLS LIMITED
Selected Notes to the Condensed Interim Financial Information (Un-Audited)
For the First Quarter Ended September 30, 2015

1 LEGAL STATUS AND NATURE OF BUSINESS

Taha Spinning Mills Limited (the "Company") was incorporated in Pakistan as a Private Limited Company under The Companies Ordinance, 1984 in 1991 and subsequently converted to a Public Limited company on June 16, 1991. Shares of the company were listed on the Karachi Stock Exchange in Pakistan on February 01, 1994. The principal business of the company is to manufacture and sale of yarn.

- 1.1 The Management has settled the liabilities of its creditors and all financial institutions amicably. Since the sale of entire fixed assets management is focusing to set up a small spinning unit if financial assistance is provided by the banks. Negotiation with banks/financial institution are in progress . Pending the arrangement of finance facilities, future business plan with a small capital in hand is not feasible.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial information have been prepared in accordance with the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standard (IFRS) issued by International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the provision of and directive issued under the Companies Ordinance, 1984. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984 shall prevail.

These condensed interim financial information have been prepared in compliance with the International Accounting Standard (IAS) 34 Interim financial reporting and in compliance with the requirements of section 245 of the Companies Ordinance 1984.

The disclosures made in these condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard (IAS) 34, Interim Financial Reporting. These condensed interim financial information are unaudited.

2.2 Accounting convention

These condensed interim financial information have been prepared under "Historical Cost Convention" except as disclosed in the company's accounting policies.

3 ACCOUNTING POLICIES

The accounting policies adopted in preparation of these condensed interim financial information are the same as those applied in the preparation of the preceding annual published financial statements of the company for the year ended June 30, 2015

4 ISSUED, SUBSCRIBED AND PAID UP CAPITAL

SEPTEMBER 2015	JUNE 2015		(Un-Audited) SEPTEMBER 30, 2015 Rupees	(Audited) JUNE 30, 2015 Rupees
Number of shares				
4,050,000	4,050,000	Ordinary shares of Rs. 10 each fully paid in cash	40,500,000	40,500,000
<u>4,050,000</u>	<u>4,050,000</u>		<u>40,500,000</u>	<u>40,500,000</u>

- 4.1 The shareholders are entitled to receive all distribution to them including dividend and other entitlements in the form of bonus and right shares as and when declared by the company. All shares carry "one vote" per share without restriction.

- 4.2 There is no movement in share capital during the year.

	(Un-Audited) SEPTEMBER 30, 2015 Rupees	(Audited) JUNE 30, 2015 Rupees
5 CONTINGENCIES AND COMMITMENTS		
CONTINGENCIES	-	-
There is no contingencies as at September 30, 2015 (2014 : Nil).		
COMMITMENTS	-	-
There is no commitments as at September 30, 2015 (2014 : Nil).		

	SEPTEMBER 30, 2015 Rupees	SEPTEMBER 30, 2014 Rupees
6 TAXATION		
- Current	-	882
	<u>-</u>	<u>882</u>

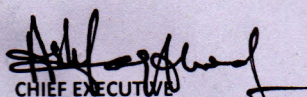
7 DATE OF AUTHORIZATION FOR ISSUE

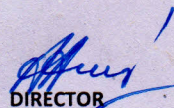
These condensed interim financial information have been authorized for issue on october 30, 2015 by the board of directors of the company.

8 GENERAL

Figures have been rounded off to the nearest rupees.

Corresponding figures have been re-arranged, where ever necessary, for the purpose of comparison.


CHIEF EXECUTIVE


DIRECTOR

THE COMPANY'S FINANCIAL STATEMENTS FOR THE PERIOD ENDED ON 30/09/2015
 HAVE BEEN AUDITED BY M/S. SURESH & SURESH CHARTERED ACCOUNTANTS
 AND THEIR REPORT IS ATTACHED HERETO.