

**HAJI MOHAMMAD ISMAIL MILLS
LIMITED**

**CONDENSED INTERIM FINANCIAL INFORMATION
(UN-AUDITED)**

FOR THE FIRST QUATER ENDED SEPTEMBER 30, 2017

HAJI MOHAMMAD ISMAIL MILLS LIMITED

COMPANY INFORMATION

Board of Directors	Mr. Gulzar Siddiq Mr. Najeeb Mushtaq Vohra Mr. Muhammad Sarfraz Mr. Noman Mustafa Zuberi Mr. Mohammad Sadiq- Mr. Mohammad Irfan Mr. Farrukh Shafiq	Chairman/Independent Chief Executive/ Director Director/Non Executive Director/Non Executive Director/ Non Executive Director/ Non Executive Director/Independent
Audit Committee	Mr. Farrukh Shafiq Mr. Mohammad Irfan Mr. Noman Mustafa Zuberi	Chairman Member Member
Human Resource & Remuneration Committee.	Mr. Muhammad Sarfraz Mr. Muhammad Sadiq Mr. Mohammad Irfan	Chairman Member Member
Chief Financial Officer	Mr. Suhail Ahmed	
Company Secretary	Mr. Muhammad Sarfraz	
Auditors	Naveed Zafar Ashfaq Jaffery & Co Chartered Accountants 1 st floor, Modern House Beamont Road Karachi.	
Legal Advisor	Farooq Rashid & Co., Advocates & Corporate Consultants, 403-Commerce Centre, Hasrat Mohani Road, Karachi-74200	
Bankers	Habib Bank Limited National Bank of Pakistan	
Share Registrar and Transfer Office	Najeeb Consultants (Pvt) Ltd 406-Commerce Centre, Hasrat Mohani Road. Karachi-74200	
Registered office	409-Commerce Centre, Hasrat Mohani Road, Karachi-74200	
Phone No.:	92-21-32638521-3	
Fax No.:	92-21-32639843	
E-mail:	info@hmiml.com	
Website	www.hmiml.com	

Business: Distributor of fast moving
Consumers goods.

Status of Company Public listed company (SSC)

Company Registration No. K-0007483

National Tax No. 0231147-0

Contact person: Mr.Muhammad Sarfraz
Phone:92-21-32638521-3
E-mail:sarfrazinfo@hotmail.com

HAJI MOHAMMAD ISMAIL MILLS LIMITED
DIRECTORS' REPORT TO THE MEMBERS OF THE COMPANY

The directors are pleased to present the un-audited financial statement for the 1st quarter ended 30th September, 2017.

1. Sales

There is no sale/purchase or manufacturing activity during the period as compared to the corresponding period sale of Rs. Nil

2. Gross profit

The company has no gross profit/(loss) for the period.

3. Pre-Tax profit

Company's pretax loss for the reported period is Rs.931,852

4. Earnings per share

The earning/(loss) per share for the period is Rs.(0.08)

5. Financial position

There is no outstanding liability against the company and the company is presently involved in small trading activities, therefore, financial position of the company is positive.

6. Current and future summary and prospects

The board is focusing on new business dimensions and is in the process of implementation of new business plan for revival of the company through corporate restructuring. MOU has been signed for new business plan. Proper places are being selected for setting up units according to the requirement of new business plan. Negotiation with banks and prosperous investors are in process for financing. Pending the arrangements for new business plan, board decided to invest the funds in listed securities to gain profit for the company.

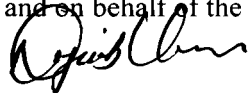
7. Code of Corporate Governance

The company has taken necessary steps to comply with the provisions of Code of Corporate Governance as incorporated in the regulations of the Pakistan Stock Exchange.

8. Appreciation

We appreciate the hard work of all the staff members of the company and the support of its shareholders and bankers.

For and on behalf of the Board of Directors



Chief Executive

Karachi: Oct. 30, 2017

حاجی محمد اسماعیل ملز لمیٹڈ

ڈائریکٹرز رپورٹ برائے حصص یافتگان

آپ کے ڈائریکٹرز غیر اڈٹ شدہ مالی گواشاہے برائے پہلی سہ ماہی 30 ستمبر 2017 کو پیش کر کے مسرور ہو رہے ہیں۔

۱۔ فروخت:-

کمپنی کی خرید و فروخت اور صنعتکاری کی کوئی سرگرمی نہیں ہے اس لئے اس عرصہ میں کوئی خرید و فروخت بھی نہیں کی گئی ہے اور پچھلے سال میں بھی یہ صاف تھی۔

۲۔ مجموعی منافع:-

اس سہ ماہی کے لئے کمپنی نے کوئی مجموعی منافع نہیں کمایا۔

۳۔ ٹیکس سے پہلے منافع:-

کمپنی نے اس سہ ماہی ٹیکس سے پہلے 931,852 کا نقصان کیا ہے۔

۴۔ فی شیئر بنیادی آمدن:-

اس سہ ماہی کا فی شیئر بنیادی نقصان 0.08 پیسہ بنتا ہے۔

۵۔ مالی حالت:-

کمپنی کے ذمہ کوئی واجبات نہیں ہیں اور کمپنی چونکہ چھوٹے موٹے کاروباری لین دین میں مصروف ہے اس وجہ سے کمپنی کی مالی حالت مثبت ہے۔

۶۔ موجودہ اور مستقبل کی کیفیت:-

بورڈ نے اپنی توجہ نئے کاروباری رجحان کی طرف کی ہوئی ہے۔ اور بورڈ کی خواہش ہے کہ نئے بزنس پلان کو عملی جامہ پہنا کر کمپنی کو بحال کیا جائے۔ اور دوسرے سرمایہ کاروں کے ساتھ ملکر بحالی پر بھی غور ہو رہا ہے۔ اس سلسلے میں کمپنی نے ایک معاہدہ پر بھی دستخط کئے ہیں۔ نئے کاروبار کے مطابق جگہوں کی تلاش جاری ہے۔ بینکوں اور مستحکم سرمایہ داروں کے ساتھ بات چیت ہو رہی ہے کہ وہ نئے کاروباری پلان میں سرمایہ لگائیں۔ نئے کاروباری پلان میں تاخیر کی وجہ سے بورڈ نے فیصلہ کیا ہے کہ کمپنی کے فنڈز کو لنڈ سیکورٹیز میں لگا یا جائے تاکہ اس سے کمپنی کو مالی فائدہ ہو۔

۷۔ اچھے تنظیمی اصول (کوڈ آف کارپوریٹ گورننس)

کمپنی نے اچھے تنظیمی ڈھانچے کے لیے اسٹاک ایکسچینج کے مترتب کردہ اصول کو اپنانے کی پالیسی بنائی ہوئی ہے اور اس پر عمل کر رہی ہے۔

۸۔ اظہار تشکر

ہم کمپنی کے تمام اسٹاک کی محنت کو سراہتے ہیں اور حصہ داران اور بینکوں کے تعاون کے مشکور ہیں۔

حکیم بورڈ آف ڈائریکٹرز



چیف ایگزیکٹو

تاریخ: 30-10-2017

**HAJI MOHAMMAD ISMAIL MILLS LIMITED
CONDENSED INTERIM BALANCE SHEET
AS AT SEPTEMBER 30, 2017 (UN-AUDITED)**

	Note	September 30, 2017 Rupees (Un-Audited)	June 30, 2017 Rupees (Audited)
ASSETS			
NON-CURRENT ASSETS			
Long term deposits		50,000	50,000
CURRENT ASSETS			
Short term investments		25,820,602	25,378,030
Advances income tax		1,606,965	1,599,384
Other receivables		4,754,717	4,784,796
Cash and bank balances		12,133,097	15,445,806
		44,315,381	47,208,016
TOTAL ASSETS		44,365,381	47,258,016
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised Capital			
12,000,000 (June 30,2016: 12,000,000) ordinary shares of Rs. 10 each		120,000,000	120,000,000
Issued, subscribed and paid up capital	5	119,750,400	119,750,400
Reserves		(75,539,387)	(72,641,179)
		44,211,013	47,109,221
LONG TERM LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		154,368	148,795
TOTAL EQUITY AND LIABILITIES		44,365,381	47,258,016
CONTINGENCIES AND COMMITMENTS	6		

The annexed notes form an integral part of these condensed financial information.


CHIEF EXECUTIVE


DIRECTOR


CFO

HAJI MOHAMMAD ISMAIL MILLS LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT
FOR THE QUARTER ENDED SEPTEMBER 30, 2017 (UN-AUDITED)

	Note	September 30, 2017 Rupees	September 30, 2016 Rupees
Operating expenses			
Administrative expenses		(843,750)	(827,382)
Other expenses		(158,444)	-
Operating loss		<u>(1,002,194)</u>	<u>(827,382)</u>
Other income		71,342	1,596,239
		<u>(930,852)</u>	<u>768,857</u>
Finance cost		(1,000)	(500)
(Loss)/Profit before taxation		<u>(931,852)</u>	<u>768,357</u>
Taxation	7	-	(235,198)
(Loss)/Profit after taxation		<u>(931,852)</u>	<u>533,159</u>
(Loss)/Earning per share - basic and diluted		<u>(0.08)</u>	<u>0.04</u>


The annexed notes form an integral part of these condensed financial information.

 CHIEF EXECUTIVE	 DIRECTOR	 CFO
---	---	---

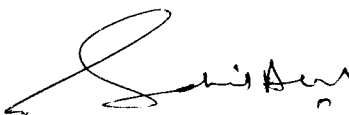
HAJI MOHAMMAD ISMAIL MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2017 (UN-AUDITED)

	Note	September 30, 2017 Rupees	September 30, 2016 Rupees
(Loss)/Profit after taxation		(931,852)	533,159
Other Comprehensive income for the period			
(Loss) on re-measurement on investments available for sale to fair value		(1,966,356)	(1,901,586)
Total comprehensive Loss for the period		<u>(2,898,208)</u>	<u>(1,368,427)</u>

The annexed notes form an integral part of these condensed financial information.


CHIEF EXECUTIVE


DIRECTOR


CFO

HAJI MOHAMMAD ISMAIL MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2017 (UN-AUDITED)

	September 30, 2017 Rupees	September 30, 2016 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before taxation	(931,852)	768,357
Adjustments for:		
Finance cost	1,000	500
Fair value adjustment of investment	(1,966,356)	(2,276,433)
	(1,965,356)	(2,275,933)
Profit before working capital changes	(2,897,208)	(1,507,576)
(Increase) / Decrease in current assets:		
Short term investment - net	(442,572)	(15,602,822)
Other receivables	30,079	(751,496)
	(412,493)	(16,354,318)
Increase / (decrease) in current liabilities:		
Trade creditors, accrued and other liabilities	5,573	308,282
Cash generated from operations	(3,304,128)	(17,553,612)
Taxes paid	(7,581)	(238,022)
Finance cost paid	(1,000)	(500)
	(8,581)	(238,522)
Net decrease in cash and cash equivalents	(3,312,709)	(17,792,134)
Cash and cash equivalents at beginning of the period	15,445,806	23,481,994
Cash and cash equivalents at end of the period	12,133,097	5,689,860

The annexed notes form an integral part of these condensed financial information.


CHIEF EXECUTIVE


DIRECTOR


CFO

HAJI MOHAMMAD ISMAIL MILLS LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED SEPTEMBER 30, 2017 (UN-AUDITED)

	Issued, subscribed and paid-up capital	Reserves				Total
		Capital		Revenue		
		Share premium	Fair value reserve	Accumulated Losses	Sub total	
						Rupees -----
Balance as at July 01, 2016	119,750,400	6,912,000	148,941	(77,875,944)	(70,815,003)	48,935,397
Profit for the period	-	-	-	533,159	533,159	533,159
Other comprehensive loss for the period	-	-	(1,901,586)	-	(1,901,586)	(1,901,586)
Total Comprehensive (loss) for the Period	-	-	(1,901,586)	533,159	(1,368,427)	(1,368,427)
Balance as at September 30, 2016	119,750,400	6,912,000	(1,752,645)	(77,342,785)	(72,183,430)	47,566,970
Balance as at July 01, 2017	119,750,400	6,912,000	(7,881,714)	(71,671,465)	(72,641,179)	47,109,221
Loss for the period	-	-	-	(931,852)	(931,852)	(931,852)
Other comprehensive loss for the period	-	-	(1,966,356)	-	(1,966,356)	(1,966,356)
Total Comprehensive (loss) for the Period	-	-	(1,966,356)	(931,852)	(2,898,208)	(2,898,208)
Balance as at September 30, 2017	119,750,400	6,912,000	(9,848,070)	(72,603,317)	(75,539,387)	44,211,013

The annexed notes form an integral part of these condensed financial information.


CHIEF EXECUTIVE


DIRECTOR


CFO

HAJI MOHAMMAD ISMAIL MILLS LIMITED
NOTES TO THE CONDENSED FINANCIAL INFORMATION
FOR THE QUARTER ENDED SEPTEMBER 30, 2017 (UN-AUDITED)

1 STATUS AND NATURE OF BUSINESS

The Company was incorporated in Pakistan as a Private Limited Company on February 5, 1980 and subsequently converted to public limited company on October 15, 1987. Shares of the company were subsequently listed on the Pakistan Stock Exchange on November 29, 1994. The registered office of the company is situated at 409-Commerce Centre, Hasrat Mohani Road, Karachi 74200.

- 1.1** The management has disposed off the assets of the Company including land, building, plant & machinery to pay off its major debts during the year ended June 30, 2015. The management of the company has decided to change the business dimensions of the company from textile to fast moving consumers goods and get involve in distribution business itself or through merger, corporate restructuring or through prosperous investors for revival of the company as sufficient funds are required to implement new business plan. Management has added new object clauses in the Memorandum of Association of the company and got approved by members in EOGM on 23rd September 2016. Furthermore, the management is also negotiating with financial institutions for financing of the proposed new business plan. In view of the new business dimensions, the company shall remain as a going concern company.

2 BASIS OF PREPARATION

- 2.1** This condensed interim financial information of the Company for the three months ended September 30, 2017 has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. This condensed interim financial information does not include all the information required for the full financial statements and therefore should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2017.
- 2.2** This condensed interim financial information is presented in Pak Rupees which is also the Company's functional currency and figures presented in this condensed interim financial information has been rounded off to the nearest rupee.
- 2.3** The comparative balance sheet presented has been extracted from annual financial statements for the year ended June 30, 2017, whereas comparative condensed profit and loss account, condensed interim statement of other comprehensive income, condensed cash flow statement and condensed statement of changes in equity are stated from the unaudited condensed interim financial information for the three month ended September 30, 2016.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies, estimates, judgments and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of annual audited financial statements of the Company for the year ended June 30, 2017.

statements as at and for the year ended June 30, 2017.

5 ISSUED, SUBSCRIBED AND PAID UP CAPITAL

	(Unaudited) September 30, 2017	(Audited) June 30, 2017
9,576,240 (June 30, 2017: 9,576,240) Ordinary shares of Rs.10 each fully paid in cash	95,762,400	95,762,400
2,398,800 (June 30, 2017 : 2,398,800) Ordinary shares of Rs.10 each issued as fully paid bonus share	23,988,000	23,988,000
	<u>119,750,400</u>	<u>119,750,400</u>

6 CONTINGENCIES AND COMMITMENTS

There is no major changes in contingencies and commitments as have been disclosed in the audited financial statements for the year ended June 30, 2017.

	(Unaudited) September 30, 2017	(Unaudited) September 30, 2016
7 TAXATION		
Current	-	(235,198)
	<u>-</u>	<u>(235,198)</u>

8 DATE OF AUTHORISATION FOR ISSUE

These financial information have been authorised for issue on October 30, 2017 by the Board of Directors of the Company

9 GENERAL

Figures have been rounded off to the nearest rupee.

 CHIEF EXECUTIVE	 DIRECTOR	 CFO
---	---	---