

**HAJI MOHAMMAD ISMAIL MILLS
LIMITED**

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

FOR THE FIRST QUATER ENDED SEPTEMBER 30, 2018

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 Motors House Beamount 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	
E-mail:	info@hmiml.com	
Website	www.hmiml.com	

Business:	Distributor of fast moving Consumers goods.
Status of Company	Public listed company
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, 2018.

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 1,997,729

4. Earnings per share

The earning/(loss) per share for the period is Rs (0.17)

5. Financial position

There is no outstanding liability against the company. The company is presently involved in small trading activities. Due to adverse market factors, financial position is not encouraging.

6. Current and future summary and prospects

The board focused on new business dimensions as stated in the annual report. Board was in the process of implementation of new business plan for revival of the company. MOU was signed for new business plan. Proper places were being selected for setting up units according to the requirement of new business plan. Negotiation with banks and prosperous investors were in process for financing. All the above efforts came to halt due to filing of winding up petition by SECP in the High Court of Sindh. Management is defending the case and expecting early decision in favor of the company.

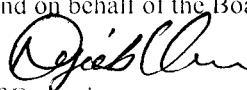
7. Code of Corporate Governance

The company has taken necessary steps to comply with the provisions of Code of Corporate Governance Regulations of Securities & Exchange Commission of Pakistan.

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. 29, 2018

حاجی محمد اسماعیل ملز لمیٹڈ

ڈائریکٹرز رپورٹ برائے حصص یافتگان

کمپنی ڈائریکٹرز 30 ستمبر، 2018 کو ختم ہونے والی پہلی سہ ماہی کے لئے غیر آڈٹ شدہ مالی گوشوارے پیش کرنے میں خوشی محسوس کر رہے ہیں۔

1. سلا

اس مدت کے دوران کوئی فروخت یا خریداری یا مینوفیکچر کی سرگرمی نہیں ہے۔ گزشتہ سال بھی یہی حالت تھی۔

2. مجموعی منافع

اس مدت کے لئے کمپنی کو کوئی مجموعی منافع / نقصان نہیں ہے۔

3. پری ٹیکس منافع

رپورٹ کی مدت کے لئے کمپنی کا پری ٹیکس نقصان 1,997,729 روپے ہے۔

4. فی شیر آمدنی

رپورٹ کی مدت کے لئے فی حصص / نقصان) 0.17 روپے ہے۔

5. مالیاتی پوزیشن

کمپنی کے ذمہ کوئی بقایا جات نہیں ہے۔ کمپنی اس وقت چھوٹی تجارتی سرگرمیوں میں مصروف ہے۔ منفی مارکیٹ عوامل کی وجہ سے کمپنی کی مالی پوزیشن حوصلہ افزا نہیں ہے۔

6. موجودہ اور مستقبل کے امکانات

بورڈ نے اپنی توجہ نئے کاروباری رجحان کی طرف کی ہوئی ہے جیسا کہ سالانہ رپورٹ میں بیان کیا جا چکا ہے۔ بورڈ کی خواہش ہے کہ نئے بزنس پلان کو عملی جامہ پہنا کر کمپنی کو بحال کیا جائے اسلئے کمپنی نے ایک MOU دستخط کیے تھے۔ نئے کاروبار کے منصوبہ کی ضرورت کے مطابق جگہیں منتخب کی جا رہی تھی۔ بینکوں اور مستحکم سرمایہ کاروں کے ساتھ گفتگو جاری تھی۔ یہ تمام کوششیں رک گئیں جب سندھ ہائی کورٹ میں SECP کی جانب سے کمپنی کو بند کرنے کی درخواست دائر ہوئی۔ بینجمنٹ کیس کا دفاع کر رہی ہے اور کمپنی کے حق میں فیصلے کی توقع ہے۔

7. کوڈ آف کارپوریٹ گورننس کی تعمیل

کمپنی نے سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے کارپوریٹ گورننس کے قوانین کی تعمیل کے لئے ضروری اقدامات کئے ہیں۔

8. خدمات کا اعتراف

ہم کمپنی کے تمام عملے کے ارکان کی خدمات کو سرہاتے ہیں اور کمپنی کے حصے داران اور بینکوں کے تعاون کی تعریف کرتے ہیں۔

مہتاب بورڈ آف ڈائریکٹرز

چیف ایگزیکٹو

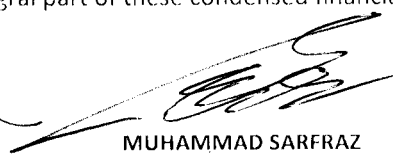
کراچی: 29 اکتوبر، 2018

HAJI MOHAMMAD ISMAIL MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2018 (UN-AUDITED)

	Note	September 30, 2018 Rupees (Un-Audited)	June 30, 2018 Rupees (Audited)
ASSETS			
NON-CURRENT ASSETS			
Long term deposits		50,000	50,000
CURRENT ASSETS			
Short term investments		18,762,975	24,026,530
Advances income tax		804,298	804,158
Other receivables		4,860,677	5,042,196
Cash and bank balances		9,710,570	7,504,794
		34,138,520	37,377,678
TOTAL ASSETS		34,188,520	37,427,678
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised Capital			
12,000,000 (June 30, 2018: 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		(85,718,247)	(82,479,090)
		34,032,153	37,271,310
LONG TERM LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		156,367	156,368
TOTAL EQUITY AND LIABILITIES		34,188,520	37,427,678
CONTINGENCIES AND COMMITMENTS			
	6		

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


NAJEEB MUSHTAQ VOHRA
 Chief Executive



MUHAMMAD SARFRAZ
 Director



SUHAIL AHMED
 Chief Financial Officer

HAJI MOHAMMAD ISMAIL MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

	Note	September 30, 2018 Rupees	September 30, 2017 Rupees
Operating expenses			
Administrative expenses		(679,879)	(843,750)
Other expenses		<u>(1,319,246)</u>	<u>(158,444)</u>
Operating loss		(1,999,125)	(1,002,194)
Other income		<u>1,396</u>	<u>71,342</u>
		(1,997,729)	(930,852)
Finance cost	7	-	(1,000)
Loss before taxation		(1,997,729)	(931,852)
Taxation		-	-
Loss after taxation		<u>(1,997,729)</u>	<u>(931,852)</u>
Loss per share - basic and diluted		<u>(0.17)</u>	<u>(0.08)</u>

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


NAJEEB MUSHTAQ VOHRA
 Chief Executive


MUHAMMAD SARFRAZ
 Director


SUHAIL AHMED
 Chief Financial Officer

HAJI MOHAMMAD ISMAIL MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

	Note	September 30, 2018 Rupees	September 30, 2017 Rupees
Loss after taxation		(1,997,729)	(931,852)
Other Comprehensive income for the period			
(Loss) on re-measurement on investments available for sale to fair value		(1,241,428)	(1,966,356)
Total comprehensive Loss for the period		<u><u>(3,239,157)</u></u>	<u><u>(2,898,208)</u></u>

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


NAJEEB MUSHTAQ VOHRA
 Chief Executive


MUHAMMAD SARFRAZ
 Director

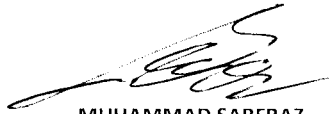

SUHAIL AHMED
 Chief Financial Officer,

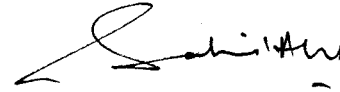
HAJI MOHAMMAD ISMAIL MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOW
FOR THE QUARTER ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

	September 30, 2018 Rupees	September 30, 2017 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(1,997,729)	(931,852)
Adjustments for:		
Finance cost	-	1,000
Fair value adjustment of investment	(1,241,428)	(1,966,356)
	(1,241,428)	(1,965,356)
Profit before working capital changes	(3,239,157)	(2,897,208)
(Increase) / Decrease in current assets:		
Short term investment - net	5,263,555	(442,572)
Other receivables	181,519	30,079
	5,445,074	(412,493)
Increase / (decrease) in current liabilities:		
Trade creditors, accrued and other liabilities	(1)	5,573
Cash generated from operations	2,205,916	(3,304,128)
Taxes paid	(140)	(7,581)
Finance cost paid	-	(1,000)
	(140)	(8,581)
Net decrease in cash and cash equivalents	2,205,776	(3,312,709)
Cash and cash equivalents at beginning of the period	7,504,794	15,445,806
Cash and cash equivalents at end of the period	9,710,570	12,133,097

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


NAJEEB MUSHTAQ VOHRA
 Chief Executive



MUHAMMAD SARFRAZ
 Director



SUHAIL AHMED
 Chief Financial Officer

HAJI MOHAMMAD ISMAIL MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED SEPTEMBER 30, 2018 (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, 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	<u>119,750,400</u>	<u>6,912,000</u>	<u>(9,848,070)</u>	<u>(72,603,317)</u>	<u>(75,539,387)</u>	<u>44,211,013</u>
Balance as at July 01, 2018	119,750,400	6,912,000	(11,583,241)	(77,807,849)	(82,479,090)	37,271,310
Loss for the period	-	-	-	(1,997,729)	(1,997,729)	(1,997,729)
Other comprehensive loss for the period	-	-	(1,241,428)	-	(1,241,428)	(1,241,428)
Total Comprehensive (loss) for the Period	-	-	(1,241,428)	(1,997,729)	(3,239,157)	(3,239,157)
Balance as at September 30, 2018	<u>119,750,400</u>	<u>6,912,000</u>	<u>(12,824,669)</u>	<u>(79,805,578)</u>	<u>(85,718,247)</u>	<u>34,032,153</u>

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


NAJEEB MUSHTAQ VOHRA
Chief Executive


SUHAIL AHMED
Chief Financial Officer

HAJI MOHAMMAD ISMAIL MILLS LIMITED
NOTES TO THE CONDENSED FINANCIAL STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2018 (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 during the year 2013 and pay off its major debts during the year ended June 30, 2015. The management of the company has changed the business dimensions of the company from textile and power generation to fast moving consumer goods. Subsequent to the year ended June 30, 2016 management has added new business object clauses in Memorandum of Association.

Management is planning to 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. The management is also negotiating with financial institutions for financing of the proposed business plan. The company is involve in trading activities. 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, 2018.
- 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, 2018, 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, 2017.

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, 2018.

4 FINANCIAL RISK MANAGEMENT

The Company's financial risk objectives and policies are consistent with those disclosed in the annual audited financial statements as at and for the year ended June 30, 2018.

5 ISSUED, SUBSCRIBED AND PAID UP CAPITAL

	(Unaudited) September 30, 2018	(Audited) June 30, 2018
9,576,240 (June 30, 2018: 9,576,240) Ordinary shares of Rs.10 each fully paid in cash	95,762,400	95,762,400
2,398,800 (June 30, 2018 : 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, 2018.

	(Unaudited) September 30, 2018	(Unaudited) September 30, 2017
7 FINANCIAL COST		
Bank Charges	-	1,000
	<u>-</u>	<u>1,000</u>

8 DATE OF AUTHORISATION FOR ISSUE

These financial information have been authorised for issue on October 29, 2018 by the Board of Directors of the Company

9 GENERAL

Figures have been rounded off to the nearest rupee.


NAJEEB MUSHTAQ VOHRA
Chief Executive

MUHAMMAD SARFRAZ
Director


SUHAIL AHMED
Chief Financial Officer