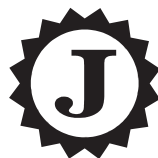




Jubilee Spinning & Weaving Mills Ltd.



Jubilee Spinning & Weaving Mills Limited

Condensed Interim Financial Information **First Quarter Ended (Un-Audited)** **September 30, 2020**



Jubilee Spinning & Weaving Mills Ltd.

Company Information

Board of Directors

Mr. Shaukat Shafi	(Chairman)
Mr. Shams Rafi	(Chief Executive Officer)
Mr. Salman Rafi	
Mr. Usman Shafi	
Mr. Aurangzeb Shafi	
Mr. Umer Shafi	
Mrs. Sana Salman	

Audit Committee

Mr. Usman Shafi	(Chairman)
Mr. Umer Shafi	(Member)
Mr. Shaukat Shafi	(Member)

Company Secretary

Mr. Muhammad Zeeshan Saleem

Auditors

Riaz Ahmed & Company
Chartered Accountants

Legal Advisor

Arain Law Associates

Bankers

Habib Bank Limited
National Bank of Pakistan
Soneri Bank Limited
Standard Chartered Bank (Pakistan) Limited
Habib Metropolitan Bank Limited
Faysal Bank Limited
Allied Bank Limited

Registered Office

503-E, Johar Town
Lahore, Pakistan

Mills

B-28, Manghopir Road, S.I.T.E. Karachi



Directors' Report To The Shareholders

Dear Shareholders,

The Directors of your Company feel pleasure in presenting the results for the 1st Quarter ended September 30, 2020.

During the year, the company posted a net loss of Rs. 1.05 million after charging costs, expenses and provisions for the year. Profit earned during same period last year was Rs. 2.31 million.

The financial results of the concerned quarter are summarized as follows:

Period ended	September 2020	September 2019
Sales	808,371	3,049,457
Cost of Sales	(1,104,319)	(1,523,387)
Gross Profit/(Loss)	(295,948)	1,526,070
Gross Profit/(Loss) Rate	(37%)	50%
Selling, Admin and Other Operating Expenses	(9,977,853)	(13,170,306)
Other Income	11,891,091	14,430,008
Financial Charges	(2,007)	(339)
Provision for Taxation	(2,669,007)	(471,099)
Profit after Tax	(1,053,724)	2,314,334
Basic Profit / (loss) Per Share	(0.03)	0.07

Revenue and profitability remained lower when compared same period. This was mainly due to increase in cost of doing business, inflation and overall economic slowdown. However, the management is confident in improving the results for the remaining period of this year.

In closing, I would like to thank all of our stakeholders for their continued support.

For and on behalf of the board of Directors

Shams Rafi
Chief Executive Officer

Karachi
October 26, 2020



حصص یافتگان کے لئے ڈائریکٹران کی رپورٹ

آپ کی کمپنی کے ڈائریکٹران پہلی سہ ماہی مدت ختمہ 30 ستمبر 2020 کے نتائج پیش کرتے ہوئے اظہار مسرت کرتے ہیں۔

سال کے دوران کمپنی کو لاگتوں، اخراجات اور سال کے اختصاں نکالنے کے بعد 1.05 ملین روپے کا نقصان ہوا۔ جبکہ گزشتہ سال 2.143 ملین روپے کا منافع ہوا تھا۔

مختصر مالیاتی نتائج درج ذیل ہیں:

مختصر مدت ختمہ	ستمبر 2020	ستمبر 2019
فروخت	808,371	3,049,457
لاگت فروخت	(1,104,319)	(1,523,387)
خام منافع / (خسارہ)	(295,948)	1,526,070
خام منافع / (خسارہ) کی شرح	(37%)	50%
فروخت، انتظامی اور دیگر کاروباری اخراجات	(9,977,853)	(13,170,306)
دیگر آمدن	11,891,091	(14,430,008)
مالیاتی اخراجات	(2,007)	(339)
ٹیکس کے لئے اختصاں	(2,669,007)	(471,099)
منافع بعد از ٹیکس	(1,053,724)	2,314,334
بنیادی آمدن فی حصص	(0.03)	0.07

فروخت اور منافع میں گزشتہ مدت کی بہ نسبت کمی ہوئی۔ جس کی بنیادی وجہ کاروباری لاگتوں میں اضافہ، افراط زر اور مجموعی معاشی سست روی تھی۔ انتظامیہ پر اعتماد ہے کہ سال کے بقایا حصے میں نتائج میں بہتری آئے گی۔

ہم اپنے تمام مستفیدان کے مسلسل تعاون پر ان کے مشکور ہیں۔

برائے و منجانب
شیریں رفیع

چیف ایگزیکٹو آفیسر

کراچی

26 اکتوبر 2020



JUBILEE SPINNING & WEAVING MILLS LIMITED
Condensed Interim Statement of Financial Position - As At September 30, 2020

		Un-audited Note, 30 September 2020 Rupees	Audited 30 June 2020 Rupees		Un-audited 30 September 2020 Rupees	Audited 30 June 2020 Rupees
ASSETS				EQUITY AND LIABILITIES		
NON-CURRENT ASSETS				SHARE CAPITAL AND RESERVES		
Property, plant and equipment	7	88,195,235	88,803,390	Authorized share capital		
				34,000,000 (30 June 2018: 34,000,000)	340,000,000	340,000,000
				ordinary shares of Rupees 10 each		
Investment property		599,677,889	599,677,889.00			
Long term investments	8	7,536,838	7,971,712	Issued, subscribed and paid up share capital		
Long term loans		859,390	871,890	32,491,205 (30 June 2018: 32,491,205) ordinary shares of F	324,912,050	324,912,050
Long term deposits		6,106,537	6,106,537			
		702,375,889	703,431,418			
				Revenue Reserves		
				General	51,012,000	51,012,000
				Accumulated loss	(366,744,366)	(365,690,642)
				Fair value reserve on fair value through other		
				comprehensive income	5,260,094	5,694,968
				Surplus on revaluation of investment property - Net of tax	651,515,456	651,515,456
					665,955,234	667,443,832
				LIABILITIES		
				NON-CURRENT LIABILITIES		
				Long term financing	5	
				Deferred income tax	11,450,096	11,450,096
				Employees retirement benefits	915,094	901,975
					12,365,190	12,352,071
				CURRENT LIABILITIES		
				Trade and other payables	102,845,015	101,827,374
				Current portion of long term financing	14,574,680	14,574,680
				Provisions	9,928,940	9,928,940
				Short term borrowings	1,358,539	1,358,539
				Accrued markup	20,597	20,597
				unclaimed dividend	577,737	577,737
				Provision for taxation	37,358,267	34,689,259
					166,663,775	162,977,126
					179,028,965	175,329,197
				TOTAL LIABILITIES		
				CONTINGENCIES AND COMMITMENTS	6	
					-	-
				TOTAL EQUITY AND LIABILITIES	844,984,199	842,773,029
CURRENT ASSETS						
Store, spare parts and loose tools		557,162	557,161			
Trade debts		25,786,956	24,379,010			
Loans and advances - unsecured considered good		23,794,497	23,012,714			
Other receivables -unsecured considered good		79,428,280	79,041,189			
Advance income tax and refund		11,834,471	10,745,844			
Cash and bank balances		1,206,944	1,605,693			
		142,608,310	139,341,611			
TOTAL ASSETS		844,984,199	842,773,029			

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



Jubilee Spinning & Weaving Mills Ltd.

JUBILEE SPINNING & WEAVING MILLS LIMITED
Condensed Interim Statement of Profit or Loss (Un-Audited)
For The Period Ended September 30, 2020

	Note	QUARTER ENDED	
		30 Sept	30 Sept
		2020	2019
		Rupees	Rupees
Revenue		808,371	3,049,457
Cost of Revenue	9	(1,104,319)	(1,523,387)
GROSS (LOSS) / PROFIT		(295,948)	1,526,070
Administrative and general expenses		(9,977,853)	(13,170,306)
Other expenses		-	-
		(9,977,853)	(13,170,306)
		(10,273,801)	(11,644,236)
OTHER INCOME		11,891,091	14,430,008
PROFIT / (LOSS) FROM OPERATIONS		1,617,290	2,785,772
FINANCE COST		(2,007)	(339)
PROFIT / (LOSS) BEFORE TAXATION		1,615,283	2,785,433
PROVISION FOR TAXATION		(2,669,007)	(471,099)
PROFIT AFTER TAXATION		(1,053,724)	2,314,334
PROFIT PER SHARE- BASIC AND DILUTED (RUPEES)		(0.03)	0.07

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



Jubilee Spinning & Weaving Mills Ltd.

JUBILEE SPINNING & WEAVING MILLS LIMITED
Condensed Interim Statement Of Comprehensive Income (Un-Audited)
For The Period Ended September 30, 2020

QUARTER ENDED	
30 Sept 2020	30 Sept 2019
Rupees	Rupees

PROFIT AFTER TAXATION (1,053,724) 2,314,334

OTHER COMPREHENSIVE INCOME

Items that will not be reclassified to profit or loss

Unrealized loss arising on remeasurement of investment of fair value through other comprehensive income

(434,874)	(535,252)
-----------	-----------

Other comprehensive (loss) / income for the period

(434,874)	(535,252)
-----------	-----------

TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD

(1,488,598)	1,779,082
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The annexed notes form an integral part of this condensed interim financial information.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



Jubilee Spinning & Weaving Mills Ltd.

JUBILEE SPINNING & WEAVING MILLS LIMITED
Condensed Interim Cash Flow Statement (Un-Audited)
For The Period Ended September 30, 2020

		NINE MONTH ENDED	
	Note	30 Sept 2020 Rupees	30 Sept 2019 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES	10	(11,148,330)	(13,957,478)
Finance cost paid		(2,007)	(339)
Income tax paid		(1,088,627)	(1,263,041)
Gratuity paid		(50,000)	(402,808)
Long term loans to employees		12,500	-244,639
Net cash (used in) / flow from operating activities		(12,276,464)	(15,868,305)
CASH FLOWS FROM INVESTING ACTIVITIES			
Dividend received		-	-
rent received		11,877,714	14,381,508
Addition to property plant & equipment		-	(737,000)
Long term loans			
Net cash flow from investing activities		11,877,714	13,644,508
CASH FLOWS FROM FINANCING ACTIVITIES			
Net (decrease) / increase in cash and cash equivalents		(398,750)	(2,223,797)
Cash and cash equivalents at the beginning of the period		1,605,693	5,777,264
Cash and cash equivalents at the end of the period (Note 10.1)		1,206,943	3,553,467

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



Jubilee Spinning & Weaving Mills Ltd.

JUBILEE SPINNING & WEAVING MILLS LIMITED
Condensed Interim Statement of Changes in Equity (Un-audited)
For The Period Ended September 30, 2020

	SHARE CAPITAL	CAPITAL				RESERVES			REVENUE			TOTAL	Total Equity
		Fair value reserve on available for sale Investments*	Fair value reserve on fair value through other comprehensive income	surplus on revaluation of property plant and equipment	Sub- Total	General reserve	Accumulated loss	Sub total					
	Rupees	Rupees	Rupees		Rupees	Rupees	Rupees	Rupees	Rupees		Rupees	Rupees	
Balance as at June 30, 2019 (Audited)	324,912,050	-	5,598,805	651,156,032	656,754,837	51,012,000	(355,489,458)	(304,477,458)	352,277,379		677,189,429		
Changes in equity for the period ended September 30, 2019													
Profit for the year							2,314,334	2,314,334	2,314,334		2,314,334		
Other comprehensive income/(loss)	-	-	(535,252)	-	(535,252)	-	-	-	(535,252)		(535,252)		
Total comprehensive income / (loss)	-	-	(535,252)	-	(535,252)	-	2,314,334	2,314,334	1,779,082		1,779,082		
Fair value adjustment on interest free loan from sponsor's shareholder - net	-	-			-	-	-	-	-		-		
Balance as at September 30, 2019 - (un audited)	324,912,050	-	5,063,553	651,156,032	656,219,585	51,012,000	(353,175,124)	(302,163,124)	354,056,461		678,968,511		
Changes in equity for the period from October 2019 to June 2020													
Profit for the year			-	-	-	-	(12,795,585)	(12,795,585)	(12,795,585)		(12,795,585)		
Other comprehensive income/(loss)	-	-	631,415	359,424	990,839	-	280,067	280,067	1,270,906		1,270,906		
Total comprehensive income / (loss)	-	-	631,415	359,424	990,839	-	(12,515,518)	(12,515,518)	(11,524,679)		(11,524,679)		
Balance as at June 30, 2020 (Audited)	324,912,050	-	5,694,968	651,515,456	657,210,424	51,012,000	(365,890,642)	(314,678,642)	342,531,782		667,443,832		
Changes in equity for the period ended September 30, 2020													
Profit for the year					-		(1,053,724)	(1,053,724)	(1,053,724)		(1,053,724)		
Other comprehensive income/(loss)	-	-	(434,874)	-	(434,874)	-	-	-	(434,874)		(434,874)		
Total comprehensive income / (loss)	-	-	(434,874)	-	(434,874)	-	(1,053,724)	(1,053,724)	(1,488,598)		(1,488,598)		
Balance as at September 30, 2020 - (un audited)	324,912,050	-	5,260,094	651,515,456	656,775,550	51,012,000	(366,744,366)	(315,732,366)	341,043,184		665,955,234		

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



JUBILEE SPINNING & WEAVING MILLS LIMITED
Selected Notes To the Condensed Interim Financial Information (Un-Audited)
For The Period Ended September 30, 2020

1. THE COMPANY AND ITS OPERATIONS

- 1.1** Jubilee Spinning & Weaving Mills Limited (the Company) was incorporated in Pakistan as a public limited company on 12 December 1973 under the Companies Act, 1913 (Now The Companies Ordinance, 1984). The Company obtained certificate of commencement of business in January 1974. Shares of the Company are listed on Pakistan Stock Exchanges in Pakistan. Its registered office is situated at 503-E, Johar Town, Lahore. while the factory is located at B-28, Manghopir Road, SITE Karachi. Since the year 2014 the company has rented out its space to third parties.

1.2 GOING CONCERN ASSUMPTION

The Company earned income before tax of Rupees 1.625 million and after adjusting income tax posted a loss of Rs. 1.05 million during the first quarter of financial year 2020-21. Accumulated loss increased to Rupees 366.74 million as at 30 September 2020 (30 June 2020: Rupees 365.69 million).

Loss posted this period is because of decrease in service revenue and rental income. Factors that hit the company is the non-stop inflation. The wide spread of COVID-19 also played a vital role in squeezing the economic activities. However the management is confident that the results will be improved going forward. This condensed interim financial information has been prepared on going concern basis and does 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.

2. BASIS OF PREPARATION

2.1 Statement of Compliance

This condensed interim financial information of the Company for the 1st Quarter ended 30 September 2020 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.

- 2.2** This condensed interim financial information is un-audited and is being submitted to the shareholders as required by section 237 of the Companies Act, 2017. This condensed interim information should be read in conjunction with the audited annual published financial statements of the Company for the year ended 30 June 2020.



2.3 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention except for certain fixed assets and financial assets and liabilities which have been stated at revalued amounts, fair values, cost, amortized cost and present value as mentioned in respective policy notes disclosed in the published financial statements of the preceding year ended 30 June 2020. Accrual basis of accounting has been used in this condensed interim financial information except for the cash flow information.

- 2.4** This condensed interim financial information is presented in Pak Rupees, which is the Company's functional and presentation currency.

3. ACCOUNTING POLICIES

The accounting policies and the method of computation adopted in preparation of this condensed interim financial report are the same as those applied in the preparation of the annual financial statements for the year ended 30 June 2020.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of this condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of this condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2020.



5. LONG TERM FINANCING - UNSECURED

From directors:

Opening balance

Loan obtained during the year (Note 7.1)

Add: Fair value adjustments under IAS-39

Less: Paid during the period

Less: Current portion

Un-audited 30 Sept 2020 Rupees	Audited 30 June 2020 Rupees
14,574,680	14,574,680
-	-
-	-
14,574,680	14,574,680
-	-
(14,574,680)	(14,574,680)
-	-

6. CONTINGENCIES AND COMMITMENTS

6.1 Contingencies

Bank Guarantee from:

Standard Chartered Bank (Pakistan) Limited (Note 6.1.1)

Habib Metropolitan Bank Limited (Note 6.1.2)

793,800	793,800
3,340,008	3,340,008
<u>4,133,808</u>	<u>4,133,808</u>

6.1.1 This represents a guarantee issued by Standard Chartered Bank (Pakistan) Limited to the Honourable High Court, Sindh on account of cotton soft waste (carded and combed) fully paid.

6.1.2 This represents guarantees issued by Habib Metropolitan Bank Limited amounting to Rupees 2.890 million and Rupees 0.45 million in favor of K- Electric and SSGCL respectively on account utility connections.

6.2 Commitments

There were no capital or other commitments as at 30 September 2020 (30 June 2020: Nil).

7. PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets (Note 7.1)

<u>88,195,235</u>	<u>77,316,501</u>
-------------------	-------------------

7.1 Operating fixed assets

Opening book value

Add: Addition

Add: Surplus on revaluation during the period / year

Less: Disposal

88,803,390	76,921,101
-	13,512,302
-	359,424
-	-

Less: Book value of assets disposed of during the period / year

88,803,390	90,792,827
-	(17,589)

Less: Depreciation charged during the period / year

88,803,390	90,775,238
(608,155)	(1,971,848)
<u>88,195,235</u>	<u>88,803,390</u>

8. LONG TERM INVESTMENTS

Equity Investment

Balance as on July 01, 2020

7,971,712	7,875,549
-----------	-----------

Fair value adjustment made during the period

8.1

(434,874)	96,163
-----------	--------

<u>7,536,838</u>	<u>7,971,712</u>
------------------	------------------

Investment in associates under equity method of accounting

Associated companies (with significant influence)

Cresox (Pvt.) Limited

-	-
<u>7,536,838</u>	<u>7,971,712</u>

8.1 Premier Insurance Limited (PIL) is an associate under provisions of the Companies Act, 2017 due to common directorship. However, the Company has no significant influence over PIL. Therefore, the investment has been carried at fair value. Taxmac Services (Pvt.) is an associate under the provision of Companies Act, 2017. However, the company has no power to participate in financial and operating decision of Taxmac Services (Pvt.) Limited. No fair value per ordinary share was determined by the independent valuer and is being carried at fair value. Investment in Crescent Industrial Chemicals Limited and Crescent Spinning Mills Limited has been fully provided in previous years.

9. COST OF SALES

Repair and maintenance

Fuel and power

Depreciation

(Un-audited)	
QUARTER ENDED	
30 September 2020	30 September 2019
Rupees	Rupees
482,691	1,389,277
21,299	134,110
600,329	-
<u>1,104,319</u>	<u>1,523,387</u>



10. CASH FLOW FROM OPERATING ACTIVITIES

Profit before taxation

Adjustments for non-cash charges and other items:

Depreciation

Provision for Gratuity

Rental income

Finance cost

Working capital changes

(Increase) / decrease in current assets:

- Stock in trade

- Trade debts

- Loans and advances

- Other receivables

- Long term deposits

Increase/decrease in trade and other payables

10.1 Cash and cash equivalents include the following

Cash and bank balances

Short term borrowings

11. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise subsidiary companies, associated undertakings, other related companies and key management personnel. The company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties, not disclosed elsewhere, is given below:

Associated companies

Balance receivable from / (payable to)

Premier Insurance Limited

Cresox (Private)Limited

Directors

Unaudited		Unaudited	
QUARTER ENDED		QUARTER ENDED	
30 Sept	30 Sept	30 Sept	30 Sept
2020	2019	2020	2019
Rupees	Rupees	Rupees	Rupees
1,615,283	2,785,433		
608,155	341,600		
13,119	41,860		
(11,877,714)	(14,381,508)		
2,007	339		
(9,639,150)	(11,212,276)		
(1)	234,417		
(1,407,946)	(422,603)		
(781,783)	131,538		
(387,091)	(1,792,245)		
-	-		
(2,576,821)	(1,848,893)		
1,067,641	(896,309)		
(11,148,330)	(13,957,478)		
1,206,944	3,553,467		
-	-		
1,206,944	3,553,467		

(Un-audited)	
QUARTER ENDED	
30 Sept	30 Jun
2020	2020
Rupees	Rupees
(12,735,179)	(12,735,179)
56,626,685	56,626,685
(14,574,680)	(14,574,680)



12. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was approved by the Board of Directors and authorized for issue on October 26, 2020.

13. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the company for the year ended 30 June 2020.

13. GENERAL

No significant reclassification/ rearrangement of corresponding figures has been made in this condensed interim financial information.

- Figures have been rounded off to the nearest Rupee.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER