



**HALF YEARLY REPORT
(Un-Audited)
FOR THE PERIOD ENDED
DECEMBER 31, 2019**

ZAHUR COTTON MILLS LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS	MR. JAVED ZAHUR (Chairman/Chief Executive) MRS. MUKAMILA JAVED M/S. RABIA ZAHUR MRS. MAHREEN GUL HASSAN MR. NAZIR AKHTAR MR. KHAN MUHAMMAD MR. M. TANVEER
AUDIT COMMITTEE	M/S. RABIA ZAHUR MR. NAZIR AKHTAR MR. M TANVEER
COMPANY SECRETARY	M/S. RABIA ZAHUR
AUDITORS	M/S. ANWAR, TARIQ & CO., CHARTERED ACCOUNTANTS 1ST FLOOR, 84-B-I, GHALIB ROAD, GULBERG III, LAHORE-54660 PAKISTAN
LEGAL ADVISOR	MR. QAMAR-UZ- ZAMAN
BANKERS	BANK AL-HABIB LIMITED HABIB METROPOLITAN BANK LIMITED MUSLIM COMMERCIAL BANK LIMITED AL-BARAKA BANK
REGISTERED OFFICE & MILLS	94TH K.M. LAHORE-MULTAN ROAD NEAR PUL JAURIAN, AKHTARABAD, DISTT. OKARA PAKISTAN PHONE : (049) 4500428-29
REGISTRAR	SHARES DEPARTMENT M/S. CORPLINK (PVT) LIMITED WINGS ARCADE, 1-K COMMERCIAL MODEL TOWN LAHORE.

DEAR SHAREHOLDER

On behalf of Board of Directors of the Company, we are pleased to present un-audited accounts for the half year ended 31st December, 2019.

The accounting policies adopted for the presentation of Half Yearly accounts are the same as applied in the preparation of preceding annual accounts of the Company

AUDITORS' OBSERVATION

In their report they did not agree with the going concern assumption used in the preparation of condensed interim financial Information and accordingly they have given their conclusion on the condensed Interim financial Information. The management is hopeful that the favourable business opportunities will be found in the future which will enable the company to come out of this situation. The justification regarding preparation of condensed Interim financial Information on going concern assumption are fully explained in note 2 to the condensed Interim financial Information.

These accounts are un-audited are being submitted to the shareholders as required under the Companies Act 2017.

ON BEHALF OF BOARD OF DIRECTORS

ZAHUR COTTON MILLS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ZAHUR COTTON MILLS LIMITED

REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

INTRODUCTION

We have reviewed the accompanying Condensed Interim Financial Statement of **ZAHUR COTTON MILLS LIMITED** ("the Company") as at **31st December, 2019** and the related Condensed Interim Profit or Loss Account, Condensed Interim Statement of Other Comprehensive Income, Condensed Interim Statement of Changes in Equity and Condensed Interim Statement of Cash Flows together with the notes forming part thereof for the six months period then ended (herein after referred to as "Interim Financial Statements"). The Management is responsible for the preparation and presentation of this Interim Financial Statement in accordance with approved accounting and reporting standards as applicable in Pakistan for Interim Financial Reporting. Our responsibility is to express a conclusion on these Interim Financial Statements based on our review.

The figures of the condensed interim statement of profit or loss and other comprehensive income for the three month period ended December 31, 2019 and December 31, 2018 have not been reviewed, as we are required to review only the cumulative figures for the six month period then ended December 31, 2019.

SCOPE OF REVIEW

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity." A review of Interim Financial Information consists of making inquiries, primarily of persons responsible for Financial and Accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an Audit. Accordingly, we do not express an Audit Opinion.

BASIS OF CONCLUSION

The Company incurred loss before taxation of Rs. 2.543 million during the six-month period ended December 31, 2019 and, as of that date; the Company's current liabilities exceeded its current assets by Rs. 6.563 million, Share Holder's equity is negative by Rs.60.902 million. The Company has also applied for Voluntarily Delisting from the Pakistan Stock Exchange on 8th May, 2017 but decision is still pending. The Company is unable to obtain additional financing. Further, the Company ceased its operations, almost all of the employees were laid off and operations remained suspended during the period. Moreover, to the date of signing the review report, the production activities remained suspended. These facts along with the financial position of company stated above, is evident of fact that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. The effect of this matter has not been adjusted appropriately in these financial statements and financial statements have been prepared on going concern basis.

CONCLUSION

Based on our review, as described in the Basis for Conclusion section of this report, the accompanying Condensed interim financial statements does not present fairly, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is Tariq Ayub Qureshi.



LAHORE:

Dated: 21ST FEBRUARY, 2020

ANWAR, TARIQ & CO.
CHARTERED ACCOUNTANTS

ZAHUR COTTON MILLS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (Un-Audited)

AS AT 31ST DECEMBER, 2019

		(UNAUDITED) 31ST DEC., 2019 RUPEES	(AUDITED) 30TH JUNE, 2019 RUPEES
<u>EQUITY AND LIABILITIES</u>	NOTE		
<u>SHARE CAPITAL AND RESERVES</u>			
Authorized Capital:			
20,000,000 (30th June, 2019: 20,000,000) Ordinary Shares of Rs.10 each		<u>200,000,000</u>	<u>200,000,000</u>
<u>SHARE CAPITAL</u>			
Issued, Subscribed and Paid-up Capital			
9,860,000 (30th June, 2019: 9,860,000) Ordinary Shares of Rs.10 each (Fully paid in Cash)		98,600,000	98,600,000
<u>REVENUE RESERVES</u>			
Accumulated Loss		(225,942,597)	(224,067,429)
<u>CAPITAL RESERVES</u>			
Deposit for Shares	5	20,066,240	20,066,240
Revaluation Surplus on Property, Plant and Equipment - Net of Tax	6	<u>46,374,304</u>	<u>46,848,519</u>
Total Shareholders' Equity		(60,902,053)	(58,552,670)
<u>NON-CURRENT LIABILITIES</u>			
Long Term Financing	7	114,849,161	114,849,161
Deferred Tax Liability	8	<u>12,222,738</u>	<u>12,416,432</u>
		127,071,899	127,265,593
<u>CURRENT LIABILITIES</u>			
Trade and Other Payables	9	8,692,491	8,187,491
Provision for Taxation	10	<u>-</u>	<u>296,324</u>
		8,692,491	8,483,815
<u>CONTINGENCIES AND COMMITMENTS</u>	11	-	-
		<u>74,862,338</u>	<u>77,196,738</u>
<u>ASSETS</u>			
<u>NON-CURRENT ASSETS</u>			
Property, Plant and Equipments	12	72,664,269	73,892,142
Long Term Deposits		<u>68,210</u>	<u>68,210</u>
		72,732,479	73,960,352
<u>CURRENT ASSETS</u>			
Cash and Bank Balances	13	2,129,859	3,236,386
		<u>74,862,338</u>	<u>77,196,738</u>

The annexed Notes from 1 to 20 form an integral part of this condensed interim financial information.

Statement under section 232(1) of the Companies Act, 2017:

Currently, no one is acting as Chief Financial Officer, therefore, these Financial Statements have been signed by Chief Executive and Director only.

CHIEF EXECUTIVE

DIRECTOR

ZAHUR COTTON MILLS LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT (Un-Audited) **FOR THE SIX MONTHS ENDED 31ST DECEMBER, 2019**

	NOTE	SIX MONTHS ENDED 31ST DECEMBER,		THREE MONTHS ENDED 31ST DECEMBER,	
		2019 RUPEES	2018 RUPEES	2019 RUPEES	2018 RUPEES
Sales		-	-	-	-
Cost of Sales		1,227,874	1,227,874	613,937	613,937
Gross Loss		(1,227,874)	(1,227,874)	(613,937)	(613,937)
Administrative Expenses	15	(1,315,203)	(2,438,246)	(580,439)	(1,740,406)
Operating Loss		(2,543,077)	(3,666,120)	(1,194,376)	(2,354,343)
Other Income	16	-	3,551,550	-	208,945
Loss after Other Income		(2,543,077)	(114,570)	(1,194,376)	(2,145,398)
Finance Cost	17	-	-	-	(732)
Loss for the Period before taxation		(2,543,077)	(114,570)	(1,194,376)	(2,146,130)
Taxation		193,694	(575,148)	96,847	(158,321)
Net Loss for the period after taxation		<u>(2,349,383)</u>	<u>(689,718)</u>	<u>(1,097,529)</u>	<u>(2,304,451)</u>
Loss Per Share-Basic and Diluted		<u>(0.24)</u>	<u>(0.07)</u>	<u>(0.11)</u>	<u>(0.23)</u>

The annexed Notes from 1 to 20 form an integral part of this condensed interim financial information.

Statement under section 232(1) of the Companies Act, 2017:

Currently, no one is acting as Chief Financial Officer, therefore, these Financial Statements have been signed by Chief Executive and Director only.

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME - (Un-Audited) **FOR THE SIX MONTHS ENDED 31ST DECEMBER, 2019**

PARTICULARS

	SIX MONTHS ENDED 31ST DECEMBER,		THREE MONTHS ENDED 31ST DECEMBER,	
	2019 RUPEES	2018 RUPEES	2019 RUPEES	2018 RUPEES
Net Loss for the Period after Taxation	(2,349,383)	(689,718)	(1,097,529)	(2,304,451)
Other Comprehensive Income:				
<i>Items that will not be reclassified to profit or loss account</i>	-	-	-	-
<i>Items that may be reclassified subsequently to profit or loss account</i>	-	-	-	-
Total Comprehensive Loss	<u>(2,349,383)</u>	<u>(689,718)</u>	<u>(1,097,529)</u>	<u>(2,304,451)</u>

The annexed Notes from 1 to 20 form an integral part of this condensed interim financial information.

Statement under section 232(1) of the Companies Act, 2017:

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CHIEF EXECUTIVE

DIRECTOR

ZAHUR COTTON MILLS LIMITED

CONDENSED INTERIM CASH FLOW STATEMENT - (Un-Audited) **FOR THE SIX MONTHS ENDED 31ST DECEMBER, 2019**

	SIX MONTHS ENDED	
NOTE	31ST DEC., 2019 RUPEES	31ST DEC., 2018 RUPEES
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Net Loss before Taxation	(2,543,077)	(114,570)
Adjustments for Non-Cash Charges and Other Items:		
Depreciation	1,227,874	1,227,874
	<u>(1,315,203)</u>	<u>1,113,304</u>
EFFECT ON CASH FLOW OF WORKING CAPITAL CHANGES		
(Increase) in Current Assets:		
Other Receivables	-	(654,621)
Increase in Current Liabilities:		
Trade and Other Payables	505,000	948,916
	<u>505,000</u>	<u>294,295</u>
Cash (Used in) / Generated from Operations	(810,203)	1,407,599
Income Tax Paid	(296,324)	(437,610)
NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES	<u>(1,106,527)</u>	<u>969,989</u>
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
Repayment of Long Term Finances	-	(360,000)
NET CASH OUTFLOW FROM FINANCING ACTIVITIES	-	(360,000)
NET (DECREASE) /INCREASE IN CASH AND CASH EQUIVALENTS	<u>(1,106,527)</u>	<u>609,989</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	3,236,386	1,993,231
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	13 <u><u>2,129,859</u></u>	<u><u>2,603,220</u></u>

The annexed Notes from 1 to 20 form an intergral part of this condensed interim financial information.

Statement under section 232(1) of the Companies Act, 2017:

Currently, no one is acting as Chief Financial Officer, therefore, these Financial Statements have been signed by Chief Executive and Director only.

CHIEF EXECUTIVE

DIRECTOR

ZAHUR COTTON MILLS LIMITED

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (Un-Audited) FOR THE SIX MONTHS ENDED 31ST DECEMBER, 2019

PARTICULARS

	PAID-UP CAPITAL	REVENUE RESERVE	CAPITAL RESERVES		TOTAL
		(ACCUMULATED LOSS)	SHARE DEPOSIT MONEY	REVALUATION SURPLUS ON PROPERTY, PLANT AND EQUIPMENT	
			R U P E E S		
Balance as at 30th June, 2018 Audited	98,600,000	(222,551,797)	20,066,240	47,796,950	(56,088,607)
Total Comprehensive Loss for the Half Year ended 31st December, 2018	-	(689,718)	-	-	(689,718)
Transferred from surplus on revaluation of property plant and equipments on account of incremental depreciation - net of tax		480,894		(480,894)	-
Balance as at 31st December, 2018 (Un-audited)	98,600,000	(222,760,621)	20,066,240	47,316,056	(56,778,325)
Total Comprehensive Loss for the Half Year ended 30th June, 2019	-	(1,774,345)	-	-	(1,774,345)
Transferred from surplus on revaluation of property plant and equipments on account of incremental depreciation - net of tax	-	467,537	-	(467,537)	-
Balance as at 30th June, 2019 Audited	98,600,000	(224,067,429)	20,066,240	46,848,519	(58,552,670)
Total Comprehensive Loss for the Half Year ended 31st December, 2019	-	(2,349,383)	-	-	(2,349,383)
Transferred from surplus on revaluation of property plant and equipments on account of incremental depreciation - net of tax		474,215		(474,215)	-
Balance as at 31st December, 2019 (Un-audited)	98,600,000	(225,942,597)	20,066,240	46,374,304	(60,902,053)

The annexed Notes from 1 to 20 form an integral part of this condensed interim financial information.

Statement under section 232(1) of the Companies Act, 2017:

Currently, no one is acting as Chief Financial Officer, therefore, these Financial Statements have been signed by Chief Executive and Director only.

CHIEF EXECUTIVE

DIRECTOR

ZAHUR COTTON MILLS LIMITED

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (Un-Audited) FOR THE SIX MONTHS ENDED 31ST DECEMBER, 2019

1 STATUS AND OPERATIONS OF THE COMPANY

Zahur Cotton Mills Limited was incorporated in Pakistan on April 21, 1990 as a Public Limited Company under the Companies Ordinance, 1984 (now the Companies Act, 2017). Its Ordinary Shares are quoted on Pakistan Stock Exchanges. The principal activity of the Company is manufacturing and selling of grey fabric which continued to remain suspended during the Year. The registered office of the company is situated at 94 KM, Multan Road, Lahore near Pul Jaurian, Akhtarabad, Distt: Okara.

2 BASIS OF PREPARATION

2.1 GOING CONCERN ASSUMPTION

The Company has suffered net loss of Rs 2.543 million during the six-month period ended December 31, 2019 and, as of that date; has accumulated losses of Rs.225.942 million. Furthermore , its current liabilities exceed its current assets by Rs.6.562 million at December 31, 2019 resulting in liquidity problems. The operations of Company ceased and remained suspended during the year due to working capital constraints and unfavorable business conditions. These factors raise doubts about the Company's ability to continue as a going concern and therefore, it may be unable to realize its assets and discharge its liabilities in the normal course of business. However, any adjustments, relating to the recoverability of recorded assets and liabilities have not been incorporated in these Financial Statements. As the management is confident to obtain continued support from its sponsors and lenders, therefore, these Financial Statements have been prepared on a going concern basis.

2.2 STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as notified under the Companies Act, 2017; and
- Provision of and directives issued under the Companies Act, 2017.

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

These condensed interim financial statements have been subjected to limited scope review by the auditors, as required under section 237 of Companies Act, 2017 and should be read in conjunction with audited annual financial statements of the Company for the year ended 30th June, 2019.

3 ACCOUNTING POLICIES AND COMPUTATION METHODS

The accounting policies and methods of computations adopted for the preparation of this condensed interim Financial information are the same as applied in the preparation of the preceding annual published Financial Statements of the Company for the year ended 30th June, 2019.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

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 30th June, 2019.

5 SHARE DEPOSIT MONEY

This has been received from Sponsor (Mr. Javed Zahur) against Right Issue.

ZAHUR COTTON MILLS LIMITED

		UN-AUDITED DECEMBER 31, 2019 RUPEES	AUDITED JUNE 30, 2019 RUPEES
6 SURPLUS ON REVALUATION OF OPERATING ASSETS			
6.1 This is made up as follows:			
Freehold land	(Note 6.2)	17,665,900	17,665,900
Buildings on freehold land	(Note 6.3)	28,408,404	28,882,619
Plant and Machinery	(Note 6.4)	300,000	300,000
		<u>46,374,304</u>	<u>46,848,519</u>
6.2 Freehold land			
Balance as at 01 July		17,665,900	17,665,900
		<u>17,665,900</u>	<u>17,665,900</u>
6.3 Buildings on freehold land			
Balance as at 01 July		41,299,051	42,634,869
Transferred to retained earnings in respect of incremental depreciation charged during the half year		(667,909)	(1,335,818)
		40,631,142	41,299,051
		<u>(12,222,738)</u>	<u>(12,416,432)</u>
Related deferred tax liability	(Note 8.1)	28,408,404	28,882,619
		<u>28,408,404</u>	<u>28,882,619</u>
6.4 Plant and Machinery			
Balance as at 01 July		300,000	300,000
		<u>300,000</u>	<u>300,000</u>
6.5 The Company revalued its freehold Land, Buildings on freehold Land and Plant and Machinery as at 18th January, 2017. The Revaluation exercise was carried-out by independent Valuer (Approved Valuer of Pakistan Banks Association), on replacement value basis. The revaluation of these Assets resulted in a surplus of Rs. 62.493 Million, which was credited to "Surplus on Revaluation of Fixed Assets Account" , on that date. The difference between depreciation based on the revalued carrying amount of the asset charged to profit and loss account and depreciation based on the asset's original cost, net of tax is reclassified from revaluation surplus to retained earnings.			
7 LONG TERM FINANCING			
7.1 These unsecured financing have been obtained from:			
Related Parties -			
Chief Executive		37,687,575	37,687,575
Directors		28,688,131	28,688,131
		66,375,706	66,375,706
Others		48,473,455	48,473,455
	(Note 7.2)	<u>114,849,161</u>	<u>114,849,161</u>
7.2 These unsecured and interest free loans have been obtained from the Related Parties i.e. Sponsors of the Company. These loans have been obtained to meet the working capital requirements of the Company and repayment period is yet not finalized.			
In view of the above fact that these loans have no definite maturity date. Therefore, the amortized cost is practically not possible to be determined. Hence, the principal amount is considered to be the fair value of this liability.			
8 DEFERRED LIABILITIES			
		UN-AUDITED DECEMBER 31, 2019 RUPEES	AUDITED JUNE 30, 2019 RUPEES
8.1 These comprise of:			
Deferred Tax Liability	(Note 8.2)	12,222,738	12,416,432
		<u>12,222,738</u>	<u>12,416,432</u>
8.2 This represents the related deferred tax liability on Revaluation Surplus of Fixed Assets.			
9 TRADE AND OTHER PAYABLES comprise of:			
Creditors		2,401,269	2,466,269
Accrued Liabilities		4,379,220	3,739,220
Advances from Customers		1,902,002	1,972,002
Security against Godown		10,000	10,000
		<u>8,692,491</u>	<u>8,187,491</u>
10 PROVISION FOR TAXATION			
Balance at the beginning of the Period		296,324	-
Add: Provided for the Period		-	1,409,751
		<u>296,324</u>	<u>1,409,751</u>
Less:			
Paid during the period		296,324	-
Advance Income Tax		-	990,506
Income Tax Refundable		-	122,921
		<u>296,324</u>	<u>1,113,427</u>
Balance at the end of the Period		-	296,324
11 CONTINGENCIES AND COMMITMENTS			
11.1 CONTINGENCIES			
Rs. Nil (30th June, 2019: Rs. Nil)			
11.2 COMMITMENTS			
Rs. Nil (30th June, 2019: Rs. Nil)			

ZAHUR COTTON MILLS LIMITED

12 PROPERTY PLANT AND EQUIPMENT

12.1 These are made up as follows:

PARTICULARS	C O S T		D E P R E C I A T I O N	W.D.V. AS AT 31ST DEC, 2019
	AS AT 1ST JULY, 2019	AS AT 31ST DEC, 2019	AS AT 31ST DEC, 2019	
Land - Freehold				
Cost	2,258,100	2,258,100	-	2,258,100
Revaluation Surplus	17,665,900	17,665,900	-	17,665,900
	19,924,000	19,924,000	-	19,924,000
Buildings on Freehold Land				
Cost	37,330,978	37,330,978	3%	11,809,127
Revaluation Surplus	44,527,278	44,527,278	3%	40,631,142
	81,858,256	81,858,256		52,440,269
Plant and Machinery				
Cost	23,219,389	23,219,389	5%	-
Revaluation Surplus	300,000	300,000	-	300,000
	23,519,389	23,519,389		300,000
Fire Fighting Equipment	38,566	38,566	10%	-
Furniture and Fixtures	1,903,061	1,903,061	10%	-
Electric Installations	2,294,667	2,294,667	5%	-
Office Equipment	1,209,500	1,209,500	10%	-
Vehicles	2,039,691	2,039,691	20%	-
31st December, 2019:	132,787,130	132,787,130		72,664,269
30th June, 2019:	132,787,130	132,787,130		73,892,142

12.2 In view of insignificant materiality level and closed operations of the Company, the management has decided not to revalue the items appearing at Nil value.

12.3 The depreciation for the period has been charged to Cost of Sales.

12.4 Force sales value of Land, Building and Plant and Machinery is Rs. 15,939,000/-, Rs. 47,470,000/- and Rs. 225,000/- respectively.

ZAHUR COTTON MILLS LIMITED

	UN-AUDITED DECEMBER 31, 2019 RUPEES	AUDITED JUNE 30, 2019 RUPEES
13 CASH AND BANK BALANCES comprise of:		
Cash in Hand	15,166	27,926
Cash with Banks in:		
Current Accounts	2,111,671	3,205,438
Demand Deposits	2,119	2,119
Saving Account	903	903
	2,114,693	3,208,460
	<u>2,129,859</u>	<u>3,236,386</u>

	SIX MONTHS ENDED 31ST DECEMBER, 2019 RUPEES	2018 RUPEES	QUARTER ENDED 31ST DECEMBER, 2019 RUPEES	2018 RUPEES
14 COST OF SALES comprise of:				
Depreciation (Note 12.3)	1,227,874	1,227,874	613,937	613,937
	<u>1,227,874</u>	<u>1,227,874</u>	<u>613,937</u>	<u>613,937</u>

15 ADMINISTRATION EXPENSES comprise of:				
Directors Remuneration	720,000	720,000	360,000	510,000
Salaries and Other Benefits	120,000	111,000	60,000	60,000
Printing and Stationery	-	790,916	-	790,916
Communication Expenses	12,760	7,300	6,360	5,900
Fuel and Power	-	117,868	-	84,568
Travelling and Conveyance	115,580	234,500	55,580	30,000
Rent, Rates and Taxes	-	27,500	-	-
Fees and Subscriptions	133,999	140,000	23,999	30,000
Legal and Professional Charges	23,000	20,000	13,000	10,000
Bank Charges	64	868	-	728
Advertisement	16,500	15,500	16,500	15,500
Vehicle Running and Maintenance	46,000	70,572	35,000	70,572
Repair and Maintenance	127,300	182,222	10,000	132,222
	<u>1,315,203</u>	<u>2,438,246</u>	<u>580,439</u>	<u>1,740,406</u>

16 **INCOME** represents lease Rentals of Godowns of the Company.

17 **FINANCE COST** represents Bank Charges:

18 **FIGURES** in these condensed interim financial statement have been rounded off to the nearest Rupee.

19 **CORRESPONDING FIGURES**

Corresponding figures have been reclassified or rearranged, wherever necessary, for the better and fair presentation. Following reclassifications / rearrangement have been made during the period.

Description	Reclassified from	Reclassified to	SIX MONTHS ENDED 31-12-2018	QUARTER ENDED 31-12-2018
Depreciation	Administration Expenses	Cost of Sales	1,227,874	613,937

20 **DATE OF AUTHORIZATION FOR ISSUE**

This condensed interim financial information was authorized for issue on 21st February, 2020 by the Board of Directors of the Company.

Statement under section 232(1) of the Companies Act, 2017:

Currently, no one is acting as Chief Financial Officer, therefore, these Financial Statements have been signed by Chief Executive and Director only.

CHIEF EXECUTIVE

DIRECTOR

BOOK POST



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