

**HALF YEARLY REPORT  
FOR THE PERIOD ENDED  
DECEMBER 31, 2017  
(Un-Audited)**



**ELLCOT SPINNING MILLS LTD.**



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## ELLCOT SPINNING MILLS LIMITED

### COMPANY INFORMATION

#### BOARD OF DIRECTORS

Mr. Shahzada Ellahi Shaikh Non-Executive Director / Chairman  
Mr. Syed Moaz Mohiuddin Independent Non-Executive Director  
Mr. Jamal Nasim (Nominee NIT) Non-Executive Director  
Mr. Shaukat Ellahi Shaikh Non-Executive Director  
Mr. Raza Ellahi Shaikh Non-Executive Director  
Mr. Amin Ellahi Shaikh Non-Executive Director  
Mr. Shafqat Ellahi Shaikh Executive Director

#### MANAGING DIRECTOR (Chief Executive)

Mr. Shafqat Ellahi Shaikh

#### AUDIT COMMITTEE

Mr. Syed Moaz Mohiuddin Chairman  
Mr. Shaukat Ellahi Shaikh Member  
Mr. Amin Ellahi Shaikh Member  
Mr. Syed Mohsin Gilani Secretary

#### HUMAN RESOURCE & REMUNERATION (HR & R) COMMITTEE

Mr. Amin Ellahi Shaikh Chairman  
Mr. Shaukat Ellahi Shaikh Member  
Mr. Raza Ellahi Shaikh Member  
Mr. Muhammad Azam Secretary

#### EXECUTIVE COMMITTEE

Mr. Shaukat Ellahi Shaikh Chairman  
Mr. Shahzada Ellahi Shaikh Member  
Mr. Shafqat Ellahi Shaikh Member  
Mr. Amin Ellahi Shaikh Member  
Mr. Muhammad Azam Secretary

#### CORPORATE SECRETARY

Mr. Syed Mohsin Gilani

#### CHIEF FINANCIAL OFFICER (CFO)

Mr. Muhammad Ahmad

#### HEAD OF INTERNAL AUDIT

Mr. Kashif Saleem

#### AUDITORS

Messrs Rahman Sarfraz Rahim Iqbal Rafiq  
Chartered Accountants

#### LEGAL ADVISOR

Bandial & Associates

#### LEAD BANKERS

Albaraka Bank (Pakistan) Ltd.  
Allied Bank Ltd.  
Askari Bank Ltd.  
Bank Alfalah Ltd.  
Faysal Bank Ltd.  
Habib Bank Ltd.  
Meezan Bank Ltd.  
MCB Bank Ltd.  
National Bank of Pakistan  
Standard Chartered Bank (Pakistan) Ltd.  
The Bank of Punjab  
United Bank Ltd.

#### REGISTERED OFFICE

Nagina House  
91-B-1, M.M. Alam Road  
Gulberg-III, Lahore-54660

#### WEB REFERENCE

[www.nagina.com](http://www.nagina.com)

#### SHARE REGISTRAR

M/s Hameed Majeed Associates (Pvt.) Ltd.  
1<sup>st</sup> Floor, H.M. House  
7-Bank Square, Lahore  
Phone # 042-37235081-2  
Fax # 042-37358817

#### MILLS

6.3 K.M, Manga Mandi, Raiwind Road  
Muza Rossa, Tehsil & District Kasur



**DIRECTORS' REPORT TO THE MEMBERS**

The Directors are pleased to present the un-audited condensed interim financial information of the company for the half year ended on December 31, 2017 duly reviewed by the auditors. The comparative figures for the corresponding half year ended on December 31, 2016 are included for comparison, except in balance sheet where figures are for the year ended on June 30, 2017.

**Company Performance**

Alhamdulillah company has posted an after tax profit for the 1st half year of financial year 2017-18 at Rs. 46,088,216 or 1.84% of sales compared to Rs. 46,587,503 or 1.97% of sales during the corresponding period of last year. Earning per share (EPS) for the period under review is Rs. 4.21 compared to Rs. 4.25 for the corresponding period of last year. The results were helped by recovery in yarn prices during the second quarter.

Sales revenue for the period under review is Rs. 2,500,922,137 compared to Rs. 2,360,796,852 during the corresponding period of last year showing increase of 5.94 %. Increase in revenue is mainly due to increase of sales volume. Cost of sales increased from 93.29% of sales during the same period of last year to 93.45% of sales during the period under review causing decrease in GP from 6.71% of sales to 6.55% of sales.

Overall operating expenses increased for the period under review by 16.69% over the corresponding period of last year. This increase is mainly on account of exchange loss because of PKR devaluation. The Company has been able to generate stable cash flows and make timely discharge of its operating and financial liabilities. Finance cost increased from 1.01% of sales during the same period of last year to 1.72% of sales during the 1st half year ended under review. Increase in finance cost is because of more working capital borrowings for financing stocks of raw material and finished goods.

According to the figures issued by the Pakistan Cotton Ginners Association, for the crop year 2017-18, Kapas, (seed cotton) arrivals upto January 31, 2018, at the Gineries totaled 11.433 million bales compared to 10.635 million bales for similar period of financial year 2016-17 showing increase in arrival of 7.51%.

**Future Outlook**

Spinning industry operating environment continues to remain volatile. Yarn demand is still under pressure. The export rebate scheme announced by the government has been a stimulus for our export sales. The export scheme has helped in restoring the international competitiveness of the textile industry. We hope that export rebates would be released in a timely manner to the textile industry. International markets for yarn are still facing severe competition. In spite of slightly better yarn prices it is difficult to achieve profitability. Polyester fibre prices have gone up substantially and will affect margins. Similarly the price of RLNG is rising continuously and raising the cost of production.

Local cotton crop size has improved in comparison to last year. We hope that next crop size would be even higher. A good crop size in the country would help in maintaining competitiveness of the industry and to increase export volumes. Management is focusing on product diversification, seeking new export markets with application of effective cost controls in order to improve margins.

Recently rupee has devalued by 5% against the USD which has helped margins. However, rise in domestic interest rates can lead to heavy financial costs and hurt profitability. We hope that the Government would resolve issues such as release of delayed tax refunds, long awaited technology up-gradation fund (TUF) and insure supply of cost effective un-interrupted energy.

**Acknowledgement**

Despite adverse conditions profitable results have been possible due to continued diligence and devotion of the staff and workers of the Company. The continued good human relations at all levels deserve acknowledgement. The Directors also wish to place on record their gratitude to the bankers for their continued support to the company.

On behalf of the Board.

**Shahzada Ellahi Shaikh**  
Chairman

**Shafqat Ellahi Shaikh**  
Mg. Director (Chief Executive)

Lahore : February 22, 2018.

## ممبران کے لئے ڈائریکٹرز کی رپورٹ

ڈائریکٹرز 31 دسمبر 2017 کو اختتام ششماہی کے لئے آڈیٹرز سے جائزہ شدہ کمپنی کی غیر نظر ثانی شدہ مالیاتی معلومات پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔ 31 دسمبر 2016 کو اختتام ہونے والی ششماہی کے نتائج اعداد و شمار بھی موازنہ کے لئے شامل کئے گئے ہیں۔ ماہانہ سٹینڈس شیٹ کے جہاں تک مالی اعداد و شمار 30 جون 2017 کو اختتامہ سال کے لئے ہیں۔

### کمپنی کی کارکردگی

اٹھ لاکھ آسپی کمپنی نے گزشتہ سال کی اسی مدت کے دوران اعداد و شمار یکس منافع 46,587,503 روپے یا فروخت کا 1.97% کے مقابلے میں اسی سال 2017-18 کی پہلی ششماہی کے لئے اعداد و شمار یکس منافع 46,088,216 روپے یا فروخت کا 1.84% کم کیا ہے۔ ذریعہ جائزہ مدت کے لئے فی شیئر آمدنی (EPS) گزشتہ سال کی اسی مدت کے دوران 4.25 روپے کے مقابلے 4.21 روپے ہے۔ دوسری سرمایہ کے دوران یارن کی قیمتوں میں بہتری کی وجہ سے بہتر نتائج حاصل ہوئی۔

ذریعہ جائزہ مدت کے لئے گزشتہ سال کی اسی مدت کے دوران فروخت کی آمدنی 5.94% سے بڑھ کر 2,360,796,852 روپے کے مقابلے میں 2,500,922,137 روپے رہی۔ آمدنی میں اضافہ کی بنیادی وجہ فروخت کے حجم میں اضافہ ہے۔ فروخت کی لاگت گزشتہ سال کی اسی مدت کے دوران فروخت کے 93.29% سے بڑھ کر ذریعہ جائزہ مدت کے دوران فروخت کی 93.45% تک ہوئی جس کے نتیجے میں مجموعی منافع (GP) فروخت کی 6.71% سے کم ہو کر فروخت کی 6.55% تک ہو گیا۔

ذریعہ جائزہ مدت کے دوران مجموعی پرنٹنگ اخراجات گزشتہ سال کی اسی مدت سے 16.69% سے بڑھ گئے۔ یہ اضافہ بنیادی طور پر پاکستانی روپے کی قدر میں کمی کی وجہ سے ذریعہ مبادلہ میں نقصان کے حوالہ سے ہے۔ کمپنی محکمہ فنڈی برہاؤ پیدا کرنے اور اپنے انتظامی اور مالیاتی واجبات بروقت ادا کرنے کے قابل رہی۔ مالی اخراجات گزشتہ سال کی اسی مدت کے دوران فروخت کی 1.01% سے بڑھ کر ذریعہ جائزہ اختتامہ سال کی پہلی ششماہی کے دوران فروخت کی 1.72% تک ہو گئے۔ مالی اخراجات میں اضافہ خام مال اور تیار شدہ اشیاء کے مناسک کی فنانسنگ کیلئے زیادہ دور تک کچھل کر ضوابط کی وجہ سے ہوا۔

فصل سال 2017-18 کیلئے پاکستان کاشن بنز زاپوسی انٹرنیشنل کی طرف سے جاری کردہ اعداد و شمار کے مطابق پاکستان (کنج کپاس) کی 31 جنوری 2018 تک بنز میں آمد گزشتہ مالی سال 2016-17 کی اسی مدت میں 10.635 ملین کاشنوں کے مقابلے میں 11.433 ملین کاشنیں ہوئی ہیں جو 7.51 فیصد کا اضافہ ظاہر کرتی ہے۔

### مستقبل کا نظریہ

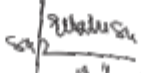
سپننگ صنعت کا آپریشننگ ماحول غیر مستحکم رہا۔ دھماکے کی طلب ابھی دیاؤ کا شکار ہے۔ حکومت کی طرف سے اعلان کردہ برآمدی رعایت اسکیم ہماری برآمدت کا محرک رہی ہے۔ برآمدی اسکیم نے پاکستانی صنعت کے بین الاقوامی مقابلے کی بنیاد میں مدد کی ہے۔ ہم امید کرتے ہیں کہ برآمدی رعایت اسکیم کو بروقت ادا کی جائے گی۔ دھماکے کی بین الاقوامی مارکیٹوں کو بھی بھی سخت نتائج کا سامنا ہے۔ قدر سے بہتر دھماکے کی قیمتوں کے باوجود منافع حاصل کرنا مشکل ہے۔ نچلے شرحا بھری قیمتیں کافی بڑھ گئی ہیں اور منافع کو متاثر کریں گی۔ اسی طرح آر ایل این جی کی قیمت مسلسل بڑھ رہی ہے اور پیداوار کی لاگت کو بڑھا رہی ہے۔ مقامی کپاس کی فصل کا سائز گزشتہ سال کے مقابلے میں بہتر ہوا ہے۔ امید ہے کہ اگلی فصل کا سائز بھی زیادہ ہوگا۔ ملک میں فصل کا اچھا سائز صنعت کی مسابقت کو برقرار رکھنے اور برآمدی حجم کو بڑھانے میں مدد کرے گا۔ انتظامیہ منافع کو بہتر بنانے کیلئے سوشلائزنگ کنٹرول کے اطلاق کے ساتھ مصنوعات کی تنوع، نئی برآمدی مارکیٹوں کی تلاش پر توجہ مرکوز کر رہی ہے۔

حالی ہی میں امریکی ڈالر کے ریٹس روپیہ کی قدر 5% تک کم ہوئی جس نے منافع کی بہتری میں مدد کی ہے۔ تاہم، مقامی شرح سود میں اضافہ ہماری مالی لاگت کی وجہ سے ہو سکتا ہے اور منافع کو نقصان پہنچا سکتا ہے۔ ہمیں امید ہے کہ حکومت فضل کا شکار قابل واپسی ٹیکس رقوم کی واپسی، طویل انتظار کے بعد ٹیکس ٹولٹی کے اپ گریڈیشن ٹیکس (TUF) کی واپسی اور سوشلائزنگ یا فضل توانائی کی فراہمی جیسے مسائل کو حل کرے گی۔

### اظہار تشکر

کئی سالوں کے باوجود منافع بخش نتائج کمپنی کے عملے اور کارکنوں کی مسلسل محنت اور ہنر پر ہی وجہ سے ممکن ہوئے ہیں۔ تمام سطحوں پر اچھے مالیاتی نتائج کا اعتراف کرتے ہیں۔ ڈائریکٹرز کمپنی کی مسلسل حمایت پر شکریہ ادا کرتے ہیں۔

منجانب بورڈ

  
شفقت امین شیخ  
منجانب ڈائریکٹر (چیف ایگزیکٹو)

  
شیر علی شاہ  
منجانب

# FINANCIAL STATEMENTS



# Rahman Sarfaraz Rahim Iqbal Rafiq

Chartered Accountants

72-A, Faisal Town, Lahore.

T: +92 42 35160431 - 35160432

F: +92 42 35160433

## Auditors' report to the Members on Review of Interim Financial Information

### Introduction

We have reviewed the accompanying condensed interim balance sheet of **Ellcot Spinning Mills Limited** ("the Company") as at December 31, 2017 and the related condensed interim profit and loss account, condensed interim statement of profit or loss and other comprehensive income, condensed interim cash flow statement, condensed interim statement of changes in equity and notes to the condensed interim financial statements for the six months period then ended (here-in-after referred to as ("the condensed interim financial information"). Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures for the three months period ended December 31, 2017 of the condensed interim profit and loss account and condensed interim statement of profit or loss and other comprehensive income have not been reviewed as we are required to review only cumulative figures for the six months period ended on that date.

### Scope of Review

We conducted our review in accordance with 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 consist 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.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

  
RAHMAN SARFARAZ RAHIM IQBAL RAFIQ

Chartered Accountants

Engagement Partner: **IRFAN REHMAN MALIK**

Lahore: February 22, 2018



Rahman Sarfaraz Rahim Iqbal Rafiq, Chartered Accountants, is a partnership firm registered in Pakistan and a member of Russell Bedford International, a global network of independent accounting firms and consultants with affiliated offices worldwide.





# ELLCOT SPINNING MILLS LIMITED

## CONDENSED INTERIM BALANCE SHEET AS AT DECEMBER 31, 2017

	Note	December 31, 2017	June 30, 2017
		Rupees (Un-audited)	Rupees (Audited)
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
<i>Authorized capital</i>			
20,000,000 (June 30, 2017: 20,000,000) ordinary shares of Rs. 10 each		<u>200,000,000</u>	<u>200,000,000</u>
Issued, subscribed and paid-up capital		109,500,000	109,500,000
Capital reserves		(32,861,374)	(2,744,398)
Accumulated profit		1,350,031,702	1,342,268,486
<b>TOTAL EQUITY</b>		<u>1,426,670,328</u>	<u>1,449,024,088</u>
<b>LIABILITIES</b>			
<b>NON-CURRENT LIABILITIES</b>			
Long term finances		860,049,924	494,645,971
Employees retirement benefits		72,768,256	70,670,998
Deferred taxation		51,142,039	51,142,039
		<u>983,960,219</u>	<u>616,459,008</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		372,408,280	275,941,173
Accrued interest/markup		24,180,243	17,411,243
Short term borrowings		1,221,960,454	922,677,657
Current portion of non-current liabilities		89,363,435	72,263,479
		<u>1,707,912,412</u>	<u>1,288,293,552</u>
<b>TOTAL LIABILITIES</b>		<u>2,691,872,631</u>	<u>1,904,752,560</u>
<b>CONTINGENCIES AND COMMITMENTS</b>			
6			
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>4,118,542,959</u>	<u>3,353,776,648</u>

Lahore : February 22, 2018.

**Shahzada Ellahi Shaikh**  
Director





# ELLCOT SPINNING MILLS LIMITED

	<i>Note</i>	<b>December 31, 2017</b>	<b>June 30, 2017</b>
		<i>Rupees</i> <i>(Un-audited)</i>	<i>Rupees</i> <i>(Audited)</i>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed assets	7	<b>1,563,489,619</b>	1,172,920,884
Long term deposits		<b>7,090,700</b>	7,090,700
		<b>1,570,580,319</b>	1,180,011,584
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		<b>64,421,538</b>	38,689,803
Stock in trade		<b>1,306,232,491</b>	850,294,545
Trade debts		<b>312,522,472</b>	390,184,845
Advances, prepayments and other receivables		<b>284,453,306</b>	260,170,428
Short term investments		<b>482,904,647</b>	546,042,499
Advance income tax		<b>82,252,087</b>	72,443,909
Cash and bank balances		<b>15,176,099</b>	15,939,035
		<b>2,547,962,640</b>	2,173,765,064
<b>TOTAL ASSETS</b>		<b><u>4,118,542,959</u></b>	<b><u>3,353,776,648</u></b>

*The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.*

**Muhammad Ahmad**  
Chief Financial Officer

**Shafqat Ellahi Shaikh**  
Mg. Director (Chief Executive)



## ELLCOT SPINNING MILLS LIMITED

### CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2017

	Note	Six months ended		Three months ended	
		December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
		Rupees	Rupees	Rupees	Rupees
Sales - net		2,500,922,137	2,360,796,852	1,310,768,482	1,331,662,279
Cost of sales	8	(2,337,102,286)	(2,202,462,520)	(1,234,748,809)	(1,254,015,776)
<b>Gross profit</b>		<b>163,819,851</b>	<b>158,334,332</b>	<b>76,019,673</b>	<b>77,646,503</b>
Distribution cost		(14,565,433)	(15,466,967)	(9,742,334)	(9,112,500)
Administrative expenses		(58,366,908)	(52,938,917)	(27,482,371)	(25,972,391)
Other expenses		(12,963,435)	(5,203,477)	2,255,843	(2,477,161)
		(85,895,776)	(73,609,361)	(34,968,862)	(37,562,052)
		77,924,075	84,724,971	41,050,811	40,084,451
Other income		11,261,454	8,531,798	10,042,753	6,440,169
<b>Operating profit</b>		<b>89,185,529</b>	<b>93,256,769</b>	<b>51,093,564</b>	<b>46,524,620</b>
Finance cost		(42,987,591)	(23,863,620)	(22,820,406)	(13,343,912)
<b>Profit before taxation</b>		<b>46,197,938</b>	<b>69,393,149</b>	<b>28,273,158</b>	<b>33,180,708</b>
Provision for taxation	9	(109,722)	(22,805,646)	(109,722)	(11,960,065)
<b>Profit after taxation</b>		<b>46,088,216</b>	<b>46,587,503</b>	<b>28,163,436</b>	<b>21,220,643</b>
<b>Earnings per share - basic and diluted</b>		<b>4.21</b>	<b>4.25</b>	<b>2.57</b>	<b>1.94</b>

The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.

Lahore : February 22, 2018.

  
Shahzada Ellahi Shaikh  
Director

  
Muhammad Ahmad  
Chief Financial Officer

  
Shafqat Ellahi Shaikh  
Mg. Director (Chief Executive)



**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME (UN-AUDITED)**

**FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2017**

	Six months ended		Three months ended	
	December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
	Rupees	Rupees	Rupees	Rupees
<i>Items that may be reclassified subsequently to profit or loss</i>				
Changes in fair value of available for sale financial assets	(30,116,976)	26,631,094	-	-
<i>Items that will not be reclassified to profit or loss</i>	-	-	-	-
Other comprehensive (loss)/income before taxation	(30,116,976)	26,631,094	-	-
Taxation	-	-	-	-
Other comprehensive (loss)/income after taxation	(30,116,976)	26,631,094	-	-
Profit after taxation	46,088,216	46,587,503	28,163,436	21,220,643
Total comprehensive income	15,971,240	73,218,597	28,163,436	21,220,643

*The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.*

Lahore : February 22, 2018.

  
**Shahzada Ellahi Shaikh**  
Director

  
**Muhammad Ahmad**  
Chief Financial Officer

  
**Shafqat Ellahi Shaikh**  
Mg. Director (Chief Executive)




# ELLCOT SPINNING MILLS LIMITED


## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2017

	Six months ended	
	December 31, 2017	December 31, 2016
	Rupees	Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	46,197,938	69,393,149
<b>Adjustments for non-cash items</b>		
Depreciation	62,515,705	61,752,790
Amortization	619,999	619,999
Provision for employees retirement benefits	13,392,498	12,554,262
Gain on disposal of property, plant and equipment	(514,807)	(12,218)
Dividend income	(10,196,558)	-
Loss/(gain) on sale of short term investments	2,980,086	(1,439,324)
Finance cost	42,987,591	23,863,620
	111,784,514	97,339,129
<b>Operating profit before changes in working capital</b>	<b>157,982,452</b>	<b>166,732,278</b>
<b>Changes in working capital</b>		
Stores, spares and loose tools	(25,731,735)	(16,487,552)
Stock in trade	(455,937,946)	(451,852,553)
Trade debts	77,662,373	(34,041,947)
Advances, prepayments and other receivables	(24,282,878)	(118,084,253)
Trade and other payables	95,744,330	66,471,052
	(332,545,856)	(553,995,253)
<b>Net cash used in operations</b>	<b>(174,563,404)</b>	<b>(387,262,975)</b>
<b>Payments for</b>		
Finance cost	(36,218,591)	(23,635,233)
Income tax	(9,917,900)	(13,847,055)
Employees retirement benefits	(11,295,240)	(8,560,806)
<b>Net cash used in operating activities</b>	<b>(231,995,135)</b>	<b>(433,306,069)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(457,240,828)	(33,869,893)
Proceeds from disposal of property, plant and equipment	4,051,196	582,000
Purchase of short term investments	(104,695,610)	(237,216,656)
Proceeds from disposal of short term investments	134,736,400	201,439,324
Dividend received	10,196,558	-
<b>Net cash used in investing activities</b>	<b>(412,952,284)</b>	<b>(69,065,225)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long term finances obtained	418,635,649	52,148,841
Repayment of long term finances	(36,131,740)	(64,492,425)
Repayment of liabilities against assets subject to finance lease	-	(899,775)
Dividend paid	(37,602,223)	(37,910,104)
Net increase in short term borrowings	299,282,797	407,790,146
<b>Net cash generated from financing activities</b>	<b>644,184,483</b>	<b>356,636,683</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(762,936)</b>	<b>(145,734,611)</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>15,939,035</b>	<b>176,195,561</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>15,176,099</b>	<b>30,460,950</b>

The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.

Lahore : February 22, 2018.

  
Shahzada Ellahi Shaikh  
Director

  
Muhammad Ahmad  
Chief Financial Officer

  
Shafqat Ellahi Shaikh  
Mg. Director (Chief Executive)

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2017**

	Share capital	Capital reserves			Revenue reserve	Total equity
	Issued subscribed and paid-up capital	Changes in fair value of available for sale financial assets	Capital reserve	Total	Accumulated profit	
			Rupees			
<b>Balance as at June 30, 2016 - Audited</b>	109,500,000	452,161	7,760,000	8,212,161	1,300,769,538	1,418,481,699
<b>Comprehensive income</b>						
Profit after taxation	-	-	-	-	46,587,503	46,587,503
Other comprehensive income	-	26,631,094	-	26,631,094	-	26,631,094
<b>Total comprehensive income</b>	-	26,631,094	-	26,631,094	46,587,503	73,218,597
<b>Transaction with owners</b>						
Final dividend @ 35% i.e. Rs. 3.5 per ordinary share	-	-	-	-	(38,325,000)	(38,325,000)
<b>Balance as at December 31, 2016 - Un-audited</b>	<u>109,500,000</u>	<u>27,083,255</u>	<u>7,760,000</u>	<u>34,843,255</u>	<u>1,309,032,041</u>	<u>1,453,375,296</u>
<b>Balance as at January 01, 2017 - Un-audited</b>	109,500,000	27,083,255	7,760,000	34,843,255	1,309,032,041	1,453,375,296
<b>Comprehensive income</b>						
Profit after taxation	-	-	-	-	31,083,421	31,083,421
Other comprehensive loss	-	(37,587,653)	-	(37,587,653)	2,153,024	(35,434,629)
<b>Total comprehensive income/(loss)</b>	-	(37,587,653)	-	(37,587,653)	33,236,445	(4,351,208)
<b>Transaction with owners</b>	-	-	-	-	-	-
<b>Balance as at June 30, 2017 - Audited</b>	<u>109,500,000</u>	<u>(10,504,398)</u>	<u>7,760,000</u>	<u>(2,744,398)</u>	<u>1,342,268,486</u>	<u>1,449,024,088</u>
<b>Balance as at July 01, 2017 - Audited</b>	109,500,000	(10,504,398)	7,760,000	(2,744,398)	1,342,268,486	1,449,024,088
<b>Comprehensive income</b>						
Profit after taxation	-	-	-	-	46,088,216	46,088,216
Other comprehensive loss	-	(30,116,976)	-	(30,116,976)	-	(30,116,976)
<b>Total comprehensive income/(loss)</b>	-	(30,116,976)	-	(30,116,976)	46,088,216	15,971,240
<b>Transaction with owners</b>						
Final dividend @ 35% i.e. Rs. 3.5 per ordinary share	-	-	-	-	(38,325,000)	(38,325,000)
<b>Balance as at December 31, 2017 - Un-audited</b>	<u>109,500,000</u>	<u>(40,621,374)</u>	<u>7,760,000</u>	<u>(32,861,374)</u>	<u>1,350,031,702</u>	<u>1,426,670,328</u>

The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.

Lahore : February 22, 2018.

  
**Shahzada Ellahi Shaikh**  
Director

  
**Muhammad Ahmad**  
Chief Financial Officer

  
**Shafqat Ellahi Shaikh**  
Mg. Director (Chief Executive)



**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2017**

**1 REPORTING ENTITY**

Ellocot Spinning Mills Limited ("the Company") is incorporated in Pakistan as a Public Limited Company under the repealed Companies Ordinance, 1984 and is listed on Pakistan Stock Exchange. The Company is a spinning unit engaged in the manufacture and sale of yarn. The registered office of the Company is situated at Nagina House, 91-B-1, M.M. Alam Road, Gulberg III, Lahore. The manufacturing facility is located in District Kasur in the Province of Punjab.

**2 BASIS OF PREPARATION**

The financial information contained in this interim financial report is un-audited and has been presented in condensed form and does not include all the information as is required to be provided in a full set of annual financial statements. This condensed interim financial information should be read in conjunction with the audited financial statements of the Company for the year ended June 30, 2017.

This condensed interim financial information has been subjected to limited scope review by the auditors of the company, as required by the Code of Corporate Governance. The comparative interim balance sheet as at June 30, 2017 and the related notes to the condensed interim financial information are based on audited financial statements. The comparative interim profit and loss account, interim statement of profit or loss and other comprehensive income, interim cash flow statement, interim statement of changes in equity and related notes to the condensed interim financial information for the six months period ended December 31, 2016 are based on unaudited, reviewed interim financial information. The interim profit and loss account and interim statement of profit or loss and other comprehensive income for the three months period ended December 31, 2017 and December 31, 2016 are neither audited nor reviewed.

**2.1 Statement of compliance**

The Companies Act, 2017 ('the Act') has been enacted on May 30, 2017, however, Securities and Exchange Commission of Pakistan vide its circular no. 23 of 2017 dated October 04, 2017 communicated that the Commission has decided that the companies whose financial year closes on or before December 31, 2017 shall prepare their financial statements including the interim financial information in accordance with the provisions of the repealed Companies Ordinance, 1984. Accordingly, this interim financial report has been prepared in accordance with the requirements of International Accounting Standard 34 - Interim Financial Reporting, and provisions of and directives issued under the repealed Companies Ordinance, 1984. In case where requirements differ, the provisions of and directives issued under the repealed Companies Ordinance, 1984 have been followed.

**2.2 Basis of measurement**

The financial information contained in this interim report has been prepared under the historical cost convention except for certain financial instruments at fair value/amortized cost and employees retirement benefits at present value. In this financial information, except for the amounts reflected in the cash flow statement, all transactions have been accounted for on accrual basis.

**2.3 Judgments, estimates and assumptions**

The preparation of financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions and judgments are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which forms the basis of making judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Subsequently, actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.



## 2.4 Functional currency

This financial information is prepared in Pak Rupees which is the Company's functional currency.

## 3 NEW AND REVISED STANDARDS, INTERPRETATIONS AND AMENDMENTS EFFECTIVE DURING THE YEAR.

The following new and revised standards, interpretations and amendments are effective in the current year but are either not relevant to the Company or their application does not have any material impact on the financial statements of the Company other than presentation and disclosures.

### Recognition of Deferred Tax Assets for Unrealized Losses (Amendments to IAS 12 - Income Taxes)

IAS 16 - Property, Plant and Equipment and IAS 38 - Intangible Assets have been amended to clarify the following aspects:

- Unrealised losses on debt instruments measured at fair value and measured at cost for tax purposes give rise to a deductible temporary difference regardless of whether the debt instrument's holder expects to recover the carrying amount of the debt instrument by sale or by use.
- The carrying amount of an asset does not limit the estimation of probable future taxable profits.
- Estimates for future taxable profits exclude tax deductions resulting from the reversal of deductible temporary differences.
- An entity assesses a deferred tax asset in combination with other deferred tax assets. Where tax law restricts the utilisation of tax losses, an entity would assess a deferred tax asset in combination with other deferred tax assets of the same type.

### Disclosure initiative (Amendments to IAS 7 - Statement of Cash Flows)

IAS 7 - Statement of Cash Flows have been amended to clarify that entities shall provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities.

### Annual Improvements to IFRS Standards 2014–2016 Cycle (IFRS 12 - Disclosure of Interests in Other Entities)

IFRS 12 - Disclosure of Interests in Other Entities have been amended to clarifies the scope of the standard by specifying that the disclosure requirements in the standard, except for those in paragraphs B10–B16, apply to an entity's interests listed in paragraph 5 that are classified as held for sale, as held for distribution or as discontinued operations in accordance with IFRS 5 Non-current Assets Held for Sale and Discontinued Operations.

## 4 NEW AND REVISED STANDARDS, INTERPRETATIONS AND AMENDMENTS NOT YET EFFECTIVE.

The following standards, interpretations and amendments are in issue which are not effective as at the reporting date and have not been early adopted by the Company.

	<b>Effective date (annual periods beginning on or after)</b>
IFRS 9 – Financial Instruments (2014)	January 01, 2018
IFRS 15 – Revenue from Contracts with Customers (2014)	January 01, 2018
IFRS 16 – Leases (2016)	January 01, 2019
IFRS 17 – Insurance contracts (2017)	January 01, 2021
Clarifications to IFRS 15 - Revenue from Contracts with Customers	January 01, 2018
IFRIC 22 - Foreign Currency Transactions and Advances Consideration	January 01, 2018
IFRIC 23 - Uncertainty over Income Tax Treatments	January 01, 2019





	<b>Effective date (annual periods beginning on or after)</b>
Classification and Measurement of Share-based Payment Transactions (Amendments to IFRS 2)	January 01, 2018
Applying IFRS 9 - Financial Instruments with IFRS 4 - Insurance Contracts (Amendments to IFRS 4 - Insurance Contracts)	January 01, 2018
Transfers of Investment Property (Amendments to IAS 40)	January 01, 2018
Annual Improvements to IFRS Standards 2014–2016 Cycle (IFRS 1 - First-time Adoption of International Financial Reporting Standards and IAS 28 - Investments in Associates and Joint Ventures)	January 01, 2018
Prepayment Features with Negative Compensation (Amendments to IFRS 9 - Financial Instruments)	January 01, 2019
Long-term Interests in Associates and Joint Ventures (Amendments to IAS 28 - Investments in Associates and Joint Ventures)	January 01, 2019
Annual Improvements to IFRS Standards 2015–2017 Cycle	January 01, 2019
Companies Act, 2017	January 01, 2018

The Company intends to adopt these new and revised standards, interpretations and amendments on their effective dates, subject to, where required, notification by Securities and Exchange Commission of Pakistan under section 234 of the repealed Companies Ordinance, 1984 regarding their adoption. The management anticipates that, except as stated below, the adoption of the above standards, amendments and interpretations in future periods, will have no material impact on the Company's financial statements other than in presentation/disclosures.

**IFRS 9 – Financial Instruments: Classification and Measurement (2014)**

IFRS 9 replaces IAS 39 - Financial Instruments: Recognition and Measurement. The standard contains requirements in the following areas:

- Classification and measurement: Financial assets are classified by reference to the business model within which they are held and their cash flow characteristics. The standard introduces a 'fair value through comprehensive income' category for certain debt instruments. Financial liabilities are classified in a similar manner to under IAS 39, however there are differences in the requirements applying to measurement of entity's own credit risk.
- Impairment: IFRS 9 introduces an 'expected credit loss' model for the measurement of the impairment of financial assets, so it is no longer necessary for a credit loss to have occurred before a credit loss is recognized.
- Hedge accounting: IFRS 9 introduces a new hedge accounting model that is designed to be more closely aligned with how entities undertake risk management activities when hedging financial and non-financial risk exposure.
- Derecognition: The requirements for the derecognition of financial assets and liabilities are carried forward from IAS 39.

Adoption of this IFRS 9 may result in material adjustment to carrying amounts of financial assets and liabilities. However, the financial impact of the same cannot be estimated with reasonable certainty at this stage.

**IFRS 16 – Leases (2016)**

IFRS 16 specifies how an entity will recognize, measure, present and disclose leases. The standard provides a single lessee accounting model, requiring lessees to recognize assets and liabilities for all leases unless the leases term is twelve months or less or the underlying asset has low value.

Adoption of this IFRS 16 will result in recognition of assets and liabilities for all operating leases for which the lease terms is more than twelve months. However, the financial impact of the same cannot be estimated with reasonable certainty at this stage.



## ELLCOT SPINNING MILLS LIMITED

### 5 ACCOUNTING POLICIES AND METHODS OF COMPUTATION

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

### 6 CONTINGENCIES AND COMMITMENTS

#### 6.1 Contingencies

There is no significant change in the status of contingencies since June 30, 2017, with the exception of bills discounted/negotiated, which amount to Rs. 15,247,335 (June 30, 2017: Rs. nil) as at the reporting date.

	<i>Note</i>	<b>December 31, 2017</b>	June 30, 2017
		<i>Rupees</i>	<i>Rupees</i>
		<i>(Un-Audited)</i>	<i>(Audited)</i>
<b>6.2 Commitments</b>			
<b>6.2.1</b> Commitments under irrevocable letters of credit for:			
- purchase of property, plant and equipment		<b>940,260,881</b>	1,165,518,505
- purchase of stores, spares and loose tools		<b>11,478,668</b>	18,434,649
- purchase of raw material		<b>148,172,018</b>	51,075,067
		<b><u>1,099,911,567</u></b>	<u>1,235,028,221</u>
<b>6.2.2</b> Commitments under operating leases		<b><u>792,000</u></b>	<u>396,000</u>

### 7 FIXED ASSETS

Property, plant and equipment

Assets owned by the Company	7.1	<b>1,199,324,877</b>	1,162,585,962
Assets subject to finance lease	7.2	-	-
Capital work in progress	7.3	<b>359,928,086</b>	5,478,267
		<b>1,559,252,963</b>	1,168,064,229
Intangible assets	7.4	<b>4,236,656</b>	4,856,655
		<b><u>1,563,489,619</u></b>	<u>1,172,920,884</u>



# ELLCOT SPINNING MILLS LIMITED

	<i>Note</i>	December 31, 2017	June 30, 2017
		<i>Rupees</i>	<i>Rupees</i>
		<i>(Un-Audited)</i>	<i>(Audited)</i>
<b>7.1 Assets owned by the Company</b>			
Net book value at the beginning of the period/year		1,162,585,962	1,201,212,714
Additions during the period/year			
Plant and machinery		99,737,865	81,871,181
Buildings on freehold land - Mills		-	3,479,103
Electric installations and equipment		319,552	-
Office equipment		381,092	1,828,358
Furniture and fixtures		180,500	212,770
Vehicles		2,172,000	6,294,499
		102,791,009	93,685,911
Transfers from leased assets during the period/year		-	6,122,448
Net book value of assets disposed during the period/year		(3,536,389)	(12,617,868)
Depreciation for the period/year		(62,515,705)	(125,817,243)
Net book value at end of the period/year		1,199,324,877	1,162,585,962
<b>7.2 Assets subject to finance lease</b>			
Net book value at beginning of the period/year		-	6,267,508
Net book value of assets transferred during the period/year		-	(6,122,448)
Depreciation for the period/year		-	(145,060)
Net book value at end of the period/year		-	-
<b>7.3 Capital work in progress</b>			
Opening		5,478,267	-
Additions during the period/year		454,187,684	90,828,551
Transfers to own assets		(99,737,865)	(85,350,284)
Net book value at end of the period/year		359,928,086	5,478,267
<b>7.4 Intangible assets</b>			
Net book value at beginning of the period/year		4,856,655	6,096,652
Amortization for the period/year		(619,999)	(1,239,997)
Net book value at end of the period/year		4,236,656	4,856,655

	Six months ended		Three months ended	
	December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>
	<i>(Un-Audited)</i>	<i>(Un-Audited)</i>	<i>(Un-Audited)</i>	<i>(Un-Audited)</i>
<b>8 COST OF SALES</b>				
Raw material consumed	<b>1,737,671,039</b>	1,615,893,026	<b>864,695,720</b>	882,392,463
Fuel and power	<b>254,907,707</b>	219,030,321	<b>136,001,015</b>	112,421,565
Stores, spares and loose tools consumed	<b>85,692,509</b>	86,695,482	<b>46,671,589</b>	48,485,708
Salaries, wages and benefits	<b>189,382,395</b>	188,420,505	<b>95,444,084</b>	90,773,016
Insurance	<b>3,142,082</b>	4,708,108	<b>1,591,044</b>	2,366,925
Repair and maintenance	<b>5,879,426</b>	5,041,322	<b>3,348,883</b>	2,615,358
Depreciation	<b>59,062,561</b>	57,819,918	<b>29,969,330</b>	29,102,044
Other manufacturing overheads	<b>7,870,331</b>	8,704,444	<b>3,412,529</b>	3,861,260
	<b>2,343,608,050</b>	2,186,313,126	<b>1,181,134,194</b>	1,172,018,339
Work in process				
As at beginning of the period	<b>46,147,798</b>	53,273,667	<b>45,656,585</b>	60,816,900
As at end of the period	<b>(50,918,028)</b>	(75,279,904)	<b>(50,918,028)</b>	(75,279,904)
	<b>(4,770,230)</b>	(22,006,237)	<b>(5,261,443)</b>	(14,463,004)
	<b>2,338,837,820</b>	2,164,306,889	<b>1,175,872,751</b>	1,157,555,335
Finished goods				
As at beginning of the period	<b>52,883,593</b>	97,472,315	<b>113,495,185</b>	159,024,175
Purchased during the period	-	3,247,050	-	-
As at end of the period	<b>(54,619,127)</b>	(62,563,734)	<b>(54,619,127)</b>	(62,563,734)
	<b>(1,735,534)</b>	38,155,631	<b>58,876,058</b>	96,460,441
	<b>2,337,102,286</b>	2,202,462,520	<b>1,234,748,809</b>	1,254,015,776

**9 PROVISION FOR TAXATION**

9.1 Provision for current tax has been made in accordance with the requirements of section 113 and section 154 of the Income Tax Ordinance, 2001. Due to availability of tax credits in access of provision, the provision for current tax amounting to Rs. 26.284 million has been reduced to nil. However, adjustment for current taxation for prior years amounts to Rs. 109,722.

9.2 No provision for deferred tax has been made as the impact of the same is considered immaterial.

**10 TRANSACTIONS AND BALANCES WITH RELATED PARTIES**

Related parties from the Company's perspective comprise associated companies and key management personnel. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, and includes the Chief Executive and Directors of the Company.

Transactions with key management personnel are limited to payment of short term employee benefits and dividend on ordinary shares. The Company in the normal course of business carries out various transactions with associated companies and continues to have a policy whereby all such transactions are carried out on commercial terms and conditions which are equivalent to those prevailing in an orderly transaction between market participants at the date of transaction.

Details of transactions with related parties are as follows:



# ELLCOT SPINNING MILLS LIMITED

		Six months ended	
		December 31, 2017	December 31, 2016
		<i>Rupees</i>	<i>Rupees</i>
		<i>(Un-Audited)</i>	<i>(Un-Audited)</i>

## 10.1 Transactions with related parties

Nature of relationship	Nature of transaction		
Associated companies	Purchase of goods and services	423,500	415,000
	Sales of goods and services	361,688,562	429,817,991
	Dividend paid	9,322,114	9,322,114
Key management personnel	Short term employee benefits	4,392,296	5,157,495
	Dividend paid to directors and their family members	17,867,934	17,131,531

## 10.2 Balances with related parties

There are no balances due to/from related parties as at the reporting date.

## 11 FINANCIAL INSTRUMENTS

The carrying amounts of the Company's financial instruments by class and category are as follows:

		December 31, 2017	June 30, 2017
		<i>Rupees</i>	<i>Rupees</i>
		<i>(Un-Audited)</i>	<i>(Audited)</i>
<b>11.1 Financial assets</b>			
<b><i>Cash in hand</i></b>		96,820	-
<b><i>Loans and receivables</i></b>			
Long term deposits		7,090,700	7,090,700
Trade debts		312,522,472	390,184,845
Bank balances		15,079,279	15,939,035
		<b>334,692,451</b>	413,214,580
<b><i>Available for sale financial assets</i></b>			
Investments in mutual funds		45,169,685	27,644,085
Investments in listed equity securities		437,734,962	518,398,414
		<b>482,904,647</b>	546,042,499
		<b>817,693,918</b>	959,257,079



# ELLCOT SPINNING MILLS LIMITED

	December 31, 2017	June 30, 2017
	<i>Rupees</i>	<i>Rupees</i>
	<i>(Un-Audited)</i>	<i>(Audited)</i>
<b>11.2 Financial liabilities</b>		
<i>Financial liabilities at amortized cost</i>		
Long term finances	949,413,359	566,909,450
Short term borrowings	1,221,960,454	922,677,657
Accrued interest/markup	24,180,243	17,411,243
Trade creditors	66,209,439	31,471,589
Accrued liabilities	197,968,756	127,263,866
Unclaimed dividend	4,960,677	4,606,115
	<u>2,464,692,928</u>	<u>1,670,339,920</u>

## 12 FAIR VALUE MEASUREMENTS

The Company measures some of its financial instruments at fair value at the end of each reporting period. Fair value measurements are classified using a fair value hierarchy that reflects the significance of the inputs used in making the measurements and has the following levels.

- Level 1 Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The fair value hierarchy of financial instruments measured at fair value and the information about how the fair values of these financial instruments are determined are as follows:

### 12.1 Financial instruments measured at fair value

#### 12.1.1 Recurring fair value measurements

Financial instruments	Hierarchy	Valuation techniques and key inputs	December 31, 2017	June 30, 2017
			<i>Rupees</i>	<i>Rupees</i>
			<i>(Un-Audited)</i>	<i>(Audited)</i>
<b>Available for sale financial assets</b>				
Investments in mutual funds	Level 1	Quoted bid prices in an active market	45,169,685	27,644,085
Investments in listed equity securities	Level 1	Quoted bid prices in an active market	437,734,962	518,398,414

#### 12.1.2 Non-recurring fair value measurements

There are no non-recurring fair value measurements as at the reporting date.

#### 12.2 Financial instruments not measured at fair value

The management considers the carrying amount of all financial instruments not measured at fair value at the end of each reporting period to approximate their fair values as at the reporting date.



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### 12.3 Assets and liabilities other than financial instruments.

None of the assets and liabilities other than financial instruments are measured at fair value.

### 13 EVENTS AFTER THE REPORTING PERIOD

There are no significant events after the reporting period that may require adjustment of and/or disclosure in this condensed interim financial report.

### 14 RECOVERABLE AMOUNTS AND IMPAIRMENT

As at the reporting date, recoverable amounts of all assets/cash generating units are equal to or exceed their carrying amounts, unless stated otherwise in this condensed interim financial information.

### 15 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information have been approved by the Board of Directors of the Company and authorized for issue on February 22, 2018.

### 16 GENERAL

16.1 There are no other significant activities since June 30, 2017 affecting the interim financial information.

16.2 Corresponding figures have been re-arranged where necessary to facilitate comparison. However, there are no significant reclassifications during the period.

16.3 Figures have been rounded off to the nearest Rupee.

Lahore : February 22, 2018.

**Shahzada Ellahi Shaikh**  
Director

**Muhammad Ahmad**  
Chief Financial Officer

**Shafqat Ellahi Shaikh**  
Mg. Director (Chief Executive)



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\*Where applicable this includes the information for financial and tax purposes

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