



OLYMPIA MILLS LIMITED

**INTERIM FINANCIAL STATEMENT
FOR PERIOD ENDED
30 SEPTEMBER, 2018**



COMPANY INFORMATION

BOARD OF DIRECTORS

CHIEF EXECUTIVE : MR. M. WAQAR MONNOO (Executive)
CHAIRMAN : MR. SYED INAMUDDIN AHMED (Non-Executive)

DIRECTORS

: MR. SIRAJ SADIQ MONNOO (Executive)
: MR. SYED AYAZUDDIN (Non-Executive)
: MRS.GHAZALA WAQAR (Non-Executive)
: MR. UMAR ILYAS SHAFI (Independent)
: MR. ARSHAD IQBAL (Non-Executive)

AUDIT COMMITTEE MEMBERS

CHAIRMAN (INDEPENDENT) : MR. UMAR ILYAS SHAFI
MEMBER (NON-EXECUTIVE) : MR. SYED AYAZUDDIN
MEMBER (NON-EXECUTIVE) : MR. SYED INAMUDDIN AHMED

HUMAN RESOURCE & REMUNERATION (HR & R) COMMITTEE

CHAIRMAN (NON-EXECUTIVE) : MRS.GHAZALA WAQAR
MEMBER (NON-EXECUTIVE) : MR. SYED INAMUDDIN AHMED
MEMBER (INDEPENDENT) : MR. UMAR ILYAS SHAFI

CHIEF FINANCIAL OFFICER : MR. ASIM JAFFERY

LEGAL ADVISOR : M/S. MAKHDOOM & CO. BARRISTERS & ADVOCATE

AUDITORS : MUSHTAQ & COMPANY
CHARTERED ACCOUNTANTS
407-408, COMMERCE CENTRE,
HASRAT MOHANI ROAD, KARACHI.

BANKERS : UNITED BANK LTD
: ASKARI BANK LTD
: SONERI BANK LTD
: ALLIED BANK LTD
: BANK AL-FALAH LTD.

REGISTERED OFFICE : PLOT NO. H/23/3, LANDHI INDUSTRIAL AREA,
LANDHI, KARACHI.



OLYMPIA MILLS LIMITED
DIRECTORS REPORT

The Directors have pleasure in presenting their un-audited accounts of the Company for three months ended September 30, 2018. Financial results for three months period ended September 30 2018 are as under:

	September 2018	September 2017
	RUPEES	RUPEES
Rental Income from Investment property	14,218,608	11,559,452
Income from lease of Land, building Plant & Machinery	3,392,445	
Direct Operating Expenses	(6,886,619)	
Profit from principal line of business	10,724,434	11,559,452
Income from Paper Manufacturing Business		
Sales of Paper	[]	53,399,174
Cost of sales	-	(51,760,813)
Gross profit from paper business	10,724,434	1,638,361
Administrative expenses	(5,076,945)	(4,062,500)
Other income	238,309	1,824,332
Operating Profit	(4,838,636)	(2,238,168)
Finance cost	5,885,798	10,959,645
Taxation	(3,115,648)	(648,135)
Net Profit / (Loss) for the period after taxation	2,770,150	10,311,510
Earning per share - Basic and diluted	(3,470,214)	(3,233,689)
	(700,064)	7,077,821
	(0.058)	0.59

FINANCIAL RESULTS:

The financial results for three months period ended September 30, 2018 have resulted in net loss after tax of Rs. 700,064/-. The revenue from rent income is Rs 14.218 million while revenue from lease income is Rs 3.392 million. The nominal loss was due to raising inflation rate and raising cost of general overheads. We are very hopeful that the company will continue to earn profit in future. The directors will continue to support the company in future.

FUTURE PROSPECTS:

The directors are very actively working on different plans to work out the best possible solution and to smoothly sail the company out of financial crisis.

I would like to place on record the Co-operation shown by our Bankers for their support and without their co-operation, the present results could not have been achieved. The loyalty and devotion of the Staff members and the workers towards the Company is also one of the major factors for achieving the present results.

For and on behalf of the Board


SIRAJ SADIQ MONNOO
DIRECTOR


M. WAQAR MONNOO
CHIEF EXECUTIVE



Karachi: October 26, 2018

اولیٰیا ملز میڈیا

ڈائریکٹرز رپورٹ

ڈائریکٹرز کو اپنے فی رڈ اثاٹ کاؤنٹس جو کہ تین ماہ کے آخر ستمبر ۲۰۱۸ء میں ملحق کرنے پر غور فرمائی گئی ہے۔ مالیاتی نتائج تین ماہ کے آخر ستمبر ۲۰۱۸ء میں مندرجہ ذیل ہیں۔

	ستمبر ۲۰۱۸ء	ستمبر ۲۰۱۷ء
	روپے	روپے
سرماہیکاری کی جائیداد سے کرایہ کی آمدنی	14,218,608	11,559,452
زمین کے لیز، عمارت چاٹ اور مشینری کی آمدنی	3,392,445	---
برادر است عملیاتی اخراجات	(6,886,619)	---
کاروبار کی پمپس لائن سے منافع	10,724,434	11,559,452
کانٹریبانے والے کاروبار سے آمدنی		
کانٹری فرودت	---	53,399,174
فرودت کی قیمت	---	(51,760,813)
کانٹری کاروبار سے مجموعی فائدہ	---	1,638,361
	10,724,434	13,197,813
انتظامی اخراجات	(5,076,945)	(4,062,500)
دوسری آمدنی	238,309	1,824,332
	(4,838,636)	(2,238,168)
عملیاتی فائدہ	5,885,798	10,959,645
مالیاتی قیمت	(3,115,648)	(648,135)
	2,770,150	10,311,510
ٹیکسیشن	(3,470,214)	(3,233,689)
لگس کے بعد دورانہ کا ناقص قطع نقصان	(700,064)	7,077,821
فی شیئر کمائی۔ فی اداوی اور ڈیویڈنڈ	(0.058)	0.59

مالیاتی نتائج تین ماہ ستمبر ۲۰۱۸ء کے آخر میں لگس کے بعد ناقص نقصان 700,064/ روپے رہا۔ کرایہ سے آمدنی 14,218 ملین جب کہ لیز سے آمدنی 3,392 ملین ہے۔ فرض نقصان افراد زر کی شرح اور عمومی اخراجات کی وجہ سے ہوئی۔ ہم بہت پر امید ہیں کہ مستقبل میں آمدنی کمانے کا سلسلہ جاری رہے گا۔ ڈائریکٹرز مستقبل میں کمائی کی حمایت جاری رکھیں گے۔

مستقبل کے امکانات۔

ڈائریکٹرز بہت فعال انداز میں بہترین نمائندگی کے مختلف منصوبوں پر کام کر رہے ہیں تاکہ کمائی کو مالیاتی برہان سے آسانی کیساتھ باہر نکالا جاسکے۔

میں اس بات کو ظاہر کرنا چاہتا ہوں کہ ہمارے بینکاروں کے تعاون اور اہلکاروں کی کامیابیوں کے باعث ہمیں ہونے والے کامیابیوں کی گنجائش اور وفا داری

بھی موجودہ نتائج کے حصول کیلئے ہم حوالہ میں سے ایک ہیں۔

یورڈ کیلئے اور جناب سے

(علیٰ)

سراج صادق منو

ڈائریکٹر

ایم اے احمد منو

چیف ایگزیکٹو

موریہ ۲۶ اکتوبر ۲۰۱۸ء کراچی۔



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

NOTES	Un-Audited SEPTEMBER 30, 2018 RUPEES	Audited JUNE 30, 2018 RUPEES
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized capital		
13,000,000 (2018: 13,000,000) Ordinary shares of Rs.10 each.	130,000,000	130,000,000
Issued, subscribed and paid up capital	120,000,000	120,000,000
Revaluation surplus on Property, Plant and Equipment	525,238,488	525,238,488
Revenue Reserve	3,500,053	3,500,053
Unappropriated loss	(1,089,753,804)	(1,089,053,740)
	(440,935,263)	(440,235,199)
NON CURRENT LIABILITIES		
Long term financing	520,401,770	525,037,318
Deferred liabilities	235,114	202,366
CURRENT LIABILITIES		
Trade and other payables	312,695,760	317,324,857
Short-term borrowings	312,550,971	303,566,971
Current portion of long term financing	127,816,668	134,100,002
	753,063,399	754,991,829
CONTINGENCIES AND COMMITMENTS		
	832,765,020	839,996,315
ASSETS		
NON CURRENT ASSETS		
Property, plant and equipment	68,325,604	70,290,020
Investment Property	673,515,368	677,872,707
Long term deposit	3,595,162	3,595,162
CURRENT ASSETS		
Trade debts	13,546,382	12,953,190
Other financial assets	34,096,000	34,096,000
Loans and advances	537,194	511,094
Income tax and Sales tax Refundable	7,649,543	9,663,879
Other receivables	24,606,240	24,380,536
Cash and bank balances	6,893,526	6,633,725
	87,328,085	88,238,424
	832,765,020	839,996,315

The annexed notes form an integral part of these financial statements


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

Karachi : October 26, 2018



OLYMPIA MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2018

NOTES	Un-Audited	Un-Audited
	September 2018	September 2017
	RUPEES	RUPEES
Rental Income from Investment property	14,218,608	11,559,452
Income from lease of Land, building Plant & Machinery	3,392,445	-
Direct Operating Expenses	<u>(6,886,619)</u>	<u>-</u>
Profit from principal line of business	10,724,434	11,559,452
Income from Paper Manufacturing Business		
Sales of Paper	-	53,399,174
Cost of sales	<u>-</u>	<u>(51,760,813)</u>
Gross Profit from paper business	<u>-</u>	<u>1,638,361</u>
	10,724,434	13,197,813
Administrative expenses	<u>(5,076,945)</u>	<u>(4,062,500)</u>
Other income	<u>238,309</u>	<u>1,824,332</u>
	<u>(4,838,636)</u>	<u>(2,238,168)</u>
Operating Profit	5,885,798	10,959,645
Finance cost	<u>(3,115,648)</u>	<u>(648,135)</u>
Net Profit before taxation	2,770,150	10,311,510
Taxation	<u>(3,470,214)</u>	<u>(3,233,689)</u>
Net Profit / (Loss) for the period after taxation	<u>(700,064)</u>	<u>7,077,821</u>
Earning per share - Basic and diluted	<u>(0.058)</u>	<u>0.590</u>

The annexed notes form an integral part of these financial statements


 CHIEF EXECUTIVE


 DIRECTOR


 CHIEF FINANCIAL OFFICER

Karachi : October 26, 2018



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

	Un-Audited	Un-Audited
	September 2018	September 2017
	RUPEES	RUPEES
Profit /Loss for the period after taxation	(700,064)	7,077,821
Total comprehensive Income/Loss for the period	(700,064)	7,077,821

The annexed notes form an integral part of these financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

Karachi : October 26, 2018



OLYMPIA MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2018

	PAID UP CAPITAL	REVENUE RESERVE	UN-APPROPRIATED LOSS	SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT	TOTAL
	←----- RUPEES -----→				
Balance as at 30-06-2017	120,000,000	3,580,053	(1,223,281,000)	525,920,777	(573,780,172)
Total comprehensive income for the quarter ended 30 th September, 2017			7,077,821.00		7,077,821
Transfer from surplus on revaluation of property, plant & equipment on account of incremental depreciation			270,690.00	(270,690)	
Balance as at 30-09-2017	120,000,000	3,580,053	(1,215,932,490)	525,650,087	(566,702,350)
Total comprehensive income for the Period from 01-10-2017 to 30-06-2018			128,467,151		128,467,151
Transfer from surplus on revaluation of property, plant & equipment on account of incremental depreciation			411,599	(411,599)	
Realisation of Surplus on revaluation of property, plant & equipment on disposal					
Balance as at 30-06-2018	120,000,000	3,580,053	(1,089,053,740)	525,230,400	(440,235,190)
Total comprehensive income for the quarter ended September 30, 2018	-	-	(700,064)		(700,064)
Transfer from surplus on revaluation of property, plant & equipment on account of incremental depreciation	-	-	-	-	-
Balance as at 30-09-2018	120,000,000	3,580,053	(1,089,753,804)	525,230,400	(440,935,262)

The annexed notes form an integral part of these financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

Karachi : October 26, 2018



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

	Un-Audited	Un-Audited
	September 2018	September 2017
	RUPEES	RUPEES
Profit before taxation	2,770,150	10,311,510
Adjustment for non cash charges and other items:		
Depreciation	6,321,757	3,224,370
Finance cost	3,115,648	648,135
Gain on disposal of fixed assets		(555,516)
Provision for gratuity	32,748	17,332
	9,470,153	3,334,321
Operating Profit before working capital changes	12,240,303	13,645,831
(Increase)/Decrease in current assets:		
Stocks, stores and spares / CWIP		7,761,855
Trade debts	(593,192)	2,554,980
Loan and advances	(26,100)	(2,903,550)
Sales tax	(63,427)	231,168
Other Receivables	(225,704)	(1,870,788)
	(908,423)	5,773,665
Increase/(Decrease) in current liabilities:		
Trade and other payables	(4,629,097)	(12,941,016)
Cash generated from operations	6,702,783	6,478,480
Taxes paid	(1,392,453)	(1,921,381)
Finance Cost Paid	(3,115,648)	(648,135)
Gratuity-net	-	-
	(4,508,101)	(2,569,516)
Net cash from operating activities	2,194,682	3,908,964
CASH FLOW FROM INVESTING ACTIVITIES		
Proceed from disposal of fixed assets		870,000
Fixed Capital Expenditure		(86,155)
Net cash (used in)/from investing activities		870,000
CASH FLOW FROM FINANCING ACTIVITIES		
Long term finance	(10,918,882)	(1,439,904)
Short Term Finance	8,984,000	(491,610)
Repayment of lease liabilities	-	-
Net cash used in financing activities	(1,934,882)	(1,931,514)
Net increase / decrease in cash and cash equivalents	259,801	2,761,296
Cash and cash equivalents at the beginning of the year	6,633,725	8,463,475
Cash and cash equivalents at the end of the year	6,893,526	11,224,771

The annexed notes form an integral part of these financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

Karachi : October 26, 2018



OLYMPIA MILLS LIMITED
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

1 The Company and its Operations

1.1 STATUS & NATURE OF BUSINESS

The company was incorporated in Pakistan as a public limited company on October 28, 1960 under the Companies Act, 1913 (Now the Companies Act, 2017), and its shares are quoted on the Pakistan Stock Exchange. The principal line of business of the company is renting/leasing of company's fixed assets as approved by Shareholders in AGM dated 30 October 2017 and subsequently reported to Securities & Exchange Commission of Pakistan. The name of the company has also been changed from Olympia Spinning & Weaving Mills Ltd to Olympia Mills Limited which was approved in AGM by shareholders. The registered office of the company is situated at H-23/3, Landhi Industrial Area, Landhi Karachi.

- 1.2 During the period the company has earned a profit of Rupees 700,064 (June 30, 2018: Loss of Rupees 133,552 million) and as of that date, reported accumulated losses of Rupees 1,089,753 million (June 30, 2018: Rupees. 1089,053 million). The current liabilities exceeded its current assets by Rupees 665,735 million (June 30, 2018: Rupees 666,753 million) as of that date. These conditions along with adverse key financial ratios and legal cases against the company indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern. However management assesses the reliability of going concern assumption in preparation of these financial statements and concluded that it is still in going concern due to settlement of nearly all bank borrowing, inflows of positive cash flows from business, settlement with creditors and support from directors/sponsors. Accordingly, these financial statements have been prepared on going concern assumption.

2 BASIS OF PREPARATION

2.1 Statement of compliance

- (a) 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 as applicable in Pakistan for interim financial reporting comprise of: International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and

Provisions of and directives issued under the Companies Act, 2017.

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

- (b) This condensed interim financial statement is unaudited and is being submitted to the shareholders as required under Section 237 of the Companies Act, 2017. This condensed interim financial statement does not contain all the information required for a complete set of financial statements, and should be read in conjunction with the published audited financial statements of the company for year ended 30 June 2018.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of the financial statements for the quarter ended September 30, 2018 on the same as those applied in the preparation for the annual audited statement for the year ended June 30, 2018.

4 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

- 4.1 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

- 4.2 Judgments and estimates made by management in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements as at and for the year ended 30 June, 2018.

- 4.3 The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 June 2018

5 LONG TERM FINANCING

From banking companies - secured

Term Finance

United Bank Ltd.	5.1	32,583,983	32,583,983
Askari Bank Ltd.	5.2	163,449,666	163,983,000
Bank Alfalah Ltd.	5.3	92,500,000	104,000,000
		288,533,649	302,566,983

Frozen Markup

United Bank Ltd.	5.1	222,272,000	222,272,000
Askari Bank Ltd.	5.2	119,888,598	119,888,598
		342,160,598	342,160,598

Deferred Markup

United Bank Ltd.		3,076,024	2,666,198
Askari Bank Ltd.		13,894,330	11,743,541.00
Bank Alfalah Ltd.		553,837	-
		17,524,191	14,409,739

Current maturity of long term financing

	(127,816,669)	(134,100,002)
	(127,816,668)	(134,100,002)
	<u>520,408,770</u>	<u>525,037,318</u>

5.1 United Bank Limited (Loans)

On March 17, 2017, bank has restructured the balance amount of Rs 39.8 million into a four year long term loan payable in 24 installments with markup accruing at cost of the funds of the bank. The cost of fund so accrued shall be paid in two installments i.e. on December 25, 2020 and March 25, 2021. Upon receipt of full amount, the recoverable markup of Rs 222,272 million will be waived off. The term loan is secured by Memorandum of deposit of titled deeds of 90 afdun.

5.2 Askari Bank Ltd. (Term Finance)

The bank restructure the balance amount last year into a five year term loan payable in 28 installments starting from January 2018 and ending on December 2022. The markup will be accrued at cost of fund of the bank and shall be payable after the payment of principal in four equal installments in year 2023. All the frozen markup of Rs 119,888 million up to 30th June 2015 will be waived off if the company pay the entire principal amount within time. The loan is secured by first pari passu charge by way of mortgage of Rs 150m over company land and building, ranking charge of Rs 40 m over receivables and personal guarantee of three directors.



5.3 Bank Alfalah Ltd. (Term Finance)

Under an arrangement with Bank Alfalah, the whole loan amount will be settled at Rs 115 million payable in six monthly installments starting from February 2018 till July 2018. The balance amount of Rs 35 million will be waived off by bank upon payment of full settlement amount by the company. Subsequent to the last balance sheet date the company has requested Bank Alfalah for extension of time for payment of balance settlement amount of Rs 69 million. The bank has approved the request of the company on August 29, 2018. Under the revised terms Rs 11.5 million will be payable on August 31, 2018 and Rs 57.5 million will be payable on or before November 30, 2018 along with cost of fund @ 5% w.e.f August 1, 2018. The cost of fund so accrued will be paid along with last installment. The loan is secured by existing first pass hypothecation charge over movable assets and books debts to the extent of Rs 40m and 2nd ranking charge on land, building and spinning machinery to the extent of Rs 216 million.

6 CONTINGENCIES AND COMMITMENTS

There have been no significant change in Contingencies & Commitment since the last Audited financial statements.

7 ACQUISITION AND DISPOSAL OF FIXED ASSETS

There are no additions and deletions of fixed assets during the period.

	(Un-Audited) September 30 2018 Rupees	(Un-Audited) September 30 2017 Rupees
8 TRANSACTIONS WITH RELATED PARTIES		
Purchase of Electricity (Olympia Power Generation Pvt) Ltd	307,235	11,713,371
Rent Income (Olympia Power Generation Pvt) Ltd	220,042	220,042
Amount paid to Olympia Power Generation (Pvt) Ltd	(2,915,107)	(818,491)
	<u>(2,387,830)</u>	<u>11,115,722</u>

All transactions have been carried out on commercial terms.

9 EVENT AFTER THE BALANCE SHEET DATE:

There were no significant event since the balance sheet date.

10 DATE OF AUTHORIZATION FOR ISSUE:

These financial statements were authorized for issue on October 26, 2018 by the board of directors of the company.

11 GENERAL

Corresponding figures have been rearranged and reclassified, whenever necessary, for better presentation and disclosure.

	Reclassification from Other Income	To (for better classification) Profit & Loss	Sep-17
1 Rent Income		Rental Income from Investment Property	11,559,452

CHIEF EXECUTIVE

DIRECTOR

CHIEF FINANCIAL OFFICER

Karachi : October 26, 2018

