



SHAMS TEXTILE MILLS LIMITED

9 MONTHS REPORT

31 March 2018

(Un-Audited)



CONTENTS

1.	Company Information	3
2.	Directors' Report	4-5
3.	Balance Sheet	6-7
4.	Profit & Loss Account	8
5.	Statement of Comprehensive Income	9
6.	Cash Flow Statement	10
7.	Statement of Changes in Equity	11
8.	Notes to the accounts	12-16

COMPANY INFORMATION

Board of Directors

Muhammad Anwar	(Chairman)
Asif Bashir	
Adil Bashir	
Khurram Mazhar Karim	
Muhammad Asif	(Nominee: NIT)
Shahid Arshad	
Sharik Bashir	

Chief Executive Officer

Khalid Bashir

Chief Financial Officer

Farooq Ahmad

Head of Internal Audit

Tariq Javed

Company Secretary

Hashim Tariq

Audit Committee

Khurram Mazhar Karim	(Chairman)
Muhammad Anwar	(Member)
Asif Bashir	(Member)

Human Resource & Remuneration Committee

Asif Bashir	(Chairman)
Muhammad Anwar	(Member)
Khurram Mazhar Karim	(Member)

Share Registrar

Corptec Associates (Pvt) Ltd.
503-E, Johar Town, Lahore.

Auditors

Riaz Ahmad & Company
Chartered Accountants

Bankers

Allied Bank Limited
MCB Bank Limited
National Bank of Pakistan
The Bank of Punjab
United Bank Limited
Habib Metropolitan Bank Limited

Registered Office

7-B-III, Aziz Avenue, Gulberg-V, Lahore
Ph: +92-423-576 0379, 576 0382
Fax: +92-423-576 0376
Email: info@shams.com.pk
Web: www.shams.com.pk

Project Locations

Kotla Kahloon, District Nankana Sahib, Punjab
3-KM, Faisalabad Road, Chiniot, Punjab

DIRECTORS' REPORT

The Directors are pleased to present their report on the operational results of the Company for the quarter ended March 31, 2018.

General Review

The Textile Industry operated under severe constraints during the period under review. This was despite the improved electricity and gas situation which was alleviated to a great extent through provision of RLNG. The company operated at full production but due to low sale prices the margins were significantly lower.

The sale prices were low but generally the off take was better. Our primary export market China was reasonably active especially for coarse count yarns. The domestic market was under stress due to huge imports of fewer counts from India which was selling yarns at very much lower prices which affected our profitability.

Operational Efficiencies:

Overall performance of the Company remained satisfactory during the period under review, with reasonable production efficiencies. Margins were reduced but strict controls were exercised in order to reduce the cost of doing business. Due to this we were able to show positive results.

Financial summary of the current quarter is as follow:

	NINE MONTHS ENDED	
	31 March 2018	31 March 2017
	(Rupees in thousand)	
SALES	3,451,751	2,571,879
COST OF SALES	(3,299,530)	(2,483,048)
GROSS PROFIT	152,221	88,831
DISTRIBUTION COST	(28,362)	(29,709)
ADMINISTRATIVE EXPENSES	(46,459)	(41,166)
OTHER EXPENSES	(2,906)	(663)
	(77,727)	(71,538)
OTHER INCOME	74,494	17,293
	21,518	4,098
PROFIT FROM OPERATIONS	96,012	21,391
FINANCE COST	(31,551)	(31,850)
PROFIT BEFORE TAXATION	64,461	(10,459)
TAXATION	(47,137)	(25,857)
PROFIT AFTER TAXATION	17,324	(36,316)

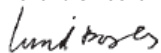
Future Outlook:

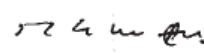
The management expects some improvement in the overall business scenario in the future. Energy costs are expected to be higher and also others factors such as slag demand for our products will continue to impact our results. However efforts will be continued towards improvements where ever possible. We expect to close the year in a positive note.

ACKNOWLEDGEMENTS:

We would like to thank the Board of Directors for their guidance at all times to all employees and shareholders for their cooperation.

For and On behalf of Board of Directors


Khalid Bashir
Chief Executive


Muhammad Anwar
Director

25 April, 2018
Lahore

ڈائریکٹرز رپورٹ

ڈائریکٹرز سہ ماہی 31 مارچ 2018ء کے مالیاتی حساب کتاب پیش کرتے ہیں۔

عام تاثر:

ٹیکسٹائل کی صنعت نے مشکل حالات کے باوجود اس سہ ماہی میں کام کیا۔ یہ مشکل حالات بجلی اور گیس میں بہتری کے باوجود درپیش رہے اور جس میں بہت حد تک کمی آراہیل این جی کی وجہ سے ہوئی۔ اگرچہ کمپنی اپنی پوری پیداوار کر رہی ہے لیکن کم قیمت کی وجہ سے منافع کافی کم ہے۔

قیمت فروخت کم ہونے کی وجہ سے طلب میں بہتری آئی۔ چین جو کے ہماری برآمد کی ابتدائی منڈی ہے اس میں کافی بہتری آئی خاص طور پر کورس کاؤنٹ کی فروخت میں۔ ملکی منڈی دباؤ کا شکار رہی جس کی وجہ بڑی مقدار میں انڈیا سے دھاگہ درآمد کرنا تھا اور انڈیا یہ دھاگہ کم قیمت پر فروخت کر رہا تھا۔ جس نے ملکی صنعت کے منافع کو متاثر کیا۔

آپریٹیشنل بہتری:

کمپنی کی کارکردگی عمومی طور پر ٹھیک رہی اور پیداوار میں کافی بہتری آئی۔ منافع اگرچہ کم ہوئے لیکن سخت کنٹرول کی وجہ سے کاروباری لاگت میں بھی کمی ہوئی اس وجہ سے ہمارے مالیاتی نتائج مثبت رہے۔

نوماہی	نوماہی	(مبلغ ملین میں)
31 مارچ 2017ء	31 مارچ 2018ء	
2,571,879	3,451,751	فروخت
(2,483,048)	(3,299,530)	لاگت فروخت
88,831	152,221	خام منافع
(29,709)	(28,362)	تقسیمی لاگت
(41,166)	(46,459)	آپریٹنگ خرچہ
(663)	(2,906)	متفرق خرچہ
(71,538)	(77,727)	
17,293	74,494	متفرق آمدنی
4,098	21,518	
21,391	96,012	کاروباری سرگرمی پر منافع/ (نقصان)
(31,850)	(31,551)	فنانس خرچہ
(10,459)	64,461	ٹیکسیشن سے پہلے نقصان
(25,857)	(47,137)	ٹیکسیشن
(36,316)	17,324	ٹیکسیشن کے بعد نقصان

مستقبل کے امکانات:

بینچمنٹ توقع کرتی ہے کہ مستقبل میں کاروباری حالات بہتر ہوں گے۔ ایندھن کی قیمت زیادہ ہوگی اور دوسرے عوامل مثلاً طلب میں توازن ہمارے مالیاتی نتائج پر اثر انداز ہوں گے۔ تاہم بہتری کے لیے کوشش جاری رہے گی اور سال کے آخر میں بھی مثبت نتائج آئیں گے۔

اظہار تشکر:

ہم بورڈ آف ڈائریکٹرز کی مسلسل رہنمائی پر شکریہ ادا کرتے ہیں اور تمام کارکنان اور حصہ داروں کا بھی ہمارے ساتھ تعاون کا شکریہ۔

محمد انور

محمد انور

ڈائریکٹر

lund bosor

خالد بشیر

چیف ایگزیکٹو

25 اپریل 2018ء

لاہور

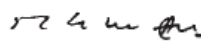
CONDENSED INTERIM BALANCE SHEET

As At 31 March, 2018

	Un Audited 31 March 2018	Audited 30 June 2017
Note	(Rupees in thousands)	
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital		
25,000,000 (30 June 2017: 25,000,000) ordinary shares of Rupees 10 each	250,000	250,000
Issued, subscribed and paid up share capital		
8,640,000 (30 June 2017: 8,640,000) ordinary shares of Rupees 10 each	86,400	86,400
Reserves	720,564	730,095
Accumulated loss	(207,220)	(224,544)
Total equity	599,744	591,951
LIABILITIES		
NON-CURRENT LIABILITIES		
Long term financing	5 30,370	52,670
Deferred income tax liability	14,579	8,522
	44,949	61,192
CURRENT LIABILITIES		
Trade and other payables	739,722	625,199
Accrued mark-up	2,111	8,279
Short term borrowings	235,320	499,902
Current portion of long term financing	5 38,066	67,832
	1,015,219	1,201,212
Total liabilities	1,060,168	1,262,404
CONTINGENCIES AND COMMITMENTS	6 -	-
TOTAL EQUITY AND LIABILITIES	1,659,912	1,854,355

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


 Chief Executive

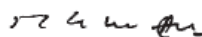

 Director


 Chief Financial Officer

SHAMS TEXTILE MILLS LIMITED

	Un Audited 31 March 2018	Audited 30 June 2017
Note	(Rupees in thousands)	
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	7 910,261	931,028
Long term security deposits	1,576	1,576
	911,837	932,604
CURRENT ASSETS		
Stores and spare parts	47,687	47,411
Stock-in-trade	365,252	551,596
Trade debts	135,887	90,437
Advances	3,268	4,797
Short term prepayments	2,092	-
Other receivables	3,691	9,868
Short term investments	53,411	65,218
Sales tax refundable	74,070	77,555
Taxation - net	54,907	70,261
Cash and bank balances	7,810	4,608
	748,075	921,751
TOTAL ASSETS	1,659,912	1,854,355


Chief Executive


Director


Chief Financial Officer

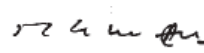
SHAMS TEXTILE MILLS LIMITED

CONDENSED INTERIM PROFIT & LOSS ACCOUNT (Un-Audited)
For The Nine Months Ended 31 March, 2018

	NINE MONTHS ENDED		QUARTER ENDED	
	31 March 2018	31 March 2017	31 March 2018	31 March 2017
Note	(Rupees in thousand)			
SALES	3,451,751	2,571,879	1,177,841	640,749
COST OF SALES	8 (3,299,530)	(2,483,048)	(1,118,673)	(607,230)
GROSS PROFIT	152,221	88,831	59,168	33,519
DISTRIBUTION COST	(28,362)	(29,709)	(11,656)	(6,910)
ADMINISTRATIVE EXPENSES	(46,459)	(41,166)	(16,042)	(13,852)
OTHER EXPENSE	(2,906)	(663)	(1,258)	(321)
	(77,727)	(71,538)	(28,956)	(21,083)
	74,494	17,293	30,212	12,436
OTHER INCOME	21,518	4,098	3,819	1,670
PROFIT FROM OPERATIONS	96,012	21,391	34,031	14,106
FINANCE COST	(31,551)	(31,850)	(7,528)	(12,912)
PROFIT / (LOSS) BEFORE TAXATION	64,461	(10,459)	26,503	1,194
TAXATION	(47,137)	(25,857)	(11,202)	(6,968)
PROFIT / (LOSS) AFTER TAXATION	17,324	(36,316)	15,301	(5,774)
PROFIT / (LOSS) PER SHARE - BASIC AND DILUTED (RUPEES)	2.01	(4.20)	1.77	(0.67)

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


Chief Executive


Director


Chief Financial Officer

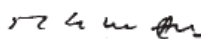
CONDENSED INTERIM STATEMENT OF
 COMPREHENSIVE INCOME (Un-audited)
 For The Nine Months Ended 31 March, 2018

	NINE MONTHS ENDED		QUARTER ENDED	
	31 March 2018	31 March 2017	31 March 2018	31 March 2017
	(Rupees in thousand)			
PROFIT / (LOSS) AFTER TAXATION	17,324	(36,316)	15,301	(5,774)
OTHER COMPREHENSIVE (LOSS) / INCOME				
Items that will not be reclassified to profit or loss	-	-	-	-
Items that may be reclassified subsequently to profit or loss:				
Reclassification adjustment for gain included in profit or loss	(8,394)	-	-	-
(Deficit) / surplus on remeasurement of available for sale investments	(1,136)	5,072	6,862	3,536
Other comprehensive (loss) / income for the period	(9,530)	5,072	6,862	3,536
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD	7,794	(31,244)	22,163	(2,238)

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



Chief Executive



Director



Chief Financial Officer

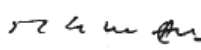
SHAMS TEXTILE MILLS LIMITED

CONDENSED INTERIM CASH FLOW STATEMENT (Un-Audited)
For The Nine Months Ended 31 March, 2018

	Note	Nine Months Ended	
		31 March 2018	31 March 2017
(Rupees in thousands)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from / (utilized in) operations	9	409,243	(26,250)
Finance cost paid		(37,719)	(31,133)
Income tax paid		(25,726)	(16,689)
Dividend paid		(9)	(11)
Net cash generated from / (utilized in) operating activities		345,789	(74,083)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(37,522)	(24,018)
Proceed from sale of short term investments		11,548	-
Proceeds from sale of property, plant and equipment		35	384
Net cash used in investing activities		(25,939)	(23,634)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long term financing		-	16,268
Repayment of long term financing		(52,066)	(54,845)
Short term borrowings - net		(264,582)	136,356
Net cash (used in) / from financing activities		(316,648)	97,779
Net increase in cash and cash equivalents		3,202	62
Cash and cash equivalents at the beginning of the period		4,608	8,817
Cash and cash equivalents at the end of the period		7,810	8,879

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


Chief Executive


Director


Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF
CHANGES IN EQUITY (Un-Audited)**
For The Nine Months Ended 31 March, 2018

	SHARE CAPITAL	Reserves					Accumulated Loss	TOTAL EQUITY
		Capital		Revenue		Total reserves		
		Premium on issue of right shares	Fair value reserve	Sub total	General reserve			
(Rupees in thousands)								
Balance as at 30 June 2016 (Audited)	86,400	86,400	42,800	129,200	600,000	729,200	641,448	
Loss for the nine months ended 31 March 2017	-	-	-	-	-	-	(174,152)	
Other comprehensive income for the nine months ended 31 March 2017	-	-	5,072	5,072	-	5,072	(36,316)	
Total comprehensive loss for the nine months ended 31 March 2017	-	-	5,072	5,072	-	5,072	(31,244)	
Balance as at 31 March 2017 (Un-audited)	86,400	86,400	47,872	134,272	600,000	734,272	610,204	
Loss for the three months ended 30 June 2017	-	-	-	-	-	-	(14,076)	
Other comprehensive income for the three months ended 30 June 2017	-	-	(4,177)	(4,177)	-	(4,177)	(4,177)	
Total comprehensive loss for the three months ended 30 June 2017	-	-	(4,177)	(4,177)	-	(4,177)	(18,253)	
Balance as at 30 June 2017 (Audited)	86,400	86,400	43,695	130,095	600,000	730,095	591,951	
Loss for the nine months ended 31 March 2018	-	-	-	-	-	-	17,324	
Other comprehensive loss for the nine months ended 31 March 2018	-	-	(9,530)	(9,530)	-	(9,530)	(9,530)	
Total comprehensive loss for the nine months ended 31 March 2018	-	-	(9,530)	(9,530)	-	(9,530)	7,794	
Balance as at 31 March 2018 (Un-audited)	86,400	86,400	34,165	120,565	600,000	720,565	599,745	

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

Sudhakar
Chief Executive

Sudhakar
Director

Sudhakar
Chief Financial Officer

SELECTED NOTES TO THE CONDENSED INTERIM
FINANCIAL INFORMATION (Un-Audited)
For The Nine Months Ended 31 March, 2018

1. THE COMPANY AND ITS OPERATIONS

Shams Textile Mills Limited ("the Company") is a public limited Company incorporated in Pakistan under the Companies Act, 1913 (Now the Companies Ordinance, 1984) and is listed on Pakistan Stock Exchange Limited. Its registered office is situated at 7-B-III, Aziz Avenue, Gulberg V, Lahore. The Company is engaged in the business of manufacturing, sale and trading of yarn.

2. BASIS OF PREPARATION

This condensed interim financial information is un-audited but subject to limited scope review by the statutory auditors and is being submitted to the shareholders, as required by Section 245 of the Companies Ordinance, 1984. This condensed interim financial information of the Company for the nine months ended 31 March 2018 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 "Interim Financial Reporting" and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed. This condensed interim financial information should be read in conjunction with the preceding audited annual published financial statements of the Company for the year ended 30 June 2017.

3. ACCOUNTING POLICIES

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 the preceding audited annual published financial statements of the Company for the year ended 30 June 2017.

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 2017.

	Unaudited	Audited
	31 March	30 June
	2018	2017
	(Rupees in thousands)	
5. LONG TERM FINANCING - SECURED		
Opening balance	120,502	177,361
Add: Obtained during the period / year	-	16,268
Less: Repaid during the period / year	52,066	73,127
	68,436	120,502
Less: Current portion shown under current liabilities	38,066	67,832
	30,370	52,670

SELECTED NOTES TO THE CONDENSED INTERIM
FINANCIAL INFORMATION (Un-Audited)
For The Nine Months Ended 31 March, 2018

6. CONTINGENCIES AND COMMITMENTS**Contingencies**

Bank guarantees of Rupees 69.596 million (30 June 2017: Rupees 69.596 million) are given by the banks of the Company in favour of Sui Northern Gas Pipelines Limited against gas connections, Lahore Electric Supply Company Limited (LESCO) and Faisalabad Electric Supply Company Limited (FESCO) against electricity connections and Director Excise and Taxation, Karachi against infrastructure cess.

Commitments

Letters of credit for other than capital expenditures amounted to Rupees 200.363 million (30 June 2017: Rupees 6.042 million).

	Un-audited 31 March 2018	Audited 30 June 2017
	(Rupees in thousands)	
7. PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets (Note 7.1)	854,132	879,749
Capital work-in-progress (Note 7.2)	56,129	51,279
	910,261	931,028
7.1 Operating fixed assets		
Opening book value	879,749	946,403
Add: Cost of additions during the period / year (Note 7.1.1)	32,672	22,568
Less: Book value of deletions during the period / year (Note 7.1.2)	29	4,332
Less: Depreciation charged during the period / year	58,260	84,890
Closing book value	854,132	879,749
7.1.1 Cost of additions		
Plant and machinery	28,858	16,803
Vehicles	3,814	5,765
	32,672	22,568
7.1.2 Book value of deletions		
Plant and machinery	-	949
Vehicles	29	3,383
	29	4,332
7.2 Capital work-in-progress		
Buildings	50,879	50,879
Advance against purchase of vehicles	5,250	400
	56,129	51,279

SHAMS TEXTILE MILLS LIMITED

**SELECTED NOTES TO THE CONDENSED INTERIM
FINANCIAL INFORMATION (Un-Audited)**
For The Nine Months Ended 31 March, 2018

	Un-Audited			
	Nine months ended		Quarter ended	
	31 March 2018	31 March 2017	31 March 2018	31 March 2017
	(Rupees in thousand)			
8. COST OF SALES				
Raw materials consumed	2,148,174	1,714,671	772,161	599,247
Salaries, wages and other benefits	231,471	184,292	79,749	61,821
Stores, spare parts and loose tools consumed	69,461	61,729	21,809	23,658
Packing materials consumed	57,004	45,164	20,367	15,509
Repair and maintenance	17,101	21,305	5,393	7,641
Fuel and power	359,179	279,862	134,903	99,227
Insurance	5,132	5,080	1,756	1,907
Other factory overheads	6,051	3,380	2,773	1,284
Depreciation	56,032	60,815	18,942	20,360
	2,949,605	2,376,298	1,057,853	830,654
Work-in-process:				
Opening stock	33,878	27,855	34,485	29,894
Closing stock	(28,309)	(23,262)	(28,309)	(23,262)
	5,569	4,593	6,176	6,632
Cost of goods manufactured	2,955,174	2,380,891	1,064,029	837,286
Finished goods:				
Opening stock	469,235	494,532	179,523	162,319
Closing stock	(124,879)	(392,375)	(124,879)	(392,375)
	344,356	102,157	54,644	(230,056)
	3,299,530	2,483,048	1,118,673	607,230

	Un-audited Nine Months Ended	
	31 March 2018	31 March 2017
	(Rupees in thousand)	

9. CASH GENERATED FROM OPERATIONS

Loss before taxation	64,461	(10,459)
Adjustments for non-cash charges and other items:		
Depreciation	58,260	63,588
Gain on sale of property, plant and equipment	(6)	(268)
Gain on sale of investment	(9,272)	-
Reversal against slow moving stores, spare parts and loose tools	(5,000)	-
Finance cost	31,551	31,850
Working capital changes (Note 9.1)	269,249	(110,961)
	409,243	(26,250)

9.1 Working capital changes

(Increase) / decrease in current assets:		
- Stores, spare parts and loose tools	4,724	(9,629)
- Stock-in-trade	186,344	(164,843)
- Trade debts	(45,450)	(4,809)
- Advances	1,529	34,523
- Short term prepayments	(2,092)	3,536
- Other receivables	2,206	(2,844)
- Sales tax refundable	3,485	(16,902)
	150,746	(160,968)
(Decrease) / increase in trade and other payables	118,503	50,007
	269,249	(110,961)

SELECTED NOTES TO THE CONDENSED INTERIM
FINANCIAL INFORMATION (Un-Audited)
For The Nine Months Ended 31 March, 2018

10. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL STATEMENTS

(i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in this condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements At 31 March 2018	Level 1	Level 2	Level 3	Total
Rupees in thousand				
Financial assets				
Available for sale financial assets	53,411	-	-	53,411
Total financial assets	53,411	-	-	53,411

Recurring fair value measurements At 30 June 2017	Level 1	Level 2	Level 3	Total
Rupees in thousand				
Financial assets				
Available for sale financial assets	65,218	-	-	65,218
Total financial assets	65,218	-	-	65,218

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. Further there was no transfer in and out of level 3 measurements.

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and trading and available-for-sale securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

ii. Valuation techniques used to determine fair values

Specific valuation technique used to value financial instruments was use of quoted market prices.

11. TRANSACTION WITH RELATED PARTIES

The related parties comprise associated undertakings, key management personnel and provident fund trust. The company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties are as follows:

SELECTED NOTES TO THE CONDENSED INTERIM
FINANCIAL INFORMATION (Un-Audited)
For The Nine Months Ended 31 March, 2018

i. Transactions	Un-Audited			
	Nine months ended 31 March 2018	31 March 2017	Quarter ended 31 March 2018	31 March 2017
(Rupees in thousand)				
Associated companies				
Sale of goods and services	1,844	19,638	-	-
Purchase of goods and services	173	-	41	-
Insurance premium	8,899	2,771	735	799
Rent expense	1,710	180	600	60
Purchase of operating fixed assets	4,212	-	-	-
Insurance claim	-	15,093	-	-
Electricity purchased	22,093	-	117	-
Other related parties				
Company's contribution to employees' provident fund trust	4,157	3,781	1,409	1,292
Remuneration of Chief Executive, Director and Executives	23,721	21,160	7,907	6,519
ii. Period end balances				
As at 31 March 2018 (Un-audited)				
	Associated Companies	Other related Parties	Total	
(Rupees in thousand)				
Trade and other payables	1,237	30,625	31,862	
Short term investments	8,296	-	8,296	
As at 30 June 2017 (Audited)				
	Associated Companies	Other related Parties	Total	
(Rupees in thousand)				
Trade and other payables	8,464	69,625	78,089	
Trade debts	1,270	-	1,270	
Short term investments	8,296	-	8,296	

12. 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 2017.

15. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was approved by the Board of Directors of the Company and authorized for issue on 25 April, 2018.

16. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim balance sheet and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim profit and loss account, condensed interim statement of comprehensive income and condensed interim cash flow statement have been compared with the balances of comparable period of immediately preceding financial year.

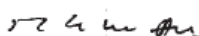
Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison, however, no significant re-arrangements have been made.

16. GENERAL

Figures have been rounded off to the nearest thousand of Rupees unless otherwise stated.



Chief Executive



Director



Chief Financial Officer

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