



ZAHUR COTTON
MILLS LIMITED

QUARTERLY REPORT
(Un-Audited)
3RD QUARTER ENDED
MARCH 31, 2020

ZAHUR COTTON MILLS LIMITED

COMPANY INFORMATION

| | |
|--|---|
| BOARD OF DIRECTORS | MR. JAVED ZAHUR (Chairman/Chief Executive) MRS. MUKAMILA JAVED M/S. RABIA ZAHUR MRS. MAHREEN GUL HASSAN MR. NAZIR AKHTAR MR. KHAN MUHAMMAD MR. M. TANVEER |
| AUDIT COMMITTEE | M/S. RABIA ZAHUR MR. NAZIR AKHTAR MR. M TANVEER |
| COMPANY SECRETARY | M/S. RABIA ZAHUR |
| AUDITORS | M/S. ANWAR, TARIQ & CO., CHARTERED ACCOUNTANTS 1ST FLOOR, 84-B-I, GHALIB ROAD, GULBERG III, LAHORE-54660 PAKISTAN |
| LEGAL ADVISOR | MR. QAMAR-UZ- ZAMAN |
| BANKERS | BANK AL-HABIB LIMITED HABIB METROPOLITAN BANK LIMITED MUSLIM COMMERCIAL BANK LIMITED AL-BARAKA BANK |
| REGISTERED OFFICE & MILLS | 94TH K.M. LAHORE-MULTAN ROAD NEAR PUL JAURIAN, AKHTARABAD, DISTT. OKARA PAKISTAN PHONE : (049) 4500428-29 |
| REGISTRAR | SHARES DEPARTMENT M/S. CORPLINK (PVT) LIMITED WINGS ARCADE, 1-K COMMERCIAL MODEL TOWN LAHORE. PHONE : (042) 35839182, 35887262 Fax: (042) 35869037 |

ZAHUR COTTON MILLS LIMITED

DIRECTORS' REPORT

DEAR SHAREHOLDER

On behalf of Board of Directors of the Company, we are pleased to present un-audited accounts for the 3rd quarter ended 31st March, 2020.

The sponsors are in the process of de-listing and shares buy back with Pakistan Stock Exchange and SECP.

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

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

ON BEHALF OF BOARD OF DIRECTORS

LAHORE
24th APRIL 2020

(JAVED ZAHUR)
CHAIRMAN/CEO

ZAHUR COTTON MILLS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION - (Un-Audited) AS AT 31ST MARCH, 2020

| | | (UNAUDITED) 31ST MAR., 2020 RUPEES | (AUDITED) 30TH JUNE, 2019 RUPEES |
|---|----|---|---|
| <u>EQUITY AND LIABILITIES</u> | | | |
| <u>SHARE CAPITAL AND RESERVES</u> | | | |
| Authorized Capital: 20,000,000 (30th June 2019: 20,000,000) Ordinary Shares of Rs.10 each | | 200,000,000 | 200,000,000 |
| <u>SHARE CAPITAL</u> | | | |
| Issued, Subscribed and Paid Up Capital 9,860,000 (30th June 2019: 9,860,000) Ordinary Shares of Rs.10 each | | 98,600,000 | 98,600,000 |
| <u>REVENUE RESERVES</u> | | | |
| Accumulated Loss | | (227,209,335) | (224,067,429) |
| <u>CAPITAL RESERVES</u> | | | |
| Deposit for Shares | | 20,066,240 | 20,066,240 |
| Revaluation Surplus on Property, Plant and Equipment - Net of Tax | 6 | 46,137,196 | 46,848,519 |
| Total Shareholders' Equity | | (62,405,899) | (58,552,670) |
| <u>NON-CURRENT LIABILITIES</u> | | | |
| Long Term Financing | 7 | 114,584,161 | 114,849,161 |
| Deferred Tax Liability | 8 | 12,125,891 | 12,416,432 |
| | | 126,710,052 | 127,265,593 |
| <u>CURRENT LIABILITIES</u> | | | |
| Trade and Other Payables | 9 | 8,845,907 | 8,187,491 |
| Provision for Taxation | | - | 296,324 |
| | | 8,845,907 | 8,483,815 |
| <u>CONTINGENCIES AND COMMITMENTS</u> | | | |
| | 10 | - | - |
| | | 73,150,060 | 77,196,738 |
| <u>ASSETS</u> | | | |
| <u>NON-CURRENT ASSETS</u> | | | |
| Property, Plant and Equipment | 11 | 72,050,331 | 73,892,142 |
| Long Term Deposits | | 68,210 | 68,210 |
| | | 72,118,541 | 73,960,352 |
| <u>CURRENT ASSETS</u> | | | |
| Income Tax Refund due from the Government | | 1,200 | - |
| Cash and Bank Balances | 12 | 1,030,319 | 3,236,386 |
| | | 1,031,519 | 3,236,386 |
| | | 73,150,060 | 77,196,738 |

The annexed Notes from 1 to 18 form an integral part of these Interim Condensed Financial Statements

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

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

CHIEF EXECUTIVE

DIRECTOR

ZAHUR COTTON MILLS LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT - (Un-Audited) FOR THE NINE MONTHS PERIOD ENDED 31ST MARCH, 2020

| NOTE | NINE MONTHS ENDED 31 MARCH. | | QUARTER ENDED 31 MARCH. | |
|---|--------------------------------|-------------|----------------------------|-------------|
| | 2020 | 2019 | 2020 | 2019 |
| | RUPEES | RUPEES | RUPEES | RUPEES |
| Sales | - | - | - | - |
| Cost of Sales | 1,841,811 | 1,841,811 | 613,937 | 613,937 |
| Gross Loss | (1,841,811) | (1,841,811) | (613,937) | (613,937) |
| Administrative Expenses | 14 (2,301,860) | (3,765,540) | (986,721) | (1,328,162) |
| Operating Loss | (4,143,671) | (5,607,351) | (1,600,658) | (1,942,099) |
| Other Income | 15 - | 6,418,868 | - | 2,867,318 |
| (Loss) / Profit after Other Income | (4,143,671) | 811,517 | (1,600,658) | 925,219 |
| Finance Cost | 16 (99) | (1,144) | (35) | (276) |
| (Loss) / Profit for the Period before taxation | (4,143,770) | 810,373 | (1,600,693) | 924,943 |
| Taxation | 290,541 | (1,096,967) | 96,847 | (521,819) |
| Net (Loss) / Profit for the period after taxation | (3,853,229) | (286,594) | (1,503,846) | 403,124 |
| (Loss) / Earning Per Share-Basic and Diluted | (0.39) | (0.03) | (0.15) | 0.04 |

The annexed Notes from 1 to 18 form an integral part of these Interim Condensed Financial Statements

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

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

CHIEF EXECUTIVE

DIRECTOR

ZAHUR COTTON MILLS LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME - (Un-Audited) FOR THE NINE MONTHS PERIOD ENDED 31ST MARCH, 2020

| PARTICULARS | NOTE | NINE MONTHS ENDED 31ST MARCH, | | QUARTER ENDED 31ST MARCH, | |
|--|------|----------------------------------|------------------|------------------------------|----------------|
| | | 2020 RUPEES | 2019 RUPEES | 2020 RUPEES | 2019 RUPEES |
| Net (Loss)/Profit after Taxation for the Period | | (3,853,229) | (286,594) | (1,503,846) | 403,124 |
| Other Comprehensive Income: | | | | | |
| <i>Items that will not be reclassified to profit or loss account</i> | | - | - | - | - |
| <i>Items that may be reclassified subsequently to profit or loss account</i> | | - | - | - | - |
| Total Comprehensive (Loss) / Profit | | <u>(3,853,229)</u> | <u>(286,594)</u> | <u>(1,503,846)</u> | <u>403,124</u> |

The annexed Notes from 1 to 18 form an integral part of these Interim Condensed Financial Statements

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

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

CHIEF EXECUTIVE

DIRECTOR

CONDENSED INTERIM CASH FLOW STATEMENT - (Un-Audited) FOR THE NINE MONTHS PERIOD ENDED 31ST MARCH, 2020

| | NINE MONTHS ENDED 31ST MARCH | |
|---|---------------------------------|------------------|
| | 2020 RUPEES | 2019 RUPEES |
| <u>CASH FLOW FROM OPERATING ACTIVITIES</u> | | |
| Net (Loss) / Profit before Taxation | (4,143,770) | 810,373 |
| Adjustments For: | | |
| Depreciation | 1,841,811 | 1,841,811 |
| Finance Cost | 99 | 1,144 |
| | <u>1,841,910</u> | <u>1,842,955</u> |
| OPERATING (LOSS) / PROFIT BEFORE WORKING CAPITAL CHANGES | <u>(2,301,860)</u> | <u>2,653,328</u> |
| (Increase) in Current Assets: | | |
| Other Receivables | - | (1,154,239) |
| Increase in Current Liabilities: | | |
| Trade and Other Payables | 658,416 | 858,916 |
| | <u>658,416</u> | <u>(295,323)</u> |
| Cash (Used in) / Generated from Operations | <u>(1,643,444)</u> | <u>2,358,005</u> |
| Income Tax Paid | (297,524) | (794,820) |
| Finance Cost Paid | (99) | (1,144) |
| | <u>(297,623)</u> | <u>(795,964)</u> |
| NET CASH (OUTFLOW) / INFLOW FROM OPERATING ACTIVITIES | <u>(1,941,067)</u> | <u>1,562,041</u> |
| <u>CASH FLOW FROM FINANCING ACTIVITIES</u> | | |
| Repayment of Long Term Finances | (265,000) | (425,000) |
| NET CASH OUTFLOW FROM FINANCING ACTIVITIES | <u>(265,000)</u> | <u>(425,000)</u> |
| NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS | <u>(2,206,067)</u> | <u>1,137,041</u> |
| Cash and Cash Equivalents at beginning of the Period | 3,236,386 | 1,993,231 |
| CASH AND CASH EQUIVALENTS AT END OF THE PERIOD | <u>1,030,319</u> | <u>3,130,272</u> |

The annexed Notes from 1 to 18 form an integral part of these Interim Condensed Financial Statements

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

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

CHIEF EXECUTIVE

DIRECTOR

ZAHUR COTTON MILLS LIMITED

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY - (Un-Audited) FOR THE NINE MONTHS PERIOD ENDED 31ST MARCH, 2020

| PARTICULARS | PAID-UP CAPITAL | REVENUE RESERVE | CAPITAL RESERVES | | TOTAL |
|--|--------------------|-----------------------|---------------------------|---|---------------------|
| | | (ACCUMULATED LOSS) | SHARE DEPOSIT MONEY | REVALUATION SURPLUS ON PROPERTY, PLANT AND EQUIPMENT | |
| R U P E E S | | | | | |
| Balance as at 30th June, 2018 Audited | 98,600,000 | (222,551,797) | 20,066,240 | 47,796,950 | (56,088,607) |
| Total Comprehensive Loss for the Nine Months ended 31 st March, 2019 | - | (286,594) | - | - | (286,594) |
| Transferred from surplus on revaluation of property plant and equipments on account of incremental depreciation - net of tax | | 711,323 | | (711,323) | - |
| Balance as at 31st March, 2019 (Un-audited) | 98,600,000 | (222,127,068) | 20,066,240 | 47,085,627 | (56,375,201) |
| Total Comprehensive Loss for the Quarter ended 30th June, 2019 | - | (2,177,469) | - | - | (2,177,469) |
| Transferred from surplus on revaluation of property plant and equipments on account of incremental depreciation - net of tax | - | 237,108 | - | (237,108) | - |
| Balance as at 30th June, 2019 Audited | 98,600,000 | (224,067,429) | 20,066,240 | 46,848,519 | (58,552,670) |
| Total Comprehensive Loss for the Nine Months ended 31 st March, 2020 | - | (3,853,229) | - | - | (3,853,229) |
| Transferred from surplus on revaluation of property plant and equipments on account of incremental depreciation - net of tax | | 711,323 | | (711,323) | - |
| Balance as at 31st March, 2020 (Un-audited) | 98,600,000 | (227,209,335) | 20,066,240 | 46,137,196 | (62,405,899) |

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

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

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

CHIEF EXECUTIVE

DIRECTOR

ZAHUR COTTON MILLS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (Un-Audited) FOR THE NINE MONTHS PERIOD ENDED 31ST MARCH, 2020

1 STATUS AND OPERATIONS OF THE COMPANY

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

2 GOING CONCERN ASSUMPTION

The condensed interim financial statement for the nine months ended 31st March, 2020 reflects a Loss after taxation of Rs.3,853,229 (March 31, 2019: Loss Rs. 286,594) and as at that date it has accumulated losses of Rs. 227,209,335 (June 30, 2019: Rs. 224,067,429). Further, its current liabilities exceeded its current assets by Rs.7,814,388 (June 30, 2019: Rs.5,247,429). The operations of the company ceased and these operations remained suspended during the nine months due to working capital constraints and unfavourable business conditions. These factors raise doubt about the company's ability to continue as a going concern and therefore, it may be unable to realize its assets and discharge its liabilities in the normal course of business. However, any adjustments relating to recoverability of recorded assets and liabilities have not been incorporated in the condensed interim financial statement. As the management is confident to obtain continued support from its sponsors and lenders, therefore, the condensed interim financial statement have been prepared on a going concern basis.

3 BASIS OF PREPARATION

- 3.1 The condensed interim financial information of the Company for the period ended March 31, 2020 has been prepared in accordance with the requirements of International Accounting Standard (IAS) 34, "Interim Financial Reporting" and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. This condensed interim financial information is being present and submitted to the shareholders as required by the Listing Regulations of the Pakistan Stock Exchange and under section 237 of the Companies Act, 2017.
- 3.2 The condensed interim financial information does not include all the information required for the complete set of financial statements and should be read in conjunction with the annual financial statements for the year ended June 30, 2019.

4 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of this condensed interim financial statement are the same as applied in the preparation of the preceding audited annual financial statements of the company for the year ended 30th June, 2019.

Amendments to certain existing standards and interpretation on approved accounting standards effective during the period were not relevant to the Company's operations and not have any impact on the accounting policies of the Company.

5 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgements 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.

Judgments and estimates made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to the financial statements as at and for the year ended June 30, 2019.

ZAHUR COTTON MILLS LIMITED

| | (UNAUDITED) 31ST MAR., 2020 RUPEES | (AUDITED) 30TH JUNE, 2019 RUPEES |
|---|---|---|
| 6 SURPLUS ON REVALUATION OF OPERATING ASSETS | | |
| 6.1 This is made up as follows: | | |
| Land - Freehold | 17,665,900 | 17,665,900 |
| Buildings | 28,171,296 | 28,882,619 |
| Plant and Machinery | 300,000 | 300,000 |
| | 46,137,196 | 46,848,519 |
| 6.2 Buildings on freehold land | | |
| Balance as at 01 July | 41,299,051 | 42,634,869 |
| Transferred to retained earnings in respect of incremental depreciation charged during the year | (1,001,864) | (1,335,818) |
| Related deferred tax liability | (12,125,891) | (12,416,432) |
| | 28,171,296 | 28,882,619 |
| 6.3 The Company revalued its freehold Land, Buildings on freehold Land and Plant and Machinery as at 18th January, 2017. The Revaluation exercise was carried-out by independent Valuer (Approved Valuer of Pakistan Banks Association), on replacement value basis. The revaluation of these Assets resulted in a surplus of Rs. 62.493 Million, which was credited to "Surplus on Revaluation of Fixed Assets Account" , on that date. The difference between depreciation based on the revalued carrying amount of the asset charged to profit and loss account and depreciation based on the asset's original cost, net of tax is reclassified from revaluation surplus to retained earnings. | | |
| 7 LONG TERM FINANCING | | |
| 7.1 These unsecured financing have been obtained from: | | |
| Related Parties - | | |
| Chief Executive | 37,687,575 | 37,687,575 |
| Directors | 28,588,131 | 28,688,131 |
| | 66,275,706 | 66,375,706 |
| Loan from Others | 48,308,455 | 48,473,455 |
| | 114,584,161 | 114,849,161 |
| 7.2 LOAN FROM DIRECTORS is made up as follows: | | |
| Balance at beginning of the Year | 28,688,131 | 28,688,131 |
| Less: Payments during the Year | 100,000 | - |
| Balance at end of the year | 28,588,131 | 28,688,131 |
| 7.3 These unsecured and interest free loans have been obtained from the Related Parties i.e. Sponsors of the Company. These loans have been obtained to meet the working capital requirements of the Company and repayment period is yet not finalized. | | |
| 7.4 This interest free and unsecured financing has been consented by the lenders of the Company and are payable on demand. This is made up as follows: | | |
| Balance at beginning of the Year | 48,473,455 | 48,473,455 |
| Less: Payment during the Period | 165,000 | - |
| Balance at end of the Period | 48,308,455 | 48,473,455 |
| 8 DEFERRED LIABILITIES | | |
| 8.1 These comprise of: | | |
| Deferred Tax Liability | 12,125,891 | 12,416,432 |
| | 12,125,891 | 12,416,432 |
| 8.2 This represents the related deferred tax liability on Revaluation Surplus of Fixed Assets. | | |
| | (UNAUDITED) | (AUDITED) |
| | 31ST MAR., | 30TH JUNE, |
| | 2020 | 2019 |
| | RUPEES | RUPEES |
| 9 TRADE AND OTHER PAYABLES comprise of: | | |
| Creditors | 2,857,185 | 2,466,269 |
| Accrued Liabilities | 4,376,720 | 3,739,220 |
| Advances from Customers | 1,602,002 | 1,972,002 |
| Security against Godown | 10,000 | 10,000 |
| | 8,845,907 | 8,187,491 |
| 10 CONTINGENCIES AND COMMITMENTS | | |
| 10.1 CONTINGENCIES | | |
| Rs. Nil (30 June 2019: Rs. Nil) | | |
| 10.2 COMMITMENTS | | |
| Rs. Nil (30 June 2019: Rs. Nil) | | |

ZAHUR COTTON MILLS LIMITED

11 PROPERTY PLANT AND EQUIPMENT

11.1 These are made up as follows:

| PARTICULARS | C O S T | | R A T E % | D E P R E C I A T I O N | | W.D.V. AS AT 31ST MARCH, 2020 |
|----------------------------|----------------------------|------------------------------|--------------|--------------------------|-------------------------------|--|
| | AS AT 1ST JULY, 2019 | AS AT 31ST MARCH, 2020 | | TO 30TH JUNE, 2019 | PROVIDED FOR THE PERIOD | |
| | Rupees | Rupees | | Rupees | Rupees | Rupees |
| Land - Freehold | | | | | | |
| Cost | 2,258,100 | 2,258,100 | - | - | - | 2,258,100 |
| Revaluation Surplus | 17,665,900 | 17,665,900 | - | - | - | 17,665,900 |
| | 19,924,000 | 19,924,000 | | | | 19,924,000 |
| Buildings on Freehold Land | | | | | | |
| Cost | 37,330,978 | 37,330,978 | 3% | 24,961,887 | 839,947 | 11,529,144 |
| Revaluation Surplus | 44,527,278 | 44,527,278 | 3% | 3,228,227 | 1,001,864 | 40,297,187 |
| | 81,858,256 | 81,858,256 | | 28,190,114 | 1,841,811 | 51,826,331 |
| Plant and Machinery | | | | | | |
| Cost | 23,219,389 | 23,219,389 | 5% | 23,219,389 | - | - |
| Revaluation Surplus | 300,000 | 300,000 | 5% | - | - | 300,000 |
| | 23,519,389 | 23,519,389 | | 23,219,389 | | 300,000 |
| Fire Fighting Equipment | 38,566 | 38,566 | 10% | 38,566 | - | - |
| Furniture and Fixtures | 1,903,061 | 1,903,061 | 10% | 1,903,061 | - | - |
| Electric Installations | 2,294,667 | 2,294,667 | 5% | 2,294,667 | - | - |
| Office Equipment | 1,209,500 | 1,209,500 | 10% | 1,209,500 | - | - |
| Vehicles | 2,039,691 | 2,039,691 | 20% | 2,039,691 | - | - |
| | 132,787,130 | 132,787,130 | | 58,894,988 | 1,841,811 | 72,050,331 |
| 31st March, 2020: | 132,787,130 | 132,787,130 | | 56,439,241 | 2,455,747 | 73,892,142 |
| 30th June, 2019: | 132,787,130 | 132,787,130 | | | | |

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

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

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

ZAHUR COTTON MILLS LIMITED

(UNAUDITED) (AUDITED)
31ST MAR., 30TH JUNE,
2020 2019
RUPEES RUPEES

12 **CASH AND BANK BALANCES** comprise of:

| | | |
|-------------------------------|-----------|-----------|
| Cash in Hand | 9,586 | 27,926 |
| Cash with Banks in: | | |
| Current Accounts | 1,017,711 | 3,205,438 |
| Demand Deposits | 2,119 | 2,119 |
| Primax Classic Saving Account | 903 | 903 |
| | 1,020,733 | 3,208,460 |
| | 1,030,319 | 3,236,386 |

| NINE MONTHS ENDED | | QUARTER ENDED | |
|-------------------|--------|---------------|--------|
| 31ST MARCH, | | 31ST MARCH, | |
| 2020 | 2019 | 2020 | 2019 |
| RUPEES | RUPEES | RUPEES | RUPEES |

13 **COST OF SALES** comprise of:

| | | | | | |
|--------------|-------------|-----------|-----------|---------|---------|
| Depreciation | (Note 11.1) | 1,841,811 | 1,841,811 | 613,937 | 613,937 |
| | | 1,841,811 | 1,841,811 | 613,937 | 613,937 |
| | | 1,841,811 | 1,841,811 | 613,937 | 613,937 |

14 **ADMINISTRATION EXPENSES**

14.1 These comprise of:

| | | | | |
|--------------------------------|-----------|-----------|---------|-----------|
| Directors Remuneration | 1,080,000 | 1,080,000 | 360,000 | 360,000 |
| Salaries and Other Benefits | 180,000 | 171,000 | 60,000 | 60,000 |
| Communication Expenses | 104,256 | 12,300 | 91,496 | 5,000 |
| Power and Fuel | - | 117,868 | - | - |
| Travelling and Conveyance | 115,580 | 234,500 | - | - |
| Rent, Rates and Taxes | 3,125 | 30,000 | 3,125 | 2,500 |
| Printing and Stationery | 372,000 | 790,916 | 372,000 | - |
| Fees and Subscriptions | 143,999 | 640,000 | 10,000 | 500,000 |
| Legal and Professional Charges | 34,500 | 30,000 | 11,500 | 10,000 |
| Advertisement | 16,500 | 15,500 | - | - |
| Vehicle Repair and Maintenance | 74,600 | 106,234 | 28,600 | 35,662 |
| Repair and Maintenance | 177,300 | 537,222 | 50,000 | 355,000 |
| | 2,301,860 | 3,765,540 | 986,721 | 1,328,162 |
| | 2,301,860 | 3,765,540 | 986,721 | 1,328,162 |

15 **OTHER INCOME** comprises of Lease Rentals of Godowns.

16 **FINANCE COST** represents Bank Charges

17 **FIGURES** in these Condensed Interim Financial statement have been rounded off to the nearest Rupee.

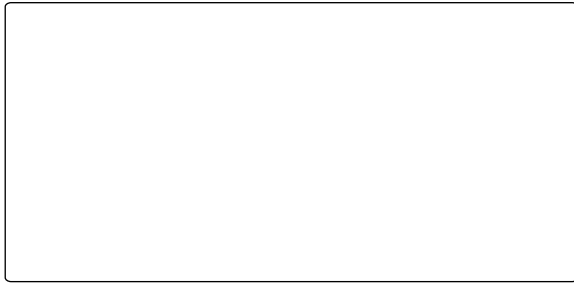
18 **DATE OF AUTHORIZATION FOR ISSUE**

These Financial Statements were authorized for issue on **24th April, 2020** by the Board of Directors of the Company.

CHIEF EXECUTIVE

DIRECTOR

BOOK POST



If undelivered please return to:

ZAHUR COTTON MILLS LIMITED

94TH K.M. LAHORE-MULTAN ROAD
NEAR PUL JAURIAN, AKHTARABAD,
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