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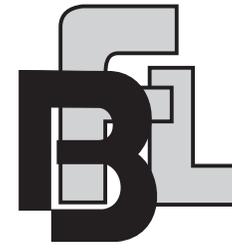
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BILAL FIBRES LIMITED

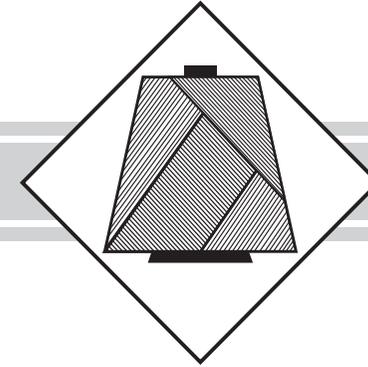
112-B, Block E/1, Ghalib Road,

Gulberg III, Lahore.

Telephone: 042-35717701-6



BILAL
FIBRES LIMITED
(ISO 9001:2000 CERTIFIED)



1st QUARTERLY
REPORT

SEPTEMBER 30, 2016

(UN-AUDITED)



BILAL FIBRES LIMITED

COMPANY INFORMATION

Chairman / Chief Executive	Mr. Naeem Omer
Directors	Mr. Naeem Omer Mr. Anwaar Abbass Mr. Shahid Iqbal Mr. Muhammad Omer Mr. Muhammad Asghar Mr. Amjad Ali Mr. Muhammad Aslam Bhatti
Audit Committee	
Chairman:	Mr. Muhammad Aslam Bhatti
Member:	Mr. Anwaar Abbass
Member:	Mr. Muhammad Omer
Human Resource & Remuneration Committee	
Chairman:	Mr. Shahid Iqbal
Member:	Mr. Amjad Ali
Member:	Mr. Muhammad Asghar
Company Secretary	Mr. Muhammad Ijaz Shahid
Auditors	M/s Mushatq and Company Chartered Accountants 406-407 Commerce Centre, Hasrat Mohani Road, Karachi.
Bankers	The Bank of Punjab NIB Bank Limited Silk Bank Limited
Share Registrar	M/s Corplink (Pvt.) Ltd. Wings Arcade, 1-K, Commercial, Model Town, Lahore. Phone: 042-35916714, 35916719 Fax: 042-35869037
Legal Advisor	Syed Waqar Hussain Naqvi 2nd Floor, Nawa-e-Waqt Building, 4 Shahrah-e-Fatima Jinnah Road, Lahore. Tel: 042-363660624-5
Head Office/ Registered Office	112-B, Block E/1, Ghalib Road, Gulberg III, Lahore. Telephone: 042-35717701-6 Fax No. 042-35717707 Email: info@bilalfibres.com Web site: www.bilalfibres.com
Mills	38th KM, Sheikhpura Road, Tehsil Jaranwala, District Faisalabad. Telephone: 041-4689075, 4689076 Fax No. 041-4689279 Email: mills@bilalfibres.com Email: bilalfib@fsd.comsats.net.pk



BILAL FIBRES LIMITED

DIRECTOR'S REPORT

The Directors of your Company are presenting before you the un-audited accounts of the Company for the 1st quarter ended 30th September, 2016.

The accounts have been prepared in compliance with IAS-34 and being submitted as required under section 245 of Companies Ordinance 1984.

During the quarter ended 30th September, 2016 the Company has suffered Net loss after tax of Rs.8.565 million as compared to previous year's same quarter which was Rs.48.880 million. Due to continuous market recession, energy crises and high inflation costs the Mills could not resume its production process.

COMPARATIVE FINANCIAL RESULTS

The financial results are summarized below: -

Particulars	30th September 2016		30th September 2015	
	Rupees in Million	% age to Sales	Rupees in Million	% age to Sales
Sales	95.047		332.962	
Gross loss	(7.217)	(7.59)	(41.448)	(12.45)
Operating loss	(6.480)	(6.82)	(54.921)	(16.49)
Finance cost	5.611	5.90	12.393	3.72
Net Loss before tax	(12.092)	(12.72)	(67.314)	(20.22)
Net loss after tax	(8.565)	(9.01)	(48.880)	(14.68)
Loss per share Rs.	(0.61)		(3.47)	

FUTURE PROSPECTS

The Mills has temporarily suspended its production process due to continued market recession, energy crises and high inflation costs. The Management has positive intention and capability to restart production provided there is improvement in market, continuous availability of gas/electricity and suppliers credit for raw material making production profitable. APTMA is also negotiating with the government for relief package for the textile industry.

For and on behalf of the By order of Board

Lahore
Dated: October 28, 2016

(Naeem Omer)
Chief Executive



BILAL FIBRES LIMITED

CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)

AS AT SEPTEMBER 30, 2016

	NOTE	(Un audited) September 30, 2016 Rupees	(Audited) June 30, 2016 Rupees
NON - CURRENT ASSETS			
Property, plant and equipment	5	1,011,998,843	1,024,439,370
Long term deposits		3,388,820	3,388,820
		1,015,387,663	1,027,828,190
CURRENT ASSETS			
Stores, spare parts and loose tools		9,511,248	11,279,963
Stock in trade		57,872,748	140,923,539
Trade debts		19,660,815	19,873,453
Loans and advances		13,164,933	17,089,036
Trade deposits and short term prepayments		5,617,404	5,350,512
Other receivables		509,094	509,094
Tax refund due from Government		27,200,858	27,140,302
Cash and bank balances		2,018,522	411,768
		135,555,621	222,577,666
		1,150,943,284	1,250,405,856
SHARE CAPITAL AND RESERVES			
<i>Authorized:</i>			
15,000,000 (June 30, 2014: 15,000,000) Ordinary shares of Rs. 10/- each		150,000,000	150,000,000
<i>Issued, subscribed and paid up:</i>			
14,100,000 (June 30, 2014: 14,100,000) Ordinary shares of Rs. 10/- each fully paid in cash		141,000,000	141,000,000
Accumulated loss		(377,792,004)	(371,114,785)
		(236,792,004)	(230,114,785)
SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT - net of tax			
		305,958,193	307,845,654
DEFERRED INCOME			
		3,642,391	4,856,522
NON - CURRENT LIABILITIES			
Long term financing from banking companies		296,557,217	307,646,270
Long term financing from directors and associates	6	94,533,599	91,743,855
Liabilities against assets subject to finance lease		81,426,331	83,206,331
Deferred liabilities		25,516,373	28,063,670
		498,033,520	510,660,126
CURRENT LIABILITIES			
Trade and other payables		157,735,446	251,060,197
Accrued interest/ markup		100,342,435	97,520,032
Short term borrowings		144,105,534	144,105,534
<i>Current portion of:</i>			
Long term financing from banking companies		151,037,771	139,372,576
Liabilities against assets subject to finance lease		26,880,000	25,100,000
Provision for taxation		-	-
		580,101,186	657,158,339
CONTINGENCIES AND COMMITMENTS			
	7	-	-
		1,150,943,284	1,250,405,856

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

Chief Executive

Lahore: Dated: October 28, 2016

Director



BILAL FIBRES LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2016

	NOTE	Quarter ended Sep 30, 2016 Rupees	Quarter ended Sep 30, 2015 Rupees
.....Rupees.....			
Sales		95,047,600	332,962,216
Cost of sales	8	(102,264,681)	(374,410,447)
Gross (Loss)		(7,217,081)	(41,448,231)
Other operating income		6,143,665	1,214,131
Distribution cost		(181,082)	(5,875,602)
Administrative expenses		(5,225,826)	(8,811,189)
Finance cost		(5,611,416)	(12,393,240)
(Loss) / Profit before taxation		(12,091,741)	(67,314,131)
Provision for taxation			
Current		-	(197,521)
Deferred		3,527,057	18,631,948
		3,527,057	18,434,427
(Loss) / Profit after taxation		(8,564,684)	(48,879,704)
Loss per share-basic and diluted		(0.61)	(3.47)

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

Chief Executive

Lahore: Dated: October 28, 2016

Director



BILAL FIBRES LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2016

	Issued, Subscribed and Paid Up Capital	Accumulated Loss	Total
Balance as at July 01, 2015	141,000,000	(235,302,161)	(94,302,161)
Transfer from surplus on revaluation on account of			
Incremental depreciation - net of tax	-	2,842,346	2,842,346
Total comprehensive (loss) for the period	-	(48,879,704)	(48,879,704)
Balance as at September 30, 2015	141,000,000	(281,339,518)	(140,339,518)
Balance as at July 01, 2016	141,000,000	(371,114,782)	(230,114,782)
Transfer from surplus on revaluation on account of			
Incremental depreciation - net of tax	-	1,887,461	1,887,461
Total comprehensive (loss) for the period	-	(8,564,684)	(8,564,684)
Balance as at September 30, 2016	141,000,000	(377,792,004)	(236,792,004)

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

Chief Executive

Lahore: Dated: October 28, 2016

Director



BILAL FIBRES LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2016

	Quarter ended Sep 30, 2016	Quarter ended Sep 30, 2015
Rupees.....	
(Loss) for the period	(8,564,684)	(48,879,704)
Other comprehensive income for the period		
(Reversed) / provided during the year on surplus - net	-	-
Total comprehensive (loss) for the period	<u>(8,564,684)</u>	<u>(48,879,704)</u>

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

Chief Executive

Lahore: Dated: October 28, 2016

Director



BILAL FIBRES LIMITED

CONDENSED INTERIM CASH FLOWS STATEMENT (UN-AUDITED)
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2016

	1 st Quarter Ended September 30, 2016	1 st Quarter Ended September 30, 2015
Rupees.....	
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before taxation	(12,091,741)	(67,314,131)
Adjustments for:		
Depreciation on property, plant and equipment	11,855,291	12,489,678
Provision for staff retirement benefits - gratuity	1,100,560	1,273,765
Gain on disposal of property, plant and equipment	(1,999,761)	-
Finance cost	5,611,416	12,393,240
Amortization of Deferred Income	(4,143,904)	(1,214,131)
Operating cash flow before working capital changes	331,862	(42,371,579)
(Increase)/ decrease in current assets		
Stores, spare parts and loose tools	1,768,715	(123,749)
Stock in trade	83,050,791	20,414,232
Trade debts	212,638	3,902,331
Loans and advances	3,924,103	8,354,099
Trade deposits and short term prepayments	(266,892)	(4,356,879)
Tax Refunds due from Government	5,324	1,357,770
Increase/ (decrease) in current liabilities		
Trade and other payables	(93,324,751)	28,120,891
	(4,630,072)	57,668,695
Cash generated from operations	(4,298,210)	15,297,116
Prepayments for:		
Finance cost	(293,355)	(2,950,286)
Taxation	(65,880)	(1,899,619)
Staff retirement benefits - gratuity	(120,800)	(338,250)
Net cash used in operating activities	A (4,778,246)	10,108,960
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipments	-	(7,039,306)
Addition in capital work in process	-	1,161,734
Proceeds from disposal of property, plant and equipment	2,585,000	-
Net cash used in investing activities	B 2,585,000	(5,877,572)
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of:		
Long term financing to banking companies	-	(1,700,000)
Short term borrowings	-	(3,644,692)
Increase in long term financing from directors	3,800,000	1,602,177
Net cash from / (used in) financing activities	C 3,800,000	(3,742,515)
Net increase/ (decrease) in cash equivalents	(A + B + C) 1,606,754	488,873
Cash and cash equivalents at the beginning of the period	411,768	5,843,916
Cash and cash equivalents at the end of the period	2,018,522	6,332,788

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

Chief Executive

Lahore: Dated: October 28, 2016

Director



BILAL FIBRES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2016

1 STATUS AND ACTIVITIES

The company is limited by shares, incorporated in Pakistan under the Companies Ordinance, 1984 and is quoted on stock exchange at Karachi, Lahore and Islamabad. The principal business of the company is manufacturing and sale of yarn. The mill is located at 38-KM Shiekhpura Road, Tehsil Jaranwala, District Faisalabad.

2 BASIS OF PREPARATION

2.1 Statement of Compliance

This condensed interim financial information is un-audited and has been prepared in accordance with the requirements of the International Financial Reporting Standard (IFRS) IAS 34, "Interim Financial Reporting" as applicable in Pakistan. This condensed interim financial information does not include all of the information and disclosures required for annual financial statements, and should be read in conjunction with the financial statements of the company as at and for the year ended 30th June, 2016.

This condensed interim financial information is being submitted to the shareholders as required by the Listing regulations of Pakistan Stock Exchange Limited and Section 245 of the Companies Ordinance, 1984.

These condensed interim financial statements comprise of condensed interim statement of balance sheet, condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flows statement and condensed interim statement of changes in equity together with the notes for the 1st Quarter ended September 30, 2016 which is un-audited. These condensed interim financial statements also include the condensed interim income statement for the 1st Quarter ended September 30, 2016.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation which have been used in the preparation of this condensed interim financial information are the same as those applied in preparation of the financial statements for the preceding year ended June 30, 2016.

Amendments to certain existing standards and new interpretations on approved accounting standards effective during the period either were not relevant to the company's operations or did not have any impact on the accounting policies of the company.

4 ACCOUNTING ESTIMATES, JUDGMENTS AND FINANCIAL RISK MANAGEMENT

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 recognized prospectively commencing from the period of revision.

Judgments and estimates made by managements 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 June 30, 2016.

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 June 30, 2016.

5 PROPERTY PLANT AND EQUIPMENT

	(Un-Audited) Sep 30, 2016	(Audited) Jun 30, 2016
	Rupees	
Opening written down value	1,024,439,373	1,064,093,995
Add: Addition/ transfer/ revaluation during the period	-	17,452,606
	1,024,439,373	1,081,546,601
Less: Disposal/ transfer during the period	(3,164,510)	(12,288,992)
Depreciation charged during the period	(9,276,020)	(44,818,236)
Closing written down value	1,011,998,843	1,024,439,373

5.1 Following is the detail of addition during the period

Factory Building	-	634,356
Plant & Machinery	-	16,654,633
Office Equipment	-	141,700
Furniture & fixtures	-	21,917
	-	17,452,606

5.2 Following is the detail of disposals/transfers during the period/year

Vehicles	3,164,510	12,288,992
	3,164,510	12,288,992



BILAL FIBRES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2016

6 These are unsecured, interest free and not repayable in next twelve months. These include loans of Rs. 52,500,000 which are subordinated to the loans from banking companies.

7 CONTINGENCIES AND COMMITMENTS

There is no major changes in contingencies and commitments as have been disclosed in the audited financial statements for the year ended June 30, 2016.

		Quarter Ended Sep 30, 2016 Rupees	Quarter Ended Sep 30, 2015 Rupees
8 COST OF GOODS SOLD			
Cost of goods manufactured	8.1	19,213,889	367,750,917
Finished goods:			
Opening stock		83,394,665	15,024,914
Closing stock		(343,873)	(8,365,384)
		83,050,792	6,659,530
		<u>102,264,681</u>	<u>374,410,447</u>
8.1 Cost of goods manufactured			
Raw material consumed	8.2	-	238,046,735
Cost of raw material sold	8.2	-	9,227
Salaries, wages and benefits		3,150,511	43,088,472
Fuel and power		2,603,809	54,960,867
Stores and spares consumed		79,738	3,961,748
Packing material consumed		5,560	5,956,646
Repair and maintenance		1,871,265	4,335,937
Insurance		77,580	752,510
Depreciation		11,113,642	11,518,419
Other		311,784	978,186
		<u>19,213,889</u>	<u>363,608,747</u>
Work in process			
Opening stock		-	16,960,759
Closing stock		-	(12,818,589)
		-	4,142,170
		<u>19,213,889</u>	<u>367,750,917</u>
8.2 Raw material consumed			
Opening stock		57,528,875	118,975,371
Purchases including purchase expenses		-	228,443,430
Cost of raw material sold		-	(9,227)
Closing stock		(57,528,875)	(109,362,839)
		<u>-</u>	<u>238,046,735</u>

9 TRANSACTION WITH RELATED PARTIES

	September 30, 2016 Rupees	September 30, 2015 Rupees
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Relationship	Nature of transaction		
Key management personnel	Salaries and benefits	150,000	2,674,000

10 The financial statements were authorized for issue on **October 28, 2016** by the board of directors of the company.

11 Figures of the prior period has been re-arranged wherever necessary for the purpose of comparison.

Chief Executive

Lahore: Dated: October 28, 2016

Director