

**ACCOUNTS FOR
THE 1ST QUARTER ENDED
SEPTEMBER 30, 2015
(UNAUDITED)**



Pak Leather Crafts Limited



Pak Leather Crafts Limited

CORPORATE PROFILE

CHAIRMAN

Dr. Muhammad Shoaib Ahmed

CHIEF EXECUTIVE OFFICER

Muhammad Saleem Ahmed

DIRECTORS

Nayyer Ahmed Jalali

Azeem Ahmed

Bilal Ahmed

Umer Ahmed

Syed Fawad Hussain Rizvi

AUDIT COMMITTEE

Dr. Muhammad Shoaib Ahmed

Azeem Ahmed

Syed Fawad Hussain Rizvi

CHIEF FINANCIAL OFFICER & COMPANY SECRETARY

Syed Asif Mahmood Rizvi

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PAK LEATHER CRAFTS LIMITED

Plot 18, Sector 7 - A, Korangi Industrial Area,
Karachi. (Pakistan)

Ph: (92-21) 35064100 - 01, Fax: 35060109

Website: www.pakleather.com, e-mail: info@pakleather.com

BANKERS

Albaraka Bank Pakistan Ltd.

Habib Bank Limited

Industrial Development Bank of Pakistan

NIB Bank Limited

United Bank Limited

Faysal Bank Limited

Habib Metro Bank Ltd

Soneri Bank Ltd

Bank Alfalah Ltd

EXTERNAL AUDITORS

IECnet s.k.sss

Chartered Accountants

LEGAL ADVISOR

Shakeel Z. Lari Advocate

REGISTERED OFFICE & SHARES DEPARTMENT

Pak Leather Crafts Limited

Plot 18, Sector 7 - A,

Korangi Industrial Area,

Karachi.



Pak Leather Crafts Limited

DIRECTORS' REVIEW

The Directors of your company are pleased to present hereunder to you the un-audited quarterly accounts of the company for the 1st quarter ended September 30, 2015

The financial results for the 1st quarter ended September 30, 2015 are as below.

	September 30, 2015	September 30, 2014
(Rs. In '000').....	
(loss) before taxation	(709)	(1,696)
Taxation	(50)	(35)
(loss) after taxation	(759)	(1,731)
Accumulated (loss) B/F	(383,212)	(367,679)
Accumulated (loss) C/F	<u>(383,971)</u>	<u>(369,410)</u>
Loss per share after tax (Rupees)	(0.22)	(0.51)

During the quarter ended September 30, 2015 the company made job work sales of Rs.4.908 (M). The job work sales during the year 2015-2016 would also improve reasonably. The net after tax losses for the 1st Quarter September 30, 2015 heavily reduced amounting to Rs.0.759 (M) as compared to the previous year quarter September 30, 2014. The management is making its best efforts to improve the export and local job work sales and the financial results in the forthcoming period of the current year.

On behalf of the Board

MUHAMMAD SALEEM AHMED
Chief Executive Officer

Karachi: October 30, 2015



Pak Leather Crafts Limited

CONDENSED INTERIM BALANCE SHEET (UNAUDITED) AS AT SEPTEMBER 30, 2015

	<u>Unaudited</u> Sept. 30, 2015	<u>Audited</u> June 30, 2015
.....(Rs. In '000').....		
ASSETS		
Non-current assets		
Property, plant and equipment	17,722	18,016
Long term deposits	<u>1,410</u>	<u>1,410</u>
	19,132	19,426
Current assets		
Stores, spares and loose tools	292	292
Stock - in - trade	42,600	42,600
Trade debts	88,660	88,493
Advances and other receivables	32	32
Tax refunds due from governments	342	387
Cash and bank balances	<u>772</u>	<u>502</u>
	132,698	132,306
TOTAL ASSETS	<u><u>151,830</u></u>	<u><u>151,732</u></u>
EQUITY AND LIABILITIES		
Share capital and reserves		
Share capital	34,000	34,000
Accumulated loss	<u>(383,971)</u>	<u>(383,212)</u>
	<u>(349,971)</u>	<u>(349,212)</u>
Non-current liabilities		
Long term finance	-	-
Deferred liabilities	<u>1,655</u>	<u>1,655</u>
	1,655	1,655
Current liabilities		
Short term borrowings	<u>207,529</u>	<u>207,529</u>
Short term loans	66,019	66,019
Current portion of long term finance	46,904	46,904
Accrued markup	124,029	124,029
Trade and other payables	<u>55,665</u>	<u>54,808</u>
	500,146	499,289
TOTAL EQUITY AND LIABILITIES	<u><u>151,830</u></u>	<u><u>151,732</u></u>

MUHAMMAD SALEEM AHMED
Chief Executive Officer

NAYYER AHMED JALALI
Director



Pak Leather Crafts Limited

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED) FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2015

	Quarter ended September 30, 2015	Quarter ended September 30, 2014
(Rs. In '000').....	
REVENUE		
Turnover	4,908	3,255
Cost of sales	(4,790)	(4,185)
Gross Profit/(loss)	118	(930)
OPERATING EXPENSES		
Selling and distribution expenses	-	(31)
Administrative expenses	(933)	(818)
	(933)	(849)
Operating Loss	(815)	(1,779)
Other operating income	120	90
Loss before taxation	(695)	(1,689)
Finance cost	(14)	(7)
Loss before taxation	(709)	(1,696)
Taxation	(50)	(35)
Loss after taxation	(759)	(1,731)
Other comprehensive income	-	-
Total comprehensive loss for the period	(759)	(1,731)
Basic and diluted (loss) per share	(0.22)	(0.51)

MUHAMMAD SALEEM AHMED
Chief Executive Officer

NAYYER AHMED JALALI
Director



Pak Leather Crafts Limited

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED) FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2015

	Quarter ended September 30, 2015	Quarter ended September 30, 2014
(Rs. In '000').....	
Cash generated from operations		
Loss before taxation	(709)	(1,696)
Adjustment for non-cash charges and other items:		
Depreciation	294	464
Financial charges	(14)	7
	280	471
	(429)	(1,225)
Changes in working capital (Increase)/decrease in current assets		
Stock in trade	-	79
Trade debts	(167)	(2,575)
Advances and other receivables	20	(53)
	(147)	(2,549)
Increase/(decrease) in current liabilities		
Trade and other payables	871	795
Cash generated from operations	295	(2,979)
Financial charges paid	-	(7)
Income tax refundable / (paid)	(25)	(8)
	(25)	(15)
Net cash flows from operating activities	270	(2,994)
Cash flow from Investing activities		
Fixed capital expenditure	-	(5,500)
Net cash used in investing activities	-	(5,500)
Cash flows from financing activities		
Proceed from long term loan	-	8,542
Net cash used in financing activities	-	8,542
Net increase/(decrease) in cash and cash equivalents	270	48
Cash and cash equivalents at the beginning of the period	502	323
Cash and cash equivalents at the end of the period	772	371

MUHAMMAD SALEEM AHMED
Chief Executive Officer

NAYYER AHMED JALALI
Director



Pak Leather Crafts Limited

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED) FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2015

Particulars	Issued	Unappropriated	Total
	subscribed and paid up capital	(Loss)	
(Rs. In '000').....		
Balance as at July 01, 2014	34,000	(367,679)	(333,679)
Total comprehensive loss for the 1st quarter ended September 30, 2014		(1,731)	(1,731)
Balance as at quarter ended September 30, 2014	34,000	(369,410)	(335,410)
Balance as at July 01, 2015	34,000	(383,212)	(349,212)
Total comprehensive loss for the 1st quarter ended September 30, 2015		(759)	(759)
Balance as at 1st quarter ended September 30, 2015	34,000	(383,971)	(349,971)

MUHAMMAD SALEEM AHMED
Chief Executive Officer

NAYYER AHMED JALALI
Director



Pak Leather Crafts Limited

NOTES TO THE FINANCIAL STATEMENTS

1. Pak Leather Crafts Ltd, is a public limited company incorporated in Pakistan under the Companies Ordinance, 1984 and quoted on the Islamabad, Karachi and Lahore Stock Exchanges. The principal activity of the company is Leather tanning, Manufacturing of Leather garments and export of Leather and Leather Garments.
2. These accounts are un-audited and are being submitted to the shareholders as per the notification No. 2 (52)/SE/2001 dated November 5, 2001, of Securities & Exchange Commission of Pakistan.
3. The accounting policies adopted for the preparation of these accounts are the same as those applied in preparing the accounts for the preceding period.
4. Figures have been re-arranged and re-classified, wherever necessary, to facilitate comparison.
5. These financial statements were authorized for issue on October 30, 2015 by the Board of Directors of the Company.

MUHAMMAD SALEEM AHMED
Chief Executive Officer

NAYYER AHMED JALALI
Director