

**ACCOUNTS FOR
THE 1ST QUARTER ENDED
SEPTEMBER 30, 2019
(UNAUDITED)**



Pak Leather Crafts Limited



Pak Leather Crafts Limited

DIRECTORS' REVIEW

Your directors are pleased to present their report for the 1st quarter ended September 30, 2019.

Financial results are as under:	September 30, 2019	September 30, 2018
(Rs. In '000').....	
Profit/(loss) before taxation	4,208	(1,433)
Taxation	(430)	(126)
Profit/(loss) after taxation	3,778	(1,559)
Accumulated (loss) B/F	(396,481)	(400,627)
Accumulated (loss) C/F	(392,703)	(402,186)
Earnings per share after tax (Rupees)	1.11	(0.46)

As evident from above figures, quarter under review resulted much better than same period last year. Total turnover of Rs.40.75 (M) is composed of export amounting to Rs.32.75 (M) and local sales/ job work of Rs.8.00(M) comparing to total turnover of Rs.12.60(M) during the corresponding period.

You will be pleased to know that first quarter of the year ended with the after tax profit of Rs. 3.78(M) whereas corresponding period last year ended with after tax loss of Rs. (1.56) (M)

The company expect same trend of improvement in the subsequent quarters of the year.

On behalf of the Board

MUHAMMAD SALEEM AHMED
Chief Executive Officer

Karachi: October 30, 2019

ڈائریکٹرز کا جائزہ

آپ کے ڈائریکٹرز 30 ستمبر 2019ء کو ختم ہونے والی پہلی سہ ماہی کیلئے اپنی رپورٹ پیش کر رہے ہیں۔ مالیاتی نتائج درج ذیل ہیں:

30 ستمبر 2018ء	30 ستمبر 2019ء	
(روپے '000' میں)	(روپے '000' میں)	
(1,433)	4,208	قبل از ٹیکس منافع / خسارہ
(126)	(430)	ٹیکسیشن
(1,559)	3,778	بعد از ٹیکس منافع / خسارہ
(400,627)	(396,481)	جمع شدہ (خسارہ) آگے لایا گیا
(402,186)	(392,703)	جمع شدہ (خسارہ) آگے بڑھایا گیا
(0.46)	1.11	بعد از ٹیکس فی شیئر آمدنی (روپے)

جیسا کہ اعداد و شمار سے ظاہر ہے کہ زیر جائزہ سہ ماہی کا نتیجہ گزشتہ سال کی اسی مدت کے مقابلے میں کافی بہتر ہے۔ دوران مدت کمپنی نے مجموعی طور پر مبلغ 40.75 ملین روپے کا کاروبار کیا جو کہ برآمدی کاروبار مبلغ 32.75 ملین روپے اور مقامی فروخت/جواب ورک مبلغ 8.00 ملین روپے پر مشتمل ہے جس کا موازنہ گزشتہ سال کی اسی مدت کے مجموعی کاروبار مبلغ 12.60 ملین روپے سے کیا جاسکتا ہے۔

آپ کو یہ جان کر خوشی ہوگی کہ پہلی سہ ماہی کا اختتام بعد از ٹیکس منافع مبلغ 3.78 ملین روپے کے ساتھ ہوا جبکہ پچھلے سال کی اسی مدت کا اختتام بعد از ٹیکس خسارہ مبلغ 1.56 ملین روپے کے ساتھ ہوا تھا۔

بورڈ کی جانب سے

محمد سلیم احمد

چیف ایگزیکٹو آفیسر

کمپنی کو امید ہے کہ اگلی سہ ماہیوں میں بھی بہتری کا یہ رجحان برقرار رہے گا۔

کراچی مورخہ: 30 اکتوبر 2019ء



Pak Leather Crafts Limited

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED) AS AT SEPTEMBER 30, 2019

	<u>Unaudited</u> Sept. 30, 2019	<u>Audited</u> June 30, 2019
.....(Rs. In '000').....		
ASSETS		
Non-current assets		
Property, plant and equipment	23,563	23,894
Long term deposits	<u>1,410</u>	<u>1,410</u>
	24,973	25,304
Current assets		
Loose tools	<u>308</u>	294
Stock in trade	53,314	47,639
Trade debts	93,923	86,946
Advances and other receivables	4,866	1,645
Tax refunds due from government	1,516	897
Cash and bank balances	<u>2,857</u>	<u>2,292</u>
	156,784	139,713
TOTAL ASSETS	<u>181,757</u>	<u>165,017</u>
CAPITAL AND LIABILITIES		
Share capital and reserves		
Share capital	34,000	34,000
Loan from Director	64,404	68,204
Accumulated loss	<u>(392,703)</u>	<u>(396,481)</u>
	(294,299)	(294,277)
Non-current liabilities		
Long term loans	<u>12,987</u>	<u>12,987</u>
Deferred interest income	<u>4,390</u>	<u>4,390</u>
	17,377	17,377
Current liabilities		
Short term bank borrowings	<u>237,420</u>	237,420
Current portion of long term financing	46,903	46,903
Interest / mark up payable	124,029	124,029
Trade and other payables	49,031	32,685
Provision for taxation - income tax	<u>1,296</u>	880
	458,679	441,917
Contingencies	-	-
TOTAL LIABILITIES	<u>181,757</u>	<u>165,017</u>

Muhammad Saleem Ahmed
Chief Executive

Umer Ahmed
Director

Naseer Ahmed
Chief Financial Officer



Pak Leather Crafts Limited

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED) FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2019

	Quarter ended September 30, 2019	Quarter ended September 30, 2018
(Rs. In '000').....	
Sales	40,759	12,601
Cost of sales	33,171	(12,199)
Gross profit / (loss)	7,588	402
Other income	330	-
	7,918	402
Administrative expenses	1,375	973
Selling and distribution expenses	1,785	554
Bank charges and commission	550	308
	3,710	1,835
Profit/(loss) for the period before taxation	4,208	(1,433)
Provision for taxation	430	126
Profit/(loss) for the period	3,778	(1,559)
Earnings per share - Basic and diluted	1.11	(0.46)
Statement of Comprehensive Income		
for the period ended September 30, 2019		
Profit/(loss) for the period	3,778	(1,559)
Other comprehensive income	-	-
Total comprehensive income/(loss)	3,778	(1,559)
for the period	3,778	(1,559)

Muhammad Saleem Ahmed
Chief Executive

Umer Ahmed
Director

Naseer Ahmed
Chief Financial Officer



Pak Leather Crafts Limited

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED) FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2019

	Quarter ended September 30, 2019	Quarter ended September 30, 2018
(Rs. In '000').....	
Cash flow from operating Activities		
Profit/(loss) for the period before taxation	4,208	(1,433)
Adjustment for non-cash charges and other items:		
Depreciation	465	476
	<u>465</u>	<u>476</u>
	4,673	(957)
Changes in working capital (Increase)/decrease in current assets		
Loose tools	(14)	-
Stock in trade	(5,675)	2,769
Trade debts	(6,977)	186
Advances and other receivables	(3,221)	215
Tax refunds due from government	(619)	-
Increase / (decrease) in current liabilities		
Trade and other payables	16,762	(2,493)
	<u>256</u>	<u>677</u>
Cash generated from operations	4,929	(280)
Income tax paid	(430)	(126)
Net cash flows from operating activities (a)	4,499	(406)
Cash flow from Investing activities		
Addition in property, plant and equipment	(134)	(1,780)
Net cash flow from investing activities (b)	(134)	(1,780)
Cash flows from financing activities		
Long term loans	(3,800)	2,264
Net cash used in financing activities (c)	(3,800)	2,264
Net increase/(decrease) in cash and cash equivalents (a+b+c)	565	78
Cash and cash equivalents at the beginning of the period	2,292	389
Cash and cash equivalents at the end of the period	<u>2,857</u>	<u>467</u>

Muhammad Saleem Ahmed
Chief Executive

Umer Ahmed
Director

Naseer Ahmed
Chief Financial Officer



Pak Leather Crafts Limited

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED) FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2019

Particulars	Issued	Accumulated	Total
	subscribed and paid up capital	(Loss)	
(Rs. In '000').....		
Balance as at July 01, 2018	34,000	(400,627)	(366,627)
Total comprehensive loss for the 1st quarter ended September 30, 2018		(1,559)	(1,559)
Balance as at quarter ended September 30, 2018	34,000	(402,186)	(368,186)
Balance as at July 01, 2019	34,000	(396,481)	(362,481)
Total comprehensive income for the 1st quarter ended September 30, 2019		3,778	3,778
Balance as at 1st quarter ended September 30, 2019	34,000	(392,703)	(358,703)

Muhammad Saleem Ahmed
Chief Executive

Umer Ahmed
Director

Naseer Ahmed
Chief Financial Officer



Pak Leather Crafts Limited

NOTES TO THE CONDENSED INTERIM ACCOUNTS

1. Pak Leather Crafts Ltd, (the company) is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 and quoted on Pakistan Stock Exchange. 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, 2019 by the Board of Directors of the Company.

Muhammad Saleem Ahmed
Chief Executive Officer

Umer Ahmed
Director

Naseer Ahmed
Chief Financial Officer



Pak Leather Crafts Limited

CORPORATE PROFILE

CHAIRMAN / DIRECTOR

Dr. Muhammad Shoaib Ahmed

DIRECTORS

Muhammad Saleem Ahmed

Nayyer Ahmed Jalali

Azeem Ahmed

Bilal Ahmed

Umer Ahmed

Syed Fawad Hussain Rizvi

AUDIT COMMITTEE

Syed Fawad Hussain Rizvi

Bilal Ahmed

Umer Ahmed

HUMAN RESORCE &

REMUNIRATION

COMMITTEE

Umer Ahmed

Muhammad Saleem Ahmed

Bilal Ahmed

CHIEF FINANCIAL OFFICER & COMPANY SECRETARY

Naseer Ahmed

BOOK POST

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BANKERS

Albaraka Bank Pakistan Ltd

Habib Bank Limited

Industrial Development Bank Ltd

NIB Bank Limited

United Bank Limited

Faysal Bank Limited

Habib Metropolitan Bank Ltd

Soneri Bank Ltd

Bank Alfalah Ltd

Bank of Khyber

EXTERNAL AUDITORS

RSM Avasi Hyder Liaquat Nauman

Chartered Accountants

Lahore

SHARE REGISTRAR

NI Associates (pvt) Ltd

53, Kokan Society, Alamgir Road,

Karachi - 74800

Tel: 021-34937012, 34945892

LEGAL ADVISOR

Shakeel Z. Lari Advocate

REGISTERED OFFICE

Plot 18, Sector 7 - A,

Korangi Industrial Area,

Karachi.

If undelivered please return to:

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