

Tri-Star Polyester Ltd.



**UN-AUDITED ACCOUNTS
FOR THE FIRST QUARTER
ENDED 30TH SEPTEMBER, 2017**



Company Information

Board of Directors:	Mr. Rashid Ahmad Mr. Asad Ahmad Ms. Uzma Ahmad Ms. Marium Ahmad Mr. Tahir Ahmad Mr. M. Haroon Saeed Mr. Jawed Dost Muhammad	Non Executive Chairman Chief Executive Executive Director Executive Director Non Executive Director Non Executive Director Independent Director
Auditors:	M/s. Ghalib & Co. Chartered Accountants	
Bankers:	Al Baraka Bank (Pakistan) Ltd. Bank Al-Habib Ltd. Habib Bank Ltd.	
Audit Committee:	Mr. Jawed Dost Muhammad Mr. Tahir Ahmad Mr. M. Haroon Saeed	Chairman Member Member
Legal Counsel:	Abid S. Zuberi Bar-at-Law	
Registered Office:	F/498, S.I.T.E., Karachi-75700	
Shares Registrar / Transfer Agent:	Hameed Majeed Associates (Pvt) Ltd. 4 th Floor, Karachi Chambers, Hasrat Mohani Road, Karachi.	
Plant:	F/538, S.I.T.E., Karachi-75700	



Directors' Report

For the quarter ended September 30, 2017

The un-audited accounts of Tri-Star Polyester Ltd., for the quarter ended September 30, 2017 are presented herewith.

Your company is growing rapidly, progressing well and results are encouraging and it is expected to achieve even better results in the near future.

On behalf of the Board

ASAD AHMAD
Chief Executive

Place: Karachi.
Dated: October 31, 2017

BALANCE SHEET

AS AT 30-09-2017 (UN-AUDITED)

	September 2017 Rupees	June 2017 Rupees
<u>EQUITY AND LIABILITIES</u>		
<u>CAPITAL & RESERVES</u>		
Authorised Capital 30,000,000 (2017: 30,000,000) Ordinary Shares of Rs. 10/- each	300,000,000	300,000,000
Issued, Subscribed and Paid-up Capital	214,657,330	214,657,330
Capital Reserve - (a Share Premium account)	39,386,665	39,386,665
Unrealised Gain in investmmnet	152,216,625	176,398,375
Accumulated (Loss)	(121,611,443)	(143,391,777)
Shareholders Equity	284,649,177	287,050,593
Surplus on revaluation Property, Plant and Equipments	204,365,295	204,365,295
<u>NON-CURRENT LIABILITIES</u>		
Long Term Loan From Associated and Related Parties	158,811,625	158,011,625
Deferred Taxation	30,050,832	30,050,832
	188,862,457	188,062,457
<u>CURRENT LIABILITIES</u>		
Trade and other Payables	49,789,757	40,474,656
Book Oerdeaft	610,112	-
Accrued Interest on Loan from Associates	3,959,194	43,291
Due to Associated Undertaking - unsecured - interest free	4,236,558	4,861,558
Provision of Income Tax	2,962,458	2,202,591
	61,558,079	47,582,096
	739,435,008	727,060,441
<u>ASSETS</u>		
<u>NON CURRENT ASSETS</u>		
<u>Tangible Fixed Assets</u>		
Property, Plant and Equipment	353,648,642	358,667,108
Long Term Deposits	783,995	783,995
Long Term Investment - at Cost	186,727,300	210,909,050
	541,159,937	570,360,153
<u>CURRENT ASSETS</u>		
Stores, Spares and Loose Tools	5,614,452	5,560,502
Trade Debtors - unsecured	164,148,750	109,102,583
Stock-in-Trade	19,610,230	33,262,575
Trade Deposits, Prepayments Considered good	1,517,067	1,458,371
Income Tax Refunds and Advances	7,099,685	7,072,301
Cash and Bank Balances	284,888	243,956
	198,275,072	156,700,288
	739,435,008	727,060,441

The annexed notes form an integral part of these accounts.

Asad Ahmad
Chief ExecutiveUzma Ahmad
Director

PROFIT & LOSS ACCOUNT
FOR THE QUARTER ENDED 30-09-2017 (UN-AUDITED)

	September 2017 Rupees	September 2016 Rupees
SALES - NET	75,986,727	33,387,671
COST OF SALES	(45,326,756)	(22,227,160)
GROSS PROFIT	30,659,971	11,160,511
<u>Operating Expenses</u>		
Distribution and Selling Cost	(2,143,160)	-
Administrative and General Expenses	(2,047,481)	(320,184)
	(4,190,641)	(320,184)
Profit from Operations	26,469,330	10,840,327
Finance Cost	(3,929,128)	(110)
	22,540,202	10,840,217
<u>Taxation:</u>		
- Current	(759,867)	(333,877)
	(759,867)	(333,877)
Profit for the year	21,780,335	10,506,340
Earning per Share - Basic	1.02	0.49

The annexed notes form an integral part of these accounts.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

CASH FLOW STATEMENT
FOR THE QUARTER ENDED 30-09-2017 (UN-AUDITED)

	September 2017 Rupees	September 2016 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Taxation	22,540,202	10,840,217
(Less): Items not involving movement of cash		
- Depreciation	5,221,966	3,770,255
- Financial Expenses	3,929,128	110
	<u>9,151,094</u>	<u>3,770,365</u>
	31,691,296	14,610,582
WORKING CAPITAL CHANGES		
<i>(Increase)/Decrease in Current Assets</i>		
-Stores and Spares	(53,950)	-
-Trade debts	(55,046,167)	(32,123,671)
-Stock in Trade	13,652,345	5,227,072
-Trade deposits, Prepayments & Statutory balances	(58,696)	(57,506)
<i>Increase/(Decrease) in Current Liabilities</i>		
-Trade and other Payables	9,315,101	6,800,168
-Book Overdraft	610,112	
-Due to Associated Undertaking	(625,000)	(365,000)
	(32,206,255)	(20,518,937)
Taxes Paid	(27,384)	(26,352)
Financial charges Paid	(13,225)	(110)
Net Cash Inflow/(Outflow) from Operating Activities	<u>(555,568)</u>	<u>(5,934,817)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Acquisition of Fixed Assets	(203,500)	-
Net Cash Inflow/(Outflow) from Investing Activities	<u>(203,500)</u>	<u>-</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Long term Deposits	-	-
Long term Loan from Associated and Related Parties	800,000	5,957,033
Net Cash Inflow/(Outflow) from Financing Activities	<u>800,000</u>	<u>5,957,033</u>
Net Increase in Cash and Cash Equivalent	40,932	22,216
Cash and Cash Equivalents at the Beginning	243,956	1,567
Cash and Cash Equivalents at the End	<u><u>284,888</u></u>	<u><u>23,783</u></u>

The annexed notes form an integral part of these accounts.
The even dated auditors report hitherto is annexed.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director

STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30-09-2017 (UN-AUDITED)

Share Capital	Capital Reserve	Unrealized Surplus due to Changes in the value of Investments	Accumulated Profit/ (Loss)	Total
Rupees	Rupees	Rupees	Rupees	Rupees

					Restated
Balance as at June 30, 2016	214,657,330	39,386,665	124,106,875	-129,787,886	248,362,984
Net Loss for the year ended September 30, 2016	-	-	-	77,847,285	77,847,285
Due to change in Accounting Policy of Investment as disclosed in note 16.1 to the financial Statements Unrealized gain / (loss) due to change in fair value of investment			52,291,500		52,291,500
Amortization of Associated and Related Party Loan				-98,883,103	-98,883,103
Incremental Depreciation transfer from Surplus on revaluation of property, Plant and Equipment				10,770,907	10,770,907
Related Deferred tax				-3,338,981	-3,338,981
				7,431,926	7,431,926

Balance as on September 30, 2016	214,657,330	39,386,665	176,398,375	-143,391,778	287,050,592
Net Profit for the year ended June 2017			-	21,780,335	21,780,335
Unrealized gain / (loss) due to change in fair of investment	-	-	(24,181,750)		-24,181,750
Balance as on September 30, 2017	214,657,330	39,386,665	152,216,625	-121,611,443	284,649,177

The annexed notes form an integral part of these accounts.

Asad Ahmad
Chief Executive

Uzma Ahmad
Director



Notes to the Accounts

For the quarter ended September 30, 2017

1. Corporate Information

Tri-Star Polyester Limited (the Company) was incorporated in Pakistan, as a public limited company on November 14, 1990, under the Companies Ordinance, 1984 and its shares are listed on Pakistan Stock Exchange Limited. The registered office of the company is located at F/498, S.I.T.E., Karachi - 75700, Pakistan. The Principal activity of the Company is manufacturing and sale of textile products.

2. Statement of Compliance

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan and the requirements of the Companies Ordinance, 1984. Approved accounting standards comprise of such International Accounting Standards as notified under the provisions of the Companies Ordinance, 1984. Wherever, the requirements of the Companies Ordinance, 1984, or directives issued by the Securities and Exchange Commission of Pakistan differ with the requirements of these standards, the requirements of the Companies Ordinance, 1984, or the requirements of such directives take precedence.

3. Basis of Preparation

These financial statements are presented in Pakistani Rupees, rounded off to the nearest Rupee. The financial statements have primarily been prepared on the historical cost basis, unless an accounting policy herein states otherwise. The financial statements, except for the cash flow statement, have been prepared under the accrual basis of accounting.

4. Contingencies and Commitments

No contingencies and commitments existed as at September 30, 2017 (June 30, 2017: Nil).

5. Date of Authorization

These interim condensed financial statements were authorized for issue on 31st October, 2017 by the Board of Directors of the management company.

6. General

Figures have been rounded off to the nearest rupee.