

COMPANY INFORMATION

BOARD OF DIRECTORS

CHIEF EXECUTIVE : **MR. M. WAQAR MONNOO (Executive)**
CHAIRMAN : **MRS. GHAZALA WAQAR (Non-Executive)**

DIRECTORS : MR. SIRAJ SADIQ MONNOO (Executive)
: MR. SYED AYAZUDDIN (Non-Executive)
: MR. SYED INAMUDDIN AHMED (Non-Executive)
: MR. UMAR ILYAS SHAFI (Independent)
: MR. AMIR SHAMIM (Non-Executive)

AUDIT COMMITTEE MEMBERS

CHAIRMAN (INDEPENDENT) : MR. UMAR ILYAS SHAFI
MEMBER (NON-EXECUTIVE) : MR. SYED AYAZUDDIN
MEMBER (NON-EXECUTIVE) : MR. SYED INAMUDDIN AHMED

HUMAN RESOURCE & REMUNERATION (HR & R) COMMITTEE

CHAIRMAN (NON-EXECUTIVE) : MR. SYED INAMUDDIN AHMED
MEMBER (NON-EXECUTIVE) : MRS. GHAZALA WAQAR
MEMBER (INDEPENDENT) : MR. UMAR ILYAS SHAFI

COMPANY SECRETARY : MR. SYED AYAZUDDIN (ACTING)

LEGAL ADVISOR : M/S. MAKHDOOM & CO. BARRISTERS & ADVOCATE
AUDITORS : MUSHTAQ & COMPANY
CHARTERED ACCOUNTANTS
407-408, COMMERCE CENTRE,
HASRAT MOHANI ROAD, KARACHI.

BANKERS : UNITED BANK LTD
: ASKARI BANK LTD
: SONERI BANK LTD
: ALLIED BANK LTD
: BANK AL-FALAH LTD.

REGISTERED OFFICE : E/3, FARZANA BUILDING, 1ST FLOOR,
BLOCK 7 & 8, K.C.H.S. UNION LTD.,
SHAHEED-E-MILLAT ROAD,
KARACHI-75350

MILLS AT : PLOT NO. H/23/3, LANDHI INDUSTRIAL AREA,
LANDHI, KARACHI.

OLYMPIA SPINNING & WEAVING MILLS LIMITED
DIRECTORS REPORT

The Directors have pleasure in presenting their un-audited accounts of the Company for three months ended September 30, 2016. Financial results for three months period ended September 30th 2016 are as under:

	September 2016	September 2015
	RUPEES	RUPEES
Sales (net)	-	-
Cost of sales	(6,359,830)	(18,203,248)
Gross (Loss)	(6,359,830)	(18,203,248)
Administrative expenses	(1,910,394)	(2,578,037)
Other income	38,508,642	816,434
	36,598,248	(1,761,603)
Operating Profit/(Loss)	30,238,418	(19,964,851)
Finance cost	(329,368)	(15,364,684)
Net Profit/(Loss)before taxation	29,909,050	(35,329,536)
Taxation	(119,481)	-
Net Profit/(Loss) for the period after taxation	29,789,569	(35,329,536)
Earning per share - Basic and diluted	2.48	(2.94)

FINANCIAL RESULTS:

The financial results for three months period ended September 30, 2016 have resulted in net Profit after tax of Rs. 29,789,569/-. We are also please to inform you that majority of cotton ginners and parties understand our position and agreed on bilateral settlement terms. The negotiations with remaining creditors are in process. As a result of our firm assurances not a single creditor went to Court for initiating recovery proceedings.

FUTURE PROSPECTS:

The directors are very actively working on different plans to work out the best possible solution and to smoothly sail the company out of financial crisis and as described in note 1.2.

I would like to place on record the Co-operation shown by our Bankers for their support and without their co-operation, the present results could not have been achieved. The loyalty and devotion of the Staff members and the workers towards the Company is also one of the major factors for achieving the present results.

For and on behalf of the Board

Karachi: October 31 , 2016

M.WAQAR MONNOO
CHIEF EXECUTIVE

اولمپیا کتانی & بنانی ملز لمیٹڈ
ڈائریکٹرز رپورٹ

ڈائریکٹرز ستمبر 30، 2016 تین ماہ کی مدت 30 ستمبر کو ختم ہونے کے مالیاتی نتائج کو ختم ہونے سے تین ماہ کے لئے کمپنی کی ان کی غیر آڈٹ اکاؤنٹس کو پیش کرنے میں خوشی ہو رہی ہے۔ 2016 حسب ذیل ہیں:

	ستمبر 2016	ستمبر 2015
	روپے	روپے
سیلز خالص	-	-
فروخت کی قیمت	(6,359,830)	(18,203,248)
مجموعی نقصان	(6,359,830)	(18,203,248)
انتظامی اخراجات	(1,910,394)	(2,578,037)
دوسری آمدنی	38,508,642	816,434
	36,598,248	(1,761,603)
آپریٹنگ منافع / نقصان	30,238,418	(19,964,851)
خزانہ لاگت	(329,368)	(15,364,684)
نیٹ منافع / نقصان (ٹیکسیشن سے پہلے)	29,909,050	(35,329,536)
ٹیکسیشن	(119,481)	-
نیٹ منافع / نقصان (ٹیکسیشن بعد مدت کے لئے)	29,789,569	(35,329,536)
فی شیئر آمدنی - بنیادی اور پتلا	2.48	(2.94)

مالیاتی نتائج:

تین ماہ کی مدت 30 ستمبر کو ختم ہونے کے مالیاتی نتائج، 2016 کے نتیجے میں ہے خالص منافع روپے کے ٹیکس کے بعد۔ 29,789,569۔ ہم نے بھی آپ کائن جنرز اور جماعتوں کی اکثریت کو مطلع کرنا براہ مہربانی ہماری پوزیشن کو سمجھنے اور دوطرفہ تصفیہ کی شرائط پر اتفاق کیا۔ باقی قرض دہندگان کے ساتھ مذاکرات کے عمل میں ہیں۔ ہماری فرم یقین دہانیوں کے نتیجے میں ایک بھی قرض دہندہ سے وصولی کی کارروائی شروع کرنے کے لئے کورٹ کے لئے گئے تھے۔

مستقبل کے امکانات:

ڈائریکٹرز بہت فعال طور پر بہترین ممکنہ حل سے باہر کام کرنے کے لئے مختلف منصوبوں پر کام کر رہی ہیں اور آسانی سے مالیاتی بحران سے باہر کمپنی کے سفر کرنے کے لئے اور کے طور پر نوٹ 1.2 میں بیان۔

میں ریکارڈ کو آپریشن ان کے تعاون سے ان کی حمایت کے لیے اور بغیر ہمارے بینکاروں کی طرف سے ظاہر کئے گئے، اس موقع پر موجود نتائج حاصل کیے جا سکتے تھے پر قائم کرنا چاہتے ہیں۔ وفاداری اور کمپنی کی طرف عملے کے ارکان اور کارکنوں کی لگن بھی موجود نتائج کے حصول کے لئے اہم عوامل میں سے ایک ہے۔

کے لئے اور بورڈ کی جانب سے

کراچی: 31 اکتوبر، 2016

M. MONNOO وقار
چیف ایگزیکٹو

OLYMPIA SPINNING & WEAVING MILLS LIMITED
CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT SEPTEMBER 30, 2016

NOTES	Un-Audited SEPTEMBER 30, 2016 RUPEES	Audited JUNE 30, 2016 RUPEES
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized capital 13,000,000 (2016: 13,000,000) Ordinary shares of Rs.10 each.	130,000,000	130,000,000
Issued, subscribed and paid up capital	120,000,000	120,000,000
Reserves	(1,180,052,733)	(1,210,965,260)
	(1,060,052,733)	(1,090,965,260)
Surplus on revaluation of property, plant and equipment	620,777,415	621,900,373
NON CURRENT LIABILITIES		
Long term financing	681,947,372	679,721,646
Deferred liabilities	29,276	23,421
CURRENT LIABILITIES		
Trade and other payables	441,554,909	433,180,938
Short-term borrowings	-	2,355,517
Current portion of long term financing	286,620,983	283,120,983
	728,175,892	718,657,438
CONTINGENCIES AND COMMITMENTS	5	
	970,877,222	929,337,618
ASSETS		
NON CURRENT ASSETS		
Property, plant and equipment	852,728,438	826,268,971
Long term deposit	3,438,482	3,438,482
CURRENT ASSETS		
Trade debts	-	-
Other financial assets	34,096,000	34,096,000
Loans and advances	24,278,865	13,539,992
Income tax and Sales tax Refundable	18,153,452	14,954,722
Other receivables	32,769,015	31,188,269
Cash and bank balances	5,412,970	5,851,182
	114,710,302	99,630,165
	970,877,222	929,337,618

The annexed notes form an integral part of these financial statements

DIRECTOR

DIRECTOR

Karachi : October 31, 2016

OLYMPIA SPINNING & WEAVING MILLS LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2016

	NOTES	Un-Audited	Un-Audited
		September 2016	September 2015
		RUPEES	RUPEES
Sales (net)		-	-
Cost of sales		(6,359,830)	(18,203,248)
Gross (Loss)		(6,359,830)	(18,203,248)
Administrative expenses		(1,910,394)	(2,578,037)
Other income	7	38,508,642	816,434
		36,598,248	(1,761,603)
Operating Profit/(Loss)		30,238,418	(19,964,851)
Finance cost		(329,368)	(15,364,684)
Net Profit/(Loss) before taxation		29,909,050	(35,329,536)
Taxation		(119,481)	-
Net Profit / (Loss) for the period after taxation		29,789,569	(35,329,536)
Earning per share - Basic and diluted		2.48	(2.94)

The annexed notes form an integral part of these financial statements

DIRECTOR

DIRECTOR

Karachi : October 31, 2016

OLYMPIA SPINNING & WEAVING MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2016

	Un-Audited	Un-Audited
	September 2016	September 2015
	RUPEES	RUPEES
Profit /Loss for the period after taxation	29,789,569	(35,329,536)
Total comprehensive Income/Loss for the period	29,789,569	(35,329,536)

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

DIRECTOR

DIRECTOR

Karachi : October 31, 2016

OLYMPIA SPINNING & WEAVING MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2016

	PAID UP CAPITAL	REVENUE RESERVE	UN- APPROPRIATED LOSS	TOTAL
	← RUPEES →			
Balance as at 30-06-2015	120,000,000	3,580,053	(1,555,931,178)	(1,432,351,125)
Total comprehensive income for the quarter ended 30 th September, 2015			(35,329,535)	(35,329,535)
Transfer from surplus on revaluation of property, plant & equipment on account of Incremental depreciation			2,369,491	2,369,491
Balance as at 30-09-2015	120,000,000	3,580,053	(1,588,891,221)	(1,465,311,169)
Total comprehensive income for the Period from 01-10-2015 to 30-06-2016			(28,983,047)	(28,983,047)
Transfer from surplus on revaluation of property, plant & equipment on account of Incremental depreciation			3,851,611	3,851,611
Realisation of Surplus on revaluation of property, plant & equipment on disposal			399,477,344	399,477,344
Balance as at 30-06-2016	120,000,000	3,580,053	(1,214,545,313)	(1,090,965,261)
Total comprehensive income for the quarter ended September 30, 2016	-	-	29,789,569.12	29,789,569
Transfer from surplus on revaluation of property, plant & equipment on account of Incremental depreciation	-	-	1,122,957.59	1,122,958
Balance as at 30-09-2016	120,000,000	3,580,053	(1,183,632,786)	(1,060,052,734)

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

DIRECTOR

DIRECTOR

Karachi : October 31, 2016

OLYMPIA SPINNING & WEAVING MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2016

	Un-Audited	Un-Audited
	September	September
	2016	2015
	RUPEES	RUPEES
Profit before taxation	29,909,050	(35,329,536)
Adjustment for non cash charges and other items:		
Depreciation	3,592,871	11,833,664
Finance cost	329,368	15,364,684
Gain on disposal of fixed assets	(36,338)	
Provision for gratuity	5,855	25,607
	<u>3,891,756</u>	<u>27,223,955</u>
Operating Profit before working capital changes	33,800,806	(8,105,580)
(Increase)/Decrease in current assets:		
Stocks, stores and spares / CWIP	-	(346,501)
Trade debts	-	88,434
Loan and advances	(10,738,873)	(8,691)
Sales tax	(1,783,922)	16,573,893
Other Receivables	(1,580,746)	(748,810)
	(14,103,541)	15,558,325
Increase/(Decrease) in current liabilities:		
Trade and other payables	(22,126,029)	5,536,060
Cash generated from operations	(2,428,764)	12,988,805
Taxes paid	(1,534,289)	(36,355)
Finance Cost Paid	(329,368)	(32,729)
Gratuity-net	-	(99,200)
	<u>(1,863,657)</u>	<u>(168,284)</u>
Net cash from operating activities	(4,292,421)	12,820,521
CASH FLOW FROM INVESTING ACTIVITIES		
Proceed from disposal of fixed assets	484,000	-
Net cash (used in)/from investing activities	484,000	-
CASH FLOW FROM FINANCING ACTIVITIES		
Long term finance	5,725,726	(10,799,218)
Short Term Finance	(2,355,517)	(627,543)
Repayment of lease liabilities	-	-
Net cash used in financing activities	3,370,209	(11,426,761)
Net increase / decrease in cash and cash equivalents	(438,212)	1,393,760
Cash and cash equivalents at the beginning of the year	5,851,182	5,146,160
Cash and cash equivalents at the end of the year	5,412,970	6,539,920

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

DIRECTOR

DIRECTOR

Karachi : October 31, 2016

OLYMPIA SPINNING & WEAVING MILLS LIMITED
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2016 (UN-AUDITED)

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 The company was incorporated in Pakistan as a public limited company on October 28, 1960 under the Companies Act, 1913 (Now the Companies Ordinance, 1984), and its shares are quoted on the Pakistan Stock Exchange. The main business of the company is manufacturing and sale of yarn. The registered office of the company is situated at E-3 Farzana Building, 1st floor, Block 7 & 8, Shaheed-e-Millat Road Karachi.

1.2 The company has earned a profit for the period ended September 30, 2016 of Rupees 29.789 Million (June 30, 2016: Loss of Rupees 64.312 million) and as of that date, reported accumulated losses of Rupees 1183.632 million (June 30, 2016: Rupees. 1210.965 million). The current liabilities exceeded its current assets by Rupees 613.465 million (June 30, 2016: Rupees 619.027 million) as of that date. These conditions along with adverse key financial ratios and legal cases against the company indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern. However management assesses the reliability of going concern assumption in preparation of these financial statement and concluded that it is still in going concern based on following mitigating factors. Accordingly, these financial statements have been prepared on going concern assumption.

(i) Restructuring of Entire Bank Borrowing by Executing a Debt-Asset Swap arrangement

All our borrowers entrust our commitment agreed to restructure all our borrowings that existed at 30 June 2015 through a Debt-Asset Swap arrangement with conditional write off of Frozen markup of Rs 388.318 million subject to the payment of principal as per schedule agreed with the banks. This gives the company fresh start to workout new plans to start new businesses.

(ii) Settlement with Cotton Ginners and Store Parties

The company started negotiation with cotton ginners and other creditors to settle their dues amicably. We are please to inform you that majority of cotton ginners and parties understand our position and agreed on bilateral settlement terms. The negotiation with remaining creditors are in process. As a result of our firm assurances not a single creditor gone to Court for initiating recovery proceedings.

(iii) Paper Manufacturing Business

The shareholders of the company in an EOGM held in year 2012 approved the business of Paper Manufacturing subject to fulfilling legal formalities. All the borrowers provided their consent to the company except for the Standard Chartered Bank who illegally held charge over our fixed assets in respect of a debt fully paid in year 2006-2007. The company approached State Bank of Pakistan and SECP to intervene in the matter but unfortunately no action has been taken by them. The company had served the final notice to standard Chartered Bank for release of NOC and filed a compliant with Banking Ombudsman of Pakistan against the bank.

(iv) Support of Directors, Sponsors and Olympia Power Generation (Pvt) Limited

Directors of the company have committed that if in case any additional funds are required for running the business of the company, will be provided by the sponsors and directors. Moreover Olympia Power will provide continuous support to the company by sale of electricity.

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 Finance 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 Karachi, Lahore and Islamabad Stock Exchanges and section 245 of the Companies Ordinance, 1984.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of the financial statements for the quarter ended September 30, 2016 on the same as those applied in the preparation for the annual audited statement for the year ended June 30, 2016.

4 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

4.1 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.

4.2 Judgments and estimates made by management 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 30 June, 2016.

4.3 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 30 June 2016.

5 CONTINGENCIES AND COMMITMENTS

There have been no significant change in Contingencies & Commitment since the last Audited financial statements.

6 ACQUISITION AND DISPOSAL OF FIXED ASSETS

	(Un-Audited)		(Audited)	
	September 30 2016		June 30,2016	
	Acquisition	Disposal	Acquisition	Disposal
	Rupees		Rupees	
Lease Hold Land	-	-		385,244,640
Factory building	-	-	15,836,525	60,554,242
Plant and machinery	-	-	-	263,324,000
Plant and machinery-Others	-	-	15,839,356	-
Motor vehicles	-	447,662	-	-
Capital Work in Process	6.1	30,500,000	-	-
Total	30,500,000	447,662	31,675,881	709,122,882

6.1 This represents acquisition of Paper Plant from Olympia Paper Industries (Pvt) Ltd.

	<u>(Un-Audited)</u> <u>September 30 2016</u> <u>Rupees</u>	<u>(Audited)</u> <u>June 30 2016</u> <u>Rupees</u>
7 OTHER OPERATING INCOME		
Income From Financial Assets		
Return on Bank term deposits	343,762	2,497,409
Others		
Scrap Sales	-	653,150
Rental Income	520,842	2,747,311
Loss on Revaluation on Fixed Assets		(177,432,204)
Gain on disposal of fixed assets	36,338	-
Gain on fixed assets taken over by Bank	-	1,077,118
Liabilities No Longer Payable-Markup Reversed		41,808,460
Liabilities No Longer Payable-Creditors written off	37,607,700	103,197,339
Liabilities No Longer Payable written back	-	16,956,308
	<u>38,508,642</u>	<u>(8,495,110)</u>
	<u>(Un-Audited)</u> <u>September 30 2016</u> <u>Rupees</u>	<u>(Un-Audited)</u> <u>September 30 2015</u> <u>Rupees</u>
8 TRANSACTIONS WITH RELATED PARTIES		
Purchase of Electricity(Olympia Power Generation(Pvt)Ltd	49,060	1,233,720
Rent Income (Olympia Power Generation(Pvt) Ltd	220,842	-
Amount payable to Olympia Power Generation (Pvt) Ltd	9,244,060	-
Capital work in progress (Olympia Paper Industries(Pvt)Ltd	30,500,000	-
	<u>40,013,962</u>	<u>1,233,720</u>
9 EVENT AFTER THE BALANCE SHEET DATE:		
There were no significant event since the balance sheet date.		
10 DATE OF AUTHORIZATION FOR ISSUE:		
These financial statements were authorized for issue on October 31 , 2016 by the board of directors of the company.		
11 GENERAL		
Figure have been rounded off to the nearest rupee.		
DIRECTOR		DIRECTOR
Karachi : October 31, 2016		