

# QUARTERLY REPORT

March 31, 2017



**Fateh  
Sports Wear  
Limited**

Mirpurkhas Road, Hyderabad, Pakistan

# Fateh Sports Wear Limited

442, Mirpurkhas Road, Hyderabad

## BOARD'S REVIEW TO THE SHAREHOLDERS

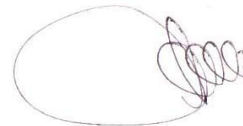
The Directors of your Company present before you the Quarterly Accounts (3rd Quarter) Un-Audited Balance Sheet and Profit & Loss Account alongwith the Cash Flow Statement for the period ended March 31, 2017.

During the period under review, Company has no sales due to non availability of export as well as local orders. After Administration expenses of Rs.0.51 million and Financial and other charges of Rs.0.06 million, Company incurred loss before taxation is Rs.0.57 million. The accumulated losses stand at Rs. 325.79 million. Loss per share is Rs.0.29.

The Board as part of its periodic reviews of the matter of contingent assets of the Company with regard to stuck up funds from Russian Federation against Sea Freight Compensation that are disclosed in note 17 in the financial statements for the year ended June 30, 2016 has decided to derecognize the same from its books of account in view of the uncertainty of the recovery thereof that appears to loom for a unforeseeable future period and expressed apprehension from the way it has come to a stands till that this may be realized as it has no control over the sovereign state that has to pay this amount and there is no way in its control with which it can break the stalemate.

The Board unanimously decided to derecognize the same.

for and on behalf of the Board



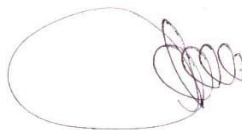
**RAUF ALAM**  
Chief Executive

Hyderabad: April 24, 2017

# BALANCE SHEET

As at March 31, 2017  
(Un-Audited)

	<u>31-Mar-17</u> <u>RUPEES</u>	<u>30-Jun-16</u> <u>RUPEES</u>
<b><u>Capital &amp; Liabilities</u></b>		
<b>Authorized Capital</b>		
5,000,000 ordinary shares of Rs. 10/- each	<b>50,000,000</b>	50,000,000
<b>Shareholders' Equity</b>		
Issued, subscribed and paid up share capital	<b>20,000,000</b>	20,000,000
General reserve	<b>53,500,000</b>	53,500,000
Unappropriated loss	<b>(325,794,438)</b>	(325,219,384)
	<b>(252,294,438)</b>	(251,719,384)
<b>Current Liabilities</b>		
Trade and others payable	<b>15,329,454</b>	16,936,014
Markup accrued on loan	<b>132,380,182</b>	132,380,182
Short term running finance	<b>144,851,267</b>	144,040,267
Provision for taxation	<b>113,391</b>	113,391
	<b>292,674,294</b>	293,469,854
<b>Total</b>	<b>40,379,856</b>	41,750,470
<b><u>Property &amp; Assets</u></b>		
<b>Operating Fixed Assets</b>	<b>13,890,903</b>	14,401,819
<b>Current Assets</b>		
Stores, spare parts and loose tools	<b>0</b>	0
Stock-in-trade	<b>6,134,237</b>	6,134,237
Trade debts	<b>1,937,791</b>	1,937,791
Advances, deposits and prepayments	<b>1,069,681</b>	1,069,381
Other receivables	<b>17,122,999</b>	17,996,069
Cash and bank balances	<b>224,245</b>	211,173
	<b>26,488,953</b>	27,348,651
<b>Total</b>	<b>40,379,856</b>	41,750,470



**RAUF ALAM**  
Chief Executive



**AFTAB ALAM**  
Director

Hyderabad: April 24, 2017

# PROFIT AND LOSS ACCOUNT

For the 3rd Quarter ended March 31, 2017

(Un-Audited)

	JAN-MAR 2017 RUPEES	JUL-MAR 2017 RUPEES	JAN-MAR 2016 RUPEES	JUL-MAR 2016 RUPEES
Sales	0	0	0	0
Cost of sales	0	0	171,174	533,943
<b>Gross Loss</b>	<b>0</b>	<b>0</b>	<b>(171,174)</b>	<b>(533,943)</b>
Administration expenses	173,906	514,516	22,799	88,048
Selling expenses	0	0	0	0
	<b>173,906</b>	<b>514,516</b>	22,799	88,048
<b>Operating Loss</b>	<b>(173,906)</b>	<b>(514,516)</b>	<b>(193,973)</b>	<b>(621,991)</b>
Exchange (Loss)/gain	(1,845)	0	3,691	60,917
Financial Expenses	0	538	0	820
Other Charge	0	60,000	0	60,000
	<b>0</b>	<b>60,538</b>	0	60,820
<b>Loss before Taxation</b>	<b>(175,751)</b>	<b>(575,054)</b>	<b>(190,282)</b>	<b>(621,894)</b>
Provision for taxation	0	0	0	0
<b>Loss after Taxation</b>	<b>(175,751)</b>	<b>(575,054)</b>	<b>(190,282)</b>	<b>(621,894)</b>
Other comprehensive income	0	0	0	0
<b>Total comprehensive Loss for the Period</b>	<b>(175,751)</b>	<b>(575,054)</b>	<b>(190,282)</b>	<b>(621,894)</b>
<b>Loss per share</b>	<b>(0.09)</b>	<b>(0.29)</b>	<b>(0.10)</b>	<b>(0.31)</b>

## Notes:

- Fateh Sports Wear Limited** is incorporated in Pakistan as a public limited company and is listed on Pakistan Stock Exchange. The Company is engaged mainly in the manufacturing and export of ready-made garments.
- These accounts are un-audited and are being submitted to the shareholders as required under section 245 of the Companies Ordinance, 1984 and have been prepared in accordance with the requirements of International Accounting Standard (I.A.S-34) as applicable in Pakistan.
- The accounting policies and methods of computation adopted by the Company for preparation of these accounts are the same as those applied for the annual accounts.
- No provision for taxation is made in the accounts since the company is in loss. However, the final tax liability will be calculated at the end of the year after consideration of assessment completed and the available tax credits.
- Figures in these accounts have been rounded off to the nearest rupee.
- These accounts are authorized by the Board for issue on 24th April, 2017.



**RAUF ALAM**

Chief Executive



**AFTAB ALAM**

Director

Hyderabad: April 24, 2017

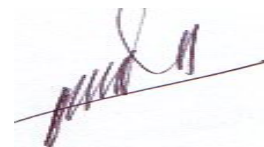
# CASH FLOW STATEMENT

For the 3rd Quarter ended March 31, 2017

	<b>31-Mar-17 RUPEES</b>	31-Mar-16 RUPEES
<b>A. CASH FROM OPERATING ACTIVITIES</b>		
Net Loss before taxation	(575,054)	(621,894)
Adjustment for :		
Depreciation	510,916	568,416
Financial charges	538	0
Exchange (Gain)	0	(60,917)
	511,454	507,499
	(63,600)	(114,395)
Changes in Working Capital (Increase) / decrease in current assets		
Trade debts	0	(60,917)
Advances, deposits & prepayments	0	0
Other receivables	873,070	102,108
Increase / (decrease) in current liabilities		
Trade and other payables	(1,606,560)	(330,000)
	(733,490)	(288,809)
Cash generated from operations	(797,090)	(403,204)
Tax paid	(300)	(997)
Financial Charges	(538)	0
Exchange gain	0	60,917
	(797,928)	(343,284)
<b>B. CASH FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	0	0
<b>C. CASH FROM FINANCING ACTIVITIES</b>		
Short term loans obtained	811,000	328,000
Repayment of short term loans	0	0
	811,000	328,000
Net (decrease) / increase in Cash & Cash equivalent (A+B+C).	13,072	(15,284)
<b>Cash &amp; Cash equivalent at the beginning</b>	211,173	224,570
Increase / (Decrease) in cash and cash equivalent during the period	13,072	(15,284)
<b>Cash &amp; cash equivalent at the end</b>	224,245	209,286



**RAUF ALAM**  
Chief Executive



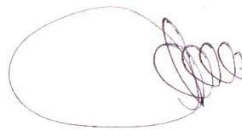
**AFTAB ALAM**  
Director

Hyderabad: April 24, 2017

# Statement of Changes in Equity

For the 3rd Quarter ended March 31, 2017

	<u>Amount in Rupees</u>			
	<u>Share Capital</u>	<u>General Reserve</u>	<u>Accumulated (Loss)</u>	<u>Total</u>
<b>Balance as on July 1, 2015</b>	<b>20,000,000</b>	<b>53,500,000</b>	<b>(323,971,397)</b>	<b>(250,471,397)</b>
Loss upto March 31, 2016	0	0	(621,894)	(621,894)
<b>Balance as on March 31, 2016</b>	<b>20,000,000</b>	<b>53,500,000</b>	<b>(324,593,291)</b>	<b>(251,093,291)</b>
<b>Balance as on July 1, 2016</b>	<b>20,000,000</b>	<b>53,500,000</b>	<b>(325,219,384)</b>	<b>(251,719,384)</b>
Loss upto March 31, 2017	0	0	(575,054)	(575,054)
<b>Balance as on March 31, 2017</b>	<b>20,000,000</b>	<b>53,500,000</b>	<b>(325,794,438)</b>	<b>(252,294,438)</b>



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