



# ***OLYMPIA MILLS LIMITED***

## **INTERIM FINANCIAL STATEMENT SEPTEMBER 30, 2019**



## COMPANY INFORMATION

### BOARD OF DIRECTORS

CHIEF EXECUTIVE : MR. M. WAQAR MONNOO (Executive)  
CHAIRMAN : MR. SYED INAMUDDIN AHMED (Non-Executive)

DIRECTORS : MR. SIRAJ SADIQ MONNOO (Executive)  
: MR. SYED AYAZUDDIN (Non-Executive)  
: MRS. GHAZALA WAQAR (Non-Executive)  
: MR. UMAR ILYAS SHAFI (Independent)  
: MR. ARSHAD IQBAL (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 (INDEPENDENT) : MR. UMAR ILYAS SHAFI  
MEMBER (NON-EXECUTIVE) : MRS. GHAZALA WAQAR  
MEMBER (NON-EXECUTIVE) MR. SYED INAMUDDIN AHMED

CHIEF FINANCIAL OFFICER : MR. ASIM JAFFERY

COMPANY SECRETARY : MR MUHAMMAD ASHRAF KHAN

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



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**OLYMPIA MILLS LIMITED**  
**DIRECTORS REPORT**

The Directors have pleasure in presenting their un-audited accounts of the Company for three months ended September 30, 2019. Financial results for three months period ended September 30 2019 are as under:

NOTES	Un-Audited	Un-Audited
	September 2019	September 2018
	RUPEES	RUPEES
Revenue from Rental /Lease Income	20,663,665	17,611,053
Direct Operating Expenses	(9,246,595)	(6,886,619)
Profit from principal line of business	11,417,070	10,724,434
Administrative & general expenses	(4,159,847)	(5,076,945)
Other Income	14,609,339	238,309
	10,449,492	(4,838,636)
<b>Operating Profit</b>	<b>21,866,563</b>	<b>5,885,798</b>
Finance Cost	(2,617,863)	(3,115,648)
<b>Net Profit before taxation</b>	<b>19,248,699</b>	<b>2,770,150</b>
Taxation	(3,728,785)	(3,470,214)
<b>Net Profit / (Loss) for the period after taxation</b>	<b>15,519,914</b>	<b>(700,064)</b>
Earning per share - Basic and diluted	1.293	(0.058)

**FINANCIAL RESULTS:**

The financial results for three months period ended September 30, 2019 have resulted in net Profit after tax of Rs. 15.519 m. The revenue from business has increased by Rs 3.052 million while Administrative expenses also reduced by Rs 0.917 million. During the period the company has made settlement with some creditors which resulted in other income of Rs 14.021 million. We are very hopeful that the company will continued to earn profit in future. The directors and Sponsors will continue to support the company in future.

**FUTURE PROSPECTS:**

The directors are very actively concentrating on repayment of all Company's debts after which the company will be in the position to explore new options.

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**

  
**SIRAJ SADIQ MONNOO**  
DIRECTOR

  
**M. WAQAR MONNOO**  
CHIEF EXECUTIVE

Karachi: October 25, 2019



## اولمپیا ملز لمیٹڈ

### ڈائریکٹرز رپورٹ

ڈائریکٹرز کو اپنے غیر آڈٹ اکاؤنٹس جو کہ تین ماہ کے آخر ستمبر ۲۰۱۹ء میں پیش کرنے پر خوشی ہو رہی ہے۔ مالیاتی نتائج تین ماہ کے آخر ستمبر ۲۰۱۹ء میں مندرجہ ذیل ہیں۔

	ستمبر ۲۰۱۹ء	ستمبر ۲۰۱۸ء
	روپے	روپے
لیز اور کرایہ سے آمدنی	20,663,665	17,611,053
براہ راست عملیاتی اخراجات	(9,246,595)	(6,886,619)
کاروبار کی اصولی لائن سے آمدنی	11,417,070	10,724,434
انتظامی اور مختلف اخراجات	(4,159,847)	(5,076,945)
دوسری آمدنی	14,609,339	238,309
	10,449,492	(4,838,636)
عملیاتی فائدہ	21,866,563	5,885,798
مالیاتی قیمت	(2,617,863)	(3,115,648)
ٹیکس سے قبل خالص نفع	19,248,699	2,770,150
ٹیکسیشن	(3,728,785)	(3,470,214)
ٹیکس کے بعد خالص منافع نقصان	15,519,914	(700,064)
فی شیئر کمائی۔ بنیادی اور ڈیلیوئیڈ	1.293	(0.058)

### مالیاتی نتائج:

مالیاتی نتائج جو کہ تین ماہ ستمبر ۲۰۱۹ء کے آخر میں ٹیکس کے بعد خالص منافع 15.519 ملین رہا۔ کاروبار کے آمدنی سے 3.052 ملین کا اضافہ ہوا ہے جبکہ انتظامی اخراجات میں 0.917 ملین سے کمی ہوئی ہے۔ مدت کے دوران کمپنی نے کچھ قرض دہندگان سے تصفیہ کیا ہے جس کے نتیجے میں دوسری آمدنی 14.021 ملین ہوا ہے۔ ہم بہت پر امید ہیں کہ مستقبل میں آمدنی کمانے کا سلسلہ جاری رہے گا۔ ڈائریکٹرز اور کفیل مستقبل میں کمپنی کی حمایت جاری رکھیں گے۔

### مستقبل کے امکانات:-

ڈائریکٹرز کمپنی کے تمام قرضوں کی ادائیگی پر بہت سرگرمی سے توجہ ماکوز کر رہے ہیں جس کے بعد کمپنی نئے اختیارات دریافت کرنے کی پوزیشن میں ہوگی۔ میں اس بات کو ظاہر کرنا پسند کرتا ہوں کہ ہمارے بینکاروں کے تعاون اور انکے حمایت کے بغیر موجود نتائج حاصل نہیں ہو سکتے تھے۔ کمپنی کی جانب سے عملے کے ارکان اور کارکنوں کی لگن اور وفاداری بھی موجودہ نتائج کے حصول کیلئے اہم عوامل میں سے ایک ہیں۔

بورڈ کیلئے اور جانب سے

سراج صادق منوں

ڈائریکٹر

ایم وقار منوں

چیف ایگزیکٹو



مورخہ ۲۵ اکتوبر ۲۰۱۹ء کراچی۔

**OLYMPIA MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)**  
**AS AT SEPTEMBER 30, 2019**

	NOTES	Un-Audited SEPTEMBER 30, 2019 RUPEES	Audited JUNE 30, 2019 RUPEES
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized capital 13,000,000 (2019: 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
Revaluation surplus on Property, Plant and Equipment		525,238,488	525,238,488
Revenue Reserve		3,580,053	3,580,053
Unappropriated loss		(1,022,578,771)	(1,038,098,685)
		(373,760,230)	(389,280,144)
<b>NON CURRENT LIABILITIES</b>			
Long term financing	5	479,179,351	489,240,588
Deferred liabilities		348,000	315,090
<b>CURRENT LIABILITIES</b>			
Trade and other payables		272,153,366	288,740,865
Short-term borrowings		365,250,383	365,076,577
Current portion of long term financing		53,250,000	50,250,000
		690,653,749	704,067,442
<b>CONTINGENCIES AND COMMITMENTS</b>			
	6	796,420,873	804,342,977
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment		59,047,089	60,896,723
Investment Property		656,663,830	660,585,436
Long term deposit		3,993,482	3,793,482
<b>CURRENT ASSETS</b>			
Trade debts		6,095,036	7,238,062
Short Term Investment		34,096,000	34,096,000
Loans and advances		338,464	104,000
Income tax and Sales tax Refundable		4,706,893	6,628,878
Other receivables		24,783,796	24,214,871
Cash and bank balances		6,696,284	6,785,524
		76,716,473	79,067,335
		796,420,873	804,342,977

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



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

Karachi : October 25, 2019




**OLYMPIA MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS (UN-AUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2019**

NOTES	Un-Audited	Un-Audited
	September 2019	September 2018
	RUPEES	RUPEES
Revenue from Rental /Lease Income	20,663,665	17,611,053
Direct Operating Expenses	(9,246,595)	(6,886,619)
Profit from principal line of business	<b>11,417,070</b>	<b>10,724,434</b>
Administrative & general expenses	(4,159,847)	(5,076,945)
Other Income	14,609,339	238,309
<b>Operating Profit</b>	<b>21,866,563</b>	<b>5,885,798</b>
Finance Cost	(2,617,863)	(3,115,648)
<b>Net Profit before taxation</b>	<b>19,248,699</b>	<b>2,770,150</b>
Taxation	(3,728,785)	(3,470,214)
<b>Net Profit / (Loss) for the period after taxation</b>	<b>15,519,914</b>	<b>(700,064)</b>
Earning per share - Basic and diluted	1.293	(0.058)

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

  
**CHIEF EXECUTIVE**

  
**DIRECTOR**

  
**CHIEF FINANCIAL OFFICER**

Karachi : October 25, 2019






**OLYMPIA MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2019**

	Un-Audited	Un-Audited
	September 2019	September 2018
	RUPEES	RUPEES
Net Profit /Loss for the period after taxation	15,519,914	(700,064)
Total comprehensive Income/(Loss) for the period	<u>15,519,914</u>	<u>(700,064)</u>

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

  
**CHIEF EXECUTIVE**

  
**DIRECTOR**

  
**CHIEF FINANCIAL OFFICER**

Karachi : October 25, 2019





**OLYMPIA MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2019**

PAID UP CAPITAL	RESERVE			SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT	TOTAL
	REVENUE RESERVE	ACCUMULATED (LOSS)	SUB TOTAL		
← RUPEES →					
120,000,000	3,580,053	(1,090,118,172)	(1,086,538,119)	525,238,488	(441,299,631)
		(700,064.00)	(700,064)		(700,064)
120,000,000	3,580,053	(1,090,818,236)	(1,087,238,183)	525,238,488	(441,999,695)
		52,700,645	52,700,645		52,700,645
		18,906	18,906		18,906
120,000,000	3,580,053	(1,038,098,685)	(1,034,518,631)	525,238,488	(389,280,144)
		15,519,914	15,519,914		15,519,914
120,000,000	3,580,053	(1,022,578,771)	(1,018,998,718)	525,238,488	(373,760,230)

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

  
**CHIEF EXECUTIVE**

  
**DIRECTOR**

  
**CHIEF FINANCIAL OFFICER**

Karachi : October 25, 2019



**OLYMPIA MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2019**

	Un-Audited September 2019 RUPEES	Un-Audited September 2018 RUPEES
<b>Profit before taxation</b>	<b>19,248,699</b>	<b>2,770,150</b>
Adjustment for non cash charges and other items:		
Depreciation	5,465,355	6,321,757
Finance cost	2,617,863	3,115,648
Liabilities No Longer Payable-Creditors	(14,021,299)	-
Gain on disposal of fixed assets	(19,115)	-
Provision for gratuity	32,910	32,748
	(5,924,285)	9,470,153
<b>Operating Profit before working capital changes</b>	<b>13,324,414</b>	<b>12,240,303</b>
<b>(Increase)/Decrease in current assets:</b>		
Trade debts	1,143,026	(593,192)
Loan and advances	(234,464)	(26,100)
Sales tax	76,899	(63,427)
Other Receivables	(568,925)	(225,704)
	<b>416,536</b>	<b>(908,423)</b>
<b>Increase/(Decrease) in current liabilities:</b>		
Trade and other payables	(2,566,197)	(4,629,097)
<b>Cash generated from operations</b>	<b>11,174,753</b>	<b>6,702,783</b>
Taxes paid	(1,883,699)	(1,392,453)
Finance Cost Paid	(429,100)	(3,115,648)
	(2,312,799)	(4,508,101)
<b>Net cash from operating activities</b>	<b>8,861,954</b>	<b>2,194,682</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Proceed from disposal of fixed assets	325,000	-
Long term deposit	(200,000)	-
<b>Net cash (used in)/from investing activities</b>	<b>125,000</b>	<b>-</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Long term finance	(9,250,000)	(10,918,882)
Short Term Finance	173,806	8,984,000
<b>Net cash used in financing activities</b>	<b>(9,076,194)</b>	<b>(1,934,882)</b>
<b>Net increase / decrease in cash and cash equivalents</b>	<b>(89,240)</b>	<b>259,801</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>6,785,524</b>	<b>6,633,725</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>6,696,284</b>	<b>6,893,526</b>

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

CHIEF EXECUTIVE

DIRECTOR

CHIEF FINANCIAL OFFICER

Karachi : October 25, 2019



**OLYMPIA MILLS LIMITED**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2019 (UN-AUDITED)**

**1 THE COMPANY AND ITS OPERATIONS**

**1.1 STATUS & NATURE OF BUSINESS**

The company was incorporated in Pakistan as a public limited company on October 28, 1960 under the Companies Act, 1913 (Now the Companies Act, 2017), and its shares are quoted on the Pakistan Stock Exchange. The principal line of business is renting/leasing of company's fixed assets. The registered office of the company is situated at H-23/3, Landhi Industrial Area, Landhi Karachi.

1.2 The company has earned a profit during the period ended September 30, 2019 of Rupees 15,519 million (June 30, 2019: Profit of Rupees 52,000 million) and as of that date, reported accumulated losses of Rupees 1,022,578 million (June 30, 2019: Rupees. 1,038,098 million). The current liabilities exceeded its current assets by Rupees 613,937 million (June 30, 2019: Rupees 625,000 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 due to settlement of nearly all bank borrowing, inflows of positive cash flows from business, settlement with creditors and support from directors/sponsors. Accordingly, these financial statements have been prepared on going concern assumption.

**2 BASIS OF PREPARATION**

**2.1 Statement of compliance**

(a) These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and

- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

(b) This condensed interim financial statement is unaudited and is being submitted to the shareholders as required under Section 237 of the Companies Act, 2017. This condensed interim financial statement does not contain all the information required for a complete set of financial statements, and should be read in conjunction with the published audited financial statements of the company for year ended 30 June 2019.

**3 SIGNIFICANT ACCOUNTING POLICIES**

3.1 The accounting policies and methods of computation adopted for the preparation of the financial statements for the quarter ended September 30, 2019 on the same as those applied in the preparation for the annual audited statement for the year ended June 30, 2019 except for the following:

**3.2 IFRS 16 Leases**

Effectively July 1, 2019, the Company has adopted IFRS 16, "Leases" which replaces existing guidance on accounting for leases, including IAS 17 "Leases", IFRIC 4 "Determining whether an arrangement contains a Lease" SIC-15 "Operating Leases-Incentive and SIC-27 "Evaluating the substance of transactions involving the legal form of a Lease". IFRS 16 introduces a single, on balance sheet lease accounting model for lessees. A lessee recognizes a right-of-use asset representing its right-of-use of the underlying asset and a lease liability representing its obligations to make lease payments. Lessor accounting remains similar to the current standard i.e. lessors continue to classify leases as finance or operating leases. The adoption of IFRS 16 does not have any material impact on the company due to being the lessor.

**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, 2019.

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 2019.

**5 LONG TERM FINANCING**

**From banking companies - secured**

**Term Finance**

United Bank Ltd.

Askari Bank Ltd.

	(Un-Audited) September 30 2019 Rupees	(Audited) June 30 2019 Rupees
5.1	21,083,983	24,083,983
5.2	142,882,998	149,132,998
	163,966,981	173,216,981
5.1	222,272,000	222,272,000
5.2	119,888,598	119,888,598
	342,160,598	342,160,598
	4,414,048	4,129,997
	21,887,724	19,983,012
	26,301,772	24,113,009
Less:		
Over due installments subsequently paid	-	(4,750,000)
Current maturity of long term financing	(53,250,000)	(45,500,000)
	(53,250,000)	(50,250,000)
	<b>479,179,351</b>	<b>489,240,588</b>





# 5.1 United Bank Limited (Loans)

On March 17, 2017, bank has restructured the balance amount of Rs 39.8 million into a four year long term loan payable in 24 installments with markup accruing at cost of the funds of the bank. The cost of fund so accrued shall be paid in two installments i.e. on December 25, 2020 and March 25, 2021. Upon receipt of full amount, the recoverable markup of Rs 222.272 million will be waived off. The term loan is secured by Memorandum of deposit of titled deeds of 90 million. The above modifications shall be incorporated in the Consent Decree/Settlement Agreement dated December 29, 2010 by the Bank.

# 5.2 Askari Bank Ltd. (Term Finance)

The five year restructured term loan will be payable in 28 installments starting from January 2018 and ending on December 2022. The markup will be accrued at cost of fund of the bank and shall be payable after the payment of principal in four equal installments in year 2023. All the frozen markup of Rs 119.888 million up to 30th June 2015 will be waived off if the company pay the entire principal amount within time. The loan is secured by first pari passu charge by way of mortgage of Rs 150m over company land and building, ranking charge of Rs 40 m over receivables and personal guarantee of three directors. The above modifications shall be incorporated in the Consent Decree/Settlement Agreement April 01, 2010 by the bank.

# 6 CONTINGENCIES AND COMMITMENTS

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

# 7 ACQUISITION AND DISPOSAL OF FIXED ASSETS

	(Un-Audited) September 30 2019		(Audited) June 30, 2019	
	Acquisition	Disposal	Acquisition	Disposal
	Rupees		Rupees	
Motor vehicle				
Motor Truck		2,083,660		
<b>Total</b>				
	-	2,083,660	-	2,563,248

# 8 TRANSACTIONS WITH RELATED PARTIES

Purchase of Electricity (Olympia Power Generation(Pvt)Ltd)  
Rent Income (Olympia Power Generation(Pvt) Ltd)  
Loan Net (Olympia Power Generation (Pvt) Ltd)

All transactions have been carried out at arm's length.

(Un-Audited) September 30 2019	(Un-Audited) September 30 2018
Rupees	Rupees
-	307,235
220,842	220,842
805,288	(2,915,107)
<b>1,026,130</b>	<b>(2,387,030)</b>

# 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 25, 2019 by the board of directors of the company.

# 11 GENERAL

Figure have been rounded off to the nearest rupee

  
CHIEF EXECUTIVE

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER

Karachi : October 25, 2019

