

# D.M Textile Mills Ltd

## DIRECTORS' REPORT

Dear Shareholders,

The Directors present before you the condensed financial statements for the first quarter ended September 30, 2012.

### 1. Net Profit/(Loss)

During the period ended the company suffered a net loss of Rs. (12.866) Million as compared to previous period net loss of Rs. (12.638) Million.

Due to high inflation cost, curtailed gas supply and load shedding the mill was not in operation during the period.

### 2- Comparative financial results are given below:

	<b>Rupees</b>	
<b>First Quarter Ended</b>	<b>30-September-12</b>	<b>30-September-11</b>
Gross Sales	2,409,367	21,062,151
Cost of Sales	(6,913,513)	(23,615,488)
Gross Profit/(Loss)	(4,504,146)	(2,553,337)
Gross Profit/(Loss) Rate (%)	(1.86)	(0.12)
Selling, Admin & Other operating Expenses	(3,081,769)	(3,079,308)
Other Operating Income	1,078,993	225,487
Financial and Other Charges	(6,359,720)	(8,266,795)
Profit / (Loss) before taxation	(12,866,642)	(13,673,953)
Provision for Taxation	-	1,035,197
Profit / (Loss) after taxation	(12,866,642)	(12,638,756)
Basic Earning/(Loss) per share in Rs	(4.22)	(4.14)
Breakup Value per share in Rs	125.599	129.81

### 3- Debt Servicing

During the period ended full and final settlement with one leasing company has been taken place i.e, M/s Saudi Pak Leasing Company Limited, settlement with M/s First Dawood Investment Bank Limited is very close to completion. Further Mian Habib Ullah CEO of the company is in the process of negotiating with other debt provider companies to reduce the financial liabilities of the company.

### 4- Dividend

The Directors have not recommended any dividend due to losses.

### 5- Future Prospects & Plans

Textile is facing problem due to shut down of gas and electricity.

*For and behalf of the Board of Directors*

Habib Ullah

**Chief Executive**

Rawalpindi: October 24, 2012

Hussain Ahmad Qureshi

**Director**