



# QUARTERLY REPORT

September 30, 2024

**Fateh Industries Limited**

442 Mirpurkhas Road, Hyderabad Pakistan

# Fateh Industries Limited

442, Mirpurkhas Road, Hyderabad

## DIRECTOR'S REVIEW TO THE SHAREHOLDERS

On behalf of the Board of Directors, I present before you the un-audited Quarterly Financial Statements and review on the Company's operations for the 1st Quarter ended **September 30, 2024**.

During the period under review sales were recorded at Rs.0.17 million as compared to Rs.4.14 million for the corresponding period of the preceding year. Company earned Gross Profit of Rs.0.01 million whereas. after Administration expenses of Rs.1.45 million, Operating Loss is Rs.1.44 million. Other income of Rs.0.72 million and Exchange loss of Rs. 0.72 million has been recorded in the current period. Company incurred Net Loss of Rs. 1.45 million and total comprehensive loss is Rs.1.34 million. The Accumulated Losses of Rs.112.97 million carried forward to balance sheet. Loss per share for the period is Rs.0.73.

for and on behalf of the Board



**SAEED ALAM**

Chief Executive

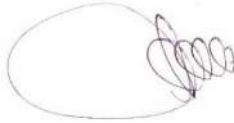
# Statement of Financial Position

As at September 30, 2024  
(Un-Audited)

	30-Sep-24 RUPEES	30-Jun-24 RUPEES
<b>NON CURRENT ASSETS</b>		
Property, Plant and Equipments	10,739,917	10,931,187
Investments	930,451	815,746
	<b>11,670,368</b>	<b>11,746,933</b>
<b>CURRENT ASSETS</b>		
Inventories	18,162,679	17,889,152
Trade Receivables	30,584,717	33,552,406
Advances, Deposits and Prepayments	1,662,825	1,317,718
Income Tax refundable	2,511,363	2,374,921
Cash and Bank Balances	1,378,773	220,012
	<b>54,300,357</b>	<b>55,354,209</b>
<b>Total</b>	<b>65,970,725</b>	<b>67,101,142</b>
<b>SHARE CAPITAL AND RESERVES</b>		
Share Capital	20,000,000	20,000,000
<i>Capital Reserve</i>		
Investment Re-measurement Reserve	912,884	798,179
<i>Revenue Reserve</i>		
Accumulated Losses	(112,970,068)	(111,518,757)
	<b>(92,057,184)</b>	<b>(90,720,578)</b>
<b>NON-CURRENT LIABILITIES</b>		
Security Deposits from Tenant	630,000	630,000
<b>CURRENT LIABILITIES</b>		
Trade and Other Payables	124,696,195	123,890,006
Loan from Directors	32,701,714	33,301,714
Provision for Taxation	0	0
	<b>157,397,909</b>	<b>157,191,720</b>
<b>Total</b>	<b>65,970,725</b>	<b>67,101,142</b>



**SAEED ALAM**  
Chief Executive



**RAUF ALAM**  
Director



**MUHAMMAD ISMAIL**  
Chief Financial Officer

Hyderabad: October 30, 2024

# Statement of Profit or Loss and Other Comprehensive Income

For the 1st Quarter ended September 30, 2024


(Un-Audited)

	30-Sep-24 RUPEES	30-Sep-23 RUPEES
Sales	171,450	4,141,836
Cost of sales	159,611	3,973,301
<b>Gross Profit</b>	<b>11,839</b>	168,535
Administration expenses	1,453,077	253,244
Selling expenses	0	0
	<b>1,453,077</b>	253,244
<b>Operating Loss</b>	<b>(1,441,238)</b>	(84,709)
Other income	710,597	1,269,300
Exchange Loss	(719,607)	(565,452)
	<b>(1,450,248)</b>	619,139
Financial expenses - Bank charges	1,063	577
<b>Net (Loss)/Profit before taxation</b>	<b>(1,451,311)</b>	618,562
Taxation	0	0
<b>Net (Loss)/Profit after taxation</b>	<b>(1,451,311)</b>	618,562
Other comprehensive income for the year		
Unrealized gain/(loss) on revaluation of investment - available for sale	114,705	24,606
<b>Total comprehensive (Loss)/Profit for the period</b>	<b>(1,336,606)</b>	643,168
<b>(Loss)/Earning per share</b>	<b>(0.73)</b>	0.31



**SAEED ALAM**

Chief Executive



**RAUF ALAM**

Director



**MUHAMMAD ISMAIL**

Chief Financial Officer

Hyderabad: October 30, 2024

# Notes to the condensed Interim Financial Statements:

For the 1st Quarter ended September 30, 2024

## 1. CORPORATE AND GENERAL INFORMATION

Fateh Industries Limited (the company) was incorporated on May 18, 1986, as a public company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017), and is listed on Pakistan Stock Exchange Limited. The business of company is to manufacture and sale of footwear of all kinds. The Registered office is situated at 442, Mirpurkhas Road, Hyderabad.

## 2. BASIS FOR PRESENTATION

### 2.1 Purpose of Issuance

These condensed interim financial statements have been issued to the shareholders to comply with Section 237 of the Companies Act, 2017 are un-audited

### 2.2 Statement of Compliance

These condensed interim financial statements have been prepared in accordance with the requirements of the International Accounting Standard 34 – “Interim Financial Reporting” and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. These condensed interim financial statements do 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 for the year ended **June 30, 2024**. These condensed interim financial statements are unaudited.

### 2.3 Comparative Financial Information

The comparative statement of financial position presented in these condensed interim financial statements has been extracted from the annual audited financial statements of the Company for the year ended **June 30, 2024**, whereas the comparative condensed interim profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim cash flow statement, are extracted from the unaudited condensed interim financial statements for the quarter ended **September 30, 2024**.

### 2.4 Basis of Measurement

These condensed interim financial statements have been prepared under the historical cost convention.

### 2.5 Accounting Policies

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the audited financial statements for the year ended **June 30, 2024**.

### 2.6 Accounting Estimates and Judgments

Estimates and judgments made by management in the preparation of these condensed interim financial statements are the same as those that were applied to the audited annual financial statements of the Company as at and for the year ended **June 30, 2024**.

### 2.7 Functional and Presentation Currency

These financial statements are presented in Pakistan Rupees, which is the company's functional and presentation currency.

## 3 CONTINGENCIES AND COMMITMENTS

Contingencies reported in the annual audited financial statements for the year ended **June 30, 2024** remain-unchanged.

## 4 TAXATION

No provision for current taxation has been made in these condensed interim financial statements.

## 5 RELATED PARTY TRANSACTIONS

Related parties comprise of group companies ( associates ), directors, major shareholders, their close family members and key management personnel. Transactions with related parties during the year, other than and including those which have been disclosed elsewhere in these financial statements, are given below:

<u>Name of Related Party</u>	<u>Nature of Transaction</u>	<u>30-Sep-24</u>	<u>30-Sep-23</u>
		<u>Rupees</u>	
Arino - Under Common Management	Sale of Goods	<b>171,450</b>	4,141,836
Arino - Under Common Management	Rental Income	<b>33,000</b>	33,000
Branded Shop - Under Common Management	Rental Income	<b>33,000</b>	33,000
Rauf Alam - Director	Loan Received	-	1,390,000
Aftab Alam - Director	Loan Received	-	730,000
Saeed Alam - Director	Loan Returned	<b>(600,000)</b>	(450,000)

## 6. FIGURES

Figures in these condensed interim financial statements have been rounded off to the nearest thousand rupees.

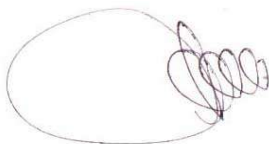
## 7. DATE OF AUTHORISATION

These condensed interim financial statements were authorized for issue on **October 30, 2024** by the Board of Directors of the Company.



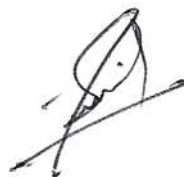
**SAEED ALAM**

Chief Executive



**RAUF ALAM**

Director



**MUHAMMAD ISMAIL**

Chief Financial Officer

Hyderabad: October 30, 2024

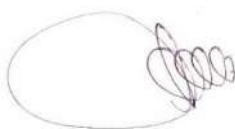
# Statement of Cash Flows

For the 1st Quarter ended September 30, 2024

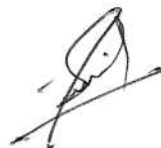
	<u>30-Sep-24</u> <u>RUPEES</u>	<u>30-Sep-23</u> <u>RUPEES</u>
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net (Loss)/Profit before taxation	(1,451,311)	618,562
<b>Adjustment for :</b>		
Depreciation	191,270	214,643
Other income	0	0
Financial charges	0	0
Exchange rate difference	719,607	565,452
	<u>910,877</u>	<u>780,095</u>
	<u>(540,434)</u>	<u>1,398,657</u>
Changes in Working Capital		
(Increase) / decrease in current assets		
Inventories	(273,527)	(1,390,419)
Trade Receivables	2,967,689	(327,367)
Advances, deposits & prepayments	(481,549)	(257,629)
Other receivables	0	0
Increase / (decrease) in current liabilities		
Trade and other payables	806,189	(256,274)
	<u>3,018,802</u>	<u>(2,231,689)</u>
Cash generated from operations	2,478,368	(833,032)
Income tax paid	0	0
Exchange rate difference	(719,607)	(565,452)
	<u>1,758,761</u>	<u>(1,398,484)</u>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Dividend Received	0	0
Net Cash flow from investing activities	0	0
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Short term borrowing	(600,000)	1,670,000
	<u>(600,000)</u>	<u>1,670,000</u>
<b>Net (decrease) / increase in Cash &amp; Cash equivalent (A+B+C).</b>	<u>1,158,761</u>	<u>271,516</u>
	<u>1,158,761</u>	<u>271,516</u>
Cash & cash equivalents at the beginning of the period	220,012	463,358
Cash & cash equivalent during the period	1,158,761	271,516
<b>cash &amp; cash equivalent at the end of the period</b>	<u>1,378,773</u>	<u>734,874</u>



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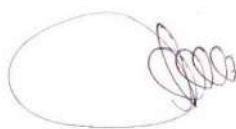
# Statement of Changes in Equity

For the 1st Quarter ended September 30, 2024

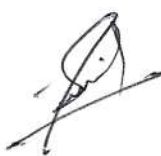
	Issued paid up share capital	Investment Remeasurement Reserve	Accumulated Profit / (Loss)	Total
	----- Rupees -----			
<b>Balance as on July 1, 2022</b>	<b>20,000,000</b>	<b>562,174</b>	<b>(103,940,601)</b>	<b>(83,378,427)</b>
Loss upto September 30, 2022	0	(10,066)	(461,907)	(471,973)
<b>Balance as on September 30, 2022</b>	<b>20,000,000</b>	<b>552,108</b>	<b>(104,402,508)</b>	<b>(83,850,400)</b>
<b>Balance as on July 1, 2023</b>	<b>20,000,000</b>	<b>415,947</b>	<b>(109,586,766)</b>	<b>(89,170,819)</b>
Profit upto September 30, 2023	0	24,606	618,562	643,168
<b>Balance as on September 30, 2023</b>	<b>20,000,000</b>	<b>440,553</b>	<b>(108,968,204)</b>	<b>(88,527,651)</b>
<b>Balance as on July 1, 2024</b>	<b>20,000,000</b>	<b>798,179</b>	<b>(111,518,757)</b>	<b>(90,720,578)</b>
Profit upto September 30, 2024	0	114,705	(1,451,311)	(1,336,606)
<b>Balance as on September 30, 2024</b>	<b>20,000,000</b>	<b>912,884</b>	<b>(112,970,068)</b>	<b>(92,057,184)</b>



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Hyderabad: October 30, 2024