

J. A. TEXTILE MILLS LIMITED

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED SEPTEMBER 30, 2009 (Un-Audited)

1 STATUS AND ACTIVITIES

J.A. Textile Mills Limited is limited by shares incorporated in Pakistan under the Companies Ordinance, 1984 and is listed on Karachi and Lahore Stock Exchanges in Pakistan. The registered office of the Company is located at 16-C, Peoples Colony, Faisalabad. The principal business activity of the Company is manufacturing and sale of yarn.

2 BASIS OF PREPARATION

2.1 These financial statements have been prepared under "historical cost convention" as modified by certain property, plant and equipment carried at revalued amount.

2.2 These financial statements are unaudited and are being presented in accordance with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting" and section 245 of the Companies Ordinance 1984.

3 ACCOUNTING POLICIES

The accounting policies and method of computation adopted for the preparation of these quarterly accounts are the same as those applied in the preparation of preceding annually published accounts of the company for the year ended June 30, 2009.

4 COST OF SALES

	Quarter ended September 30, 2009 Rupees	Quarter ended September 30, 2008 Rupees
Opening stock	13,615,700	22,470,006
Cost of goods manufactured (note 4.1)	<u>106,875,975</u>	182,991,675
	<u>120,491,675</u>	205,461,681
Closing stock	<u>(953,263)</u>	(49,173,985)
	<u><u>119,538,412</u></u>	<u><u>156,287,696</u></u>

4.1 COST OF GOODS MANUFACTURED

Opening work in process	-	3,467,699
Raw material consumed	<u>84,554,993</u>	140,132,344
Stores and spares consumed	<u>2,616,974</u>	4,033,657
Overheads	<u>23,168,036</u>	39,203,559
	<u>110,340,003</u>	183,369,560
	<u>110,340,003</u>	186,837,259
Closing work in process	<u>(3,464,028)</u>	(3,845,584)
	<u><u>106,875,975</u></u>	<u><u>182,991,675</u></u>

5 DATE OF AUTHORIZATION

These financial statements were authorized for issue on October 27, 2009 by the Board of directors of the company.

6 FIGURES

- are unaudited except of June 30, 2009 which are audited.
- have been rounded off to the nearest of rupee.

CHIEF EXECUTIVE

DIRECTOR