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J A TEXTILE MILLS LTD

NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER AND NINE MONTHS PERIOD ENDED MARCH 31, 2006

1 The Company is limited by shares incorporated in Pakistan under the Companies Ordinance, 1984 and listed on Stock Exchanges in Pakistan. The principal business of the Company is manufacture and sale of yarn. The mills is located at Tehsil Jaranwala, District Faisalabad, in the Province of Punjab.

2 The Company has accumulated losses of Rs. 235.607 million as at March 31, 2006 as against issued, subscribed and paid up capital of the Rs. 126.012 million. The management has increased the production capacity of the unit to improve the production efficiencies for consequent improvement in the profitability of the future years. In view of future expected improvements in financial results and continuing financial support from directors and associates, these accounts have been prepared on a going concern basis.

3 These financial statements have been prepared under "historical cost convention" except that certain fixed assets have been included at revalued amount. These financial statements are prepared in compliance with the International Accounting Standard (IAS) 34, Interim Financial Reporting and section 245 of the Companies Ordinance, 1984.

		MAR 31, 2006 RUPEES	JUN 30, 2005 RUPEES
4	SURPLUS ON REVALUATION OF FIXED ASSETS		
	Opening balance	77,111,186	79,138,865
	Incremental depreciation arising out of revaluation of fixed assets for the period transferred to accumulated loss-net of deferred tax	(3,647,475)	(2,027,679)
		73,463,711	77,111,186
5	CONTINGENCIES AND COMMITMENTS		
	CONTINGENCIES		
	There is no change in contingent liabilities since the last annual balance sheet date.		
	COMMITMENTS		
	Outstanding letter of credit		
	Stores and spares	-	250,000

		Quarter Jan06-Mar06 RUPEES	For the period Jul05-Mar06 RUPEES	Quarter Jan05-Mar05 RUPEES	For the period Jul04-Mar05 RUPEES
6	SALES				
	Gross sales	106,601,883	345,796,942	79,663,710	200,711,578
	Sales tax	-	-	(5,088,216)	(15,996,213)
		106,601,883	345,796,942	74,575,494	184,715,365
7	COST OF GOODS SOLD				
	Cost of goods manufactured (7.1)	101,758,976	310,141,191	70,312,898	190,719,322
	Finished goods				
	Opening stock	11,585,943	11,263,872	5,632,857	9,869,028
	Closing stock	(8,856,514)	(8,856,514)	(6,984,995)	(6,984,995)
		2,729,429	2,407,358	(1,352,138)	2,884,033
		104,488,405	312,548,549	68,960,760	193,603,355
7.1	COST OF GOODS MANUFACTURED				
	Raw material consumed (7.1.1)	71,966,453	224,263,029	46,896,097	130,222,546
	Stores and spares	2,853,934	5,552,088	1,680,459	4,604,135
	Packing material	1,200,639	3,147,476	1,338,321	3,296,433
	Salaries and wages	8,978,612	24,831,343	5,716,961	16,332,189
	Retirement benefits	300,000	888,620	415,911	1,131,852
	Fuel and power	11,736,880	36,130,897	9,577,643	25,682,801
	Repairs and maintenance	78,313	256,876	352,256	499,397
	Postage and telecommunication	64,765	118,097	30,735	89,367
	Vehicle running and maintenance	38,275	80,207	43,845	76,759
	Insurance	335,502	1,009,241	509,132	783,669
	Depreciation	4,441,705	14,323,817	2,823,407	6,588,189
	Other	60,682	519,264	66,422	547,494
		102,055,760	311,120,955	69,451,189	189,854,831
	Work in process				
	Opening stock	2,416,791	1,733,811	2,857,946	2,860,728
	Closing stock	(2,713,575)	(2,713,575)	(1,996,237)	(1,996,237)
		(296,784)	(979,764)	861,709	864,491
		101,758,976	310,141,191	70,312,898	190,719,322
7.1.1	RAW MATERIAL CONSUMED				
	Opening stock	27,011,249	16,910,287	24,531,721	13,664,175
	Purchases	93,368,737	255,766,275	51,922,306	146,116,301
		120,379,986	272,676,562	76,454,027	159,780,476
	Closing stock	(48,413,533)	(48,413,533)	(29,557,930)	(29,557,930)
		71,966,453	224,263,029	46,896,097	130,222,546

		MAR 31, 2006 RUPEES	MAR 31, 2005 RUPEES
8	WITH ASSOCIATED UNDERTAKINGS		
	Purchases		
	Energy	36,130,897	27,144,338

9 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on 28/04/06 by the Board of Directors of the Company.

10 FIGURES

- have been rounded off to the nearest Rupee.
- of prior period have been re-arranged and regrouped wherever necessary for the purpose of comparison.

CHIEF EXECUTIVE DIRECTOR