

Annual Report
2016



Tri-Star
Polyester Ltd.



Company Information

Board of Directors:

Mr. Rashid Ahmad	Non Executive Chairman
Mr. Asad Ahmad	Chief Executive
Ms. Uzma Ahmad	Executive Director
Mr. Tahir Ahmad	Non Executive Director
Ms. Marium Ahmad	Non Executive Director
Mr. Mohammad Haroon Saeed	Non Executive Director
Mr. Tanvir Hasan	Independent Director

Auditors:

M/s. Ghalib & Co.
Chartered Accountants

Bankers:

Bank Al-Habib Ltd.
Burj Bank Ltd.
Habib Bank Ltd.

Audit Committee:

Mr. Tanvir Hasan	Chairman
Mr. Tahir Ahmad	Member
Mr. Mohammad Haroon Saeed	Member

Legal Counsel:

Abid S. Zuberi
Bar-at-Law

Registered Office:

F/498, S.I.T.E.,
Karachi-75700

Shares Registrar / Transfer Agent:

Hameed Majeed Associates (Pvt) Ltd.
4th Floor, Karachi Chambers,
Hasrat Mohani Road, Karachi.

Plant:

F/538, S.I.T.E.,
Karachi-75700



NOTICE OF MEETING

Notice is hereby given that the Twenty Sixth Annual General Meeting of Tri-Star Polyester Ltd., will be held on October 28, 2016 at 12:00 pm at F/498, S.I.T.E., Karachi to transact the following business:

1. Recitation from the HOLY QURAN.
2. To receive and adopt the audited accounts for the period ended June 30, 2016 together with the Directors' and Auditors' report thereon.
3. To appoint Auditors of the Company and fix their remuneration.
4. To transact any other business with the permission of the Chair.

By Order of the Board

Company Secretary

Karachi: October 06, 2016

NOTES:

1. The Shares Transfer Books of the Company will remain closed from 15.10.2016 to 28.10.2016 (both days inclusive).
2. A member entitled to attend the Annual General Meeting is entitled to appoint a proxy and vote in his place at the meeting. Proxies in order to be effective must be received at the registered office of the Company at F/498, S.I.T.E., Karachi, duly stamped, signed and witnessed not later than 48 hours before the meeting.
3. CDC Shareholders or their Proxies are required to bring with them their Original Computerized National Identity Card (CNIC) or Passport alongwith the Participant's I.D. number and their account number at the time of attending an Annual General Meeting in order to authenticate their identity.
4. Members are requested to notify any change in their addresses immediately.



Directors' Report

The audited accounts of the Company for the year ended June 30, 2016 are presented herewith.

FINANCIAL RESULTS

The Financial Results of the Company are summarized as follows:

	Rupees 2016	Rupees 2015
Sales - Net	20,077,138	-
Cost of Sales	<u>(18,444,837)</u>	<u>(18,751,671)</u>
Gross Profit / (Loss)	1,632,300	(18,751,671)
Operating Expenses		
Distribution and Selling Cost	(36,900)	-
Administrative and General Expenses	<u>(483,393)</u>	<u>(630,135)</u>
	(520,293)	(630,135)
Operating (Loss)	<u>1,112,007</u>	<u>(19,381,807)</u>
Finance Cost	(6,142,235)	(5,476,748)
Other Income	-	907,503
Impairment Loss on Value of Plant and Machinery	-	-
(Loss) Before Taxation	<u>(5,030,227)</u>	<u>(23,951,052)</u>
Taxation		
- Current	<u>(200,771)</u>	<u>-</u>
- Prior	-	-
- Deferred	<u>5,026,423</u>	<u>5,717,889</u>
	4,825,652	-
(Loss) after Taxation	<u>(204,575)</u>	<u>(18,233,163)</u>
(Loss) per Share - Basic	<u>(0.01)</u>	<u>(0.85)</u>

BUSINESS

As reported during last quarter that your Company has started operations by putting up a latest state of the art embroidery machines and is doing OEM for image brand for both unstitched value added embroidered fabric and stitched garments i.e. pret. Alhamdulillah we are pleased to report that results are positive and Company has turned the corner and the operations are profitable. It is expected that operations will further improve the profitability of the Company and we would be able to achieve better results in future.

Your Company has also been approached by a few Chinese Companies showing interest in making investments in your company. The management of your Company is evaluating such proposals in detail.

For qualification regarding the nonpayment of dividend and maintaining separate Bank account for dividends the company has made arrangements that the dividend warrants should not be dishonored by the bank.



DIVIDEND

In view of the accumulated losses, no dividend has been recommended by the board of directors.

BOARD OF DIRECTORS

The present Board of Directors assumed their office with effect from 21st December, 2015 for a period of three years.

AUDITORS

The present Auditors M/s. Ghalib & Co., Chartered Accountants, are retiring and being eligible offer themselves for re-appointment. Under the terms of the code of Corporate Governance, they have been recommended by the audit committee for re-appointment as auditors until the conclusion of the next annual general meeting.

PATTERN OF SHARE HOLDING

A statement showing pattern of share holding in the Company as on June 30, 2016 appear on Page No. 40.

STATEMENT ON CORPORATE AND FINANCIAL REPORTING FRAME WORK

- a. The financial statements, prepared by the management of the Company, present fairly its state of affairs, the results of its operations' cash flows and change in equity.
- b. Proper books of accounts of the Company have been maintained.
- c. Appropriate accounting policies have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment.
- d. International Accounting Standards, as applicable in Pakistan, have been followed in preparation of financial statements and departure therefrom has been adequately disclosed.
- e. Despite the fact and because of the prevailing conditions that there are no employees at the payroll of the company as disclosed in notes to the financial statements, the normal work of the company is performed by the employees of the group company. The management is of opinion that the company has sound system of internal control.
- f. There has been no material departure from the best practices of corporate governance, as detailed in the listing regulations.
- g. No trading of Company Certificates was done by Chief Executive, Directors, Company Secretary and their spouses.
- h. None of the Director, Executives, and their spouses and minors children have traded in the shares of the company during the year.
- i. Key operating and financial data for the last six years in summarized form is annexed.



- j. During the year four (04) meetings of the Board of Directors were held, attendance by each Director is as follows:-

<u>Name of Director</u>	<u>No. of Meetings attended</u>
Mr. Asad Ahmad	04
Mr. Rashid Ahmad	04
Mr. Tahir Ahmad	04
Mr. Danish Ahmad	04
Ms. Uzma Ahmad	04
Mr. Tanvir Hasan	04
Mr. Mohammad Haroon Saeed	04

- k. The pattern of certificate holdings is annexed.

On behalf of the Board

ASAD AHMAD
Chief Executive

Place: Karachi, October 06, 2016

