

MEDIA TIMES LIMITED

Condensed Interim Financial Statements

For the First Quarter Ended

30 September 2018

(Un-Audited)

MEDIA TIMES LIMITED

MEDIA TIMES LIMITED

VISION

To be a dynamic and liberal media company with the aim to inform and entertain our target market, keeping in view the truth and authenticity element.

MISSION

As a leading & diversified media company, our mission is to set new standards of customer satisfaction by gaining the higher market share and at the same time fulfilling our obligations towards our employees, vendors, investors and most important our readers and viewers.

MEDIA TIMES LIMITED

MEDIA TIMES LIMITED

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MEDIA TIMES LIMITED

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Company Information

Board of Directors	Aamna Taseer Shehryar Ali Taseer Shahbaz Ali Taseer Shehrbano Taseer Rema Husain Qureshi Ayesha Tammy Haq Mohammad Mikail Khan	(Chairman) (CEO)	Non-Executive Executive Non-Executive Executive Non-Executive Non-Executive Independent
Chief Financial Officer	Waheed Asghar		
Audit Committee	Mohammad Maikail Khan (Chairman) Ayesha Tammy Haq (Member) Rema Husain Qureshi (Member)		
Human Resource and Remuneration (HR&R) Committee	Mohammad Maikail Khan (Chairman) Shehryar Ali Taseer (Member) Shahbaz Ali Taseer (Member)		
Company Secretary	Shahzad Jawahar		
Auditors	KPMG Taseer Hadi & Co. Chartered Accountants		
Legal Advisers	Muhammad Akbar Haroon		
Bankers	Allied Bank Limited Bank Alfalah Limited Faysal Bank Limited Habib Metropolitan Bank Limited		
Registrar and Shares Transfer Office	Corplink (Pvt.) Limited Wings Arcade, 1-K Commercial Model Town, Lahore Tele: + 92-42-5839182		
Head Office	3rd Floor, Pace Shopping Mall, Fortress Stadium, Lahore Cantt. Lahore, Pakistan Tel:(042) 36623005/6/8 Fax: (042) 36623121, 36623122		
Registered & Main Project Office	41-N, Industrial Area, Gulberg-II, Lahore Tel: (042) 35878614-9 Fax: (042) 35878620, 35878626		

MEDIA TIMES LIMITED

DIRECTORS' REVIEW

The Directors of Media Times Limited ("MTL" or "the Company") are pleased to present the quarterly review report to the members along with unaudited financial statements of the Company for the first quarter ended 30 Sep 2018.

Financial Overview

The company during three months period of this financial year reported an after tax loss of Rs.8 million as compared to a loss of Rs. 28 million in corresponding period last year. Turnover has been decreased to Rs.85 million as compared to Rs.91 million in corresponding period last year. Cost of production reduced to Rs. 60 million as compared to 80 million in corresponding period.

Detailed results of the Company for the period are disclosed in the financial statements accompanying this report; however highlights for the period are as follows.

Profit and Loss Account	September	
	2018	2017
	(Rs. in Millions)	
Turnover	85	91
Gross Profit	25	11
Admin & Selling Expenses	(28)	(49)
Finance Cost	(7)	(5)
Loss after Taxation	(8)	(28)
EPS Basic & Diluted- (Rupees)	(0.04)	(0.16)

Future Prospects:

Increasing competitive environment, inflation, volatility of consumer demand will remain a challenge for the business. The management of the company is confident that by creating new revenue streams and advancement in technology, the company would be able to produce mark able results in future. Management of Media Times is fully committed in achieving excellence in all fields of its operations and maintaining the high standards of quality that Media Times is known for, both in terms of its products as well as its operational practices.

Acknowledgements

Directors take this opportunity to place on record their appreciation of the dedication and commitment of employees at all levels that has made MTL to become one of the leading media companies in Pakistan. MTL continues to rely on its employees for its future expansion and believes in the mutual sharing of rewards that are a result of the endeavors of its employees. Directors thank and express their gratitude for the support and co-operation received from the Central and State Governments and other stakeholders including viewers, producers, vendors, financial institutions, banks, investors, service providers as well as regulatory and governmental authorities.

For and on behalf of the Board of Directors

Lahore: 30 October 2018

Director

CEO/Director

MEDIA TIMES LIMITED

ڈائریکٹرز کی جائزہ رپورٹ

30 ستمبر 2018 کو اختتام پذیر پہلی سہ ماہی کے لئے میڈیا ٹائمز لمیٹڈ ("MTL"، یا "کمپنی") کے ڈائریکٹرز اپنے اراکین کو کمپنی کے غیر پڑتال شدہ مالیاتی گوشواروں کے ہمراہ سہ ماہی جائزہ رپورٹ پیش کرنے میں مسرت محسوس کرتے ہیں۔

مالیاتی جائزہ

رواں مالی سال کی سہ ماہی کے دوران کمپنی نے گزشتہ سال کی اسی مدت میں 28 ملین روپے کے خسارہ کے مقابلہ میں 8 ملین روپے علاوہ ٹیکس خسارہ رپورٹ کیا۔ گزشتہ سال میں 91 ملین روپے نخران اور کے مقابلہ میں رواں سال 85 ملین روپے کمی ہوئی۔ پیداواری لاگت میں بھی 80 ملین سے 60 ملین روپے کمی رپورٹ کی گئی۔

30 ستمبر 2017ء	30 ستمبر 2018ء	
(ملین روپوں میں)		
		نفع و نقصان اکاؤنٹ
91	85	ٹران اوور
11	25	مجموعی منافع
(49)	(28)	انتظامی و فروخت پر اخراجات
(5)	(7)	قرضوں پر لاگت
(28)	(8)	خسارہ علاوہ ٹیکس
(0.16)	(0.04)	فی حصص آمدنی بنیادی اور ڈائی لیونڈ (روپے)

مستقبل کا منظر نامہ

مستقبل ماحول، افراط زر، صارفین کی عدم دلچسپی میں اضافہ کاروبار کے لئے ایک بڑا چیلنج ثابت ہوگا۔ کمپنی کی انتظامیہ پر امید ہے آمدنی کے نئے مواقع پیدا کر کے اور ٹیکنالوجی میں جدت لا کر کمپنی مستقبل میں قابل قدر نتائج حاصل کرنے میں کامیاب ہو جائے گی۔ میڈیا ٹائمز لمیٹڈ کی انتظامیہ اپنے آپ پریشنز کے تمام شعبوں میں برتری حاصل کرنے اور جن پروڈکٹس اور افحال کی وجہ سے میڈیا ٹائمز مشہور ہے اس اعلیٰ معیار کو برقرار رکھنے کے لئے پرعزم ہے۔

اعتراف

ڈائریکٹرز تمام اس موقع کا فائدہ اٹھاتے ہوئے تمام سطحوں پر ملازمین کے جذبہ اور عزم کو قدر کی نگاہ سے دیکھتا ہے۔ اس پختہ عزم کی وجہ سے MTL پاکستان کی معروف میڈیا کمپنیوں میں شامل ہے۔ MTL مستقبل میں توسیع کے لئے اپنے ملازمین پر انحصار جاری رکھتا ہے اور ملازمین کی ان تھک محنت کے نتیجے میں حاصل کئے گئے نتائج کی باہمی تقسیم میں یقین رکھتا ہے۔ ڈائریکٹرز مرکز کی اور صوبائی حکومتوں اور ناظرین، پروڈیوسرز، ویڈیوز، مالیاتی اداروں، بینکوں، سرمایہ داروں، خدمات فراہم کنندگان اور ریگولیٹری اور حکومتی اداروں جیسے دیگر سٹیک ہولڈرز کے تعاون اور حمایت کے بھی شکرگزار ہیں۔

برائے/مخانیب بورڈ آف ڈائریکٹرز

لاہور: 30 اکتوبر 2018ء

CEO / ڈائریکٹرز

ڈائریکٹر

MEDIA TIMES LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2018

		(Un-Audited) 30 Sep 2018	(Audited) 30 June 2018
	Note	Rupees	
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	4	316,764,986	333,180,026
Intangibles		1,243,004	1,309,746
Long term deposits		6,539,043	6,539,043
		324,547,033	341,028,815
CURRENT ASSETS			
Stores and spares		450,770	836,213
Trade debts		127,722,149	99,366,051
Advances, prepayments and other receivables		21,977,649	16,435,316
Advance income tax - net		5,836,030	6,666,068
Cash and bank balances		1,470,099	710,626
		157,456,697	124,014,273
TOTAL ASSETS		482,003,730	465,043,089
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital			
210,000,000 ordinary shares of Rs. 10/- each.		2,100,000,000	2,100,000,000
Issued, subscribed and paid up capital		1,788,510,100	1,788,510,100
Share premium reserve		76,223,440	76,223,440
Accumulated loss		(2,350,835,717)	(2,343,330,661)
Total Equity		(486,102,177)	(478,597,121)
NON CURRENT LIABILITIES			
Long term financing	5	248,587,697	248,587,697
Deferred Liabilities		33,647,783	31,956,709
		282,235,480	280,544,406
CURRENT LIABILITIES			
Trade and other payables	6	490,717,375	474,866,665
Mark-up accrued		126,237,509	119,313,584
Short term borrowings		48,000,000	48,000,000
Liabilities against assets subject to finance lease		20,915,543	20,915,555
		685,870,427	663,095,804
Total Liabilities		968,105,907	943,640,210
Contingencies and commitments	7	-	-
		482,003,730	465,043,089

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information.

Lahore
30 October 2018

Chief Financial Officer

Chief Executive

Director

MEDIA TIMES LIMITED

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2018

		30 Sep 2018	30 Sep 2017
	Note	Rupees	
Turnover - net		84,832,056	91,107,546
Cost of production		(59,554,104)	(80,473,850)
Gross Profit		25,277,952	10,633,696
Administrative expenses		(27,865,745)	(49,264,512)
Finance cost		(7,056,048)	(4,668,447)
Other income		3,340,114	16,714,196
Loss before taxation		(6,303,727)	(26,585,067)
Taxation		(1,201,329)	(1,419,142)
Loss after taxation		(7,505,056)	(28,004,208)
Loss per share - basic and diluted		(0.04)	(0.16)

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information.

Lahore
30 October 2018

Chief Financial Officer

Chief Executive

Director

MEDIA TIMES LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2018

	30 Sep 2018	30 Sep 2017
	Rupees	
Loss after taxation	(7,505,056)	(28,004,208)
Other comprehensive income	-	-
Total comprehensive loss for the period	<u>(7,505,056)</u>	<u>(28,004,208)</u>

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information.

Lahore
30 October 2018

Chief Financial Officer

Chief Executive

Director

MEDIA TIMES LIMITED

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2018

		30 Sep 2018	30 Sep 2017
	Note	Rupees	
<u>Cash flow from operating activities</u>			
Cash used in operations	8	(1,427,114)	8,766,764
Finance cost paid		(132,123)	(193,205)
Taxes paid		(371,290)	(1,202,723)
Net cash used in operating activities		(1,930,527)	7,370,836
<u>Cash flow from investing activities</u>			
Fixed capital expenditure		-	(7,573,700)
Sale proceeds of property, plant and equipment		2,690,000	-
Net cash generated from/(used in) investing activities		2,690,000	(7,573,700)
<u>Cash flow from financing activities</u>			
Repayment of lease		-	-
Net cash generated from financing activities		-	-
Net Increase/ (decrease) in cash and cash equivalents		759,473	(202,864)
Cash and cash equivalents at the beginning of the period		710,626	2,686,663
Cash and cash equivalents at the end of the period		1,470,099	2,483,799

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information.

Lahore
30 October 2018

Chief Financial Officer

Chief Executive

Director

MEDIA TIMES LIMITED

CONDENSED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2018

	Share capital	Capital reserves Share premium	Revenue reserve Unappropriated profit/(loss)	Total
	Rupees			
Balance at 01 July 2017	1,788,510,100	76,223,440	(2,112,215,026)	(247,481,486)
Loss for the period	-	-	(28,004,208)	(28,004,208)
Other comprehensive loss for the period - restated	-	-	-	-
Total comprehensive loss	-	-	(28,004,208)	(28,004,208)
Balance at 30 Sep 2017	1,788,510,100	76,223,440	(2,140,219,234)	(275,485,694)
Loss for the period	-	-	(201,267,371)	(201,267,371)
Other comprehensive loss for the period - restated	-	-	(1,844,056)	(1,844,056)
Total comprehensive loss	-	-	(203,111,427)	(203,111,427)
Balance at 30 June 2018	1,788,510,100	76,223,440	(2,343,330,661)	(478,597,121)
Loss for the period	-	-	(7,505,056)	(7,505,056)
Other comprehensive loss for the period	-	-	-	-
Total comprehensive loss	-	-	(7,505,056)	(7,505,056)
Balance as at 30 Sep 2018	1,788,510,100	76,223,440	(2,350,835,717)	(486,102,177)

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information.

Lahore
30 October 2018

Chief Financial Officer

Chief Executive

Director

MEDIA TIMES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2018

1 The Company and its operations

Media Times Limited ("the Company") was incorporated in Pakistan on 26 June 2001 as a private limited company and was converted into public limited company on 06 March 2007. The Company is listed on the Pakistan Stock Exchange. The registered office of the Company is located at 41-N, Industrial Area, Gulberg II, Lahore. The Company is primarily involved in printing and publishing daily English and Urdu news papers by the name of "Daily Times" and "AajKal" respectively. Printing facilities of the Company are located at the following geographical locations:

- 41-N, Industrial Area, Gulberg II, Lahore.
- Plot # 348, Industrial Area Street I, 9/3, Islamabad.
- D- 198, Site Area, Nazimabad, Karachi.

The Company is also operating satellite channels by the name of "Business Plus" and "Zaiqa" respectively. The facilities for these locations are located at the following geographical locations:

- 41-N, Industrial Area, Gulberg II, Lahore.
- Office # 5-B Lakson Sq Building # 1 Sarwar Shaheed Road, Karachi.

2 Basis of preparation

Statement of compliance

This condensed interim financial information has been presented in condensed form in accordance with the requirements of the International Accounting Standard (IAS) 34 - Interim Financial Reporting and provisions of and the directives issued under the Companies Act 2017. In case where requirements of Companies Act 2017 differ from the IFRS, the provisions of or directives issued under the Companies Act, 2017 or directives issued by Securities and Exchange Commission of Pakistan (SECP) have been followed.

This condensed interim financial information does not include all the information required for annual financial statements and should be read in conjunction with audited financial statements of the Company, for the year ended 30 June 2018.

Judgements and Estimates

In preparing this condensed interim financial information, management make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended 30 June 2018.

Functional and presentation currency

This condensed interim financial information is presented in Pakistan Rupees which is also the Company's functional currency.

3 Significant accounting policies

The accounting policies applied in this condensed interim financial information are the same as those applied in the Company's financial statements as at and for the year ended 30 June 2018.

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		30 Sep 2018	30 June 2018
	Note	Rupees	
4 Property, plant and equipment			
Operating assets	4.1	<u>316,764,986</u>	<u>333,180,026</u>
		<u>316,764,986</u>	<u>333,180,026</u>

4.1 Operating assets

Owened and leased assets:

Opening net book value		333,180,026	415,484,200
Additions / transfers during the period	4.1.1	-	8,056,200
Disposal during the period -NBV		(2,124,657)	(1,520,000)
Write off during the period-NBV			(18,302,229)
		<u>331,055,369</u>	<u>403,718,171</u>
Disposal during the period -NBV		-	-
Depreciation for the period		(14,290,383)	(70,538,145)
Closing net book value		<u>316,764,986</u>	<u>333,180,026</u>

4.1.1 Break-up of additions/transfers

Plant and equipment	-	45,500
Office equipment	-	1,139,000
Computers	-	181,700
Vehicles	-	6,690,000
Furniture and fixtures	-	-
	-	<u>8,056,200</u>

5 Long term finances

This represents loan obtained from WTL Services (Private) Limited . This loan is repayable in January 2022. This is an unsecured loan and carries mark-up at the rate of three months KIBOR plus 300 basis points per annum (30 June 2018: three months KIBOR plus 300 basis points per annum).

6 Trade and other payables

Trade and other payables include balance amounting to Rs 9.9 million (June 2018: Rs 5.1 million) payable to associated undertakings.

7 Contingencies and commitments

There has been no significant change in the status of commitments and contingencies as reported in preceeding annual audited financial statements of the Company for the year ended 30 June 2018.

MEDIA TIMES LIMITED

	30 Sep 2018	30 Sep 2017
Note	Rupees	
8 Cash used in operations		
Loss before taxation	(6,303,727)	(26,585,067)
Adjustment for non-cash charges and other items:		
Depreciation	14,290,383	20,315,370
Amortization of intangibles	66,702	66,702
Gain on disposal of operating fixed assets	(565,600)	-
Liabilities no longer payables written back	-	(11,789,826)
Retirement benefits	1,691,073	1,825,346
Finance cost	7,056,048	4,668,447
Loss before working capital changes	16,234,880	(11,499,028)
Effect on cash flow due to working capital changes:		
Stores and spares	385,443	118,809
Trade debts	(28,355,812)	24,043,274
Advances, prepayments and other receivables	(5,542,333)	(3,630,382)
Trade and other payables	15,850,709	(265,909)
Net cash used in operation	(1,427,114)	8,766,764

9 Related party transactions

The related parties comprise associated companies, related group companies, directors of the Company, companies where directors also hold directorship, and key management employees. Significant transactions with related parties are as follows:

	30 Sep 2018	30 Sep 2017
Note	Rupees	
Associates		
Building Rent	3,536,919	4,544,058
Sale of goods and services	26,000	2,715,859
Purchase of Goods & Services	-	-

All transactions with related parties have been carried out on commercial terms and conditions.

10 Segment reporting

Segment information is presented in respect of the Company's business. The primary format, business segment, is based on the Company's management reporting structure.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Segment capital expenditure is the total cost incurred during the period to acquire segment assets that are expected to be used for more than one year.

The Company's operations comprise of the following main business segments:

MEDIA TIMES LIMITED

- Print media which comprises of "Daily Times" and "AajKal" being the Daily English and Urdu newspapers respectively.
- Electronic media comprises of "Business Plus", and "Zaiqa" being the two satellite channels.

Segment revenues and results

Following is an analysis of the company's revenue and results by reportable segment:

	Print Media	Electronic Media	Total
	(Rupees)		
For the period ended 30 Sep 2018			
Turnover - net	48,003,883	36,828,173	84,832,056
Loss before taxation	(32,115,131)	25,811,405	(6,303,726)

For the period ended 30 Sep 2017

Turnover - net	60,473,154	30,634,392	91,107,546
Loss before taxation	(19,756,801)	(6,828,266)	(26,585,067)

Segment assets and liabilities

Assets and liabilities allocated to reportable segments are as follows:

As at 30 Sep 2018

Segment assets for reportable segments	348,146,697	128,021,003	476,167,700
Unallocated corporate assets			5,836,030
Total assets as per balance sheet			482,003,730
Segment liabilities	296,149,165	134,001,464	430,150,629
Unallocated segment liabilities			537,955,278
Total liabilities as per balance sheet			968,105,907

As at 30 June 2018

Segment assets for reportable segments	367,313,297	91,063,724	458,377,021
Unallocated corporate assets			6,666,068
Total assets as per balance sheet			465,043,089
Segment liabilities	289,406,102	124,893,817	414,299,919
Unallocated segment liabilities			529,340,291
Total liabilities as per balance sheet			943,640,210

11 Taxation

The provision for taxation for the period ended 30 Sep 2018 has been made on an estimated basis.

MEDIA TIMES LIMITED

		30 Sep 2018	30 Sep 2017
12 Loss per share - basic & diluted	<i>Note</i>	Rupees	
Loss after taxation attributable to ordinary share holders -Rupees		<u>(7,505,056)</u>	<u>(28,004,208)</u>
Weighted average number of ordinary shares - Numbers		<u>178,851,010</u>	<u>178,851,010</u>
Loss per share - Basic & diluted Rupees		<u>(0.04)</u>	<u>(0.16)</u>

There is no dilution effect on the basic EPS as the company has no such commitments.

13 Financial risk management

The Company's financial risk management objectives and policies are consistent with those disclosed in the audited annual financial statements of the Company as at and for the year ended 30 June 2018.

14 Date of authorization for issue

This un-audited condensed financial information for the quarter ended 30 Sep 2018 was authorized for issue on 30 Oct 2018 by the Board of Directors of the Company.