

**KOHINOOR
INDUSTRIES
LIMITED**

**QUARTERLY REPORT
SEPTEMBER 30, 2018
(UN-AUDITED)**

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BOARD OF DIRECTORS

Mr. M. Naseem Saigol
Mr. M. Zeid Yousuf Saigol
Mr. Muhammad Murad Saigol
Mr. Muhammad Omer Farooq
Mr. Muhammad Athar Rafiq
Mr. Muhammad Shamil
Mr. Rashid Ahmad Javaid

Chairman
Chief Executive Officer

AUDIT COMMITTEE

Mr. Rashid Ahmad Javaid
Mr. Muhammad Omer Farooq
Mr. Muhammad Athar Rafiq
Mr. Muhammad Shamil

Chairman/Member
Member
Member
Member

HR & REMUNERATION COMMITTEE

Mr. Rashid Ahmad Javaid
Mr. M. Naseem Saigol
Mr. M. Zeid Yousuf Saigol

Chairman
Member
Member

COMPANY SECRETARY

Khawaja Safee Sultan

CHIEF FINANCIAL OFFICER

Mr. Zahoor Ahmed

AUDITORS

M/s Mudassar Ehtisham & Co.
Chartered Accountants

REGISTRATION NUMBER

0000214

NTN

0452891-3

WEBSITE

www.kil.com.pk

BANKERS

Askari Bank Limited
Bank Alfalah Limited
Faysal Bank Limited
Habib Bank Limited
NIB Bank Limited
National Bank of Pakistan
Standard Chartered Bank (Pakistan) Limited

REGISTERED OFFICE

17-Aziz Avenue, Canal Bank,
Gulberg-V, Lahore.
Tel: 042-35715029-31 Fax: 042-35715105
E-mail: shares@saigols.com

WORKS

Kohinoor Nagar, College Road,
Madina Town, Faisalabad.
Tel: 8540211-12 Fax: 8541444

SHARE REGISTRAR

M/s Corplink (Pvt.) Limited
Wings Arcade, 1-K, Commercial,
Model Town, Lahore
Tel: 35916714-19, 35839182 Fax: 35869037
E-mail: shares@corplink.com.pk

DIRECTOR'S REPORT

The Directors' of your company presented before you the report of the company for the 1st Quarter ended September 30, 2018.

During the period under review, the revenue of the company for the period is Rs. 9.667 million as compared to Rs. 8.675 million in the corresponding period last year. During the period the company earned profit Rs. 3.587 million as compare to profit of Rs. 1.402 million. We are trying and hopeful that company will be able to mature more viable business ventures in future.

We wish to thank to the shareholders for their support. We are pleased to record our appreciation of the services rendered by the employees of the company and hope that the same spirit of devotion will continue in future.

For and on behalf of the Board



M. ZEID YOUSUF SAIGOL

Chief Executive

Lahore
October 30, 2018

ڈائریکٹر رپورٹ:

کمپنی کے ڈائریکٹران، حصہ داران کے سامنے کمپنی کارکردگی برائے دورانیہ 30 ستمبر، 2018 پیش کی۔

زیر غور دورانیہ میں کمپنی نے 9.667 ملین سرمایہ کمایا جبکہ گزشتہ سال اسی عرصہ میں 8.675 ملین سرمایہ کمایا تھا۔ کمپنی نے زیر جائزہ دورانیہ میں 3.587 ملین کا منافع کمایا جو کہ گزشتہ سال اسی عرصہ میں 1.402 ملین تھا۔

ہم کوشش کر رہے ہیں اور پُر امید ہیں کہ کمپنی مستقبل میں مزید قابل عمل کاروباری منصوبے شروع کرے گی۔

ہم تمام حصہ داران کے بھرپور تعاون کے تہہ دل سے مشکور ہیں۔ ہم یہ اعلان کرتے ہوئے خوشی محسوس کرتے ہیں کہ کمپنی اپنے ملازمین کو سراہتے ہوئے یہ امید کرتی ہے کہ وہ اسی انداز میں آئندہ بھی اپنے فرائض سرانجام دیتے رہیں گے۔

منجانب و برائے بورڈ:

لاہور

محمد زید یوسف سہگل

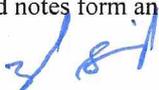
130 اکتوبر 2018

چیف ایگزیکٹو

KOHINOOR INDUSTRIES LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2018

	Note	Sep 30, 2018 Rupees	June 30, 2018 Rupees
ASSETS			
Non current assets			
Property, plant and equipment		3,036,397	3,122,553
Government taken over concerns		-	-
Investment property		802,860,585	802,860,585
Long term deposits		166,376	368,876
Long term investments		7,371,000	9,497,250
Current assets			
Loans and advances		56,536	77,536
Other receivables		20,000	216,020
Tax refunds due from Government		14,760,850	13,362,423
Cash and bank balances		10,789,978	5,389,403
		<u>25,627,364</u>	<u>19,045,382</u>
TOTAL ASSETS		<u><u>839,061,722</u></u>	<u><u>834,894,646</u></u>
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized capital			
40,000,000 ordinary shares of Rs. 10 each		<u>400,000,000</u>	<u>400,000,000</u>
Issued, subscribed and paid up capital		303,025,430	303,025,430
Reserves		187,394,755	187,394,755
Surplus on revaluation of fixed assets		651,264,077	651,264,077
Unappropriated (loss) / profit		<u>(712,558,155)</u>	<u>(716,145,840)</u>
		429,126,107	425,538,422
Current liabilities			
Trade and other payables		30,199,037	30,354,473
Short term loan from directors - unsecured		353,682,503	353,682,503
Unclaimed Dividend		1,034,826	1,034,826
Provision for taxation		<u>25,019,249</u>	<u>24,284,422</u>
		409,935,615	409,356,224
Contingencies & Commitments		-	-
TOTAL EQUITY AND LIABILITIES	3	<u><u>839,061,722</u></u>	<u><u>834,894,646</u></u>

The annexed notes form an integral part of these financial statements


(CHIEF EXECUTIVE OFFICER)


(CHIEF FINANCIAL OFFICER)


(DIRECTOR)

KOHINOOR INDUSTRIES LIMITED
PROFIT OR LOSS ACCOUNT
FOR THE QUARTER ENDED SEPTEMBER 30, 2018

	Note	Sep 30, 2018 Rupees	Sep 30, 2017 Rupees
Revenue		9,667,648	8,675,482
Other operating income		-	-
		<u>9,667,648</u>	<u>8,675,482</u>
Operating expenses :			
Other operating expenses		(1,781,991)	(319,294)
Administrative expenses		<u>(3,212,556)</u>	<u>(5,247,413)</u>
		4,673,101	3,108,775
Finance cost		(6,330)	(8,940)
Share of (loss) from Associate		<u>(344,259)</u>	<u>(1,410,056)</u>
Profit before taxation		4,322,512	1,689,779
Taxation			
Current year taxation		<u>(734,827)</u>	<u>(287,262)</u>
Profit after tax		<u><u>3,587,685</u></u>	<u><u>1,402,517</u></u>
Earning per share- Basic and diluted		<u><u>0.12</u></u>	<u><u>0.05</u></u>

The annexed notes form an integral part of these financial statements


(CHIEF EXECUTIVE OFFICER)


(CHIEF FINANCIAL OFFICER)


(DIRECTOR)

KOHINOOR INDUSTRIES LIMITED
STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2018

	Sep 30, 2018 Rupees	Sep 30, 2017 Rupees
Net profit for the year	3,931,944	2,812,573
Other Comprehensive Income		
<i>Items that will not be reclassified to profit and loss account:</i>		
<i>Share of other comprehensive income / (loss) of associated companies - net of tax</i>	(344,259)	(1,410,056)
<i>Items that will be reclassified to profit and loss account:</i>	-	-
Total Comprehensive Income for the year	3,587,685	1,402,517

The annexed notes form an integral part of these financial statements


(CHIEF EXECUTIVE OFFICER)


(CHIEF FINANCIAL OFFICER)


(DIRECTOR)

KOHINOOR INDUSTRIES LIMITED
CASH FLOW STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2018

	Note	Sep 30, 2018 Rupees	Sep 30, 2017 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations			
Profit before taxation		4,322,512	1,689,779
<i>Adjustments for non-cash and other items:</i>			
Depreciation		86,155	97,975
Share of (loss) from Associate		344,259	1,410,056
#REF!		1,781,991	319,294
Finance cost		6,330	8,940
		2,218,735	1,836,265
Profit / (Loss) before working capital changes		6,541,247	3,526,044
Changes in working capital:			
(Increase)/ decrease in:			
Loans and advances		21,000	1,000
Other receivables		196,020	(178,200)
Long term deposits		202,500	
Trade and other payables		(155,436)	1,638,186
Short term loans from directors-Unsecured		-	(962,961)
		264,084	498,025
Cash generated from operations		6,805,331	4,024,069
Finance cost paid		(6,330)	(8,940)
Income tax paid		(1,398,426)	(1,296,252)
		(1,404,756)	(1,305,192)
Net cash generated from / (used in) operating activities		5,400,575	
Net increase / (decrease) in cash and cash equivalents		5,400,575	2,718,877
Cash and cash equivalents at the beginning of year		5,389,403	1,746,555
Cash and cash equivalents at the end of year		10,789,978	4,465,432

The annexed notes form an integral part of these financial statements


(CHIEF EXECUTIVE OFFICER)


(CHIEF FINANCIAL OFFICER)


(DIRECTOR)

KOHINOOR INDUSTRIES LIMITED

NOTES TO THE ACCOUNTS FOR THE QUARTER ENDED SEPTEMBER 30, 2018

1- THE COMPANY AND ITS OPERATIONS

Kohinoor Industries Limited is a public limited, quoted company incorporated in Pakistan under the Companies Act 1913(now the Companies Ordinance ,1984).The principal activity of company was to manufacture and sell yarn. The operational activities have been closed down with effect from 12th October 2007.

Board of director's in its meeting held on 30th April, 2008 decided to closed down the business as due to increase in prices of raw material and other inputs without increase in yarn sales prices in the local and international market, the operation of the textile unit had become most uneconomical and huge losses were expected to arise if the business was carried on. It was unanimously decided that business be closed down and machinery be disposed off and for that purpose a committee was formed consisting of Managers;Manager sale,Mnager accounts, headed by chief operational officer.

Factory building has been leased out to other Industrial units whereas school building is also rented. The company vide Sub-Clause II of the Memorandum of Association is authorised to lease and let out on hire it's business premises as when it is considered fit.

GOING CONCERN ASSUMPTION

Our paid-up capital as on 30.09.2018 stands at Rs. 303.025 million while adverse balance of reserves and Unappropriated losses are amounting to Rs. 712.558 million. Our current liabilities are Rs. 409.936 million whereas the current assets are Rs. 25.627 million and current liabilities are more by Rs.384.309 million than the current assets. This situation creates doubts about going concern situation of the company. We have leased out the factory building to industrial unit and to some other institutions and our rental income during the quarter is aggregating to Rs. 9.668 million which is quite sizeable to meet the expenses. As per regulations, our Board of Directors in the meeting held on 27-04-2013 that the management does not have any plan to dispose of the fixed assets of the company and our leasing business is quite viable.

2- BASIS OF PREPARATION

As stated above the textile business has been closed down. As per resolution of Board of Directors in the meeting held on 27-04-2013, it is stated that management has no plan to dispose off fixed assets of the company. It will continue leasing business of renting out the property which is quite viable activity. The financial statements thus have been prepared on going concern basis.

3- CONTINGENCIES AND COMMITMENTS

There have been no changes in the contingencies and commitments as disclosed in the annual financial statements of the company for the year ended 30th June, 2018.

4- TAXATION

Provision in respect of taxation, for this quarter , is estimated only and final liability will be determine on the basis of annual results.

5- These accounts are un-audited and are being submitted to share holders as requirements of the Companies Act, 2017.

6- Figures have been rounded off nearest to the rupee and comparative figures have been r-arranged, wherever necessary, for the purpose of comparison.