

LANDMARK SPINNING INDUSTRIES LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
(UN-AUDITED)AS ON DECEMBER 31, 2018

	Note	Dec 31, 2018 Rupees	June 30, 2018 Rupees
ASSETS			
Property, Plant and Equipments - at realizable Value	6	176,751,296	176,751,296
Deposits		25,000	25,000
Cash and Bank Balances		27,803	16,375
		<u>176,804,099</u>	<u>176,792,671</u>
SHAREHOLDERS EQUITY AND LIABILITIES			
SHARE CAPITAL			
Authorized Capital			
15,000,000 (June 30, 2018: Rs. 15,000,000) Ordinary Shares of Rs.10/- each		<u>150,000,000</u>	<u>150,000,000</u>
Issued subscribed and Paid up Capital			
12,123,700 (June 30, 2018: 12,123,700) Ordinary Shares of Rs. 10/- each fully paid in cash		121,237,000	121,237,000
Capital Reserve			
Surplus on Revaluation of Land, Building and Plant & Machinery		45,829,910	45,829,910
Revenue Reserves			
Accumulated Loss			
		<u>(230,529,656)</u>	<u>(229,375,809)</u>
		(63,462,746)	(62,308,898)
LIABILITIES			
Deferred Taxation		16,324,107	16,324,107
Loans from Related Parties - Unsecured, Interest Free, at settlement Amounts			
	7	223,681,332	222,573,817
Trade and Other Payables			
Provision for Taxation		261,406	203,646
Contingencies and Commitments			
	8	<u>176,804,099</u>	<u>176,792,671</u>

The annexed notes form, an integral part of these financial statements.


AMIN A. HASHWANI
Chief Executive


YOUSUF NOORANI
C.F.O


ABDULLAH A. HASHWANI
Director

LANDMARK SPINNING INDUSTRIES LIMITED
CONDENSED INTERIM STATMENT OF PROFIT OR LOSS ACCOUNT
(UN-AUDITED)FOR THE HALF YEAR ENDED DECEMBER 31, 2018


	Note	For the Half year Ended December 31, 2018 Rupees	December 31, 2017	For the Quarter Ended December 31, 2018 Rupees	December 31, 2017
SALES - Net					
		-	-	-	-
Cost of Sales		<u>91,640</u>	<u>11,420,968</u>	<u>50,000</u>	<u>5,841,698</u>
Gross (Loss)		(91,640)	(11,420,968)	(50,000)	(5,841,698)
OPERATING EXPENSES					
Administrative Expenses		<u>1,060,193</u>	<u>1,812,746</u>	<u>757,260</u>	<u>820,702</u>
Operating (Loss)		(1,151,833)	(13,233,714)	(807,260)	(6,662,400)
Financial Cost					
Bank charges and commission		<u>2,014</u>	<u>3,454</u>	<u>1,392</u>	<u>1,802</u>
Unwinding of discount - on Associated and Related Party Loans- reversal		-	7,877,240	-	3,938,620
		<u>2,014</u>	<u>7,880,694</u>	<u>1,392</u>	<u>3,940,422</u>
(Loss) Before Taxation		<u>(1,153,847)</u>	<u>(21,114,408)</u>	<u>(808,652)</u>	<u>(10,602,822)</u>
Taxation		-	-	-	-
Current		<u>-</u>	<u>1,369,982</u>	<u>-</u>	<u>684,991</u>
Deferred tax		-	1,369,982	-	684,991
		<u>(1,153,847)</u>	<u>(19,744,426)</u>	<u>(808,652)</u>	<u>(9,917,831)</u>
(Loss) After Taxation					
(Loss) Per Share -Basic9		<u>(0.10)</u>	<u>(1.63)</u>	<u>(0.07)</u>	<u>(0.82)</u>

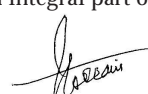
The annexed Notes form an integral part of these accounts.

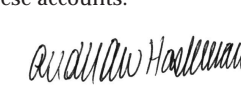
CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME (UN-AUDITED) FOR THE
HALF YEAR ENDED DECEMBER 31, 2018

	Note	For the Half year Ended December 31, 2018 Rupees	December 31, 2017	For the Quarter Ended December 31, 2018 Rupees	December 31, 2017
(loss) for the period		(1,153,847)	(19,744,426)	(808,652)	(9,917,831)
Other comprehensive income					
Effect of change in tax rates on balance of revaluation on property, plant and equipment		-	-	-	-
		<u>(1,153,847)</u>	<u>(19,744,426)</u>	<u>(808,652)</u>	<u>(9,917,831)</u>

The annexed Notes form an integral part of these accounts.


AMIN A. HASHWANI
Chief Executive


YOUSUF NOORANI
C.F.O


ABDULLAH A. HASHWANI
Director

LANDMARK SPINNING INDUSTRIES LIMITED
CONDENSED INTERIM STATEMENT OF CASH
FLOW (UN-AUDITED) AS ON DECEMBER 31, 2018

	Dec 31 2018 Rupees	Dec 31 2017 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss) before taxation	(1,153,847)	(21,114,408)
Adjustment of non-fund items:		
Depreciation	-	10,168,750
Unwinding of discount - on Associated and Related Party Loans- reversal	-	7,877,240
Financial Charges	2,014	3,454
	<u>2,014</u>	<u>18,049,444</u>
	<u>(1,151,833)</u>	<u>(3,064,964)</u>
Working capital charges		
(INCREASE)/DECREASE IN CURRENT ASSETS:		
Stores and spares	-	(295,202)
INCREASE/(DECREASE) IN CURRENT LIABILITIES:		
Trade and Other Payables	57,760	(98,300)
	<u>57,760</u>	<u>(393,502)</u>
Cash generated from operations	(1,094,073)	(3,458,466)
Financial Cost Paid		
	<u>(2,014)</u>	<u>(3,454)</u>
	<u>(2,014)</u>	<u>(3,454)</u>
NET CASH GENERATED FROM OPERATING ACTIVITIES	(1,096,087)	(3,461,920)
CASH FLOW FROM FINANCING ACTIVITIES		
Long term loans	1,107,515	3,484,527
Net cash flow from investing activities	<u>1,107,515</u>	<u>3,484,527</u>
NET INCREASE/(DECREASE) IN CASH & BANK BALANCES	11,428	22,607
Cash and bank balances at the beginning of the period	16,375	15,800
CASH AND BANK BALANCES AT THE END OF THE PERIOD	<u>27,803</u>	<u>38,407</u>

The annexed Notes form an integral part of these account.


AMIN A. HASHWANI
Chief Executive


YOUSUF NOORANI
C.F.O


ABDULLAH A. HASHWANI
Director

FEROZE SHARIF TARIQ & CO
REVIEW REPORT OF INTERIM FINANCIAL STATEMENTS
INDEPENDENT AUDITORS REVIEW REPORT TO THE
MEMBERS OF LANDMARK SPINNING INDUSTRIES LIMITED

Introduction
We have reviewed the accompanying condensed interim statement of financial position of Landmark spinning Industries Limited as at December 31, 2018 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim profit or loss for the quarters ended December 31, 2018 and December 31, 2017 have not been reviewed as we are required to review only the cumulative figures for the Six month ended December 31, 2018.

Scope of Review
We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion
Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Emphasis of Matter
We draw attention to Note 2 and 3 of the financial statements, which describes that the company has prepared Financial Statements on Realizable Value/ settlement amounts, the company has taken Forced Sales value ascertained by M/s KG Traders (Private) Limited as Realizable value of the Assets as fully disclosed in note 7, 7.1 and 7.2 to the financial Statements. Our opinion is not modified in respect of this matter.

The engagement partner on the review resulting in this independent auditor's review report is Mohammad Ghalib.

CHARTERED ACCOUNTANTS
Place Karachi:
Dated: February 27th, 2019

LAND MARK SPINNING INDUSTRIES LIMITED CONDENSED INTERIM NOTES TO THE ACCOUNTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2018

1.Nature and Status of Business

Landmark Spinning Industries Limited (the Company) was incorporated in Pakistan, as a private Limited Company on October 21, 1991 and was converted into a public limited company on April 30, 1992 under the Companies Ordinance, 1984 (Repealed) with the enactment of the Companies Act, 2017 on May 30, 2017) and its shares are listed on Pakistan Stock Exchange Limited. The Principal activity of the Company is trading, manufacturing and sale of yarn.

The geographical Location and address of the company's business units, including mill /plant are as under:

The registered office of the company is located at 1st floor, Cotton Exchange Building, 11 Chundrigar Road, Karachi, Pakistan; while its manufacturing facilities are located at Plot No. C-1, Winder Industrial Estate Sector 'C' District Lesbëla, Baluchistan, Pakistan.

The company commenced its commercial operation, from 2001 after reactivation of plant which remained idle for the seven years. However, the company again suspended its production on November 29, 2002 to forestall the recurring losses on account of electricity breakdowns and frequent Load Shedding, stop gap arrangement was made to suspend operations for the time being until the market trends becomes conducive for positive results. The management feels that immediately upon the utility provision of gas supplies to winder Baluchistan industrial zone by S.S.G.C. Limited, which is in progress the same is also disclosed in note 9 and 13 to the Condensed Interim Financial Statements also.

During the year ended June 30, 2018 the annual Financial Statements as decided by the Board to be prepared on the realizable value Assumption (Assets are valued at Forced Sales Value Determined by the independent valuer) as disclosed in note 6 and 6.1, and Liabilities are stated at their Settlement amounts, unless an accounting policy herein states otherwise. The financial statements, except for the Land, Building and Plant and Machinery which are stated at Realizable value, are valued at Forced Sales value amounts as decided by the management to prepare accounts on non going concern basis as fully disclosed in note 2 to the financial Statements. Up to the year June 30, 2017 the accounts has been prepared on the historical Cost Basis. The Half years ended December 31, 2018 accounts are prepared on th basis of non Going concern Basis (Refer note 2 to the Condensed interim Financial Statements) as adopted in the annual financial Statements June 30, 2018.

2 Non Going Concern Assumption

After taking Effects the accounts are prepared on non going concern basis/ realizable values and Settlements amounts, the Company has incurred a net loss, after tax, of Rs. 1,153,847 (December 31, 2017: Rs. 19,744,426) during the Half year ended December 31, 2018, and as of that date it has accumulated a loss of Rs. 239,520,636 (June 30, 2018: Rs. 279,379,809). The current assets by Rs. 233, 603 (June 30, 2018: Rs. 187,271) . Further, as mentioned in Note 1, 8 and 10 the operation of the Company are, and have been in recession for a considerable period of time. During the period under review the production remain suspended owing to non availability of viable power supply and lack of infrastructure facilities at Winder Industrial Area.

However, as directed by Securities and Exchange Commission of Pakistan in their order dated September 12, 2017 the Company has to prepared accounts on the basis of non-going concern instead of using going concern assumption for preparation accounts. The assets have been reported at the approximate realizable values and the liabilities have been reported at their settlement amounts. the difference between carrying amounts of the Assets and Realizable Values has adjusted in respective surplus on revaluation of Property Plant and equipment, the difference between the amounts of liabilities and respective settlement amounts have been taken to Profit and Loss account. Consequently the company has prepared accounts on non going concern assumption and the assets and liabilities are stated at their realizable and settlement amount respectively. However, the management's assessment that the entity would continue to operate as going concern. In the absence of any market for second hand industry and company's willingness not to windup the company the valuation of Realizable Value is Consider as Forced Sales value valued by the Independent valuer. The management is hopeful that once the gas or viable energy, is available to the company it can start its commercial operations. The plant and machinery is being kept in operating condition as the company is spending significant amount on up-keeping the plant in operational condition. Suffice is to say that the management of the Company have shown serious intention to continue to find ways & means to remain it a going concern.

The management of the Company is constantly reviewing situation to explore options for availability of energy to resume operations. Our detailed business plan as submitted with SECP office was based on the fact that we will able to secure smooth supply of natural gas but unfortunately the requisite viable power supply are not catered by the Authority. As an alternate, we are exploring option of resuming production using Liquefied Petroleum Gas (L.P.G). Further, the directors are making sincere efforts to keep the company in operational conditions by making investment from the associated companies for their commitment to continue support to the Company in order to maintain sustainability of the Company, paying back all outside liabilities including bank loans from their own resources and maintaining positive attitude. This is clearly stated managements' bona fide intent to protect the minority shareholders from suffering 100% loss on their investment in shares

3 Basis of preparation

3.1 These condensed interim financial statements of the Company for the six months ended 31 December 2018 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of International Accounting Standard (IAS) 34, "Interim Financial Reporting", issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and provisions of and directives Issued under the Companies Act, 2017. Where provisions of and directives issued under the Companies Act, 2017 differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3.2This condensed interim financial statements is presented in Pakistani Rupees which is also the Company's functional currency and all financial information presented has been rounded off to the nearest rupee except otherwise stated.

3.3This condensed interim financial statements does not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended June 30, 2018.

The figures of the condensed interim profit or loss for the quarters ended December 31, 2017 and 2018 have not been reviewed by the auditors of the company as they have reviewed the cumulative figures for the half years ended December 31, 2017 and 2018. These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the company's annual financial statements for the year ended June 30, 2018.

4 Estimates, Judgments and Financial Risk Management

4.1In preparing of this condensed interim financial information, management make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, incomes and expenses. Actual results may differ from these estimates.

4.2 The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2018.

5 Summary of Significant Accounting Policies

5.1The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of annual audited financial statements of the Company as at and for the year ended June 30, 2018. Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the Company's operations and did not have any significant impact on the accounting policies of the Company.

5.2Change in accounting policies

During the last financial year ended June 30, 2018 the Company has changed its accounting policies to prepare the Financial Statements on Non going concern Assumption and the Assets are valued at Realizable amounts (Forced Sales Value, as a realizable value of the Land, Building and Plant and Machinery ascertained by Independent Valuer M/s KG Traders (Private) Limited in Revaluation Report Dated June 30, 2018) as fully disclosed in note 1 and 2 to the Condensed interim financial Statements. Further for other assets the company has stopped to Charge the depreciation and taken as realizable value of June 30, 2017 Written down value as a Realizable value of the other assets, and Management of the Company feels when the same assets will dispose at the effect of loss and Profit will taken in the accounts therefore Charge of Depreciation is Discontinued and the Amounts are stated at Forced Sales Value and for other assets Written down value of June 30, 2017 of the assets and for the revaluation surplus on property, plant and equipment on forced sales value as determined by independent valuer M/S KG Traders . The detailed impacts of the said change in accounting policies have been given in the annual financial statements of the Company for the year ended June 30, 2018. The comparative figures in statement of comprehensive income and statement of changes in equity have been restated due to same. The management will obtained Revaluation report from Independent valuer for Every June 30, of the year in future to obtain the force sales value of the same Class of assets as taken in annual financial statement for the year ended June 30, 2018 the financial statements for the period ended December 31, 2018 has been prepared on the Forced sales value of June 30, 2018 as determined by the independent valuer till next revaluation Report.

	December 31, 2018	June 30, 2018
6 Assets		
Property, Plant and Equipments		
Opening Balance Written Down Value of Land , Building and Plant & Machinery 6.1	176,450,500	212,556,661
Opening Balance Written Down Value of Other assets 6.2	300,796	300,796
Add: Addition during the year/ (Adjustment of Forced Sales value)	-	(36,106,161)
	176,751,296	176,751,296
Less: Depreciation Charge during the period	176,751,296	176,751,296
	<u>-</u>	<u>-</u>

6.1 Land, Building and Plant & Machinery

During the last year ended June 30, 2018 the company made financial statements on realizable value as fully disclosed in note 2 to the financial Statements. The company has taken values of Land , Building and Plant on the Forced Sale value valued by the independent valuer M/s KG Traders (Private) Limited as the Management of the company is not willing to sell the company (including Land , Building and Plant & Machinery) and there doesn't exist and established for the same, the Forced Sale Value has been taken as the Realizable Value of the assets as fully disclosed in notes 1, 2 and 5.2 to the Condensed Interim Financial Statements. Forced Sales value taken as net realizable value of the assets as determined by the Independent valuer therefore, the Forced sales values of the revaluation report for June 30, 2018 considered as net realisable values till next Revaluation Report.

6.2 Other Assets

Other assets as disclosed in the Assets Schedule above on WDV of the June 30, 2017 taken as realizable value of the same Assets due to the Sales value of the other assets Cannot be determined reliably as fully disclosed in note 5.2 to the Condensed Interim Financial Statements.

	December 31, 2018	June 30, 2018
7 Loans from Related Parties - Unsecured, Interest Free, settlement Amount		
Original loan amount	222,573,817	217,732,280
Add : Amount Received during the period	1,107,515	4,841,537
Less: Present value adjustment	-	(51,895,650)
Less: Reversal of amortization of Loan due to Company made accounts on		
Realizable value /settlement amounts as fully disclosed in note 1 and 2 to the financial Statements.	-	51,895,650
	<u>223,681,332</u>	<u>222,573,817</u>

7.1These interest free loans are repayable in lump sum on June 30, 2020. The loan from director has been measured at amortized cost in accordance with International Accounting Standard 39, Financial Instruments: Recognition and Measurement, and have been discounted using the weighted average interest rate of 9.50% per annum.

7.2 The Account for the year ended June 30, 2018 prepared on non going Concern Basis of accounting as disclosed in note 1 and 2 to the Financial Statement , therefore the Assets are restated on Realizable amounts and the Liabilities /Loans are restated at their Settlement amounts therefore the Reversal of the amortized amount has been made in the account through Profit and Loan Account. Up to the last annual year June 30, 2017 the Loans are amortized as required by las 39 .

8Contingencies

8.1The Securities and Exchange Commission of Pakistan issued notice under section 305 (c) of the companies ordinance 1984 regarding the winding up petition to be filed against the Company and the Deputy Director Enforcement Wing of SECP has passed the order directing to file the winding up petition vide their order dated May 07, 2013. The company filed a revision petition against the said order under section 484 of the Companies Ordinance 1984 in which the company requested SECP to allow time for commencing business operation of Factory up to December 31, 2014 as at that time supply of Iran Gas will Commence to Pakistan, which onward will be supplied to M/s. Landmark Spinning Industries Limited enabling the Company to start the commercial production therefore the SECP after considering this fact granted the time till December 31, 2014. The company is pursuing to the commission for the extension of further time to restart the production in this regard the company have submitted Projections and the letters from Directors /sponsors which express their commitment to continue support to the company in order to maintain sustainability of the Company the Securities and Exchange Commission of Pakistan further extended the time reinitiate the time for winding up petition review for one year in their order dated December 21, 2016.

8.2There is no material change in the contingencies and commitments since the last audited financial statements for the year ended June 30, 2018.

	For the half year ended		For the quarter ended	
	Dec. 31, 2018	Dec. 31, 2017	Dec. 31, 2018	Dec. 31, 2017
9 Earning / (Loss) Per Share -Basic				
Net Loss for the period	<u>(1,153,847)</u>	<u>(19,744,426)</u>	<u>(808,652)</u>	<u>(9,917,831)</u>
Weighted average number of ordinary shares issued during the period	<u>12,123,700</u>	<u>12,123,700</u>	<u>12,123,700</u>	<u>12,123,700</u>
Loss Per Share -Basic	<u>(0.10)</u>	<u>(1.63)</u>	<u>(0.07)</u>	<u>(0.82)</u>

7.1. There is no diluted effect on the basic earnings per share.

10 Transaction with Related Parties
Related parties transactions are carried out in the normal course of business with related parties during the period are given below:

	Dec. 31, 2018	June 30, 2018
Interest free loan received./Expenses bared by the related parties	<u>1,107,515</u>	<u>4,841,536</u>

11 Reason for Suspension of Operation

The Production remain Suspended during the period ended December 31, 2018 and as of reporting date due to repeated power break downs in winder (Baluchistan) causing damage to the machinery, beside, unfavorable market conditions, unworkable prices of raw Cotton and to increase overhead Costs. The company is in preparation to commence production activities in near future as and when Gas supplies are made available by SSGC in Winder Baluchistan.

12 Corresponding Figures

In order to comply with the requirements of International Accounting Standard 34 "Interim Financial Reporting", Statement of Financial Position has been compared with the Statement of financial Position of annual financial statements, whereas statement of profit or loss , statement of comprehensive income, Statement of cash flow and statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

13 Date of Authorization for Issue

These Financial Statements were authorized for issue on February 27, 2019 by the Board of Directors of the Company.

14 General:
Figures have been rounded off to the nearest of Rupee.

LANDMARK SPINNING INDUSTRIES LIMITED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)FOR THE HALF YEAR ENDED DECEMBER 31, 2018

	Share Capital Rupees	Capital Reserve Revaluation surplus onproperty, plant & equipment	Revenue Reserve Accumulated Loss	Total
Balance as at June 30, 2017 - as reported	121,237,000	-	(172,849,415)	(51,612,415)
Effect of Change in accounting policy (note 6.2)	67,799,522	-	67,799,522	67,799,522
Balance as at July 01, 2017 - as restated	121,237,000	67,799,523	(172,849,415)	16,187,107
Total Comprehensive Loss			578,393	578,393
Amortization of Associated and Related Party Loans			(19,744,426)	(19,744,426)
(Loss) for the Period	-	-	(19,166,033)	(19,166,033)
Transfer to accumulated loss in respect of incremental depreciation - net of tax		(3,196,625)	3,196,625	-
Balance as at December 31, 2017	121,237,000	64,602,898	(188,818,823)	(2,978,924)
Balance as at June 30, 2018	<u>121,237,000</u>	<u>45,829,909</u>	<u>(229,375,809)</u>	<u>(62,308,899)</u>
Total Comprehensive Loss (Loss) for the Period	-	-	(1,153,847)	(1,153,847)
Transfer to accumulated loss in respect of incremental depreciation - net of tax		-	-	-
Balance as at December 31, 2018	<u>121,237,000</u>	<u>45,829,909</u>	<u>(230,529,656)</u>	<u>(63,462,746)</u>

The annexed notes form an integral part of these accounts.

		
AMIN A. HASHWANI Chief Executive	YOUSUF NOORANI C.F.O	ABDULLAH A. HASHWANI Director

لینڈ مارک اسپننگ انڈسٹریز لمیٹڈ

ڈائریکٹر پورٹ

بورڈ آف ڈائریکٹرز 3 دسمبر 2018 کو ختم ہونے والی ششماہی کیلئے غیر آڈٹ شدہ مالیاتی اسٹیٹمنٹس پیش کرنا چاہیں گے۔

کاروباری جائزہ:

زیر نظر مدت کے دوران کوئی عملی سرگرمی نہیں کی گئی ہے کیونکہ بجلی کی سپلائی کی عدم دستیابی تھی۔ چھ ماہ کا خسارہ جو کہ اخراجات

اور بنیہ اخراجات عملی سرگرمی کیلئے تیار کرنے کو حوالے سے مٹین کی تیار کیلئے ہوئے۔

تاہم سیکورٹیز اور ایکسچینج کمیشن آف پاکستان نے اپنے آرڈر بتا رینج 1 ستمبر 2017 کو اس بات پر متوجہ کیا ہے کہ کمپنی اپنا

اکاؤنٹنٹس basis ، Nongoing concern کو اپنی کاپی کے حالات کمپنی کو Basis ، Going concern پر

تیار کرنا چاہیے۔ Assets کو کمپنی سے اندازاً Value پر لگایا اور liabilities کو اپنی settlement رقم پر

کیا ہے۔ ہکا خرچینٹ نے Basis-Going concern کو اپنانے کا فیصلہ کیا ہے۔ سیکنڈ ہینڈ انڈسٹری کی مارکیٹ کی غیر موجودگی کی وجہ سے کمپنی اسے Forced sales value پر windup نہیں کرے گی۔

مثبت اب بھی ہر امید ہے کہ جیسے ہی گیس اور دوسری توانائی کمپنی کو فراہم ہوگی وہ فوراً کرشل آپریشن شروع کر کے اپنی

پیداوار تیار کرے گی اور اسی وجہ سے کمپنی مٹینوں کی Maintenance پر کافی اخراجات کر کے انہیں قابل استعمال رکھ

رہی ہے۔

آپ کی کمپنی نے بعد از ٹیکس اضافی خسارہ مبلغ 1.15 ملین روپے جو کہ 3 دسمبر 2018 کو ختم ہونے والی ششماہی میں

برداشت کیا جن کا موازنہ گزشتہ سال کی اسی مدت میں بعد از ٹیکس خسارہ مبلغ 19.74 روپے سے کیا جاسکتا ہے آپ کی کمپنی

کی انتظامیہ پوری کوشش کر رہی ہے اور مستقل طور پر مستقبل میں اپنی کارکردگی کو بہتر سے بہتر کر سکے۔

آڈیٹر کے خیالات:

آڈیٹر نے جن باتوں پر زور دیا اس کی تفصیلات حسب ذیل ہیں۔

فائنیشل اسٹیٹمنٹ کوٹ نمبر 2 اور 3 کی طرف توجہ کرایا گیا ہے جس میں اس بات کو واضح طور پر بتایا گیا ہے کہ کمپنی اپنی

ملکییت کے حصول ہو سکے والی قیمت کو مد نظر رکھا گیا ہے جیسا کہ سیزرز KG ٹریڈرز پرائیویٹ لمیٹڈ فائنیشل اسٹیٹمنٹ کے

نوٹ نمبر 1، 7 اور 2 میں واضح کیا گیا ہے اس سلسلے میں ہمارے خیالات کو نہیں کیا گیا۔

مستقبل کی حکمت عملی:

گیس اور انرجی کی سہولیات نہ ہونے کی وجہ سے ہم پروڈکشن نہیں کر رہے بنجمنٹ نے یہ طے کیا ہے کہ جیسے ہی گیس یا دوسری

انرجی دستیاب ہوگی ہم فوراً اپنی کارکردگی جلد از جلد شروع کر دیں گے جو کہ نئی حکومت سے متوقع ہے کہ وینڈرائسٹ میں جلد

Implement کر کے انرجی مہیا کرے گی، جو کہ ہمارے کاروبار کیلئے فائدہ مند ہوگی اور نقصان میں کمی واقع ہوگی۔ کمپنی

کافی منافع بخش ہوگی نتیجتاً تمام شیئرز ہولڈرز کو اٹکے لگائے گئے Investment پر مناسب معاوضہ ملے گا۔

منجھٹ دوسرے Options پر غور کر رہی ہے اس کے علاوہ کمپنی SECP کمپنی ایکٹ پاکستان اسٹاک ایکسچینج سے ٹیکسٹائل

کے مسئلے کو مستقل طور حل کرنے کیلئے کہا گیا ہے۔

مالیاتی تفصیلات

31 دسمبر 2018 اور دسمبر 2017 کو ختم ہونے والی ششماہی کیلئے آپ کی کمپنی نے مالیاتی تفصیل درج ذیل کی ہیں :-

	2017	2018
فروخت کے اخراجات (کی بیشی)	(11,421)	(92)
انتظامی اخراجات	(1,813)	(1060)
مالیاتی اخراجات سرودگی	(3)	(2)
مٹسکے cos قرضہ جات کا مٹا بل (IAS-39)	(7,877)	(0)
ٹیکس سے قبل خسارہ	(21,114)	(1,153)
ڈیفرو ٹیکس	(1,416)	(0)
ٹیکس کے بعد از ادائیگی	(19,698)	(1,153)
نیلٹس شیٹ کے مطابق خسارہ کا تخمیر	(188,818)	(230,530)
(خسارہ) فی شیئر بنیادی اور کمی	(1.63)	(0.10)

اظہار تشکر:

بورڈ آف ڈائریکٹرز کمپنی کے ممبرز کمپنٹس کاروباری شراکت اور دیگر اسٹیک ہولڈرز کو خاصاً نہ خراج تحسین پیش کرنا چاہیں گی

اس کے علاوہ بورڈ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، پاکستان اسٹاک ایکسچینج اور سینٹرل ڈپازٹری کمپنی کا بھی ان کے

مستقل ہدایات اور پیشہ دارانہ سپورٹ پر شکریہ ادا کرنا چاہتے ہیں۔

نائب بورڈ	مورخہ: 27 فروری 2019ء کراچی
امین اے ہاشوائی	نظام اے ہاشوائی چئیرمین
چیف ایگزیکٹو	
	If undelivered please return to: LANDMARK SPINNIG INDUSTRIES LTD. 1ST FLOOR, COTTON EXCHANGE BUILDING, I. I. CHUNDRIGAR ROAD, KARACHI.

LANDMARK SPINNING INDUSTRIES LIMITED.

DIRECTORS REVIEW

The Board of Directors would like to present the condensed, un-audited financial statements of the Company for the half year ended December 31, 2018.

Business Review

During the period under review no operational activity has taken place mainly because of non-availability of viable energy supply to Vinder. The loss for the six months mainly because of Administrative expenses and the remaining expenses are incurred for the Machine revamping as to make ready for the operational activity.

However, as directed by Securities and Exchange Commission of Pakistan in their order dated September 12, 2017 the company has prepared accounts on the basis of non-going concern instead of using going concern assumption for preparation of accounts. The assets have been reported at the approximate realizable values and the liabilities have been reported at their settlement amounts. Consequently the company has prepared accounts on non- going concern assumption and the assets and liabilities are stated at their realizable and settlement amount respectively. However, the management's assessment is that the entity would continue to operate as going concern. In the absence of any market for second hand industry and company's willingness not to windup the company the valuation of Realizable Value is considered on Forced Sales value, valued by the Independent valuer. The management is hopeful that once the gas or viable energy is available to the company it can start its commercial operations. The plant and machinery is being kept in operating condition as the company is spending significant amount on up-keeping the plant in operational condition.

Your Company has sustained a net loss after tax amounting to Rs.1.15 million in the six months ended December 31, 2018 compared to a loss after tax of Rs.19.70 million in the corresponding period. Management of your Company is making concerted efforts and continues to endeavor to achieve improved performance in the future.

Auditors' Review

The Auditors emphasized on the following issue in their Auditors' Review Report. We draw attention to Note 2 and 3 of the financial statements, which describes that the company has prepared Financial Statements on Realizable Value/ settlement amounts, the company has taken Forced Sales value ascertained by M/s KG Traders (Private) Limited as Realizable value of the Assets as fully disclosed in note 7, 7.1 and 7.2 to the financial Statements. Our opinion is not modified in respect of this matter.

Future Plan

Our main hurdle is non-availability of proper industrial infrastructure and viable energy source. In the absence of these, the production activity would not be initiated in this period.

The management is committed to restart operational activities as soon as Gas or any Economical power solution is made available in the Vinder Industrial Estate, which is expected by the new Government implementing changes fully. This will facilitate growth of the business, which will reduce the loss of business, improve operational viability, profitability of the company and ensure return to the shareholders on their investment. The management is reviewing other options, in addition, to initiate textile activity to resolve the issue within the parameters of regulations of SECP / Company Act / Pakistan Stock Exchange regulations.

The comparative financial highlights of your Company for the six months period ended December 31, 2018 and December 31, 2017 are as follows:

	2018	2017
	Rupees in '000.....
Cost of Sales (Depreciation)	(92)	(11,421)
Administrative Expenses	(1,060)	(1,813)
Financial Cost	(2)	(3)
Amortization of Associated Cos, Loan (IAS-39)	(0)	(7,877)
Loss before Taxation	(1,153)	(21,114)
Deferred Tax	0	1,416
Loss after Taxation	(1,153)	(19,698)
Accumulated losses carried over to Balance Sheet	(230,530)	(188,818)
(Loss) per share - basic & diluted	(0.10)	(1.63)

Acknowledgement

The Board of Directors would like to express its sincere appreciation to the Company's valued clients, business partners and other stakeholders. The Board would also like to thank the Securities and Exchange Commission of Pakistan, the Pakistan Stock Exchange and the Central Depository Company for their continued guidance and professional support.

For and on behalf of the Board.

Dated. 27th February, 2019 Karachi.	On Behalf of the Board.