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COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. M. Naseem Saigol	Chairman
Mr. M. Azam Saigol	Chief Executive
Mr. Rana Assad Iqbal	
Mr. M. Omer Farooq	
Mr. Rashid Ahmad Javaid	
Mr. Muhammad Athar Rafiq	
Mr. Muhammad Shamil	

AUDIT COMMITTEE

Mr. M. Naseem Saigol	Chairman / Member
Mr. M. Azam Saigol	Member
Mr. Rashid Ahmad Javaid	Member

HR & REMUNERATION COMMITTEE

Mr. M. Naseem Saigol	Chairman / Member
Mr. M. Azam Saigol	Member
Mr. Rashid Ahmad Javaid	Member

COMPANY SECRETARY

Kh. Safee Sultan

CHIEF FINANCIAL OFFICER

Mr. Asif Ali Mughal

AUDITORS

M/s Manzoor Hussain Mir & Co.
Chartered Accountants

BANKERS

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

REGISTERED OFFICE

17-Aziz Avenue, Canal Bank,
Gulberg-V, Lahore.
Tel: 35717364-65 & 35718274-75
Fax: 35715105
E-mail: shares@saigols.com

MILLS

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

REGISTRARS

M/s Corplinks (Pvt) Ltd.
Wings Arcade, 1-K, Commercial, Model Town, Lahore.
Tel: 35839182, 35887262, 35916719 Fax: 35869037

DIRECTORS' REPORT

The Directors' of your company presented before you the report of the company for the 1st Quarter ended September 30, 2013.

The revenue of the company for the period is Rs. 8.361 million as compared to Rs. 6.130 million in the corresponding period last year. During the period the company suffered operating loss of Rs. 1.918 million as compare to profit Rs. 6.265 million last year. We are trying and hopeful that company will be able to mature more viable business opportunity in the years to come.

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

Lahore
October 31, 2013

M. AZAM SAIGOL
Chief Executive

**BALANCE SHEET
AS AT SEPTEMBER 30, 2013**

	Note	Un-Audited September 30, 2013 Rupees	Audited JUNE 30, 2013 Rupees
Equity and liabilities			
Share capital and reserves			
Authorized capital			
40,000,000 (2013: 40,000,000) Ordinary shares of Rs. 10/- each		400,000,000	400,000,000
Issued, subscribed and paid up capital		303,025,430	303,025,430
Reserves		187,394,755	187,394,755
Unappropriated losses		(822,392,035)	(818,928,961)
		(331,971,850)	(328,508,776)
Surplus on revaluation of fixed assets		656,373,795	657,147,995
Non current liabilities			
Long term finances		420,454,116	425,879,116
Current liabilities			
Trade and other payables		11,709,110	12,062,871
Current portion of :			
Liabilities against finance lease		864,742	864,742
Provision for taxation		11,364,609	10,563,434
		23,938,461	23,491,047
Contingencies & commitments	3	-	-
		768,794,522	778,009,382
Assets			
Non-current assets			
Property and equipment		750,111,263	753,217,645
Government taken over concerns		-	-
Long term deposits		368,876	368,876
Long term investments		8,476,650	15,535,800
Current assets			
Loans and advances		141,756	142,236
Trade deposits and short term prepayments		812,359	604,100
Other receivables		20,000	20,000
Tax refunds due from Government		7,418,385	6,519,877
Cash and bank balances		1,445,233	1,600,848
		9,837,733	8,887,061
		768,794,522	778,009,382

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

Lahore
October 31, 2013

(M. Naseem Saigol)
Director

(M. Azam Saigol)
Chief Executive

Kohinoor Industries Limited



Quarterly Report September 30, 2013

PROFIT AND LOSS ACCOUNT (Un-Audited)
FOR THE QUARTER ENDED SEPTEMBER 30, 2013

	Note	September 2013 Rupees	September 2012 Rupees Restated
Revenue		8,361,749	6,130,518
Other operating income		-	4,593,049
		<u>8,361,749</u>	<u>10,723,567</u>
Administrative expenses		(4,738,276)	(4,457,836)
Other operating charges		(5,542,467)	-
		<u>(10,280,743)</u>	<u>(4,457,836)</u>
		(1,918,994)	6,265,731
Finance cost		422	2,030
Share of (loss) / profit from Associate		(1,516,683)	(1,701,349)
Loss before taxation		<u>(3,436,099)</u>	<u>4,562,352</u>
Provision for taxation:			
Current year		(801,175)	(578,052)
Loss after taxation		<u>(4,237,274)</u>	<u>3,984,300</u>
Earnings per share - basic and diluted		<u>(0.14)</u>	<u>0.13</u>

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

STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED SEPTEMBER 30, 2013

	September 2013 Rupees	September 2012 Rupees
Net (Loss) / profit for the quarter after tax	(4,237,274)	3,984,000
Other Comprehensive Income	-	-
Total Comprehensive (Loss) / profit for the quarter	(4,237,274)	3,984,000

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

Lahore
October 31, 2013

(M. Naseem Saigol)
Director

(M. Azam Saigol)
Chief Executive

STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED SEPTEMBER 30, 2013

	Share Capital	Share Premium	Accumulated Profit/(Loss)	(Rupees) Total
Balance as at 30-06-2013	303,025,430	187,394,755	(818,928,961)	(328,508,776)
Total Comprehensive (Loss) for the quarter	-	-	(4,237,274)	(4,237,274)
Incremental depreciation - current quarter	-	-	774,200	774,200
Balance as at 30-09-2013	303,025,430	187,394,755	(822,392,035)	(331,971,850)

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

Lahore
October 31, 2013

(M. Naseem Saigol)
Director

(M. Azam Saigol)
Chief Executive

Kohinoor Industries Limited

CASH FLOW STATEMENT

FOR THE QUARTER ENDED SEPTEMBER 30, 2013

Note	UN-Audited September 30, 2013 Rupees	UN-Audited September 30, 2012 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Net loss before taxation	(3,436,099)	4,562,352
Adjustments for:		
Depreciation	3,106,382	2,915,817
Share of loss / (profit) of associate	1,516,683	1,701,349
(Reversal) / Provision for short fall in value of investment	5,542,467	(4,593,049)
Finance cost	422	2,030
	10,165,954	26,147
Operating (loss) before working capital changes	6,729,855	4,588,499
Changes in working capital:		
(Increase) / decrease in loans and advances	480	(8,350)
(Increase) / decrease in trade deposit & short term prepayments	(208,259)	13,615
(Increase) / decrease in other receivables	-	(41,100)
Increase / (decrease) in trade and other payables	(353,761)	1,781,307
	(561,540)	1,745,472
Cash (used) / generated from operations	6,168,315	6,333,971
Payments for:		
Finance cost	(422)	(2,030)
Income Tax	(898,508)	(418,762)
	(898,930)	(420,792)
Net cash used in operating activities	5,269,385	5,913,179
CASH FLOW FROM FINANCING ACTIVITIES		
Long term loans	(5,425,000)	(6,100,000)
Net cash generated from / (used in) financing activities	(5,425,000)	(6,100,000)
Net increase / (decrease) in cash and cash equivalents	(155,615)	(186,821)
Cash and cash equivalents at beginning of the year	1,600,848	1,143,667
Cash and cash equivalents at end of the year	1,445,233	956,846

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

NOTES TO THE ACCOUNTS FOR THE QUARTER ENDED SEPTEMBER 30, 2013

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, Manager accounts, headed by chief operational officer.

Factory building has been leased out to other Industrial units whereas school building is also rented. Agreement with Masood Textile Mills Limited is for five years extending up to March 2017. 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 30.09.2013 stands at Rs. 303.025 million while adverse balance of reserves and Unappropriated losses are amounting to Rs. 634.997 million leaving adverse balance of equity at Rs. 331.972 million. Our current liabilities are Rs. 23.491 million whereas the current assets are Rs. 8.887 million and current liabilities are more by Rs. 14.604 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.8.962 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, 2013.

4- AGGREGATE TRANSACTIONS WITH ASSOCIATED COMPANIES

	SEP-2013	SEP-2012
Lease rent Income	900,000	900,000

5- TAXATION

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

6- These accounts are un-audited and are being submitted to share holders as requirements of the Companies Ordinance, 1984.

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

Lahore
October 31, 2013

(M. Naseem Saigol)
Director

(M. Azam Saigol)
Chief Executive

Kohinoor Industries Limited



Quarterly Report September 30, 2013