

***KOHINOOR INDUSTRIES LIMITED***

***FINANCIAL STATEMENTS***

***FOR 3<sup>RD</sup> QUARTER ENDED***

***MARCH 31, 2017***

## DIRECTORS' REPORT

The Directors' of your company presented before you the report of the company for the 3<sup>rd</sup> Quarter ended March 31, 2017.

During the period under review, the revenue of the company for the period is Rs. 24.36 million as compared to Rs. 22.45 million in the corresponding period last year. During the period the company earned profit Rs. 12.03 million as compare to profit of Rs. 9.50 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. AZAM SAIGOL  
Chief Executive

Lahore  
April 29, 2017

**KOHINOOR INDUSTRIES LIMITED**  
**BALANCE SHEET AS AT MARCH 31, 2017**

	Note	Mar 31, 2017 Rupees	June 30, 2016 Rupees (Restated)
<b>ASSETS</b>			
<b>Non current assets</b>			
Property, plant and equipment		3,626,124	3,961,134
Government taken over concerns		-	-
Investment property		764,656,286	764,656,286
Long term deposits		368,876	368,876
Long term investments		23,218,650	20,383,650
<b>Current assets</b>			
Loans and advances		104,536	64,036
Trade deposits and short term prepayments		594,100	594,100
Other receivables		20,000	182,000
Tax refunds due from Governments		18,157,217	14,400,288
Cash and bank balances		2,001,530	2,268,714
		20,877,383	17,509,138
<b>TOTAL ASSETS</b>		<b>812,747,319</b>	<b>806,879,084</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
Authorized capital			
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 (loss) / profit		(750,136,232)	(762,166,972)
		(259,716,047)	(271,746,787)
<b>Surplus on revaluation of fixed assets</b>		651,264,077	651,264,077
<b>Current liabilities</b>			
Trade and other payables		32,256,084	31,186,047
Short term loan from directors - unsecured		361,872,728	371,569,398
Current portion of lease liabilities		864,742	864,742
Provision for taxation		26,205,735	23,741,607
		421,199,289	427,361,794
<b>Contingencies &amp; Commitments</b>	3	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>812,747,319</b>	<b>806,879,084</b>

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

  
 (CHIEF EXECUTIVE OFFICER)

  
 (DIRECTOR)

KOHINOOR INDUSTRIES LIMITED  
PROFIT AND LOSS ACCOUNT  
FOR THE PERIOD ENDED MARCH 31, 2017

	Note	QUARTER ENDED		NINE MONTHS ENDED	
		Jan-Mar-2017 Rupees	Jan-Mar-2016 Rupees	Jul-Mar-2017 Rupees	Jul-Mar-2016 Rupees
Revenue		8,225,776	7,580,757	24,363,725	22,453,562
Other operating income		(2,288,282)	1,885,190	2,026,208	3,273,627
		5,937,494	9,465,947	26,389,933	25,727,189
<b>Operating expenses :</b>					
Administrative expenses		(4,754,231)	(4,877,743)	(12,689,585)	(12,453,026)
		1,183,263	4,588,204	13,700,348	13,274,163
Finance cost		(4,010)	(2,717)	(14,272)	(9,783)
Share of profit / (loss) from Associate		(149,818)	(410,990)	808,792	(2,082,927)
Profit / (loss) before taxation		1,029,435	4,174,497	14,494,868	11,181,453
Taxation		(175,004)	(626,240)	(2,464,128)	(1,677,283)
<b>Profit / (loss) after tax</b>		854,431	3,548,257	12,030,740	9,504,170
Un-Appropriated loss brought forward		(750,990,663)	(827,491,719)	(762,166,972)	(834,701,835)
Un-Appropriated loss carried to financial position		(750,136,232)	(823,943,462)	(750,136,232)	(825,197,665)
Trd from revaluation surplus - Incremental deperciation		-	627,102	-	1,881,305
		(750,136,232)	(823,316,360)	(750,136,232)	(823,316,360)
<b>EARNING PER SHARE - BASIC AND DILUTED</b>		<b>0.03</b>	<b>0.12</b>	<b>0.40</b>	<b>0.31</b>

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

  
(CHIEF EXECUTIVE OFFICER)

  
(DIRECTOR)

KOHINOOR INDUSTRIES LIMITED  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED MARCH 31, 2017

	QUARTER ENDED		NINE MONTHS ENDED	
	MAR 31, 2017 Rupees	Mar 31, 2016 Rupees	MAR 31, 2017 Rupees	Mar 31, 2016 Rupees
Net Profit / (Loss) for the period	854,431	3,548,257	12,030,740	9,504,170
Other Comprehensive Income	-	-	-	-
Total Comprehensive (Loss) / Income	<u>854,431</u>	<u>3,548,257</u>	<u>12,030,740</u>	<u>9,504,170</u>

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

  
(CHIEF EXECUTIVE OFFICER)

  
(DIRECTOR)

**KOHINOOR INDUSTRIES LIMITED**  
**CASH FLOW STATEMENT**  
**FOR THE PERIOD ENDED MARCH 31, 2017**

	<b>MAR 31, 2017</b>	<b>MAR 31, 2016</b>
<b>Note</b>	<b>Rupees</b>	<b>Rupees</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	14,494,868	11,181,453
Adjustments for:		
Depreciation	335,011	7,523,324
Share of profit / (loss) from Associate	(808,792)	2,082,927
(Reversal)/Provision for short fall in value of investment	(2,026,208)	(3,273,627)
Finance cost	14,272	9,783
	(2,485,717)	6,342,407
Profit before working capital changes	12,009,151	17,523,860
Effect on cash flow due to working capital changes		
(Increase)/ decrease in:		
Loans and advances	(40,500)	(11,500)
Other receivables	162,000	(412,500)
Trade and other payables	1,070,037	(434,697)
Short term loan from directors - unsecured	(9,696,670)	(12,664,661)
	(8,505,133)	(13,523,358)
Cash generated from operations	3,504,018	4,000,502
Finance cost paid	(14,272)	(9,783)
Income tax paid	(3,756,930)	(3,345,583)
	(3,771,202)	(3,355,366)
Net cash from operating activities	(267,184)	645,136
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
	-	-
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
	-	-
Net increase / (decrease) in cash and cash equivalents	(267,184)	645,136
Cash and cash equivalents at the beginning of year	2,268,714	2,666,454
<b>Cash and cash equivalents at the end of year</b>	<b>2,001,530</b>	<b>3,311,590</b>

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

  
**(CHIEF EXECUTIVE OFFICER)**

  
**(DIRECTOR)**



**KOHINOOR INDUSTRIES LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED MARCH 31, 2017**

Share capital	Capital	Revenue	Total
	Share Premium	Unappropriated profit/(loss)	

-----Rupees-----

<b>Balance as at June 30, 2016</b>	303,025,430	187,394,755	(759,658,565)	(269,238,380)
Incremental depreciation- Reversal	-	-	(2,508,407)	(2,508,407)
<b>Balance as at June 30, 2016 (Restated)</b>	303,025,430	187,394,755	(762,166,972)	(271,746,787)
Total comprehensive profit / (loss) for the period	-	-	12,030,740	12,030,740
<b>Balance as at March 31, 2017</b>	303,025,430	187,394,755	(750,136,232)	(259,716,047)

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

  
 (CHIEF EXECUTIVE OFFICER)

  
 (DIRECTOR)

**KOHINOOR INDUSTRIES LIMITED**  
**NOTES TO THE FINANCIAL INFORMATION**  
**FOR THE PERIOD ENDED MARCH 31, 2017**

**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 the company was to manufacture and sell yarn. The operational activities had been closed down with effect from 12th October 2007.

Board of Directors in its meeting held on April 30, 2008 decided to close 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 of and for that purpose a committee was formed consisting of Managers; Manager sale, Manager account, 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 Memorandum of Association is authorized to lease and let out on hire its business premises as when it is considered fit.

**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 April 27, 2013. It is decided that management has no plan to dispose off fixed assets of the company. It will continue leasing business of renting out the property which in current situation remains an economical activity. The financial statements thus have been prepared on going concern basis.

**3 CONTOGENCIES 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, 2016.

**4 TAXATION**

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

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

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