

KOHINOOR INDUSTRIES LIMITED
FINANCIALS FOR 3RD QUARTER ENDED
MARCH 31, 2015

KOHINOOR INDUSTRIES LIMITED
BALANCE SHEET AS AT MARCH 31, 2015

| | | MAR. 31, 2015 | June 30, 2014 |
|---|-------------|----------------------|----------------------|
| ASSETS | Note | Rupees | Rupees |
| Non current assets | | | |
| Property, plant and equipment | | 732,419,698 | 740,792,116 |
| Long term deposits | | 368,876 | 368,876 |
| Long term investments | | 6,605,550 | 9,298,800 |
| Current assets | | | |
| Loans and advances | | 115,536 | 92,536 |
| Trade, deposits and prepayments | | 594,100 | 604,100 |
| Other receivables | | 20,000 | 20,000 |
| Tax refunds | | 8,813,177 | 5,895,549 |
| Cash and bank balances | | 3,675,902 | 6,059,269 |
| | | 13,218,715 | 12,671,454 |
| TOTAL ASSETS | | 752,612,839 | 763,131,246 |
| EQUITY AND LIABILITIES | | | |
| Share capital and reserves | | | |
| 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 | 302,025,430 |
| Reserves | | 187,394,755 | 187,394,755 |
| Unappropriated (loss) / profit | | (842,447,406) | (844,332,365) |
| Total equity | | (352,027,221) | (354,912,180) |
| Surplus on revaluation of fixed assets | | 651,960,857 | 654,051,196 |
| Non current liabilities | | | |
| Long term financing | | 396,281,566 | 408,990,656 |
| Current liabilities | | | |
| Trade and other payables | | 37,052,369 | 37,563,292 |
| Current portion of lease liabilities | | 864,742 | 864,742 |
| Provision for taxation | | 18,480,526 | 15,573,540 |
| | | 56,397,637 | 54,001,574 |
| TOTAL EQUITY AND LIABILITIES | | 752,612,839 | 762,131,246 |

Contingencies & Commitments

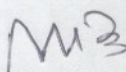
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The annexed notes from an integral part of these financial statements


(CHIEF EXECUTIVE OFFICER)

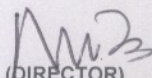

(DIRECTOR)

KOHINOOR INDUSTRIES LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED MARCH 31, 2015

| | Note | QUARTER ENDED | | NINE MONTHS ENDED | |
|--|------|---------------|---------------|-------------------|---------------|
| | | Jan-Mar 2015 | Jan-Mar 2014 | Jul-Mar 2015 | Jul-Mar 2014 |
| | | Rupees | Rupees | Rupees | Rupees |
| Revenue | | 6,545,511 | 8,599,358 | 19,379,901 | 25,390,609 |
| Other operating income | | 8,398,045 | 1,566 | 8,407,268 | 1,566 |
| | | 14,943,556 | 8,600,924 | 27,787,169 | 25,392,175 |
| Operating expenses : | | | | | |
| Administrative expenses | | 6,140,608 | 10,037,895 | 13,953,311 | 20,146,694 |
| Other operating charges/(reversal) | | - | 22,984,773 | - | 24,353,488 |
| | | (6,140,608) | 33,022,668 | (13,953,311) | 44,500,182 |
| | | 8,802,948 | (24,421,744) | 13,833,858 | (19,108,007) |
| Finance cost | | (28,664) | (5,698) | (31,735) | (8,151) |
| Share of profit/(loss) from Associate | | (9,730,495) | (1,107,847) | (11,100,518) | (7,195,182) |
| Profit before taxation | | (956,211) | (25,535,289) | 2,701,605 | (26,311,340) |
| Taxation | | (981,826) | (2,164,466) | (2,906,985) | (3,808,591) |
| (Loss) / profit after tax | | (1,938,037) | (27,699,755) | (205,380) | (30,119,931) |
| Un-Appropriated loss brought forward | | (841,206,149) | (819,800,739) | (844,332,365) | (818,928,962) |
| | | (843,144,186) | (847,500,494) | (844,537,745) | (849,048,893) |
| Transferred from revaluation surplus: Incremental deperciation | | 696,780 | 774,200 | 2,090,339 | 2,322,599 |
| Un-Appropriated loss carried to financial position | | (842,447,406) | (846,726,294) | (842,447,406) | (846,726,294) |
| EARNING PER SHARE - BASIC AND DILUTED | | (0.06) | 0.07 | (0.01) | (0.99) |

The annexed notes from an integral part of these financial statements

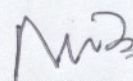

(CHIEF EXECUTIVE OFFICER)


(DIRECTOR)

KOHINOOR INDUSTRIES LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED MARCH 31, 2015

| | QUARTER ENDED | | NINE MONTHS ENDED | |
|-------------------------------------|--------------------|---------------------|-------------------|---------------------|
| | Mar 31, 2015 | Mar 31, 2014 | Mar 31, 2015 | Mar 31, 2014 |
| | Rupees | Rupees | Rupees | Rupees |
| Net (loss) / profit for the period | (1,938,037) | (27,699,755) | (205,380) | (30,119,931) |
| Other Comprehensive Income | | | - | - |
| Total Comprehensive (Loss) / Income | <u>(1,938,037)</u> | <u>(27,699,755)</u> | <u>(205,380)</u> | <u>(30,119,931)</u> |

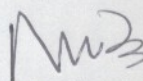

(CHIEF EXECUTIVE OFFICER)


(DIRECTOR)

KOHINOOR INDUSTRIES LIMITED
CASH FLOW STATEMENT
FOR THE PERIOD ENDED MARCH 31, 2015

| | Note | MAR. 31, 2015 Rupees | MAR. 31, 2014 Rupees |
|--|------|-------------------------|-------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Loss before taxation | | 2,701,605 | (26,311,340) |
| Adjustments for: | | | |
| Depreciation | | 8,372,418 | 9,318,647 |
| Provision for doubtful recovery sales tax | | - | 4,236,934 |
| Share of profit/(loss) from Associate | | 11,100,518 | 7,195,182 |
| (Reversal)/Provision for short fall in value of investment | | (8,407,268) | (1,014,882) |
| Finance cost | | 31,735 | 8,151 |
| | | <u>11,097,403</u> | <u>19,744,032</u> |
| Profit before working capital changes | | 13,799,008 | (6,567,308) |
| Effect on cash flow due to working capital changes | | | |
| (Increase)/ decrease in: | | | |
| Loans and advances | | (23,000) | 12,200 |
| Trade deposits and short term prepayments | | 10,000 | - |
| Trade and other payables | | (510,923) | 26,456,614 |
| | | <u>(523,923)</u> | <u>26,468,814</u> |
| Cash generated from operations | | 13,275,085 | 19,901,506 |
| Finance cost paid | | (31,735) | (8,151) |
| Income tax paid | | (2,917,627) | (2,650,311) |
| | | <u>(2,949,362)</u> | <u>(2,658,462)</u> |
| Net cash from operating activities | | 10,325,723 | 17,243,044 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Long term financing | | (12,709,090) | (15,988,460) |
| Net cash used in financing activities | | (12,709,090) | (15,988,460) |
| Net increase / (decrease) in cash and cash equivalents | | (2,383,367) | 1,254,584 |
| Cash and cash equivalents at the beginning of quarter | | 6,059,269 | 1,600,848 |
| Cash and cash equivalents at the end of half year | | <u><u>3,675,902</u></u> | <u><u>2,855,432</u></u> |


(CHIEF EXECUTIVE OFFICER)


(DIRECTOR)

KOHINOOR INDUSTRIES LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED MARCH 31, 2015

| Share capital | Share Premium | Unappropriated profit/(loss) | Total |
|---------------|---------------|------------------------------|-------|
|---------------|---------------|------------------------------|-------|

-----Rupees-----

| | | | | |
|---|-------------|-------------|---------------|---------------|
| Balance as at June 30, 2014 | 303,025,430 | 187,394,755 | (844,332,365) | (353,912,180) |
| Total comprehensive (loss) / profit for the half year | - | - | (205,380) | (205,380) |
| Transferred from surplus on revaluation of fixed assets on account of : | | | | |
| Incremental depreciation - current period | - | - | 2,090,339 | 2,090,339 |
| Balance as at March 31, 2015 | 303,025,430 | 187,394,755 | (842,447,406) | (352,027,221) |

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(CHIEF EXECUTIVE OFFICER)


(DIRECTOR)

KOHINOOR INDUSTRIES LIMITED

NOTES TO THE ACCOUNTS

FOR THE PERIOD ENDED MARCH 31, 2015

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.

As stated in the annual audited financial statements for the year ended 30th June, 2012 the board of Director's 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: Manger 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 the Memorandum of Association is authorised to lease and let out on hire it's business premises as when it is considered fit.

2- BASIS OF PREPARATION

Asstated 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 thta 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- 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, 2014.

4- AGGREGATE TRANSACTIONS WITH ASSOCIATED COMPANIES

| | Mar-2015 | Mar-2014 |
|-------------------|----------|-----------|
| Lease rent income | - | 2,700,000 |

6- TAXATION

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

- 7- These accounts are un-audited and are being submitted to share holders as requirements of the Companies Ordinance, 1984.
- 8- Figures have been rounded off nearest to the rupee and comparative figures have been r-arranged, wherever necessary, for the purpose of comparison.