

# **KOHINOOR**

## **INDUSTRIES LIMITED**

**QUARTERLY REPORT**  
**31 MARCH 2018**  
**(UN-AUDITED)**

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## COMPANY INFORMATION

### BOARD OF DIRECTORS

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

### AUDIT COMMITTEE

Mr. Rashid Ahmad Javaid	Chairman/Member
Mr. M. Omer Farooq	Member
Mr. Muhammad Athar Rafiq	Member
Mr. Muhammad Shamil	Member

### HR & REMUNERATION COMMITTEE

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

### COMPANY SECRETARY

Kh. Saeef Sultan

### CHIEF FINANCIAL OFFICER

Mr. Asif Ali Mughal

### AUDITORS

M/s Mudassar Ehtisham & Co.  
Chartered Accountants

### REGISTRATION NUMBER

0000214

### NTN

0452891-3

### WEBSITE

[www.kil.com.pk](http://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: 35717364-65 & 35718274-75 Fax: 35715105  
E-mail: [shares@saigols.com](mailto: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](mailto:shares@corplink.com.pk)

## **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, 2018.

During the period under review, the revenue of the Company for the period is Rs. 27.66 million as compared to Rs. 24.36 million in the corresponding period last year. During the period the company has suffered loss of Rs. 1.93 Million as compared to profit of Rs. 12.03 million in the corresponding period last year as a result of provision of shortfall in the value of its investment in the associated company. We are trying and hopeful that company will be able to mature more viable business ventures in future.

## **COMPOSITION OF BOARD**

Composition of the Board of Directors is as under.

TOTAL NUMBER OF DIRECTORS	
Male	7
Female	NONE
COMPOSITION	
Independent Director	Mr. Rashid Ahmad Javaid
Non-Executive Directors	Mr. M. Naseem Saigol
	Mr. M. Omer Farooq
	Mr. M. Athar Rafiq
	Mr. Muhammad Shamil
Executive Directors	Mr. M. Zeid Yousuf Saigol
	Mr. M. Murad Saigol

## **COMMITTEE'S**

Detail of Committee's of Board is as under.

### **AUDIT COMMITTEE**

Mr. Rashid Ahmad Javaid	Chairman/Member
Mr. M. Omer Farooq	Member
Mr. M. Athar Rafiq	Member
M. Muhammad Shamil	Member

### **HR & REMUNERATION COMMITTEE**

Mr. M. Naseem Saigol	Chairman/Member
Mr. M. Zeid Yousuf Saigol	Member
Mr. Rashid Ahmad Javaid	Member

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  
April 27, 2018

## ڈائریکٹر زر پورٹ:

کپنی کے ڈائریکٹر، راجہ داران کے سامنے کپنی کی کارکردگی برائے دورانیہ 31 مارچ، 2018 پیش کی۔  
زیر خود راجہ داران نے کپنی کے 27.66 ملین سرمایہ کیا جبکہ گزشتہ سال اسی عرصہ میں 24.36 ملین سرمایہ کیا تھا۔ ایسی ایڈ کپنی میں سرمایہ کاری کی قدر میں کپنی نے زیر جائزہ دورانیہ میں 1.39 ملین نقصان کما یا جبکہ گزشتہ سال اسی عرصہ میں 12.03 ملین منافع کما یا تھا۔ ہم کو شکر ہے جس اور پرامید ہیں کہ کپنی مستقبل میں مزید قابل عمل کاروباری منصوبے شروع کرے گی۔

## بورڈ کی ساخت

بورڈ آف ڈائریکٹر کی ساخت درج ذیل ہے۔

کل ڈائریکٹر کی تعداد	
مرد	7
عورت	کوئی نہیں
ساخت	
آزاد ڈائریکٹر	جناب رشید احمد جاوید
ٹان ایگزیکٹو ڈائریکٹر	جناب محمد نسیم سہیل
	جناب محمد عرفان راق
	جناب محمد اطہر رفیق
	جناب محمد شکیل
ایگزیکٹو ڈائریکٹر	جناب محمد زید یوسف سہیل
	جناب محمد مراد سہیل

## کمیٹی

بورڈ کی کمیٹی کی تفصیل درج ذیل ہے۔

## آڈٹ کمیٹی

جناب رشید احمد جاوید	چیئر مین / ممبر
جناب محمد عرفان راق	ممبر
جناب محمد اطہر رفیق	ممبر
جناب محمد شکیل	ممبر

## ایک آرائیز ریگولیشن کمیٹی

جناب محمد نسیم سہیل	چیئر مین / ممبر
جناب محمد زید یوسف سہیل	ممبر
جناب رشید احمد جاوید	ممبر

ہم تمام راجہ داران کے بھرپور تعاون کے تبدیل سے مشکور ہیں۔ ہم یہ اعلان کرتے ہوئے خوش محسوس کرتے ہیں کہ کپنی اپنے لازماً کو سراہتے ہوئے یہ امید کرتی ہے کہ وہ اسی انداز میں آئندہ بھی اپنے فرائض سر انجام دیتے رہیں گے۔

منجانب دیرپے بورڈ  
محمد زید یوسف سہیل  
چیف ایگزیکٹو

لاہور

27 اپریل، 2018

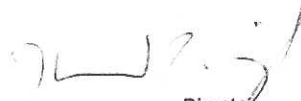
**KOHINOOR INDUSTRIES LIMITED**  
**BALANCE SHEET AS AT MARCH 31, 2018**

	31 March 2018	30 June 2017
ASSETS	Rupees	
<b>Non current assets</b>		
Property, plant and equipment	3,220,528	3,514,453
Government taken over concerns	-	-
Investment property	764,656,286	764,656,286
Long term deposits	368,876	368,876
Long term investments	11,056,500	20,128,500
	<u>779,302,190</u>	<u>788,668,115</u>
<b>Current assets</b>		
Loans and advances	59,536	123,536
Trade deposits and short term prepayments	594,100	594,100
Other receivables	198,200	20,000
Tax refunds due from Governments	11,947,349	12,115,626
Cash and bank balances	2,628,323	1,746,555
	<u>15,427,508</u>	<u>14,599,817</u>
<b>TOTAL ASSETS</b>	<u>794,729,698</u>	<u>803,267,932</u>
<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	303,025,430	303,025,430
Reserves	187,394,755	187,394,755
Unappropriated (loss) / profit	(752,150,279)	(750,217,844)
	<u>(261,730,094)</u>	<u>(259,797,659)</u>
<b>Surplus on revaluation of fixed assets</b>	651,264,077	651,264,077
<b>Current liabilities</b>		
Trade and other payables	34,399,716	32,781,856
Short term loan from directors - unsecured	353,682,503	359,479,701
Provision for taxation	17,113,496	19,539,957
	<u>405,195,715</u>	<u>411,801,514</u>
<b>Contingencies &amp; Commitments</b>	3	-
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>794,729,698</u>	<u>803,267,932</u>

The annexed notes form an integral part of these financial statements

  
**Chief Executive Officer**

  
**Chief Financial Officer**

  
**Director**


**KOHINOOR INDUSTRIES LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE QUARTER ENDED MARCH 31, 2018**

	QUARTER ENDED		NINE MONTHS ENDED	
	Jan-Mar 2018	Jan-Mar 2017	Jul-Mar 2018	Jul-Mar 2017
	Rupees	Rupees	Rupees	Rupees
Revenue	9,332,312	8,225,776	27,658,881	24,363,725
Other operating income	-	(2,288,282)	-	2,026,208
Other operating charges	<u>2,516,144</u>	<u>-</u>	<u>(6,029,087)</u>	<u>-</u>
	11,848,456	5,937,494	21,629,794	26,389,933
Operating expenses :				
Administrative expenses	<u>(8,513,138)</u>	<u>(4,754,231)</u>	<u>(18,747,733)</u>	<u>(12,689,585)</u>
	3,335,318	1,183,263	2,882,061	13,700,348
Finance cost	<u>(4,499)</u>	<u>(4,010)</u>	<u>(21,866)</u>	<u>(14,272)</u>
Share of profit / (loss) from Associate	<u>(78,044)</u>	<u>(149,818)</u>	<u>(3,042,913)</u>	<u>808,792</u>
Profit / (loss) before taxation	3,252,775	1,029,435	(182,718)	14,494,868
Taxation	<u>(48,661)</u>	<u>(175,004)</u>	<u>(1,749,717)</u>	<u>(2,464,128)</u>
Profit / (loss) after tax	3,206,114	854,431	(1,932,435)	12,030,740
Un-Appropriated loss brought forward	<u>(755,356,393)</u>	<u>(750,990,663)</u>	<u>(750,217,844)</u>	<u>(762,166,972)</u>
Un-Appropriated loss carried to financial position	<u>(752,150,279)</u>	<u>(750,136,232)</u>	<u>(752,150,279)</u>	<u>(750,136,232)</u>
EARNING PER SHARE - BASIC AND DILUTED	<u>0.11</u>	<u>0.03</u>	<u>(0.06)</u>	<u>0.40</u>

The annexed notes form an integral part of these financial statements

  
Chief Executive Officer

  
Chief Financial Officer

  
Director

**KOHINOOR INDUSTRIES LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE QUARTER ENDED MARCH 31, 2018**

	QUARTER ENDED		NINE MONTHS ENDED	
	31 Mar 2018	31 Mar 2017	31 Mar 2018	31 Mar 2017
	Rupees	Rupees	Rupees	Rupees
Net Profit / (Loss) for the period	3,206,114	854,431	(1,932,435)	12,030,740
Other Comprehensive Income	-	-	-	-
Total Comprehensive (Loss) / Income	<u>3,206,114</u>	<u>854,431</u>	<u>(1,932,435)</u>	<u>12,030,740</u>

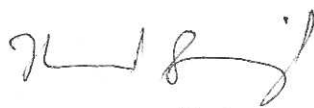
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**Chief Executive Officer**



**Chief Financial Officer**



**Director**



**KOHINOOR INDUSTRIES LIMITED**  
**CASH FLOW STATEMENT**  
**FOR THE QUARTER ENDED MARCH 31, 2018**

	31 March 2018	31 March 2017
	Rupees	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	(182,718)	14,494,868
Adjustments for:		
Depreciation	293,926	335,011
Share of profit / (loss) from Associate	3,042,913	(808,792)
(Reversal)/Provision for short fall in value of investment	6,029,087	(2,026,208)
Finance cost	21,866	14,272
	9,387,792	(2,485,717)
Profit before working capital changes	9,205,074	12,009,151
Effect on cash flow due to working capital changes (Increase)/ decrease in:		
Loans and advances	64,000	(40,500)
Other receivables	(178,200)	162,000
Trade and other payables	1,617,860	1,070,037
Short term loan from Directors-Unsecured	(5,797,198)	(9,696,670)
	(4,293,538)	(8,505,133)
Cash generated from operations	4,911,536	3,504,018
Finance cost paid	(21,866)	(14,272)
Income tax paid	(4,007,902)	(3,756,930)
	(4,029,768)	(3,771,202)
Net cash from operating activities	881,768	(267,184)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Net increase / (decrease) in cash and cash equivalents	881,768	(267,184)
Cash and cash equivalents at the beginning of year	1,746,555	2,268,714
Cash and cash equivalents at the end of year	2,628,323	2,001,530

The annexed notes form an integral part of these financial statements

  
**Chief Executive Officer**

  
**Chief Financial Officer**

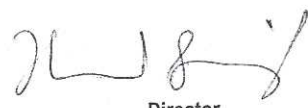
  
**Director**

**KOHINOOR INDUSTRIES LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED MARCH 31, 2018**

	Share capital	Capital Share Premium	Revenue Unappropriated profit/(loss)	Total
	Rupees		Rupees	
Balance as at June 30, 2017	303,025,430	187,394,755	(750,217,844)	(259,797,659)
Total comprehensive profit / (loss) for the period	-	-	(1,932,435)	(1,932,435)
Balance as at March 31, 2018	303,025,430	187,394,755	(752,150,279)	(261,730,094)

  
**Chief Executive Officer**

  
**Chief Financial Officer**

  
**Director**

# KOHINOOR INDUSTRIES LIMITED

## NOTES TO THE ACCOUNTS FOR THE QUARTER ENDED MARCH 31, 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 Act ,2017).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 31.03.2018 stands at Rs. 303.025 million while adverse balance of reserves and Unappropriated losses are amounting to Rs. 752.150 million leaving adverse balance of equity at Rs. 261.730 million. Our current liabilities are Rs. 405.195 million whereas the current assets are Rs. 15.428 million and current liabilities are more by Rs.389.768 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 period is aggregating to Rs. 27.659 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- CONTIGENCIES 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, 2017.

### 4- TAXATION

Provision in respect of taxation, for this qyarte , 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.

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**KOHINOOR INDUSTRIES LIMITED**

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Tel: 35718274-75, 35717364-66

E-mail: [shares@saigols.com](mailto:shares@saigols.com)