

KOHINOOR INDUSTRIES LIMITED

3RD QUARTER REPORT

31-03-2021

(UN-AUDITED)

BOARD OF DIRECTORS

Mr. M. Naseem Saigol	Chairman
Mr. M. Zeid Yousuf Saigol	Chief Executive Officer
Mr. Muhammad Murad Saigol	
Mr. Muhammad Omer Farooq	
Mrs. Sadaf Kashif	
Mr. Muhammad Asif	
Mr. Rashid Ahmad Javaid	

AUDIT COMMITTEE

Mr. Rashid Ahmad Javaid	Chairman/Member
Mr. Muhammad Omer Farooq	Member
Mrs. Sadaf Kashif	Member
Mr. Muhammad Asif	Member

HR & REMUNERATION COMMITTEE

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

COMPANY SECRETARY

Khawaja Safee Sultan

CHIEF FINANCIAL OFFICER

Mr. Zahoor Ahmed

AUDITORS

M/s Rahman Sarfaraz Rahim Iqbal Rafiq & Co.
Chartered Accountants

REGISTRATION NUMBER

0000214

NTN

0452891-3

WEBSITE

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
Allied Bank Limited

REGISTERED OFFICE

17-Aziz Avenue, Canal Bank,
Gulberg-V, Lahore.
Tel: 042-35715029-31 Fax: 042-35715105
E-mail: 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

DIRECTORS' REPORT

The Directors' of Kohinoor Industries Limited presented before you the report of the company for the 3rd Quarter ended March 31, 2021.

During the period under review, the revenue of the Company for the period is Rs. 45.971 million as compared to Rs. 41.525 million in the corresponding period last year. During the period, the company earned gross profit of Rs. 38.365 million as compared to profit of Rs. 31.231 million in the corresponding period last year. This is due to increase in value of investment of the Company. The company has earned net profit after tax of Rs. 31.512 million as compared to profit of Rs. 23.697 million in the corresponding period last year.

COMPOSITION OF BOARD

Composition of the Board of Directors is as under.

TOTAL NUMBER OF DIRECTORS	
Male	6
Female	1
COMPOSITION	
Independent Directors	Mr. Rashid Ahmad Javaid
	Mr. Muhammad Asif
Non-Executive Directors	Mr. M. Naseem Saigol
	Mr. Muhammad Murad Saigol
	Mr. Muhammad Omer Farooq
Executive Director	Mr. Muhammad Zeid Yousuf Saigol
Female Director	Mrs. Sadaf Kashif

COMMITTEE'S

Detail of Committee's of Board is as under.

AUDIT COMMITTEE

Mr. Rashid Ahmad Javaid	Chairman/Member
Mr. M. Omer Farooq	Member
Mrs. Sadaf Kashif	Member
M. Muhammad Asif	Member

HR & REMUNERATION COMMITTEE

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

Lahore
April 30, 2021


M. ZEID YOUSUF SAIGOL
Chief Executive


M. MURAD SAIGOL
Director

ڈائریکٹرز رپورٹ:

کوہ نور انڈسٹریز لمیٹڈ کے ڈائریکٹر آپ کے سامنے کمپنی کی رپورٹ ہمراہ عبوری مالی سٹیٹمنٹ برائے دورانیہ تیسری سہ ماہی اختتام پذیر 31 مارچ 2021 پیش کرتے ہیں۔
زیر جائزہ دورانیہ میں کمپنی کی آمدنی 45.971 ملین رہی جبکہ گزشتہ سال اسی عرصہ میں 41.525 ملین آمدنی کمائی تھی۔ اسی دورانیہ میں کمپنی نے 38.365 ملین کل منافع کمایا، جو گزشتہ سال اسی عرصہ میں 31.231 ملین تھا۔ اسکی وجہ کمپنی کی پراپیٹیز کے کرایہ میں اضافہ ہے۔ زیر جائزہ دورانیہ میں کمپنی نے 31.512 ملین خالص منافع کمایا جبکہ گزشتہ سال اسی عرصہ میں 23.697 ملین منافع کمایا تھا۔

بورڈ کی ساخت

بورڈ آف ڈائریکٹرز کی ساخت درج ذیل ہے۔

کل ڈائریکٹرز کی تعداد	
6	مرد
1	عورت
ساخت	
جناب رشید احمد جاوید	آزاد ڈائریکٹرز
جناب محمد آصف	
جناب محمد نسیم سہگل	نان ایگزیکٹو ڈائریکٹرز
جناب محمد مراد سہگل	
جناب محمد عرفان روق	
جناب محمد زید یوسف سہگل	ایگزیکٹو ڈائریکٹرز
محترمہ صدف کاشف	فیلیم ڈائریکٹر

کمیشنر

بورڈ کی کمیشنر کی تفصیل درج ذیل ہے۔

آڈٹ کمیٹی

جناب رشید احمد جاوید	چیئر مین / ممبر
جناب محمد عرفان روق	ممبر
جناب محمد آصف	ممبر
محترمہ صدف کاشف	ممبر

ایچ آر اینڈ ریفرنس کمیٹی

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

ہم تمام حصہ داران کے بھرپور تعاون کے تہدول سے مشکور ہیں۔ ہم یہ اعلان کرتے ہوئے خوشی محسوس کرتے ہیں کہ کمپنی اپنے ملازمین کو سراہتے ہوئے یہ امید کرتی ہے کہ وہ اسی انداز میں آئندہ بھی اپنے فرائض سرانجام دیتے رہیں گے۔

محمد زید یوسف سہگل
چیئر ایگزیکٹو

محمد مراد سہگل
ڈائریکٹر

لاہور
30 اپریل، 2021

KOHINOOR INDUSTRIES LIMITED
FINANCIAL STATEMENTS
FOR THE 3rd QUARTER ENDED
31-03-2021
(UN-AUDITED)

KOHINOOR INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2021

	March 31, 2021	June 30, 2020
	Rupees	Rupees
	(Un-audited)	(Audited)
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized capital		
40,000,000 (June 30, 2020: 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
Share premium	187,394,755	187,394,755
Surplus on revaluation of property and equipment	651,264,077	651,264,077
Accumulated losses	(591,941,674)	(600,727,626)
TOTAL EQUITY	549,742,588	540,956,636
LIABILITIES		
NON-CURRENT LIABILITIES		
Employees retirement benefits	951,107	664,357
	951,107	664,357
CURRENT LIABILITIES		
Trade and other payables	27,068,882	27,646,576
Short term borrowings	353,682,503	353,682,503
Unclaimed dividend	2,332,404	1,034,826
Current taxation	23,869,629	29,451,103
	406,953,418	411,815,008
TOTAL LIABILITIES	407,904,525	412,479,365
CONTINGENCIES AND COMMITMENTS	3	
TOTAL EQUITY AND LIABILITIES	957,647,113	953,436,001

The annexed notes from 1 to 16 form an integral part of these interim financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

KOHINOOR INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2021

	Note	March 31, 2021	June 30, 2020
		Rupees	Rupees
		(Un-audited)	(Audited)
ASSETS			
NON-CURRENT ASSETS			
Property and equipment		2,269,647	2,474,249
Government taken over concerns		-	-
Investment property		838,924,405	838,924,405
Long term investments		16,443,000	4,819,500
Long term deposits		166,376	166,376
Deffered Taxation		27,911,283	27,911,283
		885,714,711	874,295,813
CURRENT ASSETS			
Others receivables		1,333,636	20,000
Advances to employees		23,704	125,500
Advance income tax		14,130,429	19,434,716
Cash and bank balances		56,444,633	59,559,972
		71,932,402	79,140,188
TOTAL ASSETS		957,647,113	953,436,001

The annexed notes from 1 to 16 form an integral part of these interim financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

KOHINOOR INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2021

Note	Nine month ended		Three month ended	
	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
	Rupees	Rupees	Rupees	Rupees
Revenue	45,971,340	41,525,532	15,937,342	14,399,628
Administrative and general expenses	(19,636,270)	(13,537,638)	(5,379,205)	(3,277,195)
Other expenses	(864,787)	-	-	-
	(20,501,057)	(13,537,638)	(5,379,205)	(3,277,195)
	25,470,283	27,987,894	10,558,137	11,122,433
Other income	12,895,243	3,243,548	6,483,683	1,515,233
Operating profit	38,365,526	31,231,442	17,041,820	12,637,666
Finance cost	(6,498)	(9,174)	(4,297)	(102)
Share of profit / (loss) of associate - unrealised	(23,303)	(2,671,416)	(85,414)	(2,096,867)
Profit before taxation	38,335,725	28,550,852	16,952,109	10,540,697
Taxation	(6,822,869)	(4,853,645)	(2,233,034)	(1,791,918)
Profit after taxation	31,512,856	23,697,207	14,719,075	8,748,779
Earnings per share - basic and diluted	1.04	0.78	0.49	0.29

The annexed notes from 1 to 16 form an integral part of these interim financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

KOHINOOR INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2021

	Nine month ended		Three month ended	
	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
	Rupees	Rupees	Rupees	Rupees
<i>Items that may be reclassified subsequently to profit or loss</i>	-	-	-	-
<i>Items that will not be reclassified to profit or loss</i>	-	-	-	-
Other comprehensive loss before taxation	-	-	-	-
Taxation	-	-	-	-
Other comprehensive loss after taxation	-	-	-	-
Profit after taxation	31,512,856	23,697,207	14,719,075	8,748,779
Total comprehensive income	31,512,856	23,697,207	14,719,075	8,748,779

The annexed notes from 1 to 16 form an integral part of these interim financial statements.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

KOHINOOR INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2021

	Nine month ended	
	March 31, 2021	March 31, 2020
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	38,335,725	28,550,852
Adjustments for non-cash and other items		
Provision for employees retirement benefits	286,750	379,164
Share of loss of associate	23,303	2,671,416
Reversal of impairment loss on long term investment	(11,646,803)	(2,104,416)
Finance Cost	-	9,174
Depreciation	204,602	227,763
	(11,132,148)	1,183,101
Operating profit before changes in working capital	27,203,577	29,733,953
Changes in working capital		
Long term deposits	-	-
Other receivables	(1,313,636)	-
Advances to employees	101,796	(128,000)
Trade and other payables	(577,694)	(331,195)
	(1,789,534)	(459,195)
Net cash generated from operations	25,414,043	29,274,758
Payments for		
Dividend Paid	(21,429,326)	-
Finance cost paid		(9,174)
Gratuity Paid		(179,345)
Income tax	(7,100,056)	(6,084,467)
Net cash generated from operating activities	(3,115,339)	23,001,772
CASH FLOWS FROM INVESTING ACTIVITIES	-	-
CASH FLOWS FROM FINANCING ACTIVITIES	-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS	(3,115,339)	23,001,772
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	59,559,972	25,319,933
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	56,444,633	48,321,705

The annexed notes from 1 to 16 form an integral part of these interim financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

KOHINOOR INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2021

	Share capital	Capital reserves		Revenue reserve	
	Issued subscribed and paid-up capital	Share Premium	Surplus on revaluation of investment property	Accumulated losses	Total equity
	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at June 30, 2020 - Audited	303,025,430	187,394,755	651,264,077	(600,727,626)	540,956,636
Comprehensive income					
Profit after taxation	-	-	-	31,512,856	31,512,856
Other comprehensive loss	-	-	-	-	-
Total comprehensive income	-	-	-	31,512,856	31,512,856
Transaction with owners-Dividend	-	-	-	(22,726,904)	(22,726,904)
Balance as at March 31, 2021 - Un-audited	303,025,430	187,394,755	651,264,077	(591,941,674)	549,742,588

The annexed notes from 1 to 16 form an integral part of these interim financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

KOHINOOR INDUSTRIES LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED MARCH 31, 2021

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,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 31-03-2019 stands at Rs. 303.025 million while adverse balance of reserves and Unappropriated losses are amounting to Rs. 700.221 million leaving adverse balance of equity at Rs. 441.462 million. Our current liabilities are Rs. 396.698 million whereas the current assets are Rs. 32.524 million and current liabilities are more by Rs.364.174 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. 34.619 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, 2020.

4- TAXATION

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