KOHINOOR INDUSTRIES LIMITED

UN-AUDITED QUATRTERLY ACCOUNTS

FOR THE 1ST QUARTER ENDED

SEPTEMBER 30, 2016

KOHINOOR INDUSTRIES LIMITED BALANCE SHEET AS AT SEPTEMBER 30, 2016

ASSETS Non current assets		Note	Sep 30, 2016 Rupees	June 30, 2016 Rupees
Property, plant and equipment 3,849,464 3,961,134	ASSETS			
Government taken over concerns Investment property T64,656,286 764,656,286 368,876 368,876 368,876 368,876 368,876 368,876 368,876 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,100	Non current assets			
Covernment taken over concerns Investment property 764,656,286 764,656,286 368,876 368,876 368,876 368,876 368,876 368,876 368,876 368,876 368,876 368,876 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20,383,650 20,100,150 20	Property, plant and equipment		3,849,464	3,961,134
Long term deposits Long term deposits Long term investments Current assets			1	2
Long term deposits 368,876 368,876 20,383,650 Current assets 55,036 64,036 Trade deposits and short term prepayments 594,100 594,100 Other receivables 182,000 182,000 Tax refunds due from Governments 15,617,814 14,400,288 Cash and bank balances 3,531,460 2,288,714 TOTAL ASSETS 808,955,186 806,879,084 EQUITY AND LIABILITIES 808,955,186 806,879,084 EQUITY AND LIABILITIES 400,000,000 400,000,000 Issued, Subscribed and Piad up Capital 303,025,430 303,025,430 Issued, Subscribed and Piad up Capital 303,025,430 303,025,430 Reserves 187,394,755 187,394,755 Unappropriated (loss) / profit (759,066,684) (759,668,565) (268,646,499) (269,238,380) Surplus on revaluation of fixed assets 651,264,077 648,755,670 Current liabilities 32,541,291 31,186,047 Trade and other payables 368,554,970 371,569,398 Short term loan from directors - unse	Investment property		764,656,286	764,656,286
Current assets 20,100,150 20,383,650 Current assets 55,036 64,036 Trade deposits and short term prepayments 594,100 594,100 Other receivables 182,000 182,000 Tax refunds due from Governments 15,617,814 14,400,288 Cash and bank balances 3,531,460 2,268,714 TOTAL ASSETS 808,955,186 806,879,084 EQUITY AND LIABILITIES Share capital and reserves Authorized capital 400,000,000 400,000,000 Issued, Subscribed and Piad up Capital 303,025,430 303,025,430 Reserves 187,394,755 187,394,755 187,394,755 Unappropriated (loss) / profit (759,066,884) (759,668,565) Current liabilities 32,541,291 31,186,047 Trade and other payables 304,755,670 48,755,670 Current portion of lease liabilities 32,541,291 371,569,398 Current portion of lease liabilities 32,541,291 31,186,047 Provision for taxation 426,337,608 427,361,794 Contingencies & Commitme			368,876	368,876
Description of lease liabilities Contingencies & Commitments S5,036 64,036 594,100 594,100 594,100 182,000 1			20,100,150	20,383,650
Trade deposits and short term prepayments 594,100 594,100 Other receivables 182,000 182,000 Tax refunds due from Governments 15,617,814 14,400,288 Cash and bank balances 3,531,460 2,268,714 TOTAL ASSETS 808,955,186 806,879,084 EQUITY AND LIABILITIES Share capital and reserves Authorized capital 400,000,000 400,000,000 Issued, Subscribed and Piad up Capital 303,025,430 303,025,430 Reserves 187,394,755 187,394,755 187,394,755 Unappropriated (loss) / profit (759,066,684) (759,658,565) (268,646,499) (269,238,380) Surplus on revaluation of fixed assets 651,264,077 648,755,670 Current liabilities Trade and other payables 32,541,291 31,186,047 Short term loan from directors - unsecured 368,554,970 371,569,398 Current portion of lease liabilities 864,742 864,742 Provision for taxation 24,376,605 23,741,607 426,337	Current assets			
Other receivables 182,000 182,000 14,400,288 14,400,288 2,268,714 14,400,288 2,268,714 19,980,410 17,509,138 2,268,714 19,980,410 17,509,138 806,879,084 806,879,080 806,879,084 806,879,	Loans and advances		55,036	64,036
Other receivables 182,000 182,000 Tax refunds due from Governments 15,617,814 14,400,288 Cash and bank balances 3,531,460 2,268,714 TOTAL ASSETS 808,955,186 806,879,084 EQUITY AND LIABILITIES Share capital and reserves Authorized capital 400,000,000 400,000,000 Issued, Subscribed and Piad up Capital 303,025,430 303,025,430 Reserves 187,394,755 187,394,755 187,394,755 Unappropriated (loss) / profit (759,066,684) (759,658,565) Current liabilities 651,264,077 648,755,670 Current liabilities Trade and other payables 32,541,291 31,186,047 Short term loan from directors - unsecured 368,554,970 371,569,398 Current portion of lease liabilities 864,742 864,742 Provision for taxation 24,376,605 23,741,607 426,337,608 427,361,794 Contingencies & Commitments	Trade deposits and short term prepayments		594,100	594,100
Cash and bank balances 3,531,460 2,268,714 19,980,410 17,509,138 808,955,186 806,879,084 EQUITY AND LIABILITIES Share capital and reserves Authorized capital 400,000,000 400,000,000 400,000,000 Ordinary shares of Rs. 10/ each 400,000,000 400,000,000 Issued, Subscribed and Piad up Capital 303,025,430 303,025,430 Reserves 187,394,755 187,394,755 Unappropriated (loss) / profit (759,066,684) (759,658,565) (268,646,499) (269,238,380) Surplus on revaluation of fixed assets 651,264,077 648,755,670 Current liabilities Trade and other payables 32,541,291 31,186,047 Short term loan from directors - unsecured 368,554,970 371,569,398 Current portion of lease liabilities 864,742 24,376,605 23,741,607 426,337,608 427,361,794 Contingencies & Commitments 3			182,000	182,000
TOTAL ASSETS 19,980,410 17,509,138 806,879,084	Tax refunds due from Governments		15,617,814	14,400,288
## EQUITY AND LIABILITIES Share capital and reserves Authorized capital 40,000,000 Ordinary shares of Rs. 10/ each Issued, Subscribed and Piad up Capital Reserves Unappropriated (loss) / profit Surplus on revaluation of fixed assets Current liabilities Trade and other payables Trade and other payables Current portion of lease liabilities Provision for taxation 808,955,186 806,879,084 400,000,000 400,000,000 400,000,000 400,000,0	Cash and bank balances		3,531,460	2,268,714
Share capital and reserves Authorized capital 400,000,000 400,00			19,980,410	17,509,138
Share capital and reserves Authorized capital 40,000,000 Ordinary shares of Rs. 10/ each 400,000,000 400,000,000 Issued, Subscribed and Piad up Capital 303,025,430 303,025,430 Reserves 187,394,755 187,394,755 Unappropriated (loss) / profit (759,066,684) (759,658,565) Surplus on revaluation of fixed assets 651,264,077 648,755,670 Current liabilities 32,541,291 31,186,047 Short term loan from directors - unsecured 368,554,970 371,569,398 Current portion of lease liabilities 864,742 864,742 Provision for taxation 24,376,605 23,741,607 426,337,608 427,361,794	TOTAL ASSETS		808,955,186	806,879,084
Authorized capital 40,000,000 Ordinary shares of Rs. 10/ each Issued, Subscribed and Piad up Capital Reserves Unappropriated (loss) / profit Current liabilities Trade and other payables Short term loan from directors - unsecured Current portion of lease liabilities Provision for taxation Authorized 400,000,000 400,000,000 400,000,000 400,000,0	EQUITY AND LIABILITIES			
Authorized capital 40,000,000 Ordinary shares of Rs. 10/ each Issued, Subscribed and Piad up Capital Reserves Unappropriated (loss) / profit Current liabilities Trade and other payables Short term loan from directors - unsecured Current portion of lease liabilities Provision for taxation Authorized 400,000,000 400,000,000 400,000,000 400,000,0	Olympia with Land manning			
40,000,000 Ordinary shares of Rs. 10/ each 400,000,000 400,000,000		9		
Reserves			400,000,000	400,000,000
Reserves	legued Subscribed and Piad un Canital		303.025.430	303.025.430
Unappropriated (loss) / profit (759,066,684) (759,658,565) (268,646,499) (269,238,380) Surplus on revaluation of fixed assets 651,264,077 648,755,670 Current liabilities Trade and other payables Short term loan from directors - unsecured Current portion of lease liabilities Provision for taxation Contingencies & Commitments 3 (759,066,684) (759,658,565) (268,646,499) (269,238,380) 31,186,047 371,569,398 864,742 24,376,605 23,741,607 426,337,608 427,361,794				
(268,646,499) (269,238,380) Surplus on revaluation of fixed assets 651,264,077 648,755,670			V 50 100-000 700-000	
Current liabilities Trade and other payables 32,541,291 31,186,047 Short term loan from directors - unsecured 368,554,970 371,569,398 Current portion of lease liabilities 864,742 864,742 Provision for taxation 24,376,605 23,741,607 426,337,608 427,361,794 Contingencies & Commitments	Onappropriated (1033) / pront			
Trade and other payables 32,541,291 31,186,047 Short term loan from directors - unsecured 368,554,970 371,569,398 Current portion of lease liabilities 864,742 24,376,605 23,741,607 Provision for taxation 426,337,608 427,361,794 Contingencies & Commitments	Surplus on revaluation of fixed assets		651,264,077	648,755,670
Short term loan from directors - unsecured Current portion of lease liabilities Provision for taxation Contingencies & Commitments 368,554,970 864,742 24,376,605 426,337,608 427,361,794 Contingencies & Commitments	Current liabilities			
Short term loan from directors - unsecured 368,554,970 371,569,398 Current portion of lease liabilities 864,742 864,742 Provision for taxation 24,376,605 23,741,607 426,337,608 427,361,794 Contingencies & Commitments			32,541,291	31,186,047
Current portion of lease liabilities 864,742 864,742 23,741,607 Provision for taxation 426,337,608 427,361,794 Contingencies & Commitments 3			368,554,970	371,569,398
Contingencies & Commitments 3	Current portion of lease liabilities	% =-	864,742	864,742
Contingencies & Commitments 3	Provision for taxation		24,376,605	23,741,607
			426,337,608	427,361,794
TOTAL EQUITY AND LIABILITIES 808,955,186 806,879,084	Contingencies & Commitments	3		
	TOTAL EQUITY AND LIABILITIES		808,955,186	806,879,084

The annexed notes form an tntegral part of these financial statements

(CHIEF EXECUTIVE OFFICER)

KOHINOOR INDUSTRIES LIMITED PROFIT AND LOSS ACCOUNT FOR THE QTR ENDED SEP 30, 2016

	Sep 30, 2016	Sep 30, 2015
	Note Rupees	Rupees
Revenue	8,026,300	7,396,889
Other operating income		5,789,512
	8,026,300	13,186,401
Operating expenses :		
Administrative expenses	4,001,535	3,654,420
	4,024,765	9,531,981
Other operating expenses	(419,886)	: : <u>-</u>
Finance cost	(5,979)	(4,381)
Share of profit / (loss) from Associate	136,386	(1,281,862)
Profit before taxation	3,735,286	8,245,738
Taxation	(634,998)	(1,401,775)
Profit after tax	3,100,288	6,843,963
EARNING PER SHARE - BASIC AND DILUTED	0.10	0.23

The annexed notes form an integral part of these financial statements

(CHIEF EXECUTIVE OFFICER)

KOHINOOR INDUSTRIES LIMITED STATEMENT OF COMPREHENSIVE INCOME FOR THE QTR ENDED SEP 30, 2016

	Sep 30, 2016 Rupees
Net profit for the quarter	3,100,288
Other Comprehensive Income	- ·
Total Comprehensive (Loss) / Income	3,100,288

The annexed notes form an tntegral part of these financial statements

(CHIEF EXECUTIVE OFFICER)

DIRECTOR)

Sep 30, 2015

Rupees

6,843,963

6,843,963

KOHINOOR INDUSTRIES LIMITED CASH FLOW STATEMENT FOR THE QTR ENDED SEP 30, 2016

	Sep 30, 2016	Sep 30, 2015
Note	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	3,735,286	8,245,738
Adjustments for:		2 2 2
Depreciation	111,670	2,507,775
Share of profit / (loss) from Associate	(136,386)	1,281,862
(Reversal)/Provision for short fall in value of investment	419,886	(5,789,512)
Finance cost	5,979	4,381
	401,149	(1,995,494)
Profit before working capital changes	4,136,435	6,250,244
Effect on cash flow due to working capital changes (Increase)/ decrease in:		
Loans and advances	9,000	4,500
Trade and other payables	1,355,244	(447,237)
Short term loan from directors - unsecured	(3,014,428)	(4,400,000)
	(1,650,184)	(4,842,737)
Cash generated from operations	2,486,251	1,407,507
		k 60
Finance cost paid	(5,979)	(4,381)
Income tax paid	(1,217,526)	(1,092,232)
	(1,223,505)	(1,096,613)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net increase / (decrease) in cash and cash equivalents	1,262,746	310,894
Cash and cash equivalents at the beginning of year	2,268,714	2,666,454
Cash and cash equivalents at the end of year	3,531,460	2,977,348

(CHIEF EXECUTIVE OFFICER)

KOHINOOR INDUSTRIES LIMITED STATEMENT OF CHANGES IN EQUITY FOR THE QTR ENDED SEP 30, 2016

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

-----Rupees-----

Balance as at June 30, 2016	303,025,430	187,394,755	(759,658,565)	(269,238,380)
Total comprehensive (loss) / profit for the quarter		•	3,100,288	3,100,288
Transferred from surplus on revaluation of fixed assets on account of :				
Incremental depreciation - Reversed		-	(2,508,407)	(2,508,407)
Balance as at September 30, 2016	303,025,430	187,394,755	(759,066,684)	(268,646,499)

(CHIEF EXECUTIVE OFFICER

KOHINOOR INDUSTRIES LIMITED

NOTES TO THE ACCOUNTS FOR THE QUARTER ENDED SEPTEMBER 30, 2016

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. 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 30.09.2016 stands at Rs. 303.025 million while adverse balance of reserves and Unappropriated losses are amounting to Rs. 758.381 million leaving adverse balance of equity at Rs. 268.646 million. Our current liabilities are Rs. 426.338 million whereas the current assets are Rs. 19.980 million and current liabilities are more by Rs. 406.358 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. 8.026 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, 2016.

4- TAXATION

6-

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

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

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