

# **KOHINOOR INDUSTRIES LIMITED**

**1<sup>ST</sup> QUARTER REPORT  
(UN-AUDITED)  
30-09-2019**

**BOARD OF DIRECTORS**

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

**AUDIT COMMITTEE**

Mr. Rashid Ahmad Javaid	Chairman/Member
Mr. Muhammad Omer Farooq	Member
Mr. Muhammad Athar Rafiq	Member
Mr. Muhammad Shamil	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](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: 042-35715029-31 Fax: 042-35715105  
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)

## DIRECTOR'S REPORT

The Directors' of your company presented before you the report of the company for the 1st Quarter ended September 30, 2019.

During the period under review, the revenue of the company for the period is Rs. 13.145 million as compared to Rs. 9.668 million in the corresponding period last year. During the period the company earned profit Rs. 5.927 million as compare to profit of Rs. 3.588 million. 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. Muhammad Murad Saigol
	Mr. Muhammad Omer Farooq
	Mr. Muhammad Athar Rafiq
	Mr. Muhammad Shamil
Executive Directors	Mr. Muhammad Zeid Yousuf Saigol

### COMMITTEE'S

Detail of Committee's of Board is as under.

#### AUDIT COMMITTEE

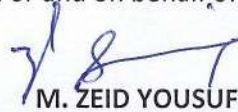
Mr. Rashid Ahmad Javaid	Chairman/Member
Mr. Muhammad Omer Farooq	Member
Mr. Muhammad Athar Rafiq	Member
Mr. Muhammad Shamil	Member

#### HR & REMUNERATION COMMITTEE

Mr. Rashid Ahmad Javaid	Chairman/Member
Mr. M. Naseem Saigol	Member
Mr. Muhammad 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 Board

  
M. ZEID YOUSUF SAIGOL  
Chief Executive

Lahore  
October 30, 2019

## ڈائریکٹر رپورٹ:

کمپنی کے ڈائریکٹران، حصہ داران کے سامنے کمپنی کارکردگی برائے دورانیہ 30 ستمبر، 2019 پیش کی۔

زیر غور دورانیہ میں کمپنی نے 13.145 ملین سرمایہ کیا جبکہ گزشتہ سال اسی عرصہ میں 9.668 ملین سرمایہ کیا تھا۔ کمپنی نے زیر جائزہ دورانیہ میں 5.927 ملین کا منافع کمایا جو کہ گزشتہ سال اسی عرصہ میں 3.588 ملین تھا۔ ہم کوشش کر رہے ہیں اور پُر امید ہیں کہ کمپنی مستقبل میں مزید قابل عمل کاروباری منصوبے شروع کرے گی۔

## بورڈ کی ساخت

بورڈ آف ڈائریکٹرز کی ساخت درج ذیل ہے۔

کل ڈائریکٹرز کی تعداد	
مرد	7
عورت	کوئی نہیں
ساخت	
آزاد ڈائریکٹر	جناب رشید احمد جاوید
نان ایگزیکٹو ڈائریکٹر	جناب محمد نسیم سہگل
	جناب محمد مراد سہگل
	جناب محمد عمر فاروق
	جناب محمد اطہر رفیق
	جناب محمد شکیل
ایگزیکٹو ڈائریکٹر	جناب محمد زید یوسف سہگل

بورڈ کی کمیٹیوں کی تفصیل درج ذیل ہے۔

## آڈٹ کمیٹی

جناب رشید احمد جاوید	چیئر مین / ممبر
جناب محمد عمر فاروق	ممبر
جناب محمد اطہر رفیق	ممبر
جناب محمد شکیل	ممبر

## ایچ آر اینڈ مینجمنٹ 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 تہہ دل 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۔

منجانب و برائے بورڈ:

لاہور

30 اکتوبر 2019

محمد زید یوسف سہگل

چیف ایگزیکٹو



**KOHINOOR INDUSTRIES LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE 1<sup>ST</sup> QUARTER ENDED**  
**30-09-2019**  
**(UN-AUDITED)**

# KOHINOOR INDUSTRIES LIMITED

## STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2019

	Note	Sep 30, 2019	June 30, 2019
		Rupees	Rupees
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
<i>Authorized capital</i>			
40,000,000 (2018: 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		(682,444,449)	(688,371,198)
<b>TOTAL EQUITY</b>		<b>459,239,813</b>	<b>453,313,064</b>
<b>NON CURRENT LIABILITIES</b>			
Employees retirement benefits		495,329	385,508
		495,329	385,508
<b>CURRENT LIABILITIES</b>			
Trade and other payables		28,791,519	27,810,731
Short term borrowings		353,682,503	353,682,503
Unclaimed dividend		1,034,826	1,034,826
Current taxation		23,297,574	22,083,661
		406,806,422	404,611,721
<b>TOTAL LIABILITIES</b>		<b>407,301,751</b>	<b>404,997,229</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	3		
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>866,541,564</b>	<b>858,310,293</b>

The annexed notes form an integral part of these financial statements

  
CHIEF EXECUTIVE

  
CHIEF FINANCIAL OFFICER

  
DIRECTOR

# KOHINOOR INDUSTRIES LIMITED

## STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2019

	Note	Sep 30, 2019	June 30, 2019
		Rupees	Rupees
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property and equipment		2,702,012	2,777,933
Government taken over concerns		-	-
Investment property		809,372,245	809,372,245
Long term investments		3,402,000	4,819,500
Long term deposits		166,376	166,376
		815,642,633	817,136,054
<b>CURRENT ASSETS</b>			
Rent receivables		20,000	20,000
Advances, deposits and other receivables		82,000	-
Advance income tax		17,756,059	15,834,306
Cash and bank balances		33,040,872	25,319,933
		50,898,931	41,174,239
<b>TOTAL ASSETS</b>		<b>866,541,564</b>	<b>858,310,293</b>

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

  
CHIEF EXECUTIVE

  
CHIEF FINANCIAL OFFICER

  
DIRECTOR

# KOHINOOR INDUSTRIES LIMITED

## STATEMENT OF PROFIT OR LOSS FOR THE QUARTER ENDED SEPTEMBER 30, 2019

	Note	Sep 30, 2019	Sep 30, 2018
		<i>Rupees</i>	<i>Rupees</i>
<b>Revenue</b>		<b>13,144,614</b>	<b>9,667,648</b>
Administrative and general expenses		(4,938,663)	(3,212,556)
Other expenses		(899,392)	(1,781,991)
		(5,838,055)	(4,994,547)
Other income		359,966	-
<b>Operating profit</b>		<b>7,666,525</b>	<b>4,673,101</b>
Finance cost		(7,755)	(6,330)
		7,658,770	4,666,771
Share of loss of associate - <i>unrealised</i>		(518,108)	(344,259)
<b>Profit before taxation</b>		<b>7,140,662</b>	<b>4,322,512</b>
Taxation		(1,213,913)	(734,827)
<b>Profit after taxation</b>		<b>5,926,749</b>	<b>3,587,685</b>
<b>Earnings per share - basic and diluted</b>		<b>0.20</b>	<b>0.12</b>

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

  
CHIEF EXECUTIVE

  
CHIEF FINANCIAL OFFICER

  
DIRECTOR



# KOHINOOR INDUSTRIES LIMITED

## STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED SEPTEMBER 30, 2019

	Note	Sep 30, 2019	Sep 30, 2018
		Rupees	Rupees
Items that may be reclassified subsequently to profit or loss		-	-
Items that will not be reclassified to profit or loss			
Share of other comprehensive loss of associate - unrealised		-	-
Other comprehensive loss		-	-
Profit for the quarter		5,926,749	3,587,685
Total comprehensive income		5,926,749	3,587,685

The annexed notes form an integral part of these financial statements

  
CHIEF EXECUTIVE

  
CHIEF FINANCIAL OFFICER

  
DIRECTOR

**KOHINOOR INDUSTRIES LIMITED**  
**CASH FLOW STATEMENT**  
**FOR THE QUARTER ENDED SEP 30, 2019**

	Note	Sep 30, 2019 Rupees	Sep 30, 2018 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Cash generated from operations</b>			
Profit before taxation		7,140,662	4,322,512
<i>Adjustments for non-cash and other items:</i>			
Depreciation		75,921	86,155
Gratuity Provision		126,388	-
Share of (loss) from Associate		518,108	344,259
Impairment (loss)/ reversal of impairment loss		899,392	1,781,991
Finance cost		7,755	6,330
		1,627,564	2,218,735
<b>Profit / (Loss) before working capital changes</b>		<b>8,768,226</b>	<b>6,541,247</b>
<b>Changes in working capital:</b>			
(Increase)/ decrease in:			
Loans and advances		(82,000)	21,000
Other receivables		-	196,020
Long term deposits		-	202,500
Trade and other payables		980,788	(155,436)
		898,788	264,084
<b>Cash generated from operations</b>		<b>9,667,014</b>	<b>6,805,331</b>
Finance cost paid		(7,755)	(6,330)
Gratuity paid		(16,567)	-
Income tax paid		(1,921,753)	(1,398,426)
		(1,946,075)	(1,404,756)
<b>Net cash generated from / (used in) operating activities</b>		<b>7,720,939</b>	
<b>Long term financing</b>			
Net increase / (decrease) in cash and cash equivalents		7,720,939	5,400,575
Cash and cash equivalents at the beginning of year		25,319,933	5,389,403
<b>Cash and cash equivalents at the end of period</b>		<b>33,040,872</b>	<b>10,789,978</b>

The annexed notes form an integral part of these financial statements

  
**CHIEF EXECUTIVE**

  
**CHIEF FINANCIAL OFFICER**

  
**DIRECTOR**

# KOHINOOR INDUSTRIES LIMITED

## STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED SEPTEMBER 30, 2019

	Share capital	Capital reserves		Revenue reserves	
	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 July 01, 2019	303,025,430	187,394,755	651,264,077	(688,371,198)	453,313,064
Comprehensive income					
Profit after taxation	-	-	-	5,926,749	5,926,749
Other comprehensive loss	-	-	-	-	-
Total comprehensive income	-	-	-	5,926,749	5,926,749
Transaction with owners	-	-	-	-	-
Balance as at September 30, 2019	303,025,430	187,394,755	651,264,077	(682,444,449)	459,239,813

  
CHIEF EXECUTIVE

  
CHIEF FINANCIAL OFFICER

  
DIRECTOR



## **KOHINOOR INDUSTRIES LIMITED**

### **NOTES TO THE ACCOUNTS FOR THE QUARTER ENDED SEPTEMBER 30, 2019**

#### **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, Manager 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.

#### **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, 2019.

#### **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.

#### **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 re-arranged, wherever necessary, for the purpose of comparison.**