

KOHINOOR INDUSTRIES LIMITED

FINANCIAL STATEMENTS

FOR THE 1ST QUARTER ENDED

SEPTEMBER 30, 2015

KOHINOOR INDUSTRIES LIMITED
BALANCE SHEET AS AT SEPTEMBER 30, 2015

	Note	Sep 30, 2015 Rupees	June 30, 2015 Rupees
ASSETS			
Non current assets			
Property, plant and equipment		727,121,118	729,628,893
Government taken over concerns		-	-
Long term deposits		368,876	368,876
Long term investments		13,466,250	8,958,600
Current assets			
Loans and advances		72,036	76,536
Trade, deposits and prepayments		594,100	594,100
Other receivables		20,000	20,000
Tax refunds		10,993,944	9,901,712
Cash and bank balances		2,977,348	2,666,454
		<u>14,657,428</u>	<u>13,258,802</u>
TOTAL ASSETS		<u><u>755,613,672</u></u>	<u><u>752,215,171</u></u>
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized capital		<u>400,000,000</u>	<u>400,000,000</u>
d			
#REF!		303,025,430	303,025,430
Reserves		187,394,755	187,394,755
Unappropriated (loss) / profit		<u>(827,230,770)</u>	<u>(834,701,835)</u>
Total equity		<u>(336,810,585)</u>	<u>(344,281,650)</u>
Surplus on revaluation of fixed assets		650,636,975	651,264,077
Current liabilities			
Trade and other payables		36,713,997	37,161,234
Short term loan from directors - unsecured		385,831,566	390,231,566
Current portion of lease liabilities		864,742	864,742
Provision for taxation		18,376,977	16,975,202
		<u>441,787,282</u>	<u>445,232,744</u>
Contingencies & Commitments	3		
TOTAL EQUITY AND LIABILITIES		<u><u>755,613,672</u></u>	<u><u>752,215,171</u></u>


 (CHIEF EXECUTIVE OFFICER)


 (DIRECTOR)

KOHINOOR INDUSTRIES LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2015

	Note	Sep 30, 2015 Rupees	Sep 30, 2014 Rupees
Revenue		7,396,889	8,146,852
Other operating income		5,789,512	-
		<u>13,186,401</u>	<u>8,146,852</u>
Operating expenses :			
Administrative expenses		3,654,420	4,037,595
Other operating charges/(reversal)		-	1,308,894
		<u>(3,654,420)</u>	<u>(5,346,489)</u>
		9,531,981	2,800,363
Finance cost		(4,381)	(2,161)
Share of (loss) / profit from Associate		<u>(1,281,862)</u>	<u>(902,406)</u>
Profit before taxation		8,245,738	1,895,796
Taxation		<u>(1,401,775)</u>	<u>(1,222,028)</u>
(Loss) / profit after tax		<u><u>6,843,963</u></u>	<u><u>673,768</u></u>
Earning per share- Basic and diluted		<u><u>0.23</u></u>	<u><u>0.02</u></u>


(CHIEF EXECUTIVE OFFICER)


(DIRECTOR)

KOHINOOR INDUSTRIES LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2015

	Sep 30, 2015 Rupees	Sep 30, 2014 Rupees
Net (loss) / profit for the year	6,843,963	673,768
Other Comprehensive Income	-	-
Total Comprehensive (Loss) / Income	<u>6,843,963</u>	<u>673,768</u>


(CHIEF EXECUTIVE OFFICER)


(DIRECTOR)

KOHINOOR INDUSTRIES LIMITED
CASH FLOW STATEMENT
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2015

Note	Sep 30, 2015 Rupees	Sep 30, 2014 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	8,245,738	1,895,796
Adjustments for:		
Depreciation	2,507,775	2,790,807
Share of (loss) / profit from Associate	1,281,862	902,406
(Reversal)/Provision for short fall in value of investment	(5,789,512)	1,308,894
Finance cost	4,381	2,161
	(1,995,494)	5,004,268
Profit before working capital changes	6,250,244	6,900,064
Effect on cash flow due to working capital changes (Increase)/ decrease in:		
Loans and advances	4,500	(4,000)
Trade and other payables	(447,237)	108,112
Short term loan from directors - unsecured	(4,400,000)	(11,055,000)
	(4,842,737)	(10,950,888)
Cash generated from operations	1,407,507	(4,050,824)
Finance cost paid	(4,381)	(2,161)
Income tax paid	(1,092,232)	(1,001,450)
	(1,096,613)	(1,003,611)
Net increase / (decrease) in cash and cash equivalents	310,894	(5,054,435)
Cash and cash equivalents at the beginning of year	2,666,454	6,059,269
Cash and cash equivalents at the end of year	2,977,348	1,004,834


(CHIEF EXECUTIVE OFFICER)


(DIRECTOR)

KOHINOOR INDUSTRIES LIMITED
 STATEMENT OF CHANGES IN EQUITY
 FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2015

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

Balance as at June 30, 2015	303,025,430	187,394,755	(834,701,835)	(344,281,650)
Total comprehensive (loss) / profit for the quarter	-	-	6,843,963	6,843,963
Transferred from surplus on revaluation of fixed assets on account of :				
Incremental depreciation - current year	-	-	627,102	627,102
Balance as at September 30, 2015	303,025,430	187,394,755	(827,230,770)	(336,810,585)


 (CHIEF EXECUTIVE OFFICER)


 (DIRECTOR)

KOHINOOR INDUSTRIES LIMITED

NOTES TO THE ACCOUNTS

FOR THE QUARTER ENDED SEPTEMBER 30, 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.

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 30.09.2015 stands at Rs. 303.025 million while adverse balance of reserves and Unappropriated losses are amounting to Rs. 827.231 million leaving adverse balance of equity at Rs. 336.811 million. Our current liabilities are Rs. 441.787 million whereas the current assets are Rs. 14.657 million and current liabilities are more by Rs. 427.13 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. 7.397 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, 2015.

4- TAXATION

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

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