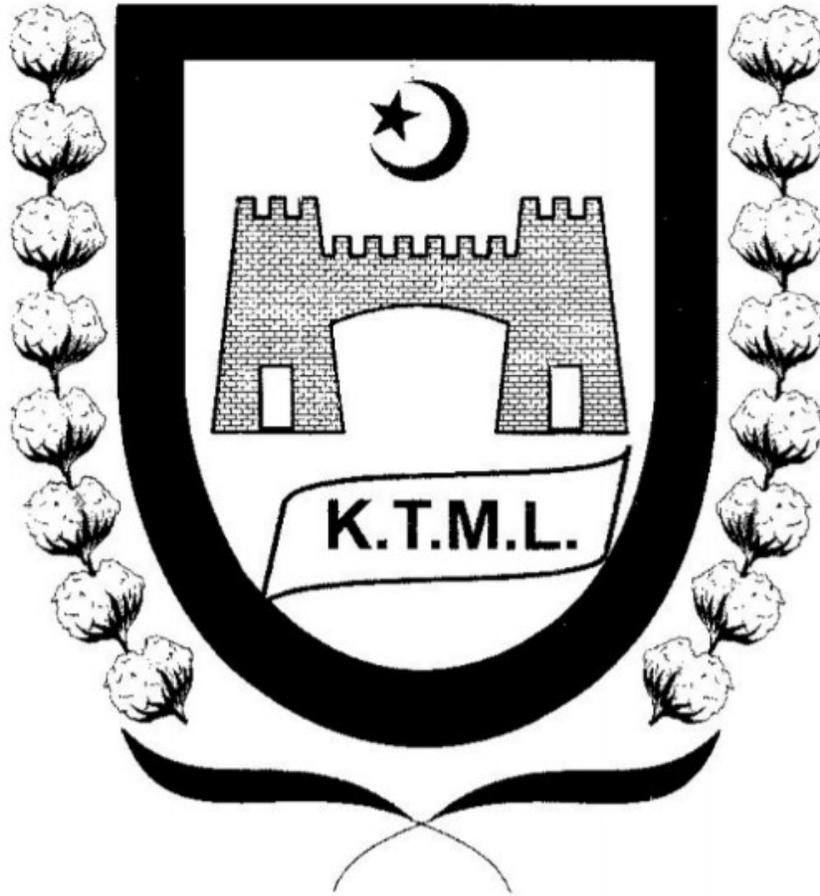


KHYBER TEXTILE MILLS LIMITED

QUARTERLY (Unaudited) FINANCIAL STATEMENTS As on March 31, 2024



Baldher, District Haripur, Khyber Pakhtunkhwa

COMPANY INFORMATION

CHAIRMAN	Mr. Aurangzeb Khan
CHIEF EXECUTIVE	Mr. Adam Jadoon
DIRECTORS	Mr. Aurangzeb Khan Mr. Adam Jadoon Mr. Amanullah Khan Jadoon Mr. Hassan Ovais Mrs. Aamna Jadoon Mr. Muhammad Bahauddin Mr. Nusrat Iqbal
AUDIT COMMITTEE	
CHAIRMAN	Mr. Nusrat Iqbal
MEMBER	Mrs. Aamna Jadoon
MEMBER	Mr. Muhammad Bahauddin
HR & R COMMITTEE	
CHAIRMAN	Mr. Nusrat Iqbal
MEMBER	Mr. Muhammad Bahauddin
MEMBER	Mr. Adam Jadoon
SECRETARY	Mr. Sadaqat Khan
C.F.O	Mr. Taj Muhammad
AUDITORS	M/s Clarkson Hyde Saud Ansari Chartered Accountants
SHARE REGISTRAR	F.D. Registrar Services (SMC-Pvt) Ltd
REGISTERED OFFICE & HEAD OFFICE	Khyber Textile Mills Ltd. Baldher, District Haripur, Khyber Pakhtunkhawa
MILLS	Baldher, District Haripur, Khyber Pakhtunkhawa
Website address:-	www.khybertextile.com
Email Address:-	info@khybertextile.com
Phone No:-	0995-655048

Directors Report

On behalf of the Board of Directors (BOD), we are pleased to present the unaudited 3rd quarter financial statements for the nine-month period ending 31st March 2024. Moreover, matters such as the current operations and business activities of the Company, ongoing banking litigation, credit restrictions and the closure of textile production, were reviewed.

In line with the decisions made during previous AGMs and per the BOD's instructions and approval, Management has repurposed most of its empty land for agricultural business activities, including a livestock farm for the purchasing, rearing and sale of cattle. Management has also reduced input costs of the farm by growing fodder on the Company's agricultural land. Furthermore, Management has successfully continued to rent some of its vacant buildings and warehouses to generate additional income for the Company. Management is using these funds to reinvest in the Company's operations. Therefore, the Company has generated revenue during the period under review, which has been reflected in the unaudited 3rd quarter financial statements annexed herewith.

The main obstacle in restarting textile production has been the restrictions on access to credit facilities due to the litigation pending in the High Courts by the Banks to recover fabricated liabilities. Consequently, due to credit constraints, the Company is unable to complete BMR and obtain the required working capital essential to restarting textile production. Additionally, the banks were delaying the finalization of litigation to extend their financial constraints and pressure the Company to give in to their unjust demands. Nevertheless, efforts are being made to defend the Company's interest before the High Courts to end this litigation.

Despite these issues, the Company is covering expenses, investing in, and generating revenue from its current business activities, while also operating as an active tax payer.

For and on behalf of the Board of Directors,



Chief Executive
Adam Jadoon



Director
Muhammad Bahauddin

Baldher, Haripur Dated: 25th April 2024

ڈائریکٹر ز رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے، ہمیں 31 مارچ 2024 کو ختم ہونے والی نو ماہ کی مدت کے لیے غیر آڈٹ شدہ تیسری سہ ماہی کے مالیاتی گوشوارے پیش کرتے ہوئے خوشی ہو رہی ہے۔ مزید یہ کہ معاملات، جیسے کمپنی کے موجودہ آپریشنز اور کاروباری سرگرمیاں، جاری بینکنگ قانونی چارہ جوئی، قرضوں کی پابندیوں اور ٹیکسٹائل کی پیداوار کی بندش کا جائزہ لیا گیا۔

بورڈ آف ڈائریکٹرز کی ہدایات اور منظوری کے مطابق، مینجمنٹ نے اپنی زیادہ تر خالی زمین کو زرعی کاروباری سرگرمیوں کے لیے استعمال کیا ہے، جس میں مویشیوں کی خرید، پرورش اور فروخت کے لیے لائیو سٹاک فارم بھی شامل ہے۔ انتظامیہ نے کمپنی کی زرعی زمین پر چارہ اگانے سے فارم کے اخراجات کو بھی کم کیا ہے۔ مزید برآں، انتظامیہ نے کمپنی کے لیے اضافی آمدنی حاصل کرنے کے لیے کامیابی کے ساتھ اپنی کچھ خالی عمارتوں اور گوداموں کو کرائے پر دینا جاری رکھا ہے۔ انتظامیہ ان فنڈز کو کمپنی کے آپریشنز میں سرمایہ کاری کے لیے استعمال کر رہی ہے۔ لہذا، کمپنی نے زیر جائزہ مدت کے دوران آمدنی حاصل کی ہے، جس کی عکاسی غیر آڈٹ شدہ تیسری سہ ماہی کے مالی بیانات میں ہوئی ہے۔

ٹیکسٹائل کی پیداوار کو دوبارہ شروع کرنے میں سب سے بڑی رکاوٹ بینکوں کی جانب سے بے بنیاد واجبات کی وصولی کے لیے ہائی کورٹس میں زیر التوا قانونی چارہ جوئی کی وجہ سے قرض کی سہولیات تک رسائی پر پابندیاں ہیں۔ نتیجتاً، کریڈٹ کی رکاوٹوں کی وجہ سے، کمپنی ٹیکسٹائل کی پیداوار کو دوبارہ شروع کرنے کے لیے ضروری ورکنگ کپیٹل حاصل کرنے سے قاصر ہے۔ مزید برآں، بینک کمپنی کی مالی مجبوریوں کو بڑھانے کے لیے قانونی چارہ جوئی کو حتمی شکل دینے میں تاخیر کر رہے ہیں اور کمپنی پر دباؤ ڈال رہے ہیں کہ وہ اپنے غیر ضروری مطالبات منوائیں۔ اس کے باوجود، اس بے بنیاد قانونی چارہ جوئی کو ختم کرنے کے لیے ہائی کورٹس کے سامنے کمپنی کے مفادات کا دفاع کرنے کی کوششیں کی جا رہی ہیں۔

ان مسائل کے باوجود، کمپنی اخراجات کو پورا کر رہی ہے، سرمایہ کاری کر رہی ہے، اور اپنی موجودہ کاروباری سرگرمیوں سے آمدنی حاصل کر رہی ہے، اور کمپنی ایک فعال ٹیکس دہندہ کے طور پر کام کر رہی ہے۔

بورڈ آف ڈائریکٹرز کے لیے اور ان کی جانب سے



ڈائریکٹر

محمد بہاؤ الدین



چیف ایگزیکٹو

آدم جدون

بالذہیر، ہری پور مورخہ: 25 اپریل 2024

KHYBER TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2024
UN-AUDITED

	Note	Mar. 31, 2024 Un-Audited	June 30, 2023 Audited
----- Amount in Rupees -----			
NON CURRENT ASSETS			
Property, Plant and Equipment	3	945,729,041	952,750,359
Bearer Plants (Biological Assets)		122,950	72,450
Long Term Deposits		88,983	88,983
		945,940,974	952,911,792
CURRENT ASSETS			
Inventory - Livestock (Biological Assets)		8,417,020	1,663,200
Inventory - Animal Feed and Medicines		595,360	120,880
Stores and Spares	4	-	-
Advances, Deposits and Other Receivables		1,184,367	23,617
Cash and Bank Balances	5	949,993	11,621,222
		11,146,740	13,428,919
		957,087,714	966,340,711
SHARE CAPITAL AND RESERVES			
Authorized Share Capital (1,500,000) Ordinary Share of 10/- each		15,000,000	15,000,000
Subscribed & paid-up Share Capital		12,275,030	12,275,030
		12,275,030	12,275,030
Capital Reserve			
Statutory Reserve		257,782	257,782
Revaluation Surplus on Property, Plant & Equipment		914,117,796	919,741,339
Revenue Reserve			
Accumulated Loss		(14,506,071)	(13,116,647)
		912,144,537	919,157,504
NON CURRENT LIABILITIES			
Loan from Shareholder	6	16,500,757	16,500,757
Deferred Taxation		20,654,744	22,329,454
		37,155,501	38,830,211
CURRENT LIABILITIES			
Short Term Loan from Directors	7	7,259,718	7,809,718
Trade and Other Payables	8	527,958	543,278
		7,787,676	8,352,996
CONTINGENCIES AND COMMITMENTS			
	9	-	-
		957,087,714	966,340,711

The annexed notes form an integral part of these condensed financial statements.



CHIEF FINANCIAL OFFICER



DIRECTOR



CHIEF EXECUTIVE

KHYBER TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2024
UN-AUDITED

	Note	3 Months Ended		9 Months Ended	
		2024	2023	2024	2023
		----- Amount in Rupees -----		----- Amount in Rupees -----	
SALES		525,000	424,000	2,373,000	12,704,000
Less: COST OF SALES		1,198,333	513,342	3,562,139	8,813,998
GROSS PROFIT/ (LOSS)		(673,333)	(89,342)	(1,189,139)	3,890,002
Less: Administrative, Selling and General Expenses		3,926,859	3,780,904	12,474,497	12,373,714
Less: Financial charges		1,056	2,398	5,541	3,410
		3,927,915	3,783,302	12,480,038	12,377,124
		(4,601,248)	(3,872,644)	(13,669,177)	(8,487,122)
Other Operating Income - Rent		1,748,400	1,468,430	4,741,500	4,229,110
Agriculture Income		-	-	240,000	84,500
(LOSS) BEFORE TAXATION		(2,852,848)	(2,404,214)	(8,687,677)	(4,173,512)
TAXATION	10	-	-	-	-
Current		(558,237)	(791,338)	(1,674,710)	(2,374,014)
Deferred		(558,237)	(791,338)	(1,674,710)	(2,374,014)
LOSS AFTER TAXATION		(2,294,611)	(1,612,876)	(7,012,967)	(1,799,498)
OTHER COMPREHENSIVE INCOME		-	-	-	-
TOTAL COMPREHENSIVE LOSS		(2,294,611)	(1,612,876)	(7,012,967)	(1,799,498)
LOSS PER SHARE - BASIC AND DILUTED		(1.87)	(1.31)	(5.71)	(1.47)



CHIEF FINANCIAL OFFICER



DIRECTOR



CHIEF EXECUTIVE

KHYBER TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2024
UN-AUDITED

	Issued, Subscribed & Paid Up Capital	Capital Reserves		Accumulated Loss	Total
		Statutory Reserve	Revaluation Surplus		
----- Rupees -----					
Balance as at July 1, 2022	12,275,030	257,782	927,295,959	(16,786,696)	923,042,075
<i>Total Comprehensive Income for the half year</i>					
Net loss for the period	-	-	-	(1,799,498)	(1,799,498)
Other Comprehensive Income	-	-	-	-	-
	-	-	-	(1,799,498)	(1,799,498)
Transfer due to Incremental Depreciation on Revaluation of Property, Plant and Equipment	-	-	(6,800,561)	6,800,561	-
Balance as at March 31, 2023	12,275,030	257,782	920,495,398	(11,785,633)	921,242,577
Balance as at July 1, 2023	12,275,030	257,782	919,741,339	(13,116,647)	919,157,504
<i>Total Comprehensive Income for the half year</i>					
Net loss for the period	-	-	-	(7,012,967)	(7,012,967)
Other Comprehensive Income	-	-	-	-	-
	-	-	-	(7,012,967)	(7,012,967)
Transfer due to Incremental Depreciation on Revaluation of Property, Plant and Equipment (net of tax)	-	-	(5,623,544)	5,623,544	-
Balance as at March 31, 2024	12,275,030	257,782	914,117,796	(14,506,071)	912,144,537



CHIEF FINANCIAL OFFICER



DIRECTOR



CHIEF EXECUTIVE

KHYBER TEXTILE MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2024
UN-AUDITED

	July to March	
	2024	2023
----- Amount in Rupees -----		
CASH FROM OPERATING ACTIVITIES		
Loss before Taxation	(8,687,677)	(4,173,512)
Adjustments for:		
Depreciation	7,021,318	7,639,919
Financial Expenses	1,056	2,398
Operating (loss) / profit before working capital changes	<u>(1,665,303)</u>	<u>3,468,805</u>
(Increase)/Decrease in Operating Assets		
Inventory - Livestock	(6,753,820)	(1,284,885)
Inventory - Animal Feed and Medicines	(474,480)	(472,360)
	<u>(8,893,603)</u>	<u>1,711,560</u>
Increase/(Decrease) in Operating Liabilities		
Trade and Other Payables	(15,320)	(312,200)
Cash (used) / generated from operations	<u>(8,908,923)</u>	<u>1,399,360</u>
Financial Expenses	(1,056)	(2,398)
Tax deducted at source/Paid	(1,160,750)	(900,750)
	<u>(1,161,806)</u>	<u>(903,148)</u>
<i>Net Cash (used) / generated from Operating Activities</i>	<u>(10,070,729)</u>	<u>496,212</u>
CASH FROM INVESTING ACTIVITIES		
Expenditure on Bearer Plants	(50,500)	-
<i>Net Cash (used in) Investing Activities</i>	<u>(50,500)</u>	<u>-</u>
CASH FROM FINANCING ACTIVITIES		
Loan from Directors	(550,000)	(950,000)
<i>Net Cash (used in) Financing Activities</i>	<u>(550,000)</u>	<u>(950,000)</u>
NET (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(10,671,229)</u>	<u>(453,788)</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	11,621,222	2,006,927
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>949,993</u>	<u>1,553,139</u>



CHIEF FINANCIAL OFFICER



DIRECTOR



CHIEF EXECUTIVE

KHYBER TEXTILE MILLS LIMITED
NOTE TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2024
 UN-AUDITED

1 CORPORATE AND GENERAL INFORMATION

Khyber Textile Mills Limited is a Public Limited Company, incorporated on 26th August, 1961 under the Companies Act, 1913 (Now the Companies Act, 2017). Its shares are quoted on the Pakistan Stock Exchange Limited. The activities of the Company were the manufacture and sale of cotton, polyester yarn and cloth, however due external factors the production was halted. Consequently the Company has been operating an agricultural livestock business on its vacant land since 2017, as a revised principal line of business of the Company that is agricultural, which was approved by the Registrar of Companies in 2019. It has also been carrying on alternative business activities of renting excess buildings for warehousing and rental purposes since 2016.

The geographical locations and addresses of Company's premises are as under:

- The registered office of the Company, the production facility and agricultural farms are located at Baldher, District Haripur, Khyber Pakhtunkhwa.

2 BASIS OF PREPARATION

2.1 Statement of Compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- i) International Accounting Standard ('IAS') 34, 'Interim Financial Reporting', issued by International Accounting Standards Board ('IASB') as notified under the Companies Act, 2017; and
- ii) Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 2.2** These condensed interim financial statements are un-audited and are being submitted to the members as required by section 237 of the Companies Act, 2017 (the 'Act').

These condensed interim financial statements do not include all the information required for full financial statements and should be read in conjunction with the annual financial statements for the year ended June 30, 2023.

2.3 Significant Accounting Policies

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the audited financial statements for the year ended June 30, 2023.

Estimates and judgments made by Management in the preparation of these condensed interim financial statements are the same as those that were applied to the audited annual financial statements of the Company as at and for the year ended June 30, 2023.

These financial statements are presented in Pakistan Rupees, which is the company's functional and presentation currency.

KHYBER TEXTILE MILLS LIMITED
NOTE TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2024
UN-AUDITED

	31/03/2024 Un-Audited	30/06/2023 Audited
	----- Amount in Rupees -----	
3 PROPERTY, PLANT AND EQUIPMENT		
Cost - Opening Balance	1,274,671,119	1,274,671,119
Addition/ deletion during the period	-	-
	1,274,671,119	1,274,671,119
Accumulated Depreciation - Opening Balance	321,920,760	311,727,179
Depreciation for the period	7,021,318	10,193,581
	328,942,078	321,920,760
	945,729,041	952,750,359
4 STORES AND SPARES		
General stores	3,000,000	3,000,000
Less: Provision for Obsolescence	(3,000,000)	(3,000,000)
	-	-
5 CASH AND BANK BALANCES		
Cash in Hand	789,800	3,442,864
Cash at Bank - Current Accounts	160,193	8,178,358
	949,993	11,621,222
6 LOAN FROM SHAREHOLDER	16,500,757	16,500,757
<p>This represents the amount received from a shareholder of the Company for the purpose of working capital requirements. The loan is interest free, unsecured and the member has deferred the right to repayment at least twelve months from the date of the these financial statements.</p>		
7 SHORT TERM LOAN FROM DIRECTORS	7,259,718	7,809,718
<p>This represents the amount received from a director of the Company for the purpose of working capital requirements. The loan is interest free, unsecured and repayable on demand.</p>		
8 TRADE AND OTHER PAYABLES		
Advance against rent	405,000	80,000
Accrued Liabilities	94,400	434,720
Other Liabilities	28,558	28,558
	527,958	543,278
9 CONTINGENCIES & COMMITMENTS		
<p>Contingencies reported in the annual audited financial statements for the year ended June 30, 2023 remain</p>		
10 TAXATION		
<p>No provision for current taxation has been made in these condensed interim financial statements.</p>		

KHYBER TEXTILE MILLS LIMITED
NOTE TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2024
UN-AUDITED

31/03/2024 Un-Audited	30/06/2023 Audited
----- Amount in Rupees -----	

11 RELATED PARTY TRANSACTIONS

Related parties comprise of group companies (associates), directors, major shareholders, their close family members and key management personnel. Transactions with related parties during the period, other than and including those which have been disclosed elsewhere in these financial statements, are given below:

<u>Name of Related Party</u>	<u>Nature of Transaction</u>		
Mr. Jadoon Adam - CEO/Director	Loan repaid	550,000	1,150,000

12 FINANCIAL RISK EXPOSURE AND RISK MANAGEMENT

The Company's financial risk exposures and risk management objectives and policies are consistent with those disclosed in the annual audited financial statements for the year ended June 30, 2023.

13 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation, the effect of which is not material.

14 FIGURES

Figures have been rounded off to the nearest thousand of Rupee.

15 DATE OF AUTHORISATION

These unconsolidated condensed interim financial statements were authorized for issue on **April 25, 2024** by the Board of Directors of the Company.



CHIEF FINANCIAL OFFICER



DIRECTOR



CHIEF EXECUTIVE