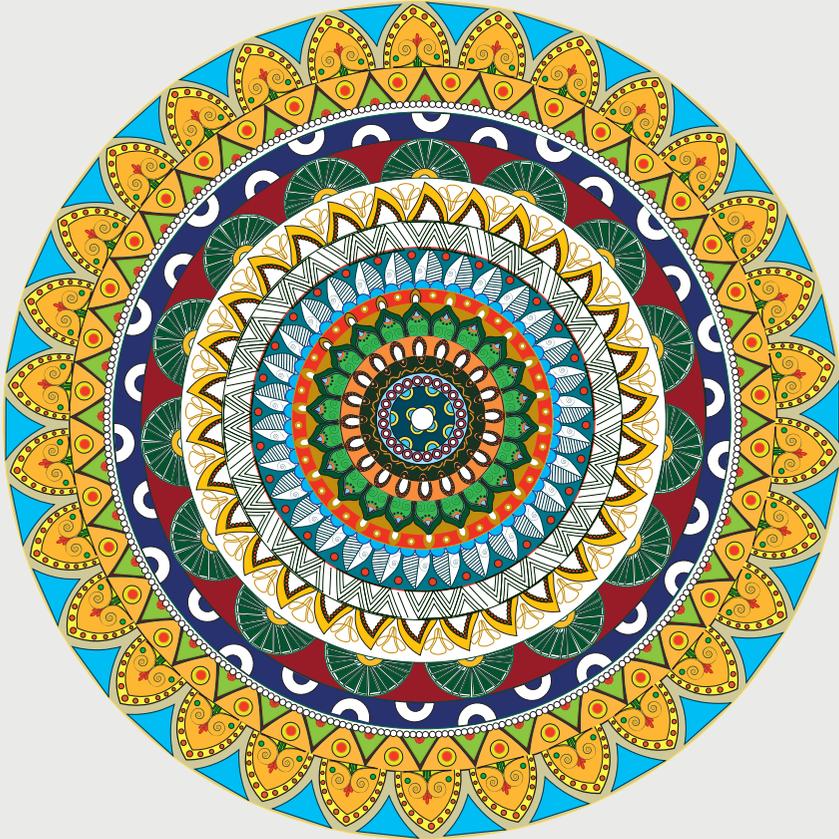




KOHINOOR  
TEXTILE MILLS LTD.



• • • 70 YEARS AND BEYOND • • •  
A LEGACY OF EXCELLENCE

3rd QUARTERLY REPORT  
MARCH 31, 2024



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## CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

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## COMPANY INFORMATION

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### Board of Directors

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Mr. Tariq Sayeed Saigol	Chairman
Mr. Taufique Sayeed Saigol	Chief Executive
Mr. Sayeed Tariq Saigol	
Mr. Waleed Tariq Saigol	
Mr. Danial Taufique Saigol	
Ms. Jahanara Saigol	
Syed Muhammad Shabbar Zaidi	
Mr. Zulfikar Monnoo	
Syed Mohsin Raza Naqvi	

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### Audit Committee

---

Syed Muhammad Shabbar Zaidi	Chairman
Mr. Zulfikar Monnoo	Member
Mr. Sayeed Tariq Saigol	Member
Mr. Waleed Tariq Saigol	Member

---

### Human Resource & Remuneration Committee

---

Mr. Zulfikar Monnoo	Chairman
Mr. Sayeed Tariq Saigol	Member
Mr. Danial Taufique Saigol	Member

---

### Chief Financial Officer

---

Syed Mohsin Raza Naqvi

---

### Company Secretary

---

Mr. Muhammad Ashraf

---

### Chief Internal Auditor

---

Mr. Zeeshan Malik Bhutta

---

### Auditors

---

M/s. Riaz Ahmad & Company,  
Chartered Accountants

---

### Legal Adviser

---

Mr. Muhammad Amin Hashmi  
Advocate High Court

---

### Bankers of the Company

---

Al Baraka Bank (Pakistan) Limited  
Allied Bank Limited  
Askari Bank Limited  
Bank Alfalah Limited  
Bank Al-Habib Limited  
Faysal Bank Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
JS Bank Limited  
MCB Bank Limited  
Meezan Bank Limited  
National Bank of Pakistan  
PAIR Investment Company Limited  
SAMBA Bank Limited  
Silk Bank Limited  
The Bank of Khyber  
The Bank of Punjab  
United Bank Limited

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### Share Registrar

---

Vision Consulting Limited  
5-C, LDA Flats,  
Lawrence Road, Lahore  
Tel: (00-92-42) 36283096-97  
Fax: (00-92-42) 36312550  
E-Mail: shares@vcl.com.pk

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### Registered Office

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42-Lawrence Road, Lahore.  
Tel: (00-92-42) 36302261-62  
Fax: (00-92-42) 36368721

### Mills:

Peshawar Road, Rawalpindi  
Tel: (0092-51) 5495328-32  
Fax: (0092-51) 5495304

Gulyana Road, Gujar Khan,  
District Rawalpindi  
Tel: (0092-51) 3564472-74

8 K.M., Manga Raiwind Road, District Kasur  
Tel: (0092-42) 32560683-85,  
Fax: (0092-42) 32560686-87

### Website:

[www.kmlg.com/ktml](http://www.kmlg.com/ktml)

Note: KTML's Financial Statements are also available at the above website.



## DIRECTORS' REVIEW

The Directors present un-audited accounts of the Company for the nine months ended 31 March 2024, in compliance with the requirements of Section 237 of the Companies Act, 2017.

### Review of Operations

The results of the Company during the period under review are similar to those for the corresponding period of the previous financial year. High revenues driven by capacity and price increases were negatively impacted by dramatically increased costs of energy and sky-rocketing interest rates. Despite an increasingly unfavourable economic climate, the Company has managed to hold its ground on profitability and aims to improve on it by the end of the financial year.

In the third quarter of the financial year, the results of the Company's Spinning divisions improved over those of the previous quarter. Raw material coverage at favourable rates, increased capacities, and higher sales prices helped drive revenue, while the Company's solar installations at its Rawalpindi and Gujranwala sites helped offset the high cost of energy from the national grid and inconsistency in the supply of natural gas/RLNG. Despite increased prices and improved demand for yarn in the market, several spinners have found themselves unable to compete given high utility costs and there are reports of closures of capacity resulting in reduced availability of export-quality yarn. The Company remains positive that it will achieve a similar or slightly improved result in the fourth quarter.

The pre-tax results of the Weaving division showed some improvement over the previous quarter with increases in local and international sales rates and reasonable demand for fabric. Timely purchase of yarn helped to offset some of the high costs of fuel. The major driver of costs for the Weaving division continues to be the extremely high interest rate resulting in finance costs far in excess of anything envisaged. We foresee significant improvement in the Company's results in the fourth quarter as internal steps to increase the division's competitiveness take effect.

The performance of the Home Textiles division slipped from that of the previous quarter, driven by a very large and sudden increase in freight rates due to hostilities in the Middle East. Further, low capacity utilization in the Pakistani made-ups industry has resulted in inability to pass through current and expected increases in input prices. This has been exacerbated by a recessionary mood in China where the industry has slashed prices out of desperation. We continue to pursue business in more niche, higher-value products to increase margins.

The Company's efforts to further its sustainability goals continue apace, with an additional one megawatt of solar panels to be installed by the end of May and a further three megawatts to be in production before the end of the financial year. The current waste water treatment and recycling program continues to develop rapidly with fine-tuning underway in most areas and an additional rainwater harvesting lake to be completed before the end of June.

### Financial Review

During the period under review, Company's sales increased by 43% to Rs. 42,947 million (2023: Rs. 30,063 million), while cost of sales increased by 44% to Rs. 35,590 million (2023: Rs. 24,772 million). This resulted in gross profit of Rs. 7,357 million (2023: Rs. 5,291 million). Operating profit for the period under review stood at Rs. 5,157 million (2023: Rs. 3,637 million). The Company made an after-tax profit of Rs. 1,762 million (2023: Rs. 1,807 million). Earnings per share for the nine months ended 31 March 2024 were at Rs. 6.44 against Rs. 6.04 for the corresponding period last year.

### Acknowledgement

The Directors are grateful to the Company's members, financial institutions and customers for their cooperation and support. They also appreciate hard work and dedication of all the employees working at the various divisions.

For and on behalf of the Board

Syed Mohsin Raza Naqvi  
Director

Taufique Sayeed Saigol  
Chief Executive Officer

Lahore  
April 25, 2024

# UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at 31 March 2024

	Note	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
<b>Authorized share capital</b>			
370,000,000 (30 June 2023: 370,000,000) ordinary shares of Rupees 10 each		3,700,000	3,700,000
30,000,000 (30 June 2023: 30,000,000) preference shares of Rupees 10 each		300,000	300,000
		<u>4,000,000</u>	<u>4,000,000</u>
<b>Issued, subscribed and paid-up share capital</b>			
269,299,456 (30 June 2023: 299,296,456) ordinary shares of Rupees 10 each	5	2,692,994	2,992,964
<b>Reserves</b>			
<b>Capital reserves</b>			
Share premium		986,077	986,077
Surplus on revaluation of freehold land		3,861,708	3,861,708
Own shares purchased for cancellation		-	(312,153)
		<u>4,847,785</u>	<u>4,535,632</u>
<b>Revenue reserves</b>			
General reserve		1,450,491	1,450,491
Unappropriated profit		17,702,225	17,415,710
		<u>19,152,716</u>	<u>18,866,201</u>
		<u>24,000,501</u>	<u>23,401,833</u>
<b>Total equity</b>		<u>26,693,495</u>	<u>26,394,797</u>
<b>LIABILITIES</b>			
<b>NON-CURRENT LIABILITIES</b>			
Long term financing	6	6,527,175	6,408,355
Deferred government grants		10,790	13,441
Deferred income tax liability		1,753,276	1,503,053
		<u>8,291,241</u>	<u>7,924,849</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		4,685,104	4,331,413
Accrued mark-up		602,933	483,829
Short term borrowings		8,943,308	6,894,851
Current portion of non-current liabilities		1,500,187	1,338,436
Unclaimed dividend		31,543	32,264
Taxation - net		452,188	485,779
		<u>16,215,263</u>	<u>13,566,572</u>
<b>Total liabilities</b>		<u>24,506,504</u>	<u>21,491,421</u>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	7		
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>51,199,999</u>	<u>47,886,218</u>

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

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER



	Note	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	8	20,980,151	19,218,251
Long term investments		11,078,733	11,078,733
Long term deposits		111,634	61,628
		<hr/>	<hr/>
		32,170,518	30,358,612
 <b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools		987,437	1,069,324
Stock-in-trade		9,127,089	8,863,674
Trade debts		5,904,956	4,430,883
Advances		752,554	277,849
Short term prepayments		118,975	30,361
Other receivables		1,381,545	1,744,173
Short term investments		512,534	467,867
Cash and bank balances		244,391	643,475
		<hr/>	<hr/>
		19,029,481	17,527,606
 <b>TOTAL ASSETS</b>			
		<hr/> <hr/>	<hr/> <hr/>
		51,199,999	47,886,218

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

# UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-audited) For the nine months ended 31 March 2024

Note	Nine months ended		Quarter ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	..... (Rupees in thousand) .....			
Revenue	42,946,856	30,062,559	14,884,520	10,744,521
Cost of sales	(35,590,317)	(24,771,690)	(12,412,154)	(8,781,493)
Gross profit	7,356,539	5,290,869	2,472,366	1,963,028
Distribution cost	(1,284,529)	(959,698)	(549,727)	(320,857)
Administrative expenses	(929,540)	(766,615)	(331,904)	(217,687)
Other expenses	(243,927)	(244,837)	(83,747)	(39,292)
	(2,457,996)	(1,971,150)	(965,378)	(577,836)
Other income	4,898,543	3,319,719	1,506,988	1,385,192
	258,445	316,875	56,597	192,157
Profit from operations	5,156,988	3,636,594	1,563,585	1,577,349
Finance cost	(2,533,235)	(1,010,671)	(859,370)	(423,619)
Profit before taxation	2,623,753	2,625,923	704,215	1,153,730
Taxation				
- Current	(611,737)	(447,297)	(101,761)	(176,138)
- Deferred	(250,222)	(371,138)	(186,945)	(148,436)
	(861,959)	(818,435)	(288,706)	(324,574)
Profit after taxation	1,761,794	1,807,488	415,509	829,156
Earnings per share - basic and diluted (Rupees) 9	6.44	6.04	1.52	2.77

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

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER



# UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited)

For the nine months ended 31 March 2024

	Nine months ended		Quarter ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	..... (Rupees in thousand) .....			
Profit after taxation	1,761,794	1,807,488	415,509	829,156
Other comprehensive income				
Items that will not be reclassified to profit or loss	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>1,761,794</b>	<b>1,807,488</b>	<b>415,509</b>	<b>829,156</b>

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

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER

# UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For the nine months ended 31 March 2024

	Reserves							Total equity	
	Capital reserves			Revenue reserves					
	Share premium	Surplus on revaluation of freehold land	Own shares purchased for cancellation	Sub - total	General reserve	Unappropriated profit	Sub - total		Total reserves
Share capital									
2,992,964	986,077	3,871,774	-	4,857,851	1,450,491	14,998,382	16,448,873	21,306,724	24,299,688
Surplus on revaluation of investment property	-	(10,066)	-	(10,066)	-	-	10,066	-	-
Profit for the period	-	-	-	-	-	1,807,488	1,807,488	1,807,488	1,807,488
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	1,807,488	1,807,488	1,807,488	1,807,488
Balance as at 31 March 2023 - (un-audited)	2,992,964	986,077	3,861,708	-	4,847,785	1,450,491	16,815,936	18,266,427	23,114,212
Own shares purchased during the period for cancellation	-	-	-	(312,153)	(312,153)	-	-	-	(312,153)
Profit for the period	-	-	-	-	-	599,774	599,774	599,774	599,774
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	599,774	599,774	599,774	599,774
Balance as at 30 June 2023 - (audited)	2,992,964	986,077	3,861,708	(312,153)	4,535,632	1,450,491	17,415,710	18,866,201	23,401,833
Own shares purchased during the period for cancellation	(299,970)	-	-	312,153	312,153	-	(1,475,279)	(1,475,279)	(1,463,096)
Profit for the period	-	-	-	-	-	1,761,794	1,761,794	1,761,794	1,761,794
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	1,761,794	1,761,794	1,761,794	1,761,794
Balance as at 31 March 2024 - (un-audited)	2,692,994	986,077	3,861,708	-	4,847,785	1,450,491	17,702,225	19,152,716	24,000,501

----- (Rupees in thousand) -----

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

# UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)

For the nine months ended 31 March 2024



	Note	31 March 2024	31 March 2023
		(Rupees in thousand)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash generated from operations	10	4,531,048	1,429,949
Finance cost paid		(2,414,131)	(755,171)
Income tax paid		(645,328)	(510,519)
Worker's welfare fund paid		(58,307)	(58,307)
Payment received from Workers' profits participation fund		34,599	32,204
Net increase in long term deposits		(50,006)	(451)
<b>Net cash generated from operating activities</b>		<b>1,397,875</b>	<b>137,705</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Capital expenditure on property, plant and equipment		(2,797,736)	(4,236,839)
Proceeds from disposal of property, plant and equipment		55,220	24,285
Proceeds from disposal of long term investments		-	21,022
Short term investments - net		(44,667)	54,622
Interest received		127,350	71,550
Dividend received		314	18,800
<b>Net cash used in investing activities</b>		<b>(2,659,519)</b>	<b>(4,046,560)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from long term financing		1,115,127	2,710,644
Repayment of long term financing		(837,207)	(678,593)
Own shares purchased for cancellation		(1,463,096)	-
Short term borrowings - net		2,048,457	1,820,016
Dividend paid		(721)	(361)
<b>Net cash from financing activities</b>		<b>862,560</b>	<b>3,851,706</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(399,084)</b>	<b>(57,149)</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>		<b>643,475</b>	<b>309,629</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<b>244,391</b>	<b>252,480</b>

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

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER

# SELECTED NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited) For the nine months ended 31 March 2024

## 1. THE COMPANY AND ITS OPERATIONS

Kohinoor Textile Mills Limited is a public limited company incorporated in Pakistan under the Companies Act, 1913 (now the Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. The registered office of the Company is situated at 42-Lawrence Road, Lahore. The principal activity of the Company is manufacturing of yarn and cloth, processing and stitching the cloth and trade of textile products.

## 2. BASIS OF PREPARATION

2.1 These unconsolidated 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:

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

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

2.2 These unconsolidated condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2023. These unconsolidated condensed interim financial statements are un-audited and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

## 3. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of these unconsolidated condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2023.

## 4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these unconsolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these unconsolidated condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2023.



## 5. ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL

The Company has bought back 29.997 million shares for the purpose of cancellation from 03 May 2023 to 28 August 2023 at market price prevailing at the date of purchase. The purchase was made pursuant to approvals of Board of Directors and the shareholders of the Company in their meetings held on 06 February 2023 and 03 March 2023 respectively, where the company was allowed to purchase/buy back its issued ordinary shares upto the maximum of 30 million ordinary shares, through Pakistan Stock Exchange Limited, at spot/ current share price prevailing during the period from 13 March 2023 to 29 August 2023. These shares were cancelled on 07 September 2023.

	Un-audited 31 March 2024	Audited 30 June 2023
	(Rupees in thousand)	
<b>6. LONG TERM FINANCING - SECURED</b>		
Balance at beginning of the period / year	7,432,812	5,164,912
Add : Obtained during the period / year	1,115,127	3,093,962
Add: unwinding of discount on liability	3,018	9,027
	8,550,957	8,267,901
Less: Repaid during the period / year	(837,207)	(835,089)
	7,713,750	7,432,812
Less: Current portion shown under current liabilities	(1,186,575)	(1,024,457)
	6,527,175	6,408,355

- 6.1 Long term financing includes loans obtained under “SBP Temporary Economic Refinance Facility for import of plant and machinery”. These loans have been measured at their fair value in accordance with IFRS 9 (Financial Instruments) using market rates. The difference between fair value of loans and loan proceeds have been recognised as deferred government grant as per requirements of IAS 20 (Accounting for Government Grants and Disclosure of Government Assistance).

## 7. CONTINGENCIES AND COMMITMENTS

### 7.1 Contingencies

There is no significant change in the status of contingencies, as disclosed in preceding audited annual published financial statements of the Company for the year ended 30 June 2023.

### 7.2 Commitments in respect of:

- a) Contracts for capital expenditure amounting to Rupees 17.652 million (30 June 2023: Rupees 61.542 million).
- b) Letters of credit for capital expenditure amounting to Rupees 294.038 million (30 June 2023: Rupees 600.809 million).
- c) Letters of credit other than for capital expenditure amounting to Rupees 1,647.213 million (30 June 2023: Rupees 1,269.175 million).

	Note	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
<b>8. PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets	8.1	19,877,927	17,848,405
Capital work-in-progress	8.2	1,102,224	1,369,846
		<u>20,980,151</u>	<u>19,218,251</u>
<b>8.1 Operating fixed assets</b>			
Net book value at the beginning of the period / year		17,848,405	11,272,055
Add: Cost of additions / transfers during the period / year		3,065,358	5,736,026
Add: Transferred from investment properties		-	1,824,360
	8.1.1	<u>3,065,358</u>	<u>7,560,386</u>
		20,913,763	18,832,441
Less: Book value of deletions during the period / year	8.1.2	30,060	19,353
		<u>20,883,703</u>	<u>18,813,088</u>
Less: Depreciation charged during the period / year		1,005,776	964,683
Net book value at the end of the period / year		<u>19,877,927</u>	<u>17,848,405</u>
<b>8.1.1 Cost of additions / transfers</b>			
Freehold land		-	1,799,335
Buildings		249,563	1,076,669
Plant and machinery		2,617,324	4,530,863
Services and other equipment		7,627	16,021
Computers and IT installations		69,678	13,112
Furniture and fixtures		4,510	3,335
Office equipment		6,126	5,919
Vehicles		110,530	115,132
		<u>3,065,358</u>	<u>7,560,386</u>
<b>8.1.2 Book value of deletions</b>			
Plant and machinery		20,204	9,683
Computer and IT installations		52	306
Vehicles		9,804	9,364
		<u>30,060</u>	<u>19,353</u>
<b>8.2 Capital work-in-progress</b>			
Civil works and buildings		152,331	193,624
Plant and machinery		674,640	837,071
Advances for capital expenditure		275,253	339,151
		<u>1,102,224</u>	<u>1,369,846</u>



## 9. EARNINGS PER SHARE - BASIC AND DILUTED

		Un-audited			
		Nine months ended		Quarter ended	
		31 March 2024	31 March 2023	31 March 2024	31 March 2023
There is no dilutive effect on the basic earnings per share which is based on:					
Profit attributable to ordinary shares	RUPEES IN THOUSAND	1,761,794	1,807,488	415,509	829,156
Weighted average number of ordinary shares	NUMBERS	273,716,667	299,296,456	273,716,667	299,296,456
Earnings per share	RUPEES	6.44	6.04	1.52	2.77
<b>9.1 Weighted average number of ordinary shares</b>					
Outstanding number of shares at beginning of the period	NUMBERS	293,310,900	299,296,456	275,901,294	299,296,456
Less: Impact of own shares purchased	NUMBERS	(19,594,233)	-	(2,184,627)	-
		273,716,667	299,296,456	273,716,667	299,296,456

		Un-audited	
		Nine months ended	
		31 March 2024	31 March 2023
		(Rupees in thousand)	
<b>10. CASH GENERATED FROM OPERATIONS</b>			
Profit before taxation		2,623,753	2,625,923
<b>Adjustments for non-cash charges and other items:</b>			
Depreciation		1,005,776	691,121
Finance cost		2,533,235	1,010,671
Gain on disposal of property, plant and equipment		(25,160)	(6,941)
Allowance for expected credit losses		(15,744)	49,910
Dividend income		(314)	(18,800)
Return on bank deposits		(127,350)	(71,550)
Provision for Workers' profits participation fund		135,751	137,008
Provision for Workers' welfare fund		53,547	53,591
Working capital changes (Note 10.1)		(1,652,446)	(3,040,984)
		4,531,048	1,429,949
<b>10.1 Working capital changes</b>			
<b>(Increase) / decrease in current assets:</b>			
Stores, spare parts and loose tools		81,887	(224,896)
Stock-in-trade		(263,415)	(3,451,240)
Trade debts		(1,458,329)	639,867
Advances		(474,705)	31,629
Short term prepayments		(88,614)	(10,455)
Other receivables		362,628	(188,645)
		(1,840,548)	(3,203,740)
<b>Increase in trade and other payables</b>		188,102	162,756
		(1,652,446)	(3,040,984)

## 11. TRANSACTIONS WITH RELATED PARTIES

	Un-audited			
	Nine months ended		Quarter ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	..... (Rupees in thousand) .....			
i) Transactions				
Subsidiary companies				
<b>Maple Leaf Cement Factory Limited</b>				
Purchase of goods and services	1,680	1,407	861	707
Common expenses	28,546	27,238	9,458	5,422
<b>Maple Leaf Capital Limited</b>				
Expenses on behalf of the Maple Leaf Capital Limited	5,813	3,225	1,948	-
Payment received against expenses	5,813	4,613	3,893	-
Payment received against markup on funds transferred	-	1,235	-	-
<b>Key management personnel</b>				
Remuneration and other benefits	374,863	370,737	133,493	100,269
<b>Post employment benefit plan</b>				
Company's contribution to provident fund trust	100,070	69,740	33,807	23,839
ii) The Saim Family Trust, British Virgin Islands (BVI) through Mercury Management Inc., BVI and Hutton Properties Limited, BVI (related parties) holds 73,390,896 [27.25%] (30 June 2023: 73,390,896) and 55,256,992 [20.52%] (30 June 2023: 55,256,992) ordinary shares respectively of the Company.				

	Un-audited 31 March 2024	Audited 30 June 2023
	(Rupees in thousand)	
iii) Period / year end balances		
<b>Maple Leaf Cement Factory Limited</b>		
Trade and other payables	-	(11,665)
Other receivables	13,812	-



## 12. SEGMENT INFORMATION

	Spinning		Weaving		Processing and Home Textile		Elimination of inter-segment transactions		Company	
	Un-audited		Un-audited		Un-audited		Un-audited		Un-audited	
	Nine months ended	31 March	Nine months ended	31 March	Nine months ended	31 March	Nine months ended	31 March	Nine months ended	31 March
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
<b>Revenue</b>										
External inter-segment	21,643,334	16,863,897	9,604,649	5,521,966	11,698,873	7,676,896	-	-	42,946,856	30,062,559
	2,163,655	408,352	1,661,922	1,153,352	9,679	116,631	(3,835,256)	(1,678,335)	-	-
Cost of sales	23,806,989	17,272,049	11,266,571	6,675,318	11,708,552	7,793,527	(3,835,256)	(1,678,335)	42,946,856	30,062,559
	(20,331,824)	(14,697,996)	(10,450,727)	(6,097,714)	(8,643,022)	(5,654,315)	3,835,256	1,678,335	(35,590,317)	(24,771,690)
Gross profit	3,475,165	2,574,053	815,844	577,604	3,065,530	2,139,212	-	-	7,356,539	5,290,869
Distribution cost	(80,769)	(59,229)	(162,368)	(122,854)	(1,041,392)	(777,615)	-	-	(1,284,529)	(959,698)
Administrative expenses	(458,444)	(395,818)	(194,941)	(154,890)	(276,155)	(215,907)	-	-	(929,540)	(766,615)
Profit before tax and unallocated income and expenses	(639,213)	(455,047)	(357,309)	(277,744)	(1,317,547)	(993,522)	-	-	(2,214,069)	(1,726,313)
	2,935,952	2,119,006	458,535	299,860	1,747,983	1,145,690	-	-	5,142,470	3,564,556
Unallocated income and expenses										
Other expenses										
Other income										
Finance cost										
Taxation										
Profit after taxation	(243,927)	(244,837)	258,445	316,875	(2,533,235)	(1,010,671)			(243,927)	(244,837)
	(861,959)	(818,435)	(1,757,069)	(1,807,488)					(861,959)	(818,435)
	(3,380,676)	(1,757,069)							(3,380,676)	(1,757,069)
	1,761,794	1,807,488							1,761,794	1,807,488

(Rupees in thousand)

### 12.1 Reconciliation of reportable segment assets and liabilities

	Spinning		Weaving		Processing and Home Textile		Company	
	Un-audited		Un-audited		Un-audited		Un-audited	
	30 June	31 March	30 June	31 March	30 June	31 March	30 June	31 March
	2023	2024	2023	2024	2023	2024	2023	2024
Total assets for reportable segments	16,515,586	14,947,908	10,252,695	9,321,904	13,352,985	12,503,074	40,121,266	36,772,886
Unallocated assets							11,078,733	11,113,332
Total assets as per unconsolidated condensed interim statement of financial position							51,199,999	47,886,218
All segment assets are allocated to reportable segments other than those directly relating to corporate and tax assets.							18,068,124	15,656,955
Total liabilities for reportable segments	4,508,298	4,647,325	4,076,854	3,796,493	9,482,972	7,213,137	6,438,380	5,834,466
Unallocated liabilities							24,506,504	21,491,421
Total liabilities as per unconsolidated condensed interim statement of financial position							30,944,884	27,325,887
All segment liabilities are allocated to reportable segments other than trade and other payables and deferred tax liabilities.							18,068,124	15,656,955

(Rupees in thousand)

### 13. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

#### Fair value hierarchy

Judgments and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in these financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company classifies its financial instruments into the following three levels. However, as at the reporting date, the Company has no such type of financial instruments which are required to be grouped into these levels. These levels are explained as under:

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

### 14. RECOGNIZED FAIR VALUE MEASUREMENTS - NON-FINANCIAL ASSETS

#### Fair value hierarchy

Judgments and estimates are made in determining the fair value of non-financial assets that are recognized and measured at fair value in these financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its non-financial assets into the following three levels.

At 31 March 2024	Level 1	Level 2	Level 3	Total
	----- (Rupees in thousand) -----			
Freehold land	-	4,567,622	-	4,567,622
<b>Total non-financial assets</b>	<b>-</b>	<b>4,567,622</b>	<b>-</b>	<b>4,567,622</b>

At 30 June 2023	Level 1	Level 2	Level 3	Total
	----- (Rupees in thousand) -----			
Freehold land	-	4,567,622	-	4,567,622
<b>Total non-financial assets</b>	<b>-</b>	<b>4,567,622</b>	<b>-</b>	<b>4,567,622</b>

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the period. Further, there was no transfer in and out of level 3 measurements.



## Valuation techniques used to determine level 2 fair values

The Company obtains independent valuations for its freehold land (classified as property, plant and equipment) at least annually. At the end of each reporting period, the management updates the assessment of the fair value of each property, taking into account the most recent independent valuations. The management determines a property's value within a range of reasonable fair value estimates. The best evidence of fair value of land is current prices in an active market for similar lands. The best evidence of fair value of buildings is to calculate fair depreciated market value by applying an appropriate annual rate of depreciation on the new construction / replacement value of the same building.

## Valuation processes

The Company engages external, independent and qualified valuers to determine the fair value of the Company's freehold land at the end of every financial year. The fair values of the freehold land have been determined by Anderson Consulting (Private) Limited (an approved valuer) as at 31 December 2023.

Changes in fair values are analyzed at each reporting date during the annual valuation discussion between the Chief Financial Officer and the valuers. As part of this discussion the team presents a report that explains the reason for the fair value movements.

## 15. FINANCIAL RISK MANAGEMENT

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

## 16. DATE OF AUTHORIZATION FOR ISSUE

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

## 17. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the unconsolidated condensed interim statement of financial position and unconsolidated condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income and unconsolidated condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

No significant reclassification / rearrangement of corresponding figures has been made.

## 18. GENERAL

Figures have been rounded off to the nearest thousand of Rupees unless other wise stated.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



**CONSOLIDATED CONDENSED INTERIM  
FINANCIAL STATEMENTS**

**FOR THE NINE MONTHS ENDED  
31 MARCH 2024**



## DIRECTORS' REVIEW

The Directors are pleased to present the un-audited consolidated condensed interim financial statements of Kohinoor Textile Mills Limited (the Holding Company) and its Subsidiary Companies Maple Leaf Cement Factory Limited (57.43%), Maple Leaf Power Limited (57.43%), Maple Leaf Industries Limited (57.43%), Novacare Hospitals (Private) Limited (57.43%) and Maple Leaf Capital Limited (82.92%) (Together referred to as Group) for the nine months ended 31 March 2024.

### GROUP RESULTS

The Group has earned gross profit of Rupees 24,304 million as compared to Rupees 19,729 million of corresponding period. The Group has earned pre-tax profit of Rupees 15,699 million this period as compared to Rupees 12,651 million during the previous period. The overall Group financial results are as follows:

	March 2024 (Rupees in million)	March 2023 (Rupees in million)
Revenues	93,674	77,151
Gross profit	24,304	19,729
Profit from operations	21,500	15,309
Financial charges	5,801	2,658
Net profit after taxation	11,560	9,000
	----- (Rupees) -----	
Earnings per share - Basic and diluted	30.79	20.39

### SUBSIDIARY COMPANIES

#### Maple Leaf Cement Factory Limited (MLCFL)

It has recorded an increase of 8% in its sales over previous period and has earned gross profit of 30.38% (31 Mar 2023: 30.04%) amounting to Rupees 15,409 million (31 Mar 2023: Rupees 14,148 million).

It has earned after tax profit of Rupees 4,297 million (31 Mar 2023: Rupees 5,056 million).

#### Maple Leaf Power Limited (MLPL)

MLPL has earned after tax profit of Rupees 1,104 million (31 Mar 2023: Rupees 1,132 million).

#### Maple Leaf Industries Limited (MLIL)

MLIL has incurred after tax loss of Rupees 0.84 million (31 Mar 2023: Rupees Nil).

#### Novacare Hospitals (Private) Limited

Novacare Hospitals (Private) Limited has incurred after tax loss of Rupees 23.21 million (31 Mar 2023: Rupees Nil).

#### Maple Leaf Capital Limited (MLCL)

MLCL has earned after tax profit of Rupees 4,161 million (31 Mar 2023: Rupees 627 million).

### ACKNOWLEDGMENT

The Directors are grateful to the Group's members, financial institutions, customers and employees for their cooperation and support. They also appreciate the hard work and dedication of the employees working at various divisions.

For and on behalf of the Board

Syed Mohsin Raza Naqvi  
Director

Taufique Sayeed Saigol  
Chief Executive Officer

Lahore  
April 25, 2024

# CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at 31 March 2024

	Note	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
<b>Authorized share capital</b>			
370,000,000 (30 June 2023: 370,000,000) ordinary shares of Rupees 10 each		3,700,000	3,700,000
30,000,000 (30 June 2023: 30,000,000) preference shares of Rupees 10 each		300,000	300,000
		<u>4,000,000</u>	<u>4,000,000</u>
<b>Issued, subscribed and paid up share capital</b>	5	2,692,994	2,992,964
269,299,456 (30 June 2023: 299,296,456) ordinary shares of Rupees 10 each.			
<b>Reserves</b>			
<b>Capital reserves</b>			
Share premium		986,077	986,077
Surplus on revaluation of freehold land		4,060,380	4,060,380
Own shares purchased for cancellation		-	(312,153)
Fair value reserve		451,348	125,792
		<u>5,497,805</u>	<u>4,860,096</u>
<b>Revenue reserves</b>			
General reserve		1,450,491	1,450,491
Unappropriated profit		42,319,565	35,671,941
		<u>43,770,056</u>	<u>37,122,432</u>
<b>Equity attributable to equity holders of the Holding Company</b>		51,960,855	44,975,492
<b>Non-controlling interest</b>		23,483,824	20,802,664
<b>Total equity</b>		<u>75,444,679</u>	<u>65,778,156</u>
<b>LIABILITIES</b>			
<b>NON-CURRENT LIABILITIES</b>			
Long term financing	6	18,936,658	21,641,692
Deferred government grant		497,547	619,367
Long term liability against right of use assets		33,939	31,407
Long term deposits		8,214	8,214
Retirement benefits		311,049	278,493
Retention money payable		1,699,669	1,752,988
Deferred income tax liability		12,111,644	9,263,735
		<u>33,598,720</u>	<u>33,595,896</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		18,766,854	15,764,565
Accrued mark-up		1,469,051	1,348,355
Short term borrowings		13,416,393	9,015,010
Current portion of non-current liabilities		5,309,661	4,439,352
Unclaimed dividend		58,798	59,642
Taxation - net		250,796	539,655
		<u>39,271,553</u>	<u>31,166,579</u>
<b>Total liabilities</b>		<u>72,870,273</u>	<u>64,762,475</u>
<b>CONTINGENCIES AND COMMITMENTS</b>	7		
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>148,314,952</u>	<u>130,540,631</u>

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



	Note	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	8	87,243,434	83,545,648
Intangibles		37,598	6,947
Long term loans to employees		32,660	18,089
Long term investment		370,609	350,609
Long term deposits		175,758	120,029
		<u>87,860,059</u>	<u>84,041,322</u>
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools		15,983,807	11,531,687
Stock-in-trade		11,738,568	12,677,833
Trade debts		10,282,458	7,031,871
Loans and advances		1,893,166	1,178,308
Security deposits and short term prepayments		826,136	535,471
Other receivables		1,686,163	1,859,582
Short term investments		16,367,566	10,087,503
Cash and bank balances		1,677,029	1,597,054
		<u>60,454,893</u>	<u>46,499,309</u>
<b>TOTAL ASSETS</b>		<u><u>148,314,952</u></u>	<u><u>130,540,631</u></u>

  
 CHIEF EXECUTIVE OFFICER

  
 DIRECTOR

  
 CHIEF FINANCIAL OFFICER

# CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-audited)

For the nine months ended 31 March 2024

Note	Nine months ended		Quarter ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	..... (Rupees in thousand) .....			
Revenues	93,673,864	77,150,788	30,863,771	27,782,081
Cost of sales	(69,369,510)	(57,421,329)	(23,412,765)	(21,072,525)
Gross profit	24,304,354	19,729,459	7,451,006	6,709,556
Distribution cost	(5,396,090)	(2,644,662)	(1,865,633)	(1,121,210)
Administrative expenses	(2,626,302)	(1,954,041)	(879,717)	(622,305)
Other expenses	(1,141,589)	(1,313,640)	(228,111)	(476,597)
	(9,163,981)	(5,912,343)	(2,973,461)	(2,220,112)
	15,140,373	13,817,116	4,477,545	4,489,444
Other income	6,359,503	1,491,835	2,223,762	673,223
Profit from operations	21,499,876	15,308,951	6,701,307	5,162,667
Finance cost	(5,800,511)	(2,658,045)	(1,888,576)	(901,649)
Profit before taxation	15,699,365	12,650,906	4,812,731	4,261,018
Provision for taxation	(4,139,344)	(3,651,226)	(1,389,820)	(1,219,479)
Profit after taxation	11,560,021	8,999,680	3,422,911	3,041,539
Share of profit attributable to :				
Equity holders of holding company	8,427,587	6,102,137	2,489,599	2,155,556
Non controlling interest	3,132,434	2,897,543	933,312	885,983
	11,560,021	8,999,680	3,422,911	3,041,539
Earnings per share - basic and diluted (Rupees) 9	30.79	20.39	9.10	7.20

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

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER



# CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited)

For the nine months ended 31 March 2024

	Nine months ended		Quarter ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
..... (Rupees in thousand) .....				
PROFIT AFTER TAXATION	11,560,021	8,999,680	3,422,911	3,041,539
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified subsequently to profit or loss				
Change in fair value of investment at fair value through other comprehensive income (FVOCI)	755,774	48,094	265,415	48,094
Tax effect of change in fair value of investments at FVOCI	(188,943)	(15,871)	(66,353)	(15,871)
	566,831	32,223	199,062	32,223
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Other comprehensive income for the year - net of tax	566,831	32,223	199,062	32,223
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>12,126,852</b>	<b>9,031,903</b>	<b>3,621,973</b>	<b>3,073,762</b>
SHARE OF TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO :				
Equity holders of Holding Company	8,753,143	6,120,643	2,603,929	2,174,062
Non-controlling interest	3,373,709	2,911,260	1,018,044	899,700
	12,126,852	9,031,903	3,621,973	3,073,762

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

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER

# CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For the nine months ended 31 March 2024

	Attributable to equity holders of the holding company										Non controlling interest	Total equity	
	Reserves					Total							
	Capital reserves			Revenue reserves		Sub - total			Total reserves				
	Share premium	Surplus on revaluation of freehold land	Own shares purchased for cancellation	Fair value reserve	Sub - total	General reserve	Unappropriated profit	Sub - total	Total reserves				
Balance as at 30 June 2022 - audited	2,992,964	986,077	4,070,446	-	2,978	5,059,501	1,450,491	29,263,044	30,713,535	35,773,036	38,766,000	18,114,640	56,880,640
Transaction with owners:	-	-	-	-	-	-	-	(37,259)	(37,259)	(37,259)	(37,259)	(138,751)	(176,010)
- Transaction with non-controlling interests	-	-	(10,066)	-	-	(10,066)	-	10,066	-	-	-	-	-
Surplus on revaluation of investment property	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit for the period	-	-	-	-	-	18,506	-	6,102,137	6,102,137	6,102,137	6,102,137	2,897,543	8,999,680
Other comprehensive income for the period	-	-	-	-	-	18,506	-	-	-	18,506	18,506	13,717	32,223
Total comprehensive income for the period	-	-	-	-	-	18,506	-	6,102,137	6,102,137	6,120,643	6,120,643	2,911,260	9,031,903
Balance as at 31 March 2023 - (un-audited)	2,992,964	986,077	4,060,380	-	21,484	5,067,941	1,450,491	35,337,988	36,788,479	41,856,420	44,849,384	20,887,149	65,736,533
Transactions with owners:	-	-	-	(312,153)	-	(312,153)	-	-	-	(312,153)	(312,153)	-	(312,153)
- Own shares purchased during the period for cancellation	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit for the period	-	-	-	-	-	104,308	-	340,761	340,761	340,761	340,761	(151,746)	189,015
Other comprehensive income for the period	-	-	-	-	-	104,308	-	(6,808)	(6,808)	97,500	97,500	67,261	164,761
Total comprehensive income for the period	-	-	-	-	-	104,308	-	333,953	333,953	438,261	438,261	(84,485)	353,776
Balance as at 30 June 2023 - audited	2,992,964	986,077	4,060,380	(312,153)	125,792	4,860,096	1,450,491	35,671,941	37,122,432	41,982,528	44,975,492	20,802,664	65,778,156
Transaction with owners:	-	-	-	-	-	-	-	-	-	-	-	-	-
- Own shares purchased during the period for cancellation	(299,970)	-	-	312,153	-	312,153	-	(1,475,279)	(1,475,279)	(1,163,129)	(1,463,096)	-	(1,463,096)
- Transaction with non-controlling interests	(299,970)	-	-	312,153	-	312,153	-	(304,684)	(304,684)	(304,684)	(304,684)	(692,549)	(997,233)
Profit for the period	-	-	-	-	-	325,556	-	8,427,587	8,427,587	8,427,587	8,427,587	3,132,434	11,560,021
Other comprehensive income for the period	-	-	-	-	-	325,556	-	-	-	325,556	325,556	241,275	566,831
Total comprehensive income for the period	-	-	-	-	-	325,556	-	8,427,587	8,427,587	8,753,143	8,753,143	3,373,709	12,126,852
Balance as at 31 March 2024 - (un-audited)	2,692,994	986,077	4,060,380	-	451,348	5,497,805	1,450,491	42,319,565	43,770,056	49,267,861	51,960,855	23,483,824	75,444,679

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER



# CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)

For the nine months ended 31 March 2024

	Note	31 March 2024	31 March 2023
(Rupees in thousand)			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash generated from operations	10	20,389,403	17,404,706
Net (increase) / decrease in long term loans to employees		(14,571)	695
Net increase in long term deposits		(55,729)	(949)
Net (decrease) / increase in retention money payable		(53,319)	1,432,448
Worker's welfare fund paid		(106,831)	(125,258)
Workers' profits participation fund paid		(105,051)	(77,796)
Employee benefits paid		(29,028)	(20,570)
Finance cost paid		(5,677,041)	(2,377,876)
Income tax paid		(1,769,237)	(1,513,732)
<b>Net cash generated from operating activities</b>		<b>12,578,596</b>	<b>14,721,668</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Capital expenditure on property, plant and equipment		(7,835,754)	(13,328,321)
Capital expenditure on intangible assets		(32,770)	-
Proceeds from disposal of property, plant and equipment		167,556	60,873
Long term investment made		(20,000)	(15,000)
Proceeds from disposal of long term investments		-	21,022
Short term investments - net		(5,524,289)	(1,711,791)
Interest received		211,954	122,170
Dividend received		552,166	86,522
<b>Net cash used in investing activities</b>		<b>(12,481,137)</b>	<b>(14,764,525)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Own shares purchased for cancellation		(1,463,096)	-
Transaction with non-controlling interests		(997,233)	(176,010)
Proceeds from long term financing		1,115,127	5,957,342
Repayment of long term financing		(3,072,994)	(4,678,370)
Lease rentals paid during the period		173	(7,111)
Short term borrowings - net		4,401,383	(1,027,114)
Dividend paid		(844)	(519)
<b>Net cash (used in) / from financing activities</b>		<b>(17,484)</b>	<b>68,218</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>79,975</b>	<b>25,361</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>		<b>1,597,054</b>	<b>1,161,658</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<b>1,677,029</b>	<b>1,187,019</b>

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

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER

# SELECTED NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)

For the nine months ended 31 March 2024

## 1. THE GROUP AND ITS OPERATIONS

### 1.1 Holding Company

Kohinoor Textile Mills Limited (“the Holding Company”) is a public limited company incorporated in Pakistan under the Companies Act, 1913 (now Companies Act 2017) and listed on Pakistan Stock Exchange (PSX). The registered office of the Company is situated at 42-Lawrence Road, Lahore. The principal activity of the Holding Company is manufacturing of yarn and cloth, processing and stitching the cloth and trade of textile products.

The Holding Company holds 57.43% (30 June 2023: 57.43%) shares of Maple Leaf Cement Factory Limited, 57.43% (30 June 2023: 57.43%) shares of Maple Leaf Industries Limited, 57.43% (30 June 2023: 57.43%) shares of Maple Leaf Power Limited, 57.43% (30 June 2023: Nil) shares of Novacare Hospitals (Private) Limited and 82.92% (30 June 2023: 82.92%) shares of Maple Leaf Capital Limited.

### 1.2 Subsidiary Companies

#### 1.2.1 Maple Leaf Cement factory Limited (MLCFL)

Maple Leaf Cement Factory Limited (“the Subsidiary Company”) was incorporated in Pakistan on 13 April 1960 under the Companies Act, 1913 (now the Companies Act, 2017) as a public company limited by shares. MLCFL is listed on Pakistan Stock Exchange Limited. The registered office of MLCFL is situated at 42-Lawrence Road, Lahore. MLCFL is engaged in production and sale of cement.

#### 1.2.2 Maple Leaf Capital Limited (MLCL)

Maple Leaf Capital Limited (“the Subsidiary Company”) was incorporated in Pakistan on 25 April 2014 under the Companies Ordinance, 1984 (now the Companies Act, 2017) as a public company limited by shares. The registered office of MLCL is situated at 42-Lawrence Road, Lahore. The principal objects of MLCL are to buy, sell, hold or otherwise acquire or invest the capital in any sort of financial instruments and commodities.

#### 1.2.3 Maple Leaf Industries Limited (MLIL)

Maple Leaf Industries Limited was incorporated in Pakistan on 21 September 2022 as a public company limited by shares under the Companies Act, 2017. It is wholly owned subsidiary of MLCFL, which is subsidiary of the Holding Company. MLIL’s objective is to produce, manufacture, prepare, treat, process, refine, and deal in all kinds of cement and its allied products. The registered office of MLIL is located at 42-Lawrence Road, Lahore. MLIL has not yet commenced its commercial operations.

#### 1.2.4 Maple Leaf Power Limited (MLPL)

Maple Leaf Power Limited was incorporated in Pakistan on 15 October 2015 as a public company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017). It is subsidiary of MLCFL, which is subsidiary of the Holding company. MLPL has been established to set up and operate a 40-megawatt coal fired power generation plant at Iskanderabad, District Mianwali for generation of electricity. The registered office of MLPL is located at 42-Lawrence Road, Lahore. The principal object of MLPL is to develop, design, operate and maintain electric power generation plant and in connection therewith to engage in the business of generation, sale and supply of electricity to MLCFL.

#### 1.2.5 Novacare Hospitals (Private) Limited

Novacare Hospitals (Private) Limited (the “Novacare”) was incorporated on March 21, 2023 as a private company limited by shares having its registered office at No. 7, Street 589, G-13/2, Islamabad. The principal activity of Novacare is to establish a state of the art hospital at Phase 5, Defence Housing Authority, Islamabad and hospitals at other larger cities of Pakistan,



particularly Karachi and Lahore. Novacare Hospitals (Private) Limited has not yet commenced its commercial operations.

## 2. BASIS OF PREPARATION

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

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

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

These consolidated condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Group for the year ended 30 June 2023. These consolidated condensed interim financial statements are un-audited, and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

## 3. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of preceding annual published financial statements of the Group for the year ended 30 June 2023.

## 4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these consolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Group's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these consolidated condensed interim financial statements, the significant judgments made by the management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Group for the year ended 30 June 2023.

## 5. ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL

The Holding Company has bought back 29.997 million shares for the purpose of cancellation from 03 May 2023 to 28 August 2023 at market price prevailing at the date of purchase. The purchase was made pursuant to approvals of Board of Directors and the shareholders of the Holding Company in their meetings held on 06 February 2023 and 03 March 2023 respectively, where the Holding company was allowed to purchase/buy back its issued ordinary shares upto the maximum of 30 million ordinary shares, through Pakistan Stock Exchange Limited, at spot/current share price prevailing during the period from 13 March 2023 to 29 August 2023. These shares were cancelled on 07 September 2023.

	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
<b>6. LONG TERM FINANCING - SECURED</b>		
Balance at beginning of the period / year	25,265,550	24,532,580
Add : Obtained during the period / year	1,115,127	6,340,660
Less: discounting adjustments for recognition at fair value - deferred government grant	-	(3)
Add: unwinding of discount on liability	140,089	194,672
	26,520,766	31,067,909
Less: Repaid during the period / year	(3,072,994)	(5,802,359)
	23,447,772	25,265,550
Less: Current portion shown under current liabilities	(4,511,114)	(3,623,858)
	18,936,658	21,641,692

- 6.1** Long term financing includes long-term loan obtained by the Group under “SBP Temporary Economic Refinance Facility” and “SBP Financing Scheme for Renewable energy” for import of plant and machinery, for setting up of Waste Heat Recovery Plant, for import and installation of new cement production line (Line - IV) and for setting up of Solar Energy Project. The facility carries markup at the rate specified by State Bank of Pakistan plus spread of 1% to 2% per annum. The loan has been measured at its fair value in accordance with IFRS 9 (Financial Instruments) using market rates. The difference between fair value of loan and loan proceeds has been recognised as deferred grant as per requirements of IAS 20 (Accounting for Government Grants and Disclosure of Government Assistance) and as per selected opinion issued in November 2020 by the Institute of Chartered Accountants of Pakistan.

## 7. CONTINGENCIES AND COMMITMENTS

### 7.1 Contingencies

There is no significant change in the status of contingencies, as disclosed in preceding audited annual published financial statements of the Group for the year ended 30 June 2023.

### 7.2 Commitments in respect of :

- (i) Contracts for capital expenditure amounting to Rupees 17.652 million (30 June 2023: Rupees 61.542 million).
- (ii) Letters of credit for capital expenditure amounting to Rupees 2,207.872 million (30 June 2023: Rupees 3,858.200 million).
- (iii) Letters of credit other than for capital expenditure amounting to Rupees 2,840.426 million (30 June 2023: Rupees 3,662.414 million).
- (iv) Future contracts - shares in respect of which the settlement is outstanding amounting to Rupees 1,802.457 million (30 June 2023: Rupees 779.393 million).



	Note	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
<b>8. PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets			
- Owned	8.1	83,101,078	80,217,655
- Leased	8.2	45,285	43,112
Capital work-in-progress	8.3	3,912,926	3,046,642
Major spare parts and stand-by equipments		184,145	238,239
		<u>87,243,434</u>	<u>83,545,648</u>
<b>8.1 Operating fixed assets - owned</b>			
Net book value at the beginning of the period / year		80,217,655	53,959,084
Add : Cost of additions / transfers during the period / year	8.1.1	7,023,564	30,353,683
		<u>87,241,219</u>	<u>84,312,767</u>
Less : Net book value of deletions during the period / year	8.1.2	86,504	65,206
		<u>87,154,715</u>	<u>84,247,561</u>
Less : Depreciation charged during the period / year		4,053,637	4,029,906
Net book value at the end of the period / year		<u>83,101,078</u>	<u>80,217,655</u>
<b>8.1.1 Cost of additions / transfers</b>			
Freehold land		-	1,801,785
Buildings		1,092,434	6,810,640
Plant and machinery		4,302,141	21,120,634
Service and other equipment		7,627	16,021
Computer and IT installations		71,167	14,271
Furniture and fixture		26,719	61,738
Office equipment		6,126	5,970
Quarry equipment		-	1,900
Spares held for Capital Expenditures		999,991	-
Vehicles		517,359	520,724
		<u>7,023,564</u>	<u>30,353,683</u>
<b>8.1.2 Net book value of deletions</b>			
Plant and machinery		51,773	40,736
Computer and IT installations		69	498
Furniture and fixture		-	166
Vehicles		34,662	23,806
		<u>86,504</u>	<u>65,206</u>

	Note	Un-audited 31 March 2024 (Rupees in thousand)	Audited 30 June 2023
<b>8.2 Operating fixed assets - leased</b>			
Net book value at the beginning of the period / year		43,112	36,098
Add : Cost of additions during the period / year	8.2.1	6,991	17,666
		50,103	53,764
Less : Depreciation charged during the period / year		4,818	10,652
Net book value at the end of the period / year		45,285	43,112
<b>8.2.1 Cost of additions / transfers</b>			
Land		-	566
Building		6,991	17,100
		6,991	17,666
<b>8.3 Capital work-in-progress</b>			
Civil works and buildings		2,397,078	588,977
Plant and machinery		1,058,251	1,425,083
Advances for capital expenditure		457,597	1,032,582
		3,912,926	3,046,642

## 9. EARNINGS PER SHARE - BASIC AND DILUTED

		Un-audited			
		Nine months ended		Quarter ended	
		31 March 2024	31 March 2023	31 March 2024	31 March 2023
There is no dilutive effect on the basic earnings per share which is based on:					
Profit attributable to ordinary shares	RUPEES IN THOUSAND	8,427,587	6,102,137	2,489,599	2,155,556
Weighted average number of ordinary shares	NUMBERS	273,716,667	299,296,456	273,716,667	299,296,456
Earnings per share	RUPEES	30.79	20.39	9.10	7.20
<b>9.1 Weighted average number of ordinary shares</b>					
Outstanding number of shares at beginning of the period	NUMBERS	293,310,900	299,296,456	275,901,294	299,296,456
Less: Impact of own shares purchased	NUMBERS	(19,594,233)	-	(2,184,627)	-
		273,716,667	299,296,456	273,716,667	299,296,456



Un-audited  
Nine months ended  
31 March      31 March  
2024          2023  
(Rupees in thousand)

## 10. CASH GENERATED FROM OPERATIONS

Profit before taxation	15,699,365	12,650,906
<b>Adjustment for non-cash charges and other items</b>		
Depreciation	4,053,637	2,792,112
Amortization of intangible assets	2,119	2,604
Finance cost	5,800,511	2,658,045
Retirement benefits	61,534	45,068
Allowance for expected credit losses	251,256	169,910
Bad debts written off	-	5,321
Other receivables written off	-	2,509
Gain on disposal of property, plant and equipment	(81,052)	(16,998)
Return on bank deposits	(212,037)	(122,170)
Dividend income	(586,049)	(85,577)
Provision for Workers' profits participation fund	421,157	600,125
Provision for Workers' welfare fund	216,758	122,949
Working capital changes (Note 10.1)	(5,237,796)	(1,420,098)
	20,389,403	17,404,706

### 10.1 Working capital changes

#### (Increase) / decrease in current assets

Stores, spare parts and loose tools	(4,452,120)	1,071,834
Stock-in-trade	939,265	(4,534,808)
Trade debts	(3,501,843)	(309,706)
Loans and advances	(714,858)	113,463
Security deposits and short term prepayments	(290,665)	22,716
Other receivables	207,385	(309,697)
	(7,812,836)	(3,946,198)
<b>Increase in trade and other payables</b>	2,575,040	2,526,100
	(5,237,796)	(1,420,098)

## 11. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of subsidiaries, associated undertakings, directors of the Group and their close relatives, key management personnel and staff retirement funds. Detail of transactions with related parties, other than those which have been specifically disclosed elsewhere in these consolidated condensed interim financial statements are as follows:

	Un-audited			
	Nine months ended		Quarter ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
i) <b>Key management personnel</b>				
Remuneration and other benefits	915,446	743,227	273,680	214,047
<b>Post employment benefit plan</b>				
Contribution to provident fund	327,175	262,898	41,914	91,662
Contribution to Gratuity fund	12,164	24,565	5,174	3,545

- ii) The Saim Family Trust, British Virgin Islands (BVI) through Mercury Management Inc., BVI and Hutton Properties Limited, BVI (related parties) holds 73,390,896 [27.25%] (30 June 2023: 73,390,896) and 55,256,992 [20.52%] (30 June 2023: 55,256,992) ordinary shares respectively of the Holding Company.

12. SEGMENT INFORMATION

	Spinning		Weaving		Processing and home textile		Cement		Investment		Power		Elimination of inter-segment transactions		Group	
	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited
	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023
Revenue:	21,643,334	16,863,697	9,604,649	5,321,966	11,698,873	7,676,896	50,727,008	47,068,229	-	-	-	-	-	-	93,673,864	77,150,788
External Inter-segment	2,163,655	408,352	1,661,922	1,153,352	9,679	116,631	1,682	1,407	-	-	-	-	-	-	-	-
Cost of sales	(20,331,824)	(14,697,996)	(10,450,727)	(6,097,714)	(8,643,022)	(5,654,315)	(84,748,657)	(33,823,329)	-	-	-	-	-	-	(69,389,510)	(57,421,329)
Gross profit	3,475,165	2,574,053	815,844	571,604	3,065,530	2,139,212	15,980,031	13,266,307	-	-	-	-	-	-	24,304,354	19,729,459
Distribution cost	(80,769)	(59,229)	(162,368)	(122,854)	(1,041,392)	(777,615)	(4,111,561)	(1,684,964)	(252,470)	(134,327)	(14,844)	(13,942)	-	-	(5,396,090)	(2,644,662)
Administrative expenses	(458,444)	(395,618)	(194,941)	(154,890)	(276,155)	(215,907)	(1,429,446)	(1,039,157)	(252,470)	(134,327)	(14,844)	(13,942)	-	-	(2,626,302)	(1,954,041)
Profit / (loss) before tax and unallocated income and expenses	(539,213)	(455,047)	(357,309)	(277,744)	(1,317,547)	(993,522)	(5,541,009)	(2,724,121)	(252,470)	(134,327)	(14,844)	(13,942)	-	-	(8,022,392)	(4,598,703)
Unallocated income and expenses	2,935,952	2,119,006	458,535	299,860	1,747,983	1,145,690	10,439,022	10,542,186	(252,470)	(134,327)	952,940	1,158,341	-	-	16,281,962	15,130,756
Finance cost	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Taxation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit after taxation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

12.1 Reconciliation of reportable segment assets

	Spinning		Weaving		Processing and home textile		Cement		Investment		Power		Group	
	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited
	31 March 2024	30 June 2023	31 March 2024	30 June 2023	31 March 2024	30 June 2023	31 March 2024	30 June 2023	31 March 2024	30 June 2023	31 March 2024	30 June 2023	31 March 2024	30 June 2023
Total assets for reportable segment	16,515,566	14,947,908	10,252,695	9,321,904	13,352,985	12,503,074	89,284,464	82,038,036	12,676,936	6,619,759	6,022,336	5,096,844	145,305,002	130,529,525
Unallocated assets	-	-	-	-	-	-	-	-	-	-	-	-	9,860	11,106
Total assets as per consolidated condensed interim statement of financial position	-	-	-	-	-	-	-	-	-	-	-	-	145,314,952	130,540,831
All segment assets are allocated to reportable segments other than those directly relating to corporate and tax assets.	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total liabilities for reportable segment	4,508,298	4,647,325	4,076,854	3,796,493	9,492,972	7,213,137	20,085,623	21,445,480	4,053,173	2,252,269	184,648	46,643	42,391,568	39,401,347
Unallocated liabilities	-	-	-	-	-	-	-	-	-	-	-	-	30,478,705	25,361,128
Total liabilities as per consolidated condensed interim statement of financial position	-	-	-	-	-	-	-	-	-	-	-	-	72,870,273	64,762,475
All segment liabilities are allocated to reportable segments other than trade and other payables and deferred tax liabilities.	-	-	-	-	-	-	-	-	-	-	-	-	-	-

(Rupees in thousand)

(Rupees in thousand)



## 13. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

### (i) Fair value hierarchy

Judgments and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in these financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group classify its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements At 31 March 2024	Level 1	Level 2	Level 3	Total
..... Rupees in thousand.....				
<b>Recurring fair value measurements</b>				
<b>Financial assets</b>				
Financial assets at fair value through profit or loss	12,816,819	-	-	12,816,819
<b>Total financial assets</b>	<b>12,816,819</b>	<b>-</b>	<b>-</b>	<b>12,816,819</b>
<b>Financial liabilities</b>				
Unrealized loss on re-measurement of futures contracts - shares	25,853	-	-	25,853
<b>Total financial liabilities</b>	<b>25,853</b>	<b>-</b>	<b>-</b>	<b>25,853</b>

Recurring fair value measurements At 30 June 2023	Level 1	Level 2	Level 3	Total
..... Rupees in thousand.....				
<b>Recurring fair value measurements</b>				
<b>Financial assets</b>				
Financial assets at fair value through profit or loss	7,840,590	-	-	7,840,590
Unrealised gain on re-measurement of futures contracts - shares	6,118	-	-	6,118
<b>Total financial assets</b>	<b>7,846,708</b>	<b>-</b>	<b>-</b>	<b>7,846,708</b>

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the period. Further, there was no transfer in and out of level 3 measurements.

The Group's policy is to recognize transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

**Level 1:** The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and trading and available-for-sale securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in level 1.

**Level 2:** The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

## (ii) Valuation techniques used to determine fair values

Specific valuation techniques used to value financial instruments include the use of quoted market prices.

## 14. RECOGNIZED FAIR VALUE MEASUREMENTS - NON-FINANCIAL ASSETS

### (i) Fair value hierarchy

Judgments and estimates are made in determining the fair value of non-financial assets that are recognized and measured at fair value in these consolidated financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group has classified its non-financial assets into the following three levels.

At 31 March 2024	Level 1	Level 2	Level 3	Total
..... Rupees in thousand.....				
Freehold land	-	4,567,622	1,194,487	5,762,109

At 30 June 2023	Level 1	Level 2	Level 3	Total
..... Rupees in thousand.....				
Freehold land	-	4,567,622	1,194,487	5,762,109

The Group's policy is to recognize transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the period. Further, there was no transfer in and out of level 3 measurements.

### Valuation techniques used to determine level 2 fair values

The Group obtains independent valuations for its freehold land (classified as property, plant and equipment) at least annually. At the end of each reporting period, the management updates the assessment of the fair value of each property, taking into account the most recent independent valuations. The management determines a property's value within a range of reasonable fair value estimates. The best evidence of fair value of land is current prices in an active market for similar lands.

### Valuation processes

The Group engages external, independent and qualified valuers to determine the fair value of the Group's freehold land at the end of every financial year. As at 31 December 2023, the fair values of the freehold land of the Holding Company have been determined by Anderson Consulting (Private) Limited (an approved valuer). MLCFL's freehold land was last revalued by Arif Evaluators, an independent valuer approved by Pakistan Banks' Association (PBA) in "any amount" category, at 30 June 2020.

Changes in fair values are analyzed at each reporting date during the annual valuation discussion between the Chief Financial Officer and the valuers. As part of this discussion the team presents a report that explains the reason for the fair value movements.



## 15. FINANCIAL RISK MANAGEMENT

The Group's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Group for the year ended 30 June 2023.

## 16. DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were approved by the Board of Directors of the Holding Company and authorized for issue on 25 April 2024.

## 17. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the consolidated condensed interim statement of financial position and consolidated condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas the consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of comprehensive income and consolidated condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

No significant reclassification / rearrangement of corresponding figures has been made.

## 18. GENERAL

Figures have been rounded off to the nearest thousand of Rupees unless other wise stated.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



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