
KHYBER TEXTILE MILLS LIMITED

QUARTERLY ACCOUNTS

AS ON 30TH SEPTEMBER 2019

Khyber Textile Mills Limited Baldher Haripur

COMPANY INFORMATION**CHAIRMAN
CHIEF EXECUTIVE**Mr. Aurangzeb Khan
Mr. Adam Jadoon**DIRECTORS**Mr. Nasir Khan
Mr. Adam Jadoon
Mr. Amanullah Khan
Mr. Omar Farid Jadoon
Mr. Muhammad Bahauddin
Mrs. Aamna Jadoon
Mr. Aurangzeb Khan**AUDIT COMMITTEE
CHAIRMAN
MEMBER
MEMEBER**Mr. Nasir Khan
Mr. Aurangzeb Khan
Mrs. Aamna Jadoon**SECRETARY**

Mr. Sadaqat Khan

C.F.O

Mr. Taj Muhammad

AUDITORSTanwir Arif and Company
Chartered Accountants**REGISTERED OFFICE
& HEAD OFFICE**Khyber Textile Mills Ltd.
Baldher, District Haripur,
Khyber Pakhtunkhawa**MILLS**Baldher, District Haripur,
Khyber PakhunkhawaWebsite address:- **www.khybertextile.com**

DIRECTOR'S REPORT

Due to the on-going litigation by banks our Company is facing a complete restriction on access to credit; resultantly KTML has been unable to restart textile production. However, KTML's Management is pleased to report that there were significant approved revenue generation activities on the Company's premises.

The Board of Directors reviewed the closure of the textile production facilities at the Mill and the possibility of resuming production. They also discussed the ongoing litigation pending in the High Courts, the complete restrictions on access to credit and possible measures to successfully defend litigation. In addition, they reviewed the constraints caused by the persistent electrical load shedding in the Mill's locality and the continued ban on installation of industrial gas connections.

During the FY 2018 AGM, members of KTML approved that the agricultural business taking place on the excess land should be considered the new principle business of the Company while maintaining textiles as a secondary business. The members also approved the alteration of the name of the Company to reflect the new business to "Khyber Textile Mills and Agricultural Business Limited". In addition, the members also authorized changes to the Articles and Memorandum of Association to be in line with the new business being undertaken and to be updated in accordance with the Companies Act, 2017. As of this 1st Quarter the Company's amended Memorandum and Articles of Association have been approved by the Registrar of Companies Peshawar SECP. Whereas the Company's change of name application is being processed and we are hopeful that it will be completed soon.

As per decisions made during previous AGMs and per the BODs instructions and approval, we are pleased to report that the Company has secured other sources of legitimate revenue in order to maintain the Company, its assets and reinitiate business activity on the premises. Therefore, Management has been successful in renting its excess empty buildings as a storage area to reputable distributors. With this new stream of funding KTML has made an investment in a Agricultural Livestock Farm for the purchase & rearing of cattle on its excess land and has been successful in increasing its sales by over 100% for 1st Quarter. Management has also repurposed the majority of its empty land for agricultural activity in order to grow fodder for the animals thereby reducing costs of running a livestock business.

In spite of all odds, the Management is successfully defending the Company's interests in the High Courts, maintaining the assets of the Company and meeting day to-day expenses. Moreover, the Company is investing in and creating new business activity on its excess areas and has once again become an active advance tax payer, which has been reflected in the financial statements annexed herewith.

For & on Behalf of Board of Directors


Chief Executive

Baldher, Haripur
29th October 2019

ڈائریکٹر رپورٹ

بنک کی قانونی چارہ جوئی کی وجہ سے کمپنی کو قرضہ جات کے حصول پر مکمل پابندی کی بناء پر کمپنی کیپٹرا کی پیداوار بحال نہ کر سکی تاہم کمپنی نے دیگر با مقصد ذرائع حصول مالیات اختیار کئے ہیں۔

بورڈ آف ڈائریکٹرز نے کمپنی کی کیپٹرا سازی کی قیمت کی بندش اور دوبارہ چالو ہونے کا بغور جائزہ لیا اور عدالت عالیہ میں زیر التوا مقدمات کے دفاع اور قرضہ جات کے حصول کی تدابیر پر بھی اظہار خیال کیا نیز ملز میں بجلی کی لوڈ شیڈنگ اور گیس کنکشن کے حصول پر بھی تبادلہ خیال کیا۔

سال 2018ء کے سالانہ اجلاس میں ممبر حضرات نے ملز میں زرعی پیداوار کو متبادل برنس قرار دیا جبکہ ٹیکسٹائل کو ثانوی حیثیت کے طور پر تصور کیا گیا۔ ملز کے نام کی تبدیلی Memorandum اور Article میں ترمیم کی منظوری کی بھی گئی جو کمپنیز رجسٹرار پشاور نے First Quarter میں منظور کر لی ہے۔ جبکہ کمپنی کے نام کی تبدیلی بحیثیت خیبر ٹیکسٹائل ملز اور ایگریکلچر برنس لمیٹیڈ کے طور پر جلد ہی ہونے کی امید ہے۔

گزشتہ مالی سالوں کے اجلاس عام کے فیصلہ جات اور بورڈ آف ڈائریکٹرز کی منظوری سے کمپنی کی بہتری اور اثاثہ جات کی دیکھ بھال کیلئے بارسوخ ادارہ جات کو اپنے گودام کرایہ پر دیئے ہیں اس آمدن سے کمپنی نے لائیو سٹاک کا رد و بار شروع کیا ہے جس سے کمپنی کو مالی سال 2020ء کی پہلی ساماہی میں 100 فیصد اضافی سیل ہوئی ہے۔ اور کمپنی نے اپنی خالی زمین پر زرعی سرگرمیاں شروع کی ہیں۔ جن سے کمپنی کو چارہ کے اخراجات میں کمی حاصل ہوئی ہے۔ تمام مشکلات کے باوجود کمپنی عدالتوں میں زیر التواء مقدمات کا دفاع اثاثہ جات کی دیکھ بھال اور روزمرہ کے اخراجات کی ادائیگی احسن طریقہ سے کر رہی ہے اور کمپنی ٹیکس ادا کرنے والا ادارہ بن گئی ہے۔

چیف ایگزیکٹو

خیبر ٹیکسٹائل ملز، بالڈھیر، ہری پور

29 اکتوبر، 2019



Imhammed



Director

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
For The Period Ended September 30, 2019

		<div> <div>Three Months Ended on 30th Sep</div> <div> <div>2019</div> <div>2018</div> </div> <div>(Rupees)</div> </div>	
Sales (Net)		7,776,100	2,734,500
Cost of Sales		(6,917,169)	(2,014,150)
Gross profit		858,931	720,350
Operating Expenses:			
Administrative		(1,293,338)	(1,732,585)
Operating Loss		(434,407)	(1,012,235)
Other Income - rent		2,103,495	1,988,100
Agricultural Income		24,000	-
Finance cost		(3,405)	(2,080)
Profit (Loss) before tax		1,689,683	973,785
Provision for Taxation-Deferred			-
Profit (Loss) after tax		1,689,683	973,785



Chief Executive



Financial Officer



Director

CONDENSED INTERIM STATEMENT OF CASH FLOWS		
For The Period Ended September 30, 2019		
0		
	Dec, 2018	Dec, 2017
	(Rupees)	
CASH FLOW FROM OPERATING ACTIVITIES		
Loss after tax	1,713,683	1,132,141
Adjustment of Non Fund Items:		
Provision for Taxation-Deferred	-	-
Depreciation	-	5,196,135
	-	5,196,135
	1,713,683	6,328,276
(Increase)/Decrease in Current Assets		
Livestock	6,500,000	(406,572)
Animal food - bhosa & daana	(715,496)	(20,260)
	5,784,504	(426,832)
Increase/(Decrease) in Current Liabilities		
Trade & Other Payables	(149,860)	(36,700)
	(149,860)	(36,700)
	5,634,644	(463,532)
Cash generated from operations	7,348,327	5,864,744
Taxes paid	(372,328)	(1,421,532)
	6,975,999	4,443,212
CASH OUT FLOW DUE TO FINANCING ACTIVITIES		
Long Term Loan	(150,000)	-
Net Increase/(Decrease) in Cash	6,825,999	4,443,212
Cash and Cash Equivalents at the beginning of the year	44,094	275,644
Cash and Cash Equivalents as at 31st December 2018	6,870,093	4,718,856



Chief Executive



Financial Officer



Director

STATEMENT OF CHANGES IN EQUITY					
FOR THE YEAR ENDED SEPTEMBER 30, 2019					
	Share Capital	Reserves	Unappropriated Profit & Loss	Revaluation surplus on fixed assets	Total
	(Rupees)				
Balance as on June 30, 2018	12,275,030	257,782	(15,472,199)	346,856,455	343,917,068
Loss for the year 2018 - 2019	-	-	(3,446,475)	-	(3,446,475)
Other Comprehensive income	-	-	217,000	566,191,105	566,408,105
Total Comprehensive income for the year	-	-	(3,229,475)	566,191,105	562,961,630
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation	-	-	7,884,456	(7,884,456)	-
Balance as on June 30, 2019	12,275,030	257,782	(10,817,218)	905,163,104	906,878,698
Profit (Loss) for the Quarter 30-09-2019	-	-	1,689,683	-	-
Balance as 30-09-2019	12,275,030	257,782	(9,127,535)	905,163,104	906,878,698



Chief Executive



Financial Officer



Director

NOTES TO THE FINANCIAL STATEMENTS																	
FOR THE YEAR ENDED SEPTEMBER 30, 2019																	
1 STATUS AND NATURE OF BUSINESS																	
Khyber Textile Mills Limited is a Public Limited Company, incorporated on 26 th August, 1961 under the Companies Act, 1913 (Now the Companies Act, 2017). Its shares are quoted on the Pakistan Stock Exchange Limited. The principal activities of the Company are to manufacture and sale of cotton/polyester yarn and cloth.																	
The Company has initiated alternative business activities of renting excess warehouses from FY 2016 and has also established an agriculture livestock business on its open land since FY 2017.																	
The registered office of the company is situated at Baldher, District Haripur, Khyber Pakhtunkhawa.																	
2 SIGNIFICANT TRANSACTIONS AND EVENTS AFFECTING THE COMPANY'S FINANCIAL POSITION AND PERFORMANCE																	
All significant transactions and events that have affected the Company's statement of financial position and performance during the year have been adequately disclosed in the notes to these financial statements. For a detailed discussion about these significant transactions and events please refer to the Directors' report.																	
3 STATEMENT OF COMPLIANCE																	
These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. Accounting and reporting standards comprise of such International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017 (the Act), and provisions of and directives issued under the Companies Act, 2017. Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.																	
						Sep 30. 2019		June 30 2019									
4 LIVESTOCK						-		8,500,000									
4 CASH & BANK BALANCES						314,149		29,052									
						6,546,977		15,042									
						6,861,126		44,094									
5 DATE OF AUTHORIZATION																	
These interim Accounts were authorised for issue on 29 th October 2019.																	
6 GENERAL																	
Figures in these financial statements have been shown in full.																	



Chief Executive



Financial Officer



Director