

HALF YEARLY REPORT

UN-AUDITED
For the Period Ended
December 31, 2019



Kohinoor Spinning Mills Limited



COMPANY INFORMATION

BOARD OF DIRECTOR

Khawaja Mohammad Jahangir	(Chairman)
Mohammad Naveed	(Chief Executive)
Khawaja Mohammad Jawed	(Director)
Khawaja Mohammad Tanveer	(Director)
Khawaja Mohammad Kaleem	(Director)
Khawaja Mohammad Nadeem	(Director)
Mohammad Hamza Yousaf	(Director)
Mohammad Tariq Sufi	(Independent Director)

AUDIT COMMITTEE

Mohammad Tariq Sufi	(Chairman)
Khawaja Mohammad Kaleem	(Member)
Khawaja Mohammad Nadeem	(Member)

HR & REMUNERATION COMMITTEE

Mohammad Tariq Sufi	(Chairman)
Khawaja Mohammad Jahangir	(Member)
Khawaja Mohammad Kaleem	(Member)

CORPORATE SECRETARY

Hasan Ahmad Khan	FCA
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CHIEF FINANCIAL OFFICER

Mr. Muhammad Saeed Zafar	M.B.A
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BANKERS

Habib Metro Bank Limited
MCB Bank Limited
National Bank of Pakistan
Allied Bank of Pakistan
Meezan Bank Limited
Askari Bank Limited
Saudi Pak Industrial and Agricultural Investment Company

AUDITOR

Nasir Javaid Maqsood Imran
Chartered Accountants
Office # 17, 2nd Floor, Hill View Plaza,
Above Fresco Sweets, Blue Area, Islamabad.

CORPORATE & REGISTERED OFFICE

7/1-E-3 Main Boulevard Gulberg III, Lahore
Tel : (042) 35717510
Fax : (042) 35755760

SHARE REGISTRARS

Corplink (Pvt) Limited
Wings Arcade, 1-K, Commercial,
Model Town, Lahore
Tel : (042) 35839182
Fax : (042) 35869037

MILLS

Unit I & II
Aminabad, Chakwal
Tel : (0543) 644254 - 644281

Unit III
Yousaf Nagar, Bhoun Road,
Chakwal.
Tel: (0543)452070-71



NASIR JAVAID MAQSOOD IMRAN Chartered Accountants

Islamabad Office:
Office # 17, 2nd Floor,
Hill View Plaza, Above
Fresco Sweets, Blue Area,
Islamabad,
Tel: 051-2228138
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E-mail:
njmiconsultants@gmail.com
Islamabadoffice@njmi.net

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Kohinoor Spinning Mills Limited

Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Kohinoor Spinning Mills Limited** as at December 31, 2019 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows and notes to the condensed interim financial information for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarters ended December 31, 2019 and December 31, 2018 have not been reviewed and we do not express a conclusion on them, as we are required to review only the cumulative figures for the half year ended December 31, 2019.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

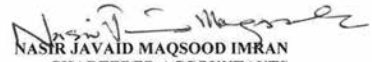

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the audit resulting in this independent auditor's report is Mr. Imran UI Haq.

Place:

Date: 27-02-2020


NASIR JAVAID MAQSOOD IMRAN
CHARTERED ACCOUNTANTS


Karachi Office:

904, 9th Floor, Q.M. House, Plot No. 11/2, Ellander Road, Opp. Shaheen Complex, Off. I.I Chundrigar Road, Karachi Pakistan
Tel: 021-32212382, 32212383, 32211516, Fax: 021-32211515

Lahore Office:

Office # 1102, Al-Hafeez Heights, 66-D/1, Ghalib Road, Gulberg-III, Lahore
Tel: 042-35754821-22, Fax: 042-36317513, E-mail: nasirig@wol.net.pk

DIRECTORS' REPORT

On behalf of the Directors of Kohinoor Spinning Mills Limited, it is my pleasure to present six months accounts for the period ended 31 December 2019.

Your Company has incurred a net loss of Rs. 175.974 million as compared to a net loss of Rs. 224.166 million for the corresponding period last year. The Company sale has reduced by Rs. Rs. 1,184 million as compared to the corresponding period last year. This deterioration is due to almost two months' closure of our plants against levy of sales tax and mandatory condition of identity card if sale exceeds to Rs. 50,000.

The Federal Government had announced 7.5 Cents/KWH tariff for textile sector from January 2019. However, with the passage of time, we started receiving bills over and above this tariff. Now, we pay electricity duty, maximum demand indicator (MDI), Neelum Jehlum surcharge, Finance Cost surcharge, positive fuel price adjustment etc. in addition to 7.5 Cents/ KWH. This resulted in increase of almost Rs. 6 per KWH. Also now in February 2020, we are being charged arrears of above charges in twelve equal monthly installments. This step by the DISCOs would prove a blow to the progress of textile sector.

The discount rate of State Bank of Pakistan (SBP) is highest in the region. It is unfeasible to get financing from banks at this exorbitant rate. Despite repeated requests and protests by the business community, this rate is not being changed.

The directors of your Company assure you that they are interested in running the mills despite worse ever crisis being faced by spinning industry. The directors inject funds whenever needed by the Company and would not deviate from this practice in future. However, one of the directors has requested to either return his loan or repay mark up on it. Due to weak financial strength, we are unable to meet any of the above two demands currently.

In the end, I assure you that the management of your company will continue its efforts to improve the overall performance of the Company through increased productivity, cost control and by devising innovative marketing strategies.

For and on behalf of the Board



Khawaja Mohammad Jahangir
Chairman



Mr. Mohammad Naveed
Chief Executive Officer

Lahore:
February 27, 2020

ڈائریکٹرز رپورٹ


کوہ نور سپننگ ملز لمیٹڈ کے بورڈ آف ڈائریکٹرز کی جانب سے ہم 31 دسمبر 2019 پر اختتام شدہ ششماہی کے حسابات پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

آپ کی کمپنی کو پچھلے سال کے 224.166 ملین روپے کے خالص نقصان کے مقابلے میں اس سال چھ ماہ میں 175.974 ملین روپے خالص نقصان ہوا ہے۔ پچھلے چھ ماہ کے دورانیے کے مقابلے میں کمپنی کی فروخت میں 1,184 ملین روپے کی کمی ہوئی ہے۔ جسکی وجہ سیلز ٹیکس کا نفاذ اور 50,000 روپے کی فروخت پر شناختی کاڈ کی شرط ہے۔ اس وجہ سے کمپنی کا پلانٹ تقریباً دو ماہ بند رہا۔ وفاقی حکومت نے جنوری 2019 سے ٹیکسٹائل کے شعبے کے لئے 7.5 سینٹ / KWH ٹیرف کا اعلان کیا تھا۔ تاہم وقت گزرنے کے ساتھ ہمیں اس ٹیرف کے اوپر اور اس سے زیادہ بل ماننا شروع ہو گئے۔ اب ہم 7.5 سینٹ / کلو واٹ کے علاوہ بجلی ڈیوٹی، زیادہ سے زیادہ ڈیمانڈ انڈیکیٹر (ایم ڈی آئی)، نیلم جہلم سرچارج، فنانس لاگت سرچارج، فیول کی قیمت میں مثبت ایڈجسٹمنٹ وغیرہ کی ادائیگی کرتے ہیں۔ اس کے نتیجے میں تقریباً 6 روپے فی کلو واٹ اضافہ ہوا جنوری 2020 میں۔ بارہ مہینوں میں مابانہ اقساط میں ہم سے اوپر کے واجبات کے بقایا جات وصول کیے جا رہے ہیں۔ ڈسکوز کے اس اقدام سے ٹیکسٹائل کے شعبے کی ترقی کو دھچکا لگے گا۔


اس نچلے میں اسٹیٹ بینک آف پاکستان (SBP) کی شرح سود سب سے زیادہ ہے۔ اس بے حد شرح پر بینکوں سے مالی اعانت حاصل کرنا ناقابل عمل ہے۔ تاہم برادری کی طرف سے بار بار درخواستوں اور احتجاج کے باوجود اس شرح کو تبدیل نہیں کیا جا رہا ہے۔ کمپنی کے ڈائریکٹران آپ کو یقین دلاتے ہیں کہ وہ باوجود سوت کی صنعت میں بدترین بحران کے ملوں کو چلانے میں دلچسپی رکھتے ہیں۔ ڈائریکٹر کمپنی کو ضرورت پڑنے پر فنڈ جاری کرتے ہیں اور مستقبل میں بھی اس عمل کو جاری رکھیں گے۔ تاہم ڈائریکٹروں میں سے ایک نے درخواست کی ہے کہ کمپنی اس کا قرض واپس کر دے یا پھر اس پر سود دے۔ کمزور مالی حالت کی وجہ سے ہم فی الحال مذکورہ بالا دونوں مطالبات میں سے کسی کو پورا نہیں کر سکتے ہیں۔

آخر میں ہم آپ کو یقین دلاتے ہیں کہ آپ کی کمپنی کے منتظمین، کمپنی کی مجموعی کارکردگی کو پیداوار بڑھا کر، لاگت کو کنٹرول کر کے اور جدت طراز مارکیٹنگ حکمت عملی وضع کر کے بہتر بنائیں گے۔

بورڈ آف ڈائریکٹرز کی طرف سے


محمد نوید

(چیف ایگزیکٹو آفیسر)


خواجہ محمد جہالگیر

(چیئرمین)

لاہور


تاریخ: 27 فروری 2020

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

	Note	Un-Audited December 31, 2019 (Rupees)	Audited June 30, 2019 (Rupees)
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Authorised Capital 300,000,000 (June 30, 2019 - 300,000,000) ordinary shares of Rs.5 each		1,500,000,000	1,500,000,000
Issued, subscribed and paid up capital 215,714,285 (June 30, 2019 - 215,714,285) ordinary shares of Rs.5 each	5	1,078,571,425	1,078,571,425
Reserves		(1,731,770,265) (653,198,840)	(1,555,812,643) (477,241,218)
NON-CURRENT LIABILITIES			
Long term Loans		499,649,521	470,149,521
Deferred liabilities		62,884,623	64,593,059
		562,534,144	534,742,580
CURRENT LIABILITIES			
Trade and other payables		523,000,275	341,854,719
Accrued Interest on loans and borrowings		486,776,345	471,877,939
Short-term borrowings		1,463,142,972	1,463,142,972
Current portion of long term loan		364,705,882	364,705,882
Supplier's credit		163,900,150	163,900,150
Un-claimed dividend		1,915,117	1,915,117
Provision for taxation		37,014,054	34,961,489
		3,040,454,795	2,842,358,269
		2,949,790,099	2,899,859,631

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

Lahore:
February 27, 2020


(Khawaja Muhammad Jahangir)
Chairman

AS AT DECEMBER 31, 2019 (UN-AUDITED)

	Note	Un-Audited December 31, 2019 (Rupees)	Audited June 30, 2019 (Rupees)
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	6	1,696,557,130	1,738,573,442
Long term deposits		39,325,312	39,325,312
Long term investments		182,952	166,320
		1,736,065,394	1,778,065,074
CURRENT ASSETS			
Stores and spares		32,904,829	46,399,495
Stock-in-trade		937,195,278	798,871,215
Trade debts		161,046,058	208,885,631
Loans and advances		66,282,696	63,337,141
Other receivable		4,500	2,500
Cash and bank balances		16,291,344	4,298,576
		1,213,724,705	1,121,794,557
		2,949,790,099	2,899,859,631


(Mr. Muhammad Naveed)
Chief Executive

(Mr. Muhammad Saeed Zafar)
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2019

Notes	Half Year Ended		Quarter Ended	
	Un-Audited Dec. 31, 2019 (Rupees)	Un-Audited Dec. 31, 2018 (Rupees)	Un-Audited Dec.31, 2019 (Rupees)	Un-Audited Dec. 31, 2018 (Rupees)
SALES - NET	880,632,300	2,065,104,158	597,193,254	1,055,262,974
COST OF SALES	<u>(986,860,915)</u>	<u>(2,135,773,007)</u>	<u>(624,574,769)</u>	<u>(1,145,061,451)</u>
GROSS (LOSS)	(106,228,615)	(70,668,849)	(27,381,515)	(89,798,477)
OPERATING EXPENSES				
Distribution Cost	(1,378,677)	(625,215)	(1,197,800)	(436,915)
Administrative	(34,964,418)	(39,369,312)	(16,286,181)	(19,487,948)
	<u>(36,343,095)</u>	<u>(39,994,527)</u>	<u>(17,483,981)</u>	<u>(19,924,863)</u>
OPERATING (LOSS)	(142,571,710)	(110,663,376)	(141,631,674)	(109,723,340)
Financial cost	(20,198,941)	(87,688,435)	24,227,709	(42,367,464)
Other operating income	5,882	-	5,882	-
	<u>(20,193,059)</u>	<u>(87,688,435)</u>	<u>24,233,591</u>	<u>(42,367,464)</u>
(LOSS) BEFORE TAXATION	(162,764,769)	(198,351,811)	(117,398,083)	(152,090,804)
TAXATION	(13,209,485)	(25,813,802)	(8,957,899)	(13,190,787)
(LOSS) AFTER TAXATION	<u>(175,974,254)</u>	<u>(224,165,613)</u>	<u>(126,355,982)</u>	<u>(165,281,591)</u>
(LOSS) PER SHARE - BASIC & DILUTED	<u>(0.82)</u>	<u>(1.04)</u>	<u>(0.59)</u>	<u>(0.77)</u>

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

Lahore
February 27, 2020

(Khawaja Muhammad Jahangir)
Chairman

(Mr. Muhammad Naveed)
Chief Executive

(Mr. Muhammad Saeed Zafar)
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2019

	Half Year Ended		Quarter Ended	
	Dec. 31, 2019 (Rupees)	Dec. 31, 2018 (Rupees)	Dec. 31, 2019 (Rupees)	Dec. 31, 2018 (Rupees)
(Loss) after taxation	(175,974,254)	(224,165,613)	(117,090,232)	(165,281,591)
Other Comprehensive income				
Items that may be reclassified subsequently to profit and loss	-	-	-	-
Unrealized gain/(loss) due to change in fair value of long term investment	16,632	14,969	(18,295)	(19,958)
Items that will not be reclassified to profit and loss	-	-	-	-
Total comprehensive (Loss)	(175,957,622)	(224,150,644)	(117,108,527)	(165,301,549)

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



(Khawaja Muhammad Jahangir)
Chairman



(Mr. Muhammad Naveed)
Chief Executive



(Mr. Muhammad Saeed Zafar)
Chief Financial Officer

Lahore
February 27, 2020

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2019

	Share Capital	Capital Reserves	Revenue Reserves		Total
		Share Premier	Accumulated (Loss)	Fair Value Reserve	
	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)
Balance as at July 01, 2018	1,078,571,425	171,428,570	(1,355,757,814)	(715,593)	(106,473,412)
Loss for the period ended after taxation		-	(224,165,613)	-	(224,165,613)
Unrealized gain due to change in fair Value of long term investment	-	-	-	14,969	14,969
Balance as on December 31, 2018	<u>1,078,571,425</u>	<u>171,428,570</u>	<u>(1,579,923,427)</u>	<u>(700,624)</u>	<u>(330,624,056)</u>
Balance as on July 01, 2019	1,078,571,425	171,428,570	(1,726,407,533)	(833,680)	(477,241,218)
Loss for the period ended after taxation	-	-	(175,974,254)	-	(175,974,254)
Unrealised gain to change in fair value of long term investment	-	-	-	16,632	16,632
Balance as on December 31, 2019	<u>1,078,571,425</u>	<u>171,428,570</u>	<u>(1,902,381,787)</u>	<u>(817,048)</u>	<u>(653,198,840)</u>

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



(Khawaja Muhammad Jahangir)
Chairman



(Mr. Muhammad Naveed)
Chief Executive



(Mr. Muhammad Saeed Zafar)
Chief Financial Officer

Lahore
February 27, 2020

CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2019

	December 31, 2019 Un-Audited (Rupees)	December 31, 2018 Un-Audited (Rupees)
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) before taxation	(162,764,769)	(206,785,528)
Adjustments of non cash charges and other items:		
Depreciation / amortization	45,741,191	48,018,114
Gratuity	4,762,392	8,066,360
Gain on sale of fixed assets	(5,882)	-
Financial cost	20,198,941	96,122,152
Operating profit before working capital changes	(92,068,127)	(54,578,902)
(Increase)/decrease in current assets		
Stores and spares	13,494,666	38,798,388
Stock-in-trade	(138,324,063)	(33,447,265)
Trade debts	47,839,573	35,157,877
Loan & advances	(2,945,555)	20,259,658
Other receivables	(2,000)	-
	(79,937,379)	60,768,658
Increase in current liabilities		
Trade and other payables	181,145,556	14,505,294
	9,140,050	20,695,050
Financial cost paid	(5,300,535)	(4,575,051)
Income tax paid	(11,156,920)	(1,168,593)
Gratuity paid	(6,470,828)	(9,788,023)
Net cash used in operations	(13,788,233)	5,163,383
CASH FLOW FROM INVESTING ACTIVITIES		
Property, Plant & Equipment	(3,755,000)	(11,941,500)
Proceeds from disposal property, plant and equipment	36,000	-
Net cash used in investing activities	(3,719,000)	(11,941,500)
CASH FLOW FROM FINANCING ACTIVITIES		
(Repayments)/proceeds from:		
Increase/decrease in Long term loan from directors	29,500,000	9,398,000
Net cash generated from financing activities	29,500,000	9,398,000
NET DECREASE IN CASH AND CASH EQUIVALENTS	11,992,768	2,619,883
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	4,298,576	4,137,212
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	16,291,344	6,757,095

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





Lahore
February 27, 2020

(Khawaja Muhammad Jahangir) (Mr. Muhammad Naveed) (Mr. Muhammad Saeed Zafar)
Chairman Chief Executive Chief Financial Officer

NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2019

1 NATURE AND STATUS OF BUSINESS

KOHINOOR SPINNING MILLS LIMITED was incorporated on 23rd July, 1970 as a public limited company in Pakistan under the Companies Act, 1913 (Now Companies Act 2017) and is quoted on Pakistan stock exchange. The company is engaged in the business of textile spinning.

Geographical Location of Head Office and business Units :

Registered Office: 7-E, 3/1, Main Boulevard, Gulberg III, Lahore.

Unit 01/02: Aminabad 8 Km Pindi Road, Chakwal.

Unit 03: 8 Km Bhaun Road, Chakwal.

2. BASIS OF PRESENTATION

This interim condensed financial statement is unaudited and are being submitted to the shareholders as required under section 245 of the Companies Act 2017 and section 245 with section 237. These interim condensed financial statements has been prepared in accordance with the International Accounting Standard 34 (Interim Financial Reporting). In case where requirement differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. These condensed interim financial statements should be read in conjunction with the audited annual published Financial statements of the company for the year ended June 30, 2019.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the preceding annual published financial statements of the company for the year ended June 30, 2019.

Amendments to certain existing standards and new interpretation on approved accounting standards that become effective during the period either were not relevant to the Company's operations or did not have any significant impact on the accounting policies of the Company.

4. ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

4.1 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

Judgments and estimates made by the management in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements as at and for the year ended 30 June 2019.

- 4.2 The company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 June 2019.

5. SHARE CAPITAL	Un-Audited Dec. 31, 2019 (Rupees)	Audited June 30, 2019 (Rupees)
Issued, subscribed and paid up		
213,439,285 (June 30, 2019 -213,439,285) ordinary shares of Rupees 5/- each, issued for cash	1,067,196,425	1,067,196,425
2,275,000 (June 30, 2019 -2,275,000) ordinary shares of Rupees 5/- each, issued as bonus shares	11,375,000	11,375,000
	<u>1,078,571,425</u>	<u>1,078,571,425</u>

	Notes	Un-Audited Dec. 31, 2019 (Rupees)	Audited June 30, 2019 (Rupees)
6. PROPERTY, PLANT AND EQUIPMENT			
Opening writtendown value		1,722,019,456	1,803,695,797
Additions during the period	6.1	3,755,000	11,941,500
		<u>1,725,774,456</u>	<u>1,815,637,297</u>
Deletion during the period	6.2	(86,000)	-
		<u>1,725,688,456</u>	<u>1,815,637,297</u>
Depreciation charged during the period		(45,320,446)	(93,617,841)
Depreciation Adjusted during the period		55,882	-
		<u>1,680,423,892</u>	<u>1,722,019,456</u>
LEASED			
Opening writtendown value		16,553,986	21,600,000
Additions during the period		-	-
		<u>16,553,986</u>	<u>21,600,000</u>
Amortization charged during the period		(420,748)	(5,046,014)
		<u>16,133,238</u>	<u>16,553,986</u>
		<u>1,696,557,130</u>	<u>1,738,573,442</u>
6.1 ADDITION DURING THE PERIOD			
Plant and machinery		-	10,905,500
Vehicle		3,755,000	1,036,000
		<u>3,755,000</u>	<u>11,941,500</u>
6.2 DELETION DURING THE PERIOD			
Vehicles		86,000	-
		<u>86,000</u>	<u>-</u>

7. TRANSACTION WITH RELATED PARTIES

The transactions between the company and related parties are at arm's length prices determined in accordance with comparable uncontrolled price method. The company during the period ending December 31, 2019 entered to following transactions with its related parties:

	Un-Audited Dec. 31, 2019 (Rupees)	Un-Audited Dec. 31, 2018 (Rupees)
Purchase of raw material and goods Chakwal Textile Mills Ltd.	3,958,360	-

8. AUTHORISATION FOR ISSUE

These condensed interim Financial statement have been authorised for issue on February 27, 2020 by the Board of Directors of the company.

9. GENERAL

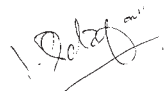
Figures have been rounded off to the nearest rupee.



(Khawaja Muhammad Jahangir)
Chairman



(Mr. Muhammad Naveed)
Chief Executive



(Mr. Muhammad Saeed Zafar)
Chief Financial Officer

Lahore
February 27, 2020

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