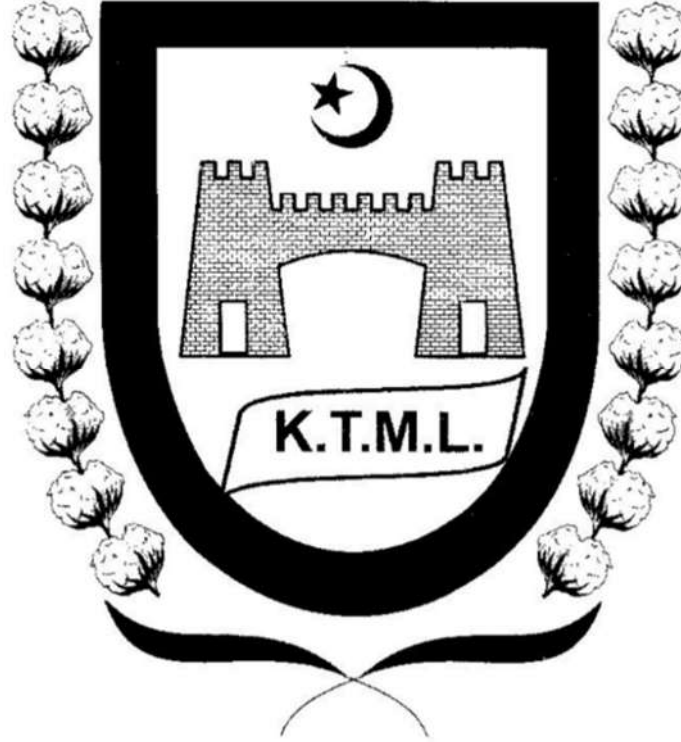


QUARTERLY ACCOUNTS
(Unaudited)



KHYBER TEXTILE MILLS LIMITED

As on 31st March 2022

Baldher, District Haripur, Khyber Pakhtunkhawa

COMPANY INFORMATION

CHAIRMAN
CHIEF EXECUTIVE

Mr. Aurangzeb Khan
Mr. Adam Jadoon

DIRECTORS

Mr. Aurangzeb Khan
Mr. Amanullah Khan
Mr. Adam Jadoon
Mr. Omar Farid Jadoon
Mr. Muhammad Bahauddin
Mrs. Aamna Jadoon
Mr. Hassan Ovais

AUDIT COMMITTEE
CHAIRMAN
MEMBER
MEMBER

Mr. Hassan Ovais
Mr. Muhammad Bahauddin
Mrs. Aamna Jadoon

COMPANY SECRETARY

Mr. Sadaqat Khan

C.F.O

Mr. Taj Muhammad

AUDITORS

Clarkson Hyde Saud Ansari,
Chartered Accountants

SHARE REGISTRAR

F.D. Registrar Services
(SMC-Pvt) Ltd

**REGISTERED OFFICE,
HEAD OFFICE & MILLS ADDRESS**

Khyber Textile Mills Ltd.
Baldher, District Haripur,
Khyber Pakhtunkhawa

Website: www.khybertextile.com

Email: info@khybertextile.com

Phone No: 0995-655048

Directors Report

On behalf of the Board of Directors (BOD) we are pleased to present the unaudited 3rd Quarter Accounts for the nine-month period ending 31st March 2022. The Board of Directors reviewed the current business activities, the restrictions on access to credit due to the ongoing litigation and the closure of textile production.

As per the decisions made during previous AGMs and as per the BOD's instruction and approval, Management has repurposed the majority of its empty land for agricultural activities, including a Company farm for the rearing and sale of livestock. Management has also reduced input costs by growing fodder on the Company's agricultural land for the livestock farm. Furthermore, Management has continued to lease some of its empty buildings for warehousing and rental purposes and has used this financial stream to reinvest in the Company's current operations. Through these endeavors the Company has successfully generated revenue during the period under review which has been reflected in the Financial Statements annexed herewith.

It was also discussed by the Board that the main obstacle for the Company in restarting textile production has been the restriction on access to credit facilities due to the litigation pending in the High Courts by the banks to recover fictitious liabilities. Hence, the Company is unable to access credit to complete BMR and obtain the working capital required to restart textile production. It was also noted by the BOD that the Banks are delaying the finalization of litigation to extend their financial squeeze to pressurize the Company to give into their unjust demands. Nonetheless, efforts are being made to defend the Company's interest before the Courts to end this baseless litigation.

In spite of all odds, the Management is covering expenses, investing in and generating revenue from its current business activities, operating as an active taxpayer and defending the Company's interests in the High Courts.

For and on Behalf of Board of Directors



Chief Executive



Director

Baldher, Haripur

Dated: - 26th April, 2022

ڈائریکٹرز رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے ہم آپکو 31 مارچ 2022ء کو ختم ہونے والے 09 ماہ کے غیر جائزہ شدہ اکاؤنٹس پیش کرنے پر خوشی محسوس کرتے ہیں۔ بورڈ آف ڈائریکٹرز نے موجودہ کاروباری سرگرمیوں، قرضوں تک رسائی پر پابندی اور قانونی چارہ جوئی، ٹیکسٹائل کی پیداوار کی بندش کا بھی جائزہ لیا۔

جیسا کہ پچھلی سالانہ میٹنگ (AGMs) اور بورڈ آف ڈائریکٹرز کی ہدایات اور منظوری کے مطابق انتظامیہ نے کمپنی کی خالی زمین کا بیشتر حصہ زرعی سرگرمیوں کے لیے استعمال کیا اور لائیو سٹاک فارم کا کاروبار بھی کر رہے ہیں۔ اور کمپنی زرعی زمینوں پر فصلیں تیار کر کے مویشیوں کے چارے کیلئے استعمال کر رہی ہے تاکہ اخراجات کم کیے جاسکیں۔ مزید یہ کہ کمپنی انتظامیہ نے اپنی کچھ خالی عمارتوں کو کرائے کے مقاصد کیلئے لیز پر دینا جاری رکھا اور اس آمدنی کو کمپنی کے کاموں میں دوبارہ سرمایہ کاری کے لیے استعمال کر رہے ہیں۔ ان کوششوں کے ذریعہ کمپنی نے زیر جائزہ مدت کے دوران آمدنی حاصل کی۔

بورڈ نے تبادلہ خیال کیا کہ ٹیکسٹائل کی پیداوار کو دوبارہ شروع کرنے میں بنیادی رکاوٹ قرضہ جات کی سہولیات تک رسائی ہے اور بنکوں کی جانب سے فرضی واجبات کی وصولی کے لیے ہائی کورٹس میں مقدمات زیر سماعت ہیں۔ کریڈٹ کی پابندیوں کی وجہ سے کمپنی تجدید اور تبدیلی (BMR) کو مکمل کرنے سے قاصر ہے اور ٹیکسٹائل کی پیداوار کو دوبارہ بحال کرنے کے لیے (ورکنگ کپیٹل) سرمایہ درکار ہے۔ بورڈ آف ڈائریکٹرز کی طرف سے نوٹ کیا گیا تھا کہ بینک اپنی مالی رکاوٹوں کو بڑھانے کے لیے قانونی چارہ جوئی کو حتمی شکل دینے میں تاخیر کر رہے ہیں تاکہ اپنے ناجائز مطالبات منوا سکیں۔ بہر حال اس بے بنیاد چارہ جوئی کو ختم کرنے کے لیے عدالتوں کے سامنے کمپنی کے مفادات کا دفاع کرنے کی کوشش کی جا رہی ہے۔

تمام تر مشکلات کے باوجود انتظامیہ ہائی کورٹس میں کمپنی کے مفادات کا دفاع کر رہی ہے۔ اور موجودہ کاروبار میں سرمایہ کاری کی بدولت آمدنی بھی حاصل کر رہی ہے۔ اور کمپنی ایک فعال ٹیکس دہندہ کے طور پر کام کر رہی ہے۔

بورڈ آف ڈائریکٹرز کی طرف سے



ڈائریکٹر



چیف ایگزیکٹو آفیسر

مورخہ: 26-04-2022

KHYBER TEXTILE MILLS LIMITED
CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2022

	Note	Mar 31, 2022 Unaudited	June 30, 2021 Audited
Rupees			
NON CURRENT ASSETS			
Property, Plant and Equipment	3	965,648,466	973,972,762
Long Term Deposits		88,983	88,983
		965,737,449	974,061,745
CURRENT ASSETS			
Inventory - Livestock (Biological Assets)		7,072,917	7,441,000
Inventory - Animal Feed and Medicines		482,770	205,750
Stores and Spares	4	-	-
Advance Income Tax		957,000	1,200,000
Cash and Bank Balances	5	1,234,647	54,372
		9,747,334	8,901,122
		975,484,783	982,962,867
SHARE CAPITAL AND RESERVES			
Share Capital		12,275,030	12,275,030
Capital Reserve			
Statutory Reserve		257,782	257,782
Revaluation Surplus		875,348,242	882,744,077
Revenue Reserve			
Unappropriated Profit		24,026,320	19,721,321
		911,907,374	914,998,210
NON CURRENT LIABILITIES			
Deferred Taxation		37,612,376	39,757,168
CURRENT LIABILITIES			
Loan from Directors		25,775,475	26,560,475
Trade and Other Payables	6	189,558	432,558
Provision for Taxation		-	1,214,456
		25,965,033	28,207,489
CONTINGENCIES AND COMMITMENTS			
	7		
		975,484,783	982,962,867

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



Chief Executive



Director



Chief Financial Officer

KHYBER TEXTILE MILLS LIMITED
CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2022

	3 Months Ended		9 Months Ended	
	Jan to Mar		Jul to Mar	
	2022	2021	2022	2021
	Rupees		Rupees	
SALES	383,000	327,000	10,937,500	8,928,700
Less: COST OF SALES	519,054	484,937	8,486,066	8,037,098
GROSS PROFIT	<u>(136,054)</u>	<u>(157,937)</u>	<u>2,451,434</u>	<u>891,603</u>
Less: Administrative, Selling and General Expenses	3,864,684	3,970,500	11,950,805	12,803,708
	<u>(4,000,738)</u>	<u>(4,128,436)</u>	<u>(9,499,371)</u>	<u>(11,912,105)</u>
OTHER INCOME				
Rent	1,511,850	1,404,500	4,113,700	4,135,005
Agricultural Income	-	67,000	151,250	117,500
OPERATING PROFIT / (LOSS)	<u>(2,488,888)</u>	<u>(2,656,936)</u>	<u>(5,234,421)</u>	<u>(7,659,600)</u>
Less: Financial Expenses	-	35	1,207	2,389
PROFIT / (LOSS) BEFORE TAXATION	<u>(2,488,888)</u>	<u>(2,656,971)</u>	<u>(5,235,628)</u>	<u>(7,661,989)</u>
TAXATION				
Current	-	-	-	-
Deferred	(714,931)	(778,052)	(2,144,792)	(2,334,156)
	<u>(714,931)</u>	<u>(778,052)</u>	<u>(2,144,792)</u>	<u>(2,334,156)</u>
NET PROFIT / (LOSS) FOR THE PERIOD	<u>(1,773,957)</u>	<u>(1,878,919)</u>	<u>(3,090,836)</u>	<u>(5,327,833)</u>
OTHER COMPREHENSIVE INCOME	-	-	-	-
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD	<u>(1,773,957)</u>	<u>(1,878,919)</u>	<u>(3,090,836)</u>	<u>(5,327,833)</u>
EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED	<u>(1.45)</u>	<u>(1.53)</u>	<u>(2.52)</u>	<u>(4.34)</u>

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



Chief Executive



Director



Chief Financial Officer

KHYBER TEXTILE MILLS LIMITED
CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED MARCH 31, 2022

SHARE CAPITAL	CAPITAL RESERVE		REVENUE RESERVE	Total	
	Statutory Reserve	Revaluation Surplus	Unappropriated Profit		
Issued, Subscribed & Paid Up Capital					
'----- Rupees -----'					
Balance as at July 1, 2020	12,275,030	257,782	893,475,826	(1,150,047)	904,858,591
Transfer due to Incremental Depreciation on Revaluation of Property, Plant and Equipment (net of tax)	-	-	(8,048,812)	8,048,812	-
Total comprehensive income for the period	-	-	-	(5,327,833)	(5,327,833)
Balance as on March 31, 2021 (Unaudited)	<u>12,275,030</u>	<u>257,782</u>	<u>885,427,014</u>	<u>1,570,932</u>	<u>899,530,758</u>
Transfer due to Incremental Depreciation on Revaluation of Property, Plant and Equipment (net of tax)			(2,682,937)	2,682,937	-
Total comprehensive income for the period			-	15,467,452	15,467,452
As at June 30, 2021 (Audited)	<u>12,275,030</u>	<u>257,782</u>	<u>882,744,077</u>	<u>19,721,321</u>	<u>914,998,210</u>
Transfer due to Incremental Depreciation on Revaluation of Property, Plant and Equipment	-	-	(7,395,835)	7,395,835	-
Total comprehensive income for the period	-	-	-	(3,090,836)	(3,090,836)
Balance as on March 31, 2022 (Unaudited)	<u>12,275,030</u>	<u>257,782</u>	<u>875,348,242</u>	<u>24,026,320</u>	<u>911,907,374</u>



Chief Executive



Director



Chief Financial Officer

**CASH FLOW STATEMENT
FOR THE NINE MONTHS ENDED MARCH 31, 2022**

	Note	
	July to March	
	2022	2021
	Rupees	
CASH FROM OPERATING ACTIVITIES		
(Loss) after Taxation	(3,090,836)	(5,327,833)
Adjustments for:		
Depreciation	8,324,296	9,076,062
Taxation	(2,144,792)	(2,334,156)
Operating profit before working capital changes	<u>3,088,668</u>	<u>1,414,073</u>
 (Increase)/Decrease in Operating Assets		
Inventory - Livestock	368,083	1,811,311
Inventory - Animal Feed and Medicines	(277,020)	(354,500)
	<u>3,179,731</u>	<u>1,456,811</u>
 Increase/(Decrease) in Operating Liabilities		
Trade and Other Payables	(243,000)	(222,070)
Cash generated from/(used in) operations	<u>2,936,731</u>	<u>1,234,741</u>
Income Tax Paid	(971,456)	(978,937)
Net Cash from/(used in) Operating Activities	<u>1,965,275</u>	<u>1,669,877</u>
 CASH FROM INVESTING ACTIVITIES	-	-
 CASH FROM FINANCING ACTIVITIES		
Repayment of Director's Loan	(785,000)	(705,000)
Net Cash from/(used in) Financing Activities	(785,000)	(705,000)
 NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	<u>1,180,275</u>	<u>964,877</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	54,372	206,590
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u><u>1,234,647</u></u>	<u><u>1,171,467</u></u>



Chief Executive



Director



Chief Financial Officer

KHYBER TEXTILE MILLS LIMITED
NOTE TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the Quarter Ended 31st March 2022
(UNAUDITED)

1 STATUS AND NATURE OF BUSINESS

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

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

- The registered office of the company is situated at Baldher, District Haripur,
- The production facility and agriculture farms are also situated at Baldher, District Haripur, KP

2 BASIS FOR PREPARATION OF ACCOUNTS

2.1 This condensed interim financial statements is unaudited and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 ("the Act:).

This condensed interim financial statements comprises the condensed interim financial position of the Company as at March 31, 2021 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity together with the notes forming part thereof.

This condensed un audited interim financial statements of the Company for the nine months period ended March 31, 2021 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed.

This condensed interim financial statements does not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements for the year ended June 30, 2021.

2.2 Comparative financial position numbers are extracted from the annual financial statement of the Company from the year ended June 30, 2021, whereas comparative statement of profit or loss, statement of comprehensive income, statement of cash flows and statement of changes in equity are stated from unaudited Condensed interim financial statements of the Company for the nine months period ended March 31, 2021.

2.3 The company's financial risk objectives and policies are consistent with those disclosed in the preceding annual financial statements for the year ended June 30, 2021.

2.4 The accounting policies and methods of computation adopted in the preparation of annual financial statements for the preceding year ended June 30, 2021 have been consistently applied in the preparation of these interim financial statements.

	Mar 31, 2022	June 30, 2021
	----- Rupees -----	
3 PROPERTY, PLANT AND EQUIPMENT		
Cost - Opening	1,274,600,879	1,274,600,879
Addition / (Deletion) during the period	-	-
	<u>1,274,600,879</u>	<u>1,274,600,879</u>
Accumulated Depreciation - Opening	300,628,117	288,526,701
Depreciation for the period	8,324,296	12,101,416
	<u>308,952,413</u>	<u>300,628,117</u>
	<u>965,648,466</u>	<u>973,972,762</u>
4 STORES AND SPARES		
General Stores	3,000,000	3,000,000
Less: Provision for Obsolescence	(3,000,000)	(3,000,000)
	<u>-</u>	<u>-</u>
5 CASH AND BANK BALANCES		
Cash in Hand	881,651	8,726
Cash at Bank - Current Account	352,996	45,646
	<u>1,234,647</u>	<u>54,372</u>
6 TRADE AND OTHER PAYABLES		
Advance against rent	80,000	80,000
Accrued Liabilities	81,000	324,000
Other Liabilities	28,558	28,558
	<u>189,558</u>	<u>432,558</u>
7 CONTINGENCIES AND COMMITMENTS		
Contingencies reported in the annual audited financial statements for the year ended June 30, 2021 remain-unchanged.		
8 TAXATION		
No provision for current taxation has been made in these condensed interim financial statements.		
9 RELATED PARTY TRANSACTIONS		
Related parties comprise of group companies (associates), directors, major shareholders, their close family members and key management personnel. Transactions with related parties during the year, other than and including those which have been disclosed elsewhere in these financial statements, are given below:		
<u>Name of Related Party</u>	<u>Nature of Transaction</u>	
Mr. Adam Jadoon - Director	Loan repaid	<u>785,000</u> <u>900,000</u>
10 FINANCIAL RISK EXPOSURE AND RISK MANAGEMENT		
The Company's financial risk exposures and risk management objectives and policies are consistent with those disclosed in the annual audited financial statements for the year ended June 30, 2021.		
11 FIGURES		
Figures in these financial statements have been rounded off to the nearest rupee.		
12 DATE OF AUTHORISATION		
These financial statements were authorised for issue on 26th April 2022 by the Board of Directors of the Company.		



Chief Executive



Director



Chief Financial Officer