

INTERIM FINANCIAL REPORT  
For the half year ended  
**December 31, 2022**

**KHALID SIRAJ**  
Textile Mills Limited



## Contents

Company Information_____	1
Directors' Report_____	2
Directors' Report (Urdu)_____	3
Auditors' Review Report_____	4
Condensed Interim Statement of Financial Position_____	6
Condensed Interim Statement of Profit or Loss and Other Comprehensive Income_____	7
Condensed Interim Statement of Cash Flows_____	8
Condensed Interim Statement of Changes in Equity_____	9
Notes to the Condensed Interim Financial Information_____	10

## Company Information

Chief Executive Officer	-	Mian Tayyab Iqbal
Directors	-	Mian Iqbal Barkat
	-	Mian Hassan Barkat
	-	Mian Tahir Iqbal
	-	Mrs. Abida Iqbal
	-	Mrs. Rafia Hassan
	-	Mr. Shahid Mehmood
Audit Committee		
Chairman	-	Mr. Shahid Mehmood
Members	-	Mrs. Rafia Hassan
	-	Mian Tahir Iqbal
HR Committee		
Chairman	-	Mr. Shahid Mehmood
Members	-	Mian Hassan Barkat
	-	Mrs. Abida Iqbal
Company Secretary	-	Haji Tariq Samad
Auditors	-	Kamran & Co. Chartered Accountants A/2, Ingola Apartments, 24-Jail Road, Lahore.
Bankers	-	National Bank of Pakistan Dubai Islamic Bank Pakistan Limited Habib Metropolitan Bank Limited Silk Bank Pakistan Ltd Meezan Bank Limited
Chief Financial Officer	-	Mr. Nabeel Ahmed
Legal Advisor	-	Mr. Majid Ali Rana (Advocate)
Share Registrar	-	M/s. Corplink (Pvt) Limited Wings Arcade, 1-K, Commercial, Model Town, Lahore. Ph: 042-35916714, Fax: 042-35869037
Registered Office	-	135-Upper Mall, Lahore.
Website Address	-	<a href="http://www.kstml.com">www.kstml.com</a>
Mills	-	48-K.M, Lahore-Multan Road, Phool Nagar (Bhai Pheru), Tehsil Pattoki, Distt. Kasur.

## Directors' Report

Dear Shareholders

Assalam-o-Alaikum,

The Board of Directors of your Company is pleased to present before you the Condensed Interim Financial Information (Un-Audited) duly reviewed by the auditors for the half year ended December 31, 2022 in compliance with requirements of the Companies Act, 2017.

### Financial Highlights

	Half Year ended December 31, 2022 (Rupees in million)	Half Year ended December 31, 2021 (Rupees in million)	Quarter ended December 31, 2022 (Rupees in million)	Quarter ended December 31, 2021 (Rupees in million)
– Other Income	-	13.800	-	7.200
– Loss after tax	(10.747)	(0.531)	(6.036)	(2.456)
– Depreciation	13.085	15.017	6.542	7.509
– Deferred Tax	(3.241)	(1.484)	(1.340)	(1.798)
– Cash Gain/(Loss)	(0.903)	13.002	(0.834)	3.255

The Company has incurred a net loss of Rs.10.747 million (Dec 2022:Rs.0.531 million) resulting in accumulated losses of Rs.412.349 million (30 Jun 2022:Rs.409.537 million) at the close of the half year ended 31 Dec 2022. The Company's current liabilities exceed its current assets by Rs.133.819 million (30 Jun 2022: Rs.132.916 million). The Company managed its liquidity constraints largely thru financing from its sponsors. The Company's ability to continue as a going concern is dependent on continued financing from sponsors.

### Future Outlook / Strategy

The Current environment is very challenging. The floods caused the cotton harvests to be devastated. Additionally, the situation has worsened due to political unrest, import restrictions, and an unchecked dollar increase. These factors have increased inflation, undermined the rupee, driven up cotton prices, driven up the cost of electricity per unit, and, most importantly, harmed business confidence. Furthermore with the weak current financial position of the government foreign reserves importing cotton too looks very difficult.

We hope that a Change in Government Policies and facilitation to textile sector will bring fruitful results for the Company.

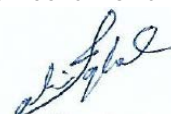
### Acknowledgement:

We are grateful to all our stakeholders exclusively the bankers for their ongoing support and the employees of the company for their commitment and hard work.



**Mian Tayyab Iqbal**  
Chief Executive

For and on behalf of the Board



**Mian Tahir Iqbal**  
Director

Lahore:

Dated: 22<sup>nd</sup> February, 2023

## Directors' Report (Urdu)

### مجلس انصرام کی رپورٹ

آپ کی کمپنی کی مجلس انصرام 31 دسمبر 2022 کو ختم ہونے والی مالی ششماہی کی مجموعی عبوری مالی معلومات (غیر جانچ شدہ) آڈیٹر کی طرف سے باقاعدہ جانچ شدہ رپورٹ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

### مالیاتی نتائج

31 دسمبر 2021 مالی (روپے ملین میں)	31 دسمبر 2022 سرماہی (روپے ملین میں)	31 دسمبر 2021 ششماہی (روپے ملین میں)	31 دسمبر 2022 ششماہی (روپے ملین میں)	
7.200	-	13.800	-	دیگر بے نیٹ آ آمدنی
(2.456)	(6.036)	(0.531)	(10.747)	بعد از ٹیکس نقصان
7.509	6.542	15.017	13.085	قد ریش کی
(1.798)	(1.340)	(1.484)	(3.241)	ملتی ٹیکس
3.255	(0.834)	13.002	(0.903)	نقد (نقصان) / منافع

کمپنی کو 10.747 ملین روپے (دسمبر 2022: 0.531 ملین روپے) کا ناقص نقصان ہوا ہے جس کے نتیجے میں 31 دسمبر کو ختم ہونے والے ششماہی کے اختتام پر 412349 ملین روپے (30 جون 2022: روپے 409537 ملین) کا نقصان ہوا ہے۔ 2022-2021 کی مجموعی موجودہ واجبات اس کے موجودہ اثاثوں سے 133819 ملین روپے (30 جون 2022: روپے 132916 ملین) سے زیادہ ہیں۔ کمپنی نے بڑی حد تک اپنے اسپانسرز سے مالی اعانت کے ذریعے اپنی لیکویڈیٹی رکاوٹوں کا انتظام کیا۔ جاری آڈیٹیشن کے طور پر جاری رکھے کی کمپنی کی ملاجیت اسپانسرز کی جانب سے جاری مالی مدد کو منحصر ہے۔

### مجلس انصرام کی رپورٹ

موجودہ ماحول بہت مشکل ہے۔ سیلاب کی وجہ سے کپاس کی فصل تباہ ہوگئی۔ حرے برآمدی سیاسی بد امنی، درآمدی پابندیوں اور الزامی بے پناہ اضافے کی وجہ سے ماحول حرے بڑا ہوگئی ہے۔ ان عوامل نے مہنگائی میں اضافہ، روپے کو کمزور، کپاس کی قیمتوں میں اضافہ، بجلی کی فی یونٹ قیمت میں اضافہ کیا۔ اور سب سے اہم بات، کاروباری اعتماد کا نقصان پہنچایا۔ حرے برآمدی غیر ملکی ذخائر کی حکومت کی کمزور موجودہ مالیاتی پوزیشن کے باعث بھی کپاس کی درآمد بہت مشکل نظر آتی ہے۔ ہم امید کرتے ہیں کہ حکومتی پالیسیوں میں تدریجی اور یکساں عمل سکھر میں سہولتیں کمپنی کے لیے مفید نتائج لائیں گی۔


### ایم ایچ

ہم اپنے تمام اسٹیک ہولڈرز خاص طور پر بینکاروں کے مسلسل تعاون اور کمپنی کے تمام ملازمین کی لگن اور محنت کو سراہتے ہوئے خوشی محسوس کرتے ہیں۔

منجانب بورڈ آف ڈائریکٹرز



ڈائریکٹر



چیف ایگزیکٹو

لاہور: 22 فروری 2023ء

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF  
KHALID SIRAJ TEXTILE MILLS LIMITED  
REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS**

**INTRODUCTION**

We have reviewed the accompanying condensed interim statement of financial position of "KHALID SIRAJ TEXTILE MILLS LIMITED" as at 31 December 2022 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity together with notes forming part thereof (hereinafter referred to as the interim financial statements) for the half year period ended. Management is responsible for the preparation and presentation of this interim financial statements in accordance with approved accounting 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 figure for the condensed interim statement of profit or loss / statement of comprehensive income for the quarter ended 31 December 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended 31 December 2022.

**SCOPE OF REVIEW**

We conducted our review in accordance with international standard on review engagement 2410, "Review of interim financial information by the independent auditor of the entity". A review of interim financial statements consists of making inquiries, primarily of the 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 Standard 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.

**BASIS FOR ADVERSE CONCLUSION**

- (a) The Company has ceased its manufacturing operations in Nov 2013 and in prior years leased out its manufacturing facility to ASM Industries (Pvt) Limited to earn lease rentals. However, partial rentals were received during the last year from the lessee owing to certain dispute with them, and accordingly only receipt amount is declared as other income in the last year financial statements. The Company has incurred a net loss of Rs. 10.746 million (Dec 2021: Rs. 0.531 million) resulting in accumulated losses of Rs. 412.349 million (30 Jun 2022: Rs. 409.537 million) at the close of the half year ended 31 Dec 2022. The Company's current liabilities exceed its current assets by Rs. 133.819 million (30 Jun 2022: Rs. 132.916 million). Moreover, short term borrowings from financial institutions remained unpaid along with accrued markup which is in litigation. Based on the audit evidence obtained, we believe that the Company will not be able to meet its obligations in the ordinary course of business. Accordingly, we do not agree with management's preparation and presentation of the financial statements on a going concern basis. However, the financial statements, are prepared on going concern basis. Had the financial statements been prepared on a non-going concern basis of accounting, we believe that it would have had a significant negative effect on the Company's financial position and financial performance.

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page | 1 of 2



- (b) The Company has not provided for mark-up on short-term borrowings owing to the dispute with financial institutions, and no provision for cost of funds had been accounted for in the financial statements. In the absence of detailed working and the opinion of legal counsel of the Company in this regard we were unable to determine the amount of provision required on account of accrued mark-up.
- (c) Short-term borrowings amounting to Rs. 68.181 million from financial institutions remained unconfirmed in the absence of direct balance confirmations. These also could not be verified through other corroborative audit evidences.
- (d) We are unable to confirm long term finances amounting to Rs. 199.439 million & their terms in the absence of direct confirmation.
- (e) We remained unable to confirm the trade & other payables amounting to Rs 27.396 million and corresponding write back of Rs 27.74 million during the last year in the absence of direct balance confirmation and other corroborative procedures.
- (f) We are unable to verify unclaimed dividends, contingences and any receivable and corresponding lease income from the lessee in the absence of confirmation from legal advisors.
- (g) We are unable to verify any addition in plant & machinery during the prior year, as the lease agreement states that significant portion of the rentals shall be withheld for overhauling of the plant. However, the Company has not received any information from the lessees relating to addition. Accordingly, we are unable to confirm the closing balance of property, plant & equipment and related revaluation and its adjustments.
- (h) We are unable to confirm stores & spares amounting to Rs 3.6 million and corresponding write offs of Rs 3.5 million made last year as mill premises was leased out and hence unable to perform physical stock taking of store items as at last year end.
- (i) The Company is not in compliance with certain requirements of Listed Companies (Code of Corporate Governance) Regulations, 2019 and rules of Pakistan Stock Exchange and we have issued an adverse review report on the statement of compliance for the last year. We are unable to determine any financial implication of the same.

#### **ADVERSE CONCLUSION**

Our review indicates that, because of the significance of the effects of the matters as described in paragraph (a) to (i) of the "Basis for Adverse Conclusion" section of our report, this interim financial information does not give the true and fair view of the financial position of the Company as at December 31, 2022 and of its financial performance and its cash flows for the six-month period then ended in accordance with the accounting and financial reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is Kamran Fatah (FCA).

*Kamran & Co*

**KAMRAN & CO.**  
CHARTERED ACCOUNTANTS



**LAHORE**

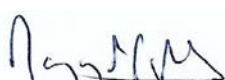
**23<sup>rd</sup> FEBRUARY 2023**

**UDIN # RR2022101815y89RdMT3**

**KHALID SIRAJ TEXTILE MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2022**

	Note	Un-Audited 31-Dec-2022 Rupees	Audited 30-Jun-2022 Rupees
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
Authorized share capital 12,000,000 (30 June 2022: 12,000,000) ordinary shares of Rs. 10 each		120,000,000	120,000,000
Share capital	5	107,000,000	107,000,000
Accumulated loss		(412,349,435)	(409,537,198)
Surplus on revaluation of property, plant and equipment		250,076,439	258,010,985
		(55,272,996)	(44,526,213)
<b>Non-current liabilities</b>			
Long term finances	6	199,439,785	199,439,785
Long term Security deposits		44,300,000	44,300,000
Deferred liabilities		35,096,543	38,337,414
		278,836,328	282,077,199
<b>Current liabilities</b>			
Trade and other payables	7	27,396,817	26,725,121
Unclaimed dividend		24,058,182	24,058,182
Mark-up accrued		16,790,575	16,790,575
Income tax liability		37,964	318,042
Short term borrowings		70,198,731	69,687,461
		138,482,269	137,579,381
<b>CONTINGENCIES AND COMMITMENTS</b>			
		-	-
		362,045,601	375,130,367
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	8	351,034,683	364,119,449
Long-term deposits		6,348,000	6,348,000
		357,382,683	370,467,449
<b>Current assets</b>			
Stores, spare parts and loose tools		3,599,692	3,599,692
Tax refunds due from government		54,607	54,607
Trade deposits and short-term prepayments		507,100	507,100
Cash and bank balances		501,519	501,519
		4,662,918	4,662,918
		362,045,601	375,130,367

The annexed notes 1 to 10 form an integral part of this condensed interim financial information.

  
Chief Executive Officer

  
Director

  
Chief Financial Officer



**KHALID SIRAJ TEXTILE MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS**  
**AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2022**

Note	Half year ended		Quarter ended	
	31-Dec-2022	31-Dec-2021	31-Dec-2022	31-Dec-2021
	Rupees		Rupees	
Other Income	-	13,800,000	-	7,200,000
Administrative and general expenses	(902,891)	(786,029)	(833,690)	(215,053)
Other operating expenses	(13,084,763)	(15,017,383)	(6,542,381)	(7,632,441)
	(13,987,654)	(15,803,412)	(7,376,071)	(7,847,494)
Finance cost	-	(11,963)	-	(10,707)
Loss before taxation	(13,987,654)	(2,015,375)	(7,376,071)	(658,201)
Taxation	(3,240,871)	(1,484,041)	(1,340,357)	(1,798,178)
Loss after taxation	(10,746,783)	(531,334)	(6,035,714)	(2,456,379)
Other comprehensive income	-	-	-	-
<b>Total comprehensive loss</b>	<b>(10,746,783)</b>	<b>(531,334)</b>	<b>(6,035,714)</b>	<b>(2,456,379)</b>
Loss per share - basic and diluted	(1.00)	(0.05)	(0.56)	(0.23)

The annexed notes 1 to 10 form an integral part of this condensed interim financial information.

  
Chief Executive Officer

  
Director

  
Chief Financial Officer

**KHALID SIRAJ TEXTILE MILLS LIMITED**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2022**

	----- Six months ended -----	
	31-Dec-2022 Rupees	31-Dec-2021 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(13,987,654)	(2,015,375)
Adjustments for non-cash charges / items:		
Depreciation of property, plant and equipment	13,084,766	15,017,384
Finance cost	-	11,963
	13,084,766	15,029,347
(Loss) / profit before working capital changes	(902,888)	13,013,972
Working capital changes		
(Increase) in current assets	-	(193,290)
Decrease / (increase) in trade and other payables	671,696	(10,940,017)
	671,696	(11,133,307)
Cash generated (used in) / from operations	(231,192)	1,880,665
Income tax paid	(280,078)	(1,019,303)
Finance cost paid	-	(11,963)
Net cash (used in) / generated from operating activities	(511,270)	849,399
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets	-	(9,900,000)
Net cash out flow from financing activities	-	(9,900,000)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of long term finances	-	(1,726,520)
Proceeds of short term borrowings	511,270	2,468,298
Long term Security deposits	-	8,300,000
Net cash inflow from financing activities	511,270	9,041,778
Net decrease in cash and cash equivalents	-	(8,823)
Cash and cash equivalents at beginning of period	501,519	595,789
Cash and cash equivalents at end of period	501,519	586,966

The annexed notes 1 to 10 form an integral part of this condensed interim financial information.

  
Chief Executive Officer

  
Director

  
Chief Financial Officer

**KHALID SIRAJ TEXTILE MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2022**

	Share Capital	Accumulated loss	Revaluation surplus on property, plant and equipment	Total Equity
	----- Rupees -----			
Balance as at 30 June 2021	107,000,000	(427,555,821)	275,620,739	(44,935,082)
<i>Total comprehensive loss for the six months period ended 31 December 2021</i>				
Total comprehensive loss	-	(531,334)	-	(531,334)
Incremental depreciation on revaluation of property, plant and equipment for the period (net of deferred taxation)	-	8,804,877	(8,804,877)	-
				-
Balance as at 31 December 2021	107,000,000	(419,282,278)	266,815,862	(45,466,416)
<i>Total comprehensive income for the six months period ended 30 June 2022</i>				
Total comprehensive income	-	940,203	-	940,203
Incremental depreciation on revaluation of property, plant and equipment for the period (net of deferred taxation)	-	8,804,877	(8,804,877)	-
				-
Balance as at 30 June 2022	107,000,000	(409,537,198)	258,010,985	(44,526,213)
<i>Total comprehensive income for the six months period ended 31 December 2022</i>				
Loss for the period	-	(10,746,783)		(10,746,783)
Incremental depreciation on revaluation of property, plant and equipment for the period (net of deferred taxation)	-	7,934,546	(7,934,546)	-
				-
Balance as at 31 December 2022	107,000,000	(412,349,435)	250,076,439	(55,272,996)

The annexed notes 1 to 10 form an integral part of this condensed interim financial information.

  
Chief Executive Officer

  
Director

  
Chief Financial Officer

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**KHALID SIRAJ TEXTILE MILLS LIMITED**  
**SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL**  
**INFORMATION (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2022**

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**1 STATUS AND ACTIVITIES**

**1.1** Khalid Siraj Textile Mills Limited (the "Company") was incorporated in Pakistan as a public limited company on 17 January 1988 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) and is quoted on Pakistan Stock Exchange. Registered office of the Company is situated at 135, Upper Mall, Lahore. The project of the Company is located at 48 KM, Lahore Multan Road, Phool Nagar (Bhai Pheru), Tehsil Pattoki, District Kasur. The principle business of the Company is manufacturing and sale of yarn and the other related / allied operations.

**1.2 Going concern assumption**

The accompanying financial statements have been prepared assuming that the Company will continue as a going concern, which contemplates the realization of assets and liquidation of liabilities in the normal course of business.

The Company incurred a net loss for the period ended of Rs.10,746,783 (Dec 2021: Rs.531,334) resulting in accumulated losses at the end of the period of Rs.412,349,435 (June 2022: Rs.409,537,198). The Company's current liabilities exceed its current assets at reporting date by Rs.133,819,351 (June 2022: Rs.132,916,463).

The Company had ceased its operations since November 2013 due to working capital. However, subsequent to the balance sheet date, the management is taking steps to recommence operations and the Company is in negotiations with financial institutions / sponsors of the Company for borrowing of funds to manage working capital requirements. The Company managed its liquidity constraints largely thru financing from its sponsors. The Company's ability to continue as a going concern is dependent on continued financing from sponsors. Management's efforts for obtaining finances from financial institutions are not so far materialized, however, management is confident that efforts will be realized and that the Company will be able to continue as a going concern.

**2 STATEMENT OF COMPLIANCE**

This condensed interim financial information is unaudited and has been prepared in accordance with the requirements of the International Accounting Standard 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 provisions of and directives issued under the Companies Act, 2017 differ from the IAS 34 and IFRSs, the provisions of and directives issued under the Companies Act, 2017 have been followed.

This condensed interim financial information has, however, been subjected to limited scope review by the auditors, as required by the Code of Corporate Governance, and should be read in conjunction with the audited annual financial statements of the Company for the year ended 30 June 2022.

**3 BASIS OF MEASUREMENT**

This condensed interim financial information has been prepared under the historical cost convention modified by adjustment of revaluation of certain assets. In this condensed interim financial information, except for the cash flow statements, all the transactions have been accounted for on accrual basis.

**KHALID SIRAJ TEXTILE MILLS LIMITED**  
**SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL**  
**INFORMATION (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2022**

**4 SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and method for computation adopted for the preparation of this condensed interim financial information is the same as those applied in preparation of the financial statements for the year ended June 30, 2022.

	Un-Audited 31-Dec-2022 Rupees	Audited 30-Jun-2022 Rupees
<b>5 SHARE CAPITAL</b>		
Authorized capital		
Ordinary shares of Rs. 10 each	120,000,000	120,000,000
Issued, subscribed and paid-up share capital		
10,000,000 (June 30, 2022: 10,000,000) ordinary shares of Rs 10/- each fully paid in cash	100,000,000	100,000,000
700,000 (June 30, 2022: 700,000) ordinary shares of Rs 10/- each fully paid as bonus shares	7,000,000	7,000,000
	<b>107,000,000</b>	<b>107,000,000</b>

**6 LONG TERM FINANCES**

*From related parties (current and prior) - unsecured*

Sponsors	- note 6.1	30,400,000	30,400,000
Previous associated undertakings	- note 6.2	19,641,787	19,641,787
Ex-directors		149,397,998	149,397,998
		<b>199,439,785</b>	<b>199,439,785</b>

**6.1 Loan from sponsors**

These represents unsecured loan from sponsors of the Company. The terms of repayment has not yet been decided so far. (also refer note 6.2)

**6.2 Previous associated undertakings**

This represents unsecured loans from various companies which were previously associated undertakings but had been allocated by the Honorable Lahore High Court, Lahore to other families of ex-Ittefaq group. This amount includes principal amount of Rs.13.440 million (June 2022: Rs.13.440 million) and mark-up accrued on said loans amounting to Rs.6.21 million (June 2022: Rs.6.21 million). Furtherance to same, the parties in dispute have entered into a settlement agreement dated 6 April 2014 which was accorded by Lahore High Court, Lahore in its order dated 16 April 2014.

**6.3** These represents unsecured and interest free loans from chief executive officer, directors and sponsors. The terms of repayment has not yet been decided so far, however, the directors and sponsors have given undertaking that they have no intention to demand such loan within period of next twelve months, as such the current maturity has not been presented.

- 6.4 These are classified as 'financial liabilities' under IFRS 9 'Financial Instruments - Recognition and Measurement' which are required to be carried at amortized cost. However, these long term loans have no fixed maturity date as discussed above, are carried at cost as their amortized cost is impracticable to determine.

		Un-Audited 31-Dec-2022 Rupees	Audited 30-Jun-2022 Rupees
<b>7 UNCLAIMED DIVIDEND</b>			
Sponsors' uncalled dividends	- note 7.1	24,058,182	24,058,182
7.1	These represent uncalled dividends by sponsors of the Company. The above uncalled dividend alongwith loans from sponsors is subjudice before the Honorable Lahore High Court, Lahore.		
<b>8 PROPERTY, PLANT AND EQUIPMENT</b>			
Opening WDV		364,119,449	393,164,215
Add: Addition during the period		-	-
Less: Depreciation		(13,084,766)	(29,044,766)
Book value as at period end		351,034,683	364,119,449

**9 AUTHORIZATION FOR ISSUE**

These financial statements have been approved by the board of directors of the Company and authorized for issue on February 22, 2023.

**10 CORRESPONDING FIGURES**

- 10.1 Corresponding figures have been re-arranged, wherever necessary to the facilitation of comparison.
- 10.2 Figures have been rounded off to the nearest of rupees.



Chief Executive Officer



Director



Chief Financial Officer



**KHALID SIRAJ TEXTILE MILLS LIMITED**

SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2022

**8 PROPERTY, PLANT AND EQUIPMENT**

**8.1 Reconciliation of carrying values at end of the period - 31 December 2022**

PARTICULARS	COST / REVALUED AMOUNTS			COST / REVALUED AMOUNTS			BOOK VALUE		Annual rate of % age
	As at 01-Jul-22	Additions (Disposals)	As at 31-Dec-22	As at 01-Jul-22	Adjustments In depreciation	Charge for the period	As at 31-Dec-22	As at 31-Dec-22	
Freehold land									
Cost	1,064,297		1,064,297	-	-	-	-	1,064,297	-
Revalued	95,460,703		95,460,703	-	-	-	-	95,460,703	-
	96,525,000	-	96,525,000	-	-	-	-	96,525,000	-
Factory building on freehold land									
Cost	34,577,413		34,577,413	30,133,894		222,176	30,356,070	4,221,343	10
Revalued	194,932,641		194,932,641	109,766,861		4,258,289	114,025,150	80,907,491	10
	229,510,054	-	229,510,054	139,900,755	-	4,480,465	144,381,220	85,128,834	
Non-factory building on freehold land									
Cost	7,380,828		7,380,828	6,161,641		30,480	6,192,121	1,188,707	5
Revalued	19,394,423		19,394,423	8,522,963		271,787	8,794,750	10,599,673	5
	26,775,251	-	26,775,251	14,684,604	-	302,267	14,986,871	11,788,380	
Plant and machinery									
Cost	320,871,940		320,871,940	290,753,810		1,505,907	292,259,717	28,612,223	10
Revalued	415,366,439		415,366,439	287,734,647		6,381,590	294,116,237	121,250,202	10
	736,238,379	-	736,238,379	578,488,457	-	7,887,497	586,375,954	149,862,425	
Electric installations									
Cost	6,881,121		6,881,121	5,938,712		47,120	5,985,832	895,289	10
Revaluation	16,214,684		16,214,684	13,835,245		118,972	13,954,217	2,260,467	10
	23,095,805	-	23,095,805	19,773,957	-	166,092	19,940,049	3,155,756	
Laboratory equipment									
Cost	6,692,987		6,692,987	6,481,850		10,557	6,492,407	200,580	10
Revaluation	18,295,338		18,295,338	15,399,749		144,779	15,544,528	2,750,810	10
	24,988,325	-	24,988,325	21,881,599	-	155,336	22,036,935	2,951,390	
Tools and equipment									
Concrete mixer	154,960	-	154,960	150,193	-	238	150,431	4,529	10
Weighing scales	300,000	-	300,000	290,848	-	458	291,306	8,694	10
Furniture and fixtures	233,200	-	233,200	225,485	-	386	225,871	7,329	10
Tube well	7,609,088	-	7,609,088	6,454,467	-	57,731	6,512,198	1,096,890	10
Arms and ammunition	1,292,880	-	1,292,880	1,047,340	-	12,277	1,059,617	233,263	10
Bicycles	27,350	-	27,350	25,379	-	99	25,478	1,872	10
Motor vehicles	11,880	-	11,880	11,820	-	6	11,826	54	10
	13,263,417	-	13,263,417	12,971,236	-	21,914	12,993,150	270,267	10
<b>Total - 31-Dec-2022</b>	<b>1,160,025,589</b>	<b>-</b>	<b>1,160,025,589</b>	<b>795,906,140</b>	<b>-</b>	<b>13,084,766</b>	<b>808,990,906</b>	<b>351,034,683</b>	

**KSTML.COM**

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