



QUARTERLY REPORT
MARCH 31, 2024



DEWAN KHALID TEXTILE MILLS LIMITED



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DEWAN KHALID TEXTILE MILLS LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS

Executive Director	: Mr. Ishtiaq Ahmed - Chief Executive Officer & Director
Non-Executive Directors	: Syed Asim Abid Ali- Chairman, Board of Directors Mr. Abdul Basit Syed Maqbool Ali Mr. Ghazanfar Baber Siddiqi Mrs. Nida Jamil
Independent Director	: Mr. Aziz-ul-Haque
Audit Committee	Mr. Aziz-ul-Haque (Chairman) Syed Maqbool Ali (Member) : Mr. Abdul Basit (Member)
Human Resources & Remuneration Committee	: Mr. Aziz-ul-Haque (Chairman) Mr. Abdul Basit (Member) Mr. Ishtiaq Ahmed (Member)
Auditor	: Feroze Sharif Tariq & Company Chartered Accountants 4/N/4 Block-6, P.E.C.H.S., Karachi
Company Secretary	: Mr. Muhammad Hanif German
Chief Financial Officer	: Mr. Muhammad Irfan Ali
Tax Advisor	: Sharif & Co. Advocates
Legal Advisor	: Abbas & Atif Law Associates
Bankers	: Habib Bank Limited : Bank Islami Pakistan Limited : MCB Bank Limited : United Bank Ltd : Bank Al Falah Limited : Askari Bank Limited
Registered Office	: Dewan Centre, 3-A Lalazar Beach Hotel Road, Karachi
Shares Registrar & Transfer Agent	: BMF Consultants Pakistan (Private) Limited Anum Estate Building, Room No. 310 & 311, 3rd Floor, 49, Darul Aman Society, Main Shahrah-e-Faisal, adjacent to Baloch Colony Bridge, Karachi 75350, Pakistan
Factory Office	: G/11, S.I.T.E., Kotri, Sindh, Pakistan.
Website	: www.yousufdewan.com

IN THE NAME OF ALLAH; THE MOST GRACIOUS AND THE MERCIFUL**IF YE GIVE THANKS, I WILL GIVE YOU MORE (HOLY QURAN)**

Dear Shareholder(s),
Assalam-o-Alykum!

The Board of Directors of your Company is pleased to present unaudited condensed interim financial statements for the nine months ended March 31, 2024, in compliance with the requirements of section 237 of the Companies Act, 2017 and code of corporate governance issued by Securities and Exchange Commission of Pakistan.

Operating results (Factory Shutdown):

Company's operational sales for the period remained nil due to closure of operations. The Company, for the time being, has suspended its manufacturing operations since August 2016 which could not be resumed due to adverse scenario faced by the industry and working capital constraints.

The condensed interim financial statements have been prepared using going concern assumption as the company has approached its lenders for further restructuring of its liabilities, which is in process. Management is hopeful that such revision will be finalized soon which will enable the company to resume its operations.

Future Outlook

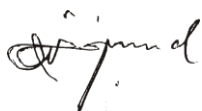
The country's economic stability would largely depend on political firmness, proactive & prudent monetary policy, a sound & rationalized policy of the government for taxes, constant supply of utilities at affordable tariff and availability of cost-effective borrowing facilities.

Conclusion

In conclusion, we bow beg and pray to Almighty Allah, Rahman-o-Rahim, in the name of our beloved Prophet Muhammad (Peace be upon him) for the continued showering of his blessings, Guidance, strength, health and prosperity to us, our company, country and nation, and pray to Almighty Allah to bestow peace, Harmony, brotherhood and unity in true Islamic spirit to whole of Muslim Ummah; Ameen: Summa Ameen

LO-MY LORD IS INDEED HEARER OF PRAYER (HOLY QURAN)

By and under Authority of the Board of Directors



Ishtiaq Ahmed
Chief Executive Officer



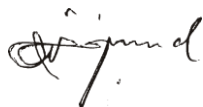
Syed Asim Abid Ali
Chairman - Board of Directors

Dated: November 07, 2025

DEWAN KHALID TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2024

		(Unaudited) July-March 2024	(Audited) June 30, 2023
	Notes	----- (Rupees) -----	
<u>EQUITY AND LIABILITIES</u>			
SHARE CAPITAL & RESERVES			
Authorized share capital 15,000,000 (June 30, 2023: 15,000,000) Ordinary shares of Rs. 10/- each		150,000,000	150,000,000
Issued, subscribed and paid-up capital		96,107,590	96,107,590
Revenue reserves			
General reserve	6	135,000,000	135,000,000
Accumulated Losses		(892,022,681)	(865,838,678)
Capital reserve			
Surplus on revaluation of property, plant and equipment		667,994,854	675,393,976
		7,079,763	40,662,888
NON CURRENT LIABILITIES			
Provision for staff gratuity		12,409,623	12,409,623
Deferred taxation		34,336,474	37,358,651
		46,746,097	49,768,274
CURRENT LIABILITIES			
Trade and other payables		138,025,019	137,863,002
Mark-up accrued on loans		120,751,547	109,430,547
Short term borrowings		340,100,117	340,100,117
Unclaimed dividend		334,741	334,741
Over due portion of syndicated long term loan		104,007,672	104,007,672
		703,219,096	691,736,079
CONTINGENCIES AND COMMITMENTS			
	7	-	-
		757,044,956	782,167,241
<u>ASSETS</u>			
NON CURRENT ASSETS			
Property, plant and equipment's	8	740,836,792	764,098,673
CURRENT ASSETS			
Stores and spares		4,299,579	5,863,062
Trade debts - unsecured		58,997	58,997
Short term deposit & other receivable		1,001,430	1,313,046
Taxes recoverable - net		10,041,981	10,041,981
Cash and bank balances	10	806,177	791,482
		16,208,164	18,068,568
		757,044,956	782,167,241

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



Ishtiaq Ahmed
CEO & Director



Muhammad Irfan Ali
Chief Financial Officer

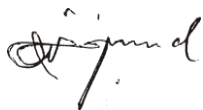


Syed Asim Abid Ali
Chairman Board of Directors

DEWAN KHALID TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

	Notes	Nine Months Ended		Quarter Ended	
		July-Mar, 2024	July-Mar, 2023	Jan-Mar, 2024	Jan-Mar, 2023
		(Rupees)		(Rupees)	
Sales - net		-	--	-	--
Cost of sales		(24,061,966)	(36,752,344)	(7,972,603)	(14,832,811)
Gross (loss)		(24,061,966)	(36,752,344)	(7,972,603)	(14,832,811)
Operating Expenses					
Administrative and general expenses		(4,536,478)	(6,172,376)	(747,913)	(1,641,752)
Operating (loss)		(28,598,444)	(42,924,720)	(8,720,516)	(16,474,563)
Finance cost	9	(11,323,348)	(10,937,098)	(6,628,000)	(3,591,097)
Other income		3,316,490	4,026,400	783,962	4,026,400
(Loss) before taxation		(36,605,302)	(49,835,418)	(14,564,554)	(16,039,260)
Taxation					
- Current		-	-	-	-
- Deferred		3,022,177	3,439,559	1,007,392	1,146,520
		3,022,177	3,439,559	1,007,392	1,146,520
(Loss) after taxation	12	(33,583,125)	(46,395,859)	(13,557,162)	(14,892,740)
(Loss) per share - basic and diluted (rupees)		(3.49)	(4.83)	(1.41)	(1.55)

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



Ishtiaq Ahmed
CEO & Director



Muhammad Irfan Ali
Chief Financial Officer

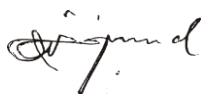


Syed Asim Abid Ali
Chairman Board of Directors

DEWAN KHALID TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

Notes	Nine Months Ended		Quarter Ended	
	July-Mar,	July-Mar,	Jan-Mar,	Jan-Mar,
	2024	2023	2024	2023
	----- (Rupees) -----		----- (Rupees) -----	
(Loss) for the period	(33,583,125)	(46,395,859)	(13,557,162)	(14,892,740)
Items that will not be subsequently reclassified to profit or loss :				
Other comprehensive income:	-	--	-	--
Total comprehensive income / (loss) for the period	<u>(33,583,125)</u>	<u>(46,395,859)</u>	<u>(13,557,162)</u>	<u>(14,892,740)</u>

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



Ishtiaq Ahmed
CEO & Director



Muhammad Irfan Ali
Chief Financial Officer

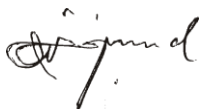


Syed Asim Abid Ali
Chairman Board of Directors

DEWAN KHALID TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

	Note	July-Mar 2024	July-Mar 2023
		----- (Rupees) -----	
CASH FLOW FROM OPERATING ACTIVITIES			
(Loss) before taxation		(36,605,302)	(49,835,418)
Adjustment for Non-Cash and Other Items:			
Depreciation		23,178,371	25,264,030
Reversal of provision against doubtful debts		-	(4,026,400)
Gain on disposal of fixed assets		(3,316,490)	--
Provision for slow moving stores & spares		1,563,483	--
Provision for short term & other receivable		336,976	--
Finance cost		11,323,348	10,937,098
		33,085,688	32,174,728
		(3,519,614)	(17,660,690)
Working capital charges			
(Increase) / decrease in current assets			
Trade debts		-	5,830,852
Advances		-	(3,750)
Short term deposits and other receivables		(25,360)	4,815,249
Increase / (decrease) in current liabilities			
Trade and other payables		162,017	(100,078)
Short term borrowings		-	20,000,000
		136,657	30,542,273
Taxes - paid		-	41,946
Gratuity paid		-	(16,401,870)
Net cash inflow / (outflow) from operating activities		(3,382,957)	(3,478,341)
CASH FLOW FROM INVESTING ACTIVITIES			
Sales proceed from disposal of fixed assets		3,400,000	-
CASH FLOW FROM FINANCING ACTIVITIES			
Bank charges		(2,348)	(6,321)
Net cash inflow / (outflow) from financing activities		(2,348)	(6,321)
Net increase / (decrease) in cash and cash equivalents		14,695	(3,484,662)
Cash and cash equivalents at the beginning of the period		791,482	6,199,258
Cash and cash equivalents at the end of the period	10	806,177	2,714,596

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



Ishtiaq Ahmed
CEO & Director



Muhammad Irfan Ali
Chief Financial Officer

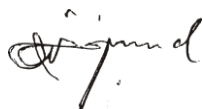


Syed Asim Abid Ali
Chairman Board of Directors

DEWAN KHALID TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

	Issued, subscribed and paid-up capital	Revenue Reserves		Capital Reserves	Total
		General Reserve	Accumulated Losses	Revaluation Surplus on property, plant & equipment	
		----- (Rupees) -----			
Balance as on 1 July 2022	96,107,590	135,000,000	(822,543,073)	686,621,962	95,186,479
Total comprehensive (loss) for the period					
(Loss) for the period	-	-	(46,395,859)	-	(46,395,859)
Other comprehensive income	-	-	-	-	-
	-	-	(46,395,859)	-	(46,395,859)
Transfer to accumulated loss in respect of incremental depreciation - net of tax	-	-	8,420,989	(8,420,989)	-
Balance as on March 31, 2023	96,107,590	135,000,000	(860,517,943)	678,200,973	48,790,620
Balance as on July 01, 2023	96,107,590	135,000,000	(865,838,678)	675,393,976	40,662,888
Total comprehensive (loss) for the period					
(Loss) for the period	-	-	(33,583,125)	-	(33,583,125)
Other comprehensive income	-	-	-	-	-
	-	-	(33,583,125)	-	(33,583,125)
Transfer to accumulated loss in respect of incremental depreciation - net of tax	-	-	7,399,122	(7,399,122)	-
Balance as on March 31, 2024	96,107,590	135,000,000	(892,022,681)	667,994,854	7,079,763

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



Ishtiaq Ahmed
CEO & Director



Muhammad Irfan Ali
Chief Financial Officer



Syed Asim Abid Ali
Chairman Board of Directors

DEWAN KHALID TEXTILE MILLS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

1 CORPORATE INFORMATION

Dewan Khalid Textile Mills Limited (the Company) was incorporated in Pakistan, as a public limited company on April 03, 1978, under the Companies Act, 1913 (Now the Companies Act, 2017) and its shares are listed in Pakistan Stock Exchange Limited. The Principal activity of the Company is trading, manufacturing and sale of yarn. However, the Operations of the company are suspended since August 2016.

The geographical Location and address of the company's business units, including mill/plant are as under:

- Company's registered office is located at Dewan Centre, 3-A Lalazar, Beach Hotel Road, Karachi.
- Company's production plant is situated at G-11, S.I.T.E., Kotri, District Jamshoro, Sindh, Pakistan.

2 GOING CONCERN ASSUMPTION

These condensed interim financial statements of the company for the nine months ended 31 March, 2024 reflect that company has sustained a net loss after taxation of Rs.33.583 million (June 2023: Rs.54.524 million) and as of that date company has negative reserves of Rs. 757.023 (June 2023: Rs. 730.839) million which have eroded its equity. Further the company's short term borrowing facilities have expired and not been renewed. Company defaulted in repayment of its restructured liabilities due to liquidity crunch and working Capital Constraints as a result the Company, for the time being, has suspended its manufacturing operations since August 2016. Accordingly, the entire restructured liabilities along with markup eligible for waiver have become immediately repayable. These conditions indicate the existence of material uncertainty which may cast significant doubt about the company's ability to continue as a going concern, therefore the company may not be able to realize its assets and discharge its liabilities during the normal course of business.

These condensed interim financial statements have been prepared on going concern assumption as the Company approached its lenders for further restructuring of its liabilities which is in process. Company is hopeful that such restructuring will be effective soon and will further streamline the funding requirements of the Company which will ultimately help the management to resume the operations with optimum utilization of production capacity. As the conditions mentioned in the foregoing paragraph are temporary and would reverse therefore the preparation of the condensed interim financial statements using going concern assumption is justified.

3 BASIS OF PREPARATION

- 3.1** These condensed interim financial statements of the Company for the nine months ended 31 March 2024 have been prepared in accordance with 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 with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 3.2** These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended 30 June 2023.

4 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

- 4.1** The accounting policies and methods of computation adopted in the preparation of these condensed interim financial information are consistent with those applied in the preparation of annual audited financial statements of the Company for the year ended 30 June 2023.

4.2 Change in accounting standards, interpretations, and amendments to published accounting and reporting standards

4.2.1 Amendments to published accounting and reporting standards that became effective during the period:

There were certain amendments to accounting and reporting standards which became mandatory for the Company during the period. However, the amendments did not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

4.2.2 Amendments to published accounting and reporting standards that are not yet effective:

There are certain amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after 1 July 2023. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

5 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts. Actual results may differ from these judgements, estimates and assumptions.

Judgements and estimates made by the management in the preparation of these condensed interim financial statements are the same as those applied in the Company's annual audited financial statements for the year ended 30 June 2023.

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

6 RESERVES

Revenue reserves

General reserves
Accumulated losses

(Un-Audited) (Audited)
Mar'31 June'30,
2024 2023
----- (Rupees) -----

135,000,000	135,000,000
(892,022,681)	(865,838,678)
<u>(757,022,681)</u>	<u>(730,838,678)</u>

7 CONTINGENCIES AND COMMITMENTS

There are no significant change in the status of contingencies and commitments as reported in note 13 to the annual audited financial statements of the Company for the year ended 30 June 2023.

8 PROPERTY, PLANT & EQUIPMENTS

Operating fixed assets

8.1	740,920,302	764,098,673
	<u>740,920,302</u>	<u>764,098,673</u>
	764,098,673	797,784,047
	--	--
	<u>(23,178,371)</u>	<u>(33,685,374)</u>
	<u>740,920,302</u>	<u>764,098,673</u>

8.1 Operating fixed assets

Opening balance WDV
Additions during the period / year
Depreciation during the period / year
Closing balance

9 FINANCE COST

The company has not provided the markup on long term and short term borrowings for the period amounting to Rs. 58.927 on (Up

to June 30, 2023: Rs. 702.480 million) in respect of borrowings of certain banks who have not yet accepted the restructuring proposal. The Management of the company is quite hopeful that these banks will also accept restructuring proposal in near future. Had the provision been made the loss for the period would have been higher by Rs. 58.927 million and accrued mark-up would have been higher and shareholders' equity would have been lower by Rs. 761.407 million. The said non provisioning is departure from the requirement of IAS 23- 'Borrowing Costs'.

	(Un-Audited) July-Mar, 2024	(Un-Audited) July-Mar, 2023
	(Rupees)	
10 CASH AND CASH EQUIVALENTS		
Cash and Bank Balances	806,177	2,714,596
	<u>806,177</u>	<u>2,714,596</u>
11 RELATED PARTY TRANSACTIONS		
Staff Provident fund	296,626	247,196
	<u>296,626</u>	<u>247,196</u>
12 (LOSS) PER SHARE -BASIC AND DILUTED		
Net (loss) for the period	(33,583,125)	(46,395,859)
Number of ordinary shares	9,610,759	9,610,759
(Loss) per share - basic and diluted	<u>(3.49)</u>	<u>(4.83)</u>

13 CORRESPONDING FIGURES

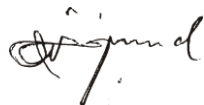
In order to comply with the requirements of International Accounting Standard 34 "Interim Financial Reporting", Statement of Financial Position has been compared with the Statement of financial position of annual financial statements, whereas statement of profit or loss, statement of comprehensive income, Statement of cash flow and statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial period.

14 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on 7th November, 2025 by the Board of Directors of the company.

15 GENERAL

Figures have been rounded off to the nearest rupee.



Ishtiaq Ahmed
CEO & Director



Muhammad Irfan Ali
Chief Financial Officer



Syed Asim Abid Ali
Chairman Board of Directors

ڈائریکٹر رپورٹ

شروع کرتا ہوں اللہ تعالیٰ کے نام سے جو بڑا مہربان اور نہایت رحم والا ہے
اگر تم حکمران کرو گے تو میں تم پر (نعمتوں میں) ضرور اضافہ کروں گا (القرآن)

محترم شیئر ہولڈرز،
السلام علیکم،

آپ کی کمپنی کے بورڈ آف ڈائریکٹرز 31 مارچ 2024ء کو ختم ہونے والی نو ماہ کی مدت کیلئے کمینیز ایکٹ 2017ء کے سیکشن 237 اور سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے جاری کردہ کوڈ آف کارپوریٹ گورننس کی تعمیل کرتے ہوئے غیر میعادِ عبوری مالیاتی حسابات پیش کرنے پر خوشی محسوس کر رہے ہیں۔

مالیاتی نتائج اور کارکردگی: (پیداوار معطل)

دوران مدتیدوار معطل ہونے کی وجہ سے کمپنی کے خالص فروخت صفر رہی۔ کمپنی نے وقتی طور پر اگست 2016ء سے اپنی پیداوار کے عمل کو معطل کر دیا ہے جو کہ صنعت میں نامساعد مشکلات اور کام چلانے کے لیے سرمایہ میں کمی کی وجہ سے ہے۔

مجموعی عبوری مالی بیانات تشویش کا اظہار کرتے ہوئے تیار کیئے گئے ہیں کیونکہ کمپنی نے اپنے قرض دہندگان سے اپنی ذمہ داریوں کی مزید تنظیم نو کے لئے رابطہ کیا ہے جو کہ جاری ہے۔ انتظامیہ کو امید ہے کہ جلد ہی اس طرح کی نظر ثانی کو حتمی شکل دے دی جائے گی جس سے کمپنی اپنے آپریٹنگ دوبارہ شروع کر سکے گی۔

مستقبل کا نظریہ:-

ملکی معاشی استحکام کا زیادہ تر انحصار سیاسی مضبوطی، فعال اور سمجھدار مالیاتی پالیسی، ٹیکسوں کے لیے حکومت کی ایک درست اور معقول پالیسی، سستی ٹیرف پر یوٹیلٹیز کی مسلسل فراہمی اور سستے قرضے لینے کی سہولیات فراہم کرنے پر منحصر ہوگا۔

الحمد والشكر اور غفر:

آخر میں ہم اللہ تعالیٰ رحمن و رحیم سے دعا کرتے ہیں کہ وہ اپنے حبیب حضرت محمد ﷺ کے طفیل اپنی رحمت، ہدایات اور فضل و کرم ہم پر اسی طرح قائم رکھے جو کہ نہ صرف ہم پر بلکہ ہماری کمپنی اور ہمارے ملک و قوم پر بھی اپنی رحمت نازل کرے، ہم اللہ تعالیٰ سے یہ بھی دعا کرتے ہیں کہ تمام مسلم امہ کے مابین صحیح اسلامی جذبہ اخوت اور بھائی چارگی پیدا کرے۔ آمین ثناء آمین۔

میرا پروردگار یقیناً ہماری دعاؤں کو سنتا ہے۔ (قرآن کریم)

بورڈ آف ڈائریکٹرز کی جانب سے

J. J. J. J.

سید عاصم عابد علی
چیئر مین بورڈ آف ڈائریکٹرز

Original

اشتیاق احمد
چیف ایگزیکٹو آفیسر
کراچی؛

مورخہ: 07 نومبر 2025ء