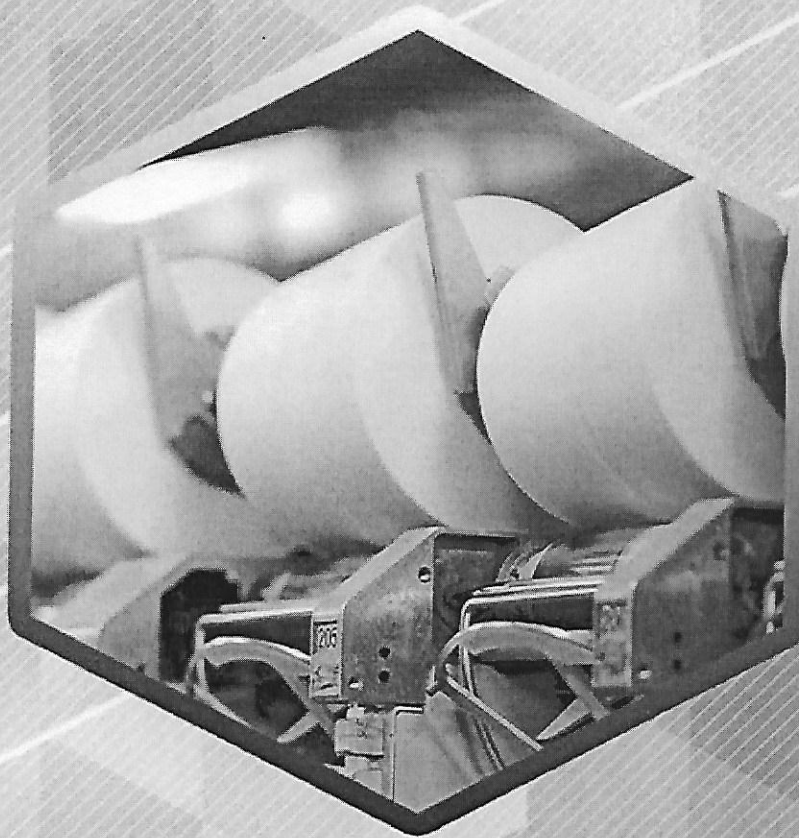


QUARTERLY REPORT
UN-AUDITED
3rd Quarter Ended
March 31, 2023



Kohinoor Spinning Mills Limited



COMPANY INFORMATION

BOARD OF DIRECTOR

Khawaja Mohammad Jahangir	(Chairman)
Mohammad Naveed	(Chief Executive)
Khawaja Mohammad Tanveer	(Director)
Khawaja Mohammad Kaleem	(Director)
Mohammad Hamza Yousaf	(Director)
Aqsa Jahangir	(Director)
Faisal Qaiyum	(Independent Director)
Fiza Farhan	(Independent Director)

AUDIT COMMITTEE

Faisal Qaiyum	(Chairman)
Khawaja Mohammad Kaleem	(Member)
Aqsa Jahangir	(Member)

HR & REMUNERATION COMMITTEE

Faisal Qaiyum	(Chairman)
Khawaja Mohammad Jahangir	(Member)
Khawaja Mohammad Kaleem	(Member)

CORPORATE SECRETARY

Hasan Ahmad Khan	ACA
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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, Pakistan.

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

DIRECTORS' REPORT

On behalf of the Directors of Kohinoor Spinning Mills Limited, it is our pleasure to present nine months accounts for the period ended 31st March 2023.

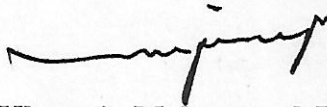
Your Company has incurred a net loss of Rs.261 million as compared to a net loss of Rs. 309 million for the corresponding period last year. The sales of the Company has reduced from Rs. 1,452 million to Rs. 115 million for the corresponding period last year. This drastic reduction in sales is due to factors like global recession, negligible demand for fabric, recent devastating flood, current political turmoil in the country and closure of mill in December 2022 etc. The directors of the Company have injected funds worth Rs. 326 M in the Company to run it smoothly in this period as well. This would build confidence among the shareholders and creditors of the Company.


Our Company has been incurring heavy losses for the last seven or more years despite our best efforts. One way to run the Company was to run it with same production plan and scarce resources. Other way was to stop production immediately, control expenses, arrange for resources, change production according to current requirements. We have opted for the second option. We have closed our production facility in December 2022 to ponder over new strategies to run mill affairs smoothly.

Due to inflation, flood, current political turmoil etc. textile industry is facing worst crisis in recent times with no recipe in sight. On IMF pressure, the government has ended subsidy on WAPDA tariff. This would increase energy price by Rs. 15 per Kwh. Keeping in view these facts, we are not hopeful of spinning industry revival in our country immediately.

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

Lahore:
27 April 2023


Khawaja Mohammad Jahangir
(Chairman)


Mohammad Naveed
(Chief Executive Officer)

ڈائریکٹرز رپورٹ

کوہ نور سپننگ ملز لمیٹڈ کے بورڈ آف ڈائریکٹرز کی جانب سے ہم 31 مارچ 2023 پر اختتام شدہ نو ماہی کے حسابات پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

گزشتہ سال کے تین سو نو ملین روپے کے نقصان کے مقابلے میں آپ کی کمپنی نے اس سال دو سو اسی ملین روپے کا نقصان اٹھایا ہے۔ گزشتہ سال میں کمپنی کی فروخت چودہ سو باون ملین روپے سے کم ہو کر ایک سو پندرہ ملین روپے ہو گئی ہے۔ کمپنی کی فروخت میں اتنی بڑی کمی کی وجہ کئی عناصر ہیں جیسا کہ عالمی کساد بازاری، کپڑے کی غیر موجودہ مانگ، حالیہ تباہ کن سیلاب، موجودہ سیاسی افراتفری اور کمپنی کا دسمبر 2022 میں بند ہو جانا وغیرہ۔ کمپنی کے ڈائریکٹرز نے کمپنی میں تین سو چھبیس ملین روپے کے فنڈز بھی ڈالے تاکہ کمپنی ہموار طریقے سے چل سکے۔ اس سے کمپنی کے شیئرز اور کمپنی کے کریڈیٹرز کے مابین اعتماد پیدا ہوگا۔

ہماری پوری کوششوں کے باوجود ہماری کمپنی گزشتہ سات یا اس سے زیادہ سالوں سے بھاری خسارہ اٹھا رہی ہے۔ کمپنی کو چلانے کا ایک طریقہ اسے ایک ہی پیداواری پلان اور قلیل وسائل کے ساتھ چلانا تھا۔ دوسرا طریقہ یہ تھا کہ فوری طور پر پیداوار بند کی جائے، اخراجات کو کنٹرول کیا جائے، وسائل کا بندوبست کیا جائے، موجودہ ضروریات کے مطابق پیداوار میں تبدیلی کی جائے، ہم نے دوسرے طریقے کا انتخاب کیا ہے ہم نے اپنی پیداواری سہولت کو دسمبر 2022 میں بند کر دیا ہے تاکہ مل کے معاملات کو آسانی سے چلانے کے لیے نئی حکمت عملیوں پر غور کیا جاسکے۔

مہنگائی، سیلاب، موجودہ سیاسی بحران وغیرہ کی وجہ سے ٹیکسٹائل کی صنعت کو حالیہ دنوں میں بدترین بحران کا سامنا ہے جس کا کوئی حل نظر نہیں آ رہا ہے۔ آئی ایم ایف کے دباؤ پر حکومت نے واپڈ اٹیرف پر سبسڈی ختم کر دی ہے۔ اس سے انرجی کی قیمت میں پندرہ روپے فی کلو واٹ اور اضافہ ہوگا۔ ان حقائق کو مد نظر رکھتے ہوئے، ہم فوری طور پر اپنے ملک میں دھاگے کی صنعت کی بحالی کے لیے پرامید نہیں ہیں۔

آخر میں ہم آپ کو یقین دلاتے ہیں کہ انتظامیہ پیداواری صلاحیت میں جدت اور اضافہ، لاگت پر کنٹرول اور بہترین پیداواری حکمت عملی وضع کر کے کمپنی کی مجموعی کارکردگی کو بہتر بنانے کی اپنی کوششیں جاری رکھے گی۔

محمد نوید

خواجہ محمد جہانگیر

لاہور

(چیف ایگزیکٹو آفسر)

(چیئرمین)

27 اپریل 2023

KOHINOOR SPINNING MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2023 (UN-AUDITED)

	Notes	Un-Audited March 31, 2023 (Rupees)	Audited June 30, 2022 (Rupees)	Notes	Un-Audited March 31, 2023 (Rupees)	Audited June 30, 2022 (Rupees)
EQUITY AND LIABILITIES						
Share Capital and Reserves						
Authorised Capital 440,000,000 (June 30, 2022 - 440,000,000) ordinary shares of Rs.5 each		2,200,000,000	2,200,000,000			
Issued, subscribed and paid up capital 215,714,285 (June 30, 2022 - 215,714,285) ordinary shares of Rs.5 each Reserves	5	1,078,571,425 (2,866,954,994) (1,788,383,569)	1,078,571,425 (2,606,110,373) (1,527,538,948)		1,460,220,578	1,512,275,386
NON-CURRENT LIABILITIES						
Long term Loans		1,294,584,419	968,254,259		44,221,312	44,221,312
Deferred liabilities		40,659,587	48,292,487		182,952	322,661
		1,335,244,006	1,016,546,746	6	1,504,624,842	1,556,819,359
CURRENT LIABILITIES						
Trade and other payables		803,224,631	1,044,696,307		17,690,258	17,241,452
Accrued interest on loans and borrowings		471,877,939	471,877,939		1,098,065,132	1,018,002,853
Short-term borrowings		1,463,142,972	1,463,142,972		164,261,356	392,236,228
Current portion of long term loan		364,705,882	364,705,882		91,185,800	45,831,264
Supplier's credit		206,602,784	175,195,971		2,014,529	1,699,518
Un-claimed dividend		1,915,117	1,915,117		1,373,217,075	1,475,011,315
Provision for taxation		19,512,155	21,288,688			
		3,330,981,480	3,542,822,876		2,877,841,917	3,031,830,674

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



CHAIRMAN

Lahore,
April 27, 2023



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER

KOHINOOR SPINNING MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2023

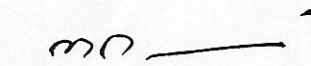
Notes	Period Ended		Quarter Ended	
	Un-Audited	Un-Audited	Un-Audited	Un-Audited
	March 31,2023 (Rupees)	March 31,2022 (Rupees)	March 31,2023 (Rupees)	March 31,2022 (Rupees)
SALES - NET	115,435,392	1,452,193,408	8,761,995	519,664,534
COST OF SALES	<u>(268,230,371)</u>	<u>(1,651,190,508)</u>	<u>(32,939,918)</u>	<u>(549,981,224)</u>
GROSS (LOSS)	(152,794,979)	(198,997,100)	(24,177,923)	(30,316,690)
OPERATING EXPENSES				
Distribution Cost	-	(506,790)	-	(112,800)
Administrative	<u>(75,123,563)</u>	<u>(82,609,137)</u>	<u>(26,381,226)</u>	<u>(19,968,406)</u>
	<u>(75,123,563)</u>	<u>(83,115,927)</u>	<u>(26,381,226)</u>	<u>(20,081,206)</u>
OPERATING (LOSS)	(227,918,542)	(282,113,027)	(50,559,149)	(50,397,896)
Financial cost	<u>(39,806,239)</u>	<u>(8,381,749)</u>	<u>(2,756,686)</u>	<u>(2,681,294)</u>
Other operating income	<u>8,462,811</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>(31,343,428)</u>	<u>(8,381,749)</u>	<u>(2,756,686)</u>	<u>(2,681,294)</u>
(LOSS) BEFORE TAXATION	<u>(259,261,970)</u>	<u>(290,494,776)</u>	<u>(53,315,835)</u>	<u>(53,079,190)</u>
TAXATION	<u>(1,442,942)</u>	<u>(18,152,418)</u>	<u>(109,525)</u>	<u>(6,495,807)</u>
(LOSS) AFTER TAXATION	<u>(260,704,912)</u>	<u>(308,647,194)</u>	<u>(53,425,360)</u>	<u>(59,574,997)</u>
(LOSS) PER SHARE - BASIC & DILUTED	<u>(1.21)</u>	<u>(1.43)</u>	<u>(0.25)</u>	<u>(0.28)</u>

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

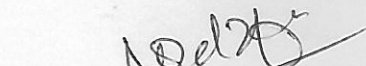
Lahore,
April 27, 2023



CHAIRMAN



CHIEF EXECUTIVE



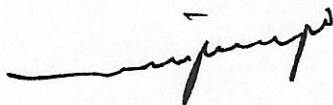
CHIEF FINANCIAL OFFICER

KOHINOOR SPINNING MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2023

	Half Year Ended		Quarter Ended	
	March 31, 2023 (Rupees)	March 31, 2022 (Rupees)	March 31, 2023 (Rupees)	March 31, 2022 (Rupees)
(Loss) after taxation	(260,704,912)	(389,916,514)	(185,467,807)	(59,974,997)
Other Comprehensive income				
Items that may be reclassified subsequently to profit and loss	-	-	-	-
Unrealized (loss) due to change in fair value of long term investment	(139,709)	199,584	(56,549)	(1,663)
Items that will not reclassified to profit and loss	-	-	-	-
Total comprehensive (Loss)	(260,844,621)	(389,716,930)	(185,524,356)	(59,976,660)

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

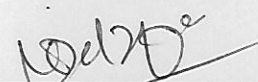
Lahore,
April 27, 2023



CHAIRMAN



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER

KOHINOOR SPINNING MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY (UN-ADITED)
FOR THE PERIOD ENDED MARCH 31, 2023

	Share Capital	Capital Reserves Share Premium	Revenue Reserves		Total
			Accumulated (Loss)	Fair Value Reserves	
	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)
Balance as at July 01, 2022	1,078,571,425	171,428,570	(2,341,717,971)	(552,599)	(1,092,270,575)
Loss for the period ended after taxation		-	(308,647,194)	-	(308,647,194)
Unrealized gain due to change in fair Value of long term investment	-	-	-	(114,761)	(114,761)
Balance as on March 31, 2022	<u>1,078,571,425</u>	<u>171,428,570</u>	<u>(2,650,365,165)</u>	<u>(667,360)</u>	<u>(1,401,032,530)</u>
Balance as on July 01, 2022	1,078,571,425	171,428,570	(2,776,861,604)	(677,339)	(1,527,538,948)
Loss for the period ended after taxation	-	-	(260,704,912)	-	(260,704,912)
Unrealised (loss) to change in fair value of long term investment	-	-	-	(139,709)	(139,709)
Balance as on March 31, 2023	<u>1,078,571,425</u>	<u>171,428,570</u>	<u>(3,037,566,516)</u>	<u>(817,048)</u>	<u>(1,788,383,569)</u>

Lahore,
April 27, 2023

CHAIRMAN

CHIEF EXECUTIVE

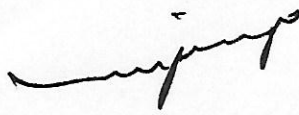
CHIEF FINANCIAL OFFICE

KOHINOOR SPINNING MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2023


	Un-Audited March 31, 2023 (Rupees)	Un-Audited March 31, 2022 (Rupees)
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) before taxation	(259,261,970)	(290,494,776)
Adjustments of non cash charges and other items:		
Depreciation / amortization	59,590,620	62,103,913
Gratuity	2,597,498	9,668,700
Gain/loss on sale of fixed assets	(8,462,811)	1,288
Financial cost	8,399,426	8,380,461
Operating profit before working capital changes	(197,137,237)	(210,340,414)
(Increase)/decrease in current assets		
Stores and spares	(448,806)	8,374,748
Stock-in-trade	(80,062,279)	(648,261,037)
Trade debts	227,974,872	82,309,633
Loan & advances	(44,204,270)	16,874,374
Other receivables	(1,150,266)	(14,442,219)
	102,109,251	(555,144,501)
Increase in current liabilities		
Trade and other payables	(241,471,676)	703,407,667
	(336,499,662)	(62,077,248)
Financial cost paid	(8,399,426)	(8,380,461)
Income tax paid	(3,219,475)	(31,212,908)
Gratuity paid	(10,230,400)	(18,957,837)
Net cash used in operations	(358,348,963)	(120,628,454)
CASH FLOW FROM INVESTING ACTIVITIES		
Property, Plant & Equipment	(8,860,000)	(90,900)
Proceeds from disposal property, plant and equipment	9,787,000	20,000
Net cash used in investing activities	927,000	(70,900)
CASH FLOW FROM FINANCING ACTIVITIES		
(Repayments)/proceeds from:		
Increase in supplier's credit	31,406,813	13,360,076
Increase in Long term loan from directors	326,330,160	110,469,000
Net cash generated from financing activities	357,736,973	123,829,076
NET DECREASE IN CASH AND CASH EQUIVALENTS	315,011	3,129,725
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	1,699,518	2,476,109
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	2,014,529	5,605,834

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

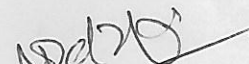
Lahore,
April 27, 2023



CHAIRMAN



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICE

KOHINOOR SPINNING MILLS LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2023

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, 2022.

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, 2022.

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 2022.

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 2022.

5. SHARE CAPITAL

Issued, subscribed and paid up

213,439,285 (June 30, 2022 -213,439,285) ordinary shares of Rupees 5/- each, issued for cash

2,275,000 (June 30, 2022 -2,275,000) ordinary shares of Rupees 5/- each, issued as bonus shares

Un-Audited March 31, 2023 (Rupees)	Audited June 30, 2022 (Rupees)
1,067,196,425	1,067,196,425
<u>11,375,000</u>	<u>11,375,000</u>
<u>1,078,571,425</u>	<u>1,078,571,425</u>

		Un-Audited March 31, 2023 (Rupees)	Audited June 30, 2022 (Rupees)
6. PROPERTY, PLANT AND EQUIPMENT			
Opening writtendown value		1,512,275,386	1,594,114,680
Additions during the period	6.1	<u>8,860,000</u>	<u>90,900</u>
		1,521,135,386	1,594,205,580
Deletion during the period	6.3	<u>(11,095,724)</u>	<u>(69,900)</u>
		1,510,039,662	1,594,135,680
Depreciation charged during the period		(59,590,619)	(81,860,294)
Depreciation Adjusted during the period		<u>9,771,535</u>	<u>-</u>
		<u><u>1,460,220,578</u></u>	<u><u>1,512,275,386</u></u>
6.1 ADDITION DURING THE PERIOD			
Vehicle		<u>8,860,000</u>	<u>90,900</u>
		<u><u>8,860,000</u></u>	<u><u>90,900</u></u>
6.2 DELECTION DURING THE PERIOD			
Vehicle		<u>11,095,724</u>	<u>69,900</u>
		<u><u>11,095,724</u></u>	<u><u>69,900</u></u>

7. AUTHORISATION FOR ISSUE

These condensed interim Financial statement have been authorised for issue on April 27, 2023 by the Board of Directors of the company.


8. GENERAL

Figures have been rounded off to the nearest rupee.

Lahore,
April 27, 2023



CHAIRMAN



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICE