

INTERIM FINANCIAL REPORT  
For the half year ended  
**December 31, 2023**

**KHALID SIRAJ**  
Textile Mills Limited



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## 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. Muhammad Musaddaq
Audit Committee		
Chairman	-	Mian Tahir Iqbal
Members	-	Mrs. Rafia Hassan
	-	Mr. Muhammad Musaddaq
HR Committee		
Chairman	-	Mian Hassan Barkat
Members	-	Mrs. Abida Iqbal
	-	Mr. Muhammad Musaddaq
Company Secretary	-	Haji Tariq Samad
Auditors	-	M/s. Sheikh & Chaudhri Chartered Accountants Corporate Avenue, 32-A, Jail Road, Lahore. Ph: 042-35463623-5
Bankers	-	National Bank of Pakistan Habib Metropolitan Bank Limited Meezan Bank Limited
Chief Financial Officer	-	Mr. Nabeel Ahmed
Legal Advisor	-	Mr. Majid Ali Rana (Advocate)
Share Registrar	-	Corplink (Pvt) Ltd 1k Commercial Model Town Lahore
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 to the Members

Dear Members

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, 2023 in compliance with requirements of the Companies Act, 2017.

### Financial Highlights

	Half Year ended December 31 2023 (Rs. in million)	Half Year ended December 31 2022 (Rs. in million)	Quarter ended December 31 2023 (Rs. in million)	Quarter ended December 31 2022 (Rs. in million)
Other Income	-	-	-	-
Loss after tax	(11.075)	(10.746)	(5.755)	(6.035)
Depreciation	11.790	13.084	5.895	6.542
Deferred Tax	(2,920)	(3,240)	(1,460)	(1,340)
Cash Gain/(Loss)	(2.202)	(0.902)	(1.317)	(0.833)

During the period under review, the Company has incurred loss of Rs.11.075 million (Dec 2022:Rs.10.746 million) resulting in accumulated losses of Rs.397.263 million (30 Jun 2023:Rs.393.338 million) at the close of the half year ended 31 Dec 2023.

The textile industry has never faced such a depressing operating environment and is still passing through severe crises. In these circumstances, textile industry cannot compete with the other countries. The government is increasing electricity prices on adhoc basis every month making cost of production shoot out of control. Furthermore the KIBOR is at the highest rate of 22% making private lending a night mare. These times are very hard and turbulent. We hope that after the elections the new government will come up with a policy to boost and encourage export related industry. Despite current adverse factors your management is making best efforts to improve the financial results of the company. The board avails the opportunity to appreciate the devoted work done by the executives, officers, staff and workers of 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: 25<sup>th</sup> February, 2024

## Directors' Report (Urdu)

### مجلسِ نظماء کی رپورٹ

کمپنیز ایکٹ 2017 کے تقاضوں کی تعمیل میں آپ کی کمپنی کی مجلسِ نظماء 31 دسمبر 2023ء کو ختم ہونے والی دوسری سہ ماہی کی مجموعی عبوری مالی معلومات (غیر جانچ شدہ) باقاعدہ آڈیٹرز کی طرف سے جانچ شدہ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

### مالیاتی نتائج

31 دسمبر 2022 مختتمہ سہ ماہی (روپے ملین میں)	31 دسمبر 2023 مختتمہ سہ ماہی (روپے ملین میں)	31 دسمبر 2022 مختتمہ ششماہی (روپے ملین میں)	31 دسمبر 2023 مختتمہ ششماہی (روپے ملین میں)	
-	-	-	-	دیگر آمدنی
(6.035)	(5.755)	(10.746)	(11.075)	بعد از ٹیکس (نقصان)
6.542	5.895	13.084	11.790	قدر میں کمی
(1.340)	(1.460)	(3.240)	(2,920)	ملتی ہوئی ٹیکس
(0.833)	(1.317)	(0.902)	(2.202)	نقد (نقصان) / منافع

زیر جائزہ مدت کے دوران، کمپنی کو 11.075 ملین روپے (دسمبر 2022: 10.746 ملین روپے) کا نقصان ہوا جس کے نتیجے میں 31 دسمبر 2023 کو ختم ہونے والی ششماہی کے اختتام پر مجموعی نقصان 397.263 ملین روپے (30 جون 2023: 393.338 ملین روپے) ہو گیا۔

ٹیکسٹائل انڈسٹری کو کبھی بھی اس طرح کے مایوس کن آپریٹنگ ماحول کا سامنا نہیں کرنا پڑا اور اب بھی شدید بحرانوں سے گزر رہی ہے۔ ان حالات میں ٹیکسٹائل کی صنعت دیگر ممالک کا مقابلہ نہیں کر سکتی۔ حکومت ہر ماہ ایڈ ہاک بنیادوں پر بجلی کی قیمتوں میں اضافہ کر رہی ہے جس سے پیداواری لاگت کنٹرول سے باہر ہو رہی ہے۔ مزید برآں کابینہ کی بلند ترین 22 فیصد پر ہے جس کی وجہ سے نجی قرضے مشکل ترین ہو گئے ہیں۔ یہ اوقات بہت مشکل اور ہنگامہ خیز ہیں۔ ہمیں امید ہے کہ انتخابات کے بعد نئی حکومت برآمدات پر مبنی صنعت کو فروغ دے اور حوصلہ افزائی کی پالیسی مرتب کرے گی۔ موجودہ کشیدہ عوامل کے باوجود آپ کی انتظامیہ کمپنی کے مالی نتائج کو بہتر بنانے کے لئے کوشاں ہے۔ بورڈ اس موقع سے فائدہ اٹھاتے ہوئے کمپنی کے ایگزیکٹوز، افسران، عملے اور کارکنوں کے مخلصانہ کام کو سراہتا ہے۔

### اظہار تشکر

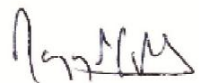
ہم اپنے تمام اسٹیک ہولڈرز خاص طور پر بینکرز کی مسلسل حمایت اور کمپنی کے ملازمین کے عزم اور ان کی سخت محنت کے مشکور ہیں۔

منجانب بورڈ آف ڈائریکٹرز



میاں طاہر اقبال

ڈائریکٹر



میاں طیب اقبال

چیف ایگزیکٹو

لاہور: 9 فروری 2024ء



**Sheikh & Chaudhri**  
Chartered Accountants

**Lahore Office: Corporate Avenue, 32-A, Jail Road, Lahore.**

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**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 2023 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 (her-in-after 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 2023 have not been reviewed, as we are required to review only the cumulative figures for the half year ended 31 December 2023.

**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. 11.076 million (Dec 2022: Rs. 10.747 million) resulting in accumulated losses of Rs. 397.264 million (30 Jun 2023: Rs. 393.339 million) at the close of the half year ended 31 Dec 2023. The Company's current liabilities exceed its current assets by Rs. 183.038 million (30 Jun 2023: Rs. 180.920 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.

(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. 68.443 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. 169.128 million & their terms in the absence of direct confirmation.

(e) We remained unable to confirm the trade & other payables amounting to Rs 77.720 million and corresponding write back of Rs 75.820 million during the last year in the absence of direct balance confirmation and other corroborative procedures.





**KHALID SIRAJ TEXTILE MILLS LIMITED**



**Sheikh & Chaudhri**  
Chartered Accountants

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(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 3.019 million and corresponding write offs of Rs 3.019 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, 2023 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.

**OTHER MATTER**

The interim financial statements of the Company for the six-month period ended December 31, 2022 and the annual financial statements of the Company for the year ended June 30, 2023 were reviewed and audited by another firm of Chartered Accountants who vide their reports dated February 23, 2023 and September 30, 2023 expressed an modified conclusion and modified opinion thereon respectively.

  
  
**SHEIKH & CHAUDHRI**  
Chartered Accountants  
Lahore, Pakistan

Date: February 16, 2024

UDIN: RR202310306yqBCagb4p

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2023**

	Note	Un-Audited 31/Dec/2023 Rupees	Audited 30/Jun/2023 Rupees
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
Authorized share capital			
12,000,000 (30 June 2023: 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		(397,263,652)	(393,338,815)
Surplus on revaluation of property, plant and equipment		234,991,154	242,141,894
		(55,272,498)	(44,196,921)
<b>Non-current liabilities</b>			
Long term finances	6	169,127,542	169,039,785
Deferred liabilities		35,614,855	38,535,580
		204,742,397	207,575,365
<b>Current liabilities</b>			
Trade and other payables		77,720,010	75,819,989
Unclaimed dividend	7	24,058,182	24,058,182
Mark-up accrued		16,790,575	16,790,575
Income tax liability		108,034	108,034
Short term borrowings		68,442,683	68,224,465
		187,119,484	185,001,245
<b>CONTINGENCIES AND COMMITMENTS</b>			
		-	-
		336,589,383	348,379,689
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	8	326,159,615	337,949,921
Long-term deposits		6,348,000	6,348,000
		332,507,615	344,297,921
<b>Current assets</b>			
Stores, spare parts and loose tools		3,018,542	3,018,542
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
		4,081,768	4,081,768
		336,589,383	348,379,689

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 2023**

	Half year ended		Quarter ended	
	31-Dec-2023	31-Dec-2022	31-Dec-2023	31-Dec-2022
	Rupees		Rupees	
Other Income	-	-	-	-
Administrative and general expenses	(2,202,332)	(902,891)	(1,317,259)	(833,690)
Other operating expenses	(11,790,306)	(13,084,763)	(5,895,154)	(6,542,381)
	(13,992,638)	(13,987,654)	(7,212,413)	(7,376,071)
Finance cost	(3,664)	-	(3,664)	-
Loss before taxation	(13,996,302)	(13,987,654)	(7,216,077)	(7,376,071)
Taxation	2,920,725	3,240,871	1,460,363	1,340,357
Loss after taxation	(11,075,577)	(10,746,783)	(5,755,714)	(6,035,714)
Other comprehensive income	-	-	-	-
<b>Total comprehensive loss</b>	<b>(11,075,577)</b>	<b>(10,746,783)</b>	<b>(5,755,714)</b>	<b>(6,035,714)</b>
<b>Loss per share - basic and diluted</b>	<b>(1.04)</b>	<b>(1.00)</b>	<b>(0.54)</b>	<b>(0.56)</b>

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



Chief Executive Officer



Director

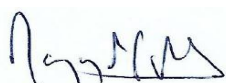


Chief Financial Officer

**KHALID SIRAJ TEXTILE MILLS LIMITED**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2023**

	----- Six months ended -----	
	31-Dec-2023 Rupees	31-Dec-2022 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(13,996,302)	(13,987,654)
Adjustments for non-cash charges / items:		
Depreciation of property, plant and equipment	11,790,306	13,084,766
Finance cost	3,664	-
	11,793,970	13,084,766
(Loss) / profit before working capital changes	(2,202,332)	(902,888)
Working capital changes		
(Increase) in current assets	-	-
Decrease / (increase) in trade and other payables	1,900,021	671,696
	1,900,021	671,696
Cash generated (used in) / from operations	(302,311)	(231,192)
Income tax paid	-	(280,078)
Finance cost paid	3,664	-
<b>Net cash (used in) / generated from operating activities</b>	<b>(305,975)</b>	<b>(511,270)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of long term finances	87,757	-
Proceeds of short term borrowings	218,218	511,270
Long term Security deposits	-	-
<b>Net cash inflow from financing activities</b>	<b>305,975</b>	<b>511,270</b>
<b>Net decrease in cash and cash equivalents</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at beginning of period	501,519	501,519
Cash and cash equivalents at end of period	501,519	501,519

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 2023**

	Share Capital	Accumulated loss	Revaluation surplus on property, plant and equipment	Total Equity
	----- Rupees -----			
Balance as at 30 June 2022	107,000,000	(409,537,198)	258,010,985	(44,526,213)
<i>Total comprehensive loss for the six months period ended 31 December 2022</i>				
Total comprehensive income/(loss)	-	(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)
<i>Total comprehensive income for the six months period ended 30 June 2023</i>				
Total comprehensive income/(loss)	-	11,076,075	-	11,076,075
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 30 June 2022	107,000,000	(393,338,815)	242,141,894	(44,196,921)
<i>Total comprehensive income for the six months period ended 31 December 2023</i>				
Loss for the period	-	(11,075,577)	-	(11,075,577)
Incremental depreciation on revaluation of property, plant and equipment for the period (net of deferred taxation)	-	7,150,740	(7,150,740)	-
Balance as at 31 December 2023	107,000,000	(397,263,652)	234,991,154	(55,272,498)

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 2023**

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**1 STATUS AND ACTIVITES**

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. 11,075,577 (Dec 2022: Rs. 10,746,783) resulting in accumulated losses at the end of the period of Rs. 397,263,652 (June 2023: Rs. 393,338,815). The Company's current liabilities exceed its current assets at reporting date by Rs. 183,037,716 (June 2023: Rs. 180,919,477).

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 2023.

**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.

**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, 2023.

**KHALID SIRAJ TEXTILE MILLS LIMITED**  
**SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL**  
**INFORMATION (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2023**

	Un-Audited 31-Dec-2023 Rupees	Audited 30-Jun-2023 Rupees
<b>5 SHARE CAPITAL</b>		
<b>Authorized capital</b>		
Ordinary shares of Rs. 10 each	<u>120,000,000</u>	<u>120,000,000</u>
<b>Issued, subscribed and paid-up share capital</b>		
10,000,000 (June 30, 2023: 10,000,000) ordinary shares of Rs 10/- each fully paid in cash	<u>100,000,000</u>	<u>100,000,000</u>
700,000 (June 30, 2023: 700,000) ordinary shares of Rs 10/- each fully paid as bonus shares	<u>7,000,000</u>	<u>7,000,000</u>
	<u>107,000,000</u>	<u>107,000,000</u>
<b>6 LONG TERM FINANCES</b>		
<i>From related parties (current and prior) - unsecured</i>		
Sponsors - note 6.1	<u>87,757</u>	-
Previous associated undertakings - note 6.2	<u>19,641,787</u>	<u>19,641,787</u>
Ex-directors	<u>149,397,998</u>	<u>149,397,998</u>
	<u>169,127,542</u>	<u>169,039,785</u>

**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 2023: Rs. 13.440 million) and mark-up accrued on said loans amounting to Rs. 6.21 million (June 2023: 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.

	<b>Un-Audited</b>	<b>Audited</b>
	<b>31-Dec-2023</b>	<b>30-Jun-2023</b>
	<b>Rupees</b>	<b>Rupees</b>
<b>7 UNCLAIMED DIVIDEND</b>		
Sponsors' uncalled dividends - note 7.1	<b>24,058,182</b>	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	<b>337,949,921</b>	364,119,449
Add: Addition during the period	-	-
Less: Depreciation	<b>(11,790,306)</b>	(13,084,766)
Book value as at period end	<b>326,159,615</b>	351,034,683

**9 AUTHORIZATION FOR ISSUE**

These financial statements have been approved by the board of directors of the Company and authorized for issue on February 25, 2024.

**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 2023**

**8 PROPERTY, PLANT AND EQUIPMENT**

**8.1 Reconciliation of carrying values at end of the period - 31 December 2023**

PARTICULARS	COST / REVALUED AMOUNTS		DEPRECIATION		BOOK VALUE		Annual rate of dep. % age
	As at 1/July/2023	As at 31/Dec./2023	As at 1/July/2023	Charge for the period 31/Dec./2023	As at 31/Dec./2023	As at 31/Dec./2023	
Freehold land							
Cost	1,064,297	1,064,297	-	-	-	1,064,297	-
Revaluation	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	30,578,246	199,958	30,778,204	3,799,209	10
Revaluation	194,932,641	194,932,641	118,283,439	3,832,460	122,115,899	72,816,742	10
	229,510,054	229,510,054	148,861,685	4,032,418	152,894,103	76,615,951	
Non-factory building on freehold land							
Cost	7,380,828	7,380,828	6,222,600	28,956	6,251,556	1,129,272	5
Revaluation	19,394,423	19,394,423	9,066,536	258,197	9,324,733	10,069,690	5
	26,775,251	26,775,251	15,289,136	287,153	15,576,289	11,198,962	
Plant and machinery							
Cost	320,871,940	320,871,940	293,765,623	1,355,316	295,120,939	25,751,001	10
Revaluation	415,366,439	415,366,439	300,497,826	5,743,431	306,241,257	109,125,182	10
	736,238,379	736,238,379	594,263,449	7,098,747	601,362,196	134,876,183	
Electric installations							
Cost	6,881,121	6,881,121	6,032,953	42,408	6,075,361	805,760	10
Revaluation	16,214,684	16,214,684	14,073,189	107,075	14,180,264	2,034,420	10
	23,095,805	23,095,805	20,106,142	149,483	20,255,625	2,840,180	
Laboratory equipment							
Cost	6,692,987	6,692,987	6,502,964	9,501	6,512,465	180,522	10
Revaluation	18,295,338	18,295,338	15,689,308	130,302	15,819,610	2,475,728	10
	24,988,325	24,988,325	22,192,272	139,803	22,332,075	2,656,250	
Tools and equipment							
Concrete mixer	154,960	154,960	150,670	215	150,885	4,075	10
Weighing scales	300,000	300,000	291,763	412	292,175	7,825	10
Furniture and fixtures	233,200	233,200	226,257	347	226,604	6,596	10
Tube well	7,609,088	7,609,088	6,569,929	51,958	6,621,887	987,201	10
Arms and ammunition	1,292,880	1,292,880	1,071,894	11,049	1,082,943	209,937	10
Bicycles	27,350	27,350	25,576	89	25,665	1,685	10
Motor vehicles	11,880	11,880	11,832	5	11,837	43	20
	13,263,417	13,263,417	13,015,063	18,627	13,033,690	229,727	15
<b>Total - 31/Dec/2023</b>	<b>1,160,025,589</b>	<b>1,160,025,589</b>	<b>822,075,668</b>	<b>11,790,306</b>	<b>833,865,974</b>	<b>326,159,615</b>	

**KSTML.COM**

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