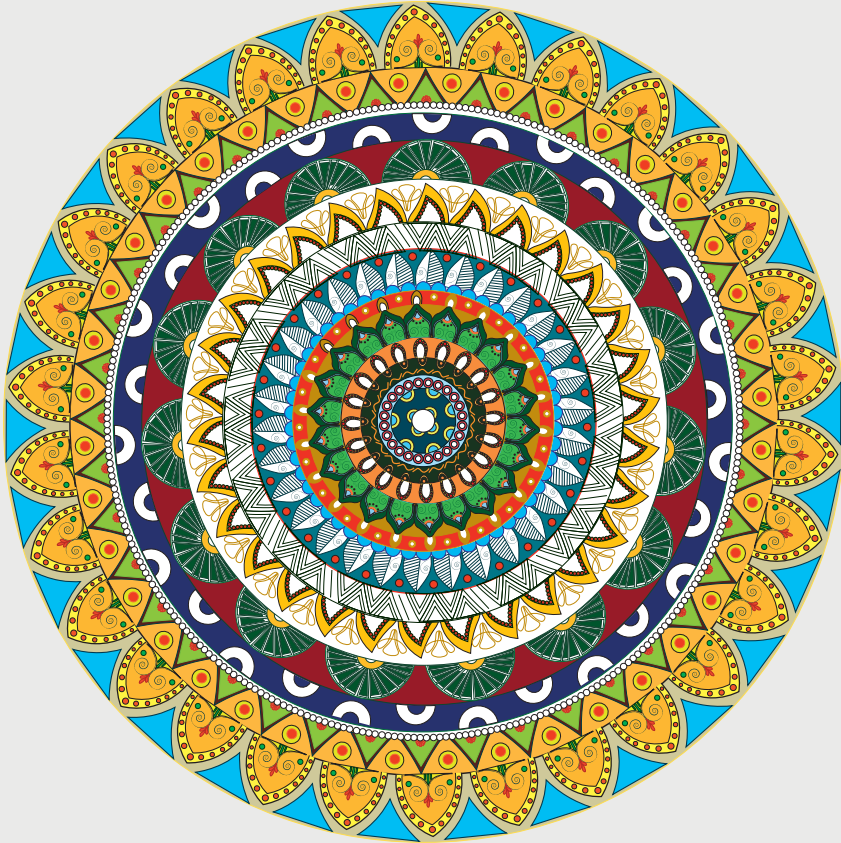




KOHINOOR
TEXTILE MILLS LTD.



• • • 70 YEARS AND BEYOND • • •
A LEGACY OF EXCELLENCE

HALF YEARLY REPORT
DECEMBER 31, 2023



CONTENTS

UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

Company Information	2
Directors' Review	3
Auditors' Report to the Members on Review of Interim Financial Statements	5
Unconsolidated Condensed Interim Statement of Financial Position	6
Unconsolidated Condensed Interim Statement of Profit or Loss	8
Unconsolidated Condensed Interim Statement of Comprehensive Income	9
Unconsolidated Condensed Interim Statement of Changes in Equity	10
Unconsolidated Condensed Interim Statement of Cash Flows	11
Selected Notes to the Unconsolidated Condensed Interim Financial Statements	12

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

Directors' Review on Consolidated Condensed Interim Financial Statements	25
Consolidated Condensed Interim Statement of Financial Position	26
Consolidated Condensed Interim Statement of Profit or Loss	28
Consolidated Condensed Interim Statement of Comprehensive Income	29
Consolidated Condensed Interim Statement of Changes in Equity	30
Consolidated Condensed Interim Statement of Cash Flows	31
Selected Notes to the Consolidated Condensed Interim Financial Statements	32

COMPANY INFORMATION

Board of Directors

Mr. Tariq Sayeed Saigol	Chairman
Mr. Taufique Sayeed Saigol	Chief Executive
Mr. Sayeed Tariq Saigol	
Mr. Waleed Tariq Saigol	
Mr. Danial Taufique Saigol	
Ms. Jahanara Saigol	
Syed Muhammad Shabbar Zaidi	
Mr. Zulfikar Monnoo	
Syed Mohsin Raza Naqvi	

Audit Committee

Syed Muhammad Shabbar Zaidi	Chairman
Mr. Zulfikar Monnoo	Member
Mr. Sayeed Tariq Saigol	Member
Mr. Waleed Tariq Saigol	Member

Human Resource & Remuneration Committee

Mr. Zulfikar Monnoo	Chairman
Mr. Sayeed Tariq Saigol	Member
Mr. Danial Taufique Saigol	Member

Chief Financial Officer

Syed Mohsin Raza Naqvi

Company Secretary

Mr. Muhammad Ashraf

Chief Internal Auditor

Mr. Zeeshan Malik Bhutta

Auditors

M/s. Riaz Ahmad & Company,
Chartered Accountants

Legal Adviser

Mr. Muhammad Amin Hashmi
Advocate High Court

Bankers of the Company

Al Baraka Bank (Pakistan) Limited
Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al-Habib Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
PAIR Investment Company Limited
SAMBA Bank Limited
Silk Bank Limited
The Bank of Khyber
The Bank of Punjab
United Bank Limited

Share Registrar

Vision Consulting Limited
5-C, LDA Flats,
Lawrence Road, Lahore
Tel: (00-92-42) 36283096-97
Fax: (00-92-42) 36312550
E-Mail: shares@vcl.com.pk

Registered Office

42-Lawrence Road, Lahore.
Tel: (00-92-42) 36302261-62
Fax: (00-92-42) 36368721

Mills:

Peshawar Road, Rawalpindi
Tel: (0092-51) 5495328-32
Fax: (0092-51) 5495304

Gulyana Road, Gujar Khan,
District Rawalpindi
Tel: (0092-51) 3564472-74

8 K.M., Manga Raiwind Road, District Kasur
Tel: (0092-42) 32560683-85,
Fax: (0092-42) 32560686-87

Website:

www.kmlg.com/ktml

Note: KTML's Financial Statements are also available at the above website.



DIRECTORS' REVIEW

The Directors present un-audited accounts of the Company for the half year ended 31 December 2023, in compliance with the requirements of Section 237 of the Companies Act, 2017.

Review of Operations

The performance of the Company during the period under review showed significant improvement over the corresponding period last year, driven in large part by additional capacities coming on stream and greater utilization in all divisions. However, due to dramatic increases in the cost of energy and other inputs, as well as devaluation, followed by revaluation of the rupee, the improved profitability was not as large as was envisaged. High cost of borrowing also adversely impacted the bottom line.

In the second quarter of the financial year the results of the Spinning divisions suffered as rapid inflation in utility prices severely eroded margins in much of the weaving industry which resulted in partial closures, decreasing demand for yarn leading to reduced selling prices. High energy costs further eroded profitability in the Spinning industry and lack of demand and liquidity crunch slowed the movement of stocks leading to increased finance costs.

The results of the Weaving division remained similar to the previous quarter against back drop of rapidly increasing energy costs. Efforts continue to cope with the downturn with the hope that interest costs will begin to reduce as inflation levels come down. The major driver of losses in the division continues to be the high interest rate regime we are going through.

The results of the Home Textiles division dropped from those of the previous quarter as competitors reduced prices due to underutilization of capacity while increased costs ate into the Company's profitability. Efforts are underway to develop more niche products in order to increase profitability by focusing on higher-margin products.

The Company has covered its raw material requirements at favourable rates which will sustain it until the arrival of the new cotton crop. The expected increase in yarn prices in the coming quarter will hopefully offset the huge increases in energy costs.

The Company continues to make sustainability its priority with the completion of its latest Solar generation expansion and plans to increase solar production capacity with a further 4 megawatts planned at its Rawalpindi site. The Company has made significant leaps in its water recycling and reuse plans with expansion in its waste water treatment capabilities and rainwater harvesting projects. These schemes should all be functional before the end of the financial year.

Financial Review

During the period under review, Company's sales increased by 45% to Rs. 28,062 million (2022: Rs. 19,318 million), while cost of sales increased by 45% to Rs. 23,178 million (2022: Rs. 15,990 million). This resulted in gross profit of Rs. 4,884 million (2022: Rs. 3,328 million). Operating profit for the period under review stood at Rs. 3,593 million (2022: Rs. 2,059 million). The Company made an after-tax profit of Rs. 1,346 million (2022: Rs.978 million). Earnings per share for the half year ended 31 December 2023 were at Rs. 4.88 against Rs. 3.27 for the corresponding period last year.

Acknowledgement

The Directors are grateful to the Company's members, financial institutions and customers for their cooperation and support. They also appreciate hard work and dedication of all the employees working at the various divisions.

For and on behalf of the Board

Lahore
February 21, 2024



Syed Mohsin Raza Naqvi
Director



Taufique Sayeed Saigol
Chief Executive Officer

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Kohinoor Textile Mills Limited
Report on review of Unconsolidated Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of KOHINOOR TEXTILE MILLS LIMITED as at 31 December 2023 and the related unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity, and unconsolidated condensed interim statement of cash flows, and notes to the unconsolidated condensed interim financial statements for the half year then ended (here-in-after referred to as the "unconsolidated condensed interim financial statements"). Management is responsible for the preparation and presentation of these unconsolidated condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these unconsolidated condensed interim financial statements based on our review. The figures of the unconsolidated condensed interim statement of profit or loss and unconsolidated condensed interim statement of comprehensive income for the quarters ended 31 December 2023 and 31 December 2022 have not been reviewed and we do not express a conclusion on them 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 Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of unconsolidated condensed interim financial statements consists of making inquiries, primarily of 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 Standards 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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and 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 Bilal Ahmad.



RIAZ AHMAD & COMPANY
Chartered Accountants

ISLAMABAD

Date: 24 February 2024

UDIN: RR20231077717ekBgw4s

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at 31 December 2023

	Note	Un-audited 31 December 2023 (Rupees in thousand)	Audited 30 June 2023
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
370,000,000 (30 June 2023: 370,000,000) ordinary shares of Rupees 10 each		3,700,000	3,700,000
30,000,000 (30 June 2023: 30,000,000) preference shares of Rupees 10 each		300,000	300,000
		<u>4,000,000</u>	<u>4,000,000</u>
Issued, subscribed and paid-up share capital			
269,299,456 (30 June 2023: 299,296,456) ordinary shares of Rupees 10 each	5	2,692,994	2,992,964
Reserves			
Capital reserves			
Share premium		986,077	986,077
Surplus on revaluation of freehold land		3,861,708	3,861,708
Own shares purchased for cancellation		-	(312,153)
		<u>4,847,785</u>	<u>4,535,632</u>
Revenue reserves			
General reserve		1,450,491	1,450,491
Unappropriated profit		17,286,716	17,415,710
		<u>18,737,207</u>	<u>18,866,201</u>
		<u>23,584,992</u>	<u>23,401,833</u>
Total equity		<u>26,277,986</u>	<u>26,394,797</u>
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term financing	6	6,858,764	6,408,355
Deferred government grants		11,631	13,441
Deferred income tax liability		1,566,331	1,503,053
		<u>8,436,726</u>	<u>7,924,849</u>
CURRENT LIABILITIES			
Trade and other payables		4,512,832	4,331,413
Accrued mark-up		770,503	483,829
Short term borrowings		9,655,200	6,894,851
Current portion of non-current liabilities		1,380,321	1,338,436
Unclaimed dividend		31,547	32,264
Taxation - net		474,622	485,779
		<u>16,825,025</u>	<u>13,566,572</u>
Total liabilities		<u>25,261,751</u>	<u>21,491,421</u>
CONTINGENCIES AND COMMITMENTS			
	7		
TOTAL EQUITY AND LIABILITIES		<u>51,539,737</u>	<u>47,886,218</u>

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

CHIEF EXECUTIVE OFFICER

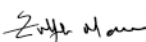
DIRECTOR

CHIEF FINANCIAL OFFICER



	Note	Un-audited 31 December 2023 (Rupees in thousand)	Audited 30 June 2023
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	8	20,710,004	19,218,251
Long term investments		11,078,733	11,078,733
Long term deposits		111,601	61,628
		<u>31,900,338</u>	<u>30,358,612</u>
CURRENT ASSETS			
Stores, spare parts and loose tools		1,169,068	1,069,324
Stock-in-trade		10,286,974	8,863,674
Trade debts		5,847,800	4,430,883
Advances		317,638	277,849
Short term deposits and prepayments		117,463	30,361
Other receivables		1,062,388	1,744,173
Short term investments		487,735	467,867
Cash and bank balances		350,333	643,475
		<u>19,639,399</u>	<u>17,527,606</u>
TOTAL ASSETS		<u><u>51,539,737</u></u>	<u><u>47,886,218</u></u>


 CHIEF EXECUTIVE OFFICER


 DIRECTOR


 CHIEF FINANCIAL OFFICER

**UNCONSOLIDATED CONDENSED INTERIM
STATEMENT OF PROFIT OR LOSS (Un-audited)**
For the half year ended 31 December 2023

	Note	Half year ended		Quarter ended	
		31 December 2023	31 December 2022	31 December 2023	31 December 2022
..... (Rupees in thousand)					
Revenue	9	28,062,336	19,318,038	13,621,341	9,732,787
Cost of sales		(23,178,163)	(15,990,197)	(11,482,135)	(7,957,114)
Gross profit		4,884,173	3,327,841	2,139,206	1,775,673
Distribution cost		(734,802)	(638,841)	(353,921)	(303,141)
Administrative expenses		(597,636)	(548,928)	(304,343)	(261,843)
Other expenses		(160,180)	(205,545)	(66,122)	(147,604)
		(1,492,618)	(1,393,314)	(724,386)	(712,588)
Other income		3,391,555	1,934,527	1,414,820	1,063,085
		201,848	124,718	86,305	41,789
Profit from operations		3,593,403	2,059,245	1,501,125	1,104,874
Finance cost		(1,673,865)	(587,052)	(868,829)	(300,929)
Profit before taxation		1,919,538	1,472,193	632,296	803,945
Taxation					
- Current		(509,976)	(271,159)	(210,693)	(143,266)
- Deferred		(63,277)	(222,702)	(57,806)	(158,981)
		(573,253)	(493,861)	(268,499)	(302,247)
Profit after taxation		1,346,285	978,332	363,797	501,698
Earnings per share - basic and diluted (Rupees)	10	4.88	3.27	1.32	1.68

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


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER



UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited)

For the half year ended 31 December 2023

	Half year ended		Quarter ended	
	31 December 2023	31 December 2022	31 December 2023	31 December 2022
 (Rupees in thousand)			
Profit after taxation	1,346,285	978,332	363,797	501,698
Other comprehensive income				
Items that will not be reclassified to profit or loss	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
	-	-	-	-
Total comprehensive income for the period	1,346,285	978,332	363,797	501,698

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


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For the half year ended 31 December 2023

	Reserves							Total equity		
	Capital reserves			Revenue reserves						
	Share premium	Surplus on revaluation of freehold	Own shares purchased for cancellation	Sub - total	General reserve	Unappropriated profit	Sub - total		Total reserves	
Balance as at 30 June 2022 - (audited)	2,992,964	986,077	3,871,774	-	4,857,851	1,450,491	14,998,382	16,448,873	21,306,724	24,299,688
Surplus on revaluation of investment property	-	-	(10,066)	-	(10,066)	-	-	10,066	-	-
Profit for the period	-	-	-	-	-	-	978,332	978,332	978,332	978,332
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	-	978,332	978,332	978,332
Balance as at 31 December 2022 - (un-audited)	2,992,964	986,077	3,861,708	-	4,847,785	1,450,491	15,986,780	17,437,271	22,285,056	25,278,020
Own shares purchased during the period for cancellation	-	-	(312,153)	(312,153)	(312,153)	-	-	-	(312,153)	(312,153)
Profit for the period	-	-	-	-	-	-	1,428,930	1,428,930	1,428,930	1,428,930
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	-	1,428,930	1,428,930	1,428,930
Balance as at 30 June 2023 - (audited)	2,992,964	986,077	3,861,708	(312,153)	4,535,632	1,450,491	17,415,710	18,866,201	23,401,833	26,394,797
Own shares purchased during the period for cancellation	(299,970)	-	-	312,153	312,153	-	(1,475,279)	(1,475,279)	(1,163,126)	(1,463,096)
Profit for the period	-	-	-	-	-	-	1,346,285	1,346,285	1,346,285	1,346,285
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	-	1,346,285	1,346,285	1,346,285
Balance as at 31 December 2023 - (un-audited)	2,692,994	986,077	3,861,708	-	4,847,785	1,450,491	17,286,716	18,737,207	23,584,992	26,277,986

(Rupees in thousand)

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



CHIEF EXECUTIVE OFFICER



DIRECTOR

CHIEF FINANCIAL OFFICER

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)

For the half year ended 31 December 2023



	Note	31 December 2023	31 December 2022
(Rupees in thousand)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from / (used in) operations	11	1,914,687	(151,474)
Finance cost paid		(1,387,191)	(394,074)
Income tax paid		(521,132)	(309,400)
Worker's welfare fund paid		(20,742)	(58,307)
Payment received from Workers' profits participation fund		34,599	32,418
Net increase in long term deposits		(49,973)	(11)
Net cash used in operating activities		(29,752)	(880,848)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(2,174,973)	(3,445,878)
Proceeds from disposal of property, plant and equipment		48,287	18,113
Proceeds from disposal of long term investments		-	12,983
Short term investments - net		(19,868)	(66,160)
Interest received		95,830	49,642
Dividend received		314	18,800
Net cash used in investing activities		(2,050,410)	(3,412,500)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long term financing		1,115,126	2,592,785
Repayment of long term financing		(624,642)	(556,354)
Own shares purchased for cancellation		(1,463,096)	-
Short term borrowings - net		2,760,349	2,252,147
Dividend paid		(717)	(351)
Net cash from financing activities		1,787,020	4,288,227
NET DECREASE IN CASH AND CASH EQUIVALENTS		(293,142)	(5,121)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		643,475	309,629
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		350,333	304,508

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


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

SELECTED NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited) For the half year ended 31 December 2023

1. THE COMPANY AND ITS OPERATIONS

Kohinoor Textile Mills Limited is a public limited company incorporated in Pakistan under the Companies Act, 1913 (now the Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. The registered office of the Company is situated at 42-Lawrence Road, Lahore. The principal activity of the Company is manufacturing of yarn and cloth, processing and stitching the cloth and trade of textile products.

2. BASIS OF PREPARATION

2.1 These unconsolidated condensed interim financial statements have been prepared in accordance with the 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 from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These unconsolidated condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2023. These unconsolidated condensed interim financial statements are un-audited, however, have been subjected to limited scope review by the auditors and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

3. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of these unconsolidated condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2023.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these unconsolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these unconsolidated condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2023.



5. ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL

The Company has bought back 29.997 million shares for the purpose of cancellation from 03 May 2023 to 28 August 2023 at market price prevailing at the date of purchase. The purchase was made pursuant to approvals of Board of Directors and the shareholders of the Company in their meetings held on 06 February 2023 and 03 March 2023 respectively, where the company was allowed to purchase/buy back its issued ordinary shares upto the maximum of 30 million ordinary shares, through Pakistan Stock Exchange Limited, at spot/ current share price prevailing during the period from 13 March 2023 to 29 August 2023. These shares were cancelled on 07 September 2023.

	Un-audited 31 December 2023	Audited 30 June 2023
	(Rupees in thousand)	
6. LONG TERM FINANCING - SECURED		
Balance at beginning of the period / year	7,432,812	5,164,912
Add: Obtained during the period / year	1,115,126	3,093,962
Add: Unwinding of discount on liability	2,048	9,027
	8,549,986	8,267,901
Less: Repaid during the period / year	(624,642)	(835,089)
	7,925,344	7,432,812
Less: Current portion shown under current liabilities	(1,066,580)	(1,024,457)
	6,858,764	6,408,355

- 6.1 Long term financing includes loans obtained under "SBP Temporary Economic Refinance Facility for import of plant and machinery". These loans have been measured at their fair value in accordance with IFRS 9 (Financial Instruments) using market rates. The difference between fair value of loans and loan proceeds have been recognised as deferred government grant as per requirements of IAS 20 (Accounting for Government Grants and Disclosure of Government Assistance).

7. CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

There is no significant change in the status of contingencies, as disclosed in preceding audited annual published financial statements of the Company for the year ended 30 June 2023.

7.2 Commitments in respect of:

- a) Contracts for capital expenditure amounting to Rupees 57.039 million (30 June 2023: Rupees 61.542 million).
- b) Letters of credit for capital expenditure amounting to Rupees Nil (30 June 2023: Rupees 600.809 million).
- c) Letters of credit other than for capital expenditure amounting to Rupees 1,433.420 million (30 June 2023: Rupees 1,269.175 million).

	Note	Un-audited 31 December 2023 (Rupees in thousand)	Audited 30 June 2023
8. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	8.1	19,327,229	17,848,405
Capital work-in-progress	8.2	1,382,775	1,369,846
		<u>20,710,004</u>	<u>19,218,251</u>
8.1 Operating fixed assets			
Net book value at the beginning of the period / year		17,848,405	11,272,055
Add: Cost of additions / transfers during the period / year		2,162,044	5,736,026
Add: Transferred from investment properties		-	1,824,360
	8.1.1	<u>2,162,044</u>	<u>7,560,386</u>
		20,010,449	18,832,441
Less: Net book value of deletions during the period / year	8.1.2	(24,410)	(19,353)
		19,986,039	18,813,088
Less: Depreciation charged during the period / year		(658,810)	(964,683)
Net book value at the end of the period / year		<u>19,327,229</u>	<u>17,848,405</u>
8.1.1 Cost of additions / transfers			
Freehold land		-	1,799,335
Buildings		247,556	1,076,669
Plant and machinery		1,766,762	4,530,863
Services and other equipment		5,017	16,021
Computers and IT installations		52,623	13,112
Furniture and fixtures		4,170	3,335
Office equipment		3,217	5,919
Vehicles		82,699	115,132
		<u>2,162,044</u>	<u>7,560,386</u>
8.1.2 Net book value of deletions			
Plant and machinery		14,914	9,683
Computer and IT installations		30	306
Vehicles		9,466	9,364
		<u>24,410</u>	<u>19,353</u>



8.2 Capital work-in-progress

	Civil works and buildings	Plant and machinery	Advances for capital expenditure	Total
..... (Rupees in thousand)				
At 30 June 2022	436,236	1,031,236	372,636	1,840,108
Additions during the year	709,105	3,746,784	388,891	4,844,780
Less: Transferred to operating fixed assets during the year	(951,717)	(3,940,949)	(422,376)	(5,315,042)
At 30 June 2023	193,624	837,071	339,151	1,369,846
Additions during the period	81,940	1,198,990	755,170	2,036,100
Less: Transferred to operating fixed assets during the period	(202,298)	(1,453,148)	(367,725)	(2,023,171)
At 31 December 2023	73,266	582,913	726,596	1,382,775

Un-audited

Half year ended		Quarter ended	
31 December 2023	31 December 2022	31 December 2023	31 December 2022

..... (Rupees in thousand)

9. REVENUE

Revenue from contracts with customers:

- Export sales	9,274,910	5,832,141	4,134,821	2,301,370
- Local sales	18,723,536	13,452,488	9,456,734	7,415,544
	27,998,446	19,284,629	13,591,555	9,716,914
Export rebate	63,890	33,409	29,786	15,873
	28,062,336	19,318,038	13,621,341	9,732,787
Local sales	21,754,763	15,740,371	10,958,387	8,674,650
Less: sales tax	(3,031,227)	(2,287,883)	(1,501,653)	(1,259,106)
	18,723,536	13,452,488	9,456,734	7,415,544

9.1 Disaggregation of revenue

In the following table, revenue is disaggregated by primary geographical market, major products and service lines and timing of revenue recognition. The table also includes a reconciliation of the disaggregated revenue with the Company's reportable segments (Note 13).

	Spinning		Weaving		Processing and Home Textile		Company	
	Un-audited		Un-audited		Un-audited		Un-audited	
	Half year ended	Half year ended	Half year ended	Half year ended	Half year ended	Half year ended	Half year ended	
	31 December 2023	31 December 2022	31 December 2023	31 December 2022	31 December 2023	31 December 2022	31 December 2023	31 December 2022
----- Rupees in thousand -----								
Primary geographical markets								
Europe	-	-	1,277,636	1,133,320	2,102,482	1,822,667	3,380,118	2,955,987
United States of America and Canada	-	-	250,065	-	4,287,975	2,293,192	4,588,040	2,293,192
Asia, Africa, Australia	-	-	189,348	102,921	1,167,404	480,041	1,356,752	582,962
Pakistan	13,909,567	10,805,087	4,582,814	2,489,797	231,155	157,604	18,723,536	13,452,488
Export rebate and duty draw back	-	-	-	-	63,890	33,409	63,890	33,409
	13,909,567	10,805,087	6,299,863	3,726,038	7,852,906	4,786,913	28,062,336	19,318,038
Major product / service lines								
Yarn	13,862,152	10,683,478	-	-	-	-	13,862,152	10,683,478
Greige fabric	-	-	6,286,555	3,726,038	-	-	6,286,555	3,726,038
Made-ups	-	-	-	-	7,257,576	4,421,260	7,257,576	4,421,260
Finished fabric	-	-	-	-	408,890	246,821	408,890	246,821
Processing income	-	-	-	-	101,757	72,494	101,757	72,494
Waste	47,415	121,609	13,308	-	20,793	12,929	81,516	134,538
Export rebate and duty draw back	-	-	-	-	63,890	33,409	63,890	33,409
	13,909,567	10,805,087	6,299,863	3,726,038	7,852,906	4,786,913	28,062,336	19,318,038
Revenue from contracts with customers	13,909,567	10,805,087	6,299,863	3,726,038	7,789,016	4,753,504	27,998,446	19,284,629
Export rebate and duty draw back	-	-	-	-	63,890	33,409	63,890	33,409
	13,909,567	10,805,087	6,299,863	3,726,038	7,852,906	4,786,913	28,062,336	19,318,038
Timing of revenue recognition								
Products transferred at a point in time	13,909,567	10,805,087	6,299,863	3,726,038	7,852,906	4,786,913	28,062,336	19,318,038
Products and services transferred over time	-	-	-	-	-	-	-	-
	13,909,567	10,805,087	6,299,863	3,726,038	7,852,906	4,786,913	28,062,336	19,318,038
External revenue as reported								
Revenue is recognised at point in time as per the terms and conditions of underlying contracts with customers.	13,909,567	10,805,087	6,299,863	3,726,038	7,852,906	4,786,913	28,062,336	19,318,038



10. EARNINGS PER SHARE - BASIC AND DILUTED

		Un-audited			
		Half year ended		Quarter ended	
		31 December 2023	31 December 2022	31 December 2023	31 December 2022
There is no dilutive effect on the basic earnings per share which is based on:					
Profit attributable to ordinary shares	RUPEES IN THOUSAND	1,346,285	978,332	363,797	501,698
Weighted average number of ordinary shares	NUMBERS	275,901,294	299,296,456	275,901,294	299,296,456
Earnings per share	RUPEES	4.88	3.27	1.32	1.68
10.1 Weighted average number of ordinary shares					
Outstanding number of shares at beginning of the period	NUMBERS	293,310,900	299,296,456	282,503,188	299,296,456
Less: Impact of own shares purchased	NUMBERS	(17,409,606)	-	(6,601,894)	-
		275,901,294	299,296,456	275,901,294	299,296,456

		Un-audited Half year ended	
		31 December 2023	31 December 2022
		(Rupees in thousand)	
11. CASH GENERATED FROM / (USED IN) OPERATIONS			
Profit before taxation		1,919,538	1,472,193
Adjustments for non-cash charges and other items:			
Depreciation		658,810	427,905
Finance cost		1,673,865	587,052
Gain on disposal of property, plant and equipment		(23,877)	(6,945)
Allowance for expected credit losses		(15,744)	49,910
Dividend income		(314)	(18,800)
Return on bank deposits		(95,830)	(49,642)
Provision for Workers' profits participation fund		99,710	76,317
Provision for Workers' welfare fund		39,174	30,045
Working capital changes (Note 11.1)		(2,340,645)	(2,719,509)
		1,914,687	(151,474)
11.1 Working capital changes			
Increase in current assets:			
Stores, spare parts and loose tools		(99,744)	(101,417)
Stock-in-trade		(1,423,300)	(3,485,172)
Trade debts		(1,401,173)	440,087
Advances		(39,789)	(124,967)
Short term deposits and prepayments		(87,102)	(16,045)
Other receivables		681,785	(148,183)
		(2,369,323)	(3,435,697)
Increase in trade and other payables		28,678	716,188
		(2,340,645)	(2,719,509)

12. TRANSACTIONS WITH RELATED PARTIES

	Un-audited			
	Half year ended		Quarter ended	
	31 December 2023	31 December 2022	31 December 2023	31 December 2022
 (Rupees in thousand)			
i) Transactions				
Subsidiary companies				
Maple Leaf Cement Factory Limited				
Purchase of goods and services	819	700	-	-
Common expenses	19,088	21,816	9,521	10,022
Maple Leaf Capital Limited				
Expenses on behalf of the Maple Leaf Capital Limited	3,865	3,225	1,945	1,553
Payment received against expenses	1,920	4,613	-	1,569
Key management personnel				
Remuneration and other benefits	241,370	270,468	122,678	102,415
Post employment benefit plan				
Company's contribution to provident fund trust	66,263	45,901	37,058	23,159

- ii) The Saim Family Trust, British Virgin Islands (BVI) through Mercury Management Inc., BVI and Hutton Properties Limited, BVI (related parties) holds 73,390,896 [27.25%] (30 June 2023: 73,390,896) and 55,256,992 [20.52%] (30 June 2023: 55,256,992) ordinary shares respectively of the Company.

	Un-audited 31 December 2023	Audited 30 June 2023
	(Rupees in thousand)	
iii) Period / year end balances		
Maple Leaf Cement Factory Limited		
Trade and other payables	-	(11,665)
Other receivables	5,428	-
Maple Leaf Capital Limited		
Other receivables	1,945	-



13. SEGMENT INFORMATION

	Spinning		Weaving		Processing and Home Textile		Elimination of inter-segment transactions		Company	
	Un-audited		Un-audited		Un-audited		Un-audited		Un-audited	
	Half year ended	31 December	Half year ended	31 December	Half year ended	31 December	Half year ended	31 December	Half year ended	31 December
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
Revenue										
External	13,909,567	10,805,087	6,299,863	3,726,038	7,852,906	4,786,913	-	-	28,062,336	19,318,038
Inter-segment	1,562,320	141,181	994,076	761,217	3,321	3,856	(2,559,717)	(906,254)	-	-
Cost of sales	15,471,887	10,946,268	7,293,939	4,487,255	7,856,227	4,790,769	(2,559,717)	(906,254)	28,062,336	19,318,038
Gross profit	(13,211,854)	(9,318,119)	(6,863,642)	(4,013,283)	(5,662,384)	(3,565,049)	2,559,717	906,254	(23,178,163)	(15,990,197)
Distribution cost	2,260,033	1,628,149	430,297	473,972	2,193,843	1,225,720	-	-	4,884,173	3,327,841
Administrative expenses	(48,969)	(38,649)	(89,704)	(91,759)	(596,129)	(508,433)	-	-	(734,802)	(638,841)
Profit before tax and unallocated income and expenses	(341,639)	(329,231)	(220,071)	(197,113)	(770,728)	(661,425)	-	-	(597,636)	(548,928)
Unallocated income and expenses	1,918,394	1,298,918	210,226	276,859	1,423,115	564,295	-	-	(1,332,438)	(1,187,769)
Other expenses									3,551,735	2,140,072
Other income									(160,180)	(205,545)
Finance cost									201,848	124,718
Taxation									(1,673,865)	(587,082)
Profit after taxation									(973,253)	(493,861)
									(2,205,450)	(1,161,740)
									1,346,285	978,332

13.1 Reconciliation of reportable segment assets and liabilities

	Spinning		Weaving		Processing and Home Textile		Company		
	Un-audited		Un-audited		Un-audited		Un-audited		
	31 December	30 June	31 December	30 June	31 December	30 June	31 December	30 June	
	2023	2023	2023	2023	2023	2023	2023	2023	2023
Total assets for reportable segments	17,670,623	14,947,908	9,939,673	9,321,904	12,850,708	12,503,074	40,461,004	36,772,886	
Unallocated assets							11,078,733	11,113,332	
Total assets as per statement of financial position							51,539,737	47,886,218	
All segment assets are allocated to reportable segments other than those directly relating to corporate and tax assets.							19,182,588	15,656,955	
Total liabilities for reportable segments	5,324,915	4,647,325	3,598,550	3,796,493	10,259,123	7,213,137	6,079,163	5,834,466	
Unallocated liabilities							25,261,751	21,491,421	
Total liabilities as per statement of financial position							31,340,914	27,325,887	
All segment liabilities are allocated to reportable segments other than trade and other payables and deferred tax liabilities.							19,182,588	15,656,955	

14. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

Fair value hierarchy

Judgments and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in these financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company classify its financial instruments into the following three levels. However, as at the reporting date, the Company has no such type of financial instruments which are required to be grouped into these levels. These levels are explained as under:

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

15. RECOGNIZED FAIR VALUE MEASUREMENTS - NON-FINANCIAL ASSETS

Fair value hierarchy

Judgments and estimates are made in determining the fair value of non-financial assets that are recognized and measured at fair value in these financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its non-financial assets into the following three levels.

At 31 December 2023	Level 1	Level 2	Level 3	Total
	----- (Rupees in thousand) -----			
Freehold land	-	4,567,622	-	4,567,622
Total non-financial assets	-	4,567,622	-	4,567,622

At 30 June 2023	Level 1	Level 2	Level 3	Total
	----- (Rupees in thousand) -----			
Freehold land	-	4,567,622	-	4,567,622
Total non-financial assets	-	4,567,622	-	4,567,622



The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the period. Further, there was no transfer in and out of level 3 measurements.

Valuation techniques used to determine level 2 fair values

The Company obtains independent valuations for its freehold land (classified as property, plant and equipment) at least annually. At the end of each reporting period, the management updates the assessment of the fair value of each property, taking into account the most recent independent valuations. The management determines a property's value within a range of reasonable fair value estimates. The best evidence of fair value of land is current prices in an active market for similar lands. The best evidence of fair value of buildings is to calculate fair depreciated market value by applying an appropriate annual rate of depreciation on the new construction / replacement value of the same building.

Valuation processes

The Company engages external, independent and qualified valuers to determine the fair value of the Company's freehold land at the end of every financial year. As at 31 December 2023, the fair value of the freehold land has been determined by Anderson Consulting (Private) Limited (an approved valuer).

Changes in fair values are analyzed at each reporting date during the annual valuation discussion between the Chief Financial Officer and the valuers. As part of this discussion the team presents a report that explains the reason for the fair value movements.

16. FINANCIAL RISK MANAGEMENT

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

	Un-audited 31 December 2023 (Rupees in thousand)	Audited 30 June 2023
17. DISCLOSURES BY COMPANY LISTED ON ISLAMIC INDEX		
Description		
Loans / advances obtained as per Islamic mode:		
Contract liabilities	201,650	333,800
Shariah compliant bank deposits / bank balances:		
Bank balances	215,209	249,627
	Un-audited Half year ended 31 December 2023	31 December 2022 (Rupees in thousand)
Profit earned from shariah compliant bank deposits / bank balances	21,232	5,311
Revenue earned from shariah compliant business	28,062,336	19,318,038
Dividend earned from shariah compliant investments	314	18,800
Profits earned or interest paid on any conventional loans / advances:		
Profit earned on deposits with banks	74,598	44,331
Interest paid on loans	1,595,549	539,699
Relationship with shariah compliant banks:		
Name	Relationship	
Al-Baraka Bank (Pakistan) Limited	Bank balance	
Bank Alfalah Limited	Bank balance	
Bank Islami Pakistan Limited	Bank balance	
MCB Islamic Bank Limited	Bank balance	
Meezan Bank Limited	Bank balance	
The Bank of Khyber	Bank balance	
Askari Bank Limited	Bank balance	

18. DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were approved by the Board of Directors and authorized for issue on 21 February 2024.



19. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 “Interim Financial Reporting”, the unconsolidated condensed interim statement of financial position and unconsolidated condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income and unconsolidated condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

No significant reclassification / rearrangement of corresponding figures has been made.

20. GENERAL

Figures have been rounded off to the nearest thousand of Rupees unless other wise stated.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



**CONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS**

**FOR THE HALF YEAR ENDED
31 DECEMBER 2023**



DIRECTORS' REVIEW

The Directors are pleased to present the un-audited consolidated condensed interim financial statements of Kohinoor Textile Mills Limited (the Holding Company) and its Subsidiary Companies Maple Leaf Cement Factory Limited (57.43%), Maple Leaf Power Limited (57.43%), Maple Leaf Industries Limited (57.43%), Novacare Hospitals (Private) Limited (57.43%) and Maple Leaf Capital Limited (82.92%) (Together referred to as Group) for the half year ended 31 December 2023.

GROUP RESULTS

The Group has earned gross profit of Rupees 16,853 million as compared to Rupees 13,020 million of corresponding period. The Group has earned pre-tax profit of Rupees 10,887 million this period as compared to Rupees 8,390 million during the previous period. The overall Group financial results are as follows:

	December 2023 (Rupees in million)	December 2022
Revenue	62,810	49,369
Gross profit	16,853	13,020
Profit from operations	14,799	10,146
Financial charges	3,912	1,756
Net profit after taxation	8,137	5,958
	----- (Rupees) -----	
Earnings per share - Basic and diluted	21.52	13.19

SUBSIDIARY COMPANIES

Maple Leaf Cement Factory Limited (MLCFL)

It has recorded an increase of 16% in its sales over previous period and has earned gross profit of 31.57% (31 Dec 2022: 31.30%) amounting to Rupees 10,970 million (31 Dec 2022: Rupees 9,406 million).

It has earned after tax profit of Rupees 3,166 million (31 Dec 2022: Rupees 3,556 million).

Maple Leaf Power Limited (MLPL)

MLPL has earned after tax profit of Rupees 706 million (31 Dec 2022: Rupees 777 million).

Maple Leaf Industries Limited (MLIL)

MLIL has incurred after tax loss of Rupees 0.64 million (31 Dec 2022: Rupees Nil).

Novacare Hospitals (Private) Limited

Novacare Hospitals (Private) Limited has incurred after tax loss of Rupees 10.56 million (31 Dec 2022: Rupees Nil).

Maple Leaf Capital Limited (MLCL)

MLCL has earned after tax profit of Rupees 2,840 million (31 Dec 2022: Rupees 367 million).

ACKNOWLEDGMENT

The Directors are grateful to the Group's members, financial institutions, customers and employees for their cooperation and support. They also appreciate the hard work and dedication of the employees working at various divisions.

For and on behalf of the Board

Lahore
February 21, 2024


Syed Mohsin Raza Naqvi
Director


Taufique Sayeed Saigol
Chief Executive Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at 31 December 2023

	Note	Un-audited 31 December 2023 (Rupees in thousand)	Audited 30 June 2023
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
370,000,000 (30 June 2023: 370,000,000) ordinary shares of Rupees 10 each		3,700,000	3,700,000
30,000,000 (30 June 2023: 30,000,000) preference shares of Rupees 10 each		300,000	300,000
		<u>4,000,000</u>	<u>4,000,000</u>
Issued, subscribed and paid up share capital	5	2,692,994	2,992,964
269,299,456 (30 June 2023: 299,296,456) ordinary shares of Rupees 10 each.			
Reserves			
Capital reserves			
Share premium		986,077	986,077
Surplus on revaluation of freehold land		4,060,380	4,060,380
Own shares purchased for cancellation		-	(312,153)
Fair value reserve		337,018	125,792
		<u>5,383,475</u>	<u>4,860,096</u>
Revenue reserves			
General reserve		1,450,491	1,450,491
Unappropriated profit		39,899,985	35,671,941
		<u>41,350,476</u>	<u>37,122,432</u>
Equity attributable to equity holders of the Holding Company		49,426,945	44,975,492
Non-controlling interest		22,640,826	20,802,664
Total equity		<u>72,067,771</u>	<u>65,778,156</u>
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term financing	6	20,220,344	21,641,692
Deferred government grant		535,917	619,367
Long term liability against right of use assets		31,392	31,407
Long term deposits		8,214	8,214
Retirement benefits		309,031	278,493
Retention money payable		1,754,507	1,752,988
Deferred income tax liability		10,588,970	9,263,735
		<u>33,448,375</u>	<u>33,595,896</u>
CURRENT LIABILITIES			
Trade and other payables		18,212,180	15,764,565
Accrued mark-up		1,666,387	1,348,355
Short term borrowings		14,051,852	9,015,010
Current portion of non-current liabilities		5,273,966	4,439,352
Unclaimed dividend		58,872	59,642
Taxation - net		890,646	539,655
		<u>40,153,903</u>	<u>31,166,579</u>
Total liabilities		<u>73,602,278</u>	<u>64,762,475</u>
CONTINGENCIES AND COMMITMENTS	7		
TOTAL EQUITY AND LIABILITIES		<u>145,670,049</u>	<u>130,540,631</u>

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

CHIEF EXECUTIVE OFFICER

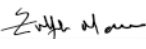
DIRECTOR

CHIEF FINANCIAL OFFICER



	Note	Un-audited 31 December 2023 (Rupees in thousand)	Audited 30 June 2023
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	8	87,512,921	83,545,648
Intangibles		5,783	6,947
Long term loans to employees		37,966	18,089
Long term investment		350,609	350,609
Long term deposits		170,602	120,029
		<u>88,077,881</u>	<u>84,041,322</u>
CURRENT ASSETS			
Stores, spare parts and loose tools		14,771,382	11,531,687
Stock-in-trade		13,391,128	12,677,833
Trade debts		10,674,021	7,031,871
Loans and advances		1,394,876	1,178,308
Security deposits and short term prepayments		871,797	535,471
Other receivables		1,457,542	1,859,582
Short term investments		13,285,571	10,087,503
Cash and bank balances		1,745,851	1,597,054
		<u>57,592,168</u>	<u>46,499,309</u>
TOTAL ASSETS		<u><u>145,670,049</u></u>	<u><u>130,540,631</u></u>


 CHIEF EXECUTIVE OFFICER


 DIRECTOR


 CHIEF FINANCIAL OFFICER

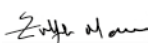
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-audited)

For the half year ended 31 December 2023

Note	Half year ended		Quarter ended	
	31 December 2023	31 December 2022	31 December 2023	31 December 2022
 (Rupees in thousand)			
Revenues	62,810,093	49,368,707	31,694,350	26,956,812
Cost of sales	(45,956,745)	(36,348,804)	(22,994,769)	(19,364,341)
Gross profit	16,853,348	13,019,903	8,699,581	7,592,471
Distribution cost	(3,530,457)	(1,523,452)	(1,998,371)	(770,411)
Administrative expenses	(1,746,585)	(1,331,736)	(988,961)	(632,002)
Net impairment losses on financial assets	(177,000)	-	(177,000)	-
Other expenses	(736,478)	(837,043)	(111,002)	(937,500)
	(6,190,520)	(3,692,231)	(3,275,334)	(2,339,913)
Other income	10,662,828	9,327,672	5,424,247	5,252,558
	4,135,741	818,612	2,986,641	96,139
Profit from operations	14,798,569	10,146,284	8,410,888	5,348,697
Finance cost	(3,911,935)	(1,756,396)	(1,981,327)	(870,270)
Profit before taxation	10,886,634	8,389,888	6,429,561	4,478,427
Provision for taxation	(2,749,524)	(2,431,747)	(1,437,881)	(1,458,518)
Profit after taxation	8,137,110	5,958,141	4,991,680	3,019,909
Share of profit attributable to :				
Equity holders of holding company	5,937,988	3,946,581	3,605,303	1,811,505
Non controlling interest	2,199,122	2,011,560	1,386,377	1,208,404
	8,137,110	5,958,141	4,991,680	3,019,909
Earnings per share - basic and diluted (Rupees)	10	21.52	13.19	13.07
				6.05

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


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER



CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited)

For the half year ended 31 December 2023

	Half year ended		Quarter ended	
	31 December 2023	31 December 2022	31 December 2023	31 December 2022
..... (Rupees in thousand)				
PROFIT AFTER TAXATION	8,137,110	5,958,141	4,991,680	3,019,909
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified subsequently to profit or loss				
- Change in fair value of investment at fair value through other comprehensive income (FVOCI)	490,359	-	516,860	-
- Tax effect of change in fair value of investments at FVOCI	(122,590)	-	(129,215)	-
	367,769	-	387,645	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Other comprehensive income for the period - net of tax	367,769	-	387,645	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	8,504,879	5,958,141	5,379,325	3,019,909
SHARE OF TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Equity holders of Holding Company	6,149,214	3,946,581	3,827,945	1,811,505
Non-controlling interest	2,355,665	2,011,560	1,551,380	1,208,404
	8,504,879	5,958,141	5,379,325	3,019,909

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


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For the half year ended 31 December 2023

	Attributable to equity holders of the holding company										Non controlling interest	Total equity	
	Reserves					Revenue reserves							Total
	Share capital	Capital reserves		Fair value reserve	Sub - total	General reserve	Unappropriated profit	Sub - total	Total reserves	Total			
		Share premium	Surplus on reevaluation of freehold land										
Balance as at 30 June 2022 - audited	2,992,964	986,077	4,070,446	-	2,978	5,059,501	1,450,491	29,263,044	30,713,535		35,773,036	38,766,000	18,114,640
Transaction with owners:	-	-	-	-	-	-	-	-	(37,259)	(37,259)	(37,259)	(138,751)	(176,010)
- Transaction with non-controlling interests	-	-	-	-	-	-	-	-	10,066	10,066	-	-	-
Surplus on revaluation of investment property	-	(10,066)	-	-	(10,066)	-	-	-	-	-	-	-	-
Profit for the period	-	-	-	-	-	-	-	3,946,581	3,946,581	3,946,581	3,946,581	2,011,560	5,958,141
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	-	3,946,581	3,946,581	3,946,581	3,946,581	2,011,560	5,958,141
Balance as at 31 December 2022 - (un-audited)	2,992,964	986,077	4,060,380	-	2,978	5,049,435	1,450,491	33,182,432	34,632,923	39,882,358	42,675,322	19,987,449	62,862,771
Transactions with owners:	-	-	-	(312,153)	-	(312,153)	-	-	-	-	(312,153)	-	(312,153)
- Own shares purchased during the period for cancellation	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit for the period	-	-	-	-	122,814	122,814	-	2,496,317	2,496,317	2,496,317	2,496,317	734,237	3,230,554
Other comprehensive income for the period	-	-	-	-	122,814	122,814	(6,808)	(6,808)	116,006	116,006	116,006	80,978	196,984
Total comprehensive income for the period	-	-	-	-	122,814	122,814	-	2,489,509	2,489,509	2,612,323	2,612,323	815,215	3,427,538
Balance as at 30 June 2023 - audited	2,992,964	986,077	4,060,380	(312,153)	125,792	4,860,096	1,450,491	35,671,941	37,122,432	41,982,528	44,975,492	20,802,664	65,778,156
Transaction with owners:	(299,970)	-	-	312,153	-	312,153	-	(1,475,279)	(1,475,279)	(1,163,126)	(1,463,096)	-	(1,463,096)
- Own shares purchased during the period for cancellation	-	-	-	-	-	-	-	(234,665)	(234,665)	(234,665)	(234,665)	(517,503)	(752,168)
- Transaction with non-controlling interests	(299,970)	-	-	312,153	-	312,153	-	(1,709,944)	(1,709,944)	(1,397,791)	(1,697,761)	(517,503)	(2,215,264)
Profit for the period	-	-	-	-	211,226	211,226	-	5,937,988	5,937,988	5,937,988	5,937,988	2,199,122	8,137,110
Other comprehensive income for the period	-	-	-	-	211,226	211,226	-	-	-	211,226	211,226	156,543	367,769
Total comprehensive income for the period	-	-	-	-	211,226	211,226	-	5,937,988	5,937,988	6,149,214	6,149,214	2,355,665	8,504,879
Balance as at 31 December 2023 - (un-audited)	2,692,994	986,077	4,060,380	-	337,018	5,383,475	1,450,491	39,899,985	41,350,476	46,733,951	49,426,945	22,640,826	72,067,771

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)

For the half year ended 31 December 2023



	Note	31 December 2023	31 December 2022
(Rupees in thousand)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	11	11,667,170	8,392,915
Net increase in long term loans to employees		(19,877)	(2,125)
Net increase in long term deposits		(50,573)	(301)
Net increase retention money payable		1,519	1,426,735
Employee benefits paid		(11,039)	(30,906)
Finance cost paid		(3,591,129)	(1,357,017)
Income tax paid		(1,195,888)	(1,077,508)
Net cash generated from operating activities		6,800,183	7,351,793
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(6,600,556)	(9,487,490)
Proceeds from disposal of property, plant and equipment		87,931	55,108
Long term investment made		-	(15,000)
Proceeds from disposal of long term investment		-	12,983
Short term investments - net		(2,707,709)	(1,221,227)
Interest received		126,812	69,672
Dividend received		300,573	81,326
Net cash used in investing activities		(8,792,949)	(10,504,628)
CASH FLOWS FROM FINANCING ACTIVITIES			
Own shares purchased for cancellation		(1,463,096)	-
Transaction with non-controlling interests		(752,168)	(176,010)
Proceeds from long term financing		1,115,126	5,801,531
Repayment of long term financing		(1,786,892)	(2,450,007)
Lease rentals paid during the period		(7,479)	(3,478)
Short term borrowings - net		5,036,842	64,026
Dividend paid		(770)	(471)
Net cash from financing activities		2,141,563	3,235,591
NET INCREASE IN CASH AND CASH EQUIVALENTS		148,797	82,756
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		1,597,054	1,161,658
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		1,745,851	1,244,414

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


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

SELECTED NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)

For the half year ended 31 December 2023

1. THE GROUP AND ITS OPERATIONS

1.1 Holding Company

Kohinoor Textile Mills Limited ("the Holding Company") is a public limited company incorporated in Pakistan under the Companies Act, 1913 (now Companies Act 2017) and listed on Pakistan Stock Exchange (PSX). The registered office of the Company is situated at 42-Lawrence Road, Lahore. The principal activity of the Holding Company is manufacturing of yarn and cloth, processing and stitching the cloth and trade of textile products.

The Holding Company holds 57.43% (30 June 2023: 57.43%) shares of Maple Leaf Cement Factory Limited, 57.43% (30 June 2023: 57.43%) shares of Maple Leaf Industries Limited, 57.43% (30 June 2023: 57.43%) shares of Maple Leaf Power Limited, 57.43% (30 June 2023: Nil) shares of Novacare Hospitals (Private) Limited and 82.92% (30 June 2023: 82.92%) shares of Maple Leaf Capital Limited.

1.2 Subsidiary Companies

1.2.1 Maple Leaf Cement Factory Limited (MLCFL)

Maple Leaf Cement Factory Limited ("the Subsidiary Company") was incorporated in Pakistan on 13 April 1960 under the Companies Act, 1913 (now the Companies Act, 2017) as a public company limited by shares. MLCFL is listed on Pakistan Stock Exchange Limited. The registered office of MLCFL is situated at 42-Lawrence Road, Lahore. MLCFL is engaged in production and sale of cement.

1.2.2 Maple Leaf Capital Limited (MLCL)

Maple Leaf Capital Limited ("the Subsidiary Company") was incorporated in Pakistan on 25 April 2014 under the Companies Ordinance, 1984 (now the Companies Act, 2017) as a public company limited by shares. The registered office of MLCL is situated at 42-Lawrence Road, Lahore. The principal objects of MLCL are to buy, sell, hold or otherwise acquire or invest the capital in any sort of financial instruments and commodities.

1.2.3 Maple Leaf Industries Limited (MLIL)

Maple Leaf Industries Limited was incorporated in Pakistan on 21 September 2022 as a public company limited by shares under the Companies Act, 2017. It is wholly owned subsidiary of MLCFL, which is subsidiary of the Holding Company. MLIL's objective is to produce, manufacture, prepare, treat, process, refine, and deal in all kinds of cement and its allied products. The registered office of MLIL is located at 42-Lawrence Road, Lahore. MLIL has not yet commenced its commercial operations.

1.2.4 Maple Leaf Power Limited (MLPL)

Maple Leaf Power Limited was incorporated in Pakistan on 15 October 2015 as a public company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017). It is subsidiary of MLCFL, which is subsidiary of the Holding company. MLPL has been established to set up and operate a 40-megawatt coal fired power generation plant at Iskanderabad, District Mianwali for generation of electricity. The registered office of MLPL is located at 42-Lawrence Road, Lahore. The principal object of MLPL is to develop, design, operate and maintain electric power generation plant and in connection therewith to engage in the business of generation, sale and supply of electricity to MLCFL.

1.2.5 Novacare Hospitals (Private) Limited

Novacare Hospitals (Private) Limited (the "Novacare") was incorporated on March 21, 2023 as a private company limited by shares having its registered office at No. 7, Street 589, G-13/2, Islamabad. The principal activity of Novacare is to establish a state of the art hospital at Phase 5, Defence Housing Authority, Islamabad and hospitals at other larger cities of Pakistan,



particularly Karachi and Lahore. Novacare Hospitals (Private) Limited has not yet commenced its commercial operations.

2. BASIS OF PREPARATION

These consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standard 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 from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These consolidated condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Group for the year ended 30 June 2023. These consolidated condensed interim financial statements are un-audited, and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

3. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of preceding annual published financial statements of the Group for the year ended 30 June 2023.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these consolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Group's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these consolidated condensed interim financial statements, the significant judgments made by the management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Group for the year ended 30 June 2023.

5. ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL

The Holding Company has bought back 29.997 million shares for the purpose of cancellation from 03 May 2023 to 28 August 2023 at market price prevailing at the date of purchase. The purchase was made pursuant to approvals of Board of Directors and the shareholders of the Holding Company in their meetings held on 06 February 2023 and 03 March 2023 respectively, where the Holding company was allowed to purchase/buy back its issued ordinary shares upto the maximum of 30 million ordinary shares, through Pakistan Stock Exchange Limited, at spot/current share price prevailing during the period from 13 March 2023 to 29 August 2023. These shares were cancelled on 07 September 2023.

	Un-audited 31 December 2023 (Rupees in thousand)	Audited 30 June 2023
6. LONG TERM FINANCING - SECURED		
Balance at beginning of the period / year	25,265,550	24,532,580
Add: Obtained during the period / year	1,115,126	6,340,660
Less: discounting adjustments for recognition at fair value - deferred government grant	-	(3)
Add: unwinding of discount on liability	94,943	194,672
	26,475,619	31,067,909
Less: Repaid during the period / year	(1,786,892)	(5,802,359)
	24,688,727	25,265,550
Less: Current portion shown under current liabilities	(4,468,383)	(3,623,858)
	20,220,344	21,641,692

- 6.1** Long term financing includes long-term loan obtained by the Group under "SBP Temporary Economic Refinance Facility" and "SBP Financing Scheme for Renewable energy" for import of plant and machinery, for setting up of Waste Heat Recovery Plant, for import and installation of new cement production line (Line - IV) and for setting up of Solar Energy Project. The facility carries markup at the rate specified by State Bank of Pakistan plus spread of 1% to 2% per annum. The loan has been measured at its fair value in accordance with IFRS 9 (Financial Instruments) using market rates. The difference between fair value of loan and loan proceeds has been recognised as deferred grant as per requirements of IAS 20 (Accounting for Government Grants and Disclosure of Government Assistance) and as per selected opinion issued in November 2020 by the Institute of Chartered Accountants of Pakistan.

7. CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

There is no significant change in the status of contingencies, as disclosed in preceding audited annual published financial statements of the Group for the year ended 30 June 2023.

7.2 Commitments in respect of:

- (i) Contracts for capital expenditure amounting to Rupees 57.039 million (30 June 2023: Rupees 61.542 million).
- (ii) Letters of credit for capital expenditure amounting to Rupees 1,954.940 million (30 June 2023: Rupees 3,858.200 million).
- (iii) Letters of credit other than for capital expenditure amounting to Rupees 3,870.725 million (30 June 2023: Rupees 3,662.414 million).
- (iv) Future contracts - shares in respect of which the settlement is outstanding amounting to Rupees 615.861 million (30 June 2023: Rupees 779.393 million).



	Note	Un-audited 31 December 2023 (Rupees in thousand)	Audited 30 June 2023
8. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets			
- Owned	8.1	81,951,433	80,217,655
- Leased	8.2	42,732	43,112
Capital work-in-progress	8.3	5,261,300	3,046,642
Major spare parts and stand-by equipments		257,456	238,239
		<u>87,512,921</u>	<u>83,545,648</u>
8.1 Operating fixed assets - owned			
Net book value at the beginning of the period / year		80,217,655	53,959,084
Add: Cost of additions / transfers during the period / year	8.1.1	4,366,681	30,353,683
		<u>84,584,336</u>	<u>84,312,767</u>
Less: Net book value of deletions during the period / year	8.1.2	40,646	65,206
		<u>84,543,690</u>	<u>84,247,561</u>
Less: Depreciation charged during the period / year		2,592,257	4,029,906
Net book value at the end of the period / year		<u>81,951,433</u>	<u>80,217,655</u>
8.1.1 Cost of additions / transfers			
Freehold land		20,267	1,801,785
Buildings		627,184	6,810,640
Plant and machinery		3,514,251	21,120,634
Service and other equipment		5,017	16,021
Computer and IT installations		53,324	14,271
Furniture and fixture		12,749	61,738
Office equipment		3,217	5,970
Vehicles		130,672	520,724
Quarry equipment		-	1,900
		<u>4,366,681</u>	<u>30,353,683</u>
8.1.2 Net book value of deletions			
Plant and machinery		19,990	40,736
Computer and IT installations		47	498
Furniture and fixture		-	166
Vehicles		20,609	23,806
		<u>40,646</u>	<u>65,206</u>

	Note	Un-audited 31 December 2023 (Rupees in thousand)	Audited 30 June 2023
8.2 Operating fixed assets - leased			
Net book value at the beginning of the period / year		43,112	36,098
Add: Cost of additions during the period / year	8.2.1	5,891	17,666
		49,003	53,764
Less: Depreciation charged during the period / year		6,271	10,652
Net book value at the end of the period / year		42,732	43,112
8.2.1 Cost of additions / transfers			
Land		-	566
Building		5,891	17,100
		5,891	17,666

8.3 Capital work-in-progress

	Civil works and buildings	Plant and machinery	Advances for capital expenditure	Total
----- Rupees in thousand -----				
At 30 June 2022	3,783,549	11,723,011	1,686,348	17,192,908
Add: Additions during the year	3,493,566	10,081,623	186,564	13,761,753
Less: Transferred to operating fixed assets during the year	(6,688,138)	(20,379,551)	(840,330)	(27,908,019)
At 30 June 2023	588,977	1,425,083	1,032,582	3,046,642
Add: Additions during the period	1,100,968	1,485,161	2,753,491	5,339,620
Less: Transferred to operating fixed assets during the period	(602,193)	(2,114,500)	(408,269)	(3,124,962)
At 31 December 2023	1,087,752	795,744	3,377,804	5,261,300
Un-audited				
	Half year ended		Quarter ended	
	31 December 2023	31 December 2022	31 December 2023	31 December 2022

9. REVENUE

 (Rupees in thousand)			
Revenue from contracts with customers:				
- Export sales	10,547,640	6,642,954	4,719,417	2,726,599
- Local sales	52,198,563	42,692,344	26,945,147	24,214,340
	62,746,203	49,335,298	31,664,564	26,940,939
Export rebate	63,890	33,409	29,786	15,873
	62,810,093	49,368,707	31,694,350	26,956,812
Local sales	67,934,519	54,942,485	35,137,696	31,176,625
Less: sales tax	(10,876,139)	(8,619,824)	(5,647,382)	(4,895,534)
Less: federal excise duty	(4,122,267)	(3,071,226)	(2,116,293)	(1,764,715)
Less: discount	(534,782)	(414,289)	(308,788)	(224,434)
Less: commission	(202,768)	(144,802)	(120,086)	(77,602)
	52,198,563	42,692,344	26,945,147	24,214,340



9.1 Disaggregation of revenue

In the following table, revenue is disaggregated by primary geographical market, major products and service lines and timing of revenue recognition. The table also includes a reconciliation of the disaggregated revenue with the Group's reportable segments (Note 13).

	Spinning		Weaving		Processing and Home Textile		Cement		Group	
	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited
Half year ended	Half year ended	Half year ended	Half year ended	Half year ended	Half year ended	Half year ended	Half year ended	Half year ended	Half year ended	Half year ended
31 December 2023	31 December 2022	31 December 2023	31 December 2022	31 December 2023	31 December 2022	31 December 2023	31 December 2022	31 December 2023	31 December 2022	31 December 2022
----- RUPEES IN THOUSAND -----										
Primary geographical markets										
Europe	-	1,277,636	1,133,320	2,102,482	1,822,667	-	-	3,380,118	2,955,987	
United States of America and Canada	-	250,065	-	4,287,975	2,293,192	-	-	4,538,040	2,293,192	
Asia, Africa, Australia	-	189,348	102,921	1,167,404	480,041	1,272,730	810,813	2,629,482	1,393,775	
Pakistan	13,909,567	10,805,087	2,489,797	231,155	157,604	33,475,027	29,239,856	52,198,563	42,692,344	
Export rebate	-	-	-	63,890	33,409	-	-	63,890	33,409	
	13,909,567	10,805,087	6,299,863	7,852,906	4,786,913	34,747,757	30,050,669	62,810,093	49,368,707	
Major product / service lines										
Yarn	13,862,152	10,683,478	-	-	-	-	-	13,862,152	10,683,478	
Greige fabric	-	6,286,555	3,726,038	-	-	-	-	6,286,555	3,726,038	
Made-ups	-	-	-	7,257,576	4,421,260	-	-	7,257,576	4,421,260	
Finished fabric	-	-	-	408,890	246,821	-	-	408,890	246,821	
Processing income	-	-	-	101,757	72,494	-	-	101,757	72,494	
Cement	47,415	121,609	13,308	20,793	12,929	34,747,757	30,050,669	34,747,757	30,050,669	
Waste	-	-	-	63,890	33,409	-	-	81,516	134,538	
Export rebate	-	-	-	-	-	-	-	63,890	33,409	
	13,909,567	10,805,087	6,299,863	7,852,906	4,786,913	34,747,757	30,050,669	62,810,093	49,368,707	
Revenue from contracts with customers	13,909,567	10,805,087	6,299,863	7,789,016	4,753,504	34,747,757	30,050,669	62,746,203	49,335,298	
Export rebate	-	-	-	63,890	33,409	-	-	63,890	33,409	
	13,909,567	10,805,087	6,299,863	7,852,906	4,786,913	34,747,757	30,050,669	62,810,093	49,368,707	
Timing of revenue recognition										
Products transferred at a point in time	13,909,567	10,805,087	6,299,863	7,852,906	4,786,913	34,747,757	30,050,669	62,810,093	49,368,707	
Products and services transferred over time	-	-	-	-	-	-	-	-	-	
	13,909,567	10,805,087	6,299,863	7,852,906	4,786,913	34,747,757	30,050,669	62,810,093	49,368,707	
External revenue as reported										
Revenue is recognised at point in time as per the terms and conditions of underlying contracts with customers.	13,909,567	10,805,087	6,299,863	7,852,906	4,786,913	34,747,757	30,050,669	62,810,093	49,368,707	

10. EARNINGS PER SHARE - BASIC AND DILUTED

		Un-audited			
		Half year ended		Quarter ended	
		31 December 2023	31 December 2022	31 December 2023	31 December 2022
There is no dilutive effect on the basic earnings per share which is based on:					
Profit attributable to ordinary shares	RUPEES IN THOUSAND	5,937,988	3,946,581	3,605,303	1,811,505
Weighted average number of ordinary shares	NUMBERS	275,901,294	299,296,456	275,901,294	299,296,456
Earnings per share	RUPEES	21.52	13.19	13.07	6.05
10.1 Weighted average number of ordinary shares					
Outstanding number of shares at beginning of the period	NUMBERS	293,310,900	299,296,456	282,503,188	299,296,456
Less: Impact of own shares purchased	NUMBERS	(17,409,606)	-	(6,601,894)	-
		275,901,294	299,296,456	275,901,294	299,296,456

Un-audited
Half year ended
31 December 2023 31 December 2022
(Rupees in thousand)

11. CASH GENERATED FROM OPERATIONS

Profit before taxation	10,886,634	8,389,888
Adjustment for non-cash charges and other items		
Depreciation	2,592,257	1,825,430
Amortization of intangible assets	1,163	1,749
Finance cost	3,911,935	1,756,396
Retirement benefits	41,533	45,067
Allowance for expected credit losses	(15,744)	109,910
Net impairment losses on financial assets	177,000	-
Other receivables written off	-	2,509
Gain on disposal of property, plant and equipment	(47,285)	(20,248)
Return on bank deposits	(150,964)	(69,672)
Dividend income	(300,573)	(81,326)
Working capital changes (Note 11.1)	(5,428,786)	(3,566,788)
	11,667,170	8,392,915



Un-audited
Half year ended
31 December 2023 31 December 2022
(Rupees in thousand)

11.1 Working capital changes		
(Increase) / decrease in current assets		
Stores, spare parts and loose tools	(3,239,695)	446,999
Stock-in-trade	(713,295)	(4,276,247)
Trade debts	(3,803,406)	(1,030,727)
Loans and advances	(216,568)	(7,793)
Security deposits and short term prepayments	(336,326)	(7,013)
Other receivables	426,192	(335,211)
	(7,883,098)	(5,209,992)
Increase in trade and other payables	2,454,312	1,643,204
	(5,428,786)	(3,566,788)

12. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of subsidiaries, associated undertakings, directors of the Group and their close relatives, key management personnel and staff retirement funds. Detail of transactions with related parties, other than those which have been specifically disclosed elsewhere in these consolidated condensed interim financial statements are as follows:

	Un-audited			
	Half year ended		Quarter ended	
	31 December 2023	31 December 2022	31 December 2023	31 December 2022
 (Rupees in thousand)			
i) Key management personnel				
Remuneration and other benefits	641,766	529,180	398,167	192,670
Post employment benefit plan				
Contribution to provident fund	285,261	171,236	182,318	90,775
Contribution to Gratuity fund	6,990	21,020	3,418	11,128
ii) The Saim Family Trust, British Virgin Islands (BVI) through Mercury Management Inc., BVI and Hutton Properties Limited, BVI (related parties) holds 73,390,896 [27.25%] (30 June 2023: 73,390,896) and 55,256,992 [20.52%] (30 June 2023: 55,256,992) ordinary shares respectively of the Holding Company.				



14. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

(i) Fair value hierarchy

Judgments and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in these financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group classify its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements At 31 December 2023	Level 1	Level 2	Level 3	Total
..... Rupees in thousand.....				
Recurring fair value measurements				
Financial assets				
Financial assets at fair value through profit or loss	10,435,232	-	-	10,435,232
Unrealised gain on re-measurement of futures contracts - shares	13,915	-	-	13,915
Total financial assets	10,449,147	-	-	10,449,147

Recurring fair value measurements At 30 June 2023	Level 1	Level 2	Level 3	Total
..... Rupees in thousand.....				
Recurring fair value measurements				
Financial assets				
Financial assets at fair value through profit or loss	7,840,590	-	-	7,840,590
Unrealised gain on re-measurement of futures contracts - shares	6,118	-	-	6,118
Total financial assets	7,846,708	-	-	7,846,708

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the period. Further, there was no transfer in and out of level 3 measurements.

The Group's policy is to recognize transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and trading and available-for-sale securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

(ii) Valuation techniques used to determine fair values

Specific valuation techniques used to value financial instruments include the use of quoted market prices.

15. RECOGNIZED FAIR VALUE MEASUREMENTS - NON-FINANCIAL ASSETS

(i) Fair value hierarchy

Judgments and estimates are made in determining the fair value of non-financial assets that are recognized and measured at fair value in these consolidated financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group has classified its non-financial assets into the following three levels.

At 31 December 2023	Level 1	Level 2	Level 3	Total
..... Rupees in thousand.....				
Freehold land	-	4,567,622	1,194,487	5,762,109

At 30 June 2023	Level 1	Level 2	Level 3	Total
..... Rupees in thousand.....				
Freehold land	-	4,567,622	1,194,487	5,762,109

The Group's policy is to recognize transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the period. Further, there was no transfer in and out of level 3 measurements.

Valuation techniques used to determine level 2 fair values

The Group obtains independent valuations for its freehold land (classified as property, plant and equipment) at least annually. At the end of each reporting period, the management updates the assessment of the fair value of each property, taking into account the most recent independent valuations. The management determines a property's value within a range of reasonable fair value estimates. The best evidence of fair value of land is current prices in an active market for similar lands.

Valuation processes

The Group engages external, independent and qualified valuers to determine the fair value of the Group's freehold land at the end of every financial year. As at 31 December 2023, the fair values of the freehold land of the Holding Company have been determined by Anderson Consulting (Private) Limited (an approved valuer). MLCFL's freehold land was last revalued by Arif Evaluators, an independent valuer approved by Pakistan Banks' Association (PBA) in "any amount" category, at 30 June 2020.

Changes in fair values are analyzed at each reporting date during the annual valuation discussion between the Chief Financial Officer and the valuers. As part of this discussion the team presents a report that explains the reason for the fair value movements.



16. FINANCIAL RISK MANAGEMENT

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

	Un-audited 31 December 2023 (Rupees in thousand)	Audited 30 June 2023
17. DISCLOSURES BY COMPANY LISTED ON ISLAMIC INDEX		
Holding Company		
Loans / advances obtained as per Islamic mode:		
Contract liabilities	201,650	333,800
Shariah compliant bank deposits / bank balances:		
Bank balances	215,209	249,627
	Un-audited Half year ended 31 December 2023 (Rupees in thousand)	31 December 2022
Profit earned from shariah compliant bank deposits / bank balances	21,232	5,311
Revenue earned from shariah compliant business	28,062,336	19,318,038
Dividend earned from shariah compliant investments	314	18,800
Profits earned or interest paid on any conventional loan / advance:		
Interest income on loans and advances to Maple Leaf Capital Limited - Subsidiary Company	-	-
Profit earned on deposits with banks	74,598	44,331
Interest paid on loans	1,595,549	539,699
Relationship with shariah compliant banks:		
Name	Relationship	
Al-Baraka Bank (Pakistan) Limited	Bank balance	
Bank Alfalah Limited	Bank balance	
Bank Islami Pakistan Limited	Bank balance	
MCB Islamic Bank Limited	Bank balance	
Meezan Bank Limited	Bank balance	
The Bank of Khyber	Bank balance	
Askari Bank Limited	Bank balance	

Description	Un-audited	Audited
	31 December 2023 (Rupees in thousand)	30 June 2023
Subsidiary company (MLCFL)		
Loans / advances obtained as per Islamic mode:		
Loans	2,303,850	2,550,288
Contract liabilities	295,817	445,838
Shariah compliant bank deposits / bank balances		
Bank balances	23,502	31,710
	Un-audited	Audited
	Half year ended	Half year ended
	31 December 2023	31 December 2022
	(Rupees in thousand)	
Profit earned from shariah compliant bank deposits / bank balances	449	51
Revenue earned from shariah compliant business	34,748,576	30,051,369
Mark-up paid on islamic mode of financing	261,723	101,940
Profits earned or interest paid on any conventional loan / advance		
Profit earned on deposits with banks	50,999	19,083
Interest paid on loans	1,534,732	948,272
Relationship with shariah compliant banks:		
Name	Relationship	
MCB Islamic Bank Limited	Bank balance and financing	
Faysal Bank Limited	Bank balance and financing	
Bank Alfalah Limited	Bank balance	
Bank Islami Pakistan Limited	Bank balance	
Meezan Bank Limited	Bank balance	
Dubai Islamic Bank Pakistan Limited	Bank balance	
Al-Baraka Bank (Pakistan) Limited	Bank balance	



Description	Un-audited Half year ended	
	31 December 2023	31 December 2022
(Rupees in thousand)		
Subsidiary company (MLPL)		
Profits earned or interest paid on any conventional loan / advance		
Profit earned on deposits with banks	1,508	448
	Un-audited 31 December 2023	Audited 30 June 2023
(Rupees in thousand)		

Description	Un-audited Half year ended	
	31 December 2023	31 December 2022
(Rupees in thousand)		
Subsidiary company (MLCL)		
Shariah compliant bank deposits / bank balances		
Bank balances	350,558	201,765
	Un-audited 31 December 2023	31 December 2022
(Rupees in thousand)		

Profit earned from shariah compliant bank deposits / bank balances	5,830	1,713
Gain / (loss) or dividend earned from shariah compliant investments		
Realized (loss) / gain on disposal of quoted shares - net	(19,270)	21,053
Realized gain on future contracts - Stocks	153,549	81,941
Dividend income	300,259	62,526
Profits earned or interest paid on any conventional loan / advance		
Profit earned on deposits with banks	104	167
Interest paid on loans	376,536	85,275

Relationship with shariah compliant banks:

Name	Relationship
MCB Islamic Bank Limited	Bank balance

18. DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were approved by the Board of Directors of the Holding Company and authorized for issue on 21 February 2024.

19. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 “Interim Financial Reporting”, the consolidated condensed interim statement of financial position and consolidated condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas the consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of comprehensive income and consolidated condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

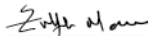
No significant reclassification / rearrangement of corresponding figures has been made.

20. GENERAL

Figures have been rounded off to the nearest thousand of Rupees unless other wise stated.



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER



A Kohinoor Maple Leaf Group Company
42-Lawrence Road,
Lahore, Pakistan