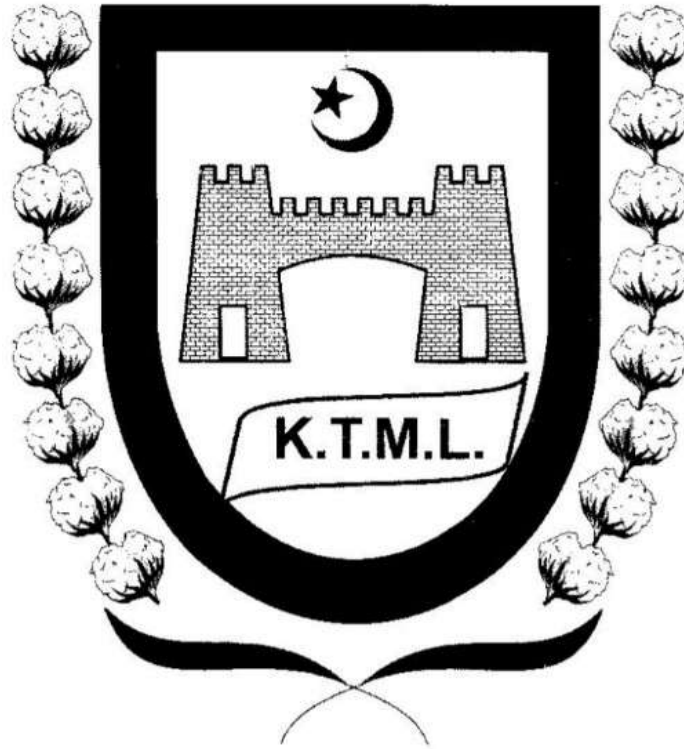


QUARTERLY ACCOUNTS
(Unaudited)



KHYBER TEXTILE MILLS LIMITED

AS ON 30TH SEPTEMBER 2021

COMPANY INFORMATION

CHAIRMAN	Mr. Aurangzeb Khan
CHIEF EXECUTIVE	Mr. Adam Jadoon
DIRECTORS	Mr. Amanullah Khan Mr. Adam Jadoon Mr. Aurangzeb Khan Mr. Omar Farid Jadoon Mr. Muhammad Bahauddin Mrs. Aamna Jadoon Mr. Hassan Ovais
AUDIT COMMITTEE	
CHAIRMAN	Mr. Hassan Ovais
MEMBER	Mr. Muhammad Bahauddin
MEMBER	Mrs. Aamna Jadoon
SECRETARY	Mr. Sadaqat Khan
C.F.O	Mr. Taj Muhammad
AUDITORS	Clarkson Hyde Saud Ansari, Chartered Accountant
SHARE REGISTRAR	F.D. Registrar Services (SMC-Pvt) Ltd
REGISTERED OFFICE & HEAD OFFICE	Khyber Textile Mills Ltd. Baldher, District Haripur, Khyber Pakhtunkhawa
MILLS	Baldher, District Haripur, Khyber Pakhtunkhawa

Website: www.khybertextile.com

Email: info@khybertextile.com

Directors Report

On behalf of the Board of Directors (BOD) we are pleased to present the unaudited condensed interim financial statements for the 1st quarter ended 30th September 2021. The BOD reviewed the current business activities, the restrictions on access to credit due to the on-going litigation, the closure of textile production and the negative effect of the COVID-19 pandemic on the Company.

As per decisions made during previous AGMs and per the BODs instructions and approval, Management has repurposed the majority of its empty land for agricultural activities, including a Livestock Farm for the purchasing, rearing and sale of livestock. Management has also reduced input costs by growing fodder on the Company's agricultural land for consumption by the livestock. Further, Management has increased livestock sales for the 1st quarter of FY 2022 and therefore successfully generated revenue for the Company during the period under review. Management has also continued to lease some of its empty buildings for warehousing and rental purposes and has used this financial stream to reinvest in the Company's operations.

It was also discussed that the main obstacle in restarting textile production has been the restriction on access to credit facilities due to the false defaulter status placed on the Company and the litigation pending in the High Courts by the Banks to recover fictional liabilities. It was noted by the BOD that the banks were delaying the finalization of litigation to extend their financial constraints and pressurize the Company to give into their unjust demands. Nonetheless, efforts are being made to defend the Company's interests before the Courts in order to end this baseless litigation.

In spite of all odds, the Management is successfully defending the Company's interests in the High Courts, covering expenses, operating as an active tax payer, is investing in and generating revenue from its business activities.

For and on Behalf of Board of Director



Chief Executive



Director

Baldher, Haripur
Dated: 25th October, 202

ڈائریکٹرز رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے ہم آپکو پہلے 3 ماہ کے غیر تصدیق شدہ مالیاتی اکاؤنٹس جو کہ 30 ستمبر 2021ء پیش کرنے پر خوشی محسوس کرتے ہیں۔ بورڈ آف ڈائریکٹرز نے موجودہ کاروباری سرگرمیوں، قرضوں تک رسائی پر پابندی اور قانونی چارہ جوئی، ٹیکسٹائل کی پیداوار کی بندش اور وبائی مرض (Covid-19) کے منفی اثرات کا بھی جائزہ لیا۔

جیسا کہ پچھلے سالانہ اجلاس اور بورڈ آف ڈائریکٹرز کی ہدایات اور منظوری کے مطابق انتظامیہ نے کمپنی کی خالی زمین کا بیشتر حصہ زرعی سرگرمیوں کے لیے استعمال کیا بشمول مویشیوں کی خریداری ان کی پرورش اور لائیو سٹاک فارم مویشیوں کی فروخت پر بھی کام کیا۔ کمپنی انتظامیہ نے کمپنی کی زرعی زمین پر مویشیوں کے لیے چارہ کی پیداوار کو بڑھا کر اخراجات کو کم کیا ہے۔ مزید یہ کہ کمپنی انتظامیہ نے مالی سال 2022 کے پہلے 3 ماہ (سہ ماہی) میں مویشیوں کی فروخت میں بھی اضافہ کیا ہے اور اس وجہ سے زیر جائزہ مدت کے دوران کمپنی نے کامیابی حاصل کی ہے۔ انتظامیہ نے اپنی کچھ خالی عمارات کو گودام اور کرائے کے لیے دینا جاری رکھا ہے اور اس سے حاصل ہونے والی آمدنی کو دوبارہ کمپنی کی سرمایہ کاری میں استعمال کیا ہے

اس بات پر بھی تبادلہ خیال کیا گیا کہ ٹیکسٹائل کی پیداوار کو دوبارہ شروع کرنے میں بنیادی رکاوٹ قرضہ جات کی سہولیات تک رسائی پر ہے جس کی وجہ سے کمپنی کی حیثیت کو ڈیفالٹ دکھایا گیا ہے اور بینکوں کی جانب سے خیالی واجبات کی وصولی کے لیے ہائی کورٹس میں زیر سماعت مقدمات چل رہے ہیں۔ بورڈ آف ڈائریکٹرز کی طرف سے نوٹ کیا گیا تھا کہ بینک اپنی مالی رکاوٹوں کو بڑھانے کے لیے قانونی چارہ جوئی کو حتمی شکل دینے میں تاخیر کر رہے ہیں اور اپنے ناجائز مطالبات منوانے کے لیے کمپنی پر دباؤ ڈال رہے ہیں۔ بہر حال اس بے بنیاد چارہ جوئی کو ختم کرنے کے لیے عدالتوں کے سامنے کمپنی کے مفادات کا دفاع کرنے کی کوشش کی جا رہی ہے۔

تمام تر مشکلات کے باوجود انتظامیہ کامیابی سے ہائی کورٹس میں کمپنی کے مفادات کو دفاع کر رہی ہے۔ ایک فعال ٹیکس دہندہ کے طور پر کام کر رہی ہے اور اپنی کاروباری سرگرمیوں سے آمدنی میں اضافہ کر رہی ہے۔

بورڈ آف ڈائریکٹرز کی جانب سے



ڈائریکٹر



چیف ایگزیکٹو

بالڈھیرہری پور

بتاریخ 25 اکتوبر 2021

KHYBER TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
As 30th September, 2021

Notes	30/09/2021	30/06/2021	Notes	30/09/2021	30/06/2021
	Un Audited	Audited		Un Audited	Audited
---- Amount in Rupees ----					
CAPITAL AND LIABILITIES			PROPERTY & ASSETS		
SHARE CAPITAL & RESERVE			NON CURRENT ASSETS		
SHARE CAPITAL			Property Plant & Equipment at written down value		
Authorised:					
1,500,000 Ordinary Share of Rs. 10/- each	15,000,000	15,000,000		973,972,762	973,972,762
			Long Term Deposits	88,983	88,983
Issued:				974,061,745	974,061,745
1,298,543 Ordinary Share of Rs. 10/- each.	12,985,430	12,985,430	CURRENT ASSETS		
			Livestock	-	7,441,000
Subscribed & Paid up	12,275,030	12,275,030	Animal food - bhosa & daana	599,590	205,750
RESERVE			Stores & spares	-	-
Capital- Statutory Reserve U/s 15-BB	257,782	257,782	Taxes Refundable	1,520,000	1,200,000
Unappropriated profit	22,560,886	19,721,321	Cash & Bank Balances	9,371,097	54,372
Surplus on revaluation of fixed assets	882,744,077	882,744,077		11,490,687	8,901,122
Shareholders' Equity	917,837,775	914,998,210			
NON CURRENT LIABILITIES					
Deferred Tax Liability	39,757,168	39,757,168			
CURRENT LIABILITIES					
Long Term Loan	26,310,475	26,560,475			
Trade And Other Payables	432,558	432,558			
Provision for taxation	1,214,456	1,214,456			
	27,957,489	28,207,489			
CONTINGENCIES & COMMITMENTS					
	-	-			
	985,552,432	982,962,867		985,552,432	982,962,867

The annexed notes from 1 to 7 form an integral part of these financial statements.



Chief Executive



Chief Financial Officer



Director

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
AND COMPREHENSIVE INCOME
For The Quarter Ended 30th September 2021**

Three Months Ended	
30/09/2021	30/09/2020
-----Amount in Rupees-----	

Sales (Net)	6	10,554,500	8,601,700
Cost of Sales		(7,851,850)	(7,453,083)
Gross profit		2,702,650	1,148,617
Operating Expenses:			
Administrative		1,355,235	1,482,300
Operating Profit / (Loss)		1,347,415	(333,683)
Other Income - rent		1,422,150	1,579,330
Finance cost		-	(1,076)
Profit before taxation		2,769,565	1,244,571
Provision for taxation		-	-
Profit after taxation		2,769,565	1,244,571
Other comprehensive income for the period		70,000	21,000
Total comprehensive income for the period		2,839,565	1,265,571
EARNING PER SHARE		2.31	1.03

The annexed notes from 1 to 7 form an integral part of these financial statements.



Chief Executive



Chief Financial Officer



Director

STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30th September, 2021

	Share Capital	Reserves	Unappropriated Profit / (Loss)	Revaluation surplus on fixed assets	Total
	----- Rupees -----				
Balance as on June 30, 2020 - Audited	12,275,030	257,782	(1,150,047)	893,475,826	904,858,591
Profit for the quarter	-	-	1,244,571	-	1,244,571
Other Comprehensive income	-	-	21,000	-	21,000
	-	-	1,265,571	-	1,265,571
Balance as on 30th September 2020 - Un Audited	<u>12,275,030</u>	<u>257,782</u>	<u>115,524</u>	<u>893,475,826</u>	<u>906,124,162</u>
Balance as on June 30, 2021 - Audited	12,275,030	257,782	19,721,321	882,744,077	914,998,210
Profit for the quarter	-	-	2,769,565	-	2,769,565
Other Comprehensive income	-	-	70,000	-	70,000
	-	-	2,839,565	-	2,839,565
Balance as on 30th September 2021 - Un Audited	<u>12,275,030</u>	<u>257,782</u>	<u>22,560,886</u>	<u>882,744,077</u>	<u>917,837,775</u>



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

CONDENSED INTERIM STATEMENT OF CASH FLOWS
For The Quarter Ended 30th September 2021

	<i>Three Months Ended</i>	
	30/09/2021	30/09/2020
	-----Amount in Rupees-----	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit after tax	2,769,565	1,244,571
Adjustment of Non Fund Items:		
Provision for Taxation-Deferred	-	-
Depreciation	-	-
Liabilities written back	-	-
	2,769,565	1,244,571
(Increase)/Decrease in Current Assets		
Livestock	7,441,000	7,200,000
Animal food - bhosa & daana	(393,840)	(445,125)
Advances Deposits and other receivables	-	-
	7,047,160	6,754,875
Increase/(Decrease) in Current Liabilities		
Trade & Other Payables	-	(81,070)
	-	(81,070)
	7,047,160	6,673,805
Effect of cash flow due to changes in working capital	9,816,725	7,918,376
Sundry income received	70,000	21,000
Taxes paid	(320,000)	(345,000)
	(250,000)	(324,000)
Net cash from operating activities	9,566,725	7,594,376
CASH OUT FLOW DUE TO FINANCING ACTIVITIES		
Long Term Loan	(250,000)	(300,000)
Net Increase in Cash	9,316,725	7,294,376
Cash and Cash Equivalents at the beginning	54,372	206,590
Cash and Cash Equivalents at end of the period	9,371,097	7,500,966



Chief Executive



Chief Financial Officer



Director

NOTE TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For The Quarter Ended 30th September, 2021
(UNAUDITED)

1 STATUS AND NATURE OF BUSINESS

Khyber Textile Mills Limited is a Public Limited Company, incorporated on 26th August, 1961 under the Companies Act, 1913 (Now the Companies Act, 2017). Its shares are quoted on the Pakistan Stock Exchange Limited. The activities of the Company were the manufacture and sale of cotton / polyester yarn, however due to external factors production was halted. Consequently, the Company has been operating an agricultural livestock business on its vacant land since 2017, as a revised principal line of business of the Company, that is agricultural, which was approved by the Registrar of Companies. It has also been carrying on alternative business activities of renting excess buildings for warehousing and rental purposes since 2016

The geographical locations and addresses of Company's premises are as under:

The Registered office is situated at Baldher, District Haripur, Khyber Paktunkhawa

The production facility and agricultural farms are also located Baldher, District Haripur, Khyber Paktunkhawa

2 BASIS OF PREPARATION

Statement of compliance

These 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 with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These condensed interim financial statements should be read in conjunction with the Company's last annual financial statements as at and for the year ended 30 June 2021 ('last annual financial statements'). These condensed interim financial statements do not include all of the information required for a complete set of financial statements prepared in accordance with the approved accounting standards as applicable in Pakistan. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

The comparative statement of financial position presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Company for the year ended June 30, 2021, whereas the comparative condensed interim profit or loss and comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial information for the first quarter ended September 30, 2020.

3 ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial information requires management to make certain judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and key sources of estimation of uncertainty are the same as those that were applied to the financial statements for the year ended June 30, 2021.

4 TAXATION

No provision for taxation is made in these interim accounts.

5 CASH & BANK BALANCES

	30th Sep 2021	30th June 2021
Cash at hand	54,644	8,726
Bank at banks	9,316,453	45,646
	9,371,097	54,372

6 LIVE STOCK SALES

30th Sep 2021	30th June 2021
10,554,500	8,601,700

6 DATE OF AUTHORIZATION

These condensed interim financial statements were authorised for issue by the Board of Directors of the Company in the meeting held on 25th October 2021.

7 GENERAL

Figures in these statements have been shown in full.



