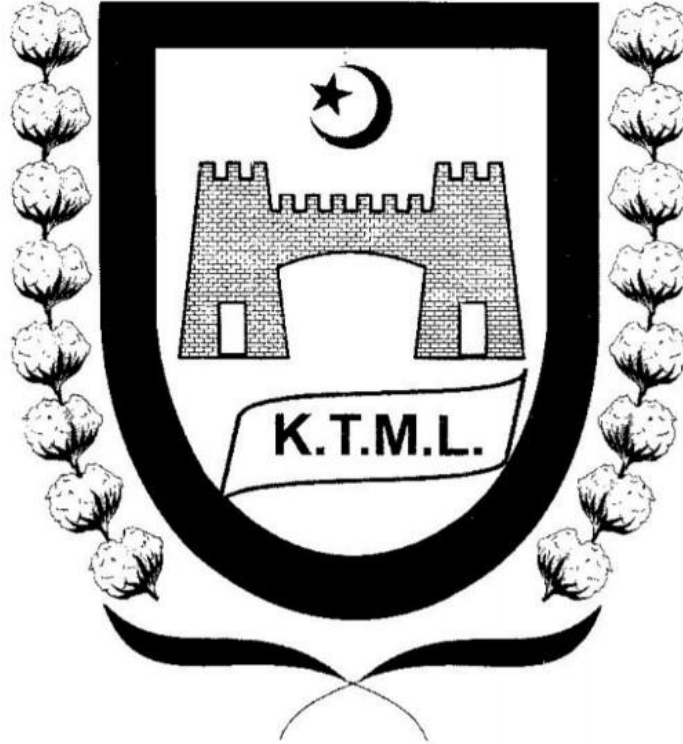


QUARTERLY ACCOUNTS

(Unaudited)



KHYBER TEXTILE MILLS LIMITED

As on 31st March 2021

Baldher, District Haripur, Khyber Pakhtunkhawa

COMPANY INFORMATION

1

CHAIRMAN
CHIEF EXECUTIVE

Mr. Aurangzeb Khan
Mr. Adam Jadoon

DIRECTORS

Mr. Aurangzeb Khan
Mr. Amanullah Khan
Mr. Adam Jadoon
Mr. Omar Farid Jadoon
Mr. Muhammad Bahauddin
Mrs. Aamna Jadoon
Mr. Hassan Ovais

AUDIT COMMITTEE
CHAIRMAN
MEMBER
MEMBER

Mr. Hassan Ovais
Mr. Muhammad Bahauddin
Mrs. Aamna Jadoon

COMPANY SECRETARY

Mr. Sadaqat Khan

C.F.O

Mr. Taj Muhammad

AUDITORS

Clarkson Hyde Saud Ansari,
Chartered Accountants

SHARE REGISTRAR

F.D. Registrar Services
(SMC-Pvt) Ltd

REGISTERED OFFICE,
HEAD OFFICE & MILLS ADDRESS

Khyber Textile Mills Ltd.
Baldher, District Haripur,
Khyber Pakhtunkhawa

Website: www.khybertextile.com
Email: info@khybertextile.com

Directors Report

2

The Management of the Company is placing before you the 3rd quarter accounts for the period ending 31st March 2021. The Board of Directors (BOD) reviewed the business activities, the restrictions on access to credit due to the ongoing banking 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 the BODs instructions and approval, Management has repurposed the majority of its unutilized empty land for agricultural use, including the growing of fodder for the Company's livestock farm and the rearing and sale of livestock. Further, Management has continued to lease some of its excess empty buildings for warehousing and rental purposes and has used this financial stream to reinvest in the Company's activities. Through these successful endeavors the Company has generated revenue during the period under review.

It was noted that the continued impact of the COVID-19 pandemic and subsequent government measures has led to a contraction in the economy resulting in an overall reduction in business activity. Due to this pandemic our Company's operations have been affected and it has caused a decline in our rental business adversely affecting our revenue.

It was also explained that the main obstacle in restarting textile production has been the complete 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 fabricated liabilities. Management expressed that efforts are being made to defend the Company's interests before the Courts in order to end this unwarranted litigation and regain access to credit.

In spite of all odds, Management is successfully covering expenses, generating revenue, defending the Company's interests in the High Courts and operating as an active taxpayer. Moreover, the Company is investing in and creating business activity on its property, which has been reflected in the financial statements annexed herewith.

For and on Behalf of Board of Directors



Chief Executive



Director

Baldher, Haripur

Dated: - 27th April, 2021

آپ کی کمپنی کی انتظامیہ آپ کے سامنے پچھلے 9 ماہ کے اکاؤنٹس 31 مارچ 2021 تک پیش کر رہی ہے۔ بورڈ آف ڈائریکٹرز نے کمپنی کی ٹیکسٹائل پیداوار کی بندش، عدالتی مقدمات، قرضوں پر پابندی اور متبادل کاروبار کا جائزہ لیا اور ملک میں موجود کرونا وائرس سے منفی اثرات کو بھی زیر غور لایا گیا۔

جیسا کہ پچھلی سالانہ میٹنگز اور بورڈ میٹنگز میں یہ اجازت لی گئی تھی کہ کوئی اور کاروبار کر کے روزمرہ کے امور چلائے جائیں اس سلسلے میں خالی زمین کے بیشتر حصے کو زرعی کاروبار میں استعمال کیا جا رہا ہے۔ جیسا کہ کمپنی لائیو سٹاک کا کاروبار کر رہی ہے اور اس میں بہتری کے خواہاں ہیں تاہم اس سال لائیو سٹاک کی سیل بھی بہتر رہی۔ اس کے ساتھ منجمنٹ نے اپنے کچھ خالی عمارات کرائے کے طور پر دی ہوئی ہیں جس سے حاصل ہونے والی آمدن کمپنی کے اخراجات پر استعمال ہو رہی ہے۔

ملک میں وبائی مرض کرونا وائرس (COVID-19) جو کہ پچھلے ایک سال سے کاروباری سرگرمیوں کو متاثر کر رہا ہے اور کمپنی کے روزمرہ کے معمولات اور ریٹیل کاروبار پر بھی منفی اثرات ڈال رہا ہے۔

اس بات پر بھی بحث کی گئی تھی کہ کمپنی کی ٹیکسٹائل پیداوار کی بندش کی راہ میں سب سے بڑی رکاوٹ سرمایہ کا نہ ہونا ہے۔ عدالت میں مقدمات کی وجہ سے بینکوں سے قرض لینے پر بھی پابندی ہے۔ بورڈ کو یہ بھی بتایا گیا ہے کہ عدالتی بینکنگ مقدمات میں ہمارے وکلاء کوشش کر رہے ہیں کہ ان مقدمات کا فیصلہ ہو جائے تاکہ کمپنی دوبارہ سے قرض کی سہولت حاصل کر سکے۔

تمام تر مشکلات کے باوجود کمپنی روزمرہ کے اخراجات، عدالتی اخراجات، تنخواہ ہیں اور دیگر اخراجات کے ساتھ ساتھ کمپنی کے کاروبار میں بھی سرمایہ کاری کر رہی ہے۔



ڈائریکٹر



چیف ایگزیکٹو آفیسر

مورخہ: 27-04-2021

KHYBER TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
As at March 31, 2021
(UNAUDITED)

4

	Mar, 2021 (Unaudited)	June, 2020 (Audited)		Mar, 2021 (Unaudited)	June, 2020 (Audited)
Notes	(Rupees)		Notes	(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	5	976,998,116	986,074,178
Issued: 1,298,543 Ordinary Share of Rs. 10/- each.	12,985,430	12,985,430		88,983	88,983
				977,087,099	986,163,161
Subscribed & Paid up	12,275,030	12,275,030	CURRENT ASSETS		
RESERVE			Livestock	5,388,689	7,200,000
Capital- Statutory Reserve U/s 15-BB	257,782	257,782	Animal food - bhosa & daana	459,910	105,410
Unappropriated (Profit)/(Loss)	1,570,932	(1,150,047)	Stores & spares	-	-
Surplus on revaluation of fixed assets	885,427,014	893,475,826	Taxes Refundable	940,000	1,476,626
Shareholders' Equity	899,530,758	904,858,591	Cash & Bank Balances	1,171,467	206,590
				7,960,066	8,988,626
NON CURRENT LIABILITIES					
Deferred Tax Liability	40,535,220	42,869,376			
CURRENT LIABILITIES					
Loan from Directors	26,755,475	27,460,475			
Trade And Other Payables	18,225,712	18,447,782			
Provision for taxation	-	1,515,563			
	44,981,187	47,423,820			
CONTINGENCIES & COMMITMENTS					
	-	-			
	985,047,165	995,151,787		985,047,165	995,151,787

The annexed notes from 1 to 10 form an integral part of these financial statements.



Chief Executive



Chief Financial Officer



Director

KHYBER TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
For The Period Ended March 31, 2021
(UNAUDITED)

5

Nine months ended Mar 31		Three months ended Mar 31	
2021	2020	2021	2020
(Rupees)		(Rupees)	

Sales (Net)	8,928,700	7,897,600	327,000	121,500
Cost of Sales	8,037,098	7,017,454	484,937	100,290
Gross profit / (loss)	891,603	880,146	(157,937)	21,210
Operating Expenses:				
Administrative	12,803,708	13,638,731	3,970,500	4,288,765
Operating Loss	(11,912,105)	(12,758,585)	(4,128,436)	(4,267,555)
Other Income - rent	4,135,005	5,354,630	1,404,500	1,685,485
Finance cost	2,389	5,410	35	1,618
Loss before tax	(7,779,489)	(7,409,365)	(2,723,971)	(2,583,688)
Provision for Taxation-Deferred	(2,334,156)	(4,049,454)	(778,052)	(818,109)
Loss after tax	(5,445,333)	(3,359,911)	(1,945,919)	(1,765,579)

The annexed notes from 1 to 10 form an integral part of these financial statements.



Chief Executive



Chief Financial Officer



Director

KHYBER TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
For The Period Ended March 31, 2021
(UNAUDITED)

6

<i>Nine months ended Mar 31</i>		<i>Three months ended Mar 31</i>	
2021	2020	2021	2020
<i>(Rupees)</i>		<i>(Rupees)</i>	

Net loss after taxation	(5,445,333)	(3,359,911)	(1,945,919)	(1,765,579)
Other Comprehensive Income				
Income from agriculture	117,500	95,000	67,000	30,000
Total Comprehensive Loss for the Period	<u>(5,327,833)</u>	<u>(3,264,911)</u>	<u>(1,878,919)</u>	<u>(1,735,579)</u>
Loss per share	(4.34)	(2.73)	(1.53)	(1.44)

The annexed notes from 1 to 10 form an integral part of these financial statements.



Chief Executive



Chief Financial Officer



Director

KHYBER TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS
For The Period Ended March 31, 2021
(UNAUDITED)

7

	Mar, 2021	Mar, 2020
	(Rupees)	
CASH FLOW FROM OPERATING ACTIVITIES		
Loss after tax	(5,445,333)	(3,359,911)
Adjustment of Non Fund Items:		
Provision for Taxation-Deferred	(2,334,156)	(4,049,454)
Depreciation	9,076,062	9,902,243
	6,741,906	5,852,789
	1,296,573	2,492,878
(Increase)/Decrease in Current Assets		
Livestock	1,811,311	3,271,390
Animal food - bhosa & daana	(354,500)	(715,496)
	1,456,811	2,555,894
Increase/(Decrease) in Current Liabilities		
Trade & Other Payables	(222,070)	(185,060)
	(222,070)	(185,060)
	1,234,741	2,370,834
Cash generated from operations	2,531,314	4,863,712
Sundry income	117,500	95,000
Taxes paid	(978,937)	(1,147,328)
	1,669,877	3,811,384
CASH OUT FLOW DUE TO FINANCING ACTIVITIES		
Long Term Loan	(705,000)	(440,000)
Net Increase/(Decrease) in Cash	964,877	3,371,384
Cash and Cash Equivalents at the beginning of the period	206,590	44,094
Cash and Cash Equivalents as at 31st March	1,171,467	3,415,478

The annexed notes from 1 to 10 form an integral part of these financial statements.



Chief Executive



Chief Financial Officer



Director

KHYBER TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
For The Period Ended March 31, 2021
(UNAUDITED)

8

	Share Capital	Capital Reserves	Unappropriated (Loss) & Profit	Revaluation surplus on fixed assets	Total
	(Rupees)				
Balance as on June 30, 2019 - Audited	12,275,030	257,782	(10,917,218)	905,163,104	906,778,698
Loss for the period	-	-	(2,125,107)	-	(2,125,107)
Other Comprehensive income for the period	-	-	205,000	-	205,000
Total comprehensive loss	-	-	(1,920,107)	-	(1,920,107)
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation, net of deferred tax.	-	-	11,687,278	(11,687,278)	-
Balance as on June 30, 2020 - Audited	12,275,030	257,782	(1,150,047)	893,475,826	904,858,591
Loss for the period	-	-	(5,445,333)	-	(5,445,333)
Other Comprehensive income for the period	-	-	117,500	-	117,500
Total comprehensive loss	-	-	(5,327,833)	-	(5,327,833)
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation, net of deferred tax.	-	-	8,048,812	(8,048,812)	-
Balance as on Mar 31, 2021 - Un-Audited	12,275,030	257,782	1,570,932	885,427,014	899,530,758

The annexed notes from 1 to 10 form an integral part of these financial statements.



Chief Executive



Chief Financial Officer



Director

KHYBER TEXTILE MILLS LIMITED
NOTE TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the Quarter Ended 31st March 2021
(UNAUDITED)

9

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 manufacture and sale of cotton / polyester yarn and cloth, 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 business of the Company i.e. that is agricultural, that was approved by the Registrar of Companies. It is also carrying out alternative business activities of renting empty buildings for warehousing and other purposes since 2016.

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

- The registered office of the company is situated at Baldher, District Haripur,
- The production facility and agriculture farms are also situated at Baldher, District Haripur, KP

2 BASIS FOR PREPARATION OF ACCOUNTS

- 2.1** This condensed interim financial statements is unaudited and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 ("the Act:") and is un-audited but subject to limited scope review by external auditors as required by the Act and Code of Corporate Governance.

This condensed interim financial statements comprises the condensed interim financial position of the Company as at March 31, 2021 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity together with the notes forming part thereof.

This condensed interim financial statements of the Company for the nine months period ended March 31, 2021 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed.

This condensed interim financial statements does not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements for the year ended June 30, 2020.

- 2.2** Comparative financial position numbers are extracted from the annual financial statement of the Company from the year ended June 30, 2020, whereas comparative statement of profit or loss, statement of comprehensive income, statement of cash flows and statement of changes in equity are stated from unaudited Condensed interim financial statements of the Company for the nine months period ended March 31, 2020.
- 2.3** The company's financial risk objectives and policies are consistent with those disclosed in the preceding annual financial statements for the year ended June 30, 2020.
- 2.4** The accounting policies and methods of computation adopted in the preparation of annual financial statements for the preceding year ended June 30, 2020 have been consistently applied in the preparation of these interim financial statements.

<i>Mar, 2021</i> <i>(Unaudited)</i>	<i>June, 2020</i> <i>(Audited)</i>
<i>(Rupees)</i>	

3 TRADE AND OTHER PAYABLES

Trade Creditors	18,122,154	18,122,154
Advance against rent	-	81,070
Accrued Liabilities	75,000	216,000
Other Liabilities	28,558	28,558
	<u>18,225,712</u>	<u>18,447,782</u>

4 CONTINGENCIES & COMMITMENTS

Contingencies reported in the preceding annual financial statements remain un-changed.

5 PROPERTY PLANT & EQUIPMENT

Cost - Opening Balance	1,274,600,879	1,274,600,879
Revaluation during the period	-	-
Addition/ deletion during the period	-	-
	<u>1,274,600,879</u>	<u>1,274,600,879</u>
Accumulated Depreciation - Opening Balance	288,526,701	275,323,708
Adjustment on disposal	-	-
Depreciation for the period	9,076,062	13,202,993
	<u>297,602,763</u>	<u>288,526,701</u>
Written down value	<u>976,998,116</u>	<u>986,074,178</u>

6 STORES & SPARES

<i>General Store</i>	3,000,000	3,000,000
Less: Provision for diminution in value	<u>(3,000,000)</u>	<u>(3,000,000)</u>
	-	-

7 CASH & BANK BALANCES

Cash in hand	63,231	115,994
Cash at bank - Current Account	1,108,236	90,596
	<u>1,171,467</u>	<u>206,590</u>

8 TRANSACTIONS WITH RELATED PARTIES

i) Purchase of goods and services	-	-
ii) Sales of goods and services	-	-
iii) Brokerage, discount and commission	-	-
iv) Loans and advances		
a) loan received /(returned)		
<i>Mr. Adam Jadoon</i>	(705,000)	(890,000)
v) Any other transaction	-	-

9 DATE OF AUTHORIZATION

These interim financial statements were authorized for issue on 27th April 2021.
by the Board of Directors of the Company.

10 GENERAL

Figures in these interim financial statements have been rounded off to the nearest rupees.



Chief Executive



Chief Financial Officer



Director