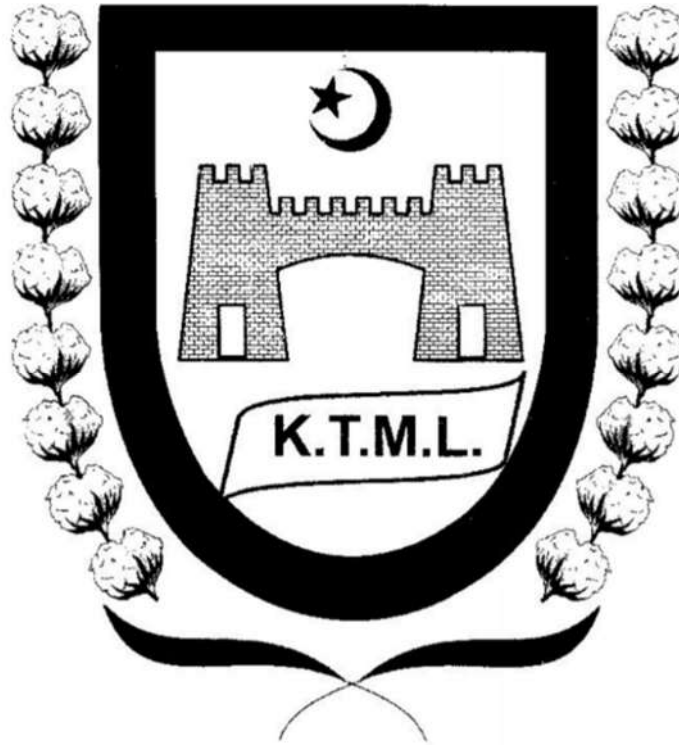


QUARTERLY ACCOUNTS
(Unaudited)



KHYBER TEXTILE MILLS LIMITED

AS ON 30TH SEPTEMBER 2023

COMPANY INFORMATION

CHAIRMAN	Mr. Aurangzeb Khan
CHIEF EXECUTIVE	Mr. Adam Jadoon
DIRECTORS	Mr. Amanullah Khan Jadoon Mr. Adam Jadoon Mr. Aurangzeb Khan Mr. Nusrat Iqbal Mr. Muhammad Bahauddin Mrs. Aamna Jadoon Mr. Hassan Ovais
AUDIT COMMITTEE	
CHAIRMAN	Mr. Nusrat Iqbal
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 2023. The BOD reviewed the current business activities and operations of the Company, further, they discussed the ongoing banking litigation, credit restrictions and the closure of textile production.

As per the decisions made during previous AGMs and the BOD's instructions and approval, Management has repurposed most of its empty land for agricultural activities, including a Livestock Farm for the purchasing, rearing and sale of cattle. The Management has reduced input costs by growing fodder on the Company's agricultural land for consumption by the livestock and has made sales during the 1st quarter of FY 2024. Moreover, Management has continued to rent some of its vacant buildings and warehouses to generate additional income, while using this income to reinvest in the Company's operations. Therefore, Management has generated revenue for the Company during the period under review, which has been reflected in the Financial Statements annexed herewith.

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

Despite these issues, Management is defending the Company's interests in the High Courts, while the Company is operating as an active taxpayer, covering expenses, investing in, and generating revenue from its current business activities.

For and on behalf of the Board of Directors,



Chief Executive
Adam Jadoon



Director
Aurangzeb Khan

Baldher, Haripur Dated: 26th October 2023

ڈائریکٹرز کی رپورٹ

بورڈ آف ڈائریکٹرز (BOD) کی جانب سے، ہمیں 30 ستمبر 2023 کو حتم ہونے والی پہلی سہ ماہی کے غیر آڈٹ شدہ عبوری مالیاتی گوشوارے پیش کرنے پر خوشی ہو رہی ہے۔ BOD نے کمپنی کی موجودہ کاروباری سرگرمیوں اور آپریشنز کا جائزہ لیا، مزید، انہوں نے جاری بینکنگ و قانونی چارہ جوئی اور ٹیکسٹائل کی پیداوار کی بندش اور قرض تک رسائی پر پابندی پر تبادلہ خیال کیا۔

گزشتہ AGM کے دوران کیے گئے فیصلوں اور BOD کی ہدایات اور منظوری کے مطابق، مینجمنٹ نے اپنی زیادہ تر حالیہ زمین کو زرعی سرگرمیوں کے لیے استعمال کیا ہے، جس میں مویشیوں کی خرید، پرورش اور فروخت کے لیے لائیو سٹاک فارم بھی شامل ہے۔ انتظامیہ نے مویشیوں کے استعمال کے لیے کمپنی کی زرعی زمین پر چارہ اگا کر ان پٹ لاگت کو کم کیا ہے اور مالی سال 2024 کی پہلی سہ ماہی کے دوران فروخت کی ہے۔ مزید برآں، انتظامیہ نے آمدنی پیدا کرنے کے لیے اپنی کچھ حالیہ عمارتوں اور گوداموں کو کرائے پر دینا جاری رکھا ہے، اس کا استعمال کرتے ہوئے کمپنی کے آپریشنز میں دوبارہ سرمایہ کاری کی ہے لہذا، مینجمنٹ نے زیر جائزہ مدت کے دوران کمپنی کے لیے آمدنی حاصل کی ہے، جس کی عکاسی اس کے ساتھ منسلک مالی بیانات میں ہوئی ہے۔

BOD کی طرف سے اس بات پر بھی تبادلہ خیال کیا گیا کہ ٹیکسٹائل کی پیداوار کو دوبارہ شروع کرنے میں سب سے بڑی رکاوٹ کمپنی کو کریڈٹ سہولیات تک رسائی پر پابندیاں ہیں اور بینکوں کی جانب سے قرضی واجبات کی وصولی کے لیے ہائی کورٹس میں زیر التوا قانونی چارہ جوئی ہے۔ BOD نے نوٹ کیا کہ بینک و قانونی چارہ جوئی کو حتمی شکل دینے میں تاخیر کر رہے ہیں تاکہ وہ اپنی مالی محسور یوں کو بڑھا سکیں اور کمپنی پر دباؤ ڈالیں کہ وہ اپنے غیر منصفانہ مطالبات کو تسلیم کرے۔ اس کے باوجود، اس بے بنیاد و قانونی چارہ جوئی کو حتم کرنے کے لیے عدالتوں کے سامنے کمپنی کے مفادات کا دفاع کرنے کی کوششیں جاری ہیں۔

تمام مشکلات کے باوجود، انتظامیہ ہائی کورٹس میں کمپنی کے مفادات کا دفاع کر رہی ہے، احراجات کا احاطہ کر رہی ہے، ایک فعال ٹیکس دہندہ کے طور پر کام کر رہی ہے، سرمایہ کاری کر رہی ہے، اور اپنی کاروباری سرگرمیوں سے آمدنی حاصل کر رہی ہے۔

بورڈ آف ڈائریکٹرز کے لیے اور اس کی جانب سے،

ڈائریکٹر

چیف ایگزیکٹو




جناب اورنگزیب خان

آدم جودن

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2023

UN-AUDITED

	30/09/2023	30/06/2023
	Un-Audited	Audited
Note	-----	-----
	Amount in Rupees	
	-----	-----
NON CURRENT ASSETS		
Property, Plant and Equipment	950,409,920	952,750,359
Bearer Plants (Biological Assets)	72,450	72,450
Long Term Deposits	88,983	88,983
	<u>950,571,353</u>	<u>952,911,792</u>
CURRENT ASSETS		
Inventory - Livestock (Biological Assets)	-	1,663,200
Inventory - Animal Feed and Medicines	1,204,580	120,880
Stores and Spares	-	-
Advances and Other Receivables	359,867	23,617
Cash and Bank Balances	11,269,710	11,621,222
	12,834,157	13,428,919
	<u>963,405,510</u>	<u>966,340,711</u>
SHARE CAPITAL AND RESERVES		
Share Capital	12,275,030	12,275,030
	<u>12,275,030</u>	<u>12,275,030</u>
Capital Reserve		
Statutory Reserve	257,782	257,782
Revaluation Surplus on Property, Plant & Equipment	919,741,339	919,741,339
Revenue Reserve		
Accumulated Loss	(15,901,668)	(13,116,647)
	<u>916,372,483</u>	<u>919,157,504</u>
NON CURRENT LIABILITIES		
Loan from Member/ Director	16,500,757	16,500,757
Deferred Taxation	22,329,454	22,329,454
	38,830,211	38,830,211
CURRENT LIABILITIES		
Short Term Loan from Director	7,659,718	7,809,718
Trade and Other Payables	543,098	543,278
Provision for Taxation	-	-
	8,202,816	8,352,996
CONTINGENCIES AND COMMITMENTS		
	<u>963,405,510</u>	<u>966,340,711</u>

The annexed notes form an integral part of these financial statements



CHIEF FINANCIAL OFFICER



DIRECTOR



CHIEF EXECUTIVE

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30TH SEPTEMBER 2023
UN-AUDITED**

	Three months ended	
	30/09/2023	30/09/2022
----- Amount in Rupees -----		
SALES	1,848,000	12,280,000
Less: COST OF SALES	1,743,053	8,244,108
GROSS PROFIT	104,947	4,035,892
Less: Administrative Expenses	4,470,353	4,085,191
Financial Expenses - Bank Charges	1,265	638
	4,471,618	4,085,829
OPERATING (LOSS)	(4,366,671)	(49,937)
Other Operating Income - Rent	1,506,650	1,344,930
Agriculture Income	75,000	-
(LOSS) / PROFIT BEFORE TAXATION	(2,785,021)	1,294,993
TAXATION	-	-
PROFIT AFTER TAXATION	(2,785,021)	1,294,993
OTHER COMPREHENSIVE INCOME	-	-
TOTAL COMPREHENSIVE INCOME	(2,785,021)	1,294,993
(LOSS) / EARNINGS PER SHARE - BASIC AND DILUTED	12	(2.27)
		1.05

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



CHIEF FINANCIAL OFFICER



DIRECTOR



CHIEF EXECUTIVE

CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE QUARTER ENDED 30TH SEPTEMBER 2023
UN-AUDITED

	Three months ended	
	30/09/2023	30/09/2022
----- Amount in Rupees -----		
CASH FROM OPERATING ACTIVITIES		
(Loss) / Profit before Taxation	(2,785,021)	1,294,993
Adjustments for:		
Depreciation	2,340,439	2,546,639
Financial Expenses	1,265	638
Operating (loss) /profit before working capital changes	<u>(443,317)</u>	<u>3,842,270</u>
 (Increase)/Decrease in Operating Assets		
Inventory - Livestock	1,663,200	7,890,000
Inventory - Animal Feed	<u>(1,083,700)</u>	<u>180,160</u>
	136,183	11,912,430
 Increase/(Decrease) in Operating Liabilities		
Trade and Other Payables	<u>(180)</u>	<u>160,000</u>
Cash generated from operations	136,003	12,072,430
 Financial Expenses	(1,265)	(638)
Tax deducted at source/Paid	<u>(336,250)</u>	<u>(345,000)</u>
Net (Used) /Cash flow from Operating Activities	<u>(201,512)</u>	<u>11,726,792</u>
 CASH FROM INVESTING ACTIVITIES		
Net Cashflow in Investing Activities	-	-
 CASH FROM FINANCING ACTIVITIES		
Loan from Directors	<u>(150,000)</u>	<u>(400,000)</u>
Net Cash (used in) Financing Activities	(150,000)	(400,000)
 NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	<u>(351,512)</u>	<u>11,326,792</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	11,621,222	2,006,927
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u><u>11,269,710</u></u>	<u><u>13,333,719</u></u>



CHIEF FINANCIAL OFFICER



DIRECTOR



CHIEF EXECUTIVE

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30TH SEPTEMBER 2023
UN-AUDITED

	Issued, Subscribed & Paid Up Capital	Capital Reserves		Accumulated Loss	Total
		Statutory Reserve	Revaluation Surplus		
----- Rupees -----					
Balance as at June 30, 2022 - Audited	12,275,030	257,782	927,295,959	(16,786,696)	923,042,075
Correction of Prior Period Error (As per note no. 4 of annual audited accounts 2023)			(29,006)	87,006	58,000
Balance as at July 1, 2022 - Restated	12,275,030	257,782	927,266,953	(16,699,690)	923,100,075
<i>Total Comprehensive Income for the quarter</i>					
Net Profit for the period	-	-	-	1,294,993	1,294,993
Other Comprehensive Income	-	-	-	-	-
	-	-	-	1,294,993	1,294,993
Balance as at September 30, 2022 - Un Audited	12,275,030	257,782	927,266,953	(15,404,697)	924,395,068
Balance as at June 30, 2023 - Audited	12,275,030	257,782	919,741,339	(13,116,647)	919,157,504
<i>Total Comprehensive Income for the quarter</i>					
Net loss for the period	-	-	-	(2,785,021)	(2,785,021)
Other Comprehensive Income	-	-	-	-	-
	-	-	-	(2,785,021)	(2,785,021)
Balance as at September 30, 2023 - Un Audited	12,275,030	257,782	919,741,339	(15,901,668)	916,372,483



CHIEF FINANCIAL OFFICER



DIRECTOR



CHIEF EXECUTIVE

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30TH SEPTEMBER 2023
UN-AUDITED

1 CORPORATE AND GENERAL INFORMATION

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 and cloth, however due external factors the 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 in 2019. 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 of the Company, the production facility and agricultural farms are located at Baldher, District Haripur, Khyber Pakhtunkhwa.

2 BASIS OF PRESENTATION

2.1 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.

- 2.2** Comparative financial position numbers are extracted from the annual financial statement of the Company from the year ended June 30, 2023, whereas comparative statement of profit or loss and other 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 three months period ended September 30, 2022.
- 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, 2023.
- 2.4** The accounting policies and methods of computation adopted in the preparation of annual financial statements for the preceding year ended June 30, 2023 have been consistently applied in the preparation of these interim financial statements.

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, 2023.

4 TAXATION

No provision for taxation is made in these interim accounts.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30TH SEPTEMBER 2023
UN-AUDITED

	30/09/2023 Un-Audited	30/06/2023 Audited
----- Amount in Rupees -----		
5 STORES AND SPARES		
General stores	3,000,000	3,000,000
Less: Provision for Obsolescence	<u>(3,000,000)</u>	<u>(3,000,000)</u>
	<u>-</u>	<u>-</u>
6 CASH AND BANK BALANCES		
Cash in Hand	62,342	3,442,864
Cash at Bank - Current Accounts	<u>11,207,368</u>	<u>8,178,358</u>
	<u>11,269,710</u>	<u>11,621,222</u>
7 LOAN FROM SHAREHOLDER/ DIRECTOR	<u>16,500,757</u>	<u>16,500,757</u>
<p>This represents the amount received from one of the shareholder /directors of the Company for the purpose of working capital requirements. The loan is interest free, unsecured and the director has deferred his right to repayment at least twelve months from the date of the these financial statements.</p>		
8 SHORT TERM LOAN FROM DIRECTORS	<u>7,659,718</u>	<u>7,809,718</u>
<p>This represents the amount received from a director of the Company for the purpose of working capital requirements. The loan is interest free, unsecured and repayable on demand.</p>		
9 TRADE AND OTHER PAYABLES		
Advance against rent	80,000	80,000
Accrued Liabilities	434,540	434,720
Other Liabilities	<u>28,558</u>	<u>28,558</u>
	<u>543,098</u>	<u>543,278</u>
10 CONTINGENCIES & COMMITMENTS		
<p>Contingencies reported in the preceding annual financial statements remain un-changed.</p>		
11 RELATED PARTY TRANSACTIONS		
<p>Related parties comprise of group companies (associates), directors, major shareholders, their close family members and key management personnel. Transactions with related parties during the period, other than and including those which have been disclosed elsewhere in these financial statements, are given below:</p>		
<u>Name of Related Party</u>	<u>Nature of Transaction</u>	
Mr. Jadoon Adam - CEO/Director	Loan (repaid)	
		<u>(150,000)</u> <u>(1,150,000)</u>

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30TH SEPTEMBER 2023
UN-AUDITED

12 (LOSS) / EARNING PER SHARE

	30/09/2023 Un-Audited	30/09/2022 Un-Audited
	----- Amount in Rupees -----	
Net (loss) / profit for the year	(2,785,021)	1,294,993
Number of shares outstanding during the year	1,227,503	1,227,503
Earnings / (Loss) per share - Basic and diluted	(2.27)	1.05

13 DATE OF AUTHORISATION

These unconsolidated condensed interim financial statements were authorized for issue on 26th October 2023 by the Board of Directors of the Company.

14 GENERAL

14.1 Figures have been rounded off to the nearest thousand of Rupee.

14.2 Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation, the effect of which is not material.



CHIEF FINANCIAL OFFICER



DIRECTOR



CHIEF EXECUTIVE