



KOHINOOR
TEXTILE MILLS LTD.



1ST QUARTERLY REPORT
SEPTEMBER 30, 2024

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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

Mills:

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

Gulyana Road, Gujjar 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.

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
BankIslami Pakistan Limited
Bank Makramah Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
MCB Islamic 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



DIRECTORS' REVIEW

The Directors present un-audited accounts of the Company for the quarter ended 30 September 2024, in compliance with the requirements of Section 237 of the Companies Act, 2017.

Review of Operations

The results of the Company in the first quarter of the 2024-25 financial year showed slight improvement over the previous corresponding quarter. While the profit before tax was significantly higher than the previous period, dramatic increases in taxation policy adversely impacted the bottom line.

The performance of the Company's Spinning divisions was lower overall than the previous quarter due to uncertainty in the markets driving a lack of liquidity and lifting by traders and mills. Exceptionally large levels of imported yarns flooding the market adversely affected margins. This was somewhat offset by lower cotton prices which cushioned reduction in profits. We expect results to somewhat improve in the coming quarter, as improved economic stability in the country reduces uncertainty. The Company continues to focus on quality to make its products attractive to the users.

The results of the Weaving division showed considerable improvement over the previous quarter, driven by efficiencies in production and energy utilization, as well as tight financial controls. Further, expansion into new geographic markets has begun to pay dividends and improved performance is expected going forward. The major challenge facing the Weaving division continues to be high interest rates but improved financial management has had a salutary effect. As inflation rates abate, it is expected there will be further reduction in the policy rate which should reduce costs. While the division continues to operate at a loss, we foresee a return to profitability in the third quarter of this financial year.

After-tax results of the Home Textile division are similar to those of the previous quarter, despite dramatic increases in the pre-tax profitability of the division. The new tax regime ate into the improved performance. The Company continues to be driven by its focus on high value-added goods in a variety of product areas. We expect similar performance in the coming quarter.

The Company's focus on sustainability continues with solar production matching capacity needs during peak generation hours. We are currently exploring further solar installation across all sites to match energy requirements for longer periods, initially examining a further 5MW solar installation at the Rawalpindi site. The Company's second rainwater harvesting lake has been operational for several months and has further increased our ability to capture, store, and recycle water.

Financial Review

During the period under review, Company's sales increased by 5% to Rs. 15,140 million (2023: Rs. 14,441 million), while cost of sales increased by 9% to Rs. 12,712 million (2023: Rs. 11,696 million). This resulted in gross profit of Rs. 2,428 million (2023: Rs. 2,745 million). Operating profit for the period under review stood at Rs. 1,573 million (2023: Rs. 2,092 million). The Company made an after-tax profit of Rs. 518 million (2023: Rs. 982 million). Earnings per share for the quarter ended 30 September 2024 were at Rs. 1.92 against Rs. 3.41 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

Taufique Sayeed Saigol
Chief Executive

Syed Mohsin Raza Naqvi
Director

Lahore
October 24, 2024

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2024

	Note	Un-audited 30 September 2024 (Rupees in thousand)	Audited 30 June 2024 (Rupees in thousand)
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
370,000,000 (30 June 2024: 370,000,000) ordinary shares of Rupees 10 each		3,700,000	3,700,000
30,000,000 (30 June 2024: 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 2024: 269,299,456) ordinary shares of Rupees 10 each		2,692,994	2,692,994
Reserves			
Capital reserves			
Share premium		986,077	986,077
Surplus on revaluation of freehold land		5,963,401	5,963,401
Reserve against capacity expansion		15,000,000	15,000,000
Reserve against buy-back of shares		1,775,000	1,775,000
		<u>23,724,478</u>	<u>23,724,478</u>
Revenue reserves			
Unappropriated profit		3,332,676	2,815,084
		<u>29,750,148</u>	<u>29,232,556</u>
Total equity			
		29,750,148	29,232,556
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term financing	5	5,470,354	5,820,491
Deferred government grants		9,172	9,970
Deferred income tax liability		1,770,738	1,754,292
		<u>7,250,264</u>	<u>7,584,753</u>
CURRENT LIABILITIES			
Trade and other payables		5,789,647	5,434,358
Accrued mark-up		412,218	565,079
Short term borrowings		9,036,794	7,503,576
Current portion of non-current liabilities		1,323,249	1,242,931
Unclaimed dividend		31,174	31,543
Provision for taxation and levy - net		335,265	258,807
		<u>16,928,347</u>	<u>15,036,294</u>
Total liabilities		<u>24,178,611</u>	<u>22,621,047</u>
CONTINGENCIES AND COMMITMENTS			
	6		
TOTAL EQUITY AND LIABILITIES		<u>53,928,759</u>	<u>51,853,603</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 30 September 2024 (Rupees in thousand)	Audited 30 June 2024
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	7	23,105,618	23,177,548
Long term investments		11,078,733	11,078,733
Long term deposits		114,757	114,753
		<u>34,299,108</u>	<u>34,371,034</u>
CURRENT ASSETS			
Stores, spare parts and loose tools		1,189,396	1,053,241
Stock-in-trade		7,949,999	6,882,432
Trade debts		7,151,820	6,437,592
Advances		989,858	594,872
Short term deposits and prepayments		118,704	39,974
Other receivables		1,432,941	1,740,066
Short term investments		503,188	515,341
Cash and bank balances		293,745	219,051
		<u>19,629,651</u>	<u>17,482,569</u>
TOTAL ASSETS		<u><u>53,928,759</u></u>	<u><u>51,853,603</u></u>

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

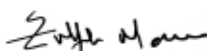
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-audited) FOR THE QUARTER ENDED 30 SEPTEMBER 2024

	30 September 2024	30 September 2023
	(Rupees in thousand)	
REVENUE	15,139,920	14,440,995
COST OF SALES	(12,711,692)	(11,696,028)
GROSS PROFIT	2,428,228	2,744,967
DISTRIBUTION COST	(526,803)	(380,881)
ADMINISTRATIVE EXPENSES	(344,069)	(293,293)
OTHER EXPENSES	(43,918)	(94,058)
	(914,790)	(768,232)
OTHER INCOME	1,513,438	1,976,735
	59,890	115,543
PROFIT FROM OPERATIONS	1,573,328	2,092,278
FINANCE COST	(724,811)	(805,036)
PROFIT BEFORE LEVY AND TAXATION	848,517	1,287,242
LEVY	-	(51,661)
PROFIT BEFORE TAXATION	848,517	1,235,581
TAXATION		
- Current	(314,480)	(247,622)
- Deferred	(16,445)	(5,471)
	(330,925)	(253,093)
PROFIT AFTER TAXATION	517,592	982,488
EARNINGS PER SHARE - BASIC AND DILUTED (RUPEES)	1.92	3.41

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 QUARTER ENDED 30 SEPTEMBER 2024

Note	30 September 2024 (Rupees in thousand)	30 September 2023
PROFIT AFTER TAXATION	517,592	982,488
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	517,592	982,488

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 quarter ended 30 September 2024

	Reserves										Total Equity	
	Capital reserves					Revenue reserves						
	Share capital	Share premium	Reserve against capacity expansion	Reserve against buy-back of shares	Own shares purchased for cancellation	Surplus on revaluation of freehold land	Sub-Total	General reserves	Unappropriated profit	Sub-Total		Total reserves
Balance as at 30 June 2023 - (audited)	2,992,964	986,077	-	-	(312,153)	3,861,708	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	-	-	-	-	-	-	-	-	982,488	982,488	982,488	982,488
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	-	-	982,488	982,488	982,488	982,488
Balance as at 30 September 2023 - (un-audited)	2,692,994	986,077	-	-	-	3,861,708	4,847,785	1,450,491	16,922,919	18,373,410	23,221,195	25,914,189
Transfer from revenue reserves to capital reserves	-	-	15,000,000	1,775,000	-	-	16,775,000	(1,450,491)	(15,324,509)	(16,775,000)	-	-
Profit for the period	-	-	-	-	-	2,101,693	2,101,693	-	1,216,674	1,216,674	1,216,674	1,216,674
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	2,101,693	2,101,693	-	1,216,674	1,216,674	3,318,367	3,318,367
Balance as at 30 June 2024 - (audited)	2,692,994	986,077	15,000,000	1,775,000	-	5,963,401	23,724,478	-	2,815,084	2,815,084	26,639,562	29,232,556
Profit for the period	-	-	-	-	-	-	-	-	517,592	517,592	517,592	517,592
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	-	-	517,592	517,592	517,592	517,592
Balance as at 30 September 2024 - (un-audited)	2,692,994	986,077	15,000,000	1,775,000	-	5,963,401	23,724,478	-	3,332,676	3,332,676	27,057,154	29,750,148

(Rupees in thousand)

Balance as at 30 June 2023 - (audited)

Own shares purchased during the period for cancellation

Profit for the period

Other comprehensive income for the period

Total comprehensive income for the period

Balance as at 30 September 2023 - (un-audited)

Transfer from revenue reserves to capital reserves

Profit for the period

Other comprehensive income for the period

Total comprehensive income for the period

Balance as at 30 June 2024 - (audited)

Profit for the period

Other comprehensive income for the period

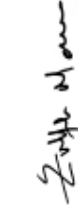
Total comprehensive income for the period

Balance as at 30 September 2024 - (un-audited)

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



CHIEF EXECUTIVE OFFICER



DIRECTOR

CHIEF FINANCIAL OFFICER

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS(Un-audited) FOR THE QUARTER ENDED 30 SEPTEMBER 2024



	Note	September 2024 (Rupees in thousand)	September 2023
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash used in operations	8	188,863	(271,192)
Finance cost paid		(877,672)	(681,849)
Income tax and levies paid		(238,022)	(132,275)
Net increase in long term deposits		(4)	-
Net cash used in operating activities		(926,835)	(1,085,316)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(290,325)	(961,771)
Proceeds from disposal of property, plant and equipment		22	18,346
Short term investments - net		12,153	173,669
Interest received		17,447	34,789
Net cash used in investing activities		(260,703)	(734,967)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long term financing		-	345,950
Repayment of long term financing		(270,617)	(206,446)
Own shares purchased for cancellation		-	(1,463,096)
Short term borrowings - net		1,533,218	2,743,969
Dividend paid		(369)	(67)
Net cash from financing activities		1,262,232	1,420,310
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		74,694	(399,973)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		219,051	643,475
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		293,745	243,502

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 QUARTER ENDED 30 SEPTEMBER 2024

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 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 2024. These unconsolidated 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 computation 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 2024.

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 that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2024.

	Un-audited 30 September 2024 (Rupees in thousand)	Audited 30 June 2024
5. LONG TERM FINANCING - SECURED		
Balance at beginning of the period / year	7,059,950	7,432,812
Add : Obtained during the period / year	-	1,115,127
Add: unwinding of discount on liability	921	3,958
	7,060,871	8,551,897
Less: Repaid during the period / year	(270,617)	(1,491,947)
	6,790,254	7,059,950
Less: Current portion shown under current liabilities	(1,319,900)	(1,239,459)
Balance as at end of the period / year	5,470,354	5,820,491

- 5.1** 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).

6. CONTINGENCIES AND COMMITMENTS

6.1 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 2024.

6.2 Commitments in respect of:

- a) Contracts for capital expenditure amounting to Rupees Nil (30 June 2024: Rupees 16.366 million).
- b) Letters of credit for capital expenditure amounting to Rupees 429.728 million (30 June 2024: Rupees 155.010 million).
- c) Letters of credit other than for capital expenditure amounting to Rupees 2,041.161 million (30 June 2024: Rupees 1,999.905 million).

	Note	Un-audited 30 September 2024 (Rupees in thousand)	Audited 30 June 2024
7. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	7.1	22,284,310	22,454,400
Capital work-in-progress	7.2	821,308	723,148
		<u>23,105,618</u>	<u>23,177,548</u>
7.1 Operating fixed assets			
Net book value at the beginning of the year		22,454,400	17,848,405
Add : Cost of additions / transfers during the period / year	7.1.1	192,165	3,906,691
Add : Revaluation surplus on freehold land during the period / year		-	2,101,693
		<u>22,646,565</u>	<u>23,856,789</u>
Less : Book value of deletions during the period / year	7.1.2	27	30,619
		<u>22,646,538</u>	<u>23,826,170</u>
Less : Depreciation charged during the period / year		362,228	1,371,770
Net book value at the end of the year		<u>22,284,310</u>	<u>22,454,400</u>
7.1.1 Cost of additions / transfers			
Buildings		97,365	337,391
Plant and machinery		84,956	3,349,604
Services and other equipment		440	9,855
Computers and IT installations		3,978	81,556
Furniture and fixtures		207	4,903
Office equipment		5,066	8,425
Vehicles		153	114,957
		<u>192,165</u>	<u>3,906,691</u>
7.1.2 Book value of deletions			
Plant and machinery		-	20,209
Computer and IT installations		27	87
Office equipment		-	105
Vehicles		-	10,218
		<u>27</u>	<u>30,619</u>



	Un-audited 30 September 2024 (Rupees in thousand)	Audited 30 June 2024
7.2 Capital work-in-progress		
Civil works and buildings	152,699	147,374
Plant and machinery	461,770	504,143
Advances for capital expenditure	206,839	71,631
	821,308	723,148
	Un-audited 30 September 2024 (Rupees in thousand)	Audited 30 June 2024
	Note	
8. CASH GENERATED FROM OPERATIONS		
Profit before levy and taxation	848,517	1,287,242
Adjustments for non-cash charges and other items:		
Depreciation	362,228	320,195
Finance cost	724,811	805,036
Loss / (gain) on sale of property, plant and equipment	5	(11,241)
Return on bank deposits	(17,447)	(34,789)
Working capital changes	8.1 (1,729,251)	(2,637,635)
	188,863	(271,192)
8.1 Working capital changes		
(Increase) / decrease in current assets:		
Stores, spare parts and loose tools	(136,155)	(54,334)
Stock-in-trade	(1,067,567)	(2,319,624)
Trade debts	(714,228)	(535,582)
Advances	(394,986)	79,781
Security deposits and short term prepayments	(78,730)	(66,485)
Other receivables	307,125	244,745
	(2,084,541)	(2,651,499)
Increase in trade and other payables	355,290	13,864
	(1,729,251)	(2,637,635)

9. TRANSACTIONS WITH RELATED PARTIES

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

	Un-audited Quarter ended	
	30 September 2024	30 September 2023
	(Rupees in thousand)	
i) Transactions		
Subsidiary companies		
Maple Leaf Cement Factory Limited		
Purchase of goods and services	1,835	819
Expenses paid by Maple Leaf Cement Factory Limited on behalf of the Company	3,196	-
Maple Leaf Capital Limited		
Expenses on behalf of the Maple Leaf Capital Limited	2,093	1,920
Payment received against expenses	2,093	1,920
Executives and Key management personnel		
Remuneration and other benefits	128,292	118,692
Post employment benefit plan		
Company's contribution to provident fund trust	37,566	29,205
	Un-audited 30 September 2024	Audited 30 June 2024
	(Rupees in thousand)	
ii) Period / year end balances		
Maple Leaf Cement Factory Limited		
Other receivables	22,731	10,365

9.1 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 2024: 73,390,896) and 55,256,992 [20.52%] (30 June 2024: 55,256,992) ordinary shares respectively of the Company.

10. SEGMENT INFORMATION

10.1

	Spinning		Weaving		Processing and Home Textile		Elimination of inter-segment transactions		Company	
	Un-audited		Un-audited		Un-audited		Un-audited		Un-audited	
	Quarter ended	Quarter ended	Quarter ended	Quarter ended	Quarter ended	Quarter ended	Quarter ended	Quarter ended	Quarter ended	Quarter ended
	September 2024	September 2023	September 2024	September 2023	September 2024	September 2023	September 2024	September 2023	September 2024	September 2023
Revenue:										
External Inter-segment	7,067,700	7,079,712	3,142,888	4,218,395	4,149,692	4,218,395	-	-	15,139,920	14,440,995
	174,343	856,681	447,810	2,953	6,827	2,953	(628,980)	(1,396,005)	-	-
Cost of sales	7,242,043	7,936,393	4,370,338	3,679,259	4,156,519	4,221,348	(628,980)	(1,396,005)	15,139,920	14,440,995
	(6,086,206)	(6,640,668)	(3,896,462)	(3,477,626)	(3,358,002)	(2,973,739)	628,980	1,396,005	(12,711,692)	(11,696,028)
Gross profit	1,155,835	1,295,725	473,876	207,633	798,517	1,241,609	-	-	2,428,228	2,744,967
Distribution cost	(50,335)	(24,035)	(106,728)	(43,840)	(669,740)	(312,907)	-	-	(626,803)	(380,881)
Administrative expenses	(160,384)	(145,008)	(70,146)	(60,655)	(113,539)	(87,630)	-	-	(844,069)	(293,293)
Profit before tax and unallocated income and expenses	(210,719)	(169,043)	(176,874)	(104,504)	(483,279)	(400,627)	-	-	(870,872)	(674,174)
Unallocated income and expenses	945,116	1,126,682	297,002	103,129	315,238	840,982	-	-	1,557,356	2,070,793
Other expenses										
Other income										
Finance cost										
Levies										
Taxation										
Profit after taxation										
									(43,918)	(94,058)
									59,890	115,543
									(724,811)	(805,036)
									-	(51,661)
									(330,925)	(253,093)
									(1,039,764)	(1,088,305)
									517,592	982,488

10.2 Reconciliation of reportable segment assets and liabilities

	Spinning		Weaving		Processing and Home Textile		Company			
	Un-audited		Un-audited		Un-audited		Un-audited			
	30 September 2024	30 June 2024	30 September 2024	30 June 2024	30 September 2024	30 June 2024	30 September 2024	30 June 2024		
Total assets for reportable segments	16,359,558	14,617,772	11,314,351	11,021,058	15,176,117	15,136,040	42,850,026	40,774,870	11,078,733	11,078,733
Unallocated assets							53,928,759	51,853,603		
Total assets as per unconsolidated condensed interim statement of financial position							16,618,226	15,451,207		
All segment assets are allocated to reportable segments other than those directly relating to corporate and tax assets.	2,396,773	3,048,084	3,798,690	3,061,701	10,422,763	9,341,422	7,560,385	7,169,840		
Total liabilities for reportable segments							24,178,611	22,621,047		
Unallocated liabilities										
Total liabilities as per unconsolidated condensed interim statement of financial position										
All segment liabilities are allocated to reportable segments other than trade and other payables and deferred tax liabilities.										

11. 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.

12. 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 30 September 2024	Level 1	Level 2	Level 3	Total
	----- (Rupees in thousand) -----			
Freehold land	-	6,669,315	-	6,669,315

At 30 June 2024	Level 1	Level 2	Level 3	Total
	----- (Rupees in thousand) -----			
Freehold land	-	6,669,315	-	6,669,315

The Company'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 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.

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 30 June 2024, the fair values of the freehold land have 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.

13. 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 2024.

14. DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on 24 October 2024 by the Board of Directors of the Company.

15. 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.

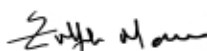
No significant rearrangements / reclassifications of corresponding figures have been made.

16. GENERAL

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER



KOHINOOR
TEXTILE MILLS LTD.

**CONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS**

**FOR THE QUARTER ENDED
30 SEPTEMBER 2024**



DIRECTORS' REVIEW ON UN-AUDITED CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

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 (58.85%), Maple Leaf Power Limited (58.85%), Maple Leaf Industries Limited (58.85%), Novacare Hospitals (Private) Limited (58.61%) and Maple Leaf Capital Limited (82.92%) (Together referred to as Group) for the quarter ended 30 September 2024.

GROUP RESULTS

The Group has earned gross profit of Rupees 7,497 million as compared to Rupees 8,154 million of corresponding period. The Group has earned pre-tax profit of Rupees 4,316 million this period as compared to Rupees 4,386 million during the previous period. The overall Group financial results are as follows:

	September 2024	September 2023
	(Rupees in million)	
Revenue	30,858	31,116
Gross profit	7,497	8,154
Profit from operations	5,941	6,388
Financial charges	1,599	1,931
Net profit after taxation	3,024	3,145
	----- (Rupees) -----	
Earnings per share - Basic and diluted	8.34	8.10

SUBSIDIARY COMPANIES

Maple Leaf Cement Factory Limited (MLCFL)

It has recorded a decrease of 6% in its sales over previous period and has earned gross profit of 29.76% (30 Sep 2023: 29.85%) amounting to Rupees 4,679 million (30 Sep 2023: Rupees 4,977 million).

It has earned after tax profit of Rupees 1,041 million (30 Sep 2023: Rupees 1,330 million).

Maple Leaf Power Limited (MLPL)

MLPL has earned after tax profit of Rupees 548 million (30 Sep 2023: Rupees 308 million).

Maple Leaf Industries Limited (MLIL)

MLIL has incurred after tax loss of Rupees 1.2 million (30 Sep 2023: Rupees 0.7 million). MLIL was incorporated in Pakistan on 21 September 2022 as a public company limited by shares under the Companies Act, 2017 to produce, manufacture, prepare, treat, process, refine, and deal in all kinds of cement and its allied products. However, the Government of Pakistan did not allow for import of machinery for cement manufacturing line and consequently the Board of Directors of MLIL has decided to initiate the winding-up process of the company as at 31 March 2024.

Novacare Hospitals (Private) Limited

Novacare Hospitals (Private) Limited has incurred after tax loss of Rupees 80 million (30 Sep 2023: Rupees Nil).

Maple Leaf Capital Limited (MLCL)

MLCL has earned after tax profit of Rupees 990 million (30 Sep 2023: Rupees 443 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

Syed Mohsin Raza Naqvi
Director

Taufique Sayeed Saigol
Chief Executive

Lahore
October 24, 2024

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at 30 September 2024

	Note	Un-audited 30 September 2024 (Rupees in thousand)	Audited 30 June 2024
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
370,000,000 (30 June 2024: 370,000,000) ordinary shares of Rupees 10 each		3,700,000	3,700,000
30,000,000 (30 June 2024: 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 2024: 269,299,456) ordinary shares of Rupees 10 each		2,692,994	2,692,994
Reserves			
Capital reserves			
Share premium		986,077	986,077
Reserve against capacity expansion		26,769,600	26,769,600
Reserve against buy-back of shares		2,363,480	2,363,480
Reserve against long term investments		2,942,400	2,942,400
Fair value reserve		991,338	606,751
Surplus on revaluation of freehold land		6,196,423	6,196,423
		<u>40,249,318</u>	<u>39,864,731</u>
Revenue reserves			
Unappropriated profit		16,898,640	14,651,798
Equity attributable to equity holders of the Holding Company			
Non-controlling interest		59,840,952	57,209,523
		<u>25,616,993</u>	<u>24,571,224</u>
Total equity		<u>85,457,945</u>	<u>81,780,747</u>
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term financing	5	14,433,509	15,606,275
Deferred government grants		424,733	460,457
Long term liability against right of use assets		48,947	50,880
Long term deposits		8,214	8,214
Retirement benefits		335,682	328,528
Deferred income tax liability		14,623,989	14,306,062
		<u>29,875,074</u>	<u>30,760,416</u>
CURRENT LIABILITIES			
Trade and other payables		24,049,084	18,543,921
Accrued mark-up		1,126,610	1,383,938
Short term borrowings		17,570,977	12,942,510
Current portion of non-current liabilities		4,817,341	4,837,900
Unclaimed dividend		58,075	58,798
Provision for taxation and levy - net		841,089	431,771
		<u>48,463,176</u>	<u>38,198,838</u>
Total liabilities		<u>78,338,250</u>	<u>68,959,254</u>
CONTINGENCIES AND COMMITMENTS			
TOTAL EQUITY AND LIABILITIES		<u>163,796,195</u>	<u>150,740,001</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 30 September 2024 (Rupees in thousand)	Audited 30 June 2024
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	7	89,655,649	89,735,324
Intangibles		77,685	84,811
Long term loans to employees		28,399	31,228
Long term investment		375,726	370,726
Long term deposits		185,401	181,388
		<hr/>	<hr/>
		90,322,860	90,403,477
CURRENT ASSETS			
Stores, spare parts and loose tools		15,960,115	13,889,651
Stock-in-trade		12,119,316	10,059,120
Trade debts		12,930,955	10,687,943
Loans and advances		4,863,314	1,088,659
Security deposits and short term prepayments		1,172,180	1,047,894
Other receivables		1,908,314	2,121,785
Short term investments		22,700,926	19,792,467
Cash and bank balances		1,818,215	1,649,005
		<hr/>	<hr/>
		73,473,335	60,336,524
TOTAL ASSETS			
		<hr/> <hr/>	<hr/> <hr/>
		163,796,195	150,740,001

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

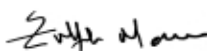
**CONSOLIDATED CONDENSED INTERIM
STATEMENT OF PROFIT OR LOSS (Un-audited)**
For the quarter ended 30 September 2024

	30 September 2024	30 September 2023
	(Rupees in thousand)	
REVENUES	30,857,923	31,115,743
COST OF SALES	(23,360,522)	(22,961,976)
GROSS PROFIT	7,497,401	8,153,767
DISTRIBUTION COST	(1,874,003)	(1,532,086)
ADMINISTRATIVE EXPENSES	(1,200,814)	(757,624)
OTHER EXPENSES	(354,744)	(625,476)
	(3,429,561)	(2,915,186)
OTHER INCOME	4,067,840	5,238,581
	1,873,298	1,149,100
PROFIT FROM OPERATIONS	5,941,138	6,387,681
FINANCE COST	(1,598,985)	(1,930,608)
PROFIT BEFORE LEVY AND TAXATION	4,342,153	4,457,073
LEVY	(25,700)	(70,593)
PROFIT BEFORE TAXATION	4,316,453	4,386,480
TAXATION	(1,292,781)	(1,241,050)
PROFIT AFTER TAXATION	3,023,672	3,145,430
SHARE OF PROFIT ATTRIBUTABLE TO :		
EQUITY HOLDERS OF HOLDING COMPANY	2,246,842	2,332,685
NON-CONTROLLING INTEREST	776,830	812,745
	3,023,672	3,145,430
	(Rupees)	
EARNINGS PER SHARE - BASIC AND DILUTED	8.34	8.10

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 quarter ended 30 September 2024

	30 September 2024	30 September 2023
	(Rupees in thousand)	
PROFIT AFTER TAXATION	3,023,672	3,145,430
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	836,127	(26,501)
- Related deferred income tax	(182,601)	6,625
	653,526	(19,876)
Items that may be reclassified subsequently to profit or loss	-	-
Other comprehensive income / (loss) for the period - net of tax	653,526	(19,876)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	3,677,198	3,125,554
SHARE OF TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:		
Equity holders of Holding Company	2,631,429	2,321,269
Non-controlling interest	1,045,769	804,285
	3,677,198	3,125,554

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 quarter ended 30 September 2024



	Note	30 September 2024	30 September 2023
(Rupees in thousand)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	8	2,516,731	150,373
Finance cost paid		(1,856,313)	(1,744,589)
Income tax paid		(565,536)	(496,566)
Retirement benefits paid		(16,696)	(7,463)
Net increase in long term deposits		(4,013)	(510)
Net cash generated from / (used in) operating activities		74,173	(2,098,755)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(1,396,301)	(2,090,293)
Long term loan to employees - net		2,829	(10,998)
Intangible assets acquired		(10,269)	-
Short term investments - net		(2,072,332)	418,023
Proceeds from disposal of property, plant and equipment		2,622	179,729
Interest received		28,607	44,035
Dividend received		143,121	66,715
Net cash used in investing activities		(3,301,723)	(1,392,789)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long term financing		-	345,950
Repayment of long term financing		(1,227,747)	(737,249)
Own shares purchased for cancellation		-	(1,463,096)
Lease rentals paid during the period		(3,237)	(1,018)
Short term borrowings - net		4,628,467	5,089,842
Dividend paid		(723)	(101)
Net cash from financing activities		3,396,760	3,234,328
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		169,210	(257,216)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		1,649,005	1,597,054
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		1,818,215	1,339,838

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 quarter ended 30 September 2024

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 58.85% (30 June 2024: 58.85%) shares of Maple Leaf Cement Factory Limited, 58.85% (30 June 2024: 58.85%) shares of Maple Leaf Industries Limited, 58.85% (30 June 2024: 58.85%) shares of Maple Leaf Power Limited, 58.61% (30 June 2024: 58.61%) shares of Novacare Hospitals (Private) Limited and 82.92% (30 June 2024: 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. However, the Government of Pakistan did not allow for import of machinery for cement manufacturing line and consequently the Board of Directors of MLIL has decided to initiate the winding-up process of the company as at 31 March 2024. 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 (NHPL)

Novacare Hospitals (Private) Limited was incorporated in Pakistan on 21 March 2023 as a private company limited by shares under the Companies Act, 2017. It is subsidiary of MLCFL, which is subsidiary of the Holding Company. MLCFL entered into an agreement with NHPL that MLCFL would invest in NHPL, maintaining at least a 66.66% shareholding. The agreement granting the MLCFL ordinary shares, has a term of eight years with a one-year extension option. The principle line of business of NHPL is to establish, manage, and operate healthcare facilities, including hospitals, pharmacies, nursing homes, clinics, laboratories, dental clinics, and healthcare centers. The registered office of the Company is situated at 1st Floor, F-J Plaza, Block No. 02, Markaz F-7, Islamabad Capital Territory(I.C.T), Pakistan.

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 2024. 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 2024.

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 2024.

	Un-audited 30 September 2024 (Rupees in thousand)	Audited 30 June 2024
5. LONG TERM FINANCING		
Secured		
Balance at beginning of the period / year	20,253,436	25,265,550
Add : Obtained during the period / year	-	1,115,127
Add: Unwinding of discount on liability	42,544	183,724
	20,295,980	26,564,401
Less: Repaid during the period / year	(1,227,747)	(6,310,965)
	19,068,233	20,253,436
Less: Current portion shown under current liabilities	(4,634,724)	(4,647,161)
	14,433,509	15,606,275

- 5.1** Long term financing includes long-term loans 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.

6. CONTINGENCIES AND COMMITMENTS

6.1 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 2024.

6.2 Commitments in respect of

- (i) Contracts for capital expenditure amounting to Rupees Nil (30 June 2024: Rupees 16.366 million).
- (ii) Letters of credit for capital expenditure amounting to Rupees 2,129.445 million (30 June 2024: Rupees 2,518.470 million).
- (iii) Letters of credit other than for capital expenditure amounting to Rupees 2,870.439 million (30 June 2024: Rupees 3,049.417 million).
- (iv) Future contracts - shares in respect of which the settlement is outstanding amounting to Rupees 2,652.828 (30 June 2024: Rupees 1,723.082 million).



	Note	Un-audited 30 September 2024 (Rupees in thousand)	Audited 30 June 2024
7. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	7.1	86,611,055	87,531,971
Capital work-in-progress	7.2	2,984,001	2,068,220
Right of use assets		44,615	86,852
Major spare parts and stand-by equipments		15,978	48,281
		<u>89,655,649</u>	<u>89,735,324</u>
7.1 OPERATING FIXED ASSETS - OWNED			
Net book value at the beginning of the period / year		87,531,971	80,217,655
Add : Cost of additions / transfers during the period / year	7.1.1	512,823	10,866,616
Add : Revaluation surplus on freehold land during the period / year		-	2,160,063
		<u>88,044,794</u>	<u>93,244,334</u>
Less : Book value of deletions during the period / year	7.1.2	550	277,559
		<u>88,044,244</u>	<u>92,966,775</u>
Less : Depreciation charged during the period / year		1,433,189	5,434,804
Net book value at the end of the period / year		<u>86,611,055</u>	<u>87,531,971</u>
7.1.1 Cost of additions / transfers			
Freehold land		-	543,858
Buildings		159,992	1,978,847
Plant and machinery		129,048	6,528,657
Service and other equipment		440	9,855
Computer and IT installations		3,978	83,987
Furniture and fixture		7,041	103,836
Office equipment		5,066	8,425
Vehicles		207,258	609,160
Spares held for capital expenditure		-	999,991
		<u>512,823</u>	<u>10,866,616</u>
7.1.2 Book value of deletions			
Plant and machinery		-	233,779
Computer and IT installations		27	106
Furniture and fixture		-	41
Vehicles		523	43,528
Office equipment		-	105
		<u>550</u>	<u>277,559</u>

	Note	Un-audited 30 September 2024 (Rupees in thousand)	Audited 30 June 2024
7.2 Capital work-in-progress			
Civil Works		1,802,994	989,786
Plant and machinery		507,120	496,360
Advances for capital expenditure		673,887	582,074
		<u>2,984,001</u>	<u>2,068,220</u>
		Un-audited 30 September 2024 (Rupees in thousand)	Un-audited 30 September 2023
8. CASH GENERATED FROM / (USED IN) OPERATIONS			
Profit before taxation		4,342,153	4,457,073
Adjustment for non-cash charges and other items			
Depreciation		1,433,189	1,277,408
Amortization		17,394	393
Finance cost		1,598,985	1,930,608
Retirement benefits		26,074	19,857
Allowance for expected credit losses		90,000	87,000
Gain on disposal of property, plant and equipment		(2,072)	(21,961)
Return on bank deposits		(53,944)	(57,393)
Dividend income		(204,521)	(126,213)
Working capital changes	8.1	(4,730,527)	(7,416,399)
		<u>2,516,731</u>	<u>150,373</u>
8.1 Working capital changes			
(Increase) in current assets			
Stores, spare parts and loose tools		(2,070,464)	(3,367,672)
Stock-in-trade		(2,060,196)	(1,788,099)
Trade debts		(2,333,012)	(1,807,883)
Loans and advances		(3,774,655)	(462,564)
Security deposits and short term prepayments		(124,286)	(341,957)
Other receivables		126,734	84,490
		<u>(10,235,879)</u>	<u>(7,683,685)</u>
Increase in trade and other payables		5,505,352	267,286
		<u>(4,730,527)</u>	<u>(7,416,399)</u>

9. 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 fund. Detail of transactions with related parties, other than those which have been specifically disclosed elsewhere in these consolidated financial statements are as follows:

	Un-audited 30 September 2024	Un-audited 30 September 2023
	(Rupees in thousand)	
Executives and Key management personnel		
Remuneration and other benefits	272,862	243,599
Post employment benefit plan		
Group's contribution to provident fund	126,818	102,943
Group's contribution to gratuity fund	9,504	3,572

- 9.1** 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 2024: 73,390,896) and 55,256,992 [20.52%] (30 June 2024: 55,256,992) ordinary shares respectively of the Holding Company.

11. 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.

At 30 September 2024	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	16,541,709	-	-	16,541,709
Total financial assets	16,541,709	-	-	16,541,709
Financial liabilities				
Unrealized loss on re-measurement of futures contracts - shares	2,380	-	-	2,380
Total financial liabilities	2,380	-	-	2,380

At 30 June 2024	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	15,058,714	-	-	15,058,714
Unrealized gain on re-measurement of futures contracts - shares	29,055	-	-	29,055
Total financial liabilities	15,087,769	-	-	15,087,769

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.

12. 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 30 September 2024	Level 1	Level 2	Level 3	Total
----- (RUPEES IN THOUSAND) -----				
Freehold land	-	6,669,315	1,796,715	8,466,030
----- (RUPEES IN THOUSAND) -----				
At 30 June 2024	Level 1	Level 2	Level 3	Total
Freehold land	-	6,669,315	1,796,715	8,466,030

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.

(ii) **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 30 June 2024, 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 an independent valuer approved by Pakistan Banks' Association (PBA) in "any amount" category, at 30 June 2024.

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.

13. 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 2024.

14. DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were authorized for issue on 24 October 2024 by the Board of Directors of the Holding Company.

15. 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 consolidated 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.

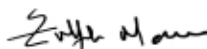
No significant rearrangements / reclassifications of corresponding figures have been made.

16. GENERAL

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER



KOHINOOR
TEXTILE MILLS LTD.

A Kohinoor Maple Leaf Group Company
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Lahore, Pakistan