

(Un-Audited)
Interim Financial Report
For The Quarter Ended
September 30, 2024

Khalid Siraj Textile Mills Limited

Khalid Siraj Textile Mills Limited

Contents

Company Information	_____	1
Directors' Report	_____	2
Condensed Interim Statement of Financial Position	_____	3
Condensed Interim Statement of Profit or Loss and Other Comprehensive Income	_____	4
Condensed Interim Statement of Changes in Equity	_____	5
Condensed Interim Statement of Cash Flows	_____	6
Notes to the Condensed Interim Financial Information	_____	7

Khalid Siraj Textile Mills Limited

COMPANY INFORMATION

Chief Executive Officer	-	Mian Tayyab Iqbal
Directors	-	Mian Iqbal Barkat
	-	Mian Hassan Barkat
	-	Mian Tahir Iqbal
	-	Mrs. Abida Iqbal
	-	Mrs. Rafia Hassan
	-	Mr. Muhammad Musaddaq
Audit Committee		
Chairman	-	Mian Tahir Iqbal
Members	-	Mrs. Rafia Hassan
	-	Mr. Muhammad Musaddaq
HR Committee		
Chairman	-	Mian Hassan Barkat
Members	-	Mrs. Abida Iqbal
	-	Mr. Muhammad Musaddaq
Company Secretary	-	Haji Tariq Samad
Auditors	-	M/s. Sheikh & Chaudhri Corporate Avenue, 32-A, Jail Road, Lahore. Ph: 042-35463623-5
Bankers	-	National Bank of Pakistan Habib Metropolitan Bank Limited Meezan Bank Limited
Chief Financial Officer	-	Mr. Nabeel Ahmed
Legal Advisor	-	Mr. Majid Ali Rana (Advocate)
Share Registrar	-	M/s. Corplink (Pvt) Limited Wings Arcade, 1-K, Commercial, Model Town, Lahore. Ph: 042-35916714, Fax: 042-35869037
Registered Office	-	135-Upper Mall, Lahore.
Website Address	-	www.kstml.com.pk
Mills	-	48-K.M, Lahore-Multan Road, Phool Nagar (Bhai Pheru), Tehsil Pattoki, Distt. Kasur.

Khalid Siraj Textile Mills Limited

Directors' Report to the Members

Dear Members

The Board of Directors of your Company is pleased to present their report together with the Condensed Interim Financial Information (Un-Audited) for the 1st quarter ended September 30, 2024 before you..

Financial Highlights

	Quarter ended September 30, 2024 (Rs. in million)	Half Year ended September 30, 2023 (Rs. in million)
Loss after tax	(4.538)	(5.320)
Depreciation	5.312	5.895
Cash Gain/(Loss)	0.775	0.575

During the period under review, the Company has incurred loss of Rs.4.538 million (Sep 2023:Rs.5.319 million) resulting in accumulated losses of Rs.394.077 million (30 Jun 2024:Rs.392.762 million) at the close of the quarter ended September 30, 2024.

The textile industry has never faced such a depressing operating environment and is still passing through severe crises. In these circumstances, textile industry cannot compete with the other countries. The government is increasing electricity prices on adhoc basis every month making cost of production shoot out of control. These times are very hard and turbulent. Despite current adverse factors your management is making best efforts to improve the financial results of the company. The board avails the opportunity to appreciate the devoted work done by the executives, officers, staff and workers of the company.

Acknowledgement:

We are grateful to all our stakeholders exclusively the bankers for their ongoing support and the employees of the company for their commitment and hard work.



Mian Tayyab Iqbal
Chief Executive

Lahore:
Dated: February 03, 2025

For and on behalf of the Board



Mian Tahir Iqbal
Director

Khalid Siraj Textile Mills Limited

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2024

	Notes	Un-Audited	Audited
		Three Months	Three Months
		30-Sep-24	30-Jun-24
----- Rupees -----			
ASSETS			
Non-current assets			
Property, plant and equipment	6	309,056,960	314,369,312
Long-term deposits		6,348,000	6,348,000
		315,404,960	320,717,312
Current assets			
Stores, spare parts and loose tools		3,018,542	3,018,542
Trade deposits and short-term prepayments		507,100	507,100
Tax refunds due from government		56,663	56,663
Cash and bank balances		14,221	7,384
		3,596,526	3,589,689
		319,001,486	324,307,001
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital			
12,000,000 (30 June 2024: 12,000,000) ordinary shares of Rs. 10 each	7	120,000,000	120,000,000
Issued, subscribed and paid-up share capital		107,000,000	107,000,000
Accumulated loss		(394,077,190)	(392,762,094)
Surplus on revaluation of property, plant and equipment		224,617,999	227,840,416
		(62,459,191)	(57,921,678)
Non-current liabilities			
Long-term finances	8	153,825,767	149,975,333
Deferred liabilities		43,741,469	45,057,667
		197,567,236	195,033,000
Current liabilities			
Trade and other payables		74,612,790	77,770,255
Unclaimed Dividend		24,058,182	24,058,182
Mark-up accrued		16,790,575	16,790,575
Short-term borrowings	9	68,180,179	68,216,918
Income tax liability		251,715	359,749
		183,893,441	187,195,679
Contingencies and commitments			
		319,001,486	324,307,001

The annexed notes 1 to 12 form an integral part of this condensed financial information.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

Khalid Siraj Textile Mills Limited

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2024

	Un-Audited Three Months 30-Sep-24	Un-Audited Three Months 30-Sep-23
Notes		
	----- Rupees -----	
Sales	-	-
Cost of sales	-	-
Gross Loss	-	-
Other operating expenses		
Administrative and selling expenses	(541,359)	(885,073)
Other Operating Expenses	(5,312,352)	(5,895,152)
Finance costs	-	-
	<u>(5,853,711)</u>	<u>(6,780,225)</u>
(Loss) / profit before taxation	(5,853,711)	(6,780,225)
Provision for taxation	1,316,198	1,460,362
(Loss) / profit after taxation	<u>(4,537,513)</u>	<u>(5,319,863)</u>
Other comprehensive loss	-	-
Total comprehensive loss	<u>(4,537,513)</u>	<u>(5,319,863)</u>
Total comprehensive income/(loss) for the period	<u>(1,315,096)</u>	<u>(1,744,493)</u>
Earnings per share (basic and diluted)	<u>(0.42)</u>	<u>(0.50)</u>

The annexed notes 1 to 12 form an integral part of this condensed financial information.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

Khalid Siraj Textile Mills Limited

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

For The Quarter Ended September-2024

Particulars	Share capital	Revaluation surplus on property, plant and equipment	Accumulated Loss	Total Equity
----- Rupees -----				
Balance as at June 30, 2023	107,000,000	242,141,895	(393,338,817)	(44,196,922)
Total comprehensive income/(loss)	-	-	(5,319,863)	(5,319,863)
Incremental depreciation on revaluation of property, plant and equipment for the period (net of deferred taxation)	-	(3,575,370)	3,575,370	-
Balance as at September 30, 2023	107,000,000	238,566,525	(395,083,310)	(49,516,785)
Total comprehensive income/(loss)	-	-	(8,404,893)	(8,404,893)
Incremental depreciation on revaluation of property, plant and equipment for the period (net of deferred taxation)	-	(10,726,109)	10,726,109	-
Balance as at June 30, 2024	107,000,000	227,840,416	(392,762,094)	(57,921,678)
Total comprehensive income/(loss)	-	-	(4,537,513)	(4,537,513)
Incremental depreciation on revaluation of property, plant and equipment for the period (net of deferred taxation)	-	(3,222,417)	3,222,417	-
Balance as at September 30, 2024	107,000,000	224,617,999	(394,077,190)	(62,459,191)

The annexed notes 1 to 12 form an integral part of this condensed financial information.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

Khalid Siraj Textile Mills Limited

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

AS AT SEPTEMBER 30, 2024

		Un-Audited 30-Sep-24	Un-Audited 30-Sep-23
		----- Three months ended -----	
Note		----- Rupees -----	-----
CASH FLOW FROM OPERATING ACTIVITIES			
	Operating Profit / (loss)	(5,853,711)	(6,780,225)
	Add / (Less) Adjustment for non-cash items:		
	Adjustment for depreciation on property, plant and equipment	5,312,352	5,895,152
26			
	Operating profit / (loss) before working capital changes	(541,359)	(885,073)
Working capital changes			
	Decrease / (increase) in current assets		
	(Decrease) / Increase in trade and other payables	(3,157,465)	967,055
	Cash (used in) / generated from operations	(3,698,824)	81,982
	Income taxes paid	(108,034)	-
	Net cash (used in) operating activities	(3,806,858)	81,982
CASH FLOW FROM FINANCING ACTIVITIES			
	(Repayments) / Proceeds (net) of short-term borrowings	(36,739)	(44,288)
	Net cash in / (out) flow from financing activities	3,813,695	(44,288)
	Net (decrease) / increase in cash and cash equivalents (A+B+C)	6,837	37,694
	Cash and cash equivalents at beginning of the period	7,384	501,519
	Cash and cash equivalents at end of the period	14,221	539,213

The annexed notes 1 to 12 form an integral part of this condensed financial information.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

Khalid Siraj Textile Mills Limited

Notes to the Condensed Interim Financial Information (un-audited) For the quarter ended September 30, 2024

1 General information and nature of operations

Khalid Siraj Textile Mills Limited (the "Company") was incorporated in Pakistan as a public limited company on 17 January 1988 under the repealed Companies Ordinance, 1984 and is quoted on Pakistan Stock Exchange. Registered office of the Company is situated at 135, Upper Mall, Lahore. The project of the Company is located at 48 KM, Lahore Multan Road, Phool Nagar (Bhai Pheru), Tehsil Pattoki, District Kasur. The principle business of the Company is manufacturing and sale of yarn and the other related / allied operations.

2 Basis of preparation

This condensed interim financial information is un-audited and is being submitted to shareholders, as required by the Companies Act, 2017.

This financial information has been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017, provisions of and directives issued under the Companies Act, 2017. In case requirements differ, the provisions or directives of the Companies Act, 2017 shall prevail.

This condensed interim financial report does not include all the information required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2024.

3 Significant accounting policies

The accounting policies and methods of computation adopted for the preparation of this condensed interim financial information are consistent with those applied in the preparation of the annual published financial statements of the Company for the year ended June 30, 2024.

The new standards, amendments to the approved accounting standards and interpretations that are mandatory for accounting periods beginning on or after July 1, 2021, were either considered not to be relevant to the Company's operations or did significantly effect the accounting policies of the Company.

4 Critical accounting estimates and judgments

Judgments and estimates made by the management in the preparation of this condensed interim financial report are the same as those applied to the preceding annual published financial statements of the Company for the year ended June 30, 2024.

5 Financial risk management

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the financial statements of the Company for the year ended June 30, 2024.

Khalid Siraj Textile Mills Limited

	(Un-Audited) 30-09-2024 Rupees	(Audited) Jun 30, 2024 Rupees
6 Property, plant and equipment		
Opening written down value	314,369,311	337,949,920
Addition during the period	5,312,352	23,580,609
Depreciation for the period		
Closing book value	<u>309,056,959</u>	<u>314,369,311</u>
7 Share capital		
Authorized share capital		
12,000,000 (30 June 2024: 12,000,000) ordinary shares of Rs. 10/- each	120,000,000	120,000,000
Total	<u>120,000,000</u>	<u>120,000,000</u>
Issued, subscribed and paid-up share capital		
10,000,000 (30 June 2024: 10,000,000) ordinary shares of Rs. 10 each fully paid in cash	100,000,000	100,000,000
700,000 (30 June 2024: 700,000) ordinary shares of Rs. 10 each fully paid as bonus shares	7,000,000	7,000,000
Total	<u>107,000,000</u>	<u>107,000,000</u>
8 Long term financing		
8.01 Current and ex-directors	153,825,767	149,975,333
	<u>153,825,767</u>	<u>149,975,333</u>
8.01 Current and ex-directors		
These represents unsecured and interest free loans from chief executive officer, directors and sponsors. The terms of repayment has not yet been decided so far, however, the directors and sponsors have given undertaking that they have no intention to demand such loan within period of next twelve months, as such the current maturity has not been presented.		
9 Short term borrowings - banks and financial institutions		
Cash finance/overdraft	60,680,179	60,680,179
Finance against trust receipts	7,500,000	7,500,000
9.01 Book overdraft - unsecured	0	36,739
	<u>68,180,179</u>	<u>68,216,918</u>
9.01 Book overdraft - unsecured		
This has arisen due to issuance of post dated cheques in respect of balance in a bank account.		
10 Cost of sale		
Since there is no sales during this period, therefore depreciation and factory repairs amounting Rs. 5.312 million has been classified into other operating expenses.		

Khalid Siraj Textile Mills Limited

11 General

- 11.01 Corresponding figures have been rearranged wherever necessary, for the purpose of comparison. However, there were no material reclassification or rearrangement to report.
- 11.02 Figures have been rounded off to the nearest rupees unless otherwise stated.

12 Date of authorization for issue

This condensed financial information was approved by the Board of Directors and authorised for issue on February 03, 2025.



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER