QUARTERLY ACCOUNTS

September 30 2017

KHYBER TEXTILE MILLS LTD.

BOOK POST

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If undelivered please return to:

Baldher, District Haripur (Khyber Pakhtunkhwa)

COMPANY'S INFORMATION

BOARD OF DIRECTORS

Mr. Adam Jadoon
Mr. Aurangzeb Khan
Mr. Nasir Khan
Mr. Amanullah Khan
Mr. Omer Farid Jadoon
Mr. M Bahauddin
Mrs. Aamna Jadoon

COMPANY SECRETARY

Mr. Sadaqat Khan

AUDITORS

Tanwir Arif & Co.
Chartered Accountants

REGISTERED OFFICE

Khyber Textile Mills Ltd.
Baldher, Distt. Haripur (Khyber Pakhtunkhwa)

MILLS

Baldher, District Haripur
Khyber Pakhtunkhwa

DIRECTOR'S REPORT

The Directors of your Company are placing before you the Quarterly Accounts of the Company for the period ended September 30, 2017. Due to the on-going court cases by NBP, our Company is facing a complete restriction on access to credit by the banks. As a result of NBP's discriminatory methods, KTML has been unable to initiate BMR and restart Textile Production. However, our company has taken steps to secure other sources of legitimate revenue within our limited resources as a stop gap measures in order to maintain the Company, its assets and create business activity on the Mill's premises.

The BOD is pleased to inform you that in FY 2017 and the first quarter 2018 despite complete credit restrictions, KTML has managed to stimulate other sources of legitimate revenue streams and has significantly increased its income through rent of warehouses and a live stock business on its excess land.

Inspite of all odds, the Management is paying regular day-to-day expenses including salaries/wages of staff, legal expenses as well as maintaining the Company's assets and also creating business activity on the Mill's premises. The above mention information has been reflected in the financial statements annexed hereto.

For & on behalf of
Board of Directors

Baldher, Haripur.
Dated: October21st, 2017

Chief Executive

STATEMENT OF INTERIM FINANCIAL POSITION

As at September 30, 2017

	Notes	Sep, 2017 (Rupees)	June, 2017 (Rupees)
CAPITAL AND LIABILITIES			
SHARE CAPITAL & RESERVE			
SHARE CAPITAL			
Authorised:			
1,500,000 Ordinary Shares of Rs. 10/- each		15,000, 000	15,000, 000
Issued:			
1,298,543 Ordinary Shares of Rs. 10/- each		12,985,430	12,985,430
Subscribed & paid-up		12,275, 030	12,275, 030
RESERVE			
Capital - Statutory Reserve U/s 15-BB		257,782	257,782
		12,532,812	12,532,812
Unappropriated Profit / Loss		(33,746,931)	(34,957,302)
Shareholders' Equity		(21,214,119)	(22,424,490)
Surplus On Revaluation of Fixed Assets		355,391,435	355,391,435
NON CURRENT LIABILITIES			
Deferred Tax Liability		39,042,849	39,042,849
Long Term Loan		28,500,475	28,500,475
CURRENT LIABILITIES			
Trade & Others Payable		40,393,272	40,494,772
Provision for Taxation		972,879	972,879
CONTINGENCIES & COMMITMENTS	3	-	-
		443,086,791	441,977,920

	Notes	Sep, 2017 (Rupees)	June, 2017 (Rupees)
PROPERTY & ASSETS			
NON CURRENT ASSETS			
FIXED ASSETS - Tangible			
Property, Plant & Equipment at Written Down Value		438,544,098	438,544,098
LONG TERM DEPOSITS		88,983	88,983
CURRENT ASSETS			
Livestock	4	2,580,580	2,168,908
Animals Food-Bhosa & Daana		55,200	40,040
Taxes Refundable		1,245,247	860,247
Cash and Bank Balances	5	572,683	275,644
		4,197,560	**3,344,839**
		443,086,791	441,977,920

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

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Chief Executive ***Director***

PROFIT & LOSS ACCOUNT
For the Quarter Ended September 30, 2017

	Sep 30, 2017	Sep 30, 2016
	(Rupees)	
Sales	650,000	-
Cost of Sales	(471,878)	-
Gross Profit/(Loss)	178,122	-
Administration Exp.		
Administration Expenses	875,068	829,735
Other Operative Income	(1,792,380)	(1,093,204)
	(917,312)	263,469
Operating Profit (Loss)	**1,095,434**	**263,469**
Finance Cost	(3,419)	787
Profit/(Loss) Before Tax	1,092,015	264,256
Provision for Taxation	-	-
Profit/(Loss) After Tax	**1,092,015**	**(264,256)**
Other Comprehensive Income/ (Expenses)		
Income from agriculture	118,356	45,000
Total Comprehensive Profit/(Loss) for the period	**1,210,371**	**309,256**

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

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Chief Executive ***Director***

STATEMENT OF INTERIM CASH FLOW

For the Quarter Ended September 30, 2017

	Sep, 30 2017	Jun 30, 2017
	(Rupees)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(loss) After Tax	1,092,015	(9,264,659)
Adjustment of Non Fund Items:		
Depreciation	-	11,195,605
Provision for bad and doubtful	(266,327)	266,327
Liabilities over three year written back	67,000	(293,842)
Financial Expenses	3,419	-
	(202,746)	11,168,090
	889,269	**1,903,231**
(Increase)/Decrease in Current Assets		
Livestock	(411,672)	(2,168,908)
Animals Food	(15,160)	(40,040)
Increase/(Decrease) in Current Liabilities		
Trade & Other Payables	101,246	132,800
	563,683	**2,076,148**
Effect on Cash Flow due to changes in Working Capital		
Sundry Income Received	118,356	454,000
Income Tax Paid	385,000	(979,031)
Net Cash Used In Operations	**297,039**	**(697,948)**
CASH FLOW FROM INVESTING ACTIVITIES		
Fixes Capital Expenditure	-	(1,181,8637)
CASH OUT FLOW FROM FINANCING ACTIVITIES		
Long term loan- Directors	-	2,050,000
Net Increase /(Decrease) in Cash	**297,039**	**170,215**
Cash and cash Equivalents at the beginning of the Period	275,644	105,429
Cash and Cash Equivalents as at 30th September 2016	**572,683**	**275,644**

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Chief Executive

Director

STATEMENT OF INTERIM CHANGES IN EQUITY
For the Quarter Ended September 30, 2017

	Share Capital	Capital Reserve	Unappropriated Profit & Loss	Total
	(................................Rupees		................................)	
Balance as on June 30, 2016	12,275,030	257,782	(38,518,895)	(25,986,083)
Profit / Loss for the year 2016-2017	-	-	(6,138,320)	(6,138,320)
Other comprehensive Income / (Expense)	-	-	454,000	454,000
Total comprehensive (Loss) for the year	-	-	(5,684,320)	(5,684,320)
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation, net of deferred tax	-	-	9,245,913	9,245,913
Balance as on June 30, 2017	12,275,030	257,782	(34,957,302)	(22,424,490)
Total comprehensive profit / loss for the Quarter	-	-	1,210,371	1,210,371
Balance as on September 30, 2017	12,275,030	257,782	(33,746,911)	(21,214,119)

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

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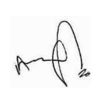
Chief Executive



Director

NOTES TO THE INTERIM FINANCIAL STATEMENTS
For the Quarter Ended September 30 2017

1. STATUS AND NATURE OF BUSINESS

Khyber Textile Mills Limited is a Public Limited Company, incorporated on 26th August, 1961 under the Companies Act, 1913 (Now the Companies Ordinance 1984). Its shares are quoted on Pakistan Stock Exchange Limited. The principal activities of the company are manufacturing and sale of yarn.

2. BASIS FOR PREPARATION OF ACCOUNTS

2.1 These interim financial statements have been prepared in accordance with the requirements of International Accounting Standard (IAS) 34, "Interim Financial Reporting" as applicable in Pakistan and are being submitted to the members as required under section 245 of the Companies Ordinance, 1984.

2.2 These interim financial statements have been prepared on the basis of historical cost convention.

2.3 Related parties transactions during the quarter were same as were disclosed in the proceeding annual audited financial statements.

2.4 The accounting polices and methods of computation adopted in the preparation of annual financial statements for the preceding year ended June 30, 2017 have been consistently applied in the preparation of these interim financial statements.

2.5 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, 2017.

2.6 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, 2017.

	Sep 30, 2017	Jun 30, 2017
	(Rupees)	
3 CONTINGENCIES & COMMITMENTS		
Contingencies reported in the preceding annual financial statements remain un-changed.		
4 Livestock	2,580,580	2,168,908
5 Cash & Bank Balances		
Cash in hand	430,304	28,168
Cash at bank-Current Account	142,379	247,476
	572,683	**275,644**

6 DATE OF AUTHORIZATION

These interim financial statements work authorised for issue on October 21st, 2017 by the Board of Director of the Company.

7 General

Figures in these financial statements have been shown as full.

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Chief Executive

Director