



**KHURSHID
SPINNING MILLS LIMITED**

**ACCOUNTS
FOR THE THIRD QUARTER ENDED
31 MARCH 2021**

CONTENTS

	Page
COMPANY INFORMATION	1
DIRECTORS' REPORT TO THE MEMBERS	2-5
STATEMENT OF FINANCIAL POSITION	6
STATEMENT OF PROFIT OR LOSS	7
STATEMENT OF COMPREHENSIVE INCOME	8
STATEMENT OF CHANGES IN EQUITY	9
STATEMENT OF CASH FLOWS	10
NOTES TO THE INTERIM FINANCIAL INFORMATION	11-14



COMPANY INFORMATION

Board of Directors	Mr. Muhammad Ashraf Mr. Muhammad Iqbal Mr. Zeeshan Saeed Mr. Sajid Hussain Mrs. Saira Affan Mr. Muhammad Amman Adil Mr. Qaiser Nasir	Chairman Chief Executive Officer Director Director Director Director (Nominee-B.I.P.L.) Director (Nominee-B.I.P.L.)
Audit Committee	Mr. Sajid Hussain Mr. Muhammad Amman Adil Mr. Zeeshan Saeed	Chairman Member Member
HR and Remuneration Committee	Mrs. Saira Affan Mr. Qaiser Nasir Mr. Muhammad Iqbal	Chairperson Member Member
Company Secretary	Mr. Ali Mudassar	
Chief Financial Officer	Mr. Bisharat Ali	
Auditors	Riaz Ahmad and Company Chartered Accountants 560-F, Raja Road, Gulistan Colony, Faisalabad	
Banks	The Bank of Punjab Habib Metropolitan Bank Limited First Women Bank Ltd.	
Share Registrar	Corplink (Private) Limited Wings Arcade, 1-K, Commercial, Model Town, Lahore	
Registered/Head Office	133 - 134, Regency The Mall, Faisalabad.	
Mills	35 - Kilometer, Sheikhpura Road, Faisalabad.	



DIRECTORS' REPORT TO THE MEMBERS FOR THE NINE MONTHS ENDED 31 MARCH 2021

The Board of Directors of the Company are pleased to present the un-audited financial results of the Company for the nine months ended on 31 March 2021.

Financial Results:

The financial results of the Company for the nine months ended 31 March 2021 are as follow:

	Nine Months Ended	
	31 March 2021	31 March 2020
	(Rupees in thousand)	
Revenue	688,889	504,221
Cost of Sales	(623,767)	(454,631)
Gross Profit	65,122	49,590
Distribution Cost	(1,014)	-
Administrative Expenses	(14,252)	(10,088)
Other Expenses	(5,000)	(1,793)
Other Income	6,492	-
Finance Cost	(7,005)	(18,083)
Profit before Taxation	44,343	19,626
Taxation	(19,191)	(3,311)
Profit after Taxation	25,152	16,315
Earnings Per Share - Basic and Diluted (Rupees)	1.91	1.24

Economic Prospects:

The overall economy is now gaining momentum and textile industry playing vital role for development of the economy of the country. Despite the testing times amidst persistent challenge of COVID-19, the national economy is heading towards the right direction due to the government's stimulus package. The combined effect of these positive developments resulted in increase in the textiles exports.

Future Prospects:

Pakistan has been fortunate to have been least affected by COVID-19 as it navigated the pandemic relatively well. Global markets revived and it is expected yarn sales consumption in local market will keep momentum and the Company expects better results in future. However, new wave of COVID-19 has been particularly dangerous and the economic risk level has been raised. It is expected, Government will extend relief packages and provide continuous support to businesses and the general public.



Composition of the Board:

The total number of directors are seven as per the following:

- a) Male: **06**
- b) Female: **01**

The composition of board is as follows:

- a) Independent Director: **02**
- b) Other Non-executive Directors: **03**
- c) Executive Director: **02**

Committees of the Board:

Audit Committee:

Sr. No.	Name of Directors	
1-	Mr. Sajid Hussain	Chairman/Member
2-	Mr. Muhammad Amman Adil	Member
3-	Mr. Zeeshan Saeed	Member

Human Resource & Remuneration (HR&R) Committee:

Sr. No.	Name of Directors	
1-	Mrs. Saira Affan	Chairperson/Member
2-	Mr. Qaiser Nasir	Member
3-	Mr. Muhammad Iqbal	Member

Acknowledgment:

The Board places on record its gratitude for the hard work and dedication of every employee of the Company. The Board also appreciates and acknowledges the assistance, guidance, and cooperation of all stakeholders including the Government of Pakistan, financial institutions, commercial banks, business associates, customers, and all others whose efforts and contributions strengthened the Company.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Faisalabad:
April 29, 2021

Director

Chief Executive Officer



ڈائریکٹرز رپورٹ برائے ممبران

عرصہ نو ماہی اختتام پذیر 31 مارچ 2021

کمپنی کے ڈائریکٹرز 31 مارچ 2021 کو اختتام پذیر نو ماہی کے غیر آڈٹ شدہ مالیاتی نتائج آپ کی خدمت میں پیش کر رہے ہیں۔ مالیاتی نتائج:

مالیاتی نتائج کا خلاصہ عرصہ نو ماہی 31 مارچ 2021 کے اختتام پر درج ذیل ہے۔

اختتام پذیر نو ماہی -		
31 مارچ 2020	31 مارچ 2021	
		روپے ہزاروں میں
504,221	688,889	آمدن
(454,631)	(623,767)	لاگت آمدن
49,590	65,122	مجموعی نفع
-	(1,014)	تفہیم لاگت
(10,088)	(14,252)	انتظامی اخراجات
(1,793)	(5,000)	دیگر اخراجات
-	6,492	دیگر آمدن
(18,083)	(7,005)	مالیاتی لاگت
19,626	44,343	قبل از ٹیکس منافع
(3,311)	(19,191)	ٹیکس
16,315	25,152	بعد از ٹیکس منافع
1.24	1.91	فی حصص منافع روپے میں

معاشی امکانات:

مجموعی معیشت اب بہتر ہو رہی ہے۔ جبکہ ٹیکسٹائل انڈسٹری ملکی معیشت کی ترقی کے لیے اہم کردار ادا کر رہی ہے۔ Covid-19 (کووڈ-19) کے مستقل چیلنج کے باوجود اسی آزمائشی عرصے کے دوران ملکی معیشت محرک حکومتی مراعات کی وجہ سے درست سمت میں گامزن ہے۔ اور ان کاوشوں کے مجموعی نتیجے میں ٹیکسٹائل برآمدات بڑھ گئی ہیں۔

مستقبل کے امکانات:

اس لحاظ سے پاکستان ایک خوش قسمت ملک رہا ہے کہ Covid-19 (کووڈ-19) وبائی مرض نے اس کو بہت کم متاثر کیا ہے۔ عالمی منڈیوں میں کاروبار اب بحال ہو رہے ہیں اور توقع کی جارہی ہے کہ مقامی مارکیٹ میں دھاگے کی کھپت تیز رہے گی۔ اور کمپنی مستقبل میں اس سے بہتر نتائج کی توقع کر رہی ہے۔ تاہم Covid-19 (کووڈ-19) کی نئی لہر خاص طور پر خطرناک ثابت ہو رہی ہے اور اس نے معاشی خطرے کی سطح کو بڑھا دیا ہے اور توقع کی جارہی ہے کہ حکومت امدادی مراعات میں توسیع کے ذریعے کاروباری طبقے اور عوام کو مستقل مدد فراہم کرے گی۔



بورڈ کی ساخت:

ڈائریکٹرز کی کل تعداد سات ہے

a: مرد 06

b: خواتین 01

بورڈ کی ساخت درج ذیل ہے۔

a: آزاد ڈائریکٹرز: 02

b: غیر ایگزیکٹو ڈائریکٹرز: 03

c: ایگزیکٹو ڈائریکٹرز: 02

بورڈ کی کمیٹیاں:

آڈٹ کمیٹی:

1:	جناب ساجد حسین	چیئر مین / ممبر
2:	جناب محمد امان عادل	ممبر
3:	جناب ذیشان سعید	ممبر

انسانی وسائل اور معاوضہ کمیٹی:

1:	مسز سائرہ افان	چیئر پرسن / ممبر
2:	جناب قیصر ناصر	ممبر
3:	جناب محمد اقبال	ممبر

اعتراف:

بورڈ کمیٹی کے ہر ملازم کی محنت اور لگن کے لیے اس کا شکر یہ ادا کرتا ہے۔ بورڈ حکومت پاکستان، مالیاتی اداروں، تجارتی بینکوں، کاروباری ساتھیوں، صارفین اور ان سبھی افراد کی مدد، رہنمائی اور تعاون کی بھی تعریف اور اعتراف کرتا ہے۔ جن کی کاوشوں اور شرکت سے کمیٹی کو تقویت ملی۔

بورڈ آف ڈائریکٹرز کی جانب سے

فیصل آباد
29 اپریل 2021

ذیشان سعید
ڈائریکٹر

محمد اقبال
چیف ایگزیکٹو آفیسر



CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2021

	NOTE	Un-audited 31 March 2021 (RUPEES IN THOUSAND)	Audited 30 June 2020
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
17 000 000 (30 June 2020: 17 000 000) ordinary shares of Rupees 10 each		170,000	170,000
Issued, subscribed and paid up share capital			
13 174 800 (30 June 2020: 13 174 800) ordinary shares of Rupees 10 each		131,748	131,748
Capital reserves			
Equity portion of former shareholders' loans		13,335	13,335
Surplus on revaluation of property, plant and equipment - net of deferred income tax		125,761	135,029
Accumulated loss		(392,207)	(426,627)
Total equity		(121,363)	(146,515)
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term financing	5	20,567	42,195
Deferred liabilities		71,387	68,576
		91,954	110,771
CURRENT LIABILITIES			
Trade and other payables		189,038	293,069
Short term borrowings		263,427	358,427
Accrued mark-up		518	-
Current portion of non-current liabilities		57,973	38,114
Provision for taxation		19,191	-
		530,147	689,610
TOTAL LIABILITIES		622,101	800,381
CONTINGENCIES AND COMMITMENTS			
TOTAL EQUITY AND LIABILITIES	6	500,738	653,866
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	7	332,710	332,844
Long term deposits		8,301	7,501
		341,011	340,345
CURRENT ASSETS			
Stores, spares parts and loose tools		42,623	22,309
Trade debts		64,243	3,415
Loans and advances		21,999	30,825
Prepayments and other receivables		2,549	2,441
Cash and bank balances		28,313	254,531
		159,727	313,521
TOTAL ASSETS		500,738	653,866

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-audited)
FOR THE NINE MONTHS ENDED 31 MARCH 2021**

	Nine months ended		Quarter ended	
	31 March 2021	31 March 2020	31 March 2021	31 March 2020
	(RUPEES IN THOUSAND)		(RUPEES IN THOUSAND)	
REVENUE	688,889	504,221	249,564	192,648
COST OF SALES	(623,767)	(454,631)	(222,765)	(181,477)
GROSS PROFIT	<u>65,122</u>	<u>49,590</u>	<u>26,799</u>	<u>11,171</u>
DISTRIBUTION COST	(1,014)	-	(464)	-
ADMINISTRATIVE EXPENSES	(14,252)	(10,088)	(4,915)	(2,267)
OTHER EXPENSES	(5,000)	(1,793)	(3,149)	(853)
OTHER INCOME	6,492	-	3,258	-
FINANCE COST	(7,005)	(18,083)	(2,165)	(1,106)
PROFIT BEFORE TAXATION	<u>44,343</u>	<u>19,626</u>	<u>19,364</u>	<u>6,945</u>
TAXATION	(19,191)	(3,311)	(15,143)	(1,495)
PROFIT AFTER TAXATION	<u><u>25,152</u></u>	<u><u>16,315</u></u>	<u><u>4,221</u></u>	<u><u>5,450</u></u>
EARNINGS PER SHARE - BASIC AND DILUTED (RUPEES)	<u><u>1.91</u></u>	<u><u>1.24</u></u>	<u><u>0.32</u></u>	<u><u>0.41</u></u>

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited)
FOR THE NINE MONTHS ENDED 31 MARCH 2021**

	Nine months ended		Quarter ended	
	31 March 2021	31 March 2020	31 March 2021	31 March 2020
	(RUPEES IN THOUSAND)		(RUPEES IN THOUSAND)	
PROFIT AFTER TAXATION	25,152	16,315	4,221	5,450
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified to profit or loss	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Other comprehensive income for the period	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>25,152</u>	<u>16,315</u>	<u>4,221</u>	<u>5,450</u>

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-audited)
FOR THE NINE MONTHS ENDED 31 MARCH 2021**

	CAPITAL RESERVES			ACCUMULATED LOSS	TOTAL EQUITY
	SHARE CAPITAL	Equity portion of former shareholders' loan	Surplus on revaluation of property, plant and equipment - net of deferred income tax		
	131,748	13,335	150,725	(459,641)	(163,833)
Balance as at 30 June 2019 - Audited			164,060		
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	(10,411)	10,411	-
Profit for the period	-	-	-	-	-
Other comprehensive income for the period	-	-	-	16,315	16,315
Total comprehensive income for the period	-	-	-	16,315	16,315
Balance as at 31 March 2020 - Unaudited	131,748	13,335	140,314	(432,915)	(147,518)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	(3,488)	3,488	-
Transfer from surplus on revaluation of property, plant and equipment on disposal of property, plant and equipment - net of deferred income tax	-	-	(1,797)	1,797	-
Profit for the period	-	-	-	1,582	1,582
Other comprehensive loss for the period	-	-	-	(579)	(579)
Total comprehensive income for the period	-	-	-	1,003	1,003
Balance as at 30 June 2020 - Audited	131,748	13,335	135,029	(426,627)	(146,515)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	(9,268)	9,268	-
Profit for the period	-	-	-	25,152	25,152
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	25,152	25,152
Balance as at 31 March 2021 - Unaudited	131,748	13,335	125,761	(392,207)	(121,363)

Balance as at 30 June 2019 - Audited

Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax

Profit for the period

Other comprehensive income for the period

Total comprehensive income for the period

Balance as at 31 March 2020 - Unaudited

Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax

Transfer from surplus on revaluation of property, plant and equipment on disposal of property, plant and equipment - net of deferred income tax

Profit for the period

Other comprehensive loss for the period

Total comprehensive income for the period

Balance as at 30 June 2020 - Audited

Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax

Profit for the period

Other comprehensive income for the period

Total comprehensive income for the period

Balance as at 31 March 2021 - Unaudited

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



**CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)
FOR THE NINE MONTHS ENDED 31 MARCH 2021**

	Nine months ended	
	31 March 2021	31 March 2020
	(RUPEES IN THOUSAND)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	44,343	19,626
Adjustments for non-cash charges and other items:		
Depreciation	23,065	24,597
Provision for staff retirement gratuity	4,904	6,584
Amortization of deferred grant	(3,140)	-
Gain on remeasurement of deferred liability	(1,025)	-
Finance cost	7,005	18,083
	<u>75,152</u>	<u>68,890</u>
Working capital changes		
(Increase) / decrease in current assets		
Stores, spare parts and loose tools	(20,314)	(36,862)
Trade debts	(60,828)	(18,864)
Loans and advances	4,313	(26,056)
Prepayments and other receivables	(108)	(150)
	<u>(76,937)</u>	<u>(81,932)</u>
(Decrease) / increase in trade and other payables	<u>(73,468)</u>	<u>121,105</u>
Cash (used in) / generated from operations	<u>(75,253)</u>	<u>108,063</u>
Finance cost paid	(692)	(28,415)
Staff retirement gratuity paid	(2,740)	(2,047)
Income tax paid	(13,140)	(3,537)
Long term deposit paid	(800)	(1,768)
	<u>(92,625)</u>	<u>72,296</u>
Net cash (used in) / generated from operating activities	<u>(92,625)</u>	<u>72,296</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure on property, plant and equipment	<u>(22,931)</u>	<u>(5,785)</u>
NET CASH USED IN INVESTING ACTIVITIES	<u>(22,931)</u>	<u>(5,785)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term financing	<u>(73,450)</u>	<u>(23,539)</u>
Proceeds from long term financing	57,788	-
Repayment of short term borrowings	<u>(95,000)</u>	<u>(18,671)</u>
NET CASH USED IN FINANCING ACTIVITIES	<u>(110,662)</u>	<u>(42,210)</u>
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	<u>(226,218)</u>	<u>24,301</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	254,531	1,275
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>28,313</u>	<u>25,576</u>

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)
FOR THE NINE MONTHS ENDED 31 MARCH 2021**

1. THE COMPANY AND ITS OPERATIONS

Khurshid Spinning Mills Limited is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. Its registered office is situated at 133-134, Regency the Mall, Faisalabad. The Company manufactures and deals in all types of yarn. The manufacturing facility of the Company is situated at 35 Kilometers, Main Sheikhpura Road, Mouza Johal, Tehsil Jaranwala, District Faisalabad.

2. BASIS OF PREPARATION

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** These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Company for the year ended 30 June 2020. These condensed interim financial statements are un-audited and are being submitted to shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and section 237 of the Companies Act, 2017.

3. ACCOUNTING POLICIES AND COMPUTATION METHODS

The accounting policies and methods of computations adopted for the preparation of these condensed interim financial statements are the same as applied in the preparation of the annual financial statements of the Company for the year ended 30 June 2020.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these 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 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 annual financial statements of the Company for the year ended 30 June 2020.

5. LONG TERM FINANCING

	Un-Audited 31 March 2021	Audited 30 June 2020
(RUPEES IN THOUSAND)		
Opening balance	80,309	91,532
Add:		
Obtained during the period / year	57,788	22,195
Adjustment of interest free loan at fair value	3,534	4,646
	141,631	118,373
Less:		
Repaid during the period / year	73,450	36,260
Deferred income - Government grant (Note 5.1)	1,364	1,804
	74,814	38,064
	66,817	80,309
Less: Current portion shown under current liabilities	46,250	38,114
	20,567	42,195



5.1 This represents net deferred income on initial recognition of loans obtained under State Bank of Pakistan (SBP) refinance scheme for payment of wages and salaries to workers.

6. CONTINGENCIES AND COMMITMENTS

a) Contingencies

i) Guarantees of Rupees 20 million (30 June 2020: Rupees 20 million) are given by the Bank of the Company to Sui Northern Gas Pipelines Limited against gas connections.

b) Commitments

There was no commitment as at 31 March 2021 (30 June 2020: Rupees Nil).

	Un-Audited 31 March 2021	Audited 30 June 2020
(RUPEES IN THOUSAND)		
7. PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets (Note 7.1)	321,564	327,724
Capital work-in-progress	9,329	5,120
	330,893	332,844
7.1 Operating fixed assets:		
Opening book value	327,724	352,827
Additions during the period / year (Note 7.1.1)	16,905	11,735
	344,629	364,562
Less: Book value of deletions during the period / year - plant and machinery	-	(4,382)
	344,629	360,180
Less: Depreciation charged during the period / year	(23,065)	(32,456)
	321,564	327,724
7.1.1 Additions during the period / year		
Buildings on freehold land	4,231	3,065
Plant and machinery	1,104	3,304
Office equipment	164	103
Electric installations	1,924	2,357
Power generation house	3,048	957
Vehicles	6,434	1,949
	16,905	11,735
8. TRANSACTIONS WITH RELATED PARTIES		

The related parties comprise of associate and other related parties. The Company in the normal course of business carries out transactions with various parties. Detail of transactions and balances with related parties are as follows:

(Un-audited)			
Nine months ended		Quarter ended	
31 March 2021	31 March 2020	31 March 2021	31 March 2020
(RUPEES IN THOUSAND)			

i) Transactions

Associate

Finance cost	-	14,137	-	-
Purchase of goods and services	13,500	37,884	4,500	4,500
Transfer of staff retirement gratuity	-	12,903	-	-
Repayment/(receipt) of borrowings	95,000	18,671	(38,000)	1,224



(Un-audited)			
Nine months ended		Quarter ended	
31 March 2021	31 March 2020	31 March 2021	31 March 2020

(RUPEES IN THOUSAND)

Other related parties

Remuneration and meeting fee paid to Chief Executive Officer, directors and executives

7,512	4,015	2,366	1,302
-------	-------	-------	-------

Un-Audited 31 March 2021	Audited 30 June 2020
--------------------------------	----------------------------

(RUPEES IN THOUSAND)

ii) Period end balances

Associate

Trade and other payables	13,500	-
Short term borrowings	263,427	358,427

9. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Company for the year ended 30 June 2020.

Un-audited 31 March 2021

(RUPEES IN THOUSAND)

10. DISCLOSURES BY COMPANY LISTED ON ISLAMIC INDEX

Loans / advances obtained as per Islamic mode

Short term borrowings	263,427
Advances from customers	269

Revenue earned from shariah compliant business 688,889

Profits earned or interest accrued on any conventional loan / advance

Mark-up on long term financing	1,224
Profit on deposit with bank	103

There was no shariah compliant bank balance, no profit on deposit with shariah compliant banks, no gain or dividend on Shariah compliant investment, no exchange gain and no mark-up paid on Islamic mode of financing. Moreover comparative figures of this disclosure is not given because the Company's shares were not listed on Islamic Index on 31 March 2020 and on 30 June 2020.

11. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were approved and authorized for issue on April 29, 2021 by the Board of Directors of the Company.

12. CORRESPONDING FIGURES

In order to comply with the requirements of IAS 34, the condensed interim statement of financial position and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.



Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made.

13. GENERAL

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

**BOOK
POST**

If undelivered please return to:
KHURSHID SPINNING MILLS LIMITED
133-134, REGENCY THE MALL,
FAISALABAD.
Tel: +92-41-2610030 Fax: +92-41-2610027