

LANDMARK SPINNING INDUSTRIES LIMITED
CONDENSED QUARTERLY INTERIM STATEMENTS OF
FINANCIAL POSITION (UN-AUDITED) AS ON SEPTEMBER 30, 2019

Note	Sep 30, 2019 Rupees	Jun 30, 2019 Rupees
ASSETS		
Property, Plant and Equipment (At net realizable value)	192,266,396	192,266,396
DEPOSITS	25,000	25,000
Cash and Bank Balances	62,876	30,784
	<u>192,354,271</u>	<u>192,322,180</u>
SHAREHOLDERS EQUITY AND LIABILITIES		
SHARE CAPITAL		
AUTHORISED CAPITAL		
15,000,000 (2018: Rs. 15,000,000) Ordinary Shares of Rs.10/- each	150,000,000	150,000,000
ISSUED SUBSCRIBED & PAID UP CAPITAL		
12,123,700 (2018: 12,123,700) Ordinary Shares of Rs.10/- each fully paid in cash	121,237,000	121,237,000
Capital Reserve		
Surplus on Revaluation of Property, Plant, Equipment	58,231,494	58,231,494
Revenue Reserve		
Accumulated Loss	(231,896,120)	(231,418,189)
	(52,427,626)	(51,949,695)
LIABILITIES		
Deferred Taxation	19,437,624	19,437,624
Loans from Related Parties - Unsecured, Interest Free, Settlement Amount	225,033,556	224,414,356
Trade and Other Payables	310,716	419,894
Provision for Taxation	310,716	419,894
Contingencies and Commitments	8	
	<u>192,354,271</u>	<u>192,322,180</u>

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


AMIN A. HASHWANI
Chief Executive


YOUSUF NOORANI
CFO


ABDULLAH A. HASHWANI
Director

LANDMARK SPINNING INDUSTRIES LIMITED
CONDENSED QUARTERLY STATEMENT OF PROFIT OR
LOSS ACCOUNT (UN-AUDITED) FOR THE QUARTER ENDED
SEPTEMBER 30, 2019


	Sep 30, 2019 Rupees	Sep 30, 2018 Rupees
Sales- Net	-	-
Cost of Sales	-	(41,640)
Gross (Loss)	-	(41,640)
Operating Expenses		
Administrative and General Expenses	(477,931)	(302,933)
Operating (Loss)	(477,931)	(344,573)
Finance Cost		
Bank Charges and Commission	-	(622)
(Loss) Before Taxation	(477,931)	(345,195)
Taxation		
Current	-	-
Deferred tax	-	-
(Loss) After Taxation for the year	(477,931)	(345,195)
Earning Per Share -Basic	(0.04)	(0.03)


The annexed Notes form an integral part of these accounts.


**CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME (UN-AUDITED) FOR THE
QUARTER ENDED SEPTEMBER 30, 2019**

	Sep 30 2019 Rupees	Sep 30 2018 Rupees
(Loss) for the year	(477,931)	(345,195)
Total Comprehensive income \ (loss) for the period	<u>(477,931)</u>	<u>(345,195)</u>

The annexed Notes form an integral part of these accounts.


AMIN A. HASHWANI
Chief Executive


YOUSUF NOORANI
CFO


ABDULLAH A. HASHWANI
Director

LANDMARK SPINNING INDUSTRIES LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-
AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2019


	Sep 30, 2019 Rupees	Sep 30, 2018 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) before taxation	(477,931)	(345,195)
Adjustment of non-cash items		
Financial Charges	-	622
Depreciation	-	622
	(477,931)	(344,572)
Working capital changes		
Trade and Other Payables	(109,178)	85,277
	(587,108)	(259,295)
Financial Cost Paid	-	(622)
NET CASH GENERATED FROM OPERATING ACTIVITIES	<u>(587,108)</u>	<u>(259,917)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Long term loans	619,200	353,640
NET INCREASE/(DECREASE) IN CASH & BANK BALANCES	32,092	93,723
Cash and bank balances at the beginning of the period	30,784	16,375
CASH AND BANK BALANCES AT THE END OF THE PERIOD	<u>62,876</u>	<u>110,098</u>

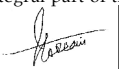
The annexed Notes form an integral part of these account.


**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
(UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2019**

	Share Capital Rupees	Capital Reserve Revaluation Surplus on Plant Property and Equipment Rupees	Revenue Reserve Accumulated Loss Rupees	Total Rupees
Balance as on July 01, 2018 - Restated	121,237,000	45,829,909	(229,375,809)	(62,308,900)
(Loss) for the year	-	-	(2,042,380)	(2,042,380)
Surplus arising due to Account Restated on Realizable value on Forced sales value - net of deferred tax	-	11,857,446	-	11,857,446
Other comprehensive Income / (loss)	-	544,138	-	544,138
Total comprehensive (loss) for the year	-	12,401,584	(2,042,380)	10,359,204
Balance as on June 30, 2019	121,237,000	58,231,493	(231,418,189)	(51,949,696)
Total comprehensive (loss) for the period			(477,931)	(477,931)
(Loss) for the period			(477,931)	(477,931)
Balance as on September 30, 2019	121,237,000	58,231,493	(231,896,120)	(52,427,627)

The annexed notes form an integral part of these accounts.


AMIN A. HASHWANI
Chief Executive


YOUSUF NOORANI
CFO


ABDULLAH A. HASHWANI
Director

NOTES TO THE ACCOUNTS (UN-AUDITED)

- Nature and Status of Business**
Landmark Spinning Industries Limited (the Company) was incorporated in Pakistan, as a private limited Company on October 21, 1991 and was converted into a public limited company on April 30, 1992 under the Companies Ordinance, 1984 (Repealed with the enactment of the Companies Act, 2017 on May 30, 2017) and its shares are listed on Pakistan Stock Exchange Limited. The Principal activity of the Company is trading, manufacturing and sale of yarn.

The company commenced its commercial operation, from 2001 after reactivation of plant which remained idle for the seven years. However, the company again suspended its production on November 29, 2002 to forestall the recurring losses on account of electricity breakdowns and frequent Load shedding, stop gap arrangement was made to suspend operations for the time being until the market trends becomes conducive for positive results. The management feels that immediately upon the utility provision of gas supplies to winder Baluchistan industrial zone by S.S.G.C. Limited, which is in progress the same is also disclosed in note 11 to the Condensed Interim Financial Statements also.

The Board has Passed Resolution in meeting dated March 7, 2019 to delist the Company Landmark Spinning Industries Limited from Pakistan Stock Exchange Limited and buy back the 42.29% shares i.e. 5,129,586 no of shares by the two Directors of the Company namely Mr. Abdullah Hashwani and Mr. Nizam Hashwani as per resolution. Therefore the Company has started process to delist the Company Letter sent to SECP and Pakistan Stock Exchange and the Company has started to Complete the legal Formalities for delisting the Company.

- Non Going Concern Assumption**
After taking Effects the accounts are prepared on non going concern basis/ realizable values and Settlements amounts, the Company has incurred a net loss, after tax, of Rs. 477,931 (Sep 30, 2019) and as of that date it has accumulated losses of Rs. 231,896,120 (June 30, 2019; Rs. 231,418,189) and its current liabilities exceeded its current assets by Rs. 247,840 (June 30, 2019; Rs. 389,110). Further, that the operation of the Company are, and have been in recession for a considerable period of time. During the period under review the production remain suspended owing to non availability of viable power supply and lack of infrastructure facilities at Winder Industrial Area.

However, as directed by Securities and Exchange Commission of Pakistan in their order dated September 12, 2017 the company has to prepared accounts on the basis of non-going concern instead of using going concern assumption for preparation accounts. The assets have been reported at the approximate realizable values and the liabilities have been reported at their settlement amounts, the difference between carrying amounts of the Assets and Realizable Values has adjusted in respective surplus on revaluation of Property Plant and equipment. the difference between the amounts of liabilities and respective settlement amounts have been taken to Profit and Loss accounts. Consequently the company has prepare accounts on non going concern assumption and the assets and liabilities are stated at their realizable and settlement amount respectively. However, the management's assessment that the entity would continue to operate as going concern. In the absence of any market for second hand industry and company's willingness not to windup the company the valuation of Realizable Value is Consider as Forced Sales value valued by the Independent valuer. The management is hopeful that once the gas or viable energy is available to the company it can start its commercial operations. The plant and machinery is being kept in operating condition as the company is spending significant amount on up-keeping the plant in operational condition. Suffice is to say that the management of the Company have shown serious intention to continue to find ways & means to remain it a going concern.

The management of the Company is constantly reviewing situation to explore options for availability of energy to resume operations. Our detailed business plan as submitted with SECP office was based on the fact that we will able to secure smooth supply of natural gas but unfortunately the requisite viable power supply are not catered by the Authority. As an alternate, we are exploring option of resuming production using Liquefied Petroleum Gas (LPG). Further, the directors are making sincere efforts to keep the company in operational conditions by making investment from the associated companies for their commitment to continue support to the Company in order to maintain sustainability of the Company, paying back all outside liabilities including bank loans from their own resources and maintaining positive attitude. This is clearly stated managements' bona fide intent to protect the minority shareholders from suffering 100% loss on their investment in shares

- Basis of preparation**
- 3.1** These condensed interim financial statements of the Company for the Quarter ended 30 September 2019 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 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.
- 3.2** This condensed interim financial statements is presented in Pakistani Rupees which is also the Company's functional currency and all financial information presented has been rounded off to the nearest rupee except otherwise stated.

LANDMARK SPINNING INDUSTRIES LIMITED.

DIRECTORS REVIEW

The Board of Directors would like to present the condensed, un-audited financial statements of the Company for the 1st Quarter ended September 30, 2019.

Business Review
Unfortunately because of non availability of viable energy supply to Winder, operational activities could not be done. Hence the loss for the period was mainly because of administrative expenses.

Your Company has sustained a net loss after tax amounting to Rs 477,931 in the period ended September 30, 2019 compared to a loss after tax of Rs.345,195 in the corresponding period. In this quarter it mainly pertain to staff salaries and other maintenance expenses. Management of your Company is making efforts to achieve improved performance.

Future Plan

The main hindrance in the viable commercial operations of the Company is non-availability of proper industrial infrastructure and viable energy source.

In view of above unavoidable circumstances the management started process of de listing under the Pakistan Stock Exchange Regulations. It mainly due to the non availability of gas and other power supply in Winder, Baluchistan. The management will take all necessary steps which deem fit in the best interest of the share holders. Financial Highlights

The comparative financial highlights of your Company for the three months period ended Sept 30, 2019 and Sept 30, 2018 are as follows:

	2019	2018
Rupees
Cost of Sales	0	(41,640)
Administrative Expenses	(477,931)	(302,933)
Financial Cost	0	(622)
Loss After Taxation	(477,931)	(345,195)
Loss per Shares basic	(0.04)	(0.03)

Acknowledgement

The Board of Directors would like to express its sincere appreciation to the Company's shareholders, business partners and other stakeholders, and specially thankful to the Securities and Exchange Commission of Pakistan, The Pakistan Stock Exchange and the Central Depository Company for their continued guidance and professional support.

Dated. 30th October, 2019

Karachi.

By order of the Board.



(AMIN A. HASHWANI)
Chief Executive.

ڈائریکٹرز کی رپورٹ

بورڈ آف ڈائریکٹرز بعد غوثی مہلی کارورڈ برائے سال 30 ستمبر 2019 اختتامی مدت کیلئے غیر آڈٹ شدہ مالیاتی اسٹیٹمنٹس پیش کرتے ہیں۔

کاروباری جائزہ:

بدقسمتی سے انرجی کی عدم دستیابی کی وجہ سے آپریشنل کارکردگی ممکن نہ ہو سکی اس مدت میں نقصان کی ناس ہو یا ایضاً مشینوں کے اخراجات ہیں۔ آپ کی کمپنی نے ٹیکس کی ادائیگی کرنے کے بعد 30 ستمبر 2019 کے اختتام پر Rs. 477,931 کا نقصان کیا۔ اس نقصان کی ناس ہو یا ایضاً مشینوں کے اخراجات ہیں۔ آپریشنل کارکردگی کو بہتر کر سکتے۔

مستقبل کی حکمت عملی:

کمپنی کے کوشش آپریشن کو جاری رکھنے میں ازبکی اور انفراسٹرکچر کی عدم دستیابی کی وجہ سے کارکردگی میں رکاوٹ رہی۔ پیش کیے گئے ناقابل تھقیص حالات کی وجہ سے مینجمنٹ اس کووشش میں لگی ہوئی لگائی گئی کو اسٹاک ایکسچینج ریمویشن کے تحت ڈیلیسٹنگ (Delisting) کرادیا جائے اس کی ناس ہو یا ایضاً پاکستان میں ٹیکس اور انرجی کی ناقابل تھقیص حالات کی وجہ سے کارکردگی کووشش میں لگی ہوئی ہے کہ شیئر ہولڈرز کا Interest برقرار رکھ سکتے۔

ہائیکٹل ہائی لائٹس:

آپ کی کمپنی کے ہائیکٹل ہائی لائٹس تین ماہ کے پچھلے کارورڈ کے اختتام 30 ستمبر 2019 اور 30 ستمبر 2018 کا تقابلی جائزہ:

	For the Quarter Ended	
	Sep 30, 2019	Sep 30, 2018
9 Earning/(Loss) Per Share -Basic	0	(41.640)
Net Loss for the period	(477,931)	(345,195)
Weighted average number of ordinary shares issued during the period	12,123,700	12,123,700
Loss Per Share -Basic	(0.04)	(0.03)
7.1. There is no diluted effect on the basic earnings per share.		
10 Transaction with Related Parties		
Interest free loan received/Expenses bared by the related parties	(0.03)	(0.04)

11 Reason for Suspension of Operation
The Production remain Suspended during the period ended September 30, 2019 and as of reporting date due to repeated power break downs in winder (Baluchistan) causing damage to the machinery, beside, unfavorable market conditions, unworkable prices of raw Cotton and to increase overhead Costs. The company is in preparation to commence production activities in near future as and when Gas supplies are made available by SSGC in Winder Baluchistan.

12 Date of Authorization for issue
These Financial Statements were authorized for issue on 30th October, 2019 by the Board of Directors of the Company.

13 General:
Figures have been rounded off to the nearest of Rupee.

اظہار تضرع:

بورڈ آف ڈائریکٹرز کمپنی کے محترم مہنگائس، کاروباری شراکت دار اور دیگر اسٹیک ہولڈرز کو نقصان مزاج حسرتیں پیش کرنا چاہتے ہیں اور اس کے علاوہ بورڈ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، پاکستان اسٹاک ایکسچینج اور سینٹرل ڈیپازٹری کمپنی کا بھی ان کے مستقل ہدایات اور پیشوا ارمانہ سپورٹ پر شکریہ ادا کرنا چاہتے ہیں۔

بورڈ کی جانب سے
کراچی
تاریخ 130 اکتوبر 2019
نظام اے ہاشوائی
چیف ایگزیکٹو
چیف ایگزیکٹو

BOOK POST
CONDENSED QUARTERLY ACCOUNTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2019
If undelivered please return to:
LAND MARK SPINNING INDUSTRIAL LTD.
1ST FLOOR, COTTON EXCHANGE BUILDING,
I. I. CHUNDRIGAR ROAD, KARACHI.

AMIN A. HASHWANI Chief Executive
YOUSUF NOORANI CFO
ABDULLAH A. HASHWANI Director

3.3 This condensed interim financial statements does not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended June 30, 2019.

3.4 The Company have applied for Delisting and filed application to Pakistan Stock Exchange and its intimation also made to all relevant departments including Pakistan Stock Exchange.

4 Estimates, Judgments and Financial Risk Management

4.1 In preparing of this condensed interim financial information, management make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, incomes and expenses. Actual results may differ from these estimates.

4.2 The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2019.

5 Summary of Significant Accounting Policies

5.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of annual audited financial statements of the Company as at and for the year ended June 30, 2019.

5.2 Change in accounting policies

Since the financial year ended June 30, 2018 the Company has changed its accounting policies to prepare the Financial Statements on Non going concern Assumption and the Assets are valued at Realizable amounts (Forced Sales value as a realizable value of the Land, Building and Plant and Machinery ascertained by Independent Valuer M/s KG Traders (Private) Limited in Revaluation Report Dated June 30, 2018) as fully disclosed in note 1 and 2 to the Condensed interim financial Statements. Further for other assets the company has stopped to Charge the depreciation and taken as realizable value of June 30, 2017 Written down Value as a Realizable value of the other assets and Management of the Company feels when the same assets will dispose of the effect of loss and Profit will taken in the accounts therefore Charge of Depreciation is Discontinued and the Amounts are stated at Forced Sales Value and for other assets Written down value of June 30, 2017 of the assets and for the revaluation surplus on property, plant and equipment on forced Sales value as determined by independent valuer M/s KG Traders. The detailed impacts of the said change in accounting policies have been given in the annual financial statements of the Company for the year ended June 30, 2018. The comparative figures in statement of comprehensive income and statement of changes in equity have been restated due to same.

The management will obtained Revaluation report from Independent value for Every June 30, of the year in future to obtain the force sales value of the same Class of assets the Forced Sales Value in the year ended June 30, 2019 as taken by independent valuer M/s Sipra & Co (Pvt) Ltd has also been taken in September 30, 2019.

6 Land, Building and Plant & Machinery

During the last year ended June 30, 2019 the company made financial statements on realizable value as fully disclosed in note 5.2 to the financial Statements. The company taken values of Land, Building and Plant on the Forced Sale value valued by the Independent valuer M/s Sipra & Co (Private) Limited as Realizable Value as the Management of the company is not willing to sell the Factory (including Land, Building and Plant & Machinery) and there doesn't exist and established for the same, the Forced Sale Value has been taken as the Realizable Value of the assets as fully disclosed in the Condensed Interim Financial Statements. Forced Sales value taken as net realizable value of the assets as determined by the Independent valuer therefore, the Forced sales values of the revaluation report for June 30, 2019 considered as net realisable values till next Revaluation Report.

7 Loans from Related Parties

Unsecured, Interest Free, settlement Amount 225,033,556 224,414,356

7.1 The Account for the year ended June 30, 2019 prepared on non going Concern Basis of accounting as disclosed in note 1 and 2 to the Financial Statement therefore the Assets are restated on Realizable amounts and the Liabilities / Loans are restated at their Settlement amounts therefore the Reversal of the amortized amount been made in the account through Profit and Loan Account. Upto annual year June 30, 2017 the Loans are amortized as required by las 39.

This document was created with Win2PDF available at <http://www.win2pdf.com>.
The unregistered version of Win2PDF is for evaluation or non-commercial use only.
This page will not be added after purchasing Win2PDF.