

**LANDMARK SPINNING INDUSTRIES LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)**  
**AS AT MARCH 31, 2023**

LMSI Accounts March 2023 For SECP

**LANDMARK SPINNING INDUSTRIES LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)**  
**AS AT MARCH 31, 2023**

		March 31 2023	June 30 2022 (Restated)
	Note	RUPEES	
<b><u>ASSETS</u></b>			
<b><u>Non-current assets</u></b>			
Property plant and equipments	4	134,720,851	144,545,935
Long-term deposits	5	25,000	25,000
<b><u>Current assets</u></b>			
Bank balance	6	97,834	26,928
<b>TOTAL ASSETS</b>		<b>134,843,685</b>	<b>144,597,863</b>
 <b><u>SHAREHOLDERS EQUITY AND LIABILITIES</u></b>			
<b><u>SHARE CAPITAL</u></b>			
<b>AUTHORISED CAPITAL</b>			
15,000,000 (2020: Rs. 15,000,000) Ordinary Shares of Rs. 10/- each		150,000,000	150,000,000
 <b>Issued Subscribed and Paid UP Capital</b>			
12,123,700 (2020: 12,123,700) Ordinary Shares of Rs. 10/- each fully paid in cash		121,237,000	121,237,000
 <b>Capital Reserve</b>			
Surplus on Revaluation of Property, Plant and Equipment		46,218,838	51,542,049
<b>Revenue reserve</b>			
Revenue Reserve -Accumulated Loss		(286,799,960)	(283,069,500)
		(119,344,122)	(110,290,451)
 <b><u>LIABILITIES</u></b>			
<b><u>Non-current liabilities</u></b>			
Deferred taxation		16,443,191	18,617,460
<b><u>Current liabilities</u></b>			
Loan from related parties	7	237,243,052	235,351,608
Trade and other payable		8,666	1,196
Accrued liabilities		492,897	918,050
		237,744,616	236,270,854
 <b>Contingencies and Commitments</b>			
	8	<b>134,843,685</b>	<b>144,597,863</b>

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

  
CHIEF EXECUTIVE OFFICER

  
CHIEF FINANCIAL OFFICER

  
DIRECTOR

**LANDMARK SPINNING INDUSTRIES LIMITED**  
**CONDENSED STATEMENT OF PROFIT OR LOSS (UN-AUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023**

	Nine Months Ended		For the quarter ended	
	March 31 2023	March 31 2022 (Restated)	March 31 2023	March 31 2022 (Restated)
	-----Rupees-----		-----Rupees-----	
Administrative and General Expenses	(11,227,940)	(12,773,986)	(3,461,550)	(3,987,506)
Operating (Loss)	<u>(11,227,940)</u>	<u>(12,773,986)</u>	<u>(3,461,550)</u>	<u>(3,987,506)</u>
Bank Charges		(1,244)		
(Loss) Before Taxation	<u>(11,227,940)</u>	<u>(12,775,230)</u>	<u>(3,461,550)</u>	<u>(3,987,506)</u>
Taxation				
Current	-	-	-	-
Deferred tax	2,174,269	2,415,855	724,756	805,286
Loss after taxation	<u>(9,053,671)</u>	<u>(10,359,375)</u>	<u>(2,736,794)</u>	<u>(3,182,220)</u>
Loss Per Share -Basic & diluted	<u>(0.75)</u>	<u>(0.85)</u>	<u>(0.23)</u>	<u>(0.26)</u>

The annexed Notes form an integral part of these accounts.

  
 CHIEF EXECUTIVE OFFICER

  
 CHIEF FINANCIAL OFFICER

  
 DIRECTOR

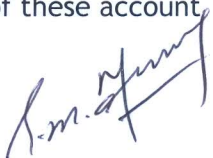
**LANDMARK SPINNING INDUSTRIES LIMITED**  
**CONDENSED INTERIUM STATEMENT OF CASH FLOW (UN-AUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023**

	March 31 2023 Rupees	March 31 2022 Rupees
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(11,227,940)	(12,775,230)
<b>Adjustment of non-cash items</b>		
Depreciation	9,825,084	10,916,761
Bank Charges	-	1,244
	(1,402,856)	(1,857,225)
<b>Changes in Working capital</b>		
Advances	-	400,000
Trade and Other Payables	7,470	(68,180)
Accrued liabilities	(425,153)	185,099
	(1,820,539)	(1,340,306)
Bank Charges	-	(1,244)
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	(1,820,539)	(1,341,550)
 <b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Loans from related parties	1,891,444	1,330,100
<b>Net cash flow from Financing activities</b>	1,891,444	1,330,100
Net decrease in cash and cash equivalents	70,906	(11,450)
Cash and cash equivalents at the beginning of the period	26,928	48,722
<b>Cash and cash equivalents at the end of the period</b>	97,834	37,272

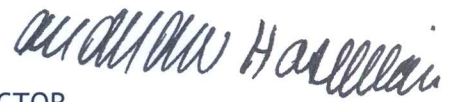
The annexed notes form an integral part of these account.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

**LANDMARK SPINNING INDUSTRIES LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023**

	Share Capital Rupees	Capital Reserve Revaluation Surplus on Property Plant and Equipment Rupees	Accumulated (Loss) Rupees	Total Rupees
<b>Balance as at July 01, 2021 (Audited)</b>	121,237,000	59,428,287	(276,665,027)	(95,999,740)
Loss after taxation			(10,359,375)	(10,359,375)
Other comprehensive Income / (loss)				-
Total comprehensive (loss) for the period		-	(10,359,375)	(10,359,375)
Incremental depreciation net of deferred tax		(5,914,679)	5,914,679	-
<b>Balance as at March 31, 2022 (Unaudited)</b>	<u>121,237,000</u>	<u>53,513,608</u>	<u>(281,109,723)</u>	<u>(106,359,115)</u>
<b>Balance as at July 1, 2022 (Audited)</b>	121,237,000	51,542,049	(283,069,500)	(110,290,451)
Loss after taxation			(9,053,671)	(9,053,671)
Other comprehensive Income				
Total comprehensive loss for the period			(9,053,671)	(9,053,671)
Incremental depreciation net of deferred tax		(5,323,211)	5,323,211	
<b>Balance as at March 31, 2023 (Unaudited)</b>	<u>121,237,000</u>	<u>46,218,838</u>	<u>(286,799,960)</u>	<u>(119,344,122)</u>

The annexed notes form an integral part of these accounts.

  
 CHIEF EXECUTIVE OFFICER

  
 CHIEF FINANCIAL OFFICER

  
 DIRECTOR

**LANDMARK SPINNING INDUSTRIES LTD**  
**CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023**

	Nine Months Period Ended		For the quarter ended	
	March 31	March 31	March 31	March 31
	2023	2022	2023	2022
	Rupees		Rupees	
Loss after taxation	(9,053,671)	(10,359,375)	(2,736,794)	(3,182,220)
Other comprehensive income for the period	-		-	
<b>Total Comprehensive loss for the period</b>	<u>(9,053,671)</u>	<u>(10,359,375)</u>	<u>(2,736,794)</u>	<u>(3,182,220)</u>

The annexed notes form an integral part of these accounts.

  
 CHIEF EXECUTIVE OFFICER

  
 CHIEF FINANCIAL OFFICER

  
 DIRECTOR

**LANDMARK SPINNING INDUSTRIES LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**  
**FOR THE 3RD QUARTER ENDED MARCH 31, 2023**

**1. STATUS AND NATURE OF BUSINESS**

- 1.1** 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 selling of yarn.

The registered office of the Company is located at 1st floor, Cotton Exchange Building, I.I. Chundrigar Road, Karachi, Pakistan while its manufacturing facility is located at plot no. C-1, Winder Industrial Estate, Sector "C" district Lasbella, Balochistan, Pakistan.

- 1.2** The Company operations were suspended on November 29, 2002 to forestall the recurring losses on account of power breakdowns / frequent load shedding. The operations of the Company have been in suspension since then.

The accumulated losses stood at Rs.286,799,960 (June 30, 2022: Rs. 283,069,500) as at reporting date which resulted in negative equity of Rs. 119,344,122 (June 30, 2022: 110,290,491). Also, its current liabilities exceeded its current assets significantly as at reporting date.

Further, the Securities and Exchange Commission (SECP) in its order dated March 20, 2019 granted sanction to the Registrar, Company Registration Office (CRO), Karachi, to present winding up petition against the Company before the Court under clause (b) of section 304 of the Companies Act, 2017. The Company filed an appeal against the said order, however, the same has been refused by the Commission vide letter No. 5(10) Misc/ABR/19 dated April 22, 2019. The winding up petition against the company has not yet been filed and the trading in shares of the company has been placed at defaulter's counter by the Pakistan Stock Exchange.

Based on facts mentioned above, the Company is not considered to be a going concern entity. Accordingly, the Company may not be able to realise its assets or discharge its liabilities in the normal course of business, hence, the condensed interim financial statements are prepared on a basis other than going concern and the assets / liabilities of the Company are reported at approximate realisable / settlement values.

- 1.3** The Board of Directors of the Company in their meeting dated October 28, 2021 authorized the Company and its management to explore the feasibility of a potential merger of the Company with Liven Pharmaceutical (Private) Limited and the Company vide its letter dated October, 29, 2021 intimated the above decision of the Board to the PSX. The company has also complied with the requirement of listed shell company by the PSX.

The Board of Directors of the Company in their meeting dated April 13, 2022 has duly approved the scheme of merger whereby the Liven Pharmaceuticals (Pvt.) Limited will be merged with and into Landmark Spinning Industries Limited in exchange of issuance ordinary shares of Landmark Spinning Industries Limited against the shares of Liven Pharmaceuticals (Pvt.) Limited.

The Petition for the scheme of arrangement has been filed dated May 17, 2022 with the High Court of Sindh, and order for this is yet to be passed.

The shareholders of the Company have approved the scheme of merger in the Extra Ordinary General Meeting held on June 27, 2022.

## **2. BASIS OF PREPARATION**

### **2.1 Basis of measurement**

Since the Company is not considered to be a going concern entity (refer note 1.2), these condensed interim financial statements have been prepared on a basis other than going concern. All assets and liabilities are stated at their net realisable values / settlement amounts.

Further, 'Guideline on the basis of preparation of financial statements for companies that are not considered going concern' issued by The Institute of Chartered Accountants of Pakistan (ICAP) is followed in this respect.

### **2.2 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 International Accounting Standard 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.

These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with Company's annual audited financial statements for the year ended June 30, 2023.

The condensed interim financial statements is being submitted to the shareholders as required by the listing regulation of PSX vide section 237 of the Companies Act, 2017.

## **3 ACCOUNTING ESTIMATES AND JUDGEMENTS**

The preparation of condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reporting amounts of assets and liabilities, income or expenses. Actual results may differ from these estimates.

The estimates and judgments and methods of computation adopted for the preparation of the condensed interim financial statements are same as those applied in the preparation of the annual financial statements of the Company as at and for the year ended June 30, 2022.



		<b>March 31</b>	<b>June 30,</b>
		<b>2023</b>	<b>2022</b>
		<b>(Unaudited)</b>	<b>(Audited)</b>
		----- (Rupees) -----	
<b>Note</b>			
<b>4</b>	<b>PROPERTY PLANT AND EQUIPMENT</b>		
	<i>- At net book value</i>		
	Property plant and equipment	5.1 <u><b>134,720,851</b></u>	<u>144,545,935</u>
<b>4.1</b>	Particular of property, plant and equipment:		
	Leasehold land	5.1.1 <b>13,545,000</b>	13,545,000
	Building on leasehold land	<b>82,612,638</b>	89,310,960
	Plant and machinery	<b>38,399,063</b>	41,512,500
	Others	<u><b>164,151</b></u>	<u>177,475</u>
		<u><b>134,720,851</b></u>	<u>144,545,935</u>
<b>4.1.1</b>	Lease hold land and building on leasehold land having total area of 10.6 acres is situated at Plot no C-1 Winder Industries Estate, Sector C, Distt Lasbella, Balochistan.		
<b>4.1.2</b>	On June 30, 2021, the Company revalued its leasehold land, building on leasehold land and plant & machinery from Pakistan Bankers Association's (PBA) approved independent professional valuator, M/s MYK Associates (Private) Limited. The revaluation resulted in net surplus amounting to Rs. 816,745 (June 30, 2020: nil) determined on the basis of forced sales values.		
<b>4.1.3</b>	During the period, there are no additions or disposal in property, plant and equipment. (June 30, 2022: nil)		
		<b>March 31</b>	<b>June 30,</b>
		<b>2023</b>	<b>2022</b>
		<b>(Unaudited)</b>	<b>(Audited)</b>
		----- (Rupees) -----	
<b>5</b>	<b>LONG TERM DEPOSITS</b>		
	<i>- At realisable value</i>		
	Deposit with Central Depository Company	<u><b>25,000</b></u>	<u>25,000</u>
<b>6</b>	<b>BANK BALANCE</b>		
	<i>- At realisable value</i>		
	Cash at bank - in current account	<u><b>97,834</b></u>	<u>26,928</u>

	March 31 2023 (Unaudited)	June 30, 2022 (Audited)
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Note ----- (Rupees) -----

## 7 LOAN FROM RELATED PARTIES

### - At settlement amount

Unsecured - interest free

Classified as current liability

10.1	<u>237,243,052</u>	<u>235,351,608</u>
	<u>237,243,052</u>	<u>235,351,608</u>
	-	-

	March 31 2023 (Unaudited)	June 30 2022 (Audited)
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----- (Rupees) -----

### 7.1 Related parties

Hassan Ali Rice Export Company  
Syndicate Minerals Export

	<u>216,694,778</u>	<u>214,803,333</u>
	<u>20,548,275</u>	<u>20,548,275</u>
	<u>237,243,052</u>	<u>235,351,608</u>

7.1.1 This represents unsecured, interest free balances due to related parties of the Company which are repayable on demand. These were obtained for working capital purposes. Maximum amount outstanding calculated with reference to month end balances is Rs. 216,694,778 and 20,548,274 (June 30, 2021: Rs. 214,803,333 and 20,548,274) respectively.

## 8 CONTINGENCIES AND COMMITMENTS

There has been no significant change in the status of contingencies and commitments as reported in the annual financial statements for the year ended June 30, 2022.

	March 31 2023 (Unaudited)	June 30, 2022 (Audited)
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----- (Rupees) -----

### RELATED PARTY TRANSACTIONS

Name of related party &  
basis of relationship

Nature of transaction

Hassan Ali Rice Export Co.  
Related party

Funds received

<u>1,891,444</u>	<u>2,238,594</u>
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Balances with related parties are disclosed in relevant notes to the condensed interim financial statements

## 9 FINANCIAL RISK MANAGEMENT AND INSTRUMENTS

There have been no changes in the risk management policies during the period, consequently these condensed interim financial statements do not include all the financial risk management information and disclosures required in the annual financial statements.

## 10 AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue in the Board of Directors meeting held on 26th April 2023.

## 11 GENERAL

Figures have been rounded off to the nearest rupee unless otherwise stated.

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

## لین مارک اسپیننگ انڈسٹریز لمیٹڈ

### ڈائریکٹرز کا جائزہ

بورڈ آف ڈائریکٹرز 31 مارچ 2023 کو ختم ہونے والی سہ ماہی کے لئے کمپنی کے غیر آڈٹ شدہ عبوری مالیاتی گوشوارے پیش کرنا چاہتے ہیں۔

### کاروبار کا جائزہ

آپ کی کمپنی کو 31 مارچ 2023 کو ختم ہونے والی مدت میں 9,054 ملین روپے کا بعد از ٹیکس خالص نقصان ہوا ہے جبکہ اسی مدت میں 10,359 ملین روپے کا بعد از ٹیکس نقصان ہوا ہے، اس عرصے کے دوران کوئی آپریشنل سرگرمی نہیں ہوئی ہے۔ لہذا اس مدت کے لئے نقصان بنیادی طور پر انتظامی / قدر میں کمی کے اخراجات کی وجہ سے تھا۔

### مستقبل کی منصوبہ بندی

کمپنی لیوین فارماسیوٹیکل (پرائیویٹ) لمیٹڈ کے ساتھ ایک آپریشنل ان لیسٹڈ کمپنی کے ساتھ ریورس انضمام کے عمل میں ہے اور اس کے بعد، اس طرح کے ریورس انضمام کے بعد، کمپنی انضمام شدہ کمپنی کے طور پر کام شروع کرے گی۔ کمپنی ایکٹ 2017 کی متعلقہ دفعات کے تحت 20 مئی 2022 کو کراچی میں سندھ ہائی کورٹ میں ایک مشترکہ درخواست دائر کی جا چکی ہے۔ اس سہ ماہی میں عدالت نے نئی تاریخوں کے لئے کارروائی ملتوی کردی ہے لہذا یہ سمجھا جاتا ہے کہ معاملہ حل رہا ہے۔

### مالی جھلکیاں

31 مارچ، 2023 اور 31 مارچ، 2022 کو ختم ہونے والے نو ماہ کی مدت کے لئے آپ کی کمپنی کی تقابلی مالی جھلکیاں درج ذیل ہیں:

22 مارچ	23 مارچ	
		..... روپے '000 میں.....
(0)	(0)	Net-Sales
(12,773)	(11,228)	انتظامی اور عمومی اخراجات
(1)	(0)	بینک چارجز اور کمیشن
(12,775)	(11,228)	ٹیکس سے پہلے نقصان
(2,415)	(2,174)	موخر ٹیکس
(10,359)	(9,054)	ٹیکس کے بعد نقصان
(281,109)	(286,800)	جمع شدہ نقصانات کو بیلنس شیٹ میں منتقل کر دیا گیا
(0.85)	(0.75)	فی حصص آمدنی - بنیادی

### اعتراف

بورڈ آف ڈائریکٹرز کمپنی کے قابل قدر گاہکوں، کاروباری شراکت داروں اور دیگر اسٹیک ہولڈرز کا تہہ دل سے شکریہ ادا کرنا چاہتے ہیں۔ بورڈ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، پاکستان اسٹاک ایکسچینج اور سینٹرل ڈپازٹری کمپنی کا بھی ان کی مسلسل رہنمائی اور پیشہ ورانہ تعاون پر شکریہ ادا کرنا چاہتا ہے۔

بورڈ کے لئے اور بورڈ کی طرف سے۔

انور اللہ خان

ڈائریکٹر / سی ای او

کراچی: 26 اپریل 2023

## Directors' Review

The Board of Directors would like to present the condensed, un-audited interim Financial Statements of the Company for the Quarter ended March 31, 2023.

### Business Review

Your Company has sustained a net loss after tax amounting to Rs 9,054 million in the period ended March 31, 2023 compared to a loss after tax of Rs. 10,359 million in the corresponding period, **During the period no operational activity has taken place. Hence the loss for the period was mainly because of administrative/ Depreciation expenses.**

### Future Plan

The Company is in the process of a reverse merger with Liven Pharmaceuticals (Pvt.) Ltd with an Operating Unlisted Company and thereafter, pursuant to such reverse merger the Company shall commence operations as a merged Company.

A joint petition was already filed in the High Court of Sindh at Karachi on 20th May 2022, under respective sections of the Companies Act 2017. In this quarter, the Court has adjourned the proceedings for the new dates so it is considered the matter is in progress.

### Financial Highlights

The comparative financial highlights of your Company for the nine months period ended March 31, 2023 and March 31, 2022 are as follows:

	March-23	March-22
	.....Rupees in '000.....	
Sales – Net	(0)	(0)
Administrative and General Expenses	(11,228)	(12,773)
Bank Charges and Commission	(0)	(1)
Loss before Taxation	(11,228)	(12,775)
Deferred Tax	(2,174)	(2,415)
Loss after Taxation	(9,054)	(10,359)
<b>Accumulated losses carried over to Balance Sheet</b>	<b>(286,800)</b>	<b>(281,109)</b>
<b>Earning per share – basic</b>	<b>(0.75)</b>	<b>(0.85)</b>

### Acknowledgement

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

For and on behalf of the Board.

Director / CEO  
Karachi: April 26, 2023

  
Arif M. Hashmi