

# KOHINOOR OIL MILLS LIMITED

## ANNUAL REPORT 2004

### COMPANY INFORMATION

#### BOARD OF DIRECTORES

Chairman	Mr. Jai Parkash
Chief Executive/ Managing Director	Haji Iqbal Khan Afridi
Directors	Maj. General (R) Saeed Ahmed Wahla Col. (R) Asghar Ali Malik Hafiz Muhammad Arshad Mian Muhammad Rashid Mr. Muhammad Ayaz Khan

Chief Accountant/ Company Secretary Auditors	Iftikhar Ahmad Javed Azhar Zafar & Company Chartered Accountants
Bankers	National Bank of Pakistan. United Bank Limited.
Registered Office & Factory	G.T. Road, Kala Shah Kaku

### DIRECTORS' REPORT TO THE SHAREHOLDERS

Dear Shareholders

On behalf of the directors of the company, audited balance sheet as on June 30, 2004 and the profit & loss account for the year ended as on that date are presented for consideration.

During the period under report, there was no production of vegetable ghee as the operation of the company had been closed since September 1997 under the orders of government of Pakistan for its privatization.

The company sustained a net loss of Rs. 1.764 million during the period under review as against Rs. 4.745 million during the corresponding period last year (decrease of 63 %). The loss for the period mainly comprised insurance, depreciation and administrative expenses amounting to Rs. 0.254 million, Rs. 0.260 million and 1.225 million respectively. All the unit's employees were relieved under VSS/GHS. All the assets of the company lying in the unit were intact and to ensure safe custody of these assets, security arrangements had been improved and a well reputed security company had been assigned the entire security of the unit. During the period under review, Ghee Corporation of Pakistan (a holding company) had met all the unit's expenses pertaining to watch & ward, insurance and administrative expenses. The GCP had also not charged mark up on the outstanding balance during this financial year.

### FINANCIAL RESULTS

	Rs.in Thousand	
	2004	2003
Operating loss	1,764	4,745
Loss before taxation	1,764	4,745
Loss after taxation	1,764	4,745
Accumulated loss B/F	1,389,783	1,385,038
Accumulated loss C/F	1,391,547	1,389,783

### STATEMENT IN COMPLIANCE OF CODE OF CORPORATE GOVERNANCE

The Board of Directors of Kohinoor Oil Mills Limited is pleased to state that we have adopted the code of corporate governance, and all necessary actions have been taken for all applicable and relevant clauses and Board agreed to take care of the remaining clauses as and when applicable.

As required by the code, it is stated that:

The following statements prepared by the management of your company present a fairly its state of affairs, the result of its operations cash flows and changes in equity.

Proper books of accounts have been maintained by your company.

Appropriate accounting policies are consistently applied by your company in preparation of financial statements and accounting estimates are based on reasonable and prudent judgement.

International accounting standards as applicable in Pakistan have been followed in the preparation of these financial statements and any departure there from, if any, has adequately been disclosed.

The company's current liabilities exceed its current assets by Rs. 1389.180 million which shows that the company is no more a going concern.

There has been no material departure from the best practices of corporate governance as detailed in the listing regulations.

**KEY OPERATING & FINANCIAL DATA** Following is the key operating and financial data for your company for the last six years :

	Rs. in Thousand					
	2004	2003	2002	2001	2000	1999
Sales	-	-	-	-	-	-
Cost of goods sold	-	-	-	-	-	-
Operating loss	1764	4745	5627	73933	77582	42167
Loss before taxati	1764	4745	5627	73933	77582	42167
Loss after taxation	1764	4745	5627	73933	77582	42167
Paid up capital	5239	5239	5239	5239	5239	5239
Total assets	40538	41023	44518	44992	45448	45161
Total liabilities	1426847	1425567	1424317	1425995	1352518	1271146
Current assets	37667	37856	41025	41125	41176	41438
Current liabilities	1426847	1425567	1424317	1425995	1352518	1271146

**MEETING OF BOARD OF DIRECTORS**

During the period under review, the meeting of the Board of Directors were held on:-

- (i) 22nd September 2003      (ii) 27th October 2003      (iii) 25th February 2004  
(iv) 27th April 2004

The attendance of the Directors was as follows :-

Major General (Retd) Muhammad Mohsin	2
Major General (Retd) Zafar Abbas	2
Mr. Muhammad Aslam	4
Miss Zahida Alvi	4
Mr. ShahidAmin	4
Mr. T. I. Chaughtai	2
Mr. Abdul Manan	2
Mr. Mumtaz Hussain Balouch	4

Mr. ImranAzeem

The directors not attending the meeting were granted leave of absence in accordance with the law.

#### **DIVIDEND**

Due to huge accumulated loss and loss in current year, no dividend is recommended by the Board for the period under review .

#### **OUTSTANDING STATUTORY PAYMENTS**

There is no outstanding statutory payments on account of taxes, duties, levies and charges.

#### **PROVIDENT FUND AND GRATUITY FUND**

The company is not operating Provident Fund and Gratuity Fund Schemes because all the unit's employees had already been relieved under VSS/GHS .

#### **AUDITORS**

M/s Azhar Zafar & company, Chartered Accountants, the retiring auditors have completed five years as statutory auditors of Kohinoor Oil Mills Limited. Under listing regulation No. 37 of Stock Exchange containing the "code of corporate governance" a listing company is required to change their external auditors every five years. If for any reason, this is impractical, the company should obtain the consent for the appointment of auditors from Securities & Exchange Commission of Pakistan.

In view of the above regulation and the transfer of management of the company to the new owner and appointment of the new Directors, it is proposed that the appointment of external auditors for the financial year 2004-05 should be left to be decided by the newly constituted Board of Directors representing the new owner.

#### **AUDIT COMMITTEE**

The operations of the company had been closed since September 1997 by the orders of Government of Pakistan for its privatization. All employees were relieved under GHS/VSS. The company has been privatized by the Government of Pakistan on 24th July, 2004. Therefore, the Board of Directors has not recommended to establish Audit Committee.

#### **PATTERN OF SHAREHOLDING**

The statement of pattern of shareholding of the company as at June 30, 2004 is given with the annexed annual report hi accordance with the code of corporate governance.

#### **AUDITORS' REPORT TO THE MEMBERS**

We have audited the annexed balance sheet of KOHINOOR OIL MILLS LIMITED as at June 30, 2004 and the related profit and loss account, cash flow statement and statement of changes in equity together with the notes forming part thereof, for the year then ended and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit .

It is the responsibility of the company's management to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the approved accounting standards and the requirements of the Companies Ordinance, 1984. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by management, as

well as, evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that:

- a) The company during the year has incurred a loss of Rs. 1.764 million and has accumulated losses up to Rs. 1,391.547 million as on the balance sheet date, which has eroded the capital and equity and is showing a negative figure of Rs. 1,386.305 million. The company's current liabilities are Rs. 1,426.846 million in comparison with current assets of Rs. 37.667 million. As a result of Government decision to privatize the company, the management discontinued its operations in 1997. As a consequence, funding arrangements from the Federal Government were withdrawn. The revival of its status is not possible due to the Government of Pakistan's policy of privatization of state owned units. These factors clearly demonstrate that the company is not a going concern. Consequently, these accounts do not include any adjustments relating to the recoverability, classification of the recorded assets amount and classification of liabilities that might result should the company not be able to continue as a going concern and therefore may be unable to realize its assets or discharge its liabilities in the normal course of business. The financial statements however, do not include any adjustment to that effect.
- b) Amount due to Government of Pakistan amounting to Rs. 1,420.617 million as referred to in Note 10 remained unverified and unconfirmed.
- c) Provision amounting to Rs. 4.241 million as referred to in Note 13 regarding embezzlement from National Bank of Pakistan, Namak Mandi Branch, Rawalpindi has been made and shown under the head "Current Liabilities" as against deduction from the relevant asset as required under the Fourth Schedule of Companies Ordinance, 1984. Investigation for the embezzlement is presently pending with Government Agencies.

## KOHINOOR OIL MILLS LIMITED

### Balance Sheet as on June 30, 2004

	Note	2004 Rupees	2003 Rupees
<b>NON CURRENT ASSETS</b>			
Fixed Assets - Tangible	3	2,798,175	3,092,998
Security Deposits		73,129	73,129
		2,871,304	3,166,127
<b>CURRENT ASSETS</b>			
Stores and Spares	4	5,652,705	5,652,705
Stock in Trade	5	3,011,032	3,011,032
Trade Debtors	6	2,262,192	2,262,192
Advances, Deposits, Pre-Payments and Receivables	7	22,496,982	22,685,890
Cash and Bank Balances	8	4,244,098	4,244,848
		37,667,009	37,856,667
		40,538,313	41,022,794
<b>CAPITAL AND RESERVES</b>			
<b>SHARE CAPITAL</b>			
Authorised:-			
2,000,000 Ordinary Shares of Rupees 10/- each.		20,000,000	20,000,000
Issued, Subscribed and paid up:-			
	9	5,239,160	5,239,160
<b>ACCUMULATED LOSS</b>			
		-1,391,547,675	-1,389,783,616
		-1,386,308,515	-1,384,544,456
<b>CURRENT LIABILITIES</b>			
Due to Government of Pakistan	10	1,420,617,893	1,049,488,000
Due to Ghee Corporation			

of Pakistan (Private) Limited	11	1,239,577	371,129,892
Creditors, Accrued and Other Liabilities	12	748,034	708,034
Provision For Embezzled Amount-NBP Rawalpindi	13	4,241,324	4,241,324
		1,426,846,828	1,425,567,250
<b>CONTINGENCIES AND COMMITMENTS</b>	14	-	-
		40,538,313	41,022,794

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED JUNE 30, 2004**

	NOTE	2004 Rupees	2003 Rupees
Expenditure of In-operative Unit	15	514,512	550,845
Administrative and General Expenses	16	1,225,155	4,184,689
Financial Charges	17	24,392	22,915
LOSS BEFORE OTHER INCOME		-1,764,059	-4,758,449
OTHER INCOME		-	13,073
		-1,764,059	-4,745,376
<b>PRIOR YEAR'S ADJUSTMENTS-Credit/ (Debit)</b>	18	-	-
		-1,764,059	-4,745,376
<b>LOSS - BROUGHT DOWN</b>		-1,389,783,616	-1,385,038,240
LOSS CARRIED TO THE BALANCE SHEET		-1,391,547,675	(1,389,783,616)
BASIC EARNING PER SHARE	19	-3.37	-9.06

**CASH FLOW STATEMENT  
FOR THE YEAR ENDED JUNE 30,2004**

	2004 Rupees	2003 Rupees
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Loss before taxation	-1,764,059	-4,745,376
Adjustment for Items not involving movement of cash:		
Depreciation	294,824	326,989
Other Income		-13,073
Provision for doubtful debts		2,981,590
Bonus gifts — Ex-employees		269,630
	-1,469,235	-1,180,240
<b>MOVEMENT IN WORKING CAPITAL</b>		
(Increased/Decrease in Current Assets		
Trade Debtors	-	-
Advances, Deposits, Prepayments & Receivables	188,908	-69,879
	188,908	-69,879
Increase/(Decrease) in Current Liabilities		
Due to Government of Pakistan	371,129,892-	
Due to Ghee Corp. of Pakistan (Pvt.) Ltd.	-369,890,315	1,237,592

Creditors, Accrued & Other Liabilities	40,000	11,927
	1,279,577	1,249,519
NET CASH FLOW FROM OPERATING ACTIVITIES	-750	-600
Financial Charges Paid	-	-
CASH FLOW FROM INVESTING ACTIVITIES		
Sale of Vehicles	-	-
NET CASH FROM INVESTING ACTIVITIES	-	-
CASH FLOW FROM FINANCING ACTIVITIES	-	-
NET CASH FROM FINANCING ACTIVITIES	-	-
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	-750	-600
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	4,244,848	4,245,448
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	4,244,098	4,244,848

#### STATEMENT OF CHANGES IN EQUITY for the year ended June 30, 2004

	Share Capital Rupees	General Reserve Rupees	Accumulated Profit/ (Loss) Rupees	Total Rupees
Balance as at June 30, 2002	5,239,160	-	-1,385,038,240	-1,379,799,080
Profit/ (Loss) for the year	-	-	-4,745,376	-4,745,376
Balance as at June 30, 2003	5,239,160	-	-1,389,783,616	-1,384,544,456
Profit/ (Loss) for the year	-	-	-1,764,059	-1,764,059
Balance as at June 30, 2004	5,239,160	-	-1,391,547,675	-1,386,308,515

#### NOTES TO THE ACCOUNTS FOR THE YEAR ENDED JUNE 30, 2004

##### COMPANY AND ITS OPERATIONS

The Company was incorporated as a private limited company in 1968 and converted into a public limited company in 1971. Principal activity of the company is to manufacture and sale Vegetable Ghee and laundry soap as its by-product and extraction of oil through solvent plant.

The Company has discontinued its operations in 1997 due to privatization policy of the Federal Government. All the employees have been relieved under Golden Hand Shake/ Voluntary Separate Scheme (GHS/ VSS). The share trading activities of the company is suspended on Karachi and Lahore stock exchanges since July 23, 2002.

##### SIGNIFICANT ACCOUNTING POLICIES

##### 2.1 Basis of Preparation

These accounts have been prepared in compliance with Companies Ordinance, 1984 and the International Accounting Standards as applicable in Pakistan.

## 2.2 Accounting Convention

These accounts have been prepared under the historical cost convention.

## 2.3 Staff Retirement Benefits

The Company operated a Provident Fund Scheme for all its permanent employees. The company also operated a Funded Gratuity Scheme covering all of its employees, on the basis mentioned below:

### 2.3.1 For Management Staff

30 days basic salary of the last month for each completed year of the service.

### 2.3.2 For Workers Staff

30 days basic salary of the last month for each completed year/ period of service with effect from July 01, 1976.

As all the employees were relieved under the Golden Hand Shake Scheme/ Voluntary Separate Scheme (GHS/VSS) in previous years so no provision has been made for the said benefits during the year.

#### *Tangible Fixed Assets*

Fixed assets are stated at cost less accumulated depreciation except capital work in progress, which is stated at cost.

Depreciation on operating fixed assets is charged to profit and loss account on reducing balance method at the rates specified in Note 3.

Full year's depreciation is charged in the year the asset is acquired while no depreciation is charged in the year the asset is disposed off.

Normal repairs and maintenance are charged to profit and loss account as and when incurred while major renewals and replacements are capitalized.

Gains or losses on disposal of fixed assets are charged to profit and loss account.

#### **Taxation**

In view of loss for the year, provision for minimum tax liability u/s 113 of Income Tax Ordinance 2001, is not required. The company accounts for deferred taxation, if any, by using the liability method on all major timing differences. However, deferred tax provision has not been made as company has closed its operation and as a result, low timing differences are expected to occur.

#### **Stores and Spares**

These are valued at moving average cost basis.

## 2.7 Stock in Trade

Valuation basis are as follows: -

Cost:

Raw material	at moving average cost
Packing material	at moving average cost
Stock in transit	at invoice price
Work-in-process	at manufacturing cost

## 2.8 Trade Debtors & Receivables

Bad debts considered irrecoverable, are written off and provision is made for debts and receivables considered doubtful, based on review of outstanding

amount at the end of the year.

#### financial Instruments

Financial instruments carried on the balance sheet include Trade Debtors, Advances & Receivables, Cash & Bank Balances, Due to Government of Pakistan & Ghee Corporation of Pakistan (Private) Limited and Creditors, Accrued and Other Liabilities. The particular recognition method adopted is disclosed in the individuals policy statements associated with each item.

#### 2.10 Cash&CashEquivalents

Cash & cash equivalents are carried in balance sheet at cost. For the purposes of cash flow statement, cash and cash equivalents includes cash in hand and with banks.

#### 2.11 Trade & Other Payables

Liabilities for trade and other amounts payables are carried at cost which is the fair value considered to be paid in the future for goods and services received, whether or not billed to the company.

#### 2.12 Revenue Recognition

Sales are recorded on dispatch of goods to the customers.

Cost of land is not appearing in the books of account. The additional Commissioner (revenue) Lahore, vide his orders dated 15.12.1991, has restored the mutation attested in the name of Company on 17.02.1988 as a result of an appeal filed by the Company. The mutation was earlier set aside by the Assistant Commissioner, Ferozewala vide his orders dated 31.07.1991 as a consequence of a case filed by M/s United Investment Limited, Lahore. However, United Investment Limited has filed an appeal against judgement of additional Commissioner on 25.02.1992 before the Member (Judicial-1) Board of Revenue, Lahore which was disposed of vide order dated 28.12.1998. The case filed with civil judge sheikhupura has now been transferred to senior civil judge, Lahore and pending for adjudication.

	<b>2004</b>	<b>2003</b>
	<b>RUPEES</b>	<b>RUPEES</b>
<b>STORES &amp; SPARES</b>		
Stores	2,211,765	2,211,765
Spares	1,597,890	1,597,890
Loose Tools	1,843,050	1,843,050
	5,652,705	5,652,705
<b>STOCK IN TRADE</b>		
Raiv Material	-	-
Work in Process	-	-
Finislied Goods		
Ghee	5.1 130,313	30,000
	5.2 130,313	30,000
Packing Material	2,981,032	2,981,032
	3,111,345	3,011,032
Less:Provision for damaged Finished Goods stock (Ghee)	100,313	-
	3,011,032	3,011,032
	<b>2004</b>	<b>2003</b>
	<b>RUPEES</b>	<b>RUPEES</b>
<b>TRADE DEBTORS</b>		



These are un-secured and classified as under:-

Considered Good	6.1	2,262,192	2,262,192
Considered doubtful		-	1,642,032
		2,262,192	3,904,224
Provision for doubtful debts.		-	-1,642,032
		2,262,192	2,262,192

#### ADVANCES, DEPOSITS, PREPAYMENTS & RECEIVABLES

Due from Associated Undertakings	7.1	-	876,338
Advances to <i>Suppliers-unsecured</i>	7.2	483,303	2,136,332
Sales Tax Refundable	7.3	8,490,494	8,490,494
Prepaid Insurance		24,219	760,865
Tax paid u/s 52	7.4	4,881,094	4,881,094
Tax Deducted at Source		3,854,044	3,854,044
Advance Tax (turn-over)		3,807,347	3,807,347
Margin Deposits		956,481	956,481
		22,496,982	25,762,995
Provision for doubtful debts		-	-3,077,105
		22,496,982	22,685,890

		<b>2004</b>	<b>2003</b>
		<b>Rupees</b>	<b>Rupees</b>
<b>BANK BALANCES</b>			
Inhand	-	-	
In Bank	8.1	4,244,098	4,244,848
		4,244,098	4,244,848

#### ISSUED. SUBSCRIBED AND PAID UP CAPITAL

*Issued for cash:*

8 Ordinary Shares of Rs.10/- each		80	80
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*Issued for consideration other than cash:*

523,908 Ordinary Shares of Rs.10/- each.	9.1	5,239,080	5,239,080
		5,239,160	5,239,160

		<b>2004</b>	<b>2003</b>
		<b>RUPEES</b>	<b>RUPEES</b>
DUE TO GHEE CORPORATION OF PAKISTAN (PRIVATE) <i>LIMITED-Unsecured</i>		1,239,577	371,129,892
GCP Lahore Office			

The Mark-up for the year has not been charged under the revised policy of G

#### CREDITORS, ACCRUED & OTHER LIABILITIES

Payable to Associated undertakings		400,594	400,594
Accrued Expenses		748,034	708,034

Advances from Customers & Contractors

PROVISION FOR EMBEZZLED AMOUNT NBP, RAWALPINDI	4,241,324	4,241,324	
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It represent Provision for the embezzled amount with National Bank of Pakistan, Namak Mandi Branch

Rawalpindi. An inquiry for the embezzlement is presently pending with Government Agencies.

#### CONTINGENCIES AND COMMITMENTS

M/S United Invest	12.1		
as compensation of Rs. 1.5 million for use and occupation of land measuring 497 Kanals 11 Marias, in the court of Civil Judge, Sheikh	12.1		

Senior Civil Judge, Lahore on October 19, 1994 which is still subjudice in the court.

Bank Guarantee of Rs. 458,740/- in favour of Employee's Old Age Benefits Institution against their claim of Contributions amounting to Rs. 688,110/- attributable to various contractor's Labourers from July 01, 1986 to June 30, 1989. The appeal is pending in the Board of Trustees, Employees Old Age Benefits Institution, Karachi. Arguments in connection with the appeal were completed and the decision is awaited.

Bank Guarantee of Rs. 497,741/- in favour of Punjab Employee's Social Security Institution against Social Security Contribution amounting to Rs. 660,000/- of Company during the financial years 1987-88 and 1988-89. The appeal before the social security Court Punjab, Lahore is pending for decision.

Kohinoor Industries Limited (Ex-Associated Undertaking) claimed an amount of Rs. 8,168,048/- on account of balance of current accounts of Ex- Associates and interest thereon upto June 30, 1988 which was not accepted by the company as debt. However, Kohinoor Industries Limited (Ex- Associated Undertakings) filed a suit for recovery of Rs. 11,528,241/- in the civil court. On the grounds that this claim is not covered under section 19 of the H. V.O.I (Control and Development) Act 1973 and as such does not fall on the company. The case is being contested by the company and is pending for decision in the court of senior civil judge, Lahore.

	<b>2004</b>	<b>2003</b>
	<b>RUPEES</b>	<b>RUPEES</b>
<b>EXPENDITURE OF INOPERATIVE UNITS</b>		
Insurance	254,105	262,448
Depriciation	260,407	288,397
	514,512	550,845
<b>ADMINISTRATIVE &amp; GENERAL EXPENSES</b>		
Directors' and Chief Executive Remuneration	-	-
Staff Salaries, Wages & Benefits	473,057	327,259
Printing & Stationery	25,944	35,971
Telephone, Postage & Telegrams	28,049	47,838
Traveling & Conveyance	35,513	46,832
Legal & Professional Charges	15,300	-
Fee & Subscriptio 15.1	58,900	25,000
Auditor's Remuneration	30,000	37,400
Advertisement & Publicity	92,256	54,300
Security Services 16.1	395,083	310,800
Depreciation	34,417	38,592
Bad Debts Written Off	-	2,981,590
Bonus Gift Ex. Employees	-	269,630
Others	36,636	9,477
	1,225,155	4,184,689
<b>2 Auditor's Remuneration</b>		
Statutory Audit Fee 16.2		10,000
Tax Consultancy Fee		22,400
Out of Pocket Expenses 16.3		5,000
		37,400
<b>FINANCIAL CHARGES</b>		
Mark up-A & B Industrial Gases		22,315
Bank Charges		600
Guarantee Commission	-	22,915

### Financial Assets

Non interest bearing					
Maturity	Maturity	Maturity	Grand Total	Grand Total	

		after one year	Sub Total	upto one year	after one year	Sub Total	2003	2002
Trade Debtors	-1,764,059	-	-	2,262,192	-	2,262,192	2,262,192	2,262,192
Advances, Deposits, Pre- payments & Receivables	523,916	-	-	483,303	-	483,303	483,303	907,841
Cash & Bank Balances	-3.37	-	-	1774	-	2,774	2,774	3,424
		-	-	2,748,269	-	2,748,269	2,748,269	3,173,457
Financial Liabilities	Interest bearin							
Due to Government of Pakistan	Maturity upto one	-	-	1,420,617,893	-	1,420,617,893	1,420,617,893	1,049,488,000
Due to Ghee Corporation of Pakistan (Private) Limited	year	-	-	1,239,577	-	1,239,577	1,239,577	371,129,892
Creditors, Accrued & Other Liabilities		-	-	748,034	-	748,034	748,034	708,034
		-	1,422,605,504	-	1,422,605,504	1,422,605,504	1,421,325,926	

## 22 SUBSEQUENT EVENT

The privatization commission vide its letter No.14(5)-PC-04 dated July 07, 2004 requested to arrange for a meeting of the Board of Directors of Kohinoor Oil Mills Limited on July 24, 2004 wherein the Directors nominated by the seller shi resign and the Directors nominated by the purchaser shall be co-opted as Directors of Kohinoor Oil Mills Limited view of the sale of Kohinoor Oil Mills Limited to Mr. Iqbal Khan of Bara Ghee Mills, Bara who offered the highest bid of Rs. 255/- per share i.e. Rs. 80.715 million for the offered shares, out of five parties who deposited earnest money to participate in the open bidding for the privatization of Kohinoor Oil Mills Limited on "as is and where is" basis.

## CAPACITY & PRODUCTION (M.Ton)

### Vegetable Ghee Plant

Rated capacity (33 all  
Actual Production in

2003  
Rupees

27,200  
Nil

### Solvent extraction plant

Rated capacity (330 days)  
Actual production

33,000  
Nil

## NUMBER OF EMPLOYEES

Total number of permanent employees at end of the year.  
Total number of contract employees at end of the year.

2004  
Rupees

## APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorized for issue on 24-7-2004 by the b

27,200  
Nil

## GENERAL

Figures have been rounded of to the nearest rupee.

33,000  
Nil

## Pattern of Holding of the Shares held by the shareholders as at June 30, 2004

No. of Shareholders	Share Holders	Total No. of Share
1057	1 To	100 25051
64	101 To	500 14380
19	501 To	1000 15099
61	1001 To	5000 118686
1	5001 To	10000 9355

2		10001	To	15000	24563
1		20001	To	25000	21145
1		55001	To	60000	56734
1		235001	To	240000	238903
1207	Form				523916