

LANDMARK SPINNING INDUSTRIES LIMITED

The General Manager
Karachi Stock Exchange (Guarantee) Ltd.
Stock Exchange Building,
Stock Exchange Road,
Karachi.

Securities & Exchange Commission Of Pakistan
Securities Market Division
Islamabad.
Fax # 051-9204915

Subject: FINANCIAL RESULT FOR THE YEAR ENDED 30TH JUNE 2016

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on 04th October 2016 at 04:30 P.M. at 108 Cotton Exchange Building I.I.Chundrigar Road Karachi approved the audited Financial Statements for the year ended 30th June 2016+recommended the following;.

No dividend has been declared;

Cash Dividend NIL

Bonus Dividend Nil

The Annual General Meeting of the Company will be held on Saturday the 27th October 2016, at 02:00 pm at Landmark Spinning Industries, 1st Floor Cotton Exchange Building, I.I. Chundrigar Road, Karachi.

The share transfer books of the Company will be closed from 20/10/2016 to 27/10/2016.(both days inclusive)

Profit & Loss account with comparative figures are attached herewith.

Following points indicated by Auditors' in their Auditors' Report for the year under review:

1. The company has not Charged Depreciation on its fixed assets up to the last year ended June 30, 2015 except on Vehicle and Hut at sandpit since the date of commercial operation has suspended by the company in 2002-2003 as fully disclosed in note 7.2 to the financial Statement, Had the company charged depreciation on all the assets of the company without taking impact of revaluation the written down value of the fixed assets (without revaluation) would have been reduced by Rs. 94,979,417 and Consequently Accumulated Losses of the Company as of Balance sheet date would have been increased by Rs. 94,979,417 , Had the company charged depreciation on all the assets of the company taking impact of revaluation the written down value of the fixed assets (revalued) would have been reduced by Rs. 153,223,690 and Consequently Accumulated Losses of the Company as of Balance sheet date would have been increased by Rs. 153,223,690.
2. The financial statements of the company for the year ended June 30, 2016 as disclosed in note 2 to the financial Statements reflect loss after taxation of Rs. 34,265,354 and as of that date it has accumulated losses of Rs. 142,287,386 which resulted in net capital deficiency of Rs. 21,050,386 and its current liabilities exceeded its current assets by Rs. 191,451 without Charging the Depreciation as refer in above para (a). The operations of the company were closed from the year November 29, 2002 and the company has not started its production for last many years despite representation made by the management to revive the production. Further, the winder industrial estate still not provided the gas connection as fully disclosed in note 2 and 11 to the financial Statements and in the absences of Basic infrastructure to the industrial Estate. These conditions lead us to believe that the going concern assumption used in preparation of these financial Statements is inappropriate; consequently the assets and liabilities should have been stated at their realizable and settlement amounts respectively.


Yours Sincerely,
For Land Mark Spinning Industries Ltd
Yousuf Noorani
Company Secretary
Dated 04/10/2016

1st Floor, Cotton Exchange Bldg., I. I. Chundrigar Road, Karachi, (PAKISTAN).
Tel : 32412946 (4 Lines) Fax: 32416725

LANDMARK SPINNING INDUSTRIES LIMITED

LANDMARK SPINNING INDUSTRIES LIMITED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED JUNE 30, 2016

| | June 30, 2016 | Restated June 30, 2015 |
|-------------------------------------|------------------|------------------------------|
| | (Rupees) | |
| Sales - Net | -- | -- |
| Cost of Sales | (23,223,093) | -- |
| Gross Profit | (23,223,093) | -- |
| <u>Operating Expenses</u> | | |
| Administrative and General Expenses | (1,295,472) | (1,138,251) |
| Operating Loss | (24,518,564) | (1,138,251) |
| Finance Cost | (12,756,747) | (11,590,647) |
| Loss Before taxation | (37,275,312) | (12,728,898) |
| <u>Taxation</u> | | |
| - Current | -- | -- |
| - Deferred tax | 3,009,958 | -- |
| | 3,009,958 | -- |
| Loss after Taxation for the year | (34,265,354) | (12,728,898) |
| Earning Per Share - Basic | (2.83) | (1.05) |

The annexed notes form an integral part of these accounts.