



First Quarter Report 2024

Condensed Interim Financial Statements for the Three
Months Period Ended March 31, 2024 (Unaudited)



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Company Information

Board of Directors*

Mr. Towfiq Habib Chinoy
(Chairman & Non-Executive Director)

Syed Hyder Ali
(Executive Director)

Syed Shahid Ali
(Non-Executive Director)

Mr. Hasan Askari
(Independent Director)

Mr. Atif Aslam Bajwa
(Non-Executive Director)

Ms. Saba Kamal
(Independent Director)

Mr. Tariq Iqbal Khan
(Non-Executive Director)

Syed Aslam Mehdi
(Executive Director)

Mr. Josef Meinrad Mueller
(Non-Executive Director)

Mr. Osman Khalid Waheed
(Independent Director)

Audit Committee

Mr. Hasan Askari Chairman

Syed Shahid Ali Member

Mr. Atif Aslam Bajwa Member

Mr. Tariq Iqbal Khan Member

Mr. Osman Khalid Waheed Member

Mr. Soban Waqar Secretary

Human Resource and Remuneration Committee

Ms. Saba Kamal Chairperson

Syed Hyder Ali Member

Mr. Hasan Askari Member

Mr. Atif Aslam Bajwa Member

Mr. Towfiq Habib Chinoy Member

Mr. Josef Meinrad Mueller Member

Mr. Jawad Gilani Secretary

IT & Digitalization Committee

Ms. Saba Kamal Chairperson

Mr. Atif Aslam Bajwa Member

Mr. Osman Khalid Waheed Member

Mr. Faizan Mahmood Secretary

Executive Committee

Syed Hyder Ali Chairman

Syed Aslam Mehdi Member

Ms. Iqra Sajjad Secretary

Advisor to the Board

Syed Babar Ali

Chief Executive Officer and Managing Director

Syed Hyder Ali

Chief Financial Officer

Mr. Khurram Raza Bakhtayari

Company Secretary

Ms. Iqra Sajjad

Rating Agency

PACRA

Company Credit Rating

Long-Term : AA+

Short-Term : A1+

Auditors

A.F. Ferguson & Co.
Chartered Accountants

Legal Advisors

Hassan & Hassan (Advocates) - Lahore
Orr, Dignam & Co. – Karachi

Share Registrar

FAMCO Share Registration Services (Pvt.) Limited

8-F, Next to Hotel Faran, Nursery Block 6,
P.E.C.H.S. Shahrah-e-Faisal Karachi - 75400
PABX: (021) 34380101-5, 34384621-3
Fax: (021) 34380106
Email: info.shares@famcosrs.com.pk

Handling Desk for Shareholders' Affairs

(Corporate Secretarial & Affairs Department)

Mr. Ubaid Hussain / Ms. Suman Kishore

Tel: (021) 35874047-49 Ext: 237/233

Email: shares.desk@packages.com.pk

(Share Registrar)

Mr. Muhammad Taha

Tel: (021) 34380101-5

Fax: (021) 34380106

Email: info.shares@famcosrs.com.pk

Bankers & Lenders

Allied Bank Limited
Habib Bank Limited
MCB Bank Limited
Standard Chartered Bank (Pakistan) Limited
Citibank N.A.
Bank Al-Habib Limited
Habib Metropolitan Bank Limited
JS Bank Limited
International Finance Corporation (IFC)

Offices

Registered Office

4th Floor, The Forum
Suite No. 416 - 422, G-20, Block 9
Khayaban-e-Jami, Clifton
Karachi - 75600, Pakistan
PABX: (021) 35874047-49
Fax: (021) 35860251

Head Office

Shahrah-e-Roomi, P.O. Amer Sidhu
Lahore - 54760, Pakistan
PABX: (042) 35811541-46
Fax: (042) 35811195

Web Presence

www.packages.com.pk

*In alphabetical order by last name

DIRECTORS' REVIEW REPORT ON THE UNCONSOLIDATED CONDENSED INTERIM UN-AUDITED FINANCIAL STATEMENTS FOR THE THREE-MONTHS ENDED MARCH 31, 2024

The Directors of Packages Limited (the 'Company') are pleased to submit to its shareholders, three months review report along with the unconsolidated condensed interim unaudited financial statements of the Company for the three-month period ended March 31, 2024.

COMPANY PERFORMANCE REVIEW

Summarized financial performance is as follows:

	Jan - Mar 2024	Jan – Mar 2023
	(Rupees in million)	
Dividend income	1,348	1,088
Rental income	155	128
Profit from operations	1,293	1,074
Finance cost	(399)	(198)
Taxation	(105)	(75)
Earnings after tax	789	801
Basic earnings per share – Rupees	8.83	8.96

Packages Limited is operating as a holding company and its performance is determined by the financial performance of its group companies located within & outside Pakistan, which in turn, would be influenced by the general economic environment.

Dividend income constitutes the major source of income of Packages Limited. As a result, its income pattern will follow the dividend distribution pattern of the group companies. The management believes that this corporate structure is conducive to focused management of the group companies and leading to better operating performance.

The Company has earned dividend income from its group companies amounting to Rs 1,348 million during the three-month period ended March 31, 2024 as compared to Rs 1,088 million during corresponding period of 2023. This increase in income was offset by increased finance cost for the three-month period, which escalated by 102% mainly on account of increased interest rates and long-term loan obtained in Q2 2023 to finance the acquisition of 35% shareholding in Hoechst Pakistan Limited (formerly Sanofi-Aventis Pakistan Limited) in April 2023. Resultantly, earnings after tax depicts a decrease of 1% from Rs 801 million earned during corresponding period of 2023 to Rs 789 million for the three-month period ended March 31, 2024.

COMPANY'S STAFF AND CUSTOMERS

The management is thankful to the Company's stakeholders especially its customers for their continuing confidence in its products and services.

The management also wishes to express its gratitude to all the Company's employees who have worked tirelessly. We appreciate their hard work, loyalty and dedication.

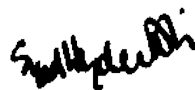
FUTURE OUTLOOK

The Company expects that the economic outlook of the country could improve by the continued implementation of reforms aimed to restore fiscal discipline, political stability, economic assistance from friendly nations alongside achieving key indicators of the IMF programme. However, these measures will keep consumer demand in check and foster high inflation in the short term. The above factors will continue to impact overall industrial growth.

Given all these challenges, your Company remains focused on minimizing the negative impacts of the same, serving its stakeholders by delivering value and leveraging its diversified portfolio to keep pursuing its profitable growth aspirations.



Towfiq Habib Chinoy
(Chairman)
Lahore, April 25, 2024



Syed Hyder Ali
(Chief Executive Officer & Managing Director)
Lahore, April 25, 2024

31 مارچ 2024 کو ختم ہونے والی سہ ماہی کے اختصاری عبوری غیر آڈٹ شدہ مالیاتی گوشواروں پر ڈائریکٹرز کی جائزہ رپورٹ

چیکر لمیٹڈ (کمپنی) کے ڈائریکٹرز اپنے شیئرز ہولڈرز کو 31 مارچ 2024 کو ختم ہونے والی سہ ماہی مدت کے لیے کمپنی کے اختصاری عبوری غیر آڈٹ شدہ مالیاتی گوشوارے بمع سہ ماہی جائزہ رپورٹ پیش کرتے ہوئے اظہار مسرت کرتے ہیں۔

مالیاتی اور انتظامی کارکردگی کا جائزہ
مالیاتی کارکردگی کا خلاصہ درج ذیل ہے:

جنوری-مارچ 2023	جنوری-مارچ 2024	
(روپے بلین میں)		
1,088	1,348	منافع منقسمہ آمدنی
128	155	کرائے سے آمدن
1,074	1,293	آپریشن سے منافع
(198)	(399)	مالیات کی لاگت
(75)	(105)	ٹیکس
801	789	آمدن بعد از ٹیکس
8.96	8.83	بنیادی آمدنی فی حصص - روپے

چیکر لمیٹڈ ایک ہولڈنگ کمپنی کے طور پر کام کر رہی ہے اور اسکی کارکردگی کا انحصار پاکستان کے اندر اور باہر گروپ کمپنیوں کی مالیاتی کارکردگی پر ہوتا ہے، جو کہ عمومی اقتصادی ماحول سے اثر انداز ہوتی ہے۔

منافع منقسمہ (ڈیویڈنڈ) کی آمدنی چیکر لمیٹڈ کی آمدنی کا کلیدی ذریعہ ہے۔ جس کے نتیجے میں اس کی آمدنی کی ساخت گروپ کمپنیوں کے منافع منقسمہ کی تقسیم کی ساخت پر منحصر ہوگا۔ انتظامیہ کی نظر میں یہ ادارتی ساخت گروپ کمپنیوں کے مرکز انتظام کیلئے سازگار ہے اور بہتر آپریٹنگ کارکردگی کا باعث ہے۔

کمپنی کو 31 مارچ 2024 کو ختم ہونے والی سہ ماہی مدت کے دوران گروپ کمپنیوں سے 1,348 ملین روپے منافع منقسمہ کی آمدنی موصول ہوئی جو کہ 2023 کی اسی مدت کے دوران 1,088 ملین روپے تھی۔ سہ ماہی مدت کے دوران آمدنی میں اضافے کے اثرات کو مالیاتی لاگت میں اضافے نے ختم کر دیا، جو کہ بنیادی طور پر بڑھی ہوئی شرح سود اور سال 2023 کی دوسری سہ ماہی میں بکسٹ پاکستان لمیٹڈ (سابقہ سنونی - ایونٹس پاکستان لمیٹڈ) میں 35 فیصد شیئرز ہولڈنگ کے حصول کی مالی اعانت کے طور پر حاصل کردہ طویل مدتی قرض کی وجہ سے 102 فیصد بڑھ گئی۔ نتیجتاً 31 مارچ 2024 کو ختم ہونے والی سہ ماہی میں بعد از ٹیکس آمدنی 1 فیصد کمی کے ساتھ 801 ملین روپے رہی جو کہ گزشتہ سال اسی مدت میں 789 ملین روپے تھی۔

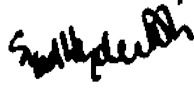
کمپنی کا عملہ اور صارفین

انتظامی کمپنی کے اسٹیک ہولڈرز بالخصوص اپنے صارفین کے اس کی خدمات اور مصنوعات پر مکمل اعتماد پر ان کی مشکور ہے۔ انتظامیہ اس امر پر بھی اپنی خوشی کا اظہار کرتی ہے کہ کمپنی کے تمام ملازمین نے غیر معمولی کارکردگی اور انتھک محنت کا مظاہرہ کیا۔ ہم ان کی محنت، ایمانداری اور عزم کو خراج تحسین پیش کرتے ہیں۔

مستقبل کا منظر نامہ

کمپنی کو توقع ہے کہ مالیاتی نظم و ضبط کی بحالی کے لئے اصلاحات کے مسلسل نفاذ، سیاسی استحکام، دوست ممالک کی جانب سے معاشی تعاون کے ساتھ ساتھ IMF کے پروگرام کے بنیادی اشاریوں کے حصول سے ملک کے معاشی منظر نامے میں بہتری آئے گی۔ تاہم قلیل مدت میں یہ اقدامات صارفین کی طلب کو کم رکھیں گے اور مہنگائی میں اضافہ ہوگا۔ مندرجہ بالا عوامل مسلسل مجموعی صنعتی ترقی کو متاثر کرتے رہیں گے۔

ان تمام دشواریوں کے پیش نظر، گروپ کی انتظامیہ منفی اثرات کو کم کرنے، مستفیدان کی قدر میں اضافہ اور اس کے متنوع پورٹ فولیو سے فائدہ اٹھاتے ہوئے اپنی منافع کی نمونہ برقرار رکھے گی۔



سید حیدر علی

(چیف ایگزیکٹو آفیسر اینڈ مینجنگ ڈائریکٹر)



توفیق حبیب چنائے

(چیرمین)

25 اپریل 2024ء

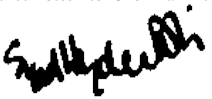
لاہور

PACKAGES LIMITED

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2024

	March 31, 2024	December 31, 2023		March 31, 2024	December 31, 2023
Note	Un-audited	Audited	Note	Un-audited	Audited
	(Rupees in thousand)			(Rupees in thousand)	
EQUITY AND LIABILITIES			ASSETS		
CAPITAL AND RESERVES			NON-CURRENT ASSETS		
Authorised share capital					
150,000,000 (December 31, 2023: 150,000,000) ordinary shares of Rs 10 each	<u>1,500,000</u>	<u>1,500,000</u>	Property, plant and equipment	8 406,812	357,060
22,000,000 (December 31, 2023: 22,000,000) 10% non-voting preference shares / convertible stock of Rs 190 each	<u>4,180,000</u>	<u>4,180,000</u>	Investment properties	1,739,630	1,557,118
			Intangible assets	1,161	1,239
Issued, subscribed and paid up share capital			Long term investments	9 59,315,862	61,516,912
89,379,504 (December 31, 2022: 89,379,504) ordinary shares of Rs 10 each	893,795	893,795	Long term loan to subsidiary company	10 250,000	250,000
8,186,842 (December 31, 2022: 8,186,842) 10% non-voting preference shares / convertible stock of Rs 190 each	606,222	606,222	Long term security deposits	2,602	2,602
Other reserves	51,944,753	54,145,803	Deferred taxation	31,780	31,780
Revenue reserve: Un-appropriated profits	<u>3,797,228</u>	<u>3,007,715</u>		<u>61,747,847</u>	<u>63,716,711</u>
Total equity	<u>57,241,998</u>	<u>58,653,535</u>			
NON-CURRENT LIABILITIES					
Long term finances from financial institutions	6 6,295,150	6,751,400			
Long term advances	38,082	23,639			
Employee benefit obligations	986,264	946,925			
Accumulating compensated absences	92,982	86,265			
	<u>7,412,478</u>	<u>7,808,229</u>			
CURRENT LIABILITIES			CURRENT ASSETS		
Current portion of non-current liabilities	800,000	687,500	Loans, advances, deposits, prepayments and other receivables	1,459,904	1,922,985
Short term borrowings from financial institutions - secured	-	3,250	Income tax receivable	2,179,159	2,218,255
Trade and other payables	711,106	697,038	Short term investments	1,235,410	390,356
Unclaimed dividend	81,399	81,490	Cash and bank balances	227,146	130,281
Accrued finance cost	602,485	447,546		<u>5,101,619</u>	<u>4,661,877</u>
	<u>2,194,990</u>	<u>1,916,824</u>			
CONTINGENCIES AND COMMITMENTS					
	7 <u>66,849,466</u>	<u>68,378,588</u>		<u>66,849,466</u>	<u>68,378,588</u>

The annexed notes 1 to 18 form an integral part of these unconsolidated condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

PACKAGES LIMITED

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

for the three-month period ended March 31, 2024

	Note	Three-month period ended	
		March 31, 2024	March 31, 2023
		Un-audited (Rupees in thousands)	Un-audited
Dividend income	11	1,347,652	1,088,346
Rental income		155,008	128,284
Operating revenue		1,502,660	1,216,630
Administrative expenses		(265,144)	(189,238)
Net reversal/(impairment) on financial assets		3	(12)
Other expenses		-	(5,371)
Other income		55,938	51,678
Operating profit		1,293,457	1,073,687
Finance cost		(398,837)	(197,911)
Profit before taxation		894,620	875,776
Taxation		(105,107)	(75,000)
Profit for the period		789,513	800,776
Earnings per share in Rupees	12		
Basic	Rupees	8.83	8.96
Diluted	Rupees	8.49	8.58

The annexed notes 1 to 18 form an integral part of these unconsolidated condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

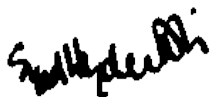
PACKAGES LIMITED

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

for the three-month period ended March 31, 2024

	Three-month period ended	
	March 31, 2024	March 31, 2023
Profit for the period	789,513	800,776
Other comprehensive loss:		
<i>Items that may be reclassified subsequently to profit or loss:</i>		
<i>Items that will not be subsequently reclassified to profit or loss:</i>		
Change in fair value of investments held at fair value through other comprehensive income ('FVOCI')	(2,201,050)	(3,110,984)
Other comprehensive loss for the period	(2,201,050)	(3,110,984)
Total comprehensive loss for the period	(1,411,537)	(2,310,208)

The annexed notes 1 to 18 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

PACKAGES LIMITED

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

for the three-month period ended March 31, 2024

	Issued, subscribed and paid up share capital		Reserves					Capital and reserves
			Capital reserves			Revenue reserves		
	Ordinary share capital	Preference shares / convertible stock	Share premium	FVOCI reserve	Capital redemption reserve	General reserve	Un-appropriated profits	Total
	(Rupees in thousand)							
Balance as on January 01, 2023 (audited)	893,795	606,222	3,766,738	17,436,180	1,615,000	21,310,333	4,320,002	49,948,270
Appropriation of reserves								
Transfer to general reserve	-	-	-	-	-	1,500,000	(1,500,000)	-
Total comprehensive income/(loss) for the period ended March 31, 2023								
Profit for the period	-	-	-	-	-	-	800,776	800,776
Other comprehensive loss for the period	-	-	-	(3,110,984)	-	-	-	(3,110,984)
	-	-	-	(3,110,984)	-	-	800,776	(2,310,208)
Balance as on March 31, 2023 (un-audited)	<u>893,795</u>	<u>606,222</u>	<u>3,766,738</u>	<u>14,325,196</u>	<u>1,615,000</u>	<u>22,810,333</u>	<u>3,620,778</u>	<u>47,638,062</u>
Balance as at January 1, 2024 (audited)	893,795	606,222	3,766,738	25,953,732	1,615,000	22,810,333	3,007,715	58,653,535
Total comprehensive income/(loss) for the period ended March 31, 2024								
Profit for the period	-	-	-	-	-	-	789,513	789,513
Other comprehensive loss for the period	-	-	-	(2,201,050)	-	-	-	(2,201,050)
	-	-	-	(2,201,050)	-	-	789,513	(1,411,537)
Balance as on March 31, 2024 (un-audited)	<u>893,795</u>	<u>606,222</u>	<u>3,766,738</u>	<u>23,752,682</u>	<u>1,615,000</u>	<u>22,810,333</u>	<u>3,797,228</u>	<u>57,241,998</u>

The annexed notes 1 to 18 form an integral part of these unconsolidated condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

PACKAGES LIMITED

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

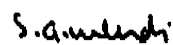
for the three-month period ended March 31, 2024

	Note	Three-month period ended	
		March 31, 2024	March 31, 2023
		Un-audited	Un-audited
(Rupees in thousand)			
Cash flows from operating activities			
Cash generated from operations	14	72,461	(151,342)
Finance cost paid		(243,898)	(152,798)
Income tax paid		(33,904)	(53,041)
Long term security deposits - net		-	90
Payment for accumulated compensated absences		(261)	(202)
Employee benefit obligations paid		(4,140)	(2,369)
Dividends received		1,739,724	350,000
Long term advances - net		14,443	2,417
Net cash inflow/(outflow) from operating activities		1,544,425	(7,245)
Cash flows from investing activities			
Fixed capital expenditure		(271,202)	(53,959)
Proceeds from disposal of property, plant and equipment		15,787	2,783
Net cash outflow from investing activities		(255,415)	(51,176)
Cash flows from financing activities			
Repayment of long term finances		(343,750)	-
Dividend (paid) / reverted		(91)	3,077
Net cash (outflow)/inflow from financing activities		(343,841)	3,077
Net increase in cash and cash equivalents		945,169	(55,344)
Cash and cash equivalents at the beginning of the period		517,387	309,959
Cash and cash equivalents at the end of the period	15	1,462,556	254,615


The annexed notes 1 to 18 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

PACKAGES LIMITED

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) for the three-month period ended March 31, 2024

1. Legal status and nature of business

Packages Limited (the 'Company') is a public company limited by shares incorporated in Pakistan in 1956 under the repealed Companies Act, 1913 (now, the Companies Act, 2017). The Company's ordinary shares are listed on the Pakistan Stock Exchange Limited. The registered office of the Company is situated at 4th floor, the Forum, Suite No. 416 - 422, G-20, Block 9, Khayaban-e-Jami, Clifton, Karachi, Pakistan. Head office is located at Shahrah-e-Roomi, P.O. Amer Sidhu, Lahore, Pakistan.

The principal activities of the Company are to rent out its land and buildings and to manage investments in subsidiary companies, associates and joint ventures, which are engaged in various businesses including manufacturing of packaging materials, tissue, consumer products, industrial inks, paper, paperboard products and corrugated boxes, biaxially oriented polypropylene ('BOPP') and cast polypropylene ('CPP') films, biopharmaceutical products, ground calcium carbonate products, corn-based starch products, insurance, power generation and real estate.

2. Basis of preparation

2.1 Statement of compliance

These unconsolidated 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:

- i) International Accounting Standard ('IAS') 34, 'Interim Financial Reporting', issued by International Accounting Standards Board ('IASB') as notified under the Companies Act, 2017 (the 'Act'); and
- ii) Provisions of and directives issued under the Act.

Where provisions of and directives issued under the Act differ with the requirements of IAS 34, the provisions of and directives issued under the Act have been followed.

2.2 These unconsolidated condensed interim financial statements are un-audited and are being submitted to the members as required by section 237 of the Act.

These unconsolidated condensed interim financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended December 31, 2023. Selected explanatory notes are included to explain events and transactions that are significant to and understanding of the changes in the Company's financial position and performance since the last annual financial statements.

The Company is required to issue condensed interim consolidated financial statements along with its condensed interim separate financial statements in accordance with the requirements of accounting and reporting standards as applicable in Pakistan. Condensed interim consolidated financial statements are prepared separately.

3. Significant accounting policies

3.1 The accounting policies and methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the preparation of preceding annual audited financial statements of the Company for the year ended December 31, 2023 except for the estimation of income tax (see note 5) and adoption of new and amended standards as set out in note 3.2

3.2. Standards, amendments and interpretations to accounting standards that are effective in the current period

Certain standards, amendments and interpretations to International Financial Reporting Standards (IFRS) are effective for accounting period beginning on January 1, 2024, but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these unconsolidated condensed interim financial statements.

3.3. Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Company's accounting periods beginning on or after January 01, 2025 but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not detailed in these unconsolidated condensed interim financial statements.

4. Accounting estimates

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

In preparing these unconsolidated condensed interim financial statements, the significant judgments made by management in applying accounting policies and key sources of estimation were the same as those that were applied to the annual financial statements of the Company for the year ended December 31, 2023, with the exception of change in estimate that is required in determining the provision for income taxes as referred to in note 5.

5. Taxation

Income tax expense is recognized in each interim period based on best estimate of the weighted average annual income tax rate expected for the full financial year. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate of the annual income tax rate changes. Where different income tax rates apply to different categories of income, a separate rate is applied to each category of pre-tax income.

6. Long term finances from financial institutions

	March 31, 2024	December 31, 2023
	Un-audited	Audited
	(Rupees in thousand)	
Preference shares / convertible stock - unsecured	932,650	932,650
Long term loans - secured	6,162,500	6,506,250
	7,095,150	7,438,900
Current portion shown under current liabilities	(800,000)	(687,500)
	6,295,150	6,751,400

7. Contingencies and commitments

7.1. Contingencies

There is no significant change in contingencies from the preceding annual audited financial statements of the Company for the year ended December 31, 2023, except for the following matters. Based on the advice of the Company's tax advisor, the management believes that there are meritorious grounds to support the Company's stance in respect of these matters. Consequently, no provision for these amounts has been made in these unconsolidated condensed interim financial statements.

- (i) Claims against the Company by ex-employees not acknowledged as liabilities amounting to Rs 13 million (December 31, 2023: Rs 13 million).
- (ii) With reference to the matter disclosed in note 22.4 (d) of the annual audited financial statements of the Company for the year ended December 31, 2023 wherein a demand of Rs 515.70 million was created in respect of sales tax periods from January 2019 to December 2019, the Commissioner Inland Revenue - Appeals ('CIR-A') through his order STA/204/LTO/2023/70 dated April 18, 2023 has accepted all of the contentions of the Company and has set aside all of the demands created except for an input tax claim amounting to Rs 211.900 million. CIR-A has directed the Deputy Commissioner Inland Revenue ('DCIR') to reconsider the demand in light of the documentary evidence that has been provided by the Company.

Being aggrieved by the decision of the CIR-A, DCIR has filed an appeal before the Appellate Tribunal Inland Revenue ('ATIR') that the order of CIR-A be set aside and the order of DCIR be restored.

- (iii) With reference to the matter disclosed in note 22.4 (e) of the annual audited financial statements of the Company for the year ended December 31, 2023 wherein a demand of Rs 1,170 million was created in respect of sales tax periods from January 2018 to December 2018, the CIR-A through his order STA/205/LTO/2023/107 dated April 26, 2023 has accepted all of the contentions of the Company and has set aside all of the demands created except for an input tax claim amounting to Rs 641.931 million. CIR-A, regarding this input tax claim, has directed the DCIR to confront the Company under specific provisions of the law and inference is to be drawn after duly rebutting each and every argument of the Company.

Being aggrieved by the decision of the CIR-A, the DCIR has filed an appeal before the ATIR that the order of CIR-A be set aside and the order of DCIR be restored.

- (iv) In respect of tax periods from 2014 to 2016, the Additional Commissioner, Punjab Revenue Authority, through an order dated August 8, 2018 created a demand of Rs 757.841 million in respect of alleged default on withholding of Punjab Sales Tax on various heads of accounts along with penalty thereon. The Company filed an appeal against the above order with the CIR-A on December 13, 2018 on the basis of following major grounds:

- the relevant section of the Punjab Sales Tax on Services Act, 2012 has been wrongly applied retrospectively to the alleged period of default;

- the heads of accounts include multiple line items on which Punjab Sales Tax is not applicable; and

- it has been wrongly assumed that all the expenses disclosed in the unconsolidated financial statements under the identified heads have actually been paid during the said tax periods.

During the year 2020, Commissioner (Appeals) ordered an inquiry under section 64(5) of The Punjab Sales Tax on Services Act, 2012 which was conducted by Additional Commissioner Enforcement-III and the inquiry report was submitted to Commissioner (Appeals) on May 27, 2019 whereby the demand was reduced to Rs 457.570 million upon verification of the documents provided by the Company. The final outcome of the appeal is still awaited.

During the preceding year, the recovery proceedings were reinitiated and the Additional Commissioner, Punjab Revenue Authority, through an order dated December 18, 2023 again created a demand of Rs 757.841 million whereby the Company was required to deposit the amount of tax along with default surcharge and penalty by December 26, 2023. The Company obtained stay from recovery proceedings until March 15, 2024 and has applied to Commissioner appeals for further stay as on March 15, 2024.

7.2. Commitments in respect of

- (i) Letters of credit and contracts for other than for capital expenditure is nil (December 31, 2023: nil).

8. Property, plant and equipment

		March 31, 2024	December 31, 2023
		Un-audited	Audited
(Rupees in thousand)			
Operating fixed assets	- note 8.1 & 8.1.1	406,812	343,881
Capital work-in-progress		-	13,179
		406,812	357,060

8.1. Operating fixed assets

Opening net book value		343,881	330,660
Additions during the period / year	- note 8.1.1	90,908	161,761
Disposals during the period / year at net book value		(15,694)	(52,279)
Transfer out to investment property		-	(58,546)
Depreciation charged during the period / year		(12,283)	(37,715)
		(27,977)	(148,540)
Closing net book value		406,812	343,881

8.1.1. Additions during the period / year

Buildings on freehold land		-	15,599
Other equipment (computers and other office equipment)		9,031	18,177
Furniture and fixtures		-	217
Vehicles		81,877	127,768
		90,908	161,761

		March 31,	December 31,
		2024	2023
		Un-audited	Audited
		(Rupees in thousand)	
Opening balance		61,516,912	50,572,456
Add: Investments made during the period / year	- note 9.1	-	3,628,552
Changes in the fair value of equity investments at FVOCI		(2,201,050)	8,517,552
Impairment loss on equity instruments of Anemone Holdings Limited, Ebene, Mauritius	- note 9.2	-	(1,201,648)
Closing balance		59,315,862	61,516,912

9.1. Investments made in related parties during the period / year

Packages Investments Limited	-	2,500
StarchPack (Private) Limited	-	250,000
Packages Trading FZCO, Dubai	-	202,928
Hoechst Pakistan Limited (formerly Sanofi-Aventis Pakistan Limited)	-	3,173,124
	-	3,628,552

9.2 The principal business of Anemone Holdings Limited ('AHL') was to manage the investment in Flexible Packages Convertors (Proprietary) Limited ('FPCPL'), a subsidiary of AHL based in South Africa. FPCPL was experiencing deteriorating financial performance, and was suffering from operating losses. During the preceding year, based on its unaudited financial information, FPCPL incurred a loss before tax of ZAR 26 million for the period from January 1, 2023 to April 13, 2023 (Rs 389.649 million approximately) which, coupled with the capping of outflow of remittances outside Pakistan on account of national economic scenario and hence non-remittance of investment proceeds to FPCPL, pushed it into further financial distress. The deteriorating financial performance and tough economic conditions coupled with low sales to key customers, unfavorable product mix and higher than anticipated variable and fixed costs furthered the cash burden on the working capital of FPCPL which started restraining the production capacity.

Consequently, FPCPL was put under a legally mandated restructuring process under the laws of South Africa to assess its profitability prospects and viability of operations. This restructuring assessment has been completed recently whereby the legally appointed Business Rescue Practitioner ('BRP') ascertained that FPCPL is unable to meet its liabilities towards its creditors. The BRP, in accordance with the applicable laws, called for a meeting of the creditors to evaluate either to liquidate FPCPL or to sell the assets of the Company to repay outstanding creditors. The creditors have collectively voted in favor of the sale of assets to a third party to partly settle their outstanding debts, subject to applicable regulatory approvals. Consequently, the Company does not expect any future inflow from this investment. Under these circumstances, the Company fully impaired its investment and recognized a loss of Rs 1,201.648 million in the unconsolidated financial statements for the year ended December 31, 2023.

10. During the preceding year, the Company entered into an unsecured interest bearing long-term loan facility agreement with its wholly owned subsidiary, StarchPack (Private) Limited ('SPAC') for a five year period (including two years' grace period) of PKR 750 million for meeting the future funding needs of SPAC. The facility carries mark-up at the rate of six-month KIBOR plus a spread of 15bps per annum on the balance outstanding, payable semi-annually. Out of the aggregate loan amount, SPAC was disbursed PKR 250 million in the preceding year.

11. Dividend income

		Three-month period ended	
		March 31,	March 31,
		2024	2023
		Un-audited	Un-audited
		(Rupees in thousand)	
Dividend income from related parties	- note 11.1	1,316,581	1,088,346
Dividend income from others		31,071	-
		1,347,652	1,088,346

11.1. Dividend income from related parties

Bulleh Shah Packaging (Private) Limited	-	350,000	
DIC Pakistan Limited	351,909	274,908	
OmyaPack (Private) Limited	25,000	-	
Packages Convertors Limited	650,000	350,000	
Packages Lanka (Private) Limited	214,047	-	
Packages Real Estate (Private) Limited	75,625	113,438	
		1,316,581	1,088,346

		Three-month period ended	
		March 31, 2024	March 31, 2023
		Un-audited	Un-audited
12.	Earnings per share		
	Basic earnings per share		
Net profit attributable to ordinary shareholders	Rupees in thousand	789,513	800,776
Weighted average number of ordinary shares	Number	89,379,504	89,379,504
Basic earnings per share	Rupees	8.83	8.96
	Diluted earnings per share		
Profit for the period	Rupees in thousand	789,513	800,776
Return on preference shares / convertible stock - net of tax	Rupees in thousand	38,675	36,821
		828,188	837,597
Weighted average number of ordinary shares	Number	89,379,504	89,379,504
Weighted average number of notionally converted preference shares / convertible stock	Number	8,186,842	8,186,842
		97,566,346	97,566,346
Diluted earnings per share	Rupees	8.49	8.58

13. Transactions and balances with related parties

The related parties include the subsidiaries, joint ventures, associates, group companies, key management personnel including directors, related parties on the basis of common directorship and post-employment staff retirement plans. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, including any director (whether executive or otherwise) of that Company. The Company in the normal course of business carries out transactions with various related parties. Significant transactions and balances with related parties are as follows:

		Three-months ended	
		March 31, 2024	March 31, 2023
		Un-audited	Un-audited
		(Rupees in thousand)	
Relationship with the Company	Nature of transactions		
i. Subsidiaries	Dividend income	1,291,581	1,088,346
	Purchase of goods and services	742	48
	Profit on long term loan to subsidiary	14,271	-
	Rental income and others	151,013	125,186
	Management and technical fee	20,840	13,600
	Reimbursement of salaries by Company	55	375
	Reimbursement of salaries to Company	212,999	145,445
ii. Joint ventures	Dividend income	25,000	-
	Rental income and others	624	-
	Reimbursement of salaries to Company	3,126	4,645
iii. Associates	Insurance premium paid	32,214	19,906
	Rental income and others	1,162	1,089
	Reimbursement of salaries by Company	173	-
	Reimbursement of salaries to Company	34,937	26,380

		Three-months ended	
		March 31,	March 31,
		2024	2023
		Un-audited	Un-audited
		(Rupees in thousand)	
iv. Retirement obligations	Expense charged in respect of retirement benefit plans	61,144	46,743
v. Key management personnel	Salaries and other employee benefits	34,918	27,488
	Directors' meeting fee	6,200	1,450

All transactions with related parties have been carried out on mutually agreed terms and conditions.

Period / year end balances

		March 31,	December 31,
		2024	2023
		Un-audited	Audited
		(Rupees in thousand)	
Receivable from related parties			
- Subsidiaries		1,207,495	1,660,844
- Joint ventures		4,743	1,229
- Associates		60,579	47,408
Payable to related parties			
- Subsidiaries		51,483	33,611
- Associates		33,427	7,237
- Other related party		3,007	3,131
- Retirement benefit obligations		-	9,233

14. Cash flow information

14.1. Cash generated from operations

		Three-months ended	
		March 31,	March 31,
		2024	2023
		Un-audited	Un-audited
		(Rupees in thousand)	
Profit before taxation		894,620	875,776
Adjustments for non-cash items:			
- Depreciation on owned assets	- note 8	12,283	9,370
- Depreciation on investment properties		10,962	11,720
- Amortisation on intangible assets		77	112
- Provision for accumulating compensated absences		6,978	4,814
- Provision for employee benefit obligations		42,531	31,564
- (Profit)/loss on disposal of operating fixed assets		(93)	201
- Provision for rent in respect of land leased from GoPb	- note 8.2	25,000	22,500
- Profit on long term loan to subsidiary company		(14,271)	-
- Exchange adjustment - net		(14,888)	(32,179)
- Finance cost		398,837	197,911
- Net (reversal)/impairment on financial assets		(3)	12
- Balances written off		23	-
- Dividend income	- note 11	(1,347,652)	(1,088,346)
Profit before working capital changes		14,404	33,455
Effect on cash flow due to working capital changes			
- Decrease/(increase) in loans, advances, deposits, prepayments and other receivables		68,064	(197,488)
- (Decrease)/increase in trade and other payables		(10,007)	12,691
		58,057	(184,797)
		72,461	(151,342)

	Three-months ended	
	March 31,	March 31,
	2024	2023
	Un-audited	Un-audited
	(Rupees in thousand)	
15. Cash and cash equivalents		
Short term investments	1,235,410	90,000
Cash and bank balances	227,146	164,615
	1,462,556	254,615

16. Financial risk management

16.1. Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The unconsolidated condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2023.

There have been no significant changes in the risk management department or in risk management policies since the year ended December 31, 2023.

16.2. Fair value estimation

a) Fair value hierarchy

The different levels for fair value estimation used by the Company have been defined as follows:

- The fair value of financial instruments traded in active markets (such as publicly traded equity securities) is based on quoted (unadjusted) market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in Level 1.

- The fair value of financial instruments that are not traded in an active market (for example over-the-counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity specific estimates. If all significant inputs required to determine fair value of an instrument are observable, the instrument is included in Level 2.

- If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity instruments.

To provide an indication about the reliability of the inputs used in determining fair value, the Company classifies its financial instruments into the three levels prescribed above. The following table presents the Company's significant financial assets measured and recognised at fair value at Mar 31, 2024 and December 31, 2023 on a recurring basis:

	Un-audited			
	Level 1	Level 2	Level 3	Total
	(Rupees in thousand)			
As at March 31, 2024				
Assets				
Recurring fair value measurements				
Short term investment - FVPL	1,125,410	-	-	1,125,410
Long term investments - FVOCI	27,753,236	-	5,025	27,758,261
Liabilities	-	-	-	-
	Audited			
	Level 1	Level 2	Level 3	Total
	(Rupees in thousand)			
As at December 31, 2023				
Assets				
Recurring fair value measurements				
Short term investment - FVPL	240,356	-	-	240,356
Long term investments - FVOCI	29,954,286	-	5,025	29,959,311
Liabilities	-	-	-	-

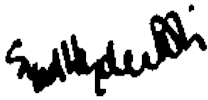
There were no reclassifications of financial assets and no transfers amongst the levels during the period. Further, there were no changes in the valuation techniques during the period.

17. Date of authorisation for issue

These unconsolidated condensed interim financial statements were authorised for issue on April 25, 2024 by the Board of Directors of the Company.

18. Corresponding figures

Corresponding figures have been re-arranged and reclassified wherever necessary, for the purpose of comparison and better presentation and for better collaboration with the principle activities of the Company as detailed in note 1. However, the effects of any such re-arrangement and reclassification are not material.



Chief Executive Officer



Director



Chief Financial Officer

DIRECTORS' REVIEW REPORT ON THE CONSOLIDATED CONDENSED INTERIM UN-AUDITED FINANCIAL STATEMENTS FOR THE THREE-MONTHS ENDED MARCH 31, 2024

The Directors of Packages Limited (the 'Parent Company') take pleasure in presenting the consolidated condensed interim un-audited financial statements of the Group for the first quarter ended March 31, 2024.

Comparison of the consolidated condensed interim un-audited results of the first quarter ended March 31, 2024 as against March 31, 2023 is as follows:

	Jan- Mar 2024	Jan- Mar 2023
	(Rupees in million)	
Sales – net	45,257	38,768
Profit from operations - EBIT	6,482	5,504
Finance costs	(4,507)	(2,813)
Investment income	31	-
Share of profit in associates and joint venture	66	31
Profit before taxation	2,072	2,722
Taxation	(1,447)	(1,340)
Profit after tax	625	1,382

During the first quarter of 2024, the Group has achieved net sales of Rs 45,257 million against net sales of Rs 38,768 million achieved during corresponding period of last year, representing sales growth of 17% with an operating profit of Rs 6,482 million as compared to Rs 5,504 million generated during corresponding period last year, mainly on account of revenue growth.

The Group has recorded profit before tax of Rs 2,072 million during the current period as compared to the profit before tax of Rs 2,722 million in corresponding period last year. The decreased profitability is primarily on account of finance cost which has increased by 1,694 million mainly attributable to increased benchmark interest rates and loans availed for the purpose of making capital expenditure and new strategic investments.

A brief review of the operational performance of the Group subsidiaries is as follows:

PACKAGES CONVERTORS LIMITED

Packages Convertors Limited ('PCL') is an un-listed public limited wholly owned subsidiary of the Group. It is principally engaged in the manufacture and sale of packaging materials, tissue products & sanitary napkins. PCL has achieved net sales of Rs 13,203 during the first quarter of the year 2024 as compared to Rs 13,537 million in the comparable period for the prior year, representing decline of 2%. PCL has generated profit before tax of Rs 1,462 million during the first quarter of the year 2024 as compared to Rs 2,079 million during the prior year of the same period, representing decrease of 30%. This is mainly on account of adverse sales mix, higher finance costs and depreciation expense incurred on new strategic investments.

BULLEH SHAH PACKAGING (PRIVATE) LIMITED

Bulleh Shah Packaging (Private) Limited ('BSPL') is a wholly owned subsidiary of the Group, which is principally engaged in the manufacturing and conversion of paper and paper board and corrugated boxes. BSPL has achieved net sales of Rs 16,554 million during the first quarter of 2024 as compared to Rs 16,980 million during 2023 representing decline of 3%. BSPL has recorded profit before tax of Rs 200 million during the current period including one-time insurance claim of Rs 791 million, as compared to the profit before tax of Rs 598 million in corresponding period last year. The decreased profitability is mainly on account of increased fuel and power cost, adverse sales mix, increased finance cost & depreciation and decreased volumetric sales. Moving forward, BSPL will focus on improving operating results through volume growth, tighter cost control and effective working capital management.

DIC PAKISTAN LIMITED

DIC Pakistan Limited ('DIC') is an un-listed public limited subsidiary of the Group, which is principally engaged in the manufacturing, processing and selling of industrial inks. DIC has achieved net sales of Rs 2,873 million during the first quarter of the year 2024 as compared to Rs 2,559 million of the corresponding period of last year, representing sales growth of 12%. DIC has generated profit before tax of Rs 407 million during the first quarter of the year 2024 as against Rs 339 million generated during the corresponding period of 2023, representing growth of 20%. This improved performance relates to timely passing of the inflationary cost increases to customers, improved cost control measures and effective working capital management.

PACKAGES LANKA (PRIVATE) LIMITED

Packages Lanka (Private) Limited ('PLL') is a Sri-Lanka based subsidiary of the Group, which is primarily engaged in production and sale of flexible packaging. During the first quarter of 2024, PLL has achieved net sales of SLR 1,305 million as compared to SLR 1,326 million in the corresponding period of last year, representing decrease of 2%. PLL has generated profit before tax of SLR 282 million during the first quarter of the year 2024 as against profit before tax of SLR 184 million generated during corresponding period of 2023, representing growth of 53%. This has come mainly on account of improved product mix, tighter cost controls, lower interest rates and effective working capital management.

PACKAGES REAL ESTATE (PRIVATE) LIMITED

Packages Real Estate (Private) Limited ('PREPL') is a subsidiary of the Group, which is primarily engaged in development of real estate. It is currently operating a real estate project titled 'Packages Mall' and also leases out office space to corporate customers. PREPL has achieved net sales of Rs 1,405 million during the first quarter of 2024 as compared to Rs 1,246 million achieved during the corresponding period of last year, representing sales growth of 13%. PREPL has recorded operating profit of Rs 595 million as against Rs 519 million achieved during first quarter of last year, representing growth of 15%.

STARCHPACK (PRIVATE) LIMITED

StarchPack (Private) Limited ('SPL') is a wholly owned subsidiary of the Group, which is principally engaged in the manufacture and sale of corn-based starch products, its derivatives, by-products and trading of corn. During the current period, being its first year of operations, SPL achieved net revenue of Rs 386 million and a loss before tax of Rs 451 million after achieving commercial production from 1st of December 2023.

TRI-PACK FILMS LIMITED

Tri-Pack Films Limited ('TPFL') is a listed public limited subsidiary of the Group, which is principally engaged in the manufacturing and sale of Biaxially Oriented Polypropylene (BOPP) film and Cast Polypropylene (CPP) film. TPFL has achieved net sales of Rs 6,945 million during the first quarter of 2024 as compared to sales of Rs 5,886 million achieved during the corresponding period of last year, representing sales growth of 18%. TPFL has recorded profit before tax of Rs 63 million during the first quarter of 2024 as against Rs 422 million achieved during first corresponding period of last year, representing decrease of 85% mainly on account of increased raw material costs, lower volumes and adverse product mix.

PACKAGES TRADING FZCO, DUBAI, UAE

Packages Trading FZCO ('FZCO') is a wholly owned subsidiary of the Group, which is incorporated under Dubai Integrated Economic Zones Authority Implementing Regulations, 2022 and registered with Dubai Integrated Economic Zones Authority. The subsidiary is primarily engaged in commercial trading with import, export, distribution and warehousing as its ancillary activities. During the current period, FZCO achieved net revenue of AED 13 million and a loss of AED 0.1 million.

HOECHST PAKISTAN LIMITED (FORMERLY SANOFI-AVENTIS PAKISTAN LIMITED)

Hoechst Pakistan Limited (formerly Sanofi-Aventis Pakistan Limited) ('HPL') is principally engaged in the manufacturing, selling and trading of pharmaceutical and related products. HPL has achieved net revenue of Rs 6,287 million during the first quarter of 2024 as compared to net revenue of Rs 4,763 million achieved during the corresponding period of last year, representing sales growth of 32%. HPL has generated profit before tax of Rs 658 million during the first quarter of the year 2024 as against loss before tax of Rs 288 million generated during the corresponding period of 2023, representing an increase of 3.3 times, mainly driven from volume growth and favourable product mix.

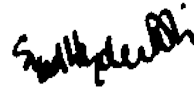
FUTURE OUTLOOK

The Group expects that the economic outlook of the country could improve by the continued implementation of reforms aimed to restore fiscal discipline, political stability, economic assistance from friendly nations alongside achieving key indicators of the IMF programme. However, these measures will keep the consumer demand in check and foster high inflation in the short term. The above factors will continue to impact overall industrial growth.

Given all these challenges, the Group's management remains focused on minimizing the negative impacts of the same, serving its stakeholders by delivering value and leveraging its diversified portfolio to keep pursuing its profitable growth aspirations.



(Towfiq Habib Chinoy)
Chairman
Lahore, April 25, 2024



(Syed Hyder Ali)
Chief Executive Officer & Managing Director
Lahore, April 25, 2024

31 مارچ 2024 کو ختم ہونے والی سہ ماہی کے مجموعی اختصاری عبوری غیر آڈٹ شدہ مالیاتی گوشواروں پر ڈائریکٹرز کی جائزہ رپورٹ

پیکیجز کنورٹرز لمیٹڈ (پبلیٹڈ کمپنی) کے ڈائریکٹرز 31 مارچ 2024 کو ختم ہونے والی پہلی سہ ماہی کے لیے گروپ کے مجموعی اختصاری عبوری غیر آڈٹ شدہ مالیاتی گوشواروں کو پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

31 مارچ 2024 کو ختم ہونے والی پہلی سہ ماہی کے مجموعی اختصاری عبوری غیر آڈٹ شدہ نتائج کا موازنہ 31 مارچ 2023 کے مقابلے میں درج ذیل ہے:

جنوری-مارچ 2023	جنوری-مارچ 2024	
(روپے ملین میں)		
38,768	45,257	خالص فروخت
5,504	6,482	آپریٹنگ سے منافع-EBIT
(2,813)	(4,507)	مالیاتی لاگت
-	31	سرمایہ کاری آمدنی
31	66	ایسوسی ایٹس اور جوائنٹ وینچر میں منافع میں حصہ
2,722	2,072	منافع قبل از ٹیکس
(1,340)	(1,447)	ٹیکس
1,382	625	منافع بعد از ٹیکس

2024 کی پہلی سہ ماہی کے دوران گروپ کی خالص فروخت 45,257 ملین روپے رہی جبکہ گزشتہ سال اسی مدت میں 38,768 ملین روپے کی خالص فروخت ہوئی تھی، اس طرح فروخت میں 17 فیصد اضافہ کی نشاندہی ہوتی ہے جس کے نتیجے میں آپریٹنگ منافع 6,482 ملین روپے رہا جبکہ گزشتہ سال 5,504 ملین روپے تھا، جس کی بنیادی وجہ آمدن میں اضافہ تھی۔

گروپ کا موجودہ مدت کے دوران قبل از ٹیکس منافع 2,072 ملین روپے رہا جبکہ گزشتہ سال کی اسی مدت میں قبل از ٹیکس منافع 2,722 ملین روپے تھا۔ منافع میں کمی بنیادی وجہ مالیاتی لاگت ہے جس میں 1,694 ملین کا اضافہ ہوا ہے جو بنیادی طور پر بلند شرح سود کی نتیجے میں مارک اور سرمایہ جاتی اخراجات اور نئی کلیدی سرمایہ کاریوں کے مقصد کے لیے حاصل کیے گئے قرضوں سے منسوب ہے۔

گروپ کے ذیلی اداروں کی آپریشنل کارکردگی کا ایک مختصر جائزہ درج ذیل ہے:

پیکیجز کنورٹرز لمیٹڈ

پیکیجز کنورٹرز لمیٹڈ ('PCL') گروپ کا ایک نان لسٹڈ پبلک لمیٹڈ مکمل ملکیتی ماتحت ادارہ ہے، جو بنیادی طور پر پیکیجنگ مواد، نشوونما اور مصنوعات اور اینڈیو نیپکن کی تیاری اور فروخت میں مصروف عمل ہے۔ PCL کو سال 2024 کے دوران 13,203 ملین روپے کی خالص فروخت ہوئی جبکہ گزشتہ سال اسی مدت میں 13,537 ملین روپے تھی جس سے فروخت میں 2 فیصد کمی کی نشاندہی ہوتی ہے۔ PCL نے سال 2024 کی سہ ماہی میں گزشتہ سال کے دوران 2,079 ملین روپے کے مقابلے میں 1,462 ملین روپے قبل از ٹیکس منافع حاصل کیا جو کہ 30 فیصد کمی کی نشاندہی کرتا ہے۔ یہ کمی بنیادی طور پر فروخت کے ناموافق مرکب، کثیر مالیاتی اخراجات اور نئی کلیدی سرمایہ کاری پر ہونے والے فرسودگی کے اخراجات کی وجہ سے ہوئی۔

بلیس شاہ پیکیجنگ (پرائیویٹ) لمیٹڈ

بلیس شاہ پیکیجنگ (پرائیویٹ) لمیٹڈ ('BSPL') گروپ کا مکمل ملکیتی ذیلی ادارہ ہے، جو بنیادی طور پر پیپر اور پیپر بورڈ اور کورنگینڈ کمس کی تیاری اور تبدیلی میں مصروف عمل ہے۔ بی ایس پی ایل نے سال 2024 کی پہلی سہ ماہی میں گزشتہ سال 2023 کے 16,980 ملین روپے کے مقابلے میں 16,554 ملین روپے کی خالص فروخت حاصل کی ہے جو کہ 3 فیصد کمی کو ظاہر کرتا ہے۔ BSPL نے موجودہ مدت کے دوران 200 ملین روپے قبل از ٹیکس منافع ریکارڈ کیا ہے جس میں 791 ملین روپے کا ایک وقتی انشورنس کلیم بھی شامل ہے، جبکہ گزشتہ سال کی اسی مدت میں 598 ملین روپے قبل از ٹیکس منافع ہوا۔

منافع میں کمی بنیادی وجہ ایندھن اور توانائی کی لاگت میں اضافہ، ناموافق فروخت کا مرکب، مالیاتی لاگت میں اضافہ اور فرسودگی اور حجم فروخت میں کمی ہے۔ مستقبل میں BSPL حجم میں اضافے، لاگت پر سخت کنٹرول اور رواں سرمائے کے موثر انتظام کے ذریعے آپریٹنگ نتائج کو بہتر بنانے پر توجہ مرکوز کرے گی۔

ڈی آئی سی پاکستان لمیٹڈ

DIC پاکستان لمیٹڈ ('DIC') گروپ کا ایک نان لسٹڈ پبلک لمیٹڈ ذیلی ادارہ ہے، جو بنیادی طور پر صنعتی روشنائی (inks) کی تیاری، پروسیسنگ اور فروخت میں مصروف عمل ہے۔ DIC نے سال 2024 کی پہلی سہ ماہی کے دوران 2,873 ملین روپے کی خالص فروخت حاصل کی ہے جبکہ گزشتہ سال اسی مدت میں 2,559 ملین تھی جس سے فروخت میں 12 فیصد کی نشاندہی ہوتی ہے۔ DIC نے سال 2024 کی پہلی سہ ماہی کے دوران 407 ملین روپے کا قبل از ٹیکس منافع حاصل کیا ہے جو کہ 2023 میں 339 ملین روپے تھا، جس میں 20 فیصد نمو کی نشاندہی ہوتی ہے۔ کمپنی کی بہتر کارکردگی کا تعلق صارفین تک مہنگائی کی لاگت پہنچانے، لاگت پر قابو پانے کے بہتر اقدامات اور رواں سرمائے کے موثر انتظام سے ہے۔

پیکجز لنکا (پرائیویٹ) لمیٹڈ

پیکجز لنکا (پرائیویٹ) لمیٹڈ ('PLL') گروپ کا سری لنکا کا ذیلی ادارہ ہے، جو بنیادی طور پر پلگدرا (flexible) پیکجنگ کی تیاری اور فروخت میں مصروف عمل ہے۔ PLL نے سال 2024 کی پہلی سہ ماہی کے دوران 1,305 ملین SLR کی خالص فروخت حاصل کی ہے جبکہ گزشتہ سال اسی مدت میں 1,326 ملین تھی جس سے 2 فیصد کمی کی نشاندہی ہوتی ہے۔ کمپنی نے سال 2024 میں SLR 282 ملین کا قبل از ٹیکس منافع حاصل کیا ہے جو کہ 2023 کے 184 ملین قبل از ٹیکس منافع کے مقابلے میں 53 فیصد نمو کو ظاہر کرتا ہے، جو کہ بنیادی طور پر مصنوعات کے بہتر مرکب، لاگت پر مضبوط کنٹرول، شرح سود میں کمی اور رواں سرمائے کے موثر انتظام کی وجہ سے ہوا۔

پیکجز ریل اسٹیٹ (پرائیویٹ) لمیٹڈ

پیکجز ریل اسٹیٹ (پرائیویٹ) لمیٹڈ ('PREPL') گروپ کا ایک ذیلی ادارہ ہے، جو بنیادی طور پر ہر قسم کی تعمیراتی سرگرمیوں اور ریل اسٹیٹ کی ترقی کے کاروبار میں سرگرم عمل ہے۔ یہ فی الحال 'پیکجز مال' کے نام سے ایک ریل اسٹیٹ پروجیکٹ چلا رہا ہے اور کارپوریٹ صارفین کو دفتر کی جگہ لیز پر دے رہا ہے۔ PREPL کو 2024 کی پہلی سہ ماہی کے دوران خالص فروخت 1,405 ملین روپے رہی جبکہ گزشتہ سال 1,246 ملین روپے تھی جس سے فروخت میں 13 فیصد اضافے کی نشاندہی ہوتی ہے۔ PREPL کو گزشتہ سال کی پہلی سہ ماہی میں 519 ملین روپے کے مقابلے میں اس سال 595 ملین روپے آپریٹنگ منافع ہوا جو کہ 15 فیصد کمی کو ظاہر کرتا ہے۔

اسٹارچ پیک (پرائیویٹ) لمیٹڈ

اسٹارچ پیک (پرائیویٹ) لمیٹڈ ایک مکمل ملکیتی ذیلی ادارہ ہے جو بنیادی طور پر کئی سے متعلقہ نشاستہ کی مصنوعات، اس کی اخذ کردہ اور ضمنی مصنوعات اور کئی کی تجارت میں مصروف عمل ہے۔ موجودہ مدت کے دوران اپنے آپریٹنگ کے پہلے سال میں یکم دسمبر 2023 سے تجارتی پیداوار شروع ہونے کے بعد SPL کی خالص فروخت 386 ملین روپے رہی اور قبل از ٹیکس خسارہ 451 ملین روپے رہا۔

ٹرائی پیک فلز لمیٹڈ

ٹرائی پیک فلز لمیٹڈ ('TPFL') گروپ کا ایک لسٹڈ پبلک لمیٹڈ ذیلی ادارہ ہے، جو بنیادی طور پر پائی انگریزی اور نیپٹھ پولی پروپیلین (BOPP) فلز اور کاسٹ پولی پروپیلین (CPP) فلز کی تیاری اور فروخت میں مصروف عمل ہے۔ TPFL کی سال 2024 کی پہلی سہ ماہی کے دوران 6,945 ملین روپے کی خالص فروخت رہی جبکہ گزشتہ سال کے دوران 5,886 ملین روپے تھی جس سے فروخت میں 18 فیصد اضافے کی نشاندہی ہوتی ہے۔ TPFL نے 2024 کی پہلی سہ ماہی کے دوران 63 ملین روپے قبل از ٹیکس منافع ریکارڈ کیا ہے جو کہ گزشتہ سال کے دوران حاصل کردہ 422 ملین روپے کے مقابلے میں 85 فیصد کمی کی نشاندہی کرتا ہے، جس کی بنیادی وجہ خام مال کی بڑھتی ہوئی لاگت، حجم فروخت میں کمی اور مصنوعات کا ناموافق مرکب ہے۔

پیکجز ٹریڈنگ FZCO، دبئی، متحدہ عرب امارات

پیکجز ٹریڈنگ FZCO ('FZCO') گروپ کا مکمل ملکیتی ذیلی ادارہ ہے جسے دبئی انٹیگریشن ایکناک زونز اتھارٹی اپیلیٹیمینٹ ریگولیشنز 2022 کے تحت تشکیل دیا گیا ہے اور دبئی انٹیگریشن ایکناک زونز اتھارٹی میں رجسٹرڈ ہے۔ ذیلی ادارہ بنیادی طور پر کمرشل ٹریڈنگ بشمول درآمدات، برآمدات، تقسیم اور ویر ہاؤسنگ بطور ذیلی سرگرمیوں میں مصروف عمل ہے۔ موجودہ مدت کے دوران، FZCO کو 13 ملین درہم کی خالص فروخت ہوئی کی اور 0.1 ملین درہم کا خسارہ ہوا۔

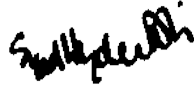
بکسٹ پاکستان لمیٹڈ (سابقہ سنوئی ایونٹس پاکستان لمیٹڈ)

بکسٹ پاکستان لمیٹڈ (سابقہ سنوئی ایونٹس پاکستان لمیٹڈ) ('HPL') بنیادی طور پر دو سازی اور متعلقہ مصنوعات کی تیاری، فروخت اور تجارت میں مصروف عمل ہے۔ HPL نے 2024 کی پہلی سہ ماہی کے دوران 6,287 ملین روپے کی خالص آمدنی حاصل کی ہے جبکہ گزشتہ سال اسی مدت میں 4,763 ملین روپے خالص آمدنی حاصل کی تھی جس سے فروخت میں 32 فیصد اضافے کی نشاندہی ہوتی ہے۔ HPL کو 2024 کی پہلی سہ ماہی میں 658 ملین روپے قبل از ٹیکس منافع ہوا جبکہ گزشتہ سال 2023 کی اسی مدت میں اس کے مقابلے میں 288 ملین روپے کا قبل از ٹیکس خسارہ ہوا تھا، جو کہ 3.3 فیصد اضافے کو ظاہر کرتا ہے جو کہ فروخت کے حجم میں اضافے اور مصنوعات کے بہتر مرکب سے ممکن ہوا۔

مستقبل کا منظر نامہ

گروپ کو توقع ہے کہ مالیاتی نظم و ضبط کی بحالی کے لئے اصلاحات کے مسلسل نفاذ، سیاسی استحکام، دوست ممالک کی جانب سے معاشی تعاون کے ساتھ ساتھ IMF کے پروگرام کے بنیادی اشاریوں کے حصول سے ملک کے معاشی منظر نامے میں بہتری آئے گی۔ تاہم قلیل مدت میں یہ اقدامات صارفین کی طلب کو کم رکھیں گے اور مہنگائی میں اضافہ ہوگا۔ مندرجہ بالا عوامل مسلسل مجموعی صنعتی ترقی کو متاثر کرتے رہیں گے۔

ان تمام دشواریوں کے پیش نظر، گروپ کی انتظامیہ منفی اثرات کو کم کرنے، مستفیدان کی قدر میں اضافہ اور اس کے متنوع پورٹ فولیو سے فائدہ اٹھاتے ہوئے اپنی منافع کی نمونہ برقرار رکھے گی۔



سید حیدر علی

(چیف ایگزیکٹو آفیسر اینڈ مینجنگ ڈائریکٹر)



توفیق حبیب چنائے

(چیرمین)

25 اپریل 2024ء

لاہور

PACKAGES LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2024

	Note	March 31,	December 31,	Note	March 31,	December 31,
		2024	2023		2024	2023
		Un-audited	Audited		Un-audited	Audited
		(Rupees in thousand)			(Rupees in thousand)	
EQUITY AND LIABILITIES						
CAPITAL AND RESERVES						
Authorised capital						
150,000,000 (2023: 150,000,000) ordinary shares of Rs. 10 each		<u>1,500,000</u>	1,500,000			
22,000,000 (2023: 22,000,000) 10% non-voting preference shares / convertible stock of Rs 190 each		<u>4,180,000</u>	4,180,000			
Issued, subscribed and paid up capital						
89,379,504 (2023: 89,379,504) ordinary shares of Rs 10 each		893,795	893,795			
8,186,842 (2023: 8,186,842) 10% non-voting preference shares / convertible stock of Rs 190 each		606,222	606,222			
Other reserves		55,556,125	58,003,253			
Equity portion of loan from shareholder of the Parent Company		277,219	277,219			
Revenue reserve: Un-appropriated profits		18,960,508	18,679,148			
Attributable to equity holders of the Parent Company		76,293,869	78,459,637			
Non-controlling interests		17,923,250	17,928,035			
TOTAL EQUITY		94,217,119	96,387,672			
NON-CURRENT LIABILITIES						
Long term finances from financial institutions	6	47,310,712	48,199,149			
Lease liabilities		137,514	140,307			
Security deposits		601,029	466,582			
Deferred income		333,627	341,495			
Deferred government grant		952,579	983,829			
Deferred taxation		8,355,513	8,294,414			
Long term advances		281,345	248,993			
Employee benefit obligations		2,136,251	2,030,895			
Accumulated compensated absences		628,511	563,060			
		60,737,081	61,268,724			
CURRENT LIABILITIES						
Current portion of non-current liabilities		6,615,399	6,538,748			
Short term borrowings from financial institutions - secured		45,780,283	40,021,257			
Trade and other payables		27,044,537	25,491,372			
Unclaimed dividend		113,015	113,141			
Unpaid dividend		597,795	228,014			
Accrued finance cost		4,269,270	4,771,233			
		84,420,299	77,163,765			
CONTINGENCIES AND COMMITMENTS						
	7	239,374,499	234,820,161		239,374,499	234,820,161

ASSETS

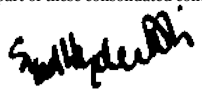
NON-CURRENT ASSETS

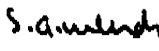
Property, plant and equipment	8	100,764,253	94,998,052
Right-of-use assets		143,408	131,478
Investment properties		13,334,109	12,920,531
Intangible assets	9	5,741,698	5,736,846
Investments accounted for using the equity method	10	5,707,298	5,986,073
Other long term investments	11	27,758,261	29,959,311
Long term security deposits		205,603	206,382
Long term loans		6,023	4,265
		153,660,653	149,942,938

CURRENT ASSETS

Stores and spares		5,664,779	5,536,557
Stock-in-trade		39,878,497	45,031,802
Short term investments		2,414,885	1,434,438
Trade debts		19,980,675	14,412,037
Loans, advances, deposits, prepayments and other receivables		10,301,489	9,268,977
Income tax receivable		6,202,636	6,269,511
Cash and bank balances		1,270,885	2,923,901
		85,713,846	84,877,223

The annexed notes 1 to 21 form an integral part of these consolidated condensed interim unaudited financial statements.


Chief Executive Officer


Director


Chief Financial Officer

PACKAGES LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2024

	Note	Three-month period ended	
		March 31, 2024	March 31, 2023
(Rupees in thousand)			
Net revenue	12	45,257,250	38,768,447
Cost of sales and services		(35,658,024)	(29,006,093)
Gross profit		9,599,226	9,762,354
Administrative expenses		(1,952,633)	(1,115,144)
Distribution and marketing costs		(1,955,625)	(1,349,520)
Net impairment reversal / (loss) on financial assets		24,234	(30,514)
Other expenses		(270,213)	(1,936,844)
Other income		1,037,879	173,706
Investment income		31,071	-
Share of net profit of associates and joint ventures accounted for using equity method		65,729	30,999
Operating profit		6,579,668	5,535,937
Finance costs		(4,507,460)	(2,812,737)
Profit before taxation		2,072,208	2,722,300
Taxation		(1,447,165)	(1,339,947)
Profit for the period		625,043	1,382,353
Profit attributable to:			
Equity holders of the Parent Company		281,360	1,362,957
Non-controlling interests		343,683	19,396
		625,043	1,382,353
Earnings per share attributable to equity holders of the Parent Company during the period	13		
Basic	Rupees	3.15	15.25
Diluted	Rupees	3.15	14.23

The annexed notes 1 to 21 form an integral part of these consolidated condensed interim unaudited financial statements.


Chief Executive Officer


Director


Chief Financial Officer

PACKAGES LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2024

	Three-month period ended	
	March 31, 2024	March 31, 2023
	(Rupees in thousand)	
Profit for the period	625,043	1,382,353
Other comprehensive (loss) / profit for the period		
Items that will not be subsequently reclassified to profit or loss:		
Change in fair value of equity investments at fair value through other comprehensive income ('FVOCI')	(2,201,050)	(3,110,984)
	(2,201,050)	(3,110,984)
Items that may be reclassified subsequently to profit or loss:		
Net exchange differences on translation of foreign operations	94,738	205,728
Share of other comprehensive loss of associates and joint ventures accounted for using equity method - net of tax	(319,503)	(466,454)
	(224,765)	(260,726)
Other comprehensive loss for the period	(2,425,815)	(3,371,710)
Total comprehensive loss for the period	(1,800,772)	(1,989,357)
Total comprehensive (loss) / profit attributable to:		
Equity holders of the Parent Company	(2,165,768)	(2,058,822)
Non-controlling interests	364,996	69,465
	(1,800,772)	(1,989,357)

The annexed notes 1 to 21 form an integral part of these consolidated condensed interim unaudited financial statements.


Chief Executive Officer


Director


Chief Financial Officer

PACKAGES LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2024

	Attributable to equity holders of the Parent Company													
	Issued, subscribed and paid up capital		Reserves							Capital and reserves		Non-controlling interests	Total equity	
			Capital reserves					Revenue reserves		Total				
	Ordinary share capital	Preference shares / convertible stock reserve	Share premium	Exchange differences on translation of foreign operations	FVOCI reserve	Other reserves relating to associates and joint ventures	Transactions with non-controlling interests	Equity portion of loan from shareholder of the Parent Company	Capital redemption reserve		General reserve	Unappropriated profits		
	(Rupees in thousand)													
Balance as on January 1, 2023 (audited)	893,795	606,222	3,766,738	(172,535)	17,436,179	2,555,591	80,653	277,219	1,615,000	21,310,333	13,492,287	61,861,482	4,847,940	66,709,422
Appropriation of reserves Transferred to general reserve	-	-	-	-	-	-	-	-	-	1,500,000	(1,500,000)	-	-	-
Transactions with owners recognized directly in equity Final dividend for the year ended December 31, 2022 paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	(262,598)	(262,598)
Total comprehensive income / (loss) for the period ended March 31, 2023	-	-	-	-	-	-	-	-	-	-	-	-	(262,598)	(262,598)
Profit for the period	-	-	-	-	-	-	-	-	-	-	1,362,957	1,362,957	19,396	1,382,353
Other comprehensive income / (loss) for the period	-	-	-	155,659	(3,110,984)	(466,454)	-	-	-	-	-	(3,421,779)	50,069	(3,371,710)
	-	-	-	155,659	(3,110,984)	(466,454)	-	-	-	-	1,362,957	(2,058,822)	69,465	(1,989,357)
Balance as on March 31, 2023 (un-audited)	893,795	606,222	3,766,738	(16,876)	14,325,195	2,089,137	80,653	277,219	1,615,000	22,810,333	13,355,244	59,802,660	4,654,807	64,457,467
Balance as on January 1, 2024 (audited)	893,795	606,222	3,766,738	185,677	25,953,731	3,591,121	80,653	277,219	1,615,000	22,810,333	18,679,148	78,459,637	17,928,035	96,387,672
Transactions with owners recognized directly in equity Final dividend for the year ended December 31, 2023 paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	(369,781)	(369,781)
Total comprehensive income / (loss) for the period ended March 31, 2024	-	-	-	-	-	-	-	-	-	-	-	-	(369,781)	(369,781)
Profit for the period	-	-	-	-	-	-	-	-	-	-	281,360	281,360	343,683	625,043
Other comprehensive income / (loss) for the period	-	-	-	73,425	(2,201,050)	(319,503)	-	-	-	-	-	(2,447,128)	21,313	(2,425,815)
	-	-	-	73,425	(2,201,050)	(319,503)	-	-	-	-	281,360	(2,165,768)	364,996	(1,800,772)
Balance as on March 31, 2024 (un-audited)	893,795	606,222	3,766,738	259,102	23,752,681	3,271,618	80,653	277,219	1,615,000	22,810,333	18,960,508	76,293,869	17,923,250	94,217,119

The annexed notes 1 to 21 form an integral part of these consolidated condensed interim unaudited financial statements.


Chief Executive Officer


Director


Chief Financial Officer

PACKAGES LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2024

	Note	Three-month period ended	
		March 31,	March 31,
		2024	2023
(Rupees in thousand)			
Cash flows from operating activities			
Cash generated from operations	16	8,344,334	8,648,022
Finance cost paid		(4,981,666)	(3,047,477)
Income tax paid		(1,319,191)	(1,255,102)
Long term security deposits - net		30,965	19,603
Long term loans and deposits - net		(979)	2,017
Payments for accumulating compensated absences		(6,607)	(46,025)
Long term advances - net		10,411	(12,593)
Employee benefit obligations paid		(43,691)	(5,296)
Net cash inflow from operating activities		2,033,576	4,303,149
Cashflow from investing activities			
Fixed capital expenditure		(8,021,695)	(3,590,599)
Proceeds from disposal of property, plant and equipment		67,536	35,906
Dividends received		56,071	-
Net cash outflow from investing activities		(7,898,088)	(3,554,693)
Cash flows from financing activities			
Proceeds from long term finances		1,713,601	3,631,723
Repayment of long term finances		(2,253,209)	(2,386,625)
Payment of lease liabilities		(27,349)	(7,331)
Dividend (paid to) / reverted by equity holders of the Parent Company		(126)	2,356
Dividend paid to non-controlling interest		-	(262,598)
Net cash (outflow) / inflow from financing activities		(567,083)	977,525
Net (decrease) / increase in cash and cash equivalents		(6,431,595)	1,725,981
Cash and cash equivalents at the beginning of the period		(35,662,918)	(32,950,825)
Cash and cash equivalents at the end of the period	17	(42,094,513)	(31,224,844)

The annexed notes 1 to 21 form an integral part of these consolidated condensed interim unaudited financial statements.


Chief Executive Officer


Director


Chief Financial Officer

PACKAGES LIMITED AND ITS SUBSIDIARIES
NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2024

1. Legal status and nature of business

Packages Limited (the 'Parent Company') and its subsidiaries, Packages Convertors Limited ('PCL'), Packages Investments Limited ('PIL'), DIC Pakistan Limited ('DIC'), Bulleh Shah Packaging (Private) Limited ('BSPPL'), Packages Lanka (Private) Limited ('PLL'), Linnaea Holdings Inc. ('LHI'), Chantler Packages Inc. ('CPI'), Packages Real Estate (Private) Limited ('PREPL'), Packages Power (Private) Limited ('PPPL'), Anemone Holdings Limited ('AHL'), StarchPack (Private) Limited ('SPAC'), Tri-Pack Films Limited ('TRPFL'), Hoechst Pakistan Limited (Formerly Sanofi-Aventis Pakistan Limited) ('HPL') and Packages Trading FZCO (together, the 'Group') are engaged in the following businesses:

Packaging:	Representing manufacture and sale of packaging materials and tissue products
Inks:	Representing manufacture and sale of finished and semi finished inks
Construction:	Representing all types of construction activities and development of real estate
Paper and paperboard:	Representing manufacture and sale of paper and paperboard of all kinds
Corn based starch products:	Representing manufacture and sale of corn based starch products, its derivatives, by-products and trading of corn
Plastic:	Representing manufacture and sale of BOPP & CPP films
Pharmaceuticals products:	Representing manufacture, sale and trading of pharmaceuticals and related products
Power generation:	Representing the development & management of hydropower project

The Group also holds investment in companies engaged in insurance business and production and sale of ground calcium carbonate products.

The registered office of the Parent Company is situated at 4th Floor, the Forum, Suite No. 416 - 422, G-20, Block 9, Khayaban-e-Jami, Clifton, Karachi, Pakistan. Head office of the Parent Company is located at Shahrah-e-Roomi, P.O. Amer Sidhu, Lahore, Pakistan.

2. Basis of preparation

2.1. Statement of compliance

These consolidated 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:

- i) International Accounting Standard ('IAS') 34, 'Interim Financial Reporting', issued by International Accounting Standards Board ('IASB') as notified under the Companies Act, 2017 (the 'Act') ; and
- ii) Provisions of and directives issued under the Act

Where 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 Act have been followed.

- 2.2.** These consolidated condensed interim financial statements are un-audited. These condensed interim consolidated financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended December 31, 2023. Selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Group's financial position and performance since the last annual financial statements.
- 2.3.** In order to comply with the requirements of the International Accounting Standard 34, the consolidated condensed interim statement of financial position has been compared with the balances of annual financial statements of the immediately preceding financial year, whereas, the consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of comprehensive income, consolidated condensed interim statement of changes in equity and consolidated condensed interim statement of cashflows have been compared with the balances of comparable period of the immediately preceding financial year.
- 2.4.** These consolidated condensed interim financial statements are presented in Pakistan Rupee which is also the Parent Company's functional currency.

3. Significant accounting policies

The accounting policies and methods of computation adopted for the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of preceding annual published financial statements of the Group for the year ended December 31, 2023, except for the adoption of new and amended standards as set out in note 3.1.

3.1. Standards, amendments and interpretations to accounting standards that are effective in the current period

Certain standards, amendments and interpretations to approved accounting standards are effective for accounting periods beginning on January 1, 2024, but are considered not to be relevant or to have any significant effect on the Group's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these consolidated condensed interim financial statements.

3.2. Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Group

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Group's accounting periods beginning on or after January 1, 2025 but are considered not to be relevant or to have any significant effect on the Group's operations and are, therefore, not detailed in these consolidated condensed interim financial statements.

4. Accounting estimates

The preparation of these consolidated condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Revision to accounting estimates are recognised prospectively commencing from the period of revision.

In preparing these consolidated condensed interim financial statements, the significant judgments made by management in applying accounting policies and key sources of estimation were the same as those that were applied to the annual financial statements of the Group for the year ended December 31 2023, with the exception of change in estimate that is required in determining the provision for income taxes as referred to in note 5.

5. Taxation

Income tax expense is recognized in each interim period based on best estimate of the weighted average annual income tax rate expected for the full financial year. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate of the annual income tax rate changes. Current and deferred taxes based on the consolidated results of the Group are allocated within the Group on the basis of separate return method, modified for determining realizability of tax credits and tax losses which are assessed at Group level. Any adjustments in the current and deferred taxes of the Company on account of group taxation are credited or charged to consolidated condensed interim statement of profit or loss in the period in which they arise.

6. Long term finances from financial institutions

	Note	March 31,	December 31,
		2024	2023
		Un-audited	Audited
(Rupees in thousand)			
Local currency loans - secured	6.1	52,797,131	53,336,739
Foreign currency loans - secured	6.2	-	-
		52,797,131	53,336,739
Preference shares / convertible stock - unsecured		932,650	932,650
		53,729,781	54,269,389
Current portion shown under current liabilities		(6,419,069)	(6,070,240)
		47,310,712	48,199,149
6.1. Local currency loans - secured			
Opening balance		54,269,389	34,581,427
Disbursements during the period / year		1,713,601	24,699,238
		55,982,990	59,280,665
Repayments during the period / year		(2,253,209)	(5,011,276)
Closing balance		53,729,781	54,269,389
6.2. Foreign currency loans - secured			
Opening balance		-	202,546
Repayments during the period / year		-	(13,162)
Adjustment on account of disposal of subsidiary		-	(184,351)
Exchange adjustment on opening balances		-	(5,033)
Closing balance		-	-

7. Contingencies and commitments

7.1. Contingencies

There is no significant change in contingencies from the preceding annual audited financial statements of the Parent Company for the year ended December 31, 2023, except for the following matters. Based on the advice of the Parent Company's tax advisor, the management believes that there are meritorious grounds to support the Parent Company's stance in respect of these matters. Consequently, no provision for these amounts has been made in these consolidated condensed interim financial statements.

- (i) Claims against the Parent Company by ex-employees not acknowledged as liabilities amounting to Rs 13 million (December 31, 2023: Rs 13 million).
- (ii) With reference to the matter disclosed in note 22.4 (d) of the annual audited unconsolidated financial statements of the Parent Company for the year ended December 31, 2023 wherein a demand of Rs 515.70 million was created in respect of sales tax periods from January 2019 to December 2019, the Commissioner Inland Revenue - Appeals ('CIR-A') through his order STA/204/LTO/2023/70 dated April 18, 2023 has accepted all of the contentions of the Parent Company and has set aside all of the demands created except for an input tax claim amounting to Rs 211.900 million. CIR-A has directed the Deputy Commissioner Inland Revenue ('DCIR') to reconsider the demand in light of the documentary evidence that has been provided by the Parent Company.

Being aggrieved by the decision of the CIR-A, DCIR has filed an appeal before the Appellate Tribunal Inland Revenue ('ATIR') that the order of CIR-A be set aside and the order of DCIR be restored.

- (iii) With reference to the matter disclosed in note 22.4 (e) of the annual audited unconsolidated financial statements of the Parent Company for the year ended December 31, 2023 wherein a demand of Rs 1,170 million was created in respect of sales tax periods from January 2018 to December 2018, the CIR-A through his order STA/205/LTO/2023/107 dated April 26, 2023 has accepted all of the contentions of the Parent Company and has set aside all of the demands created except for an input tax claim amounting to Rs 641.931 million. CIR-A, regarding this input tax claim, has directed the DCIR to confront the Parent Company under specific provisions of the law and inference is to be drawn after duly rebutting each and every argument of the Parent Company.

Being aggrieved by the decision of the CIR-A, the DCIR has filed an appeal before the ATIR that the order of CIR-A be set aside and the order of DCIR be restored.

- (iv) In respect of tax periods from 2014 to 2016, the Additional Commissioner, Punjab Revenue Authority, through an order dated August 8, 2018 created a demand of Rs 757.841 million in respect of alleged default on withholding of Punjab Sales Tax on various heads of accounts along with penalty thereon. The Parent Company filed an appeal against the above order with the CIR-A on December 13, 2018 on the basis of following major grounds:

- the relevant section of the Punjab Sales Tax on Services Act, 2012 has been wrongly applied retrospectively to the alleged period of default;
- the heads of accounts include multiple line items on which Punjab Sales Tax is not applicable; and
- it has been wrongly assumed that all the expenses disclosed in the unconsolidated financial statements under the identified heads have actually been paid during the said tax periods.

During the year 2020, Commissioner (Appeals) ordered an inquiry under section 64(5) of The Punjab Sales Tax on Services Act, 2012 which was conducted by Additional Commissioner Enforcement-III and the inquiry report was submitted to Commissioner (Appeals) on May 27, 2019 whereby the demand was reduced to Rs 457.570 million upon verification of the documents provided by the Parent Company. The final outcome of the appeal is still awaited.

During the preceding year, the recovery proceedings were reinitiated and the Additional Commissioner, Punjab Revenue Authority, through an order dated December 18, 2023 again created a demand of Rs 757.841 million whereby the Parent Company was required to deposit the amount of tax along with default surcharge and penalty by December 26, 2023. The Parent Company obtained stay from recovery proceedings until March 15, 2024 and has applied to Commissioner appeals for further stay as on March 15, 2024.

7.2. Commitments in respect of

- (i) Letters of credit and contracts for capital expenditure Rs 7,162.099 million (2023: Rs 6,147.975 million)
(ii) Letters of credit and contracts for other than capital expenditure Rs 12,768.041 million (2023: Rs 10,041.472 million)

8. Property, plant and equipment

	Note	March 31,	December 31,
		2024	2023
		Un-audited	Audited
		(Rupees in thousand)	
Operating fixed assets	8.1	68,894,536	69,546,349
Capital work-in-progress	8.2	31,586,280	24,689,555
Major spare parts and stand-by equipment		283,437	762,148
		100,764,253	94,998,052
8.1. Operating fixed assets			
Opening net book value		69,546,349	43,124,512
Additions during the period / year	8.1.1	803,021	19,626,396
		70,349,370	62,750,908
Disposals during the period / year at book value		(67,064)	(326,487)
Transfer from investment property		200,950	-
Acquisition of subsidiary		-	14,460,884
Adjustment on account of disposal of subsidiary		-	(1,692,437)
Depreciation charged during the period / year		(1,645,685)	(5,980,394)
Exchange adjustment on opening book value - net		56,965	333,875
		(1,454,834)	6,795,441
Closing net book value		68,894,536	69,546,349
8.1.1. Additions during the period / year			
Freehold land		-	28,256
Buildings on freehold land		569	3,792,450
Buildings on leasehold land		17,023	18,096
Plant and machinery		550,269	13,279,586
Other equipment (computers, lab equipment and other office equipment)		91,144	1,403,475
Furniture and fixtures		3,394	28,577
Vehicles		140,622	1,075,956
		803,021	19,626,396
8.2. Capital work-in-progress			
Civil works		5,404,766	4,075,893
Plant and machinery		23,324,909	19,485,582
Advances to suppliers		1,244,654	943,828
Others		1,611,951	184,252
		31,586,280	24,689,555
9. Intangible assets			
Opening book value		5,736,846	150,024
Additions during the period / year		21,286	75,600
Acquisition of subsidiary		-	5,581,234
Amortization charged during the period / year		(16,434)	(70,012)
Closing book value		5,741,698	5,736,846
10. Investments accounted for using the equity method			
Investments in associates	10.1	5,127,784	5,422,305
Investments in joint ventures	10.2	579,514	563,768
		5,707,298	5,986,073
10.1. Investments in associates			
Cost		840,456	840,456
Post acquisition share of profits			
Opening balance		4,581,849	3,353,675
Share of profit adjusted on acquisition of subsidiary		-	35,374
Share of profit from associates - net of tax		24,982	221,293
Share of other comprehensive (loss) / income - net of tax		(319,503)	1,035,397
Dividends received during the period / year		-	(63,890)
Closing balance		4,287,328	4,581,849
	10.1.1	5,127,784	5,422,305
10.1.1. Investment in equity instruments of associates - Quoted			
IGI Holdings Limited, Pakistan			
15,033,041 (2023: 15,033,041) fully paid ordinary shares of Rs 10 each			
Equity held 10.54% (2023: 10.54%)			
Market value - Rs. 1,781.716 million (2023: Rs. 1,658.896 million)	10.3	5,127,784	5,422,305

10.2. Investments in joint ventures

	March 31, 2024	December 31, 2023
	Un-audited	Audited
	(Rupees in thousand)	
Opening balance	563,768	588,154
Share of profit from joint ventures - net of tax	40,746	103,260
Share of other comprehensive income from joint ventures - net of tax	-	133
Dividends received during the period / year	(25,000)	(74,750)
Disposal of investment in joint venture	-	(53,029)
Closing balance	579,514	563,768

10.2.1. Investment in equity instruments of joint ventures - Unquoted
OmyaPack (Private) Limited, Pakistan

49,500,000 (2023: 49,500,000) fully paid ordinary shares of Rs 10 each
Equity held 50% (2023: 50%)

579,514	563,768
579,514	563,768

10.3. The Parent Company's investment in IGI Holdings Limited is less than 20% but it is considered to be an associate as per the requirement of IAS 28 'Investments in Associates' because the Parent Company has significant influence over the financial and operating policies through representation on the Board of Directors of IGI Holdings Limited.

	March 31, 2024	December 31, 2023
	Un-audited	Audited
	(Rupees in thousand)	
Note		

11. Other long-term investments
Quoted
Nestle Pakistan Limited

3,649,248 (2023: 3,649,248) fully paid ordinary shares of Rs 10 each
Equity held 8.05% (2023: 8.05%)
Cost - Rs 5,778.896 million (2023: Rs 5,778.896 million)

Systems Limited

46,050 (2023: 45,050) fully paid ordinary shares
Equity held 0.0159% (2023: 0.0159%)
Cost - Rs 15.648 million (2023: Rs 15.648 million)

27,735,489	29,934,781
17,747	19,505
27,753,236	29,954,286

Unquoted
Coca-Cola Beverages Pakistan Limited

500,000 (2023: 500,000) fully paid ordinary shares of Rs 10 each
Equity held 0.0185% (2023: 0.0185%)

Pakistan Tourism Development Corporation Limited

2,500 (2023: 2,500) fully paid ordinary shares of Rs 10 each

5,000	5,000
25	25
5,025	5,025
27,758,261	29,959,311

12. Net revenue

Local sales of goods and services
Export sales

Less: Sales tax
Trade discounts
Commission

Net revenue

		Three-month period ended	
		March 31, 2024	March 31, 2023
		(Rupees in thousand)	
		50,334,186	44,812,203
		2,753,820	1,012,251
		53,088,006	45,824,454
		(6,596,438)	(6,533,123)
		(1,232,895)	(518,015)
		(1,423)	(4,869)
		(7,830,756)	(7,056,007)
		45,257,250	38,768,447

13. Earnings per share
Basic earnings per share

Profit for the period **Rupees in thousand** **281,360** 1,362,957
Weighted average number of ordinary shares **Number** **89,379,504** 89,379,504
Basic earnings per share **Rupees** **3.15** 15.25

Diluted earnings per share

Profit for the period **Rupees in thousand** **281,360** 1,362,957
Return on preference shares / convertible stock **Rupees in thousand** **38,675** 25,698
320,035 1,388,655

Weighted average number of ordinary shares **Number** **89,379,504** 89,379,504
Weighted average number of notionally converted preference shares / convertible stock **Number** **8,186,842** 8,186,842
97,566,346 97,566,346

Diluted earnings per share **Rupees** **3.15** 14.23

14. Transactions and balances with related parties

The related parties comprises of joint ventures, associates, key management personnel including directors, related parties on the basis of common directorship and post-employment staff retirement plans. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Group, directly or indirectly, including any director (whether executive or otherwise) of that Company. The Group, in the normal course of business, carries out transactions with various related parties. Significant transactions and balances with related parties other than those disclosed in respective notes are as follows:

Relationship with the Group	Nature of transactions	Three-month period ended	
		March 31, 2024	March 31, 2023
		(Rupees in thousand)	
(i) Associates	Purchase of goods and services	213,235	20,764
	Sale of goods and services	381	6,994
	Insurance premium paid	929,563	1,035,967
	Rental and other income	5,906	4,221
	Insurance claims received	486,577	589,345
	Reimbursement of salaries to Company	34,937	26,380
	Reimbursement of salaries by Company	173	-
(ii) Joint ventures	Purchase of goods and services	249,372	172,758
	Sale of goods and services	349	196
	Rental and other income	1,972	1,023
	Dividend income	25,000	-
	Reimbursement of salaries to Company	3,126	4,645
(iii) Other related parties	Purchase of goods and services	246,273	275,827
	Sale of goods and services	110,683	129,086
	Rental and other income	659	599
	Royalty and technical fee - expense	57,019	29,602
(iv) Retirement benefit obligations	Expenses charged in respect of retirement plans	234,371	152,535
(v) Key management personnel	Salaries and other employee benefits	408,494	254,954

All transactions with related parties have been carried out on mutually agreed terms and conditions.

Period-end balances	March 31, 2024	December 31, 2023
	Un-audited	Audited
	(Rupees in thousand)	
Receivable from related parties		
Associates	238,235	60,152
Joint ventures	56,325	66,229
Other related parties	19,691	281,720
Payable to related parties		
Associates	454,723	296,300
Joint venture	78,134	78,262
Other related parties	624,823	419,821
Retirement benefit obligations	93,416	59,160

These are in the normal course of business and are interest free.

15. Segment Information

	Packaging Division		Consumer Products Division		Ink Division		Paper and Paperboard		Real estate		Plastics		Pharmaceutical		Corn Starch		Unallocated		Total	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
	Un-audited		Un-audited		Un-audited		Un-audited		Un-audited		Un-audited		Un-audited		Un-audited		Un-audited		Un-audited	
	(R u p e e s i n t h o u s a n d)																			
Revenue from external customers	15,177,567	15,534,754	4,572,190	4,382,147	2,872,750	2,559,202	11,424,197	12,470,339	1,405,002	1,246,177	7,759,386	6,702,550	6,287,309	-	385,828	-	948,830	241,210	50,833,059	42,936,379
Intersegment revenue	(812,992)	(660,521)	-	-	(554,976)	(185,831)	(3,018,613)	(2,496,553)	(12,328)	(8,235)	(814,241)	(816,792)	-	-	(133,403)	-	(229,256)	-	(5,575,809)	(4,167,932)
	14,364,575	14,874,233	4,572,190	4,382,147	2,317,774	2,373,371	8,405,584	9,973,786	1,392,674	1,237,942	6,945,145	5,885,758	6,287,309	-	252,425	-	719,574	241,210	45,257,250	38,768,447
Segment profit / (loss) before tax	1,166,700	1,895,224	723,436	755,357	406,611	338,864	126,629	395,717	214,074	203,424	63,457	422,133	658,718	-	(449,813)	(18,678)	764,080	305,113	3,673,892	4,297,154
	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023
	Un-audited		Audited		Un-audited		Audited		Un-audited		Audited		Un-audited		Audited		Un-audited		Audited	
Segment assets	34,672,655	32,055,110	9,556,158	9,980,091	6,888,441	5,750,953	59,314,835	60,543,631	14,133,986	13,448,641	36,953,600	34,790,243	29,306,752	28,478,256	9,712,585	9,198,025	38,835,496	41,553,975	239,374,508	235,798,925
Segment liabilities	27,205,074	18,739,733	1,613,499	1,550,469	4,863,040	3,358,138	39,403,529	41,158,250	10,441,751	9,758,107	24,755,521	23,880,172	5,001,951	7,596,282	7,737,974	6,767,265	24,135,041	30,803,513	145,157,380	143,611,929
Reconciliation of profit																				
			March 31, 2024	March 31, 2023																
			Un-audited	Un-audited																
			(Rupees in thousand)																	
Profit for reportable segments			3,673,892	4,297,154																
Profit from associates and joint ventures - net of dividends and impairment losses			65,729	(30,999)																
Intercompany consolidation adjustments			(1,667,413)	(1,665,833)																
Profit before tax			2,072,208	2,599,322																

16. Cash flow information

16.1. Cash generated from operations

	Three-month period ended	
	March 31, 2024	March 31, 2023
	(Rupees in thousand)	
Profit before tax	2,072,208	2,722,300
Adjustments for non-cash items:		
Depreciation on owned assets	1,645,685	1,380,394
Depreciation on right-of-use assets	12,144	6,913
Depreciation on investment properties	140,772	245,991
Amortization on intangible assets	16,434	10,347
Provision for accumulating compensated absences	72,058	36,199
Provision for employee benefit obligations	149,047	108,402
Amortization of deferred income	(23,966)	(7,868)
Profit on disposal of operating fixed assets	(472)	(2,610)
Finance costs	4,507,460	2,812,737
Amortization of deferred government grant	(165,110)	(26,807)
Impairment (reversal) / loss on financial assets	(24,234)	30,514
Liabilities no longer payable written back	13,042	-
Provision for rent in respect of land leased from GoPb	25,000	22,500
Exchange adjustments - net	190,854	1,409,560
Share of profits of associates and joint ventures accounted for using the equity method	(65,729)	(30,999)
Dividend income	(31,071)	-
Profit before working capital changes	8,534,122	8,717,573
Effect on cash flow due to working capital changes		
Increase in trade debts	(5,544,404)	(647,879)
Increase in stores and spares	(128,222)	(1,096,787)
Decrease in stock-in-trade	5,153,305	2,005,123
Increase in loans, advances, deposits, prepayments and other receivables	(1,032,512)	(5,472,993)
Increase in trade and other payables	1,362,045	5,142,985
	(189,788)	(69,551)
	8,344,334	8,648,022
17. Cash and cash equivalents		
Cash and bank balances	1,270,885	1,600,583
Short term investments	2,414,885	145,000
Finances under markup arrangements - secured	(45,780,283)	(32,970,427)
	(42,094,513)	(31,224,844)
18. Financial risk management		
18.1. Financial risk factors		
The Group's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.		
The consolidated condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at December 31, 2023.		
There have been no changes in the risk management department or in any risk management policies since the year ended December 31, 2023.		
18.2. Fair value estimation		
a) Fair value hierarchy		
The different levels for fair value estimation used by the Group have been explained as follows:		
- The fair value of financial instruments traded in active markets (such as publicly traded equity securities) is based on quoted (unadjusted) market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in Level 1.		
- The fair value of financial instruments that are not traded in an active market (for example over-the-counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity specific estimates. If all significant inputs required to determine fair value of an instrument are observable, the instrument is included in Level 2.		
- If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity instruments.		
To provide an indication about the reliability of the inputs used in determining fair value, the Group classifies its financial instruments into the three levels prescribed above. The following table presents the Group's significant financial assets measured and recognised at fair value at March 31, 2024 and December 31, 2023 on a recurring basis:		

As at March 31, 2024

	Un-audited			Total
	Level 1	Level 2	Level 3	
	(Rupees in thousand)			
Recurring fair value measurement Assets				
Investments - FVPL	2,229,885	-	-	2,229,885
Investments - FVOCI	27,753,236	-	5,025	27,758,261
Liabilities	-	-	-	-

As at December 31, 2023

	Audited			Total
	Level 1	Level 2	Level 3	
	(Rupees in thousand)			
Recurring fair value measurement Assets				
Investments - FVPL	1,129,438	-	-	1,129,438
Investments - FVOCI	29,954,286	-	5,025	29,959,311
Liabilities	-	-	-	-

During the period, there were no significant changes in the business or economic circumstances that affect the fair value of the Group's financial assets and financial liabilities. Furthermore, there were no reclassifications of financial assets.

There were no transfers amongst the levels during the period. Further, there were no changes in the valuation techniques during the period.

19. Detail of subsidiaries

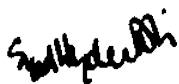
Name of the subsidiaries	Accounting year end	Percentage of holding	Country of incorporation
Anemone Holdings Limited	December 31	100.00%	Mauritius
Bulleh Shah Packaging (Private) Limited	December 31	100.00%	Pakistan
Chantler Packages Inc.	December 31	72.07%	Canada
DIC Pakistan Limited	December 31	54.98%	Pakistan
Flexible Packages Converters (Proprietary) Limited	December 31	63.50%	South Africa
Linnaea Holdings Inc.	December 31	79.07%	Canada
Packages Convertors Limited	December 31	100.00%	Pakistan
Packages Investments Limited	December 31	100.00%	Pakistan
Packages Lanka (Private) Limited	December 31	79.07%	Sri Lanka
Packages Power (Private) Limited	December 31	100.00%	Pakistan
Packages Real Estate (Private) Limited	December 31	75.16%	Pakistan
Packages Trading FZCO	December 31	100.00%	United Arab Emirates
StarchPack (Private) Limited	December 31	100.00%	Pakistan
Hoechst Pakistan Limited (Formerly Sanofi-Aventis Pakistan Limited)	December 31	41.07%	Pakistan
Tri-Pack Films Limited	December 31	69.26%	Pakistan

20. Date of authorization for issue


These consolidated condensed interim unaudited financial statements were authorized for issue on April 25, 2024 by the Board of Directors of the Parent Company.

21. Corresponding figures

Corresponding figures have been re-arranged and reclassified wherever necessary, for the purpose of comparison and better presentation. However, the effects of any such re-arrangement and reclassification are not material.



Chief Executive Officer



Director



Chief Financial Officer

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