

**DADABHOY SACK LIMITED
FINANCIAL STATEMENTS**

**FOR THE NINE MONTHS PEIOD ENDED
MARCH 31, 2023**

DADABHOY SACK LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2023 (UN-AUDITED)

		<u>(Un-audited)</u> March 31, 2022	<u>(Audited)</u> June 30, 2022
	Note	(Rupees)	
ASSETS			
Non-Current Assets			
Property, plant and equipment	5	47,884,338	50,672,257
Current Assets			
Cash and bank balances	6	3,440	2,847
Total Assets		<u>47,887,778</u>	<u>50,675,104</u>
EQUITY AND LIABILITIES			
Authorized Capital			
10,000,000 (June 30, 2022: 10,000,000) Ordinary shares of Rs. 10 each		<u>100,000,000</u>	<u>100,000,000</u>
Issued, subscribed and paid up capital	7	40,000,000	40,000,000
Capital reserves			
Surplus on revaluation of property, plant and equipment		31,901,929	32,877,160
Revenue reserve			
Accumulated losses		<u>(38,091,201)</u>	<u>(36,261,677)</u>
Shareholders' equity		<u>33,810,728</u>	36,615,483
Non-Current Liabilities			
Deferred liabilities		9,611,193	9,892,214
Current Liabilities			
Trade and other payable	8	2,377,517	2,082,067
Short-term borrowings	9	1,672,690	1,669,690
Unclaimed dividend		415,650	415,650
		<u>4,465,857</u>	4,167,407
Commitments and Contingencies	10	-	-
Total Equity and Liabilities		<u>47,887,778</u>	<u>50,675,104</u>

The annexed notes from 1 to 12 from an integral part of these financial statements.



Chief Executive



Director



Chief Financial Officer

DADABHOY SACK LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED MARCH 31, 2023 (UN-AUDITED)

Note	Nine months period ended		Quarter year ended	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
	(Rupees)		(Rupees)	
Cost of sales	-	(99,000)	-	-
Administrative expenses	(3,036,769)	(8,853,874)	(1,170,656)	(3,230,167)
Financial cost - bank charges	(407)	-	-	-
Operating loss	(3,037,176)	(8,952,874)	(1,170,656)	(3,230,167)
Other charges	(48,600)	(48,600)	-	-
Loss before taxation	(3,085,776)	(9,001,474)	(1,170,656)	(3,230,167)
Taxation	281,021	1,426,575	-	-
Loss after taxation	(2,804,755)	(7,574,899)	(1,170,656)	(3,230,167)
Other comprehensive income:	-	-	-	-
Total comprehensive loss for the year	(2,804,755)	(7,574,899)	(1,170,656)	(3,230,167)
Loss per share - basic and diluted (Rupees)	(0.70)	(1.89)	(0.29)	(0.81)

The annexed notes from 1 to 12 form an integral part of these financial statements.



Chief Executive



Director



Chief Financial Officer

DADABHOY SACK LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED MARCH 31, 2023 (UN-AUDITED)

	Share Capital	Capital Reserves	Revenue Reserve	
	Issued, subscribed and paid up capital	Surplus on Revaluation of Property, Plant and Equipment	Accumulated losses	Shareholders' equity
----- (Rupees) -----				
Balance as at July 01, 2021	40,000,000	80,518,790	(29,530,890)	90,987,900
Total comprehensive income for the period				
Loss after taxation	-	-	(7,574,899)	(7,574,899)
Revaluation deficit during the year - net Transferred from surplus on revaluation on account of incremental depreciation - net of deferred tax	-	(3,596,344)	3,596,344	-
Other comprehensive income	-	-	-	-
Balance as at March 31, 2022	40,000,000	76,922,446	(33,509,445)	83,413,001
Balance as at July 01, 2022	40,000,000	32,877,160	(36,261,677)	36,615,483
Total comprehensive loss for the period				
Loss after taxation	-	-	(2,804,755)	(2,804,755)
Transferred from revaluation surplus on account of incremental depreciation	-	(975,231)	975,231	-
Other comprehensive income	-	-	-	-
Balance as at March 31, 2023	40,000,000	31,901,929	(38,091,201)	33,810,728

The annexed notes from 1 to 12 from an integral part of these financial statements.



Chief Executive



Director



Chief Financial Officer

DADABHOY SACK LIMITED
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED MARCH 31, 2023 (UN-AUDITED)

	<u>March 31, 2023</u>	<u>March 31, 2022</u>
	<u>Quarter ended</u>	
Note	(Rupees)	
A. CASH FLOW FROM OPERATING ACTIVITIES		
Loss before taxation	(3,085,776)	(9,001,474)
Adjustments for:		
Depreciation	2,787,919	8,721,449
Financial charges	407	-
Cash flow before working capital changes	<u>(297,450)</u>	<u>(280,025)</u>
Working capital changes:		
Increase in current assets		
Inventory	-	(361,000)
Decrease in current liabilities		
Trade and other payable	295,450	48,600
Cash used in operations	<u>(2,000)</u>	<u>(592,425)</u>
Financial charges paid	(407)	-
Net cash used in operating activities	<u>(2,407)</u>	<u>(592,425)</u>
B. CASH FLOWS FROM INVESTING ACTIVITIES		
	-	-
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Loan from director	3,000	592,425
Net cash used in investing activities	<u>3,000</u>	<u>592,425</u>
Net decrease in cash and cash equivalents	593	-
Cash and cash equivalents at beginning of the year	2,847	2,847
Cash and cash equivalents at end of the year	<u>6</u> <u>3,440</u>	<u>2,847</u>

The annexed notes from 1 to 12 from an integral part of these financial statements.



Chief Executive



Director



Chief Financial Officer

DADABHOY SACK LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED MARCH 31, 2023 (UN-AUDITED)

1 STATUS AND NATURE OF BUSINESS

1.1 The Company was incorporated on September 27, 1983 as a Private Limited Company by the name of Paperpro Industries (Private) Limited. The Company was converted into Public Limited Company on October 27, 1994 and its name was changed to Dadabhoy Sack Limited on January 19, 1995 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). The principal activity of the Company is the manufacturing and sale of paper bags. In February 1996, the Company was listed at Stock Exchanges of Karachi and Lahore (now the Pakistan Stock Exchange Limited - PSX). The Company's registered office is situated at suite # 4, 2nd floor, plot no. 28-30/C, noor centre, Khayaban-e-Ittehad, Lane no.12, Phase VII, D.H.A., Karachi, Sindh. Manufacturing facility of the Company is located at Deh, Hatal Buth, Thana Bula Khan, Main Super Highway, Jamshoro, Sindh.

Trading in shares of the Company was suspended by the Stock Exchanges on October 26, 2009 due to non compliances with respect to listing regulations.

1.2 Going concern assumption

During the current period, the Company has incurred loss after taxation amounting to Rs. 2.804 million (March 2022: Rs. 7.754 million) rising its accumulated losses to Rs. 38.091 million (March 30, 2022: 33.509 million). Further, current liabilities of the Company exceeded its current assets by Rs. 4.462 (June 30, 2022: 4.165 million). The operations of the Company were closed since financial year 2008 due to which the Company was facing financial and operational difficulties and was unable to discharge its liabilities in due course of business. The Company is reporting nil sales since then and is totally dependent on the financial support of its Directors.

The management of the Company has prepared these financial statements on going concern basis due to the following reasons:

Management has prepared its revival plan and submitted it to the Regulators based on which winding up proceeding against the Company are dropped by the SECP. Key features of the plan are as follows:

- Change of name of Company from Dadabhoy Sack Limited to Online Shopping Limited to represent its revised business.
- Increase in the authorized capital of the Company from Rs. 100 Million to Rs. 2,000 Million. For this purpose arrangements are made with Modaraba Al-Mali (MODAM) to provide support to revive the Company and MODAM and its associates may invest in the Company' right issue upto 10%. Further arrangements in this regard also has been made with Ghani Global Holdings Limited to provide the technical and financial support seeking collaborating partners and to set up the online shopping
- Disposal of land / property available at survey no. 258 Super Highway, Deh, Hatal Buth, Thana Bula Khan, Jamshoro, Sindh.

2 BASIS OF PREPARATION

2.1 These condensed interim financial statements of the Company for the period ended March 31, 2023 are unaudited and have been prepared in accordance with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting' and provisions of and directives issued under the Companies Act, 2017 (The Act). In case where requirements differ, the provisions of or directives issued under the Act have been followed.

2.2 The figures of condensed interim statement of profit or loss and other comprehensive income for the quarter ended March 31, 2022 have not been reviewed by the auditors of the Company as they have reviewed the cumulative figures for the period ended March 31, 2022. These condensed interim financial statements does not include all the information and disclosures required in annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2022.

- 2.3** These condensed interim financial statements has been prepared under 'historical cost convention.
- 2.4** These condensed interim financial statements are presented in Pakistani Rupees which is also the functional currency of the Company.
- 2.5** The comparative statement of financial position presented has been extracted from the annual financial statements for the year ended June 30, 2022, whereas the comparative condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been extracted from the unaudited condensed interim financial statements for the period ended March 31, 2021.

3 SIGNIFICANT ACCOUNTING POLICIES

- 3.1** The accounting policies, applied in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements of the Company for the year ended June 30, 2022.
- 3.2** Certain standards, amendments and interpretations to the approved accounting standards are effective for accounting periods beginning on or after July 1, 2022 but are considered not to be relevant or have any significant effect on the Company's operation and are therefore not detailed in these condensed interim financial statements.

4 ACCOUNTING ESTIMATES, JUDGMENTS AND FINANCIAL RISK MANAGEMENT

- 4.1** The preparation of these condensed interim financial statements in conformity with approved accounting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revision to accounting estimates are recognized prospectively commencing from the period of revision.
- 4.2** In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key source of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2022.
- 4.3** The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended June 30, 2022.

	(Un-audited)	(Audited)
	March 31, 2022	June 30, 2022
	(Rupees)	
5 PROPERTY, PLANT AND EQUIPMENT		
Opening WDV of operating fixed assets	50,672,257	125,285,988
Add: Additions during the period / year	-	19,285,267
less: Deletions / adjustments on account of revaluation during the period / year	-	(82,270,399)
	<u>50,672,257</u>	<u>62,300,856</u>
Less: depreciation for the period / year	<u>(2,787,919)</u>	<u>(11,628,599)</u>
Closing WDV of operating fixed assets	<u>47,884,338</u>	<u>50,672,257</u>
6 CASH AND BANK BALANCES		
Cash in hand	-	-
Cash at banks		
- in current account	3,440	2,847
	<u>3,440</u>	<u>2,847</u>

7 ISSUED, SUBSCRIBED AND PAID UP CAPITAL

(Un-audited)	(Audited)	
March 31, 2023	June 30, 2022	
(Number of shares)		
<u>4,000,000</u>	<u>4,000,000</u>	Ordinary shares of Rs. 10 each fully paid up in cash
		<u>40,000,000</u> <u>40,000,000</u>

7.1 Number of shares held by the associated Companies - Dadabhoy Trading Corporation (Private) Limited, Dadabhoy Cement Industries Limited and Dadabhoy Hydrocarbon Limited as at the period end, as on the reporting date are 1,739,370 (June 30, 2022: 1,739,370), 276,000 (June 30, 2022: 276,000) and 1,600,000 (June 30, 2022: 1,600,000) Ordinary shares of Rs. 10 each respectively, representing 43.48%, 6.90% and 40.00% of the total shareholding in the Company respectively.

7.2 Reconciliation of issued, subscribed and paid up capital

(Un-audited)	(Audited)	
March 31, 2023	June 30, 2022	
(Number of shares)		
40,000,000	40,000,000	Ordinary shares of Rs. 10 each fully paid up in cash - at beginning
-	-	Ordinary shares issued during the period
<u>40,000,000</u>	<u>40,000,000</u>	Ordinary shares of Rs. 10 each at the end of the period

7.3 The ordinary share holders are entitled to receive all distributions including dividends and other entitlements in the form of bonus and right shares as and when declared by the Company. All shares carry one vote per share without restriction.

		(Un-audited) March 31, 2022	(Audited) June 30, 2022
8 TRADE AND OTHER PAYABLE			
Accrued liabilities		1,534,867	1,749,567
Other payables	8.1	<u>842,650</u>	<u>332,500</u>
		<u><u>2,377,517</u></u>	<u><u>2,082,067</u></u>

8.1 This represents payable on demand to Dadabhoy Cement Industries Limited - associated company, on account of reimbursable expense incurred by the related party on behalf of the Company.

		(Un-audited) March 31, 2022	(Audited) June 30, 2022
9 SHORT-TERM BORROWINGS			
	Note	(Rupees)	
- From related party - unsecured			
From director		<u>1,672,690</u>	<u>1,669,690</u>

The loan is unsecured, interest free and repayable on demand. Loan was given by the Director to facilitate the Company for fulfilling its working capital requirements. The treatment has been done in accordance with the guidelines given under Technical Release (TR) 32 "Accounting Directors' Loan" as issued by the Institute of Chartered Accountants of Pakistan (ICAP).

10 COMMITMENTS AND CONTINGENCIES

10.1 Commitments

There are no commitments binding on the Company as on the reporting date (June 30, 2022: nil).

11 GENERAL

- Figures have been rounded off to the nearest thousand of Rupees, unless otherwise stated.

12 DATE OF AUTHORIZATION FOR ISSUE

These financial statements have been authorized for issue on 28 April, 2023 by the Board of Directors of the Company.



Chief Executive



Director



Chief Financial Officer