

**UN-AUDITED
FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED
MARCH 31, 2024**



**BELA AUTOMOTIVES
LIMITED**

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CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Abdul Mateen Allahwala
Mr. Omer Mateen Allahwala
Mr. Anwar Iqbal
Mrs. Farnaz Anwar
Mr. Fazal Kafeel
Mrs. Khilat Kafeel

CHIEF EXECUTIVE

Mr. Abdul Mateen Allahwala

COMPANY SECRETARY

Mr. Omer Mateen Allahwala

AUDIT COMMITTEE

Mr. Omer Mateen Allahwala (Chairman)
Mr. Anwar Iqbal (Member)
Mr. Fazal Kafeel (Member)

AUDITORS

M/s. Mushtaq & Company
(Chartered Accountants)

REGISTRAR

M/s. Jaffaw Registrar Services (Pvt.) Ltd.
407-408, Al Amra Center, Saddar, Karachi.

BANKERS

Allied Bank of Pakistan Limited
Bank Alfalah Limited
Summit Bank Limited
MCB Bank Limited
National Bank of Pakistan Limited
Meezan Bank Limited
Habib Metropolitan Bank Ltd

REGISTERED OFFICE

Plot No. 1 & 3, Mouza Pathra, Hub Chowki, Balouchistan.

FACTORY

Plot No. 1 & 3, Mouza Pathra, Hub Chowki, Balouchistan.



DIRECTOR'S REVIEW :

The Board of Directors of your company is pleased to present to you this half- yearly review along with un- audit accounts of the company, for the third quarter ended March 31, 2024.

OPERATING RESULT:

The sales for the period have aggregated to Rs.0.000 million from Rs. 0.000 million for the corresponding previous period. The Income Tax Authorities had passed an illegal Order to Freeze our account and written to our Customers to stop payments to our Company.

The Income Tax Department had frozen our Vendor's Bela Automotives Ltd's bank accounts through their Order D.C.No. 01/40 dt 31 OCT 2014 for your reference, This matter was resolved and letter from the Income Tax Deptt. Dated 22-09-2015 informed banks that our Company's Accounts were detached, Income Tax Order No.DCIR/ENF/UNIT-05/ZONE –IV/RTO-II/2015/168 of detachment of our Vendor's Accounts.This was done after about one year.As a result of which we could not operate the company and we lost our customers.

Additionally this order of freezing of accounts by the Income Tax was certainly illegal as it had added entries of 14 years old.The said order was also illegal as he denied our Company Depreciation. The said Order was passed ex parte, without giving the Company an opportunity to be heard. This entire Order was illegal and it took us about one year to have the illegal add backs and depreciation to be allowed. During this period we could not operate the factory and we lost our customers. This was a great loss to our Company.

CAUSES OF PREVIOUS YEARS' LOSSES:

PROBLEMS WITH HABIB BANK LIMITED

HBL liability includes large amounts that are unlawful and fictitious capitalization markup on markup, penal markup and markup on excise duty and charged interest 15 yrs beyond tenure. All these were absolutely illegal.

Due to litigation in the Honorable High Court of Sindh at Karachi and CIB Reporting by the bank, the company could not arrange working Capital to run the project.

The main reason for loss was due to operational break down because of a shortage of working capital.The documents to release its property from the Registrar of lands (Tehsil Hub, District Lasbela, Balochistan) and M/s Securities and Exchange Commission of Pakistan was done, as the Company had cleared the Loans with the bank namely HBL.

After Vacation of charge held by Registrar and SECP, the company intends to engage with financial institutions for obtaining new working capital and planning to start production in near future.

ACKNOWLEDGMENT

Your Board of Directors commends the well-coordinated teamwork of labour, staff and management of the company, to bring the Company back in profit.

We thank our shareholders who have demonstrated confidence in the ability and dedication of the management.

We also thank our valued old customers, our old vendors and contractors for maintaining a long-term business relationship with the Company.

Chief Executive

For and on behalf of

Director



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

Notes	(Un-audited)	(Audited)
	March 31, 2024	June 30, 2023
In Rupees		
EQUITY & LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized Capital		
6000,000 Ordinary Shares (2023 6,000,000) of Rs. 10/- each	60,000,000	60,000,000
Issued, Subscribed & Paid Up Capital	58,000,000	58,000,000
Capital Reserves	14,700,000	14,700,000
Accumulated loss	(63,169,583)	(53,734,336)
Surplus on revaluation of fixed assets	95,334,786	95,334,786
	104,865,203	114,300,450
Non-Current Liabilities		
Deferred liabilities	1,991,690	1,991,690
	1,991,690	1,991,690
Current Liabilities		
Trade & other payables	12,741,884	9,839,689
Accrued markup	38,739,226	33,643,361
Short term borrowing	87,524,757	86,673,693
Provision for taxation	-	-
	139,005,867	130,156,743
Contingencies & Commitments	-	-
Total equity and liabilities	245,862,760	246,448,883

The annexed notes form an integral part of these condensed interim financial information.

Chief Executive

Director

ASSETS**Non-Current Assets**

Property, plant & equipment	7	145,988,237	145,988,237
Long term loans and advances		6,448	6,448
Long term deposits		770,232	770,232
		146,764,917	146,764,917

Current Assets

Stores, spares and loose tools		41,013,463	41,013,463
Stock in trade		33,321,031	33,321,031
Trade debts		1,084,810	1,084,810
Loans and advances		21,475	21,475
Taxation		19,755,146	19,660,076
Other receivables		3,652,021	4,318,218
Cash & bank		249,897	264,893
Total current assets		99,097,843	99,683,966

Total assets		245,862,760	246,448,883
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The annexed notes form an integral part of these condensed interim financial information.

**Chief Executive****Director**

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE PERIOD NINE MONTHS & 3RD QUARTER ENDED MARCH 31, 2024 (UN-AUDITED)

	Nine Months ended		3rd Quarter ended	
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
	In Rupees		In Rupees	
Sales	-	-	-	-
Cost of sales	(2,150,563)	(1,385,601)	(795,640)	(468,138)
Gross profit	(2,150,563)	(1,385,601)	(795,640)	(468,138)
Administrative expenses	(1,190,899)	(1,127,950)	(318,476)	(400,326)
Selling and distribution expenses	-	-	-	-
Other operating expenses	(93,500)	(12,500)	(27,000)	-
Operating profit	(1,284,399)	(1,140,450)	(345,476)	(400,326)
Other income	-	-	-	-
Finance cost	(6,000,285)	(200)	(2,000,078)	(50)
Loss before taxation	(9,435,247)	(2,526,251)	(3,141,194)	(868,514)
Taxation	-	-	-	-
Loss after taxation	(9,435,247)	(2,526,251)	(3,141,194)	(868,514)
Loss per share	(1.63)	(0.44)	(0.54)	(0.15)

The annexed notes form an integral part of these condensed interim financial information.



Chief Executive



Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD NINE MONTHS & 3RD QUARTER ENDED MARCH 31, 2024 (UN-AUDITED)

	<u>Nine Months ended</u>		<u>3rd Quarter ended</u>	
	<u>March 31, 2024</u>	<u>March 31, 2023</u>	<u>March 31, 2024</u>	<u>March 31, 2023</u>
	<u>In Rupees</u>		<u>In Rupees</u>	
(Loss) for the period	(9,435,247)	(2,526,251)	(3,141,194)	(868,514)
Other Comprehensive Income	-	-	-	-
Total Comprehensive (loss) for the period	<u><u>(9,435,247)</u></u>	<u><u>(2,526,251)</u></u>	<u><u>(3,141,194)</u></u>	<u><u>(868,514)</u></u>

The annexed notes form an integral part of these condensed interim financial information.

Chief Executive

Director



CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE PERIOD NINE MONTHS & 3RD QUARTER ENDED MARCH 31, 2024 (UN-AUDITED)

	Note	(Un-audited)	(Un-audited)
		<u>March 31, 2024</u>	<u>March 31, 2023</u>
		-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net (Loss) before taxation		(9,435,247)	(2,526,251)
Adjustments for :			
Depreciation		-	-
Finance cost		6,000,285	200
Employees Benefits		-	-
Operating profit before working capital changes		<u>(3,434,962)</u>	<u>(2,526,051)</u>
Working Capital Changes			
(Increase) / Decrease in Current Assets			
Stores, spares and loose tools		-	-
Stock in trade		-	-
Trade debts		-	-
Loans and advances		-	-
Other receivables		666,197	(147,277)
		666,197	(147,277)
Increase / (Decrease) in Current Liabilities			
Trade & other payables		2,902,195	1,522,348
Cash used in operations		2,902,195	1,522,348
Financial charges paid		(904,420)	(200)
Employment benefits paid		-	-
Long term Loan & Advances		-	-
Taxes paid		(95,070)	(51,043)
		(999,490)	(51,243)
Net cash generated from / (used in) operating activities		<u>(866,060)</u>	<u>(1,202,223)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Net cash used in investing activities		-	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term loan		851,064	1,195,023
Net cash used in financing activities		851,064	1,195,023
Net increase / (decrease) in cash and cash equivalents		<u>(14,996)</u>	<u>(7,200)</u>
Cash and cash equivalents at the beginning of the year		264,893	254,064
Cash and cash equivalents at the end of the year		<u><u>249,897</u></u>	<u><u>246,865</u></u>

The annexed notes form an integral part of these condensed interim financial information.



Chief Executive



Director



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD NINE MONTHS & 3RD QUARTER ENDED MARCH 31, 2024 (UN-AUDITED)**

Particulars	Paid up Capital	Capital Reserves	Unappropriated (Loss)	Revaluation Surplus	Total
-----Rupees-----					
Balance as at July 01, 2022	58,000,000	14,700,000	(50,055,799)	95,334,786	117,978,987
Loss for the period	-	-	(2,526,251)	-	(2,526,251)
Other comprehensive income for the period	-	-	-	-	-
Transferred from surplus on revaluation of PPE			-	-	-
Balance as at March 31, 2023	58,000,000	14,700,000	(52,582,050)	95,334,786	115,452,736
Balance as at July 01, 2023	58,000,000	14,700,000	(53,734,336)	95,334,786	114,300,450
Loss for the period	-	-	(9,435,247)	-	(9,435,247)
Other comprehensive income for the period	-	-	-	-	-
Transferred from surplus on revaluation of PPE			-	-	-
Balance as at March 31, 2024	58,000,000	14,700,000	(63,169,583)	95,334,786	104,865,203

The annexed notes form an integral part of these condensed interim financial information.

Chief Executive

Director

**NOTE TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE PERIOD NINE MONTHS & 3RD QUARTER ENDED MARCH 31, 2024 (UN-AUDITED)****1 LEGAL STATUS AND OPERATIONS**

Bela Automotives Limited (The Company) was incorporated in Pakistan as a private limited Company on November, 1983 under companies Act 1913 and converted into Public Limited Company on August, 1985. The company shares were quoted on Karachi stock exchange on September 27, 1994. The registered office of the company is situated at Plot 1 & 3 Mouza Pathra Hub Chawki Balochistan, Pakistan.

1.1 NATURE OF BUSINESS

The Company is engaged in manufacturing of automotive, precision cold forged and bicycle parts and high tensile bolts, nuts stud, screw and gear shaft.

2 STATEMENT OF COMPLIANCE

This condensed interim financial information of the company has been prepared in accordance with the requirements of the International Accounting Standard (IAS 34) 'Interim Financial Reporting' and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 shall prevail. This condensed interim financial information does not include all the information required for full financial statements and therefore should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2023.

2.1 Going concern assumptions

Due to pending litigation in the Honorable High Court of Sindh at Karachi and CIB reporting by the bank, company could not arrange working capital to run the project on reasonable capacity. These financial statements have been prepared on going concern basis. To substantiate its going concern assumption, the management is undertaking adequate steps towards the reduction of fixed cost and expenses which are at various stages of implementation. Such steps include, but not limited to, resource conservation, close monitoring of other fixed cost etc. The management is certain to generate sufficient savings as consequences of adapting all such measures.

The sales have decreased because the Income Tax Authorities had passed an illegal Order to Freeze our account and written to our Customers to stop payments to our Company.

The Income Tax Department had frozen the bank accounts of the company, through their Order D.C. No. 01/40 dated 31-10-2014. This matter was resolved and letter from the Income Tax Deptt. dated 22-09-2015 informed banks that the company's accounts be detached vide Income Tax Order No. DCIR/ENF/UNIT-05/ZONE-IV/RTO-II/2015/168.

This order of freezing of accounts by the Income Tax was certainly illegal as it had added entries of 14 years old. The said order was also illegal as it denied our company's depreciation. The said Order was passed ex parte, without giving Company the right to be heard. This entire Order was illegal and it took us about one year to have the illegal add backs and depreciation to be allowed. During this period we could not operate the factory and we lost our customers, and we had to lay off workers and Staff.

3 BASIS OF PREPARATION

This condensed interim financial information has been prepared under 'historical cost convention' except as otherwise stated in relevant notes. This condensed interim financial information is presented in Pakistan Rupees which is the Company's functional and presentation currency and figures presented in this condensed interim financial information has been rounded off to the nearest rupee unless otherwise stated. These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company's audited financial statements for the year ended June 30, 2023. This condensed interim financial information is unaudited. However, a limited scope review of this condensed interim financial information has been performed by the external auditors of the company in accordance with the requirements of clause (26) of Listed Companies (Code of Corporate Governance) Regulation, 2017.

This condensed interim financial information is being submitted to the shareholders as required section 237 of the Companies Act, 2017. The comparative statement of financial position presented has been extracted from the annual financial statements of the Company for the year ended June 30, 2023, whereas condensed interim statement of profit or loss, condensed interim statement of cash flow and condensed interim statement of changes in equity are stated from unaudited condensed interim financial information for the period nine months ended March 31, 2024.

4 SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

The accounting policies and methods of computation which have been used in the preparation of this condensed interim financial information are the same as those applied in preparation of the financial statements for the preceding year ended June 30, 2023.

Amendments to certain existing standards and new interpretations on approved accounting standards effective during the period either were not relevant to the company's operations or did not have any impact on the accounting policies of the company.

5 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended June 30, 2023.

	(Un-audited)	(Audited)
	<u>March 31, 2024</u>	<u>June 30, 2023</u>
6 Accrued markup	38,739,226	33,643,361
	<u>38,739,226</u>	<u>33,643,361</u>
6.1 The Company has also in the process of charge vacation and the documents release from HBL (held at registrar of land -tehsil Hub, district lasbela, Baluchistan) and (Securities and Exchange Commission of Pakistan) as per the settlement through suit: B-94/2001 upon release of the said documents, the amount of accrued markup will be written back.		
7 PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets	125,338,867	125,338,867
Capital Work in progress	20,649,370	20,649,370
	<u>145,988,237</u>	<u>145,988,237</u>

8 CONTINGENCIES AND COMMITMENTS

8.1 Contingencies

There were no commitments as on March 31, 2024.(March 31, 2023 Rs. Nil)

8.2 Commitments

There were no commitments as on March 31, 2024.(March 31, 2023 Rs. Nil)

9 DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on **April 29, 2024** by the Board of Directors of the Company.

10 GENERAL

Figures have been rounded off to the nearest rupees.



Chief Executive



Director



Automatic Cold Forging

Bolts Dia lengthMax

M5-M8 65MM

M10-M30 150MM

Nuts M3-M12

Automatic Hot Forging

Dia length

40MM 65MM

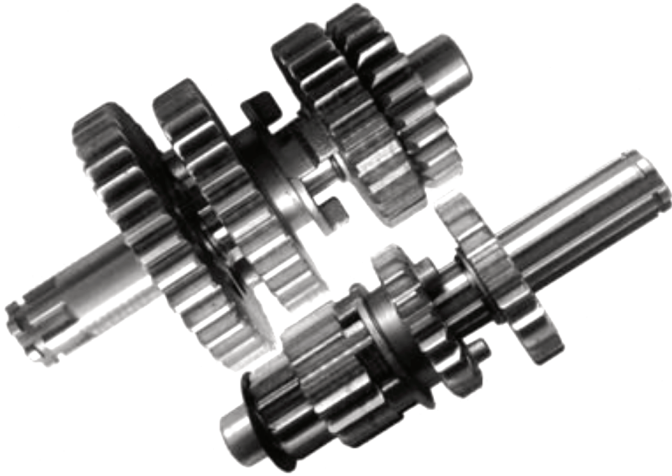
Nuts M30MAX





Automatic Cold Forging

CD-70 Gear Shaft



BELA AUTOMOTIVES LIMITED



BOOK POST

Under Postal Certificate

Undelivered, please return to:

Bela Automotives Limited

Plot No. 1 & 3, Mouza Pathra

Hub Chowki, Baluchistan

E-mail:bolts@cyber.net.pk