

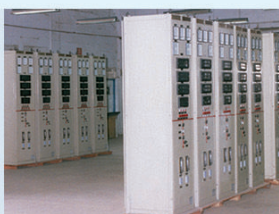
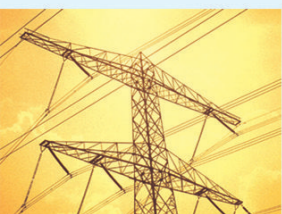
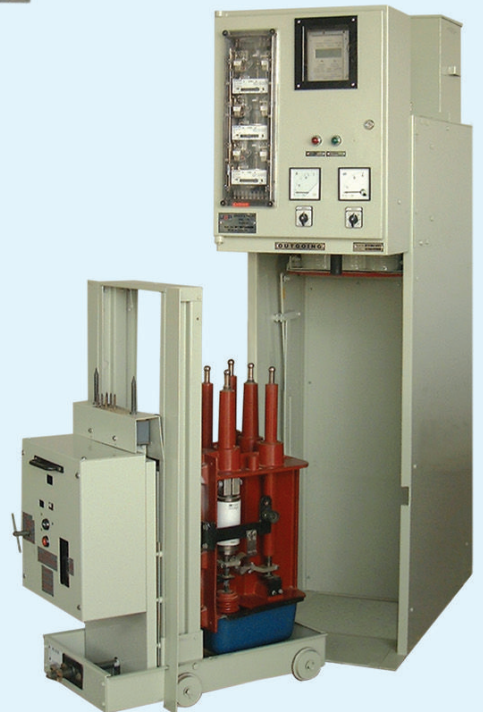
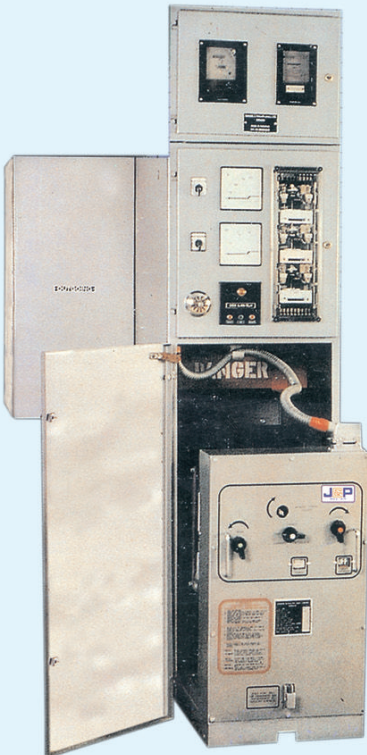
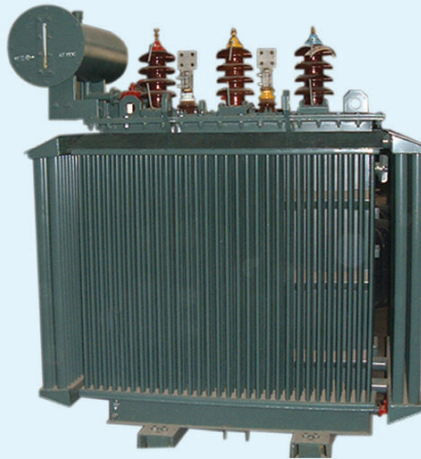


Johnson & Phillips (Pakistan) Limited

September 30,

2019

**1st Quarterly Account
(Un-Audited)**



Contents

Company Information

1

Director's Review (English)

2

Director's Review (Urdu)

3

Condensed Interim Statement of Financial Position

4

Condensed Interim Statement of Profit or Loss

5

Condensed Interim Statement of Other Comprehensive Income

6

Condensed Interim Statement of Cash Flow

7

Condensed Interim Statement of Changes in Equity

8

Notes to the Condensed Interim Financial Statements

9

Condensed Interim Consolidated Financial Statements

13

COMPANY INFORMATION

Board of Directors

Mr. Salman Ganny	Chairman
Ms. Mariam Shafi	Director
Mr. Arif Ahmed Siddiqui	Director
Mr. Mohammad Azhar ul Islam	Director
Mr. Abid Saeed Khan	Director
Mr. Syed Jamshed Zaidi	Director
Mr. Shehryar Saeed	Director/CEO

Board of Audit Committee

Mr. Abid Saeed Khan	Chairman
Mr. Arif Ahmed Siddiqui	Member
Ms. Mariam Shafi	Member

Board of HR Committee

Mr. Syed Jamshed Zaidi	Chairman
Mr. Salman Ganny	Member
Mr. Shehryar Saeed	Member

Company Secretary & Chief Financial Officer(CFO)

Mr. Tariq Ahmed

Internal Auditor

Mr. Tariq Ilyas

Legal Advisor

LMA EBRAHIM HOSAIN
Barristers, Advocates, & Corporate Legal Consultants,
156 - 1, Scotch Corner, Upper Mall, Lahore

Auditors

M/s. Nazir Chaudhri & Co.
Chartered Accountants
4-Karachi Chambers, Hasrat Mohani Road,
P.O.Box.No.5061, Karachi-74000

Share Registrar

C & K Management Associates (Pvt) Ltd.
404, Trade Tower, Abdullah Haroon Road,
Near Metropole Hotel, Karachi-75530

Bankers

Silk Bank Ltd.
Soneri Bank Ltd.
Habib Bank Ltd.

Registered Office

C-10, South Avenue, SITE, Karachi-75700
Tel: 092-21-32560030-7 Fax: 092-21-32564603
Website: www.johnsonphillips.pk
E-mail: Johnsonphillips@cyber.net.pk

Directors' Review

The Board of Directors would like to present the condensed, un-audited financial statements of the Company for the three-month period ended September 30, 2019.

Business Review

The Sales -net for the period was Rs.0.3M as compared to Rs.1.8M for the corresponding period of last year. The cost of sales for the year was 3.3M as compared to Rs.1.5M. The Gross loss/ (Profit) of the Company was Rs. (3.0M) against a profit of Rs. 0.2M in the corresponding period of last year. The Company's Distribution cost, Administrative expenses and finance cost during the three months period ended September 30, 2019 was Rs.10.1M as against Rs.6.6M in the corresponding period of previous year. The Company is in the process of reorganizing its activities.

A loss after tax of Rs.12.5M was reported for the three month period ended September 30, 2019 compared to a loss after tax of Rs.6.3M in the corresponding period. Management of your Company is making concerted efforts and continues to endeavor to achieve improved performance in the future.

Future Plan

Mr. Muhammad Anis Mianoor through its manager to the offer -Next Capital Limited on July 31, 2019 has submitted Public Announcement of Offer to acquire 20.14% shares and through share purchase agreement 49.90% shares and control of Johnson & Phillips (Pakistan) Limited. They already hold 9.80% shares of the Company.

On October 3, 2019 Next Capital Limited confirmed fulfillment of Obligation of the Acquirer in relation to Public offer to acquire 1,097,718 (20.14%) ordinary shares of Johnson & Phillips (Pakistan) Limited.

After finalization of the Acquisition of the Substantial shares and control of the Company in due course the Company's future course of action will be decided by the new management. Further, the acquirer will be able to put to use its existing Plant & Machinery and Testing equipment. In addition to this, the company will be exploring new businesses in the near future.

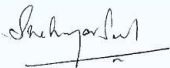
Financial Highlights

The comparative financial highlights of your Company for the three months period ended September 30, 2019 and September 30, 2018 are as follows:

	2019	2018
Rupees in '000.....	
(Loss) for the year before taxation	(12,555)	(6,389)
Out of which the Directors have accounted		
For taxation - current	(0)	(0)
Accumulated (Losses) brought forward	(413,026)	(384,883)
Accumulated losses carried over to Balance Sheet	(425,581)	(392,757)
Earnings per share - basic & diluted	(2.30)	(1.17)

Acknowledgement

The Board of Directors would like to express its sincere appreciation to the Company's valued clients, business partners and other stakeholders. The Board would also like to thank the Securities and Exchange Commission of Pakistan, the Pakistan Stock Exchange and the Central Depository Company for their continued guidance and support.



Shehyar Saeed
Managing Director / CEO
Karachi: October 30, 2019



Salman Ganny
Chairman

ڈائریکٹر کا جائزہ

بورڈ آف ڈائریکٹر 30 ستمبر، 2019 کو ختم ہونے والی تین ماہ کی مدت کے لئے کمپنی کے متنازعہ، غیر اثاثہ مالیاتی بیانات پیش کرنا چاہے گا۔

کاروباری جائزہ

پچھلے سال کے اسی عرصے کے لئے 1.8 ملین روپے کے مقابلے میں اس مدت کے لئے سیزل نیٹ 0.3 ملین روپے تھی۔ سال کے لئے فروخت کی لاگت 1.5 ملین روپے کے مقابلے میں 3.3 ملین روپے تھی۔ کمپنی کا مجموعی نقصان / (منافع) روپے تہا (3.0 ملین روپے) کے منافع کے مقابلے میں گذشتہ سال کی اسی مدت میں 0.2 ملین روپے 30 ستمبر، 2019 کو ختم ہونے والی تین ماہ کی مدت کے دوران کمپنی کی تقسیم لاگت، انتظامی اخراجات اور مالیات کی لاگت 10.1 ملین روپے تھی جو پچھلے سال کے اسی عرصے میں 6.6 ملین روپے تھی۔ کمپنی اپنی سرگرمیوں کو از سر نو تشکیل دینے کے مراحل میں ہے۔ 30 ستمبر، 2019 کو ختم ہونے والی تین ماہ کی مدت میں 12.5 ملین روپے ٹیکس کے بعد ہونے والے نقصان کی اسی مدت میں 6.3 ملین روپے ٹیکس کے بعد نقصان ہوا۔ آپ کی کمپنی کا انتظام مستحکم گوشیں کر رہا ہے اور مستقبل میں بہتر کارکردگی کے حصول کے لئے کوشاں ہے

مستقبل کا منصوبہ

مسٹر محمد انیس میٹاور نے اپنے منیجر کے ذریعہ 31 جولائی، 2019 کو نیکسٹ کیپیٹل لمیٹڈ کو پیش کئے گئے پیش میں پیش کیا۔ 20.14% حصص کے حصول کے لئے افر کا عوامی اعلان پیش کیا گیا ہے اور حصص کی خریداری کے معجزے کے ذریعے جاسن اینڈ فلیس (پاکستان) لمیٹڈ کا کنٹرول 49.90 فیصد ہے۔ ان کے پاس پہلے ہی کمپنی کے 9.80 فیصد حصص ہیں۔ 3 اکتوبر، 2019 کو، نیکسٹ کیپیٹل لمیٹڈ نے جاسن اینڈ فلیس (پاکستان) لمیٹڈ کے 1097.718 (20.14%) عام حصص کے حصول کی عوامی پیش کش کے سلسلے میں حصول و اقرار کی پابندی کی تصدیق کی۔ مناسب حصص کے حصول اور کمپنی کے کنٹرول کو مقررہ وقت میں حتمی شکل دینے کے بعد کمپنی کے مستقبل کے لائحہ عمل کا فیصلہ نئی انتظامیہ کرے گی۔ مزید یہ کہ، حصول کار اپنے موجودہ پلانٹ اینڈ مشینری اور جانچ کے اثاثے کو استعمال کر سکے گا اس کے علاوہ، کمپنی مستقبل قریب میں نئے کاروباروں کی بھی تلاش کرے گی۔

مالی اہمیت

30 ستمبر، 2019 اور 30 ستمبر، 2018 کو ختم ہونے والی تین ماہ کی مدت کے لئے آپ کی کمپنی کی تغلیبی مالی جھلکیاں مندرجہ ذیل ہیں:


2018	2019	
		روپے
(6,389)	(12,555)	ٹیکس لگاتے سے پہلے سال کے لئے (نقصان)
		جس میں سے ڈائریکٹرز کا حساب کتاب ہے
(0)	(0)	ٹیکس لگاتے کے لئے - موجودہ
(384,883)	(413,026)	جمع شدہ (نقصانات) اگلے لایا گیا
(392,757)	(425,581)	بیلنس شیٹ کو جمع شدہ نقصانات
(1.17)	(2.30)	فی شیئر آمدنی - بنیادی اور کمزور

اعتراف

بورڈ آف ڈائریکٹر کمپنی کے قابل قدر موکلوں، کاروباری شراکت داروں اور دیگر اسٹیک ہولڈرز کے ساتھ اپنی مخلصانہ تعریف کا اظہار کرنا چاہے گا۔ بورڈ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، پاکستان اسٹاک ایکسچینج اور سٹورل ٹیازٹری کمپنی کو ان کی مسلسل رہنمائی اور مدد کے لئے بھی شکریہ ادا کرنا چاہتا ہے۔



سلمان شیخ
چیئرمین

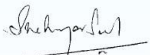


شہریار سعید
ایم ڈی اور چیف ایگزیکٹو افسر
کراچی: اکتوبر 30، 2019

JOHNSON & PHILLIPS (PAKISTAN) LIMITED**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION - UN AUDITED
AS AT SEPTEMBER 30, 2019**

	Note	Un-audited September 30 2019	Audited June 30 2019
ASSETS			
Non-Current assets			
Property, plant and equipment	6	462,677	467,184
Intangible assets		-	-
Long term investments		-	-
Long term deposits		559	559
		463,236	467,743
Current assets			
Stock-in-trade		1,915	1,956
Trade debts		22	165
Loans and advances	7	13	-
Deposits, prepayments and other receivable		367	-
Tax refunds due from government		23,269	24,021
Cash and bank balances		123	219
		25,709	26,396
Non-current assets classified as held for sale		-	-
		488,944	494,139
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital			
8,000,000 (June 30, 2018: 8,000,000) ordinary shares of Rs. 10 each		80,000	80,000
Issued, subscribed and paid-up capital		54,500	54,500
5,449,972 (June 30, 2018: 5,449,972) ordinary shares of Rs. 10 each			
Share premium reserve		29,727	29,727
General reserve		23,073	23,073
Surplus on revaluation of property, plant and equipment - net of Tax		456,411	457,896
Accumulated loss		(425,581)	(413,026)
		138,130	152,170
NON-CURRENT LIABILITIES			
Long term borrowings	9	-	-
Deferred liabilities		12,510	12,510
		150,640	164,680
CURRENT LIABILITIES			
Trade and other payables	10	185,584	183,377
Short Term Borrowing		148,452	141,814
Mark-up accrued		-	-
Unpaid dividend		4,268	4,268
		338,304	329,459
Contingencies and Commitments	11		
		488,944	494,139

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information


Shehryar Saeed
 Chief Executive

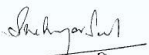

Mariam Shafi
 Director


Tariq Ahmed
 Chief Financial Officer

JOHNSON & PHILLIPS (PAKISTAN) LIMITED
CONDENSED INTERIM PROFIT OR LOSS ACCOUNT - UN-AUDITED
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2019

	Three months period ended	
	September	September
	2019	2018
	---Rupees in thousand---	
Revenue from sales and services-net	343	1,806
Cost of sales and services	(3,368)	(1,521)
Gross Profit / (Loss)	(3,025)	285
Operating expenses		
Distribution cost	(127)	(184)
Administrative expenses	(6,613)	(4,653)
Other income	606	-
	(6,134)	(4,837)
	(9,159)	(4,552)
Finance cost	(3,396)	(1,837)
Loss before taxation	(12,555)	(6,389)
Taxation	-	-
Loss after taxation	(12,555)	(6,389)
Loss per share-basic and diluted	(2.30)	(1.17)

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information


Shehryar Saeed
 Chief Executive

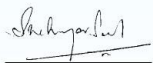

Mariam Shafi
 Director


Tariq Ahmed
 Chief Financial Officer

JOHNSON & PHILLIPS (PAKISTAN) LIMITED**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2019**

	Three months period ended September 30	
	2019	2018
-----Rupees in thousand----		
Loss after taxation	(12,555)	(6,389)
Other comprehensive income	-	-
Total comprehensive loss	(12,555)	(6,389)

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information



Shehryar Saeed
Chief Executive



Mariam Shafi
Director

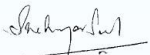


Tariq Ahmed
Chief Financial Officer

JOHNSON & PHILLIPS (PAKISTAN) LIMITED**CONDENSED INTERIM STATEMENT OF CASH FLOW UN-AUDITED
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2019**

	September 30 2019	September 30 2018
Note	Rupees in thousand	
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(12,555)	(6,389)
Adjustments for:		
Depreciation	1,990	563
Provision for staff gratuity	-	-
Finance cost	3,396	1,837
	5,387	2,400
Operating loss before working capital changes	(7,168)	(3,989)
Decrease / (increase) in current assets		
Stock-in-trade	(41)	19
Trade debts	143	-
Loans and advances	22	(35)
Deposits, prepayments and other receivable	(367)	(595)
	(244)	(611)
Decrease in current liabilities		
Trade and other payables	2,207	401
	(5,205)	(4,197)
Income tax (paid) / refunded	(923)	(923)
Gratuity paid	-	-
Finance cost paid	(3)	(3)
	(926)	(926)
Net cash used in operating activities	(6,131)	(5,123)
CASH FLOWS FROM INVESTING ACTIVITIES		
	-	-
Net cash used in investing activities	-	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Short term borrowings	6,058	763
Net cash from financing activities	6,058	763
Net decrease in cash and cash equivalents	(73)	(4,360)
Cash and cash equivalents at beginning of the period	196	4,556
Cash and cash equivalents at end of the period	123	196

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information


Shehryar Saeed
 Chief Executive


Mariam Shafi
 Director


Tariq Ahmed
 Chief Financial Officer

JOHNSON & PHILLIPS (PAKISTAN) LIMITED**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY - UN-AUDITED
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2019**

	Capital Reserve			Revenue Reserve		
Issued, subscribe d and paid-up capital	Capital Share Premium	surplus on Revaluation	General Reserve	Accumulated loss	Total	
-----Rupees in thousand-----						
Balance as at July 01, 2018	54,500	29,727	474,380	23,073	(384,883)	196,797
Total comprehensive loss for the period						
Loss after taxation for the quarter ended September 30, 2018	-	-	-	-	(6,389)	(6,389)
Transfer from surplus on revaluation of property, plant and equipment - net of deferred tax	-	-	-	-	1,485	1,485
Balance as at September 30, 2018	<u>54,500</u>	<u>29,727</u>	<u>474,380</u>	<u>23,073</u>	<u>(392,757)</u>	<u>(188,923)</u>
Balance as at July 01, 2019	54,500	29,727	457,896	23,073	(413,026)	152,170
Total comprehensive loss for the period						
Loss after taxation for the quarter ended September 30, 2019	-	-	-	-	(12,555)	(12,555)
Transfer from surplus on revaluation of property, plant and equipment - net of deferred tax	-	-	(1,485)	-	-	(1,485)
Balance as at September 30, 2019	<u>54,500</u>	<u>29,727</u>	<u>456,411</u>	<u>23,073</u>	<u>(425,581)</u>	<u>138,130</u>

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information


Shehryar Saeed
 Chief Executive


Mariam Shafi
 Director


Tariq Ahmed
 Chief Financial Officer

JOHNSON & PHILLIPS (PAKISTAN) LIMITED**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2019****1 STATUS AND NATURE OF BUSINESS**

- 1.1 Johnson & Phillips (Pakistan) Limited ("the Company") was incorporated in Pakistan as a public limited company on April 15, 1961 and its shares are quoted on Pakistan Stock Exchange Limited. The registered office of the Company is situated at C-10, South Avenue, S.I.T.E., Karachi. The Company is principally engaged in manufacturing, installation and selling of electrical equipments. Etheridge Company Limited, held 2,719,536 (June 30, 2019: 2,719,536) ordinary shares of Rs. 10 each of the Company as at period end, which constitute 49.90% of total shares issued.
- 1.2 On 29 November 2018 an existing shareholder Mr. Muhammad Anis Mianoor ("Acquirer") holding 535,000 shares of the Company filed an intention to acquire 2,719,536 fully paid ordinary shares of Johnson & Phillips (Pakistan) Limited and control of the Company at an agreed price of Rs. 65 per share as per agreement dated 14 February 2019 between Mr. Muhammad Anis Mianoor ("Acquirer") and Elthridge Company Limited. Further, subsequent to the year end the Acquirer has made a public announcement of offer to acquire 1,097,718 fully paid ordinary shares of the Company dated 31 July 2019 at a price of Rs. 66.30 per share. On October 03, 2019 the acquirer fulfilled the obligation and completed the acquisition of 1,097,718 fully paid ordinary shares. Once the contemplated transaction is concluded, the incoming major shareholder and the new management shall decide the future course of action accordingly.

2 GOING CONCERN

The Company has incurred gross loss of Rs. 3,025 million during the 1st Quarter ended September 30, 2019 (Profit September 30, 2018: Rs. 0.265 million) and loss after taxation amounting to Rs. 12,555 million (September 30, 2018: Rs. 0.6389 million) which has further increased accumulated losses to Rs. 425,521 million (June 30, 2019: Rs. 413,026 million) and has resulted in positive equity of Rs. 138,130 million (June 30, 2019: Rs. 152,170 million).

The sales of the Company is continuously decreasing because of low demand from the private sector.

The management of the Company is confident that the the Company will continue as going concern in foreseeable future; hence, these financial statements have been prepared on going concern assumption.

3 BASIS OF PREPARATION**3.1 Statement of Compliance**

This condensed interim financial information for the three months period ended 30 September 2019 has 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. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed.

This condensed interim financial information is un-audited and is being submitted to the shareholders as required by listing regulations of Pakistan Stock Exchange Limited and under Section 237 of the Companies Act, 2017.

This condensed interim financial information does not include all of the information required for full Annual Financial statements and should be read in conjunction with the Audited Annual Financial statements as at and for the year ended 30 June 2019.

3.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention except leasehold land, building and plant and machinery which are stated at revalued amount and the Company's liability under its defined benefit plan (gratuity) which is determined on the present value of the defined benefit obligations determined by an independent actuary.

3.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees which is also the Company's functional currency.

4 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of Audited Annual Financial statements of the Company as at and for the year ended 30 June 2019. Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the Company's operations and did not have any impact on the accounting policies of the Company.

5 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

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

The significant judgments made by management in applying the Company's accounting policies and the key sources of estimating the uncertainty were the same as those that applied to the Audited Annual Financial statements as at and for the year ended 30 June 2019.

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the Audited Annual Financial statements as at and for the year ended 30 June 2019.

		Un-audited September 30 2019	Audited June 30 2019
		Rupees in thousand	
6	PROPERTY, PLANT AND EQUIPMENT		
	Owned		
	Opening written down value	463,578	467,184
	Depreciation	(902)	(3,606)
	Closing written down value	462,677	463,578
7	LOANS AND ADVANCES		
	Loans to subsidiary companies - unsecured		
	Considered doubtful		
	Johnson & Phillips Industries (Pakistan) Limited (JPI)	24,835	24,835
	Johnson & Phillips Transformers (Private) Limited (JPT)	20,864	20,864
	Johnson & Phillips EMO Pakistan (Pvt.) Limited (EMO)	3,012	3,012
		48,711	48,711
	Less Provision against doubtful loans	(48,711)	(48,711)
		-	-
	Advances - Unsecured, Considered good		
	To suppliers	794	794
	To employees	287	307
	Against purchase of land	2,717	2,717
	Others	70	71
		3,867	3,889
	Less: Provision for doubtful advances	(3,854)	(3,854)
		13	35
8	SURPLUS ON REVALUATION OF FIXED ASSETS		
	Opening balance	457,896	457,896
	Transferred to accumulated loss in respect of incremental depreciation on revalued assets for the period/year	(1,485)	(5,941)
		456,411	451,955
9	LONG TERM BORROWINGS		
	Loan-1 (From related party)		
	Principal	8,408	8,408
	Accumulated mark-up there on	12,326	11,981
		20,734	20,389
	Loan-2 (From related party)		
	Principal	20,377	20,377
	Accumulated mark-up there on	11,211	10,388
		31,588	30,765
	Loan-3 (From related party)		
	Principal	55,260	52,010
	Accumulated mark-up there on	30,122	27,901
		85,382	79,911
	Less: Transferred to short term borrowings	(137,704)	(131,065)
		-	-

10 TRADE AND OTHER PAYABLES

Creditors		
- Related parties	119,957	119,690
- Others	5,236	5,185
	125,193	124,875
Advances from customers		
- Related parties	22,575	22,575
- Others	4,637	4,743
	27,212	27,318
Accrued liabilities	28,874	27,128
Payable to ex-employees	802	802
Provident fund	598	535
Unclaimed gratuity payable	894	894
Tax deducted at source	78	20
Sales Tax Payable	494	471
Others	1,439	1,334
	33,179	31,184
	185,584	183,377

SHORT TERM BORROWING

from director	2,851	2,851
from related parties	3,898	3,898
from others	4,000	4,000
Transferred from long term borrowings	137,704	131,065
	148,452	141,814

11 CONTINGENCIES AND COMMITMENTS**Contingencies****11.1 Guarantees**

The banks have issued guarantees, on behalf of the Company as detailed below:

Guarantees against performance bond	1,657	1,657
-------------------------------------	-------	-------

Labour

- 11.2** Some legal cases are pending against the Company filed by ex-workers to re-instate them on their jobs. No definite outcome of the cases can be anticipated, however, in the opinion of legal advisors, the Company has good case in its favour.

Others

- 11.3** Pursuant to a recovery suit filed by the National Bank of Pakistan against Johnson & Phillips Transformers (Pvt.) Limited (Defendant No.1) and Johnson & Phillips (Pakistan) Limited (Defendant No.2), the Banking Court No. III, Lahore passed a compromise decree. The Bank agreed that prior to executing the Decree against the Defendant No.2 as guarantor, the Bank will execute against all assets of the Defendant No. 1. The entire amount of loan has been settled by the subsidiary company, however, the bank has not yet issued No Obligation Certificate (NOC) to the subsidiary company. Further, after the year end the court has confirmed the sale of property in favour of Mr. Sarwer Sukhera and further proceedings in this connection are pending with the executing court.
- 11.4** The Company had filed a suit for the recovery of insurance claim of Rs 3.735 million (2019: Rs 3.735 million) in Honorable High Court of Sindh at Karachi against the EFU General Insurance Limited and M/s Hanilay & Co. (Private) Limited. However, the Honorable High Court of Sindh dismissed the suit for want of jurisdiction. The Company has filed appeal against the impugned judgment which is currently at the stage of regular hearing.

12 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated companies, directors, key management personnel and post employment benefit plans. The Company in the normal course of business carries out transactions with various related parties. Amounts due from and to related parties, contribution of staff benefit funds, return on loans, amounts due from executives and remuneration of directors and executives alongwith other transactions with related parties are given below:

12.1 TRANSACTIONS WITH RELATED PARTIES
Subsidiaries

Loan provided to subsidiary companies
 Payment made on behalf of subsidiary companies
 Amount adjusted between two subsidiaries

Un-audited September 30 2019	Audited June 30, 2019
Rupees in thousand	
-	-
-	-
-	-

Provident Fund

Contribution paid to Provident Fund

-	177
---	-----

Directors

Director's fee paid
 Markup on long term borrowings paid
 Loan received
 Funds received during the period
 Funds repaid during the period

-	-
-	-
-	-
-	-
-	-

Other related parties due to close family relationship with director

Long term Loan received
 Short Term Borrowing
 Purchases
 Funds received - net
 Markup on Short term borrowings

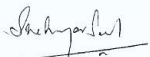
-	6,080
3,250	600
236	891
3,250	6,680
3,389	8,242

13 DATE OF AUTHORIZATION

This condensed interim financial information was authorized for issue on October 30, 2019 by the Board of Directors of the Company.

14 GENERAL

Figures have been rounded off to the nearest thousand rupee.


Shehryar Saeed
 Chief Executive

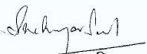

Mariam Shafi
 Director


Tariq Ahmed
 Chief Financial Officer

JOHNSON & PHILLIPS (PAKISTAN) LIMITED**Condensed Interim Consolidated Statement of Financial Position - Un-Audited
As At September 30, 2019**

		Un-audited 30-Sep 2019	Audited June 30 2019
	Note	(Rupees in thousand)	
Assets			
Non-Current Assets			
Property, plant and equipments	4	462,677	467,184
Intangible assets		-	-
Long term Investments		559	559
Long term deposits		463,236	467,743
Current Assets			
Stock-in-trade		1,915	1,956
Trade debts		22	165
Loans and advances		13	35
Deposits, prepayments and other receivables		367	-
Tax refunds due from government		25,923	26,676
Cash and bank balances		123	219
		28,363	29,051
Non-current assets classified as held for sale		-	-
Total Assets		491,599	496,794
Equity And Liabilities			
Share Capital And Reserves			
Authorised capital		80,000	80,000
8,000,000 (June 30, 2018: 8,000,000) ordinary shares of Rs. 10 each			
Issued, subscribed and paid-up capital		54,500	54,500
Share premium reserve		29,727	29,727
General reserve		23,073	23,073
Surplus on revaluation of property, plant & equipment - Net of Tax		456,411	457,896
Accumulated loss		(432,597)	(420,030)
		131,114	145,166
Non-controlling interest		-	-
Advance against share capital		-	-
Non-Current Liabilities			
Long term borrowings		-	-
Deferred liabilities		13,106	13,106
		13,106	13,106
Current Liabilities			
Trade and other payables		190,414	188,195
Short term borrowings		152,137	145,499
Mark-up accrued		-	-
Unpaid dividend		4,268	4,268
Taxation		560	560
		347,379	338,522
Contingencies and Commitments	5		
Total Equity And Liabilities		491,599	496,794

The annexed notes 1 to 8 form an integral part of this condensed interim consolidated financial information.


Shehryar Saeed
 Chief Executive


Mariam Shafi
 Director


Tariq Ahmed
 Chief Financial Officer

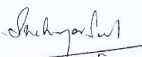
JOHNSON & PHILLIPS (PAKISTAN) LIMITED

Condensed Interim Consolidated Profit or Loss Account - Un-Audited
For The Three Months Period Ended September 30, 2019

Quarter ended September 30**2019****2018**-----**(Rupees in thousand)**-----

Revenue from sales and services-net	343	1,806
Cost of sales and services	(3,368)	(1,521)
Gross Profit / (Loss)	(3,025)	285
Operating expenses		
Distribution cost	(127)	(184)
Administrative expenses	(6,625)	(4,779)
Gain / (Loss) on sale of assets held for sale	-	(5,124)
Other operating income	606	5,551
Operating Profit / (Loss)	(9,171)	(4,251)
Finance cost	(3,396)	(1,837)
Profit / (Loss) before taxation	(12,567)	(6,088)
Taxation	-	-
Gain / (Loss) after taxation	(12,567)	(6,088)
Loss attributable to:		
- Owners of the Holding company	-	-
- Non-controlling interest	-	-
Loss for the period	(12,567)	(6,088)
Loss per share - basic and diluted	(2.31)	(1.12)

The annexed notes 1 to 8 form an integral part of this condensed interim consolidated financial information.


Shehryar Saeed
Chief Executive


Mariam Shafi
Director

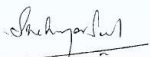

Tariq Ahmed
Chief Financial Officer

JOHNSON & PHILLIPS (PAKISTAN) LIMITED

Condensed Interim Consolidated Statement Of Comprehensive Income - Un-Audited
For The Three Months Period Ended September 30, 2019

	1st Quarter ended September 30	
	2019	2018
	--(Rupees in thousand)--	
Profit / (Loss) after taxation	(6,437)	(6,088)
Other comprehensive income	-	-
Total comprehensive loss	<u>(6,437)</u>	<u>(6,088)</u>
Total comprehensive loss attributable to:		
- Owners of the Holding company	-	-
- Non-controlling interest	-	-
	<u>-</u>	<u>-</u>

The annexed notes 1 to 8 form an integral part of this condensed interim consolidated financial information.


Shehryar Saeed
Chief Executive

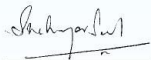

Mariam Shafi
Director


Tariq Ahmed
Chief Financial Officer

JOHNSON & PHILLIPS (PAKISTAN) LIMITED**Condensed Interim Consolidated Statement of Cash Flow - Un-Audited
For The Three Months Period Ended September 30, 2019**

	September 30	September 30
	2019	2018
Note	(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	(12,567)	(6,088)
Adjustments for:		
Depreciation	1,990	563
Gain / (Loss) on disposal of held ofr sale assets	-	(513)
Provision for staff gratuity	-	-
Finance cost	3,396	1,837
	5,387	(2,713)
Operating (Loss) / Profit before working capital changes	(7,180)	(8,800)
Decrease in current assets		
Stock-in-trade	(41)	19
Trade debts	143	-
Loans and advances	22	(35)
Deposits, prepayments and other receivable	(367)	(595)
	(244)	(611)
Decrease / (increase) in current liabilities		
Trade and other payables	2,207	401
Net cash from operations	(5,217)	(9,009)
Taxes paid	(923)	(923)
Gratuity paid	-	-
Finance cost paid	(3)	(3)
	(926)	(926)
Net cash used in operating activities	(6,143)	(9,935)
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure incurred	-	-
Net cash generated from/(used in) investing activities	-	-
Sale proceed from disposal of held for sale assets	-	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long term borrowing	-	763
Short term borrowings obtained	6,058	126
Short term borrowing repaid to bank	-	-
Short term borrowing repaid to holding company	-	-
	-	889
Net decrease in cash and cash equivalents	6,058	841
	(73)	(4,360)
Cash and cash equivalents at beginning of the period	196	4,556
Cash and cash equivalents at end of the period	123	196

The annexed notes 1 to 8 form an integral part of this condensed interim consolidated financial information.



Shehryar Saeed
Chief Executive



Mariam Shafi
Director

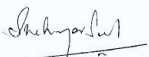


Tariq Ahmed
Chief Financial Officer

JOHNSON & PHILLIPS (PAKISTAN) LIMITED*Condensed Interim Consolidated Statement Of Changes In Equity - Un-Audited
For The Quarter Ended September 30, 2019*

	Capital Reserve		Revenue Reserve			
	Issued,					
	subscribed	Capital	surplus		Total	
	and paid-up	Share	on	General	Unappropriated	
	capital	Premium	Revaluation	Reserve	loss	
	----- (Rupees in thousand) -----					
Balance as at July 01, 2018	54,500	29,727	474,380	23,073	(391,839)	189,841
Total comprehensive loss for the period						
Loss after taxation for the period	-	-	-	-	(6,088)	(6,088)
Transfer from surplus on revaluation of property, plant and equipments	-	-	-	-	(1,485)	(1,485)
Balance as at September 30, 2018	54,500	29,727	474,380	23,073	(399,412)	182,268
Balance as at July 01, 2019	54,500	29,727	457,896	23,073	(420,030)	145,166
Total comprehensive loss for the period						
Loss after taxation for the period	-	-		-	(12,567)	(12,567)
Transfer from surplus on revaluation of property, plant and equipments	-	-	(1,485)	-	-	(1,485)
Balance as at September 30, 2019	54,500	29,727	456,411	23,073	(432,597)	131,114

The annexed notes 1 to 8 form an integral part of this condensed interim consolidated financial information.


Shehryar Saeed
 Chief Executive


Mariam Shafi
 Director


Tariq Ahmed
 Chief Financial Officer

JOHNSON & PHILLIPS (PAKISTAN) LIMITED**Condensed Interim Consolidated Notes To The Financial Statements - Un-Audited
For The Three Months Period Ended September 30, 2019****1 STATUS AND NATURE OF BUSINESS**

- 1.1** Johnson & Phillips (Pakistan) Limited ("the Holding Company") was incorporated in Pakistan as a public limited company on April 15, 1961 and its shares are quoted on Pakistan Stock Exchange Limited. The registered office of the Holding Company is situated at C-10, South Avenue, S.I.T.E., Karachi. The Holding Company is principally engaged in manufacturing, installing and selling of electrical equipments. Etheridge Company Limited, held 2,719,536 (June 30, 2019 : 2,719,536) ordinary shares of Rs. 10 each of the Holding Company as at September 30, 2019 which constitute 49.90% of total shares issued.

Subsidiaries of Johnson & Phillips (Pakistan) Limited are public and private limited companies and are engaged in the business of manufacturing and sale of electrical and mechanical equipments/appliances and participation in turnkey engineering industrial projects.

The following Subsidiary Companies have been consolidated in the condensed interim consolidated financial information of the Holding Company:

Subsidiary Companies

	Company Status	Group Holding
Johnson & Phillips Industries (Pakistan) Limited	Public Limited	100%
Johnson & Phillips Transformers (Private) Limited	Private Limited	70%
Johnson & Phillips EMO Pakistan (Private) Limited	Private Limited	51%

- 1.2** The subsidiaries of the Group, Johnson & Phillips Industries (Pakistan) Limited and Johnson & Phillips Transformer (Private) Limited ceased production in July 1997 and February 1998 respectively. The accumulated losses of the Group as at September 30, 2019 stand at Rs. 432,597 million (June 30, 2019: Rs. 420.030 million) resulting in a positive equity of Rs. 131.114 million (June 30, 2019: Rs. 145,166 million) and as at that date the Group's current liabilities exceeded its current assets by Rs. 319,017 million (June 30, 2019: Rs. 309.471 million). Consequently, the ability of the Group to continue as a going concern is dependent on the following significant factors:

The sales of the Company is continuously decreasing because of low demand from the private sector.

The management of the Company is confident that the the Company will continue as going concern in foreseeable future; hence, these financial statements have been prepared on going concern assumption.

2 BASIS OF CONSOLIDATION

This interim consolidated financial information has been prepared from the information available in the un-audited separate financial information of the Holding Company for the 1st, quarter ended September 30, 2019 and the un-audited financial information of the Subsidiary Companies for the 1st, quarter ended September 30, 2018.

The financial information of the Subsidiary Companies were prepared for the same reporting period as the Holding Company, using consistent accounting policies and changes were made when necessary to align them with the policies adopted by the Holding Company.

The assets and liabilities of the Subsidiary Companies have been consolidated on a line by line basis. The carrying value of investment held by the Holding Company is eliminated against the Subsidiary Companies' shareholders' equity in the consolidated financial information. All material intra-group balances and transactions were eliminated in full.

Non-controlling interest is that portion of equity in a subsidiary that is not attributable, directly or indirectly, to the Holding Company. Non-controlling interest are presented as separate item in the interim consolidated financial information.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Basis of Preparation

This condensed interim consolidated financial information of the Company for the 1st, quarter ended September 30, 2019 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 "Interim Financial Reporting" as applicable in Pakistan 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 have been followed.

This condensed interim consolidated financial information does not include all of the information and disclosures required for annual consolidated financial statements, and should be read in conjunction with the consolidated financial statements of the Company as at and for the year ended 30 June 2019. Comparative consolidated balance sheet is extracted from annual consolidated financial statements as at June 30, 2019 whereas comparative consolidated profit and loss account, consolidated statement of comprehensive income, consolidated cash flow statement and consolidated statement of changes in equity were extracted from un-audited condensed interim consolidated financial information for the 1st, quarter ended September 30, 2019.

3.2 Accounting Convention

The accounting policies, significant judgements made in the application of accounting policies, keys sources of estimations, the methods of computation adopted in preparation of this condensed interim consolidated financial information and financial risk management policy were the same as those applied in the preparation of the preceding quarterly consolidated financial statements of the Company for the quarter ended September 30, 2018.

4 PROPERTY, PLANT AND EQUIPMENT-TANGIBLE

	Un-audited September 30 2019	Audited June 30 2019
	(Rupees in thousand)	
Owned		
Opening written down value	463,578	467,184
Additions	-	-
Depreciation	(902)	(3,606)
Closing written down value	<u>462,677</u>	<u>463,578</u>

5 CONTINGENCIES AND COMMITMENTS

5.1 Contingencies

5.1.1 a) Guarantees

	Un-audited September 30 2019	Audited June 30 2019
	(Rupees in thousand)	

The banks have issued guarantees, on behalf of the Company as detailed below:

Guarantees against performance bond	<u>1,657</u>	<u>1,657</u>
-------------------------------------	--------------	--------------

5.1.1 b) Labour, Others, Professional Fee Payable, & Unsecured Loan.

Some legal cases are pending against the Holding Company filed by ex-workers to re-instate them on their jobs. No definite outcome of the cases can be anticipated, however, in the opinion of legal advisors, the Holding Company has good case in its favour.

5.2 Commitments

There is no commitment as on September 30, 2019. (June 30, 2019: Nil)

6 TRANSACTION WITH RELATED PARTIES

The related parties comprise associated companies, directors, key management personnel and post employment benefit plans. The Company in the normal course of business carries out transactions with various related parties. Amounts due from and to related parties, contribution of staff benefit funds, return on loans, amounts due from executives and remuneration of directors and executives alongwith other transactions with related parties are given below:

	Un-audited September 30 2019 (Rupees in thousand)	Audited June 30 2019
Payments made on behalf of subsidiary companies	-	-
Payment of loan on behalf of a subsidiary company	-	-
Remuneration and benefits to key management personnel	300	1,200
Payment of contribution provident fund trust	-	177

All transactions with related parties have been carried out by the Holding Company at arm's length prices using the comparable uncontrolled price method.

7 DATE OF AUTHORIZATION

This condensed interim consolidated financial information was authorized for issue on October 30, 2019 by the Board of Directors of the Holding Company.

8 GENERAL

Figures have been rounded off to the nearest thousand rupee.


Shehryar Saeed
 Chief Executive


Mariam Shafi
 Director


Tariq Ahmed
 Chief Financial Officer



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