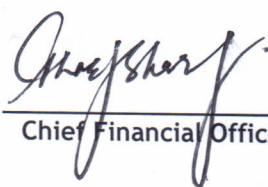


**ITTEFAQ IRON INDUSTRIES LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2019**

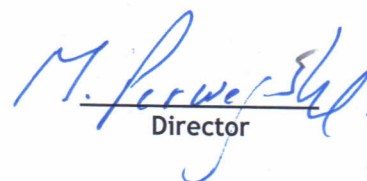
	Unaudited 30 / Sep/ 2019 Rupees	Audited 30 / Jun / 2019 Rupees
<b>EQUITY AND LIABILITIES</b>		
<b>Share capital and reserves</b>		
Share capital	1,443,433,640	1,443,433,640
Capital reserves	774,507,925	774,507,925
Equity portion of loan from directors	19,589,195	26,118,927
Un-appropriated profit	1,236,372,176	1,226,215,557
Surplus on revaluation of property, plant and equipment	618,793,791	628,655,446
	<u>4,092,696,728</u>	<u>4,098,931,495</u>
<b>Non-current liabilities</b>		
Long-term finances	296,740,021	290,210,289
Liabilities against asset subject to finance lease	58,644,134	-
Deferred Liabilities	192,467,812	190,361,798
	<u>547,851,967</u>	<u>480,572,087</u>
<b>Current liabilities</b>		
Trade and other payables	535,368,873	522,727,339
Unclaimed dividends	13,256,321	15,589,883
Mark-up accrued on borrowings	80,933,819	72,150,897
Short-term borrowings	1,411,664,900	1,232,283,431
Current portion of against asset subject to finance lease	6,407,866	-
	<u>2,047,631,779</u>	<u>1,842,751,550</u>
<b>Contingencies and commitments</b>	-	-
<b>Total equity and liabilities</b>	<u><u>6,688,180,473</u></u>	<u><u>6,422,255,132</u></u>



Chief Executive Officer  
Lahore.



Chief Financial Officer



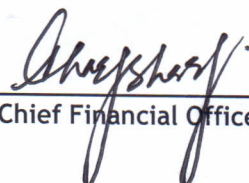
Director

**ITTEFAQ IRON INDUSTRIES LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2019**

	Unaudited 30 / Sep/ 2019 Rupees	Audited 30 / Jun / 2019 Rupees
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	1,699,586,075	1,703,511,242
Long-term deposits	18,972,226	18,972,226
	<u>1,718,558,301</u>	<u>1,722,483,468</u>
<b>Current assets</b>		
Stores, spare parts and loose tools	237,512,269	225,053,856
Stock in trade	2,578,145,464	2,331,035,674
Trade debts	1,228,285,471	1,113,616,537
Loans and advances	535,056,323	642,998,633
Trade deposits and prepayments	120,108,861	127,397,447
Tax refunds due from government	219,487,586	123,619,331
Cash and bank balances	51,026,198	136,050,186
	<u>4,969,622,172</u>	<u>4,699,771,664</u>
<b>Total assets</b>	<u><u>6,688,180,473</u></u>	<u><u>6,422,255,132</u></u>



Chief Executive Officer  
Lahore.



Chief Financial Officer



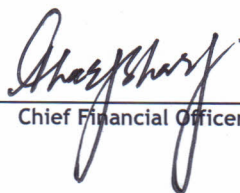
Director

**ITTEFAQ IRON INDUSTRIES LIMITED**  
**STATEMENT OF PROFIT OR LOSS**  
**FOR THE QUARTER ENDED 30 SEPTEMBER 2019**


	30 / Sep/ 2019	30 / Sep/ 2018
	Rupees	Rupees
Sales - net	820,070,751	1,460,502,747
Cost of sales	760,067,240	1,316,637,719
Gross profit	60,003,511	143,865,028
Other operating income	667,832	66,429
Distribution and selling cost	13,055,847	4,908,124
Administrative and general expenses	19,725,510	13,417,318
Other operating cost	410,668	6,415,747
Finance cost	25,513,378	32,624,170
	58,705,403	57,365,360
Profit before taxation	1,965,940	86,566,097
Taxation	(8,200,708)	(20,775,863)
Loss after taxation	(6,234,767)	65,790,234
Earnings per share (basic and diluted)	(0.04)	0.46



Chief Executive Officer  
Lahore.



Chief Financial Officer



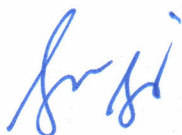
Director

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**ITTEFAQ IRON INDUSTRIES LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME / LOSS**  
**FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

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	30 / Sep/ 2019 Rupees	30 / Sep/ 2018 Rupees
Loss after taxation	(6,234,767)	65,790,234
Other comprehensive income		
Employee retirement benefits:		
Remeasurement of defined benefits obligation	-	-
Related deferred tax	-	-
	-	-
Total comprehensive income / (loss) for the year	<u>(6,234,767)</u>	<u>65,790,234</u>



Chief Executive Officer  
Lahore.



Chief Financial Officer



Director

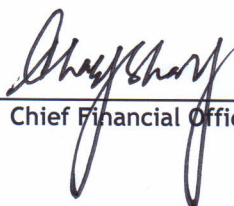


**ITTEFAQ IRON INDUSTRIES LIMITED**  
**STATEMENT OF CASH FLOWS**  
**FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

	30 / Sep/ 2019 Rupees	30 / Sep/ 2018 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash generated from / (used in) operations	(133,575,243)	40,678,819
Income taxes paid	(104,068,963)	(39,702,304)
Employee benefits paid	(1,392,952)	-
Finance cost paid	(10,200,724)	(30,805,525)
<b>Net cash used in operating activities</b>	<b>(249,237,882)</b>	<b>(29,829,010)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
(Increase) / Decrease in long-term deposits	-	-
Fixed capital expenditure	(12,834,014)	(29,230,663)
Proceeds from disposal of property, plant and equipment	-	-
<b>Net cash used in investing activities</b>	<b>(12,834,014)</b>	<b>(29,230,663)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payment of dividends	(2,333,562)	-
Re-payment of long-term finances	-	-
Proceeds from short-term borrowings (net)	179,381,469	(71,478,190)
<b>Net cash generated from / (used in) financing activities</b>	<b>177,047,907</b>	<b>(71,478,190)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(85,023,989)</b>	<b>(130,537,863)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR</b>	<b>136,050,186</b>	<b>152,333,352</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE QUARTER</b>	<b>51,026,198</b>	<b>21,795,489</b>



Chief Executive Officer  
Lahore.



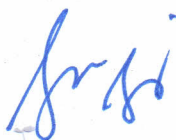
Chief Financial Officer



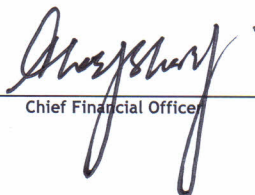
Director

ITTEFAQ IRON INDUSTRIES LIMITED  
STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 30 SEPTEMBER 2019

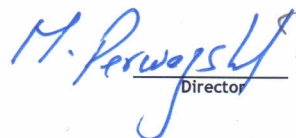
	Share capital	Reserves			Equity portion of loan from directors	Total equity
		Capital		Revenue		
		Share premium	Surplus on revaluation of operating asset	Un-appropriated profit		
	----- Rupees -----					
Balance as at 30 June 2018	1,312,212,400	774,507,925	655,194,969	1,167,519,815	50,081,244	3,959,516,353
Profit after taxation for the year	-	-	-	198,190,844	-	198,190,844
Other comprehensive income						
Employee retirement benefits:						
Remeasurements of benefit plan	-	-	-	3,258,220	-	3,258,220
Less: Related deferred tax	-	-	-	(944,884)	-	(944,884)
	-	-	-	2,313,336	-	2,313,336
Amortization of unwinding of interest on loan from directors	-	-	-	23,962,317	(23,962,317)	-
Transfer from revaluation surplus (net of deferred tax)	-	-	(31,061,105)	31,061,105	-	-
Adjustment in revaluation surplus due to change in rate of tax	-	-	4,521,582	-	-	4,521,582
Bonus shares issued	131,221,240	-	-	(131,221,240)	-	-
Dividend of Re. 0.50 per share for the year 2018	-	-	-	(65,610,620)	-	(65,610,620)
Balance as at 30 June 2019	1,443,433,640	774,507,925	628,655,446	1,226,215,557	26,118,927	4,098,931,495
Loss after taxation for the year	-	-	-	(6,234,767)	-	(6,234,767)
Transfer from revaluation surplus (net of deferred tax)	-		(9,861,655)	9,861,655	-	-
Amortization of unwinding of interest on loan from directors	-	-	-	6,529,732	(6,529,732)	-
Balance as at 30 Sep 2019 Un-audited	1,443,433,640	774,507,925	618,793,791	1,236,372,176	19,589,195	4,092,696,728



Chief Executive Officer



Chief Financial Officer



Director

**ITTEFAQ IRON INDUSTRIES LIMITED**  
**NOTES TO THE ACCOUNTS**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2019**

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- 1 This condensed interim financial information of the company is un-audited and 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 requirements differ, the provisions or directives of the companies Act 2017 shall prevail.

This condensed interim financial information is being submitted to the shareholders as required by listing regulations of Pakistan Stock Exchange (PSX) vide relevant provisions of Companies Act 2017.

The comparative condensed interim financial information of the company does not include all the information and disclosures required for full financial statements, and should be read in conjunction with the Company's audited annual financial statements for the year ended June 30 2019.

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the preceding audited annual financial statements of the company for the year ended June 30, 2019, except for the changes resulting from the initial recognition of standards, amendments or interpretations to existing standards. However, amendments /improvements and new interpretations of approved accounting standards effective during the period, if any, were not relevant to the company's operations and do not have any material impact on the accounting policies of the company.

**2 CONTINGENCIES & COMMITMENTS**

There is no significant change in the contingencies and commitments status since the last annual balance sheet date.

- 3 Figures have been rounded off to nearest rupee.

**4 DATE OF AUTHORIZATION**

This interim financial information has been approved by the Board of Directors of the Company and authorized for issue on November 28, 2019.



Chief Executive Officer



Chief Financial Officer



Director