



# **BURSHANE LPG (PAKISTAN) LIMITED**

## **QUARTERLY REPORT – MARCH 2020**



# Contents

## Unconsolidated Condensed Interim Financial Information

Company Information	2
Directors' Report	3
Unconsolidated Condensed Interim Statement of Financial Position (Un-audited)	6
Unconsolidated Condensed Interim Statement of Comprehensive Income (Un-audited)	7
Unconsolidated Condensed Interim Statement of Cash Flows (Un-audited)	8
Unconsolidated Condensed Interim Statement of Changes in Equity (Un-audited)	9
Notes to the Unconsolidated Condensed Interim Financial Information (Un-audited)	10

## Consolidated Condensed Interim Financial Information

Consolidated Condensed Interim Statement of Financial Position (Un-audited)	14
Consolidated Condensed Interim Statement of Comprehensive Income (Un-audited)	15
Consolidated Condensed Interim Statement of Cash Flows (Un-audited)	16
Consolidated Condensed Interim Statement of Changes in Equity (Un-audited)	17
Notes to the Consolidated Condensed Interim Financial Information (Un-audited)	18



## Company Information

### Board of Directors

Mr. Shahriar D. Sethna  
Chairman

Mr. Asad Alam Khan  
CEO / Director

Mrs. Hamdia Fatin Niazi  
Director

Mr. Darayus T. Sethna  
Director

Mr. Shaikh Abdus Sami  
Independent Director

Mr. Saifee Zakiuddin  
Director

Syed Etrat Hussain Rizvi  
Director (NIT Nominee)

Mr. Muhammad Khalid Dar  
Director

Maj. Gen Rafi Ullah Khan (R)  
Independent Director

### Auditors

Ernst and Young - Ford Rhodes

### Legal Advisors

Mohsin Tayeb Aly & Co

### Tax Advisors

KPMG Taseer Hadi & Co. Chartered Accountants.

### Registrar & Share Registration Office

THK Associates (Pvt.) Limited

### Management

Mr. Asad Alam Niazi  
Chief Executive Officer

Mr. Saifee Zakiuddin  
Director Finance

Mr. Muhammad Khalid Dar  
Director Marketing & Sales

Mr. Saad Lakhani  
Company Secretary

Mr. Khurram Kasbati  
Head of Internal Audit

Mr. Amir Aziz  
Head of Operations Distribution & HSSE

Mr. Irfan Javaid Warsi  
General Manager - Commercial & Business  
Development and Human Resources (HR)

### Bankers

MCB Bank Limited  
National Bank of Pakistan  
Habib Bank Limited  
Standard Chartered Bank Pakistan Limited  
Faysal Bank Limited  
United Bank Limited  
Summit Bank Limited  
Bank Alfalah Limited  
Sindh Bank Limited  
JS Bank Limited

### Registered Office

Suite 101, 1st Floor, Horizon Vista Plot No. Commercial - 10, Block-4  
Scheme No. 5, Clifton, Karachi – 75600

[Tel : + 92 21 35898356, 35309870 & 73](tel:+922135898356)

[Fax : + 92 21 3587 8353](tel:+922135878353)

[www.burshane.com](http://www.burshane.com)



## Directors' Report

The Board of Directors of Burshane LPG (Pakistan) Limited is pleased to present the Directors' Report together with the condensed interim financial information (unaudited) for the nine months ended March 31, 2020. This condensed interim financial information (unaudited) is prepared in accordance with section 227 of the Companies Act, 2017.

### Overview

Burshane LPG (Pakistan) Limited is involved in the business of Liquefied Petroleum Gas (LPG) Marketing. During the year under review, sales volume of the Company has been decreased by 12%. Quantity sold decreased by 3,691 MT (14%) due to less quantity of imported LPG purchased and decrease in end user consumption in the month of March 2020 due to Covid-19 global pandemic. Quantities of Imported LPG purchased were 4,811 MT as compared to 11,157 MT during the corresponding period of last year. Despite of unfavorable market rates, the Company managed to maintain gross margin of 8% (2019; 8%), by focusing on maximum profitable sales.

Administrative expenses decreased by Rs. 5.2 million (6.2%), despite general price increase, due to better cost control in traveling and reduced donations. Distribution and marketing expenses increased by Rs. 7.87 million (17.7%) during the period under review mainly due to increase of depreciation expense of marketing equipment and hospitality charges.

The Company posted a profit before tax of Rs. 35.48 million (2019: Rs. 83.46 million) during the period.

The Company's earnings per share for the period is Rs 0.03 compared to Rs. 2.24 per share in the corresponding period of last year.

The Company awaits finalization of agreement for restructuring of its Demand Finance Liability of Rs 254m with National Bank of Pakistan Ltd. Under the restructuring agreement, the company will pay an upfront amount of Rs 89m in principal and the balance amount of Rs 165m will be repaid over next 7 years.

### Future Outlook

We believe that sustainable development is only possible if we abide by our Business Principles. Burshane has firmly embedded them in all the operations of the company and we continuously strive to inculcate these principles amongst our stakeholders.

We have continued excellence in our performance of Health, Safety, Security and Environment (HSSE), with no lost time injury and fatality. The management is committed towards not only improving the HSSE standards for itself but leading in to establish best practices for the industry as well.

In the context of business growth, the Company is committed to explore new markets and increase the current market share along with return on capital employed in a profitable manner.

We would like to assure you that the management of your company is fully aware of its obligations towards its stakeholders and is determined to develop long-term corporate plans to increase the value of the business. We are confident that we will show strong performance in the coming years.



## Directors' Report

We would like to assure you that the management of your company is fully aware of its obligations towards its stakeholders and is determined to develop long-term corporate plans to increase the value of the business. We are confident that we will show strong performance in the coming years.

### Acknowledgement

The Directors would like to express their gratitude to the customers, business partners, employees and other stakeholders for their continued support and encouragement and appreciate valuable services rendered by the employees of the Company.

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**Chief Executive Officer**

Karachi

Dated: April 28, 2020

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**Director**



**BURSHANE LPG (PAKISTAN) LIMITED  
UNCONSOLIDATED CONDENSED INTERIM  
FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE QUARTER ENDED  
MARCH 31, 2020**



**BURSHANE LPG (PAKISTAN) LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2020**



		(Un-audited) Mar-20	(Audited) Jun-19
<b>ASSETS</b>	<b>Note</b>	<b>----- (Rupees in '000) -----</b>	
<b>Non-Current Assets</b>			
Property, plant and equipment	4	746,592	732,090
Intangible assets		343,578	388,230
Long-term investment		50,000	50,000
Long-term loans		550	894
Long-term deposits		122,761	122,761
		<u>1,263,481</u>	<u>1,293,975</u>
<b>Current Assets</b>			
Stores and spares		4,015	2,415
Stock-in-trade		36,805	75,422
Trade debts		29,125	23,422
Loans, advances, deposits, prepayments and other receivables		245,259	148,551
Taxation-net	6	9,780	14,330
Cash and bank balances		132,527	173,732
		<u>457,511</u>	<u>437,872</u>
<b>TOTAL ASSETS</b>		<u>1,720,992</u>	<u>1,731,847</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital		224,888	224,888
Reserve on amalgamation		153,458	153,458
Revenue reserve		128,192	150,252
Remeasurement of post employment benefits - actuarial (loss)/gain		(19,680)	16,081
Revaluation surplus on Property, Plant and Equipment		274,765	274,765
		<u>761,623</u>	<u>819,444</u>
<b>Non-Current Liabilities</b>			
Liabilities against assets subject to finance lease		1,645	2,177
Deferred taxation		-	-
Cylinder and regulator deposits		410,278	386,402
		<u>411,923</u>	<u>388,579</u>
<b>Current Liabilities</b>			
Loan from a subsidiary		50,000	50,000
Current portion of long-term borrowing		254,439	254,439
Current portion of liabilities against assets subject to finance lease		660	1,567
Trade and other payables		70,170	91,342
Unclaimed dividend		83,198	66,181
Accrued mark-up on long-term loan		88,979	60,295
		<u>547,446</u>	<u>523,824</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>1,720,992</u>	<u>1,731,847</u>
<b>Contingencies and commitments</b>	5		

The annexed notes from 1 to 10 form an integral part of these condensed interim financial statements.

\_\_\_\_\_  
**Chief Executive Officer**

\_\_\_\_\_  
**Chief Financial Officer**

\_\_\_\_\_  
**Director**



**BURSHANE LPG (PAKISTAN) LIMITED**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2020**



		Quarter ended		Nine months ended	
		Jan-Mar 2020	Jan-Mar 2019	Jul-Mar 2020	Jul-Mar 2019
Note		----- (Rupees in '000) -----			
Gross sales		855,460	975,579	2,683,437	3,065,465
Sales tax		(138,125)	(120,306)	(374,247)	(442,189)
<b>Net sales</b>		<b>717,335</b>	<b>855,273</b>	<b>2,309,190</b>	<b>2,623,276</b>
Cost of product sold		(699,543)	(784,344)	(2,121,244)	(2,402,029)
<b>Gross profit</b>		<b>17,792</b>	<b>70,929</b>	<b>187,946</b>	<b>221,247</b>
Administrative expenses		(26,355)	(26,215)	(80,036)	(85,313)
Distribution and marketing expenses		(17,269)	(12,946)	(52,281)	(44,410)
Other income		3,623	4,557	21,972	25,839
Other operating expenses		(2,437)	(346)	(10,156)	(6,983)
<b>Operating profit</b>		<b>(24,646)</b>	<b>35,979</b>	<b>67,445</b>	<b>110,380</b>
Finance costs		(9,546)	(9,658)	(31,956)	(26,919)
<b>Profit before taxation</b>		<b>(34,192)</b>	<b>26,321</b>	<b>35,489</b>	<b>83,461</b>
Taxation	6	(11,008)	(11,726)	(34,909)	(33,118)
<b>Profit after taxation</b>		<b>(45,200)</b>	<b>14,595</b>	<b>580</b>	<b>50,343</b>
<b>Other comprehensive income / (loss)</b>					
Items that will not be reclassified to profit or loss					
- Remeasurement of post employment benefits obligation - net of tax		-	-	(35,761)	8,976
<b>Total comprehensive income for the period</b>		<b>(45,200)</b>	<b>14,595</b>	<b>(35,181)</b>	<b>59,319</b>
----- (Rupee) -----					
<b>Earnings per share - basic &amp; diluted</b>		<b>(2.01)</b>	<b>0.65</b>	<b>0.03</b>	<b>2.24</b>

The annexed notes from 1 to 10 form an integral part of these condensed interim financial statements.

\_\_\_\_\_  
**Chief Executive Officer**

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**Chief Financial Officer**

\_\_\_\_\_  
**Director**



**BURSHANE LPG (PAKISTAN) LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2020**



	Reserves					Total Reserves	Total reserves	Total equity
	Capital	Revenue						
	Share capital	Reserve on amalgamation	General reserve	Unappropriated profit	Actuarial (loss) / gain on remeasurement of retirement and other service benefits	Revaluation surplus on Property, Plant and Equipment		
	(Rupees in '000)							
Balance as at June 30, 2018 (Audited)	224,888	153,458	90,000	51,375	(24,219)	274,765	545,379	770,267
Profit for the year	-	-	-	25,857	-	-	25,857	25,857
Other comprehensive income for the year	-	-	-	-	40,300	-	40,300	40,300
Total comprehensive income for the year	-	-	-	25,857	40,300	-	66,157	66,157
Transaction with owners								
Final dividend @ Re. 0.75 per share	-	-	-	(16,980)	-	-	(16,980)	(16,980)
Balance as at June 30, 2019 (Audited)	224,888	153,458	90,000	60,252	16,081	274,765	594,556	819,444
Profit for the period	-	-	-	580	-	-	580	580
Total comprehensive income for the nine month ended March 31, 2020	-	-	-	-	(35,761)	-	-	-
Total comprehensive income for the period	-	-	-	580	(35,761)	-	580	580
Transaction with owners								
Final dividend @ Re. 1 per share	-	-	-	(22,640)	-	-	(16,867)	(22,640)
Balance as at March 31, 2020 (Un-audited)	224,888	153,458	90,000	38,192	(19,680)	274,765	578,269	761,623

The annexed notes from 1 to 10 form an integral part of these condensed interim financial statements.

\_\_\_\_\_  
Chief Executive Officer

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Chief Financial Officer

\_\_\_\_\_  
Director

\_\_\_\_\_  
Chief Executive Officer

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Chief Financial Officer

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Director



**BURSHANE LPG (PAKISTAN) LIMITED**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2020**

		Nine months ended	
	Note	Jul-Mar 2020 ----- (Rupees in '000) -----	Jul-Mar 2019
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash generated from operations	7	6,446	110,100
Finance cost paid		(2,949)	(3,108)
Taxes paid		(30,359)	(41,564)
Long-term loans - net		(344)	303
Long-term deposits - net		-	(21,922)
Retirement and other service benefits paid		(8,549)	-
Cylinder and regulator deposits - net		34,992	12,425
<b>Net cash generated from operating activities</b>		<b>(763)</b>	<b>56,234</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchases of :			
- property, plant and equipment		(41,575)	(25,214)
- intangible asset		(136)	-
Proceeds from sale of operating fixed assets		1,379	3,762
Interest received		7,275	3,789
<b>Net cash utilised in investing activities</b>		<b>(33,057)</b>	<b>(17,663)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Dividends paid		(5,623)	(4,362)
Loan from Directors		-	-
Repayment of obligation under finance lease		(1,762)	(2,291)
<b>Net cash utilised in financing activities</b>		<b>(7,385)</b>	<b>(6,653)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>		<b>(41,205)</b>	<b>31,918</b>
Cash and cash equivalents at beginning of the year		173,732	110,922
<b>Cash and cash equivalents at end of the period</b>		<b>132,527</b>	<b>142,840</b>

The annexed notes from 1 to 10 form an integral part of these condensed interim financial statements.

\_\_\_\_\_  
**Chief Executive Officer**

\_\_\_\_\_  
**Chief Financial Officer**

\_\_\_\_\_  
**Director**



**BURSHANE LPG (PAKISTAN) LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2020**



- 1.1 Burshane LPG (Pakistan) Limited (the Company) is a limited liability company incorporated in Pakistan and is listed on the Pakistan Stock Exchange. The registered office of the Company is situated at Suite 101, 1st Floor, Horizon Vista, Plot No. Commercial-10, Block-4, Scheme No. 5, Clifton, Karachi.

The principal activity of the Company is storing and marketing of Liquefied Petroleum Gas (LPG) throughout Pakistan and also includes trading of Low Pressure Regulators (LPR).

- 1.2 These unconsolidated condensed interim financial statements are separate financial statements of the Company in which investment in subsidiary is accounted for on the basis of direct equity interest and is not consolidated or accounted for using equity method.

## **2. STATEMENT OF COMPLIANCE**

- 2.1 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 which comprise of International Accounting Standard (IAS) 34 - 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and provisions of and directives issued under the Companies Act, 2017. Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirement of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 2.2 The preparation of this condensed interim financial information is in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. 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. Actual results may differ from these estimates.

## **3. ACCOUNTING POLICIES**

The accounting policies adopted in the preparation of these condensed interim financial information are consistent with those applied in the preparation of the annual financial statements of the Company for the year ended June 30, 2019.

## **4. PROPERTY, PLANT AND EQUIPMENT**

During the period July to March 2020, additions amounting to Rs. 41.5 million have been made.



**BURSHANE LPG (PAKISTAN) LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2020**



**5. CONTINGENCIES AND COMMITMENTS**

There is no change in the status of contingencies and commitments as disclosed in note 26.1 & 26.2 to the annual audited unconsolidated financial statements of the Company for the year ended June 30, 2019

**6. TAXATION**

This represents minimum tax at 1.50% of Turnover under section 113 of the Income Tax Ordinance (ITO) 2001.

**7. CASH GENERATED FROM / (USED IN) OPERATIONS**

	<u>Nine months ended</u>	
	<u>Jul-Mar</u> <u>2020</u>	<u>Jul-Mar</u> <u>2019</u>
	<u>----- (Rupees in '000) -----</u>	
Profit before taxation	35,489	83,461
Adjustment for non cash charges and other items:		
Depreciation	27,073	21,534
Amortisation	44,788	52,754
Finance charge	31,956	26,919
Gain on sale of operating fixed assets	(1,353)	(3,762)
Interest income on savings bank accounts	(7,275)	(3,789)
Cylinders deposit liability written back	(11,115)	(10,793)
Provision for retirement and other service benefits	1,347	4,251
	<u>85,421</u>	<u>87,114</u>
Working capital changes		
(Increase) / decrease in current assets		
Stores and spares	(1,600)	(1,710)
Stock-in-trade	38,617	(23,488)
Trade debts	(5,703)	6,550
Loans, advances, deposits, prepayments and other receivables	(124,606)	23,861
	<u>(93,292)</u>	<u>5,213</u>
(Decrease) / increase in current liabilities		
Trade and other payables - net	(21,172)	(65,688)
	<u>(21,172)</u>	<u>(65,688)</u>
Cash generated from operations	<u>6,446</u>	<u>110,100</u>



**BURSHANE LPG (PAKISTAN) LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2020**



**8. TRANSACTIONS WITH RELATED PARTIES**

During the period under review, there has been no transaction with related parties except for, contribution to staff retirement funds and loans to employees in accordance with the approved Company policy.

All major transactions with related parties are entered into at agreed terms duly approved by the Board of Directors of the Company.

**9. DATE OF AUTHORIZATION FOR ISSUE**

These condensed interim financial information were authorised for issue on April 28, 2020 by the Board of Directors of the Company.

**10. GENERAL**

Certain prior year's / period's figures have been reclassified for the purpose of comparison. However, there were no material reclassifications to report.

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Chief Executive Officer

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Chief Financial Officer

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Director



**BURSHANE LPG (PAKISTAN) LIMITED  
CONSOLIDATED CONDENSED INTERIM  
FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE QUARTER ENDED  
MARCH 31, 2020**



**BURSHANE LPG (PAKISTAN) LIMITED**
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**
**AS AT MARCH 31, 2020**

		(Un-audited) Mar-20	(Audited) Jun-19
	Note	----- (Rupees in '000) -----	
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	4	746,592	732,090
Intangible assets		343,578	388,230
Long-term loans		550	894
Long-term deposits		122,761	122,761
		1,213,481	1,243,975
<b>Current Assets</b>			
Stores and spares		4,015	2,415
Stock-in-trade		36,805	75,422
Trade debts		29,125	23,422
Loans, advances, deposits, prepayments and other receivables		245,272	148,560
Taxation-net	6	9,092	13,652
Cash and bank balances		133,949	175,069
		458,258	438,540
<b>TOTAL ASSETS</b>		1,671,739	1,682,515
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital		224,888	224,888
Reserve on amalgamation		153,458	153,458
Revenue reserve		128,789	150,770
Remeasurement of post employment benefits - actuarial (loss)/gain		(19,680)	16,081
Revaluation surplus on Property, Plant and Equipment		274,765	274,765
		762,220	819,962
<b>Non-Current Liabilities</b>			
Liabilities against assets subject to finance lease		1,645	2,177
Deferred taxation		-	-
Cylinder and regulator deposits		410,278	386,402
		411,923	388,579
<b>Current Liabilities</b>			
Current portion of long-term borrowing		254,439	254,439
Current portion of liabilities against assets subject to finance lease		660	1,567
Trade and other payables		70,320	91,492
Unclaimed dividend		83,198	66,181
Accrued mark-up on long-term loan		88,979	60,295
		497,596	473,974
<b>TOTAL EQUITY AND LIABILITIES</b>		1,671,739	1,682,515
<b>Contingencies and commitments</b>			

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The annexed notes from 1 to 10 form an integral part of these consolidated condensed interim financial information

Chief Executive Officer

Chief Financial Officer

Director



**BURSHANE LPG (PAKISTAN) LIMITED**
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE NINE MONTHS ENDED MARCH 31, 2020**

FOR THE NINE MONTHS ENDED MARCH 31, 2020

		Quarter ended		Nine months ended	
		Jan-Mar 2020	Jan-Mar 2019	Jul-Mar 2020	Jul-Mar 2019
Note		----- (Rupees in '000) -----			
Gross sales		855,460	975,579	2,683,437	3,065,465
Sales tax		(138,125)	(120,306)	(374,247)	(442,189)
<b>Net sales</b>		<b>717,335</b>	<b>855,273</b>	<b>2,309,190</b>	<b>2,623,276</b>
Cost of product sold		(699,543)	(784,344)	(2,121,244)	(2,402,029)
<b>Gross profit</b>		<b>17,792</b>	<b>70,929</b>	<b>187,946</b>	<b>221,247</b>
Administrative expenses		(26,355)	(26,215)	(80,036)	(85,313)
Distribution and marketing expenses		(17,269)	(12,946)	(52,281)	(44,410)
Other income		3,660	4,652	22,083	25,905
Other operating expenses		(2,437)	(346)	(10,156)	(6,983)
<b>Operating profit</b>		<b>(24,609)</b>	<b>36,074</b>	<b>67,556</b>	<b>110,446</b>
Finance costs		(9,546)	(9,658)	(31,956)	(26,919)
<b>Profit before taxation</b>		<b>(34,155)</b>	<b>26,416</b>	<b>35,600</b>	<b>83,527</b>
Taxation	6	(11,019)	(11,754)	(34,941)	(33,137)
<b>Profit after taxation</b>		<b>(45,174)</b>	<b>14,662</b>	<b>659</b>	<b>50,390</b>
<b>Other comprehensive income / (loss)</b>					
Items that will not be reclassified to profit or loss					
- Remeasurement of post employment benefits obligation - net of tax		-	-	(35,761)	8,976
<b>Total comprehensive income for the period</b>		<b>(45,174)</b>	<b>14,662</b>	<b>(35,102)</b>	<b>59,366</b>
----- (Rupee) -----					
<b>Earnings per share - basic &amp; diluted</b>		<b>(2.01)</b>	<b>0.65</b>	<b>0.03</b>	<b>2.24</b>

The annexed notes from 1 to 10 form an integral part of these consolidated condensed interim financial information

Chief Executive Officer

Chief Financial Officer

Director



**BURSHANE LPG (PAKISTAN) LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2020**



	Reserves						Total reserves	Total equity
	Capital	Revenue				Total Reserves		
	Share capital	Reserve on amalgamation	General reserve	Unappropriated profit	Actuarial (loss) / gain on remeasurement of retirement and other service benefits	Revaluation surplus on Property, Plant and Equipment		
	----- (Rupees in '000) -----							
Balance as at June 30, 2018 (Audited)	224,888	153,458	90,000	51,811	(24,219)	274,765	545,815	770,703
Profit for the year	-	-	-	25,939	-	-	25,939	25,939
Other comprehensive income for the year	-	-	-	-	40,300	-	40,300	40,300
Total comprehensive income for the year	-	-	-	25,939	40,300	-	66,239	66,239
Transaction with owners								
Final dividend @ Re. 0.75 per share	-	-	-	(16,980)	-	-	(16,980)	(16,980)
Balance as at June 30, 2019 (Audited)	224,888	153,458	90,000	60,770	16,081	274,765	595,074	819,962
Profit for the period	-	-	-	659	-	-	659	659
Total comprehensive income for the nine month ended March 31, 2020	-	-	-	-	(35,761)	-	-	-
Total comprehensive income for the period	-	-	-	659	(35,761)	-	659	659
Transaction with owners								
Final dividend @ Re. 1 per share	-	-	-	(22,640)	-	-	(16,867)	(22,640)
Balance as at March 31, 2020 (Un-audited)	224,888	153,458	90,000	38,789	(19,680)	274,765	578,866	762,220

The annexed notes from 1 to 10 form an integral part of these consolidated condensed interim financial information

Chief Executive Officer

Chief Financial Officer

Director



		Nine months ended	
	Note	Jul-Mar 2020	Jul-Mar 2019
----- (Rupees in '000) -----			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash generated from operations	7	6,552	110,127
Finance cost paid		(2,949)	(3,108)
Taxes paid		(30,380)	(41,593)
Long-term loans - net		(344)	303
Long-term deposits - net		-	(21,922)
Retirement and other service benefits paid		(8,549)	-
Cylinder and regulator deposits - net		34,992	12,425
<b>Net cash generated from operating activities</b>		<b>(678)</b>	<b>56,232</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchases of :			
- property, plant and equipment		(41,575)	(25,214)
- intangible asset		(136)	-
Proceeds from sale of operating fixed assets		1,379	3,762
Interest received		7,275	3,847
<b>Net cash utilised in investing activities</b>		<b>(33,057)</b>	<b>(17,605)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Dividends paid		(5,623)	(4,362)
Repayment of obligation under finance lease		(1,762)	(2,291)
<b>Net cash utilised in financing activities</b>		<b>(7,385)</b>	<b>(6,653)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>		<b>(41,120)</b>	<b>31,974</b>
Cash and cash equivalents at beginning of the year		175,069	112,179
<b>Cash and cash equivalents at end of the period</b>		<b>133,949</b>	<b>144,153</b>

The annexed notes from 1 to 10 form an integral part of these consolidated condensed interim financial information

Chief Executive Officer

Chief Financial Officer

Director



**BURSHANE LPG (PAKISTAN) LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2020**



**1. LEGAL STATUS AND OPERATIONS**

- 1.1 Burshane LPG (Pakistan) Limited (the Company) is a limited liability company incorporated in Pakistan and is listed on the Pakistan Stock Exchange. The registered office of the Company is situated at Suite 101, 1st Floor, Horizon Vista, Plot No. Commercial-10, Block-4, Scheme No. 5, Clifton, Karachi.

The principal activity of the Company is storing and marketing of Liquefied Petroleum Gas (LPG) throughout Pakistan and trading of Low Pressure Regulators (LPR).

**1.2 Subsidiary Companies**

- 1.2.1 Burshane AutoGas (Private) Limited (the Subsidiary Company) was incorporated on September 26, 2014 under the repealed Company Ordinance, 1984. The Subsidiary Company is mainly engaged in opening and managing petrol pumps and Liquefied Petroleum Gas (LPG) outlets. The Subsidiary Company's registered office is situated at Suite 101, 1st Floor, Horizon Vista, Plot No. Commercial-10, Block-4, Scheme No. 5, Clifton, Karachi. The Holding Company holds 99.99% voting rights and is committed to provide financial support to the Company as and when required.

Burshane Trading (Private) Limited (BTPL) was incorporated on October 13, 2014 under the repealed Company Ordinance, 1984, for setting up trading operations particularly in coal and other energy related products. The Subsidiary Company's registered office is situated at Suite 101, 1st Floor, Horizon Vista, Plot No. Commercial-10, Block-4, Scheme No. 5, Clifton, Karachi. No share capital has been issued or transactions undertaken by the Subsidiary Company during the period.

**2. STATEMENT OF COMPLIANCE**

- 2.1 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 which comprise of International Accounting Standard (IAS) 34 - 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and provisions of and directives issued under the Companies Act, 2017. Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirement of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.
- 2.2 The preparation of this consolidated condensed interim financial information is in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. 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. Actual results may differ from these estimates.

**3. ACCOUNTING POLICIES**

- 3.1 The accounting policies adopted in the preparation of this consolidated condensed interim information are consistent with those applied in the preparation of the annual financial statements of the Company for the year ended June 30, 2019.

**4. PROPERTY, PLANT AND EQUIPMENT**

During the period July to March 2020, additions amounting to Rs. 41.5 million have been made.

**5. CONTINGENCIES AND COMMITMENTS**

There is no change in the status of contingencies and commitments as disclosed in note 26.1 & 26.2 to the annual audited consolidated financial statements of the Company for the year ended June 30, 2019

**6. TAXATION**

This represents minimum tax at 1.50% of Turnover under section 113 of the Income Tax Ordinance (ITO) 2001.



**BURSHANE LPG (PAKISTAN) LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2020**



**7. CASH GENERATED FROM / (USED IN) OPERATIONS**

	<u>Nine months ended</u>	
	Jul-Mar 2020	Jul-Mar 2019
	----- (Rupees in '000) -----	
Profit before taxation	35,600	83,527
Adjustment for non cash charges and other items:		
Depreciation	27,073	21,534
Amortisation	44,788	52,754
Finance charge	31,956	26,919
Gain on sale of operating fixed assets	(1,353)	(3,762)
Interest income on savings bank accounts	(7,280)	(3,846)
Cylinders deposit liability written back	(11,115)	(10,793)
Provision for retirement and other service benefits	1,347	4,251
	<u>85,416</u>	<u>87,057</u>
Working capital changes		
(Increase) / decrease in current assets		
Stores and spares	(1,600)	(1,710)
Stock-in-trade	38,617	(23,488)
Trade debts	(5,703)	6,550
Loans, advances, deposits, prepayments and other receivables	(124,606)	23,857
	<u>(93,292)</u>	<u>5,209</u>
(Decrease) / increase in current liabilities		
Trade and other payables - net	(21,172)	(65,666)
	<u>(21,172)</u>	<u>(65,666)</u>
Cash generated from operations	<u><u>6,552</u></u>	<u><u>110,127</u></u>

**8. TRANSACTIONS WITH RELATED PARTIES**

During the period under review, there has been no transaction with related parties except for, contribution to staff retirement funds and loans to employees in accordance with the approved Company policy.

All major transactions with related parties are entered into at agreed terms duly approved by the Board of Directors of the Company.



**BURSHANE LPG (PAKISTAN) LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2020**



**9. DATE OF AUTHORIZATION FOR ISSUE**

These consolidated condensed interim financial information were authorised for issue on April 28, 2020 by the Board of Directors of the Company.

**10. GENERAL**

Certain prior year's / period's figures have been reclassified for the purpose of comparison. However, there were no material reclassifications to report.

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Chief Executive Officer

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Chief Financial Officer

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Director