



# **Johnson & Phillips (Pakistan) Limited**

**March 31st. 2020**

**3rd. Quarterly Accounts  
(Un-Audited)**

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# COMPANY INFORMATION

## Board of Directors

Mrs. Zainab Anis Mianoor  
Mr. Anis Mianoor  
Mr. Umair Mianoor  
Mr. Amin Khanani  
Mr. Usman Mianoor  
Mr. Hanif Chamdia  
Mrs. Uroosa Mianoor

Chairman  
Director/CEO  
Director  
Director  
Director  
Director  
Director

## Board of Audit Committee

Mr. Amin Khanani  
Mr. Umair Mianoor  
Mrs. Uroosa Mianoor

Chairman  
Member  
Member

## Board of HR Committee

Mr. Hanif Chamdia  
Mr. Usman Mianoor  
Mrs. Zainab Anis Mianoor

Chairman  
Member  
Member

## Chief Financial Officer (CFO)

Mr. Syed Muhammad Shahid

## Company Secretary

Mr. Hanif Hussain

## Internal Auditor

Mr. Tariq Ilyas

## Legal Advisor

Mr. Muhammad Yousuf (Advocate)

## Auditors

M/s. Reanda Haroon Zakaria & Company  
Chartered Accountants  
Room No. M1-M4, MEZZANINE Floor, Prograsive Plaza,  
Plot No. 5-C1-10, Civil Lines Quarter, Beaumont Road,  
Near Dawood Centre, Karachi-75530, Pakistan.

## 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](http://www.johnsonphillips.pk)  
E-mail: [Johnsonphillips@cyber.net.pk](mailto: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 nine-months period ended March 31, 2020.

### **Business Review:**

The Sales and service-net for the nine months period ended March 31, 2020 was Rs.1.470 million as compared to Rs.3.304 million for the corresponding period of last year. The cost of sales and services for the period was Rs.7.519 million as compared to Rs.6.436 million. The Gross loss of the Company was Rs.6.049 million against a loss of Rs.3.132 million in the corresponding period of last year. The Company's Distribution cost, Administrative expenses, finance and other charges during the nine months period ended March 31, 2020 was Rs.43.337 million as against Rs.22.295 million in the corresponding period of previous year. A loss after tax of Rs. 40.272 million was reported for the nine months ended March 31, 2020 compared to a loss after tax of Rs.24.590 million in the corresponding period. The Company is in the process of reorganizing its activities.

### **Future Plan:**

As it is in the knowledge of our stakeholders about controlling the shares of Johnson and Phillips (Pakistan) Limited, we are pleased to inform that the procedure relating to public offer by the acquirer including payment of consideration to shareholder has been finalized.

Regarding the future plan / growth, as it is in the knowledge of the stakeholders that new management has taken over the rights of the Company and wishes to inform that the management is trying to bring the Company its commercial activities in near future, so that its benefits could be given to them. We request to stakeholders to pray for the achievements of the business goals, so that, we could be able to start the commercial activities at the soonest possible time.

### **Financial Highlights:**

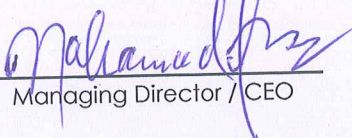
The comparative financial highlights of your Company for the nine months period ended March 31, 2020 and March 31, 2019 are as follows:

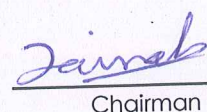
	<u>2020</u>	<u>2019</u>
	<u>--- Rupees in thousand ---</u>	
(Loss) for the period before taxation	(49,278)	(25,198)
Out of which the Directors have accounted for taxation – current	9,006	608
Accumulated (Losses) brought forward	(40,272)	(24,590)
Accumulated losses brought forward to Balance Sheet	(455,204)	(420,030)
Earnings per share – basic & diluted – Rupees	(7.39)	(4.51)

### **Acknowledgement:**

The Board of Directors would like to express its sincere appreciation to the Company's valued client, 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 of Pakistan for their continued guidance and professional support.

For and on behalf of the Board.

  
Managing Director / CEO

  
Chairman



## ڈائریکٹرز کا جائزہ

بورڈ آف ڈائریکٹرز کو 31 مارچ 2020ء کو ختم ہونے والے 9 ماہ کے عرصے کے دوران کمپنی کے غیر آڈٹ شدہ مالیاتی بیانات پیش کرنا چاہیں گے۔

### کاروباری جائزہ

نوماء کے عرصہ فروخت برائے 31 مارچ 2020ء کو 1.470 ملین روپے تھی جو کہ پچھلے سال 3.304 ملین روپے تھی کمپنی کی تقسیم کی لاگت اور سروس 7.519 ملین روپے تھی جو کہ پچھلے سال 6.436 ملین روپے تھی کمپنی کو ختم نقصان 6.049 ملین روپے کا ہوا جو کہ پچھلی اسی مدت میں 3.132 ملین روپے کا تھا۔ کمپنی کی تقسیمی لاگت انتظامی اخراجات اور فنانس لاگت اور دیگر اخراجات برائے نوماء جو کہ 31 مارچ 2020ء کو 43.337 ملین روپے تھا جو کہ پچھلی مدت میں 22.295 ملین روپے تھا۔ پچھلے سال اسی مدت کو ٹیکس کے بعد نقصان 40.272 ملین روپے رہا جو کہ پچھلے سال یہ نقصان 24.590 ملین روپے کا تھا کمپنی اپنے کاروباری امور کو صحیح سمیت میں لانے کی کوششوں میں لگی ہوئی ہے۔

### مستقبل کا منصوبہ

جیسا کہ ہمارے شیئر ہولڈرز کو اس بات کا پتہ ہے کہ جاسن اینڈ سٹریٹس (پاکستان) اینڈ ہمیں یہ بتانے میں خوش محسوس کر رہی ہے کہ کمپنی کے شیئر ہولڈرز حاصل کرنے کے لئے جو طریقہ کار وضع کیا گیا ہے اسے پورا کر لیا گیا ہے اور اس کی ادائیگی وغیرہ کر دی گئی ہے۔ کمپنی کی مستقبل کے بارے میں آجکے بتاتے ہیں کہ جیسا کہ آپ کو معلوم ہے کمپنی انتظامیہ نے کمپنی کے حقوق حاصل کرنے میں ہیں اور آپ کو بتاتے ہیں خوش محسوس کر رہی ہیں کہ مستقبل قریب میں کمپنی اپنی تجارتی سرگرمیاں شروع کرنے کی کوششوں میں مصروف ہے تاکہ اس کا فائدہ ہمارے شیئر ہولڈروں کو مل سکے آپ سے گزارش ہے کہ ہماری کامیابی کے لئے دعا میں کریں۔ تاکہ کاروباری سرگرمیاں جلد شروع ہو سکیں۔

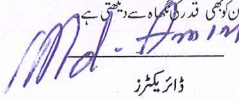
### مالیاتی نمائش

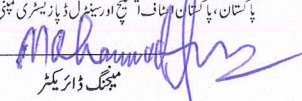
نوماء کے عرصے میں آپ کی کمپنی کا مالیاتی نمائش 31 مارچ 2020ء اور 31 مارچ 2019ء درج ذیل ہے۔

2019	2020
(--000-- روپے میں)	
(25,198)	(49,278)
608	(9,006)
(24,590)	(40,272)
(420,030)	(455,204)
(4.51)	(7.39)

### اعتراف

بورڈ آف ڈائریکٹرز کمپنی کے چاہنے والوں کا کاروباری، شراکت داروں اور دیگر لوگوں کی قدر دانی کرتی ہے۔ بورڈ سیکورسٹرز اینڈ ایکسیچ کمیشن آف پاکستان، پاکستان صاف ایکسیچ اور سینٹرل ڈیپازٹری کمپنی کی بہترین رہنمائی اور تعاون کو بھی قدر کا اظہار سے دیکھتی ہے۔

  
ڈائریکٹرز

  
مینیجنگ ڈائریکٹر

کراچی 12 اگست 2020ء



**JOHNSON & PHILLIPS (PAKISTAN) LIMITED****CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION - UN AUDITED  
AS AT MARCH 31, 2020**

AS AT MARCH 31, 2020

	Note	Un-audited March 31 2020	Audited June 30 2019
		(Rupees in thousand)	
<b>ASSETS</b>			
<b>Non-Current assets</b>			
Property, plant and equipment	6	461,213	467,184
Intangible assets		-	-
Long term investments		-	-
Long term deposits		559	559
		461,772	467,743
<b>Current assets</b>			
Stock-in-trade		-	1,956
Trade debts		-	165
Loans and advances		-	35
Deposits, prepayments and other receivable	7	84	-
Tax refunds due from government		12,324	24,021
Cash and bank balances		1,949	219
		14,357	26,396
Non-current assets classified as held for sale		-	-
		476,129	494,139
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized capital		80,000	80,000
8,000,000 (June 30, 2018: 8,000,000) ordinary shares of Rs. 10 each		54,500	54,500
Issued, subscribed and paid-up capital		29,727	29,727
5,449,972 (June 30, 2018: 5,449,972) ordinary shares of Rs. 10 each		23,073	23,073
Share premium reserve		452,798	457,896
General reserve		(445,774)	(413,026)
Surplus on revaluation of property, plant and equipment - net of Tax		114,324	152,170
Accumulated loss		-	-
<b>NON-CURRENT LIABILITIES</b>			
Long term borrowings	9	-	-
Deferred liabilities		4,027	12,510
		4,027	164,680
<b>CURRENT LIABILITIES</b>			
Trade and other payables	10	120,666	183,377
Short Term Borrowing & Current portion of long term Borrowing		226,474	141,814
Mark-up accrued		6,370	-
Unpaid dividend		4,268	4,268
		357,778	329,459
Contingencies and Commitments	11	-	-
		476,129	494,139

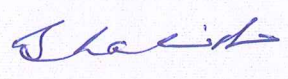
The annexed notes from 1 to 14 form an integral part of this condensed interim financial information



**Muhammad Anis Mianoor**  
Chief Executive



**Amin Khanani**  
Director



**Syed Muhammad Shahid**  
Chief Financial Officer



**JOHNSON & PHILLIPS (PAKISTAN) LIMITED**  
 CONDENSED INTERIM PROFIT OR LOSS ACCOUNT - UN-AUDITED  
 FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020

Revenue from sales and services-net

Cost of sales and services

**Gross Profit / (Loss)****Operating expenses**

Distribution cost

Administrative expenses

Other income

Other charges

Finance cost

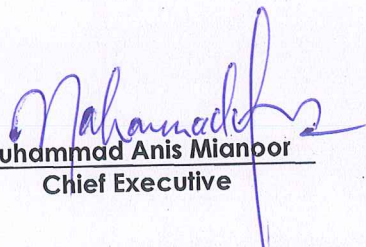
**Loss before taxation**

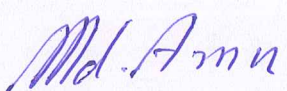
Taxation


**Loss after taxation****Loss per share-basic and diluted**

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

Nine months period ended		Quarter ended	
March 2020	March 2019	March 2020	March 2019
---Rupees in thousand---		---Rupees in thousand---	
1,470	3,304	627	1,498
(7,519)	(6,436)	(4,151)	(4,915)
(6,049)	(3,132)	(3,524)	(3,417)
(253)	(503)	(126)	(319)
(14,562)	(14,878)	(7,949)	(10,225)
108	229	2	229
(14,707)	(15,152)	(8,073)	(10,315)
(19,116)	-	-	-
(39,872)	(18,284)	(11,597)	(13,732)
(6,384)	(6,914)	(2,988)	(5,077)
(46,256)	(25,198)	(14,585)	(18,809)
8,410	608	-	-
(37,846)	(24,590)	(14,585)	(18,809)
(6.94)	(4.51)	(2.68)	(3.45)

  
 Muhammad Anis Mianpor  
 Chief Executive

  
 Amin Khanani  
 Director

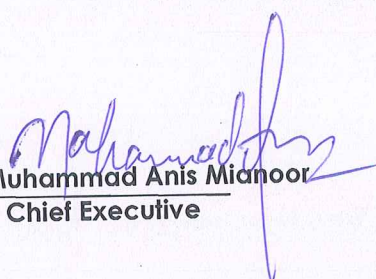
  
 Syed Muhammad Shahid  
 Chief Financial Officer



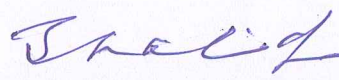
**JOHNSON & PHILLIPS (PAKISTAN) LIMITED****CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020**

	Nine months period ended March 31		Quarter ended 31	March
	2020	2019	2020	2019
	'-----Rupees in thousand-----'		'-----Rupees in thousand-----'	
Loss after taxation	(37,846)	(24,590)	(14,585)	(18,809)
Other comprehensive income	-	-	-	-
<b>Total comprehensive loss</b>	<b>(37,846)</b>	<b>(24,590)</b>	<b>(14,585)</b>	<b>(18,809)</b>

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

  
Muhammad Anis Mianoor  
Chief Executive

  
Amin Khnani  
Director

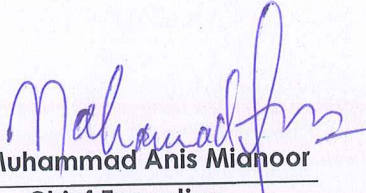
  
Syed Muhammad Shahid  
Chief Financial Officer

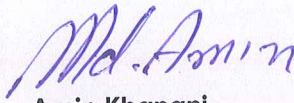


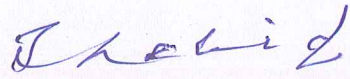
**JOHNSON & PHILLIPS (PAKISTAN) LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOW UN-AUDITED**  
**FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020**

	March 31 2020	March 31 2019
Note	Rupees in thousand	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(46,256)	(25,198)
Adjustments for:		
Depreciation	5,971	2,647
Provision for obsolete / slow moving stock	1,956	
Provision for doubtful debts	70	
Provision for doubtful advance	514	
Provision for doubtful sales tax refund	16,576	-
Finance cost	6,384	6,914
	31,471	9,561
Operating loss before working capital changes	(14,785)	(15,637)
Decrease / (increase) in current assets		
Stock-in-trade	-	(1,755)
Trade debts	95	(45)
Loans, advances and prepayments	(476)	(402)
Sales tax refundable	(4,923)	-
	(5,304)	(2,202)
Decrease in current liabilities		
Trade and other payables	(65,539)	5,494
	(85,628)	(12,345)
Income tax (paid) / refunded	(29)	(114)
Gratuity paid	-	-
Finance cost paid	(14)	(6,914)
	(43)	(7,028)
Net cash used in operating activities	(85,671)	(19,373)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Net cash used in investing activities	-	1,074
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long term borrowings	-	13,879
Short term borrowings	87,400	-
Net cash from financing activities	87,400	13,879
Net decrease in cash and cash equivalents	1,729	(4,420)
Cash and cash equivalents at beginning of the period	220	4,556
Cash and cash equivalents at end of the period	1,949	136

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

  
**Muhammad Anis Mianoor**  
 Chief Executive

  
**Amin Khanani**  
 Director

  
**Syed Muhammad Shahid**  
 Chief Financial Officer




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

	Capital Reserve		Revenue Reserve			
	Issued, subscribed and paid-up capital	Capital Share Premium	surplus on Revaluation	General	Accumulated loss	Total
-----Rupees in thousand-----						
Balance as at July 01, 2018	54,500	29,727	-	23,073	(349,328)	(242,028)
<b>Total comprehensive loss for the period</b>						
Loss after taxation for the quarter ended March 31, 2019	-	-	-	-	(24,590)	(24,590)
Transfer from surplus on revaluation of property, plant and equipment - net of deferred tax	-	-	-	-	3,418	3,418
Balance as at March 31, 2019	54,500	29,727	-	23,073	(370,500)	(263,200)
<b>Balance as at July 01, 2019</b>	<b>54,500</b>	<b>29,727</b>	<b>457,896</b>	<b>23,073</b>	<b>(413,026)</b>	<b>152,170</b>
<b>Total comprehensive loss for the period</b>						
Loss after taxation for the quarter ended March 31, 2020	-	-	-	-	(37,846)	(37,846)
Transfer from surplus on revaluation of property, plant and equipment - net of deferred tax	-	-	(5,098)	-	5,098	-
<b>Balance as at September 30, 2019</b>	<b>54,500</b>	<b>29,727</b>	<b>452,798</b>	<b>23,073</b>	<b>(445,774)</b>	<b>114,324</b>

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

  
Muhammad Anis Mianoor  
Chief Executive

  
Amin Khanani  
Director

  
Syed Muhammad Shahid  
Chief Financial Officer



**JOHNSON & PHILLIPS (PAKISTAN) LIMITED****NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020

**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. However, trading in the shares of the company is suspended and the company has been placed on the Defaulters' Segment by the PSX w.e.f. November 15, 2019 due to the non-compliance of certain provisions of the PSX Rule Book.

The Company is principally engaged in manufacturing, installation and selling of electrical equipments. As on the reporting date Mr. Muhammad Anis Mianoor owns 79.83% of the shares of the Company.

**2 GOING CONCERN**

The Company has incurred gross loss of Rs. 6,049 million during the 3rd Quarter ended March 31, 2020 (Loss March 31, 2019: Rs. 3,417 million) and loss after taxation amounting to Rs. 37,846 million (March 31, 2019: Rs. 18,809 million) which has further increased accumulated losses to Rs. 445,774 million (June 30, 2019: Rs. 413,026 million) and has resulted in positive equity of Rs. 114,324 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 nine months period ended 31 March 2020 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	467,184	475,145
Depreciation	(5,971)	(7,961)
Closing written down value	<u>461,213</u>	<u>467,184</u>

**7 LOANS, ADVANCES AND PREPAYMENTS****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	1,308	881
To employees	272	307
Prepayments	84	-
Against purchase of land	2,717	2,717
Others	71	71
	4,452	3,976
Less: Provision for doubtful advances	(4,368)	(3,854)
	<u>84</u>	<u>122</u>

**8 SURPLUS ON REVALUATION OF FIXED ASSETS**

Opening balance	466,379	484,144
Transferred to accumulated loss in respect of incremental depreciation on revalued assets for the period/year	(13,581)	(26,248)
	<u>452,798</u>	<u>457,896</u>



## 9 LONG TERM BORROWINGS

**Loan-1 (From related party)**

Principal

Accumulated mark-up there on

8,408	8,408
11,981	11,981

20,389      20,389

**Loan-2 (From related party)**

Principal

Accumulated mark-up there on

20,377	20,377
10,388	10,388

30,765      30,765

**Loan-3 (From related party)**

Principal

Accumulated mark-up there on

53,270	52,010
27,901	27,901

81,171      79,911

Less: Transferred to short term borrowings

(132,325)      (131,065)

-	-
---	---

## 10 TRADE AND OTHER PAYABLES

Creditors

- Related parties

- Others

59,957	119,690
5,386	5,185
65,343	124,875

Advances from customers

- Related parties

- Others

22,575	22,575
8,638	4,743
31,213	27,318

Accrued liabilities

Payable to ex-employees

Provident fund

Unclaimed gratuity payable

Tax deducted at source

Sales Tax Payable

Others

28,874	27,128
802	802
598	535
894	894
78	20
494	471
1,439	1334
33,179	31,184
185,584	183,377



**SHORT TERM BORROWING & CURRENT PORTION OF LONG TERM LOANS**

from director	4,950	2,851
from related parties	4,460	3,898
from new sponsor	80,739	
from others	4,000	4,000
Transferred from long term borrowings	132,325	131,065
	<u>226,474</u>	<u>141,814</u>

**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	<u>1,657</u>	<u>1,657</u>
-------------------------------------	--------------	--------------

**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:



3rd. Quarterly Accounts (Un-Audited) March 31. 2020

12.1 TRANSACTIONS WITH RELATED PARTIES

Subsidiaries

Loan provided to subsidiary companies

Payment made on behalf of subsidiary companies

Amount adjusted between two subsidiaries

Provident Fund

Contribution paid to Provident Fund

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

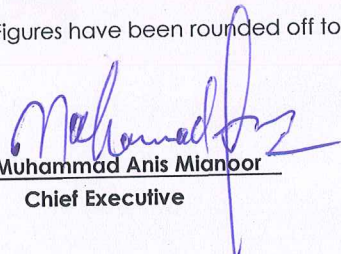
Un-audited September 30 2019	Audited June 30, 2019
Rupees in thousand	
-	-
-	-
-	-
-	177
-	-
-	-
-	-
-	-
-	-
-	6,080
83,989	600
236	891
83,989	6,680
3,389	8,242

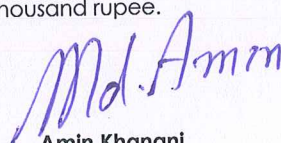
13 DATE OF AUTHORIZATION

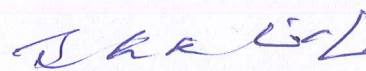
This condensed interim financial information was authorized for issue on August 12, 2020 by the Board of Directors of the Company.

14 GENERAL

Figures have been rounded off to the nearest thousand rupee.

  
Muhammad Anis Mianoor  
Chief Executive

  
Amin Khanani  
Director

  
Syed Muhammad Shahid  
Chief Financial Officer

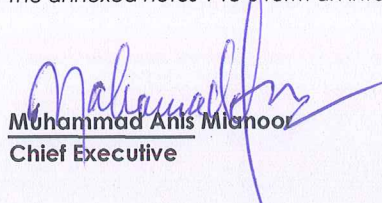


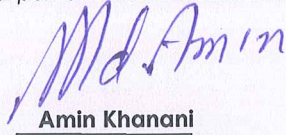
**JOHNSON & PHILLIPS (PAKISTAN) LIMITED***Condensed Interim Consolidated Statement of Financial Position - Un-Audited*

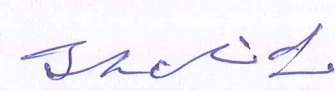
As At March 31, 2020

	Note	Un-audited 31-Mar 2020	Audited June 30 2019
(Rupees in thousand)			
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, plant and equipments	4	461,213	467,184
Intangible assets		-	-
Long term Investments		559	559
Long term deposits		461,772	467,743
<b>Current Assets</b>			
Stock-in-trade		-	1,956
Trade debts		-	165
Loans and advances		-	35
Deposits, prepayments and other receivables		84	-
Tax refunds due from government		9,802	26,676
Cash and bank balances		1,949	219
		11,835	29,051
Non-current assets classified as held for sale		-	-
<b>Total Assets</b>		<b>473,607</b>	<b>496,794</b>
<b>Equity And Liabilities</b>			
<b>Share Capital And Reserves</b>			
Authorised capital		80,000	80,000
8,000,000 (June 30, 2018: 8,000,000) ordinary shares of Rs. 10 each		54,500	54,500
Issued, subscribed and paid-up capital		29,727	29,727
Share premium reserve		23,073	23,073
General reserve		452,798	457,896
Surplus on revaluation of property, plant & equipment - Net of Tax		(455,204)	(420,030)
Accumulated loss		104,894	145,166
Non-controlling interest		-	-
Advance against share capital		-	-
<b>Non-Current Liabilities</b>			
Long term borrowings		4,027	13,106
Deferred liabilities		4,027	13,106
<b>Current Liabilities</b>			
Trade and other payables		129,817	188,195
Short term borrowings & current portion of long term loans		230,159	145,499
Mark-up accrued		-	-
Unpaid dividend		4,268	4,268
Taxation		442	560
		364,686	338,522
<b>Contingencies and Commitments</b>			
<b>Total Equity And Liabilities</b>	5	<b>473,607</b>	<b>496,794</b>

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

  
**Muhammad Anis Mianoor**  
 Chief Executive

  
**Amin Khanani**  
 Director

  
**Syed Muhammad Shahid**  
 Chief Financial Officer




**JOHNSON & PHILLIPS (PAKISTAN) LIMITED**


Condensed Interim Consolidated Profit or Loss Account - Un-Audited  
For The Nine Months Period Ended March 31, 2020

	Nine Months ended March		For the Quarter ended March	
	2020	2019	2020	2019
	----- (Rupees in thousand) -----		----- (Rupees in thousand) -----	
Revenue from sales and services-net	1,470	3,304	-	1,275
Cost of sales and services	(7,519)	(6,436)	(1,831)	(4,054)
<b>Gross Profit / (Loss)</b>	<b>(6,049)</b>	<b>(3,132)</b>	<b>(1,831)</b>	<b>(2,779)</b>
<b>Operating expenses</b>				
Distribution cost	(253)	(503)	-	(176)
Administrative expenses	(14,562)	(14,878)	(3,245)	(5,563)
Gain / (Loss) on sale of assets held for sale	-	-	-	-
Other operating income	108	229	-	1,230
<b>Operating Profit / (Loss)</b>	<b>(20,756)</b>	<b>(18,284)</b>	<b>(5,076)</b>	<b>(7,288)</b>
Other charges	(19,116)	-	(426)	-
Finance cost	(9,406)	(6,914)	(3,022)	(4,575)
<b>Profit / (Loss) before taxation</b>	<b>(49,278)</b>	<b>(25,198)</b>	<b>(8,524)</b>	<b>(11,863)</b>
Taxation	9,006	608	-	1,196
<b>Gain / (Loss) after taxation</b>	<b>(40,272)</b>	<b>(24,590)</b>	<b>(8,524)</b>	<b>(10,667)</b>
<b>Loss attributable to:</b>				
- Owners of the Holding company	-	-	-	-
- Non-controlling interest	-	-	-	-
<b>Loss for the period</b>	<b>(40,272)</b>	<b>(24,590)</b>	<b>(8,524)</b>	<b>(10,667)</b>
<b>Loss per share - basic and diluted</b>	<b>(7.39)</b>	<b>(4.51)</b>	<b>(1.56)</b>	<b>(1.96)</b>

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

  
Muhammad Anis Mianoor  
Chief Executive

  
Amin Khanani  
Director

  
Syed Muhammad Shahid  
Chief Financial Officer

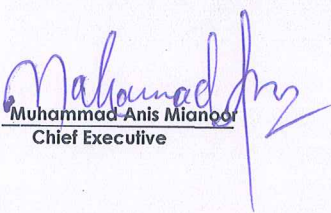


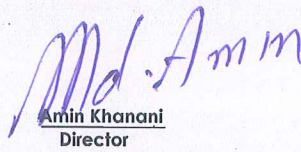
**JOHNSON & PHILLIPS (PAKISTAN) LIMITED**

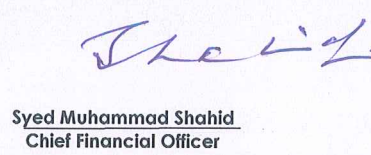
CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2020

	Nine months period ended March 31		Quarter ended 31	March
	2020	2019	2020	2019
	-----Rupees in thousand-----		-----Rupees in thousand-----	
Loss after taxation	(40,272)	(24,590)	(8,524)	(10,667)
Other comprehensive income	-	-	-	-
<b>Total comprehensive loss</b>	<b>(40,272)</b>	<b>(24,590)</b>	<b>(8,524)</b>	<b>(10,667)</b>

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

  
Muhammad Anis Mianoor  
Chief Executive

  
Amin Khanani  
Director

  
Syed Muhammad Shahid  
Chief Financial Officer

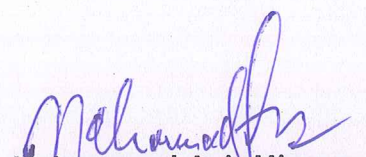


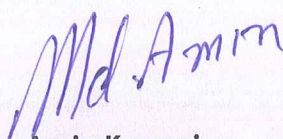
**JOHNSON & PHILLIPS (PAKISTAN) LIMITED**

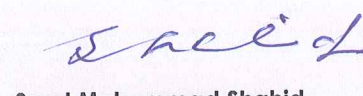
Condensed Interim Consolidated Statement of Cash Flow - Un-Audited  
For The Nine Months Period Ended March 31, 2020

	March 31 2020	March 31 2019
Note	(Rupees in thousand)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit / (Loss) before taxation</b>	<b>(49,278)</b>	<b>(25,198)</b>
<b>Adjustments for:</b>		
Depreciation	5,971	2,648
Provision for obsolete / slow moving stock	1,956	-
Provision for doubtful debts	70	-
Provision for doubtful advances	514	-
Provision for sales tax refunds	7,401	-
Gain / (Loss) on disposal of held offr sale assets	-	-
Finance cost	9,406	6,914
	<b>25,318</b>	<b>9,562</b>
<b>Operating (Loss) / Profit before working capital changes</b>	<b>(23,960)</b>	<b>(15,636)</b>
<b>Decrease in current assets</b>		
Stock-in-trade	-	(1,755)
Trade debts	95	(45)
Loans, advances and prepayments	(563)	(402)
Sales tax refundable	(79)	-
	<b>(547)</b>	<b>(2,202)</b>
<b>Decrease / (increase) in current liabilities</b>		
Trade and other payables	(57,118)	5,494
<b>Net cash from operations</b>	<b>(81,625)</b>	<b>(12,344)</b>
Taxes paid	(29)	(114)
Gratuity paid	-	-
Finance cost paid	(16)	(6,914)
	<b>(45)</b>	<b>(7,028)</b>
<b>Net cash used in operating activities</b>	<b>(81,670)</b>	<b>(19,372)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure incurred	-	(55)
Sale proceed from disposal of fixed assets	-	1,128
<b>Net cash generated from/(used in) investing activities</b>	<b>-</b>	<b>1,073</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from long term borrowing	-	13,879
Short term borrowings obtained	83,400	-
Short term borrowing repaid to bank	-	-
Short term borrowing repaid to holding company	-	-
	<b>83,400</b>	<b>13,879</b>
<b>Net decrease in cash and cash equivalents</b>	<b>1,730</b>	<b>(4,420)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>219</b>	<b>4,556</b>
<b>Cash and cash equivalents at end of the period</b>	<b>1,949</b>	<b>136</b>

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

  
**Muhammad Anis Mianoor**  
Chief Executive

  
**Amin Kanani**  
Director

  
**Syed Muhammad Shahid**  
Chief Financial Officer



**JOHNSON & PHILLIPS (PAKISTAN) LIMITED**

Condensed Interim Consolidated Statement Of Changes In Equity - Un-Audited  
For The Nine Months Ended March 31, 2020

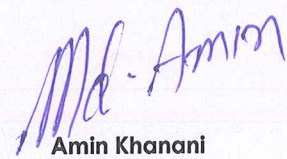
	Capital Reserve			Revenue Reserve		Total
	Issued, subscribed and paid-up capital	Capital Share Premium	Surplus on Revaluation	General	Unappropriated loss	
	(Rupees in thousand)					
Balance as at July 01, 2018	54,500	29,727	-	23,073	(349,328)	(242,028)
Total comprehensive loss for the period						
Loss after taxation for the period	-	-	-	-	(24,590)	(24,590)
Transfer from surplus on revaluation of property, plant and equipments	-	-	-	-	3,418	3,418
Balance as at March 31, 2019	54,500	29,727	-	23,073	(370,500)	(263,200)
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	-	-	-	-	(40,272)	-
Transfer from surplus on revaluation of property, plant and equipments	-	-	(5,098)	-	5,098	-
Balance as at March 31, 2020	54,500	29,727	452,798	23,073	(455,204)	145,166

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




Muhammad Anis Mianoor

Chief Executive



Amin Khanani

Director



Syed Muhammad Shahid

Chief Financial Officer



**JOHNSON & PHILLIPS (PAKISTAN) LIMITED**

Condensed Interim Consolidated Notes To The Financial Statements - Un-Audited

For The nine Months Period Ended March 31, 2020

**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 under the replaced company Act, 1913 (now the Company Act, 2017). Its shares are quoted on Pakistan Stock Exchange Limited - PSX. However, trading in the shares of the Company is suspended and the Company has been placed on the Defaulters' Segment by the PSX w.e.f. November 15, 2019 due to the non-compliance of certain provisions of the PSX Rule Books

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 March 31, 2020 stand at Rs. 455.204 million (June 30, 2019: Rs. 420.030 million) resulting in a positive equity of Rs. 104.894 million (June 30, 2019: Rs. 145,166 million) and as at that date the Group's current liabilities exceeded its current assets by Rs. 352.851 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 March 31 2020 (Rupees in thousand)	Audited June 30 2019	
<b>Owned</b>			
Opening written down value	467,184	475,145	467,184
Additions	-	-	-
Depreciation	(5,971)	(7,961)	(3,606)
Closing written down value	<u>461,213</u>	<u>467,184</u>	<u>463,578</u>

**5 CONTINGENCIES AND COMMITMENTS****5.1 Contingencies****5.1.1 a) Guarantees**

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

Guarantees against performance bond

	Un-audited September 30 2019 (Rupees in thousand)	Audited June 30 2019
	<u>1,657</u>	<u>1,657</u>



### 3rd. Quarterly Accounts (Un-Audited) March 31. 2020

#### 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 March 31, 2020. (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	1,800	1,200
Payment of contribution provident fund trust	74	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 August 12, 2020 by the Board of Directors of the Holding Company.

#### 8 GENERAL

Figures have been rounded off to the nearest thousand rupee.

Muhammad Anis Mianoo

Chief Executive

Amin Khanani

Director

Syed Muhammad Shahid

Chief Financial Officer