

**SYSTEMS LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2020**

		<u>Un-audited</u>	<u>Audited</u>
		<b>30 June</b>	<b>31 December</b>
		<b>2020</b>	<b>2019</b>
<b>ASSETS</b>	<b>Note</b>	<b>Rupees</b>	<b>Rupees</b>
<b>Non-current assets</b>			
Property and equipment	6	<b>1,442,544,558</b>	1,416,645,016
Right-of-use assets		<b>127,627,803</b>	145,860,345
Intangibles		<b>30,655,730</b>	38,657,318
Long term investments	7	<b>272,073,167</b>	271,973,167
Advance against purchase of land		<b>55,978,420</b>	28,750,000
Long term deposits		<b>47,887,512</b>	51,939,797
		<b>1,976,767,190</b>	1,953,825,643
<b>Current assets</b>			
Contract assets		<b>517,501,786</b>	374,709,876
Trade debts	8	<b>2,071,038,182</b>	1,799,468,312
Loans and advances	9	<b>378,260,489</b>	328,160,020
Trade deposits and short term prepayments		<b>209,315,398</b>	190,205,049
Interest accrued		<b>15,791,548</b>	2,491,952
Short term investments	10	<b>1,907,000,000</b>	780,000,000
Tax refunds due from the Government		<b>212,556,675</b>	192,799,516
Cash and bank balances	11	<b>685,770,780</b>	1,095,555,314
		<b>5,997,234,858</b>	4,763,390,039
<b>TOTAL ASSETS</b>		<b>7,974,002,048</b>	6,717,215,682
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
Authorized share capital 200,000,000 (31 December 2019: 200,000,000) ordinary shares of Rs. 10/- each		<b>2,000,000,000</b>	2,000,000,000
Issued, subscribed and paid up share capital	12	<b>1,245,154,680</b>	1,235,202,990
Capital reserves		<b>706,608,275</b>	591,119,759
Revenue reserve: Un-appropriated profit		<b>4,143,413,137</b>	3,390,143,582
		<b>6,095,176,092</b>	5,216,466,331
<b>Non-current liabilities</b>			
Long term loan	13	<b>144,727,968</b>	-
Long term advances		<b>43,757,006</b>	26,868,774
Lease liabilities		<b>112,058,267</b>	129,188,921
Deferred grant		<b>5,324,431</b>	-
		<b>305,867,672</b>	156,057,695
<b>Current liabilities</b>			
Trade and other payables		<b>604,107,535</b>	534,812,425
Unclaimed dividend		<b>13,343,599</b>	8,345,525
Contract liabilities		<b>99,347,379</b>	104,154,979
Short term borrowings		<b>750,000,000</b>	650,000,000
Mark-up accrued on short term borrowings		<b>5,210,376</b>	4,873,969
Current portion of long term loan		<b>49,313,455</b>	-
Current portion of long term advances		<b>8,424,049</b>	13,220,163
Current portion of lease liabilities		<b>32,310,201</b>	29,284,595
Current portion of deferred grant		<b>10,901,690</b>	-
		<b>1,572,958,284</b>	1,344,691,656
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>7,974,002,048</b>	6,717,215,682

**CONTINGENCIES AND COMMITMENTS**

15

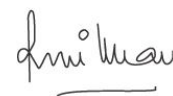
The annexed notes from 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.



(CHAIRMAN)



(CHIEF EXECUTIVE OFFICER)



(CHIEF FINANCIAL OFFICER)

**SYSTEMS LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2020**

Note	Six Months Ended		Three Months Ended		
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	
	Rupees	Rupees	Rupees	Rupees	
Revenue from contracts with customers - net	16	<b>3,388,593,868</b>	2,478,612,319	<b>1,764,499,867</b>	1,361,591,428
Cost of revenue		<b>(2,230,360,450)</b>	(1,654,094,814)	<b>(1,122,557,463)</b>	(919,829,309)
<b>Gross profit</b>		<b>1,158,233,418</b>	824,517,505	<b>641,942,404</b>	441,762,119
Distribution expenses		<b>(58,305,812)</b>	(48,185,378)	<b>(21,194,304)</b>	(24,731,968)
Administrative expenses		<b>(263,887,643)</b>	(212,519,243)	<b>(115,811,302)</b>	(113,002,232)
Other operating expenses		<b>(16,881,525)</b>	(63,127,537)	<b>(2,451,983)</b>	(59,180,902)
		<b>(339,074,980)</b>	(323,832,158)	<b>(139,457,589)</b>	(196,915,102)
<b>Operating profit</b>		<b>819,158,438</b>	500,685,347	<b>502,484,815</b>	244,847,017
Other income		<b>252,178,933</b>	307,970,370	<b>41,977,049</b>	268,262,003
Finance costs		<b>(20,875,977)</b>	(16,096,520)	<b>(11,493,017)</b>	(12,345,051)
<b>Profit before taxation</b>		<b>1,050,461,394</b>	792,559,197	<b>532,968,847</b>	500,763,969
Taxation		<b>(21,104,728)</b>	(13,356,048)	<b>(12,094,031)</b>	(8,123,308)
<b>Profit for the period</b>		<b>1,029,356,666</b>	779,203,149	<b>520,874,816</b>	492,640,661
<b>Earnings per share</b>					
Basic earnings per share	17	<b>8.32</b>	6.31	<b>4.19</b>	3.99
Diluted earnings per share		<b>8.20</b>	6.27	<b>4.13</b>	3.97

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(CHIEF FINANCIAL OFFICER)

**SYSTEMS LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2020 (UNAUDITED)**

		<b>Unaudited 30 June 2020</b>	<b>Audited 31 December 2019</b>
<b>ASSETS</b>	<b>Note</b>	<b>Rupees</b>	<b>Rupees</b>
<b>Non-current assets</b>			
Property and equipment	6	1,457,338,754	1,432,463,695
Intangible	7	197,491,170	186,746,196
Long term deposits		55,518,614	54,945,797
Advance against purchase of land		55,978,420	28,750,000
Right-of-use asset		127,627,803	145,860,345
		<u>1,893,954,761</u>	<u>1,848,766,033</u>
<b>Current assets</b>			
Contract assets		668,711,676	517,883,251
Trade debts	8	1,900,288,207	1,749,074,142
Loans and advances	9	123,905,363	145,239,392
Trade deposits and short term prepayments	10	750,403,558	428,329,620
Interest accrued		15,791,548	2,491,952
Other receivables	11	176,556,387	180,821,432
Short term investments	12	1,907,000,000	780,000,000
Tax refunds due from the Government		251,691,507	209,458,326
Cash and bank balances	13	1,430,106,632	1,516,152,353
		<u>7,224,454,879</u>	<u>5,529,450,468</u>
<b>TOTAL ASSETS</b>		<u><u>9,118,409,640</u></u>	<u><u>7,378,216,501</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
Authorized share capital			
200,000,000 (2019: 200,000,000) ordinary shares of Rs.10 each		<u>2,000,000,000</u>	<u>2,000,000,000</u>
Issued, subscribed and paid up share capital	14	1,245,154,680	1,235,202,990
Capital and reserves		790,942,225	640,362,515
Unappropriated profits		4,477,546,125	3,674,024,548
		<u>6,513,643,030</u>	<u>5,549,590,053</u>
<b>Non-controlling interest</b>		<u>377,402,185</u>	<u>(20,655,613)</u>
		6,891,045,216	5,528,934,440
<b>Non-current liabilities</b>			
Long term advances		43,757,006	28,652,726
Long term loan	15	144,727,968	-
Lease Liability		112,058,267	129,188,921
Deferred grant		5,324,431	-
Provision for gratuity		39,924,927	8,871,314
		<u>345,792,599</u>	<u>166,712,961</u>
<b>Current liabilities</b>			
Trade and other payables	16	801,522,276	790,421,805
Unclaimed Dividend		13,343,599	8,345,525
Contract Liabilities		106,910,914	164,423,043
Mark-up accrued on short term borrowings		1,182,987	4,873,969
Short term borrowings	17	857,662,655	672,000,000
Current portion of lease liability		32,310,201	29,284,595
Current portion of long term loan		49,313,455	-
Current portion of long term advances		8,424,049	13,220,163
Current portion of deferred grant		10,901,690	-
		<u>1,881,571,825</u>	<u>1,682,569,100</u>
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<u><u>9,118,409,640</u></u>	<u><u>7,378,216,501</u></u>
<b>CONTINGENCIES AND COMMITMENTS</b>	19		

The annexed notes from 1 to 27 form an integral part of this condensed interim financial information.

(CHAIRMAN)

(CHIEF EXECUTIVE OFFICER)

(CHIEF FINANCIAL OFFICER)

**SYSTEMS LIMITED**  
**CONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT**  
**FOR THE SIX MONTHS ENDED 30 JUNE 2020 (UNAUDITED)**

	Note	Six Months Ended		Three Months Ended	
		30 June	30 June	30 June	30 June
		2020	2019	2020	2019
		Rupees	Rupees	Rupees	Rupees
Revenue from contract with customers - net		4,559,370,645	3,580,778,430	2,327,520,037	1,979,536,539
Cost of sales		3,131,000,069	2,477,916,571	1,548,821,011	1,363,489,661
Gross profit		1,428,370,576	1,102,861,859	778,699,026	616,046,878
Distribution expenses		105,594,843	95,484,319	25,121,025	50,417,950
Administrative expenses		413,850,583	321,590,760	195,259,938	174,278,015
Other operating expenses	20	28,977,770	67,008,726	23,839,529	57,141,775
		548,423,196	484,083,805	244,220,492	281,837,741
Other income		235,733,088	294,009,653	33,075,801	259,457,199
Operating profit		1,115,680,468	912,787,707	567,554,335	593,666,337
Finance cost		24,279,452	19,791,671	13,082,299	14,315,782
Profit before taxation		1,091,401,017	892,996,036	554,472,037	579,350,555
Taxation		23,737,171	14,809,628	13,616,466	8,961,554
Profit after taxation		1,067,663,846	878,186,408	540,855,571	570,389,001
Attributable to:					
Equity holders of the parent		1,079,608,688	885,312,326	546,997,871	572,983,599
Non-controlling interest		(11,944,843)	(7,125,918)	(6,142,302)	(2,594,598)
		1,067,663,846	878,186,408	540,855,570	570,389,001
Earnings per share:					
Basic earnings per share	21	8.73	7.61	4.37	4.91
Diluted earnings per share	22	8.61	7.57	4.31	4.87

The annexed notes from 1 to 27 form an integral part of this condensed interim financial information.

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