

**CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE HALF YEAR ENDED
31 DECEMBER 2020
(UN-AUDITED)**

**GOC (PAK) LIMITED
SIALKOT**

CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Khawar Anwar Khawaja (Chief Executive)
Mr. Khurram Anwar Khawaja (Chairman)
Mr. Muhammad Tahir Butt
Mrs. Nuzhat Khawar Khawaja
Mr. Ameer Khawar Khawaja
Mr. Omer Khawar Khawaja
Dr. Aamir Matin
Syed Zahoor Hassan

AUDIT COMMITTEE

Syed Zahoor Hassan
Mr. Khurram Anwar Khawaja
Mr. Omer Khawar Khawaja

HUMAN RESOURCE AND REMUNERATION COMMITTEE

Syed Zahoor Hassan
Mr. Khawar Anwar Khawaja
Mr. Khurram Anwar Khawaja

CORPORATE SECRETARY / CFO

Arfan Shahzad

HEAD OF INTERNAL AUDIT

Asif Asghar

AUDITORS

Tabussum Saleem & Company
Chartered Accountants
Office # 1, 3rd Floor, Madina Heights
87-E, Maulana Shaukat Ali Road
Johar Town, Lahore - Pakistan
Phone: 042-35173258 - 35173260
E-mail: atabussum@yahoo.com

REGISTERED OFFICE AND WORKS

Small Industries Estate
Sialkot 4 - Pakistan
Phone: 052-3555338, 3563051-52
Fax: 052- 3551252, 3553609
E-mail: info@gocpak.com
Web: www.gocpak.com

SHARE REGISTRARS

CorpTec Associates (Pvt) Limited
Share Registrar & Corporate Consultants
503 – E, Johar Town, Lahore
Phone: 042-35170336-37
Fax: 042- 35170338

DIRECTORS' REPORT

It gives me great pleasure to present, on behalf of the Board of Directors, the condensed interim financial information (un-audited) for the quarter and half year ended 31 December 2020 together with the review report of the statutory auditors.

The sales for the half year have decreased by 30.92% to Rupees 68.679 million as against Rupees 99.420 million for the corresponding period. Company earned gross profit of Rupees 18.421 million as compared to Rupees 32.419 million for the corresponding period. Loss per share was Rupees (1.38) as compared to Rupees (1.57) for the corresponding period. There is decreasing trend in the sales of wooden hockey sticks, composite hockey sticks, cricket balls and other products in the export and in the local sales of cricket balls. In future we expect decrease in our export of all items mainly due to COVID-19.

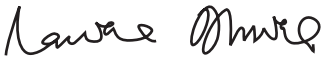
The share of loss of associated company, Grays Leasing Limited, was recorded at Rupees (0.004) million against profit of Rupees 0.400 million for the corresponding period.

The Company has continued to focus on reassessing the changing needs of the markets and investing in product quality and innovation.

Keeping in view the present market situation the directors are satisfied with the results and express their commitment and are confident of further improvements in the business of the company.

The Board places on record its profound gratitude for its valued shareholders and customers, whose cooperation, continued support and patronage have enabled the company to strive for constant improvement. During the period under review, relations between the management and employees remained cordial and we wish to place on record our appreciation for the dedication, perseverance and diligence of the staff and workers of the company.

For and on behalf of the Board



Khawar Anwar Khawaja
Chief Executive

Sialkot: 23 February 2021

ڈائریکٹرز رپورٹ

مجھے بورڈ آف ڈائریکٹرز کی جانب سے 31 دسمبر 2020 کو ختم ہونے والی سہ ماہی اور آدھے سال کے غیر آڈٹ شدہ (قانونی آڈیٹرز کے محدود جائزہ لینے کے بعد) اکاؤنٹس پیش کرتے ہوئے خوشی محسوس ہو رہی ہے۔

اس عرصہ کے دوران فروخت پچھلے سال کے مقابلے میں 30.92% کمی کے بعد 68.679 ملین روپے رہی جو کہ پچھلے سال 99.420 ملین روپے تھی۔ کمپنی کو اس عرصہ کے دوران گراس پرافٹ 18.421 ملین روپے رہا جو کہ مقابلیتاً پچھلے اسی عرصہ کے دوران 32.419 ملین روپے تھا۔ فی شخص خسارہ (1.38) روپے فی شیئر رہا جو کہ پچھلے سال انہی چھ ماہ کے دوران (1.57) روپے فی شیئر نقصان تھا۔ ان چھ ماہ کے دوران لکڑی اور کپڑوں ہاکی - کرکٹ بال اور دیگر مصنوعات کی اندرون اور بیرون ملک میں فروخت کمی کا رجحان رہا۔ مستقبل میں ہم COVID-19 کی وجہ سے اپنی برآمدات میں کمی کا رجحان دیکھ رہے ہیں۔

ایسوسی ایٹ کمپنی گریزنگ کا نقصان (0.004) ملین روپے رہا جو کہ مقابلیتاً پچھلے سال اسی عرصہ کے دوران 0.400 ملین روپے منافع تھا۔

کمپنی مصنوعات کے معیار، جدت طرازی اور مارکیٹ کے بدلتے ہوئے رجحانات پر مسلسل نظر رکھے ہوئے ہے۔ مارکیٹ کی موجودہ صورت حال دیکھتے ہوئے ڈائریکٹرز کمپنی کی کارکردگی سے مطمئن ہیں اور کمپنی کے کاروبار میں مزید بہتری کے لیے پرامید ہیں۔ بورڈ اپنے قابل قدر حصص داران اور گاہکان کا تہہ دل سے مشکور ہے جن کے تعاون، مسلسل حمایت اور سرپرستی کی وجہ سے کمپنی مسلسل بہتری کی کوشش کر رہی ہے۔

زیر جائزہ عرصہ کے دوران انتظامیہ اور ملازمین کے تعلقات خوشگوار رہے اور ہم کمپنی کے تمام سٹاف ممبرز اور کارکنان کے لیے ان کی لگن، ہمت اور تنہی سے کام کرنے پر شکر گزار ہیں

بحکم بورڈ

Lawrence Mune

خاور انور خواجہ

چیف ایگزیکٹو

سیالکوٹ: 23 فروری 2021

TABUSSUM SALEEM & CO.

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITORS' REVIEW REPORT

**TO THE MEMBERS OF GOC (PAK) LIMITED
REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS**

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **GOC (PAK) LIMITED** as at December 31, 2020 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows, and notes to the financial statements for the six month period then ended (herein-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim statement of profit or loss and other comprehensive income for the quarters ended December 31, 2020 and 2019 have not been reviewed, and we do not express a conclusion on them as we are required to review only the cumulative figures for the half year ended December 31, 2020.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements as of and for the six month ended December 31, 2020 is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the audit resulting in this independent auditor's report is Mrs. Saira mudassar (FCA)

TABUSSUM SALEEM & CO.
Chartered Accountants



Place: Lahore
Date: February 16, 2021

Office # 1, 3rd Floor, Madina Heights 87-E, Maulana Shaukat Ali Road, Johar Town, Lahore - Pakistan.
Tel: 042-35173258, 35173260 E-mail: matabussum@yahoo.com

CONDENSED INTERIM FINANCIAL INFORMATION

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2020

		Un-audited 31 December 2020	Audited 30 June 2020
	Note	Rupees	Rupees
NON-CURRENT ASSETS			
Property, plant and equipment	4	77,394,384	80,100,360
Long term investments	5	23,885,210	24,038,810
Long term deposits		1,185,084	1,185,084
		<u>102,464,678</u>	<u>105,324,254</u>
CURRENT ASSETS			
Stores, spare parts and loose tools		1,590,906	1,168,501
		149,657,549	139,420,186
Trade debts		5,894,966	61,406,688
Advances		14,172,971	15,138,887
Trade deposits and short term prepayments		1,963,765	4,906,379
Other receivables		20,816,716	22,726,006
Cash and bank balances		44,231,057	47,819,533
		<u>238,327,930</u>	<u>292,586,180</u>
CURRENT LIABILITIES			
Trade and other payables		13,624,358	53,299,253
Unclaimed dividend		1,124,684	1,102,635
		<u>14,749,042</u>	<u>54,401,888</u>
NET ASSETS			
		<u><u>326,043,566</u></u>	<u><u>343,508,546</u></u>
REPRESENTED BY:			
Share capital and reserves			
Authorized share capital			
10,000,000 (30 June 2020: 10,000,000) ordinary shares of Rupees 10 each		<u>100,000,000</u>	<u>100,000,000</u>
Issued, subscribed and paid up share capital			
7,349,341 (30 June 2020: 7,349,341) ordinary shares of Rupees 10 each		73,493,410	73,493,410
Reserves			
		252,550,156	270,015,136
Total equity		<u><u>326,043,566</u></u>	<u><u>343,508,546</u></u>

Contingencies and commitments

6

The annexed notes form an integral part of these condensed interim financial statements.


KHAWAR ANWAR KHAWAJA
 CHIEF EXECUTIVE


MUHAMMAD TAHIR BUTT
 DIRECTOR


ARFAN SHAHZAD
 CFO

GOC (PAK) LIMITED
SIALKOT

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2020

	Note	Half Year Ended		Quarter Ended	
		31 December 2020	31 December 2019	31 December 2020	31 December 2019
		Rupees	Rupees	Rupees	Rupees
Sales		68,678,852	99,420,277	20,444,178	58,480,530
Cost of sales	7	(50,257,833)	(67,001,442)	(18,140,371)	(40,012,565)
Gross profit		18,421,019	32,418,835	2,303,807	18,467,965
Distribution cost		(4,763,907)	(5,919,369)	(2,242,622)	(3,244,103)
Administrative expenses		(22,993,432)	(37,196,278)	(10,911,685)	(26,315,574)
Other expenses		(231,862)	(654,180)	(11,419)	(260,498)
		(27,989,201)	(43,769,827)	(13,165,726)	(29,820,175)
		(9,568,182)	(11,350,992)	(10,861,919)	(11,352,210)
Other income		1,982,685	1,803,012	884,893	754,257
Loss from operations		(7,585,497)	(9,547,980)	(9,977,026)	(10,597,953)
Finance cost		(580,139)	(399,386)	(96,082)	(189,293)
		(8,165,636)	(9,947,366)	(10,073,108)	(10,787,246)
Share of (loss) of associate		(3,540)	400,000	(376,574)	550,006
Loss before taxation		(8,169,176)	(9,547,366)	(10,449,682)	(10,237,240)
Taxation					
- Current		(1,796,403)	(1,845,607)	(476,689)	(596,370)
- Share of tax of associate		(188,048)	(160,000)	(80,256)	(74,720)
		(1,984,451)	(2,005,607)	(556,945)	(671,090)
Loss after taxation		(10,153,627)	(11,552,973)	(11,006,627)	(10,908,330)
Loss per share basic and diluted		(1.38)	(1.57)	(1.50)	(1.48)

The annexed notes form an integral part of these condensed interim financial statements.


KHAWAR ANWAR KHAWAJA
CHIEF EXECUTIVE


MUHAMMAD TAHIR BUTT
DIRECTOR


ARFAN SHAHZAD
CFO

CONDENSED INTERIM FINANCIAL INFORMATION

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited) FOR THE HALF YEAR ENDED 31 DECEMBER 2020

	Half Year Ended		Quarter Ended	
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Rupees	Rupees	Rupees	Rupees
LOSS AFTER TAXATION	(10,153,627)	(11,552,973)	(11,006,627)	(10,908,330)
OTHER COMPREHENSIVE INCOME / (LOSS)				
Items that will not be reclassified to profit or loss:				
Surplus / (Deficit) arising on remeasurement of investment at fair value through other comprehensive income	37,988	(8,559)	(13,467)	39,662
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Other comprehensive income / (loss) for the period	37,988	(8,559)	(13,467)	39,662
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD	<u>(10,115,639)</u>	<u>(11,561,532)</u>	<u>(11,020,094)</u>	<u>(10,868,668)</u>

The annexed notes form an integral part of these condensed interim financial statements.



KHAWAR ANWAR KHAWAJA
CHIEF EXECUTIVE



MUHAMMAD TAHIR BUTT
DIRECTOR



ARFAN SHAHZAD
CFO

GOC (PAK) LIMITED SIALKOT

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-audited) FOR THE HALF YEAR ENDED 31 DECEMBER 2020

	SHARE CAPITAL	RESERVES										TOTAL EQUITY
		CAPITAL				REVENUE			TOTAL RESERVES			
		Capital reserve	Fair value reserve FVOCI investment	Sub total	General reserve	Unappropriate d Profit	Sub total					
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	
Balance as at 30 June 2019 (Audited)	73,493,410	1,000,000	343,065	1,343,065	104,455,492	160,014,420	264,469,912	265,812,977	339,306,387			
Transaction with owners - Final dividend for the year ended 30 June 2019 @ Rupee 2.00 per share	-	-	-	-	-	-	-	-	-	-	-	
Loss for the period ended 31 December 2019	-	-	-	-	-	-	-	-	-	-	-	
Other comprehensive loss for the period ended 31 December 2019	-	-	(8,559)	(8,559)	-	-	-	-	(8,559)	(8,559)		
Total comprehensive loss for the period ended 31 December 2019	-	-	(8,559)	(8,559)	-	-	-	-	(11,561,532)	(11,561,532)		
Balance as at 31 December 2019 (Un-audited)	73,493,410	1,000,000	334,506	1,334,506	104,455,492	133,762,765	238,218,257	239,552,763	313,046,173			
Balance as at 30 June 2020 (Audited)	73,493,410	1,000,000	309,847	1,309,847	104,455,492	164,249,797	268,705,289	270,015,136	343,508,546			
Transaction with owners - Final dividend for the year ended 30 June 2020 @ Rupee 1.00 per share	-	-	-	-	-	-	-	-	-	-	-	
Loss for the period ended 31 December 2020	-	-	-	-	-	-	-	-	-	-	-	
Other comprehensive income for the period ended 31 December 2020	-	-	-	-	-	-	-	-	-	-	-	
Total comprehensive loss for the period ended 31 December 2020	-	-	37,988	37,988	-	-	-	-	37,988	37,988		
Balance as at 31 December 2020 (Un-audited)	73,493,410	1,000,000	347,835	1,347,835	104,455,492	146,746,829	251,202,321	252,550,156	326,043,566			

The annexed notes form an integral part of these condensed interim financial statements.


KHAWAR ANWAR KHAWAJA
CHIEF EXECUTIVE


MUHAMMAD TAHIR BUTT
DIRECTOR


ARFAN SHAHZAD
CFO


CONDENSED INTERIM FINANCIAL INFORMATION

CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited) FOR THE HALF YEAR ENDED 31 DECEMBER 2020

	31 December 2020	31 December 2019
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(8,169,176)	(9,547,366)
Adjustment for:		
Depreciation on property, plant and equipment	3,986,305	3,979,896
Profit on deposit accounts	(1,953,901)	(1,774,272)
Dividend income	(11,550)	(11,550)
Share of loss of associated company	3,540	(400,000)
Gain on disposal of property, plant and equipment	(17,234)	(17,190)
Finance cost	580,139	399,386
	2,587,299	2,176,270
Net cash used in operating activities before working capital changes	(5,581,877)	(7,371,096)
Decrease / (increase) in current assets		
Stores, spare parts and loose tools	1,168,501	(141,933)
Stock in trade	(11,828,269)	(17,661,940)
Trade debts	55,511,722	38,737,426
Advances	(2,540,493)	9,590,659
Trade deposits and short term prepayments	2,942,614	(767,476)
Other receivables	1,940,033	(778,340)
	47,194,108	28,978,396
Decrease in current liabilities		
Trade and other payables	(39,681,306)	(7,820,259)
Cash generated from operations	1,930,925	13,787,041
Finance cost paid	(580,139)	(399,386)
Income tax refunded / (paid)	1,716,417	(2,536,242)
Net cash generated from operating activities	3,067,203	10,851,413
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure on property, plant and equipment	(1,352,395)	(12,420,585)
Proceeds from disposal of property, plant and equipment	89,300	40,000
Profit on disposal accounts received	1,923,158	1,779,949
Dividend income	11,550	11,550
Net cash from / (used in) investing activities	671,613	(10,589,086)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(7,327,292)	(14,528,389)
Net cash used in financing activities	(7,327,292)	(14,528,389)
Net decrease in cash and cash equivalents	(3,588,476)	(14,266,062)
Cash and cash equivalents at the beginning of the period	47,819,533	39,028,535
Cash and cash equivalents at the end of the period	44,231,057	24,762,473

The annexed notes form an integral part of these condensed interim financial statements.


KHAWAR ANWAR KHAWAJA
CHIEF EXECUTIVE


MUHAMMAD TAHIR BUTT
DIRECTOR


ARFAN SHAHZAD
CFO

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2020

1. THE COMPANY AND ITS OPERATIONS

GOC (Pak) Limited was incorporated in Pakistan on 02 June 1964 as a private Company limited by shares under the Companies Act, 1913 (Now Companies Act, 2017) and converted into a public limited Company on 17 April 1986. The Company's shares are quoted on Pakistan Stock Exchange Limited. The registered office of the Company is situated at Small Industries Estate, Sialkot. The Company is engaged in manufacturing and sale of hockey sticks, cricket ball and other quality sports goods.

2. BASIS OF PREPARATION

- 2.1** These condensed interim financial statements have been prepared in accordance with the accounting and reporting standard as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting 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 requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 2.2** These condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2020. These condensed interim financial statements are un-audited, however, have been subjected to limited scope review by the auditors and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

3. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of these condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2020.

3.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the 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 expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2020.

CONDENSED INTERIM FINANCIAL INFORMATION

	Un-audited 31 December 2020	Audited 30 June 2020
4. PROPERTY, PLANT AND EQUIPMENT	Rupees	Rupees
Operating fixed assets (Note 4.1)	57,537,633	60,243,609
Capital work-in-progress (Note 4.2)	19,856,751	19,856,751
	<u>77,394,384</u>	<u>80,100,360</u>
4.1 Operating fixed assets		
Opening book value	60,243,609	58,523,546
Add: Cost of additions during the period / year (Note 4.1.1)	1,352,395	10,873,097
Less: Book value of deletions during the period / year (Note 4.1.2)	(72,066)	(1,054,900)
Less: Depreciation charge for the period / year	(3,986,305)	(8,098,134)
Closing book value	<u>57,537,633</u>	<u>60,243,609</u>
4.1.1 Cost of additions during the period / year		
Factory building on freehold land	670,445	-
Plant and machinery	-	4,182,297
Electric installations	-	28,500
Vehicles	412,000	6,592,300
Computers	269,950	-
Security arms	-	70,000
	<u>1,352,395</u>	<u>10,873,097</u>
4.1.2 Book value of deletions during the period / year		
Vehicle	72,066	1,054,900
	<u>72,066</u>	<u>1,054,900</u>
4.2 Capital work-in-progress		
Building	19,856,751	19,856,751
	<u>19,856,751</u>	<u>19,856,751</u>

GOC (PAK) LIMITED
SIALKOT

	Un-audited 31 December 2020 Rupees	Audited 30 June 2020 Rupees
5. LONG TERM INVESTMENTS		
Under equity method (Note 5.1)	23,527,160	23,718,748
Fair value through other comprehensive income (FVTOCI) (Note 5.2)	358,050	320,062
	<u>23,885,210</u>	<u>24,038,810</u>
5.1 Under equity method		
Grays Leasing Limited - associated company		
7,999,999 (30 June 2020: 7,999,999) ordinary shares of Rupees 10 each		
equity held 37.21% (30 June 2020: 37.21%)		
Share in net assets at the beginning of the period / year	23,718,748	25,104,405
Add: Share in (loss) / profit before taxation for the period / year	(3,540)	(1,096,569)
Share in taxation for the period / year	(188,048)	(343,701)
Share in other comprehensive income / (loss) for the period / year	-	54,613
	<u>(191,588)</u>	<u>(1,385,657)</u>
Share in net assets at the end of the period / year	<u>23,527,160</u>	<u>23,718,748</u>
5.1.1 Grays Leasing Limited is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017) on 31 August 1995. Its shares are listed on Pakistan Stock Exchange Limited. It is engaged in leasing business. The quoted fair value of investment of the Company in Grays Leasing Limited as on 31 December 2020 is Rupees 39,359,995 (30 June 2020: Rupees 26,639,997).		
5.2 Fair value through other comprehensive income (FVTOCI)		
Sitara Chemical Industries Limited		
1,155 (30 June 2020: 1,155) shares of Rupees 10 each	10,215	10,215
Add : Fair value adjustment (Note 5.2.1)	347,835	309,847
	<u>358,050</u>	<u>320,062</u>
5.2.1 Fair value adjustment		
Opening balance	309,847	343,065
Less: Surplus / (Deficit) arising on remeasurement	37,988	(33,218)
	<u>347,835</u>	<u>309,847</u>
6 CONTINGENCIES AND COMMITMENTS		
Commitments	<u>Nil</u>	<u>Nil</u>
Contingencies:		
Post dated cheques issued to Custom authorities amounting to Rupees 38.531 million (30 June 2020: Rupees 49.621 million).		

7. COST OF SALES

	Un-audited			
	Half Year Ended		Quarter Ended	
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Rupees	Rupees	Rupees	Rupees
Raw material consumed	26,599,798	31,681,995	15,658,605	22,642,129
Processing charges	2,532,660	3,912,334	2,057,380	2,345,237
Salaries, wages and other benefits	25,215,947	30,176,767	14,407,262	16,495,735
Stores, spare parts and loose tools consumed	456,002	865,275	183,993	270,106
Repair and maintenance	834,727	644,644	448,173	209,309
Fuel and power	2,407,249	3,717,102	1,209,774	1,740,157
Vehicles running	204,673	386,919	108,842	218,220
Insurance	405,918	449,679	205,131	239,207
Other factory overheads	165,023	191,373	33,785	59,468
Depreciation	1,599,235	1,536,069	981,091	943,583
	60,421,232	73,562,157	35,294,036	45,163,151
Work-in-process				
Opening stock	79,555,687	64,132,297	75,412,600	71,478,973
Closing stock	(71,217,591)	(70,541,374)	(71,217,591)	(70,541,374)
	8,338,096	(6,409,077)	4,195,009	937,599
Cost of goods manufactured	68,759,328	67,153,080	39,489,045	46,100,750
Finished goods				
Opening stock	28,442,975	52,174,656	25,595,796	46,238,109
Closing stock	(46,944,470)	(52,326,294)	(46,944,470)	(52,326,294)
	(18,501,495)	(151,638)	(21,348,674)	(6,088,185)
	50,257,833	67,001,442	18,140,371	40,012,565

8. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

(i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in these condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements At 31 December 2020	Level 1	Level 2	Level 3	Total
Rupees.....			
Financial assets				
Investment at fair value through other comprehensive income	358,050	-	-	358,050
Total financial assets	358,050	-	-	358,050

Recurring fair value measurements At 30 June 2020	Level 1	Level 2	Level 3	Total
Rupees.....			
Financial assets				
Investment at fair value through other comprehensive income	320,062	-	-	320,062
Total financial assets	320,062	-	-	320,062

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the period. Further, there was no transfer in and out of level 3 measurements.

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and trading and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

(ii) Valuation techniques used to determine fair values

Specific valuation techniques used to value financial instruments include the use of quoted market prices.

CONDENSED INTERIM FINANCIAL INFORMATION

9. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated companies, key management personnel and staff retirement fund. Detail of transactions with the related parties is as follows:

	Un-audited	
	Half Year Ended	
	31 December 2020	31 December 2019
	(Rupees in million)	
Associates		
Sale of goods	0.182	-
Processing charges	2.533	3.912
Purchase of goods	0.022	-
Others		
Remuneration of key management personnel	7.052	20.670
Contribution to provident fund trust	0.761	0.842

10. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2020.

11. DATE OF AUTHORIZATION

This condensed interim financial information was approved by the Board of Directors and authorized for issue on 23 February 2021.

12. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim statement of financial position and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made.

13. GENERAL

Figures have been rounded off to the nearest of Rupee unless otherwise stated.



KHAWAR ANWAR KHAWAJA
CHIEF EXECUTIVE



MUHAMMAD TAHIR BUTT
DIRECTOR



ARFAN SHAHZAD
CFO

www.jamapunji.pk

 **Jama Punji**
سرمایہ کاری سمجھداری کے ساتھ



**Be aware, Be alert,
Be safe**
Learn about investing at
www.jamapunji.pk

Key features:

-  Licensed Entities Verification
-  Scam meter*
-  Jamapunji games*
-  Tax credit calculator*
-  Company Verification
-  Insurance & Investment Checklist
-  FAQs Answered
-  Stock trading simulator
(based on live feed from KSE)
-  Knowledge center
-  Risk profiler*
-  Financial calculator
-  Subscription to Alerts (event notifications, corporate and regulatory actions)
-  Jamapunji application for mobile device
-  Online Quizzes

 Jama Punji is an Investor Education Initiative of Securities and Exchange Commission of Pakistan

 jamapunji.pk  [@jamapunji_pk](https://twitter.com/jamapunji_pk)

*Mobile apps are also available for download for android and ios devices

BOOK POST

UNDER
POSTAL
CERTIFICATE

If undelivered please return to:

GOC (Pak) Limited

Small Industries Estate, Sialkot 51310

E-mail: info@gocpak.com

Tel: (052) 3563051-3563052

Fax: (052) 3551252