



ANNUAL REPORT 2021



EVERY **JOURNEY**
HAS A **DESTINATION**



GERMAN TECHNOLOGY
TESTED IN JAPAN & EUROPE



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VISION

To be the leader in tyre technology by building the Company's image through quality improvement, competitive prices, customer's satisfaction and meeting social obligations.



MISSION

To endeavor to be the market leader by enhancing market share, consistently improving efficiency and the quality of our products.

To offer quality products at competitive prices to our customers.

To improve performance in all operating areas, so that profitability increases thereby ensuring growth for the Company and increasing return to the stakeholders.

To create a conducive working environment leading to enhanced productivity, job satisfaction and personal development of our employees.

To enhance productivity and continue discharging its obligation to environment by contributing to social welfare and adopting environmental friendly practices and processes to serve the society.





PURPOSE

Our purpose is to give people the freedom to achieve and reach their ultimate dream by embracing a journey that is smooth, safe and efficient. Thriving on a youthful spirit of advancement, we aim to turn words into actions, goals into realities and journeys into destinations.



MANIFESTO

THE GENERATION OF ACHIEVERS

Every new generation writes their own story,
and every story begins with a journey.
This journey is unique for everyone,
just like the destination...
It's how we get there that matters.

We, at General Tyre, have traveled this road before,
And we know how challenging it can be...
That's why we're here for you, the movers and the shakers,
Hand in hand with the ones who will build tomorrow.

We've been the partners of so many young achievers,
Ensuring for over 55 years that they always arrive at their destination.
Our tyres have been designed to fit any road conditions,
So, they can reach any of their goals in life.

Our experience makes us compete
with the best in the world,
Not only are we experts in our field,
But have continuously brought innovations
and technology in our products,
Making life for the doers always safer on wheels.

If you are one of them,
If you want to get somewhere in life,
Be sure that with us, you'll enjoy the journey to your dream.



EVERY **JOURNEY**
HAS A **DESTINATION**







THE NUMBER 1 TYRE BRAND



AUTOMOBILE INDUSTRY SURVEY
PEOPLES CHOICE CAR AWARDS



COMPANY PROFILE

Board of Directors*

Lt. Gen. (Retd.) Ali Kuli Khan Khattak
 Mr. Hussain Kuli Khan Chief Executive
 Mr. Ahmad Kuli Khan Khattak
 Mr. Adnan Ahmed
 Mr. Manzoor Ahmed
 Mrs. Shahnaz Sajjad Ahmad
 Syed Ahmed Iqbal Ashraf
 Mr. Umair Aijaz

Company Secretary

Mr. Yasir Ali Quraishi

Chief Financial Officer

Mr. Siraj A. Lawai

Board Audit Committee*

Mr. Ahmad Kuli Khan Khattak
 Mr. Manzoor Ahmed
 Syed Ahmed Iqbal Ashraf
 Mr. Umair Aijaz

Board Human Resource & Remuneration Committee*

Mr. Ahmad Kuli Khan Khattak
 Mr. Adnan Ahmed
 Mr. Hussain Kuli Khan
 Mr. Manzoor Ahmed
 Syed Ahmed Iqbal Ashraf

Auditors

A.F. Ferguson & Co.
 Chartered Accountants

Legal Advisor

Ahmed & Qazi Advocates & Legal Consultants

Share Registrar

CDC Share Registrar Services Limited.
 CDC House 99-B, Block-B, S.M.C.H.S.,
 Main Shahra-e-Faisal Karachi-74400
 Customer Support Services (Toll Free) 0800-CDCPL (23275)
 Fax: (92-21) 34326053, Email: info@cdcsrsl.com
 Website: www.cdcsrsl.com

* Sequence of names in alphabetical order

Major Bankers

Al-Baraka Bank Pakistan Limited
 Askari Bank Limited
 Bank Al-Falah Limited
 Dubai Islamic Bank Pakistan Limited
 Faysal Bank Limited
 Habib Bank Limited
 Habib Metropolitan Bank Limited
 Industrial and Commercial Bank of China Limited
 MCB Bank Limited
 National Bank of Pakistan
 Samba Bank Limited
 The Bank of Punjab
 United Bank Limited

Registered Office & Factory

H-23/2, Landhi Industrial Trading Estate,
 Landhi, Karachi.
 Phone : 021-35080172-81, 021-38020207-13
 UAN : 021-111 487 487
 Fax : 021-35081212, 021-35080171, 021-35084121
 Website : www.gtr.com.pk

Branch Offices

Lahore
 Plot No. 20,
 Shahrah-e-Fatima
 Jinnah, Lahore.
 Phone : 042-36308605-6
 Fax : 042-36300108

Multan

Plot No. 758-759/21,
 Khanewal Road, Multan
 Phone : 061-774407
 Fax : 061-774408

Islamabad

Plot No. 148-149,
 Khuda Baksh Road, Saraan,
 Kahuta, Industrial Triangle,
 Kahuta Road, Hummak
 Islamabad.
 Phone : 051 - 5971612-13
 Phone : 051 - 5971650
 Fax : 051 - 5971615

Customer Care & Service Centre

Lahore
 Plot No. 20, Shahrah-e-Fatima
 Jinnah, Lahore.
 Phone : 042-36308605-6
 Fax : 042-36308607



THE ONLY TYRE MANUFACTURED BY USING GERMAN TECHNOLOGY IN PAKISTAN.

Continuously innovating, German Technology, Tested in Japan & Europe allow us to produce a tyre designed for Endurance, Efficiency and Performance.



GERMAN TECHNOLOGY
TESTED IN JAPAN & EUROPE

REVIEW REPORT

It is my privilege and pleasure in presenting to the members of The General Tyre and Rubber Company of Pakistan Limited (the “Company”), review on the performance of the Company for the financial year ended June 30, 2021.

BUSINESS REVIEW

During the year, your Company achieved net sales of Rs. 13.92 billion, as compared to Rs. 8.79 billion in last year, depicting growth of 58% in value terms.

Better sales growth is mainly due to enhanced focus on replacement market (RM) coupled with gradual picking up of economic activity and lower availability of smuggled tyres. The RM segment has shown significant growth in almost all categories. The Company has increased its efforts on RM segment, while catering the requirements of Original Equipment Manufacturer (OEM) segment. Moreover, OEM sales, in particular farm and passenger car tyre sales, also improved from same period last year.

The export sales of the Company for the year was Rs. 190 million, grew by 56% from last year.

The gross profit for the year was Rs. 2.10 billion as compared to Rs. 1.05 billion last year. Better gross profit was mainly due to higher sales in replacement market, better product mix and price increase to offset the impact of inflation, increase in raw material and utilities prices, and other manufacturing cost.

The finance cost for the year was Rs. 504 million as compared to Rs. 849 million last year. Decrease in financial cost is mainly due to decrease in average interest rates as a result of decrease in discount rate by SBP.

The independent rating agency PACRA has upgraded Company's long-term rating to A+ and maintain company's short-term rating to A1 on August 10, 2021 after evaluating business / financial risk profile of the Company. This rating reflects reputable business profile and strong presence of the Company in the automobile and allied sector.

The Company has made significant investment in CAPEX over the period. Moreover, the Company has also arranged Temporary Economic Refinance Facility (TERF) as introduced by SBP for Balancing, Modernization and Rebalancing (BMR) of plant. It includes introduction of new designs and sizes across all segments.

The Company launched an extensive brand transformation campaign of “GTR” brand in quarter 4, 2021. Although this has resulted in higher promotional expense in quarter 4, but this campaign is necessary for the long-term sustainability and growth of the Company. Follow-up activities will continue in next year as well.

On June 4, 2021, the Honourable High Court of Sindh (“SHC”) through its judgement in respect of petitions pending against various versions of the law upheld the Sindh Development and Maintenance of Infrastructure Cess Act, 2017, whereby the SHC validated the recovery of Sindh Infrastructure Cess. The Company has filed an appeal in the Supreme Court of Pakistan along with several other companies. Without prejudice, the Company has made a provision of Rs. 250 million, on grounds of prudence, in these financial statements.

As a result of the factors mentioned above, profit after tax for the year was Rs. 573 million as compared to loss after tax of Rs. 332 million reported last year.

FUTURE PROSPECTS

In recent budget, Government has taken various measure to encourage higher production of local cars, in particular up to 1000 cc cars. We anticipate that this will result in positive momentum in automotive industry. Moreover, the Company is already supplying tyres to both Korean car manufacturers and is also in coordination with other new OEMs.

During the year, SBP has maintained the discount rate to 7%, which bode well for the Company both in terms of lower financial charges and increased auto financing that is helping better OEM offtake. Lower financing rates, coupled with the stability of exchange rate and sustainability of economic activity are key factors for future profitability of your Company.

Lately under invoicing has increased substantially, which is not only impacting local industry but also depriving Government of its due tax revenue. In August 2021, the Import Trade prices (ITP) of tyres were updated, last time, such exercise was carried out in 2018. This was necessary to reflect the impact of increase in raw material pricing. We hope that Government will continue its efforts to curb smuggling and ensure proper classification of tyres in appropriate categories of ITP. This will not only result in higher tax revenue for the Government but will also provide level playing field to the local industry and will be helpful in providing employment.

In last couple of months, raw material prices have increased significantly. This is mainly due to sudden increase in global demand post first wave of COVID and also because of containers shortage resulting in significant increase in sea freight. It is expected that the situation will gradually improve in next few months, however, if this continued then this may impact the local industry.

The Company is working on strategies to reduce cost and go for leaner production. Moreover, it is also working on new sizes and designs for both OEMs and Replacement market segments.

The Board offers thanks to its bankers and financial institutions for providing support, as solicited. The Board also appreciates the dedicated services rendered by the employees and the management in difficult economic time.

The Board would also like to thank all our OEMs and Replacement market customers for their patronage and loyalty with the Company's products.



On behalf of the Board of Directors

Karachi
August 26, 2021

سپریم کورٹ آف پاکستان میں اپیل دائر کی ہے۔ اس کے باوجود، کمپنی نے ان مالیاتی گوشوارے میں احتیاط کی بنیاد پر 250 ملین روپے درج کیے ہیں۔
اوپر دیئے گئے عوامل کی وجہ سے منافع بعد از محصول اس سال 573 ملین روپے رہا جو کہ پچھلے سال نقصان بعد از محصول 332 ملین روپے تھا۔

مستقبل کے امکانات

حالیہ بجٹ میں، حکومت نے مقامی کاروں، خاص طور پر 1000 سی سی کاروں کی زیادہ پیداوار کی حوصلہ افزائی کے لیے مختلف اقدامات کیے ہیں۔ ہم توقع کرتے ہیں کہ اس سے آٹوموٹیو انڈسٹری پر مثبت اثرات مرتب ہوں گے۔ مزید یہ کہ، کمپنی پہلے ہی دونوں کورین کار مینوفیکچررز کو ٹائز فراہم کر رہی ہے اور دیگر نئے OEMs کے ساتھ بھی ہم آہنگ ہے۔

سال کے دوران، اسٹیٹ بینک نے ڈسکاؤنٹ ریٹ کو 7 فیصد تک برقرار رکھا ہے، جو کمپنی کے لیے کم مالیاتی اخراجات اور آٹو فنانسنگ کے لحاظ سے بہتر ثابت ہو رہا ہے جو کہ OEM کو بہتر بنانے میں مدد دے رہا ہے۔ کم فنانسنگ ریٹس، اس کے سیکینج ریٹ کے استحکام اور معاشی سرگرمیوں کی پائیداری آپ کی کمپنی کے مستقبل کے منافع کے لیے اہم عوامل ہیں۔

حال ہی میں ٹائزوں کی انڈر انوائسنگ بہت بڑھ گئی ہے جو کہ ناصرف مقامی صنعت کو متاثر کر سکتی ہے بلکہ حکومت کی واجب الادا ٹیکس آمدنی کو بھی متاثر کر سکتی ہے۔ اگست 2021 میں، ٹائزوں کی امپورٹ ٹریڈ کی قیمتوں (ITP) کو اپڈیٹ کیا گیا، آخری بار 2018 میں اس طرح کی مشق کی گئی تھی۔ خام مال کی قیمتوں میں اضافے کے اثرات کو ظاہر کرنے کے لیے یہ ضروری تھا۔ ہم امید کرتے ہیں کہ حکومت اسمگلنگ کو روکنے کے لیے اپنی کوششیں جاری رکھے گی اور ITP کے مناسب زمرے میں ٹائزوں کی مناسب درجہ بندی کو یقینی بنائے گی۔ اس سے نہ صرف حکومت کو زیادہ ٹیکس کی آمدنی ملے گی بلکہ مقامی انڈسٹری کو لیول پلےنگ فیلڈ ملے گا اور روزگار فراہم کرنے میں بھی مدد ملے گی۔

پچھلے کچھ مہینوں میں خام مال کی قیمتوں میں خاصہ اضافہ ہوا ہے اس کی بنیادی وجہ COVID کی پہلی لہر کے بعد عالمی طلب میں اچانک اضافہ ہے اور کنٹینرز کی کمی کی وجہ سے بحری سامان کی ترسیل کی لاگت میں بھی اضافہ ہوا ہے۔ یہ توقع کی جاتی ہے کہ اگلے چند مہینوں میں حالات کچھ بہتر ہو جائیں گے۔ تاہم اگر حالات یوں ہی رہے تو مقامی صنعتوں پر اثر پڑ سکتا ہے۔

کمپنی لاگت کو کم کرنے اور مناسب پیداوار کے لئے حکمت عملی پر کام کر رہی ہے۔ مزید یہ کہ OEMs اور متبادل مارکیٹ، دونوں سیگمنٹ کے لئے نئے سائز اور ڈیزائن پر بھی کام ہو رہا ہے۔

بورڈ اپنے بینکروں اور مالیاتی اداروں کا تعاون فراہم کرنے پر شکریہ ادا کرتا ہے۔ بورڈ مشکل معاشی حالات میں ملازمین اور انتظامیہ کے ذریعہ پیش کردہ سرشار خدمات کی بھی تعریف کرتا ہے۔

بورڈ اپنے تمام اور بیجنل ایکویپمنٹ مینوفیکچررز اور متبادل مارکیٹ صارفین کا شکریہ ادا کرتا ہے جو کمپنی کی مصنوعات پر اعتماد اور حمایت کرتے ہیں۔



بورڈ آف ڈائریکٹرز کی جانب سے

کراچی

26 اگست، 2021

جائزہ رپورٹ

میں نہایت مسرت اور سعادت کے ساتھ جنرل ٹائر اینڈ ربر کمپنی آف پاکستان لمیٹڈ کے ممبران کو کمپنی کی کارکردگی رپورٹ ختم ہونے والے سال 30 جون، 2021 پیش کر رہا ہوں۔

کاروباری تجزیہ

سال کے دوران، آپ کی کمپنی نے خالص قیمت فروخت 13.92 ارب روپے حاصل کی جو کہ پچھلے سال 8.79 ارب روپے کے مقابلے میں قدر کے لحاظ سے 58 فیصد کی نمو کو ظاہر کرتی ہے۔

بہتر فروخت میں اضافہ بنیادی طور پر متبادل مارکیٹ (RM) پر توجہ مرکوز کرنے اور معاشی سرگرمیوں میں بتدریج اضافے اور اسمگل شدہ ٹائروں کی کم دستیابی کی وجہ سے ہے۔ متبادل مارکیٹ طبقہ نے تقریباً تمام ہی کیٹیگریز میں نمایاں نمو دکھائی ہے۔ کمپنی نے متبادل مارکیٹ طبقہ پر اپنی کوششیں بڑھادی ہیں، جبکہ اورینٹل اکیو پیمنٹ مینیوفیکچررز (OEM) طبقے کی ضروریات کو بھی پورا کیا ہے۔ مزید یہ کہ، OEM کی فروخت، خاص طور پر فارم اور مسافر کاروں کے ٹائروں کی فروخت میں بھی پچھلے سال کی اسی مدت سے بہتری آئی ہے۔

کمپنی کی برآمدی فروخت 190 ملین روپے رہی جو گزشتہ سال کے مقابلے میں 56 فیصد بڑھی ہے۔

اس سال مجموعی منافع 2.10 ارب روپے جو کہ پچھلے سال 1.05 ارب روپے تھا۔ بہتر مجموعی منافع بنیادی طور پر متبادل مارکیٹ میں زیادہ فروخت، مہنگائی کے اثرات کو کم کرنے کے لئے بہتر پروڈکٹ کس اور قیمت فروخت میں اضافہ، خام مال اور پمپنگ کی قیمتوں میں اضافہ اور دیگر پیداواری لاگت کی وجہ سے ہوا۔

اس سال مالیاتی لاگت 504 ملین روپے رہی جو کہ پچھلے سال 849 ملین روپے تھی۔ مالی لاگت میں کمی کی بنیادی وجہ اسٹیٹ بینک کی جانب سے اوسط شرح سود میں کمی ہے۔

آزاد ریٹنگ ایجنسی PACRA نے کمپنی کی کاروباری / مالی رسک پروفائل کا جائزہ لینے کے بعد 10 اگست 2021 کو کمپنی کی طویل مدتی درجہ بندی کو A+ پر اپ گریڈ کیا اور کمپنی کی قلیل مدتی درجہ بندی کو A1 پر برقرار رکھا ہے۔

کمپنی نے پلانٹ اور مشینریز میں بڑی سرمایہ کاری کی ہے۔ مزید یہ کہ کمپنی نے عارضی اقتصادی ری فنانس سہولت (TERF) کا بھی اہتمام کیا ہے، جیسا کہ اسٹیٹ بینک نے پلانٹ کے توازن، جدید کاری اور ری فنانسنگ (BMR) کے لیے متعارف کرایا ہے۔ اس میں تمام طبقات میں نئے ڈیزائن اور سائز کو متعارف کرایا ہے۔

کمپنی نے "GTR" برانڈ کی ایک وسیع برانڈ ٹرانسفارمیشن مہم چوتھی سہ ماہی، 2021 میں شروع کی۔ اگرچہ اس کے نتیجے میں چوتھی سہ ماہی میں زیادہ پرموشنل اخراجات ہوئے ہیں، لیکن یہ مہم کمپنی کی طویل مدتی پائیداری اور ترقی کے لیے ضروری ہے۔ فالو اپ سرگرمیاں اگلے سال بھی جاری رہیں گی۔

4 جون 2021 کو، سندھ کے معزز ہائی کورٹ ("SHC") نے قانون کے مختلف ورژن کے خلاف زیر التوا درخواستوں کے حوالے سے اپنے فیصلے کے ذریعے سندھ ڈیولپمنٹ اینڈ مینجمنٹس آف انفراسٹرکچر سیس ایکٹ، 2017 کو برقرار رکھا، جس کے تحت SHC نے سندھ انفراسٹرکچر سیس کی ریکوری کی توثیق کی۔ کمپنی نے کئی دیگر کمپنیوں کے ساتھ

OVER



YEARS



EXPERTISE & EXPERIENCE

In the Pakistani market & roads infrastructure, GTR competes with the best, setting the international standard in Quality, Reliability and Durability.

GTR being your ultimate partner in the journey to your goals we're committed towards making your experience on the road safe ensuring you reach your destination.

Embracing Journeys, Enabling Dreams

DIRECTORS' REPORT

Your Directors have pleasure in presenting the Annual Report and Audited Financial Statements of the Company for the year ended June 30, 2021.

	2021	2020
	-----Rupees in '000----	
OPERATING RESULTS		
Profit / (Loss) for the year after taxation	572,656	(332,091)
Other comprehensive (Loss) / income	(11,332)	22,181
Unappropriated profit brought forward	734,957	1,324,670
	<u>1,296,281</u>	<u>1,014,760</u>
APPROPRIATION		
Effect of initial application of IFRS-16	-	(15,614)
Interim dividend	-	(60,967)
Bonus	-	(203,222)
Unappropriated profit carried forward	<u>1,296,281</u>	<u>734,957</u>
Earnings / (Loss) per share – basic and diluted	Rs. 4.70	Rs. (2.72)

CORPORATE AND FINANCIAL REPORTING FRAMEWORK

The Directors confirm the compliance with the Corporate and Financial Reporting Framework of the Securities and Exchange Commission of Pakistan and Code of Corporate Governance for the following matters:

- The financial statements prepared by the management of the Company, fairly present its state of affairs, the results of its operations, cash flows and changes in equity.
- Company has maintained proper books of account.
- Appropriate accounting policies have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgments.
- International Financial Reporting Standards, as applicable in Pakistan, have been duly followed in preparation of the financial statements.
- There has been no material departure, other than that which has been disclosed in the Statement of Compliance with Listed Companies (Code of Corporate Governance) Regulations, 2019.
- The system of internal control is sound in design and has been effectively implemented and monitored.
- There are no significant doubts upon the Company's ability to continue as a going concern.
- Key operating and financial data for the last 6 years have been included in the Annual Report.

- Information regarding outstanding taxes and levies is given in the notes to the financial statements.
- The Company has made all its debt repayments as per agreed timeline and has not defaulted on its repayment.
- The value of investments made by the staff retirement funds as per their respective audited accounts are given below:

	<u>Value of Investment</u>	<u>Year ended</u>
Provident Fund	Rs. 367.147 Million	June 30, 2020
Gratuity Fund	Rs. 144.974 Million	June 30, 2020

- No trading in the shares of the Company was carried out except as disclosed in the financial statement by the Directors, CFO, Company Secretary, their spouses and minor children.

CORPORATE SOCIAL RESPONSIBILITY

The General Tyre and Rubber Company of Pakistan Limited has the culture and history of undertaking social and philanthropic activities and regularly pays to Wakf-e-Kuli Khan Trust, a trust engaged in spreading of education in the under privileged class, The Citizen Foundation and other charitable institutions.

CONTRIBUTION TO NATIONAL EXCHEQUER:

During the year the Company contributed Rs. 3,205 million towards national exchequer by way of Custom duties, Income tax, Sales tax, and other modes.

BOARD MEETINGS

During the year, there were seven (7) meetings of the Board of Directors held.

Attendance of each Director are as follows:

S. No.	Name of Director *	No. of Meeting attended
1.	Mr. Ahmad Kuli Khan Khattak**	5
2.	Lt. Gen. (Retd.) Ali Kuli Khan Khattak	7
3.	Mr. Adnan Ahmed	7
4.	Mr. Atif Anwar***	2
5.	Mr. Hussain Kuli Khan (CEO)	7
6.	Mr. Manzoor Ahmed	7
7.	Mr. Muhammad Kuli Khan Khattak***	1
8.	Mr. Naveed Iftikhar Sherwani***	2
9.	Mr. Raza Kuli Khan Khattak***	2
10.	Mrs. Shahnaz Sajjad Ahmad	7
11.	Dr. Shaheen Kuli Khan Khattak***	2
12.	Syed Ahmed Iqbal Ashraf**	5
13.	Mr. Umair Ajjaz**	5

* Sequence in alphabetical order

** Elected on 1 September 2020

*** Retired on 22 August 2020

Leave of absence(s) was granted to the Directors who could not attend some of the board meetings.

BOARD COMPOSITION

The composition of the Company's Board of Directors is mentioned hereunder. Furthermore, none of the Board members hold directorships of more than seven (7) listed companies.

The total number of directors are eight (8) as per the following:

Gender	Number
Male	7
Female	1

The composition of the Board as at June 30, 2021 is as follows:

Category	Names
Non-Executive Directors	Lt. Gen. (Retd.) Ali Kuli Khan Khattak Mr. Ahmad Kuli Khan Khattak Mr. Manzoor Ahmed Mr. Adnan Ahmed Mr. Umair Ajjaz
Independent Director	Syed Ahmed Iqbal Ashraf
Executive Director	Mr. Hussain Kuli Khan – Chief Executive Officer (CEO)
Female Director	Mrs. Shahnaz Sajjad Ahmad

Board Audit Committee (BAC):	Category
Syed Ahmed Iqbal Ashraf	Chairman
Mr. Manzoor Ahmed	Member
Mr. Ahmad Kuli Khan Khattak	Member
Mr. Umair Ajjaz	Member

Board Human Resource and Remuneration Committee (BHR&RC):	Category
Syed Ahmed Iqbal Ashraf	Chairman
Mr. Manzoor Ahmed	Member
Mr. Ahmad Kuli Khan Khattak	Member
Mr. Adnan Ahmed	Member
Mr. Hussain Kuli Khan	Member

The Company has a formal policy and transparent procedures for the remuneration of its Directors in accordance with the Companies Act, 2017 and the Listed Companies (Code of Corporate Governance) Regulations, 2019. The remuneration, including the director fee for attending the Board Meeting paid to the Directors and Chief Executive Officer is disclosed (Note 40 to the financial statements).

MANAGEMENT COMMITTEE

The Management Committee comprises of 5 senior members who meet and discuss significant business plans, issues and progress updates from their respective functions. Significant matters to be put forth to the Board and its relevant committees as per the Code of Corporate Governance are also discussed for onward approval.

REVIEW REPORT

The Directors of the Company endorse the contents of the Review Report, which covers performance, plans and decisions for business along with future outlook.

OTHER INFORMATION

In view of the relief granted by the State Bank of Pakistan vide Banking Policy and Regulation Department (BPRD) Circular Letter No. 13 of 2020 dated March 26, 2020 in relation to COVID-19, the Company got relaxation in repayment terms in respect of its long-term finance facilities from Askari Bank Limited, Faysal bank Limited and MCB Bank Limited amounting to Rs. 175 million, Rs. 57.064 million and Rs. 72.38 million respectively. The principal payments of these long-term finance facilities which were due from May 2020 to May 2021 have been deferred for a period of one year thereby extending the overall maturities of these long-term finance facilities by the same period. Company has already started paying maturities according to the repayment schedule.

HEALTH, SAFETY AND ENVIRONMENT

We as a Company recognizes Occupational Health, Safety and Environment as one of its guiding principles and a key component of our corporate social responsibility.

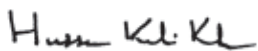
PATTERN OF SHAREHOLDING

A statement showing the pattern of shareholding as at June 30, 2021 is attached.

SUBSEQUENT EVENTS

No material changes or commitments affecting the financial position of the Company have occurred between the end of the financial year of the Company and the date of this report.

For and on behalf of the Board of Directors

A handwritten signature in black ink, appearing to read 'Hussain Kuli Khan'.

Hussain Kuli Khan
Chief Executive

A handwritten signature in black ink, appearing to read 'Adnan Ahmed'.

Adnan Ahmed
Director

Karachi
August 26, 2021

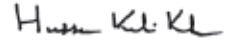
شینئر ہولڈنگ کا طریقہ کار

کمپنی کی شینئر ہولڈنگ کا طریقہ کار 30 جون، 2021 اس رپورٹ میں درج ہے۔

بعد کے واقعات

کمپنی کے مالیاتی سال کے اختتام اور اس رپورٹ کی تاریخ کے مابین کمپنی کی مالی حیثیت کو متاثر کرنے والی کوئی مادی تبدیلیاں یا وعدے عمل میں نہیں آئے۔

بورڈ آف ڈائریکٹرز کی جانب سے



حسین قری خان

چیف ایگزیکٹو آفیسر



عدنان احمد

ڈائریکٹر

کراچی

26 اگست، 2021

بورڈ آف ڈائریکٹرز	کمپنی
جناب سید احمد اقبال اشرف	چئیرمین
جناب منظور احمد	ممبر
جناب احمد قلی خان خٹک	ممبر
جناب عمیر اعجاز	ممبر

بورڈ ایگزیکٹو ریفرنس اور معاوضہ کمیٹی	کمپنی
جناب سید احمد اقبال اشرف	چئیرمین
جناب منظور احمد	ممبر
جناب احمد قلی خان خٹک	ممبر
جناب عدنان احمد	ممبر
جناب حسین قلی خان	ممبر

کمپنی کی ایک باقاعدہ پالیسی ہے اور کمیٹیز ایکٹ 2017 اور لیکسلیٹیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز 2019 کے مطابق اس کے ڈائریکٹرز کے مشاہرے کا تعین شفاف طریقے سے کیا جاتا ہے۔ مشاہرے، بشمول ڈائریکٹر کے بورڈ میننگ میں حاضری کی فیس، جو ڈائریکٹر اور چیف ایگزیکٹو آفیسر کو ادا کی گئی، نوٹ 40 برائے مالیاتی گوشوارے میں درج ہے۔

انتظامی کمیٹی

انتظامی کمیٹی پانچ (5) سینئر ممبران پر مشتمل ہے جو اہم کاروباری منصوبوں، امور اور اپنے متعلقہ شعبوں میں ترقیاتی کاموں کا جائزہ لینے کے لیے تبادلہ خیال کرتے ہیں۔ کارپوریٹ گورننس کے ضابطہ اخلاق کے مطابق بورڈ اور اس سے متعلقہ کمیٹیوں کے سامنے پیش کیے جانے والے اہم امور کی منظوری کے لیے زیر بحث لایا جاتا ہے۔

جائزہ رپورٹ

کمپنی کے ڈائریکٹرز جائزہ رپورٹ کے مشمولات کی توثیق کرتے ہیں، جو کاروبار سے متعلق کارکردگی، منصوبوں، فیصلوں اور مستقبل کے امکانات کی معلومات پر مشتمل ہے۔

دیگر معلومات

بینکنگ پالیسی اینڈ ریگولیشن ڈیپارٹمنٹ (بی پی آر ڈی) کے ذریعہ COVID-19 کے سلسلے میں 26 مارچ 2020 کو بینکنگ پالیسی اینڈ ریگولیشن ڈیپارٹمنٹ (بی پی آر ڈی) سرکلر نمبر 13 کے تحت اسٹیٹ بینک آف پاکستان کی جانب سے دی جانے والی مراعات کے پیش نظر کمپنی نے واپسی کی شرائط میں رعایت حاصل کی تھی۔ عسکری بینک لمیٹڈ، فیصل بینک لمیٹڈ اور ایم سی بی بینک لمیٹڈ سے اس کی طویل مدتی فنانس سہولیات بالترتیب 175 ملین اور 72.38 ملین روپے ہیں۔ ان طویل مدتی فنانس سہولیات کی اصل ادائیگیوں جو مئی 2020 سے مئی 2021 تک واجب الادا تھیں ایک سال کے لئے موخر کر دی گئیں اس طرح ان طویل مدتی فنانس سہولیات کی مجموعی ادائیگیوں کو اسی مدت میں بڑھایا گیا۔ کمپنی نے واپسی کے شیڈول کے مطابق تمام ادائیگیاں کرنا شروع کر دی ہیں۔

صحت، حفاظت اور ماحولیات

ہم بطور کمپنی اعلیٰ معیار کی صحت، حفاظت اور ماحولیات کو اس کے رہنما اصولوں کے مطابق برقرار رکھنے پر یقین رکھتے ہیں اور اسے سماجی ذمہ داری کا ایک کلیدی جز تسلیم کرتے ہیں۔

- | | | |
|-----|------------------------------|---|
| 11. | جناب محمد قلی خان خٹک *** | 1 |
| 12. | جناب منظور احمد | 7 |
| 13. | جناب نوید افتخار شیروانی *** | 2 |

* حروف تہجی کے مطابق ترتیب

** 01 ستمبر 2020 کو مقرر ہوئے

*** 22 اگست 2020 کو مستعفی ہو گئے

جوڈائیزیکٹرز اجلاس میں حاضر نہ ہو سکے ان کو عدم موجودگی پر رخصت عطا کر دی گئی۔

بورڈ کی تشکیل

کمپنی کے بورڈ آف ڈائریکٹرز کی تشکیل کا ذکر یہاں کیا گیا ہے۔ مزید یہ کہ بورڈ کا کوئی بھی رکن سات (7) سے زیادہ درج کمپنیوں کی ڈائریکٹر شپ نہیں رکھتا۔
ڈائریکٹرز کی کل تعداد آٹھ (8) درج ذیل کے مطابق ہے۔

جنس	تعداد
مرد	7
عورت	1

30 جون 2021 کو بورڈ کی تشکیل مندرجہ ذیل ہے۔

کمیٹری	نام
غیر ایگزیکٹو ڈائریکٹرز	لیفٹیننٹ جنرل (ریٹائرڈ) علی قلی خان خٹک جناب احمد قلی خان خٹک جناب منظور احمد جناب عدنان احمد جناب عمیر اعجاز
آزاد ڈائریکٹر	جناب سید احمد اقبال اشرف
ایگزیکٹو ڈائریکٹر	جناب حسین قلی خان (سی ای او)
خاتون ڈائریکٹر	محترمہ شہناز سجاد احمد

- جاری و ساری منصوبوں اور امور کی انجام دہی کے لئے کمپنی کی صلاحیتوں پر کوئی شبہات نہیں ہیں۔
- پچھلے 6 سالوں کی اہم کارکردگی اور مالیاتی اعداد و شمار کو سالانہ رپورٹ میں شامل کیا گیا ہے۔
- غیر ادا شدہ ٹیکسز اور لیویز کے بارے میں معلومات مالیاتی گوشوارے کے نوٹ میں درج ہے۔
- کمپنی نے اپنے تمام قرضوں کی ادائیگی متفقہ ٹائم لائن کے مطابق کر دی ہے اور اصل قرضوں کی ادائیگی میں کوئی تعطل نہیں کیا ہے۔
- کمپنی کے ملازمین کے سرمایہ کفالت کی مالیت کے آڈٹ شدہ اکاؤنٹس درج ذیل ہیں۔

ختم ہونے والے سال	سرمایہ کاری کی قیمت	
30 جون، 2020	367.147 ملین روپے	پروویڈینٹ فنڈ
30 جون، 2020	144.974 ملین روپے	گریجویٹ فنڈ

- کمپنی کے ڈائریکٹرز (علاوہ ازیں اس کے، جو مالی گوشواروں میں ظاہر کیے گئے)، چیف فنانشیل آفیسر، کمپنی سیکرٹری اور ان کے فیملی ممبرز کے ذریعہ کمپنی کے حصص میں کوئی کاروبار نہیں ہوا۔

جنرل ٹرانز اینڈر بر کمپنی آف پاکستان لمیٹڈ میں معاشرتی اور انسان دوستی کی سرگرمیوں کو انجام دینے کی ثقافت اور تاریخ ہے۔ کمپنی باقاعدگی سے خاص طور پر وقف قلی خان ٹرسٹ کو عطیات دیتی ہے، جو ایک ٹرسٹ ہے اور مستحق طلبہ کی تعلیم کو فروغ دینے میں مصروف عمل ہے، سٹیزن فاؤنڈیشن سمیت مختلف فلاحی اداروں کو بھی عطیات دیے گئے ہیں۔

قومی خزانے میں معاونت

اس سال کے دوران کمپنی نے کسٹم ڈیوٹی، ایکسائس، سیلز ٹیکس اور دیگر طریقوں کے ذریعہ 3,205 ملین روپے قومی خزانے میں جمع کرائے ہیں۔

بورڈ میٹنگ

اس سال کے دوران بورڈ آف ڈائریکٹرز کے سات (7) اجلاس منعقد ہوئے۔ ہر ڈائریکٹر کی حاضری مندرجہ ذیل ہے۔

نمبر شمار	ڈائریکٹر کا نام*	میٹنگز میں حاضری کی تعداد
1.	جناب احمد قلی خان خٹک**	5
2.	جناب حسین قلی خان (سی ای او)	7
3.	جناب رضا قلی خان خٹک***	2
4.	جناب سید احمد اقبال اشرف**	5
5.	ڈاکٹر شاہین قلی خان خٹک***	2
6.	محترمہ شہناز سجاد احمد	7
7.	لیفٹیننٹ جنرل (ریٹائرڈ) علی قلی خان خٹک	7
8.	جناب عدنان احمد	7
9.	جناب عاطف انور***	2
10.	جناب عمیر اعجاز**	5

ڈائریکٹرز رپورٹ

کمپنی کے ڈائریکٹرز کو 30 جون، 2021 کو ختم ہونے والے سال کیلئے کمپنی کی سالانہ رپورٹ اور آڈٹ شدہ مالیاتی گوشوارے پیش کرنے میں انتہائی خوشی ہے۔

مالیاتی نتائج	سال کا اختتام	سال کا اختتام
	30 جون 2021	30 جون 2020
	----- (000 روپے میں) -----	
منافع (نقصان) بعد از ٹیکس	572,656	(332,091)
دیگر جامع آمدنی	(11,332)	22,181
غیر تقسیم شدہ منافع	734,957	1,324,670
تصرفات کے لیے دستیاب منافع	1,296,281	1,014,760
تصرفات		
IFRS-16 کی ابتدائی عملدرآمد کے اثرات	-	(15,614)
عبوری ڈیویڈنڈ	-	(60,967)
بونس شیئرز	-	(203,222)
غیر تصرف شدہ منافع آگے لایا گیا	1,296,281	734,957
آمدنی (نقصان) فی شیئر بنیادی اور کمزور	4.70 روپے	(2.72) روپے

کارپوریٹ اور مالی رپورٹنگ فریم ورک

مندرجہ ذیل ضابطہ برائے کاروباری نظم و نسق، اور سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے کارپوریٹ اور مالیاتی رپورٹنگ فریم ورک کے مطابق ڈائریکٹرز مسرت کے ساتھ یقین دلاتے ہیں کہ:

- کمپنی کی انتظامیہ کی جانب سے تیار کیے جانے والی مالیاتی گوشوارے شفافیت کے ساتھ کمپنی کے آپریشن کے نتائج، نقدی نقل و حرکت اور ایکویٹی میں تبدیلیوں کو پیش کرتی ہے۔

- کمپنی حسابات کی کتب کو باقاعدہ برقرار رکھتی ہے۔

- مالیاتی گوشواروں کی تیاری کے لئے مناسب اکاؤنٹنگ پالیسیاں مستقل طور پر لاگو کی جاتی ہیں اور اکاؤنٹنگ تخمینے، معقول اور دانشمندانہ فیصلوں پر مبنی ہوتے ہیں۔

- مالیاتی گوشواروں کی تیاری پاکستان میں قابل اطلاق بین الاقوامی مالیاتی رپورٹنگ معیارات کے مطابق کی جاتی ہے۔

- کارپوریٹ گورننس کے بہترین طریقوں سے، بیان کردہ کے علاوہ کوئی انحراف نہیں کیا گیا، جیسا کہ درج کمپنیوں کے ضابطہ اخلاق (کارپوریٹ گورننس) ضابطہ، 2019 میں تفصیل سے بیان کیا گیا ہے۔

- اندرونی کنٹرول کا نظام بہترین انداز میں مرتب کیا گیا ہے اور اسے موثر طریقے سے نافذ اور نگرانی کی جارہی ہے۔



QUALITY



Being the top tyre manufacturer in Pakistan, quality assurance is crucial for us. Over the years, General Tyre has built strong reputation for using high grade materials to help deliver an exceptional driving experience. It has acquired ISO Certifications such as 9001, 14001 & 45001 respectively.



NOTICE OF 58TH ANNUAL GENERAL MEETING OF THE GENERAL TYRE AND RUBBER COMPANY OF PAKISTAN LTD.

NOTICE IS HEREBY GIVEN that the 58th Annual General Meeting ("**AGM**") of M/s. The General Tyre and Rubber Company of Pakistan Limited ("**Company**") will be held on Thursday, October 28, 2021 at 11:30 a.m. at the Beach Luxury Hotel, Lalazar, Karachi, to transact the following business:

ORDINARY BUSINESS:

1. To appoint the Chairman of the AGM only, as there is no Chairman of the Board to chair the AGM.
2. To receive, consider and adopt the Audited Financial Statements of the Company for the year ended 30 June 2021, together with the Review Report, Directors' and Auditors' Reports thereon.
3. To appoint external auditors of the Company for the financial year 2022 and to fix their remuneration. The retiring auditors, M/s. A. F. Ferguson & Co., Chartered Accountants have consented to be reappointed as auditors for the financial year 2022.

SPECIAL BUSINESS:

4. To consider and if thought fit to approve the change in the name of the Company to Ghandhara Tyre and Rubber Company Limited to align the Company with the Group Companies which includes, Ghandhara Industries Ltd. and Ghandhara Nissan Ltd. that are also affiliates, to pass the following resolution as a Special Resolution:

"RESOLVED as and by way of this Special Resolution THAT subject to the approval of the Registrar of Companies, the name of the Company be changed from 'The General Tyre and Rubber Company of Pakistan Limited' to 'Ghandhara Tyre and Rubber Company Limited' and that all necessary procedures prescribed by law be complied with and approvals prescribed by law be secured with a view to making the change of name resolved by this Special Resolution complete and effective; and

RESOLVED FURTHER as and by way of this Special Resolution THAT upon the change of the name being approved by the Registrar of Companies, the Memorandum and Articles of Association of the Company shall stand altered by the change of the name 'The General Tyre and Rubber Company of Pakistan Limited' to the name 'Ghandhara Tyre and Rubber Company Limited' wherever appearing in the said Memorandum and Articles of Association."

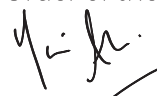
ANY OTHER BUSINESS:

5. To transact any other business with the permission of the Chair.

(A Statement as required by Section 134(3) of the Companies Act, 2017 in respect of the Special Business to be considered at the AGM is annexed to this Notice of Meeting being sent to the Members).

Karachi
Dated: October 5, 2021

By Order of the Board



Yasir Ali Quraishi
Company Secretary

NOTES:

1. The share transfer books of the Company shall remain closed from October 21, 2021 to October 28, 2021 (both days inclusive). Transfers received at the Company's share registrar, CDC Share Registrar Services Limited ("**CDCSRSL**"), situated at CDC House, 99-B, Block "B", S.M.C.H.S., Main Shahrah-e-Faisal, Karachi by close of business hours on October 20, 2021, will be considered in time for attending the AGM.
2. A member entitled to attend and vote at the AGM is entitled to cast his/ her vote by proxy. Proxies must be deposited at the Company's Registered Office at H-23/2, Landhi Industrial Trading Estate, Landhi, Karachi not later than forty-eight hours before the time for holding the AGM.
3. Members are requested to notify change in their address, if any, immediately.
4. Shareholders (Non-CDC) are requested to promptly notify the Company's Share Registrar of any change in their addresses.
5. CDC Account Holders will further have to follow the below mentioned guidelines as laid down in Circular No. 1 of 2000 dated 26 January 2000 issued by the Securities and Exchange Commission of Pakistan ("**SECP**").
6. Any individual beneficial owner having an account or sub-account with the Central Depository Company ("**CDC**"), entitled to vote at the AGM, must provide his/her Computerized National Identity Card ("**CNIC**") to prove his/ her identity, and in case of proxy must enclose an attested copy of his/ her CNIC. The representatives of corporate bodies should provide attested copies of Board of Directors' resolution/ powers of attorney and/ or all such documents as are required under Circular No.1 dated 26th January 2000 issued by the SECP for the purpose.
7. Pursuant to Section 223(7) of the Companies Act, 2017, the financial statements and reports have been placed on website of the Company.
8. Members are hereby informed that in pursuant to SECP's S.R.O. 787(I)/2014 dated September 8, 2014 and Companies Act, 2017, Companies have been allowed to circulate the Annual Reports to members through email. For this purpose, we have attached the request form in the Annual Report 2021 and also uploaded on our Company's website: www.gtr.com.pk. Members who want to avail this facility are requested to submit the request form duly filled to the Share Registrar.
9. Further, in accordance with SRO 470(I)/2016 dated May 31, 2016, through which SECP has allowed companies to circulate the annual audited accounts to its members through CD/DVD/USB instead of transmitting the hard copies at their registered addresses, subject to consent of shareholders and compliance with certain other conditions. The Company has obtained shareholders' approval in the Annual General Meeting held on October 31, 2016.
10. The members who hold shares in dematerialized form are requested to submit the dividend bank mandate form duly filled to their participant/investor account services in the CDC.
11. For shareholders holding their shares jointly as per the clarification issued by the Federal Board of Revenue, withholding tax will be determined separately on "Filer / Non-Filer" status of the principal shareholder as well as joint-holder(s) based on their shareholding proportions. Therefore, all shareholders who hold shares jointly are required to provide shareholding proportions of the principal shareholder and Joint-holder(s) in respect of shares held by them to the Share Registrar, in writing as follows:

Company Name	Folio/ CDC Account No.	Total Shares	Principal Shareholder		Joint Shareholder	
			Name and CNIC No.	Shareholding Proportion (No of Shares)	Name and CNIC No.	Shareholding Proportion (No of Shares)

NOTE: In the event of non-receipt of the information by October 26, 2021, each shareholder will be assumed to have equal proportion of shares.

For any query, problems and/ or information, the investors may contact the Company Secretary and/ or the Share Registrar at the following phone numbers or email addresses:

Contact Persons:

CDC Share Registrar Services Limited

CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Shahra-e-Faisal Karachi
92-0800-23275
info@cdcsrsl.com

Yasir Ali Quraishi

Company Secretary
The General Tyre and Rubber
Company of Pakistan Limited
021-111-487-487
info@gentipak.com

12. Shareholders who could not collect their dividend /physical shares are advised to contact the Share Registrar to collect/enquire about their unclaimed dividend or shares, if any.
13. Through this Notice, the shareholders are intimated to contact with the Company for any unclaimed dividend/ shares within a period of seven days after publishing of the said notice to meet the compliance of SECP Directive No. 16 of 2017 dated 07 July 2017. List of Shareholders having unclaimed dividends/ shares are available on the Company's website www.gtr.com.pk.
14. Members holding ten (10) percent of the total paid up capital, residing in a particular city may demand the Company to provide them the facility of video-link for attending the AGM. If you wish to take benefit of this facility, please fill and send a request in the below terms to the Company at its registered address at least seven (7) days prior to the date of AGM:

I/We, _____ of _____, being a member of the Company, holder of _____ ordinary share(s) as per Registered Folio/CDC Account No. _____ hereby opt for video link facility at _____.

Signature of Member

Members who have not yet submitted photocopy of their CNICs to the Company are requested to send the same at the earliest.

15. In accordance with the Companies (Postal Ballot) Regulations, 2018, for any agenda item subject to the requirements of Section 143 and 144 of the Companies Act, 2017, shareholders will be allowed to exercise their right of vote through postal ballot i.e. by post or e-voting, in the manner and subject to the conditions contained in the aforesaid regulations.
16. The Annual Report for the year ended June 30, 2021 have been made available on the Company's website www.gtr.com.pk, at least 21 days before the date of AGM.
17. The shareholders having physical shareholding may open CDC sub-account with any of the brokers or preferably directly through Investor Account with CDC to place their physical shares into script-less form.

A. For Attending the Meeting:

- i. In case of individuals, the account holder or sub-account holder and/ or the person whose securities are in group account and their registration details are uploaded as per the Regulations, shall authenticate his/ her identity by showing his/ her original CNIC or original passport at the time of attending the AGM.
- ii. In case of corporate entity, the Board of Directors' resolution/ power of attorney with specimen signature of the nominee shall be produced (unless it has been provided earlier) at the time of AGM.

B. For Appointing Proxies:

- i. In case of individuals, the account holder or sub-account holder and/ or the person whose securities are in group account and their registration details are uploaded as per the Regulations, shall submit the proxy form as per the above requirements.
 - ii. The proxy form shall be witnessed by two persons whose names, addresses and CNIC numbers shall be mentioned on the form.
 - iii. Attested copies of CNIC or the passport of the beneficial owners and the proxy shall be furnished with the proxy form.
 - iv. The proxy shall produce his/ her original CNIC or original passport at the time of AGM.
 - v. In case of corporate entity, the Board of Directors' resolution/ power of attorney with specimen signature shall be submitted (unless it has been provided earlier) along with proxy form to the Company.
- 18.** The shareholders holding physical shares are also required to bring their original CNIC and/ or copy of CNIC of shareholder(s) of whom he/ she/ they hold Proxy(ies). Without CNIC such shareholder(s) shall not be allowed to attend and/ or sign the Register of Shareholders/ Members at the AGM.
- 19.** As per Section 72 of the Companies Act, 2017, every existing company shall be required to replace its physical shares with book-entry form in a manner as may be specified and from the date notified by the SECP, within a period not exceeding four years from the commencement of the Act. In this regard, SECP vide its File No. CSD/ED/Misc./2016-639-640 dated March 26, 2021 has advised all the listed companies to pursue their shareholders who still hold shares in physical form, requiring them to convert their shares in Book-Entry-Form. Holding shares in book-entry form has numerous benefits including secure custody of shares, Instantaneous transfer of ownership and no risk of damaged, lost, forged or duplicate certificates. Accordingly, Shareholders having physical shareholding are requested to convert their shares in book-entry form by opening CDC sub-account with any of the brokers or Investor Account directly with CDC to place their physical shares into script-less form.

Statement of Material Facts under Section 134(3) of the Companies Act, 2017

Item No. 4 of the Notice of AGM

To approve the change in Company's name from 'The General Tyre and Rubber Company of Pakistan Limited' to 'Ghandhara Tyre and Rubber Company Limited'.

This Statement sets out the material facts concerning the Special Business to be transacted at the AGM in regard to the change of Company's name.

The reason for the change of name of the Company to Ghandhara Tyre and Rubber Company Limited is to reflect that the Company is a group company of which Ghandhara Industries Ltd. and Ghandhara Nissan Ltd. are also affiliates. The principal line of business shall remain the same as before the change of name.

الف۔ اجلاس میں شرکت کرنے کے لیے:

- (i) انفرادی صورت میں، اکاؤنٹ ہولڈر یا ذیلی اکاؤنٹ ہولڈر اور یا/جن کی سکیورٹیز گروپ اکاؤنٹ میں ہوں اور ان کی رجسٹریشن کی تفصیلات قواعد و ضوابط کے مطابق اپ لوڈ ہوں، کو سالانہ اجلاس عام میں شرکت کے وقت شناخت کے لئے اپنا اصل CNIC یا اصل پاسپورٹ دکھانا ہوگا۔
- (ii) کارپوریٹ ادارے کی صورت میں، سالانہ اجلاس عام کے وقت بورڈ آف ڈائریکٹرز کی قرارداد/پاور آف اٹارنی مع شخصی دستخط کے (تاوقتیکہ پہلے فراہم کی گئی ہو) پیش کرنا ہوگی۔

ب۔ نمائندوں (Proxies) کی تقرری کے لئے:

- (i) انفرادی صورت میں، اکاؤنٹ ہولڈر یا ذیلی اکاؤنٹ ہولڈر اور یا/جن کی سکیورٹیز گروپ اکاؤنٹ میں ہوں اور ان کی رجسٹریشن کی تفصیلات قواعد و ضوابط کے مطابق اپ لوڈ ہوں، مندرجہ بالا شرائط کے مطابق پراکسی فارم جمع کرائیں گے۔
- (ii) جن دو افراد سے پراکسی فارم کی تصدیق کروائی جائے گی ان کے نام، پتہ اور CNIC نمبر فارم میں درج کئے جائیں گے۔
- (iii) اصل مالکان کی CNIC یا پاسپورٹ کی مصدقہ نقول پراکسی فارم کے ساتھ منسلک کی جائیں گی۔
- (iv) نامزد شخص کو اجلاس میں شرکت کے وقت اصل CNIC یا اصل پاسپورٹ پیش کرنا ہوگا۔
- (v) کارپوریٹ اداروں کی صورت میں، بورڈ آف ڈائریکٹرز کی قرارداد/پاور آف اٹارنی امیدوار کے شخصی دستخط کے ساتھ کمپنی کو پراکسی فارم کے ساتھ جمع کروانی ہوگی (تاوقتیکہ پہلے فراہم کی گئی ہو)۔

18- کمپنی کے تمام شیئر ہولڈرز/ممبرز جن کے پاس کاغذی حالت میں شیئرز موجود ہیں، ان سے درخواست کی جاتی ہے کہ وہ اپنے یا جن کے وہ نمائندے ہیں، ان کے کارآمد CNIC اور/اس کی نقل لے کر آئیں۔ CNIC نہ ہونے کی صورت میں اجلاس کے وقت شیئر ہولڈر کو سالانہ اجلاس عام میں شرکت/شیئر ہولڈرز/ممبران کے رجسٹر میں دستخط کرنے کی اجازت نہیں دی جائے گی۔

19- کمپنیز ایکٹ، 2017 کے سیکشن 72 کے مطابق، تمام لسٹڈ کمپنیز پر لازم ہے کہ اپنے تمام فزیکل شیئرز کو مجوزہ بک انٹری فارم کی صورت میں SECP کی جانب سے دی گئی تاریخ کے اندر اندر تبدیل کر لیں، جس کی مدت ایکٹ کے آغاز سے چار سال ہے۔ اس سلسلے میں، S E C P نے اپنے سرکلر نمبر CSD/ED/Misc./2016-639-640 بمطابق 26 مارچ، 2021 کے ذریعہ تمام لسٹڈ کمپنیز کو مشورہ دیا ہے کہ وہ اپنے شیئر ہولڈرز کو قائل کریں جو اب بھی فزیکل شیئرز رکھتے ہیں، شیئرز کو بک انٹری کی صورت میں تبدیل کرنے کی ضرورت ہے۔ بک انٹری کی صورت میں شیئرز رکھنے کے بے شمار فوائد ہیں جن میں شیئرز کی محفوظ تحویل، ملکیت کی فوری منتقلی اور نقصان، گمشدہ، جعلی یا ڈپلیکیٹ سرٹیفیکیٹ کا کوئی خطرہ نہیں ہے۔ اس کے مطابق، فزیکل شیئر ہولڈنگ رکھنے والے شیئر ہولڈرز سے درخواست کی جاتی ہے کہ وہ CDC میں براہ راست بروکریا نو ایسٹر اکاؤنٹ میں اپنے ذیلی CDC اکاؤنٹ کھلو کر اپنے فزیکل شیئر کو اسکرپٹ لیس شکل میں رکھیں۔

کمپنیز ایکٹ مجریہ 2017 کے سیکشن 134(3) کے تحت ٹھوس شواہد کا بیانیہ۔

AGM کے نوٹس کا آئٹم نمبر 4:

کمپنی کا نام دی جنرل انٹرایڈر بر کمپنی آف پاکستان لمیٹڈ سے گندھارا انٹرایڈر بر کمپنی لمیٹڈ میں تبدیل کرنے کی منظوری۔
یہ بیانیہ کمپنی کے نام کی تبدیلی کے حوالے سے AGM میں ہونے والی خصوصی کاروائی سے متعلق ٹھوس شواہد بیان کرتا ہے۔
کمپنی کا نام گندھارا انٹرایڈر بر کمپنی لمیٹڈ میں تبدیل کرنے کی وجہ یہ بتانا ہے کہ کمپنی ایک گروپ کمپنی ہے جس کی گندھارا انڈسٹریز لمیٹڈ اور گندھارا انسان لمیٹڈ بھی ملحقہ ہیں۔
کاروبار کی بنیادی نوعیت وہی رہے گی جو نام کی تبدیلی سے پہلے تھی۔

کمپنی کا نام	فولیوری ڈی سی اکاؤنٹ نمبر	کل شیئرز	پرنسپل شیئر ہولڈر	جوائنٹ شیئر ہولڈر
			نام اور سی این آئی سی نمبر شیئر ہولڈنگ کا تناسب (شیئرز کی تعداد)	نام اور سی این آئی سی نمبر شیئر ہولڈنگ کا تناسب (شیئرز کی تعداد)

نوٹ: مطلوبہ معلومات 26 اکتوبر، 2021 تک موصول نہ ہونے کی صورت میں یہ سمجھا جائے گا کہ پرنسپل شیئر ہولڈر اور جوائنٹ شیئر ہولڈر (ز) شیئرز کی یکساں ملکیت کے حامل ہیں۔ کسی قسم کے مزید سوالات/شکایات/معلومات کے لئے شیئر ہولڈرز کمپنی اور/ CDCSRSL سے درج ذیل فون نمبرز اور ای میل ایڈریسز پر رابطہ کر سکتے ہیں:

یاسر علی قریشی
کمپنی سیکریٹری
دی جنرل ٹائر اینڈ ربر کمپنی آف پاکستان لمیٹڈ
فون نمبر: 021-111-487-487
ای میل: info@gentipak.com

سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ،
سی ڈی سی ہاؤس، B-99، بلاک B، ایس ایم سی ایچ ایس، مین شاہراہ فیصل، کراچی
فون نمبر: 92-0800-23275
ای میل: info@cdcsrsl.com

- 12- ایسے شیئر ہولڈرز جو اپنے ڈیویڈنڈ/فریکل شیئرز وصول نہیں کر سکے ہیں ان سے گزارش ہے کہ وہ اپنے لادعوئی ڈیویڈنڈ یا شیئرز، اگر کوئی ہوں، کی وصولی/معلومات کے لیے CDCSRSL سے رابطہ کریں۔
- 13- بذریعہ نوٹس ہڈا شیئر ہولڈرز کو مطلع کیا جاتا ہے کہ وہ اپنے کسی بھی لادعوئی ڈیویڈنڈ/شیئرز کے لیے کمپنی سے اس اشتہار کی اشاعت کے سات دن کے اندر رابطہ کریں تاکہ SECP کی ہدایت نمبر: 16 مجریہ 2017 مورخہ 02 جولائی، 2017 کی تعمیل ہو سکے۔ لادعوئی ڈیویڈنڈ/شیئرز رکھنے والے شیئر ہولڈرز کی فہرست کمپنی کی ویب سائٹ www.gtr.com.pk پر دستیاب ہے۔
- 14- کمپنی کے کل ادا شدہ (Paid up capital) کے 10 فیصد کے حامل ممبران، جو کسی ایک خاص شہر میں رہائش پذیر ہوں، اجلاس میں شرکت کے لئے کمپنی سے وڈیو لنک کی سہولت کا تقاضہ کر سکتے ہیں۔ اگر آپ اس سہولت سے فائدہ اٹھانا چاہتے ہیں تو برائے مہربانی مندرجہ ذیل طریقہ کار کے مطابق اپنی رضا مندی سالانہ اجلاس عام سے سات (07) روز قبل کمپنی کے رجسٹرڈ پتہ پر جمع کروائیں۔

”میں/ہم کے _____، بطور کمپنی ممبر، رجسٹرڈ فولیو/سی ڈی سی اکاؤنٹ نمبر _____ کے مطابق _____ عمومی شیئرز (شیئرز) کے مالک، بذریعہ ہڈ _____ (جغرافیائی مقام) ویڈیو کانفرنس کی سہولت کے لئے درخواست دیتے ہیں۔“

ممبر کے دستخط

- وہ ممبران جنہوں نے ابھی تک اپنے CNIC کی نقل کمپنی کو جمع نہیں کروائی ہے، ان سے درخواست ہے کہ جلد از جلد یہ نقل کمپنی کو ارسال کریں۔
- 15- کمپنیز (پوسٹل بیلٹ) ریگولیشنز، 2018 کے مطابق، کمپنیز ایکٹ، 2017 کے سیکشن 143 اور 144 سے مشروط ہونے پر شیئر ہولڈرز کسی بھی ایجنڈا آئٹم کے لئے پوسٹل بیلٹ یعنی بذریعہ ڈاک یا ای ویٹنگ، ووٹ دینے کا اپنا حق اس طریقے سے اور ان شرائط کے مطابق استعمال کر سکیں گے، جو مذکورہ بالا ریگولیشنز میں موجود ہے۔
- 16- 30 جون، 2021 کو ختم ہونے والے سال کے لئے کمپنی کی سالانہ رپورٹ 2021 کمپنی کی ویب سائٹ www.gtr.com.pk پر سالانہ اجلاس عام کے انعقاد کی تاریخ سے کم از کم 21 دن پہلے آویزاں کر دی جائے گی۔
- 17- فریکل شیئرز رکھنے والے شیئر ہولڈرز کسی بھی بروکر کے ساتھ سی ڈی سی ذیلی اکاؤنٹ کھلوا کر اور ترجیحا سی ڈی سی میں انویسٹر اکاؤنٹ کے ذریعے براہ راست اپنے فریکل شیئرز کو اسکرپٹ لیس شکل میں رکھ سکتے ہیں۔

نوٹس:

- 1- کمپنی کے شیئر ٹرانسفر کے کھاتے 21 اکتوبر، 2021 سے 28 اکتوبر، 2021 تک بند رہیں گے (دونوں ایام شامل ہیں)۔ 20 اکتوبر، 2021 کو کاروباری اوقات کار کے اختتام تک کمپنی کے شیئر رجسٹرار، سی ڈی سی شیئر رجسٹرار سروسز لمیٹڈ ("CDCSRL") سی ڈی سی ہاؤس، B-99، بلاک B، ایس ایم سی ایچ ایس، مین شاہراہ فیصل، کراچی کو موصول ہونے والے ٹرانسفر سالانہ اجلاس عام میں شرکت کی اجازت کے لئے بروقت تصور کئے جائیں گے۔
- 2- سالانہ اجلاس میں حاضر ہونے اور ووٹ دینے کا حق دار کوئی بھی ممبر کسی دوسرے ممبر کو اجلاس میں حاضر ہونے اور ووٹ دینے کے لیے اپنی/اپنا نمائندہ مقرر کر سکتا ہے۔ نمائندے کا تقرر نامہ اجلاس سے کم از کم 48 گھنٹے قبل کمپنی کے رجسٹرڈ آفس H-23/2 لاندھی انڈسٹریل ٹریڈنگ اسٹیٹ، لاندھی، کراچی میں موصول ہو جانا چاہئے۔
- 3- ممبران سے درخواست ہے کہ اپنے پتہ میں کسی بھی قسم کی تبدیلی سے کمپنی کو فوراً مطلع کریں۔
- 4- شیئر ہولڈرز (نان-سی ڈی سی) سے درخواست ہے کہ اپنے پتہ میں کسی بھی قسم کی تبدیلی سے اپنے شیئر رجسٹرار کو فوراً مطلع کریں۔
- 5- سی ڈی سی اکاؤنٹ ہولڈرز کو سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان ("SECP") کے سرکلر 1 مجریہ 2000ء بتاریخ 26 جنوری، 2000 میں فراہم کردہ ہدایات کی پیروی کرنی ہوگی۔
- 6- سینٹرل ڈپازٹری کمپنی ("CDC") میں اکاؤنٹ یا ذیلی اکاؤنٹ رکھنے والا کوئی بھی اصل مالک، جو اس اجلاس میں ووٹ دینے کا/کی اہل ہے، اس کو اجلاس میں شرکت کے لیے اپنا اصل کمپیوٹرائزڈ شناختی کارڈ ("CNIC") تصدیق کے لئے دکھانا ہوگا، اور نامزد نمائندہ کی صورت میں اپنے کمپیوٹرائزڈ قومی شناختی کارڈ کی نقل پیش کرنا ہوگی۔ کارپوریٹ ادارے کے نمائندہ کی صورت میں، اجلاس کے وقت بورڈ آف ڈائریکٹرز کی قرارداد/پاور آف اٹارنی اور/یا وہ تمام دستاویزات جو SECP کے سرکلر 1 مجریہ 26 جنوری، 2000 کے تحت درکار ہوں، پیش کرنا ہوں گی۔
- 7- کمپنیز ایکٹ، 2017 کے سیکشن (7) 223 کے مطابق سالانہ رپورٹس 2021 کمپنی کی ویب سائٹ پر آویزاں کر دی گئی ہیں۔
- 8- ممبران کو بذریعہ مطلع کیا جاتا ہے کہ SECP کے سرکلر 787(1)/2014 SRO-787 مورخہ 8 ستمبر، 2014 اور کمپنیز ایکٹ، 2017 کے مطابق کمپنیز کو اجازت دی گئی ہے کہ وہ سالانہ رپورٹس ممبران کو بذریعہ ای میل ارسال کریں۔ اس مقصد کے لئے ہم نے ایک معیاری درخواست فارم سالانہ رپورٹ کے ساتھ منسلک کر دیا ہے اور کمپنی کی ویب سائٹ www.gtr.com.pk پر بھی آویزاں کر دیا ہے۔ وہ ممبران جو اس سہولت سے فائدہ اٹھانا چاہتے ہیں ان سے درخواست ہے کہ باقاعدہ پُر کردہ درخواست فارم CDCSRL کو ارسال کریں۔
- 9- مزید برآں، SECP کے سرکلر 470(i) 2016 SRO-470 مورخہ 31 مئی، 2016 کے مطابق SECP نے لسٹڈ کمپنیوں کو اپنے آڈٹ شدہ سالانہ گوشوارے 2021 ہر شیئر ہولڈر کو فزیکل شکل میں اس کے رجسٹرڈ پتہ پر ارسال کرنے کے بجائے بذریعہ CD/DVD/USB ارسال کرنے کی اجازت دی ہے، جو شیئر ہولڈرز کی رضا مندی اور دیگر مخصوص تقاضوں کی پابندی سے مشروط ہے، کمپنی نے اس پر اپنے شیئر ہولڈرز کی رضا مندی اپنے سالانہ اجلاس عام منعقدہ 31 اکتوبر، 2016 میں حاصل کر لی ہے۔
- 10- نان فزیکل شیئر ز رکھنے والے ممبران سے درخواست ہے کہ وہ باقاعدہ پرکردہ ڈیویڈنڈ بینک مینڈیٹ فارم CDC میں اپنی پارٹیسپنٹ/انویسٹر اکاؤنٹ سروسز میں جمع کروائیں۔
- 11- فیڈرل بورڈ آف ریونیو کی وضاحت کے مطابق ایسے شیئر ہولڈرز جو جوائنٹ شیئر ہولڈنگ کے مالک ہیں، ان کے شیئر ز پر وہ ہولڈنگ کا تعین پرنسپل شیئر ہولڈر اور جوائنٹ شیئر ہولڈرز کے ملکیتی شیئر ز کے تناسب سے "فائلر/نان فائلر" کی حیثیت سے علیحدہ علیحدہ کیا جائے گا۔ اس سلسلے میں جوائنٹ شیئر ہولڈرز کے ساتھ شیئر ز رکھنے والے تمام شیئر ہولڈرز سے گزارش ہے کہ وہ اپنی ملکیت میں موجود شیئر ز کی تعداد کے تناسب سے پرنسپل شیئر ہولڈر اور جوائنٹ شیئر ہولڈرز (ز) کی تفصیلات ہمارے شیئر رجسٹرار کو درج ذیل کے مطابق تحریری طور پر فراہم کریں:

58 ویں سالانہ اجلاس عام کا نوٹس

بذریعہ اطلاع دی جاتی ہے کہ دی جنرل ٹائر اینڈ برکینی آف پاکستان لمیٹڈ ("کمپنی") کا 58 واں سالانہ اجلاس عام "AGM" بروز جمعرات مورخہ 28 اکتوبر، 2021 دوپہر 11:30 بجے بمقام بیچ لگٹری ہوٹل، لالہ زار، کراچی میں منعقد ہوگا جس میں درج ذیل کارروائی پر عمل درآمد ہوگا:

عمومی کارروائی:

- 1- صرف سالانہ اجلاس عام کے لئے چیئرمین کا تقرر کرنا، کیونکہ سالانہ اجلاس عام کی سربراہی کے لئے بورڈ کا کوئی چیئرمین نہیں ہے۔
- 2- 30 جون، 2021 کو ختم ہونے والے سال کے لیے کمپنی کے آڈٹ شدہ اکاؤنٹس مع جائزہ رپورٹ، ڈائریکٹرز اور آڈیٹرز کی رپورٹ کی وصولی، ان پر غور و خوض اور منظوری۔
- 3- 30 جون، 2022 کو ختم ہونے والے سال کے لیے کمپنی کے ایکسٹرنل آڈیٹرز کی تقرری اور ان کے معاوضے کا تعین۔ بورڈ آف ڈائریکٹرز نے میسرز اے ایف فرگوسن اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس کی تقرری کی تجویز دی ہے جنہوں نے اہلیت کی بنیاد پر 30 جون، 2022 کو ختم ہونے والے سال کے لیے اپنی خدمات پیش کی ہیں۔

خصوصی کارروائی:

- 4- کمپنی کے نام کو گندھارا ٹائر اینڈ برکینی لمیٹڈ میں تبدیل کر کے کمپنی کی گروپ کمپنیوں بشمول "گندھارا انڈسٹریز لمیٹڈ" اور "گندھارا انسان لمیٹڈ" کے ساتھ ہم آہنگ کرنا، جو کہ ملحقہ بھی ہیں، کیلئے مندرجہ ذیل قرارداد کو بطور خصوصی قرارداد پر غور و خوض اور اگر موزوں سمجھا جائے تو منظوری: بذریعہ خصوصی قرارداد قرار پایا کہ کمپنیوں کے رجسٹرار کی منظوری سے مشروط کمپنی کا نام "دی جنرل ٹائر اینڈ برکینی آف پاکستان لمیٹڈ" سے تبدیل کر کے "گندھارا ٹائر اینڈ برکینی لمیٹڈ" اور موجودہ تجویز کردہ تمام مطلوبہ قانونی طریقہ کار کی تعمیل کی جائے اور موجودہ منظور یوں کو بذریعہ خصوصی قرارداد نام کی تبدیلی کو مکمل کرنے اور موثر بنانے کے لیے محفوظ بنایا جائے۔ اور بذریعہ خصوصی قرارداد قرار پایا کہ کمپنیوں کے رجسٹرار کی منظوری سے نام کی تبدیلی کے بعد دی جنرل ٹائر اینڈ برکینی آف پاکستان لمیٹڈ کے نام کو گندھارا ٹائر اینڈ برکینی لمیٹڈ سے تبدیل کر کے کمپنی کی میمورنڈم اینڈ آرٹیکل آف ایسوسی ایشن میں تبدیلی کی جائے گی جہاں بھی مذکورہ میمورنڈم اینڈ آرٹیکل آف ایسوسی ایشن میں نام درج ہے۔

دیگر کارروائی:

- 5- چیئرمین کی اجازت سے کسی دیگر کارروائی پر غور و خوض۔
- (کمپنیز ایکٹ مجریہ 2017 کے سیکشن 134 (3) کے تحت AGM میں غور کیے جانے والے خصوصی کارروائی کے متعلق ایک بنیادی ممبران کو اجلاس کے نوٹس ہذا کے ہمراہ ارسال کیا جا رہا ہے)۔

بجلم بورڈ
۹/۱۰

یاسر علی قریشی
کمپنی سیکریٹری

کراچی

5 اکتوبر 2021

Financial Performance

Statement of Profit or Loss and other Comprehensive Income

Rupees in '000

YEAR	2021	2020	2019	2018	2017	2016
Net Sales	13,923,520	8,793,341	10,486,282	11,785,457	9,645,367	9,479,045
Cost of Sales	11,819,632	7,744,581	8,896,798	9,699,779	7,589,305	7,157,029
Gross Profit	2,103,888	1,048,760	1,589,484	2,085,678	2,056,062	2,322,016
Profit from Operations	1,295,353	404,993	836,370	1,190,067	1,303,184	1,627,751
Other Income	181,597	68,106	69,939	74,141	63,675	65,177
Finance Cost	504,048	848,806	585,032	256,782	124,064	136,159
Profit/(Loss) before Taxation	797,473	(446,664)	253,637	940,045	1,184,222	1,494,743
Taxation	(224,817)	(114,573)	130,761	224,494	302,825	462,456
Profit/(Loss) after Taxation	572,656	(332,091)	122,876	715,551	881,397	1,032,287
EBITDA	1,773,921	895,722	1,242,183	1,557,216	1,559,384	1,808,370

Statement of Financial Position

Rupees in '000

YEAR	2021	2020	2019	2018	2017	2016
Cash and Bank Balances	74,398	182,749	155,931	91,120	99,572	116,851
Stocks	4,841,207	3,318,231	3,721,748	3,324,857	2,074,728	1,570,594
Trade Debts	1,717,939	1,157,946	1,237,309	1,027,027	879,333	1,024,670
Current Assets	8,767,667	6,746,654	7,278,420	6,350,173	4,824,967	3,558,021
Operating Fixed Assets Cost	8,845,943	8,623,130	7,811,482	6,735,011	6,285,069	4,759,440
Investments in an Associated Company	19,408	13,240	16,091	15,363	10,114	6,019
Non Current Assets	5,255,336	5,124,611	5,196,632	4,335,922	3,777,919	3,254,488
Total Assets	14,023,003	11,871,265	12,475,052	10,686,095	8,602,886	6,812,509
Trade and other Payables	2,467,179	1,794,516	1,783,757	1,928,381	1,348,074	1,293,036
Current Liability	8,873,174	7,398,333	7,468,539	5,214,722	3,139,047	2,424,213
Long term Finances	1,090,585	1,096,280	1,020,748	1,247,285	1,018,583	920,276
Non Current Liability	1,634,214	1,518,641	1,665,731	1,900,177	1,667,453	1,438,774
Total Liabilities	10,507,388	8,916,974	9,134,270	7,114,899	4,806,500	3,862,987
Paid Up Capital	1,219,334	1,219,334	1,016,112	1,016,112	597,713	597,713
Reserve for Capital Expenditure	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	-
Unappropriated Profit	1,296,281	734,957	1,324,670	1,555,084	2,198,673	2,351,809
Total Equity	3,515,615	2,954,291	3,340,782	3,571,196	3,796,386	2,949,522

Statement of Cash Flows

Rupees in '000

YEAR	2021	2020	2019	2018	2017	2016
Cash Flow from Operating Activities	(244,115)	476,638	(409,565)	89,969	(31,532)	1,069,950
Cash Flow from Investing Activities	(595,756)	(289,780)	(1,263,612)	(916,934)	(774,138)	(1,437,288)
Cash Flow from Financing Activities	1,392,424	(584,102)	(45,631)	158,827	326,531	287,789

Financial Performance-Profitability

YEAR	2021	2020	2019	2018	2017	2016
Gross Profit Margin	15.11%	11.93%	15.16%	17.70%	21.32%	24.50%
EBIT Margin	9.30%	4.61%	7.98%	10.10%	13.51%	17.17%
EBITDA Margin	12.74%	10.19%	11.85%	13.21%	16.17%	19.08%
Pre tax Margin	5.73%	(5.08%)	2.42%	7.98%	12.28%	15.77%
Net Profit Margin	4.11%	(3.78%)	1.17%	6.07%	9.14%	10.89%
Return on equity-before taxation	22.68%	(15.12%)	7.59%	26.32%	31.19%	50.68%
Return on equity-after taxation	16.29%	(11.24%)	3.68%	20.04%	23.22%	35.00%

Financial Performance

Operating Performance/Liquidity

YEAR		2021	2020	2019	2018	2017	2016
Total Assets Turnover	Times	0.99	0.74	0.84	1.10	1.12	1.39
Non Current Assets Turnover	Times	2.65	1.72	2.02	2.72	2.55	2.91
Debtors Turnover	Times	9.68	7.34	9.26	12.36	10.13	10.11
Debtors Turnover	Days	45.04	48.06	43.07	31.81	33.28	39.46
Stock Turnover	Times	2.88	2.65	2.82	3.54	4.65	6.04
Stock Turnover	Days	126.91	137.74	129.54	102.97	78.51	60.48
Creditors Turnover	Times	5.55	4.33	4.79	5.92	5.75	5.78
Creditors Turnover	Days	65.80	84.32	76.15	61.65	63.51	63.15
Cash Operating Cycle	Days	106.14	101.48	96.46	73.13	48.28	36.79
Current ratio		0.99	0.91	0.97	1.22	1.54	1.47
Quick / acid test ratio		0.44	0.46	0.48	0.58	0.88	0.82

Capital Structure Analysis

YEAR		2021	2020	2019	2018	2017	2016
Breakup value / share*	PKR	28.83	24.23	27.40	29.29	31.13	24.19
Earning/(loss) per share (pre tax)*	PKR	6.54	(3.66)	2.08	7.71	9.71	12.26
Earning/(loss) per share (after tax)*	PKR	4.70	(2.72)	1.01	5.87	7.23	8.47

Debt Analysis

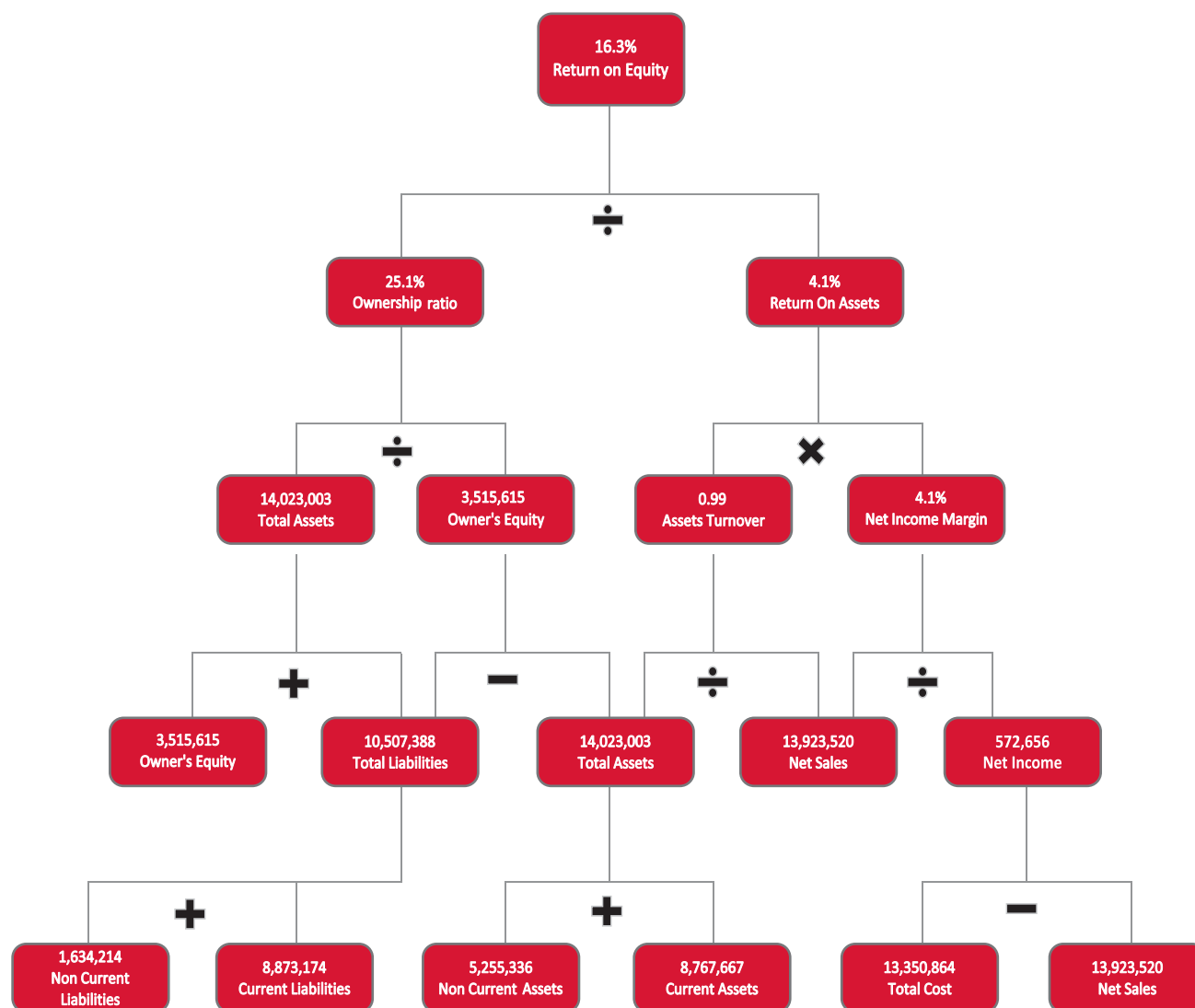
YEAR		2021	2020	2019	2018	2017	2016
Total Debt to Assets	%	75%	75%	73%	67%	56%	57%
Total Debt to Equity	%	299%	302%	273%	199%	127%	131%

Distribution

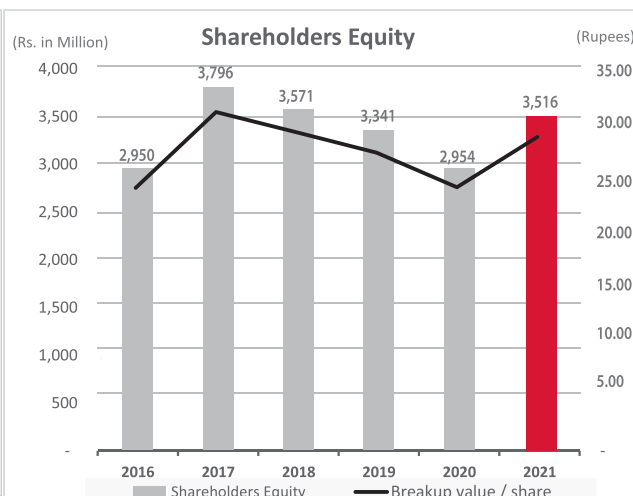
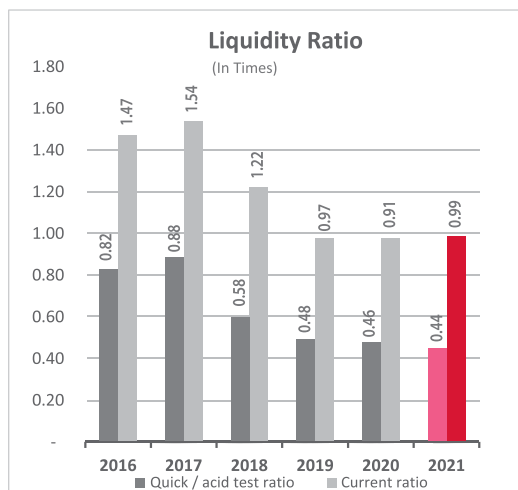
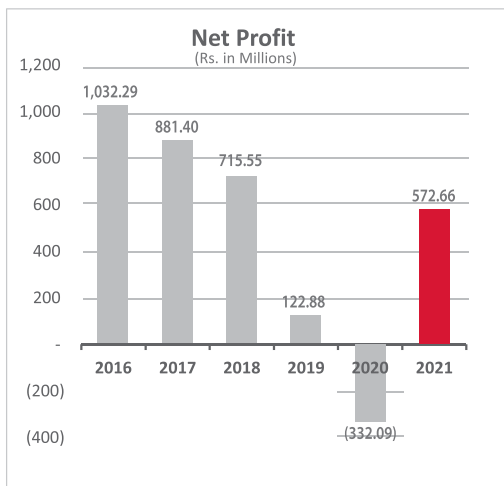
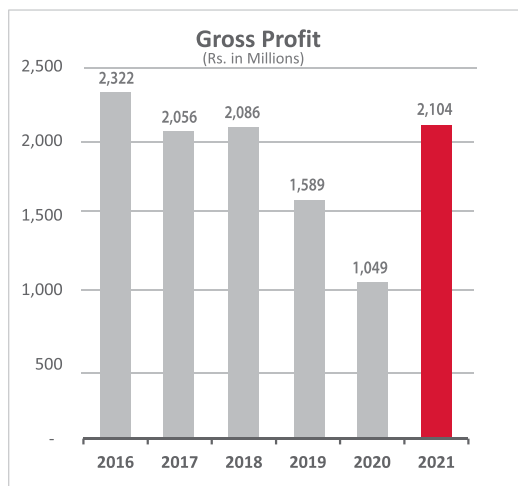
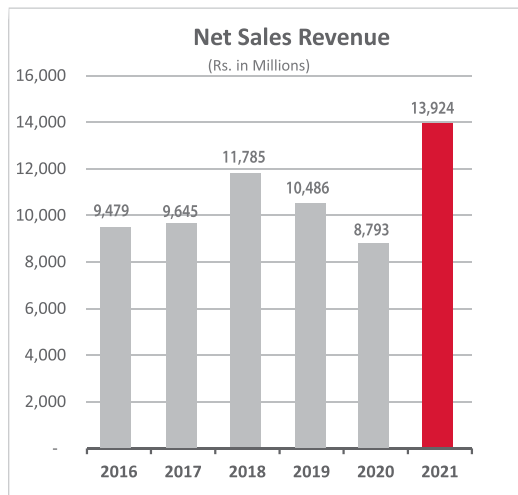
YEAR		2021	2020	2019	2018	2017	2016
Cash Dividend	%	0%	5%	0%	60%	150%	0%
Bonus	%	0%	0%	20%	70%	0%	0%

* Comparatives have been restated on account of issuance of bonus shares.

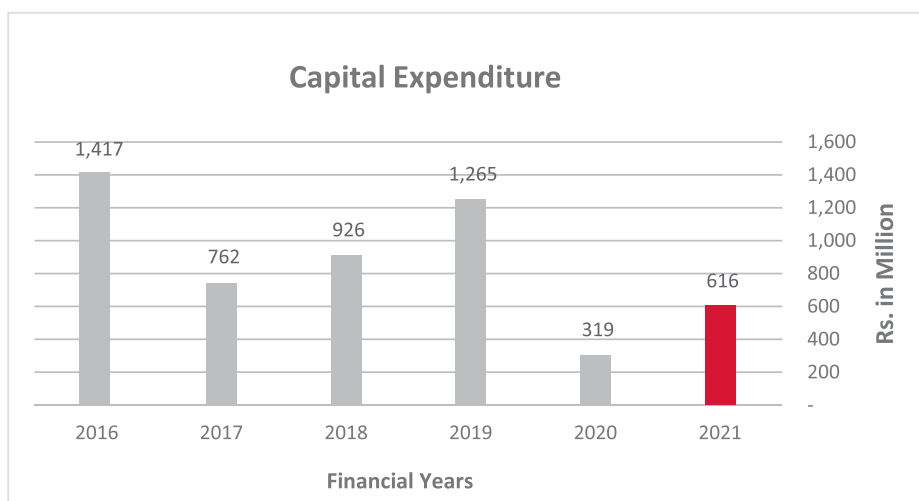
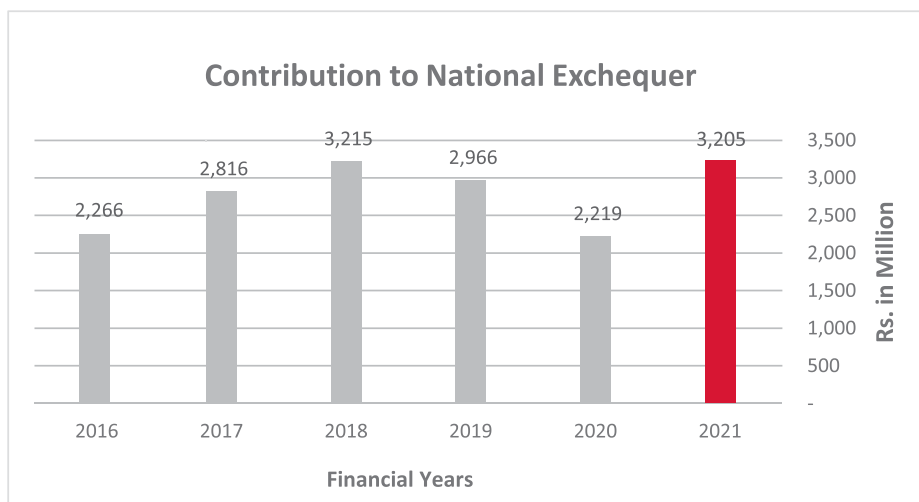
DuPont Analysis



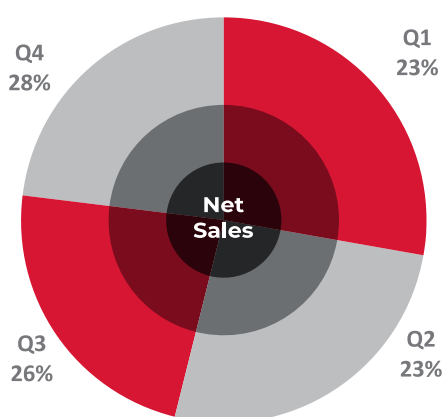
Graphical Presentation



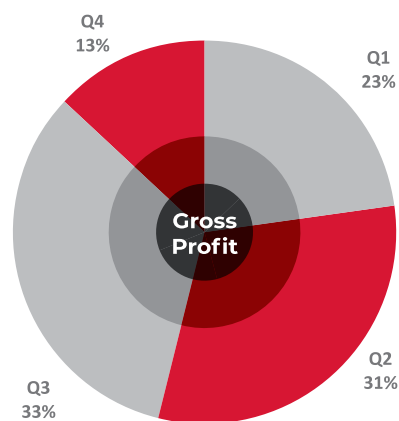
Graphical Presentation



Quarterly Performance Analysis



Net Sales: 13,923,520



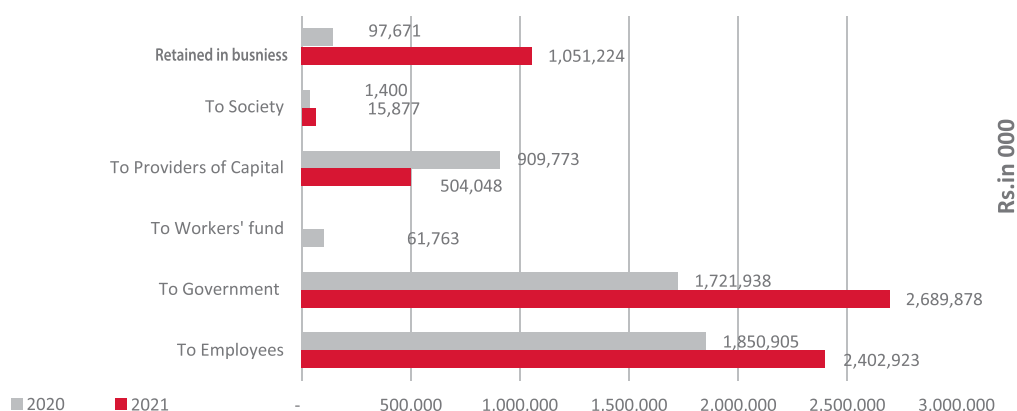
Gross Profit: 2,103,888

STATEMENT OF VALUE ADDITION

For the year ended June 30, 2021

	2021		2020	
	Rupees in '000	%age	Rupees in '000	%age
Value addition				
Net sales including sales tax	16,400,408		10,381,857	
Other income including share of profit of an associated company	187,765		65,255	
Cost of materials and services	(9,862,460)		(5,865,425)	
	<u>6,725,713</u>	100	<u>4,581,687</u>	100
Value distribution				
To Employees				
Salaries, wages, benefits and staff welfare	2,402,923	35.73	1,850,905	40.40
To Government				
Income tax	212,990	3.17	133,422	2.91
Sales tax	2,476,888	36.83	1,588,516	34.67
To Workers' fund				
Workers' profit participation fund	43,577	0.65	-	-
Workers' welfare fund	18,186	0.27	-	-
To Providers of Capital				
Dividend to shareholders	-	-	60,967	1.33
Mark up/ interest on borrowed money	504,048	7.49	848,806	18.53
To Society				
Donations	15,877	0.24	1,400	0.03
Retained in busniess				
Depreciation and Amortisation	478,568	7.12	490,729	10.71
Retained profit	572,656	8.51	(393,058)	(8.58)
	<u>6,725,713</u>	100	<u>4,581,687</u>	100

Distribution



RELIABILITY



Tyres are an integral part of the traveling experience. General Tyre has created a benchmark of reliability in the market over the past decades. As the leading tyre manufacturing Company in the country, we are proud to be the choice of every Pakistani for their vehicle. We ensure consistent high performance, supreme quality and strong reliability for every product we make.



Certifications



Standard	Description	Certified By	Certified Since	Certificate no.
ISO 9001 - 2015	Quality Management System	NQA Pakistan	2006	67893
ISO 14001 - 2015	Environmental Management System	NQA Pakistan	2016	E 5843
ISO 45001 - 2018	Occupational Health and Safety Management System	NQA Pakistan	2016	H 3062

STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019

For the year ended June 30, 2021

The Company has complied with the requirements of with Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) in the following manner:

1. The total number of directors are eight (8) as per the following:

Gender	Number
Male	7
Female	1

2. The composition of the Board as at June 30, 2021 is as follows:

Category	Names
Non-Executive Directors	Lt. Gen. (Retd.) Ali Kuli Khan Khattak Mr. Ahmad Kuli Khan Khattak Mr. Manzoor Ahmed Mr. Adnan Ahmed Mr. Umair Aijaz
Independent Director	Syed Ahmed Iqbal Ashraf
Executive Director	Mr. Hussain Kuli Khan – Chief Executive Officer (CEO)
Female Director	Mrs. Shahnaz Sajjad Ahmad

3. The directors have confirmed that none of them is serving as a director on more than seven (7) listed companies, including this Company.
4. The Company has prepared a code of conduct and has ensured that appropriate steps have been taken to disseminate it throughout the Company along with its supporting policies and procedures.
5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the Company. The Board has ensured that complete record of particulars of the significant policies along with their date of approval or updating is maintained by the Company.
6. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by the Board/ shareholders as empowered by the relevant provisions of the Companies Act, 2017 (the Act) and these Regulations.
7. The meetings of the Board were presided over by the Chairmen of the Board Meetings. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of the Board meetings.

8. The Board have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.
9. At present, out of eight (8) directors on the Board, four (4) directors have acquired the Directors Training Program Certifications, two (2) directors will obtain the said certification within stipulated time whereas, two (2) remaining directors are exempt from the directors training program.
10. The Board has approved appointment of Chief Financial Officer, Company secretary and Head of Internal Audit including remuneration and terms & conditions of employment and complied with relevant requirements of the Regulations.
11. Chief financial officer and chief executive officer duly endorsed the financial statements before approval of the Board.
12. The Board has formed committees comprising of members given below:

a. Board Audit Committee **(BAC)**:

Name of the Member	Category
Syed Ahmed Iqbal Ashraf	Chairman
Mr. Manzoor Ahmed	Member
Mr. Ahmad Kuli Khan Khattak	Member
Mr. Umair Aijaz	Member

b. Board Human Resource and Remuneration Committee **(BHR&RC)**:

Name of the Member	Category
Syed Ahmed Iqbal Ashraf	Chairman
Mr. Manzoor Ahmed	Member
Mr. Ahmad Kuli Khan Khattak	Member
Mr. Adnan Ahmed	Member
Mr. Hussain Kuli Khan	Member

13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committee for compliance.
14. The frequency of meetings of the committee were as per following:
 - a. Board Audit Committee - Quarterly
 - b. Board Human Resource and Remuneration Committee - Quarterly
15. The Board has set up an effective internal audit function which is considered suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Company.
16. The statutory auditors of the Company have confirmed that they have been given a satisfactory rating under the Quality Control Review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and that they and the partners of the firm involved in the audit are not a close relative (spouse, parent, dependent and non-dependent children) of the chief executive officer, chief financial officer, head of internal audit, company secretary or director of the Company.
17. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these Regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.
18. We confirm that all requirements of regulations 3, 7, 8, 27, 32, 33 and 36 of the Regulations have been complied with except for regulation 6 which requires that the Company shall have at least one-third members of the Board as independent directors. However, at present the Company has one independent director on its Board. A petition before the High Court of Sindh is pending in relation to the election of the Board held in the adjourned Extraordinary General Meeting on September 1, 2020.
19. We confirm that all other requirements of Regulations 3, 7, 8, 27, 32, 33 and 36 of the Regulations have been complied with.



Hussain Kuli Khan
Chief Executive

Karachi
August 26, 2021



Adnan Ahmed
Director

INDEPENDENT AUDITOR'S REVIEW REPORT**TO THE MEMBERS OF THE GENERAL TYRE AND RUBBER COMPANY OF PAKISTAN LIMITED****Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2019**

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) prepared by the Board of Directors of The General Tyre and Rubber Company of Pakistan Limited (the Company) for the year ended June 30, 2021 in accordance with the requirements of regulation 36 of the Regulations.

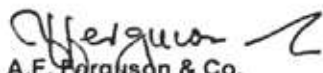
The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Company's personnel and review of various documents prepared by the Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Company for the year ended June 30, 2021.

Further, we highlight an instance of non-compliance with the requirement of the Regulations as reflected in paragraph 18 of the Statement of Compliance which inter alia states that the Company shall have at least one-third members of the Board as independent directors. At present the Company has one independent director on its Board. A petition before the High Court of Sindh is pending in relation to the election of the Board held in the adjourned Extraordinary General Meeting on September 1, 2020.



A.F. Ferguson & Co.
Chartered Accountants
Karachi, September 27, 2021

*A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427938/32424740; <www.pwc.com/pk>*

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Financial Statements 2021

INDEPENDENT AUDITOR'S REPORT

To the members of The General Tyre and Rubber Company of Pakistan Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of The General Tyre and Rubber Company of Pakistan Limited (the Company), which comprise the statement of financial position as at June 30, 2021, and the statement of profit or loss and other comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2021 and of the profit and other comprehensive loss, the changes in equity and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matter

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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Following is the Key audit matter:

S. No.	Key audit matter	How the matter was addressed in our audit
(i)	Contingencies (Refer notes 15.1.3, 15.1.4, 15.1.5, 15.1.6, 15.1.8, 15.1.10, 15.1.11, 15.1.12 and 15.1.16 to the annexed financial statements) The Company has disclosed various contingencies in respect of income tax matters, which are pending adjudication before the taxation authority and/or the court of law. Contingencies require management to make judgements and estimates in relation to the interpretation of laws, statutory rules, regulations and the probability of outcome and financial impact, if any, on the Company for disclosure and recognition and measurement of any provision that may be required against such contingencies. Due to significance of the amounts involved, inherent uncertainties with respect to the outcome of matters and use of significant management judgements and estimates to assess the same including related financial impacts, we considered contingencies relating to income tax (as referred in aforementioned notes) a key audit matter.	Our audit procedures amongst others included: <ul style="list-style-type: none"> ▪ Obtained details of the pending tax matters and discussed the same with the Company's management. ▪ Circularised confirmations to the Company's external legal and tax counsels for their views on open tax assessments. ▪ Read correspondence of the Company with the relevant authorities including judgements and orders passed by competent authorities in relation to the issues involved or matters which have similarities with the issues involved. ▪ Involved internal tax expert to assess management's conclusion on contingent tax matters. ▪ Assessed disclosures made in the annexed financial statements in respect of such tax matters.

Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- (a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- (b) the statement of financial position, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- (c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- (d) no zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

The engagement partner on the audit resulting in this independent auditor's report is Khurshid Hasan.



A. F. Ferguson & Co
Chartered Accountants

Karachi

Date: September 27, 2021

DURABILITY



We specialise in tyres which work extremely well on all types of road conditions. Our tyres are designed to deliver strong grip and durability. Our products offer exceptional balance, handling, long tread life and low rolling resistance thus making life safer on wheels for you to enjoy the journey to your dream destination.

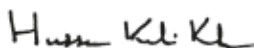


STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2021

	Note	2021 ----- Rupees in '000 -----	2020
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital 125,000,000 (2020: 125,000,000) ordinary shares of Rs 10 each		1,250,000	1,250,000
Issued, subscribed and paid-up share capital	4.1	1,219,334	1,219,334
Reserve for capital expenditure	4.2	1,000,000	1,000,000
Unappropriated profit		1,296,281	734,957
TOTAL EQUITY		3,515,615	2,954,291
LIABILITIES			
NON CURRENT LIABILITIES			
Long term finances	5	989,453	1,096,280
Lease liabilities	6	3,262	39,493
Staff benefits	7	382,630	318,917
Deferred liabilities			
- Deferred tax liability		62,268	54,090
- Others		186,641	-
	8	248,909	54,090
Long term deposits from dealers	9	9,960	9,861
		1,634,214	1,518,641
CURRENT LIABILITIES			
Current maturity of long term finances	5	844,077	316,262
Current maturity deferred liabilities	8	100,954	-
Short term finances	10	1,958,553	1,070,447
Current maturity of lease liabilities	6	5,300	26,924
Running finances under mark-up arrangements	11	3,289,343	3,950,247
Trade and other payables	12	2,467,179	1,794,516
Unclaimed dividend		19,554	16,885
Unpaid dividend		-	2,902
Accrued mark-up	13	129,176	171,450
Provision	14	59,038	48,700
		8,873,174	7,398,333
TOTAL LIABILITIES		10,507,388	8,916,974
TOTAL EQUITY AND LIABILITIES		14,023,003	11,871,265
Contingencies and commitments	15		



Siraj A. Lawai
Chief Financial Officer



Hussain Kuli Khan
Chief Executive



Adnan Ahmed
Director

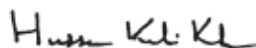
STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2021

	Note	2021 ----- Rupees in '000 -----	2020
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	16	5,197,325	5,043,865
Right-of-use assets	17	4,838	43,555
Intangible assets	18	2,698	2,655
Investment in an associated company	19	19,408	13,240
Long term loans and advances	20	9,039	5,445
Long term deposits	21	22,028	15,851
		<u>5,255,336</u>	<u>5,124,611</u>
CURRENT ASSETS			
Stores and spares	22	636,040	629,508
Stocks	23	4,841,207	3,318,231
Trade debts	24	1,717,939	1,157,946
Loans and advances	25	74,668	59,428
Deposits and prepayments	26	88,887	67,095
Other receivables	27	185,637	183,785
Taxation - net		1,148,891	1,147,912
Cash and bank balances	28	74,398	182,749
		<u>8,767,667</u>	<u>6,746,654</u>
TOTAL ASSETS		<u><u>14,023,003</u></u>	<u><u>11,871,265</u></u>

The annexed notes 1 to 48 form an integral part of these financial statements.



Siraj A. Lawai
Chief Financial Officer



Hussain Kuli Khan
Chief Executive



Adnan Ahmed
Director

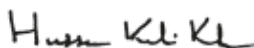
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2021

	Note	2021 ----- Rupees in '000 -----	2020
Sales - net	29	13,923,520	8,793,341
Cost of sales	30	(11,819,632)	(7,744,581)
Gross profit		2,103,888	1,048,760
Administrative expenses	31	(315,207)	(275,675)
Distribution cost	32	(597,285)	(415,593)
Other income	33	181,597	68,106
Other expenses	34	(77,640)	(20,605)
Profit from operations		1,295,353	404,993
Finance cost	35	(504,048)	(848,806)
		791,305	(443,813)
Share of profit / (loss) of an associated company	19	6,168	(2,851)
Profit / (loss) before taxation		797,473	(446,664)
Taxation (charge) / reversal	36	(224,817)	114,573
Profit / (loss) for the year		572,656	(332,091)
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Staff retirement gratuity remeasurement - net	71.8	(15,960)	31,241
Impact of deferred tax		4,628	(9,060)
Total other comprehensive (loss) / income for the year - net of tax		(11,332)	22,181
Total comprehensive income / (loss) for the year		561,324	(309,910)
----- Rupees -----			
Earnings / (loss) per share - basic and diluted	37	4.70	(2.72)

The annexed notes 1 to 48 form an integral part of these financial statements.



Siraj A. Lawai
Chief Financial Officer



Hussain Kuli Khan
Chief Executive



Adnan Ahmed
Director


STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED JUNE 30, 2021

	Issued, subscribed and paid-up share capital	Capital reserve Reserve for capital expenditure	Revenue reserve Unappropriated profit (note 1.2)	Total
----- Rupees in '000 -----				
Balance as at July 1, 2019	1,016,112	1,000,000	1,309,056	3,325,168
Transaction with owners				
First Interim dividend for the year ended June 30, 2020 @ of Re 0.50 per share	-	-	(60,967)	(60,967)
Bonus share issue for the year ended June 30, 2019 @ 20% i.e. 1 share for every 5 shares	203,222	-	(203,222)	-
Total comprehensive loss for the year ended June 30, 2020				
Loss for the year	-	-	(332,091)	(332,091)
Other comprehensive income	-	-	22,181	22,181
	-	-	(309,910)	(309,910)
Balance as at June 30, 2020	1,219,334	1,000,000	734,957	2,954,291
Total comprehensive income for the year ended June 30, 2021				
Profit for the year	-	-	572,656	572,656
Other comprehensive loss	-	-	(11,332)	(11,332)
	-	-	561,324	561,324
Balance as at June 30, 2021	1,219,334	1,000,000	1,296,281	3,515,615

The annexed notes 1 to 48 form an integral part of these financial statements.



Siraj A. Lawai
Chief Financial Officer



Hussain Kuli Khan
Chief Executive



Adnan Ahmed
Director

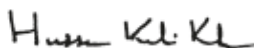
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2021

	Note	2021 ----- Rupees in '000 -----	2020
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	38	581,993	1,605,616
Staff retirement gratuity paid		(43,478)	(50,372)
Compensated absences paid		(6,537)	(3,105)
Long term deposits from dealers - net		99	510
Finance cost paid		(554,087)	(860,864)
Taxes paid		(212,990)	(221,649)
Long term loans and advances - net		(3,594)	1,415
Long term deposits		(6,177)	4,099
Profit on bank deposits received		656	988
Net cash (used in) / generated from operating activities		(244,115)	476,638
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(614,295)	(318,717)
Purchase of intangible assets		(1,759)	-
Proceeds from sale of operating fixed assets		20,298	28,937
Net cash used in investing activities		(595,756)	(289,780)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long term finance - repaid		(320,920)	(567,294)
Long term finance - obtained		843,040	350,865
Lease rental paid - net		(17,569)	(25,402)
Short term finances - net		888,106	(279,553)
Dividend paid		(233)	(62,718)
Net cash generated / (used in) financing activities		1,392,424	(584,102)
Net increase / (decrease) in cash and cash equivalents		552,553	(397,244)
Cash and cash equivalents - at beginning of the year		(3,767,498)	(3,370,254)
Cash and cash equivalents - at end of the year	39	(3,214,945)	(3,767,498)

The annexed notes 1 to 48 form an integral part of these financial statements.



Siraj A. Lawai
Chief Financial Officer



Hussain Kuli Khan
Chief Executive



Adnan Ahmed
Director

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

1. LEGAL STATUS AND OPERATIONS

1.1 The General Tyre and Rubber Company of Pakistan Limited (the Company) was incorporated in Pakistan on March 7, 1963 as a private limited company, under the Companies Act 1913, repealed and replaced by the Companies Ordinance, 1984 which in turn got replaced by the Companies Act 2017, and was subsequently converted into a public limited company. Its shares are quoted on the Pakistan Stock Exchange. The registered office is situated at H - 23/2, Landhi Industrial Trading Estate, Landhi, Karachi with regional offices at Lahore, Multan and Islamabad. The Company is engaged in the manufacturing and trading of tyres and tubes for automobiles and motorcycles.

1.2 During the year, in respect of a litigation involving the Company, the High Court of Sindh has issued an order whereby the Company and its Board are restrained to pass any resolution involving vote of a special majority that includes declaration of final and interim dividends as provided in Articles of the Company.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of measurement

These financial statements have been prepared under the historical cost convention except as otherwise stated.

2.2 Functional and presentation currency

These financial statements are presented in Pakistan Rupees, which is the functional currency of the Company.

2.3 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRSs, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.4 New standards, amendments to approved accounting and reporting standards and new interpretations

(a) New standards, amendments and interpretation to published accounting and reporting standards which became effective during the year ended June 30, 2021

There were certain amendments to accounting and reporting standards which became effective for the Company during the current year but are considered not to be relevant or have any significant effect on the Company's financial reporting therefore have not been disclosed in these financial statements.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

(b) New standards and amendments to published accounting and reporting standards that are not yet effective

There is a new standard and certain amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 1, 2021. However, these will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these financial statements.

2.5 Staff retirement benefits

2.5.1 Defined benefit plans

The Company operates an approved funded gratuity scheme for its senior executive staff / managerial cadre and an unfunded gratuity scheme for employees not covered by the funded gratuity scheme. The schemes define the amounts of benefit that an employee will receive on retirement subject to minimum qualifying period of service under the schemes. The amount of retirement benefits are usually dependent on one or more factors such as age, years of service and salary. The gratuity plan is fully funded by the Company.

The funding requirements are based on the gratuity fund's actuarial measurement framework set out in the funding policies of the plan. The funding is based on a separate actuarial valuation for funding purposes for which the assumptions may differ from the assumptions used in determining defined benefit liability. Employees are not required to contribute to the plan.

The liability recognised in the statement of financial position in respect of defined benefit plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets (if any). The defined benefit obligation is calculated annually on the basis of actuarial valuation.

The actuarial valuations of both schemes are carried out by an independent expert, using the 'Projected Unit Credit Method'.

The amounts arising as a result of re-measurements are recognised in the other comprehensive income in the periods in which they occur. Past service costs, if any, are recognised immediately in the profit or loss.

2.5.2 Defined contribution plan

The Company also operates a recognised provident fund for its employees. Equal monthly contributions at the rate of 10% of basic salary are made to the provident fund both by the Company and employees.

2.5.3 Employee compensated absences

The liability in respect of compensated absences of employees is accounted for in period in which these are earned in terms of basic salary upto the reporting date. The provision is recognised on the basis of an actuarial valuation.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

2.6 Taxation

Current

Provision for current taxation is the amount computed on taxable income at the current rates of taxation or alternative corporate tax computed on accounting income or minimum tax on turnover, whichever is higher, and taxes paid / payable on final tax basis, after taking into account tax credits available, if any. The charge for the current tax also includes adjustments where necessary, relating to prior years which arise from the assessments made / finalised during the year.

Deferred

Deferred tax is accounted for using the balance sheet liability method in respect of all temporary differences arising from differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax basis used in the computation of the taxable profit.

Deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profit shall be available against which the deductible temporary differences, unused tax losses and tax credits can be utilised.

Deferred tax is calculated at the rates that are expected to apply to the period when the differences reverse based on tax rates that have been enacted or substantively enacted by the reporting date.

2.7 Trade and other payables

Liabilities for trade and other payables are carried at their amortised cost, which is approximately fair value of the consideration to be paid in future for goods and services received, whether or not billed to the Company.

2.8 Property, plant and equipment

2.8.1 Operating fixed assets and depreciation thereon

Operating fixed assets other than leasehold land are stated at cost less accumulated depreciation and any identified impairment loss. Leasehold land is stated at cost. Cost of certain assets consists of historical cost and the related borrowing cost on loans utilised for the acquisition of those assets.

Depreciation is charged to income applying the straight line method whereby the cost of an asset less residual value is charged-off over its estimated useful life depending upon the class of assets. Depreciation is charged at rates stated in note 16.1.

Depreciation on additions is charged from the month following the month in which an asset is put to use and on deletions upto the month immediately preceding the deletion.

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each reporting date.

Items of property, plant and equipment individually costing Rs 10,000 or less are charged to the profit or loss as and when purchased.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

Maintenance and normal repairs are charged to the profit or loss as and when incurred. Major renewals and improvements which increase the assets' remaining useful economic life or the performance beyond the current estimated levels are capitalised and the assets so replaced, if any, are retired.

Gains or losses on disposal or retirement of fixed assets are determined as the difference between the sale proceeds and the carrying amount of assets and are included in the profit or loss.

The Company assesses at each reporting date whether there is any indication that the operating fixed assets may be impaired. If such an indication exists, the carrying amounts of the related assets are reviewed to assess whether they are recorded in excess of their recoverable amount. Where carrying values exceed the respective recoverable amounts, assets are written down to their recoverable amounts and the resulting impairment loss is charged to the profit or loss. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use.

2.8.2 Capital work-in-progress

Capital work-in-progress is stated at cost less identified impairment loss, if any. All expenditure connected with specific assets incurred during installation and construction period are carried under capital work-in-progress. These are transferred to specific assets as and when assets are available for use.

2.9 Right-of-use assets

The right-of-use assets are initially measured based on the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentive received. The right-of-use asset is depreciated using the straight line method over the lease term as this method most closely reflects the expected pattern of consumption of future economic benefits. The right-of-use asset is reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The Company applies the practical expedient to not recognise right-of-use assets and lease liabilities for short term leases that have a lease term of 12 months or less and leases of low-value assets.

2.10 Intangible assets

Intangible assets are stated at cost less accumulated amortisation and impairment losses, if any. Intangible assets are amortised using the straight line method over their estimated useful lives. Amortisation is charged at the rate stated in note 18.1.

Amortisation on additions is charged from the month following in which an asset is put to use and on deletions upto the month immediately preceding the deletion.

Useful lives of intangible assets are reviewed at each reporting date and adjusted if the impact of amortisation is significant.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

2.11 Investment in associates

Associates are entities over which the Company has significant influence but not control. Investment in an associate is accounted for using the equity method of accounting. Under the equity method, the investment is initially recognised at cost, and the carrying amount is increased or decreased to recognise the Company's share of profit or loss of the investee after the date of acquisition. The Company's share of post acquisition profit or loss is recognised in the profit or loss, and its share of post acquisition movements in other comprehensive income is recognised in the other comprehensive income with the corresponding adjustment to the carrying amount of the investment.

When the Company's share of losses in an associate equals or exceeds its interest in the associate, the Company does not recognise further losses, unless it has incurred legal or constructive obligations or made payments on behalf of the associate.

The Company determines at each reporting date whether there is any objective evidence that the investment in the associate is impaired. If this is the case, the Company calculates the amount of impairment as the difference between the recoverable amount of the associate and its carrying value and recognises the amount in profit or loss.

2.12 Stores and spares

Stores and spares are valued at lower of cost and estimated net realisable value. The cost of stores and spares is based on weighted average cost less provision for obsolescence, if any. Items in transit are valued at cost as accumulated upto the reporting date.

Provision for obsolete items, if any, is based on their condition as at the reporting date depending upon the management's judgement.

2.13 Stocks

Stocks are stated at the lower of cost and net realisable value. Cost in relation to raw materials and trading goods in hand is calculated on weighted average basis.

The cost of work-in-process and finished goods comprises of direct materials, labour and appropriate portion of production overheads.

Raw materials held in custom bonded warehouses and stock-in-transit are valued at cost accumulated upto the reporting date.

Claimed tyres are valued at their estimated net realisable value.

Net realisable value is determined on the basis of the estimated selling price of the product in ordinary course of business less estimated cost of completion and estimated cost necessary to be incurred for its sale.

2.14 Trade debts and other receivables

Trade debts and other receivables are recognised initially at the amount of consideration that is unconditional, unless they contain significant financing component in which case such are recognised at fair value. The Company holds the trade debts with the objective of collecting the contractual cash flows and therefore measures the trade debts subsequently at amortised cost using the effective interest method.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

2.15 Financial assets and financial liabilities

Financial Assets

(i) Amortised Cost

Assets that are held for collection of contractual cash flows, where those cash flows represent solely payments of principal and interest, are measured at amortised cost. Interest income from these financial assets, impairment losses, foreign exchange gains and losses, and gain or loss arising on derecognition are recognised directly in profit or loss.

(ii) Fair value through other comprehensive income

Financial assets at fair value through other comprehensive income are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(iii) Fair value through profit or loss

Assets that do not meet the criteria for amortised cost or fair value through other comprehensive income or assets that are designated at fair value through profit or loss using fair value option, are measured at fair value through profit or loss. A gain or loss on debt investment that is subsequently measured at fair value through profit or loss is recognised in the profit or loss in the period in which it arises.

Equity instrument financial assets are measured at fair value at and subsequent to initial recognition. Changes in fair value of these financial assets are normally recognised in the profit or loss. Dividends from such investments continue to be recognised in profit or loss when the Company's right to receive payment is established. Where an election is made to present fair value gains and losses on equity instruments in other comprehensive income there is no subsequent reclassification of fair value gains and losses to the profit or loss following the derecognition of the investment.

Financial assets and liabilities are initially measured at cost, which is the fair value of the consideration given and received respectively. These financial assets and liabilities are subsequently remeasured to fair value or amortised cost as the case may be. Any gain or loss on the recognition and de-recognition of the financial assets and liabilities is included in the profit or loss for the period in which it arises.

Financial assets are derecognised when the Company loses control of the contractual rights that comprise the financial asset. Assets or liabilities that are not contractual in nature and that are created as a result of statutory requirements imposed by the Government are not the financial instruments of the Company.

Financial Liabilities

Financial liabilities are recognised at the time when the Company becomes a party to the contractual provisions of the instrument. Financial liabilities at amortised cost are initially measured at fair value less transaction costs. Financial liabilities at fair value through profit or loss are initially recognised at fair value and transaction costs are recognised as expense in the profit or loss.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

Financial liabilities, other than those at fair value through profit or loss, are subsequently measured at amortised cost using the effective yield method.

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange and modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in respective carrying amounts is recognised in the profit or loss.

2.16 Offsetting

A financial asset and financial liability is off-set and the net amount is reported in the statement of financial position when there is a legally enforceable right to set-off the transaction and also there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

2.17 Impairment

(a) Financial assets

The Company assesses on a forward looking basis, the expected credit losses associated with its financial assets. The Company applies the simplified approach to recognise lifetime expected credit losses for trade debts. For other financial assets, the Company follows general approach to determine impairment under IFRS 9.

Significant financial assets are tested for impairment on an individual basis. The remaining financial assets are assessed collectively in groups that share similar credit risk characteristics.

The Company recognises in the profit or loss, as an impairment gain or loss, the amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date.

(b) Non-Financial assets

The carrying amounts of non-financial assets are assessed at each reporting date to ascertain whether there is any indication of impairment. If such an indication exists, the asset's recoverable amount is estimated to determine the extent of impairment loss, if any. An impairment loss is recognised as an expense in the profit or loss. The recoverable amount is the higher of an asset's fair value less cost of disposal and value-in-use. Value-in-use is ascertained through discounting of the estimated future cash flows using a discount rate that reflects the time value of money and the risk specific to the assets. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units).

An impairment loss is reversed if there is a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

2.18 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at cost. For the purposes of the statement of cash flows, cash and cash equivalents consist of cash and bank balances and running finance under mark-up arrangements.

2.19 Revenue recognition

(a) Sale of goods

Revenue is recognised when or as performance obligations are satisfied by transferring control of a promised goods or service to a customer, and control either transfers over time or at a point in time. Revenue is measured at fair value of the consideration received or receivable, excluding discounts, rebates and government levies.

(b) Dividend income is recognised when the right to receive such payment is established.

(c) Interest income is accrued on the time proportion basis with reference to the principal outstanding and applicable rate of return.

2.20 Borrowing costs

Borrowing and other related costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use. All other borrowing costs are recognised as an expense in the period in which they are incurred.

2.21 Government grant

Government grants are recognised where there is a reasonable expectation that the grant will be received and the attached conditions will be complied with. It is recognised as income on a systematic basis over the periods in which the related cost, for which it is intended to compensate is recorded.

2.22 Foreign currency transactions and translation

Foreign currency transactions are recorded using the exchange rates ruling at the dates of the transactions. Monetary assets and liabilities in foreign currencies are translated into Pakistan Rupee using the exchange rate ruling at the reporting date. Foreign exchange gains and losses resulting from the settlement of foreign currency transactions and on translation of monetary assets and liabilities denominated in foreign currencies at reporting date are recognised in the profit or loss.

2.23 Warranty - tyre replacement allowance

Warranty expense is recognised in the year of sale on the basis of estimates of warranty claims to be received against those sales.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

2.24 Provisions, contingent assets and contingent liabilities

Provisions are recognised in the statement of financial position when the Company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation can be made. However, provisions are reviewed at each reporting date and adjusted to reflect current best estimate.

Contingent assets are disclosed when there is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent assets are not recognised until their realisation becomes virtually certain.

Contingent liabilities are disclosed when:

- there is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Company; or
- there is present obligation that arises from past events but it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or the amount of the obligation cannot be measured with sufficient reliability.

2.25 Ijarah

In accordance with IFAS 2 'Ijarah', Ijarah in which a significant portion of the risks and rewards of ownership are retained by the lessor / Muj'ir (lessor) are classified as Ijarah. Payments made during the year are charged to the profit or loss on a straight-line basis over the period of the Ijarah.

2.26 Lease Liabilities

Lease liability is initially measured at the present value of the lease payments discounted using the interest rate implicit in the lease, or if that rate cannot be readily determined, the Company's incremental borrowing rate.

Lease payments include fixed payments and variable lease payment that are based on an index or a rate, amounts expected to be payable by the Company under residual value guarantees, the exercise price of a purchase option if the Company is reasonably certain to exercise that option, payments of penalties for terminating the lease if the lease term reflects the Company exercising that option, less any lease incentives receivable. The extension and termination options are incorporated in the determination of the lease term only when the Company is reasonably certain to exercise these options.

The lease liability is subsequently measured at amortised cost using the effective interest rate method. It is remeasured when there is a change in future lease payments arising from a change in fixed lease payments or an index or rate, change in the Company's estimate of the amount expected to be payable under a residual value guarantee, or if the Company changes its assessment of whether it will exercise a purchase, extension or termination option. The corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of right of use of asset has been reduced to zero.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

2.27 Segment reporting

Segment information is presented on the same basis as that used for internal reporting purposes by the Chief Operating Decision Maker. The Chief Executive has been identified as the Chief Operating Decision Maker, who is responsible for allocating resources and assessing performance of the operating segments. On the basis of its internal reporting structure, the Company considers itself to be a single reportable segment.

2.28 Dividend and appropriation to reserves

Dividend and appropriation to reserves are recognised in these financial statements in the period in which these are approved.

3. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of financial statements in conformity with the approved accounting and reporting standards requires the use of certain critical accounting estimates. It also requires management to exercise judgements in the process of applying the Company's accounting policies.

Estimates and judgements 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.

The assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected. Judgements made by management in application of the approved accounting and reporting standards that have significant effect on the financial statements and estimates with a significant risk of material adjustments in the next year are discussed in respective policy notes. The areas where various assumptions and estimates are significant to the Company's financial statements or where judgements were exercised in application of accounting policies are as follows:

- (i) Provision for staff retirement benefits [note 2.5]
- (ii) Provision for taxation [note 2.6]
- (iii) Estimate of useful lives and residual values of property, plant & equipment and intangible assets [notes 2.8 and 2.10]
- (iv) Obsolete stores and spares [note 2.12]
- (v) Determination of net realisable value [note 2.13]
- (vi) Estimation of expected credit losses for trade receivables [note 2.17]
- (vii) Provision for tyre replacement allowance [note 2.23]
- (viii) Provisions, contingent assets and contingent liabilities [Note 2.24]
- (ix) Assessment of discount rates, lease terms and termination and renewal options for leases and present value of right-of-use assets [note 2.26 and 2.9]

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

4. SHARE CAPITAL AND RESERVES

4.1 Issued, subscribed and paid-up share capital

2021 --- Number of shares ---	2020		2021 --- Rupees in '000 ---	2020
7,133,320	7,133,320	Ordinary shares of Rs 10 each fully paid in cash	71,333	71,333
186,680	186,680	Ordinary shares of Rs 10 each issued for consideration other than cash	1,867	1,867
114,613,350	114,613,350	Ordinary shares of Rs 10 each issued as fully paid bonus shares	1,146,134	1,146,134
<u>121,933,350</u>	<u>121,933,350</u>		<u>1,219,334</u>	<u>1,219,334</u>

4.1.1 Number of ordinary shares of the Company held by the related parties as at June 30

	2021 --- Number of Shares ---	2020
Bibojee Services (Private) Limited	33,881,772	33,881,772
Pakistan Kuwait Investment Company (Private) Limited	36,579,835	36,579,835
	<u>70,461,607</u>	<u>70,461,607</u>

4.2 Reserve for capital expenditure

The reserve has been established out of the unappropriated profit for capital expenditure.

	Note	2021 --- Rupees in '000 ---	2020
5. LONG TERM FINANCES - Secured			
Term finance - from banking companies			
Conventional	5.1, 5.2 & 5.3	1,514,512	1,355,463
Shariah compliant	5.4	420,150	57,079
		<u>1,934,662</u>	<u>1,412,542</u>
Less: grouped under			
Current liabilities		(844,077)	(316,262)
Deferred income - Government grant	8	(101,132)	-
		<u>989,453</u>	<u>1,096,280</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

- 5.1** In order to finance the Company's on-going budgeted capital expenditure requirement, the Company obtained a term finance facility of Rs 700 million from Askari Bank Limited - an associated company. The principal amount was drawn in four tranches and is repayable in eight equal semi-annually instalments which commenced from September 16, 2017. This finance facility carries mark-up at the rate of six months KIBOR plus 0.5% per annum.

This also includes long-term facility obtained from Askari Bank Limited - an associated company amounting to Rs 639 million under the Refinance Scheme for Payment of Wages and Salaries to the Workers and Employees of Business Concerns by the State Bank of Pakistan. The loan is repayable in eight equal quarterly instalments, which started from April 2021. The loan carries mark-up of 3% per annum starting from the date of disbursement and is payable in arrears on quarterly basis.

Above facilities are secured by way of first pari passu charge over all the present and future fixed assets (excluding land and building) and current assets of the Company to the extent of Rs 1,088 million.

- 5.2** This includes a term finance facility of Rs 700 million obtained to finance capital expenditure. The principal amount drawn is repayable in fourteen equal quarterly instalments which commenced after a grace period of eighteen months from the date of disbursement (i.e. August 17, 2017). This finance facility carries mark-up at the rate of three months KIBOR plus 0.50% per annum and is secured by way of joint pari passu charge over stocks, trade debts and fixed assets (excluding land and building) of the Company to the extent of Rs 933.333 million.

- 5.3** In order to finance the Company's on-going budgeted capital expenditure requirement, the Company obtained a term finance facility of Rs 850 million from a bank. The first draw down of Rs 356.656 million was made during the year ended June 30, 2019 and second draw down of Rs 149.975 million was made during the year ended June 30, 2020. The first tranche of loan is repayable in fourteen equal quarterly instalments after a grace period of one and a half year from the date of disbursement (i.e. May 3, 2019). This finance facility carries mark-up at the rate of three months KIBOR plus 0.50% per annum and is secured by way of first registered joint pari passu hypothecation charge of Rs 1,133.33 million over all the present and future fixed assets (excluding land and building) and current assets of the Company.

- 5.4** The Company obtained a Musharika facility of Rs 650 million for the acquisition of boiler and mixing line with down stream equipment. The bank against the said facility had made payments to vendors / suppliers aggregating Rs 507.3 million in eight tranches of different amounts. The repayment is to be made in respect of each tranche is sixteen equal quarterly instalments on different dates which commenced from February 20, 2017. This finance facility carries mark-up at the rate of three months KIBOR plus 0.75% per annum and is secured by way of first joint pari passu hypothecation charge of Rs 300 million on boiler of the Company.

This also includes long term financing facility obtained from Faysal Bank Limited under State Bank of Pakistan's (SBP) Refinance Scheme for Islamic Temporary Economic Refinance Facility ('ITERF'), recognised initially at fair value. The total facility available amounts to Rs 404 million. The balance is repayable in 32 equal quarterly instalments after a grace period of two years from the date of each disbursement.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

Above facility from Faysal Bank Limited was secured by way of first pari passu charge over all the present and future fixed assets (excluding land and building) and current assets of the Company to the extent of Rs 667 million.

5.5 In view of the relief granted by the State Bank of Pakistan vide Banking Policy and Regulation Department (BPRD) Circular No. 13 of 2020 dated March 26, 2020 in relation to COVID-19, the Company sought relaxation in repayment terms in respect of its long-term finance facilities from Askari Bank Limited, Faysal bank Limited amounting and MCB Bank Limited amounting to Rs 175 million, Rs 57.064 million and Rs 72.38 million respectively. The principal repayment of these long-term finance facilities which were due from May 2020 to May 2021 have been deferred for a period of one year thereby extending the overall maturities of these long-term finance facilities by the same period.

5.6 Following are the changes in the long term finances:

	Note	2021 --- Rupees in '000 ---	2020 ---
Opening balance		1,412,542	1,628,971
Add: Disbursement		843,040	350,865
Less: Repayments		(320,920)	(567,294)
Closing balance		<u>1,934,662</u>	<u>1,412,542</u>

6. LEASE LIABILITIES

As at 1 July,	66,417	-
Additions	-	82,862
Interest expense related to lease	4,021	8,957
Payments	(17,569)	(25,402)
Disposals	(44,307)	-
As at 30 June,	<u>8,562</u>	<u>66,417</u>
Lease liabilities	8,562	66,417
Less : Current maturity of lease liabilities	(5,300)	(26,924)
	<u>3,262</u>	<u>39,493</u>

6.1 Maturity analysis

Not later than 1 year	5,300	26,924
Later than 1 year and not later than 5 years	3,262	39,493
	<u>8,562</u>	<u>66,417</u>

7. STAFF BENEFITS

Staff retirement gratuity	7.1	325,584	268,093
Employees compensated absences	7.2	57,046	50,824
		<u>382,630</u>	<u>318,917</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

7.1 Staff retirement gratuity

7.1.1 As stated in note 2.5.1, the Company operates an approved funded gratuity scheme for its senior executive staff and an unfunded gratuity scheme for employees not covered by the funded gratuity scheme.

7.1.2 Plan assets held in trust are governed by local regulations which mainly include the Trust Act, 1882, the Companies Act, 2017, Income Tax Rules, 2002 and Rules under the Trust Deed of the Plan. The Board of Trustees are responsible for the governance of the plan assets, including investment decisions and contributions schedules. The Company appoints the trustees and all trustees are employees of the Company.

7.1.3 The latest actuarial valuations of the schemes as at June 30, 2021 was carried out by an external actuary, using the 'Projected Unit Credit Method'. Details of the schemes as per the actuarial valuations are as follows:

Funded		Unfunded		Total	
2021	2020	2021	2020	2021	2020

----- Rupees in '000 -----

7.1.4 Balance sheet reconciliation

Present value of defined benefit obligation - note 7.1.5	162,871	175,006	380,328	351,930	543,199	526,936
Fair value of plan assets - note 7.1.6	(144,104)	(165,610)	-	-	(144,104)	(165,610)
Liability at end of the year	18,767	9,396	380,328	351,930	399,095	361,326
Payable within next twelve months (note 12)	(26,871)	(53,091)	(46,640)	(40,142)	(73,511)	(93,233)
	(8,104)	(43,695)	333,688	311,788	325,584	268,093

7.1.5 Movement in the present value of defined benefit obligation

Balance at the beginning of the year	175,006	164,584	351,930	329,135	526,936	493,719
Current service cost	11,744	11,086	24,601	21,531	36,345	32,617
Interest cost	13,037	22,460	28,504	45,205	41,541	67,665
Benefits paid	(44,161)	(20,963)	(34,085)	(16,785)	(78,246)	(37,748)
Re-measurement on obligation	(3,641)	(9,187)	20,264	(20,130)	16,623	(29,317)
Transferred to managerial cadre	10,886	7,026	(10,886)	(7,026)	-	-
Balance as at June 30,	162,871	175,006	380,328	351,930	543,199	526,936

7.1.6 Movement in the fair value of plan assets

Balance at the beginning of the year	165,610	130,995	-	-	165,610	130,995
Interest income	12,599	20,067	-	-	12,599	20,067
Contributions	9,393	33,587	-	-	9,393	33,587
Benefits paid	(44,161)	(20,963)	-	-	(44,161)	(20,963)
Re-measurement	663	1,924	-	-	663	1,924
Balance as at June 30,	144,104	165,610	-	-	144,104	165,610

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

Funded		Unfunded		Total	
2021	2020	2021	2020	2021	2020

----- Rupees in '000 -----

7.1.7 Charge for the year

Current service cost	11,744	11,086	24,601	21,531	36,345	32,617
Net interest cost	438	2,393	28,504	45,205	28,942	47,598
	12,182	13,479	53,105	66,736	65,287	80,215

7.1.8 Re-measurement recognised in other comprehensive income

Re-measurement (gain) / loss on obligation	(3,641)	(9,187)	20,264	(20,130)	16,623	(29,317)
Re-measurement gain on fair value of plan assets	(663)	(1,924)	-	-	(663)	(1,924)
	(4,304)	(11,111)	20,264	(20,130)	15,960	(31,241)

7.1.9 Net recognised liability

Net liability at beginning of the year	9,396	33,589	351,930	329,135	361,326	362,724
Charge for the year	12,182	13,479	53,105	66,736	65,287	80,215
Benefits paid during the year	-	-	(34,085)	(16,785)	(34,085)	(16,785)
Contributions made during the year	(9,393)	(33,587)	-	-	(9,393)	(33,587)
Transferred to managerial cadre	10,886	7,026	(10,886)	(7,026)	-	-
Re-measurement recognised in other comprehensive income	(4,304)	(11,111)	20,264	(20,130)	15,960	(31,241)
Net liability as at June 30,	18,767	9,396	380,328	351,930	399,095	361,326
Payable within next twelve months	(26,871)	(53,091)	(46,640)	(40,142)	(73,511)	(93,233)
	(8,104)	(43,695)	333,688	311,788	325,584	268,093

7.1.10 Plan assets comprise of:

Equity instruments - Quoted	44,083	29,756	-	-	44,083	29,756
Term Deposit Receipts	97,971	112,729	-	-	97,971	112,729
Cash at bank	2,050	23,125	-	-	2,050	23,125
	144,104	165,610	-	-	144,104	165,610

Funded		Unfunded	
2021	2020	2021	2020

----- % per annum -----

7.1.11 Actuarial assumptions used

Discount rate	10.00	8.25	10.00	8.25
Expected rate of increase in future salaries	10.00	8.25	10.00	8.25
Demographic assumptions				
- Mortality rates (for death in service)	SLIC (2001-05)	SLIC (2001-05)	SLIC (2001-05)	SLIC (2001-05)
- Rates of employee turnover	Moderate	Moderate	Moderate	Moderate

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

7.1.12 Sensitivity analysis for actuarial assumptions

The sensitivity of the defined benefit obligation to changes in principal assumptions is as follows:

	Impact on defined benefit obligation		
	Change in assumptions	Increase in assumptions	Decrease in assumptions
	--- Rupees in '000 ---		
Discount rate	1.00%	(33,585)	37,937
Future salaries	1.00%	40,207	(36,196)
Withdrawal rates	10.00%	(527)	536

The sensitivity analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and change in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of defined benefit obligation calculated with the project unit credit method at the end of reporting period) has been applied as when calculating the gratuity liability recognised within the statement of financial position.

The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the previous period.

7.1.13 Based on actuary's advice, the expected charge for the year ending June 30, 2022 amounts to Rs 11.527 million and Rs 59.802 million for funded and unfunded gratuity schemes respectively.

7.1.14 The weighted average duration of funded gratuity and un-funded gratuity is 6.83 years.

7.1.15 Description of the risks to the Company:

The defined benefit schemes expose the Company to the following risks:

Mortality risks - The risk that the actual mortality experience is different. The effect depends on the beneficiaries' service / age distribution and the benefit.

Final salary risks - The risk that the final salary at the time of cessation of service is different than what was assumed. Since the benefit is calculated on the final salary, the benefit amount changes similarly.

Withdrawal risks - The risk of higher or lower withdrawal experience than assumed. The final effect could go any way depending on the beneficiaries service/age distribution and the benefit.

Asset volatility - The plan liabilities are calculated using a discount rate set with reference to corporate bond yields; if plan assets underperform this yield, this will create a deficit. The Fund believes that due to the long-term nature of the plan liabilities and the strength of the Company's support, the current investment strategy manages this risk adequately.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

	Note	2021 ----- Rupees in '000 -----	2020 ----- Rupees in '000 -----
7.2 Employees compensated absences			
Balance at the end of the year	7.2.1	62,809	58,137
Payable within next twelve months		(5,763)	(7,313)
		<u>57,046</u>	<u>50,824</u>
7.2.1 Movement in the account during the year is as follows:			
Balance at the beginning of the year		58,137	54,723
Charge for the year		11,209	6,519
		<u>69,346</u>	<u>61,242</u>
Encashed during the year		(6,537)	(3,105)
Balance at the end of the year		<u>62,809</u>	<u>58,137</u>
8. DEFERRED LIABILITIES			
Deferred tax - net	8.1	62,268	54,090
Gas Infrastructure Development Cess (GIDC) payable	8.2	186,463	-
Deferred income - Government grant	8.3	101,132	-
		<u>349,863</u>	<u>54,090</u>
- Current maturities of deferred liabilities			
GIDC payable		79,534	-
Government grant		21,420	-
		<u>100,954</u>	<u>-</u>
		<u>248,909</u>	<u>54,090</u>
8.1 Deferred tax - net			
Credit / (debit) balances arising in respect of temporary differences relating to:			
Taxable temporary difference			
Accelerated tax depreciation		614,553	631,571
Deferred liabilities		6,471	-
		<u>621,024</u>	<u>631,571</u>
Deductible temporary difference			
Provision for doubtful debts		(9,280)	(12,278)
Provision for doubtful custom duty rebates recoverable		(26,205)	(26,205)
Provision for staff benefits		(133,137)	(118,919)
Interest payable on custom duties		(8,681)	(8,681)
Provision for tyre replacement allowance		(17,121)	(14,122)
Minimum tax		(315,271)	(241,563)
Tax losses		(46,365)	(148,786)
Lease liabilities net of right-of-use assets		(1,080)	(6,630)
Others		(1,616)	(297)
		<u>(558,756)</u>	<u>(577,481)</u>
		<u>62,268</u>	<u>54,090</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

8.1.1 The Company has recognised deferred tax asset on minimum turnover tax of taxable turnover amounting to Rs 315.271 million (2020: Rs 241.563 million) as the Company, based on its financial projections, expects to recoup it in the ensuing years. The Company carries out periodic assessments to determine if the Company would be able to set off the minimum tax against the future tax liabilities of the Company.

8.2 The Supreme Court of Pakistan (SCP) through its judgement date august 13, 2020 ("GIDC Judgement") declared the Gas Infrastructure Development Cess Act, 2015 ("GIDC Act 2015") as valid and intra vires the Constitution of Pakistan 1973. It further allowed recovery of GIDC that has become due up to July 31, 2020, by the gas company from their consumers in 48 equal monthly installments.

The Company has filed a suit before High Court of Sindh on September 18, 2020 on the grounds that factual determination of the GIDC passed-on is to be carried out, which is pending adjudication. Meanwhile the High Court of Sindh granted the Company an interim stay dated September 19, 2020 restraining the gas companies from taking coercive action against the Company for non-payment of GIDC installments.

The Company has followed the relevant accounting standards and guidelines issued by the Institute of Chartered Accountants of Pakistan in this regard.

8.3 This represents deferred government grant recognised in respect of the benefit of below-market interest rate on long term finances as referred to in note 5. The benefit has been measured as the difference between the fair value of the loan and the proceeds received. The Company has used the prevailing market rate of mark-up for similar instruments to calculate fair values of respective loans.

9. LONG TERM DEPOSITS FROM DEALERS

These deposits are interest free and are not refundable during the subsistence of dealership and are utilised for the purpose of business as per the written agreements.

	Note	2021 ----- Rupees in '000 -----	2020 ----- Rupees in '000 -----
10. SHORT TERM FINANCES - Secured			
Conventional - Term Finance Loans	10.1	<u>1,958,553</u>	<u>1,070,447</u>

10.1 Short term finance facilities available from commercial banks aggregate Rs 2,000 million (2020: Rs 1,950 million) and are secured against pari passu charge over fixed assets (excluding land and building), stocks and trade debts of the Company. The rates of mark-up of these facilities range from KIBOR plus 0.3% to KIBOR plus 1% per annum. These facilities are expiring on various dates upto March 31, 2022.

10.2 Following are the changes in short term finances:

	2021 ----- Rupees in '000 -----	2020 ----- Rupees in '000 -----
Opening balance	1,070,447	1,350,000
Disbursements net of repayments	888,106	(279,553)
Closing balance	<u>1,958,553</u>	<u>1,070,447</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

	2021	2020
	----- Rupees in '000 -----	
11. RUNNING FINANCES UNDER MARK-UP ARRANGEMENTS - Secured		
Conventional	3,222,824	3,777,680
Shariah Compliant	66,519	172,567
	<u>3,289,343</u>	<u>3,950,247</u>
11.1	The Company has arranged running finance facilities from various banks on mark-up basis to the extent of Rs 5,050 million (2020: Rs 4,500 million). The rates of mark-up on these arrangements range from KIBOR plus 0.25% to KIBOR plus 1.25% per annum. These finance facilities are secured against pari passu charge over fixed assets (excluding land and building), stocks and trade debts of the Company and are expiring on various dates by December 31, 2021.	
	The maximum available aggregate limit for utilisation of facilities for short term finances (note 10) and running finances is Rs 7,050 million (2020: Rs 6,450 million).	
11.2	The facilities for opening letters of credit and guarantees as at June 30, 2021 aggregated Rs 5,200 million (2020: Rs 4,200 million) of which the amount remaining unutilised at the year-end was Rs 3,512.2 million (2020: Rs 3,311.4 million).	
11.3	The year end balance includes Rs 352.110 million (2020: Rs 341.356 million) payable to Askari Bank Limited - an associated company.	

	2021	2020
	----- Rupees in '000 -----	
	Note	
12. TRADE AND OTHER PAYABLES		
Trade creditors		147,331
Bills payable		179,660
Accrued expenses	12.1	752,474
Royalty fee payable		365,439
Advances from customers	12.2	1,118,478
Staff provident fund payable		89,481
Staff retirement gratuity	7.1.4	51,071
Short term deposits		48,842
Workers' profits participation fund	12.3	114,779
Workers' welfare fund		4,613
Payable to Waqf-e-Kuli Khan		73,511
Interest payable on custom duties	12.4 & 12.5	93,233
Stamp duty payable		1,852
Sales tax		43,577
Others	12.6	18,186
		14,327
		29,933
		-
		1,130
		132,312
		31,853
		<u>2,467,179</u>
		<u>1,794,516</u>

- 12.1** Include Rs Nil (2020: Rs 233.074 million) and Rs 35.510 million (2020: Rs 8.883 million) pertaining to Gas Infrastructure Development Cess and key management personnel respectively.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

12.2 The advances from customers / contract liabilities against sale of tyres and tubes at the beginning of each year are recognised as revenue in the ordinary course of business.

2021 2020
Note ----- Rupees in '000 -----

12.3 Workers' profits participation fund

Balance at the beginning of the year		-	3,604
Interest on funds utilised in the Company's business	35	-	33
Allocation for the year	34	43,577	-
		43,577	33
Payments made during the year		-	(3,637)
Balance as at June 30,		43,577	-

12.4 The Company had deferred the recognition of import levies relating to the plant and machinery imported under a finance lease arrangement with Islamic Development Bank (IDB), Jeddah as these were not payable by the Company until the ownership of the subject plant and machinery was transferred in the Company's name. The Federal Board of Revenue (FBR) had imposed a condition that interest at the prevailing bank rate shall be payable on the import levies deferred till the date such levies are paid.

During the year ended June 30, 2001 the Appraisement Collectorate, Custom House, Karachi (ACCH) issued a final notice to the Company to deposit all outstanding dues amounting to Rs 208.323 million being interest on custom duties including surcharge and delayed surcharge calculated upto March 31, 2001. In reply the Company had filed an application with the High Court of Sindh to vacate the said charge of interest.

The High Court of Sindh, during year ended June 30, 2005, dismissed the petition filed by the Company. ACCH issued another final notice to the Company to deposit all outstanding dues amounting to Rs 294.907 million being interest on custom duties including surcharge and delayed surcharge calculated upto May 15, 2005. The Company filed an appeal with the Supreme Court of Pakistan against the decision of the High Court of Sindh.

During the year ended June 30, 2006, the Company filed an application for alternate dispute resolution with the Alternate Dispute Resolution Committee on the direction of the Supreme Court of Pakistan.

The ADRC, during year ended June 30, 2007, recommended that the Company shall be liable to interest on late payment of principal amounting to Rs 111.547 million and surcharge on late payment of principal amounting to Rs 2.983 million, however, the Company shall not be liable to surcharge on late payment of interest. The FBR accepted the recommendations of the ADRC except for the waiver of surcharge on the late payment of interest.

Further, during the year ended June 30, 2008, the FBR accepted all the recommendations made by the ADRC and instructed the Company to pay Rs 114.530 million on account of interest on custom duties including surcharge thereon. The Company's pending refund claims upto that time amounting to Rs 20.195 million had also been processed and adjusted by the ACCH. During that year, the Company also made a partial payment amounting to Rs 40 million in respect of the FBR's demand based on ADRC recommendations. During the year ended June 30, 2009, the Company made a further partial payment amounting to Rs 20 million in respect of the FBR's demand.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

The FBR, during the year ended June 30, 2011, adjusted an amount of Rs 4.402 million against outstanding interest and customs duties which resulted in the reduction of liability towards the FBR to Rs 29.933 million.

12.5 During the year ended June 30, 2001 an amount of Rs 5 million was paid by the Company under protest on account of interest on import levies. Further, refunds of custom duty rebates amounting to Rs 4.923 million and Rs 4.070 million were adjusted by the customs authorities during the year ended June 30, 2000 and 2001 respectively against their demand of interest on import levies referred to in note 12.4. The management is of the view that the above adjustments aggregating Rs 13.993 million will be made against the amount of interest payable on custom duties, as more fully explained in note 12.4. However, pending a formal adjustment order, the amount of Rs 13.993 million is shown receivable as 'current account balances with statutory authorities' (note 26).

12.6 Others include vehicle deposits under the Company's vehicle policy aggregating Rs 6.964 million (2020: Rs 17.330 million).

	Note	2021 ----- Rupees in '000 -----	2020 -----
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13. ACCRUED MARK-UP

Mark-up accrued on:

- long term finances	13.1	22,457	18,849
- short term finances		32,096	18,309
- running finances	13.1	74,623	134,292
		<u>129,176</u>	<u>171,450</u>

13.1 Include mark-up amounting to Rs 16.128 million (2020: Rs 33.419 million) due to Askari Bank Limited - an associated company.

	Note	2021 ----- Rupees in '000 -----	2020 -----
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14. PROVISION

Tyre replacement allowance	14.1	<u>59,038</u>	<u>48,700</u>
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14.1 Provision for tyre replacement allowance

Balance at the beginning of the year		48,700	48,000
Charge for the year	14.1.1 & 30.1	<u>70,729</u>	<u>43,099</u>
		119,429	91,099
Claims paid / adjusted		<u>(60,391)</u>	<u>(42,399)</u>
Balance as at June 30		<u>59,038</u>	<u>48,700</u>

14.1.1 This represents provision on account of tyre replacement claims expected to be received by the Company in the coming years.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

15. CONTINGENCIES AND COMMITMENTS

15.1 Contingencies

15.1.1 The Central Excise and Taxation Department had issued a demand notice for payment of sales tax of Rs 16.775 million. This represents sales tax levied on agricultural tyres supplied to approved assembly plants which were otherwise exempt under SRO 553(I)/94 dated June 9, 1994 as amended vide SRO 555(I)/94 dated June 9, 1994 during the period from July 1994 to September 1995. The Company filed an appeal with the Collector, Central Excise and Land Customs (Appeals) on November 25, 1997 which was rejected. The Company filed an appeal against that order before the Customs, Central Excise and Sales Tax Appellate Tribunal which had stayed the recovery of sales tax from the Company, subject to the condition that the Company furnishes an indemnity bond to the satisfaction of the Collector of Sales Tax. Accordingly, the Company furnished the indemnity bond dated March 18, 1998 of Rs 16.775 million.

The Company also filed an application No. B&CA/2020/01/97 dated November 25, 1997 with the Collector of Sales Tax (East), Karachi for grant of exemption from sales tax in terms of section 65 of the Sales Tax Act, 1990. However, the FBR on finalisation of the report by the Collector of Sales Tax and Central Excise (East), rejected the Company's application through letter No. C No. 1/52-STT/97 dated July 19, 2000. The Company filed a constitutional petition No.1939/2000 against the decision of the FBR in the High Court of Sindh under article 199 of the Constitution of Pakistan, 1973 which was dismissed.

The Collector of Sales Tax and Central Excise (East), Karachi had adjusted refund claims filed by the Company aggregating Rs 12.823 million against the aforementioned demand notice upto the year ended June 30, 2002. The Company, during the year ended June 30, 2004, deposited the remaining balance of Rs 3.952 million as 'payment under protest'.

However, during the year ended June 30, 2006, the Customs, Excise and Sales Tax Appellate Tribunal allowed the Company's appeal and set aside the order of the Collector of Customs, Sales Tax and Central Excise (Appeals). The Collector of Customs, Sales Tax and Central Excise (Appeals), during year ended June 30, 2007, filed a request for rectification of error before the Custom, Excise and Sales Tax Appellate Tribunal.

During the year ended June 30, 2016, all verification proceedings were completed; however, Commissioner Inland Revenue rejected the Company's application for refund being time barred as application was filed after one year from the date of Appellate Tribunal Inland Revenue (ATIR) order. The Company has applied to the FBR for condonation of time limit under section 74 and is hopeful that refund of Rs 16.775 million would be realised which is included in sales tax under protest (note 27).

15.1.2 Certain claims have been filed against the Company in respect of employees' matters. The aggregate exposure of the Company under these claims amounts approximately to Rs 12.88 million (2020: Rs 10.684 million). These cases are pending in various labour courts, appellate tribunals and High Court of Sindh. The management is confident that the outcome of these cases will be in the Company's favour.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

15.1.3 Additional Commissioner Inland Revenue (ACIR) through its order dated June 29, 2013 has made certain additions and adjustment to the Company's taxable income for the tax year 2012. The Company filed appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)] against the abovementioned order. CIR(A) in the order confirmed the additions made by ACIR except for the reversal of some portion of disallowance. As a result of aforementioned adjustment / disallowances a demand of Rs 41.468 million has been issued and adjusted against the refunds of the Company.

The Company has filed appeal before the ATIR against the order of CIR(A); which is pending for hearing. Provision has not been made in these financial statements against aforementioned demand as the management of the Company, based on the advice of its legal counsel handling the subject case, is of the opinion that matters shall be decided in the Company's favour.

15.1.4 ACIR during the year ended June 30, 2014, passed various orders under section 122(5A) of the Income Tax Ordinance, 2001 for tax years 2008, 2009, 2010 and 2011. Through these orders, additions have been made to taxable income on account of royalty & technical services and respective federal excise duties on royalty & technical services claimed by the Company amounting to Rs 42.293 million. The Company filed appeals before CIR(A) and these appeals have been decided in favour of the Company. However, the FBR has filed appeals before the ATIR against the above orders of CIR(A); which are pending for hearing. The management of the Company, based on its discussion with tax and legal consultants, is confident that its submissions shall be accepted and no demand will be raised against the Company.

15.1.5 Tax authorities passed orders dated October 18, 2016 under sections 161 / 205 of the Income Tax Ordinance, 2001 in respect of monitoring of withholding of taxes for tax years 2010 and 2014 and issued demand of Rs 11.889 million and Rs 20.060 million respectively on the premise that requisite tax was not withheld by the Company at the time of making payments against various expenses. These demands include Rs 1.551 million and Rs 3.401 million default surcharge under section 205 of the Income Tax Ordinance, 2001.

The Company filed appeals with the CIR(A) against the impugned orders. CIR(A) confirmed the orders passed by the tax authority. The Company filed appeals before the ATIR against the orders of CIR(A) which were decided against the Company. The Company has filed references to the High Court against the order of ATIR.

Further, the Company has deposited Rs 59.375 million against abovementioned demands and has recognised this in other receivables (note 27) as 'Income tax paid under protest'. The management expects a favourable outcome of the abovementioned legal proceedings.

15.1.6 Tax authorities passed an order dated October 18, 2016 under sections 161 / 205 of the Income Tax Ordinance, 2001 in respect of monitoring of withholding of taxes for the tax year 2013 and 2015 and issued demands of Rs 16.165 and Rs 29.675 million respectively (including default surcharge and penalty) on the premise that requisite tax was not withheld by the Company at the time of making payments against incentive to dealers and advertising and publicity.

The Company filed appeals before the CIR(A) against the impugned order. The CIR(A) has confirmed the order passed by the department. The Company has filed appeal before ATIR against the order of CIR(A), however, the hearing on appeal is pending. Further, the Company has deposited Rs 20.663 million against abovementioned demand and has recognised this in other receivables (note 27) as 'Income tax paid under protest'. The management expects a favourable outcome of the abovementioned legal proceedings.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

- 15.1.7** Section 5A of the Income Tax Ordinance 2001, imposes a tax @ 10% on reserves of a company that exceed amount of its share capital in case company derives profit but does not distribute cash dividend. The Company has filed suit for declaration and permanent injunction before the High Court of Sindh challenging the vires of the above said section. The High Court of Sindh passed an interim order restraining the defendant from taking any coercive action against the Company. The case is pending adjudication.

Based on legal advisor's opinion, management expects a favourable outcome of the abovementioned case; therefore no provision for tax on undistributed reserves has been made in these financial statements.

- 15.1.8** Deputy Commissioner Inland Revenue (DCIR) through its order dated June 14, 2017 made certain additions and adjustment to the Company's taxable income for the tax year 2016 and issued a demand of Rs 216.732 million. These adjustments included Rs 175.409 million in respect of tax charged at the rate of 10% under section 5A of the Income Tax Ordinance, 2001 on undistributed reserves.

The department created a net tax demand of Rs 41.323 million as the Company had already obtained a stay order from High Court of Sindh (note 15.1.7) on the imposition of tax on undistributed reserves. The Company filed an appeal before the CIR(A) against the abovementioned order. CIR(A) confirmed the additions made by the assessing officer. The Company has filed an appeal before the ATIR against the order of CIR(A), however, hearing in this appeal is pending.

The Company has deposited Rs 41.323 million against abovementioned demand and has recognised this in other receivables as 'Income tax paid under protest' (note 27). The management expects a favourable outcome of the abovementioned legal proceedings.

- 15.1.9** The Company in response to the requirements of S.R.O. 655(I)/2007 paid the special excise duty amounting to Rs 12.203 million during the period from July 2007 to October 2010. However, the Company had inadvertently failed to adjust this duty against the input tax. The Company has filed various applications to the FBR for adjustment of the abovementioned payment.

The FBR through its letter C.No. 2(2)ST&FE/Cond/2014 dated December 16, 2015 rejected the applications. The Company has filed an appeal before the High Court of Sindh for condonation of time which is pending for hearing. The management of the Company, based on its discussion with tax and legal consultants, is confident that its submissions shall be accepted.

- 15.1.10** ACIR through its order dated January 15, 2018, made certain additions and adjustment to the Company's taxable income for the tax year 2017 and raised a demand of Rs 53.45 million (after rectification) as mentioned below, which was adjusted against the refunds of the Company. The Company filed an appeal before the CIR(A) against the abovementioned order and CIR(A) through an order dated November 29, 2018 confirmed all of the adjustments made by the ACIR except for the disallowed finance cost amounting to Rs 2.442 million. The Company has filed an appeal before ATIR against the order made by CIR(A), the decision of which is pending.

The department has also filed an appeal before ATIR against the allowance made by the CIR(A) of the above mentioned finance cost, the decision of which is also pending.

The CIR selected the Company for audit under section 177 of the Income Tax Ordinance, 2001 for the tax year 2017. The department has made further amendment of assessment to the tax year 2017 and made certain additions / adjustments to the taxable income.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

On the basis of the additions / adjustments, a demand of Rs 1.271 million was raised and adjusted with Company's refund. The Company has filed a rectification application to the concerned officer as the Company believes that the department has overstated the taxable income by Rs 90 million. During the year ended June 30, 2020, the concerned officer passed rectification order in favour of the Company.

Further, the Company has filed appeal before CIR(A) against the above order but the order was confirmed by the CIR(A). The Company then filed an appeal before ATIR against the order of the CIR(A), however, the appeal is pending for hearing. The Company, based on the advice of its legal counsel, is of the view that it has a fair chance of success in the appeals and accordingly no provision has been recognised in these financial statements.

- 15.1.11** DCIR through its order dated July 2, 2019 made certain additions / adjustments to the Company's taxable income for the tax year 2018 and issued a demand of Rs 98.926 million, which was adjusted against the refunds of the Company.

The Company has filed an appeal to CIR(A) against the order made by the DCIR, which is pending to date. The Company, based on the advice of its legal counsel, is of the view that it has a fair chance of success in the appeal and accordingly no provision has been recognised in these financial statements.

- 15.1.12** CIR(A) through its order dated December 12, 2018 confirmed certain additions to the Company's taxable income for the tax year 2006, previously made by DCIR through its order under section 221 and section 122(1) of the Income Tax Ordinance, 2001, whereby, the DCIR had raised a demand of Rs 32.612 million which was adjusted from the refunds of the Company.

The Company has filed an appeal before ATIR against the order of the CIR(A) which is pending for hearing. The Company, based on the advice of its legal counsel, is of the view that it has a fair chance of success in the appeal and accordingly no provision has been recognised in these financial statements.

- 15.1.13** The tax authorities issued notices under section 176 of the Income Tax Ordinance, 2001 in respect of short deduction of tax on the basis of sales tax returns filed for the tax years 2016 and 2017 amounting to Rs 7.961 million and Rs 69.629 million respectively. The Company has furnished the reconciliation and other required details to the concerned officer. During the year, the tax authorities passed order for recovery of Rs 2.126 million and 2.917 million including default surcharge and penalty. The Company filed appeal before the CIR(A) against the said orders, however, hearing in appeal is pending. The Company, based on the advice of its legal counsel, is of the view that it has a fair chance of success in the appeal and accordingly no provision has been recognised in these financial statements.

- 15.1.14** The Company has received an order from DCIR dated March 7, 2018 whereby DCIR disallowed adjustment of input tax on goods and services amounting to Rs 63.248 million along with default surcharge calculated upon the time of payment and penalty. The Company had paid Rs 17.928 million (sales tax under protest - note 27) to obtain stay against the aforementioned demand order. The case has been heard by the CIR(A) and the demand was upheld via order dated July 31, 2019. The Company filed an appeal on August 22, 2019 before ATIR against the order dated July 31, 2019 which is pending adjudication. The Company, based on the advice of its legal counsel, is of the view that it has a fair chance of success in the appeal and accordingly no provision has been recognised in these financial statements.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

15.1.15 On July 2, 2019, the Company received an order from the DCIR wherein the DCIR made a total demand of Rs 234.034 million along with penalty and default surcharge for the tax periods from July 2016 to June 2018 in respect of inadmissible input tax, short payment of further tax and sales tax withholding claimed by the Company.

The Company filed an appeal to CIR(A) where CIR(A) upheld the demand of DCIR via order dated August 22, 2019. The Company filed an appeal before ATIR against the order dated August 22, 2019 which is pending adjudication before the ATIR. The Company, based on the advice of its legal counsel, is of the view that it has a fair chance of success in the appeal and accordingly no provision has been recognised in these financial statements.

15.1.16 ACIR through its order dated June 30, 2021, made certain additions and adjustment to the Company's taxable income for the tax year 2015 and raised a demand of Rs 251.402 million. The Company has filed an appeal before the CIR(A) against the abovementioned order. The Company, based on the advice of its legal counsel, is of the view that it has a fair chance of success in the appeal and accordingly no provision has been recognised in these financial statements.

	Note	2021 ----- Rupees in '000 -----	2020
15.1.17 Guarantees issued by commercial banks on behalf of the Company		174,267	358,396
15.1.18 Post dated cheques issued to the Collector of Customs against duty on imported plant & machinery, raw materials and stores & spares		34,628	89,134
15.2 Commitments			
15.2.1 Commitments in respect of			
- letters of credit for capital expenditure		442,655	385,568
- letters of credit for purchase of raw materials and stores & spares		1,382,746	515,695
- purchase orders issued to local suppliers for capital expenditure		88,625	37,670
- sales contracts entered into by the Company		237,757	166,866
- tentative schedules for supply of tyres		2,554,844	926,589
16. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	16.1	4,595,512	4,810,177
Capital work-in-progress	16.6	601,813	233,688
		<u>5,197,325</u>	<u>5,043,865</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

16.1 Operating fixed assets

	Leasehold land	Buildings on leasehold land	Electrical installations	Plant and machinery	Boilers and accessories	Laboratory equipment	Moulds	Vehicles	Furniture and fixtures	Factory and office equipment	Computer equipment	Total
Rupees in '000												
At July 1, 2019												
Cost	39,452	887,805	197,439	5,114,119	416,406	96,909	477,395	248,867	77,957	181,840	73,293	7,811,482
Accumulated depreciation	-	308,444	116,502	2,181,832	121,511	53,464	239,695	134,991	22,992	144,589	54,453	3,378,473
Accumulated impairment	-	-	-	691	-	-	363	-	-	-	-	1,054
Net book value	39,452	579,361	80,937	2,931,596	294,895	43,445	237,337	113,876	54,965	37,251	18,840	4,431,955
Year ended June 30, 2020												
Transfers from CWIP	-	143,903	6,396	513,213	17,471	-	88,085	62,440	-	7,549	2,815	841,872
Disposals												
- cost	-	-	-	6,208	-	767	17,954	4,771	368	74	82	30,224
- accumulated depreciation	-	-	-	(6,208)	-	(767)	(5,950)	(2,721)	(279)	(74)	(82)	(16,081)
	-	-	-	-	-	-	12,004	2,050	89	-	-	14,143
Reclassifications												
- cost	-	-	-	-	-	-	-	-	(35,168)	35,168	-	-
- accumulated depreciation	-	-	-	-	-	-	-	-	1,002	(1,002)	-	-
	-	-	-	-	-	-	-	-	(34,166)	34,166	-	-
Depreciation charge (note 16.4)	-	42,629	11,490	229,997	37,822	9,797	37,268	43,785	3,668	21,581	11,470	449,507
Closing net book value	39,452	680,635	75,843	3,214,812	274,544	33,648	276,150	130,481	17,042	57,385	10,185	4,810,177
At June 30, 2020												
Cost	39,452	1,031,708	203,835	5,621,124	433,877	96,142	547,526	306,536	42,421	224,483	76,026	8,623,130
Accumulated depreciation	-	351,073	127,992	2,405,621	159,333	62,494	271,013	176,055	25,379	167,098	65,841	3,811,899
Accumulated impairment	-	-	-	691	-	-	363	-	-	-	-	1,054
Net book value	39,452	680,635	75,843	3,214,812	274,544	33,648	276,150	130,481	17,042	57,385	10,185	4,810,177
Year ended June 30, 2021												
Transfers from CWIP	-	89,333	3,048	36,391	9,121	731	65,007	28,118	-	24,046	2,161	257,956
Disposals												
- cost	-	-	-	18,464	-	-	3,148	13,166	-	199	166	35,143
- accumulated depreciation	-	-	-	(14,274)	-	-	(3,148)	(9,652)	-	(199)	(138)	(27,411)
	-	-	-	4,190	-	-	-	3,514	-	-	28	7,732
Depreciation charge (note 16.4)	-	45,683	11,662	241,914	38,368	9,766	43,711	43,358	3,572	19,905	6,950	464,889
Closing net book value	39,452	724,285	67,229	3,005,099	245,297	24,613	297,446	111,727	13,470	61,526	5,368	4,595,512
At June 30, 2021												
Cost	39,452	1,121,041	206,883	5,639,051	442,998	96,873	609,385	321,488	42,421	248,330	78,021	8,845,943
Accumulated depreciation	-	396,756	139,654	2,633,261	197,701	72,260	311,576	209,761	28,951	186,804	72,653	4,249,377
Accumulated impairment	-	-	-	691	-	-	363	-	-	-	-	1,054
Net book value	39,452	724,285	67,229	3,005,099	245,297	24,613	297,446	111,727	13,470	61,526	5,368	4,595,512
Depreciation rate (% per annum)		5	10	5	10	15	10	20	10	15	25	

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

16.2 Cost of items of operating fixed assets that are fully depreciated amounted to Rs 1,603.854 million (2020: Rs 1,408.272 million).

16.3 Particulars of immovable property (i.e. land and building) in the name of the Company are as follows:

Location	Usage of immovable property	Total Area (In Square Meter)	Covered Area (In Square Meter)
a) H-23/2, Landhi Industrial Trading Estate, Landhi, Karachi.	Manufacturing facility	101,000	77,000
b) Plot # B / 30-B SITE Area Sukkur	Warehouse facility	11,700	6,000

2021 2020
Note --- Rupees in '000 ---

16.4 Depreciation charge has been allocated as follows:

Cost of goods manufactured	30.1	423,828	408,295
Administrative expenses	31	18,838	23,220
Distribution cost	32	22,223	17,992
		<u>464,889</u>	<u>449,507</u>

16.5 The details of operating fixed assets disposed-off during the year having net book value exceeding Rs 500,000 each are as follows:

Particulars of assets	Cost	Accumulated depreciation	Net book value	Sale proceeds	Gain / (Loss)	Mode of disposal	Sold to
----- Rupees in '000 -----							

Plant & Machinery

HT Panel	16,496	12,305	4,191	14,082	9,891	Insurance Claim	ICI Insurance Limited
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Vehicles

Honda Civic	2,311	1,194	1,117	1,232	115	Company policy	Mr. Shahid Aftab Khan (Ex - Employee)
Toyota Corolla	1,764	941	823	1,029	206	Company policy	Mr. Birgies Qudar Khan (Ex - Employee)
Suzuki Cultus	1,528	662	866	1,082	216	Company policy	Mr. Yaseen Mufti (Ex - Employee)
June 30, 2021	<u>22,099</u>	<u>15,102</u>	<u>6,997</u>	<u>17,425</u>	<u>10,428</u>		
June 30, 2020	<u>15,202</u>	<u>2,030</u>	<u>13,172</u>	<u>15,874</u>	<u>2,702</u>		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

16.6 Capital work-in-progress

	As at July 1, 2019	Additions	Transfers	As at June 30, 2020
----- Rupees in '000 -----				
Buildings	149,867	71,342	143,903	77,306
Electrical installations	341	8,661	6,396	2,606
Plant and machinery	535,417	109,440	513,213	131,644
Boilers and accessories	164	19,980	17,471	2,673
Moulds	4	88,103	88,085	22
Vehicles	447	61,993	62,440	-
Factory and office equipment	11,249	18,012	7,549	21,712
Computer equipment	-	2,815	2,815	-
	<u>697,489</u>	<u>380,346</u>	<u>841,872</u>	<u>235,963</u>
Provision for a doubtful advance				(2,275)
				<u>233,688</u>

	As at July 1, 2020	Additions	Transfers	As at June 30, 2021
----- Rupees in '000 -----				
Buildings	77,306	15,325	89,333	3,298
Electrical installations	2,606	18,166	3,048	17,724
Plant and machinery	131,644	468,767	36,391	564,020
Boilers and accessories	2,673	12,352	9,121	5,904
Moulds	22	75,623	65,007	10,638
Vehicles	-	29,829	28,118	1,711
Factory and office equipment	21,712	3,127	24,046	793
Laboratory equipment	-	731	731	-
Computer equipment	-	2,161	2,161	-
	<u>235,963</u>	<u>626,081</u>	<u>257,956</u>	<u>604,088</u>
Provision for a doubtful advance				(2,275)
				<u>601,813</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

16.6.1 Capital work in progress includes Rs 81.320 million (2020: Rs 5.477 million) representing advance payments made to suppliers for procurement of operating fixed assets.

16.6.2 During the year, the Company has capitalised borrowing costs amounting to Rs 11.786 million (2020: Rs 61.629 million) on its qualifying assets at the current year's weighted average rate of its general borrowings of 8.14% per annum (2020: 11.97% per annum).

17. RIGHT-OF-USE ASSETS

	Note	2021 --- Rupees in '000 ---	2020
Net book value as at June 30	17.1	4,838	43,555
17.1 Reconciliation of carrying amount at beginning and end of the year			
Cost			
At the beginning of the year		60,870	60,870
Disposals during the year		(32,106)	-
At June 30		28,764	60,870
Accumulated depreciation			
At the beginning of the year		(17,315)	-
Depreciation charge for the year		(11,963)	(17,315)
Disposals during the year		5,352	-
At June 30		(23,926)	(17,315)
Net book value		4,838	43,555

17.2 The Right of use asset pertains to leased warehouses which are used for storing Company's inventory.

17.3 The depreciation charge for the year has been allocated to distribution cost (note 32).

18. INTANGIBLE ASSETS

	Note	2021 --- Rupees in '000 ---	2020
Net book value as at June 30	18.1	2,698	2,655

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

		Software licenses & implementation cost	
		2021	2020
		--- Rupees in '000 ---	
		Note	
18.1 Reconciliation of carrying amount at beginning and end of the year			
Cost			
At the beginning of the year			81,953
Additions during the year			-
At June 30			81,953
Accumulated amortisation			
At the beginning of the year			55,391
Amortisation charge	18.2		23,907
At June 30			79,298
Net book value			2,655
Amortisation rate (% per annum)			33.33
18.2 Amortisation charge has been allocated as follows:			
Cost of goods manufactured	30.1	259	568
Administrative expenses	31	1,457	23,339
		1,716	23,907
19. INVESTMENT IN AN ASSOCIATED COMPANY - Quoted			
Gandhara Industries Limited			
- Equity accounted investment			
Balance at beginning of the year		13,240	16,091
Share of profit / (loss) for the year		6,168	(2,851)
Balance at end of the year		19,408	13,240

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

- 19.1** Investment in Ghandhara Industries Limited (GIL) represents 201,400 (2020: 201,400) fully paid ordinary shares of Rs 10 each representing 0.473% (2020: 0.473%) of its issued, subscribed and paid-up share capital as at June 30, 2021. GIL was incorporated on February 23, 1963. GIL's shares are quoted on Pakistan Stock Exchange Limited. The principal activity is the assembly, progressive manufacturing and sale of Isuzu trucks, buses and pick ups. The registered office of the Company is at F-3, Hub Chowki Road, S.I.T.E, Karachi. The manufacturing facilities of GIL are located at S.I.T.E., Karachi with regional offices at Lahore, Multan, Rawalpindi and Peshawar.
- 19.2** The Company considers GIL as its associate and follows equity accounting as it has significant influence over GIL based on common directorship.
- 19.3** The summary of financial information / reconciliation of GIL as of March 31, 2021 is as follows:

	Un-audited As at March 31, 2021	Un-audited As at March 31, 2020
--- Rupees in '000 ---		
Summarised statement of financial position		
Non current assets	4,546,088	3,143,699
Current assets	11,002,722	10,590,726
	15,548,810	13,734,425
Non current liabilities	164,320	118,135
Current liabilities	9,896,224	9,432,184
	10,060,544	9,550,319
Net assets	5,488,266	4,184,106
Reconciliation to carrying amount		
Opening net assets	4,184,106	4,786,632
Profit / (loss) for the year	1,304,160	(602,526)
Closing net assets	5,488,266	4,184,106
Company's share (Percentage)	0.473%	0.473%
Company's share	25,959	19,791
Pre-acquisition profits	(6,551)	(6,551)
Carrying amount of investment	19,408	13,240

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

	Nine months period ended	
	March 31, 2021	March 31, 2020
	--- Rupees in '000 ---	
Summarised profit or loss		
Revenue	10,602,848	9,824,226
Profit / (loss) before tax	483,132	(494,250)
Profit / (loss) after tax	413,607	(464,278)

19.4 The above figures are based on unaudited condensed interim financial information of GIL for the nine months period ended March 31, 2021. The latest financial statements of GIL as at June 30, 2021 are not presently available. Accordingly, results of operations of first three quarters of financial year 2021 and last quarter of financial year 2020 have been considered for accounting purpose.

19.5 The market value of investment as at June 30, 2021 was Rs 56.195 million (2020: Rs 24.369 million).

20. LONG TERM LOANS AND ADVANCES

	Note	2021	2020
		--- Rupees in '000 ---	
Considered good - secured			
Loans and advances due from:			
- executives	20.1 & 20.2	1,298	1,466
- other employees	20.1	13,071	8,905
		14,369	10,371
Less: Amounts recoverable within one year and grouped under current assets			
- executives		555	1,057
- other employees		4,775	3,869
	25	5,330	4,926
		9,039	5,445

20.1 These represent interest free loans and advances provided to executives and other employees as per the terms of employment. Loans are provided for purchase of motor vehicles and advances for furnishing of house. Loans are repayable and advances are amortisable over a period of two to five years by way of monthly instalments. These are secured against respective motor vehicles and employees' vested retirement benefits.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

20.2 Reconciliation of carrying amount of loans and advances to executives

2021 2020
--- Rupees in '000 ---

Balance at the beginning of the year	1,466	2,120
Disbursements	1,208	450
	2,674	2,570
Repayments	(1,376)	(1,104)
Balance as at June 30	1,298	1,466

20.3 The maximum aggregate amount outstanding at the end of any month during the year ended June 30, 2021 from executives against loans and advances aggregated Rs 2.522 million (2020: Rs 2.421 million).

20.4 Advances to executives include an amount of Rs 0.121 million (2020: Rs 0.303 million) provided to the Chief Executive of the Company as furniture advance in accordance with his terms of employment and in accordance with the requirements of the Companies Act, 2017.

20.5 The carrying values of these loans and advances are neither past due nor impaired. The credit quality of these financial assets can be assessed with reference to no default in recent history.

20.6 Long term loans have been carried at cost as the effect of carrying these balances at amortised cost would not be material in the overall context of these financial statements.

21. LONG TERM DEPOSITS

2021 2020
--- Rupees in '000 ---

Considered good - unsecured and interest free

Security deposits for:

- utilities	20,529	14,352
- others	1,935	1,935
	22,464	16,287
Provision for doubtful deposit	(436)	(436)
	22,028	15,851

22. STORES AND SPARES

- in hand	628,179	629,508
- in transit	7,861	-
	636,040	629,508

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

23. STOCKS	Note	2021	2020
		--- Rupees in '000 ---	
Raw materials			
- in hand		1,855,840	1,261,293
- in transit		870,253	201,183
	30.3	2,726,093	1,462,476
Work-in-process	30.1	193,782	189,727
Finished goods			
- in hand	23.1	1,885,506	1,666,028
- in transit		35,826	-
	30	1,921,332	1,666,028
		4,841,207	3,318,231

23.1 Finished goods include items costing Rs 161.846 million (2020: Rs 147.267 million) which are stated at their net realisable values aggregating Rs 116.88 million (2020: Rs 112.709 million). The aggregate amount charged to profit or loss in respect of stocks written down to their net realisable value is Rs 10.408 million (2020: Rs 6.146 million).

24. TRADE DEBTS - Unsecured	Note	2021	2020
		--- Rupees in '000 ---	
Considered good			
Associated Companies			
Gandhara Industries Limited		25,601	26,779
Gandhara Nissan Limited		4,359	5,184
Sui Northern Gas Pipeline Limited		121	748
Gammon Pakistan Limited		-	26
		30,081	32,737
Others		1,687,858	1,125,209
Considered doubtful - others		32,000	42,337
		1,749,939	1,200,283
Provision for doubtful debts	24.1	(32,000)	(42,337)
		1,717,939	1,157,946
24.1 Provision for doubtful debts			
Balance at the beginning of the year		42,337	40,881
Provision made during the year	31	936	8,468
Amount reversed during the year	24.4 & 33	(11,273)	(7,012)
Balance at the end of the year		32,000	42,337

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

24.2 The maximum aggregate amount due from related parties at the end of any month during the year was Rs 46.685 million (2020: Rs 66.222 million).

24.3 As at June 30, 2021, trade debts of Rs 33.800 million (2020: Rs 54.662 million) were past due and impaired. These relate to a number of independent customers for whom there is no recent history of default. The ageing analysis of aggregate trade debts is as follows:

	Associated Companies		Others	
	2021	2020	2021	2020
	--- Rupees in '000 ---		--- Rupees in '000 ---	
0 to 30 days	26,246	15,045	1,643,462	897,072
31 to 60 days	3,789	1,901	16,667	132,243
61 to 180 days	46	15,791	25,929	83,569
181 to 360 days	-	-	4,488	23,649
Over one year	-	-	29,312	31,013
	30,081	32,737	1,719,858	1,167,546
Provision for doubtful debts	-	-	(32,000)	(42,337)
	30,081	32,737	1,687,858	1,125,209

24.4 This reversal has been made because of subsequent receipt of the respective amount.

25. LOANS AND ADVANCES - Considered good

Secured

Current portion of long term loans and advances

Unsecured

Loans and advances due from:

- employees
- suppliers, contractors and others

Note	2021	2020
	--- Rupees in '000 ---	
	5,330	4,926
25.1	32,472	3,211
	36,866	51,291
	69,338	54,502
	74,668	59,428

25.1 These represent interest free festival loans, general loans, special loans, salary advance and Eid advance provided to employees in accordance with the Company's policy and have maturities upto twelve months.

26. DEPOSITS AND PREPAYMENTS

Considered good and unsecured

Trade deposits - interest free

Call deposit receipts

Prepayments

Current account balances with statutory authorities

Note	2021	2020
	--- Rupees in '000 ---	
26.1	32,496	15,012
	27,686	27,686
	14,712	10,404
12.5	13,993	13,993
	88,887	67,095

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

26.1 These represent interest free call deposit receipts issued from a commercial bank in favour of respective Commandants of various Spares Depots of the Pakistan Army against supply of tyres.

	Note	2021 ----- Rupees in '000 -----	2020 ----- Rupees in '000 -----
27. OTHER RECEIVABLES - Unsecured			
Export benefit receivable (duty drawback)		658	658
Provision for doubtful export benefit receivable		(658)	(658)
Sales tax paid under protest	15.1.1 & 15.1.14	-	-
Custom duty rebates recoverable		34,703	34,703
Provision for custom duty rebates recoverable		89,705 (89,705)	89,705 (89,705)
Margin and deposits against bank guarantees		6,628	7,126
Income tax paid under protest	15.1.5, 15.1.6 & 15.1.8	121,361	121,361
Others		24,482	22,132
Provision for doubtful receivables		(1,537)	(1,537)
		22,945	20,595
		185,637	183,785

28. CASH AND BANK BALANCES

With banks in:

- current accounts
- deposit account

Cash and cheques in-hand

28.1	62,931	169,498
	9,067	10,851
	71,998	180,349
	2,400	2,400
	74,398	182,749

28.1 Deposit account is held with Askari Bank Limited - an associated company and it carries mark-up at the rate of 5.5% (2020: 6.5%) per annum.

29. SALES - Net

Manufactured goods

- Local
- Export

Trading goods

Less:

- sales tax
- discounts
- commission and allowances

2021
----- Rupees in '000 -----

	16,359,571	10,532,071
	189,576	121,228
	16,549,147	10,653,299
	311,614	78,685
	16,860,761	10,731,984
	2,476,888	1,588,516
	264,375	207,940
	195,978	142,187
	2,937,241	1,938,643
	13,923,520	8,793,341

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

	Note	2021 --- Rupees in '000 ---	2020
30. COST OF SALES			
Opening stock of finished goods		1,666,028	1,675,771
Cost of goods manufactured	30.1	11,704,630	7,672,633
Finished goods purchased		370,306	62,205
		12,074,936	7,734,838
Closing stock of finished goods	23	(1,921,332)	(1,666,028)
		<u>11,819,632</u>	<u>7,744,581</u>
30.1 Cost of goods manufactured			
Opening work-in-process		189,727	194,266
Raw materials consumed	30.3	7,233,718	4,309,179
Stores and spares consumed		394,665	218,222
Salaries, wages and benefits	30.4	1,964,461	1,506,265
Royalty fee	30.2	201,385	139,756
Travelling, conveyance and entertainment		2,719	8,221
Vehicles running expenses		28,727	25,908
Legal and professional charges		4,344	5,698
Power and fuel		1,029,535	724,605
Rent, rates and taxes	30.5	51,551	60,844
Ijarah rentals		-	1,937
Insurance		36,947	37,740
Repairs and maintenance		74,306	59,299
Tyre replacement allowance	14.1	70,729	43,099
Depreciation on property, plant and equipment	16.4	423,828	408,295
Amortisation	18.2	259	568
Printing and stationery		2,328	1,763
Postage and telephone		2,538	2,717
Transportation		154,038	97,034
Newspapers and subscriptions		1,520	1,750
Security and maintenance		18,352	12,523
Other manufacturing expenses		12,735	2,671
		<u>11,898,412</u>	<u>7,862,360</u>
Closing work-in-process	23	(193,782)	(189,727)
		<u>11,704,630</u>	<u>7,672,633</u>

30.2 The royalty fee pertains to Continental Tire The Americas, LLC with registered address 1830 MacMillan Park Drive Fort Mill, South Carolina 29707, United States of America.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

	Note	2021 --- Rupees in '000 ---	2020
30.3 Raw materials consumed			
Opening stock		1,462,476	1,851,711
Purchases during the year		8,497,335	3,919,944
		9,959,811	5,771,655
Closing stock	23	(2,726,093)	(1,462,476)
		<u>7,233,718</u>	<u>4,309,179</u>
30.4 Salaries, wages and benefits include Rs 50.231 million (2020: Rs 53.744 million) and Rs 15.724 million (2020: Rs 14.588 million) in respect of staff retirement benefits gratuity and provident fund respectively			
30.5 Expense in respect of short term leases amounted to Rs 45.252 million (2020: Rs 31.847 million).			

	Note	2021 --- Rupees in '000 ---	2020
31. ADMINISTRATIVE EXPENSES			
Salaries and benefits	31.1	205,842	162,680
Travelling and conveyance		1,024	5,922
Vehicles running expenses		5,496	5,925
Legal and professional charges		23,262	5,898
Auditors' remuneration	31.2	15,152	4,636
Rent, rates and taxes		102	102
Insurance		2,359	2,271
Repairs and maintenance		1,564	814
Depreciation on property, plant and equipment	16.4	18,838	23,220
Amortisation	18.2	1,457	23,339
Printing and stationery		1,145	1,544
Postage and telephone		875	801
Ijarah rentals		-	377
Provision for doubtful trade debts	24.1	936	8,468
Computer expenses		17,111	15,496
Directors' fee	31.3	8,900	8,700
Newspapers and subscriptions		7,654	3,286
Other expenses		3,490	2,196
		<u>315,207</u>	<u>275,675</u>

31.1 Salaries and benefits include Rs 7.816 million (2020: Rs 13.261 million) and Rs 4.223 million (2020: Rs 4.295 million) in respect of staff retirement benefits gratuity and provident fund respectively.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

31.2 Auditors' remuneration	Note	2021	2020
		--- Rupees in '000 ---	
Fee for audit, half yearly review and Code of Corporate Governance review		2,000	2,000
Taxation and others services	31.2.1	12,902	2,386
		14,902	4,386
Out-of-pocket expenses		250	250
		15,152	4,636

31.2.1 The amount for the year ended June 30, 2021 includes fee for statutory certification.

31.3 Directors' fee

Aggregate amount charged in these financial statements amounts to Rs 8.90 million (2020: Rs 8.70 million) for meetings fee to 8 (2020: 10) directors.

32. DISTRIBUTION COST	Note	2021	2020
		--- Rupees in '000 ---	
Salaries and benefits	32.1	232,620	181,960
Travelling, conveyance and entertainment		28,069	22,669
Vehicle running expenses		7,205	8,919
Legal and professional charges		82	-
Advertisement and sales promotion		106,873	32,552
Rent, rates and taxes	32.2	17,539	9,747
Ijarah rentals		-	126
Insurance		2,464	2,372
Repairs and maintenance		2,414	1,833
Depreciation on property, plant and equipment	16.4	22,223	17,992
Depreciation on right-of-use assets	17.1	11,963	17,315
Printing and stationery		519	398
Postage and telephone		2,655	2,176
Freight and insurance		153,428	110,038
Gas and electricity		3,678	3,308
Newspapers and subscriptions		119	222
Security and maintenance		2,660	2,506
Others		2,774	1,460
		597,285	415,593

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

32.1 Salaries and benefits include Rs 7.240 million (2020: Rs 13.210 million) and Rs 2.475 million (2020: Rs 2.960 million) in respect of staff retirement benefits gratuity and provident fund respectively.

32.2 Expense in respect of short term leases amounted to Rs 17.050 million (2020: Rs 9.750 million).

	Note	2021 --- Rupees in '000 ---	2020
33. OTHER INCOME			
Profit on bank deposits - conventional bank		656	988
Sale of scrap (net of sales tax)		77,755	45,033
Gain on termination of lease		17,553	-
Remeasurement gain on GIDC liability		29,701	-
Gain on sale of operating fixed assets		12,566	14,794
Reversal of provision for doubtful debts	24.1	11,273	7,012
Exchange gain - net		31,439	-
Others		654	279
		<u>181,597</u>	<u>68,106</u>

34. OTHER EXPENSES			
Workers' profit participation fund	12.3	43,577	-
Workers' welfare fund			
- current year	12	18,186	-
- prior year		-	(272)
		18,186	(272)
Exchange loss - net		-	19,477
Donations	34.1	15,877	1,400
		<u>77,640</u>	<u>20,605</u>

34.1 Donations exceeding Rs 1,000,000 made to a single party during the year are as follows:

	2021 --- Rupees in '000 ---	2020
Donee		
Waqf-e-Kuli Khan - (note 34.1.1)	14,327	-
The Citizens Foundation	1,550	1,400
	<u>15,877</u>	<u>1,400</u>

34.1.1 Lt. Gen. (Retd.) Ali Kuli Khan Khattak and Mrs. Shahnaz Sajjad Ahmed, Directors of the Company are trustees of Waqf-e-Kuli Khan.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

35. FINANCE COST	Note	2021 --- Rupees in '000 ---	2020
Mark-up on:			
- long term finances		113,502	191,502
- short term finances		80,709	141,826
- running finances		289,773	498,677
Interest on workers' profit participation fund	12.3	-	33
Interest on lease liabilities		4,021	8,957
Interest cost on GIDC liability		7,386	-
Bank charges and guarantee commission		8,657	7,811
		<u>504,048</u>	<u>848,806</u>

36. TAXATION

Current

- for the year	212,011	133,422
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Deferred

- for the year	12,806	(247,995)
	<u>224,817</u>	<u>(114,573)</u>

36.1 The tax on the Company's profit before tax differs from the theoretical amount that would arise using the Company's applicable tax rate as follows:

	2021 --- Rupees in '000 ---	2020
Profit / (loss) before taxation	<u>797,473</u>	<u>(446,664)</u>
Tax at the applicable rate of 29% (2020: 29%)	231,267	(129,533)
Tax effect of:		
- impact of change in tax rate and others	(1,149)	11,794
- income assessed under Final Tax Regime	(5,301)	3,166
	<u>(6,450)</u>	<u>14,960</u>
	<u>224,817</u>	<u>(114,573)</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

		2021	2020
		--- Rupees in '000 ---	
37. EARNINGS / (LOSS) PER SHARE			
37.1 Basic earnings / (loss) per share			
Profit / (loss) after taxation		572,656	(332,091)
		-- Number of shares --	
Weighted average number of ordinary shares		121,933,350	121,933,350
		----- Rupees -----	
Earnings / (loss) per share		4.70	(2.72)
37.2 Diluted earnings per share			
There are no dilutive potential ordinary shares outstanding as at June 30, 2021 and 2020.			
		2021	2020
	Note	--- Rupees in '000 ---	
38. CASH GENERATED FROM OPERATIONS			
Profit / (loss) before taxation		797,473	(446,664)
Adjustments for non-cash charges and other items			
Depreciation on property, plant and equipment		464,889	449,507
Amortisation		1,716	23,907
Depreciation on right-of-use assets		11,963	17,315
Provision for staff retirement gratuity		65,287	80,215
Charge of employees compensated absences		11,209	6,519
Gain on termination of lease liability		(17,553)	-
Remeasurement gain on GIDC liability		(29,701)	-
Net realisable value charged on stocks		10,408	6,146
(Reversal) / provision for doubtful trade debts - net		(10,337)	1,456
Profit on bank deposits		(656)	(988)
Gain on sale of operating fixed assets		(12,566)	(14,794)
Finance cost		504,048	848,806
Share of (profit) / loss of an associated company		(6,168)	2,851
Working capital changes	38.1	(1,208,019)	631,340
		581,993	1,605,616

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

	2021	2020
	--- Rupees in '000 ---	
38.1 Working capital changes (increase) / decrease in current assets:		
- Stores and spares	(6,532)	30,058
- Stocks	(1,533,384)	397,371
- Trade debts	(549,656)	77,907
- Loans and advances	(15,240)	114,931
- Deposits and prepayments	(21,792)	133
- Other receivables	(1,852)	18,809
	(2,128,456)	639,209
Increase / (decrease) in current liabilities:		
- Trade and other payables and provision	920,437	(7,869)
	(1,208,019)	631,340

39. CASH AND CASH EQUIVALENTS

For the purpose of statement of cash flows, cash and cash equivalents comprise of following:

		2021	2020
		--- Rupees in '000 ---	
	Note		
Running finances under mark-up arrangements	11	(3,289,343)	(3,950,247)
Cash and bank balances	28	74,398	182,749
		(3,214,945)	(3,767,498)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

40. REMUNERATION OF THE CHIEF EXECUTIVE AND EXECUTIVES

The aggregate amount charged in these financial statements for the year for remuneration, including certain benefits to the Chief Executive and other executives of the Company is as follows:

	Chief Executive		Executives	
	2021	2020	2021	2020
	----- Rupees in '000 -----			
Managerial remuneration and allowances	44,565	40,556	147,868	132,660
Meeting fee	1,000	1,100	-	-
Bonus	7,572	2,168	28,391	6,916
Company's contribution to provident fund and gratuity scheme	5,004	5,247	10,008	11,757
Medical	384	254	11,193	9,689
Leave passage	2,164	1,967	6,061	3,321
Others	1,162	1,533	21,791	17,720
	<u>61,851</u>	<u>52,825</u>	<u>225,312</u>	<u>182,063</u>
Number of persons	<u>1</u>	<u>1</u>	<u>26</u>	<u>25</u>

40.1 The Chief Executive and some of the executives are provided with free use of the Company maintained cars.

40.2 The Company considers its chief executive and directors as key management personnel.

41. PLANT CAPACITY AND ACTUAL PRODUCTION

	2021	2020
	--- Number of units ---	
Capacity: Tyre sets	<u>3,969,656</u>	<u>3,947,553</u>
Production: Tyre sets	<u>2,723,349</u>	<u>1,895,082</u>

41.1 Actual production was sufficient to meet the demand.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

42. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties comprise of associated companies, companies in which directors are interested, staff retirement benefit funds, key management personnel and close members of the families of the key management personnel. The Company in the normal course of business carries out transactions with various related parties. Amounts due from and to related parties are shown under long term finances (note 5), running finances under mark-up arrangements (note 11), trade and other payables (note 12), accrued mark-up (note 13), investment in an associated company (note 19), long term loans and advances (note 20), trade debts (note 24) and cash and bank balances (note 28). Significant transactions with related parties are as follows:

	2021	2020
	--- Rupees in '000 ---	
With Associated undertakings		
- Sales	185,772	157,850
- Purchases	15,321	1,081
- Services received	9,518	9,477
- Dividend paid	-	35,231
- Bonus shares	-	11,744
- Rent	1,800	1,800
- Donation	14,327	-
- Markup on finances	62,469	90,174
- Profit earned	656	988
With other related parties		
- Salaries and benefits	Note 40	
- Dividend paid	-	732
- Bonus Shares	-	250
- Meeting fees	Note 31.3	
Contributions to;		
- Staff provident fund	22,422	21,843
- Staff retirement benefits - Gratuity	Note 7.1	

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

42.1 Names of the related parties with whom the Company had transactions during the year:

Name	Nature of relationship	Basis of relationship	Aggregate % of shareholding in the Company
Gandhara Industries Limited (also see note 19.2)	Associated company	Common directors	N/A
Gandhara Nissan Limited	Associated company	Common directors	N/A
Gandhara DF (Private) Limited	Associated company	Common directors	N/A
Bibojee Services (Private) Limited	Associated company	Common directors	27.79
Sui Northern Gas Pipelines Limited	Associated company	Common directors	N/A
Gammon Pakistan Limited	Associated company	Common directors	N/A
Askari Bank Limited	Associated company	Common directors	N/A
Pakistan Kuwait Investment Company (Private) Limited	Associated company	Common directors	30.00
Siemens Pakistan Engineering Company Limited	Associated company	Common directors	N/A
Waqf-e-Kuli Khan	Associated undertaking	Common directors	N/A
Key management personnel	Key management personnel	Chief Executive	(Note 42.2)
Key management personnel	Key management personnel	Director	(Note 42.2)
Staff provident fund	Employees fund	Employee benefit scheme	N/A
Staff gratuity schemes	Employees fund	Employee benefit scheme	N/A

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

42.2 Names of key management personnel with whom the Company had transactions during the year are as follows:

Name	Shareholding in the Company
	No. of shares
Ahmad Kuli Khan Khattak	1,793,857
Adnan Ahmed	274
Syed Ahmed Iqbal Ashraf	10

43. PROVIDENT FUND RELATED DISCLOSURES

The investments out of the provident fund have been made in accordance with the provisions of section 218 of the Companies Act, 2017 and the rules formulated for this purpose.

44. FINANCIAL INSTRUMENTS

44.1 Financial risk factors

The Company has exposure to the following risks from its use of financial instruments:

- credit risk;
- liquidity risk; and
- market risk (including foreign exchange risk, interest rate risk and price risk).

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Board is also responsible for developing and monitoring the Company's risk management policies. The Company's overall risk management program focuses on providing maximum return to shareholders.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risk and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

(a) Credit risk

Credit risk represents the risk of accounting loss being caused if counterparty fails to perform as contracted or discharge an obligation. Credit risk mainly arises from loans & advances, deposits, trade debts, other receivables and balances with banks. Out of the total financial assets aggregating Rs 1,950.961 million (2020: Rs 1,440.547 million) as detailed in note 44.3 below, those that are subject to credit risk aggregate Rs 1,948.561 million (2020: Rs 1,438.147 million), details of which are as follows:

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

	2021	2020
	--- Rupees in '000 ---	
Long term loans and advances	9,039	5,445
Long term deposits	22,028	15,851
Trade debts	1,717,939	1,157,946
Loans and advances	37,802	8,137
Deposits	60,182	42,698
Other receivables	29,573	27,721
Bank balances	71,998	180,349
	<u>1,948,561</u>	<u>1,438,147</u>

Financial assets credit risk primarily exists in cash and cash equivalents and credit exposure to Original Equipment Manufacturers, Replacement Market Dealers and Government Institutions, including outstanding receivables and committed transactions. The Company does not have significant exposure to any individual counterparty. To reduce exposure to credit risk with respect to trade debts the Company has developed a formal approval process whereby credit limits are applied to its customers.

If customers are independently rated, these ratings are used. Otherwise, if there is no independent rating, risk control assesses the credit quality of the customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings in accordance with limits set by the board. The compliance with credit limits by customers is regularly monitored by line management. There are no significant concentrations of credit risk, whether through exposure to individual customers, specific industry sectors and/or regions. The management also continuously monitors the credit exposure towards the customers. Where considered necessary, advance payments are obtained from certain parties.

The maximum exposure to credit risk for trade debts by type of counter party as at reporting date is as follows:

	2021	2020
	--- Rupees in '000 ---	
Original equipment manufacturers	736,516	502,352
Government institutions	106,676	50,141
Replacement market	906,747	647,790
	<u>1,749,939</u>	<u>1,200,283</u>
Provision for doubtful debts	(32,000)	(42,337)
	<u>1,717,939</u>	<u>1,157,946</u>

All the trade debts at the reporting date represent domestic parties.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

The Company monitors the credit quality of its bank balances with reference to historical performance of such assets and available external credit ratings. The bank balances aggregating Rs 71.998 million placed with banks have a short term credit rating of at least A. Accordingly, the management does not expect any counter party to fail in meeting their obligation.

(b) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The table below analyses the Company's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to contractual maturity dates. The amounts disclosed in the table are the contractual undiscounted cash flows:

	Carrying amount	Contractual cash flows	Maturity upto one year	Maturity between one and two years	Maturity above three years
----- Rupees in '000 -----					
June 30, 2021					
Long term finances	1,934,662	2,106,970	942,208	520,048	644,714
Long term deposits from dealers	9,960	9,960	-	-	9,960
Short term finances	1,958,553	1,982,343	1,982,343	-	-
Running finances	3,289,343	3,289,343	3,289,343	-	-
Trade and other payables	2,216,648	2,216,648	2,216,648	-	-
Unclaimed dividend	19,554	19,554	19,554	-	-
Unpaid dividend	-	-	-	-	-
Lease Liabilities	8,562	8,717	5,399	3,318	-
Accrued mark-up	129,176	129,176	129,176	-	-
	<u>9,566,458</u>	<u>9,762,711</u>	<u>8,584,671</u>	<u>523,366</u>	<u>654,674</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

	Carrying amount	Contractual cash flows	Maturity upto one year	Maturity between one and two years	Maturity above three years
June 30, 2020	----- Rupees in '000 -----				
Long term finances	1,412,542	1,645,671	427,494	712,761	505,416
Long term deposits from dealers	9,861	9,861	-	-	9,861
Short term finances	1,070,447	1,097,848	1,097,848	-	-
Running finances	3,950,247	3,950,247	3,950,247	-	-
Trade and other payables	1,461,637	1,461,637	1,461,637	-	-
Unclaimed dividend	16,885	16,885	16,885	-	-
Unpaid dividend	2,902	2,902	2,902	-	-
Lease Liabilities	66,417	76,439	26,924	49,515	-
Accrued mark-up	171,450	171,450	171,450	-	-
	<u>8,162,388</u>	<u>8,432,940</u>	<u>7,155,387</u>	<u>762,276</u>	<u>515,277</u>

The contractual cash flows relating to the above financial liabilities have been determined on the basis of mark-up rates effective as at June 30, 2021.

(c) Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

Foreign exchange risk

Foreign exchange risk represents the risk that the fair values or future cash flows of financial instruments will fluctuate because of changes in foreign exchange rates.

The Company is exposed to foreign exchange risk on import of raw materials, plant and machinery, stores and spares and export of goods denominated in U.S. Dollar and Euro. The Company's exposure to foreign exchange risk at the reporting date is as follows:

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

	June 30, 2021			June 30, 2020		
	Rupees	U.S.\$	Euro	Rupees	U.S.\$	Euro
	----- in '000 -----			----- in '000 -----		
Trade and other payables	101,755	650	0.65	184,410	1,092	0.71

The following significant exchange rates have been applied:

	Reporting date rate	
	2021	2020
U.S. Dollar to Rupee	158.30	168.75
Euro to Rupee	188.71	189.73

At June 30, 2021, if Rupee had strengthened / weakened by 10% against U.S. Dollar and Euro with all other variables held constant, profit before taxation for the year would have been higher / lower by the amount shown below mainly as a result of foreign exchange gain / loss on translation of denominated financial currency balances:

	2021	2020
	--- Rupees in '000 ---	
U.S. Dollar to Rupee	10,290	18,428
Euro to Rupee	12	13
	<u>10,302</u>	<u>18,441</u>

(d) Interest rate risk

Interest rate risk represents the risk that the fair values or future cash flows of financial instruments will fluctuate because of change in market interest rates.

Majority of the interest rate risk of the Company arises from short & long term borrowings from banks and mark-up bearing deposits held with a bank. Borrowings at variable interest rates expose the Company to cash flow interest rate risk and deposits with banks at fixed interest rates give rise to fair value interest rate risk. At June 30, 2021, the interest rate profile of the Company's significant financial instruments is as follows:

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

	2021	2020
	--- Rupees in '000 ---	
Fixed rate instrument		
Financial asset	9,067	10,851
Variable rate instruments		
Financial liabilities	7,081,426	6,433,236

At June 30, 2021, if the interest rate on the Company's borrowings had been higher / lower by 100 basis point with all other variables held constant, profit before tax for the year would have been lower / higher by Rs 70.814 million (2020: Rs 64.332 million) mainly as a result of higher / lower interest expense.

Price risk

Price risk represents the risk that the fair values or future cash flows of financial instruments will fluctuate because of changes in market prices (other than those arising from foreign exchange risk or interest rate risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors effecting all similar financial instruments traded in the market. The Company is not exposed to other price risk as it does not hold any price sensitive instruments.

44.2 Fair value measurement of financial instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Underlying the definition of fair value is the presumption that the Company is going concern and there is no intention or requirement to curtail materially the scale of its operation or to undertake a transaction on adverse terms.

The estimated fair value of all financial assets and liabilities is considered not significantly different from book values as the items are either short - term in nature or periodically re-priced.

International Financial Reporting Standard 13, 'Financial Instruments: Disclosure' requires the Company to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels

- Quoted prices (unadjusted) in active markets for identical assets or liabilities [Level 1].
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) [Level 2].
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) [Level 3].

Currently there are no financial assets or financial liabilities which are measured at their fair value in the statement of financial position.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

44.3 Financial instruments by category

2021 2020
--- Rupees in '000 ---

Financial assets as per the statement of financial position

At amortised cost

Long term loans and advances	9,039	5,445
Long term deposits	22,028	15,851
Trade debts	1,717,939	1,157,946
Loans and advances	37,802	8,137
Deposits	60,182	42,698
Other receivables	29,573	27,721
Cash and bank balances	74,398	182,749
	<u>1,950,961</u>	<u>1,440,547</u>

Financial liabilities as per the statement of financial position

At amortised cost

Long term finances	1,833,530	1,412,542
Long term deposits from dealers	9,960	9,861
Short term finances	1,958,553	1,070,447
Running finances under mark-up arrangements	3,289,343	3,950,247
Trade and other payables	2,216,648	1,461,637
Unclaimed dividend	19,554	16,885
Unpaid dividend	-	2,902
Lease liabilities	8,562	66,417
Accrued mark-up	129,176	171,450
	<u>9,465,326</u>	<u>8,162,388</u>

45. CAPITAL RISK MANAGEMENT

The Company's prime objective when managing capital is to safeguard its ability to continue as a going concern so that it can continue to provide returns for shareholders, benefits for other stakeholders and to maintain a strong capital base to support the sustained development of its business.

The Company manages its capital structure by monitoring return on net assets and makes adjustments to it in the light of changes in economic conditions. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividend paid to shareholders and / or issue new shares subject to note 1.2.

There was no change to the Company's approach to capital management during the year and the Company is not subject to externally imposed capital requirements except for the maintenance of debt to equity ratio under the financing agreements.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

46. ENTITY- WIDE INFORMATION

These financial statements have been prepared on the basis of single reportable segment.

46.1 Information about products and customers

The Company markets and sells tyre and tubes for automobiles and motorcycles. The principal classes of customers of the Company's product are Original Equipment Manufacturers, Replacement Market, Government Institutions and Exports. These principal classes of customers accounted for the following percentages of sales:

	2021 %	2020 %
Original equipment manufacturers	40.64	40.36
Replacement market	52.69	54.06
Government institutions	5.54	4.00
Exports	1.13	1.58
	<u>100.00</u>	<u>100.00</u>

46.2 Information about geographical areas

All non-current assets of the Company as at June 30, 2021 are located in Pakistan.

46.3 Information about major customers

Sales to four major original equipment manufacturers aggregating Rs 4,653.549 million (2020: four: Rs 2,755.178 million) account for 33.42% (2020: 31.33%) of net sales.

47. NUMBER OF EMPLOYEES

The total and average number of employees during the year and as at June 30, 2021 and 2020 respectively are as follows:

	2021 No of employees	2020 No of employees
Average number of employees during the year	1,125	1,104
Number of employees as at June 30	1,133	1,079

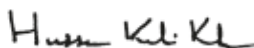
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

48. GENERAL

- 48.1** These financial statements were authorised for issue on August 26, 2021 by the Board of Directors of the Company. The directors have the power to amend and reissue the financial statements.
- 48.2** Figures have been rounded off to the nearest thousand of rupees, unless otherwise stated.
- 48.3** Corresponding figures have been reclassified wherever necessary to reflect more appropriate presentation of events and transactions for the purpose of comparison in accordance with the accounting and reporting standards as applicable in Pakistan.

A handwritten signature in black ink, appearing to read 'Siraj A. Lawai'.

Siraj A. Lawai
Chief Financial Officer

A handwritten signature in black ink, appearing to read 'Hussain Kuli Khan'.

Hussain Kuli Khan
Chief Executive

A handwritten signature in black ink, appearing to read 'Adnan Ahmed'.

Adnan Ahmed
Director

Pattern of Shareholding

As of June 30, 2021

# Of Shareholders	Shareholdings' Slab			Total Shares Held
618	1	to	100	19,250
997	101	to	500	325,429
556	501	to	1000	457,017
1265	1001	to	5000	2,998,757
225	5001	to	10000	1,638,819
141	10001	to	15000	1,701,632
58	15001	to	20000	1,013,652
56	20001	to	25000	1,233,816
31	25001	to	30000	859,538
25	30001	to	35000	812,659
8	35001	to	40000	296,252
13	40001	to	45000	552,736
6	45001	to	50000	290,668
9	50001	to	55000	476,751
3	55001	to	60000	172,348
6	60001	to	65000	369,743
1	65001	to	70000	65,280
8	70001	to	75000	579,809
2	75001	to	80000	154,408
3	80001	to	85000	248,190
2	85001	to	90000	175,170
1	90001	to	95000	92,666
6	95001	to	100000	596,000
4	100001	to	105000	409,540
1	105001	to	110000	106,164
1	115001	to	120000	120,000
1	120001	to	125000	125,000
1	125001	to	130000	127,000
1	135001	to	140000	135,068
1	140001	to	145000	142,800
1	155001	to	160000	157,000
2	170001	to	175000	342,843
1	185001	to	190000	186,252
1	205001	to	210000	206,500
1	225001	to	230000	228,624
2	240001	to	245000	486,530
1	245001	to	250000	247,741
1	260001	to	265000	263,000

Of Shareholders

Shareholdings' Slab

Total Shares Held

1	290001	to	295000	295,000
1	300001	to	305000	303,477
1	335001	to	340000	338,436
1	390001	to	395000	391,500
1	395001	to	400000	396,000
3	405001	to	410000	1,224,000
1	415001	to	420000	417,408
1	430001	to	435000	434,520
1	435001	to	440000	439,184
1	445001	to	450000	450,000
1	470001	to	475000	472,018
1	485001	to	490000	486,525
1	490001	to	495000	490,452
1	535001	to	540000	535,500
1	690001	to	695000	691,500
1	700001	to	705000	702,373
1	730001	to	735000	731,356
1	740001	to	745000	742,356
1	830001	to	835000	831,300
1	880001	to	885000	884,500
1	935001	to	940000	939,000
1	1515001	to	1520000	1,515,720
1	1675001	to	1680000	1,677,900
1	1905001	to	1910000	1,909,644
1	2555001	to	2560000	2,555,304
1	2595001	to	2600000	2,596,500
1	4500001	to	4505000	4,501,464
1	4965001	to	4970000	4,967,000
1	5635001	to	5640000	5,638,618
1	29380001	to	29385000	29,380,308
1	36575001	to	36580000	36,579,835
4093				121,933,350

Categories of Shareholding

As of June 30, 2021

Categories of Shareholders	Shareholders/ Folio Numbers	Shares Held	Percentage
Directors and their spouse(s) and minor children			
Mr. Ahmad Kuli Khan Khattak	3	1,793,857	1.47
Lt. Gen. (Retd.) Ali Kuli Khan Khattak	1	486,525	0.40
Mrs. Shahnaz Sajjad Ahmad	1	243,265	0.20
Syed Ahmed Iqbal Ashraf	1	10	0.00
Mr. Hussain Kuli Khan	1	204	0.00
Mr. Adnan Ahmed	1	274	0.00
Associated Companies, undertakings and related parties			
Bibojee Services (Pvt.) Limited	2	33,881,772	27.79
Pakistan Kuwait Investment Company (Pvt.) Ltd.	1	36,579,835	30.00
NIT & ICP	1	5,638,618	4.62
Banks Development Financial Institutions and Non Banking Financial Institutions	10	2,946,233	2.42
Insurance Companies	3	5,077,200	4.16
Modarabas and Mutual Funds	14	3,274,880	2.69
General Public			
a. Local	3,973	22,135,103	18.15
b. Foreign	16	4,635,749	3.80
Foreign Companies	4	20,481	0.02
Others	61	5,219,344	4.28
Totals	4,093	121,933,350	100.00

Shareholders holding 10% or more	Shares Held	Percentage
Bibojee Services (Pvt.) Limited	33,881,772	27.79
Pakistan Kuwait Investment Company (Pvt.) Ltd.	36,579,835	30.00

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PROXY FORM

58th Annual General Meeting

The Company Secretary
The General Tyre and Rubber Company
of Pakistan Limited
H-23/2, Landhi Industrial Trading Estate
Landhi, Karachi

Please quote:
No. of Shares held-----

Folio No. -----
CDC Part. ID -----
A/C/Sub A/C No. -----

I/We-----
of ----- Member(s) of The General Tyre and Rubber Company of Pakistan Limited do hereby
appoint -----
of ----- or failing him -----
of ----- as proxy in my/ our behalf at the Fifty-Eight (58th) Annual General Meeting of the
Company to be held at the Beach Luxury Hotel, Lalazar, Karachi on Thursday, October 28, 2021, at 11:30
a.m. and at any adjournment thereof.

Signature of Shareholder -----
Signature on
Revenue Stamp

Name of Shareholder -----

Witnesses:

Signature----- Signature -----

Name ----- Name -----

NIC/ Passport No. ----- NIC/Passport No. -----

The Company Secretary
The General Tyre and Rubber Company
of Pakistan Limited
H-23/2, Landhi Industrial Trading Estate,
Landhi, Karachi.

AFFIX
POSTAGE

پراکسی فارم

کمپنی سیکریٹری

دی جنرل ٹائر اینڈ ربر کمپنی آف پاکستان لمیٹڈ
H-23/2، لائنڈھی انڈسٹریل ٹریڈنگ اسٹیٹ،
لائڈھی، کراچی۔

برائے مہربانی درج کریں:

ملکیتی شیئرز کی تعداد: _____
فولیو نمبر: _____
سی ڈی سی پارٹیسپینٹ آئی ڈی: _____
اکاؤنٹ / سب اکاؤنٹ نمبر: _____

میں/ہم _____ کا/کے _____ بحیثیت ممبر (ممبران)،
جنرل ٹائر اینڈ ربر کمپنی آف پاکستان لمیٹڈ، بذریعہ ہذا
کو اور ان کی عدم موجودگی میں _____ کا/کی _____ کو اپنی/ہماری جانب سے کمپنی کے
28 اکتوبر، 2021 بروز جمعرات بوقت دوپہر 11:30 بجے بیچ لکٹری ہوٹل، لالہ زار، کراچی میں منعقد ہونے والے اٹھاونویں (58th) سالانہ
اجلاس عام اور اس کے کسی ملتی شدہ اجلاس کے لئے نمائندہ (پراکسی) مقرر کرتا ہوں۔

پانچ روپے مالیت کے
ریونیواسٹیمپ پر دستخط

شیئرز ہولڈر کے دستخط _____
شیئرز ہولڈر کا نام _____

گواہان:

دستخط _____	دستخط _____
نام _____	نام _____
کمپیوٹرائزڈ قومی شناختی کارڈ / پاسپورٹ نمبر _____	کمپیوٹرائزڈ قومی شناختی کارڈ / پاسپورٹ نمبر _____

The Company Secretary
The General Tyre and Rubber Company
of Pakistan Limited
H-23/2, Landhi Industrial Trading Estate,
Landhi, Karachi.

AFFIX
POSTAGE

Dear Shareholder(s)

Consent for Circulation of Annual Report 2021 via Email

The Securities and Exchange Commission of Pakistan through its Notification (SRO 787(I)/ 2014) of 8 September 2014 has allowed Companies to circulate its Annual Report 2021 along with the Notice of Annual General Meeting to its shareholders via email.

If you wish to receive the Annual Report 2021 of The General Tyre and Rubber Company of Pakistan Limited ("Company") via e-mail, you are requested to return this letter duly filled and signed, to the Share Registrar at the address mentioned below:

Name of Member/Shareholder	
Folio/CDC Account Number	
CNIC Number	
Email Address	
Signature of Shareholder	

Share Registrar of the Company:

CDC Share Registrar Services Limited

CDC House, 99-B, Block 'B', S.M.C.H.S.

Main Shahra-e-Faisal,

Karachi-74400

Customer Support Services: 0800 – CDCPL (23275)

Email: info@cdcsrsl.com

Yours truly,



Yasir Ali Quraishi

Company Secretary




The General Tyre and Rubber Company of Pakistan Limited



THE GENERAL TYRE & RUBBER COMPANY OF PAKISTAN LIMITED

HEAD OFFICE/FACTORY

H-23/2, Landhi Industrial Trading Estate, Landhi, Karachi, Pakistan. Phone: +92 21 3508 0172 (10 Lines),
UAN: +92 21 111 487 487 Fax: +92 21 3508 0171, Email: headoffice@gentipak.com, Web: www.gtr.com.pk

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