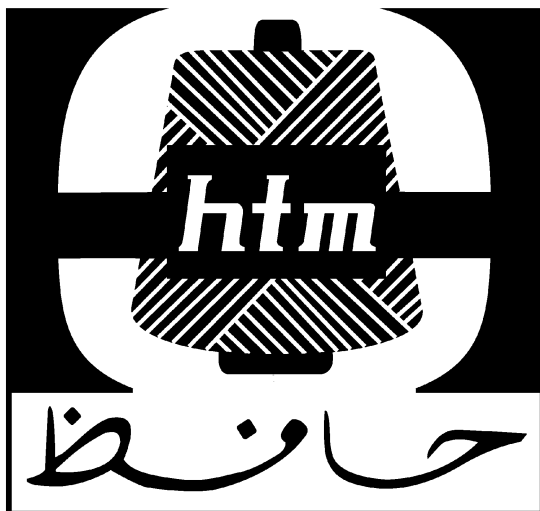


**1ST
QUARTER
FINANCIAL
STATEMENTS
30TH SEPTEMBER 2021**



HAFIZ LIMITED

COMPANY INFORMATION

Board of Directors	:	Muhammad Farooq Usmani	Chairman
	:	Fakhruddin Usmani	Chief Executive
	:	Quamruddin Osmani	Director
	:	Mahmood Wali Muhammad	Director
	:	Muhammad Atiq	Director
	:	Muhammad Shahzad Fakir	Director
	:	Atif Usmani	Director
Board of Audit Committee			
Chairman	:	Muhammad Atiq	
Members	:	Muhammad Farooq Usmani	
		Mahmood Wali Muhammad	
Board of Human Resource Committee			
Chairman	:	Atif Usmani	
Members	:	Fakhruddin Usmani	
		Quamruddin Osmani	
Chief Financial Officer	:	Muhammad Shahid Siddiqui	
Company Secretary	:	Ali Muhammad Usmani	
Bankers	:	Habib Metropolitan Bank Ltd.	
	:	HBL Bank Limited	
	:	MIB Bank Limited	
	:	National Bank of Pakistan	
Auditors	:	MAZARS M.F. & Co.	
		Chartered Accountants,	
		Karachi.	
Shares Registrar	:	F.D. Registrar Service (SMC-Pvt) Ltd.	
		170-5, 17th Floor, Saima Trade Tower-A	
		I. I. Chundrigar Road, Karachi-74000	
Registered Office	:	97, Alliance Building, 2 nd Floor,	
		Moolji Street, Mereweather Tower,	
		Karachi-74000.	
Mill at	:	D-9, S.I.T.E., Karachi.	
Webside	:	www.hafiztm.com	
		htm1951@hotmail.com	

DIRECTOR'S REVIEW

The Directors of your company are pleased to present their First Quarter Year Un-Audited Accounts for the period ended September 30, 2021.

During the period according to investors the factor of political situation is the most important in causing turbulences in the stock market. The interviews with the brokers also conform political situation as the most important factor causing volatility. The second most important factor identified by investors is the herd behavior among investors that result in over and underpricing of stocks and the overall market shows a volatile behavior. According to investors, manipulations by the big investors also play a major role in causing stock market volatility. Moreover, the government policies and change in the earnings of listed companies and media stories also contribute towards the market volatility. Forecasts by the analysts are at the lowest rank. Furthermore, our findings of ordinary least squares model suggest that individual investor's dimensions of involvement, risk attitude, and overconfidence are significantly associated with factors causing market volatility.

We pray to Almighty Allah to help us and give us strength to overcome the problems and enhance the profitability of company.

The Board would like to place on record their strong appreciation for the efforts of the Senior Executives and staff members for their hard work, cooperation and sincerity to the company in achieving best possible results.

FOR AND ON BEHALF OF THE BOARD



Muhammad Farooq Usmani
Chairman



Fakhruddin Usmani
CEO

Karachi:
29th October, 2021

ڈائریکٹرز کا جائزہ

آپ کی کمپنی کے ڈائریکٹرز 30 ستمبر 2021 کو ختم ہونے والی مدت کے لئے اپنے پہلے سہ ماہی سال کے غیر آڈٹ شدہ اکاؤنٹس پیش کرتے ہوئے خوش ہیں۔

سرمایہ کاروں کے مطابق اس عرصے کے دوران اسٹاک مارکیٹ میں ہنگامہ آرائی پیدا کرنے میں سیاسی صورتحال کا عنصر سب سے اہم ہے۔ دلالوں کے ساتھ انٹرویوز بھی سیاسی صورتحال کے مطابق ہوتے ہیں کیونکہ اتار چڑھاؤ کا سبب بننے والا سب سے اہم عنصر ہے۔ سرمایہ کاروں کی طرف سے شناخت کیا گیا دوسرا سب سے اہم عنصر سرمایہ کاروں کے درمیان ریوڑ کا طرز عمل ہے جس کے نتیجے میں اسٹاک کی زیادہ اور کم قیمت اور مجموعی مارکیٹ ایک غیر مستحکم طرز عمل کو ظاہر کرتی ہے۔ سرمایہ کاروں کے مطابق بڑے سرمایہ کاروں کی بھرا پھیری بھی اسٹاک مارکیٹ میں اتار چڑھاؤ پیدا کرنے میں اہم کردار ادا کرتی ہے۔ مزید برآں، حکومتی پالیسیاں اور فہرست شدہ کمپنیوں اور میڈیا کہانیوں کی آمدنی میں تبدیلی بھی مارکیٹ میں اتار چڑھاؤ میں معاون ہے۔ تجزیہ کاروں کی پیش گوئیاں سب سے کم درجے پر ہیں۔ مزید برآں، عام کم سے کم مربع ماڈل کے ہمارے نتائج سے پتہ چلتا ہے کہ انفرادی سرمایہ کار کی شمولیت، خطرے کے رویے اور حد سے زیادہ اعتماد کی جہت مارکیٹ میں اتار چڑھاؤ پیدا کرنے والے عوامل سے نمایاں طور پر وابستہ ہے۔

ہم اللہ تعالیٰ سے دعا کرتے ہیں کہ وہ ہماری مدد کرے اور ہمیں مسائل پر قابو پانے اور کمپنی کے منافع میں اضافے کی طاقت دے۔

بورڈ بہترین ممکنہ نتائج کے حصول میں کمپنی کے لئے ان کی محنت، تعاون اور خلوص کے لئے سینئر ایگزیکٹوز اور عملے کے ارکان کی کوششوں کے لئے اپنی بھرپور تعریف ریکارڈ پر رکھنا چاہتا ہے۔

بورڈ کے لئے اور اس کی طرف سے



فخرالدین عثمانی
سی ای او



محمد فاروق عثمانی
چینرمین


کراچی: 29 اکتوبر 2021ء

HAFIZ LIMITED


BALANCE SHEET (UN-AUDITED) AS AT SEPTEMBER 30, 2021

ASSETS	Note	30-Sep-21	30-Jun-21
		----- (Rupees) -----	
Non-current assets			
Property, plant and equipment	4	6,407,569	6,453,319
Investment property		503,832,527	498,541,808
Long-term investments- quoted	5	1	1
		510,240,097	504,995,128
Current assets			
Short-term investments	6	18,374,050	24,424,070
Stores and spares		-	-
Trade debts		-	-
Trade deposits and advances		1,477,872	1,477,872
Taxation - Net		3,179,164	2,097,176
Cash and bank balances		3,607,336	5,989,752
		26,638,422	33,988,870
Net assets in Bangladesh		1	1
Total assets		536,878,520	538,983,999
		----- (Rupees) -----	
EQUITIES AND LIABILITIES		30-Sep-21	30-Jun-21
		----- (Rupees) -----	
Capital and Reserves			
Authorized			
2,000,000 (2021: 2,000,000) ordinary shares of Rs.10/- each		20,000,000	20,000,000
Issued, subscribed and paid-up			
1,200,000 (2021: 1,200,000) ordinary shares of Rs.10/- each		12,000,000	12,000,000
Reserves		509,407,641	514,934,109
	-	521,407,641	526,934,109
Non Current Liabilities			
Deferred liabilities		367,324	360,473
		367,324	360,473
Current Liabilities			
Trade and other payable		8,821,968	7,807,830
Unclaimed dividend		6,281,587	3,881,587
		15,103,555	11,689,417
Contingencies and commitments		-	-
Total equity and liabilities		536,878,520	538,983,999

Karachi:
29th October, 2021


Muhammad Shahid Siddiqui
CFO


Fakhruddin Usmani
CEO


Quamruddin Osmani
Director

HAFIZ LIMITED

**PROFIT AND LOSS ACCOUNT
(UN-AUDITED)****FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2021**

PARTICULARS	Note	For the Three Months ended 30th September, 2021.	For the Three Months ended 30th September, 2020.
------(Rupees)-----			
Rental income		6,284,232	4,345,640
Administrative expenditure		(2,554,156)	(1,852,491)
Financial charges		(348)	(801)
		(2,554,504)	(1,853,292)
Other Incomes / (Loss)	8	(5,616,699)	1,578,145
Profit before taxation		(1,886,971)	4,070,493
Taxation		(1,239,497)	(852,186)
Profit after taxation		(3,126,468)	3,218,307
Earnings per share - Basic and diluted		(2.61)	2.68

Karachi:
29th October, 2021
Muhammad Shahid Siddiqui
CFO
Fakhruddin Usmani
CEO
Quamruddin Osmani
Director

HAFIZ LIMITED

CASH FLOW STATEMENT (UN-AUDITED)

FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2021

	30-Sep-21	30-Sep-20
	----- (Rupees) -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	(1,886,971)	4,070,493
Depreciation	227,770	182,409
Provision for gratuity	6,851	83,268
Loss / (Gain) on revaluation of stocks investments	6,050,020	(1,555,020)
Liabilities written back	(381,721)	-
Financial charges	348	801
	5,903,268	(1,288,542)
Operating profit before working capital changes	4,016,297	2,781,951
Movement in Working Capital		
(Increase)/decrease in Current Assets		
Trade debts	-	-
Loans and Advances	-	-
	-	-
Increase / (decrease) in Current Liabilities		
Trade and other payable	156,362	207,765
	156,362	207,765
Cash generated from operations	4,172,659	2,989,716
Payments for:		
Taxes	(1,081,988)	(761,498)
Financial charges	(348)	(801)
Net cash inflow from operating activities	3,090,323	2,227,417
CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure	(182,020)	(2,211,100)
Investment in properties & shares	(5,290,719)	(1,480,000)
Net cash (outflow) from investing activities	(5,472,739)	(3,691,100)
CASH FLOW FROM FINANCING ACTIVITIES		
Dividend paid	-	-
Net cash (outflow) from financing activities	-	-
Net increase in cash and bank balances	(2,382,416)	(1,463,683)
Cash and bank balances at beginning of the year	5,989,752	6,120,438
Cash and bank balances at end of the year	3,607,336	4,656,755

Karachi:
29th October, 2021


Muhammad Shahid Siddiqui
CFO


Fakhruddin Usmani
CEO


Quamruddin Osmani
Director

HAFIZ LIMITED

STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2021

	Reserves				
Share Capital	Un-appropriated (loss)	Interest Free Loan from Directors	Revaluation reserve for investment property	Gain on revaluation of investment at fair value through other	Total equity
Balance as at July 01, 2020.	12,000,000	55,951,915	56,634,905	371,752,394	(342,401) 495,996,813
Net profit after tax for THREE months ended (July, 2020 to September, 2020).		1,663,287		-	1,663,287
Final dividend for the year ended June 30, 2020 @ Rs.2/- per share i.e. 20%.	-	(2,400,000)	-	-	(2,400,000)
Balance as at September 30, 2020.	12,000,000	55,215,202	56,634,905	371,752,394	(342,401) 495,260,100
Net profit after tax for NINE months ended (October, 2020 to June, 2021).	-	31,674,009	-	-	31,674,009
Balance as at June 30, 2021.	12,000,000	86,889,211	56,634,905	371,752,394	(342,401) 526,934,109
Balance as at July 01, 2021.	12,000,000	86,889,211	56,634,905	371,752,394	(342,401) 526,934,109
Net profit after tax for THREE months ended (July, 2021 to September, 2021).		(3,126,468)		-	(3,126,468)
Final dividend for the year ended June 30, 2021 @ Rs.2/- per share i.e. 20%.	-	(2,400,000)	-		(2,400,000)
Balance as at September 30, 2021.	12,000,000	81,362,743	56,634,905	371,752,394	(342,401) 521,407,641


Muhammad Shahid Siddiqui
CFO


Fakhruddin Usmani
CEO


Quamruddin Osmani
Director

Karachi:
29th October, 2021

HAFIZ LIMITED

NOTES ANNEXED TO THE FINANCIAL INFORMATION (UN-AUDITED)

FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2021

1 STATUS AND NATURE OF BUSINESS

Hafiz Limited ("the Company") is a Public Limited Company incorporated in 1951 under the repealed Companies Ordinance, 1984. The shares of the Company are listed on the Pakistan Stock Exchange Limited. The registered office of the Company is situated at 97, Alliance Building, 2nd Floor, Moolji Street, Mereweather Tower, Karachi. Previously the principal activity of the Company was to deal in spinning of textile fibers and now the principal activity of the Company is to earn rentals on land and building.

2 BASIS OF PREPARATION

2.1 Accounting estimates and judgments

The preparation of these 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 its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from the estimates.

2.2 During the preparation of these financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that were applied to the annual audited financial statements of the Company for the year ended June 30, 2021.

2.3 These financial statements are presented in Pakistan Rupee which is also the Company's functional currency.

3 SIGNIFICANT ACCOUNTING POLICIES

Accounting policies adopted for the preparation of these financial information are the same as those applied in the preparation of the preceding annual published financial statements of the Company for the year ended June 30, 2021.

		(Un-audited) March 31, 2021	(Audited) June 30, 2021
		----- (Rupees) -----	
4 PROPERTY, PLANT AND EQUIPMENT	Note		
Operating fixed assets	5.1	6,407,569	6,453,319
Capital work in progress - Civil works		-	-
		6,407,569	6,453,319
4.1 Movement in operating fixed assets:			
Opening - at net book value		6,453,319	4,894,106
Add: Additions during the period	5.1.1	182,020	2,585,649
		6,635,339	7,479,755
Less: Depreciation charged during the period		(227,770)	(1,026,436)
Less: Disposals during the period - at net book value		-	-
		(227,770)	(1,026,436)
Closing - at net book value		6,407,569	6,453,319
4.1.1 Additions during the period			
Office equipment		182,020	429,481
Electrical fittings		-	72,398
Vehicles		-	2,083,770
		182,020	2,585,649
		(Un-audited) September 30, 2021	(Audited) June 30, 2021
		----- (Rupees) -----	
5 LONG-TERM INVESTMENTS			
Quoted - at fair value through other comprehensive income			
<i>Pan Islamic Steamship Company Limited</i>			
275 (2021: 275) ordinary shares of Rs. 100/- each		16,137	16,137
Less: Provision for impairment		(16,136)	(16,136)
		1	1
Change in fair value		-	-
		1	1

During the year 2015, Pan Islamic Steamship Company Limited shares were delisted from Pakistan Stock Exchange Limited due to which no trading is taking place in these shares. The Company has made full provision against it, leaving a token value of Rs.1.

HAFIZ LIMITED

	(Un-audited) September 30, 2021	(Audited) June 30, 2021
	----- (Rupees) -----	
6 SHORT-TERM INVESTMENTS		
Quoted - at fair value through profit or loss		
Arif Habib Corporation Limited		
25,000 (2021: 25,000) ordinary shares of Rs. 10/- each	1,045,305	1,045,305
Amtex Limited		
25,000 (2021: 25,000) ordinary shares of Rs. 10/- each	14,000	14,000
Aisha Steels Mill Limited		
25,000 (2021: 15,000) ordinary shares of Rs. 10/- each	608,474	370,821
Byco Petroleum Pakistan Limited		
130,000 (2021: 130,000) ordinary shares of Rs. 10/- each	1,314,537	1,314,537
Colony Textile Mills Limited		
80,000 (2021: 95,500) ordinary shares of Rs. 10/- each	590,400	450,097
Chakwal Spinning Mills Limited		
50,000 (2021: Nil) ordinary shares of Rs. 10/- each	187,528	-
Arif Habib Dolmen REIT Management Limited		
20,000 (2021: 20,000) ordinary shares of Rs. 10/- each	226,462	226,462
Dewan Farooque Spinning Mills Limited		
Nil (2021: 25,000) ordinary shares of Rs. 10/- each	-	79,513
Dost Steels Limited		
10,000 (2021: 10,000) ordinary shares of Rs. 10/- each	64,607	64,607
Engro Powergen Qadirpur Limited		
30,000 (2021: 30,000) ordinary shares of Rs. 10/- each	694,138	694,138
Fauji Foods Limited		
2,000 (2021: 10,000) ordinary shares of Rs. 10/- each	36,120	170,511
Ghazi Fabrics International Limited		
20,000 (2021: 20,000) ordinary shares of Rs. 10/- each	239,892	239,892
Hira Textile Mills Limited		
60,000 (2021: 60,000) ordinary shares of Rs. 10/- each	284,906	284,906
Hum Network Limited		
25,000 (2021: Nil) ordinary shares of Rs. 10/- each	164,387	-
K-Electric Limited		
425,000 (2021: 425,000) ordinary shares of Rs. 10/- each	1,741,005	1,741,005
Lalpir Power Limited		
20,000 (2021: 20,000) ordinary shares of Rs. 10/- each	382,024	382,024
Maple leaf Cement Factory Limited		
10,000 (2021: 10,000) ordinary shares of Rs. 10/- each	468,471	468,471
Nishat Chunian Power Limited		
20,000 (2021: 20,000) ordinary shares of Rs. 10/- each	363,024	363,024
Nishat Power Limited		
10,000 (2021: 10,000) ordinary shares of Rs. 10/- each	203,562	203,562
Pakistan International Bulk Terminal Limited		
10,000 (2021: 10,000) ordinary shares of Rs. 10/- each	131,999	131,999
Power Cement Limited		
490,000 (2021: 490,000) ordinary shares of Rs. 10/- each	4,714,424	4,714,424
Pak Suzuki Motor Company Limited		
2,000 (2021: 2,000) ordinary shares of Rs. 10/- each	723,224	723,224
Pakistan Stock Exchange Limited		
2,000 (2021: 10,000) ordinary shares of Rs. 10/- each	44,620	172,511
Pakistan Telecommunication Company Limited		
55,000 (2021: 55,000) ordinary shares of Rs. 10/- each	625,136	625,136
Sindh Modaraba Limited		
35,000 (2021: 35,000) ordinary shares of Rs. 10/- each	330,670	330,670

HAFIZ LIMITED

	(Un-audited) September 30, 2021	(Audited) June 30, 2021
Telecard Limited		
Nil (2021: 25,000) ordinary shares of Rs. 10/- each	----- (Rupees) ----- -	351,374
Worldcall Telecom Limited		
2,235,000 (2021: 2,245,000) ordinary shares of Rs. 10/- each	8,847,198	4,454,904
Zepher Textiles Limited		
6,000 (2021: 10,500) ordinary shares of Rs. 10/- each	84,000	147,646
Change in fair value	24,130,113	19,764,762
	(5,756,063)	4,659,308
	<u>18,374,050</u>	<u>24,424,070</u>
7 CONTINGENCIES AND COMMITMENTS		
7.1 Contingencies		
There is no significant change in the status of contingencies as disclosed in note 18.1 to the annual audited financial statements of the Company for the year ended June 30, 2021.		
7.2 Commitments		
There were no commitments outstanding as at September 30, 2021 (June 30, 2021: Nil).		
8 OTHER INCOME	Note	(Un-audited) September 31, 2021
		(Un-audited) September 31, 2020
		----- (Rupees) -----
Dividend		51,600
Liabilities written back		381,721
Gain on sale of short term investments		855,182
Gain / (Loss) on revaluation of stocks investments		(6,905,202)
		(5,616,699)
		-
9 AUTHORIZATION		
These financial statements were authorised for issue by the Board of Directors of the Company on 29th October, 2021.		
10 GENERAL		
Figures have been rounded off of the nearest rupee.		

Karachi:
29th October, 2021


Muhammad Shahid Siddiqui
CFO


Fakhruddin Usmani
CEO


Quamruddin Osmani
Director

SHAREHOLDERS IMPORTANT NOTICES

1. Submission of copies of CNIC (MANDATORY)

Pursuant to the directive of the Securities & Exchange Commission of Pakistan Circular No.EMD/D-II/Misc/2009-1342 dated April 4, 2013, CNIC numbers of shareholders are mandatorily required to be mentioned on dividend warrants. Shareholders are, therefore, requested to submit a copy of their CNIC (if not already provided) to the Company's Share Registrar, M/s.F.D. Registrar Services (SMC-Pvt.) Ltd. 1705, 17th floor, Saima Trade Tower-A, I.I. Chundrigar Road, Karachi-74000.

2. Notice for unclaimed shares / Dividends

Pursuant to the requirement of Section 244 of the Companies Act, 2017 (the "Act"), now all companies are required to surrender physical shares/dividends which remain unclaimed or unpaid for over three years, as on May 30, 2014, to the Federal Government.

As per Company's record, there are some outstanding / physical shares/ dividends in respect of your above mentioned folio/account.

You are hereby requested to immediately lodge your claim to our share Registrar: M/s F.D. Registrar Services (SMC-Pvt.) Ltd. 1705, 17th Floor, Saima Trade Tower 'A' I. I. Chundrigar Road, Karachi or our registered office:Hafiz Limited 97, Alliance Building, 2nd Floor, Moolji Street, Mereweather Tower, Karachi, along with relevant documents in support of your claim under a duly signed letter (in accordance with specimen signature recorded with the Company):

Please note that if the Company does not receive a claim from you within the aforesaid time period, then the Company shall proceed to deposit unclaimed physical shares / dividends in its possession, with the Federal Government pursuant to the provisions of sub section (2) of section 244 of the Act.

3. E-Dividend Mandate (Mandatory)

Under the provisions of Section 242 of the Companies Act, 2017 and the Companies (Distribution of Dividends) Regulations, 2017, it is mandatory for a listed Company to pay cash dividend to its shareholders only through electronic mode directly into bank account designated by the entitled shareholders.

Shareholders who have not yet submitted their International Bank Account Number (IBAN) are requested to fill in Electronic Credit Mandate Form and send it duly signed along with a copy of CNIC to the Registrar of the Company **M/s .F.D. Registrar Services (SMC-Pvt.) Ltd.** 1705, 17th Floor, Saima Trade Tower-A, I.I. Chundrigar Road, Karachi-74000, in case of physical shares.

In case shares are held in CDC then Electronic Credit Mandate Form must be submitted directly to shareholder's broker/participant/CDC account services.

HAFIZ LIMITED

97 Alliance Building, 2nd Floor, Moolji Street, Mereweather Tower, Karachi-74000.

NOTICE OF MANDATORY PAYMENT OF DIVIDEND THROUGH ELECTRONIC MODE

Bank Account Details of Transfer for Cash Dividend

(Mandatory to provide)

i) Shareholder's Detail	
Name of Company	
Name of shareholder	
Folio No. /CDC Participants ID A/c No.	
CNIC No*	
Passport No (in case of foreign shareholder)**	
Land Line Phone Number	
Cell Number	

2) Shareholder's Bank Detail	
Title of Bank Account	
Bank Account Number (16 Digit) IBAN	
Bank's Name	
Branch Name and Address	

1. It is stated that the above-mentioned information is correct, that I will intimate the changes in the above mentioned information to the above addresses as soon as these occur.

(Signature of shareholder)

KINDLY NOTE: COMPANY MAY WITHHOLD THE PAYMENT OF DIVIDEND OF A MEMBER WHERE THE MEMBER HAS NOT PROVIDED THE COMPLETE INFORMATION OR DOCUMENTS AS SPECIFIED.

For any query, you may please contact us Tel # 02132440371 or email us at htm1951@hotmail.com

Thanking you.

Ali Muhammad Usmani
(Company Secretary)

Note: This is a computer generated letter and does not require signature.

*Please attach attested photocopy of CNIC

**Please attach attested photocopy of the Passport

BOOK POST

UNDER POSTAL CERTIFICATE

If undelivered please return to:

HAFIZ LIMITED

97, Alliance Building, Moolji Street, Mereweather Tower, Karachi-74000