

**CONDENSED
INTERIM FINANCIAL
STATEMENTS
HALF YEAR ENDED
31 DECEMBER 2021
UN-AUDITED**



BECO STEEL LIMITED



COMPANY INFORMATION

BOARD OF DIRECTORS

- | | |
|-------------------------------|------------------------------------|
| 1. Miss Afifa Shafique | Chairperson/Non-Executive Director |
| 2. Mr. Ch. Muhammad Shafique | Chief Executive Officer |
| 3. Mr. Waheed Akbar | Executive Director |
| 4. Mr. Muhammad Hashim Tareen | Independent Director |
| 5. Mr. Mahmood Aslam | Independent Director |
| 6. Mr. Muhammad Asim Raza | Non-Executive Director |
| 7. Miss. Eman Shafique | Non-Executive Director |

AUDIT COMMITTEE

- | | |
|-------------------------------|-------------------------------|
| 1. Mr. Muhammad Hashim Tareen | Chairman/Independent Director |
| 2. Mr. Muhammad Asim Raza | Member |
| 3. Miss Eman Shafique | Member |

HR & REMUNERATION COMMITTEE

- | | |
|-------------------------------|-------------------------------|
| 1. Mr. Muhammad Hashim Tareen | Chairman/Independent Director |
| 2. Ch. Muhammad Shafique | CEO/Member |
| 3. Miss Eman Shafique | Member |
| 4. Mr. Muhammad Asim Raza | Member |

CHIEF FINANCIAL OFFICER

Mr. Kamran Munawar

COMPANY SECRETARY

Mr. Zahur Ahmad

HEAD OF INTERNAL AUDITOR

Abida Kamran & Co.,
Chartered Accountants

EXTERNAL AUDITORS

Tariq Abdul Ghani Maqbool & Co.
Chartered Accountants

SHARE REGISTRAR

Hameed Majeed Associates (Private)
Limited

REGISTERED OFFICE

Florets Luxury Apartments, Ground Floor,
G-7, 127-Ahmad Block,
New Garden Town, Lahore.

COMPANY'S BANKER

Soneri Bank Limited
JS Bank Limited
Habib Metropolitan Bank Limited



BECO STEEL LIMITED

DIRECTORS' REVIEW REPORT

Dear Members

The directors of the company are pleased to present the unaudited financial statements for the half year ended 31 December 2021.

A brief summary of the financial results as on 31 December 2021 is as follow:

(Amount in Rupees)			
	Half year ended December 31,		Variance
	2021	2020	
Financial highlights			
Net Sales	2,283,582,586	220,577,714	935%
Gross Profit	128,287,154	4,284,868	2894%
Profit before taxation	107,203,861	10,655,812	906%
Taxation	28,544,782	1,787,773	1497%
Profit for the period	78,659,079	8,868,039	787%
Earnings per share – Basic & Diluted	3.15	0.35	

Business, Financial & Operational review

The turnover of the period is reported as Rs. 2,283.58 million (2020: Rs. 220.58 million), with gross profit for the period is Rs. 128.29 million (2020: Rs.4.28 million) and net profit Rs. 78.66 million (2020: Rs.8.87 million). Earnings per share (EPS) for the period is Rs. 3.15 as compared to EPS of Rs. 0.35 of the corresponding period. Financial figures for the current period relate to steel business, whereas previous year's figures relate to cotton business.

Issuance of shares by way of other than right offer, and for consideration other than cash

Pursuant to the special resolutions passed by the shareholders of Beco Steel Limited (formerly Ravi Textile Mills Limited) (the "Company") at the extraordinary general meeting held on May 11, 2021, and the approvals thereby granted, for, inter alia, the issuance of shares of the Company other than by way of right offer, and for consideration other than cash, in accordance with the provisions of Section 83(1)(b) of the Companies Act, 2017 and the Companies (Further Issue of Shares) Regulations, 2020, the Company filed an application with the Securities and Exchange Commission of Pakistan ("SECP") seeking approval for issuance of shares.

SECP vide its letter No. EMD/CI/80/2008/58 dated January 31, 2022, approved the issuance of 99,962,510 ordinary shares of the Company, having par value of PKR 10/- each, at a premium of PKR 20/- per share, in aggregate amounting to the equivalent of PKR 2,998,875,300/-, by way of other than right offer against consideration of non-cash assets, including land, building, and plant & machinery, subject to the fulfilment of the conditions prescribed by the SECP, transfer of the non-cash assets to the Company by the subscribers/allotees of such shares, and carrying out other formalities / steps in accordance with applicable laws. The company is currently in process of completing legal formalities for the transfer non-cash assets, including land, building, and plant & machinery, and for the issuance of shares.



BECO STEEL LIMITED

Future Outlook

During the reporting period, the company operated on toll manufacturing arrangements, whereas, during next quarter, the management is hopeful that as a result of approval by SECP (as stated above) u/s 83(1)(b) of the Companies Act, 2017, for the issuance of shares against acquisition of assets, the Company would be able to start its own manufacturing of steel and allied products, which is expected to increase profitability as well as shareholders' wealth in future.

Acknowledgment

We would like to appreciate our customers, suppliers, shareholders, employees and executives for their support and cooperation to the company.

Interim financial statements along with auditors' review report thereon are attached herewith for members' kind perusal and record.

For and on behalf of the Board

Ch. Muhammad Shafique
Chief Executive Officer

Afifa Shafique
Director/Chairperson

Lahore
February 28, 2022



BECO STEEL LIMITED

ڈائریکٹران رپورٹ

محترم ممبران

کمپنی کے ڈائریکٹرز 31 دسمبر 2021 کو ختم ہونے والے ششماہی کے غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرنے پر خوش ہیں۔

31 دسمبر 2021 تک کے مالیاتی نتائج کا مختصر خلاصہ حسب ذیل ہے :

(رقم روپے میں)

تفصیلات	31 دسمبر کو ختم ہونے والا نصف سال،		تغیر
	2021	2020	
مالی جھلکیاں			
خالص فروخت	2,283,582,586	220,577,714	935%
کل منافع	128,287,154	4,284,868	2894%
ٹیکس سے پہلے منافع	107,203,861	10,655,812	906%
ٹیکس	28,544,782	1,787,773	1497%
مدت کے لیے خالص منافع	78,659,079	8,868,039	787%
فی حصص آمدنی - بنیادی اور کمزور	3.15	0.35	

کاروباری، مالیاتی و آپریشنل جائزہ

مذکورہ مدت کے لئے ٹرن اور 2,283.58 ملین روپے (2020: 220.58 ملین روپے)، مجموعی منافع 128.29 ملین روپے (2020: 4.28 ملین روپے) اور خالص منافع 78.66 ملین روپے (2020: 8.87 ملین روپے) ریکارڈ ہوا۔ گذشتہ برس کی اسی مدت میں فی حصص آمدنی 0.35 روپے کے مقابلہ میں مذکورہ مدت کے دوران فی حصص آمدنی 3.15 روپے ریکارڈ ہوئی۔ حالیہ مدت کے لئے اسٹیل کے کاروبار سے منسوب مالیاتی اعداد و شمار اور گذشتہ برس کے کپاس کے کاروبار سے منسوب اعداد و شمار

رائٹ پیشکش اور نقد کے علاوہ حصص کا اجرا

11 مئی 2021ء کو منعقدہ غیر معمولی اجلاس عام میں بیکوسٹیل لمیٹڈ (سابقہ راوی ٹیکسٹائل ملز لمیٹڈ) ("کمپنی") کے حصص داران کی منظور شدہ خصوصی قراردادوں کی پیروی میں رائٹ پیشکش اور نقد کے علاوہ دیگر ذرائع سے کمپنی کے حصص کے اجرا کی منظوری دی گئی کمپنیز ایکٹ، 2017ء کے سیکشن (b)(1) 83 اور کمپنیز (حصص کا مزید اجراء) ضوابط 2020ء کے تحت حصص کے اجرا کے لئے سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان ("SECP") سے منظوری حاصل کرنے کے لئے درخواست دائر کی گئی۔

SECP نے 31 جنوری 2022ء کے مراسلہ نمبر EMD/CI/80/2008/58 کے ذریعے کمپنی نے رائٹ پیشکش کے علاوہ 99,962,510 حصص کے اجرا کی منظوری دی جس میں سے ہر حصص کی قیمت -/10 روپے فی حصص اور پریمیم -/20 روپے فی حصص رکھا گیا جب کہ ان حصص کی کل مالیت -/2,998,875,300 روپے تھی۔ یہ حصص غیر نقد اثاثہ جات



BECO STEEL LIMITED

کے عوض جاری کئے گئے جن میں SECP کی بیان کردہ شرائط پر عمل درآمد، حصص کے الاٹیز/سبسکرائبز کی جانب سے غیر نقد اثاثہ جات کی کمپنی کو منتقلی اور لاگو قوانین کے تحت تمام قانونی ضابطوں کی تکمیل سے مشروط اراضی، عمارت اور پلانٹ اور مشینری شامل ہیں۔ کمپنی فی الوقت غیر نقد اثاثہ جات یعنی اراضی، عمارت اور پلانٹ اور مشینری کی منتقلی اور حصص کے اجرا کے لئے قانونی تقاضوں کی تکمیل کے عمل میں ہے۔

مستقبل کا منظر نامہ

رپورٹنگ پیریڈ کے دوران ٹھیکے پر مصنوعات تیار کر رہی ہے جب کہ اگلی سہ ماہی میں انتظامیہ پر امید ہے کہ اثاثہ جات کے حصول کے عوض حصص کے اجرا کے لئے کمپنیز ایکٹ 2017 کے سیکشن 83(b)(1) کے تحت SECP کی (مذکورہ بالا) منظوری کے نتیجے میں کمپنی اسٹیل اور متعلقہ مصنوعات کی تیاری کا آغاز کر دے گی جس کے باعث مستقبل میں منافع اور حصص داران کی آمدن میں اضافہ متوقع ہے۔

اظہار تشکر

ہم اپنے صارفین، سپلائرز، حصص داران، ملازمین اور ایگزیکٹوز کے کمپنی پر بھروسے اور تعاون کو سراہتے ہیں۔ عبوری مالیاتی اسٹیٹمنٹس اور ان پر آڈیٹرز کی جائزہ رپورٹ ریکارڈ اور اراکین کی سہولت کے لئے لف ہذا ہے۔

منجانب/برائے بورڈ

چودھری. محمد شفیق
چیف ایگزیکٹو آفیسر

عفیہ شفیق
ڈائریکٹر/چینر پرسن

لاہور
28 فروری 2022

**Independent Auditor's Review Report
To the members of BECO Steel Limited
Report on Review of Interim Financial Statements**

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **BECO Steel Limited ("the company")** as at 31 December 2021 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows, and notes to the condensed interim financial statements for the six-month period ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of this condensed interim financial statements in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarters ended 31 December 2021 and 2020 have not been reviewed, as we are required to review only the cumulative figures for the six-month period ended 31 December 2021.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is Shahid Mehmood.

Dated: 28 February 2022
Lahore


Tariq Abdul Ghani Maqbool & Co.
Chartered Accountants

UDIN: RR202110055kxOr2y0sG



BECO STEEL LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED) AS AT 31 DECEMBER 2021

		31-Dec-2021	30-June-2021
EQUITY AND LIABILITIES	Note	Rupees	Rupees
Share capital and reserves			
Authorised share capital: 150,000,000 (30 June 2021: 150,000,000) ordinary shares of Rs.10 each		1,500,000,000	1,500,000,000
Issued, subscribed and paid up capital 25,000,000 (30 June 2021: 25,000,000) ordinary shares of Rs.10 each		250,000,000	250,000,000
Loan from directors	5	127,684,920	40,742,220
Revenue reserve		9,000,000	9,000,000
Accumulated loss		(225,670,300)	(304,329,379)
		161,014,620	(4,587,159)
Non current liabilities		-	-
Current liabilities			
Trade and other payables		464,966,951	3,429,436
Accrued mark-up		850,000	850,000
Unclaimed dividend		1,034,090	1,034,090
Provision for taxation		3,879,557	3,879,557
		470,730,598	9,193,083
		470,730,598	9,193,083
Contingencies and commitments	6	-	-
		631,745,218	4,605,924
ASSETS			
Non current assets			
Property, plant and equipment		-	-
Long term security deposits		-	-
		-	-
Current assets			
Stock in Trade		268,120,055	-
Trade debts		283,590,450	-
Loan and advances		36,083,794	-
Income tax due from Government		34,346,847	2,161,876
Other receivable		60,245	60,245
Short term investment	7	1,054,922	1,009,088
Cash and bank balances		8,488,905	1,374,715
		631,745,218	4,605,924
		631,745,218	4,605,924

The annexed notes from 01 to 12 form an integral part of these financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



BECO STEEL LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Note	Half year ended		Quarter ended	
		31-Dec-2021	31-Dec-2020	31-Dec-2021	31-Dec-2020
		Rupees	Rupees	Rupees	Rupees
Sales		2,283,582,586	220,577,714	1,588,848,384	197,099,712
Cost of Sales	8	(2,155,295,432)	(216,292,846)	(1,513,801,810)	(193,511,118)
Gross profit		128,287,154	4,284,868	75,046,574	3,588,594
Distribution and selling expenses		(9,089,781)	(1,844,454)	(9,089,781)	(1,844,454)
Administrative and general expenses		(10,801,251)	(3,417,447)	(4,997,550)	(1,582,055)
Other operating expenses		(1,230,525)	(70,734)	-	-
		(21,121,557)	(5,332,635)	(14,087,331)	(3,426,509)
Operating profit /(loss)		107,165,597	(1,047,767)	60,959,243	162,085
Other income		45,834	11,856,933	45,834	9,683,316
Profit from operations		107,211,431	10,809,166	61,005,077	9,845,401
Finance cost		(7,570)	(153,354)	(5,320)	71,736
Profit before taxation		107,203,861	10,655,812	60,999,757	9,917,137
Taxation		(28,544,782)	(1,787,773)	(19,860,604)	(1,662,198)
Profit after taxation		78,659,079	8,868,039	41,139,153	8,254,939
Earning per share- basic and diluted		3.15	0.35	1.65	0.33

The annexed notes from 01 to 12 form an integral part of these financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



BECO STEEL LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	(Rupees)				
	Share capital	Loan from directors	Revenue reserve General reserve	Accumulated Loss / profit	Total equity
Balance as at 30 June 2020	250,000,000	66,586,220	9,000,000	(306,652,770)	18,933,450
Profit for the half year ended 31 December 2020	-	-	-	8,868,039	8,868,039
Other comprehensive income for the half year ended 31 December 2020	-	-	-	-	-
Total comprehensive income for the half year ended 31 December 2020	-	-	-	8,868,039	8,868,039
Balance as at 31 December 2020	250,000,000	66,586,220	9,000,000	(297,784,731)	27,801,489
Profit for the half year ended 30 June 2021	-	-	-	(6,544,648)	(6,544,648)
Loan from directors repaid	-	(35,175,000)	-	-	(35,175,000)
Loan from directors	-	9,331,000	-	-	9,331,000
Other comprehensive income for the half year ended 30 June 2021	-	-	-	-	-
Total comprehensive income for the half year ended 30 June 2021	-	(25,844,000)	-	(6,544,648)	(32,388,648)
Balance as at 30 June 2021	250,000,000	40,742,220	9,000,000	(304,329,379)	(4,587,159)
Profit for the half year ended 31 December 2021	-	-	-	78,659,079	78,659,079
Loan from directors	-	86,942,700	-	-	86,942,700
Other comprehensive income for the half year ended 31 December 2021	-	-	-	-	-
Total comprehensive profit for the half year ended 31 December 2021	-	86,942,700	-	78,659,079	165,601,779
Balance as at 31 December 2021	250,000,000	127,684,920	9,000,000	(225,670,300)	161,014,620

The annexed notes from 01 to 12 form an integral part of these financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



BECO STEEL LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2021

Note	Half year ended	
	31-Dec-2021	31-Dec-2020
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the period before taxation	107,203,861	10,655,812
Adjustments for following items:		
Depreciation	-	325,084
Profit on term deposit receipt	(45,834)	(46,212)
Credit balances written back	-	(8,561,173)
Staff retirement benefits	-	254,986
Finance cost	7,570	153,354
	(38,264)	(7,873,961)
Operating profit before working capital changes	107,165,597	2,781,851
(Increase) / decrease in current assets		
Trade debts - unsecured but considered good	(283,590,450)	(20,901,052)
Loan and advances	(36,083,794)	(9,603,855)
Stock-in-trade	(268,120,055)	(10,192,477)
Trade deposits and short term prepayments	-	2,870
Other receivable	-	604,278
	(587,794,299)	(40,090,236)
(Increase) / decrease in current liabilities		
Trade and other payables	461,537,515	(60,049,497)
	(19,091,187)	(97,357,882)
Cash generated from operations	(499,719,889)	(134,666,267)
Finance cost paid	(7,570)	(18,294)
Income tax paid	(60,729,753)	(3,019,180)
	(60,737,323)	(3,037,474)
Net cash used in operating activities	(79,828,510)	(100,395,356)
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure on property, plant and equipment	-	(3,877,300)
Security deposit	-	1,000,000
Net cash (used in) / generating from investing activities	-	(2,877,300)
CASH FLOWS FROM FINANCING ACTIVITIES		
Loan from directors	86,942,700	-
Repayment of loan from directors	-	-
Net cash flows generated from / (used in) financing activities	86,942,700	-
Net increase / (decrease) in cash and cash equivalents	7,114,190	(103,272,656)
Cash and cash equivalents at the beginning of the period	1,374,715	148,077,883
Cash and cash equivalents at the end of the period	8,488,905	44,805,227

The annexed notes from 01 to 12 form an integral part of these financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



BECO STEEL LIMITED

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2021 (UN-AUDITED)

1 LEGAL STATUS AND NATURE OF BUSINESS

1.01 M/s Beco Steel Limited (Formerly; Ravi Textile Mills Limited) ("the Company") is a public limited company incorporated in Pakistan on 21 April 1987 vide incorporation No: 0015977 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The name of the company was changed from Ravi Textile Mills Limited to Beco Steel Limited. The shares of the Company are quoted on Pakistan Stock Exchange Limited. The principal activity of the Company shall be to carrying out the business of manufacturing of steel and allied products, along with ancillary activities thereto.

1.02 Pursuant to the special resolutions passed by the shareholders of M/s Beco Steel Limited (formerly: Ravi Textile Mills Limited) (the "Company") at the extraordinary general meeting held on 11 May 2021, and the approvals thereby granted, for, inter alia, the issuance of shares of the Company other than by way of right offer, and for consideration other than cash, in accordance with the provisions of Section 83(1)(b) of the Companies Act, 2017 and the Companies (Further Issue of Shares) Regulations, 2020, the Company filed an application with the Securities and Exchange Commission of Pakistan ("SECP") seeking approval for issuance of shares.

SECP vide its letter No. EMD/CI/80/2008/58 dated 31 January 2022, approved the issuance of 99,962,510 ordinary shares of the Company, having par value of PKR 10/- each, at a premium of PKR 20/- per share, in aggregate amounting to the equivalent of PKR 2,998,875,300/-, by way of other than right offer against consideration of non-cash assets, including land, building, and plant & machinery, subject to the fulfilment of the conditions prescribed by the SECP, transfer of the non-cash assets to the Company by the subscribers/allotees of such shares, and carrying out other formalities / steps in accordance with applicable laws. The company is currently in process of completing legal formalities for the transfer of non-cash assets, including land, building, and plant & machinery, and for the issuance of shares.

2 BASIS OF PREPARATION

2.01 Statement of Compliance

(a) These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, "Interim Financial Reporting", issued by the International Accounting Standard Board (IASB) as notified under Companies Act, 2017; and
- Provisions of and directives issued under Companies Act, 2017

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

- (b) These condensed interim financial statements comprise the condensed interim statement of financial position of the company as at 31 December 2021 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows together with notes forming part thereof.
- (c) These condensed interim statements are un-audited but subject to limited scope review by the external auditors and being submitted to the shareholders as required by the Listing Regulation of Pakistan Stock Exchange Limited and Section 237 of the Company Act, 2017.
- (d) These condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements as at and for the year ended 30 June 2021. Comparative condensed interim statement of financial position has been extracted from annual financial statements for the year ended 30 June 2021, whereas comparatives for condensed interim statement of profit or loss and condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows and related notes for the half year ended 31 December 2020 have been subjected to review but not audited.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of this condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2021.



BECO STEEL LIMITED

BECO STEEL LIMITED

4 ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

In preparing this un condensed interim financial information, 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 applied to the financial statements as at and for the year ended 30 June 2021.

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 June 2021.

	Note	Un-Audited 31-Dec-2021 Rupees	Audited 30-June-2021 Rupees
5 DIRECTOR'S LOAN	5.01	127,684,920	40,742,220

5.01 These are interest free loans from directors of the Company payable at the discretion of the entity. They do not pass the liability test and thus recorded as equity at face value. They will not be re-measured subsequently. The decision by the entity at any time in future to deliver cash or any other financial asset to settle the directors' loan would be direct debit to equity as per TR-32 'Accounting Directors' Loan' issued by Institute of Chartered Accountants of Pakistan.

6 CONTINGENCIES AND COMMITMENTS

There is no change in the status of contingencies and commitments as disclosed in the audited financial statements as at 30 June 2021.

	31-Dec-2021 Rupees	30-June-2021 Rupees
7 SHORT TERM INVESTMENT		
Debt instrument - at amortized cost		
Term deposit receipt	925,942	925,942
Add: Profit accrued thereon	128,980	83,146
	1,054,922	1,009,088

7.01 This term deposit receipt issued by banking company has maturity period of one year and carries profit at the rate 9.90% per annum.

	Note	Half year ended 31-Dec. 21 Rupees	31-Dec. 20 Rupees	Quarter ended 31-Dec. 21 Rupees	31-Dec. 20 Rupees
8 COST OF SALES					
Raw material consumed		1,884,118,227	215,978,005	1,326,635,112	183,039,245
Salaries, wages and others benefits		22,906,065	2,391,875	17,170,009	1,747,479
Stores and spares		5,798,743	1,272,764	3,466,642	1,247,375
Fuel and power		257,462,584	856,222	185,657,985	482,296
Repair and maintenance		4,233,181	2,273,069	1,646,705	1,508,393
Other factory overheads		14,984,365	3,713,388	13,433,090	3,081,644
		2,189,503,165	226,485,323	1,548,009,543	191,106,432
Work in process					
Opening inventory		-	-	-	-
Closing inventory		(5,109,890)	-	(5,109,890)	-
		(5,109,890)	-	(5,109,890)	-
Cost of goods manufactured		2,184,393,275	226,485,323	1,542,899,653	191,106,432
Finished goods					
Opening inventory		-	-	-	12,597,163
Closing inventory		(29,097,843)	(10,192,477)	(29,097,843)	(10,192,477)
		(29,097,843)	(10,192,477)	(29,097,843)	2,404,686
Cost of sales		2,155,295,432	216,292,846	1,513,801,810	193,511,118



BECO STEEL LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2021

Note	Half year ended		Quarter ended	
	31-Dec-2021	31-Dec-2020	31-Dec-2021	31-Dec-2020
	Rupees	Rupees	Rupees	Rupees
Profit for the period	78,659,079	8,868,039	41,139,153	8,254,939
Other comprehensive income:				
Item that will not be reclassified to statement of profit or loss:	-	-	-	-
Items that may be reclassified to statement of profit or loss:	-	-	-	-
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>78,659,079</u>	<u>8,868,039</u>	<u>41,139,153</u>	<u>8,254,939</u>

The annexed notes from 01 to 12 form an integral part of these financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



BECO STEEL LIMITED

BECO STEEL LIMITED

9 TRANSACTIONS WITH RELATED PARTIES

The related parties comprises of associated undertaking, directors and key management personnel. The Company in the normal course of business carried out transaction with various related parties. Details of transactions with related parties, other than those which have been specifically disclosed elsewhere in this condensed interim financial statements are as follows:

Related Party Transaction	Half year ended		Quarter ended	
	31-Dec. 21 Rupees	31-Dec. 20 Rupees	31-Dec. 21 Rupees	31-Dec. 20 Rupees
Loan from director	86,942,700	-	86,942,700	-

10 FINANCIAL RISK MANAGEMENT

The company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the company for the year ended 30 June 2021.

11 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were approved by the Board of Directors and authorized for issue on 28 February 2022.

12 GENERAL

Figures have been rounded off to nearest of Rupee.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICE