

ITTEFAQ IRON INDUSTRIES LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 31 March 2022 (UNAUDITED)

	Unaudited 31 / March / 2022 Rupees	Audited 30 / Jun / 2021 Rupees
EQUITY AND LIABILITIES		
Share capital and reserves		
Share capital	1,443,433,640	1,443,433,640
Share premium	774,507,925	774,507,925
Director's Loan	316,329,215	316,329,215
Surplus on revaluation of property, plant and equipment	558,309,460	575,392,456
Un-appropriated profit	1,574,945,619	1,331,694,966
	4,667,525,860	4,441,358,202
NON-CURRENT LIABILITIES		
Long-term finances	189,202,089	189,202,089
Liabilities against asset subject to finance lease	36,589,945	36,589,947
Deferred taxation	216,419,812	263,719,717
Deferred Liabilities	76,098,783	68,326,851
	518,310,629	557,838,604
CURRENT LIABILITIES		
Trade and other payables	3,171,412,087	1,014,398,702
Unclaimed dividends	3,690,200	3,730,079
Mark-up accrued on borrowings	69,476,891	72,533,323
Short-term borrowings	1,463,211,633	1,353,170,672
Current portion of against asset subject to finance lease	7,436,745	12,028,406
	4,715,227,556	2,455,861,182
CONTINGENCIES AND COMMITMENTS		
	9,901,064,044	7,455,057,988
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	1,915,669,977	1,980,221,679
Right to use assets	65,115,615	70,373,830
Long-term deposits	18,972,226	18,972,226
	1,999,757,818	2,069,567,735
CURRENT ASSETS		
Stores, spare parts and loose tools	424,373,675	375,799,706
Stock in trade	3,082,396,433	2,418,538,554
Trade debts	2,996,205,468	1,566,514,762
Loans and advances	561,334,804	424,509,169
Trade deposits and prepayments	491,729,987	141,125,374
Tax refunds due from government	289,415,745	425,002,284
Cash and bank balances	55,850,115	34,000,404
	7,901,306,227	5,385,490,253
	9,901,064,044	7,455,057,988

The annexed notes form an integral part of this condensed interim financial information.


Chief Executive Officer


Chief Financial Officer


Director

TEFAQ IRON INDUSTRIES LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT /
STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 March 2022

	9 Months ended		Quarter ended	
	31/March/2022	31/March/2021	31/March/2022	31/March/2021
	Rupees	Rupees	Rupees	Rupees
Sales - net	8,677,026,486	4,338,708,852	2,939,398,827	1,782,343,542
Cost of sales	(8,150,579,651)	(3,915,507,444)	(2,822,332,932)	(1,622,532,135)
Gross (Loss) / Profit	526,446,835	423,201,408	117,065,895	159,811,407
Other income	7,124,822	1,904,345	6,712,072	537,314
Operating expenses				
Distribution and selling cost	(76,422,100)	(66,820,409)	(33,802,396)	(22,555,914)
Administrative and general expenses	(72,900,713)	(50,889,449)	(20,099,474)	(15,610,102)
Other operating cost	(28,249,149)	(19,700,490)	(2,262,085)	(9,772,719)
Finance cost	(58,361,212)	(25,374,778)	(20,612,592)	(7,697,829)
	(235,933,174)	(162,785,126)	(76,776,547)	(55,636,564)
(Loss) / Profit before taxation	297,638,483	262,320,627	47,001,420	104,712,157
Taxation	(71,470,825)	(70,572,175)	(8,162,874)	(25,267,563)
(Loss) / Profit after taxation	226,167,658	191,748,452	38,838,546	79,444,594
Total comprehensive (Loss) / Profit	226,167,658	191,748,452	38,838,546	79,444,594
Earning/Loss per share - basic and diluted	1.57	1.33	0.27	0.55

The annexed notes form an integral part of this condensed interim financial information.


Chief Executive Officer


Chief Financial Officer


Director

ITTEFAQ IRON INDUSTRIES LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED 31 March 2022

	Share capital	Share premium	Reserves Capital Surplus on revaluation of operating asset	Revenue Un-appropriated profit	Equity portion of loan from directors	Total equity
	----- Rupees -----					
Balance as at 30 June 2021	1,443,433,640	774,507,925	575,392,456	1,331,694,966	316,329,215	4,441,358,202
Profit after taxation for the year	-	-	-	226,167,658		226,167,658
Other comprehensive income						
Employee retirement benefits plan	-	-	-	-	-	-
Less: Related deferred tax	-	-	-	-	-	-
Amortization of unwinding of interest on loan from directors				-	-	-
Transfer from revaluation surplus (net of deferred tax)			(17,082,996)	17,082,996		-
Balance as at 31 March 2022 un-audited	<u>1,443,433,640</u>	<u>774,507,925</u>	<u>558,309,460</u>	<u>1,574,945,619</u>	<u>316,329,215</u>	<u>4,667,525,860</u>


Chief Executive Officer


Chief Financial Officer


Director

TEFAQ IRON INDUSTRIES LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 March 2022

CASH FLOWS FROM OPERATING ACTIVITIES

(Loss) / profit before taxation
Adjustments for non-cash charges / items:
Depreciation of property, plant and equipment
Provision for gratuity
WWF and WPPF
Gain on sale of fixed asset
Finance cost

Loss before working capital changes

Working capital changes

(Increase) / Decrease in current assets

Stores, spare parts and loose tools

Stock in trade

Trade debts

Loans and advances

Trade deposits and prepayments

Tax refunds due from government

Increase in trade and other payables

Cash (used in) / generated from operations

Income tax paid

Finance cost paid

Gratuity paid

Net cash (used in) / generated from operating activities

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of property, plant and equipment

Capital work in progress

Proceeds from disposal of fixed assets

Net cash in / (out) flow from investing activities

CASH FLOWS FROM FINANCING ACTIVITIES

Dividend Paid

Short term borrowings

Repayment of lease liabilities

Net cash in / (out) flow from financing activities

NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS

CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD

CASH AND CASH EQUIVALENTS AT END OF THE PERIOD

----- Six months ended -----

31/March/2022

31/March/2021

Rupees

	297,638,483	262,320,627
	107,331,601	101,742,897
	13,070,466	7,854,316
	28,249,149	19,700,490
	259,129	481,001
	58,361,212	25,374,778
	207,271,557	155,153,482
	504,910,041	417,474,109
	(48,573,969)	(13,163,470)
	(663,857,879)	(599,501,602)
	(1,429,690,706)	(84,931,107)
	(136,825,635)	(88,802,938)
	(350,604,613)	(110,396,604)
	64,873,482	(53,510,250)
	2,128,764,236	561,138,196
	(435,915,084)	(389,167,775)
	68,994,956	28,306,334
	(48,057,673)	(92,515,642)
	(61,417,644)	(24,390,908)
	(5,298,534)	(1,550,820)
	(45,778,895)	(90,151,036)
	(526,700)	(61,675,969)
	(37,295,655)	(58,084,768)
	41,540	32,000
	(37,780,815)	(119,728,737)
	(39,879)	(2,044,772)
	110,040,961	235,672,511
	(4,591,661)	(7,224,620)
	105,409,421	226,403,119
	21,849,711	16,523,346
	34,000,404	77,214,464
	55,850,115	93,737,810

The annexed notes form an integral part of this condensed interim financial information.

Chief Executive Officer

Chief Financial Officer

Director

ITEFAQ IRON INDUSTRIES LIMITED
SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL
INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 March 2022

1 STATUS AND ACTIVITIES

Ittefaq Iron Industries Limited ("the Company") was incorporated on 13 April 2007 as a private limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) on 20 February 2004. On 5 January 2017 the Company is converted into an unquoted public company. The Company was listed on Pakistan Stock Exchange on 3 July 2017. The principal business of the Company is the manufacturing of iron bars, girders and related products. The registered office of the Company is situated at 40 B / II. Gulberg III. M. M. Alam Road. Lahore.

2 STATEMENT OF COMPLIANCE

This condensed interim financial information is unaudited and has been prepared in accordance with the requirements of the International Accounting Standard 34 – Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and provisions of and directives issued under the Companies Act, 2017. Where provisions of and directives issued under the Companies Act, 2017 differ from the IAS 34 and IFRSs, the provisions of and directives issued under the Companies Act, 2017 have been followed. This condensed interim financial information has, however, been subjected to limited scope review by the auditors, as required by the Code of Corporate Governance, and should be read in conjunction with the audited annual financial statements of the Company for the year ended 30 June 2021.

3 BASIS OF MEASUREMENT

This condensed interim financial information has been prepared under the historical cost convention modified by adjustment of revaluation of certain assets. In this condensed interim financial information, except for the cash flow statements, all the transactions have been accounted for on accrual basis.

4 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and method for computation adopted for the preparation of this condensed interim financial information is the same as those applied in preparation of the financial statements for the year ended June 30, 2021.

5 AUTHORIZATION FOR ISSUE

These financial statements have been approved by the board of directors of the Company and authorized for issue on 25 April 2022.

6 CORRESPONDING FIGURES

- 6.1** Corresponding figures have been re-arranged, wherever necessary to the facilitation of comparison.
- 6.2** Figures have been rounded off to the nearest of rupees.


Chief Executive Officer


Chief Financial Officer


Director