



Flying Cement  
Company Limited

# **3<sup>rd</sup> QUATER REPORT**

**(UN-AUDITED)**

**MARCH 31, 2022**

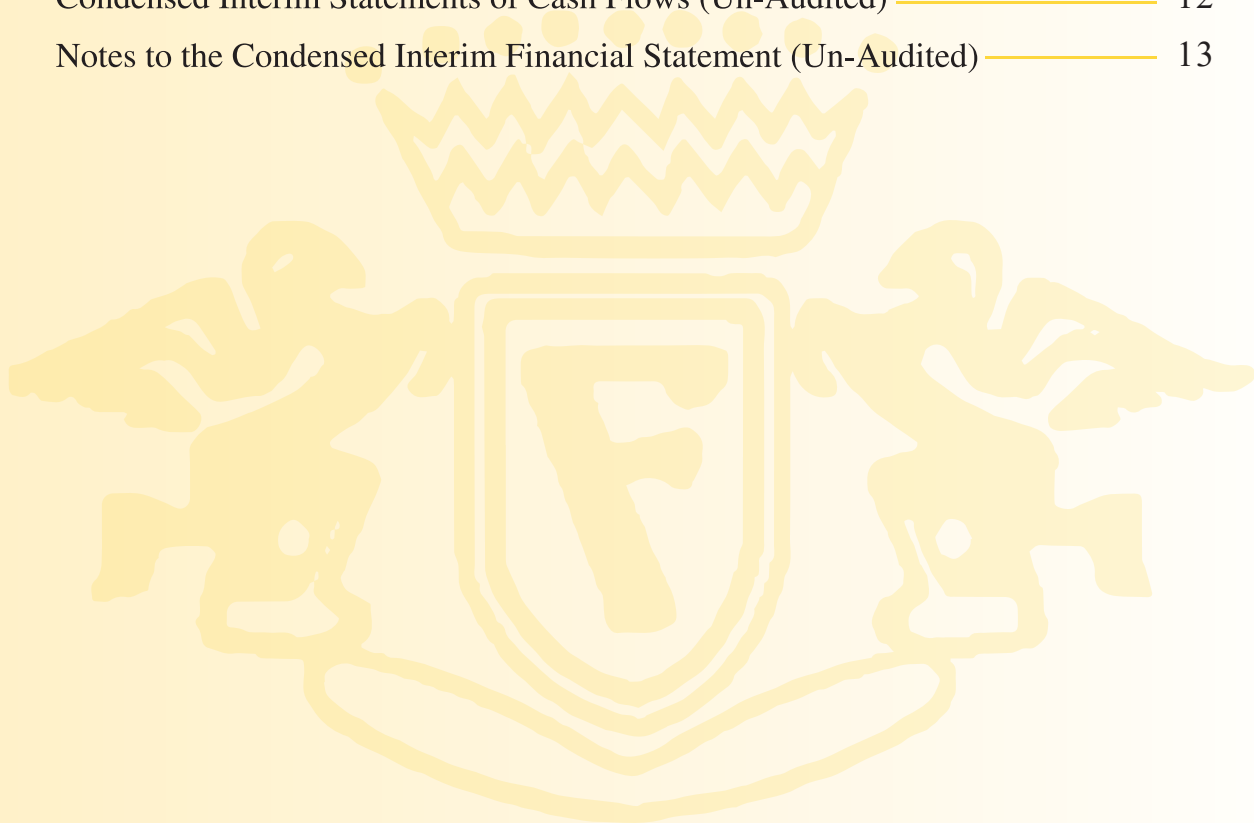




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## COMPANY INFORMATION

### Board of Directors

Mr. Kamran Khan

Chairman

Mr. Momin Qamar

Mr. Yousaf Kamran Khan

Mr. Qasim Khan

Mrs. Samina Kamran

Mr. Omar Naeem

Mr. Pervaiz Ahmad Khan

Mr. Agha Hamayun Khan

Chief Executive

Chief Financial Officer

Mr. Hamid Ur Rahman, FCA

Internal Auditor

Mr. Imran Matloob Khan

Company Secretary

Mr. Shahid Awan

Legal Advisor

Mr. Waqar Hasan

### Production Facility

25-K.m. Lilla Interchange

Lahore-Islamabad Motorway,

Mangowal, Distt. Khoshab

### Registered Head Office

4- Sarwar Colony, Sarwar Road, Lahore Cantt.

Tel: 042-36674301-5 Fax: 042-36660693

Website: [www.flyingcement.com](http://www.flyingcement.com)

Email: [info@flyingcement.com](mailto:info@flyingcement.com)

### Shares Registrar

THK Associates (Pvt) Limited.

Plot No. 32-C, Jami Commercial Street 2, D.H.A,

Phase VII, Karachi-75500

Tel: 021-111-000-322, Fax: 021-35310190

### Audit Committee

Mr. Omar Naeem

Chairman

Mr. Qasim Khan

Member

Mr. Yousaf Kamran Khan

Member

### Auditors

External Auditor

M/s . Naveed Zafar Ashfaq Jaffery & Co.

Chartered Accountants

## HUMAN RESOURCE AND

### REMUNERATION COMMITTEE

Mr. Pervaiz Ahmad Khan

Chairman

Mr. Momin Qamar

Member

Mr. Yousaf Kamran Khan

Member

### Bankers

National Bank of Pakistan

Al Baraka Bank (Pakistan) Limited

United Bank Limited

Habib Bank Limited

Meezan Bank Limited

### Credit Rating

Long Term Rating: A-

Short Term Rating: A2

(By PACRA)

# Vision

To be a premier quality cement manufacturing unit engaged in nation building through the most efficient utilization of resources.

# Mission

Successfully deliver quality cement by using innovative practices with the ultimate goal of increasing the satisfaction of our customers

To minimize the cost of production by using state-of-the-art technology and utilizing our experience in increasing profits for our shareholders.





# Core Values

At Flying Cement, core values are always given importance. These values are not only theoretical but in actual fact delve deep in the hearts of entire team

These values are reflected with in the name of FLYING itself.

## Focus

We believe in focusing on reducing cost and improving quality thereby offering profit to our shareholders.

## Leadership

Our objective is to lead as a cost effective competitor. We understand the demand of cement industry at a global level as well as the needs of people within Pakistan.

## You

Flying Cement always maintains 'You first' approach, not only to please our customer but also to satisfy our shareholders.



## Initiatives

Taking initiative in incorporating modern technology to reduce cost and to improve quality.

## New

We are pioneer in using new ideas and strategies for the cost effective and quality cement manufacturing.

## Global

We strive to be reckoned with dignity in global market.





## DIRECTOR'S REVIEW

The Directors of your Company are pleased to present the un-audited condensed interim financial statements of the Company for the 3<sup>rd</sup> quarter ended 31 March 2022.

### Financial Performance

The summarized financial performance is given below:

	For the nine month ended		For the quarter ended	
	Jul-Mar 2022 (Un-audited)	Jul-Mar 2021 (Un-audited)	Jan-Mar 2022 (Un-audited)	Jan-Mar 2021 (Un-audited)
	.....(Rupees).....			
Gross Sales	5,369,834,388	2,707,048,909	1,847,155,800	1,239,590,450
Net Sales	3,975,953,059	1,868,688,575	1,356,073,298	849,093,366
Cost of goods sold	(3,089,723,802)	(1,662,610,548)	(987,230,527)	(725,386,560)
<b>Gross Profit</b>	<b>886,229,257</b>	<b>206,078,027</b>	<b>368,842,771</b>	<b>123,706,806</b>
Admin and selling expenses	(67,773,771)	(47,868,802)	(29,496,465)	(15,218,945)
Financial Cost	(82,188,829)	(64,732,282)	(44,693,337)	(64,633,110)
Taxation	(56,915,998)	(36,524,973)	(5,626,405)	(14,494,337)
<b>Profit After Taxation</b>	<b>766,197,863</b>	<b>131,110,729</b>	<b>302,185,528</b>	<b>41,886,139</b>
(Loss) /Earning Per Share (Rs)	1.94	0.74	0.77	0.24

During the 3<sup>rd</sup> quarter, the net sales has increased by 113% from approx. Rs1,868 M to Rs.3,975 M, gross profit by 330% from Rs.206M to Rs.886 M and net profit by 484 % from Rs.131 M to Rs.766 M compared with corresponding period of last year.

### Revenue

During the 3<sup>rd</sup> quarter 2022 under review, your Company's overall gross sales revenue increased by 49% as compared to (68%) % of the same period last year.

### Gross Profit

The gross profit of the company for the 3<sup>rd</sup> quarter under review increased by 330 % as compared to a decrease of (161%) reported during the same quarter last year.

### Future Outlook

The economy continued to face challenges on account of rising imports, current account deficit and increased inflationary pressures. We are bullish on improvement in domestic sales on account of new Government spending on mega projects, multipurpose water reservoirs / Dams and CPEC which will help the company to maintain its growth in the current financial year. The rising population has also increased more demand of houses in the country which is being addressed. Similarly, the last package announced for the construction industry by the Federal Government and State Bank of Pakistan's measures towards boosting housing finance will continue to accelerate demand of cement in the country. The State Bank of Pakistan raised the policy rate by 250 basis points taking the interest rates to 12.25%. PKR depreciated by 20% this year to Rs.185 to US\$. The IMF program is expected to resume in Q4, resulting in improved macroeconomic stability.

The Right Share Issue of Rs.3 Billion has been successfully completed, further cementing the company's business plan. Subsequently, the company's gearing ratio would be approx. 30% being significantly lower compared to industry average.

The Company is fully committed to complete its Line 2 expansion project, after which significant rise in profitability and financial ratios is expected to maximize shareholder return. It is estimated that the company shall achieve its COD during September 2022 after which the annual cement production capacity will be 3,510,000 tons.

Going forward, potential challenges can include increase in the cost of production caused by high inflation, increasing coal prices in international markets, expected hike in electricity rates, PKR depreciation against US\$, increase in interest rates and geo-political uncertainty.





We all are willing to go to the extra mile to contribute enthusiastically on a continuous basis. Hence, it is projected that the profitability in the remaining period of the year will improve. We assure, the management is fully committed to provide long term sustainable growth and value for all its stakeholders.

**Acknowledgement**

Management of your Company take pleasure in expressing their sincere gratitude and appreciation for the outstanding commitment and contribution of all the employees and continued trust and reliance placed in the Company by all the stakeholders.

For and on behalf of the board

**Agha Hamayun Khan**  
Chief Executive

Lahore; April 28, 2022



## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2022 (UN-AUDITED)

		(Un-Audited) March 31 2022 Rupees	(Audited) June 30 2021 Rupees
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL &amp; RESERVES</b>			
Authorized share capital		8,000,000,000	4,000,000,000
800,000,000 ordinary shares of Rs. 10/- each.			
Issued, subscribed and paid up capital		3,948,000,000	3,760,000,000
394,800,000, ordinary shares of Rs. 10/- each.			
Advance against issue of right shares		2,000,065,150	-
Reserves		1,087,315,492	548,555,943
		7,035,380,642	4,308,555,943
Directors & shareholders loan	5	57,035,933	697,298,582
Surplus on revaluation of fixed assets	6	3,920,000,291	3,965,661,753
		3,977,036,224	4,662,960,335
		11,012,416,866	8,971,516,278
<b>NON-CURRENT LIABILITIES</b>			
Long term liabilities	7	3,138,571,771	4,114,951,771
Loan from associated undertaking		314,166,194	331,867,808
Long term deposits		14,005,340	14,005,340
Deferred liabilities	8	652,539,290	645,044,386
		4,119,282,595	5,105,869,305
<b>CURRENT LIABILITIES</b>			
Trade and other payables		1,771,716,735	1,620,162,968
Directors & shareholders loan		577,045,889	808,540,887
Unclaimed Dividend		59,526	59,526
Short term finances	9	290,875,361	415,229,671
Current portion of long term finance	7	1,735,998,000	1,358,298,000
		4,375,695,511	4,202,291,052
<b>TOTAL LIABILITIES</b>		8,494,978,106	9,308,160,356
Contingencies and commitments	10	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>		19,507,394,972	18,279,676,635
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant & equipment	11	17,603,081,842	15,885,677,785
Long term security deposits		32,880,151	32,880,151
		17,635,961,993	15,918,557,936
<b>CURRENT ASSETS</b>			
Stores, spares & loose tools		317,248,363	250,053,087
Stock in trade		669,784,975	970,617,841
Trade debts		181,681,694	185,871,391
Advances, deposits, prepayments & other receivables		569,909,885	749,642,350
Cash and bank balances		132,808,062	204,934,030
		1,871,432,979	2,361,118,699
<b>TOTAL ASSETS</b>		19,507,394,972	18,279,676,635

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

Director

Chief Executive

Chief Financial Officer



**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR PERIOD ENDED MARCH 31, 2022 (UN-AUDITED)**

	For the nine month ended		For the quarter ended	
	Jul - Mar 2022	Jul - Mar 2021	Jan-Mar 2022	Jan-Mar 2021
	(Un-Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)
	------(Rupees)-----			
Gross sales	5,369,834,388	2,707,048,909	1,847,155,800	1,239,590,450
Less : Sales tax & excise duty	(1,393,881,329)	(838,360,334)	(491,082,502)	(390,497,084)
Net sales	3,975,953,059	1,868,688,575	1,356,073,298	849,093,366
Cost of sales	(3,089,723,802)	(1,662,610,548)	(987,230,527)	(725,386,560)
<b>Gross Profit</b>	<b>886,229,257</b>	<b>206,078,027</b>	<b>368,842,771</b>	<b>123,706,806</b>
Distribution cost	(5,685,230)	(8,900,099)	(1,767,680)	(4,030,694)
Administrative expenses	(62,088,541)	(38,968,703)	(27,728,785)	(11,188,251)
	(67,773,771)	(47,868,802)	(29,496,465)	(15,218,945)
<b>Operating Profit</b>	<b>818,455,486</b>	<b>158,209,225</b>	<b>339,346,306</b>	<b>108,487,861</b>
Finance cost	(82,188,829)	(64,732,282)	(44,693,337)	(64,633,110)
Other income	86,847,204	74,158,759	13,158,964	12,525,725
<b>Profit before taxation</b>	<b>823,113,861</b>	<b>167,635,702</b>	<b>307,811,933</b>	<b>56,380,476</b>
Taxation	(56,915,998)	(36,524,973)	(5,626,405)	(14,494,337)
<b>Profit after taxation</b>	<b>766,197,863</b>	<b>131,110,729</b>	<b>302,185,528</b>	<b>41,886,139</b>
Other Comprehensive income	-	-	-	-
Total Comprehensive income for the period	<b>766,197,863</b>	<b>131,110,729</b>	<b>302,185,528</b>	<b>41,886,139</b>
<b>Earnings per share- basic</b>	<b>1.94</b>	<b>0.74</b>	<b>0.77</b>	<b>0.24</b>

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

Director

Chief Executive

Chief Financial Officer



# CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE PERIOD ENDED MARCH 31, 2022 (UN-AUDITED)

	Ordinary Share Capital (Rs.)	Accumulated Profit / (Loss) (Rs.)	Directors & Shareholders Loan (Rs.)	Advance against issue of right shares (Rs.)	Capital Reserves		Total (Rs.)
					Revaluation Surplus (Rs.)	Gain on Disposal of Shares (Rs.)	
<b>Balance as at July 01, 2020</b>	1,760,000,000	270,742,574	1,970,674,892		4,027,666,417	126,978,994	8,156,062,877
Total Comprehensive income for the period	-	131,110,729	-	-	-	-	131,110,729
Other comprehensive Income / (Loss) for the period	-	-	-	-	-	-	-
Directors & Shareholders loan	-	-	(1,556,026,310)	1,556,066,080	-	-	39,770
Incremental depreciation	-	46,503,497	-	-	(46,503,497)	-	-
Issue cost of right shares	-	(20,731,034)	-	-	-	-	(20,731,034)
<b>Balance as at March 31, 2021</b>	1,760,000,000	427,625,766	414,648,582	1,556,066,080	3,981,162,920	126,978,994	8,266,482,342
<b>Balance as at June 30, 2021</b>	3,760,000,000	421,576,949	697,298,582		3,965,661,753	126,978,994	8,971,516,278
Profit / (Loss) for the period	-	766,197,863	-	-	-	-	766,197,863
Other comprehensive Income for the period	-	-	-	-	-	-	-
Directors & Shareholders loan - Net	-	-	(640,262,649)	1,906,820,120	-	-	1,266,557,471
Advance against issue of right shares	-	45,661,462	-	93,245,030	(45,661,462)	-	93,245,030
Incremental depreciation	-	(188,000,000)	-	-	-	-	-
Issuance of bonus shares	-	(85,099,776)	-	-	-	-	(85,099,776)
Shares issue expenses	-	-	-	-	-	-	-
<b>Balance as at March 31, 2022</b>	3,948,000,000	960,336,498	57,035,933	2,000,065,150	3,920,000,291	126,978,994	11,012,416,866

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

Director

Chief Executive

Chief Financial Officer



**CASH FLOW STATEMENT (Un-Audited)**  
**FOR THE PERIOD ENDED MARCH 31, 2022(UN-AUDITED)**

	Note	(Un-Audited) March 31 2022 Rupees	(Un-Audited) March 31 2021 Rupees
Cash generated from operations	12	1,355,396,877	207,574,677
Gratuity Paid		-	-
Finance cost paid		(82,188,829)	(64,732,282)
Income Tax (paid) / refund received		(49,421,094)	(29,142,710)
<b>Net Cash from Operating Activities</b>		<b>1,223,786,954</b>	<b>113,699,685</b>
<b>Cash Flows From Investing Activities</b>			
Fixed Capital Expenditure		(1,829,879,723)	(831,677,231)
Long Term Security deposit		-	-
<b>Net Cash (used in) Investing Activities</b>		<b>(1,829,879,723)</b>	<b>(831,677,231)</b>
<b>Cash Flows From Financing Activities</b>			
Long Term Finance		(976,380,000)	2,018,613,667
Short term Finance		(124,354,310)	(1,258,157,820)
Current maturity - long term finance		377,700,000	-
Associated Undertaking		(17,701,614)	2,039,999
Issue cost of right shares		(85,099,776)	(20,731,034)
Advance received against issue of right shares		2,000,065,150	1,556,066,080
Director & Shareholders loan		(640,262,649)	(1,556,026,310)
		-	-
<b>Net Cash from Financing Activities</b>		<b>533,966,801</b>	<b>741,804,582</b>
Net Increase / (Decrease) in Cash and Cash Equivalents		(72,125,968)	23,827,036
Cash and Cash Equivalents - at the beginning of the period		204,934,030	23,392,925
<b>Cash and Cash Equivalents - at the end of the period</b>		<b>132,808,062</b>	<b>47,219,961</b>

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

**Director**

**Director**

**Chief Executive**

**Chief Financial Officer**



**Flying Cement Company Limited**  
**Notes To The Condensed Interim Financial Statements (Un-Audited)**  
*For the period ended March 31, 2022 (Un-Audited)*

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**1 LEGAL STATUS AND OPERATIONS**

Flying Cement Company Limited (the Company) was incorporated in Pakistan as a Public Limited Company on December 24, 1992 under the Companies Ordinance, 1984. (Now the Companies Act, 2017). The shares of the Company are listed on Pakistan Stock Exchange Limited.

The principal activities of the company are to manufacturing, marketing and sale of cement. The geographical location and address of the company's business units including plants are as follows:

<b>Business Unit</b>	<b>Geographical Location &amp; Address</b>
Head Office (Registered office)	04- Sarwar Colony Sarwar Road Cantt, Lahore.
Manufacturing Plant	25-Km. Lilla Interchange Lahore - Islamabad Motorway, Mangowal Distt. Khushab

**2 BASIS OF PREPARATION**

**2.1 Statement Of Compliance**

These condensed interim 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 Accounting Standards IAS-34, Interim Financial reporting issued by IASB as notified under the Companies Act, 2017
  - Provisions of and directives issued under the Act.
- Where provisions of and directives issued under the Companies Act, 2017 differ from the IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.
- 2.2** This condensed interim financial statements comprises the condensed interim statement of financial position of the Company, as at 31 March 2022 and the related condensed interim statement of profit or loss account and other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity together with the notes forming part thereof.
- 2.3** The condensed interim financial statements do not include all the information and disclosures required in an annual financial statements and should be read in conjunction with the financial statements for the year ended June 30, 2021.
- 2.4** Comparative statement of financial statements numbers are extracted from the annual audited financial statements of the Company for the year ended 30 June 2021, whereas comparatives of condensed interim statement of profit or loss account and other comprehensive income, statement of cash flows and statement of changes in equity are stated from unaudited condensed interim financial statements of the Company for the nine months period ended 31 March 2022.
- 2.5** This condensed interim financial information is being submitted to the shareholders as required by Section 237 of the Companies Act, 2017.

**3 Key Judgments and estimates**

In preparing these condensed interim financial statements management has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty are the same as those applied in the preparation of annual audited financial statements for the year ended 30 June 2021.

**4 Significant Accounting Policies**

The accounting policies adopted for the preparation of this condensed interim financial statements are the same as those applied in the preparation of the financial statements for the year ended 30 June 2021.



**Flying Cement Company Limited**  
**Notes To The Condensed Interim Financial Statements (Un-Audited)**  
**For the period ended March 31, 2022 (Un-Audited)**

		(Un-Audited) March 31 2022 Rupees	(Audited) June 30 2021 Rupees
<b>5 DIRECTORS &amp; SHAREHOLDERS LOAN - UNSECURED</b>			
Directors & shareholders loan	5.1	57,035,933	697,298,582
		<u>57,035,933</u>	<u>697,298,582</u>
<b>5.1</b>	The directors and sponsors have personally financed a portion of the expansion project and the loan is interest free. The repayment of the loan will be made after the completion of the expansion project subject to availability of funds. During the period, the aggregate loans of Rs. 1,906.8 million was adjusted against issue of right shares subscribed by directors and sponsors of the Company which were not issued till period end and expected to be issued in due course of time.		
<b>6 SURPLUS ON REVALUATION OF FIXED ASSETS</b>			
Balance as July 01,		3,965,661,753	4,027,666,417
Add: Revaluation Surplus		-	-
		<u>3,965,661,753</u>	<u>4,027,666,417</u>
Less: Surplus transferred to accumulated profit			
Incremental depreciation		64,311,918	87,330,512
Deferred Tax effect		(18,650,456)	(25,325,848)
		<u>45,661,462</u>	<u>62,004,664</u>
		<u>3,920,000,291</u>	<u>3,965,661,753</u>
<b>7 LONG TERM LIABILITIES</b>			
Loans from banking companies - secured		3,138,571,771	4,114,951,771
		<u>3,138,571,771</u>	<u>4,114,951,771</u>
<b>7.1 LOANS FROM BANKING COMPANIES - SECURED</b>			
National Bank of Pakistan Demand Finance - II		1,180,298,580	1,274,048,580
National Bank of Pakistan Demand Finance - III		18,118,000	36,370,000
National Bank of Pakistan Demand Finance - IV		1,050,718,433	1,124,548,433
National Bank of Pakistan Demand Finance - V		380,000,000	400,000,000
National Bank of Pakistan Demand Finance - VI		120,040,000	134,000,000
National Bank of Pakistan Demand Finance - VII		1,349,369,125	1,349,369,125
National Bank of Pakistan Demand Finance - VIII		229,494,580	608,382,580
Al Baraka Bank Diminishing Musharika		546,531,053	546,531,053
		<u>4,874,569,771</u>	<u>5,473,249,771</u>
Less: current portion of long term liabilities as shown under current liabilities		<u>1,735,998,000</u>	<u>1,358,298,000</u>
		<u>3,138,571,771</u>	<u>4,114,951,771</u>
<b>7.2</b>	There is no change in the terms and conditions as disclosed in the Company's annual audited financial statements for the year ended June 30, 2021.		
<b>8 DEFERRED LIABILITIES</b>			
Deferred Taxation	8.1	650,775,408	643,280,504
Gratuity		1,763,882	1,763,882
		<u>652,539,290</u>	<u>645,044,386</u>



Flying Cement Company Limited  
Notes To The Condensed Interim Financial Statements (Un-Audited)  
For the period ended March 31, 2022 (Un-Audited)

		(Un-Audited) March 31 2022 Rupees	(Audited) June 30 2021 Rupees
<b>8.1 Deferred Taxation - Net</b>			
Taxable temporary differences - effect thereof			
-Excess of accounting book value of fixed assets over their tax base		896,808,321	1,130,887,726
-Prepaid rent			87,000.00
Deductible temporary differences - effect thereof			
-Gratuity		(511,526)	(489,305)
-WPPF & WWF		(8,022,116)	(11,973,368)
-Remeasurement of defined benefits		-	(22,220)
-Unused tax losses		(237,499,271)	(475,209,329)
		<u>650,775,408</u>	<u>643,280,504</u>
<b>9 SHORT TERM FINANCES</b>			
Loans from banking companies-secured	9.1	290,875,361	415,229,671
		<u>290,875,361</u>	<u>415,229,671</u>
<b>9.1 LOANS FROM BANKING COMPANIES-SECURED</b>			
Albaraka Islamic Bank		-	45,696,561
National Bank of Pakistan		290,875,361	369,533,110
		<u>290,875,361</u>	<u>415,229,671</u>
<b>9.2</b>	There is no change in the terms and conditions as disclosed in the Company's annual audited financial statements for the year ended June 30, 2021.		
<b>10 CONTINGENCIES AND COMMITMENTS</b>			
<b>Contingencies</b>			
<b>10.1</b>	There is no significant change in the contingencies as disclosed in the financial statements for the year ended June 30, 2021.		
<b>Commitments</b>			
<b>10.2</b>	Commitments in respect of outstanding letter of credit amount to Rs. 127.551million (30 June 2021 Rs.139.614 million). It includes letter of credit facilities for procurement of new cement production plant, raw material and parts of machinery.		
<b>11 PROPERTY, PLANT &amp; EQUIPMENT</b>			
Operating Assets - tangible	11.1	7,785,171,084	7,356,066,326
Capital Work in Progress - at cost	11.2	9,817,910,758	8,529,611,459
		<u>17,603,081,842</u>	<u>15,885,677,785</u>
<b>11.1 Operating Assets - tangible</b>			
Opening book value		7,356,066,326	6,775,059,833
Additions for the period / year	11.1.1	561,976,474	721,411,127
Deletions during the period / year			-
Ininsurance Claim		(20,396,050)	-
Depreciation for the period / year		(112,475,666)	(140,404,634)
		<u>7,785,171,084</u>	<u>7,356,066,326</u>
<b>11.1.1 Additions for the period / year - net</b>			
Plant & Machinery		555,723,200	720,651,127
Electric Installation		1,748,000	760,000
Vehicals		4,505,274	-
		<u>561,976,474</u>	<u>721,411,127</u>
<b>11.2 CAPITAL WORK IN PROGRESS</b>			
Building		896,080,593	523,438,420
Plant & machinery		8,921,830,165	8,006,173,039
		<u>9,817,910,758</u>	<u>8,529,611,459</u>





Flying Cement Company Limited  
Notes To The Condensed Interim Financial Statements (Un-Audited)  
For the period ended March 31, 2022 (Un-Audited)

	(Un-Audited) March 31 2022 Rupees	(Un-Audited) March 31 2021 Rupees
<b>12 CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit / (Loss) for the period - before taxation	823,113,861	167,635,702
<b>Adjustment for:</b>		
Depreciation	112,475,666	103,288,947
Provision for Gratuity	-	-
Finance cost	82,188,829	64,732,282
	<b>194,664,495</b>	<b>168,021,229</b>
	<b>1,017,778,356</b>	<b>335,656,931</b>
<b>(Increase) / decrease in current assets</b>		
(Increase) in Stores, spares & loose tools	(67,195,276)	215,664,809
(Increase) / Decrease in Stock-in-trade	300,832,866	(83,482,093)
(Increase) / decrease in Trade debts	4,189,697	(6,272,828)
(Increase) / Decrease in Advances, deposits, prepayments and other receivables	179,732,465	(1,918,472)
	<b>417,559,752</b>	<b>123,991,416</b>
<b>(Increase) / decrease in current liabilities</b>		
Increase / (Decrease) in director and Shareholder loan	(231,494,998)	83,881,632
Increase (Decrease) in Trade and other Payables	151,553,767	(335,955,302)
	<b>(79,941,231)</b>	<b>(252,073,670)</b>
Cash generated from operations	<b>1,355,396,877</b>	<b>207,574,677</b>

**13 RELATED PARTIES TRANSACTIONS**

Related parties of the company comprise associated undertakings, directors, key employees and management personnel. Detail of transactions with related parties except remuneration and benefits to directors and management personnel under their terms of employment, are as under:

	(Un-audited) Jul - Mar 2022 Rupees	(Un-audited) Jul - Mar 2021 Rupees
<b>Transactions with associated companies during the period</b>		
Sales to Associated Companies	-	-
Purchases from Associated Companies	-	-
	<b>-</b>	<b>-</b>
<b>Transaction with others key management personal during the period</b>		
Salaries & Benefits	17,100,000	17,100,000
	<b>17,100,000</b>	<b>17,100,000</b>
<b>Transaction with directors &amp; sponsors</b>		
Advance received against issue of right shares	1,906,820,120	1,556,056,680



Flying Cement Company Limited  
Notes To The Condensed Interim Financial Statements (Un-Audited)  
For the period ended March 31, 2022 (Un-Audited)

Period / Year end balances	Relationship	(Un-Audited) March 31 2022 Rupees	(Audited) June 30 2021 Rupees
Payable to related parties.	Associated undertakings	314,166,194	331,867,808
<b>Receivable from related parties</b>			
Flying Kraft Paper Mills (Pvt) Ltd	10% Shareholding of directors of Flying Cement Company Limited in Flying Kraft Paper Mills	4,567,621	4,311,307
Lahore Paper Sack	Son of director of Flying Cement Company Limited is proprietor in Lahore Paper Sack.	42,473,189	41,020,828
		<b>47,040,810</b>	45,332,135
Loan payable to director and shareholders	Directors and shareholders	<b>57,035,933</b>	697,298,582

**14 FINANCIAL RISK MANAGEMENT**

The Company finances its operations through equity, borrowings and management of working capital with a view to maintain an appropriate mix between various sources of finance to minimize risk. The Company follows an effective cash management and planning policy and maintains flexibility in funding by keeping committed credit lines available. Market risks are managed by the Company through the adoption of appropriate policies to cover currency risks and interest rate risks.

There have been no changes in the risk management policies since June 30, 2021. Consequently, these condensed interim financial statements do not include all the financial risk management information and disclosures required for the annual financial statements.

**15 DATE OF AUTHORIZATION FOR ISSUE**

These condensed interim financial statements were authorized for issue on April 28, 2022 by the Board of Directors of the Company.

**16 GENERAL**

- Figures in the condensed interim financial statements have been rounded off to the nearest rupee.
- Corresponding figures have been rearranged and reclassified, wherever necessary, for the purposes of comparison.

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Chief Executive

Chief Financial Officer

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