

SAMIN TEXTILES LIMITED

Quarterly Report

3rd Quarter Ended 31 March 2022

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SAMIN TEXTILES LIMITED

BOARD OF DIRECTORS

- | | |
|----------------------------|-------------------------------|
| 1. Mr. Khalid Azeem | Chairman/Independent Director |
| 2. Mr. Aamir Jamil | Independent Director |
| 3. Mr. Riaz Ahmad | Non-Executive Director |
| 4. Mr. Zaheer Jamil | Non-Executive Director |
| 5. Mr. Abdul Hameed Sheikh | Non-Executive Director |
| 6. Mrs. Shahida Shanaz | Non-Executive Director |
| 7. Mr. Mustafa Kamal | Chief Executive Officer |

AUDIT COMMITTEE

- | | |
|----------------------------|-------------------------------|
| 1. Mr. Aamir Jamil | Chairman/Independent Director |
| 2. Mr. Abdul Hameed Sheikh | Member/Non-Executive Director |
| 3. Mr. Zaheer Jamil | Member/Non-Executive Director |
| 4. Mr. Muhammad Tayyab | Secretary of Audit Committee |

HR & REMUNERATION COMMITTEE

- | | |
|----------------------------|--------------------------------|
| 1. Mr. Aamir Jamil | Chairman/Independent Director |
| 2. Mr. Abdul Hameed Sheikh | Member/Non-Executive Director |
| 3. Mr. Riaz Ahmad | Member/Non-Executive Director |
| 4. Mrs. Shahida Shanaz | Member/ Non-Executive Director |
| 5. Mr. Muhammad Tayyab | Secretary of HR & R Committee |

CHIEF FINANCIAL OFFICER

Mr. Muhammad Usman, ACA

COMPANY SECRETARY

Mr. Muhammad Tayyab

HEAD OF INTERNAL AUDITOR

Mr. Waleed Afzal

LEGAL ADVISOR

Imtiaz Siddiqui & Associates

EXTERNAL AUDITORS

KPMG Taseer Hadi & Co
Chartered Accountants, Lahore

SHARE REGISTRAR

Corplink (Private) Limited
Wings Arcade, I-K Commercial Model Town
Lahore

COMPANY OFFICES

Registered Office: 15/3 Block A
Model Town Lahore
Head Office: 8.7-Km Multan Road,
Opposite Mansoorah Lahore -54790, Pakistan
Ph: 042-35415421-5, 042-35421502-4 UAN:
+92(42)111-31-32-33

COMPANY REGISTRATION NO.

L 02004

BANKER

National Bank of Pakistan
Bank Alfalah Limited
JS Bank Limited

Habib Bank Limited
MCB Bank Limited

DIRECTORS' REPORT TO THE MEMBERS

For the Nine Months Period ended on March 31, 2022

The Directors of Samin Textiles Limited ("the Company") are pleased to present the un-audited condensed interim financial statements of the Company for the nine months ended on March 31, 2022. The financial statements have been prepared in compliance with IAS – 34 "Interim Financial Reporting" and provisions of, and directives issued under the Companies Act, 2017.

Financial Highlights

	Nine months ended March 31, 2022 Rupees in million	Nine months ended March 31, 2021 Rupees in million	Quarter ended March 31, 2022 Rupees in million	Quarter ended March 31, 2021 Rupees in million
Net Sales	50.72	Nil	17.47	Nil
Gross Profit(Loss)	3.68	Nil	1.42	Nil
Other Income/ Capital Gain	Nil	1.69	Nil	Nil
Operating Profit/(Loss)	1.83	(10.04)	1.31	(4.71)
Taxation	0.74	Nil	0.25	Nil
Net Profit /(Loss) for the period	1.09	(15.83)	1.05	(6.63)

Future Outlook

In order to fast track the revival of business operations, the Company is in process of acquisition of home appliance business of Waves Singer Pakistan Limited. In this regard, a scheme of arrangement duly approved by BOD of both the Companies has been filed in Honorable Lahore High Court and is at an advance stage of approval.

Acknowledgement

We are grateful to all our stakeholders especially the employees of the Company for their hard work, dedication, commitment and faith in Company's survival.

On behalf of the Board of Directors



Mustafa Kamal Lodhi
Chief Executive Officer



Aamir Jamil
Director

29 April 2022
Lahore:

ڈائریکٹرز کی اراکین کو رپورٹ

۳۱ مارچ ۲۰۲۲ کو ختم ہونے والے نو ماہ کے لیے

سمین ٹیکسٹائل لمیٹڈ ("کمپنی") کے ڈائریکٹرز ۳۱ مارچ ۲۰۲۲ کو ختم ہونے والی نو ماہ کے لیے غیر آڈٹ شدہ، مختصر اور عبوری مالیاتی گوشوارے آپ کے سامنے پیش کرتے ہوئے خوش محصوص کرتے ہیں۔ یہ مالیاتی گوشوارے آئی اے ایس - 34 "عبوری مالیاتی رپورٹنگ" اور کمپنیز ایکٹ 2017 کے تحت جاری کردہ ہدایات کی تعمیل میں تیار کیے گئے ہیں۔

Financial Highlights

	31 مارچ 2022 کو ختم ہونے والے نو ماہ۔ ملین روپے	31 مارچ 2021 کو ختم ہونے والے نو ماہ۔ ملین روپے	31 مارچ 2022 کو ختم ہونے والے سہ ماہی۔ ملین روپے	31 مارچ 2021 کو ختم ہونے والی سہ ماہی۔ ملین روپے
خالص فروخت	50.72	صفر	17.47	صفر
مجموعی منافع (نقصان)	3.68	صفر	1.42	صفر
دیگر آمدنی / کیپیٹل گین	صفر	1.69	Nil	صفر
آپریٹنگ منافع/(نقصان)	1.83	(10.04)	1.31	(4.71)
ٹیکس	0.74	صفر	0.25	صفر
خالص (نقصان)/ سال کے لئے منافع	1.09	(15.83)	1.05	(6.63)

مستقبل کا نقطہ نظر

کاروباری سرگرمیوں کی بحالی کو تیزی سے ٹریک کرنے کے لیے، کمپنی ویوز سنگر پاکستان لمیٹڈ کے گھریلو آلات کے کاروبار کے حصول کے عمل میں ہے۔ اس سلسلے میں دونوں کمپنیوں کے بی او ڈی کی طرف سے منظور شدہ انتظامات کی اسکیم معزز لاہور ہائی کورٹ میں دائر کی گئی ہے اور منظوری کے پیشگی مرحلے میں ہے۔

اعتراف

ہم اپنے تمام اسٹیک ہولڈرز خاص طور پر کمپنی کے ملازمین کے شکر گزار ہیں کہ ان کی محنت، لگن، عزم اور کمپنی کی بقا میں یقین ہے۔



عامر جمیل
ڈائریکٹر

بورڈ آف ڈائریکٹرز کی جانب سے



مصطفیٰ نماں بودھی
چیف ایگزیکٹو آفیسر

29 اپریل 2022
لاہور:

Samin Textiles Limited

Condensed Interim Statement of Financial Position (Un-Audited)

As at 31 March 2022

EQUITY AND LIABILITIES	<i>Note</i>	31 March 2022 (Rupees)	30 June 2021 (Rupees) <i>Restated</i>	ASSETS	<i>Note</i>	31 March 2022 (Rupees)	30 June 2021 (Rupees) <i>Restated</i>
<u>Share capital and reserves</u>							
Authorized capital 300,000,000 (30 June 2021: 30,000,000) ordinary shares of Rs. 10 each	5	300,000,000	300,000,000				
Issued, subscribed and paid-up capital	5	267,280,000	267,280,000				
Loan from sponsors	6	116,050,427	113,855,377				
Revenue reserve - accumulated losses		(419,255,105)	(420,346,482)				
		(35,924,678)	(39,211,105)				
<u>Current Liabilities</u>							
Trade and other payables	7	44,694,265	40,739,263	Trade Debts		7,858,826	-
Provision for taxation		741,503	-	Cash and bank balances		182,265	58,159
		45,435,768	40,739,263			8,041,091	58,159
				Non current assets held for sale		1,469,999	1,469,999
Contingencies and commitments	8					9,511,090	1,528,158
		9,511,090	1,528,158			9,511,090	1,528,158

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.



Director

Lahore



Chief Executive Officer



Chief Financial Officer

Samin Textiles Limited

Condensed Interim Statement of Profit or Loss & Comprehensive Income (Un-Audited)

For the period 31 March 2022

	Note	Nine months ended		Quarter ended	
		31 March 2022	31 March 2021	31 March 2022	31 March 2021
		----- (Rupees) -----		----- (Rupees) -----	
Revenue	9	50,724,484	-	17,464,058	-
Cost of sales		(47,048,698)	-	(16,039,182)	-
Gross profit		3,675,786	-	1,424,876	-
Other income		-	1,693,409	-	-
Administrative expenses	11	(1,841,084)	(11,742,340)	(117,919)	(4,706,712)
		(1,841,084)	(10,048,931)	(117,919)	(4,706,712)
Profit / (loss) from operations		1,834,702	(10,048,931)	1,306,957	(4,706,712)
Finance cost	12	(1,822)	(5,777,971)	(905)	(1,923,905)
Profit / (loss) before taxation		1,832,880	(15,826,902)	1,306,052	(6,630,617)
Taxation	13	(741,503)	-	(252,187)	-
Profit / (loss) for the period		1,091,377	(15,826,902)	1,053,865	(6,630,617)
Other comprehensive income:					
Other comprehensive income		-	-	-	-
Total comprehensive income		1,091,377	(15,826,902)	1,053,865	(6,630,617)
Earnings / (loss) per share - basic and diluted (Rupees)		0.04	(0.59)	0.04	(0.25)

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

Lahore



Director



Chief Executive Officer



Chief Financial Officer

Samin Textiles Limited

Condensed Interim Statement of Cash Flows (Un-Audited)

For the period 31 March 2022

	Nine months ended	
	31 March 2022	31 March 2021
<u>Cash flows from operating activities</u>	----- (Rupees) -----	
Profit / (loss) before taxation	1,832,880	(15,826,902)
<i>Adjustments for non cash and other items :</i>		
Finance costs	1,822	5,777,971
Gain on disposal of assets	-	(1,693,300)
Profit before working capital changes	1,834,702	(11,742,231)
<u>Effect on cash flows due to working capital changes</u>		
<i>(Increase) / Decrease in current assets</i>		
Trade Debts	(7,858,826)	-
Trade deposits and prepayments	-	(61,563)
	(7,858,826)	(61,563)
Increase / (Decrease) in trade and other payables	3,955,002	(1,967,339)
Cash used in operations	(2,069,122)	(13,771,133)
Income tax received	-	8,660,383
Net cash used in operating activities	(2,069,122)	(5,110,750)
<u>Cash flows from financing activities</u>		
Increase/(decrease) in sponsors' loan	2,195,050	(87,344)
Finance cost paid	(1,822)	(8,622,472)
Net cash generated from financing activities	2,193,228	(8,709,816)
<u>Cash flows from investing activities</u>		
Proceeds from realization of long term deposits	-	5,355,000
Proceeds from disposal of property, plant and equipment	-	6,100,000
Net cash generated from investing activities	-	11,455,000
Net decrease in cash and cash equivalents	124,106	(2,365,566)
Cash and cash equivalents at beginning of the period	58,159	2,484,192
Cash and cash equivalents at end of the period	182,265	118,626

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.



Lahore

Director



Chief Executive Officer



Chief Financial Officer

Samin Textiles Limited

Condensed Interim Statement of Changes in Equity (Un-Audited)

For the period 31 March 2022

	Issued, subscribed and paid-up capital	Loan from sponsors	Revenue Reserve	Total
			Accumulated losses	
----- (Rupees) -----				
As at 01 July 2020	267,280,000	73,018,587	(401,651,721)	(61,353,134)
<u>Total comprehensive income for the period</u>				
Loss for the period	-	-	(15,826,902)	(15,826,902)
Other comprehensive income	-	-	-	-
	-	-	(15,826,902)	(15,826,902)
Sponsors loan during the year	-	(87,344)	-	(87,344)
Balance as at 31 Mar 2021	267,280,000	72,931,243	(417,478,623)	(77,267,380)
<u>Total comprehensive loss for the year</u>				
Loss for the period	-	-	(2,867,859)	(2,867,859)
Other comprehensive income	-	-	-	-
	-	-	(2,867,859)	(2,867,859)
Sponsors loan during the year	-	40,924,134	-	40,924,134
Balance as at 30 June 2021 - restated	267,280,000	113,855,377	(420,346,482)	(39,211,105)
<u>Total comprehensive income for the period</u>				
Profit for the period	-	-	1,091,377	1,091,377
Other comprehensive income	-	-	-	-
	-	-	1,091,377	1,091,377
Sponsors loan during the year	-	2,195,050	-	2,195,050
Balance as at 31 March 2022	267,280,000	116,050,427	(419,255,105)	(35,924,678)

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.



Lahore

Director



Chief Executive Officer



Chief Financial Officer

Samin Textiles Limited

Notes to the Condensed Interim Financial Statements (Un-Audited)

For the period 1 July 2021 to 31 March 2022

1 Status and nature of business

1.1 Samin Textiles Limited ("the Company") was incorporated in Pakistan on November 27, 1989 as a public limited company under the Companies Ordinance, 1984 (now Companies Act, 2017). The registered office of the Company is situated at 15/3 Block A, Model Town, Lahore. The Company is currently listed on Pakistan Stock Exchange. The principal business of the Company is trading, import and export of textile products and electric appliances.

1.2 As at the reporting date the accumulated losses are Rs 35.92 million (30 June 2021: Rs 39.21 million) and current liabilities exceed current assets by the same amount. However, Company has been taken over by new management in second quarter of 2021 with an agenda to implement a revival plan and accordingly these financial statements have been prepared on going concern basis as explained below:

After the acquisition of the Company by the new management in April 2021, a revival plan of the Company was devised and formulated by the new management and shared with Pakistan Stock Exchange (PSX). However, in order to fast track the revival of the business operations, the Board of Directors instructed the management to analyse a potential opportunity to acquire home appliances business from Waves Singer Pakistan Limited (WSPL, a related entity). Accordingly, management engaged various subject matter experts to analyse the said opportunity and a scheme of arrangement has been prepared for acquisition of home appliances business of WSPL. As explained in note 1.3 the scheme of arrangement has been approved by the Board in their meeting held on 23 December 2021, following which the scheme has been submitted to the Honourable Lahore High Court along with the petition for acquisition of home appliances business. As the acquisition requires approval from various regulatory departments there is a material uncertainty regarding the timing and outcome of the process and delay in receipt of these requisite approvals may delay the acquisition and hence may affect the Company to operate as going concern during the intervening time period. These conditions indicate the existence of a material uncertainty that may cast doubt about the Company's ability to continue as a going concern and therefore, it may not be able to realize its assets and discharge its liabilities in the normal course of business. The management is hopeful that this plan, which is subject to various regulatory approvals, once approved and implemented, will result in revival of the operations of the Company. Accordingly, these condensed interim financial statements have been prepared on a going concern basis on the assumption that the Company will be able to successfully acquire the home appliances business from WSPL and achieve satisfactory levels of profitability in the future as 'Waves' is a leading home appliances brand and has active market presence in the market.

In addition, the major sponsor has also confirmed to provide financial and other support as and when needed.

1.3 The Board of Directors in their meeting held on 11 November 2021, authorized the management to take steps for preparation of the scheme of arrangement ("the Potential Acquisition Transaction") for acquisition of home appliances business from Waves Singer Pakistan Limited (WSPL, a related company). The scheme is planned to be implemented from 01 September 2021 and would be so implemented after the necessary corporate legal and regulatory requirements have been fulfilled including requisite approvals from the shareholders of both companies and secured creditors. The said scheme of arrangement was presented for consideration, review and approval of the Board in the Board meeting held on 23 December 2021, whereby the Company would acquire home appliances business of WSPL against issue of shares of the Company as detailed below:

As per the draft plan, if implemented, the management intends to acquire the carrying values of assets and liabilities assumed at the date of merger as summarized below:

	01 Sep 2021 (Rupees in '000')
Property, plant and equipment	3,229,920
Intangible assets and goodwill	2,879,080
Long term deposits	8,545
Inventory and stores	2,804,872
Trade debts	6,078,825
Advances, deposits, prepayments and other receivables	557,270
Reserves	(750,000)
Loans and borrowings	(4,946,015)
Other non-current liabilities	(361,882)
Trade and other payables	(1,310,704)
Total identifiable net asset to be acquired	<u>8,189,911</u>

Net assets will be acquired against issue of shares of the Company to WSPL and its shareholders in addition to cash consideration as detailed below:

a) Share capital of the Company will be reduced from every 225 shares to 100 shares i.e. total paid-up 26,728,000 shares to 11,879,111 shares of the Company. Subsequent to this share reduction, a total of 256,006,196 shares of the Company will be issued against net assets identified above upon implementation of Scheme of Arrangement.

- Out of above, 199,724,956 shares of the Company to be issued and allotted to WSPL.
- 56,281,240 shares of the Company to be issued and allotted to WSPL's shareholders @ 20 shares in the Company for every 100 shares of WSPL. The 20 shares of the Company to be directly issued to WSPL shareholders are equivalent to presently traded 45 shares of the Company prior to proposed capital reduction. There is no contingent consideration involved.

b) Rs. 2 billion in cash shall be payable to WSPL; no additional compensation shall be applicable against this amount if the said amount is settled by the Company within 2 years of sanction of this scheme. However, if the said amount is still wholly or partially outstanding at the end of 2 years of the sanction of scheme, then a profit/mark-up shall be payable on outstanding amount on a quarterly basis in arrears at such profit/mark-up rate as determined by the Board(s) of Directors of each of the Company at the relevant time, provided such profit/mark-up rate shall not be less than the rate prescribed under applicable laws.

Waves Singer Pakistan Limited (now Waves Corporation Limited) is a leading local player of appliances business. Consequent to the potential merger transaction, the Company would be deemed a Subsidiary Company of WSPL and it may meet the objectives of the Group for focus, growth and strategic alliance with global players in home appliances business. In accordance with terms of Scheme of Arrangement:

- the authorized share capital of the Company shall stand automatically increased from Rs. 300 million to Rs. 4,250 million and Memorandum and Articles of Association shall stand amended in terms of the Scheme.
- the name of the Company shall be changed from "Samin Textiles Limited" to "Waves Home Appliances Limited"
- the principal line of business of the Company shall be altered to include the manufacturing, assembly, and wholesale of domestic consumer appliances and other light engineering products; and

- the financial year of the Company shall be revised to be from the first day of January of each year the last day of December of each year to bring the same in line with financial year of WSPL.

For the eight months period ended 31 August 2021, the revenue and profit of the acquired Company amounts to Rs 6,028.95 million and Rs 225.45 million respectively. If the merger had occurred on 01 January 2021, the management estimates that the above revenue and profit would have been recognized in Company's results.

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 for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

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

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34 or IFAS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 Basis of measurement

2.2.1 These condensed interim financial statements comprise 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, statement of comprehensive income, statement of cash flows and statement of changes in equity together with the notes forming part thereof.

2.2.2 These condensed interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements for the year ended 30 June 2021.

2.2.3 Comparative statement of financial position's numbers are extracted from the annual audited financial statements of the Company for the year ended 30 June 2021, whereas comparative profit or loss, statement of comprehensive income, cash flow statement and statement of changes in equity are stated from unaudited condensed interim financial statements of the Company for the six months and three months period ended 31 March 2021.

2.2.4 These condensed interim financial statements are unaudited and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the Listing Regulations of the Pakistan Stock Exchange Limited.

3 Estimates and judgments

3.1 The preparation of condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

3.2 Estimates and judgements made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to the annual financial statements of the Company for the year ended 30 June 2021.

4 Statement of consistency in accounting policies

4.1 The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statement are same as those applied in the preparation of the annual financial statements for the year ended 30 June 2021.

		(Un-Audited) 31 March 2022	(Audited) 30 June 2021	(Un-Audited) 31 March 2022	(Audited) 30 June 2021
	<i>Note</i>	(Number of shares)		----- (Rupees) -----	
5 Share capital					
5.1	Authorized share capital	30,000,000	30,000,000	300,000,000	300,000,000
5.1.1	The authorized share capital stands at Rs. 300 million, divided into 30,000,000 shares of Rs. 10 each, according to the Memorandum and Articles of Association the Company.				
5.2	Issued, subscribed and paid-up			(Un-Audited) 31 March 2022	(Audited) 30 June 2021
				----- (Rupees) -----	
	26,728,000 (30 June 2021: 26,728,000) ordinary shares of Rs. 10 each allotted for consideration paid in cash			267,280,000	267,280,000
5.2.1	Ordinary shares of the Company held by associated person and undertaking at the period end having more than 10% share holding is Mr. Haroon Ahmed Khan, 34.97%, CEO of Waves Singer Pakistan Limited.				
5.3	During the year ended 30 June 2021, the Company's Ex-sponsors entered into a Share Purchase Agreement (SPA) with new sponsors for acquisition of 67% shareholding from ex-sponsors of the Company.				
	As per clause 4 b (i) of SPA, Ex-sponsors (sellers) will be entitled to pursue and recover the receivable balances including tax refunds as appearing in half yearly reviewed interim financial statements of the Company as at 31 December 2020. These receivables as and when received will be transferred to a separate bank account to be designated and operated by sellers. As explained in note 7, such receivable balances have been adjusted against the loan from sponsors.				
	Further according to clause 4 b (ii) of the SPA, all liabilities whether disclosed or undisclosed including but not limited to direct or indirect liabilities, indebtedness, claim including demand, suit, litigation, arbitration, assessment or proceeding made or brought against the Company and the Purchaser and loss, damage, taxes (direct or indirect), settlement agreements, secured or unsecured related to the Company and pertaining to the period up-to consummation of this transaction shall be responsibility and liability of the Sellers. However, being prudent the management has not adjusted these balances as these will be accounted for as and when received from sellers.				
				(Un-Audited) 31 March 2022	(Audited) 30 June 2021
				Rupees	Rupees
6	Loan from sponsors			<i>Note</i>	<i>Restated</i>
	Loan from sponsors		6.1	91,795,032	91,795,032
	Others		6.2	24,255,395	22,060,345
				116,050,427	113,855,377
6.1	This includes interest accrued, short term borrowings obtained from sponsors and segment payables and other liabilities etc.				
6.2	These represent interest free loans from members of the Company to meet financing requirements. These loan are designated interest free and are repayable at the discretion of the Company. Further, in accordance with Technical Release - 32 "Accounting Directors' Loan" issued by the Institute of Chartered Accountants of Pakistan, the loan has been classified as part of equity.				

7	Trade and other payables	Notes	(Un-Audited)	(Audited)
			31 March 2022 Rupees	30 June 2021 Rupees
	Trade & Other payables		30,192,057	25,062,144
	Sales tax payable		1,544,595	-
	Accrued liabilities	7.1	9,323,576	12,043,081
	Payable to ex-employees	7.2	3,634,037	3,634,038
			44,694,265	40,739,263

7.1 This includes remuneration payable to ex-directors and ex-executives amounting to Rs. 1.28 million (30 June 2021: Rs. 2.28 million).

7.2 It includes bonus payable to ex- directors and ex- executives amounting to Rs. 1.21 million (30 June 2021: Rs. 1.21 million).

8 Contingencies and Commitments

There has been no change in the status of contingencies since the annual audited financial statements as at 30 June 2021.

9	Revenue - net	Note	Nine months ended		Quarter ended	
			(Un-Audited) 31 March 2022 Rupees	(Un-Audited) 31 March 2021 Rupees	(Un-Audited) 31 March 2022 Rupees	(Un-Audited) 31 March 2021 Rupees
	Local sales	9.1	59,320,241	-	20,174,981	-
	Less: Sales tax		(8,595,757)	-	(2,710,923)	-
			50,724,484	-	17,464,058	-

9.1 It includes sales made to related party, amounting to Rs. 13.43 million (31 March 2021: Rs. Nil)

10 Transactions and balances with Related Parties

Related parties comprise subsidiary, associated company, associate, companies where directors also held directorship, directors, provident fund and key management personnel. The Company in the normal course of business carries out transactions with its related parties. Transactions and balances with

Transactions and balances with Related Relationship	Nature of transaction	Nine months ended		
		(Un-Audited) 31 March 2022 Rupees	(Un-Audited) 31 March 2021 Rupees	
Waves Singer Pakistan Limited	Common shareholding	Sale of appliances products	13,428,062	-
Waves Singer Pakistan Limited	Common shareholding	Purchase of appliances products	36,287,048	-
Waves Singer Pakistan Limited	Common shareholding	Loan received against expenses	500,000	-

10.1 The CEO and Directors are not drawing any remuneration including meeting fee.

11	Administrative expenses	Note	Nine months ended		Quarter ended	
			(Un-Audited) 31 March 2022 Rupees	(Un-Audited) 31 March 2021 Rupees	(Un-Audited) 31 March 2022 Rupees	(Un-Audited) 31 March 2021 Rupees
	Salaries, wages and other benefits	11.1	-	6,184,368	-	2,854,055
	Rent, rates and taxes		-	2,401,255	-	800,418
	Repair and maintenance		-	183,317	-	61,106
	Printing and stationery		238,560	42,905	3,610	14,302
	Communication		-	232,411	-	77,470
	Electricity, gas and water		-	1,227,923	-	409,308
	Traveling and conveyance		-	423,466	-	141,155
	Entertainment		-	30,594	-	10,198
	Fee and subscription	11.2	997,364	43,842	104,509	14,614
	Legal and professional		544,242	210,000	9,800	70,000
	Miscellaneous		60,918	762,259	-	254,086
			1,841,084	11,742,340	117,919	4,706,712

11.1 The Company is in revival phase and accordingly there are no employees and related expense.

11.2 This includes audit fee amounting to Rs 0.20 million in respect of review of condensed interim financial

	Nine months ended		Quarter ended	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
	Rupees	Rupees	Rupees	Rupees
12 Finance cost				
Bank charges	1,822	3,285	905	1,516
Interest on Ex-sponsor's loan - related party	-	5,774,686	-	1,922,389
	1,822	5,777,971	905	1,923,905

13 Taxation

Current	13.1&13.2	741,503	-	252,187	-
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13.1 The provision for current taxation represents minimum tax on turnover under section 113 of the Income Tax Ordinance 2001.

13.2 Deferred tax asset amounting to Rs. 373.71 million (30 June 2021: Rs. Rs. 373.71 million) arising on account of un-absorbed depreciation, un-used tax losses and tax credits have not been accounted for due to uncertainty regarding its recoverability in the foreseeable future.

14 General

14.1 Figures in these condensed interim financial statements have been rounded off to the nearest rupee.

14.2 Corresponding figures have been re-arranged and/ or reclassified, wherever considered necessary, for the purpose of better presentation of the financial statements. However, no significant reclassification has been made in these condensed interim financial statements.

15 Date of authorization for issue

These condensed interim financial statements have been approved by the Board of Directors of the Company and authorized for issue on **29 April, 2022**.



Lahore

Director



Chief Executive Officer



Chief Financial Officer