



INNOVATION IN MOTION

3RD QUARTERLY REPORT 2022

REPORT TO THE SHAREHOLDERS
FOR NINE MONTHS ENDED
MARCH 31, 2022

Manufacturers of

Exhaust Systems, Radiators &
Sheet Metal Components



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Vision

“Seek innovation in quality, productivity & technology to ensure sustainable growth of the group and all the stakeholders.”

Mission

“Satisfy customers with timely supplies of products confirming to quality standards at competitive prices.”

Company Information

Board of Directors

Syed Shahid Ali Shah	– Chairman*
Mr. Munir K. Bana	– Chief Executive
Syed Sheharyar Ali	– Non-Executive Director
Mr. Muhammad Mohtashim Aftab	– Non-Executive Director
Mr. Shamim A. Siddiqui	– Executive Director
Mr. M. Z. Moin Mohajir	– Independent Director
Mrs. Rozina Muzammil	– Independent Director

* Chairman is Non-Executive Director

Audit Committee

Mr. M. Z. Moin Mohajir	– Chairman
Syed Sheharyar Ali	– Member
Mr. Muhammad Mohtashim Aftab	– Member
Mrs. Rozina Muzammil	– Member

Human Resources & Remuneration Committee

Mrs. Rozina Muzammil	– Chairperson
Mr. Munir K. Bana	– Member
Syed Sheharyar Ali	– Member
Mr. Muhammad Mohtashim Aftab	– Member
Mr. Shamim A. Siddiqui	– Member

Chief Operating Officer

Syed Mehdi Hasnain

Chief Financial Officer

Mr. Shamim A. Siddiqui

Company Secretary

Mr. Babar Saleem

Head of Internal Audit

Mr. Khawaja M. Akber

External Auditors

M/S. KPMG Taseer Hadi & Co., Chartered Accountants

Legal Advisors

M/S. Altaf K. Allana & Co., Advocates

Corporate Advisor

M/S. Cornelius, Lane & Mufti, Advocates & Solicitors

Symbol

Loads

Credit Rating

A1 – Short term

A – Long Term

Exchange

Pakistan Stock Exchange

Bankers

Al Baraka Bank (Pakistan) Limited
Bank AL Habib Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan Limited
Soneri Bank Limited
Allied Bank Limited
Askari Bank Limited
BankIslami Pakistan Ltd.
The Bank of Punjab
MCB Islamic Bank Limited

Subsidiaries and Associate

- Specialized Autoparts Industries (Private) Limited
- Multiple Autoparts Industries (Private) Limited
- Specialized Motorcycles (Private) Limited
- Hi-Tech Alloy Wheels Limited
- Treet Corporation Limited

Registered Office

Plot No. 23, Sector 19
Korangi Industrial Area, Karachi
Tel: +92-22-35065001-5, +92-302-8674683-9
Fax: +92-22-35057453-54
E-mail: inquiry@loads-group.pk

Shares Registrar

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block-B, S.M.C.H.S, Main Shahra-e-Faisal,
Karachi

Tel: Customer Support Services: 0800-23275

Fax: +92-22-34326053

E-mail: info@cdcpak.com

Registration with Authorities

Company Registration Number	0006620
National Tax Number	0944311-8
Sales Tax Number	0205870801264

Website

www.loads-group.pk

DIRECTORS' REVIEW

The Directors of your company present the Loads Group's nine months report together with financial statements for the nine months period ended March 31, 2022.

SUMMARY OF COMPARATIVE FINANCIAL RESULTS

	Rupees in million					
	9 months ended 31st March					
	2022		2021		% Change	
	Loads	Consolidated	Loads	Consolidated	Loads	Consolidated
Revenue - Net	5,739	5,739	3,430	3,430	67%	67%
Gross Profit	618	746	411	422	50%	77%
Operating Profit	621	563	390	365	59%	54%
Share of Profit/(Loss) in associate	-	19	-	(7)	-	371%
Profit before Taxation	355	226	216	92	64%	146%
Profit after Taxation	252	86	154	50	64%	72%
Earnings per share (EPS) – basic & diluted (Rupees)	1.00	0.55	0.79	0.45	27%	22%

BUSINESS REVIEW

Company Results

The Company recorded revenue growth of 67% with increase in Operating Profit (OP) of Rs. 231 million (+59%) over the previous period. Profit before Taxation (PBT) registered an increase of Rs. 139 million (+64%) and Profit after Taxation (PAT) grew by Rs.98 million (+64%) respectively over the previous period. Therefore, Earnings per Share (EPS) improved from of 79 paisa per share to 1 rupee per share.

Group Results

The group has recorded sales of Rs. 5,739 million for the nine months period ended March 31, 2022, registering a growth of Rs. 2,309 million (+67%) over the previous period. The increase is mainly due to growth in sales of automobiles & heavy vehicles by 52% & 54% respectively.

Consolidated Profit before Taxation (PBT) and Profit after Taxation (PAT) improved by 146% & 72% respectively over the previous period.

Share of profit from associated undertaking, Treet Corporation Limited, has improved from a loss of Rs. 7 million to a profit of Rs. 19 million as compared to previous period.

AUTOMOTIVE INDUSTRY

(a) Passenger Cars / Light Commercial Vehicles (LCVs)/Jeeps (SUVs)

Sales of Cars, LCVs & SUVs for the nine months ended March 31, 2022 increased from 134,718 units to 205,381 units (+52%) over corresponding period.

(b) Heavy Commercial Vehicles

Heavy vehicle volumes increased from corresponding period's 3,214 units to 4,951 units, registering an increase of 54%.

(c) Tractors

The tractor industry's sales increased by 12% from corresponding period's 37,123 units to 41,603 units.

SALES PERFORMANCE

The overall sales of the group for the nine months increased by 67%, over corresponding period. A product-wise analysis is given below:

Products	Rs. in millions		
	Sales in 9 months ended 31st March		
	2022	2021	% Change
Exhaust Systems	3,468	2,179	59%
Sheet Metal Components	1,624	791	105%
Radiators	646	460	40%
Total	5,738	3,430	67%

Comments on performance of various product groups are given below:

(a) Exhaust Systems

Sales of exhaust systems grew by 59% on account of growth in sales of all three major customers, Pak Suzuki, Honda and Toyota by 66%, 38% and 33% respectively.

(b) Radiators

Sales of radiators increased by 40%, reflecting growth in sales of pickups and vans of Pak Suzuki by 51%, and 47% respectively.

(c) Sheet Metal Components

The group has registered a growth of 105%, as compared to corresponding period, mainly due to increase in overall volumes of all our customers.

PROSPECTS

Economic recovery now appears less vulnerable to pandemic-related uncertainty. However, rising global commodity prices coupled with rupee devaluation will add pressure on widening trade deficit and rupee parity.

The company has so far successfully navigating through an economic recovery phase, keeping its focus on providing quality products at affordable prices despite rising material costs and rupee devaluation. The Company has been demonstrating its ability to avail emerging opportunities and enhance stakeholders' value.

The company is committed to face future business challenges by cost cutting measures and increased productivity.

ACKNOWLEDGEMENTS

The Board wishes to thank all the employees and customers for their continued support.

By Order of the Board



Munir K. Bana
Chief Executive



Rozina Muzammil
Director

Karachi: April 28, 2022

(c) ٹریکٹر

ٹریکٹر انڈسٹری کی فروخت اسی مدت کے 37,123 یونٹس سے 12% بڑھ کر 41,603 یونٹس ہو گئی ہے۔

سیلز پر فارمنس

نوماء کے لیے گروپ کی مجموعی فروخت میں اسی مدت کے مقابلے میں 67% اضافہ ہوا۔ مصنوعات کے لحاظ سے تجزیہ ذیل میں دیا گیا ہے:-

نوماء 31 مارچ			پروڈکٹس
تبدیل %	2021	2022	
59%	2,179	3,468	ایگزوسٹ سسٹم
105%	791	1,624	ریڈی ایٹرز
40%	460	646	شیٹ مثل اجزاء
67%	3,430	5,738	مجموعی

مختلف پروڈکٹ گروپس کی کارکردگی پر تبصرے ذیل میں دیئے گئے ہیں:

(a) ایگزوسٹ سسٹم

تینوں بڑے صارفین پاک سوزوکی، ہونڈا اور ٹویوتا کی فروخت میں بالترتیب 66%، 38% اور 33% اضافے کی وجہ سے ایگزوسٹ سسٹم کی فروخت میں 59% اضافہ ہوا ہے۔

(b) ریڈی ایٹرز

ریڈی ایٹرز کی فروخت میں 40% اضافہ ہوا ہے جو پاک سوزوکی کی پک اپ اور وین کی فروخت میں بالترتیب 51% اور 47% اضافے کی عکاسی کرتا ہے۔

(c) شیٹ مثل اجزاء

گروپ نے اسی مدت کے مقابلے میں 105% اضافہ درج کیا ہے جس کی بنیادی وجہ ہمارے تمام صارفین کے مجموعی حجم میں اضافہ ہے۔

توقعات

معاشی بحالی اب وبائی امراض سے متعلق غیر یقینی صورتحال کا کم خطرہ دکھائی دیتی ہے۔ تاہم روپے کی قدر میں کمی کے ساتھ عالمی اجناس کی بڑھتی ہوئی قیمتوں سے تجارتی خسارے اور روپے کی برابری پر دباؤ بڑھے گا۔

کمپنی اب تک معاشی بحالی کے مرحلے میں کامیابی کے ساتھ تشریف لے جا رہی ہے، مادی لاگت اور روپے کی قدر میں کمی کے باوجود سستی قیمتوں پر معیاری مصنوعات فراہم کرنے پر اپنی توجہ مرکوز رکھی ہوئی ہے۔ کمپنی ابھرتے ہوئے مواقع سے فائدہ اٹھانے اور اسٹیک ہولڈرز کی قدر بڑھانے کی اپنی صلاحیت کا مظاہرہ کر رہی ہے۔ کمپنی لاگت میں کمی کے اقدامات اور پیداواری صلاحیت میں اضافہ کر کے مستقبل کے کاروباری چیلنجوں کا سامنا کرنے کے لیے پرعزم ہے۔

تسلیمات

بورڈ اپنے تمام ملازمین اور صارفین کا شکریہ ادا کرنا چاہتا ہے، ان کی مسلسل جہد و جہد کی حمایت بھی کرتا ہے۔

بورڈ کے حکم سے



روزینہ مزل
ڈائریکٹر



منیر کے۔ بانا
چیف ایگزیکٹو

کراچی: 28 فروری 2022

لوڈز گروپ ڈائریکٹرز کی شیئر ہولڈز کو رپورٹ

آپ کی کمپنی کے ڈائریکٹرز 31 مارچ 2022 کو ختم ہونے والی نو ماہ کی مدت کے مالیاتی گوشواروں کے ساتھ لوڈز گروپ کی نو ماہ کی رپورٹ پیش کرتے ہیں۔
تفصیلی مالیاتی نتائج کی سری

روپے ملین میں					
نوماء 31 مارچ 2022		نوماء 31 مارچ 2021		تبدیل %	
لوڈز	مجموعی	لوڈز	مجموعی	لوڈز	مجموعی
5,739	5,739	3,430	3,430	67%	67%
618	746	411	422	50%	77%
621	563	390	365	59%	54%
-	19	-	(7)	-	371%
355	226	216	92	64%	146%
252	86	154	50	64%	72%
1.00	0.55	0.79	0.45	27%	22%

کاروباری جائزہ

کمپنی کے نتائج

کمپنی نے گزشتہ مدت کے مقابلے میں 231 ملین روپے (+59%) کے آپریٹنگ منافع (OP) میں اضافے کے ساتھ 67% کی آمدنی میں اضافہ ریکارڈ کیا۔ ٹیکسیشن سے پہلے کے منافع (PBT) میں 139 ملین روپے (+64%) کا اضافہ ہوا اور ٹیکس کے بعد کے منافع (PAT) میں گزشتہ مدت کے مقابلے میں بالترتیب 98 ملین روپے (+64%) کا اضافہ ہوا۔ لہذا، فی حصص آمدنی (EPS) 79 پیسے فی حصص سے بڑھ کر 1 روپیہ فی شیئر ہو گئی۔

گروپ کے نتائج

گروپ نے ریکارڈ فروخت کی ہے، 31 مارچ 2022 کو ختم ہونے والی نو ماہ کی مدت کے لیے 5,739 ملین روپے کی نمودار رج کی گئی۔ گزشتہ مدت کے مقابلے میں 2,309 ملین (+67%) ہوا ہے۔ یہ اضافہ بنیادی طور پر آٹو موبائل اور بھاری گاڑیوں کی فروخت میں بالترتیب 52% اور 54% اضافے کی وجہ سے ہوا ہے۔ ٹیکسیشن سے پہلے کا مجموعی منافع (PBT) اور ٹیکسیشن کے بعد منافع (PAT) میں گزشتہ مدت کے مقابلے میں بالترتیب 146% اور 72% بہتری آئی ہے۔ منسلک انڈسٹریلنگ، ٹریڈ کارپوریشن لمیٹڈ سے منافع کا حصہ، روپے کے نقصان سے بہتر ہوا ہے۔ 7 ملین روپے کا منافع گزشتہ مدت کے مقابلے میں 19 ملین ہے۔

گاڑیوں کی صنعت

(a) مسافر کاریں/ہلکی کرشل گاڑیاں (LCVs)/جیپیں (SUVs):

31 مارچ 2022 کو ختم ہونے والے نو مہینوں کے لیے کاروں، LCVs اور SUVs کی فروخت اسی مدت کے مقابلے میں 134,718 یونٹس سے بڑھ کر 205,381 یونٹس (+52%) ہو گئی ہے۔

(b) بھاری تجارتی گاڑیاں:

بھاری گاڑیوں کا حجم اسی مدت کے 3,214 یونٹس سے بڑھ کر 4,951 یونٹس تک پہنچ گیا، جس میں 54 فیصد کا اضافہ درج کیا گیا۔

Condensed Interim Unconsolidated Financial Statements

Condensed Interim Unconsolidated Statement of Financial Position

As at 31 March 2022

		31 March 2022 (Un-audited)	30 June 2021 (Audited)
		(Rupees)	
ASSETS	Note		
Non-current assets			
Property, plant and equipment	7	575,902,511	562,752,918
Intangible assets		3,157,782	-
Long term investments	8.1	1,324,111,915	1,599,825,041
Long term loans		8,046,338	8,303,878
Deferred tax assets		-	9,448,705
		1,911,218,546	2,180,330,542
Current assets			
Stores, spares and loose tools		46,913,096	57,654,929
Stock-in-trade	9	1,627,733,159	1,387,034,758
Trade debts - net		1,068,070,584	476,303,736
Loans and advances	10	131,446,906	110,124,231
Deposits, prepayments and other receivables		12,075,285	42,134,540
Due from related parties		3,154,935,439	2,588,437,564
Taxation - net		321,232,702	162,738,194
Short term investments	8.2	797,506	925,552
Cash and bank balances		50,750,927	10,733,698
		6,413,955,994	4,836,087,202
TOTAL ASSETS		8,325,174,540	7,016,417,744
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised share capital		4,000,000,000	4,000,000,000
400,000,000 ordinary shares of Rs. 10 each			
Issued, subscribed and paid-up capital	14	2,512,500,000	2,512,500,000
Share premium		1,070,065,433	1,070,065,433
Fair value reserve		17,399,597	82,731,000
Unappropriated profit		715,656,292	463,202,182
		4,315,621,322	4,128,498,615
LIABILITIES			
Non-current liabilities			
Long term loans		230,818,958	249,526,409
Lease liabilities		21,433,362	910,322
Deferred tax liabilities		20,085,142	-
Defined benefit obligation - net		1,307,203	4,535,710
Gas Infrastructure Development Cess		-	940,401
Deferred grant		-	242,701
		273,644,665	256,155,543
Current liabilities			
Current maturity of lease liabilities		7,620,267	839,504
Current portion of long term loans		120,833,372	208,662,007
Current portion of deferred grant		974,993	3,456,285
Short term borrowings	11	2,295,074,490	1,844,976,781
Due to related party	12	281,784,744	204,344,517
Trade and other payables	13	949,045,647	328,591,992
Unclaimed dividend		3,527,781	3,527,781
Accrued mark-up		77,047,259	37,364,719
		3,735,908,553	2,631,763,586
TOTAL EQUITY AND LIABILITIES		8,325,174,540	7,016,417,744
CONTINGENCIES AND COMMITMENTS	15		

The annexed notes from 1 to 21 form an integral part of these condensed unconsolidated interim financial statements.


Chief Financial Officer


Chief Executive


Director

Condensed Interim Unconsolidated Statement of Profit or Loss Account (Un-audited)

For the nine and three months period ended 31 March 2022

		For the nine months period ended		For the three months period ended	
		31 March 2022	31 March 2021	31 March 2022	31 March 2021
Note		(Rupees)			
Revenue - net		5,738,812,937	3,430,385,288	2,113,845,605	1,345,006,807
Cost of sales	16	(5,121,281,981)	(3,019,436,682)	(1,857,143,253)	(1,167,366,517)
Gross profit		617,530,956	410,948,606	256,702,352	177,640,290
Administrative, selling and general expenses		(198,875,952)	(137,609,449)	(70,711,015)	(58,371,578)
		418,655,004	273,339,157	185,991,337	119,268,712
Other expenses		(26,156,302)	(14,659,817)	(13,363,708)	(7,066,019)
Other income		228,733,784	131,584,561	90,994,265	55,488,435
		202,577,482	116,924,744	77,630,557	48,422,416
Operating profit		621,232,486	390,263,901	263,621,894	167,691,128
Finance costs		(265,742,085)	(174,707,739)	(101,513,549)	(60,172,152)
Equity investments at FVTPL - net change in fair value	8.2.1	(125,458)	215,118	1,333	14,962
Profit before taxation		355,364,943	215,771,280	162,109,678	107,533,938
Taxation		(102,910,833)	(61,494,815)	(43,522,282)	(30,534,266)
Profit after taxation		252,454,110	154,276,465	118,587,396	76,999,672
Earnings per share - basic and diluted	17	1.00	0.79	0.47	0.39

The annexed notes from 1 to 21 form an integral part of these condensed unconsolidated interim financial statements.

Chief Financial Officer

Chief Executive

Director

Condensed Interim Unconsolidated Statement of Comprehensive Income (Un-audited)

For the nine and three months period ended 31 March 2022

	For the nine months period ended		For the three months period ended	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
	(Rupees)			
Profit for the period	252,454,110	154,276,465	118,587,396	76,999,672
Other comprehensive income				
<i>Items that will never be reclassified subsequently to profit or loss</i>				
Change in fair value of equity investment at FVOCI - net of tax	(2,588)	(1,955)	(2,292)	(891)
Investments in associate at FVOCI - net of tax	(65,328,815)	69,315,086	(37,542,551)	20,829,542
Total comprehensive income for the period	187,122,707	223,589,596	81,042,553	97,828,323

The annexed notes from 1 to 21 form an integral part of these condensed unconsolidated interim financial statements.

Chief Financial Officer

Chief Executive

Director

Condensed Interim Unconsolidated Statement of Changes in Equity (Un-audited)

For the nine months period ended 31 March 2022

	Share capital	Capital Reserve	Revenue reserves		Total equity
	Issued, subscribed and paid-up capital	Share premium	Fair value reserve	Unappropriated profit	
	(Rupees)				
Balance as at 30 June 2020 (Audited)	1,512,500,000	1,095,352,578	(185,546,462)	339,322,527	2,761,628,643
Issuance of right shares	1,000,000,000	-	-	-	1,000,000,000
Issue cost of right shares	-	(25,093,140)	-	-	(25,093,140)
Total comprehensive income for the nine months ended 31 March 2021					
Profit for the period	-	-	-	154,276,465	154,276,465
Other comprehensive income	-	-	69,313,131	-	69,313,131
	-	-	69,313,131	154,276,465	223,589,596
Balance as at 31 March 2021	2,512,500,000	1,070,259,438	(116,233,331)	493,598,992	3,960,125,099
Balance as at 30 June 2021 (Audited)	2,512,500,000	1,070,065,433	82,731,000	463,202,182	4,128,498,615
Total comprehensive income for the nine months ended 31 March 2022					
Profit for the period	-	-	-	252,454,110	252,454,110
Other comprehensive loss	-	-	(65,331,403)	-	(65,331,403)
	-	-	(65,331,403)	252,454,110	187,122,707
Balance as at 31 March 2022	2,512,500,000	1,070,065,433	17,399,597	715,656,292	4,315,621,322

The annexed notes from 1 to 21 form an integral part of these condensed unconsolidated interim financial statements.

Chief Financial Officer

Chief Executive

Director

Condensed Interim Unconsolidated Statement of Cash Flows (Un-audited)

For the nine months period ended 31 March 2022

	31 March 2022	31 March 2021
	(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	355,364,943	215,771,280
Adjustments for		
Depreciation	53,184,014	53,879,584
Amortisation	112,700	282,108
Finance costs	165,951,762	166,446,588
Gain on disposal of property, plant and equipment	(1,504,289)	(2,491,069)
Discount income on reversal of Gas Infrastructure Development Cess (GIDC)	-	(938,388)
Current Service Costs	2,171,493	2,840,571
Finance lease charges	1,378,705	-
Mark-up income on loan to subsidiaries	(210,687,526)	(99,200,951)
Dividend income	(4,892,424)	(28,540)
Unrealised loss / (gain) on re-measurement of investment classified as at FVTPL	125,458	(215,118)
	361,204,836	336,346,065
Working capital changes		
Decrease / (increase) in current assets		
Stores, spares and loose tools	10,741,833	(3,268,439)
Stock-in-trade	(240,698,401)	64,586,997
Trade debts - net	(591,766,848)	(121,314,263)
Due from related parties	5,087,653	(482,246,846)
Loans and advances	(24,335,617)	(67,454,245)
Deposits, prepayments and other receivables	30,059,255	98,690,517
	(810,912,125)	(511,006,279)
Decrease in current liabilities		
Trade and other payables	619,513,254	93,363,445
Cash generated from / (used in) operations	169,805,965	(81,296,769)
Finance costs paid	(126,269,222)	(188,773,377)
Contribution paid to defined benefit plan	(5,400,000)	(8,064,481)
Income tax paid - net	(237,450,763)	(103,857,565)
Net cash used in operating activities	(199,314,020)	(381,992,192)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for acquisition of property, plant and equipment	(36,855,631)	(25,378,493)
Dividend received	4,892,424	28,540
Mark-up received	21,170,617	2,659,236
Proceeds from disposal of vehicles	2,961,000	3,990,589
Proceeds from sale of investments - net	205,632,646	(35,026)
Net cash generated from / (used in) investing activities	197,801,056	(18,735,154)
CASH FLOWS FROM FINANCING ACTIVITIES		
Rental payments against lease liabilities	(4,853,958)	(822,934)
Proceeds from issuance of right shares	-	1,000,000,000
Right shares issue cost	-	(25,093,140)
Loan received	(109,260,079)	61,817,418
Dividend paid	-	1,402
Loans to subsidiary companies - net	(371,893,706)	-
Due to related party	77,440,227	(40,000,000)
Net cash (used in) / generated from financing activities	(408,567,516)	995,902,746
Net (decrease) / increase in cash and cash equivalents during the period	(410,080,480)	595,175,400
Cash and cash equivalents at beginning of the period	(1,834,243,083)	(2,054,396,672)
Cash and cash equivalents at end of the period	(2,244,323,563)	(1,459,221,272)
Cash and cash equivalents at end of the period comprises		
Cash and bank balances	50,750,927	178,376,138
Short term borrowings	(2,295,074,490)	(1,637,597,410)
	(2,244,323,563)	(1,459,221,272)

The annexed notes from 1 to 21 form an integral part of these condensed unconsolidated interim financial statements.

Chief Financial Officer

Chief Executive

Director

Notes to the Condensed Interim Unconsolidated Financial Statements (Un-audited)

For the nine months period ended 31 March 2022

1. STATUS AND NATURE OF BUSINESS

1.1 Legal status and operations

Loads Limited (the Company) is a public listed company, which was incorporated in Pakistan on 1 January 1979, as a private limited company under Companies Act, 1913 (Repealed with the enactment of the Companies Ordinance, 1984 (repealed with the enactment of the Companies Act, 2017) on May 30, 2017.

On 19 December 1993, the status of the Company was converted from private limited company to public unlisted company. On 1 November 2016, the shares of the Company were listed on Pakistan Stock Exchange Limited (PSX).

The principal activity of the Company is to manufacture and sale of radiators, exhaust systems and other components for automotive industry.

The Company's registered office and plant is situated at Plot No. 23, Sector 19, Korangi Industrial Area, Karachi.

There are four subsidiaries and one associate of the Company. The details are as follows:

Name of the Companies	Incorporation date	Effective holding %		Principle line of business
		31 March 2022	30 June 2021	
Subsidiaries				
Specialized Autoparts Industries (Private) Limited (SAIL)	2 June 2004	91%	91%	Manufacture and sell components for the automotive industry.
Multiple Autoparts Industries (Private) Limited (MAIL)	14 May 2004	92%	92%	Manufacture and sell components for the automotive industry.
Specialized Motorcycles (Private) Limited (SMPL)	28 September 2004	100%	100%	Acquire, deal in, purchase, import, sales, supply and export motorcycles and auto parts. The operations have been ceased from 1 July 2015.
Hi-Tech Alloy Wheels Limited (HAWL)	13 January 2017	80%	80%	It will manufacture alloy wheels of various specifications and sell them to local car assemblers. Commercial production has not yet started.
Associate				
Treet Corporation Limited	22 January 1977	2.78%	5.27%	Manufacture and sale of razors, razor blades and other trading activities

Plants of SAIL and MAIL are situated at DSU-19 and DSU-38 respectively in Downstream Industrial Estate Pakistan Steel Mills Bin Qasim Town, Karachi. HAWL has acquired land for establishing industrial unit which is located at National Industrial Park, Bin Qasim, the Special Economic Zone declared by Government of Sindh.

1.2 As at 31 March 2022, the financial position of the subsidiaries are as follows:

	Note	Assets	Liabilities	Equity	Breakup value
		(Rupees)			(Rupees / share)
<u>31 March 2022</u>					
SAIL	1.2.1	1,386,662,680	678,668,226	707,994,454	21.78
HAWL	1.2.1	5,266,296,214	4,896,609,213	369,687,001	2.81
MAIL	1.2.1	457,465,405	179,858,008	277,607,397	22.21
SMPL	1.2.1	98,664,249	13,958,567	84,705,682	11.29
<u>30 June 2021</u>					
SAIL		1,295,589,035	651,120,840	644,468,195	19.83
HAWL		5,230,036,291	4,561,037,831	668,998,460	5.09
MAIL		448,069,874	194,837,816	253,232,058	20.26
SMPL		92,450,477	11,250,765	81,199,712	10.82

Notes to the Condensed Interim Unconsolidated Financial Statements (Un-audited)

For the nine months period ended 31 March 2022

1.2.1 The financial information of SAIL, HAWL, MAIL and SMPL is based on the un-audited management accounts for the period ended 31 March 2022.

1.3 As at 31 December 2021, the assets, liabilities and equity of Treet Corporation Limited amounted to Rs. 25,594 million, Rs. 15,230 million and Rs. 10,029 million respectively (un-audited).

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim unconsolidated financial statements of the Company for the nine months period ended 31 March 2022 has 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 Standards (IAS) 34 , Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- 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 These condensed interim unconsolidated financial statements are unaudited and are 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. These condensed unconsolidated interim financial statements comprise of the unconsolidated statement of financial position as at 31 March 2022 and unconsolidated statement of profit or loss, unconsolidated statement of comprehensive income, unconsolidated statement of changes in equity and unconsolidated statement of cash flows for the nine months ended 31 March 2022.

2.3 The comparative condensed unconsolidated interim statement of financial position presented in these condensed unconsolidated interim financial statements have been extracted from the audited annual unconsolidated financial statements of the Company for the year ended 30 June 2021, whereas the comparative statement of unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity and unconsolidated condensed interim statement of cash flows for the nine months ended 31 March 2021 have been extracted from the unaudited unconsolidated condensed interim financial statements for the period then ended 31 March 2021.

2.4 These condensed unconsolidated interim financial statements of the Company does not include all the information required for full annual financial statements and should be read in conjunction with the audited annual unconsolidated financial statements of the Company as at and for the year ended 30 June 2021. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual audited financial statements.

2.5 Basis of measurement

These condensed unconsolidated interim financial statements have been prepared under the historical cost convention except for certain investments which are being stated at fair value.

2.6 Functional and presentation currency

These condensed unconsolidated interim financial statements are presented in Pakistani Rupee which is also the Company's functional currency and all financial statements have been rounded off to the nearest rupee, unless otherwise stated.

3. SIGNIFICANT ACCOUNTING POLICIES

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

4. NEW OR AMENDMENTS / INTERPRETATIONS TO EXISTING STANDARDS, INTERPRETATION AND FORTHCOMING REQUIREMENTS

There are new and amended standards and interpretations that are mandatory for accounting periods beginning 01 July, 2021, but are considered not to be relevant or do not have any significant effect on the Company's financial position and are therefore not stated in these condensed unconsolidated interim financial statements.

Notes to the Condensed Interim Unconsolidated Financial Statements (Un-audited)

For the nine months period ended 31 March 2022

5. STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS THAT ARE NOT YET EFFECTIVE

The following International Financial Reporting Standards (IFRS Standards) as notified under the Companies Act, 2017 and the amendments and interpretations thereto will be effective for accounting periods beginning on or after 01 January 2022:

- Onerous Contracts – Cost of Fulfilling a Contract (Amendments to IAS 37) effective for the annual periods beginning on or after 01 January, 2022 amends IAS 1 by mainly adding paragraphs which clarifies what comprises the cost of fulfilling a contract, Cost of fulfilling a contract is relevant when determining whether a contract is onerous. An entity is required to apply the amendments to contracts for which it has not yet fulfilled all its obligations at the beginning of the annual reporting period in which it first applies the amendments (the date of initial application). Restatement of comparative information is not required, instead the amendments require an entity to recognize the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings or other component of equity, as appropriate, at the date of initial application.

Annual Improvements to IFRS standards 2018-2020

The following annual improvements to IFRS Standards 2018-2020 are effective for annual reporting periods beginning on or after 01 January, 2022:

- IFRS 9 – The amendment clarifies that an entity includes only fees paid or received between the entity (the borrower) and the lender, including fees paid or received by either the entity or the lender on the other's behalf, when it applies the '10 per cent' test in paragraph B3.3.6 of IFRS 9 in assessing whether to derecognize a financial liability.
- IFRS 16 – The amendment partially amends Illustrative Example 13 accompanying IFRS 16 by excluding the illustration of reimbursement of leasehold improvements by the lessor. The objective of the amendment is to resolve any potential confusion that might arise in lease incentives.
- IAS 41 – The amendment removes the requirement in paragraph 22 of IAS 41 for entities to exclude taxation cash flows when measuring the fair value of a biological asset using a present value technique.
- Property, Plant and Equipment: Proceeds before Intended Use (Amendments to IAS 16) effective for annual periods beginning on or after 01 January, 2022 clarifies that sales proceeds and costs of items produced while bringing an item of property, plant and equipment to the location and condition necessary for it to be capable of operating in the manner intended by management e.g. when testing etc., are recognized in profit or loss in accordance with applicable Standards. The entity measures the cost of those items applying the measurement requirements of IAS 2. The standard also removes the requirement of deducting the net sales proceeds from cost of testing. An entity shall apply those amendments retrospectively, but only to items of property, plant and equipment that are brought to the location and condition necessary for them to be capable of operating in the manner intended by management on or after the beginning of the earliest period presented in the financial statements in which the entity first applies the amendments. The entity shall recognize the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at the beginning of that earliest period presented.
- Reference to the Conceptual Framework (Amendments to IFRS 3) - Reference to the Conceptual Framework, issued in May 2020, amended paragraphs 11, 14, 21, 22 and 23 of and added paragraphs 21A, 21B, 21C and 23A to IFRS 3. An entity shall apply those amendments to business combinations for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after 01 January, 2022. Earlier application is permitted if at the same time or earlier an entity also applies all the amendments made by Amendments to References to the Conceptual Framework in IFRS Standards, issued in March 2018.
- Classification of liabilities as current or non-current (Amendments to IAS 1) amendments apply retrospectively for the annual periods beginning on or after 01 January, 2023. These amendments in the standards have been added to further clarify when a liability is classified as current. The standard also amends the aspect of classification of liability as non-current by requiring the assessment of the entity's right at the end of the reporting period to defer the settlement of liability for at least twelve months after the reporting period. An entity shall apply those amendments retrospectively in accordance with IAS 8.
- Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2) – the Board has issued amendments on the application of materiality to disclosure of accounting policies and to help companies provide useful accounting policy disclosures. The key amendments to IAS 1 include:
 - requiring companies to disclose their material accounting policies rather than their significant accounting policies;
 - clarifying that accounting policies related to immaterial transactions, other events or conditions are themselves immaterial and as such need not be disclosed; and
 - clarifying that not all accounting policies that relate to material transactions, other events or conditions are themselves material to a company's financial statements.

Notes to the Condensed Interim Unconsolidated Financial Statements (Un-audited)

For the nine months period ended 31 March 2022

The Board also amended IFRS Practice Statement 2 to include guidance and two additional examples on the application of materiality to accounting policy disclosures. The amendments are effective for annual reporting periods beginning on or after 01 January, 2023 with earlier application permitted.

- Definition of Accounting Estimates (Amendments to IAS 8) – The amendments introduce a new definition for accounting estimates clarifying that they are monetary amounts in the financial statements that are subject to measurement uncertainty.
- The amendments also clarify the relationship between accounting policies and accounting estimates by specifying that a company develops an accounting estimate to achieve the objective set out by an accounting policy. The amendments are effective for periods beginning on or after 01 January, 2023 and will apply prospectively to changes in accounting estimates and changes in accounting policies occurring on or after the beginning of the first annual reporting period in which the company applies the amendments.
- Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to IAS 12) – The amendments narrow the scope of the initial recognition exemption (IRE) so that it does not apply to transactions that give rise to equal and offsetting temporary differences. As a result, companies will need to recognize a deferred tax asset and a deferred tax liability for temporary differences arising on initial recognition of a lease and a decommissioning provision. For leases and decommissioning liabilities, the associated deferred tax asset and liabilities will need to be recognized from the beginning of the earliest comparative period presented, with any cumulative effect recognized as an adjustment to retained earnings or other components of equity at that date. The amendments are effective for annual reporting periods beginning on or after 01 January, 2023 with earlier application permitted.
- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28) – The amendment amends accounting treatment on loss of control of business or assets. The amendments also introduce new accounting for less frequent transaction that involves neither cost nor full step-up of certain retained interests in assets that are not businesses. The effective date for these changes has been deferred indefinitely until the completion of a broader review.

6. USE OF JUDGEMENTS AND ESTIMATES

- 6.1** The preparation of these condensed unconsolidated interim financial statements in conformity with approved accounting and reporting standards, as applicable in Pakistan, requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Actual result may differ from these estimates. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 6.2** Judgements and estimates made by the management in the preparation of these condensed unconsolidated interim financial statements are the same as those that were applied to financial statements as at and for the year ended 30 June, 2021.
- 6.3** The Company's financial risk management objectives and policies are consistent with that disclosed in the annual audited financial statement as at and for the year ended 30 June 2021.

		31 March 2022 (Un-audited)	30 June 2021 (Audited)
	Note	(Rupees)	
7. PROPERTY, PLANT AND EQUIPMENT			
Operating property, plant and equipment	7.1	531,271,315	527,681,972
Capital work-in-progress		44,631,196	35,070,946
		575,902,511	562,752,918

- 7.1** The following acquisitions and disposals have been made during nine months period ended 31 March 2022.

	For the nine months period ended			
	31 March 2022		31 March 2021	
	Acquisitions at cost	Disposals at cost	Acquisitions at cost	Disposals at cost
	(Un-audited)			
	(Rupees)			
Building on leasehold land	2,899,490	-	319,338	-
Plant and machinery	20,370,066	-	7,341,432	-
Tools and equipment	149,532	-	19,367,625	-
Furniture, fittings and office equipment	2,626,074	-	3,630,977	-
Vehicles	37,712,000	19,908,350	-	1,499,520
	63,757,162	19,908,350	30,659,372	1,499,520

Notes to the Condensed Interim Unconsolidated Financial Statements (Un-audited)

For the nine months period ended 31 March 2022

	Note	31 March 2022 (Un-audited)	30 June 2021 (Audited)
		(Rupees)	
8. INVESTMENT			
8.1 Long term investments			
At cost			
Investments in subsidiary companies - unlisted			
Hi-Tech Alloy Wheels Limited		859,960,000	859,960,000
Specialized Autoparts Industries (Private) Limited		175,000,000	175,000,000
Multiple Autoparts Industries (Private) Limited		75,000,000	75,000,000
Specialized Motorcycles (Private) Limited (SMPL)		75,000,000	75,000,000
	8.1.1	1,184,960,000	1,184,960,000
Less: Provision for impairment against SMPL	8.1.2	(25,000,000)	(25,000,000)
Net investment in subsidiary companies		1,159,960,000	1,159,960,000
Investment in associate at FVOCI - listed	8.1.3	164,151,915	439,865,041
		1,324,111,915	1,599,825,041

8.1.1 Company's shareholding in subsidiaries and their financial position as at 31 March 2022 is disclosed in note 1.1 and 1.2 to this condensed unconsolidated interim financial statement.

8.1.2 The Company has maintained provision for impairment amounting to Rs. 25 million in respect of SMPL as the operations of SMPL have ceased from 1 July 2015. The key financial information of SMPL is disclosed in note 1.2.

8.1.3 This represents 4,837,958 shares (30 June 2021: 8,887,958 shares) of Treet Corporation Limited having market value of Rs. 164.152 million (30 June 2021: Rs. 439.865 million). During the period, the Company has disposed off 4,050,000 share of Treet Corporation Limited. The Company's holding in Treet Corporation Limited is considered associate by virtue of common directorship. The financial position of the associate as at 31 December 2021 (un-audited) is disclosed in note 1.3 to this condensed unconsolidated interim financial statement.

	Note	31 March 2022 (Un-audited)	30 June 2021 (Audited)
		(Rupees)	
8.2 Short term investments			
Equity securities - at FVTPL	8.2.1	786,396	911,854
Equity securities - at FVOCI	8.2.2	11,110	13,698
		797,506	925,552

8.2.1 Equity securities - at FVTPL

31 March 2022 (Un-audited)	30 June 2021 (Audited)	Name of investee company	31 March 2022 (Un-audited)			30 June 2021 (Audited)
(Number of shares / certificates)			Carrying value	Market value	Net change in fair value	Market value
			(Rupees)			
		Ordinary shares - Quoted				
1	1	Agriautos Industries Limited*	274	171	(103)	274
1	1	Al-Ghazi Tractors Limited *	365	353	(12)	365
1	1	Atlas Battery Limited	316	173	(143)	316
1	1	Atlas Honda Limited	480	394	(86)	480
1	1	Ghandhara Tyre & Rubber Company Limited	88	43	(45)	88
1	1	Honda Atlas Cars (Pakistan) Limited	346	207	(139)	346
1	1	Thal Limited *	423	365	(58)	423
230	230	Baluchistan Wheels Limited	18,168	14,260	(3,908)	18,168
315	315	Ghandhara Nissan Limited	34,407	21,918	(12,489)	34,407
300	300	Hinopak Motors Limited	183,645	96,300	(87,345)	183,645
200	200	Indus Motor Company Limited	250,828	261,124	10,296	250,828
412	344	Millat Tractors Limited	371,386	357,183	(14,203)	371,386
63	63	Oil & Gas Development Company Limited	5,987	5,237	(750)	5,987
127	127	Pak Suzuki Motor Company Limited	45,141	28,668	(16,473)	45,141
			911,854	786,396	(125,458)	911,854

* All shares have a nominal value of Rs. 10 each, except for the shares of Al-Ghazi Tractors Limited, Agriautos Industries Limited and Thal Limited which have a face value of Rs. 5 each.

Notes to the Condensed Interim Unconsolidated Financial Statements (Un-audited)

For the nine months period ended 31 March 2022

8.2.2 Equity securities - at FVOCI

The Company holds investment in ordinary shares of Rs. 10 each, in the following listed investee company:

31 March 2022 (Un-audited)	30 June 2021 (Audited)	Name of investee company	31 March 2022 (Un-audited) Cost	31 March 2022 (Un-audited) Market value	Net change in fair value	30 June 2021 (Audited) Market value
(Number of shares)			(Rupees)			
152	152	Ordinary shares - Quoted ZIL Limited	5,330	11,110	5,780	13,698

8.2.2.1 Equity investments at FVOCI - net change in fair value

	31 March 2022 (Un-audited)	30 June 2021 (Audited)
Market value of investments	11,110	13,698
Less: Cost of investments	(5,330)	(5,330)
	5,780	8,368
Less: Equity investments at FVOCI - net change in fair value at beginning of the period / year	(8,368)	(12,606)
Net change in fair value for the period / year	(2,588)	(4,238)

9. STOCK-IN-TRADE

	9.1 & 9.2	31 March 2022 (Un-audited)	30 June 2021 (Audited)
Raw material and components		1,532,039,541	1,342,414,312
Work-in-process		122,184,281	71,111,109
Finished goods		-	-
		1,654,223,822	1,413,525,421
Provision for slow-moving and obsolescence		(26,490,663)	(26,490,663)
		1,627,733,159	1,387,034,758

9.1 This includes raw material in-transit and in possession of Company's subsidiaries amounting to Rs. 777 million (30 June 2021: Rs. 373 million) and Rs. 432 million (30 June 2021: Rs. 452 million) respectively.

9.2 Raw material held with toll manufacturers as at 31 March 2022 amounted to Rs.112.19 million (30 June 2021: Rs. 76.33 million).

10. LOANS AND ADVANCES

This includes advance amounting to Rs. 35.88 million (30 June 2021: Rs. 47.10 million) given to clearing agent for the payment of clearing charges and other import related expenses to be incurred upon receipt of imported consignments.

11. SHORT TERM BORROWINGS

Secured

	Note	31 March 2022 (Un-audited)	30 June 2021 (Audited)
Running finances under mark-up arrangements	11.1	1,374,711,450	1,148,350,204
Soneri Bank Limited - Local bill discounting		445,929,975	430,559,076
Islamic financing	11.2	474,433,065	266,067,501
		2,295,074,490	1,844,976,781

11.1 These facilities have been obtained from various banks for working capital requirements and are secured by charge over current and future assets of the Company, pledge of stock (shares) lien over import documents and title of ownership of goods imported under letters of credit. These facilities are expiring on various dates latest by 31 October 2022. The banks have imposed a condition that no objection certificate (NOC) should be obtained or bank dues should be cleared before declaring any dividend.

Notes to the Condensed Interim Unconsolidated Financial Statements (Un-audited)

For the nine months period ended 31 March 2022

These facilities carry mark-up at the rates ranging from 1 month KIBOR plus 1.25% to 3 month KIBOR plus 1.5% (30 June 2021: 1 month KIBOR plus 1% to 3 month KIBOR plus 1.5%) per annum.

The aggregate available short term borrowing facilities amounted to Rs. 2,200 million (30 June 2021: Rs. 2,155 million) out of which Rs. 394 million (30 June 2021: 328 million) remained unavailed as at the reporting date.

11.2 Islamic financing

This includes Islamic finance facility available from Al Baraka Bank, MCB Islamic, Meezan Bank and Bank Islami Pakistan having limits of Rs. 630 million, for manufacturing of mufflers and exhaust system, spare parts, tools and equipment from local market and for working capital requirement. As at 31 March 2022, amount of Rs. 70.64 million (30 June 2021: Rs. 133.93 million) remained unutilised. This facility is secured by charge over current and future assets of the Company. These facilities carry mark-up at 3 month KIBOR plus 2.5% per annum to 6 months KIBOR plus 2% (30 June 2021: 1 month KIBOR plus 2% to 3 months KIBOR plus 2.75%) and is repayable maximum within 90 to 180 days of the disbursement date.

12. DUE TO RELATED PARTIES

Payable to SAIL and MAIL against Toll Manufacturing

13. TRADE AND OTHER PAYABLES

Trade Creditors

Accrued liabilities

Other liabilities

Advance from customer

Mobilization advances

Workers' Profit Participation Fund

Provision for compensated absences

Workers' Welfare Fund

Withholding tax payable

Current portion of Gas Infrastructure Development Cess

Sales tax payable

Security deposit from contractors

Other payables

	31 March 2022 (Un-audited)	30 June 2021 (Audited)
	(Rupees)	
	281,784,744	204,344,517
	599,056,519	159,008,303
	56,743,414	50,700,562
	133,151,711	40,922,777
	55,653,285	38,272,254
	21,764,506	11,630,341
	2,864	196,577
	7,736,371	3,555,670
	3,511,056	1,753,132
	1,574,288	633,887
	51,768,945	-
	129,000	129,000
	17,953,688	21,789,489
	949,045,647	328,591,992

14. SHARE CAPITAL

14.1 Authorised share capital

Authorised share capital comprises of 400,000,000 (30 June 2021: 400,000,000) Ordinary shares of Rs. 10 each.

14.2 Issued, subscribed and paid up capital

31 March 2022 (Number of shares)	30 June 2021		31 March 2022 (Rupees)	30 June 2021
153,770,000	153,770,000	Ordinary shares of Rs.10 each fully paid in cash	1,537,700,000	1,537,700,000
97,480,000	97,480,000	Ordinary shares of Rs.10 each issued as fully paid bonus shares	974,800,000	974,800,000
251,250,000	251,250,000		2,512,500,000	2,512,500,000

Notes to the Condensed Interim Unconsolidated Financial Statements (Un-audited)

For the nine months period ended 31 March 2022

15. CONTINGENCIES AND COMMITMENTS

15.1 Contingencies

There have been no significant changes in the status of contingencies as reported in the unconsolidated annual financial statements for the year ended 30 June 2021.

15.2 Commitments

Commitments in respect of letters of credit amounted to Rs. 1,022 million (30 June 2021: Rs. 941 million).

16. COST OF SALES

	Note	Nine months period ended		Three months period ended	
		31 March 2022	31 March 2021	31 March 2022	31 March 2021
		(Rupees)			
		(Un-audited)			
Raw materials and components consumed		3,902,234,798	2,234,866,499	1,290,512,255	736,782,026
Ancillary materials consumed		94,152,660	55,843,765	30,761,628	14,424,415
Manufacturing expenses					
Salaries, wages and other employee benefits		254,292,979	186,804,602	80,708,933	79,113,999
Toll manufacturing	16.1	561,942,289	323,744,436	180,707,295	161,872,441
Depreciation		48,069,911	49,637,197	16,603,664	17,070,423
Gas, power and water		23,292,688	18,127,780	6,023,924	6,260,870
Others		43,793,018	38,796,112	17,791,755	15,076,290
Transferred to capital work-in-progress		(7,512,814)	(7,319,692)	(2,384,674)	(1,510,282)
Manufacturing cost		923,878,071	609,790,435	299,450,897	277,883,741
Opening stock of work-in-process	9	71,111,109	74,331,500	106,513,130	80,355,755
Impact of recording revenue overtime		122,184,280	70,471,931	122,184,280	70,471,931
Closing stock of work-in-process	9	(122,184,280)	(70,471,931)	(122,184,280)	(70,471,931)
		71,111,109	74,331,500	106,513,130	80,355,755
Opening stock of finished goods	9	-	-	-	-
Impact of recording revenue overtime		129,905,343	44,604,483	129,905,343	57,920,580
Closing stock of finished goods	9	-	-	-	-
		129,905,343	44,604,483	129,905,343	57,920,580
		5,121,281,981	3,019,436,682	1,857,143,253	1,167,366,517

16.1 This includes toll manufacturing expense from SAIL and MAIL amounting to Rs. 482.397 million (31 March 2021: Rs. 268.580 million).

17. EARNINGS PER SHARE - basic and diluted

		Nine months period ended	
		31 March 2022	31 March 2021
		(Un-audited)	
Profit after taxation	Rupees	252,454,110	154,276,465
Weighted average number of ordinary shares outstanding during the period	Numbers	251,250,000	195,008,833
Earnings per share - basic and diluted	Rupees	1.00	0.79

Notes to the Condensed Interim Unconsolidated Financial Statements (Un-audited)

For the nine months period ended 31 March 2022

18. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties comprise of subsidiaries, associated company and other companies with significant influence, employees retirement benefit funds and key management personnel. Transactions with related parties are at terms determined in accordance with the agreed rates. Transactions and balances with related parties, other than those disclosed elsewhere in these financial statements, are disclosed below:

Balances as at:

Description	Relationship and effective shareholding	Balances as at period / year-end	31 March 2022 (Un-audited) (Rupees)	30 June 2021 (Audited)
Specialized Autoparts Industries (Private) Limited	Subsidiary company - 91% holding (30 June 2021: 91%)	Loan due from at the period / year end Accrued mark-up on loan at the period / year end Amount due to at the period / year end	<u>412,164,263</u> <u>72,377,951</u> <u>(216,205,705)</u>	<u>442,503,110</u> <u>47,831,821</u> <u>(143,226,487)</u>
Multiple Autoparts Industries (Private) Limited	Subsidiary company - 92% holding (30 June 2021: 92%)	Loan due from at the period / year end Accrued mark-up on loan at the period / year end Amount due to at the period / year end	<u>109,872,788</u> <u>19,686,849</u> <u>(63,504,097)</u>	<u>139,440,876</u> <u>8,513,798</u> <u>(61,118,030)</u>
Hi-Tech Alloy Wheels Limited	Subsidiary company - 80% holding (30 June 2021: 80%)	Loan due from at the period / year end Mark-up Receivable on loan at the period / year end	<u>2,039,529,541</u> <u>454,215,991</u>	<u>1,610,058,900</u> <u>294,978,806</u>
Specialized Motorcycle (Private) Limited	Subsidiary company - 100% holding (30 June 2021: 100%)	Due from at the period / year end Loan due from at the period / year end Accrued mark-up on loan at the period / year end	<u>3,706,788</u> <u>8,454,000</u> <u>1,064,512</u>	<u>3,706,788</u> <u>6,124,000</u> <u>186,425</u>
Provident fund	Defined contribution scheme	Receivable from PF	<u>289,154</u>	<u>3,432,833</u>
Employee benefits - gratuity	Defined contribution plan	Balance at the year period / year - payable	<u>1,307,203</u>	<u>4,535,710</u>

Transactions for the period :

Description	Relationship and effective percentage shareholding	Transactions made during the period	Nine months period ended	
			31 March 2022 (Un-audited) (Rupees)	31 March 2020
Specialized Autoparts Industries (Private) Limited	Subsidiary company - 91% holding (31 March 2021: 91%)	Toll manufacturing Loan repaid Mark-up income on loan	<u>355,276,868</u> <u>(30,338,847)</u> <u>39,654,239</u>	<u>105,087,774</u> <u>(5,000,000)</u> <u>10,327,863</u>
Multiple Autoparts Industries (Private) Limited	Subsidiary company - 92% holding (31 March 2021: 92%)	Toll manufacturing Loan provided Mark-up income on loan	<u>127,120,256</u> <u>(29,568,088)</u> <u>11,173,057</u>	<u>23,626,319</u> <u>-</u> <u>3,394,754</u>
Hi-Tech Alloy Wheels Limited	Subsidiary company - 80% holding (31 March 2021: 80%)	Loan provided Mark-up income on loan	<u>429,470,641</u> <u>159,237,185</u>	<u>378,400,000</u> <u>44,244,528</u>
Specialized Motorcycle (Private) Limited	Subsidiary company - 100% holding (31 March 2021: 100%)	Loan provided Mark-up on loan	<u>2,330,000</u> <u>623,045</u>	<u>190,000</u> <u>89,086</u>
Provident fund	Defined benefit scheme	Contribution paid during the period	<u>7,265,612</u>	<u>9,328,903</u>
Employee benefits - gratuity	Defined contribution plan	Expense for the period Contribution paid during the period	<u>2,171,493</u> <u>5,400,000</u>	<u>1,893,715</u> <u>7,069,481</u>
First Treet Manufacturing Modaraba	Common directorship	Purchase of batteries	<u>120,012</u>	<u>188,204</u>
IGI General Insurance Limited	Common directorship	Purchase of services	<u>4,645,013</u>	<u>2,749,621</u>

19. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in orderly transaction between market participants at the measurement date.

The Company classifies fair value measurements of its investments using a hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

Notes to the Condensed Interim Unconsolidated Financial Statements (Un-audited)

For the nine months period ended 31 March 2022

Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

31 March 2022

<u>31 March 2022</u>	Carrying amount					Fair value			
	Fair value through profit or loss	FVOCI - equity instrument	Amortised cost	Other financial liabilities	Total carrying amount	Level 1	Level 2	Level 3	Total
	(Rupees)								
Financial assets - measured at fair value									
Equity securities	786,396	11,110	-	-	797,506	797,506	-	-	797,506
Equity securities - associate	-	164,151,915	-	-	164,151,915	164,151,915	-	-	164,151,915

Financial assets - not measured at fair value

Subsidiaries - unlisted shares	-	-	1,159,960,000	-	1,159,960,000
Trade debts - net	-	-	1,068,070,584	-	1,068,070,584
Loans	-	-	20,214,246	-	20,214,246
Deposits and other receivables	-	-	12,075,285	-	12,075,285
Due from related parties	-	-	3,154,935,829	-	3,154,935,829
Cash and bank balances	-	-	50,750,927	-	50,750,927
	786,396	164,163,025	5,466,006,871	-	5,630,958,292

Financial liabilities - not measured at fair value

Short term borrowing	-	-	2,295,074,490	-	2,295,074,490
Trade and other payables	-	-	673,753,621	-	673,753,621
Liabilities against assets subject to finance lease	-	-	29,053,629	-	29,053,629
Accrued mark-up on short term financing	-	-	77,047,259	-	77,047,259
Long term loan	-	-	230,818,958	-	230,818,958
Current portion of long term loan	-	-	120,833,372	-	120,833,372
Due to related party	-	-	281,784,744	-	281,784,744
Unclaimed dividend	-	-	3,527,781	-	3,527,781
	-	-	3,711,893,854	-	3,711,893,854

30 June 2021

30 June 2021	Carrying amount					Fair value			
	Fair value through profit or loss	FVOCI - equity instruments	Amortised cost	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
	(Rupees)								
Financial assets - measured at fair value									
Equity securities	911,854	13,698	-	-	925,552	925,552	-	-	925,552
Equity securities - associate	-	439,865,041	-	-	439,865,041	439,865,041	-	-	439,865,041

Financial assets - not measured at fair value

Subsidiaries - unlisted shares	-	-	1,159,960,000	-	1,159,960,000
Trade debts - net	-	-	476,303,736	-	476,303,736
Loans	-	-	46,264,187	-	46,264,187
Deposits and other receivables	-	-	6,841,298	-	6,841,298
Due from related parties	-	-	2,588,437,564	-	2,588,437,564
Cash and bank balances	-	-	10,733,698	-	10,733,698
	911,854	439,878,739	4,288,540,483	-	4,729,331,076

Financial liabilities - not measured at fair value

Short term borrowing	-	-	1,844,976,781	-	1,844,976,781
Trade and other payables	-	-	159,008,303	-	159,008,303
Liabilities against assets subject to finance lease	-	-	1,749,826	-	1,749,826
Accrued mark-up on short term financing	-	-	37,364,719	-	37,364,719
Long term loan	-	-	249,526,409	-	249,526,409
Current portion of long term loan	-	-	208,662,007	-	208,662,007
Due to related party	-	-	204,344,517	-	204,344,517
Unclaimed dividend	-	-	3,527,781	-	3,527,781
	-	-	2,709,160,343	-	2,709,160,343

Notes to the Condensed Interim Unconsolidated Financial Statements (Un-audited)

For the nine months period ended 31 March 2022

19.1 The Company has not disclosed fair values for these financial assets and financial liabilities because their carrying amounts are reasonable approximation of fair value.

20. GENERAL

20.1 Segment reporting

These condensed unconsolidated interim financial statements have been prepared on the basis of a single reportable segment. Geographically, all the sales were carried out in Pakistan. All non-current assets of the Company as at 31 March 2022 are located in Pakistan.

21. DATE OF AUTHORISATION

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



Chief Financial Officer



Chief Executive



Director

Condensed Interim Consolidated Financial Statements

Condensed Interim Consolidated Statement Of Financial Position

As at 31 March 2022

		31 March 2022 (Un-audited)	30 June 2021 (Audited)
		(Rupees)	
ASSETS			
Non-current assets			
Property, plant and equipment	3	5,258,672,588	5,255,653,540
Intangible assets		3,157,782	-
Long term investments		202,243,399	327,621,735
Long term loans		8,046,338	8,303,878
		5,472,120,107	5,591,579,153
Current assets			
Stores, spares and loose tools		55,794,590	70,811,900
Stock-in-trade		1,627,733,159	1,387,034,758
Trade debts - net		1,068,070,584	476,303,736
Loans and advances		149,227,021	132,827,429
Due from related party		1,150,380	1,150,380
Deposits, prepayments and other receivables		485,844,750	512,011,961
Taxation - net		353,449,798	206,232,180
Short term investments		797,506	925,552
Cash and bank balances		57,263,226	25,171,422
		3,799,331,014	2,812,469,318
Total assets		9,271,451,121	8,404,048,471
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised capital		4,000,000,000	4,000,000,000
400,000,000 (30 June 2021: 400,000,000) ordinary shares of Rs.10/- each			
Issued, subscribed and paid up capital		2,512,500,000	2,512,500,000
Share premium		1,070,065,433	1,070,065,433
Fair value reserve		(1,822,494)	(1,819,906)
Unappropriated profit		426,548,940	288,483,538
Equity attributable to owners of Parent Company		4,007,291,879	3,869,229,065
Non-Controlling Interest		145,559,850	197,754,752
		4,152,851,729	4,066,983,817
LIABILITIES			
Non-current liabilities			
Lease liabilities		21,433,362	910,322
Defined benefit obligation - net		1,307,203	4,535,710
Long term loans		1,259,281,093	1,301,462,356
Deferred tax liabilities		35,720,116	17,053,867
Deferred grant		-	424,227
Gas Infrastructure Development Cess		-	1,668,081
		1,317,741,774	1,326,054,563
Current liabilities			
Current maturity of lease liabilities		7,620,267	839,504
Current portion of long term loans		164,166,042	543,658,900
Current portion of deferred grant		3,470,308	5,770,074
Short term borrowings		2,295,074,490	1,844,976,781
Trade and other payables		1,187,667,941	513,330,155
Due to related party		26,048,871	22,048,871
Unclaimed dividend		3,527,781	3,527,781
Accrued mark-up and profit		113,281,918	76,858,025
		3,800,857,618	3,011,010,091
Total equity and liabilities		9,271,451,121	8,404,048,471

CONTINGENCIES AND COMMITMENTS

4

The annexed notes from 1 to 8 form an integral part of the condensed interim consolidated financial statements.

Chief Financial Officer

Chief Executive

Director

Condensed Interim Consolidated Statement of Profit or Loss (Un-audited)

For the nine and three months period ended 31 March 2022

		For the nine months period ended		For the three months period ended	
		31 March 2022	31 March 2021	31 March 2022	31 March 2021
Note		(Rupees)			
Revenue - net		5,738,812,937	3,430,385,288	2,113,845,605	1,345,006,807
Cost of revenue	5	(4,993,308,851)	(3,008,029,162)	(1,818,893,574)	(1,131,263,559)
Gross profit		745,504,086	422,356,126	294,952,031	213,743,248
Administrative, selling and general expenses		(230,117,739)	(164,787,727)	(82,023,883)	(66,036,816)
		515,386,347	257,568,399	212,928,148	147,706,432
Other expenses		(35,474,964)	(16,840,505)	(16,366,053)	(9,246,707)
Other income		83,063,511	124,533,657	7,423,341	(39,298,493)
		47,588,547	107,693,152	(8,942,712)	(48,545,200)
Operating profit		562,974,894	365,261,551	203,985,436	99,161,232
Finance costs		(355,817,329)	(265,270,816)	(101,473,163)	(89,886,441)
Share of profit / (loss) in associates-net		18,968,440	(7,074,669)	(3,153,188)	11,901,345
Profit before taxation		226,126,005	92,916,066	99,359,085	21,176,136
Taxation		(140,255,505)	(43,059,965)	(55,616,639)	(9,488,515)
Profit after taxation		85,870,500	49,856,101	43,742,446	11,687,621
Profit / (loss) attributable To:					
Owners of the Parent Company		138,065,402	88,102,756		
Non-controlling interest		(52,194,902)	(38,246,655)		
		85,870,500	49,856,101		
Earning per share					
- basic and diluted		0.55	0.45	0.17	0.06

The annexed notes from 1 to 8 form an integral part of the condensed interim consolidated financial statements.

Chief Financial Officer

Chief Executive

Director

Condensed Interim Consolidated Statement of Comprehensive Income (Un-audited)

For the nine and three months period ended 31 March 2022

	For the nine months period ended ~		For the three months period ended	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
	(Rupees)			
Profit for the period	85,870,500	49,856,101	43,742,446	11,687,621
Other comprehensive income:				
<i>Items that are or may be reclassified subsequently to profit and loss</i>				
Equity investments at FVOCI - net change in fair value	(2,588)	(1,955)	(2,292)	(891)
Total comprehensive income for the period	85,867,912	49,854,146	43,740,154	11,686,730

The annexed notes from 1 to 8 form an integral part of the condensed interim consolidated financial statements.

Chief Financial Officer

Chief Executive

Director

Condensed Interim Consolidated Statement of Changes in Equity (Un-audited)

For the nine months period ended 31 March 2022

	Share capital	Capital Reserve	Revenue reserves		
	Issued, subscribed and paid up capital	Share premium	Fair value reserve	Unappropriated profit	Total equity
	(Rupees)				
Balance as at 30 June 2020 (Audited)	1,512,500,000	1,095,352,578	(1,815,876)	231,917,852	2,837,954,554
Issuance of right shares	1,000,000,000	-	-	-	1,000,000,000
Issue cost of right shares	-	(25,093,140)	-	-	(25,093,140)
Total comprehensive income for the period ended 31 March 2021					
Profit for the period	-	-	-	88,102,756	88,102,756
Other comprehensive loss	-	-	(1,955)	-	(1,955)
	-	-	(1,955)	88,102,756	88,100,801
Transactions with owners	-	-	-	-	-
Balance as at 31 March 2021	2,512,500,000	1,070,259,438	(1,817,831)	320,020,608	3,900,962,215
Balance as at 30 June 2021 (Audited)	2,512,500,000	1,070,065,433	(1,819,906)	288,483,538	3,869,229,065
Total comprehensive income for the period ended 31 March 2022					
Profit for the period	-	-	-	138,065,402	138,065,402
Other comprehensive loss	-	-	(2,588)	-	(2,588)
	-	-	(2,588)	138,065,402	138,062,814
Transactions with owners	-	-	-	-	-
Balance as at 31 March 2022	2,512,500,000	1,070,065,433	(1,822,494)	426,548,940	4,007,291,879

The annexed notes from 1 to 8 form an integral part of the condensed interim consolidated financial statements.

Chief Financial Officer

Chief Executive

Director

Condensed Interim Consolidated Statement of Cash Flows (Un-audited)

For the nine months period ended 31 March 2022

	31 March 2022	31 March 2021
	(Rupees)	
Cash flows from operating activities		
Profit before taxation	226,126,005	92,916,066
Adjustment for:		
Depreciation	63,014,134	64,434,179
Amortization	112,700	282,108
Finance cost	355,817,329	265,270,816
Finance lease charges	1,378,705	-
Mark-up income	(1,519,446)	(2,986,393)
Gain on disposal of investment	(63,204,199)	(1,075,208)
Dividend Income	(4,892,424)	(28,540)
Gain on disposal of item of property, plant and equipment	(1,504,289)	(7,142,767)
Provision for gratuity	2,171,493	2,840,571
Share of profit in associates - net	(18,968,440)	-
Equity investments at FVTPL - net change in fair value	125,458	(74,162,928)
	558,657,026	340,347,904
Working capital changes		
Decrease / (increase) in current assets		
Stores and spares	15,017,310	850,516
Stock-in-trade	(240,698,401)	59,586,998
Trade debts	(591,766,848)	(121,314,263)
Loans and advances	(19,299,834)	(92,027,231)
Deposits, prepayments and other receivables	26,167,211	226,613,155
	(810,580,562)	73,709,175
Decrease in current liabilities		
Trade and other payables	672,669,705	7,834,583
Cash generated from operations	420,746,169	421,891,662
Finance cost paid	(319,393,436)	(310,259,442)
Contribution paid to defined benefit obligation	(5,400,000)	(8,064,481)
Tax paid	(266,433,779)	(124,031,259)
Net cash used in operating activities	(170,481,046)	(20,463,520)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(37,278,303)	(369,038,510)
Mark-up received	1,519,446	2,986,393
Dividend received	4,892,424	28,540
Proceeds from disposal of item of property, plant and equipment	2,961,000	7,579,988
Purchase of investments - net	-	(10,932,208)
Proceeds from disposal of investments	205,632,646	9,490,258
Net cash generated from / (used in) investing activities	177,727,213	(359,885,539)
CASH FLOWS FROM FINANCING ACTIVITIES		
Lease rentals paid	(4,853,958)	(822,934)
Loan and Borrowings	(424,398,114)	116,232,734
Loan from director	4,000,000	(140,755,000)
Unclaimed dividend	-	1,402
Proceeds from issuance of right shares	-	1,000,000,000
Issue cost of right shares	-	(25,093,140)
Net cash (used in) / generated from financing activities	(425,252,072)	949,563,062
Net (decrease) / increase in cash and cash equivalents	(418,005,905)	569,214,003
Cash and cash equivalents at beginning of the period	(1,819,805,359)	(1,992,912,584)
Cash and cash equivalents at end of the period	(2,237,811,264)	(1,423,698,581)

The annexed notes from 1 to 8 form an integral part of the condensed interim consolidated financial statements.

Chief Financial Officer

Chief Executive

Director

Notes to the Condensed Interim Consolidated Financial Statements (Un-audited)

For the nine months period ended 31 March 2022

1. STATUS AND NATURE OF BUSINESS

1.1 Legal status and operations

Loads Limited ("the Parent Company") was incorporated in Pakistan on January 01, 1979 as a private limited company under the Companies Act, 1913 (repealed with the enactment of the Companies Ordinance, 1984 (repealed with the enactment of Companies Act, 2017 on May 30, 2017).

On December 19, 1993, the Parent Company was converted from private limited company to public unlisted company and subsequently on November 01, 2016, the shares of the Parent Company were listed on Pakistan Stock Exchange Limited (PSX). The registered address of the of the Parent Company is situated at Plot No. 23, Sector 19, Korangi Industrial Area, Karachi.

The principal activity of the Parent Company is to manufacture and sale of radiators, exhaust systems and other components for automotive industry.

The Parent Company's registered office and plant is situated at Plot No. 23, Sector 19, Korangi Industrial Area, Karachi.

There are four subsidiaries and one associate. The details are as follows:

Name of the Companies	Incorporation date	Effective holding %		Principle line of business
		31 March 2022	30 June 2021	
Subsidiaries				
Specialized Autoparts Industries (Private) Limited (SAIL)	2 June 2004	91%	91%	Manufacture and sell components for the automotive industry.
Multiple Autoparts Industries (Private) Limited (MAIL)	14 May 2004	92%	92%	Manufacture and sell components for the automotive industry.
Specialized Motorcycles (Private) Limited (SMPL)	28 September 2004	100%	100%	Acquire, deal in, purchase, import, sales, supply and export motorcycles and auto parts. The operations have been ceased from 1 July 2015.
Hi-Tech Alloy Wheels Limited (HAWL)	13 January 2017	80%	80%	It will manufacture alloy wheels of various specifications and sell them to local car assemblers. Commercial production has not yet started.
Associate				
Treet Corporation Limited	22 January 1977	2.78%	5.27%	Manufacture and sale of razors, razor blades and other trading activities

Plants of SAIL and MAIL are situated at DSU-19 and DSU-38 respectively in Downstream Industrial Estate Pakistan Steel Mills Bin Qasim Town, Karachi. HAWL has acquired land for establishing industrial unit which is located at National Industrial Park, Bin Qasim, the Special Economic Zone declared by Government of Sindh.

2. BASIS OF PREPARATION

2.1 Statement of compliance

The condensed interim consolidated financial statements has 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; 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 IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

Notes to the Condensed Interim Consolidated Financial Statements (Un-audited)

For the nine months period ended 31 March 2022

This condensed interim consolidated financial statements does not include all the information and disclosures required in the annual financial statements and should therefore be read in conjunction with the annual audited consolidated financial statements of the Parent Company as at and for the year ended 30 June 2021. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last financial statements.

2.2 Basis of measurement

This condensed interim consolidated financial statements has been prepared on the historical cost convention, except for certain investments which are stated at fair value and provision for staff gratuity which is stated at present value.

2.3 Functional and presentation currency

The condensed interim consolidated financial statements is presented in Pak Rupee which is also the functional currency of the Parent Company and rounded off to the nearest rupee.

2.4 Key estimates and judgments

The preparation of the condensed interim consolidated financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. 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 recognised prospectively commencing from the period of revision.

In preparing the condensed interim consolidated financial statements, the significant judgments made by the management in applying the Parent Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 30 June 2021. The Parent Company's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements as at and for the year ended 30 June 2021.

	Note	31 March 2022 (Un-audited)	30 June 2021 (Audited)
		(Rupees)	
3. PROPERTY, PLANT AND EQUIPMENT			
Operating property, plant and equipment	3.1	780,383,054	767,127,019
Capital work-in-progress		4,478,289,534	4,488,526,521
		5,258,672,588	5,255,653,540

3.1 The following acquisitions and disposals have been made during nine months period ended 31 March 2022.

	For the nine months period ended			
	31 March 2022		31 March 2021	
	Acquisitions at cost	Disposals at cost	Acquisitions at cost	Disposals at cost
	(Rupees)			
Building on leasehold land	2,899,490	-	319,338	-
Plant and machinery	25,067,166	-	7,341,432	-
Tools and equipment	461,472	-	20,191,125	-
Furniture, fittings and office equipment	6,534,547	-	4,278,926	-
Vehicles	37,712,000	19,908,350	-	1,499,520
	72,674,675	19,908,350	32,130,821	1,499,520

4. CONTINGENCIES AND COMMITMENTS

4.1 Contingencies

There is no change in the status of contingencies as disclosed under note 17 of the annual consolidated financial statements of the Company for the year ended 30 June 2021.

4.2 Commitments

Commitments in respect of letters of credit amounted to Rs. 1,022 million (30 June 2021: Rs. 941 million).

Notes to the Condensed Interim Consolidated Financial Statements (Un-audited)

For the nine months period ended 31 March 2022

5. COST OF REVENUE	For the nine months period ended		For the three months period ended	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021
	(Rupees)			
Raw materials and components consumed	3,894,721,984	2,227,546,808	1,288,127,581	545,728,264
Ancillary materials consumed	155,375,128	100,511,586	48,293,728	73,005,989
Manufacturing Expenses				
Salaries, wages and other employee benefits	459,096,479	336,264,063	146,335,181	234,430,647
Toll manufacturing	84,461,473	58,921,805	27,915,838	43,030,542
Depreciation	57,691,904	59,666,934	19,877,310	40,549,306
Gas, power and water	55,140,248	36,762,506	16,552,242	25,974,333
Others	85,805,183	69,419,477	35,373,221	43,584,239
Manufacturing cost	4,792,292,399	2,889,093,179	1,582,475,101	1,006,303,320
Opening stock of work-in-process	71,111,109	74,331,500	106,513,130	80,355,756
Impact of recording revenue overtime	122,184,280	70,471,931	122,184,280	70,471,931
Closing stock of work-in-process	(122,184,280)	(70,471,931)	(122,184,280)	(70,471,931)
	71,111,109	74,331,500	106,513,130	80,355,756
Opening stock of finished goods	-	-	-	-
Impact of recording revenue overtime	129,905,343	44,604,483	129,905,343	44,604,483
Closing stock of finished goods	-	-	-	-
	129,905,343	44,604,483	129,905,343	44,604,483
	4,993,308,851	3,008,029,162	1,818,893,574	1,131,263,559

6. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties comprise of subsidiaries, associated company and other companies with common directorship and significant influence, employees retirement benefit funds and key management personnel. Transactions with related parties are at terms determined in accordance with the agreed rates.

Transactions and balances with related parties are disclosed below:

	31 March 2022 (Un-audited)	30 June 2021 (Audited)
	(Rupees)	
Investment in Treet Corporation Limited		
Ordinary shares: 4,837,958 shares (30 June 2021: 8,887,958 shares)	191,398,968	327,621,735
Receivable from provident fund	289,154	3,432,833
Defined benefit obligation - payable	1,307,203	4,535,710
First Treet Manufacturing Modaraba		
Purchase of batteries	240,591	188,204
IGI General Insurance Limited		
Purchase of services	15,044,572	6,042,334

The Company enters into transactions with related parties on an arm's length basis. Prices for transactions with related parties are determined using admissible valuation methods.

7. DATE OF AUTHORIZATION

This un-audited condensed interim consolidated financial statements was authorized for issue by the Board Of Directors on 28 April 2022.

8. GENERAL

8.1 All figures, except for the 30th June 2021, appearing in this condensed interim consolidated financial statements are un-audited.

8.2 The amounts have been rounded off to nearest rupee.

Chief Financial Officer

Chief Executive








Director










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