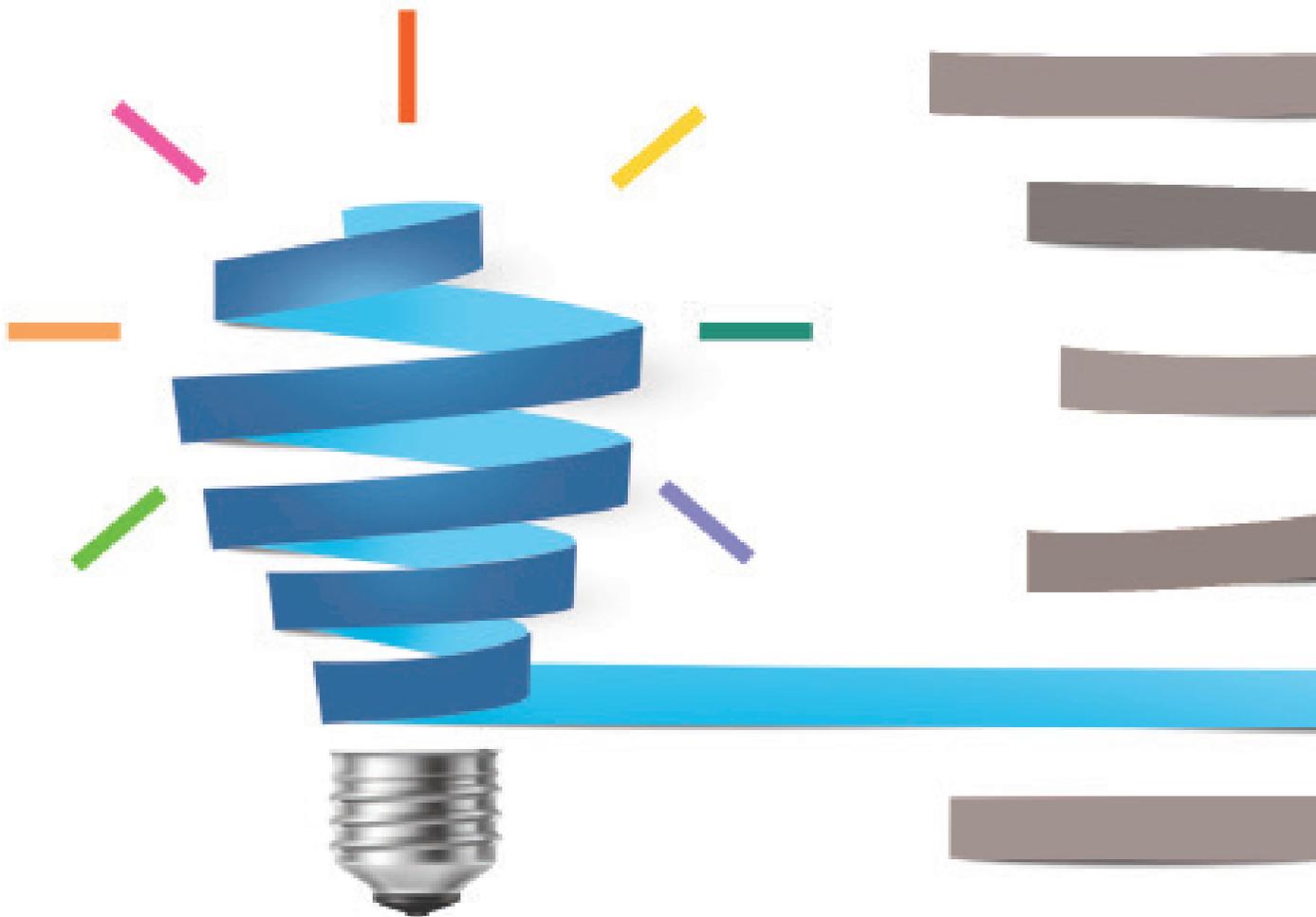


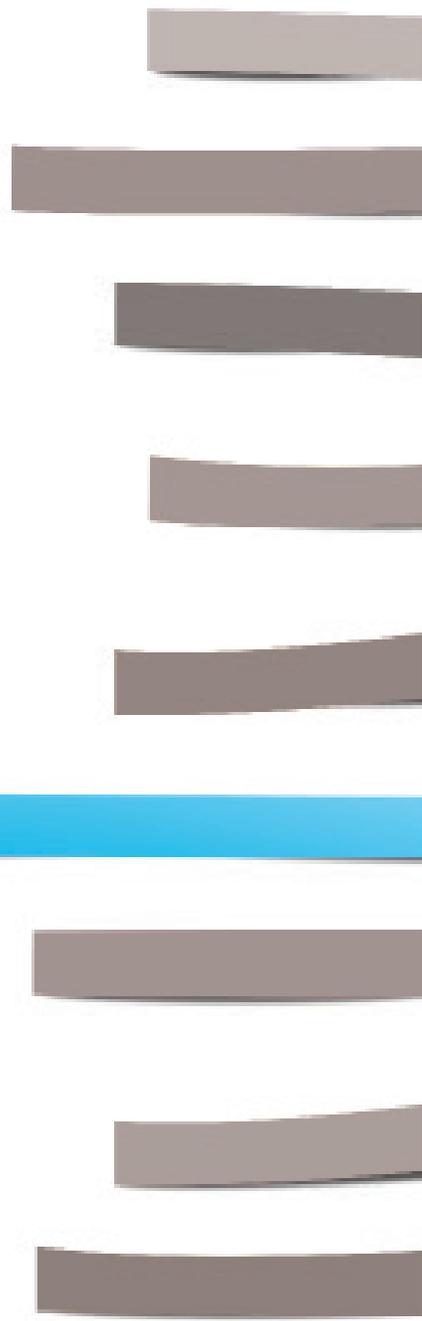


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Half Yearly Accounts (un-audited)

For the Half Year ended June 30, 2022



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COMPANY INFORMATION

Board of Directors

Mr. Abdul Samad Dawood - Chairman
Ms. Sabrina Dawood – Director
Mr. Hasan Reza Ur Rahim – Independent Director
Mr. Kamran Nishat - Independent Director
Mr. Shabbir Hussain Hashmi- Independent Director
Mr. Shafiq Ahmed - Director
Mohammad Shamoon Chaudry - Chief Executive Officer

Board Audit Committee

Mr. Shabbir Hussain Hashmi - Chairman
Mr. Hasan Reza Ur Rahim - Member
Mr. Kamran Nishat – Member

Board HR & Remuneration Committee

Mr. Hasan Reza Ur Rahim - Chairman
Mr. Abdul Samad Dawood - Member
Ms. Sabrina Dawood - Member

Board Investment Committee

Mr. Abdul Samad Dawood - Chairman
Mr. Hasan Reza Ur Rahim - Member
Mr. Kamran Nishat - Member
Mr. Shabbir Hussain Hashmi - Member

Chief Financial Officer

Muhammad Anas Karimi

Company Secretary

Mr. Asim H. Akhund

Bankers

Bank Al Habib Limited
Bank Al Falah Limited
Habib Bank Limited
National Bank of Pakistan
MCB Bank Limited
Habib Metropolitan Bank Limited

Auditors

A.F. Ferguson & Co.
(Chartered Accountants)
State Life Building 1-C,
I.I. Chundrigar Road, Karachi.
Website: www.pwc.com/pk

Tax Consultants

A.F. Ferguson & Co.
(Chartered Accountants)
State Life Building 1-C,
I.I. Chundrigar Road, Karachi.
Website: www.pwc.com/pk

Share Registrar/Transfer Agent

CDC Share Registrar Services Limited
CDC House, 99 – B, Block 'B',
S.M.C.H.S., Main Shahra-e-Faisal
Karachi-74400
Tel # (92-21) 111-111-500
Fax: (92-21) 34326053
Email: info@cdcrsl.com
Website: www.cdcrsl.com

Legal Advisors

Mohsin Tayebally & Co.
1st Floor, Dime Centre,
BC-4, Block 9, Khekashan,
Clifton, Karachi

Rating Agency

JCR – VIS Credit Rating Agency
VIS House, 128/C,
25th Lane Off Khayaban-e-Ittehad,
Phase VII, DHA, Karachi

Registered Office

Dawood Centre, M.T. Khan Road
Website: www.cyanlimited.com
Karachi-75530

Directors' Review

The Board of Directors of Cyan Limited is pleased to present the un-audited condensed interim financial statements of the company for the half year ended June 30, 2022.

Economic Review and Outlook

Pakistan continued to witness strong GDP growth for the second consecutive year as the Economy grew by 5.97% in FY22 after posting growth of 5.70% in FY21. Despite achieving strong growth for the second consecutive year, Pakistan faced serious challenges on the external front where our foreign exchange reserves and PKR came under immense pressure. This was on the back of rise in current account deficit and delay in IMF program.

The Current Account Deficit (CAD) in FY22 surged to US\$17.4bn as compared to US\$2.8bn in FY21. This was led by sharp increase in trade deficit which was up 38% in FY22 on account of surge in imports. Imports in FY22 rose by 33% to US\$72bn driven by sharp increase in petroleum imports. Sharp increase in international oil prices after the onset of Russia-Ukraine war drove petroleum imports in FY22. Pakistan, witnessed record Exports and Remittances in FY22 as they increased by 27% and 6% to US\$32bn and US\$31bn, respectively. However, huge quantum of imports and its increase led to higher CAD. Foreign exchange reserves of the country consequently dropped to US\$9.8bn in June 2022 as against US\$17.3bn in June 2021. Pak Rupee weakened by 23% or Rs47 against USD in FY22.

CPI inflation increased to 11-Year high of 12.1% in FY22 led by rise in oil prices, increase in food prices and currency devaluation. In July 2022, it surged to 25% versus 21% in June 2022 and 8.4% in July 2021. In order to address concerns over rising inflation and current account, SBP cumulatively raised the policy rate by 675bps to 13.75% in FY22.

Revival of IMF will be key for increased flows for the country and is likely to address external account concerns of the country. Revival of IMF program will also lead to increased flows from other Bi-Lateral and Multi-Lateral organization which will help Pakistan in meeting its External Financing requirements.

Additionally, commodity prices have also started witnessing a decline will remain key in determining Pakistan's economic outlook going forward.

Stock Market Review and Outlook

Pakistan market remained one of most underperforming markets amongst its regional peers as KSE-100 index was down 12% (32% in US\$ terms) in FY22 as against an increase of 38% in FY21. This was primarily on account of increase in interest rates, increased political uncertainty, and delay in IMF program which led to the index decline.

Increased uncertainty over political and economic front also led to fall in average daily traded volume and value in FY22 as it declined by 45% and 50% to 292mn shares and Rs9.7bn, respectively.

Market is currently trading at attractive valuations with record low PE of 3.3x (ex-circular debt companies 4.7x). This is significantly lower than the last 15-year average PE of 8x. We believe that resumption in IMF program and improvement in current account outlook will remain key in overall improvement in market sentiment going ahead.

Company Performance

During the period ended June 30, 2022 the company posted an loss per share of Rs.4.90 compared to earnings per share of Rs.13.59 in the corresponding period in 2021.

The company recorded loss on investment of Rs.262.00 million compared to income on investment of Rs.1,048 million in the similar period last year.

The company has changed its strategy to invest in high yielding blue chip stocks. Accordingly, The portfolio is being rationalized to reduce exposure in high beta scrips to dividend paying value stocks. Additionally, the leverage position is being optimized while efficiently managing operating cost.

Future Outlook

Pakistan's equity market is trading at a forward P/E of c.3.9x (Bloomberg consensus), at a steep discount to the 10-year average of 8.1x and now trading almost near to multiyear trough levels. Going forward, resumption of IMF programme, following staff-level agreement, is a welcoming step for the economy.

However, FY23 will be a challenging year as the country will go through a consolidation phase in order to tame the burgeoning inflation prints and current account situation, with further tightening on both the fiscal and monetary fronts. The recent budgetary measures, especially imposition of supertax, will downplay June quarter earnings due to a one-off high tax charge, and restrict dividend payouts. Shift towards defensive and high yielding stocks will continue to be the major theme in the near-term. Despite the challenges, improvements in the economy through ongoing structural reforms should bring the market back on to its growth trajectory in the longer-run, as forex reserves buildup via IMF disbursement and potential funds from bilateral countries. Therefore, the management's investment philosophy is to hold blue-chip stocks with strong fundamentals.

Acknowledgement

We would like to thank all our stakeholders, especially our valued investors, who have placed their confidence in us and also appreciate the efforts put in by the management team for their unwavering commitment and hard work. The Board would also like to place its appreciation for the Securities & Exchange Commission of Pakistan, State Bank of Pakistan and the management of the Pakistan Stock Exchange for their continued support and cooperation.

On behalf of the Board



Mr. Shabbir Hussain Hashmi
Director



Mr. Mohammad Shamoan Chaudry
CEO

Karachi: August 23, 2022

ڈائریکٹرز کی رپورٹ

سیان لمیٹڈ کے بورڈ آف ڈائریکٹرز انتہائی مسرت کے ساتھ 30 جون، 2022 کو ختم ہونے والے نصف سال کے لئے کمپنی کی غیر آڈٹ شدہ مختصر عبوری مالیاتی معلومات پیش کرتے ہیں۔

معاشی جائزہ اور آثار

پاکستان کی مجموعی ترقیاتی پیداوار کی شرح مسلسل دوسرے سال بھی مستحکم نظر آئی جب ملک نے مالی سال 2021 کے 5.70 فیصد کے بعد مالی سال 2022 میں بھی 5.97 فیصد معاشی شرح نمو ظاہر کی۔ مسلسل دوسرے سال مستحکم معاشی نمو حاصل کرنے کے باوجود پاکستان کو بیرونی سطح پر شدید مسائل کا سامنا رہا جب کرنٹ اکاؤنٹ خسارے میں اضافے اور آئی ایم ایف پروگرام میں تاخیر کی وجہ سے غیر ملکی زر مبادلہ کے ذخائر اور پاکستانی روپیہ شدید دباؤ میں آ گیا۔

مالی سال 2022 میں کرنٹ اکاؤنٹ خسارہ (CAD) مالی سال 2021 کے 2.8 ارب امریکی ڈالر کے مقابلے میں بڑھ کر 17.4 ارب امریکی ڈالر تک پہنچ گیا۔ اس اضافہ کی بنیادی وجہ تیزی سے بڑھتا تجارتی خسارہ تھا جو مالی سال 2022 میں درآمدات میں تیزی کی وجہ سے 38 فیصد تک بڑھ گیا۔ مالی سال 2022 میں پیٹرولیم مصنوعات کی درآمدات کی وجہ سے کل درآمدات 33 فیصد اضافے کے بعد 72 ارب امریکی ڈالر تک پہنچ گئیں۔ روس۔ یوکرین جنگ کے بعد بین الاقوامی سطح پر تیل کی قیمتیں تیزی سے بڑھیں جس کی وجہ سے مالی سال 2022 میں پیٹرولیم درآمدات میں اضافہ ہوا۔ مالی سال 2022 میں پاکستان نے ریکارڈ برآمدات اور ترسیلات زر ظاہر کیں جو بالترتیب 27 فیصد اور 6 فیصد اضافہ کے بعد 32 ارب امریکی ڈالر اور 31 ارب امریکی ڈالر رہیں۔ تاہم درآمدات کے بھاری حجم اور ان کی قیمتیں بڑھنے کا نتیجہ کرنٹ اکاؤنٹ خسارے میں اضافے کی صورت میں سامنے آیا۔ نتیجتاً ملک کے زر مبادلہ کے ذخائر جون 2021 کے 17.3 ارب امریکی ڈالر کے مقابلے میں جون 2022 میں کم ہو کر 9.8 ارب امریکی ڈالر ہو گئے۔ مالی سال 2022 میں پاکستانی روپیہ امریکی ڈالر کے مقابلے میں 23 فیصد یا 47 روپے کم ہو گیا۔

کنزیومر پرائس انڈیکس (CPI) افراط زر مالی سال 2022 میں 11 سال کی بلند ترین سطح 12.1 پر پہنچ گیا جو آئل اور ایشیائے خورد و نوش کی قیمتوں میں اضافے اور پاکستانی کرنسی کی قدر میں کمی کا نتیجہ تھا۔ CPI افراط زر جون 2022 کے 21 فیصد اور جولائی 2021 کے 8.4 فیصد کے مقابلے میں جولائی 2022 میں بڑھ کر 25 فیصد ہو گئی۔ بڑھتی ہوئی افراط زر اور کرنٹ اکاؤنٹ خسارے کے خدشات سے نمٹنے کے لئے اسٹیٹ بینک آف پاکستان نے مالی سال 2022 میں مجموعی طور پر پالیسی شرح 675 پیسز پوائنٹس سے بڑھا کر 13.75 فیصد کر دی۔

آئی ایم ایف پروگرام کی بحالی ملک میں سرمائے میں اضافے کے لئے کلیدی کردار ادا کرے گی اور اس سے بیرونی اکاؤنٹ کے خدشات دور ہونے کا بھی امکان ہے۔ آئی ایم ایف پروگرام کی بحالی دیگر دو طرفہ اور کثیر طرفہ اداروں کی جانب سے سرمائے کی آمد میں اضافے کا بھی باعث بنے گی جو پاکستان کو اس کی بیرونی سرمائے کی ضروریات کی تکمیل میں مدد دے گی۔

مزید برآں، اشیائے ضروریہ کی قیمتوں میں بھی کمی دیکھی جا رہی ہے، جو پاکستان کے معاشی منظر نامے کے تعین میں کلیدی کردار ادا کرے گی۔

اسٹاک مارکیٹ کا جائزہ اور آثار

پاکستانی اسٹاک مارکیٹ علاقائی مارکیٹس کے درمیان سب سے کم کارکردگی ظاہر کرنے والی مارکیٹس میں سے ایک رہی اور KSE-100 انڈیکس میں مالی سال 2022 میں 12 فیصد (امریکی ڈالر کے لحاظ سے 32 فیصد) کی کمی دیکھی گئی جبکہ اس کے مقابلہ میں مالی سال 2021 میں 38 فیصد اضافہ ریکارڈ کیا گیا تھا۔ شرح سود میں اضافہ، بڑھتی ہوئی سیاسی غیر یقینی کی صورتحال اور آئی ایم ایف پروگرام میں تاخیر اس کی بنیادی وجوہات تھیں جو انڈیکس میں کمی کا باعث بنیں۔

سیاسی اور معاشی سطح پر بڑھتی ہوئی غیر یقینی کی صورتحال مالی سال 2022 میں اوسط یومیہ تجارتی حجم اور قدر میں کمی کا باعث بنی جو بالترتیب 45 فیصد اور 50 فیصد کمی کے بعد 292 ملین حصص اور 9.7 ارب روپے ہو گئی۔

موجودہ طور پر مارکیٹ $3.3x$ ملٹی پل کے ریکارڈ کم PE کے ساتھ پُرکشش قدر پر تجارت کر رہی ہے (سابقہ سرکلر ڈیٹ کمپنیز $4.7x$)۔ یہ گزشتہ 15 سال کے اوسط PE یعنی $8x$ سے کافی حد تک کم ہے۔ ہمیں یقین ہے کہ آئی ایم ایف پروگرام کی بحالی اور کرنٹ اکاؤنٹ کے منظر نامے میں بہتری آگے چل کر مارکیٹ کے رجحان میں مجموعی بہتری کے لئے کلیدی اہمیت کی حامل ہوگی۔

کمپنی کی کارکردگی

30 جون، 2022 کو ختم ہونے والی مدت میں کمپنی نے سال 2021 کی اسی مدت کی 13.59 روپے فی حصص آمدنی کے مقابلہ میں 4.90 روپے فی حصص خسارہ ظاہر کیا۔

کمپنی نے زیادہ منافع بخش بلیو چپ اسٹاکس میں سرمایہ کاری کی اپنی حکمت عملی کو تبدیل کیا ہے۔ لہذا ہائی بیٹا اسکرپٹس میں سرمایہ کاری کم کر کے ڈیویڈنڈ ادا کرنے والے ویلیو اسٹاکس میں سرمایہ کاری بڑھانے کے لئے پورٹ فولیو کو جدید خطوط پر استوار کیا جا رہا ہے۔ مزید برآں، انتظامی اخراجات کا مؤثر طریقے سے انتظام کرتے ہوئے لیوریج پوزیشن کو بہتر بنایا جا رہا ہے۔

زیر جائزہ مدت میں کمپنی نے سرمایہ کاریوں پر 262.00 ملین روپے کا خسارہ ظاہر کیا جبکہ گزشتہ سال کی اسی مدت میں سرمایہ کاریوں پر 1,048 ملین روپے کی آمدنی ریکارڈ کی گئی تھی۔

مستقبل کے آثار

پاکستان کی ایکویٹی مارکیٹ 3.9x کے فارورڈ PE پر تجارت کر رہی ہے (بلومبرگ کا اتفاق رائے)، اضافی ڈسکاؤنٹ پر 10 سالہ اوسط 8.1x پر اور اب تقریباً multi year trough levels کے قریب تجارت کر رہی ہے۔ آگے چل کر اسٹاف لیول معاہدوں کے بعد آئی ایم ایف پروگرام کی بحالی معیشت کے لئے ایک خوش آئند اقدام ثابت ہوگی۔

تاہم مالی سال 2023 ایک مشکل سال ثابت ہوگا، کیونکہ ملک تیزی سے بڑھتی ہوئی افراط زر اور کرنٹ اکاؤنٹ کی صورتحال پر قابو پانے کے لئے بحالی کے دور سے گزرے گا جبکہ مالیات اور کرنسی پر دباؤ مزید بڑھے گا۔ بجٹ سے متعلقہ حالیہ اقدامات بالخصوص سپر ٹیکس کا نفاذ جون کی سہ ماہی کی آمدنی کو ایک بار کے زیادہ ٹیکس چارج کی وجہ سے کم کر دے گا اور ڈیویڈنڈ کی ادائیگیاں بھی محدود ہو جائیں گی۔ مستقبل قریب میں بھی محفوظ اور زیادہ منافع بخش حصص میں سرمائے کی منتقلی بنیادی اہمیت کی حامل رہے گی۔ مشکلات کے باوجود موجودہ اصلاحات کے باعث معیشت میں آنے والی بہتری سے مارکیٹ آگے چل کر ترقی کی رفتار حاصل کر لے گی، کیونکہ آئی ایم ایف کی قسط اور دوست ممالک سے ممکنہ فنڈز سے حصول کے بعد غیر ملکی زرمبادلہ کے ذخائر میں اضافہ ہوگا لہذا انتظامیہ کا سرمایہ کاری کا فلسفہ یہ ہے کہ مستحکم بنیادوں کے ساتھ بڑی اور اچھی شہرت کی حامل کمپنیوں میں سرمایہ کاری جاری رکھی جائے۔

اظہار تشکر

ہم اپنے تمام شریکان کار بالخصوص اپنے قابل قدر سرمایہ کاروں کے تہہ دل سے مشکور ہیں جنہوں نے ہم پر اعتماد کیا اور اس کے ساتھ ہی ہم اپنی انتظامیہ کی غیر متزلزل وابستگی اور انتھک محنت کی بھی دل سے قدر کرتے ہیں۔ کمپنی کے بورڈ آف ڈائریکٹرز، سیکریٹریز اینڈ ایگزیکٹو کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان اور پاکستان اسٹاک ایکسچینج کی انتظامیہ کے بھی اس کے مسلسل تعاون اور اشتراک کے لئے تہہ دل سے مشکور ہیں۔

بحکم بورڈ

جناب محمد شمعون چوہدری

شبیر حسین ہاشمی

سی ای او

ڈائریکٹر

کراچی: 23 اگست، 2022



INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF CYAN LIMITED
REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Cyan Limited ("the Company") as at June 30, 2022 and the related condensed interim statement of profit or loss account and other comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the interim financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

The figures of the condensed interim statement of profit or loss account and other comprehensive income and notes thereto for the quarters ended June 30, 2022 and 2021 have not been reviewed, as we are required to review only the cumulative figures for the half year ended June 30, 2022.

Scope of Review

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

Conclusion

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

The engagement partner on the review resulting in this independent auditor's review report is **Khattab Muhammad Akhi Baig**.

A.F. Ferguson & Co.

Chartered Accountants

Karachi

Dated: August 25, 2022

UDIN: RR202210081905K6qTxV

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Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427938/32424740; <www.pwc.com/pk>

CYAN LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2022

		(Un-audited) June 30, 2022	(Audited) December 31, 2021
	Note	----- (Rupees in '000) -----	
ASSETS			
Non-current assets			
Property and equipment	6	4,135	50,146
Intangible assets	7	146	114
Long term investment	8	47,358	46,218
Deferred taxation		75,050	28,956
Long term deposit		2,500	2,500
		<u>129,189</u>	<u>127,934</u>
Current assets			
Short term investments	9	1,789,291	2,586,129
Trade and other receivables		43,277	12,895
Advances and short-term prepayments		3,225	3,110
Cash and bank balances	10	72	234
		<u>1,835,865</u>	<u>2,602,368</u>
TOTAL ASSETS		<u><u>1,965,054</u></u>	<u><u>2,730,302</u></u>
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised share capital			
100,000,000 (2021: 100,000,000) Ordinary shares of Rs. 10 each		<u>1,000,000</u>	<u>1,000,000</u>
Issued, subscribed and paid-up share capital		615,591	615,591
Unappropriated profit		86,755	634,362
Reserves		133,088	133,088
Remeasurement on post retirement benefits obligation - net of tax		3,256	3,215
Surplus on revaluation of investment carried at fair value through other comprehensive income		435,042	496,982
		<u>1,273,732</u>	<u>1,883,238</u>
Non-current liabilities			
Deferred liability - gratuity		163	20,910
Lease liability against right-of-use asset		-	22,829
		<u>163</u>	<u>43,739</u>
Current liabilities			
Trade and other payables		14,243	69,402
Current portion of lease liability against right-of-use asset		-	8,339
Unclaimed dividend		30,104	28,859
Short term borrowings	11	610,144	671,401
Taxation - net		36,668	25,324
		<u>691,159</u>	<u>803,325</u>
TOTAL EQUITY AND LIABILITIES		<u><u>1,965,054</u></u>	<u><u>2,730,302</u></u>
CONTINGENCIES AND COMMITMENTS	12		

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

Chief Financial Officer

Chief Executive Officer

Director

CYAN LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT AND
OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2022

	Note	Quarter Ended		Half Year Ended	
		June 30, 2022	June 30, 2021	June 30, 2022	June 30, 2021
(Rupees in '000)					
Income					
Return on investments	13	35,308	40,074	77,798	48,847
(Loss) / gain on sale of investments - net		(16,802)	260,809	(15,687)	386,490
Other income / (loss)		4,232	3,688	(113)	6,986
		<u>22,738</u>	<u>304,571</u>	<u>61,998</u>	<u>442,323</u>
Unrealised (diminution) / appreciation on re-measurement of investments classified as financial assets at fair value through profit or loss - net		(280,183)	202,733	(324,306)	615,483
Unrealised appreciation / (diminution) on re-measurement of derivatives - net		-	1,692	-	(2,372)
		<u>(257,445)</u>	<u>508,996</u>	<u>(262,308)</u>	<u>1,055,434</u>
Expenses					
Operating and administrative expenses		(8,059)	(37,305)	(33,245)	(72,014)
Financial charges		(21,771)	(7,623)	(40,431)	(17,400)
		<u>(29,830)</u>	<u>(44,928)</u>	<u>(73,676)</u>	<u>(89,414)</u>
(Loss) / profit for the period before taxation		<u>(287,275)</u>	<u>464,068</u>	<u>(335,984)</u>	<u>966,020</u>
Taxation - net	14	33,421	(47,435)	34,613	(129,406)
(Loss) / profit for the period after taxation		<u>(253,854)</u>	<u>416,633</u>	<u>(301,371)</u>	<u>836,614</u>
Other comprehensive income / (loss) for the period					
Items that will not be reclassified to profit or loss					
Deficit on revaluation of investments carried at fair value through other comprehensive income		(79,227)	(116,640)	(61,940)	(112,964)
Remeasurement of post retirement benefits obligation - net of tax		-	-	41	-
Total comprehensive (loss) / income for the period		<u>(333,081)</u>	<u>299,993</u>	<u>(363,270)</u>	<u>723,650</u>
Basic and diluted (loss) / earnings per share	15	<u>(4.12)</u>	<u>6.77</u>	<u>(4.90)</u>	<u>13.59</u>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

Chief Financial Officer

Chief Executive Officer

Director

CYAN LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2022

Share Capital	Capital reserves			Revenue reserves		Remeasure-ment on post retirement benefits obligation - net of tax	Surplus / (deficit) on revaluation of investment carried at fair value through other comprehensive income	Total	
	Issued, subscribed and paid-up	Reserve for exceptional losses	Reserve for bonus shares	Capital gain reserve	General reserve				Unappropriated profit
(Rupees in '000)									
Balance as at January 1, 2021	615,591	10,535	-	2,553	120,000	1,027,125	1,831	674,723	2,452,358
Transactions with owners recorded directly in equity									
Transfer to reserve on sale of investment carried at fair value through other comprehensive income	-	-	-	-	-	80,995	-	(80,995)	-
Final dividend @ Rs.5 per share for the year ended December 31, 2020	-	-	-	-	-	(307,796)	-	-	(307,796)
	-	-	-	-	-	(226,801)	-	(80,995)	(307,796)
Total comprehensive income for the period ended June 30, 2021									
Net income for the half year ended June 30, 2021	-	-	-	-	-	836,614	-	-	836,614
Other comprehensive loss	-	-	-	-	-	-	-	(112,964)	(112,964)
Total comprehensive income / (loss)	-	-	-	-	-	836,614	-	(112,964)	723,650
Balance as at June 30, 2021	615,591	10,535	-	2,553	120,000	1,636,938	1,831	480,764	2,868,212
Balance as at January 1, 2022	615,591	10,535	-	2,553	120,000	634,362	3,215	496,982	1,883,238
Transactions with owners recorded directly in equity									
Final dividend @ Rs.4 per share for the year ended December 31, 2021	-	-	-	-	-	(246,236)	-	-	(246,236)
	-	-	-	-	-	(246,236)	-	-	(246,236)
Total comprehensive income for the period ended June 30, 2022									
Net Loss for the half year ended June 30, 2022	-	-	-	-	-	(301,371)	-	-	(301,371)
Deficit on revaluation of investments carried at fair value through other comprehensive income	-	-	-	-	-	-	-	(61,940)	(61,940)
Remeasurement of post retirement benefits obligation - net of tax	-	-	-	-	-	-	41	-	41
Total comprehensive (loss) / income	-	-	-	-	-	(301,371)	41	(61,940)	(363,270)
Balance as at June 30, 2022	615,591	10,535	-	2,553	120,000	86,755	3,256	435,042	1,273,732

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

Chief Financial Officer

Chief Executive Officer

Director

CYAN LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2022

	<u>Half year ended</u>	
	<u>June 30,</u> <u>2022</u>	<u>June 30,</u> <u>2021</u>
	Note -----	(Rupees in '000) -----
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss) / profit before taxation	(335,984)	966,020
Adjustment for non cash charges and other items:		
Depreciation on owned fixed asset	1,101	2,264
Depreciation on right-of-use asset	1,711	3,987
Amortisation	66	65
Loss / (gain) on sale of investments - net	15,687	(386,490)
Loss / (gain) on sale of property and equipment	6,314	(60)
Amortisation income on government securities	(1,140)	(997)
Financial charges	40,431	17,400
Unrealised diminution / (appreciation) on re-measurement of investments classified as financial assets at fair value through profit or loss - net	324,306	(615,483)
Unrealised diminution on re-measurement of derivatives - net	-	2,372
	388,476	(976,942)
Operating income / (loss) before working capital changes	52,492	(10,922)
(Increase) / decrease in operating assets		
Trade and other receivables	(34,114)	(46,222)
Long term loan	-	4,362
Advances and short term prepayments	(115)	(50,711)
	(34,229)	(92,571)
(Decrease) / increase in operating liabilities		
Trade and other payables	(55,159)	(142,513)
Deferred liability	(20,689)	2,302
	(75,848)	(140,211)
Taxes paid	(154)	(6,287)
Financial charges paid	(26,269)	(18,695)
Net cash used in operating activities	(84,008)	(268,686)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investments	533,942	5,163,041
Investment in securities	(135,305)	(4,730,009)
Capital expenditure incurred	(98)	(1,412)
Proceeds from sale of property and equipment	7,867	80
Net cash generated from investing activities	406,406	431,700
CASH FLOWS FROM FINANCING ACTIVITIES		
Rentals paid against lease liability	(2,151)	(4,635)
Dividend paid	(244,991)	(306,068)
Net cash used in financing activities	(247,142)	(310,703)
Net increase / (decrease) in cash and cash equivalents	75,256	(147,689)
Cash and cash equivalents at the beginning of the period	(660,162)	(206,282)
Cash and cash equivalents at the end of the period	10.1 (584,906)	(353,971)

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

Chief Financial Officer

Chief Executive Officer

Director

CYAN LIMITED
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2022

1 LEGAL STATUS AND NATURE OF BUSINESS

Cyan Limited ("the Company"), a DH Group Company, is a Public Limited Company incorporated in Pakistan on April 23, 1960 under the Companies Act, 1913 (now Companies Act, 2017). The Company is listed on the Pakistan Stock Exchange Limited. The registered office of the Company is situated at 9th Floor Dawood Centre, Moulvi Tamizuddin Khan Road, Karachi. The Company is a subsidiary of Dawood Corporation (Private) Limited (the Parent Company).

The company is engaged in making equity investments in companies with high growth potential.

2 BASIS OF PRESENTATION

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; 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, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These condensed interim financial statements do not include all the information and disclosures made in the annual published financial information and should be read in conjunction with the annual published financial statements of the Company for the year ended December 31, 2021.

These condensed interim financial statements are un-audited. However, a review has been performed by the statutory auditors in accordance with the requirements of the Listed Companies (Code of Corporate Governance) Regulations, 2019.

2.2 Changes in accounting standards, interpretations and pronouncements

2.2.1 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period:

There are certain new standards, interpretations and amendments to the existing accounting and reporting standards that have become applicable to the Company's accounting period beginning on January 1, 2022. These are considered either not to be relevant or do not have any significant impact on the Company's condensed interim financial statements and are therefore not detailed in these condensed interim financial statements.

2.2.2 Standards, interpretations and amendments to published approved accounting and reporting standards that are not yet effective:

There are certain new standards, amendments and interpretations to the accounting and reporting standards that will be mandatory for the Company's accounting period beginning after January 1, 2022. However, these standards, amendments and interpretations will not have any significant impact on the Company's financial reporting and therefore have not been disclosed in these condensed interim financial statements.

2.2.3 These condensed interim financial statements include the condensed interim statement of financial position as at June 30, 2022 and the condensed interim profit or loss and other comprehensive income, the condensed interim statement of changes in equity, the condensed interim statement of cash flows and notes thereto for the half year then ended which have been subjected to a review but have not been audited. These condensed interim financial statements also include the condensed interim profit or loss and other comprehensive income for the quarter ended June 30, 2022 which were not subject to review.

2.2.4 The comparative statement of financial position presented in these condensed interim financial statements as at December 31, 2021 has been extracted from the audited financial statements of the Company for the year ended December 31, 2021. The comparative condensed interim profit or loss account and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows for the half year ended June 30, 2021 have been extracted from the condensed interim financial statements of the Company for the half year then ended. The comparative condensed interim profit or loss and other comprehensive income for the quarter ended June 30, 2021 are also included in these condensed interim financial statements which were not subject to review.

2.3 Basis of measurement

These condensed interim financial statements have been prepared using the historical cost convention, except for certain investments which are measured at fair value. Further, obligations in respect of staff retirement benefits are carried at present value of defined benefit obligation less fair value of plan assets.

2.4 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani rupee, which is also the Company's functional and presentation currency.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of the condensed interim financial statements are same as those applied in the preparation of the financial statements of the Company for the year ended December 31, 2021.

4 SIGNIFICANT ACCOUNTING JUDGMENTS AND ESTIMATES

The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on the management's experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods. The significant judgments made by the management in applying the Company's accounting policies and the key resources of estimation and uncertainty were the same as those applied to the financial statements for the year ended December 31, 2021.

5 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the company are consistent with those disclosed in the financial statements for the year ended December 31, 2021.

6 PROPERTY AND EQUIPMENT

	(Un-audited) June 30, 2022	(Audited) December 31, 2021
	------(Rupees in '000)-----	
Opening book value	50,146	28,074
Additions during the period / year	-	35,058
	50,146	63,132
Less: Written down value of disposals during the period / year	(43,199)	(59)
Less: Depreciation for the period / year	(2,812)	(12,927)
	(46,011)	(12,986)
	<u>4,135</u>	<u>50,146</u>

	Note	(Un-audited) June 30, 2022	(Audited) December 31, 2021
------(Rupees in '000)-----			

The details of additions and disposals during the period / year are as follows:

Additions - cost			
Office equipment		-	3,231
Furniture and fixture		-	66
Right of use asset		-	31,761
		<u>-</u>	<u>35,058</u>
Disposals - cost			
Vehicles		10,020	-
Right of use asset*		31,761	23,447
Furniture and Fixture		16,830	
Office equipment		10,056	1,467
		<u>68,667</u>	<u>24,914</u>

*This represents lease contract terminated during the period.

7 INTANGIBLE ASSETS

Opening book value		114	246
Additions during the period / year		98	-
Less: Amortisation for the period / year		(66)	(132)
		<u>146</u>	<u>114</u>

The details of additions during the period / year are as follows:

Additions - cost			
Software license		<u>98</u>	<u>-</u>

8 LONG TERM INVESTMENT

Investments carried at amortised cost	8.1 & 8.2	<u>47,358</u>	<u>46,218</u>
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8.1 These are five year Pakistan Investment Bonds placed with the State Bank of Pakistan as statutory deposit in accordance with the requirements of clause (a) of sub section 2 of section 29 of the Insurance Ordinance, 2000. The Pakistan Investment Bonds have a face value of Rs. 50 million and market value of Rs.46.64 million as at June 30, 2022. These will be released once the outstanding claims and balances relating to insurance business are settled.

8.2 These carry a profit yield at 13.71% per annum (December 31, 2021: Rs. 13.71% per annum) payable at six months interval and are due to mature on July 12, 2023.

	Note	(Un-audited) June 30, 2022	(Audited) December 31, 2021
------(Rupees in '000)-----			

9 SHORT TERM INVESTMENTS

Investments carried at amortised cost	9.1	3,000	10,500
Investments carried at fair value through other comprehensive income	9.2	527,135	589,075
Investments carried at fair value through profit or loss	9.3	1,259,156	1,986,554
		<u>1,789,291</u>	<u>2,586,129</u>

9.1 Investments carried at amortised cost

Deposits maturing within one month	9.1.1	3,000	3,000
Deposits maturing within one year		-	7,500
		<u>3,000</u>	<u>10,500</u>

9.1.1 These 'Term Deposit Receipts' carry mark-up at 12.5% per annum (December 31, 2021: 8.5% per annum) and are due to mature on July 05, 2022.

9.2	Investments carried at fair value through other comprehensive income	Note	(Un-audited)	(Audited)
			June 30, 2022	December 31, 2021

----- (Rupees in '000) -----

Quoted shares - related parties	9.2.1	527,135	589,075
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9.2.1 Quoted shares - related parties

Name of investee company	Number of Shares		Cost	Market value	
	June 30, 2022	December 31, 2021	June 30, 2022	June 30, 2022	December 31, 2021
----- Rupees in '000 -----					
Inv. Banks / Inv. Cos / Securities Cos.					
Dawood Lawrencepur Limited Equity held: 5% (2021: 5%)	2,965,095	2,965,095	222,111	527,135	589,075
			222,111	527,135	589,075
Less : Provision for impairment			(130,018)		
Carrying value			92,093		
Market value as at June 30, 2022			527,135		
Unrealised gain on quoted shares			435,042		

9.3 Investments carried at fair value through profit or loss

Note ----- (Rupees in '000) -----

Quoted shares	9.3.1	1,256,866	1,984,265
Units of mutual funds	9.3.2	2,290	2,289
		1,259,156	1,986,554

9.3.1 Quoted shares

Name of investee company	Note	Number of shares		Carrying value	Market value	
		June 30, 2022	December 31, 2021	June 30, 2022	June 30, 2022	December 31, 2021
----- (Rupees in '000) -----						
Oil and Gas Marketing						
Pakistan State Oil Company Limited		-	750,000	-	-	136,418
Textile Composite						
Gul Ahmed Textile Mills Limited		-	500,000	-	-	23,530
Pharmaceuticals						
Citi Pharma Limited		-	283,550	-	-	10,140
Technology and Communication						
Hum Network Limited		-	5,565,000	-	-	35,949
Worldcall Telecom Limited		10,000,000	10,000,000	20,800	13,300	20,800
Air Link Communication Limited		-	1,000,000	-	-	58,060
Avanceon Limited		-	500,000	-	-	45,560
Commercial Banks						
Bank Alfalah Limited		825,410	1,000,000	28,559	26,413	34,600
Habib Bank Limited	9.3.1.2 & 9.3.1.3	2,050,000	2,500,000	239,070	187,247	291,550
MCB Bank Limited	9.3.1.2 & 9.3.1.4	1,250,000	1,250,000	191,688	153,725	191,688
United Bank Limited	9.3.1.2 & 9.3.1.3	4,244,773	4,500,405	579,751	480,211	614,665

Name of investee company	Note	Number of shares		Carrying value	Market value	
		June 30,	December 31,	June 30,	June 30,	December 31,
		2022	2021	2022	2022	2021
(Rupees in '000')						
Chemical						
Nimir Resins Limited		3,079,500	3,079,500	58,079	44,745	58,079
Food and Personal Care Products						
Unity Foods Limited	9.3.1.1 & 9.3.1.4	17,500,000	17,500,000	463,226	351,225	463,226
				<u>1,581,173</u>	<u>1,256,866</u>	<u>1,984,265</u>
Unrealised loss on quoted shares				<u>(324,307)</u>		

9.3.1.1 4 million shares (December 31, 2021: 4 million shares) of Unity Foods Limited having market value of Rs. 80.280 million (December 31, 2021: 105.880) as at June 30, 2022 have been pledged as collateral in favor of National Clearing Company of Pakistan Limited against exposure margins and mark to market losses.

9.3.1.2 0.7 million shares (December 31, 2021: 0.7 million shares) of Habib Bank Limited having a market value of Rs. 63.938 million (December 31, 2021: Rs. 81.634 million), 0.7 million shares (December 31, 2021: 0.7 million) of MCB Bank Limited having a market value of Rs. 86.086 million (December 31, 2021: Rs.107.345 million) and 0.7 million shares (December 31, 2021: 0.7 million shares) of United Bank Limited having a market value of Rs. 79.317 million (December 31, 2021: 95.606) as at June 30, 2022, have been pledged with Habib Metropolitan Bank Limited as collateral against running finance facility obtained from the bank.

9.3.1.3 1.35 million shares (December 31, 2021: 1 million shares) of Habib Bank Limited having a market value of Rs. 123.309 million (December 31, 2021: Rs. 116.62 million) and 3.3 million shares (December 31, 2021: 3.7 million shares) of United Bank Limited having a market value of Rs. 373.923 million (December 31, 2021: Rs. 505.346 million) as at June 30, 2022, have been pledged with MCB Bank Limited as collateral against running finance facility obtained from the bank.

9.3.1.4 10.5 million shares (December 31, 2021: 3.5 million shares) of Unity Foods Limited having a market value of Rs. 210.735 million (December 31, 2021: Rs. 92.645 million) and 0.5 million shares (December 31, 2021: Nil) of MCB Bank Limited having a market value of Rs. 61.490 million (December 31, 2021: Rs. 505.346 million) as at June 30, 2022, have been pledged with Bank Al Habib Limited as collateral against running finance facility obtained from the bank.

9.3.2 Units of Mutual funds

Name of Fund	Note	Number of units		Carrying value	Market value	
		June 30,	December 31,	June 30,	June 30,	December 31,
		2022	2021	2022	2022	2021
(Rupees in '000')						
NBP Government Securities Liquid Fund	9.3.2.1	223,871	223,871	2,289	2,290	2,289
				<u>2,289</u>	<u>2,290</u>	<u>2,289</u>
Market value as at June 30, 2022				2,290		
Unrealised gain on units of mutual fund				<u>1</u>		

9.3.2.1 223,871 units (December 31, 2021: 223,871 units) of NBP Government Liquid Fund having a market value of Rs. 2.290 million (December 31, 2021: Rs. 2.289 million) have been kept under pledge with NBP Government Liquid Fund pending settlement of a claim in litigation.

		(Un-audited)	(Audited)
		June 30,	December 31,
		2022	2021
		(Rupees in '000')	
10 CASH AND BANK BALANCES			
Cash in hand		5	50
Cash at bank		67	184
		<u>72</u>	<u>234</u>

		(Un-audited)	
		June 30, 2022	June 30, 2021
		----- (Rupees in '000) -----	
10.1	Cash and cash equivalents	Note	
Cash and cash equivalents for the purpose of cash flow comprise of the following:			
	Cash and bank balances		72 706
	Term deposit receipts	9.1	3,000 3,000
	Short term borrowings	11	(587,978) (357,677)
			<u>(584,906)</u> <u>(353,971)</u>

		(Un-audited)	(Audited)
		June 30, 2022	December 31, 2021
		----- (Rupees in '000) -----	
11	SHORT TERM BORROWINGS		
	Short term borrowings	587,978	663,396
	Markup accrued	22,167	8,005
		<u>610,144</u>	<u>671,401</u>

11.1 The Company has running finance facility of Rs.1,000 million (December 31, 2021: Rs. 1,000 million) under mark-up arrangement with MCB Bank Limited. The facility carries mark-up at 1 month KIBOR plus 0.50% per annum (December 31, 2021: 1 month KIBOR + 0.5% per annum) and will expire on July 31, 2022.

11.2 The Company has running finance facility of Rs. 500 million (December 31, 2021: Rs. 500 million) under mark-up arrangement with Bank Al Habib Limited. The facility carries mark-up at 3 month KIBOR plus 1.00% per annum (December 31, 2021: 3 months KIBOR plus 1% per annum) and will expire on March 31, 2023.

11.3 The Company had running finance facility of Rs. 250 million (December 31, 2021: Rs. 250 million) under mark-up arrangement with National Bank Limited. The facility carried mark up at 3 months KIBOR plus 0.20% per annum (December 31, 2021: 3 month KIBOR + 0.20% per annum) and expired on April 30, 2022.

11.4 The Company has running finance facility of Rs.300 million (December 31, 2021: Rs. 300 million) under mark-up arrangement with Habib Metropolitan Bank Limited. The facility carries mark up at 3 months KIBOR plus 0.50% per annum (December 31, 2021: 3 month KIBOR plus 0.5% per annum) and will expire on December 31, 2022.

		(Un-audited)	(Audited)
		June 30, 2022	December 31, 2021
		----- (Rupees in '000) -----	
12	CONTINGENCIES AND COMMITMENTS		
	Guarantee issued on behalf of the Company by a commercial bank	<u>2,800</u>	<u>2,800</u>

12.1 The status of taxation related contingencies as disclosed in note 24.1 to the annual financial statements of the Company for the year ended December 31, 2021 has remained unchanged.

		(Un-audited)	
		June 30, 2022	June 30, 2021
		----- (Rupees in '000) -----	
13	RETURN ON INVESTMENTS		
	Amortisation on government securities	1,140	997
	Interest income on government securities	1,998	1,998
	Dividend income	74,660	45,852
		<u>77,798</u>	<u>48,847</u>

		(Un-audited)	
		June 30, 2022	June 30, 2021
		----- (Rupees in '000) -----	
14	TAXATION		
	- Current year	(11,499)	(71,062)
	- Deferred	46,112	(58,344)
		<u>34,613</u>	<u>(129,406)</u>

15	(LOSS) / PROFIT PER SHARE - BASIC AND DILUTED		
	(Loss) / profit for the period after taxation	<u>(301,371)</u>	<u>836,614</u>
		(Number of shares)	
	Weighted average number of ordinary shares outstanding as at the period end	<u>61,559,108</u>	<u>61,559,108</u>
		----- (Rupees) -----	
	(Loss) / Earnings per share	<u>(4.90)</u>	<u>13.59</u>

16 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise companies with common directors, group companies, associated companies, defined contribution plan, defined benefit plan directors and key management personnel and their close family members. Transactions with related parties are entered into at rates negotiated with them. Remuneration to key management personnel are in accordance with their terms of employment. Transactions with related parties other than those which have been disclosed elsewhere in the condensed interim financial statements are as follows:

16.1	Transactions	<u>Quarter ended June 30</u>		<u>Half year ended June 30</u>	
		2022	2021	2022	2021
		Un-audited			
		----- (Rupees in '000) -----			
	Parent company				
	Dividend paid	-	-	159,316	199,146
	Sale of Assets	-	-	635	
	Associated companies				
	Rendering of service	4,000	3,000	6,000	6,000
	Purchase of service	460	2,489	3,453	4,978
	Dividend income	-	10,378	-	10,378
	Dividend paid	-	-	5,587	6,984
	Other related parties				
	Dividend paid to sponsors	-	-	36,439	52,676
	Provision relating to staff retirement gratuity scheme	163	1,151	2,389	2,302
	Contribution to staff provident fund	257	1,145	1,029	2,251
	Key management personnel				
	Director fee	350	200	1,000	550
	Remuneration	3,356	10,126	12,479	20,253
	Loan recovery	-	-	-	4,367
	Dividend paid	-	-	7,493	2,252

		June 30, 2022	December 31, 2021
		(Un-audited)	(Audited)
		----- (Rupees in '000) -----	
16.2	Balances outstanding		
	Receivable from related party	1,391	1,500
	Payable to related party	585	226
	Security deposit with related party	<u>1,740</u>	<u>1,740</u>

17 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 an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from carrying value as the items are short-term in nature or periodically repriced.

As per the requirements of the International Financial Reporting Standard 13, 'Fair Value Measurement', the Company shall classify fair value measurements using a fair value 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 (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs for assets or liability that are not based on observable market data (i.e. unobservable inputs).

Investments carried at fair value are categorised as follows:

----- (Un-audited) -----				
----- As at June 30, 2022 -----				
	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				

ASSETS

Investment in securities - financial assets at fair value through profit or loss

- Quoted shares	1,256,866	-	-	1,256,866
- Mutual fund units	-	2,290	-	2,290
	<u>1,256,866</u>	<u>2,290</u>	<u>-</u>	<u>1,259,156</u>

Investment in securities - financial assets at fair value through other comprehensive income

- Quoted shares	<u>527,135</u>	<u>-</u>	<u>-</u>	<u>527,135</u>
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ASSETS

Investment in securities - financial assets at fair value through profit or loss

- Quoted shares	1,984,265	-	-	1,984,265
- Mutual fund units	-	2,289	-	2,289
- Derivate contract	3,732	-	-	3,732
	<u>1,987,997</u>	<u>2,289</u>	<u>-</u>	<u>1,990,286</u>

Investment in securities - financial assets at fair value through other comprehensive income

- Quoted shares	<u>589,075</u>	<u>-</u>	<u>-</u>	<u>589,075</u>
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----- (Audited) -----				
----- As at December 31, 2021 -----				
	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				

18 GENERAL

18.1 Corresponding figures

There were no significant re-classifications during the period.

18.2 Rounding off

Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

18.3 Subsequent events

The Board of Directors in its meeting held on August 23, 2022 have proposed an interim cash dividend in respect of the period ended June 30, 2022 of Rs. NIL per share (NIL%) (June 30, 2021: Rs. 4 per share (40%)). These condensed interim financial statements do not include the effect of these appropriations which will be accounted for subsequent to the period end.

19 AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on August 23, 2022 by the Board of Directors of the Company.

Chief Financial Officer

Chief Executive Officer

Director

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