

**BIAFO INDUSTRIES LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2022**

	Note	30 June 2022 Rupees	30 June 2021 Rupees
<b>NON - CURRENT ASSETS</b>			
Property, plant and equipment	6	1,990,489,199	1,136,738,217
Investment property	7	67,562,580	68,281,627
Long-term deposits		1,777,650	1,777,650
		<u>2,059,829,429</u>	<u>1,206,797,494</u>
<b>CURRENT ASSETS</b>			
Inventories	8	542,924,259	510,745,479
Trade debts	9	459,361,686	333,158,182
Short-term advances	10	109,639,300	34,297,781
Trade deposits, short-term prepayments and other receivables	11	52,519,965	40,892,454
Short-term investments	12	316,860,605	265,638,961
Advance tax - net	13	40,510,943	52,113,062
Cash and bank balances	14	71,855,534	46,665,106
		<u>1,593,672,292</u>	<u>1,283,511,025</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	15	349,656,098	240,232,017
Current portion of long-term loan	17	75,299,188	21,982,562
Current portion of lease liabilities	19	6,305,878	3,745,156
Short-term borrowings	16	549,095,329	504,188,266
Unclaimed dividend		27,399,799	24,567,634
Unpaid dividend		15,442,085	14,641,304
		<u>1,023,198,377</u>	<u>809,356,939</u>
<b>NET CURRENT ASSETS</b>		<b>570,473,915</b>	<b>474,154,086</b>
<b>NON - CURRENT LIABILITIES</b>			
Long-term loan	17	183,904,620	90,619,127
Employee benefit	18	12,220,200	5,008,014
Lease liabilities	19	6,506,651	5,715,577
Deferred tax liability - net	20	91,364,325	35,362,872
		<u>293,995,796</u>	<u>136,705,590</u>
<b>NET ASSETS</b>		<b>2,336,307,548</b>	<b>1,544,245,990</b>
<b>REPRESENTED BY:</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Share capital	21	463,826,880	383,328,000
Revenue reserve - unappropriated profit		544,672,628	458,055,695
Capital reserve - revaluation surplus on property, plant and equipment - net of tax	22	1,327,808,040	702,862,295
		<u>2,336,307,548</u>	<u>1,544,245,990</u>
<b>CONTINGENCIES AND COMMITMENTS</b>			
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The annexed notes 1 to 41 form an integral part of these financial statements.

  
Chief Financial Officer

  
Chief Executive Officer

  
Director

**BIAFO INDUSTRIES LIMITED**  
**STATEMENT OF PROFIT OR LOSS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	Note	30 June 2022 Rupees	30 June 2021 Rupees
Revenue - net	24	1,668,099,587	1,472,764,884
Cost of sales	25	(1,086,118,585)	(908,809,328)
Gross profit		581,981,002	563,955,556
Other income	26	7,661,089	7,461,905
Distribution expenses	27	(53,956,789)	(56,684,243)
Administrative expenses	28	(157,653,870)	(129,550,464)
Net impairment losses on financial assets		(4,817,456)	6,077,221
Operating profit		373,213,976	391,259,975
Finance costs	29	(71,030,843)	(53,806,200)
Finance income	30	75,902,172	13,459,924
Net finance cost		4,871,329	(40,346,276)
Workers' profit participation fund		(18,904,265)	(17,545,685)
Workers' welfare fund		(7,184,221)	(4,740,141)
Profit before tax		351,996,819	328,627,873
Income tax expense	31	(104,267,632)	(74,588,498)
Profit for the year		247,729,187	254,039,375
Earnings per share			Restated
Basic and diluted	32	5.34	5.48

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Chief Financial Officer

  
Chief Executive Officer

  
Director

**BIAFO INDUSTRIES LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	30 June 2022 Rupees	30 June 2021 Rupees
Profit for the year	247,729,187	254,039,375
Other comprehensive income for the year	-	-
<i>Items that will not be reclassified to profit or loss</i>		
Revaluation of property, plant and equipment	646,051,563	-
Tax effect on revaluation surplus for the year	(17,072,170)	-
Remeasurement of defined benefit plan - net of tax	(314,862)	616,589
	628,664,531	616,589
<b>Total comprehensive income for the year</b>	<b>876,393,718</b>	<b>254,655,964</b>

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Chief Executive Officer

  
Director



**BIAFO INDUSTRIES LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2022**

		Capital reserve	Revenue Reserve	
	Share capital	Revaluation surplus on property, plant and equipment - net of tax	Unappropriated profits	Total equity
	(Rupees)			
Balance at June 30, 2020 (Audited)	348,480,000	707,333,583	421,955,643	1,477,769,226
Total comprehensive income for the year				
Profit for the year	-	-	254,655,964	254,655,964
Tax effect due to change in rate on revaluation of property, plant and equipment - net of tax	-	-	-	-
Total comprehensive income for the year transferred to equity	-	-	254,655,964	254,655,964
Surplus on revaluation of property, plant and equipment realized through depreciation for the year - net of deferred tax	-	(4,471,288)	-	(4,471,288)
Transferred from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred tax	-	-	4,471,288	4,471,288
	348,480,000	702,862,295	681,082,895	1,732,425,190
Transactions with owners of the company				
Distributions				
Final dividend of 2020 @ Rs. 1.00 per share	-	-	(34,848,000)	(34,848,000)
1st interim dividend of 2021 @ Rs. 2 per share	-	-	(76,665,600)	(76,665,600)
2nd interim dividend of 2021 @ Rs. 2 per share	-	-	(76,665,600)	(76,665,600)
Issue of bonus shares for 2020 @ 10%	34,848,000	-	(34,848,000)	-
Total transactions with owners of the company	34,848,000	-	(223,027,200)	(188,179,200)
Balance at 30 June 2021	383,328,000	702,862,295	458,055,695	1,544,245,990
Balance at 01 July 2021	383,328,000	702,862,295	458,055,695	1,544,245,990
Total comprehensive income for the year				
Profit for the year	-	-	247,414,325	247,414,325
Revaluation of property, plant and equipment - net of tax	-	628,979,393	-	628,979,393
Total comprehensive income for the year transferred to equity	-	628,979,393	247,414,325	876,393,718
Surplus on revaluation of property, plant and equipment realized through depreciation for the year - net of deferred tax	-	(4,033,648)	-	(4,033,648)
Transferred from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred tax	-	-	4,033,648	4,033,648
	383,328,000	1,327,808,040	709,503,668	2,420,639,708
Transactions with owners of the company				
Distributions				
Issue of bonus shares for 2021 @ 10%	38,332,800	-	(38,332,800)	-
1st Interim dividend of 2022 @ Rs. 2.00 per share	-	-	(84,332,160)	(84,332,160)
Issue of bonus shares for 2022 @ 10%	42,166,080	-	(42,166,080)	-
Total transactions with owners of the company	80,498,880	-	(164,831,040)	(84,332,160)
Balance at 30 June 2022	463,826,880	1,327,808,040	544,672,628	2,336,307,548

The annexed notes 1 to 41 form an integral part of these financial statements.

Chief Financial Officer

Chief Executive Officer

Director

**BIAFO INDUSTRIES LIMITED**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	Note	30 June 2022 Rupees	30 June 2021 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before tax		351,996,819	328,627,873
Adjustments for:			
Depreciation on property, plant and equipment	6	37,056,740	27,227,124
Depreciation on investment property	7	719,047	737,484
Finance costs		66,749,665	32,962,600
Net impairment losses on financial assets		4,817,456	(6,077,221)
Provision for Workers' profit participation fund		18,904,265	17,454,685
Provision for Workers' welfare fund net of reversal		6,925,436	2,796,673
Provision for gratuity		11,418,605	9,796,698
Provision for slow moving inventory		2,319,341	-
Provision for compensated leave absences		152,112	(4,503,968)
Dividend income		(18,428,466)	(11,792,125)
Rental Income		(5,100,000)	(1,775,000)
Unrealized gain on remeasurement of investment		(125,616)	(96,982)
Unrealized exchange gain/ (loss) -net		(55,287,408)	-
Gain on sale of property, plant and equipment		(2,302,304)	(3,743,437)
Interest income		(2,060,682)	(1,570,816)
Exchange loss		-	17,746,079
		65,758,191	79,161,793
		417,755,010	407,789,666
<b>Changes in:</b>			
Inventories		(34,498,121)	(127,143,195)
Trade debts		(131,020,960)	46,157,995
Advances, deposits, short term prepayments and other receivables		(86,969,030)	(37,214,400)
Trade and other payables		105,621,421	40,337,494
		(146,866,690)	(77,862,106)
<b>Cash generated from operating activities</b>		270,888,320	329,927,560
Finance costs paid		(56,819,794)	(36,353,441)
Contributions to Gratuity fund		(4,329,223)	(10,232,619)
Employee Benefits paid		(4,529,308)	(180,000)
Payments to Workers' profit participation fund		(17,545,685)	(16,365,530)
Income taxes paid		(58,217,585)	(72,758,142)
		(141,441,595)	(135,889,732)
<b>Net cash from operating activities</b>		129,446,725	194,037,828
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Acquisition of property, plant and equipment		(234,044,358)	(142,934,607)
Proceeds from sale of property, plant and equipment		5,667,917	6,904,168
Disposal of investments		-	7,475,247
Rent received		5,100,000	1,575,000
Dividend received		17,747,912	11,792,125
Interest received		1,700,347	1,570,816
<b>Net cash used in investing activities</b>		(203,828,182)	(113,617,250)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Dividend paid		(80,699,212)	(185,061,155)
Proceeds from long term loan		167,316,446	80,761,507
Repayment of long term loan		(21,226,792)	(10,861,805)
Payment of lease liabilities		(10,725,620)	(7,330,176)
<b>Net cash used in financing activities</b>		54,664,822	(122,491,629)
<b>Net increase / (decrease) in cash and cash equivalents</b>		(19,716,635)	(41,980,051)
<b>Cash and cash equivalents at beginning of the year</b>		(457,523,160)	(415,543,109)
<b>Cash and cash equivalents at end of the year</b>	33	(477,239,795)	(457,523,160)

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Chief Financial Officer

  
Chief Executive Officer

  
Director