



**AKD HOSPITALITY LIMITED**

**QUARTERLY ACCOUNTS FOR THE PERIOD ENDED  
30<sup>TH</sup> SEPTEMBER 2022**

**(UN-AUDITED)**



AKD

## DIRECTORS' REPORT

Date: 5<sup>th</sup> October 2022

The Board of Directors of AKD Hospitality Limited is pleased to presents un-audited financial statements for the quarter ended 30<sup>th</sup> September 2022.

During the period the company registered a net loss after tax of Rupees 0.24 million as compared to the profit after tax (Rupees 9.407 million) during the same period of last year. The reason of last year profit was due to the gain of Rs. 9.734 million, which was made on the selling of Javedan Corporation Limited shares.

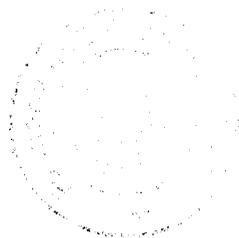
### Future Outlook:

Pakistan is an emerging country as far as tourism is concern especially after the improvement in law and order situation as well as Geo Political situation in the region. The tourism business has very bright future as far as revenue is concern. Pakistan has rich local traditions, has several very famous Archeological and Historical attraction, Natural and Cultural attractions all over the country and Northern area are the key areas in which tourism will flourish in future and to achieve our target are also exploring different options in line of company new principal line of business.

The Board of Directors also appreciated shareholders for their continued support.

For and on behalf of the Board

Chief Executive Officer

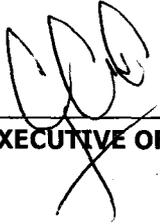


Chairman

**AKD HOSPITALITY LIMITED**  
**CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)**  
**FOR THE QUARTER ENDED 30 SEPTEMBER 2022**

	Note	(Un-Audited) 30-Sep 2022 Rupees	(Audited) 30-Jun 2022 Rupees
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property and equipment	5	1,061,587	1,092,155
Right of Use Assets	6	197,052	237,639
Long-term investments	7	18,718,000	20,390,000
Long-term deposit		20,000	20,000
		<b>19,996,639</b>	<b>21,739,794</b>
<b>CURRENT ASSETS</b>			
Trade debts		3,000,000	2,500,000
Advance and prepayments	8	545,872	41,646
Other receivable		351,845	351,845
Advance income tax		2,327,190	2,327,190
Bank balances		322,192	178,768
		<b>6,547,099</b>	<b>5,399,449</b>
<b>TOTAL ASSETS</b>		<b>26,543,738</b>	<b>27,139,243</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital 100,000,000 (2020: 50,000,000) ordinary shares of Rupees 10 each		<b>1,000,000,000</b>	<b>1,000,000,000</b>
Issued, subscribed and paid-up share capital		<b>25,072,733</b>	25,072,733
Reserves		<b>(14,383,713)</b>	(12,471,261)
<b>TOTAL EQUITY</b>		<b>10,689,020</b>	<b>12,601,472</b>
<b>NON CURRENT LIABILITIES</b>			
Lease liability		-	-
Deferred tax liability		<b>185,422</b>	185,422
<b>CURRENT LIABILITIES</b>			
Trade and other payables		3,697,624	3,028,491
Short term borrowing		6,950,001	6,350,001
Provision for taxation		1,739,440	1,696,283
Current & overdue portion of lease liability		805,269	800,612
Unclaimed dividend		2,476,962	2,476,962
		<b>15,669,296</b>	<b>14,352,349</b>
<b>TOTAL LIABILITIES</b>		-	-
Contingencies and commitments		-	-
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>26,543,738</b>	<b>27,139,243</b>

The annexed notes from 01 to 13 form an integral part of these financial statements.

  
**CHIEF EXECUTIVE OFFICER**

  
**DIRECTOR**

  
**CHIEF FINANCIAL OFFICER**

**AKD HOSPITALITY LIMITED**  
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE QUARTER ENDED 30 SEPTEMBER 2022**

	Note	30-Sep 2022 Rupees	30-Sep 2021 Rupees
<b>INCOME</b>			
Consultancy income		-	500,000
<b>EXPENSES</b>			
Administrative and general expenses		(692,638)	(784,247)
<b>Other Income</b>		<b>500,000</b>	9,734,001
<b>Financial charges</b>		<b>(4,657)</b>	(10,370)
<b>LOSS BEFORE TAXATION</b>		<b>(197,295)</b>	9,439,384
Taxation		(43,157)	(32,000)
<b>LOSS AFTER TAXATION</b>		<b>(240,452)</b>	9,407,384
<b>OTHER COMPREHENSIVE INCOME / (LOSS)</b>			
<b>Items that will not be reclassified subsequently to profit &amp; loss:</b>			
- Unrealized gain / (loss) arising on remeasurement of investments at 'fair value through other comprehensive income'		(1,672,000)	(4,615,233)
- Deferred tax related adjustment		-	-
- Items that may be reclassified subsequently to profit and loss:		-	(9,734,001)
<b>Other comprehensive income / (loss) for the year</b>		<b>(1,672,000)</b>	(14,349,234)
<b>TOTAL COMPREHENSIVE INCOME / (LOSS)</b>		<b>(1,912,452)</b>	(4,941,850)
<b>(LOSS)/EARNINGS PER SHARE - BASIC AND DILUTED</b>	<b>10</b>	<b>(0.10)</b>	3.75

The annexed notes from 01 to 13 form an integral part of these financial statements.

  
 CHIEF EXECUTIVE OFFICER

  
 DIRECTOR

  
 CHIEF FINANCIAL OFFICER

**AKD HOSPITALITY LIMITED  
STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 30 SEPTEMBER 2022**

Description	Reserves						Total Equity
	Issued, subscribed and paid-up share capital	Capital Reserves		Revenue Reserves		Sub Total	
		Share premium	Fair value reserve on 'Fair value through other comprehensive income' investments	General Reserve	Accumulated Loss		
Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	
<b>Balance as at 30 June 2020</b>	<b>25,072,733</b>	<b>20,891,600</b>	<b>(7,320,927)</b>	<b>752,000</b>	<b>(14,303,923)</b>	<b>18,750</b>	<b>25,091,483</b>
Loss for the year	-	-	-	-	(9,855,056)	(9,855,056)	(9,855,056)
Other comprehensive loss	-	-	16,806,161	-	-	16,806,161	16,806,161
Total comprehensive loss for the year	-	-	16,806,161	-	(9,855,056)	6,951,105	6,951,105
<b>Balance as at 30 June 2021</b>	<b>25,072,733</b>	<b>20,891,600</b>	<b>9,485,234</b>	<b>752,000</b>	<b>(24,158,979)</b>	<b>6,969,855</b>	<b>32,042,588</b>
Loss for the year	-	-	-	-	(2,817,133)	(2,817,133)	(2,817,133)
Other comprehensive loss	-	-	(16,623,983)	-	-	(16,623,983)	(16,623,983)
Total comprehensive loss for the year	-	-	(16,623,983)	-	(2,817,133)	(19,441,116)	(19,441,116)
Gain realized on disposal of investment in equity instrument at FVTOCI			(8,517,251)	-	8,517,251	-	-
<b>Balance as at 30 June 2022</b>	<b>25,072,733</b>	<b>20,891,600</b>	<b>(15,656,000)</b>	<b>752,000</b>	<b>(18,458,861)</b>	<b>(12,471,261)</b>	<b>12,601,472</b>
Profit/(Loss) for the year	-	-	-	-	(240,452)	(240,452)	(240,452)
Other comprehensive income/(Loss)	-	-	(1,672,000)	-	-	(1,672,000)	(1,672,000)
Total comprehensive income/(Loss) for the year	-	-	(1,672,000)	-	(240,452)	(1,912,452)	(1,912,452)
<b>Balance as at 30 September 2021</b>	<b>25,072,733</b>	<b>20,891,600</b>	<b>(17,328,000)</b>	<b>752,000</b>	<b>(18,699,313)</b>	<b>(14,383,713)</b>	<b>10,689,020</b>

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER

**AKD HOSPITALITY LIMITED**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE QUARTER ENDED 30 SEPTEMBER 2022**

	<b>30-Sep 2022 Rupees</b>	<b>30-Sep 2021 Rupees</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(197,295)	9,439,384
<b>Adjustments for non cash items:</b>		
Allowance for expected credit loss	-	-
Reversal of allowance for expected credit loss	-	-
Depreciation	71,155	69,795
Finance Cost	4,657	10,370
Operating cash used before working capital changes	<u>(121,483)</u>	9,519,549
<b>Changes in working capital</b>		
<b>(Increase) / decrease in current assets</b>		
Trade debts	(500,000)	(100,000)
Advance and prepayments	(504,226)	(476,669)
Other receivables	-	-
<b>Increase in current liabilities</b>		
Trade and other payables	669,133	626,076
	<u>(335,093)</u>	49,407
<b>Net working capital changes</b>	<u>(456,576)</u>	9,568,956
Income tax paid	-	(32,000)
<b>Net cash used in operating activities</b>	<u>(456,576)</u>	9,536,956
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>	-	(9,734,001)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Short term borrowing from related party	600,000	-
Dividend paid	-	-
<b>Net cash used in financing activities</b>	<u>600,000</u>	-
<b>Net increase / (decrease) in cash and cash equivalents</b>	<u>143,424</u>	(197,045)
Cash and cash equivalents at the beginning of the year	178,768	526,155
<b>Cash and cash equivalents at the end of the year</b>	<u><u>322,192</u></u>	<u><u>329,110</u></u>

The annexed notes from 01 to 13 form an integral part of these financial statements.

  
 CHIEF EXECUTIVE OFFICER

  
 DIRECTOR

  
 CHIEF FINANCIAL OFFICER

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE QUARTER ENDED 30 SEPTEMBER 2022**

**1. THE COMPANY AND ITS BUSINESS**

AKD Hospitality Limited (Formerly AKD Capital Limited) {"the Company"} was incorporated as a Public Limited Company in the year 1936 under Companies Act, 1913 (Now the Companies Act, 2017). Shares of the Company are quoted on the Pakistan Stock Exchange Limited. The Principal activity of the Company is tourism business including hospitality business, motel, destination management services, developing and building tourism attractions and to undertake all ancillary business activities to provide end to end service solutions.

The registered office of the company is situated at 511, Continental Trade Center, Block-08, Clifton, Karachi.

**2. BASIS OF PREPARATION**

These interim financial statements are un-audited and are being submitted to the shareholders in accordance with the requirements of Section Companies Ordinance, 1984. These interim financial statements are presented in condensed form in accordance with the requirements of International Accounting Standard 34 'Interim Financial Reporting". They do not include all of the information required for full annual financial statements, and should be read in conjunction with the financial statements of the Company as at and for the year ended 30 June 2022. Comparative figures of the balance sheet are extracted from the annual financial statements for the year ended June 2022 whereas comparative profit and loss account, statement of changes in equity and statement of cash flows are stated from un-audited condensed interim financial statements for the period ended 30 September 2021.

**3. ACCOUNTING POLICIES**

The accounting policies and method of computation followed for the preparation of this condensed interim financial information are the same as those applied in preparation of the financial statements for the year ended 30 June 2022.

- 3** IAS 1 (Amendment), ' Presentation of Financial Statements' The amendment clarifies that the potential settlement of a liability by the issue of equity is not relevant to its classification as current or non-current. By amending the definition of current liability, the amendment permits a liability to be classified as non-current(provided that the entity has an unconditional right to defer settlement by transfer of cash or other assets for at least 12 months after the accounting period) not withstanding the fact that the entity could be required by the counter party to settle in shares at any time. The application of the amendment will not effect the results or net assets of the Company as it is only concerned with presentation and disclosures.

**4. ESTIMATES**

The Preparation of interim financial statements require management to make judgments, estimates and assumption that affect the application of accounting policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing this condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key resources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended 30 June 2022.

## 5 PROPERTY AND EQUIPMENT

Description	Furniture & fixtures	Office equipment	Computer equipment	Vehicles	Lockers	Total
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
<b>At 30 June 2021</b>						
Cost	3,991,830	1,622,644	1,878,265	5,122,500	41,500	12,656,739
Accumulated depreciation	(3,239,017)	(1,306,416)	(1,873,736)	(4,968,066)	(37,664)	(11,424,899)
Net book value	752,813	316,228	4,529	154,434	3,836	1,231,840
<b>Year ended 30 June 2022</b>						
Opening net book value	752,813	316,228	4,529	154,434	3,836	1,231,840
Addition - at cost	-	-	-	-	-	-
Depreciation charge	(75,281)	(31,623)	(1,510)	(30,887)	(384)	(139,685)
Closing net book value	677,532	284,605	3,019	123,547	3,452	1,092,155
<b>At 30 June 2022</b>						
Cost	3,991,830	1,622,644	1,878,265	5,122,500	41,500	12,656,739
Accumulated depreciation	(3,314,298)	(1,338,039)	(1,875,246)	(4,998,953)	(38,048)	(11,564,584)
Net book value	677,532	284,605	3,019	123,547	3,452	1,092,155
<b>Year ended 30 Sep 2022</b>						
Opening net book value	677,532	284,605	3,019	123,547	3,452	1,092,155
Addition - at cost	-	-	-	-	-	-
Depreciation charge	(16,938)	(7,115)	(252)	(6,177)	(86)	(30,568)
Closing net book value	660,594	277,490	2,767	117,370	3,366	1,061,587
<b>At 30 September 2022</b>						
Cost	3,991,830	1,622,644	1,878,265	5,122,500	41,500	12,656,739
Accumulated depreciation	(3,331,236)	(1,345,154)	(1,875,498)	(5,005,130)	(38,134)	(11,595,152)
Net book value	660,594	277,490	2,767	117,370	3,366	1,061,587
<b>Depreciation rate</b>	<b>10%</b>	<b>10%</b>	<b>33.33%</b>	<b>20%</b>	<b>10%</b>	

			<b>30-Sep-22</b>	30-Jun-22
			<b>Rupees</b>	Rupees
<b>6. Right of use Assets</b>				
Cost			<b>712,915</b>	712,915
Accumulated depreciation			<b>(515,863)</b>	(475,276)
Net book value			<b>197,052</b>	237,639
<b>Movement in right of use asset:</b>				
Opening net book value			<b>237,639</b>	475,277
Recognised during the year under IFRS-16			-	-
Depreciation Charges			<b>(40,587)</b>	(237,638)
Closing net book value			<b>197,052</b>	237,639
			<b>33.33%</b>	<b>33.33%</b>
<b>7. INVESTMENT AVAILABLE FOR SALE</b>				
	<b>30-Sep-22</b>	30-Jun-22	<b>30-Sep-22</b>	30-Jun-22
	<b>Qty.</b>	Qty.	<b>Rupees</b>	Rupees
	<b>9,800</b>	9,800		
			<b>98,000</b>	98,000
		Creek Developer Private Limited - unquoted		
	<b>3,800,000</b>	3,800,000		
		Cnergyico Pk Limited	<b>35,948,000</b>	35,948,000
		Cost @ 4.9 Rupees		
		Effect of Re-Measurement to fair value	<b>(17,328,000)</b>	(15,656,000)
			<b>18,718,000</b>	20,390,000
<b>8. ADVANCES AND SHORT TERM DEPOSITS</b>				
Advances & Prepayments			<b>545,872</b>	41,646
			<b>545,872</b>	41,646
<b>9. LEASE LIABILITY</b>			<b>30-Sep-22</b>	<b>30-Jun-22</b>
			<b>Rupees</b>	<b>Rupees</b>
Balance as at 01 July			<b>800,612</b>	767,533
Addition during the year under IFRS 16			-	-
Finance cost			<b>4,657</b>	33,079
Less: payment made during the year			-	-
			<b>805,269</b>	800,612
Overdue portion shown under current Liabilities			(540,000)	(540,000)
Current portion shown under current Liabilities			(265,269)	(260,613)
Non Current portion			-	-

**10. EARNING / (LOSS) PER SHARE - BASIC AND DILUTED**

	<b>30-Sep-22</b> <b>Rupees</b>	30-Sep-20 Rupees
Profit \ (Loss) for the period	<b>(240,452)</b>	9,407,384
Weighted average number of ordinary shares	<b>2,507,471</b>	2,507,471
Earning/(Loss) per share	<b>(0.10)</b>	3.75

**11. DATE OF AUTHORIZATION**

This condensed interim financial information was authorized for issue on 5th Oct 2022 by the Board of Directors of the Company.

**12. GENERAL**

Figure have been rounded off to the nearest rupee.

  
\_\_\_\_\_  
**CHIEF EXECUTIVE OFFICER**

  
\_\_\_\_\_  
**DIRECTOR**

  
\_\_\_\_\_  
**CHIEF FINANCIAL OFFICER**