

SAPPHIRE FIBRES LIMITED

CONTENTS

UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENT SEPTEMBER-2022

Company Information

Directors' Report (English)

Directors' Report (Urdu)

Unconsolidated Financial Statements

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENT SEPTEMBER-2022

Directors' Report (English)

Directors' Report (Urdu)

Consolidated Financial Statements

COMPANY INFORMATION

BOARD OF DIRECTORS

Chairman

Mr. Yousuf Abdullah

Chief Executive

Mr. Shahid Abdullah

Director

Mr. Nadeem Abdullah

Mr. Amer Abdullah

Mr. Shayan Abdullah

Mr. Abdul Sattar

Independent Director

Mr. Tajammal Husain Bokharee

Mr. Nadeem Arshad Elahi

Dr. Mariam Chughtai

Human Resource and

Remuneration Committee

Mr. Tajammal Husain Bokhree — Chairman

Mr. Yousuf Abdullah — Member

Mr. Shahid Abdullah — Member

Mr. Shayan Abdullah — Member

Chief Financial Officer

Mr. Jawwad Faisal

Audit Committee

Mr. Nadeem Arshad Elahi — Chairman

Mr. Shayan Abdullah — Member

Mr. Yousuf Abdullah — Member

Mr. Tajammal Husain Bokhree — Member

Secretary

Mr. Rameez Ghausi

Auditors

Shinewing Hameed Chaudhri & Company

Chartered Accountants

Tax Consultants

Yousuf Adil, Chartered Accountants

Legal Advisor

Hassan & Hassan Advocates

Bankers

Allied Bank Limited

Bank Alfalah Limited

MCB Bank Limited

Habib Bank Limited

Habib Metropolitan Bank Limited

United Bank Limited

Askari Bank Limited

Bank Al Habib Limited

National Bank of Pakistan

The Bank of Khyber

Share Registrars

THK Associates (Pvt.) Limited, Plot No. 32-C, Jami Commercial Street 2,
D.H.A., Phase VII, Karachi- 75500, Pakistan

Registered Office

316, Cotton Exchange Building, 1.1. Chundrigar Road, Karachi.

Corporate Office

1st Floor, Tricon Corporate Centre, 73-E Main Jail Road,
Gulberg II, Lahore. Pakistan.

Mills

Spinning Units

10 KM, Sheikhupura Faisalabad Road, Kharianwala District Sheikhupura

26 KM, Sheikhupura Faisalabad Road, Ferozewan District Sheikhupura

Fabric Knitting Unit

T KM, Warburton Road, Ferozewan District Sheikhupura

Fabric Dyeing and Denim Units

3.5 Km, Raiwind Mancia Road, Raiwind



Sapphire Fibres Limited

DIRECTORS' REPORT

The Directors of your Company are pleased to present un-audited financial statements for the quarter ended 30 September 2022.

Financial Highlights

	30 September	
	2022	2021
	Rupees in thousand	
Sales & services	12,217,836	9,216,215
Gross profit	2,396,844	1,869,426
Profit from operations	1,721,219	1,498,318
Other income	159,665	145,937
Profit before taxation	1,243,469	1,207,794
Provision for tax	172,912	99,816
Profit after taxation	1,070,557	1,107,978

During first quarter of this financial year, the company achieved sales of Rs.12.22 billion as compared to Rs.9.22 billion during corresponding period of last year; showing a considerable increase of 32.6%. The gross profit as a percentage of sales decreased from last year's 20.28% to 19.62% during the period. Whereas, profit after tax was Rs.1,070 million against Rs.1,108 million during last year's corresponding period.

Earnings per share

The company's earnings per share (EPS) were at Rs.51.79 as compared to Rs.53.60 for the same period of last year.

Future Outlook

In addition to the challenges of global demand cut back and high inflation in the country, there is a lot of uncertainty at present in terms of cotton prices and exchange rate making it difficult to predict growth and profitability in remainder of the financial year.

In these challenging times, the management of your company remains focused on maintaining long-term competitive advantage through cost leadership and continual diversification of markets and products.

The directors appreciate sincere contribution and the hard work by staff and workers of the company.

Shayan Abdullah
Director

For and on behalf of the Board

Shahid Abdullah
Chief Executive

Lahore
Dated: 28 October, 2022

ڈائریکٹرز رپورٹ

کمپنی کے بورڈ آف ڈائریکٹرز 30 ستمبر 2022ء کو ختم ہونے والی سہ ماہی کے لئے کمپنی کے غیر نظر ثانی شدہ مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔
مالیاتی جھلکیاں

روپے ہزاروں میں

تفصیل	30 ستمبر 2022ء	30 ستمبر 2021ء
فروخت اور خدمات	12,217,836	9,216,215
مجموعی منافع	2,396,844	1,869,426
آپریٹنگ منافع	1,721,219	1,498,318
دیگر آمدنی	159,665	145,937
ٹیکس سے پہلے منافع	1,243,469	1,207,794
ٹیکس کی پرویژن	172,912	99,816
ٹیکس کے بعد منافع	1,070,557	1,107,978

آپ کی کمپنی نے گزشتہ سال کی اسی مدت میں 9.22 بلین روپے کے مقابلے مالی سال کی پہلی سہ ماہی کے دوران 12.22 بلین روپے کی فروخت حاصل کی جو 32.6 فیصد کا خاطر خواہ اضافہ ظاہر کرتی ہے۔
فروخت فیصد کے طور پر مجموعی منافع گزشتہ سال کے 20.28 فیصد سے کم ہو کر اسی مدت کے دوران 19.62 فیصد ہو گیا۔ جبکہ، کمپنی نے گزشتہ سال اسی مدت میں درج 1,108 بلین روپے کے مقابلے موجودہ سہ ماہی کے دوران 1,070 بلین روپے ٹیکس کے بعد منافع کمایا ہے۔

فی حصص آمدنی

کمپنی کی موجودہ سہ ماہی کی فی شیئر آمدنی (EPS) 51.79 روپے ہے جو کہ پچھلے سال کی اسی سہ ماہی کی 53.60 روپے تھی۔


مستقبل کا نقطہ نظر

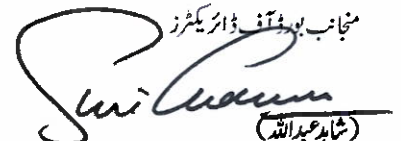
عالمی طلب میں کمی اور ملک میں بلند افراط زر کے چیلنجوں کے علاوہ، فی الحال کپاس کی قیمتوں اور شرح مبادلہ کے حوالے سے کافی غیر یقینی صورتحال ہے جس کی وجہ سے مالی سال کے بقیہ حصے میں نموار منافع کی پیش گوئی کرنا مشکل ہے۔

ان مشکل اوقات میں، آپ کی کمپنی کی انتظامیہ لاگت کی قیادت اور مصنوعات کے تنوع کے ذریعے طویل مدتی مسابقتی فائدہ کو برقرار رکھنے پر توجہ مرکوز کرتی ہے۔

اعتراف

ڈائریکٹرز کمپنی کے عملے اور کارکنوں کی سخت محنت اور قابل ستائش خدمات کو سراہتے ہیں۔


(شایان عبد اللہ)
ڈائریکٹر


(شاہد عبد اللہ)
چیف ایگزیکٹو

لاہور

تاریخ: 28 اکتوبر 2022ء

SAPPHIRE FIBRES LIMITED
CONDENSED INTERIM UN-CONSOLIDATED FINANCIAL STATEMENTS
FOR THE 1st QUARTER ENDED SEPTEMBER 30, 2022
(UN-AUDITED)

SAPPHIRE FIBRES LIMITED
Condensed Interim Statement of Financial Position - Unaudited
As at 30 September, 2022

		Unaudited 30 September, 2022 Rupees	Audited 30 June, 2022 Rupees
Assets	Note		
Non Current Assets			
Property, plant and equipment	5	14,628,465,895	14,631,666,353
Investment property		31,750,000	31,750,000
Intangible assets		1,142,750	1,379,110
Long term investments	6	7,162,236,923	7,281,628,669
Long term loans		1,983,750	1,271,250
Long term deposits		60,496,545	60,496,545
		21,886,075,863	22,008,191,927
Current Assets			
Stores, spare parts and loose tools		745,489,376	759,045,137
Stock-in-trade		14,878,131,931	14,344,276,259
Trade debts		5,209,569,619	5,077,277,633
Loans and advances		1,208,836,542	492,487,585
Trade deposits and short term prepayments		34,104,726	39,688,825
Other receivables		1,682,249,557	2,317,444,048
Short term investments		2,049,202,067	1,355,114,102
Tax refunds due from Government		3,325,284,036	2,461,078,774
Cash and bank balances		59,641,966	45,831,510
		29,192,509,820	26,892,243,873
Total Assets		51,078,585,683	48,900,435,800
Equity and Liabilities			
Share capital and reserves			
Authorised capital			
35,000,000 ordinary shares of Rs.10 each		350,000,000	350,000,000
Issued, subscribed and paid-up capital			
20,671,875 ordinary shares of Rs.10 each		206,718,750	206,718,750
Reserves		1,133,967,446	1,621,851,173
Unappropriated profit		22,610,744,970	21,540,395,399
Total equity		23,951,431,166	23,368,965,322
Non current liabilities			
Long term liabilities		5,389,816,889	5,644,921,664
Staff retirement benefit - gratuity		420,040,596	399,538,518
Deferred taxation		118,211,272	117,823,533
		5,928,068,757	6,162,283,715
Current liabilities			
Trade and other payables		5,189,031,923	5,175,516,843
Contract liabilities		1,265,336,838	1,051,628,011
Accrued mark-up / interest		258,907,968	252,363,913
Short term borrowings		12,624,051,256	10,968,082,484
Current portion of long term liabilities		839,431,161	1,072,001,118
Unclaimed dividend		6,670,826	6,670,826
Provision for taxation		1,015,655,788	842,923,568
		21,199,085,760	19,369,186,763
Total liabilities		27,127,154,517	25,531,470,478
Contingencies and commitments	7		
Total equity and liabilities		51,078,585,683	48,900,435,800

The annexed notes 1 to 10 form an integral part of these financial statements.


Chief Executive Officer


Director


Chief Financial Officer

SAPPHIRE FIBRES LIMITED**Condensed Interim Statement of Profit or Loss - Unaudited****For the Three Months Period Ended 30 September, 2022**

	Note	Three months period ended 30 September,	
		2022 Rupees	2021 Rupees
Sales		12,217,836,087	9,216,214,775
Cost of sales	8	9,820,991,851	7,346,788,905
Gross profit		2,396,844,236	1,869,425,870
Distribution cost		(629,916,464)	(362,850,377)
Administrative expenses		(128,444,512)	(95,280,061)
Other expenses		(76,928,895)	(58,914,656)
Other income		159,664,797	145,936,845
Profit from operations		1,721,219,162	1,498,317,621
Finance cost		(477,749,631)	(290,523,219)
Profit before taxation		1,243,469,531	1,207,794,402
Taxation			
- current		(172,732,220)	(98,389,762)
- deferred		(180,207)	(1,426,167)
		(172,912,427)	(99,815,929)
Profit after taxation		1,070,557,104	1,107,978,473
Earnings per share - basic and diluted		51.79	53.60

The annexed notes 1 to 10 form an integral part of these financial statements.



Chief Executive Officer



Director



Chief Financial Officer

SAPPHIRE FIBRES LIMITED**Condensed Interim Statement of Other Comprehensive Income - Unaudited****For the Three Months Period Ended 30 September, 2022**

	Three months period ended	
	30 September,	
	2022	2021
	Rupees	Rupees
Profit after taxation	1,070,557,104	1,107,978,473
Other comprehensive loss		
Items that will not be reclassified to		
statement of profit or loss subsequently		
Unrealised loss on remeasurement of		
investment at fair value through		
other comprehensive income		
- long term	(219,641,746)	(260,788,034)
- short term	(268,241,981)	(219,700,103)
	(487,883,727)	(480,488,137)
Items that will be reclassified		
to statement of profit or loss		
subsequently		
Impact of deferred tax on Gratuity	(207,533)	
	(207,533)	-
	(488,091,260)	(480,488,137)
Total comprehensive income for the period	582,465,844	627,490,336

The annexed notes 1 to 10 form an integral part of these financial statements.


Chief Executive Officer
Director
Chief Financial Officer

SAPPHIRE FIBRES LIMITED
Condensed Interim Statement of Changes in Equity - Unaudited
For the Three Months Period Ended 30 September, 2022

	Reserves					Unappropriated profit	Total
	Issued, subscribed and paid up capital	Capital	General	Unrealised gain / (loss) on financial assets at fair value through other comprehensive income	Unrealised gain on hedging instruments		
Balance as at 01 July, 2021	206,718,750	391,833,750	1,183,845,000	1,502,907,581	-	3,178,586,331	15,530,173,708
Total comprehensive income/ (Loss) for the period ended 30 September, 2021	-	-	-	(480,488,137)	-	(480,488,137)	1,107,978,473
Profit for the period	-	-	-	(480,488,137)	-	(480,488,137)	(480,488,137)
Other comprehensive income	-	-	-	(480,488,137)	-	(480,488,137)	627,490,336
Balance as at 30 September, 2021	206,718,750	391,833,750	1,183,845,000	1,122,419,444	-	2,698,098,194	16,638,152,181
							19,542,969,125
Balance as at 01 July, 2022	206,718,750	391,833,750	1,183,845,000	46,172,423	-	1,621,851,173	21,540,395,399
Total comprehensive income/ (Loss) for the period ended 30 September, 2022	-	-	-	(487,883,727)	-	(487,883,727)	1,070,557,104
Profit for the period	-	-	-	(487,883,727)	-	(487,883,727)	(207,533)
Other comprehensive loss	-	-	-	(487,883,727)	-	(487,883,727)	582,465,844
Balance as at 30 September, 2022	206,718,750	391,833,750	1,183,845,000	(441,711,304)	-	1,133,967,446	22,510,744,970
							23,951,431,166

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

Chief Executive Officer

Director

Chief Financial Officer

SAPPHIRE FIBRES LIMITED
Condensed Interim Statement of Cash Flows - Unaudited
For the Three Months Period Ended 30 September, 2022

CASH FLOW FROM OPERATING ACTIVITIES

	Three months period ended 30 September,	
	2022 Rupees	2021 Rupees
Profit for the period - before taxation	1,243,469,531	1,207,794,402
Adjustments for non-cash changes and other items:		
Depreciation	226,227,201	209,663,171
Amortisation	236,361	366,257
Staff retirement benefits - gratuity	40,950,000	31,500,000
Provision for workers' profit participation fund	77,055,548	58,314,656
Gain on disposal of operating fixed assets	(3,774,564)	(1,071,465)
Gain on sale of stores and spares	-	(114,698)
Dividend income	(127,734,790)	(120,400,845)
Finance cost	477,749,631	290,523,219
	690,709,387	468,780,295
	1,934,178,918	1,676,574,697

Working capital changes

(Increase) / decrease in current assets

Stores, spares and loose tools	13,555,761	(165,779,284)
Stock in trade	(533,855,672)	(1,957,851,579)
Trade debts	(132,291,986)	(1,962,574,195)
Loans and advances	(716,348,957)	(310,141,067)
Deposits, other receivables and sales tax	(189,625,596)	(86,331,741)
Increase in trade and other payables	227,223,907	489,912,235
	(1,331,342,543)	(3,992,765,631)
	602,836,375	(2,316,190,934)

CASH OUTFLOW FROM OPERATING ACTIVITIES

Staff retirement benefit paid	(20,447,922)	(17,649,571)
Finance cost paid	(471,205,576)	(317,414,524)
Taxes paid	(1,102,753,055)	(368,863,235)
Workers' profit participation fund paid	-	(119,661,295)
Long term loans and deposits	(712,500)	(1,801,000)
	(1,595,119,053)	(825,389,625)
	(992,282,678)	(3,141,580,559)

Net cash used in operating activities

CASH FLOW FROM INVESTING ACTIVITIES

Fixed capital expenditures	(232,025,243)	(507,225,131)
Long and short term investments - net	(100,000,000)	-
Sale proceeds of tangible fixed assets	12,773,064	2,454,999
Sale proceeds of stores and spares	-	1,643,535
Dividend received	157,051,273	146,151,153
Net cash (used in) from investing activities	(162,200,906)	(356,975,444)

CASH FLOW FROM FINANCING ACTIVITIES

Long term loans - Obtained	-	249,992,590
Long term loans - Repaid	(487,674,732)	(214,711,386)
Dividend paid	-	-
Short term borrowings - net	1,655,968,772	3,466,519,247
Net cash inflow from financing activities	1,168,294,040	3,501,800,451
Net increase in cash and cash equivalents	13,810,456	3,244,448
Cash and cash equivalents - at the beginning of the period	45,831,510	64,993,047
CASH AND CASH EQUIVALENTS - at the end of the period	59,641,966	68,237,495

The annexed notes 1 to 10 form an integral part of these financial statements.


Chief Executive Officer


Director


Chief Financial Officer

SAPPHIRE FIBRES LIMITED
Notes to the Condensed Interim Financial Information - *Unaudited*
For the Three Months Period Ended 30 September, 2022

1. LEGAL STATUS AND OPERATIONS

Sapphire Fibres Limited (the Company) was incorporated in Pakistan on June 05, 1979 as a Public Company under the Companies Act, 1913 (now the Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange. The Company is principally engaged in manufacturing and sale of yarn, fabrics and garments.

Geographical location and addresses of major business units including mills / plant of the Company are as under:

Karachi 316, Cotton Exchange Building, I.I Chundrigar Road	Purpose Registered office
Lahore First Floor, Tricon Corporate Centre, 73-E Main Jail Road, Gulberg II. 3.5 km, Manga Road, Riawand	Head office Production plant
Shiekhupura 10 km, Sheikhpura / Faisalabad Road, Kharianwala 26 km, Sheikhpura / Faisalabad Road, Feroze wattoan	Production plant Production plant

2. BASIS OF PREPARATION

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Act; and
- Provisions of and directives issued under the Act.

Where provisions of and directives issued under the Act differ from the IFRS Standards, the provisions of and directives issued under the Act have been followed.

These condensed interim financial statements are presented in Pakistan Rupees, which is the Company's functional and presentation currency. All financial information presented in Pakistan Rupees has been rounded to the nearest rupees unless otherwise specified.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in preparation of preceding published financial statements of the Company for the year ended 30 June, 2022.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amount of assets, liabilities, income and expenses. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In preparing this condensed interim financial information, the significant judgments made by management in applying accounting policies and key sources of estimation were the same as those that were applied to the annual audited financial statements for the year ended 30 June, 2022.

The company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 June, 2022.

		Un-audited 30 September, 2022 Rupees	Audited 30 June, 2022 Rupees
5. PROPERTY, PLANT AND EQUIPMENT	Note		
Operating fixed assets	5.1	12,767,173,426	12,885,466,235
Capital work-in-progress	5.2	1,861,292,469	1,746,200,118
		<u>14,628,465,895</u>	<u>14,631,666,353</u>
5.1 Operating fixed assets			
Opening book value		12,885,466,235	11,970,419,683
Additions during the quarter / year			
- land (freehold)		15,497,360	-
- residential buildings and others on freehold land		10,487,269	3,823,726
- factory buildings on freehold land			23,496,438
- plant and machinery		75,855,333	1,653,206,673
- office equipment			25,758,534
- mills equipment			4,186,309
- electric installations		2,386,000	27,376,410
- computer hardware		1,186,450	16,843,386
- vehicles		11,328,190	52,041,895
- furniture and fixtures		192,290	16,236,079
		116,932,892	1,822,969,450
Book value of assets disposed-off during the quarter/year		(8,998,500)	(18,889,713)
Depreciation charge for the quarter/year		(226,227,201)	(889,033,185)
Closing book value		<u>12,767,173,426</u>	<u>12,885,466,235</u>
5.2 Capital work-in-progress			
Building		812,828,184	645,081,936
Furniture and fixtures		23,282,729	19,680,831
Plant and machinery		729,983,770	521,326,846
Advance payments:			
- land-freehold		90,561,960	36,680,950
- factory / office building		60,680,647	78,192,418
- Furniture & Fixtures		6,626,774	-
- plant & machinery		102,960,000	207,634,403
- electric installation		910,600	206,328,734
- vehicles		33,457,805	31,274,000
		<u>1,861,292,469</u>	<u>1,746,200,118</u>

		Un-audited 30 September, 2022 Rupees	Audited 30 June, 2022 Rupees
6. LONG TERM INVESTMENTS	Note		
Subsidiary Companies - at cost	6.1	3,674,808,316	3,574,808,316
Associated Companies - at cost	6.2	758,276,769	758,276,769
Others - equity instruments	6.3	2,682,151,838	2,902,043,584
- debt instruments	6.4	47,000,000	46,500,000
		<u>7,162,236,923</u>	<u>7,281,628,669</u>

6.1 The Company has pledged 172,446,420 shares of the Subsidiary Company- SECL with a financial institution under Share Pledge Agreement dated April 16, 2007 and Working Capital Support Agreement dated August 13, 2010 as security against financing facilities advanced to SECL.

6.2 This include 59,251,500 ordinary shares of Rs.10 each of Tricon Boston Consulting Corporation (Private) Limited (TBCCL). The Company has pledged these shares through an Onshore Security Trustee under Share Pledge Agreement dated May 08, 2017 as security against financing facilities advanced to TBCCL.

6.3 Equity Instruments - at FVTOCI

MCB Bank Limited - Quoted

18,213,195 (30 June, 2022: 18,213,195) ordinary shares of Rs.10 each - cost

Adjustment arising from re-measurement to fair value

896,451,123	896,451,123
1,280,207,812	1,343,407,598
2,176,658,935	2,239,858,721

Habib Bank Limited - Quoted

7,244,196 (30 June, 2022: 7,244,196) ordinary shares of Rs.10 each - cost

Adjustment arising from re-measurement to fair value

1,217,073,609	1,217,073,609
(712,080,706)	(555,388,746)
504,992,903	661,684,863

TCC Management Services (Pvt.) Limited - Unquoted

50,000 ordinary shares of Rs.10 each

500,000	500,000
<u>2,682,151,838</u>	<u>2,902,043,584</u>

	Un-audited 30 September, 2022 Rupees	Audited 30 June, 2022 Rupees
6.4 Debt Instruments - at FVTOCI		
Habib Bank Limited -		
term finance certificates (TFCs)		
500 (2022: 500) Term finance certificates of Rs.100,000 each - cost	50,000,000	50,000,000
Adjustment arising from re-measurement to fair value	(3,000,000)	(3,500,000)
	47,000,000	46,500,000

7. CONTINGENCIES AND COMMITMENTS

7.1 Guarantees issued by banks to various Government institutions on behalf of the Company aggregate Rs.981.468 million (30 June, 2022: Rs.981.468 million).

7.2 Commitments in respect of :

- letters of credit for capital expenditure	1,653,289,931	1,393,549,471
- letters of credit for purchase of raw materials and stores, spare parts & chemicals	3,797,829,108	1,245,777,622
- capital expenditure other than letters of credit	167,477,061	685,315,214

	Note	Un-audited 30 September, 2022 Rupees	Un-audited 30 September, 2021 Rupees
8. COST OF SALES			
Stocks - opening		3,153,668,217	1,678,631,040
Cost of goods manufactured	8.1	9,050,966,558	7,429,825,549
Cost of raw materials sold		-	6,543,836
		12,204,634,775	9,115,000,425
Stocks - closing		2,383,642,924	1,768,211,520
		9,820,991,851	7,346,788,905

8.1 Cost of goods manufactured

Work in process - opening	1,296,808,329	1,066,648,576
Raw materials consumed	6,580,723,132	5,743,027,744
Overheads	2,598,877,543	1,900,444,679
	9,179,600,675	7,643,472,423
	10,476,409,004	8,710,120,999
Work in process closing	1,425,442,446	1,280,295,450
	9,050,966,558	7,429,825,549

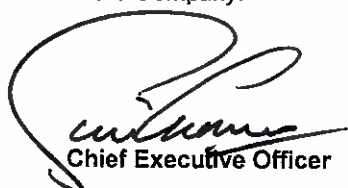
9. RELATED PARTY TRANSACTIONS

The Company has related party relationship with its Associated Companies, employee benefit plan, its directors and key management personnel. Transactions with related parties are carried-out on arm's length basis. There were no transactions with key management personnel other than under the terms of employment. Aggregate transactions with associated companies during the period were as follows:

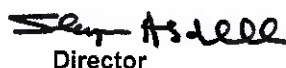
Relationship with the company	Name of transaction	Un-audited 30 September, 2022 Rupees	Un-audited 30 September, 2021 Rupees
I. Subsidiaries	Loans provided	182,477,276	93,811,548
	Mark-up charged	8,173,927	6,438,607
II. Associates	Sale of goods and services	59,513,818	64,274,131
	Services rendered	913,090	-
	Purchase of goods and services	788,456,107	657,660,136
	Expenses charged to	384,467	2,147,822
	Expenses charged by	7,632,886	925,000
III. Other related parties	Contributions towards provident fund	19,181,596	14,693,548

10. DATE OF AUTHORIZATION FOR ISSUE

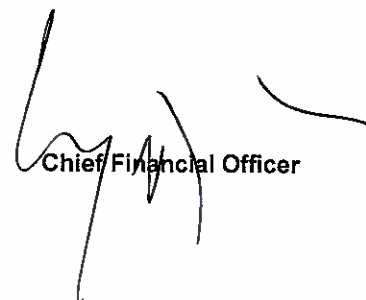
These financial statements were authorized for issue on 28 October, 2022 by the Board of Directors of the Company.



Chief Executive Officer



Director



Chief Financial Officer



DIRECTORS' REPORT

The directors are pleased to present their report together with consolidated financial statements of Sapphire Fibres Limited and its subsidiaries.

Sapphire Electric Company Limited, Premier Cement Limited, Sapphire Cement Company Limited, Sapphire Hydro Limited, Sapphire Energy (Pvt.) Limited, Ignite Power (Private) Limited, Sapphire Mining Exploration (Private) Limited, Sapphire Building Materials Limited, Sapphire Power Limited and Sapphire Properties (Private) Limited for the period ended 30 September, 2022. The Company has annexed consolidated financial statements along with its separate financial statements in accordance with the requirements of the International Accounting Standard-27 (Consolidated and Separate Financial Statements).

Sapphire Electric Company Limited:

Sapphire Electric Company Limited was incorporated in Pakistan as a public unlisted company under Companies Ordinance, 1984 on 18 January, 2005. Sapphire Fibres Limited has holding of 68.11% (2022: 68.11%) share capital of the subsidiary.

The principal activity of the subsidiary company is to own, operate and maintain a combined cycle power station having net capacity of 212 MW.

Premier Cement Limited:

Premier Cement Limited (PCL) was incorporated in Pakistan as an unlisted public company limited by shares under Companies Ordinance 1984. SFL holds 100% shares of PCL as on 30 September, 2022. PCL intends to establish and install plant for manufacturing of all kinds of cement and its allied products.

Sapphire Cement Company Limited:

Sapphire Cement Company Limited (SCCL) was incorporated in Pakistan as an unlisted public company limited by shares under Companies Ordinance 1984 during the period. SFL holds 100% shares of SCCL as on 30 September, 2022.

SCCL intends to establish and install plant for manufacturing of all kinds of cement and its allied products.

Sapphire Hydro Limited

Sapphire Hydro Limited (SHL) was incorporated in Pakistan as a public company limited by shares under the Companies Act, 2017 on September 07, 2017. The principal business of the subsidiary company shall be to construct, establish and setup a Hydro Electric Power generation project having a net capacity of 150 MW with potential of 682 GWh of annual energy generation at Sharmai, Khayber Pakhtunkhawa.

Sapphire Hydro Limited (SHL) is a wholly owned subsidiary of Sapphire Electric Company Limited which is a subsidiary of Sapphire Fibres Limited.

Sapphire Energy (Private) Limited

Sapphire Energy (Private) Limited (SEPL) was incorporated in Pakistan as a private company limited by shares under Companies Act 2017 on 11 December, 2017. SFL holds 100% shares of SEPL as on 30 September, 2022.

SEPL intends to undertake, develop power projects and make equity investment, acquire or hold shares in companies involved in energy generation and operate a terminal for handling, regasification, storage, treatment and processing of all types of gases and all other related liquids, chemical & petroleum products.



Sapphire Fibres Limited

Ignite Power (Private) Limited

Ignite power (Private) Limited is a 99.93% owned subsidiary of Sapphire Energy (Private) Limited - SEPL which is a wholly owned subsidiary of the Parent Company and was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on July, 03, 2019. It intends to undertake, develop power projects including the use of solar energy systems and all other forms of energy and products or services associated therewith.

Sapphire Mining Exploration (Private) Limited (SMEL)

Sapphire Mining Exploration (Private) Limited (SMEL) was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on August 25, 2020. Subject to necessary approvals, SMEL intends to establish and install plant for manufacturing of all kinds of cement and its allied products in Gilgit.

SMEL is a wholly owned subsidiary of Premier Cement Limited which is a subsidiary of Sapphire Fibres Limited.

Sapphire Building Materials Limited - SBML

Sapphire Building Materials Limited (SBML) was incorporated in Pakistan as a company limited by shares under the Companies Act, 2017 on March 24, 2021. SBML intends to deal in allied products used in construction industry.

SBML is a wholly owned subsidiary of Premier Cement Limited which is a subsidiary of Sapphire Fibres Limited.

Sapphire Power limited – SPL

Sapphire Power Limited (the Company) is a public unlisted company limited by shares incorporated in Pakistan on April 19, 2021 under the Companies Ordinance, 1984 (now Companies Act, 2017). The principal activity of the company is to generate, purchase, import, transform, convert, distribute and supply electricity including the hydril and wind power system. The Company is a wholly owned subsidiary of Sapphire Fibres Limited ("the Holding Company").

Sapphire Properties (Private) Limited – SPPL

Sapphire Properties (Private) Limited (SPPL) is incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on August 5, 2022. The purpose is to investment in real estate projects. SPPL is a wholly owned subsidiary of Sapphire Fibres Limited.

For and on behalf of the Board of Directors

Shahid Abdullah
Chief Executive

Shayan Abdullah
Director

Lahore:

Dated: October 28, 2022



Sapphire Fibres Limited

ڈائریکٹرز رپورٹ

ڈائریکٹرز 30 ستمبر 2022 کو ختم ہونے والی مدت کے لئے سفارز فائبرز لمیٹڈ اور اسکی ذیلی کمپنیوں سفارز الیکٹرک کمپنی لمیٹڈ، پریمیر سینٹ لمیٹڈ، سفارز سینٹ کمپنی لمیٹڈ، سفارز ہائیڈرو لمیٹڈ، سفارز انرجی (پرائیویٹ) لمیٹڈ، آگنائٹ پاور (پرائیویٹ) لمیٹڈ، سفارز مائننگ ایکسپلوریشن (پرائیویٹ) لمیٹڈ، سفارز بلڈنگ میٹریلز لمیٹڈ، سفارز پاور لمیٹڈ اور سفارز پرائیویٹ (پرائیویٹ) لمیٹڈ کے اشتمال شدہ مالیاتی گوشواروں کے ہمراہ اپنی رپورٹ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔ کمپنی نے بین الاقوامی اکاؤنٹنگ معیار-27 (اشتمال شدہ اور الگ مالی گوشوارے) کی ضروریات کے مطابق اشتمال شدہ مالی گوشواروں کے ساتھ ساتھ اپنے الگ الگ مالی گوشوارے منسلک کئے ہیں۔

سفارز الیکٹرک کمپنی لمیٹڈ (SECL):

سفارز الیکٹرک کمپنی لمیٹڈ (ایس ای سی ایل) 18 جنوری 2005 کو کمپنیز آرڈیننس، 1984 کے تحت غیر مندرج پبلک کمپنی کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ سفارز فائبرز لمیٹڈ ذیلی کمپنی کے 68.11% (2022: 68.11%) حصص کیپٹل کی مالک ہے۔
ذیلی کمپنی کی اصل سرگرمی 212 میگا واٹ کی خالص صلاحیت کے حامل کمپائٹ سائیکل پاور سٹیشن کی ملکیت، کو چلانا اور برقرار رکھنا ہے۔

پریمیر سینٹ لمیٹڈ (PCL):

پریمیر سینٹ لمیٹڈ (پی سی ایل) کمپنیز آرڈیننس 1984 کے تحت ایک غیر مندرج پبلک کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ایس ایف ایل 30 ستمبر 2022ء کے مطابق پی سی ایل کے 100% حصص کی مالک ہے۔
پی سی ایل ہر قسم کے سینٹ اور اس کی متعلقہ مصنوعات بنانے کے لئے پلانٹ قائم اور نصب کرنے کا ارادہ رکھتی ہے۔

سفارز سینٹ کمپنی لمیٹڈ (SCCL):

سفارز سینٹ کمپنی لمیٹڈ (ایس سی سی ایل) کمپنیز آرڈیننس 1984 کے تحت ایک غیر مندرج پبلک کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ایس ایف ایل 30 ستمبر 2022ء کے مطابق ایس سی سی ایل کے 100% حصص کی مالک ہے۔
ایس سی سی ایل ہر قسم کے سینٹ اور اس کی متعلقہ مصنوعات بنانے کے لئے پلانٹ قائم اور نصب کرنے کا ارادہ رکھتی ہے۔

سفارز ہائیڈرو لمیٹڈ (SHL):

سفارز ہائیڈرو لمیٹڈ (ایس ایچ ایل) 07 ستمبر 2017ء کو کمپنیز ایکٹ 2017ء کے تحت پبلک کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ذیلی کمپنی کا اصل کاروبار شرمی، خیبر پختونخواہ میں 682 GWh کی سالانہ بجلی کی پیداوار کی پمپنگل کے ساتھ 150 میگا واٹ کی خالص صلاحیت کا حامل ایک ہائیڈرو الیکٹرک پاور جنریشن منصوبہ تعمیر، قائم اور چلانا ہوگا۔
سفارز ہائیڈرو لمیٹڈ (ایس ایچ ایل) پیرنٹ کمپنی سفارز فائبرز لمیٹڈ کی ذیلی کمپنی سفارز الیکٹرک کمپنی لمیٹڈ کی ایک مکمل ملکیتی ذیلی کمپنی ہے۔

سفارز انرجی (پرائیویٹ) لمیٹڈ (SEPL):

سفارز انرجی (پرائیویٹ) لمیٹڈ (ایس ای سی ایل) 11 دسمبر 2017ء کو کمپنیز ایکٹ 2017ء کے تحت ایک پرائیویٹ کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ایس ایف ایل 30 ستمبر 2022ء کے مطابق ایس ای سی ایل کے 100% حصص کی مالک ہے۔
ایس ای سی ایل بجلی پیدا کرنے اور تمام دیگر متعلقہ ماحات، کیمیکل اور پٹرولیم مصنوعات کی ہینڈلنگ، ری گیسٹیشن، اسٹوریج، ٹرانسپورٹ اور پروسیسنگ کے لئے ایک ٹرمینل چلانے میں مصروف کمپنیوں میں توانائی کے منصوبوں میں حصہ لینے، شرکت کرنے اور سرمایہ کاری کرنے یا حصص حاصل کرنے کا ارادہ رکھتی ہے۔



Sapphire Fibres Limited

اگنائٹ پاور (پرائیویٹ) لمیٹڈ (IPPL):

اگنائٹ پاور (پرائیویٹ) لمیٹڈ (آئی پی ایل) بیزنس کمپنی سفار فائبر لمیٹڈ کی ذیلی کمپنی سفار انرجی پرائیویٹ لمیٹڈ کی 99.93% ملکیتی ذیلی کمپنی ہے۔ اگنائٹ پاور (پرائیویٹ) لمیٹڈ (آئی پی ایل) 03 جولائی 2019ء کیپٹل ایکٹ 2017 کے تحت ایک پرائیویٹ کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ سو لرا انرجی سسٹم کے استعمال اور توانائی کی تمام دیگر شکلوں اور مصنوعات یا اس سے متعلق خدمات سمیت پاور پروجیکٹس حاصل، ترقی دینے کا ارادہ رکھتی ہے۔

سفار مائننگ ایکسپلوریشن (پرائیویٹ) لمیٹڈ (SMEL):

سفار مائننگ ایکسپلوریشن (پرائیویٹ) لمیٹڈ (ایس ایم ای ایل) 25 اگست 2020 کو کیپٹل ایکٹ 2017 کے تحت ایک پرائیویٹ کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ضروری منظور یوں کے حوالہ سے، ایس ایم ای ایل گلگت میں تمام اقسام کے سینٹ اور اس کی متعلقہ مصنوعات کی تیاری کے لئے پلانٹ قائم اور نصب کرنے کا کارادہ رکھتی ہے۔ ایس ایم ای ایل سفار فائبر لمیٹڈ کی ذیلی کمپنی پریئر سینٹ لمیٹڈ کی مکمل ملکیتی ذیلی کمپنی ہے۔

سفار بلڈنگ میٹریلز لمیٹڈ (SBML):

سفار بلڈنگ میٹریلز لمیٹڈ (ایس بی ایم ایل) 24 مارچ 2021 کو کیپٹل ایکٹ 2017 کے تحت ایک کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ایس بی ایم ایل تعمیراتی صنعت میں استعمال ہونے والی متعلقہ مصنوعات میں ڈیل کرنے کا کارادہ رکھتی ہے۔ ایس بی ایم ایل سفار فائبر لمیٹڈ کی ذیلی کمپنی پریئر سینٹ لمیٹڈ کی مکمل ملکیتی ذیلی کمپنی ہے۔

سفار پاور لمیٹڈ (SPL):

سفار پاور لمیٹڈ (کمپنی) 19 اپریل 2021 کو کیپٹل آرڈیننس 1984 (ایکٹ 1984) کے تحت ایک پبلک غیر مندرج کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ کمپنی کی اصل سرگرمی ہائیڈرو پاور سسٹم سمیت بجلی کی پیداوار، خریداری، درآمد، ٹرانسفارم، کنورٹ، تقسیم اور سپلائی کرنا ہے۔ کمپنی سفار فائبر لمیٹڈ (ہولڈنگ کمپنی) کی مکمل ملکیتی ذیلی کمپنی ہے۔

سفار پراپرٹیز (پرائیویٹ) لمیٹڈ:

سفار پراپرٹیز (پرائیویٹ) لمیٹڈ (ایس پی پی ایل) 5 اگست 2022 کو کیپٹل ایکٹ 2017 کے تحت ایک پرائیویٹ کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ کمپنی کا مقصد ریل اسٹیٹ کے منصوبوں میں سرمایہ کاری کرنا ہے۔ سفار پراپرٹیز (پرائیویٹ) لمیٹڈ، سفار فائبر لمیٹڈ کی مکمل ملکیتی ذیلی ادارہ ہے۔

شایان عبداللہ

ڈائریکٹر

منجانب بورڈ آف ڈائریکٹرز

شاید عبداللہ
چیف ایگزیکٹو

لاہور

تاریخ: 28 اکتوبر 2022ء

SAPPHIRE FIBRES LIMITED
CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2022

(UN-AUDITED)

Sapphire Fibres Limited
Condensed Interim Consolidated Statement of Financial Position - Unaudited
As at 30 September, 2022

		Un-Audited 30 September, 2022 Rupees	Audited 30 June, 2022 Rupees
Assets	Note		
Non Current Assets			
Property, plant and equipment	6	25,840,438,590	25,987,739,715
Investment property		31,750,000	31,750,000
Intangible assets		6,755,654	6,992,014
Long term investments	7	5,313,089,893	5,149,820,289
Long term loans		9,304,750	4,346,250
Long term deposits		62,426,345	62,426,345
		31,263,765,232	31,243,074,613
Current Assets			
Stores, spare parts and loose tools		755,341,016	768,105,482
Stock-in-trade		15,185,485,008	14,654,647,253
Trade debts		15,968,710,248	13,956,754,985
Loans and advances		1,498,215,047	819,015,632
Trade deposits and short term prepayments		59,118,866	104,341,667
Short term investments		3,295,341,842	7,093,387,345
Other receivables		1,500,027,281	1,549,390,347
Tax refunds due from Government		3,429,129,086	2,936,119,117
Cash and bank balances		742,693,421	671,581,706
		42,434,061,815	42,553,343,534
Total Assets		73,697,827,047	73,796,418,147
Equity and Liabilities			
Share Capital and Reserves			
Authorised capital			
35,000,000 ordinary shares of Rs.10 each		350,000,000	350,000,000
Issued, subscribed and paid-up capital			
20,671,875 ordinary shares of Rs.10 each		206,718,750	206,718,750
Reserves		1,521,258,867	1,948,458,515
Unappropriated profit		34,821,632,823	32,879,156,697
Equity attributable to shareholders of the Parent Company		36,549,610,440	35,034,333,962
Non-controlling interest		6,731,431,322	6,338,808,434
Total equity		43,281,041,762	41,373,142,396
Non current liabilities			
Long term liabilities		5,389,816,889	5,644,921,664
Deferred income - Government grant		-	-
Staff retirement benefit - gratuity		420,040,596	399,538,518
Deferred taxation		133,068,062	131,893,344
		5,942,925,547	6,176,353,526
Current liabilities			
Trade and other payables		7,499,088,587	8,053,654,426
Contract liabilities		1,265,336,838	1,051,628,011
Accrued mark-up / interest		343,843,798	342,281,137
Short term borrowings		13,503,093,867	14,877,140,252
Current portion of long term finances		839,431,161	1,072,001,118
Unclaimed dividend		6,670,826	6,670,826
Provision for taxation		1,016,394,661	843,546,455
		24,473,859,738	26,246,922,225
Contingencies and commitments	8		
Total equity and liabilities		73,697,827,047	73,796,418,147

The annexed notes 1 to 12 form an integral part of these consolidated financial statements.


Chief Executive Officer


Director


Chief Financial Officer

Sapphire Fibres Limited
Condensed Interim Consolidated Statement of Profit or Loss - Unaudited
For the Three Months Period Ended 30 September, 2022


		Three months period ended	
		30 September,	
		2022	2021
		Rupees	Rupees
	Note		
Sales		18,955,601,307	15,279,808,272
Cost of sales	9	15,283,297,948	12,806,432,540
Gross profit		3,672,303,359	2,473,375,732
Distribution cost		629,916,464	368,826,183
Administrative expenses		170,192,690	124,568,561
Other expenses		105,360,536	58,914,656
Other income		(208,141,093)	(175,187,003)
		697,328,597	377,122,397
Profit from operations		2,974,974,762	2,096,253,335
Finance cost		525,779,957	416,382,479
		2,449,194,805	1,679,870,856
Share of profit of associates		124,715,795	182,625,686
Profit before taxation		2,573,910,600	1,862,496,542
Taxation			
Current		172,848,206	98,389,762
Deferred		767,252	2,865,861
		173,615,458	101,255,623
Profit after taxation		2,400,295,142	1,761,240,919
Attributable to:			
- Shareholders of the Parent Company		2,007,672,254	1,604,861,848
- Non-controlling interest		392,622,888	156,379,071
		2,400,295,142	1,761,240,919

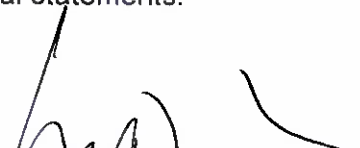
Earnings per share - attributable to the
shareholders of the Parent Company

97.12 **77.64**

The annexed notes 1 to 12 form an integral part of these consolidated financial statements.


Chief Executive Officer


Director

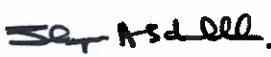

Chief Financial Officer

Sapphire Fibres Limited**Condensed Interim Consolidated Statement of Other Comprehensive Income - Unaudited
For the Three Months Period Ended 30 September, 2022**

	Three months period ended 30 September,	
	2022 Rupees	2021 Rupees
Profit after taxation	2,400,295,142	1,761,240,919
Other comprehensive income / (loss)		
Items that will not be reclassified to statement of profit or loss subsequently		
Unrealised gain / (loss) on remeasurement of investment at fair value through other comprehensive income		
- long term	(219,641,746)	(260,788,034)
- short term	(268,241,981)	(219,700,103)
Share of fair value profit / (loss) on re-measurement of available-for-sale investments of Associated Companies	(4,592,116)	(3,431,095)
	(492,475,843)	(483,919,232)
Items that will be reclassified to statement of profit or loss subsequently		
Impact of deferred tax of staff retirement benefit obligation	(207,533)	
Share of unrealised profit on remeasurement of hedging instrument of Associated Companies	293,214	(76,145)
	85,681.00	(76,145)
Total comprehensive gain for the period	1,907,904,980	1,277,245,542
Attributable to:		
- Shareholders of the Parent Company	1,515,282,092	1,120,866,471
- Non-controlling Interest	392,622,888	156,379,071
	1,907,904,980	1,277,245,542

The annexed notes 1 to 12 form an integral part of these consolidated financial statements.


Chief Executive Officer

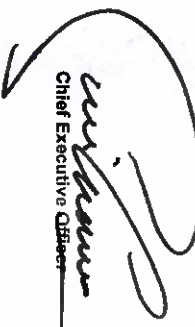

Director


Chief Financial Officer

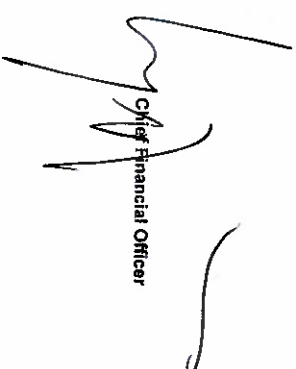
Sapphire Fibres Limited
Condensed Interim Consolidated Statement of Changes in Equity - Unaudited
For the Three Months Period Ended 30 September, 2022

	Issued, subscribed and paid-up capital	Capital		Reserves			Unappropriated profit	Total	Non Controlling Interest
		Share premium	Maintenance reserve	General	Unrealised gain on financial assets at fair value through other comprehensive income	Unrealised gain on hedging instruments			
Balance as at 01 July, 2021	206,718,750	391,833,750	190,833,377	1,183,845,000	1,592,511,269	243,733	3,359,267,129	25,714,867,539	29,280,873,418
Final dividend for the year ended June, 2022	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period ended 30 September, 2021	-	-	-	-	-	-	-	-	-
Profit for the period	-	-	-	-	(483,919,232)	(76,145)	(483,995,377)	1,604,861,848	1,604,861,848
Other comprehensive income	-	-	-	-	(483,919,232)	(76,145)	(483,995,377)	1,604,861,848	1,604,861,848
Transfer to maintenance reserve	-	-	-	-	-	-	-	-	-
Effect of items directly credited in equity by associates	-	-	-	-	-	-	-	-	-
Balance as at 30 September, 2021	206,718,750	391,833,750	190,833,377	1,183,845,000	1,108,592,037	167,588	2,875,271,752	27,319,749,617	30,401,740,119
Balance as at 01 July, 2022	206,718,750	391,833,750	347,810,242	1,183,845,000	24,717,363	252,160	1,948,458,515	32,879,156,697	35,034,333,962
Transfer from unappropriated profit	-	-	65,190,514	-	-	-	65,190,514	(65,190,514)	-
Total comprehensive income for the period ended 30 September, 2022	-	-	-	-	-	-	-	-	-
Profit for the period	-	-	-	-	(492,475,843)	85,661	(492,390,182)	2,007,672,254	2,007,672,254
Other comprehensive loss	-	-	-	-	(492,475,843)	85,661	(492,390,182)	2,007,672,254	2,007,672,254
Transfer to maintenance reserve	-	-	-	-	-	-	-	-	-
Effect of items directly credited in equity by associates	-	-	-	-	-	-	-	-	-
Balance as at 30 September, 2022	206,718,750	391,833,750	413,000,756	1,183,845,000	(467,758,480)	337,841	1,521,258,867	34,821,632,823	36,549,610,440

The annexed notes 1 to 12 form an integral part of these consolidated financial statements.


Chief Executive Officer


Director


Chief Financial Officer

Sapphire Fibres Limited
Condensed Interim Consolidated Statement of Cash Flows - Unaudited
For the Three Months Period Ended 30 September, 2022

	Three months period ended 30 September,	
	2022	2021
	Rupees	Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	2,449,194,805	1,679,870,856
Adjustments for non-cash changes and other items:		
Depreciation	375,491,151	358,086,094
Amortisation	236,361	366,257
Staff retirement benefits - gratuity	40,950,000	31,500,000
Provision for workers' profit participation fund	77,055,548	58,314,656
Gain on disposal of operating fixed assets	(3,774,564)	(1,071,465)
Gain on sale of stores & spares	-	(114,698)
Dividend, interest and other income	(127,734,790)	(123,934,412)
Exchange fluctuation loss	-	-
Finance cost	525,779,957	416,382,479
	888,003,663	739,528,911
Cash inflow from operating activities before working capital changes	3,337,198,468	2,419,399,767
(Increase) in current assets		
Stores, spares and loose tools	12,764,466	(165,779,284)
Stock in trade	(530,837,755)	(1,900,231,912)
Trade debts	(2,011,955,263)	(2,549,078,358)
Loans and advances	(679,199,415)	(346,580,519)
Deposits, other receivables and sales tax	226,762,322	(86,659,628)
Increase in trade and other payables	(417,912,560)	188,894,336
	(3,400,378,205)	(4,859,435,365)
Cash outflow from operating activities	(63,179,737)	(2,440,035,598)
Staff retirement benefit paid	(20,447,922)	(17,649,571)
Finance cost paid	(524,217,296)	(443,552,139)
Tax (paid) / Taxes refund received	(653,894,075)	(297,951,579)
Workers' profit participation fund paid	-	(119,661,295)
Long term loans and deposits-net	(4,958,500)	(1,801,000)
	(1,203,517,793)	(880,615,584)
Net Cash outflow from operating activities	(1,266,697,530)	(3,320,651,182)
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditures	(237,188,526)	(520,881,951)
Long and short term investments-net	3,267,053,451	(3,500,000)
Sale proceeds of operating fixed assets	12,773,064	2,454,999
Sale proceeds of stores & spares	-	1,643,535
Dividend, interest and other income received	156,892,373	146,256,355
Net cash (outflow) / inflow from investing activities	3,199,530,362	(374,027,062)
CASH FLOW FROM FINANCING ACTIVITIES		
Long term finances - obtained	-	249,992,590
Long term finances - repaid	(487,674,732)	(214,711,386)
Dividend paid	-	-
Short term borrowings - net	(1,374,046,385)	3,990,975,122
Net cash inflow / (outflow) from financing activities	(1,861,721,117)	4,026,256,326
Net decrease in cash and cash equivalents	71,111,715	331,578,082
Cash and cash equivalents - at the beginning of the period	671,581,706	518,979,417
CASH AND CASH EQUIVALENTS - at the end of the period	742,693,421	850,557,499

The annexed notes 1 to 12 form an integral part of these consolidated financial statements.


Chief Executive Officer


Director


Chief Financial Officer

SAPPHIRE FIBRES LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Un-audited)
FOR THE PERIOD ENDED 30 SEPTEMBER , 2022

1. LEGAL STATUS AND OPERATIONS

The Group consists of following parent and subsidiary companies.

The Parent Company

- Sapphire Fibres Limited

The Parent Company was incorporated in Pakistan on June 05, 1979 as a public limited company and its shares are quoted on Pakistan Stock Exchange. The Parent Company is principally engaged in manufacture and sale of yarn, fabrics and garments. The registered office of the Parent Company is located at 316, Cotton Exchange Building, Karachi while its mills and head office are located in Lahore and Sheikhpura districts.

The Subsidiary Companies

- Sapphire Electric Company Limited - SECL

SECL was incorporated in Pakistan as a public company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017) on January 18, 2005. The principal activity of the Subsidiary Company is to build, own, operate and maintain a combined cycle power station having a net capacity of 212 MW at Muridke, District Sheikhpura, Punjab. The registered office of the Subsidiary Company is located at 7-A/K, Main Boulevard, Gulberg II, Lahore. The Subsidiary Company has a Power Purchase Agreement (PPA) with its sole customer, National Transmission and Dispatch Company Limited (NTDC) for thirty years which commenced from October 05, 2010.

- Premier Cement Limited - PCL

PCL is a wholly owned subsidiary and was incorporated in Pakistan as a public company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017), on July 26, 2016. The registered office of the Subsidiary Company is located at 7 - A/K, Main Boulevard, Gulberg - II, Lahore. The principal activity of subsidiary company is to manufacture and sale of cement and allied products. The Subsidiary Company obtained license from Directorate General Mines and Minerals, Khyber Pakhtunkhwa for setting up cement plant in D.I Khan district. The subsidiary company is in setup phase and has not yet commenced commercial operations.

- Sapphire Cement Company Limited - SCCL

SCCL is a wholly owned subsidiary and was incorporated in Pakistan as a public company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017) on October 28, 2016. The principal activity of subsidiary company is to manufacture and sale of cement and allied products. The registered office of the Subsidiary Company is located at 7 - A/K, Main Boulevard, Gulberg - II, Lahore. The Subsidiary company is aiming to set up its plant in the province of Punjab.

- Sapphire Power Limited - SPL

Sapphire Power Limited (the Company) is a public unlisted company limited by shares incorporated in Pakistan on April 19, 2021 under the Companies Ordinance, 1984 (now Companies Act, 2017). The principal activity of the company generate, purchase, import, transform, convert, distribute and supply electricity including the hydriil and wind power system. The Company is a wholly owned subsidiary of Sapphire Fibres Limited ('the Holding Company').

- **Sapphire Building Materials Limited - SBML**

Sapphire Building Materials Limited (the Company) is a wholly owned subsidiary of Premier Cement Limited - PCL which is a subsidiary of the Parent Company. SBML is a public unlisted company limited by shares incorporated in Pakistan on March 24, 2021 under the Companies Ordinance, 1984 (now Companies Act, 2017). The principal activity of the Company is to deal, trade, import, purchase and sale of cement and allied products.

- **Sapphire Mining Exploration (Private) Limited - SMEL**

Sapphire Mining Exploration (Private) Limited (SMEL) was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on August 25, 2020. Subject to necessary approvals, SMEL intends to establish and install plant for manufacturing of all kinds of cement and its allied products in Gilgit. SMEL is a wholly owned subsidiary of Premier Cement Limited which is a subsidiary of Sapphire Fibres Limited.

- **Sapphire Properties (Private) Limited - SPPL**

Sapphire Properties (Private) Limited (SPPL) is incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on August 5, 2022. The purpose is to investment in real estate projects. SPPL is a wholly owned subsidiary of Sapphire Fibres Limited.

- **Sapphire Energy (Private) Limited - SEL**

SEL is a wholly owned subsidiary and was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on December 11, 2017. The principal activity of Subsidiary Company shall be to undertake, develop power projects and make equity investments, acquire or hold shares in companies involved in energy generation and to establish and operate a terminal for the handling, regasification, storage, treatment and processing of Liquefied Natural Gas (LNG), Re-gasified Liquefied Natural Gas (RLNG), Liquid Petroleum Gas (LPG), Natural Gas Liquid (NGL) and other related products. The subsidiary company is in setup phase and has not yet commenced commercial operations. The registered office of the Subsidiary Company is located at 7 - A/K, Main Boulevard, Gulberg - II, Lahore.

- **Sapphire Hydro Limited - SHL**

SHL is a wholly owned subsidiary of Sapphire Electric Company Limited - SECL which is a subsidiary of the Parent Company and was incorporated in Pakistan as a public company limited by shares under the Companies Act, 2017 on September 07, 2017. The principal business of the subsidiary company is to construct, establish and setup a Hydro Electric Power generation project having a net capacity of 150 MW with potential of 682 GWh of annual energy generation at Sharmai, Khyber Pakhtunkhwa. The subsidiary company is in setup phase and has not yet commenced commercial operations. The registered office of the Subsidiary Company is located at 7 - A/K, Main Boulevard, Gulberg - II, Lahore.

- **Ignite Power Private Limited - IPPL**

Ignite power (Private) Limited is a subsidiary company of Sapphire Energy (Private) Limited - SEPL which is a wholly owned subsidiary of the Parent Company. IPPL was incorporated in Pakistan as a public company limited by shares under the Companies Act, 2017 on July, 03, 2019. It intends to undertake, develop power projects including the use of solar energy systems and all other forms of energy and products associated therewith. The registered office of the Subsidiary Company is located at 7 - A/K, Main Boulevard, Gulberg - II, Lahore.

2. BASIS OF PREPARATION

These condensed interim consolidated financial information have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Act; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Act differ from the IFRS Standards, the provisions of and directives issued under the Act have been followed.

These condensed interim consolidated financial statements are presented in Pakistan Rupees, which is the Company's functional and presentation currency. All financial information presented in Pakistan Rupees has been rounded to the nearest rupees unless otherwise specified.

3. PRINCIPLES OF CONSOLIDATION

The assets and liabilities of the Subsidiary Companies have been consolidated on a line by line basis and the carrying value of investment held by the Holding Company is eliminated against Holding Company's share in paid-up capital of the Subsidiary Companies.

All material inter-group balances and transactions have been eliminated. Investments in Associated Companies, as defined in the Companies Act, 2017, are accounted for under the equity method of accounting.

Non-controlling interest is calculated on the basis of their proportionate share in the net assets of the Subsidiary Company.

4. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation of balances adopted in the preparation of this condensed interim consolidated financial information are the same as those applied in preparation of the preceding published consolidated financial statements of the Group for the year ended 30 June, 2022.

5. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed interim consolidated financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amount of assets, liabilities, income and expenses. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In preparing this condensed interim financial information, the significant judgments made by management in applying accounting policies and key sources of estimation were the same as those that were applied to the annual audited financial statements for the year ended 30 June, 2022.

The Group's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 June, 2022.

		Un-audited 30 September, 2022 Rupees	Audited 30 June, 2022 Rupees
6. PROPERTY, PLANT AND EQUIPMENT	Note		
Operating fixed assets	6.1	23,568,029,276	23,835,249,035
Capital work in progress	6.2	2,272,409,314	2,152,490,680
		<u>25,840,438,590</u>	<u>25,987,739,715</u>
6.1 Operating fixed assets			
Opening book value		23,835,249,035	23,611,318,331
Additions/Adjustments during the period/year			
- land (freehold)		15,497,360	-
- residential buildings and others		10,487,269	3,823,726
- factory buildings		-	39,419,019
- plant and machinery		75,855,333	1,653,206,673
- electric installations		2,386,000	29,037,970
- mill equipments		-	30,229,459
- computer hardware		1,523,450	17,281,886
- vehicles		11,328,190	60,719,322
- furniture and fixtures		192,290	16,236,079
		117,269,892	1,849,954,134
Book value of assets disposed-off / adjustments during the quarter / year		(8,998,500)	(138,623,389)
Depreciation charge for the quarter / year		(375,491,151)	(1,487,400,041)
Closing book value		<u>23,568,029,276</u>	<u>23,835,249,035</u>
6.2 Capital work-in-progress			
Buildings		812,828,184	645,081,936
Furniture and fixtures		23,282,729	19,680,831
Plant and machinery		729,983,770	728,961,249
Un-allocated capital expenditure		406,955,355	406,290,562
Advance payments:			
- land - freehold		90,561,960	36,680,950
- factory / office buildings		60,680,647	78,192,418
- Furniture & Fixtures		6,626,774	-
- electric installation		102,960,000	206,328,734
- vehicles		5,072,090	31,274,000
- computer software		33,457,805	-
		<u>2,272,409,314</u>	<u>2,152,490,680</u>

			Un-audited 30 September, 2022 Rupees	Audited 30 June, 2022 Rupees
7.	LONG TERM INVESTMENTS	Note		
	Associates - equity accounted investments	7.1	2,584,188,055	2,201,276,705
	Others - equity instruments	7.2	2,682,151,838	2,902,043,584
	- debt instruments	7.3	46,750,000	46,500,000
			<u>5,313,089,893</u>	<u>5,149,820,289</u>
7.1	Associates - at equity method			
	Quoted			
	Reliance Cotton Spinning Mills Limited (RCSM)	7.1.1	106,782,637	99,577,454
	SFL Limited (SFL)	7.1.2	3,723,303	3,391,544
	Un quoted			
	Sapphire Power Generation Limited (SPGL)	7.1.3	289,225,247	281,925,998
	Sapphire Dairies (Private) Limited (SDL)	7.1.4	181,986,205	190,433,942
	Tricon Boston Consulting Corporation (Private) Limited (TBCCL)	7.1.5	1,739,970,592	1,625,947,767
	Creek Properties (Pvt) Ltd.	7.1.6	262,500,071	-
	Energas Terminal (Private) Limited - ETL	7.1.7	-	-
	Energas Marketing (Private) Limited (EML)	7.1.8	-	-
			<u>2,584,188,055</u>	<u>2,201,276,705</u>

- 7.1.1** Investment in RCSM represents 138,900 fully paid ordinary shares of Rs.10 each representing 1.35% (2022: 1.35%) of RCSM's issued, subscribed and paid-up capital as at Sep 30, 2022. RCSM was incorporated on June 13, 1990 as a public limited company and its shares are quoted on Pakistan Stock Exchange. The principal activity of RCSM is manufacturing and sale of yarn. RCSM is an associate of the Group due to common directorship. The Financial information of RCSM for the quarter ended 30 September, 2022 has been used for the purpose of application of equity method.
- 7.1.2** Investment in SFL represents 10,199 fully paid ordinary shares of Rs.10 each representing 0.051% (2022: 0.051%) of SFL's issued, subscribed and paid-up capital as at Sep 30, 2022. SFL was incorporated on April 26, 2010 as a public limited company and its shares are quoted on Pakistan Stock Exchange. The main business of SFL is to investment in the shares of Related Parties. SFL is an associate of the Group due to common directorship. The Financial information of SFL for the quarter ended 30 September, 2022 has been used for the purpose of application of equity method.

- 7.1.3** Investment in SPGL represents 2,824,500 fully paid ordinary shares of Rs.10 each representing 17.63% (2022: 17.63%) of SPGL's issued, subscribed and paid-up capital as at Sep 30, 2022. SPGL was incorporated in Pakistan as a public limited company and is principally engaged in the business of electric power generation and distribution. SPGL is an associate of the Group due to common directorship. The Financial information of SPGL for the quarter ended 30 September, 2022 has been used for the purpose of application of equity method.
- 7.1.4** Investment in SDL represents 10,000,000 fully paid ordinary shares of Rs.10 each representing 5.51% (2022: 5.50%) of SDL's issued, subscribed and paid-up capital as at Sep 30, 2022. SDL was incorporated as a private limited company and is principally engaged in production and sale of milk and milk products. SDL is an associate of the Group due to common directorship. The Financial information of SDL for the quarter ended 30 September, 2022 has been used for the purpose of application of equity method.
- 7.1.5** Investment in TBCCL represents 59,251,500 fully paid ordinary shares of Rs.10 each representing 7.13% (2022: 7.13%) of TBCCL's issued, subscribed and paid-up capital as at Sep 30, 2022. The Parent Company has pledged these shares through an Onshore Security Trustee under Share Pledge Group Agreement dated May 08, 2018 as security against financing facilities advanced to TBCCL. TBCCL was incorporated as a private limited company by shares and its principal business is to operate and maintain wind power plants to generate and supply electricity. TBCCL is an associate of the Group due to common directorship. The Financial information of TBCCL for the quarter ended 30 September, 2022 has been used for the purpose of application of equity method.
- 7.1.6** Investment in Creek Properties (Pvt) Limited represents 497,489 fully paid ordinary shares having face value of PKR 10/- each offered at a price of PKR 527.65 each representing 12.95% of Creek Properties Pvt Limited 's issued, subscribed and paid-up capital as at Sep 30, 2022. Creek Properties (Pvt) Limited was incorporated as a private limited company and is principally engaged in investments in real estate segments.
- 7.1.7** The Group has made investment in ETL's 2500 fully paid ordinary shares (2022:2500) of Rs.10 each representing 25% (2022:25%) of ETL's issued, subscribed and paid-up capital as at Sep 30, 2022. ETL was incorporated as a private limited company and its principal business is to undertake and develop power projects.

ETL has incurred loss amounted Rs.13.674 million during the year ended June 30, 2022 and has accumulated losses aggregated Rs. 94.257 million as on June 30, 2022. Subsidiary Company's - SEL share of loss has been recognised upto the extant of cost of investment.

- 7.1.8** The Subsidiary Company - Sapphire Energy (Private) Limited has made investment in EML's 3,000 fully paid ordinary shares of Rs.10 each representing 30% of EML's issued, subscribed and paid-up capital as at Sep 30, 2022. EML was incorporated as a private limited company. The principal activity of EML shall be to import, process and sell natural gas, liquefied natural gas all other related items.

EML has incurred loss amounted Rs.208 thousand during the year ended June 30, 2022 and it has accumulated losses aggregated Rs.662 thousand as on June 30, 2022. Subsidiary Company's - SEL share of loss has been recognised upto the extant of cost of investment.

- 7.1.9** Investments made by the Group in the Subsidiary and Associated Companies have been made in accordance with the requirements under the Companies Act, 2017.

7.2 Equity Instruments - at FVTOCI**Quoted**

MCB Bank Limited

18,213,195 (30 June, 2022: 18,213,195) ordinary
shares of Rs.10 each - costAdjustment arising from re-measurement
to fair valueUn-audited
30 September,
2022
RupeesAudited
30 June,
2022
Rupees

896,451,123

896,451,123

1,280,207,812

1,343,407,598

2,176,658,935

2,239,858,721

Habib Bank Limited

7,244,196 (30 June, 2022: 7,244,196) ordinary
shares of Rs.10 each - costAdjustment arising from re-measurement
to fair value

1,217,073,609

1,217,073,609

(712,080,706)

(555,388,746)

504,992,903

661,684,863

UnquotedTCC Management Services (Pvt.) Limited - Unquoted
50,000 ordinary shares of Rs.10 each

500,000

500,000

2,682,151,838

2,902,043,584

7.3 Debt Instruments - at FVTOCI

Habib Bank Limited -

term finance certificates (TFCs)

500 (30 June, 2022: 500) Term finance certificates
of Rs.100,000 each - costAdjustment arising from re-measurement
to fair value

50,000,000

50,000,000

(3,250,000)

(3,500,000)

46,750,000

46,500,000

46,750,000

46,500,000

8. CONTINGENCIES AND COMMITMENTS

8.1 Guarantees issued by banks to various Government institutions on behalf of the Parent and Subsidiary Company aggregate Rs. 3,007.860 million (30 June, 2022: Rs.3,007.860 million).

8.2 SNGPL has claimed late payment surcharge amounting to Rs.316.343 million on account of partial payments made by the Group against the RLNG consumed by it prior to the Price Determinations of RLNG by the Oil and Gas Regulatory Authority ('OGRA'). The management is of the view that, as per the terms of the Gas Supply Agreement ('GSA') and the Operating Procedure signed by the Group, Ministry of Petroleum and Natural Resources, Ministry of Water and Power, SNGPL and Central Power Purchasing Agency (Guarantee) Limited, the Group is liable to make payments to SNGPL on the basis of the prices notified by OGRA, therefore, the partial payments made by the Group to SNGPL prior to OGRA price determinations do not constitute a default on the Group's part. Based on the advice of the Group's legal counsel, management considers that under the terms of the GSA and the Operating Procedure, there are meritorious grounds to support the Group's stance. Consequently, no provision for the abovementioned amount has been made in these consolidated financial statements.

There was no significant change in status of contingencies that were disclosed to the annual audited consolidated financial statements for the year ended 30 June, 2022 except disclosed above.

	Un-audited 30 September, 2022 Rupees	Audited 30 June, 2022 Rupees
Commitments in respect of :		
- letters of credit for capital expenditure	1,653,289,931	1,393,549,471
- letters of credit for purchase of raw materials and stores, spare parts & chemicals	3,797,829,108	1,245,777,622
- capital expenditure other than letters of credit	167,477,061	685,315,214

8.3 The Subsidiary Company - SECL has an agreement with a consortium between General Electric International, Inc. and General Electric Energy Parts, Inc. for the O&M of the power station that started from the Commercial Operations Date up to the earlier of the time when the power station has run 144,000 Fired Hours and October 4, 2040. Under the terms of the O&M agreement, the Group is required to pay a monthly fixed O&M fee and a variable O&M fee depending on operation of the plant on RLNG or HSD, both of which shall be subject to a minimum annual increase of 3%.

		Un-audited 30 September, 2022 Rupees	Un-audited 30 September, 2021 Rupees
9. COST OF SALES	Note		
Stocks - opening		3,153,668,217	1,678,631,040
Cost of goods manufactured	9.1	14,513,272,655	12,889,469,184
Cost of raw materials sold		-	6,543,836
		<u>17,666,940,872</u>	<u>14,574,644,060</u>
Stocks - closing		2,383,642,924	1,768,211,520
		<u>15,283,297,948</u>	<u>12,806,432,540</u>
9.1 Cost of goods manufactured			
Work in process - opening		1,296,808,329	1,066,648,576
Raw materials consumed		11,515,761,344	10,739,340,838
Overheads		3,126,145,428	2,363,775,220
		<u>14,641,906,772</u>	<u>13,103,116,058</u>
		15,938,715,101	14,169,764,634
Work in process - closing		1,425,442,446	1,280,295,450
		<u>14,513,272,655</u>	<u>12,889,469,184</u>

10 SEGMENT INFORMATION

The Group's reportable segments are as follows:

- Spinning;
- Knitting, processing & garments;
- Denim; and
- Power.

10.1 Segment revenues and results

For the period ended
30 September, 2022

Revenue - external Customers

Inter -segment Sale

Segment Results

For the period ended
30 September, 2021

Revenue - external Customers

Inter -segment Sale

Segment Results

Reconciliation of segment results with profit after tax is as follows:

Total results for reportable segments

Administrative expenses

Other income

Other expenses

Finance Cost

Share of profit / (loss) of associates

Taxation

Profit after taxation

10.2 Segment assets and liabilities

As at 30 September, 2022

Segment assets

Unallocated assets

Segment liabilities

Unallocated liabilities

As at 30 June, 2022

Segment assets

Unallocated assets

Segment liabilities

Unallocated liabilities

10.3 Geographical information

All segments of the group are managed on nation-wide basis and operate manufacturing facilities in Pakistan.

Spinning	Knitting, Processing and garments	Denim	Power	Total
Rupees				
6,245,751,635	3,168,033,516	2,804,050,935	6,737,765,220	18,955,601,306
864,964,818				864,964,818
1,094,084,022	299,601,441	373,242,308	1,275,459,123	3,042,386,894
4,903,382,139	1,780,338,040	2,532,494,596	6,063,593,497	15,279,808,272
601,448,842				601,448,842
1,268,591,331	134,696,026	103,288,136	597,974,056	2,104,549,549

Three months period ended
30 September,

2022 Rupees	2021 Rupees
3,042,386,894	2,104,549,549
(170,192,690)	(124,568,561)
208,141,093	175,187,003
(105,360,536)	(58,914,656)
(525,779,957)	(416,382,479)
124,715,795	182,625,686
(173,615,458)	(101,255,623)
2,400,295,141	1,761,240,919

Spinning	Knitting, Processing and garments	Denim	Power	Total
Rupees				
17,821,232,986	7,207,011,737	10,128,605,410	24,174,953,134	59,331,803,267
				14,366,023,780
				73,697,827,047
5,882,821,834	7,777,213,988	13,174,779,776	3,017,825,991	29,852,641,589
				564,143,696
				30,416,785,285
16,371,057,874	6,478,223,456	10,320,312,281	26,506,042,769	59,675,636,380
				14,120,781,767
				73,796,418,147
4,516,855,511	6,824,138,457	13,471,902,285	6,574,758,363	31,387,654,616
				1,035,621,135
				32,423,275,751

11. RELATED PARTY TRANSACTIONS

The Group has related party relationship with its Associated Companies, employee benefit plan, its directors and key management personnel. Transactions with related parties are carried out on arm's length basis. There were no transactions with key management personnel other than under the terms of employment. Aggregate transactions with associated companies during the period were as follows:

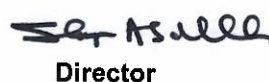
Relationship with the company	Name of transaction	Un-audited 30 September, 2022 Rupees	Un-audited 30 September, 2021 Rupees
I. Associates	Sale of goods and services	59,513,818	64,274,131
	Services rendered	913,090	-
	Purchase of goods and services	788,456,107	657,660,136
	Expenses charged to	384,467	2,147,822
	Expenses charged by	7,632,886	925,000
II. Other related parties	Contribution towards provident fund	21,900,104	15,919,384

12. DATE OF AUTHORIZATION FOR ISSUE

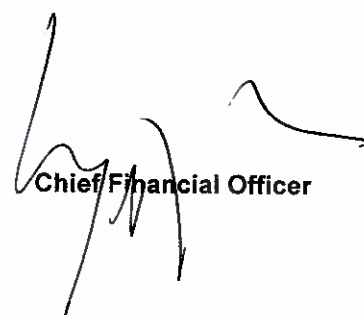
These financial statements were authorized for issue on 28 October, 2022 by the Board of Directors of the Company.



Chief Executive Officer



Director



Chief Financial Officer