

# **SHABBIR TILES AND CERAMICS LIMITED**

Condensed Interim Financial Statements

For the First Quarter ended

September 30, 2022

(Un-Audited)



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## Shabbir Tiles and Ceramics Limited

**COMPANY INFORMATION**

## BOARD OF DIRECTORS

Rafiq M. Habib  
 Syed Masood Abbas Jaffery  
 Muhammad Salman Burney  
 Imran Ali Habib  
 Abdul Hai M. Bhaimia  
 Feroze Jehangir Cawasji  
 Farhana Mowjee Khan

Chairman  
 Chief Executive Officer  
 Director  
 Director  
 Director  
 Director  
 Director

## AUDIT COMMITTEE

Feroze Jehangir Cawasji  
 Imran Ali Habib  
 Abdul Hai M. Bhaimia  
 Farhana Mowjee Khan

Chairman  
 Member  
 Member  
 Member

HUMAN RESOURCES AND  
REMUNERATION COMMITTEE

Feroze Jehangir Cawasji  
 Muhammad Salman Burney  
 Farhana Mowjee Khan  
 Syed Masood Abbas Jaffery

Chairman  
 Member  
 Member  
 Member

## CHIEF FINANCIAL OFFICER

Mustafa Jafar

## COMPANY SECRETARY

Ovais Jamani

## AUDITORS

EY Ford Rhodes  
 Chartered Accountants

## LEGAL ADVISOR

Munawar Malik & Co.  
 Advocate Supreme Court

## BANKERS

Habib Metropolitan Bank Limited  
 Habib Bank Limited  
 Dubai Islamic Bank Pakistan Limited  
 Faysal Bank Limited  
 Allied Bank Limited  
 Meezan Bank Limited  
 Bank Al Falah Limited

REGISTERED OFFICE  
AND FACTORY UNIT-1

15th Milestone, National Highway  
 Landhi Industrial Area, Karachi-75120  
 Phone: (021) 38183610-3  
 E-mail: [info@stile.com.pk](mailto:info@stile.com.pk)

Fax: (021) 38183615  
 URL: <http://www.stile.com.pk>

REGISTRAR AND SHARE TRANSFER  
OFFICE

CDC Share registrar Services Limited, CDC House, 99-B, Block 'B', S.M.C.H.S  
 Main Shahrah-e-Faisal, Karachi-74400. Phone: 0800 23275  
 URL: [www.cdcsrsl.com](http://www.cdcsrsl.com) Email: [info@cdcsrsl.com](mailto:info@cdcsrsl.com)

## FACTORY UNIT-2

Deh Khanto, Tappo Landhi, District Malir, Bin Qasim Town, Karachi  
 Phone: (021) 34102702 Fax: (021) 34102709

ISLAMABAD  
(BUILDING MATERIAL PRODUCTS)

Plot No 1, ANF Empty Parking Road, Yamaha Chowk Road, Model Town,  
 Humak, Islamabad.

LAHORE  
(BUILDING MATERIAL PRODUCTS)

78-A , Factory Adda, Dina Nath main Multan Road, 46KM, Lahore

Shabbir Tiles and Ceramics Limited

## COMPANY INFORMATION

### STILE EMPORIUM AND DESIGN STUDIOS AND SALES OFFICES

|                                   |   |
|-----------------------------------|---|
| STAR GATE EMPORIUM, KARACHI       | Metro Cash & Carry, CAA, Near Star Gate, Main Shahrah-e-Faisal, Karachi.<br>Phone: (021) 34601372-74                  |
| FACTORY EMPORIUM, KARACHI         | 15th Milestone, National Highway, Landhi Industrial Area, Karachi<br>Phone: (021) 38183610-3                          |
| DHA BUKHARI EMPORIUM, KARACHI     | Plot 22-C, Lane 4, Bukhari Commercial, DHA, Phase VI, Karachi.<br>Phone: (021) 37249564                               |
| DHA 26TH STREET EMPORIUM, KARACHI | 26th Street Plot C-8-C, DHA Phase 5, Karachi.<br>Phone: (021) 37228922  |
| BUILD MATE EMPORIUM, KARACHI      | Build Mate 82-B, Midway Commercial, Bahria Town, Karachi<br>Phone: 0300-8269689                                       |
| DHA EMPORIUM, LAHORE              | DHA Lahore 164, CCA, Phase 4, Lahore<br>Phone: (042) 37185710-12  |
| THOKAR NIAZ BAIG EMPORIUM, LAHORE | Metro Cash & Carry, Thokar Niaz Baig Multan Road, Lahore<br>Phone: 0301-8282212                                       |
| FRANCHISE EMPORIUM, LAHORE        | Ferozepur Road: 83 - Main Ferozepur Road, Main Ichhra, Lahore<br>Phone: 0301-8207942                                  |
| MUREE ROAD EMPORIUM, RAWALPINDI   | Al Shareef Plaza, Ground Floor, Shamsabad, Murree Road, Rawalpindi<br>Phone: (051) 4935521-23                         |
| ISLAMABAD EMPORIUM                | Metro Islamabad, Plot No. 1-A, Sector 1-11/4, Near Sabzi Mandi, Islamabad<br>Phone: (051) 8469524                     |
| PESHAWAR EMPORIUM                 | 162/408 Tahkal Payan, University Road, Peshawar<br>Phone: (091) 3028068   |
| FAISALABAD EMPORIUM               | Talha Heights, Main Susan Road, P-243, 2A, Faisalabad<br>Phone: (041) 8739988   |
| HYDERABAD EMPORIUM                | Shop no. 13 & 14, Fortune Arcade, Jamshoro Road, next to KFC<br>Near Qasim Chowk, Hyderabad.<br>Phone: 0300-0647227   |
| MULTAN EMPORIUM                   | Officers Colony, Main Bosan Road, Chungi No. 9, Next to Crystal Mall, Multan.<br>Phone: (061) 2078492                 |
| BAHAWALPUR EMPORIUM               | Ground Floor, Commercial Building, Khawat No. 199/197, Moza Bandra<br>Multan Road, Bahawalpur.<br>Phone: 0300-2032142 |
| WAH CANTT EMPORIUM                | Khan Plaza, Khasra No 434, GT Road, near Raja Saab Mall, Wah Cantt<br>Phone: (051) 4926280-81                         |
| SUKKUR SALES OFFICE               | Tooba Plaza, Mezzanine Floor, Workshop Road, Sukkur<br>Phone: Phone: (071) 5615560                                    |

**SHABBIR TILES AND CERAMICS LIMITED**  
**DIRECTORS' REPORT TO THE SHAREHOLDERS**  
**FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022**

The Directors are pleased to present the financial results of your Company for the first quarter ended September 30, 2022.

**BUSINESS CHALLENGES AND FINANCIAL PERFORMANCE**

Pakistan along with the rest of the world, has been affected since the start of the calendar year starting from Russia-Ukraine conflict, impact of which has been felt across all industries, followed by political instability and eventually record-breaking rains in the monsoon season resulting in floods. The recent devastating floods in Pakistan added profound risk to the country's economic outlook. In addition to the floods, the elevated inflation rate and a higher-than-projected increase in global food and energy prices, remain downside risks to the outlook. There has been all time high inflation which affected production cost and purchasing power of customers.

During the quarter under review, STCL was also impacted by floods post rains as road infrastructure was damaged. The demand also slowed down due to overall depression in the market and the low activity in the construction sector. The prices were also increased because of the inflationary pressures, however, the volumes remained quite low resulting in low gross margins due to unabsorbed fixed costs.

The financial performance for the first quarter is summarized below:

| Particulars   | <i>Rs. in ' 000</i>   |                       |
|---|-----------------------|-----------------------|
|   | September 30,<br>2022 | September 30,<br>2021 |
| Turnover – net  | 2,918,225             | 2,665,779             |
| Gross profit  | 304,617               | 800,979               |
| (Loss) / Earnings before interest, tax and depreciation | (19,814)              | 529,753               |
| (Loss) / Profit before tax                              | (239,975)             | 337,089               |
| (Loss) / Profit after tax                               | (204,990)             | 202,656               |
| Earnings per share (Rs. / share)                        | (0.86)                | 0.85                  |

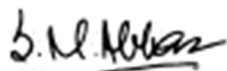
During the period, net turnover increased by 9.46% due to increase in prices, however, due to decline in volume, the gross margins decreased to 10.43% as against 30.05%, because of significant increase in costs due to rupee devaluation, raw material costs and freight and energy costs. Hence, your Company ended up at a negative bottom line of Rs. 240 million before tax as against profit of Rs. 337 million in the last year comparative period.

**FUTURE OUTLOOK**

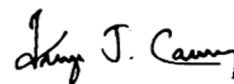
The climate calamity in the shape of floods has hit the country at a time when the economy was already in a tailspin as the government struggled with one of Pakistan's worst balance-of-payments crises, piling debt and soaring inflation. The country's economic managers have the most challenging task ahead as floods ravaged the country's road and communication network, damaged an incalculable number of houses, and destroyed millions of hectares of crops. The ongoing political instability had deteriorated the economic position of the Country and resumption of foreign exchange inflows from the IMF program has not only reduced uncertainty but also opened avenues for borrowing from other sources, which could help stabilize the foreign reserves and the domestic economic situation. We do not anticipate the upsurge in demand soon unless the government projects are re-initiated and the government schemes providing subsidized housing loans are resumed.

We would like to thank our stakeholders for their continued support and our shareholders for their confidence in the leadership of the Board and management team of the Company. With your continuous support and by the grace of the Almighty, we remain committed to deliver good performance.

On behalf of the Board of Directors



**SYED MASOOD ABBAS JAFFERY**  
Chief Executive Officer



**FEROZE JEHANGIR CAWASJI**  
Director

شبیر ٹائلز اینڈ سرامکس لمیٹڈ  
**حصص یافتگان کے لئے ڈائریکٹرز رپورٹ**  
 براۓ پہلی سہ ماہی اختتامیہ 30 ستمبر، 2022

ڈائریکٹرز 30 ستمبر 2022 کو ختم ہونے والی پہلی سہ ماہی کے لیے آپ کی کمپنی کے مالیاتی نتائج پیش کرنے پر خوشی محسوس کرتے ہیں۔

### مالیاتی کارکردگی اور کاروباری چیلنجز

روس یوکرین تنازعہ سے شروع ہونے والے کیلنڈر سال کے آغاز سے ہی پوری دنیا کے ساتھ پاکستان بھی متاثر ہوا ہے، جس کے اثرات تمام صنعتوں پر محسوس کیے گئے ہیں، اس کے بعد ملک میں سیاسی عدم استحکام پیدا ہوا اور مون سون کے موسم میں غیر معمولی بارشیں ہوئیں جس کے نتیجے میں سیلاب آیا۔ پاکستان میں حالیہ تباہ کن سیلاب نے ملک کے معاشی منظر نامے کے لیے گہرے خطرے میں اضافہ کیا۔ سیلاب کے علاوہ، افراط زر کی بلند شرح اور خوراک اور توانائی کی عالمی قیمتوں میں توقع سے زیادہ اضافہ، معیشت کے لیے منفی خطرات ہیں۔ مسلسل مہنگائی نے پیداواری لاگت اور صارفین کی قوت خرید کو متاثر کیا ہے۔

زیر جائزہ سہ ماہی کے دوران، کمپنی کا بزنس، بارشوں کے بعد سیلاب سے متاثر ہوا ہے کیونکہ انفراسٹرکچر کو نقصان پہنچا تھا۔ مارکیٹ میں مجموعی مندی اور تعمیراتی شعبے میں کم سرگرمی کی وجہ سے بھی طلب میں کمی آئی۔ مہنگائی کے دباؤ کی وجہ سے قیمتوں میں بھی اضافہ کیا گیا تھا، تاہم، فروخت میں کافی کمی رہی جس کے نتیجے میں غیر جذب شدہ مقررہ اخراجات کی وجہ سے مجموعی مارجن میں کمی ہوئی ہے۔

سہ ماہی کی مالی کارکردگی کا خلاصہ ذیل ہے:

روپے ہزاروں میں

| تفصیلات   | 30 ستمبر 2021 | 30 ستمبر 2022 |
|---|---------------|---------------|
| خالص فروخت  | 2,665,779     | 2,918,225     |
| مجموعی منافع  | 800,979       | 304,617       |
| (نقصان) آمدنی قبل از شرح سود، ٹیکس اور فرسودگی (EBITDA) | 529,753       | (19,814)      |
| (نقصان) / منافع قبل از ٹیکس                             | 337,089       | (239,975)     |
| (نقصان) / منافع بعد از ٹیکس                             | 202,656       | (204,990)     |
| (نقصان) / آمدنی فی حصص (روپے / حصص)                     | 0.85          | (0.86)        |

اس مدت کے دوران، قیمتوں میں اضافے کی وجہ سے خالص فروخت میں گزشتہ سال کے مقابلے میں 9.46 فیصد اضافہ ہوا، تاہم، مجموعی منافع گزشتہ سال کے 30.05 فیصد کے مقابلے میں کم ہو کر 10.43 فیصد رہ گیا، کیونکہ روپے کی قدر میں کمی ہوئی ہے، اس کے علاوہ، خام مال کی لاگت اور مال برداری اور توانائی کے اخراجات میں نمایاں اضافہ ہوا۔ اس طرح، آپ کی کمپنی کو اس سہ ماہی میں 240 ملین روپے کا نقصان ہوا ہے جبکہ گزشتہ سال کی اسی مدت میں 337 ملین کا منافع ہوا تھا۔

### مستقبل کی پیش بینی:

سیلاب کی شکل میں موسمیاتی آفت نے ایک ایسے وقت میں ملک کو متاثر کیا ہے جب معیشت پہلے ہی مشکلات کا شکار تھی کیونکہ حکومت پاکستان ادائیگیوں کے توازن کے بدترین بحران، قرضوں کے ڈھیر اور بڑھتی ہوئی مہنگائی سے نبرد آزما تھی۔

ملک کے معاشی منتظمین کے سامنے سب سے مشکل مرحلہ یہ ہے کہ سیلاب نے ملک کے سڑکوں اور مواصلاتی نیٹ ورک کو تباہ کر دیا، بے شمار گھروں کو نقصان پہنچایا، اور لاکھوں ہیکٹر فصلوں کو تباہ کر دیا ہے مزید برآں، ملک میں جاری سیاسی عدم استحکام نے ملک کی معاشی حالت کو خراب کیا ہے تاہم آئی ایم ایف پروگرام سے زرمبادلہ کی آمد دوبارہ شروع ہونے سے نہ صرف غیر یقینی صورتحال میں کمی آئی ہے بلکہ دیگر ذرائع سے قرضہ لینے کی راہیں بھی کھلی ہیں، جس سے غیر ملکی ذخائر کو مستحکم کرنے اور ملکی اقتصادیات کو مستحکم کرنے میں مدد مل سکتی ہے۔ ہمیں تب تک ٹائلز کی طلب میں اضافے کی توقع نہیں ہے جب تک کہ حکومتی منصوبے اور سبسڈی والے ہاؤسنگ لون فراہم کرنے والی سرکاری اسکیمیں دوبارہ شروع نہیں کی جاتیں۔

ہم اپنے اسٹیک ہولڈرز کا ان کی مسلسل حمایت اور اپنے شیئر ہولڈرز کا کمپنی کے بورڈ اور انتظامی ٹیم کی قیادت پر اعتماد کے لیے شکریہ ادا کرنا چاہیں گے۔ آپ کے مسلسل تعاون اور اللہ تعالیٰ کے فضل و کرم سے ہم اچھی کارکردگی پیش کرنے کے لیے پرعزم ہیں۔

برائے و منجانب - بورڈ آف ڈائریکٹرز

*Anthony J. Casey*

فیروز جہانگیر کاوسجی  
ڈائریکٹر

*S. M. Abbas*

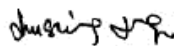
سید مسعود عباس جعفری  
چیف ایگزیکٹو آفیسر

کراچی: 28 اکتوبر 2022

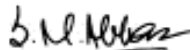
SHABBIR TILES AND CERAMICS LIMITED  
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION  
AS AT SEPTEMBER 30, 2022

|  | Note | September 30,<br>2022<br>(Un-audited)<br>------(Rupees in '000)----- | June 30,<br>2022<br>(Audited) |
|--|------|--|-------------------------------|
| <b>ASSETS</b>  |      |  |                               |
| <b>NON-CURRENT ASSETS</b>  |      |  |                               |
| Property, plant and equipment  | 7    | 3,485,002  | 3,456,004                     |
| Right-of-use assets  | 8    | 340,399  | 263,363                       |
| Investment properties  |      | 5,483  | 5,793                         |
| Long-term security deposits  |      | 40,249   | 32,149                        |
| Deferred tax asset - net   |      | 64,395   | -                             |
|  |      | <u>3,935,528</u>   | <u>3,757,309</u>              |
| <b>CURRENT ASSETS</b>  |      |  |                               |
| Stores and spare parts   |      | 540,653  | 503,682                       |
| Stock-in-trade   | 9    | 2,508,483  | 1,584,510                     |
| Trade debts  | 10   | 291,362  | 175,043                       |
| Loans and advances   |      | 114,897  | 50,847                        |
| Prepayments and other receivables                                    |      | 12,362   | 15,308                        |
| Short-term investments   | 11   | 136,046  | 1,348,374                     |
| Cash and bank balances   |      | 104,651  | 126,497                       |
|  |      | <u>3,708,454</u>   | <u>3,804,261</u>              |
|  |      | <u>7,643,982</u>   | <u>7,561,570</u>              |
| <b>EQUITY AND LIABILITIES</b>  |      |  |                               |
| <b>SHARE CAPITAL AND RESERVES</b>                                    |      |  |                               |
| <b>Authorised capital</b>  |      |  |                               |
| 240,000,000 (June 2022: 240,000,000) ordinary shares of Rs. 5/- each |      | <u>1,200,000</u>   | <u>1,200,000</u>              |
| Issued, subscribed and paid-up capital                               |      | 1,196,600  | 1,196,600                     |
| Reserves   |      | <u>1,440,518</u>   | <u>1,645,508</u>              |
|  |      | <u>2,637,118</u>   | <u>2,842,108</u>              |
| <b>NON-CURRENT LIABILITIES</b>                                       |      |  |                               |
| Long-term financing - secured  | 12   | 510,867  | 223,825                       |
| Deferred Income  |      | 56,898   | 58,271                        |
| Lease liabilities  | 13   | 270,098  | 198,725                       |
| Gas infrastructure development cess (GIDC) payable                   | 14   | 251,185  | 316,669                       |
| Deferred tax liability - net   |      | -  | 34,733                        |
|  |      | <u>1,089,048</u>   | <u>832,223</u>                |
| <b>CURRENT LIABILITIES</b>   |      |  |                               |
| Trade and other payables   |      | 2,672,194  | 2,549,399                     |
| Unclaimed dividend   |      | 3,279  | 3,279                         |
| Unpaid dividend  |      | 2,802  | 2,942                         |
| Accrued mark-up  |      | 5,682  | -                             |
| Current maturity of long-term financing                              | 12   | 13,929   | 8,712                         |
| Current maturity of deferred income                                  |      | 5,494  | 5,494                         |
| Current maturity of lease liabilities                                | 13   | 118,306  | 111,355                       |
| Current maturity of GIDC payable                                     | 14   | 539,257  | 463,229                       |
| Taxation - net   |      | 317,417  | 354,403                       |
| Sales tax payable  |      | 239,456  | 388,426                       |
|  |      | <u>3,917,816</u>   | <u>3,887,239</u>              |
| <b>CONTINGENCIES AND COMMITMENTS</b>                                 |      |  |                               |
|  | 15   | <u>7,643,982</u>   | <u>7,561,570</u>              |

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



**MUSTAFA JAFAR**  
Chief Financial Officer



**SYED MASOOD ABBAS JAFFERY**  
Chief Executive Officer



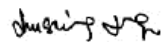
**FEROZE JEHANGIR CAWASJI**  
Director



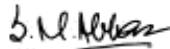
SHABBIR TILES AND CERAMICS LIMITED  
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS  
FOR QUARTER ENDED SEPTEMBER 30, 2022  
(UN-AUDITED)

|  | Quarter ended         |                       |
|--|-----------------------|-----------------------|
|  | September 30,<br>2022 | September 30,<br>2021 |
| ------(Rupees in '000)-----                            |                       |                       |
| Turnover - net   | 2,918,225             | 2,665,779             |
| Cost of sales  | (2,613,608)           | (1,864,800)           |
| <b>Gross profit</b>                                    | <b>304,617</b>        | 800,979               |
| Selling and distribution costs                         | (438,059)             | (357,150)             |
| Administrative expenses                                | (91,975)              | (78,141)              |
| Allowance for expected credit loss                     | (10,789)              | (14,858)              |
|  | (540,823)             | (450,149)             |
| Other income   | 38,033                | 45,772                |
| <b>Operating (loss) / profit</b>                       | <b>(198,173)</b>      | 396,602               |
| Finance costs  | (35,683)              | (25,116)              |
| Other expenses   | (6,119)               | (34,397)              |
|  | (41,802)              | (59,513)              |
| <b>(Loss) / Profit before taxation</b>                 | <b>(239,975)</b>      | 337,089               |
| Taxation   |                       |                       |
| - Current  | (64,143)              | (164,157)             |
| - Deferred   | 99,128                | 29,724                |
|  | 34,985                | (134,433)             |
| <b>(Loss) / Profit after taxation</b>                  | <b>(204,990)</b>      | 202,656               |
|  | ----- (Rupee) -----   |                       |
| <b>(Loss) / Earnings per share – basic and diluted</b> | <b>(0.86)</b>         | 0.85                  |


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



**MUSTAFA JAFAR**  
Chief Financial Officer



**SYED MASOOD ABBAS JAFFERY**  
Chief Executive Officer

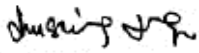


**FEROZE JEHANGIR CAWASJI**  
Director

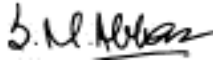
SHABBIR TILES AND CERAMICS LIMITED  
 CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME  
 FOR THE QUARTER ENDED SEPTEMBER 30, 2022  
 (UN-AUDITED)

|   | Quarter ended                |                       |
|---|------------------------------|-----------------------|
|   | September 30,<br>2022        | September 30,<br>2021 |
|   | ----- (Rupees in '000) ----- |                       |
| <b>(Loss) / Profit after taxation</b>                     | <b>(204,990)</b>             | 202,656               |
| Other comprehensive income                                | -                            | -                     |
| <b>Total comprehensive (loss) / income for the period</b> | <b>(204,990)</b>             | 202,656               |

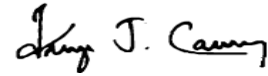
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\_\_\_\_\_  
**MUSTAFA JAFAR**  
 Chief Financial Officer



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**SYED MASOOD ABBAS JAFFERY**  
 Chief Executive Officer

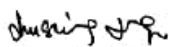


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**FEROZE JEHANGIR CAWASJI**  
 Director

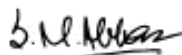
SHABBIR TILES AND CERAMICS LIMITED  
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED SEPTEMBER 30, 2022  
(UN-AUDITED)

|  | Reserves  |                    |                    |                                   |                   | Total equity     |
|--|---|--------------------|--------------------|-----------------------------------|-------------------|------------------|
|  | Issued,<br>subscribed<br>and paid-up<br>capital | Capital<br>reserve | Revenue reserves   |                                   | Total<br>reserves |                  |
|  |   | Share<br>premium   | General<br>reserve | Unappropriated<br>Profit / (Loss) |                   |                  |
| ----- (Rupees in '000) -----                         |   |                    |                    |                                   |                   |                  |
| <b>Balance as at June 30, 2021 (audited)</b>         | 1,196,600                                       | 449,215            | 478,000            | 520,121                           | 1,447,336         | 2,643,936        |
| Profit after taxation                                | -   | -                  | -                  | 202,656                           | 202,656           | 202,656          |
| Other comprehensive income                           | -   | -                  | -                  | -                                 | -                 | -                |
| Total comprehensive income for the period            | -   | -                  | -                  | 202,656                           | 202,656           | 202,656          |
| <b>Balance as at September 30, 2021 (un-audited)</b> | <u>1,196,600</u>                                | <u>449,215</u>     | <u>478,000</u>     | <u>722,777</u>                    | <u>1,649,992</u>  | <u>2,846,592</u> |
| <b>Balance as at June 30, 2022 (audited)</b>         | 1,196,600                                       | 449,215            | 478,000            | 718,293                           | 1,645,508         | 2,842,108        |
| Loss after taxation                                  | -   | -                  | -                  | (204,990)                         | (204,990)         | (204,990)        |
| Other comprehensive income                           | -   | -                  | -                  | -                                 | -                 | -                |
| Total comprehensive Loss for the period              | -   | -                  | -                  | (204,990)                         | (204,990)         | (204,990)        |
| <b>Balance as at September 30, 2022 (un-audited)</b> | <u>1,196,600</u>                                | <u>449,215</u>     | <u>478,000</u>     | <u>513,303</u>                    | <u>1,440,518</u>  | <u>2,637,118</u> |

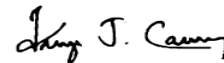
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**MUSTAFA JAFAR**  
Chief Financial Officer



**SYED MASOOD ABBAS JAFFERY**  
Chief Executive Officer

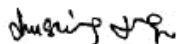


**FEROZE JEHANGIR CAWASJI**  
Director

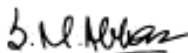
SHABBIR TILES AND CERAMICS LIMITED  
CONDENSED INTERIM STATEMENT OF CASH FLOWS  
FOR THE QUARTER ENDED SEPTEMBER 30, 2022  
(UN-AUDITED)

|   | September 30,<br>2022        | September 30,<br>2021 |
|---|------------------------------|-----------------------|
|   | ----- (Rupees in '000) ----- |                       |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                           |                              |                       |
| (Loss) / Profit before taxation                                       | (239,975)                    | 337,089               |
| <b>Adjustments for:</b>   |                              |                       |
| Depreciation on:  |                              |                       |
| operating fixed assets  | 151,507                      | 144,510               |
| right-of-use assets   | 32,661                       | 22,728                |
| investment property   | 310                          | 310                   |
| Finance costs   | 35,683                       | 25,116                |
| Dividend income on mutual fund  | (12,040)                     | (17,773)              |
| Allowance for expected credit loss                                    | 10,789                       | 14,858                |
| Provision for slow moving stores and spare parts                      | 7,468                        | 5,363                 |
| Provision for slow moving stock-in-trade                              | 2,606                        | 4,191                 |
| Unrealized gain on short-term investments - mutual fund units         | -                            | (1,952)               |
| Amortization of deferred income                                       | (1,373)                      |                       |
| Gain on disposal of operating fixed assets                            | (20)                         | -                     |
| Gain on disposal of lease assets                                      | -                            | (3,067)               |
|   | <b>227,591</b>               | <b>194,284</b>        |
| <b>Operating (loss) / profit before working capital changes</b>       | <b>(12,384)</b>              | <b>531,373</b>        |
| <b>(Increase) / decrease in current assets</b>                        |                              |                       |
| Stores and spare parts  | (44,439)                     | (16,377)              |
| Stock-in-trade  | (926,579)                    | (66,166)              |
| Trade debts   | (127,108)                    | (41,490)              |
| Loans and advances  | (64,050)                     | (37,355)              |
| Prepayments and other receivables                                     | 2,946                        | (6,013)               |
|   | <b>(1,159,230)</b>           | <b>(167,401)</b>      |
| <b>Increase / (decrease) in current liabilities</b>                   |                              |                       |
| Trade and other payables  | 122,795                      | (139,956)             |
| Sales tax payable   | (148,970)                    | (3,433)               |
|   | <b>(26,175)</b>              | <b>(143,389)</b>      |
| <b>Cash (used in) / generated from operations</b>                     | <b>(1,197,789)</b>           | <b>220,583</b>        |
| Income tax paid   | (101,129)                    | (69,225)              |
| Finance costs paid  | (3,653)                      | (2,694)               |
| Long-term loan - net  | -                            | 175                   |
| Long-term security deposits - net                                     | (8,100)                      | 78                    |
| GIDC paid   | -                            | (71,178)              |
| <b>Net cash (used in) / generated from operating activities</b>       | <b>(1,310,671)</b>           | <b>77,739</b>         |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                           |                              |                       |
| Capital expenditure   | (180,509)                    | (127,371)             |
| Proceeds from disposal of operating fixed assets                      | 24                           | -                     |
| Short-term investments made during the period - mutual fund units     | (649,456)                    | (612,633)             |
| Short-term investments redeemed during the period - mutual fund units | 1,453,427                    | 688,000               |
| Dividend on mutual fund received                                      | 12,040                       | 17,773                |
| <b>Net cash inflows / (used in) investing activities</b>              | <b>635,526</b>               | <b>(34,231)</b>       |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                           |                              |                       |
| Long term financing obtained during the period                        | 290,000                      | 27,873                |
| Repayment of long-term financing                                      | (2,461)                      | (3,114)               |
| Lease rental paid   | (42,459)                     | (30,863)              |
| Dividend paid   | (140)                        | -                     |
| <b>Net cash inflows / (used in) financing activities</b>              | <b>244,940</b>               | <b>(6,104)</b>        |
| <b>Net (decrease) / increase in cash and cash equivalents</b>         | <b>(430,205)</b>             | <b>37,404</b>         |
| Cash and cash equivalents at the beginning of the period              | 590,856                      | 778,786               |
| <b>Cash and cash equivalents at the end of the period</b>             | <b>160,651</b>               | <b>816,190</b>        |

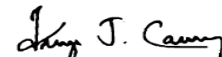
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**MUSTAFA JAFAR**  
Chief Financial Officer



**SYED MASOOD ABBAS JAFFERY**  
Chief Executive Officer



**FEROZE JEHANGIR CAWASJI**  
Director

SHABBIR TILES AND CERAMICS LIMITED  
 NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
 FOR THE QUARTER ENDED SEPTEMBER 30, 2022  
 (UN-AUDITED)

**1 THE COMPANY AND ITS OPERATIONS**

**1.1** Shabbir Tiles and Ceramics Limited (the Company) was incorporated in Pakistan as a public limited company under the repealed Companies Act, 1913 (now the Companies Act, 2017) on November 07, 1978 and listed on the Pakistan Stock Exchange Limited. The Company is primarily engaged in the manufacture and sale of tiles and trading of allied building products.

**1.2** Geographical location and addresses of all the business units other than those stated in note 1.3 are as under:

| Business Unit                                  | Address   | Production Facility                |
|--|---|------------------------------------|
| Registered office & production plant (Unit 1): | 15th Milestone, National Highway, Landhi, Karachi.                    | Tiles & building material products |
| Production plant (Unit 2):                     | Deh Khanto, Tappo Landhi, District Malir, Bin Qasim Town Karachi.     | Tiles                              |
| Production plant (Islamabad):                  | Plot No 01, ANF road, Yamaha Chok Road, Model Town, Humak, Islamabad. | Building material products         |
| Production plant (Lahore):                     | 78-A Factory Adda, Dina Nath main Multan road, 46 KM Road, Lahore     | Building material products         |

**1.3** The Company also make sales through various sales outlets located across the country. Considering the quantum, the geographical locations and addresses of all the locations are not presented in these financial statements.

**2 STATEMENT OF COMPLIANCE**

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan comprise of International Financial Reporting Standards (IFRSs), issued by International Accounting Standards Board (IASB) and Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP), as notified under Companies Act, 2017 (the Act) and, provisions of and directives issued under the Act. Where the provisions of and directives issued under the Act differ from the IFRSs and IFAS, the provisions of and directives issued under the Act have been followed.

**3 BASIS OF PREPARATION**

These condensed interim financial statements are un-audited and do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2022.

These condensed interim financial statements are presented in Pakistan Rupees which is the Company's functional and presentation currency.

**4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended June 30, 2022 except for the adoption of and the amendments to approved accounting standards adopted during the period of as disclosed in note 5.

## 5 AMENDMENTS TO APPROVED ACCOUNTING STANDARDS ADOPTED DURING THE PERIOD

The Company has adopted the following amendments to International Financial Reporting Standards (IFRSs) and framework for financial reporting which became effective for the current period:

|        |  |
|--------|--|
| IFRS 3 | Reference to the Conceptual Framework (Amendments)                       |
| IAS 16 | Property, Plant and Equipment: Proceeds before Intended Use (Amendments) |
| IAS 37 | Onerous Contracts – Costs of Fulfilling a Contract (Amendments)          |

The adoption of the above amendments to the approved accounting standards did not have any material effect on the Company's financial statements.

## 6 SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND FINANCIAL RISK MANAGEMENT

The preparation of condensed interim financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. 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. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Judgements and estimates made by the management in the preparation of these condensed interim financial statements are the same as those applied in the Company's annual financial statements for the year ended June 30, 2022.

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

|  | Note  | September 30,<br>2022<br>(Un-audited) | June 30,<br>2022<br>(Audited) |
|--|-------|---------------------------------------|-------------------------------|
| -----(Rupees in '000)----  |       |                                       |                               |
| <b>7 PROPERTY, PLANT AND EQUIPMENT</b>   |       |                                       |                               |
| Operating fixed assets   | 7.1   | 2,293,757                             | 2,390,644                     |
| Capital work-in-progress (CWIP)  | 7.2   | 1,191,245                             | 1,065,360                     |
|  |       | <u>3,485,002</u>                      | <u>3,456,004</u>              |
| <b>7.1 Operating fixed assets</b>  |       |                                       |                               |
| Opening Net Book Value (NBV)   |       | 2,390,644                             | 2,237,914                     |
| Additions including transfers from CWIP during the period / year - at cost                 | 7.1.1 | 54,624                                | 740,659                       |
|  |       | 2,445,268                             | 2,978,573                     |
| Disposals during the period / year - at NBV  | 7.1.1 | (4)                                   | (1,280)                       |
| Depreciation charged during the period / year  |       | (151,507)                             | (586,649)                     |
| Closing NBV  |       | <u>2,293,757</u>                      | <u>2,390,644</u>              |
| <b>7.1.1 Additions and disposals of operating fixed assets</b>                             |       |                                       |                               |
|  |       | <b>Additions at cost / Transfers</b>  | <b>Disposals at NBV</b>       |
|  |       | September 30,<br>2022                 | September 30,<br>2022         |
|  |       | June 30,<br>2022                      | June 30,<br>2022              |
|  | Note  | (Un-audited)                          | (Audited)                     |
|  |       | ----- (Rupees in '000) -----          |                               |
| Building on freehold land  |       | -                                     | 29,563                        |
| Plant and machinery  |       | 53,892                                | 566,915                       |
| Office equipment   |       | 458                                   | 13,833                        |
| Computers and accessories  |       | 274                                   | 2,631                         |
| Vehicles   |       | -                                     | 127,717                       |
|  |       | <u>54,624</u>                         | <u>740,659</u>                |
|  |       |                                       | September 30,<br>2022         |
|  |       |                                       | June 30,<br>2022              |
|  | Note  | (Un-audited)                          | (Audited)                     |
|  |       | -----(Rupees in '000)----             |                               |
| <b>7.2 Capital work-in-progress</b>  |       |                                       |                               |
| Plant and machinery  |       | 1,181,157                             | 1,060,552                     |
| Civil works  |       | 5,138                                 | -                             |
| Advance against vehicles   | 7.2.1 | 4,950                                 | 4,808                         |
|  | 7.2.2 | 1,191,245                             | 1,065,360                     |
| <b>7.2.1 This represents Advance paid to Indus Motor Company Limited, a related party.</b> |       |                                       |                               |
|  |       | September 30,<br>2022                 | June 30,<br>2022              |
|  |       | (Un-audited)                          | (Audited)                     |
|  |       | -----(Rupees in '000)----             |                               |
| <b>7.2.2 Movement in capital work-in-progress</b>  |       |                                       |                               |
| Balance at the beginning of the period / year  |       | 1,065,360                             | 458,234                       |
| Additions during the period / year   |       | 179,489                               | 1,308,635                     |
| Transfers to operating fixed assets  |       | (53,604)                              | (701,509)                     |
| Balance at the end of the period / year  |       | <u>1,191,245</u>                      | <u>1,065,360</u>              |

| 8           | <b>RIGHT-OF-USE ASSETS</b>  | Note | <b>September 30,<br/>2022<br/>(Un-audited)</b> | <b>June 30,<br/>2022<br/>(Audited)</b>         |
|-------------|---|------|--|--|
|             |   |      | -----(Rupees in '000)----                      |  |
|             | Cost  | 8.1  | 606,644  | 496,947  |
|             | Accumulated Depreciation  | 8.2  | (266,245)                                      | (233,584)                                      |
|             |   |      | <u><b>340,399</b></u>                          | <u><b>263,363</b></u>                          |
| <b>8.1</b>  | <b>Cost</b>   |      |  |  |
|             | Balance at the beginning of the period / year   |      | <b>496,947</b>                                 | 407,394  |
|             | Additions during the period / year  |      | <b>119,013</b>                                 | 148,044  |
|             | Disposal during the period / year   |      | -  | (61,923)                                       |
|             | Remeasurement of lease liabilities  |      | <b>(9,316)</b>                                 | 3,432  |
|             | Balance at end of the period / year   |      | <u><b>606,644</b></u>                          | <u><b>496,947</b></u>                          |
| <b>8.2</b>  | <b>Accumulated Depreciation</b>   |      |  |  |
|             | Balance at beginning of the period / year   |      | <b>233,584</b>                                 | 166,726  |
|             | Charged during the period / year  | 8.3  | <b>32,661</b>                                  | 101,723  |
|             | On disposal during the period / year  |      | -  | (34,865)                                       |
|             | Balance at end of the period / year   |      | <u><b>266,245</b></u>                          | <u><b>233,584</b></u>                          |
|             |   |      | <u><b>340,399</b></u>                          | <u><b>263,363</b></u>                          |
|             | <b>Depreciation rate %</b>  |      | <u><b>11-67</b></u>                            | <u><b>11-67</b></u>                            |
| <b>8.3</b>  | <b>Depreciation charge for the period/year has been allocated as follows</b>  |      | <b>September 30,<br/>2022<br/>(Un-audited)</b> | <b>September 30,<br/>2021<br/>(Un-audited)</b> |
|             |   |      | -----(Rupees in '000)----                      |  |
|             | Cost of sales- manufacturing  |      | 9,779  | 6,216  |
|             | Selling and distribution costs  |      | 22,882   | 16,512   |
|             |   |      | <u><b>32,661</b></u>                           | <u><b>22,728</b></u>                           |
| <b>9</b>    | <b>STOCK-IN-TRADE</b>   |      |  |  |
|             | Includes stock-in-trade costing Rs. 285.672 million (June 2022: Rs. 177.866 million) which has been written down to its net realizable value (NRV) amounting to Rs. 108.189 million (June 2022: Rs. 56.975 million).  |      |  |  |
| <b>10</b>   | <b>TRADE DEBTS</b>  | Note | <b>September 30,<br/>2022<br/>(Un-audited)</b> | <b>June 30,<br/>2022<br/>(Audited)</b>         |
|             |   |      | -----(Rupees in '000)----                      |  |
|             | <b>Unsecured</b>  |      |  |  |
|             | Considered good   |      | <b>291,362</b>                                 | 175,043  |
|             | Considered doubtful   |      | <b>188,508</b>                                 | 177,719  |
|             |   |      | <u><b>479,870</b></u>                          | <u><b>352,762</b></u>                          |
|             | Allowance for expected credit loss  |      | <u><b>(188,508)</b></u>                        | <u><b>(177,719)</b></u>                        |
|             |   |      | <u><b>291,362</b></u>                          | <u><b>175,043</b></u>                          |
| <b>11</b>   | <b>SHORT-TERM INVESTMENTS</b>   |      |  |  |
|             | <b>At amortised cost</b>  |      |  |  |
|             | Term deposit receipts (TDRs)  |      |  |  |
|             | up to three months  |      | <b>56,000</b>                                  | 416,000  |
|             | more than three months  |      | -  | -  |
|             |   | 11.1 | <u><b>56,000</b></u>                           | <u><b>416,000</b></u>                          |
|             | Treasury bills  |      |  |  |
|             | up to three months  |      | -  | 48,359   |
|             | <b>At fair value through profit or loss</b>   |      |  |  |
|             | Mutual fund units   |      | <u><b>80,046</b></u>                           | <u><b>884,015</b></u>                          |
|             |   |      | <u><b>136,046</b></u>                          | <u><b>1,348,374</b></u>                        |
| <b>11.1</b> | Represents term deposit receipts (TDRs) for 3 months term (June 2022: 15 days to 3 months term) with Bank Al-Falah Limited under conventional banking relationship carrying profit at the rate 13% (June 2022: 9% to 18.5%) per annum, having latest maturity up to October 04, 2022. |      |  |  |

|   |             | September 30,<br>2022<br>----- <b>(Rupees in '000)</b> -----<br><b>(Un-audited)</b> | June 30,<br>2022<br><b>(Audited)</b> |
|---|-------------|---|--------------------------------------|
| <b>12 LONG-TERM FINANCING - SECURED</b>   | <b>Note</b> |   |                                      |
| <b>Conventional Banks</b>                 |             |   |                                      |
| SBP refinance scheme for renewable energy | 12.1 & 12.3 | <b>234,796</b>  | 232,537                              |
| Allied Bank Limited                       | 12.2        | <b>290,000</b>  |                                      |
| Current maturity of long-term financing   |             | <u><b>(13,929)</b></u>  | <u><b>(8,712)</b></u>                |
|   |             | <u><b>510,867</b></u>   | <u><b>223,825</b></u>                |

**12.1** This represents long term financing facility obtained from a conventional bank under State Bank of Pakistan (SBP) refinance scheme for renewable energy, recognised initially at fair value. The total facility amounts to Rs. 500 million (2021: 500 million) and carries mark-up at the rate of 3% plus 0.45% (2022: 3% plus 0.45%) per annum payable quarterly. The facility is repayable in ten years with two years grace period from the date of disbursement. The facility is secured against first specific hypothecation charge over present and future plant and machinery related to the solar power project for the disbursed amount in addition to margin of 10% covered through lien over Term Deposit Receipt (TDR). The incremental borrowing rate for the purposes of discounting adjustment for recognition at fair value is taken at 3 month KIBOR plus 0.5% (2022: 3 month KIBOR plus 0.5%) per annum.

**12.2** This represents long term financing facility obtained from Allied Bank Limited against balancing, modernization and replacement of plant and machinery. The total facility amounting to Rs. 300 million and carries mark-up at the rate of six months KIBOR+0.35% per annum payable semi annually. The facility is repayable in repayable in six years with two years grace period from the date of disbursement in eight equal semi annual installments. The facility is secured against first pari pasu hypothecation charge over present and future plant and machinery.

|  | Note | September 30,<br>2022<br><b>(Un-audited)</b> | June 30,<br>2022<br><b>(Audited)</b> |
|--|------|--|--------------------------------------|
| <b>12.3 Movement of long-term financing:</b> |      | ----- <b>(Rupees in '000)</b> -----          |                                      |
| Balance at beginning of the period / year    |      | <b>232,537</b>                               | 159,190                              |
| Financing received during the period / year  |      | -  | 91,418                               |
| Repayment made during the period / year      |      | <b>(2,461)</b>                               | (9,624)                              |
| Recognised as deferred income                |      | -  | (24,195)                             |
| Unwinding of finance cost                    |      | <b>4,720</b>                                 | 15,748                               |
| Balance at end of the period / year          |      | <u><b>234,796</b></u>                        | <u>232,537</u>                       |
| Current maturity of long-term financing      |      | <u><b>(13,929)</b></u>                       | <u><b>(8,712)</b></u>                |
|  |      | <u><b>220,867</b></u>                        | <u><b>223,825</b></u>                |

|  |  | September 30,<br>2022<br><b>(Un-audited)</b> | June 30,<br>2022<br><b>(Audited)</b> |
|--|--|--|--------------------------------------|
| <b>12.4 Movement of deferred income:</b> |  | ----- <b>(Rupees in '000)</b> -----          |                                      |
| Balance at beginning of the year         |  | <b>63,765</b>                                | 41,765                               |
| Recognised during the year               |  | -  | 24,195                               |
| Amortized during the year                |  | <b>(1,373)</b>                               | (2,195)                              |
| Balance at end of the year               |  | <u><b>62,392</b></u>                         | <u><b>63,765</b></u>                 |
| Current maturity of deferred income      |  | <u><b>(5,494)</b></u>                        | <u><b>(5,494)</b></u>                |
|  |  | <u><b>56,898</b></u>                         | <u><b>58,271</b></u>                 |



|  | September 30,<br>2022<br>(Un-audited) | June 30,<br>2022<br>(Audited) |
|--|---------------------------------------|-------------------------------|
|  | ----(Rupees in '000)----              |                               |
| <b>13 LEASE LIABILITIES</b>                                  |                                       |                               |
| Lease liabilities  | 388,404                               | 310,080                       |
| Current maturity of lease liabilities                        | <u>(118,306)</u>                      | <u>(111,355)</u>              |
|  | <u>270,098</u>                        | <u>198,725</u>                |
| <b>13.1 Movement of lease liabilities:</b>                   |                                       |                               |
| Balance at beginning of the period / year                    | 310,080                               | 281,445                       |
| Additions during the period / year                           | 119,013                               | 148,044                       |
| Disposal during the period / year                            | -                                     | (32,666)                      |
| Remeasurement of lease liabilities                           | (9,316)                               | 3,432                         |
| Unwinding of finance cost during the period / year           | 11,086                                | 29,352                        |
| Payments made during the period / year                       | <u>(42,459)</u>                       | <u>(119,527)</u>              |
| Balance at end of the period / year                          | <u>388,404</u>                        | <u>310,080</u>                |
| <b>14 GAS INFRASTRUCTURE DEVELOPMENT CESS (GIDC) PAYABLE</b> |                                       |                               |
| Balance at beginning of the period / year                    | 779,898                               | 797,565                       |
| Unwinding of finance cost during the period / year           | 10,544                                | 53,511                        |
| Payments made during the period / year                       | -                                     | (71,178)                      |
|  | <u>790,442</u>                        | <u>779,898</u>                |
| Current maturity of GIDC payable                             | <u>(539,257)</u>                      | <u>(463,229)</u>              |
| Balance at end of the period / year                          | <u>251,185</u>                        | <u>316,669</u>                |

14.1 Pursuant to the decision of the Honorable Supreme Court of Pakistan in August 2020 in respect of GIDC, and its subsequent judgement on the review petitions in November 2020, the management of the Company, in the prior year, has derecognised the liability for GIDC and recognised new liability for GIDC at the present value of future cashflows.

14.2 The Company also filed a Suit with the Honorable Sindh High Court (SHC) in September 2020 against collection of GIDC installments, preliminary taking the stance that it had not passed on the burden of GIDC to the ultimate customer. The SHC granted a stay in September 2020 against recovery of GIDC payable from the Company until the matter is finalised. The matter is currently pending in the SHC. The Company started making payments under protest from November 2020 in 48 equal monthly installments. However, the installments for the period from October 2021 till September 2022 amounting to Rs. 284.710 million were not paid under the aforementioned stay order and are included in current maturity

## 15 CONTINGENCIES AND COMMITMENTS

### 15.1 Contingencies

There is no change in the status of contingencies as reported in the audited financial statements of the Company for the year ended June 30,2022.

### 15.2 Commitments

- (i) Commitments in respect of outstanding letters of credit against raw materials and spares amounting to Rs. 941.296 million (June 2022: Rs. 514.696 million).
- (ii) Commitments in respect of capital expenditure amounting to 58.956 million (June 2022: Rs. 51.950 million) for the import of machinery.
- (iii) Commitment in respect of bank guarantees issued by a commercial bank in favour of:

|                                  | September 30,<br>2022<br>(Un-audited) | June 30,<br>2022<br>(Audited) |
|----------------------------------|---------------------------------------|-------------------------------|
|                                  | ----(Rupees in '000)----              |                               |
| Sui Southern Gas Company Limited | 432,576                               | 432,576                       |
| Nazir of Sindh High Court        | 360,963                               | 341,065                       |
| Pakistan State Oil               | 40,000                                | 40,000                        |
| Excise and Taxation Department   | 148,381                               | 108,381                       |
| K Electric                       | <u>16,516</u>                         | <u>16,516</u>                 |
|                                  | <u>998,436</u>                        | <u>938,538</u>                |

|   | Septmeber 30,<br>2022    | Septmeber 30,<br>2021 |
|---|--------------------------|-----------------------|
|   | (Rupees in '000)         |                       |
|   | ----- (Un-audited) ----- |                       |
| <b>16 CASH AND CASH EQUIVALENTS</b>                           |                          |                       |
| Short-term investments - TDRs with maturity upto three months | 56,000                   | 700,000               |
| Cash and bank balances  | <u>104,651</u>           | <u>116,190</u>        |
|   | <u><u>160,651</u></u>    | <u><u>816,190</u></u> |

**17 TRANSACTIONS AND BALANCES WITH RELATED PARTIES**

Related parties of the Company comprise of associated companies, staff retirement benefits, directors and key management personnel. All the transactions with related parties are entered into at agreed terms as approved by the Board of Directors of the Company. Balances outstanding with related parties have been disclosed in the respective notes to these financial statements. Details of transactions with related parties during the year, other than those which have been disclosed elsewhere in these financial statements, are as follows:

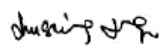
|   | Quarter ended            |                       |
|---|--------------------------|-----------------------|
|   | September 30,<br>2022    | September 30,<br>2021 |
|   | (Rupees in '000)         |                       |
|   | ----- (Un-audited) ----- |                       |
| <b>Associated companies</b>               |                          |                       |
| Sales                                     | 7,539                    | 3,320                 |
| Purchases of goods, material and services | 37,453                   | 40,332                |
| Insurance premium                         | 8,553                    | 5,776                 |
| Insurance claims received                 | 2,781                    | 1,055                 |
| Rent and service charges paid             | 4,954                    | 4,149                 |
| <b>Staff retirement benefits</b>          |                          |                       |
| Contribution to provident fund            | <u>8,668</u>             | <u>7,202</u>          |
| <b>Key management personnel</b>           |                          |                       |
| Remuneration and other benefits           | 18,618                   | 26,211                |
| Fee for attending board meetings          | <u>1,100</u>             | <u>100</u>            |
|   | <u><u>1,100</u></u>      | <u><u>100</u></u>     |
|   | September 30,<br>2022    | June 30,<br>2022      |
|   | (Rupees in '000)         |                       |
|   | (Un-audited)             | (Audited)             |
| <b>Balances as at period / year end</b>   |                          |                       |
| Long-term security deposits               | 1,975                    | 1,975                 |
| Trade debts                               | 5,799                    | 1,999                 |
| Bank balances                             | 23,528                   | 11,685                |
| Trade and other payables                  | <u>33,454</u>            | <u>33,600</u>         |

**18 DATE OF AUTHORIZATION FOR ISSUE**

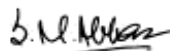
These condensed interim financial statements were authorized for issue on October 28, 2022 by the Board of Directors of the Company.

**19 GENERAL**

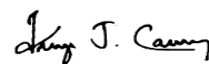
19.1 Figures have been rounded off to the nearest rupees in thousands unless otherwise stated.



MUSTAFA JAFAR  
Chief Financial Officer



SYED MASOOD ABBAS JAFFERY  
Chief Executive Officer



FEROZE JEHANGIR CAWASJI  
Director



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