



Johnson & Phillips (Pakistan) Limited

September 30,

2022

01st Quarterly Account

(Un-Audited)

CONTENTS

Company Information	1
Director's Review (English)	2
Director's Review (Urdu)	3
Condensed Interim Statement of Financial Position	4
Condensed Interim Statement of Profit or Loss	5
Condensed Interim Statement of Cash Flow	6
Condensed Interim Statement of Changes in Equity	7
Notes to the Condensed Interim Financial Statements	8

COMPANY INFORMATION

Board of Directors

Mrs. Zainab Anis Mianoor	Chairman
Mr. Anis Mianoor	Director/CEO
Mr. Umair Mianoor	Director
Mr. Amin Khanani	Director
Mr. Usman Mianoor	Director
Mr. Hanif Chamdia	Director
Mrs. Uroosa Mianoor	Director

Board of Audit Committee

Mr. Amin Khanani	Chairman
Mr. Umair Mianoor	Member
Mrs. Uroosa Mianoor	Member

Board of HR Committee

Mr. Hanif Chamdia	Chairman
Mr. Usman Mianoor	Member
Mrs. Zainab Anis Mianoor	Member

Chief Financial Officer (CFO)

Mr. Syed Muhammad Shahid

Company Secretary

Mr. Muhammad Hanif Hussain

Internal Auditor

Mr. Tariq Ilyas

Legal Advisor

Mr. Muhammad Yousuf (Advocate)

Auditors

M/s. Reanda Haroon Zakaria & Company
Chartered Accountants
Room No. M1-M4, MEZZANINE Floor, Prograsive Plaza,
Plot No. 5-C1-10, Civil Lines Quarter, Beaumont Road,
Near Dawood Centre, Karachi-75530, Pakistan.

Share Registrar

C & K Management Associates(Pvt) Ltd.
404, Trade Tower, Abdullah Haroon Road,
Near Metropole Hotel, Karachi - 75530

Bankers

Habib Metropolitan Bank Ltd.
Silk Bank Ltd.
Habib Bank Ltd.

Registered Office

C-10, South Avenue, SITE, Karachi - 75700
Tel: 092-21-32560030-7, Fax: 092-21-32564603
Website: www.johnsonphillips.pk
E-mail: Johnsonphillips@cyber.net.pk

DIRECTORS' REVIEW

The Board of Directors would like to present the condensed, un-audited financial statements of the Company for the quarter period ended September 30, 2022.

BUSINESS PERFORMANCE HIGHLIGHTS

The Sales and service-net for the three months period ended September 30, 2022 was Rs. NIL million as compared to Rs. NIL million for the corresponding period of last year. The cost of sales and services for the period was Rs. 0.975 million as compared to Rs. 0.981 million. The Gross loss of the Company was Rs. 0.975 million against a loss of Rs. 0.981 million in the corresponding period of last year. The Company's Distribution cost, Administrative expenses, finance and other charges during the three months period ended September 30, 2022 was Rs. 1.692 million as against Rs. 1.474 million in the corresponding period of previous year. A loss after tax of Rs. 2.371 million was reported for the three months ended September 30, 2022 compared to a loss after tax of Rs. 2.344 million in the corresponding period.

The Company is in the process of re-organizing its activities.

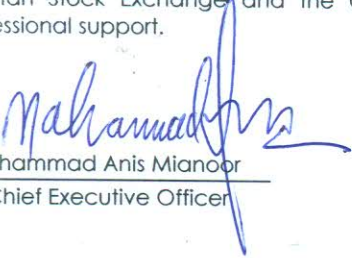
FINANCIAL PERFORMANCE AT A GLANCE

The comparative financial highlights of your Company for the three months period ended September 30, 2022 and September 30, 2021 are as follows:

	<u>2022</u>	<u>2021</u>
	<u>--- Rupees in thousand ---</u>	
(Loss) for the period before taxation	(2,667)	(2,344)
Out of which the Directors have accounted for taxation – current	296	-
Accumulated (Losses) brought forward	(437,639)	(475,072)
Accumulated losses brought forward to Balance Sheet	(439,285)	(464,896)
Earnings per share – basic & diluted - Rupees	(0.44)	(0.43)

ACKNOWLEDGEMENT

The Board of Directors would like to express its sincere appreciation to the Company's valued client, business partners and other stakeholders. The Board would also like to thank the Securities and Exchange Commission of Pakistan, the Pakistan Stock Exchange and the Central Depository Company of Pakistan for their continued guidance and professional support.


Muhammad Anis Mianoor
Chief Executive Officer

FOR AND ON BEHALF OF THE BOARD


Zainab Anis Mianoor
Chairman

پہلی سہ ماہی اکاؤنٹس (ان آڈٹ) ستمبر 2022، 30

ڈائریکٹر کا جائزہ

بورڈ آف ڈائریکٹرز پہلے سہ ماہی عرصہ بہ اختتام ستمبر 2022، 30 تک کمپنی کے غیر آڈٹ مالی تفصیلات پیش کرنا چاہیں گے۔

کاروباری کارکردگی کی شہ سرخیاں

فروخت اور سروس نیٹ تین ماہ کے عرصہ بہ اختتام ستمبر 2022، 30 تک صفر تھے بمقابلہ گزشتہ سال کے متعلقہ عرصہ تک صفر کے۔ مذکورہ عرصہ کے فروخت اور سروس نیٹ کے اخراجات Rs. 0.975 ملین تھے بمقابلہ Rs. 0.981 ملین۔ کمپنی کا مجموعی نقصان Rs. 0.975 ملین تھا بمقابلہ Rs. 0.981 ملین گزشتہ سال کے متعلقہ عرصہ تک۔ کمپنی کی تقسیمی اخراجات، انتظامی اخراجات، مالیات اور دیگر اخراجات تین ماہ کے عرصہ بہ اختتام ستمبر 2022، 30 تک Rs. 1.692 ملین تھے بمقابلہ Rs. 1.474 ملین گزشتہ سال کے متعلقہ عرصہ تک۔ ٹیکس کے بعد نقصان Rs. 2.371 ملین تین ماہ کے عرصہ بہ اختتام ستمبر 2022، 30 تک بمقابلہ نقصان بعد از ٹیکس Rs. 2.344 ملین متعلقہ عرصہ کے۔ کمپنی اپنی سرگرمیوں کو منظم کرنے کے عمل میں ہے

مالی کارکردگی ایک نظر میں

کمپنی کے موازنہ کارکردگی کا خلاصہ تین ماہ کے عرصہ بہ اختتام ستمبر 2022، 30 اور ستمبر 2021، 30 درج ذیل ہے۔

2021	2022	
Rupees in Tousand		
(2,344)	(2,667)	(نقصان) عرصہ ہذا ٹیکس سے پہلے
	2.96	جس میں سے ڈائریکٹرز ٹیکس کے لئے اکاؤنٹ ہوئے۔ کرنٹ
(475,072)	(437,639)	مجموعی نقصان
(464,896)	(439,285)	مجموعی نقصان بیلنس شیٹ پر لایا گیا
(0.43)	(0.44)	منافع فی شیئر۔ بنیادی اور ڈائریکٹرز۔ روپے

اعتراف

بورڈ آف ڈائریکٹرز اپنی کمپنی کے معزز گاہک، کاروباری شراکت داروں اور دیگر اسٹیک ہولڈرز کی تہہ دل سے تعریف کا اظہار کرنا چاہتے ہیں۔
بورڈ سیکورٹی اور ایچ جی کمیشن آف پاکستان، پاکستان اسٹاک ایسچینج اور سینٹرل ڈیپوزیٹری کمپنی آف پاکستان کی رہنمائی اور پیشہ ورانہ حمایت کے لئے شکر گزار ہیں۔

Mahamud Ali

محمد انیس میاں نور
چیف ایگزیکٹو آفیسر

بورڈ کی جانب سے

تاریخ 30 نومبر 2022

Zainab

زینب انیس میاں نور
چیئر مین

JOHNSON & PHILLIPS (PAKISTAN) LIMITEDCONDENSED INTERIM STATEMENT OF FINANCIAL POSITION - UN AUDITED
AS AT SEPTEMBER 30, 2022

	Note	Un-audited September 30 2022	Audited June 30 2022
ASSETS			
Non-Current assets			
Property, plant and equipment	6	467,058	468,153
Intangible assets		-	-
Long term deposits		317	317
		467,375	468,470
Current assets			
Stock-in-trade		7,600	7,600
Trade debts		-	-
Loans, advances and prepayments	7	1,288	1,302
Tax refunds due from government		8,905	9,841
Cash and bank balances		6,169	8,355
		23,962	27,098
Non-current assets classified as held for sale		-	-
		491,337	495,568
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital		80,000	80,000
8,000,000 (June 30, 2018: 8,000,000) ordinary shares of Rs. 10 each		54,500	54,500
Issued, subscribed and paid-up capital			
5,449,972 (June 30, 2018: 5,449,972) ordinary shares of Rs. 10 each		29,727	29,727
Share premium reserve		23,073	23,073
General reserve		461,280	462,005
Surplus on revaluation of property, plant and		(439,285)	(437,639)
Accumulated loss		129,295	131,666
NON-CURRENT LIABILITIES			
Long term borrowings	9	-	-
Deferred liabilities		4,634	4,930
		4,634	4,930
CURRENT LIABILITIES			
Current maturity of long term loans	10	-	31,831
Trade and other payables		68,038	68,820
Short term borrowings		285,102	218,999
Accrued markup		-	34,011
Unpaid dividend		4,268	4,268
Tax payable		-	1,043
		357,408	358,972
Contingencies and Commitments	11	-	-
		491,337	495,568

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information.


Muhammad Anis Mianoor
 Chief Executive


Usman Mianoor
 Director


Syed Muhammad Shahid
 Chief Financial Officer

JOHNSON & PHILLIPS (PAKISTAN) LIMITED**CONDENSED INTERIM PROFIT OR LOSS ACCOUNT - UN-AUDITED
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2022**

	Three months period ended	
	September 30	September
	2022	2021
---Rupees in thousand---		
Revenue from sales and services-net	-	-
Cost of sales and services	(975)	(981)
Gross Profit / (Loss)	(975)	(981)
Operating expenses		
Distribution cost	-	-
Administrative expenses	(1,692)	(1,474)
Other income	-	114
	(1,692)	(1,360)
	(2,667)	(2,341)
Finance cost	-	(3)
Other charges	-	-
Loss before taxation	(2,667)	(2,344)
Taxation	296	-
Loss after taxation	(2,371)	(2,344)
Loss per share-basic and diluted	(0.44)	(0.43)

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information


Muhammad Anis Mianoor
 Chief Executive

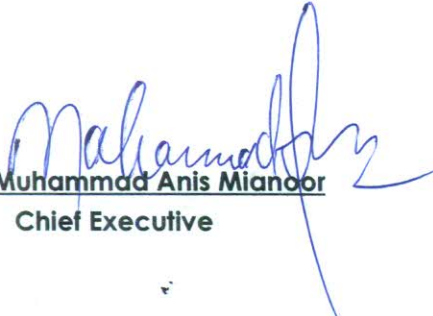

Usman Mianoor
 Director


Syed Muhammad Shahid
 Chief Financial Officer


JOHNSON & PHILLIPS (PAKISTAN) LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOW UN-AUDITED
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2022

	September 30 2022	September 30 2021
Note	Rupees in thousand	
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(2,667)	(2,344)
Adjustments for:		
Depreciation	1,096	1,096
Provision for staff gratuity	-	-
Finance cost	-	-
	1,096	1,096
Operating loss before working capital changes	(1,572)	(1,248)
Decrease / (increase) in current assets		
Stock-in-trade	-	-
Trade debts	-	-
Loans and advances	14	(28)
	-	-
	14	(28)
Decrease in current liabilities		
Trade and other payables	(782)	(138)
	(2,340)	(1,414)
Income tax (paid) / refunded	(106)	(278)
Gratuity paid	-	-
Finance cost paid	(34,011)	-
	(34,117)	(278)
Net cash used in operating activities	(36,457)	(1,691)
CASH FLOWS FROM INVESTING ACTIVITIES		
Repayment of current maturity / long term loans	(31,831)	-
Fixed capital expenditure incurred	(2)	(40)
Net cash used in investing activities	(31,833)	(40)
CASH FLOWS FROM FINANCING ACTIVITIES		
Short term borrowings	66,103	104
Net cash from financing activities	66,103	104
Net decrease in cash and cash equivalents	(2,187)	(1,627)
Cash and cash equivalents at beginning of the period	8,355	6,197
Cash and cash equivalents at end of the period	6,169	4,570

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information


Muhammad Anis Mianoor
 Chief Executive


Usman Mianoor
 Director


Syed Muhammad Shahid
 Chief Financial Officer

JOHNSON & PHILLIPS (PAKISTAN) LIMITED**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY - UN-AUDITED
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2022**

	Capital Reserve		Revenue Reserve			
	Issued, subscribed and paid-up capital	Capital Share Premium	surplus on Revaluation	General	Accumulated loss	Total
-----Rupees in thousand-----						
Balance as at July 01, 2021	54,500	29,727	465,521	23,073	(475,072)	97,749
Total comprehensive loss for the period						
Loss after taxation for the quarter ended September 30, 2021	-	-	-	-	(2,344)	(2,344)
Transfer from surplus on revaluation of property, plant and equipment - net of deferred tax	-	-	(496)	-	496	-
Balance as at September 30, 2021	54,500	29,727	465,025	23,073	(476,920)	95,405
Balance as at July 01, 2022	54,500	29,727	462,005	23,073	(437,639)	131,666
Total comprehensive loss for the period						
Loss after taxation for the quarter ended September 30, 2022	-	-	-	-	(2,371)	(2,371)
Transfer from surplus on revaluation of property, plant and equipment - net of deferred tax	-	-	(725)	-	725	-
Balance as at September 30, 2022	54,500	29,727	461,280	23,073	(439,285)	129,295

The annexed notes from 1 to 14 form an integral part of this condensed interim financial information


Muhammad Anis Mianoor
 Chief Executive


Usman Mianoor
 Director


Syed Muhammad Shahid
 Chief Financial Officer

JOHNSON & PHILLIPS (PAKISTAN) LIMITED**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)****FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2022****1 STATUS AND NATURE OF BUSINESS**

Johnson & Phillips (Pakistan) Limited ("the Company") was incorporated in Pakistan as a public limited company on April 15, 1961 under the Companies Act, 1913 (now the Companies Act, 2017). Its shares are quoted on Pakistan Stock Exchange Limited - PSX. However, trading in the shares held by the sponsors of the Company was suspended and the Company was placed on the Defaulters' Segment of the PSX w.e.f/ November 15, 2019 due to the non-compliance of certain provisions of the PSX Rule Book. Alhamdulillah, now the PSX has removed the name of the Company from its Defaulter Segment and has placed the Company's name on the normal counter of the PSX.

The Company is principally engaged in manufacturing, installation and selling of electrical equipment. The registered office of the Company and its manufacturing facilities are situated at C-10, South Avenue, SITE, Karachi

2 GOING CONCERN

The Company has incurred gross loss of Rs. 0.975 million during the 1st Quarter ended September 30, 2022 (Loss September 30, 2021: Rs. 1.069 million) and loss after taxation amounting to Rs. 2.371 million (September 30, 2021: loss Rs. 2.634 million) which has increased accumulated losses to Rs. 439.285 million (June 30, 2022: Rs. 437.639 million) and has resulted in positive equity of Rs. 129.295 million (June 30, 2022: Rs. 131.666 million).

The management of the Company is confident that the above factors shall enable the Company to continue as going concern in foreseeable future; hence, these financial statements have been prepared on going concern assumption.

3 BASIS OF PREPARATION**3.1 Statement of Compliance**

This condensed interim financial information for the three months period ended 30 September 2022 has been prepared in accordance with the requirements of the International Accounting Standard - 34 "Interim Financial Reporting" and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed.

This condensed interim financial information is un-audited and is being submitted to the shareholders as required by listing regulations of Pakistan Stock Exchange Limited and under Section 237 of the Companies Act, 2017.

This condensed interim financial information does not include all of the information required for full Annual Financial statements and should be read in conjunction with the Audited Annual Financial statements as at and for the year ended 30 June 2022.

3.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention except leasehold land, building and plant and machinery which are stated at revalued amount and the Company's liability under its defined benefit plan (gratuity) which is determined on the present value of the defined benefit obligations determined by an independent actuary.

3.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees which is also the Company's functional currency.

4 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of Audited Annual Financial statements of the Company as at and for the year ended 30 June 2022. Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the Company's operations and did not have any impact on the accounting policies of the Company.

5 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of condensed interim financial information requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by management in applying the Company's accounting policies and the key sources of estimating the uncertainty were the same as those that applied to the Audited Annual Financial statements as at and for the year ended 30 June 2022.

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the Audited Annual Financial statements as at and for the year ended 30 June 2022.

Un-audited	Audited
September 30	June 30
2022	2022
Rupees in thousand	

6 PROPERTY, PLANT AND EQUIPMENT**Owned**

Opening written down value	468,153	472,535
Depreciation	(1,096)	(4,382)
Closing written down value	467,058	468,153

7 LOANS, ADVANCES AND PREPAYMENTS**Loan to subsidiary companies - unsecured****Considered doubtful**

Johnson & Phillips Industries (Pakistan) Limited (JPI)	24,835	24,835
Johnson & Phillips Transformer (Private) Limited (JPT)	20,864	20,864
Johnson & Phillips EMO Pakista (Private) Limited (EMO)	3,012	3,012
	48,711	48,711
Less Provision against doubtful loans	(48,711)	(48,711)
	-	-

Advances - Unsecured, Considered good

Short Term Deposits	3	16
To employees	-	-
Against purchase of land	-	-
Others receivable	1,285	1,286
	1,288	1,302

Less: Provision for doubtful advances**Prepayments**

	-	-
	1,288	1,302

8 SURPLUS ON REVALUATION OF FIXED ASSETS

Opening balance	462,005	464,905
Transferred to accumulated loss in respect of incremental depreciation on revalued assets for the period/year	(725)	(2,900)
	<u>461,280</u>	<u>462,005</u>

9 LONG TERM BORROWINGS**-Unsecured and interest bearing****From related party**

Close family member of former director	-	8,408
Former director	-	20,377
Associated company	-	3,046
	-	<u>31,831</u>

Less: Current portion of long term loans

	-	<u>(31,831)</u>
	-	<u>-</u>

10 TRADE AND OTHER PAYABLES

Creditors	46,528	46,528
Advances from customers	8,638	8,638
Accrued liabilities	9,808	10,593
Payable to ex-employees	802	802
Provident fund	725	725
Unclaimed gratuity payable	745	745
Tax deducted at source	543	540
Sales Tax Payable	-	-
Others	249	249
	<u>68,038</u>	<u>68,820</u>

SHORT TERM BORROWING**- Unsecured and interest free**

Director	-	-
New Sponsor Director	280,152	210,152
Former Directors	4,950	8,847
	-	-
	<u>285,102</u>	<u>218,999</u>

11 CONTINGENCIES AND COMMITMENTS**Contingencies****11.1 Guarantees**

The banks have issued guarantees, on behalf of the Company as detailed below:

Guarantees against performance bond

-	-
---	---

Labour

- 11.2 Some legal cases are pending against the Company filed by ex-workers to re-instate them on their jobs. No definite outcome of the cases can be anticipated, however, in the opinion of legal advisors, the Company has good case in its favour.

Others

- 11.3 Pursuant to a recovery suit filed by the National Bank of Pakistan against Johnson & Phillips Transformers (Pvt.) Limited (Defendant No.1) and Johnson & Phillips (Pakistan) Limited (Defendant No.2), the Banking Court No. III, Lahore passed a compromise decree.
The Bank agreed that prior to executing the Decree against the Defendant No.2 as guarantor, the Bank will execute against all assets of the Defendant No. 1. The entire amount of loan has been settled by the subsidiary company, however, the bank has not yet issued No Obligation Certificate (NOC) to the subsidiary company. Further, after the year end the court has confirmed the sale of property in favour of Mr. Sarwer Sukhera and further proceedings in this connection are pending with the executing court.
- 11.4 The Company had filed a suit for the recovery of insurance claim of Rs 3.735 million (2019: Rs 3.735 million) in Honorable High Court of Sindh at Karachi against the EFU General Insurance Limited and M/s Hanilay & Co. (Private) Limited. However, the Honorable High Court of Sindh dismissed the suit for want of jurisdiction. The Company has filed appeal against the impugned judgment which is currently at the stage of regular hearing.

12 TRANSACTIONS WITH RELATED PARTIES

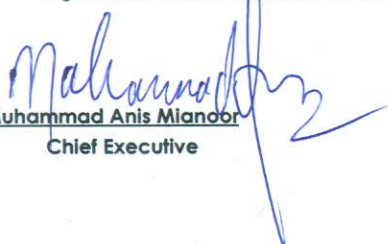
	Un-audited September 30 2022	Audited June 30, 2022
12.1 Close family members of former director of the Company		
Faisal Bilal Qureshi		
Accrued markup written back	-	12,969
Bilal Qureshi - former director of the Company		
Accrued markup written back	-	12,757
Anis Mianoor - New Sponsor (79.82% shareholding)		
Loan obtained	70,000	7,919
Umair Mianoor - New Sponsor (0.01% shareholding)		
Loan obtained	-	-
Repayment of Loan	-	23,500
Usman Mianoor - New Sponsor (0.02% shareholding)		
Loan obtained	-	-
Repayment of Loan	-	24,000
Associated Undertaking - common directorship		
Gulf Tex Machine FZCO		
Acquisition of machinery (including exchange loss)	-	21,933
Payment made during the year	-	11,184
Sales of machinery during the year	-	86,580
Receipt against sales during the year	-	86,580

13 DATE OF AUTHORIZATION

This condensed interim financial information was authorized for issue on November 30, 2022 by the Board of Directors of the Company.

14 GENERAL

Figures have been rounded off to the nearest thousand rupees.


Muhammad Anis Mianoor
 Chief Executive


Usman Mianoor
 Director


Syed Muhammad Shahid
 Chief Financial Officer