

27<sup>th</sup> February 2023

FORM-7

The General Manager  
Pakistan Stock Exchange Limited  
Stock Exchange Building  
Stock Exchange Road  
Karachi

Contact: 021-32439618; 021-35274381  
Fax: 021-111-573-329

Subject: **Announcement - Financial Results for the Half Year Ended 31<sup>st</sup> December 2022**

Dear Sir

We have to inform you that Board of Directors of our Company, in their meeting held on Friday, 24<sup>th</sup> February 2023 at 3:30 p.m. at Arif Habib Centre, 23 M.T. Khan Road, Karachi recommended the following:

- |       |   |            |
|-------|---|------------|
| (i)   | <b>CASH DIVIDEND</b>                          | <b>NIL</b> |
| (ii)  | <b>BONUS SHARES</b>                           | <b>NIL</b> |
| (iii) | <b>RIGHT SHARES</b>                           | <b>NIL</b> |
| (iv)  | <b>ANY OTHER ENTITLEMENT/CORPORATE ACTION</b> | <b>NIL</b> |
| (v)   | <b>ANY OTHER PRICE-SENSITIVE INFORMATION</b>  | <b>NIL</b> |

The financial results of the Company are attached herewith.

We will be transmitting the financial statements for the period under review as prescribed within the specified time.

Yours' faithfully

  
**Manzoor Raza**  
Company Secretary



**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND  
OTHER COMPREHENSIVE INCOME  
FOR THE HALF YEAR ENDED DECEMBER 31, 2022 - (UNAUDITED)**

	Quarter ended		Half year ended	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
	← Rupees '000 →			
Revenue from contracts with customers	9,143,200	13,573,527	15,685,716	31,580,592
Cost of sales	(9,567,482)	(13,121,172)	(15,957,379)	(28,920,114)
<b>Gross (loss) / profit</b>	<b>(424,282)</b>	452,355	<b>(271,663)</b>	2,660,478
Selling and distribution cost	(22,499)	(81,272)	(46,540)	(226,813)
Administrative expenses	(106,986)	(121,787)	(200,373)	(202,864)
<b>Operating (loss) / profit</b>	<b>(553,767)</b>	249,296	<b>(518,576)</b>	2,230,801
Other expenses *	172,516	(176,393)	(1,082,181)	(650,973)
Other income	47,668	31,506	60,675	37,573
Finance costs **	(765,195)	(528,392)	(1,574,968)	(1,026,619)
<b>(Loss) / profit before tax</b>	<b>(1,098,778)</b>	(423,983)	<b>(3,115,050)</b>	590,782
Income tax credit / (expense)	412,445	138,030	1,017,379	(138,911)
<b>(Loss) / profit for the period</b>	<b>(686,333)</b>	(285,953)	<b>(2,097,671)</b>	451,871
Other comprehensive income	-	-	-	-
<b>Total comprehensive (loss) / income</b>	<b>(686,333)</b>	(285,953)	<b>(2,097,671)</b>	451,871
	← Rupees →			
(Loss) / earnings per share				
- Basic	<b>(0.72)</b>	(0.36)	<b>(2.31)</b>	0.53
- Diluted	-	(0.29)	-	0.50

**\* Other Expenses Note**

During the period ended December 31, 2022, out of the Rs. 1,081 million recorded as accounting exchange loss, Rs. 662 million pertains to the unsold materials the Company held either under transit or at its plant. The remaining Rs. 419 million is attributable to materials that has been converted to finished products and sold during the period ended December 31, 2022. The Company is normally able to sell the finished products at prices that incorporate the cost of materials converted at the actual exchange rates at which payment is made to supplier. The Company has subsequently increased selling price and expects to recover this exchange loss in next reporting period(s).

**\*\* Finance Costs Note**

The State Bank of Pakistan vide its circular letter no. 9 of 2022 dated April 7, 2022 has imposed requirement of 100% cash margin to be deposited in current account of banks for opening of letter of credits for import of hot rolled coils. As a result of this requirement, we were required to incur finance charges on arrangement of cash margin deposited with the banks. Finance cost includes Rs. 102 million incurred meeting this requirement.



**Chief Financial Officer**