

**IMPERIAL LIMITED** 

Condensed Interim Financial Information For The Nine Months Ended (March 31, 2023) (Un-Audited)

# Imperial Limited





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## **Corporate Information**

corporate inform		
Board of Directors	Mr. Waqar Ibn Zahoor Bandey Mr. Naveed M. Sheikh Mr. Ibrahim Naveed Sheikh Mr. Muhammad Tariq Mr. Shahzad Ullah Khan Mr. Najam Faiz Mrs. Fakhra Chaudhry	- Chairman - Director/CEO - Director - Director - Director - Director - Director
Audit Committee	Mr. Najam Faiz Mr. Muhammad Tariq Mr. Shahzad Ullah Khan	- Chairman - Member _ Member
HR & Remuneration Committee	Mr. Shahzad Ullah Khan Mr. Ibrahim Naveed Sheikh Mrs. Fakhra Chaudhry	- Chairman - Member - Member
Chief Financial Officer	Miss. Hina Mustafa	
Head of Internal Audit	Miss. Sundas Akram	
Company Secretary Mr. Jamil Hussain		
Financial Institutions	BankIslami Pakistan Limited Dubai Islamic Bank Pakistan Limited Habib Bank Limited Soneri Bank Limited The Bank of Khyber	
Auditors	Tariq Abdul Ghani Maqbool & Co. Chartered Accountants	
Legal Advisors	Ms. Aniqua Sheikh Advocate	
Registered Office	M. Ismail Aiwan - e - Science Building, 205 Ferozepur Road Lahore-54600 Ph # + 92 (042) 3575-8970 + 92 (042) 3575-1308 Fax # + 92 (042) 3576-3247	
Shares Registrar	Hameed Majeed Associates (Pvt) Limited H.M. House, 7-Bank Square, Lahore. Ph # + 92 (042) 3723-5081-2 Fax # + 92 (042) 3735-8817	



### DIRECTORS' REVIEW TO THE MEMBERS

Dear Members

Interim condensed Financial Statements for the nine months and quarter ended March 31, 2023 are being presented to the shareholders in accordance with the requirements of the Companies Act, 2017. During the period under review your company earned Revenue of Rs. 260.120 Million against Revenue of Rs. 167.182 Million in the previous corresponding period against placement of funds with various financial institutions. Operating Profit for the period recorded at Rs. 142.719 Million whereas this amount was Rs. 79.073 Million in the previous corresponding period. The Company earned Net Profit After Tax of Rs. 100.528 Million as compared to Rs. 31.904 Million for the previous corresponding year. Earning Per Share for the Nine (09) Months was recorded at Rs. 1.02 (March 31, 2022: Rs. 0.32).

As per the approval of the shareholders, Company funds have been deployed in the two ongoing projects; The Hydroponics Project and the Housing Construction Project.

The Hydroponics Project is under erection & installation. The first crop propagation is projected to start by July 2023.

The Housing Construction Project is well underway with one house already listed on the market as projected and two more coming on the market by end-June 2023. A few other units are either under construction or under design stage.

The Company is in the process of disposing of its Remaining Assets comprised of a composite Sugar Manufacturing Facility situated at Phalia, District Mandi Bahauddin, as per the resolution passed by the Shareholders of the Company in its Annual General Meeting. Proceeds from the sale of Remaining Assets shall be deployed, together with the existing funds, following the Object Clause of the Company and other businesses permitted by the Memorandum of Association of the Company.

For and on behalf of the Board

Waqar İbn Zahoor Bandey Chairman

Lahore April 29, 2023

Naveed M. Sheikh Director



### **CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (Un-Audited)**

AS AT MARCH 31, 2023		March 31, 2023 (Rupees in '000')	June 30, 2022 (Rupees in '000')
EQUITY AND LIABILITIES	Note		
Share Capital And Reserves			
Authorized share capital 100,000,000 (2022: 100,000,000) ordinary shares of Rupees 10 each		1,000,000	1,000,000
Issued, subscribed and paid-up share capital Surplus on revaluation of property, plant and equipment	6	990,200	990,200
- net of deferred tax Unappropriated profit	7	5,528,996 <u>3,728,140</u> 10,247,336	5,528,996 <u>3,627,612</u> 10,146,808
LIABILITIES		10,217,550	10,110,000
Non-Current Liabilities			
Deferred liabilities	8	1,831,718	1,834,213
Current Liabilities			
Trade and other payables		570,554	568,893
Contingencies and commitments	9	-	-
		12,649,608	12,549,914
ASSETS			
Non-Current Assets			
Property, plant and equipment	10	352,355	120,203
Current Assets			
Stores, spares and loose tools		209,002	209,002
Stock in trade		434,108	337,339
Loan and advances Trade deposits, prepayments and other receivables		598,937 23,964	226,154 21,524
Accrued markup		20,009	10,204
Short term investments		649,165	490,585
Tax refunds due from government		204,994	185,164
Cash and bank balances		1,417,260	2,209,925
		3,557,439	3,689,897
Non current assets held for sale	11	8,739,814	8,739,814
		12,649,608	12,549,914

The annexed notes from 1 to 15 form an integral part of these financial statements.

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Chief Executive Officer

Director



CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-Audited)

FOR THE NINE MONTHS ENDED MARCH 31, 2023

	Nine Months Ended		Third Qua	rter Ended
	31-Mar-23	31-Mar-22	31-Mar-23	31-Mar-22
Note	(Rupees in '000')	(Rupees in '000')	(Rupees in '000')	(Rupees in '000')
Profit and loss -				
continuing operations :				
Income from investment	260,120	167,182	86,723	68,663
Gross profit	260,120	167,182	86,723	68,663
Administrative expenses	(118,180)	(94,112)	(41,448)	(34,370)
	141,940	73,070	45,275	34,293
Other operating expenses	-	(43,539)	-	-
Other operating income	864	49,593	45	2,822
Profit / (Loss) from operations	142,804	79,124	45,320	37,115
Finance cost	(85)	(51)	(26)	(20)
Profit / (loss) before taxation	142,719	79,073	45,294	37,095
Taxation	(18,708)	(14,701)	(6,064)	(1,318)
Profit / (loss) after taxation -				
continuing operations	124,011	64,372	39,230	35,777
Profit / (loss) after taxation -				
discontinued operations 12	(23,483)	(32,468)	(6,313)	(13,121)
Profit / (loss) after taxation	100,528	31,904	32,917	22,656
Earnings / (loss) per share - basic and diluted (Rupees)	1.02	0.32	0.33	0.23

The annexed notes from 1 to 15 form an integral part of these financial statements.

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Chief Executive Officer

Director



### CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-Audited)

FOR THE NINE MONTHS ENDED MARCH 31, 2023

	Nine Mo	Nine Months Ended		rter Ended
	31-Mar-23	31-Mar-22	31-Mar-23	31-Mar-22
	Note (Rupees in '000'	) (Rupees in '000')	(Rupees in '000')	(Rupees in '000')
Profit for the period - continuing operations Loss for the period -	124,011	64,372	39,230	35,777
discontinued operations	(23,483)	(32,468)	(6,313)	(13,121)
Other comprehensive income	-	-	-	-
Total comprehensive				
income / (loss)	100,528	31,904	32,917	22,656

The annexed notes from 1 to 15 form an integral part of these financial statements.

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Chief Executive Officer

Director



CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-Audited)

FOR THE NINE MONTHS ENDED MARCH 31, 2023 March 31, March 31, 2023 2022 (Rupees in '000') Note (Rupees in '000') CASH FLOWS FROM OPERATING ACTIVITIES Profit before taxation 142,719 79,073 Adjustments for: 85 58 Finance cost Depreciation of property, plant and equipment 11,366 7,760 Provision for staff retirement benefits - gratuity 2.342 (Gain)/ loss on sale of operating fixed assets (6, 239)7.845 7,527 Operating profit before working capital changes 150,564 86,600 (Increase) /decrease in current assets: Stores, spares and loose tools 6,490 Stock in trade (96,769) 187.256 Trade debts 463 Loan and advances (372, 783)(357, 516)Trade deposits, prepayments and other receivables (2, 440)1,580 Accrued markup (9,805)(481,797)(161, 727)Increase / (decrease) in current liabilities: Trade and other payables 1,661 (38, 556)Cash generated from operations (480, 136)(200, 283)(58) Finance cost paid (85) Staff retirement benefits - gratuity paid (2, 495)(3, 824)Income tax paid (38, 538)(25, 885)(41.118)(29.767) Net cash used in operating activities-continuing operations (370, 690)(143,450) Net cash used in operating activities-discontinued operations 13.1 (23, 483)(32,468) CASH FLOWS FROM INVESTING ACTIVITIES Fixed capital expenditure (11.882)(54.625) Land purchased (classified as Investment property) (264,555) **Capital Work in Process** (228, 030)(5,160) Sale proceeds from sale of property, plant and equipment 40.972 Investment in mutual funds (158, 580)(373,674) Net cash generated from investing activities-continuing operations (398, 492)(657,042)Net cash generated from investing activities-discontinued operations 13.2 CASH FLOWS FROM FINANCING ACTIVITIES Long term finances Net cash (used in) / generated from financing activities-continuing operations Net cash used in financing activities-discontinued operations 13.3 (792,665) (832.960) Net (decrease) / increase in cash and cash equivalents Cash and cash equivalents at the beginning of the year 2.209.925 2.748.349 1.417.260 1.915.389 Cash and cash equivalents at the end of the year

The annexed notes from 1 to 15 form an integral part of these financial statements.

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Chief Executive Officer

Director

**Chief Financial Officer** 



### CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-Audited)

FOR THE NINE MONTHS ENDED MARCH 31, 2023

Ordinary Share Capital	Revaluation surplus on property, plant and equipment	Unappropriated profit / (loss)	Total Equity
	(Rupees	in '000')	
990,200	5,528,996	3,569,527	10,088,723
-	-	31,904	31,904
-	-	-	-
-	-	31,904	31,904
990,200	5,528,996	3,601,431	10,120,627
990,200	5,528,996	3,627,612	10,146,808
-	-	100,528	100,528
-	-	-	-
-	-	100,528	100,528
990,200	5,528,996	3,728,140	10,247,336
	Capital 990,200 - - 990,200 990,200 990,200	Ordinary Share Capitalsurplus on property, plant and equipment(Rupees 990,200(Rupees 5,528,996990,2005,528,996990,2005,528,996990,2005,528,996	Ordinary Share Capital surplus on property, plant and equipment Unappropriated profit / (loss)   990,200 5,528,996 3,569,527   - - 31,904   - - 31,904   - - 31,904   - - 31,904   - - 31,904   - - 31,904   - - 3,601,431   990,200 5,528,996 3,601,431   990,200 5,528,996 3,627,612   - - 100,528   - - -   - - 100,528   - - 100,528

The annexed notes from 1 to 15 form an integral part of these financial statements.

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Chief Executive Officer

Director



### **CONDENSED INTERIM FINANCIAL STATEMENTS (Un-Audited)**

FOR THE NINE MONTHS ENDED MARCH 31, 2023

#### 1 LEGAL STATUS AND NATURE OF BUSINESS

Imperial Limited ("the Company") was incorporated in Pakistan on May 09, 2007 under the Companies Ordinance, 1984 (Now Companies Act, 2017). The shares of the Company are quoted on Pakistan Stock Exchange Limited. The Company's registered office is situated at Ismail Aiwan-e-Science Building, 205 Ferozepur Road, Lahore.

The principle line of business is to carry on the business of buying, selling, holding or otherwise acquiring or investing the capital of the company in any sort of financial instruments but not to act as an investment / brokerage company.

Previously, the Company in its Annual General Meeting held on January 31, 2017 resolved to dispose of its land, building and plant and machinery related to sugar and distillery sector. Whole of the land, building and plant and machinery located at Mian Channu was disposed of on August 21, 2017, whereas assets and ethanol manufacturing facilities located at Tehsil Phalia, District Mandi Bahaudin are held for sale.

#### 2 STATEMENT OF COMPLIANCE

- 2.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:
  - International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 ; and

- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- **2.2** This condensed interim financial information is being submitted to the shareholders as required by the listing regulations of Pakistan Stock Exchange Limited and section 237 of the Companies Act, 2017.
- 2.3 The figures for the nine months ended March 31, 2023, however, have been subjected to limited scope review by the auditors as required by the Code of Corporate Governance. This condensed interim financial information does not include all of the information and disclosures required for full annual financial statements, and should be read in conjunction with the financial statements of the Company for the year ended June 30, 2022.
- 2.4 Comparative condensed interim balance sheet is extracted from annual audited financial statements for the year ended June 30, 2022 and comparative condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim cash flow statement are stated from un-audited condensed interim financial information for the nine months ended March 31, 2022.

#### **3 SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and method / basis of computation which have been used in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements for the preceding year ended June 30, 2022.

#### 3.1 Changes in accounting standards and interpretations

There is no significant impact of new standards and amendments to standards, including any consequential amendments to other standards, with a date of initial application of July 01, 2019, as mentioned in the financial statements for the year ended June 30, 2022.



#### 4 ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and the reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

In preparing this condensed interim financial information, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 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 June 30, 2022.

#### 5 PRESENTATION AND FUNCTIONAL CURRENCY

The condensed interim financial information is presented in Pak Rupees, which is the Company's functional and presentation currency.

	Note	March 31, 2023 (Rupees in '000')	June 30, 2022 (Rupees in '000')
6	ISSUED, SUBSCRIBED AND PAID UP CAPITAL		
	64,020,000 (June 30, 2022: 64,020,000) ordinary shares of Rupees 10/- each fully paid in cash	640,200	640,200
	35,000,000 (June 30, 2022: 35,000,000) ordinary shares of Rupees 10/-		
	each fully paid for consideration other than cash	350,000	350,000
		990,200	990,200
7	SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT- NET OF TAX		
	Opening balance Add: Surplus incorporated during the year Less: Incremental depreciation transferred to statement of changes in equity Less: Surplus transferred to statement of changes in equity on disposal of assets Less: Related deferred tax liability Closing balance	7,330,115 - - - 7,330,115 (1,801,119) 5,528,996	7,330,115 - - - 7,330,115 (1,801,119) 5,528,996
		5,528,550	5,528,550
8	DEFERRED LIABILITIES		
	Deferred taxation Staff retirement benefits	1,801,119 30.599	1,801,119 33.094
		1,831,718	1,834,213

#### 9 CONTINGENCIES AND COMMITMENTS

There is no material change in the status of contingencies as reported in Note No. 11 to the financial statements for the year ended June 30, 2022.

10	PROPERTY, PLANT AND EQUIPMENT	Note	March 31, 2023 (Rupees in '000')	June 30, 2022 (Rupees in '000')
	Capital work in process	10.1	241,451	13,421
	Operating fixed assets - owned	10.2	110,904	106,782
			352,355	120,203



**10.1** This represents the expenditure incurred for the construction of building and installation of greenhouses at Pindi Bhattia site.

			March 31,	June 30,
		Note	2023 NoteRupees in '000')	2022 (Rupees in '000')
	10.2 Operating fixed assets		(	(,,
	Opening book value		106,782	129,003
	Add: Additions / (adjustment) during the period		11,882	41,708
	Less: Disposals during the period		- 118,664	(53,143) 117,569
	Less: Depreciation charge for the period / year		(7,760)	(10,787)
	Closing book value		110,904	106,782
11	NON-CURRENT ASSETS - HELD FOR SALE			
	Opening balance		8,739,814	8,739,814
	Transferred from operating fixed assets		-	-
	Less: Assets disposed off during the period Less: Impairment charged during the period		-	-
	Closing balance		8,739,814	8,739,814
	Freehold land		1,106,448	1,106,448
	Building on freehold land		2,478,950	2,478,950
	Plant and machinery		5,137,125	5,137,125
	Furniture, fixture and equipment		17,291	17,291
			8,739,814	8,739,814

#### 12 PROFIT OR LOSS - DISCONTINUED OPERATIONS

	Nine Months Ended		Third Quarter Ended	
Note	31-Mar-23 (Rupees in '000')	31-Mar-22 (Rupees in '000')	31-Mar-23 (Rupees in '000')	31-Mar-22 (Rupees in '000')
Sales - net	-	-	-	-
Cost of sales	-	-	-	-
Gross profit	-	-	-	-
Operating expenses:				
Administrative expenses	-	-	-	-
Inoperative plant expenses	23,483	32,468	6,313	13,121
Distribution cost	-	-	-	-
	23,483	32,468	6,313	13,121
Other operating expenses	-	-	-	-
Other operating income	-	-	-	-
Profit / (loss) from operations	(23,483)	(32,468)	(6,313)	(13,121)
Finance cost	-	-	-	-
Profit / (loss) before taxation	(23,483)	(32,468)	(6,313)	(13,121)
Taxation	-	-	-	-
Profit / (loss) after taxation -				
discontinued operations	(23,483)	(32,468)	(6,313)	(13,121)



	Nine Months Ended	
Note	March 31, 2023 e (Rupees in '000')	March 31, 2022 (Rupees in '000')
13 CASH FLOWS FROM DISCONTINUED OPERATIONS		
13.1 Cash flows from operating activities - discontinued operations Profit / (loss) before taxation	(23,483)	(32,468)
Adjustments for:		
Finance cost Depreciation of property, plant and equipment Provision for staff retirement benefits - gratuity Provisions written back Impairment loss on assets held for sale (Gain) / loss on sale of operating fixed assets		-
Operating profit / (loss) before working capital changes	(23,483)	(32,468)
Changes in working capital:		
(Increase) /decrease in current assets: Stores, spares and loose tools Trade debts Loan and advances	-	-
Trade deposits, prepayments and other receivables	-	-
Increase / (decrease) in current liabilities: Trade and other payables	-	-
	-	-
Finance cost paid / settled Staff retirement benefits - gratuity paid Income tax (paid) / refunded / Adjusted	-	- - -
Net cash used in operating activities	(23,483)	(32,468)
13.2 Cash flows from investing activities - discontinued operations		
Fixed capital expenditure Sale proceeds from sale of property, plant and equipment	-	-
Net cash generated from investing activities	-	-
13.3 Cash flows from financing activities - discontinued operations		
Long term finances	-	-
Short term finances Sponsors' loans (paid) / received	-	-

Sponsors' loans (paid) / received Net cash used in financing activities



#### 14 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorized for issue on April 28, 2023 by the Board of Directors of the Company.

#### 15 GENERAL

- In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim statement of financial position and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of profit or loss and other comprehensive income and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.
- Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made.
- Figures have been rounded off to the nearest rupees.

**Chief Executive Officer** 

Director



ڈ ائر یکٹرز کی جائزہ رپورٹ کمپنیزا یک 2017 اوردیگر متعلقہ قوانین *کتح*ت نوماہی مالی حسابات برائے مدیک ٹنتمہ 31مارچ 2023ء پیش خدمت ہیں۔

آپ کی کمپنی کواس عرصہ میں 260.120 ملین روپوں کی آمدن ہوئی ہے جو کہ بیکوں سے حاصل کردہ منافع پر شتمل ہے۔ جبکہ پیچلے سال اسی عرصہ میں بیدآمدن 167.182 ملین روپے تھی۔اخراجات منہا کرنے کے بعد خالص منافع مبلغ 100.528 ملین روپے رہا جبکہ پیچلے سال بیمنافع 31.904 ملین روپے تھا۔اس مدت کا منافع فی حصہ سلخ 1.02 روپے ہے جبکہ پیچلے سال بیرمنافع فی حصہ اسی مدت کے لئے 0.322 روپے تھا۔

حصص داران کی منظوری کے مطابق بمپنی فنڈ ز دوجاری منصوبوں میں لگائے گئے ہیں۔ ہائیڈ روپونکس منصوبہاورگھر وں کی تغمیر کامنصوبہ۔

ہائیڈرو پوکس منصوبہ زیرتغییر وننصیب ہے، پہلی فصل کی افزائش جولائی 2023 ہتک شروع ہونے کا امکان ہے۔

گھروں کی تغییر کے منصوب پر کا م جاری ہے جس میں ایک گھر پہلے سے ہی مارکیٹ میں درج ہے جیسا کہ متوقع ہے اور دومزید جون2023ء کے آخرتک مارکیٹ میں آ رہے ہیں۔ کچھودیگر یونٹ یا تو زیرتغییر ہیں یاڈیزائن کے مرحلے میں ہیں۔

سمپنی منو چک بخصیل پیالیہ ضلع منڈی بہا دَالدین میں موجودا ثانہ جات کی فروخت کے لئے کوشاں ہے۔ا ثانہ جات کی فروخت سے موصول ہونے والی رقم اور کمپنی کے پاس موجود قم کمپنی کے بنیا دی کا روبار کو بڑھانے میں استعال کی جائے گی ۔

A 1	بورڈ آف ڈائیر یکٹرز کی جانب سے
a view	Λ
÷	. پر مصب معصل وقارابن ظہور با نڈ ب
نويدايم شخ	وقارا بن ظهور با تلرُّب
ڈائر یکڑ	چيئر مين

لا بور-29، ايريل 2023ء



IMPERIAL LIMITED

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