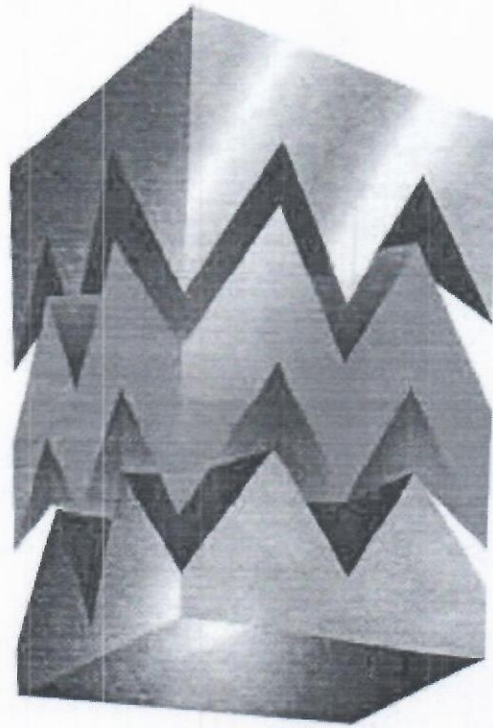


MANDVIWALLA MAUSER PLASTIC INDUSTRIES LIMITED

**HALF YEARLY ACCOUNTS
FOR THE PERIOD ENDED 31ST DECEMBER, 2022
(UN- AUDITED)**

UN-AUDITED
HALF YEARLY ACCOUNTS
FOR THE PERIOD ENDED
December 31, 2022



Mandviwalla Mauser Plastic Industries Limited

MANDVIWALLA MAUSER PLASTIC INDUSTRIES LIMITED
COMPANY INFORMATION

Board of Directors

Mr. Abdul Qadir Shiwani
Mr. Azeem H. Mandviwalla
Mrs. Farha Qureshi
Mr. Shamim Ahmed Khan
Mr. Tariq Mehmood
Mr. Naseer Ahmed
Mr. S. Asghar Ali

Chairman /Director
Chief Executive/Director
Director
Director
Director
Director
Director

Board of Audit Committee

Mr. Tariq Mehmood
Mr. Abdul Qadir Shiwani
Mr. Shamim Ahmed Khan

Member
Member
Member

Company Secretary

Ms. Hina Ambreen

Bankers

Habib Metropolitan Bank Limited
SILK Bank Limited

Auditors

Ibrahim Shaikh & Co.
Chartered Accountant

Tax Consultants

F.A.K. Tax consultant

Legal Advisor

Tasawur Ali Hashmi (Advocate)

Registered Office

Mandviwalla Building, Old Queens Road,
Karachi -74000.
Tel: 021-32441116-9 Fax021-32441276
Website: www.mandviwallamauser.com
E-mail: mmpil@cyber.net.pk
info@mandviwalla.net

Shares Registrar

Registrar THK Associates (Pvt.) Limited
Plot No. 32-C, Jami Commercial Street 2,
D.H.A., Phase VII,
Karachi-75500. Pakistan.
(021-111-000-322)

Factory

C-5, Uthal Industrial Estate,
Uthal, District Lasbella, Baluchistan.
Tel: 0853-610333, 0853-203218, Fax: 0853-610393

New Factory Location: - A-68/B, Eastern
Industrial Zone, Port Qasim Authority,
Karachi

VISION STATEMENT

To diversity and expand in other related sectors where quality plastic products are not available and fill the gaps in these fields. Increase awareness of our Company and the international quality standards being met nationally and internationally. Further improve whenever possible and identify areas which can be better managed

MISSION STATEMENT

Our mission is to exceed the expectations of our customers in producing, with efficiency, quality plastic products, employing international best practices and applying an integrated approach to product research and development, manufacturing technology, operations management, material procurement, financial management and information system.

Strategic goals:

- a) **Achieving customer satisfaction** by manufacturing quality products, timely management of deliveries and after sales support.
- b) **Ensuring quality manufacturing** by producing highest quality of plastic products at competitive prices.
- c) **Expanding customer base** by exploring new national and international markets and understanding product research and development in plastic products as well as our own market requirement.
- d) **Ensuring efficient resource management** by managing human, financial, technical and infrastructural resources to support the above strategic goals and to ensure highest possible value addition to stakeholders.

Core Values:

- 1. Striving for continuous improvement and innovation with commitment and responsibility;
- 2. Treating stake holders with respect, courtesy and competence;
- 3. Practicing highest personal and professional integrity;
- 4. Maintaining teamwork, trust and support , with open an candid communication;
- 5. Ensuring cost consciousness in all decisions and operations;

DIRECTORS REVIEW REPORT

The directors of the Company are pleased to present un-audited condensed financial statements of the Company for the six months period ended December 31, 2022.

Financial Results

A summary of the financial results is shown below:

As per un-audited financial statements	<u>Rupees</u>
Sales- Net	259,753,015
Gross (loss)/ Profit	30,422,212
Net profit/(loss) after taxation	11,768,584
Accumulated losses	(474,423,809)
Earnings per share	0.41

Sales

The net sales revenue for the Half year ending December 31st 2022 under review has increased to Rs 259.753 million as compared to Rs 192.180 million during the same period ending December 31, 2021. There has been an increase in revenue of approximately 35%.

We have added capacity to produce 250 litre close top drums. We expect growth in sales in the second half of the year.

After tax profit/loss and accumulated losses

The Profit after tax grew to Rs 11.768 Million during the Half Year ended as compared to December 31, 2021 where we had a loss of Rs 1.932 million.

Future Outlook

The first half of the current financial year has already been hit with an eight percent devaluation. The second half is showing strong signs of high inflation and we expect that eventually the business volumes will be effected due to further depreciation of the Pak rupee and increase in prices.

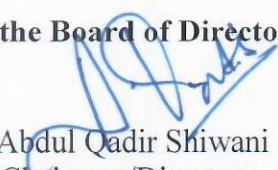


Azeem H. Mandviwalla
Chief Executive

Karachi

Dated: 21-06-2023

On behalf of the Board of Directors



Abdul Qadir Shiwani
Chairman/Director

ڈائریکٹرز کی جائزہ رپورٹ

کمپنی کے ڈائریکٹرز مورخہ 31 دسمبر 2022 کو اختتام پذیر ہونے والی ششماہی مدت کے لئے کمپنی غیر آڈٹ شدہ مختصر مالیاتی گوشوارے پیش کرتے ہوئے دلی مسرت محسوس کر رہے ہیں۔

مالیاتی نتائج

مالیاتی نتائج کا خلاصہ درج ذیل ہے:-

روپے	بمطابق غیر آڈٹ شدہ مالیاتی گوشوارے
259,753,015	فروخت (خالص)
30,422,212	خام (نقصان)/نفع
11,768,584	خالص نفع/(نقصان) بعد از ٹیکس
(474,423,809)	مجموعی نقصانات
0.41	فی شیئر کمائی

فروخت

31 دسمبر 2022 کو اختتام پذیر ہونے والی زیر جائزہ ششماہی مدت کے دوران ہونے والی فروخت سے حاصل ہونے والی خالص آمدنی بڑھ کر 259.753 ملین روپے ہو گئی جو 31 دسمبر 2021 کو ختم ہونے والی ششماہی مدت کے دوران 192.180 ملین روپے رہی تھی۔ اس طرح آمدنی میں تقریباً 35% بڑھوتی ہوئی۔ ہم نے 250 لیٹر والے کلوز ٹاپ ڈرمز کی پیداوار کی صلاحیت بھی شامل کر دی ہے چنانچہ ہم امید کرتے ہیں کہ سال کے آئندہ نصف حصے میں فروخت میں اضافہ ہوگا۔

بعد از ٹیکس نفع/نقصان اور جمع شدہ نقصانات

زیر جائزہ سال کے دوران بعد از ٹیکس منافع بڑھ کر 11.768 ملین روپے حاصل ہوا جب کہ 31 دسمبر 2021 کو اختتام پذیر ہونے والی ششماہی مدت 1.932 ملین روپے کے نقصان پر ختم ہوئی تھی۔

مستقبل کا منظر نامہ

جاری مالی سال کے پہلے نصف حصے میں پاکستانی کرنسی کی قدر میں آٹھ فیصد کی کمی واقع ہوئی۔ دوسری ششماہی میں مہنگائی بڑھنے کے اشارے مل رہے ہیں اور توقع ہے کہ پاکستانی روپے کی قدر میں مزید کمی ہونے اور قیمتیں بڑھنے سے کاروبار کا حجم متاثر ہوگا۔

منجانب بورڈ آف ڈائریکٹرز



عبدالقادری شیوانی
چیرمین / ڈائریکٹر



عظیم ایچ مائیڈوی والا
چیف ایگزیکٹو

کراچی، 2023 - 06 - 01
مورخہ: -----

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MANDVIWALLA
MAUSER PLASTIC INDUSTRIES LIMITED**

REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Mandviwalla MAUSER Plastic Industries Limited** as at December 31, 2022 and the related condensed interim statement of profit or loss account, the condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flow, and notes to the financial statements for the six-month period then ended (here-in –after referred to as the “interim financial statements”). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim statement of profit or loss account, the condensed interim statement of comprehensive income for the quarters ended December 31, 2022 and December 31, 2021 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2022.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Adverse Conclusion

- a) The financial statements for the half year ended December 31, 2022 have been prepared on going concern assumption despite of the fact that company has accumulated losses of Rs.474.237 million which resulted in negative equity of Rs. 71.041 million and its current liabilities exceeded its current assets by Rs.150.511 million and total assets by Rs.58.901 million. Furthermore, management's assertion as explained fully in note 1.1 we have not been furnished evidence in support of the management's assertion that they shall succeed in their efforts. These conditions lead us to be believe that going concern assumption used in preparation of these financial statements is inappropriate; consequently the assets and liabilities should have been stated at their realizable and settlement amounts respectively.
- b) The management has not carried out a review of operating fixed assets to determine the impairment in the carrying values under IAS 36 “Impairment of assets”. Consequently, the amounts for these assets are stated as per the stated accounting policy and no adjustment has been made in respect of impairment loss, if any.



- c) Company's policy for impairment of assets in respect of engineering stores in bond, having cost of Rs.19.705 million is contrary to International Accounting Standard (IAS-36) "Impairment of Assets". The customs authorities allegedly damaged the said stores. No provision for impairment loss has been made in financial statements in this respect. The company has filed a suit against the customs authorities. Since, the engineering stores are held in bond, the extent of damage occurred could not be ascertained with reasonable certainty.

Had the company made the provisions as stated in paragraph (c) above the loss for the period would have been Rs. 7.937 million and the accumulated losses would have been Rs. 493.942 million. Furthermore, the net capital deficiency of the company would have been Rs. 90.746 million.

- d) As mentioned in note 6.2.2 to the financial statements, the company has not recorded any additional tax liability under section 205 of the Income Tax Ordinance, 2001 that the company may incur on non-deposit of third party tax liability in the government treasury within stipulated time. Since the age of the tax liability is not ascertainable, the estimate of the financial effect cannot be quantified with substantial accuracy.
- e) Included in the trade creditors and Advance from Customer shown in the financial statements is an amount of Rs. 62.694 million and 2.215 million respectively in respect of various parties, which remain unverified. In the absence of information we were unable to verify the actual liability against these creditors and Advances;
- f) Unclaimed Dividend amounting to Rs 2.209 Million. However balance as per Dividend account in MCB (account No 10075-9) amounting to Rs Nil million.
- g) The company did not produce the condensed interim financial statements for the half year ended December 31, 2021 for our review as per the requirement of Section 237 of the Company's Act, 2017. Hence we did not issue any review report thereon.

Adverse Conclusion

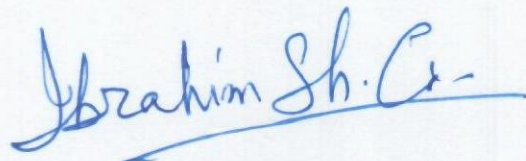
Our review indicates that, because of the significance of the matters discussed in the preceding paragraphs, this interim condensed financial statements as of and for the half year ended December 31, 2022 is not prepared in all material respects in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the engagement resulting in this independent auditor's review report is Ghulam Mudassar.

Date:

21 JUN 2023

Place: FAISALABAD



Ibrahim, Shaikh & Co.
Chartered Accountants

MANDVIWALLA MAUSER PLASTIC INDUSTRIES LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2022

	Note	Unaudited December 31, 2022 Rupees	Audited June 30, 2022 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	71,673,488	35,717,692
Assets in bond		19,705,171	19,705,171
Long term deposits		231,710	471,710
		91,610,369	55,894,573
CURRENT ASSETS			
Stores, spare and loose tools		15,693,388	15,333,388
Stock-in-trade/ transit		75,882,532	46,167,446
Trade debts - unsecured, considered good		91,914,196	103,581,551
Loan, advances, deposits, prepayments and other receivables		17,377,477	24,009,793
Cash and bank balances		6,463,338	9,068,543
		207,330,931	198,160,721
CURRENT LIABILITIES			
Trade and other payable	5	119,282,163	110,580,770
Unclaimed Dividend		2,208,846	2,208,846
Provision for taxation		3,246,913	5,727,754
Short term Borrowings		233,103,898	206,190,498
		357,841,820	324,707,868
		(150,510,890)	(126,547,147)
Net current assets/(current liabilities)			
NON-CURRENT LIABILITIES			
Deferred liability		12,140,431	12,156,961
		12,140,431	12,156,961
CONTINGENCIES AND COMMITMENTS			
NET ASSETS			
		(71,040,951)	(82,809,535)
REPRESENTED BY:			
SHARE CAPITAL AND RESERVES			
Authorized capital			
40,000,000/- ordinary shares of Rs. 10/- each		400,000,000	400,000,000
Issued, subscribed and paid-up capital			
28,748,133 (2022: 28,748,133) Ordinary shares of Rs. 10/- each fully paid in cash		287,481,330	287,481,330
Subordinated loan		115,714,528	115,714,528
Accumulated losses carried forward		(474,236,809)	(486,005,393)
NET SHAREHOLDERS' EQUITY		(71,040,951)	(82,809,535)

The annexed notes form an integral part of this condensed interim financial statements



Chief Executive



Director



Chief Financial Officer

MANDVIWALLA MAUSER PLASTIC INDUSTRIES LIMITED

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2022**

	Note	Half year ended		Quarter ended	
		December 31, 2022' Rupees	December 31, 2021' Rupees	December 31, 2022' Rupees	December 31, 2021' Rupees
Sales - net		259,753,015	192,180,293	129,187,445	103,013,622
Cost of goods sold	7	229,330,803	190,618,723	104,842,937	96,664,049
Gross profit / (loss)		30,422,212	1,561,570	24,344,508	6,349,573
Operating expenses					
Administrative expenses		4,934,753	4,751,089	2,375,489	2,585,699
Selling and distribution expenses		6,020,847	4,504,112	3,441,347	3,042,469.00
		(10,955,600)	(9,255,201)	(5,816,836)	(5,628,168)
Other income	8	-	10,350,000	-	10,350,000.00
Operating profit/(loss)		19,466,612	2,656,369	18,527,672	11,071,405
Financial and other charges		(4,451,115)	(2,186,304)	(2,980,625)	(1,474,688)
Profit/(loss) before taxation		15,015,497	470,065	15,547,047	9,596,717
Taxation		(3,246,913)	(2,402,254)	(1,614,843)	(1,287,671)
Profit/(loss) after taxation		11,768,584	(1,932,189)	13,932,204	8,309,046
Earnings per share - basic		0.41	(0.07)	0.48	0.29

The annexed notes form an integral part of this condensed interim financial statements



Chief Executive



Director



Chief Financial Officer

MANDVIWALLA MAUSER PLASTIC INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	Half Year Ended		Quarter Ended	
	December 31, 2022 Rupees	December 31, 2021 Rupees	December 31, 2022 Rupees	December 31, 2021 Rupees
Profit / (Loss) for the period	11,768,584	(1,932,189)	13,932,204	8,309,046
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>11,768,584</u>	<u>(1,932,189)</u>	<u>13,932,204</u>	<u>8,309,046</u>

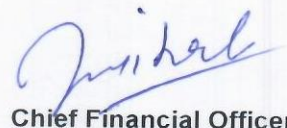
The annexed notes form an integral part of this condensed interim financial statements



Chief Executive



Director



Chief Financial Officer

MANDVIWALLA MAUSER PLASTIC INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2022

	Issued, Subscribed and Paid-up Capital	Subordinated loan	Accumulated Losses	Net shareholders' equity
	Rupees	Rupees	Rupees	Rupees
Balance as at July 1, 2021	287,481,330	115,714,528	(497,970,824)	(94,774,966)
Total comprehensive income for the period ended	-	-	(1,932,190)	(1,932,190)
Increase in Paid-up Capital	-	-		
Balance as at December 31, 2021	<u>287,481,330</u>	<u>115,714,528</u>	<u>(499,903,014)</u>	<u>(96,707,156)</u>
Balance as at July 1, 2022	287,481,330	115,714,528	(486,005,393)	(82,809,535)
Total comprehensive income for the period ended	-	-	11,768,584	11,768,584
Balance as at December 31, 2022	<u>287,481,330</u>	<u>115,714,528</u>	<u>(474,236,809)</u>	<u>(71,040,951)</u>

The annexed notes form an integral part of this condensed interim financial statements

P



Chief Executive



Director



Chief Financial Officer

MANDVIWALLA MAUSER PLASTIC INDUSTRIES LIMITED

**CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2022**

	Un-audited December 31, 2022 Rupees	Unaudited December 31, 2021 Rupees
Note		
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	15,015,497	470,065
Adjustment for non-cash charges and other items:		
Depreciation	3,906,274	2,154,977
Gain on Sale of Fixed Assets	-	-
Financial and other charges	4,451,115	2,186,304
	8,357,389	4,341,281
Cash flows from operating activities before working capital changes	23,372,886	4,811,346
Working capital changes		
(Increase)/decrease in current assets		
Stores, spare and loose tools	(360,000)	(423,100)
Stock-in-trade	(29,715,086)	(15,329,741)
Trade debts	11,667,355	(6,913,138)
Advances, deposits, prepayments and other receivables	6,632,316	7,011,615
	(11,775,415)	(15,654,364)
Increase/(decrease) in current liabilities		
Trade and other payable	8,701,393	(6,628,023)
	8,701,393	(6,628,023)
Long term deposits	240,000	(240,000)
Staff Gratuity Paid	(16,530)	(56,037)
Taxes paid	(5,727,754)	
Financial charges paid	(4,451,115)	(2,186,304)
	(9,955,399)	(2,482,341)
Net cash inflow/(outflow) from operating activities	10,343,465	(19,953,382)
CASH FLOW FROM INVESTING ACTIVITIES		
Work in Progress	-	-
Fixed Capital Expenditures	(39,862,070)	(2,455,394)
Sale Proceeds from disposal of fixed Assets	-	-
Net cash outflow from investing activities	(39,862,070)	(2,455,394)
CASH FLOW FROM FINANCING ACTIVITIES		
Short term borrowing	37,500,000	200,000
Short term borrowing Banking Company	(10,586,600)	15,360,912
Subordinated Loan	-	-
Net cash inflow from financing activities	26,913,400	15,560,912
Net increase / (decrease) in cash and cash equivalents	(2,605,205)	(6,847,864)
Cash and cash equivalents at beginning of the period	9,068,543	8,055,806
Cash and cash equivalents at the end of the period	9 <u>6,463,338</u>	<u>1,207,942</u>

The annexed notes form an integral part of this condensed interim financial statements


Chief Executive


Director


Chief Financial Officer

1 STATUS AND NATURE OF BUSINESS

- 1.1** The company was incorporated in Pakistan on June 13, 1988, as a public limited company under the Companies Ordinance, 1984 (Now Companies Act 2017) and is domiciled in the province of Sindh. The company is listed on the Pakistan Stock Exchanges. The company is mainly engaged in manufacturing and sale of plastic and allied products. The registered office of the company is situated at Mandviwalla Building, Old Queens Road, Karachi.

1.2 GOING CONCERN ASSUMPTION

The Company accumulated losses amounting to Rs 474.237 million as on December 31, 2022. Thus causing a net capital deficiency of Rs 71.041 million. The current liabilities have exceeded current assets by Rs 150.511 million.

These conditions indicate the existence of material uncertainty which may cast significant doubt about the company's ability to continue as going concern and therefore it may be unable to realize its assets and discharge its liabilities in the normal course of business. These Financial Statements however, have been prepared under the going concern assumptions based on following mitigating factors narrated below.

The company shifted plant to Port Qasim Karachi and started commercial production with effect from July 25, 2020. Up to December 31, 2022 Sponsoring Directors of the company have injected funds amounting to Rs 115,714,528 along with written commitment to the company stating that they would inject funds as and when required by the company. The Sponsoring Directors also put on record that they have enough liquid fund to fulfill their commitments. Securities and Exchange Commission of Pakistan has granted approval on March 5, 2020 for issue of further shares by way of other than right issue to Azeem Hakim Mandviwalla against loan amounting to Rs 213,927,330/-. In 2021 these shares have been issued to Azeem Hakim Mandviwalla after fulfillment of all the relevant requirements.

2 BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

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 Accounting Standard (IAS) 34, Interim Financial Reporting, 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** These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with Company's annual audited financial statements for the year ended June 30, 2022.
- 2.3** The figures included in the condensed interim statement of profit or loss account, and the condensed interim statement of comprehensive income for the quarters ended December 31, 2022 and 2021 and in the notes forming part thereof have not been reviewed by the auditors of the Company, as they have reviewed the accumulated figures for half year ended December 31, 2022. Figures for half year ended December 31, 2021 have not been reviewed by the auditors.

2.4 ACCOUNTING ESTIMATES, JUDGEMENT AND FINANCIAL RISK MANAGEMENT

Judgements and estimates made by the management in the preparation of the condensed interim financial statements were the same as those applied to the financial statements as at and for the year ended June

30,2022

3 SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the financial statements for the year ended June 30, 2022 except those stated in note 3.2 (a) below.

3.2 NEW STANDARDS, AMENDMENTS TO APPROVED ACCOUNTING STANDARDS AND NEW INTERPRETATIONS

a) AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS WHICH ARE EFFECTIVE DURING THE HALF YEAR ENDED DECEMBER 31, 2022

There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for the Company's annual accounting period which began on July 1, 2022. However, these do not have any significant impact on the Company's financial reporting.

b) STANDARDS AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS THAT ARE NOT YET EFFECTIVE

There are certain amendments and interpretations to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 1, 2023. However, these will not have any impact on the Company's financial reporting and, therefore, have not been disclosed in these condensed interim financial statement

4 PROPERTY, PLANT AND EQUIPMENT

Operating fixed assts

4.1 Operating fixed assts

Opening written down value

Add: Addition/ Transfer during the period/ year

Less : Assets destroyed in transit - book value

Less: Depreciation charged during the period/ year

Closing written down value

	December 31, 2022	June 30, 2022
Note	Rupees	Rupees
4.1	71,673,488	35,717,692
	<u>71,673,488</u>	<u>35,717,692</u>
	35,717,692	37,329,511
	<u>39,862,070</u>	<u>2,598,619</u>
	75,579,762	39,928,130
	-	-
	<u>(3,906,274)</u>	<u>(4,210,438)</u>
	<u>71,673,488</u>	<u>35,717,692</u>

5 SHORT TERM BORROWING - UN SECURED

Habib Metropolitan Bank Trust Receipts Foreign Bills payable

Others

	December 31, 2021	June 30, 2021
Note	Rupees	Rupees
5.1'	76,341,114	86,927,714
5.2'	156,762,784	119,262,784
	<u>233,103,898</u>	<u>206,190,498</u>

- 5.1** This represents the Letter of Credit- Trust Receipts finance facility of Rs.100 million (June 2022: Rs.100 million) bearing mark-up of 3 month Kibor plus 1% (June 2022: 3 month Kibor plus 1%) per annum. This loan to be paid within maximum 90 days from the date of initiation. The loan is secured against First Pari Passu charge over plant & machinery, personal guarantees of Shahid Tawawalla Director of M/s Messkay & Femtee Trading Co Pvt Ltd. & Coprprate Gurantee of M/s Messkay & Femtee Trading Co Pvt Ltd.
- 5.2** The Company has obtained loans from Meskay & Femtee Trading Company (Private) Limited. As per the term of agreement, the loans are repayable on demand.

6 CONTINGENCIES AND COMMITMENTS

6.1 Capital commitments

NIL

NIL

- 6.1.1** Guarantee issued to Honorable High Court of Sindh amounting to Rs.500,000 (June 2022: Rs.500,000).
17,2,2 Letter of credit from raw material Rs.23.65 (June 2022 12.26) million

6.2 Contingencies

6.2.1 Wash basin Moulds

The company has filed two suits 32/92 for Rs. 84.509 million against the Customs Authority for damaging the wash basin mould during illegal detention. These suits were dismissed and the company has filed an appeal against these judgments in the Sindh High Court which is still pending.

A suit No 768/93 is also pending in the High Court of Sindh against the EFU General Insurance Company for refusing payments of claim for damage to the wash basin mould. The amount of claim and mark-up thereon (as claimed) comes to Rs. 48.770 million.

6.2.2 Additional Tax Liability

Included in creditors, accrued and other liabilities, the company has not provided for additional tax on third party tax liability amounting to Rs. 5.023 million as at December 31, 2022 to be levied under section 205 of Income Tax Ordinance, 2001 as mentioned in note 17 to the audited financial statements for the year ended June 30, 2022. The company believes that the said amount will be paid.

6.2.3 Securities and Exchange Commision of Pakistan (SECP)

- 6.2.3.1** SECP issued show cause notice no EMD/233/602/2002-861-868 date: June 16, 2011 under sub section (3) of section 245 read with section 476 of the Companies Ordinance, 1984 on non filing of quarterly income statement and balance sheet for the third quarter ended on March 31, 2011.
- 6.2.3.2** SECP has issued an order against the directors of the company for not holding the AGM for the year ended June 30, 2012 and has imposed a fine of Rs. 400,000/- (Rs. 50,000 on each director). SECP has also issued a notice to file quarterly accounts for the periods ended December 31, 2011 and March 31, 2012. The aforesaid violation attracts the penal provisions of sub section (3) of section 245 of the Companies Ordinance, 1984 and every director, including the chief executive and chief accountant of the company may be liable to pay the penalties under the above mentioned section.
- The directors have decided to file an appeal against the order.

	Half year ended		Quarter ended	
	December 31, 2022 Rupees	December 31, 2021 Rupees	December 31, 2022 Rupees	December 31, 2021 Rupees
7 COST OF GOODS SOLD				
Raw materials consumed	188,726,778	132,660,481	89,451,071	56,599,471
Salaries, wages and other benefits	7,387,875	7,282,267	3,825,944	3,683,561
Stores and Spares	3,300,678	3,690,693	1,654,242	2,149,785
Travelling Conveyance and vehicle running expenses	2,161,384	1,470,607	917,409	900,000
Other expenses	42,060,004	27,296,071	18,036,156	14,872,753
Depreciation	3,675,041	1,891,974	2,789,072	1,009,077
Cost of goods manufactured	247,311,760	174,292,093	116,673,894	79,214,647
Finished goods - opening stock	11,468,329	25,625,237	17,618,329	26,748,009
Cost of goods available for sale	258,780,089	199,917,330	134,292,223	105,962,656
Finished goods - closing stock	(29,449,286)	(9,298,607)	(29,449,286)	(9,298,607)
	229,330,803	190,618,723	104,842,937	96,664,049

8 OTHER INCOME

Other Income represents compromise of rent due for the period January 2020 to November, 2021 amounting to Rs 10.350 million from M/S M.M. Flour Mill (Pvt) Limited vide settlement agreement dated November 01, 2021

	December 31, 2022 Rupees	December 31 2021 Rupees
9 CASH AND CASH EQUIVALENTS		
Cash and bank balances	6,463,338	1,207,942
Cash and bank balances	6,463,338	1,207,942

10 TRANSACTIONS WITH ASSOCIATED/RELATED PARTIES

	Relationship		
Subordinated borrowings from director Azeem H Mandviwalla	Director	115,714,528	115,714,528
Subordinated borrowings from director Azeem H Mandviwalla movement		-	-
Borrowings from Others	Prospective Investor	156,762,784	93,162,784
Borrowings from Others movement	Prospective Investor	63,600,000	(6,800,000)
Salary Payable Directors Azeem H Mandviwalla	Director	1,801,750	1,801,750
Salary Payable Directors Azeem H Mandviwalla move	Director	-	(462,443)
Staff gratuity payable	Employees retirement benefits	10,904,535	9,715,573
Benefits due but now transfer to short term liability	Employees retirement benefits	4,291,050	4,597,087
Staff retirement benefits paid	Employees retirement benefits	16,530	56,037

There were no transactions with related parties other than those already disclosed elsewhere in these financial statements.

10.1 All transactions with related parties are carried out by the company at arm's length prices using "Comparable Uncontrolled Price Method".

10.2 The Loan of Habib Metropolitan Bank is secured by personal guarantees of Shahid Tawawalla Director of M/s Messkay & Femtee Trading Co Pvt Ltd. & Copprate Gurantee of M/s Messkay & Femtee Trading Co Pvt Ltd prospective Investor.

11 OPERATING SEGMENTS

These financial statements have been preperad on the basis of a single reporting segment
All the sales of the company relates to Plastic Barrels

Total sales of the company relating to customers in Pakistan were 100% during thehalf year ended December 31, 2022 (December 31 2021 100%)

All non current assets of the company as at December 31, 2022 and 2021 are located in Pakistan.

Sales to three major customers of the company are 66% during the half year year ended December 31, 2022.
(December 31 2021 57%)

12 GENERAL

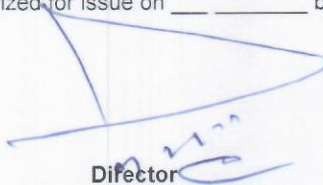
12.1 Figures have been rounded to the nearest rupee.

21 JUN 2023

12.2 These financial statements were authorized for issue on _____ by the Board of Directors of the Company.



Chief Executive



Difector



Chief Financial Officer

