1st Quarterly Report September 30, **2023**

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Building a Better Tomorrow

ITTEHAD CHEMICALS LIMITED

CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2023 (UN-AUDITED)

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Corporate Information

BOARD OF DIRECTORS	Mr. Muhammad Siddique Khatri Mr. Abdul Sattar Khatri Mr. Waqas Siddiq Khatri Mr. Ahmed Mustafa Mrs. Farhana Abdul Sattar Khatri Mr. Pervez Ismail Mr. Ali Asrar Hossain Aga	Chairman Director/CEO Director Director Director Director Director	Non-Executive Director Executive Director Executive Director Non-Executive Director Non-Executive Director Independent Director Independent Director
AUDIT COMMITTEE	Mr. Pervez Ismail Mr. Ahmed Mustafa Mr. Ali Asrar Hossain Aga	Chairman Member Member	
HR & REMUNERATION COMMITTEE	Mr. Ali Asrar Hossain Aga Mr. Ahmed Mustafa Mr. Waqas Siddiq Khatri	Chairman Member Member	
RISK MANAGEMENT COMMITTEE	Mr. Pervez Ismail Mr. Abdul Sattar Khatri Mr. Waqas Siddiq Khatri	Chairman Member Member	
CHIEF FINANCIAL OFFICER	Mr. Muhammad Asif Khan		
COMPANY SECRETARY	Mr. Abdul Mansoor Khan		
REGISTERED OFFICE/HEAD OFFICE	39-Empress Road, P.O. Box 1414, L Tel: 042 - 36306586 - 88, Fax: 042 - Website: <u>www.ittehadchemicals.co</u>	36365697	adchemicals.com
FACTORY/PLANT	G.T. Road, Kala Shah Kaku, District Ph: 042 - 37950222 - 25, Fax: 042 -		
SHARES REGISTRAR	M/s. Hameed Majeed Associates (F 1°Floor, H.M. House, 7 Bank Squar The Mall, Lahore. Tel: 042 - 37235081 - 82		
BANKERS	Banks - Conventional Side Askari Bank Limited Allied Bank Limited Faysal Bank Limited Habib Metro Bank Limited MCB Bank Limited National Bank of Pakistan JS Bank Limited Pak Libya Holding Co. (Pvt.) Ltd. Pak Brunei Inv. Company Ltd. The Bank of Punjab United Bank Limited Samba Bank Limited Soneri Bank Limited Pak China Investment Co. Limited	Al-Baraka Bank (The Bank of Pun Dubai Islamic Ba	ited - Islamic-Banking
AUDITORS	M/s. BDO Ebrahim & Co., Chartere 2 nd Floor, Block- C, Lakson Square Sarwar Shaheed Road, Karachi. Ph: 021 - 35683189, 35683498, Fax	Building No.1,	
LEGAL ADVISOR	Cornelius, Lane & Mufti Advocates & Solicitors Nawa-e-Waqt House 4 - Shahrah-e-Fatima Jinnah Lahore-54000		

DIRECTORS' REPORT

The Directors take pleasure in presenting the un-audited condensed interim financial statements of the Company for the first quarter ended September 30, 2023

Despite the difficult economic situation, the company successfully maintained its growth momentum and posted net sales revenue of Rupees 6,630 Million denoting an increase of 18% over the corresponding period of last year (2022: Rupees 5,612 Million). The cost of sales stood at Rupees 5,184 Million (2022: Rupees 5,030 Million) bringing gross profit to Rupees 1,446 Million (2022: Rupees 581 Million). The gross profit margin improved to 22% during the period under review from 10% vis-à-vis corresponding period of last year. The bottom line showed a net profit after tax amounting to Rupees 487 Million (2022: Rupees 137 Million) which yielded earning(s) per share Rupees 4.87 (2022: Rupees 1.37 per share).

Moving forward, the Management is consistently reviewing and exploring various avenues and opportunities, both within and outside the company with the ultimate objective to maximize shareholders' wealth in the long run. As described in earlier report, the company is undertaking CAPEX for multiple projects like establishment of Biomass Power Plant, addition of an electrolyzer, the installation of a flaker plant, and an expansion in the Calcium Chloride Plant. This will eventually improve the operational performance and profitability of the Company. The Board in its meeting held on 25th October, 2023 has decided to incorporate a wholly owned subsidiary to take up Power Generation Project. In this regard, a Notice of Extra Ordinary General Meeting is being forwarded to all stakeholders. The wholly owned subsidiary i.e. M/s Ittehad Salt Processing (Pvt.) Limited is effectively moving to acquire Mining Lease from the concerned Government Department.

The Country's overall economy reflected a lackluster performance during the quarter under review. At present inflationary pressure, high interest rates, Pak rupee fluctuation and unprecedented increase in power tariffs have increased challenges to the industry. In order to combat the current economic situation and all the above challenges, management will continue its focus on improving its operational performance, developing competitive marketing strategies, reducing costs and improving efficiencies.

The Board is thankful to the valuable Members, Suppliers, Customers, Banks, and Government departments for their trust, confidence, persistent support, and patronage and would like to place on record its gratitude to all the Employees of the company for their contribution, dedication, and hard work.

On behalf of the Board

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Abdul Sattar Khatri Chief Executive Officer

Lahore October 25, 2023 Muhammad Siddique Khatri Chairman

دائريك رزربورك

آپ کی کمپنی کے ڈائر یکٹر ز 30 ستمبر 2023ء کو اختشام پذیر ہونے والی پہلی سہ ماہی کے غیر پڑ تال شدہ بین المدتی مختصر مالی گوشوارے پیش کرتے ہوئے خوشی محسوس کررہے ہیں۔

مشکل معاشی صورتِ حال کے باوجود، کمپنی نے کامیابی کے ساتھ لپنی ترقی کی رفتار کو بر قرار رکھا اور کمپنی کی فروخت گزشتہ سال کے اس عرصہ کے مقابلے میں 18 اضافے کے ساتھ 6,630 ملین روپے (2022:56,5 ملین روپے) رہی۔ فروخت کی لاگت 5,184 ملین روپے (2022:5,030 ملین روپے) رہی جس سے کمپنی کا خام منافع 1,446 ملین (2022:581 ملین روپے) بتماہے۔ زیر جائزہ مدت ک دوران خام منافع کا تناسب گزشتہ سال کے اسی عرصے کے مقابلے میں 10⁴ فیصد سے بڑھ کر بڑ22 فیصد ہو گیا۔ تیکس کی ادائیگ کے بعد گوشوارے کی آخری سطر مبلغ 487 ملین روپے (1372:2022 ملین روپے) کا منافع کا مرافع خلام کرتی ہے جس کے نتیج میں فی حصص 4.87 دوپے

آگے بڑھتے ہوئے، انتظامیہ کمپنی کے اندر اور باہر مختلف راستوں اور مواقع کا مسلسل جائزہ لے رہی ہے اور تلاش کر رہی ہے جس کا حتی مقصد طویل مدت میں شیئر ہولڈرز کی دولت کو زیادہ سے زیادہ کرنا ہے۔ جیسا کہ پیچلی رپورٹ میں بیان کیا گیا ہے، کمپنی بایوماس پاور پلانٹ کے قیام، الیکٹر ولائیزر کی شمولیت، ایک فلیکر پلانٹ کی تنصیب، اور کیلیٹیم کلورائڈ پلانٹ میں توسیع جیسے متعدد منصوبوں کے لئے CAPEX کر رہی ہے. اس سے بالآخر کمپنی کی آپریشنل کار کر دگی اور منافع میں بہتری آئے گی بورڈ نے 25 کتوبر 2023ء کو ہونے والے اپنے اجلاس میں پاور جزیش پر اجیکٹ کے لیے مکمل ملکیتی ماتحت ادارے کو شامل کرنے کا فیصلہ کیا ہے۔ اس سلسلے میں غیر معمولی اجلاس عام کانوٹس تمام اسٹیک ہولڈرز کو ارسال کیا جارہا ہے۔ مکمل ملکیتی ماتحت ادارہ یعنی اتحاد سالٹ پر وسید تکی (پر انیوٹ) ک

ملک کی مجموعی معیشت زیر غور سہ ماہی کے دوران سست روی کی عکاسی کرتی ہے۔ اس وقت افراط زرکے دباؤ، بلند شرح سود، پاکستانی روپے کی قدر میں اتار چڑھاؤاور بجگی کے نرخوں میں غیر معمولی اضافے نے صنعت کے لیے چیلنجز میں اضافہ کر دیاہے۔ موجودہ معاشی صور تحال اور مذکورہ بالا تمام چیلنجوں کا مقابلہ کرنے کے لئے ، انتظامیہ اپنی آپریشنل کار کر دگی کو بہتر بنانے ، مسابقتی مارکیڈنگ کی حکمت عملی تیار کرنے ، اخراجات کو کم کرنے اور کار کر دگی کو بہتر بنانے پر اپنی توجہ جاری رکھے گی۔

بورڈ قابل قدر ممبر ان، سپلائرز، صارفین، بینکوں اور سرکاری محکموں کے اعتماد، مسلسل حمایت اور سر پر ستی پر ان کاشکریہ ادا کر تاہے اور سمپنی کے تمام ملازمین کوان کے تعادن، لگن اور سخت محنت پر شکریہ ادا کر ناچاہتاہے۔

منجانب بورڈ

\$52 J Z. محدصديق كقترى عبدالستار کھتر ی چف ایگزیکٹو آفیسر چيئر مين

لاہور 25 اکتوبر 2023ء

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2023 September 30, June 30,

AS AT SEPTEMBER 30, 2023		September 30, 2023	June 30, 2023		
		(Un-audited)	(Audited)		
ASSETS	Note	(Rupées ir	n thousand)		
NON CURRENT ASSETS					
Property, plant and equipment Operating fixed assets	7	6 211 060	6 222 077		
Capital work in progress	8	6,211,060 1,151,514	6,322,977 908,192		
Capital Work in progress	0	7,362,574	7,231,169		
Intangible assets		743	883		
Investment properties		562,500	562,500		
Long term investments		2,500	2,500		
Long term deposits		247,552	66,375		
CURRENT ASSETS		8,175,869	7,863,427		
Stores, spares and loose tools		696,243	533,525		
Stock in trade		4,105,003	2,197,162		
Trade debts		2,173,853	1,939,538		
Loans and advances		311,768	172,452		
Trade deposits and short term prepayments		23,414	37,990		
Tax refunds due from Government		765,306	723,163		
Short Term Investments Cash and bank balances		349,520	300,000 923,733		
Cash and bank balances		8,425,107	6,827,563		
TOTAL ASSETS		16,600,976	14,690,990		
EQUITY AND LIABILITIES					
SHARE CAPITAL AND RESERVES					
Authorized share capital	9.1	2,000,000	2,000,000		
Issued, subscribed and paid up capital	9.2	1,000,000	1,000,000		
Share premium	0.2	177,000	177,000		
Merger Reserve		(6,445)	(6,445)		
Unappropriated profit		4,627,726	4,141,170		
Surplus on revaluation of fixed assets		1,392,042	1,392,042		
		7,190,323	6,703,767		
NON CURRENT LIABILITIES					
Long term financing	10	852,260	938,485		
Long term diminishing musharaka	11	103,061	190,561		
Deferred liabilities		610,845	571,317		
Deferred grant		72,194	72,194		
CURRENT LIABILITIES		1,638,360	1,772,557		
Trade and other payables		4,866,980	3,737,996		
Unclaimed dividend		3,080	4,012		
Mark-up accrued		144,892	76,317		
Short term borrowings		1,697,600	1,314,051		
Taxation - net		207,709	268,032		
Current portion of long term liabilities		852,032	814,258		
CONTINGENCIES AND COMMITMENTS	12	7,772,293	6,214,666		
TOTAL EQUITY AND LIABILITIES	12	16,600,976	14,690,990		
The annexed notes from 1 to 18 form an integral part of these financial statements.					

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CHIEF EXECUTIVE

DIRECTOR

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT - (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		Quarter ended September 30,	
		2023	2022
	Note -	(Rupees in t	thousand)
Revenue from contracts with customers		6,629,933	5,611,569
Cost of sales	13	(5,183,588)	(5,030,183)
Gross profit		1,446,345	581,386
Selling and distribution expenses		(270,427)	(300,105)
General and administrative expenses		(82,028)	(66,240)
Other operating expenses		(66,734)	(11,568)
Other operating income		24,084	82,862
		(395,105)	(295,051)
Operating profit		1,051,240	286,335
Financial charges		(169,387)	(136,965)
Profit before taxation		881,853	149,370
Taxation		(395,297)	(12,440)
Profit after taxation		486,556	136,930
Earnings per share - basic anddiluted (Rupee) 14	4.87	1.37

The annexed notes from 1 to 18 form an integral part of these financial statements.

CHIEF EXECUTIVE

F. DIRECTOR

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME - (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		Quarter ended September 30,		
		2023	2022	
	Note	(Rupees i	n thousand)	
Profit for the period		486,556	136,930	
Other comprehensive income		-	-	
Total comprehensive income for the period		486,556	136,930	

The annexed notes from 1 to 18 form an integral part of these financial statements.



7. DIRECTOR

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS - (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

CASH FLOW FROM OPERATING ACTIVITIESProfit before taxation Adjustments for items not involving movement of funds: Depreciation881,853149,370Adjustments for items not involving movement of funds: Depreciation891,853149,370Amortization of intangible assets Amortization of intangible assets (ass) (asin) on sale of fixed assets (cass) (asin) on sole of sole soles (cass) (asin) on the Government(167,218) ((19,901) (221,623) (228,955) (109,316) (142,202) (144,28)(21,623) (226,263)Decrease / (decrease) in current liabilities Trade debts Loans and advances(167,218) (139,316) (145,764) (228,955) (139,316) (162,802) (144,92) (228,855) (139,316) (162,802) (144,92)(21,623) (248,856) (262,263)Increase / (decrease) in current liabilities Trade and other payables Cash generated from operating fixed assets-net Additions to operating fixed assets-net Additions to capital work in progress Proceeds from sole of operating fixed assets Short Term Investments Long term deposits(19,901) (228,433) (227,233) (227,233) (227,233) (227,233) (227,233) (227,233) (227,233) (227,233)(28,433) (228,433) (228,433) (229,231) (220,20) (111,422)CASH FLOW FROM FINANCING ACTIVITES Proceeds from long term financing Repayment of long term financing Repayment of long term financing Repayment of long t		Quarter ended	September 30, 2022
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Short Term Investments300,000Long term deposits(181,177)Net cash (outflow) from investing activities(157,891)CASH FLOW FROM FINANCING ACTIVITIESProceeds from long term financingRepayment of long term financingRepayment of long term diminishing musharakaRepayment of lease liabilitiesDividend PaidShort term borrowingsNet cash inflow / (outflow) from financing activitiesNet cash inflow / (outflow) from financing activitiesNet cash and cash equivalentsCash and cash equivalents at the beginning of the period923,733			(220,391)
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Repayment of long term financing(88,300)(60,695)Repayment of long term diminishing musharaka(87,500)(87,500)Repayment of lease liabilities(1,648)(2,021)Dividend Paid(932)-Short term borrowings383,549634,376Net cash inflow / (outflow) from financing activities246,669514,968Net increase in cash and cash equivalents(574,213)(87,719)Cash and cash equivalents at the beginning of the period923,733194,542	CASH FLOW FROM FINANCING ACTIVITIES		
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Net increase in cash and cash equivalents(574,213)(87,719)Cash and cash equivalents at the beginning of the period923,733194,542			
Cash and cash equivalents at the beginning of the period 923,733 194,542			
Cash and cash equivalents at the end of the period 349,520 106,823	Cash and cash equivalents at the beginning of the period	923,733	194,542
	Cash and cash equivalents at the end of the period	349,520	106,823

The annexed notes from 1 to 18 form an integral part of these financial statements.

7.



CHIEF EXECUTIVE

DIRECTOR

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY - (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Share capital	Surplus on revaluation of fixed assets	Balance arising upon merger (Rupees in	Share premium	Unappropri- ated profit	Total
Balance as at July 01, 2022	1,000,000	1,392,042	(6,445)	177,000	2,618,421	5,181,018
Total Comprehensive income for the period	-	-		-	136,930	136,930
Balance as at September 30, 2022	1,000,000	1,392,042	(6,445)	177,000	2,755,351	5,317,948
Transitions with Owners :						
Interim cash dividend 2023: Re. 3 per share					(300,000)	(300,000)
	-	-	-	-	(300,000)	(300,000)
Total Comprehensive income for the period						
Profit for the period	-	-	-	-	1,689,266	1,689,266
Remeasurement of defined benefit liability - net	-	-	-	-	(3,447)	(3,447)
	-	-	-	-	1,685,819	1,685,819
Balance as at June 30, 2023	1,000,000	1,392,042	(6,445)	177,000	4,141,170	6,703,767
Total Comprehensive income for the period	-	-		-	486,556	486,556
Balance as at September 30, 2023	1,000,000	1,392,042	(6,445)	177,000	4,627,726	7,190,323

The annexed notes from 1 to 18 form an integral part of these financial statements.

CHIEF EXECUTIVE

7.

DIRECTOR

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1 LEGAL STATUS AND OPERATIONS

Ittehad Chemicals Limited (the Company) was incorporated on September 28, 1991 to takeover the assets of Ittehad Chemicals and Ittehad Pesticides under a Scheme of Arrangement dated June 18, 1992 as a result of which the Company became a wholly owned subsidiary of Federal Chemical and Ceramics Corporation (Private) Limited. The Company was privatized on July 03, 1995. The Company is engaged in the business of manufacturing and selling caustic soda and other allied chemicals.

The Company was listed on Karachi Stock Exchange on April 14, 2003 when sponsors of the Company offered 25% of the issued, subscribed and paid up shares of the Company to the general public. The Company is now listed on Pakistan Stock Exchange Limited.

The Company holds 100% shares of Ittehad Salt Processing (Private) Limited (subsidiary company), which is a private limited company and incorporated in Pakistan under the Companies Act, 2017 on December 3, 2019, as company limited by shares. The subsidiary company is engaged in the business of exploring, operating, and working on mines and quarries. The registered office of subsidiary company is situated at 31-A, Tech Society, Canal Bank, Lahore. The Chief Executive of subsidiary company is Ahmed Mustafa.

2 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

The registered office of the Company is situated at 39, Empress Road, Lahore. The manufacturing facility of the Company is located at G.T Road Kala Shah Kaku District Sheikhupura and regional offices are located as follows:

Regional office Office address

Karachi	Town House No. 44-N/1-A, Razi Road, Block-6, P.E.C.H.S. Karachi.
Faisalabad	3rd Floor, Habib Bank Building, Circular Road, Faisalabad.
Islamabad	2nd Floor, Quaid Plaza, office No.15, Markaz I-9, Islamabad.

3 BASIS OF PREPARATION

3.1 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 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;

Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act , 2017; and

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

Where 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.

These condensed interim financial statements are unaudited and is being submitted to the shareholders as required under section 237 of the Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange.

These condensed interim financial statements do not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company as at and for the year ended June 30, 2023 which have been prepared in accordance with approved accounting standards as applicable in Pakistan. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

The comparative balance sheet presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Company for the year ended June 30, 2023, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2022.

3.2 Accounting Convention

These consolidated condensed interim financial statements have been prepared under the historical cost convention, except for the recognition of certain staff retirement benefits which are measured at present value, freehold land and investment property which are measured at fair value.

These condensed interim financial statements have been prepared following accrual basis of accounting except for cash flow statement.

3.3 Functional and presentation currency

These condensed interim financial statements have been presented in Pak Rupees, which is the functional and presentation currency of the Company.

4 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted and methods of computation followed in the preparation of these condensed interim financial statements are the same as those of the preceding published annual financial statements for the year ended June 30, 2023.

5 TAXATION

Income tax expense is recognized based on management's best estimate of the weighted average annual income tax rate expected for the full financial year.

6 ESTIMATES

The preparation of condensed interim financial statements requires 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 key sources of estimation of uncertainty are the same as those that were applied to the financial statements for the year ended June 30, 2023.

7.2

8

7	PROPERTY PLANT & EQUIPMENT	Note	September 30, 2023 (Un-audited) (Rupees	June 30, 2023 (Audited) in thousand)
	Operenting Fixed Assets	7.1	6,210,290	6,321,437
	Right to Use Assets	7.2	770	1,540
			6,211,060	6,322,977
7.1	Operenting Fixed Assets			
	Opening book value (NBV)		6,321,437	6,289,161
	Additions / (adjustment) at cost during the	7.1.1	39,262	651,555
	period / year		6,360,699	6,940,716
	Disposals at NBV during the period / year	7.1.2	(310)	(3,410)
	Depreciation charged during the period / ye	ar	(150,099)	(615,869)
			(150,409)	(619,279)
	Closing net book value (NBV)		6,210,290	6,321,437

7.1.1 Details of additions / (adjustment) at cost during the period / year are as follows:

Building	-	149,556
Plant and machinery	24,882	436,426
Other equipment	-	79
Furniture and fixtures	-	480
Office and other equipment	410	6,283
Vehicles	13,970	58,731
	39,262	651,555

7.1.2 Details of disposals (at NBV) during the period / year are as follows:

Furniture and fixtures Office and other equipemt Vehicles	- - (310) (310)	(387) (1,299) (1,724) (3,410)
Right to Use Assets		
Opening book value (NBV)	1,540	8,947
Disposals at NBV during the period / year	-	(3,111)
Depreciation charged during the period / year	(770)	(4,296)
Closing net book value (NBV)	770	1,540
CAPITAL WORK IN PROGRESS		
Building	26,622	20,295
Plant and machinery	1,029,253	839,646
Advances	95,639	48,251
	1,151,514	908,192

9	SHARE CAPITAL Note	September 30, 2023 (Un-audited) (Rupees	June 30, 2023 (Audited) in thousand)
9.1	Authorized share capital		
	175,000,000 (June 30, 2023: 100,000,000) ordinary shares of Rs. 10/- each	1,750,000	1,750,000
	25,000,000 (June 30, 2023: 25,000,000) preference shares of Rs. 10/- each	250,000 2,000,000	250,000 2,000,000
9.2	Issued, subscribed and paid up share capital		
	27,100,000 (June 30, 2023: 27,100,000) ordinary shares fully paid in cash	271,000	271,000
	24,900,000 (June 30, 2023: 24,900,000) issued for consideration other than cash	249,000	249,000
	48,000,000 (June 30, 2023: 48,000,000) fully paid bonus shares	480,000	480,000

10 LONG TERM FINANCING

From banking companies and financial institutions- secured				
Balance as at July 01	1,306,037	921,842		
Obtained during the period / year	41,500	746,660		
Shown as deferred grant - net		(77,986)		
Repayments made during the period / year	(88,300)	(284,479)		
	1,259,237	1,306,037		
Current portion shown under current liabilities	(406,977)	(367,552)		
	852,260	938,485		

11 LONG TERM DIMINISHING MUSHARAKA

From banking companies and financial institutions- secured					
Balance as at July 01	577,566	964,571			
Obtained during the period / year		-			
Repayments made during the period / year	(87,500)	(387,005)			
	490,066	577,566			
Current portion shown under current liabilities	(387,005)	(387,005)			
	103,061	190,561			

12 CONTINGENCIES AND COMMITMENTS

12.1 Contingent liabilities

- a) Letters of guarantee outstanding as at September 30, 2023 were Rs. 461.507 million (June 30, 2023: Rs. 476.076 million).
- b) Other contingencies are not materially different from those as disclosed in preceding annual financial statements for the year ended June 30, 2023.

12.2 Commitments

Commitments as on September 30, 2023 were as follows:

- a) Against letters of credit amounting to Rs. 835.045 million (June 30, 2023: Rs. 3,123.055 million).
- b) Against purchase of land amounting to Rs. 87.639 million (June 30, 2023: Rs. 145.639 million).

13	COST OF SALES	(Un-audited) Quarter ended September 30, 2023 2022 (Rupees in thousand)		
	Raw materials consumed Other overheads	3,301,822	2,860,934	
	Stores, spares and consumables	91,808	52,976	
	Packing materials consumed	83,773	51,321	
	Salaries, wages and other benefits	222,239	180,112	
	Fuel and power	1,990,808	2,214,653	
	Repair and maintenance	20,285	13,266	
	Rent, rates and taxes	468	3,147	
	Insurance	4,296	4,366	
	Depreciation	144,241	145,716	
	Vehicle running expenses	7,303	6,434	
	Telephone, telex and postage	257	239	
	Printing and stationery	16	96	
	Provision for obselete stores	4,500	4,500	
	Other expenses	2,446	1,101	
		2,572,440	2,677,927	
	Opening work in process	75,529	53,901	
	Closing work in process	(73,906)	(65,461)	
		1,623	(11,560)	
	Cost of goods manufactured	5,875,885	5,527,301	
	Cost of stores traded		7,178	
	Opening stock of finished goods	1,073,329	667,255	
	Closing stock of finished goods	(1,765,626)	(1,171,551)	
		(692,297)	(504,296)	
		5,183,588	5,030,183	

		(Un-audited) Quarter ended September 30,		
14	EARNINGS PER SHARE - BASIC AND DILUTED	2023 (Rupees	2022 in thousand)	
	Profit after taxation - (Rupees in thousand)	486,556	136,930	
	Weighted average number of ordinary shares - (In thousand)	100,000	100,000	
	Earnings per share - basic and diluted - (Rupees)	4.87	1.37	

15 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise group companies, other associated companies, staff retirement funds, directors and key management personnel. Transactions with related parties and associated undertakings are given as under:

Relationship with Nature of transaction the Company

Other related party Other related party	Marketing services charges Purchase of Vehicle	31,238 3.053	25,430 -
1 2	Contribution to staff retirement benefit plans	188	167
Key management personnel	Remuneration and other benefits	28,257	25,844

15.1 Balance of Chemi Multifabrics Limited (other related party) stands at Rs.126.496 million (June 30,2023 Rs. 105.429 million).

16 DATE OF AUTHORIZATION

These financial statements were authorized for issue on October 25, 2023 by the Board of Directors of the Company.

17 NON-ADJUSTING EVENTS AFTER BALANCE SHEET DATE

The Board of Directors of the Company in its meeting held on October 25, 2023 has not recommended any cash dividend (June 30, 2023: 12.5% i.e Rs. 1.25 per share).

18 GENERAL

- i Figures have been rounded off to the nearest rupees in thousand unless stated otherwise.
- ii Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison, the effect of which is not material.

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CHIEF EXECUTIVE

DIRECTOR

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ITTEHAD CHEMICALS LIMITED

(CONSOLIDATED)

CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2023 (UNAUDITED)

DIRECTORS' REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS

The Directors take pleasure in presenting their report on the consolidated un-audited condensed interim financial statements of Ittehad Chemicals Limited ("The Holding Company") and its wholly owned subsidiary company "Ittehad Salt Processing (Pvt.) Limited" (the "ISPPL") for the first quarter ended September 30, 2023.

Ittehad Salt Processing (Pvt.) Limited was incorporated under the Companies Act, 2017 in Pakistan as a company limited by shares on December 3, 2019. The registered office of the Company is situated in Lahore, Punjab. The main objective of the wholly owned subsidiary is to explore opportunities available in the Rock Salt Mining subject to fulfillment of prerequisites under the applicable laws. The wholly owned subsidiary has already acquired the exploration license from Punjab Mines and Minerals Department for an area of 1,356.07 acres situated near Dhok Jabba /Lafi District Chakwal and is effectively moving to acquire Mining Lease from the concerned Government Department.

The Consolidated Financial Statements showed Earnings per share Rs. 4.87 (2022: Rs. 1.37 per share) for the period ended September 30, 2023.

Adequate internal financial controls are in place and Management ensures complete and satisfactory implementation of the same. The Management is optimistic about future growth and healthy returns after obtaining the Mining license from Punjab Minerals and Mines Department.

On behalf of the Board

Lahore October 25, 2023 Muhammad Siddique Khatri Chairman

Abdul Sattar Khatri Chief Executive Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

AS AT SEPTEMBER 30, 2023		September 30, 2023	June 30, 2023 (Audited)
ASSETS NON CURRENT ASSETS Property, plant and equipment	Note	(Unaudited) (Rupees ir	(Audited) h thousand)
Operating fixed assets Capital work in progress	7 8	6,211,060 <u>1,151,514</u> 7,362,574	6,322,977 <u>908,192</u> 7,231,169
Intangible assets Investment properties Long term deposits		995 562,500 <u>249,052</u> 8,175,121	1,135 562,500 <u>67,875</u> 7,862,679
CURRENT ASSETS Stores, spares and loose tools Stock in trade Trade debts Loans and advances Trade deposits and short term prepayments Tax refunds due from Government Short Term Investments Cash and bank balances		696,243 4,105,003 2,173,853 311,768 23,414 765,306 - 350,985 8,426,572	533,525 2,197,162 1,939,538 172,452 37,990 723,163 300,000 925,198 6,829,028
TOTAL ASSETS EQUITY AND LIABILITIES SHARE CAPITAL AND RESERVES Authorized share capital	9.1	<u>16.601.693</u> <u>2.000.000</u>	<u>14.691.707</u> <u>2.000.000</u>
Issued, subscribed and paid up capital Share premium Merger Reserve Unappropriated profit Surplus on revaluation of fixed assets	9.2	1,000,000 177,000 (6,445) 4,627,383 <u>1,392,042</u> 7,189,980	1,000,000 177,000 (6,445) 4,140,827 <u>1,392,042</u> 6,703,424
NON CURRENT LIABILITIES Long term financing Long term diminishing musharaka Deferred liabilities Deferred grant	10 11	852,260 103,061 610,845 72,194 1,638,360	938,485 190,561 571,317 72,194 1,772,557
CURRENT LIABILITIES Trade and other payables Short term Loan Unclaimed dividend Mark-up accrued Short term borrowings Taxation - net Current portion of long term liabilities		4,867,030 1,010 3,080 144,892 1,697,600 207,709 852,032 7,773,353	3,738,046 1,010 4,012 76,317 1,314,051 268,032 814,258 6,215,726
CONTINGENCIES AND COMMITMENTS TOTAL EQUITY AND LIABILITIES	12	16.601.693	0,215,726

The annexed notes from 1 to 18 form an integral part of these financial statements.

ASA CHIEF EXECUTIVE

F.

DIRECTOR



CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT - (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		Quarter ended September 30,	
		2023	2022
	Note	(Rupees in t	housand)
Sales - net		6,629,933	5,611,569
Cost of sales	13	(5,183,588)	(5,030,183)
Gross profit		1,446,345	581,386
Selling and distribution expenses		(270,427)	(300,105)
General and administrative expenses		(82,028)	(66,240)
Other operating expenses		(66,734)	(11,568)
Other operating income		24,084	82,862
		(395,105)	(295,051)
Operating profit		1,051,240	286,335
Financial charges		(169,387)	(136,965)
Profit before taxation		881,853	149,370
Taxation		(395,297)	(12,440)
Profit after taxation		486,556	136,930
Earnings per share - basic and diluted (Rupee)	14	4.87	1.37

The annexed notes from 1 to 18 form an integral part of these financial statements.

CHIEF EXECUTIVE

2

DIRECTOR

CHIEF FINANCIAL OFFICER

CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME - (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Quarter ended S 2023 (Rupees in t	2022
Profit for the period		486,556	136,930
Other comprehensive income		-	-
Total comprehensive income for the period		486,556	136,930

The annexed notes from 1 to 18 form an integral part of these financial statements.



Z.



CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS - (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023 Quarter ended September 30.

FOR THE QUARTER ENDED SEPTEMBER 30, 2023	Quarter ende	ed September 30, 2022
		in thousand)
CASH FLOW FROM OPERATING ACTIVITIES		-
Profit before taxation Adjustments for items not involving movement of funds:	881,853	149,370
Depreciation	150,869	150,665
Amortization of intangible assets	139	139
Provision for gratuity	8,984	6,007
Loss / (Gain) on sale of fixed assets	(760)	(325)
Loss / (gain) on foreign exchange	(4,853)	(74,272)
Provision for obslete stores	4,500	4,500
Financial charges	169,387	136,965
Net cash flow before working capital changes	1,210,119	373,049
Decrease / (increase) in current assets		
Stores, spares and loose tools	(167,218)	(21,623)
Stock in trade	(1,907,841)	(451,249)
Trade debts	(229,462)	(228,955)
Loans and advances Trade deposits and short term prepayments	(139,316) 14,576	162,802 (4,498)
Tax refunds due from the Government	(131,143)	(76,740)
Tax related due from the Government	(2,560,404)	(620,263)
Increase / (decrease) in current liabilities	(2,000,101)	(020,200)
Trade and other payables	1,128,981	228,858
Cash generated from operations	(221,304)	(18,356)
Income taxes paid	(336,076)	(222,723)
Gratuity paid	-	(1,492)
Financial charges paid	(105,611)	(111,642)
Net cash inflow from operating activities	(662,991)	(354,213)
CASH FLOW FROM INVESTING ACTIVITIES		
Additions to operating fixed assets-net	(19,901)	(28,433)
Additions to capital work in progress	(257,883)	(220,391)
Proceeds from sale of operating fixed assets	1,070	350
Long term deposits	300,000	
Net cash (outflow) from investing activities	(181,177) (157,891)	(248,474)
Net cash (outlow) from investing activities	(107,001)	(2+0,+7+)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from long term financing	41,500	30,808
Repayment of long term financing	(88,300)	(60,695)
Repayment of long term diminishing musharaka	(87,500)	(87,500)
Repayment of lease liabilities	(1,648)	(2,021)
Dividend Paid	(932)	624 276
Short term borrowings Net cash inflow / (outflow) from financing activities	<u>383,549</u> 246,669	<u>634,376</u> 514,968
Net increase in cash and cash equivalents	(574,213)	(87,719)
Cash and cash equivalents at the beginning of the period	925,198	196,151
Cash and cash equivalents at the end of the period	350,985	108,432
The annexed notes from 1 to 18 form an integral part of thes		

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CHIEF EXECUTIVE

DIRECTOR

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY - (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Share capital	Surplus on revaluation of fixed assets	Balance arising upon merger	Share premium money	Unappro- priated profit	Total
		(Rupees in	thousand) -		
Balance as at July 01, 2022	1,000,000	1,392,042	(6,445)	177,000	2,618,302	5,180,899
Total Comprehensive income for the period	-	-	-	-	136,930	136,930
Balance as at September 30, 2022	1,000,000	1,392,042	(6,445)	177,000	2,755,232	5,317,829
Transitions with Owners : Interim cash dividend 2023: Re. 3 per share			-		(300,000)	(300,000)
Total Comprehensive income for the period	-	-	-	-	(300,000)	(300,000)
Profit for the period	-	-	-	-	1,689,042	1,689,042
Remeasurement of defined benefit liability - net	-	-	-	-	(3,447)	(3,447)
	-	-	-	-	1,685,595	1,685,595
Balance as at June 30, 2023	1,000,000	1,392,042	(6,445)	177,000	4,140,827	6,703,424
Total Comprehensive income for the period	-	-		-	486,556	486,556
Balance as at September 30, 2023	1,000,000	1,392,042	(6,445)	177,000	4,627,383	7,189,980

The annexed notes from 1 to 18 form an integral part of these financial statements.

CHIEF EXECUTIVE

F.

DIRECTOR

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS - (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1 LEGAL STATUS AND OPERATIONS

The group comprises of Ittehad Chemicals Limited (Parent/holding Company) (ICL) and Ittehad Salt Processing (Private) Limited (Subsidiary Company) (ISPL). The Parent Company and the subsidiary company are collectively referred to as "the Group".

1.1 STATUS OF PARENT COMPANY

Ittehad Chemicals Limited (the Company) was incorporated on September 28, 1991 to takeover the assets of Ittehad Chemicals and Ittehad Pesticides under a Scheme of Arrangement dated June 18, 1992 as a result of which the Company became a wholly owned subsidiary of Federal Chemical and Ceramics Corporation (Private) Limited. The Company was privatized on July 03, 1995. The Company is engaged in the business of manufacturing and selling caustic soda and other allied chemicals.

The Company was listed on Karachi Stock Exchange on April 14, 2003 when sponsors of the Company offered 25% of the issued, subscribed and paid up shares of the Company to the general public. The Company is now listed on Pakistan Stock Exchange Limited.

1.2 STATUS OF SUBSIDIARY COMPANY

Ittehad Salt Processing (Private) Limited, is a (private) Limited Company (100% wholly owned) incorporated in Pakistan under the Companies Act, 2017 on December 3, 2019, as company limited by shares. The Company is engaged in the business of exploring, operating, and working on mines and quarries.

2 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

2.1 The registered office of the holding Company is situated at 39, Empress Road, Lahore. The manufacturing facility of the Company is located at G.T Road Kala Shah Kaku District Sheikhupura and regional offices are located as follows:

Regional office Office address

Karachi	Town House No. 44-N/1-A, Razi Road, Block-6, P.E.C.H.S. Karachi.
Faisalabad	3rd Floor, Habib Bank Building, Circular Road, Faisalabad.
Islamabad	2nd Floor, Quaid Plaza, office No.15, Markaz I-9, Islamabad.

2.2 The registered office of the Company is situated at 31-A, Tech Society, Canal Bank, Lahore.

3 BASIS OF PREPARATION

3.1 Statement of compliance

These consolidated 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;

Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act , 2017; and

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

Where 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.

These consolidated condensed interim financial statements are unaudited and is being submitted to the shareholders as required under section 237 of the Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange.

These consolidated condensed interim financial statements do not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company as at and for the year ended June 30, 2023 which have been prepared in accordance with approved accounting standards as applicable in Pakistan. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

The comparative balance sheet presented in these consolidated condensed interim financial statements have been extracted from the annual audited financial statements of the group for the year ended June 30, 2023, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the unaudited consolidated condensed interim financial statements for the period ended September 30, 2022.

3.2 Accounting Convention

These consolidated condensed interim financial statements have been prepared under the historical cost convention, except for the recognition of certain staff retirement benefits which are measured at present value, freehold land and investment property which are measured at fair value.

These consolidated condensed interim financial statements have been prepared following accrual basis of accounting except for cash flow statement.

3.3 Functional and presentation currency

These condensed interim financial statements have been presented in Pak Rupees, which is the functional and presentation currency of the Company.

4 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted and methods of computation followed in the preparation of these condensed interim financial statements are the same as those of the preceding published annual financial statements for the year ended June 30, 2023.

5 TAXATION

Income tax expense is recognized based on management's best estimate of the weighted average annual income tax rate expected for the full financial year.

6 ESTIMATES

The preparation of condensed interim financial statements requires 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 key sources of estimation of uncertainty are the same as those that were applied to the financial statements for the year ended June 30, 2023.

		Note	September 30, 2023 (Unaudited) (Rupees in	June 30, 2023 (Audited)
7	PROPERTY PLANT & EQUIPMENT	Noto	(1 (4)000 11	(incucand)
	Operenting Fixed Assets	7.1	6,210,290	6,321,437
	Right to Use Assets	7.2	770	1,540
			6,211,060	6,322,977
7.1	Operenting Fixed Assets			
	Opening book value (NBV)		6,321,437	6,289,161
	Additions / (adjutment) at cost during the period / year	7.1.1	39,262	651,555
			6,360,699	6,940,716
	Disposals at NBV during the period / year	7.1.2	(310)	(3,410)
	Depreciation charged during the period / year		(150,099)	(615,869)
			(150,409)	(619,279)
	Closing net book value (NBV)		6,210,290	6,321,437

7.1.1 Details of additions / (adjustment) at cost during the period / year are as follows:

Building	-	149,556
Plant and machinery	24,882	436,426
Other equipment	-	79
Furniture and fixtures	-	480
Office and other equipment	410	6,283
Vehicles	13,970	58,731
	39,262	651,555

(Un-audited)	(Audited)	
September 30,	June 30,	
2023	2023	
(Rupees in thousand)		

7.1.2 Details of disposals (at NBV) during the period / year are as follows:

	Furniture and fixtures Office and other equipemt Vehicles	- (310) (310)	(387) (1,299) (1,724) (3,410)
7.2	Right to Use Assets		
	Opening book value (NBV) Disposals at NBV during the period / year Depreciation charged during the period / year Closing net book value (NBV)	1,540 - (770) 770	8,947 (3,111) (4,296) 1,540
8	CAPITAL WORK IN PROGRESS		
	Building Plant and machinery Advances	26,622 1,029,253 95,639 1,151,514	20,295 839,646 48,251 908,192
9	SHARE CAPITAL		
9.1	Authorized share capital		
	175,000,000 (June 30, 2023:100,000,000) ordinary shares of Rs. 10/- each	1,750,000	1,750,000
	25,000,000 (June 30, 2023: 25,000,000) preference shares of Rs. 10/- each	250,000 2,000,000	250,000 2,000,000
9.2	Issued, subscribed and paid up share capital		
	27,100,000 (June 30, 2023: 27,100,000) ordinary shares fully paid in cash 24,900,000 (June 30, 2023: 24,900,000)	271,000	271,000
	issued for consideration other than cash 48,000,000 (June 30, 2023: 48,000,000) fully paid bonus shares	249,000 480,000 1,000,000	249,000 480,000 1,000,000

(Un-audited)	(Audited)	
September 30,	June 30,	
2023	2023	
(Rupees in thousand)		

10 LONG TERM FINANCING

From banking companies and financial institutions- secured		
Balance as at July 01	1,306,037	921,842
Obtained during the period / year	41,500	746,660
Shown as deferred grant	-	(77,986)
Repayments made during the period / year	(88,300)	(284,479)
	1,259,237	1,306,037
Current portion shown under current liabilities	(406,977)	(367,552)
	852,260	938,485

11 LONG TERM DIMINISHING MUSHARAKA

From banking companies and financial institutions- secured		
Balance as at July 01	577,566	964,571
Obtained during the period / year		-
Repayments made during the period / year	(87,500)	(387,005)
	490,066	577,566
Current portion shown under current liabilities	(387,005)	(387,005)
	103,061	190,561

12 CONTINGENCIES AND COMMITMENTS

12.1 Contingent liabilities

- a) Letters of guarantee outstanding as at September 30, 2023 were Rs. 461.507 million (June 30, 2023: Rs. 476.076 million).
- b) Other contingencies are not materially different from those as disclosed in preceding annual financial statements for the year ended June 30, 2023.

12.2 Commitments

Commitments as on September 30, 2023 were as follows:

- a) Against letters of credit amounting to Rs. 835.045 million (June 30, 2023: Rs. 3,123.055 million).
- b) Against purchase of land amounting to Rs. 87.639 million (June 30, 2023: Rs. 145.639 million).

13	COST OF SALES	(Un-audited) Quarter ended September 30, 2023 2022 (Rupees in thousand)	
	Raw materials consumed	3,301,822	2,860,934
	Other overheads		
	Stores, spares and consumables	91,808	52,976
	Packing materials consumed	83,773	51,321
	Salaries, wages and other benefits	222,239	180,112
	Fuel and power	1,990,808	2,214,653
	Repair and maintenance	20,285	13,266
	Rent, rates and taxes	468	3,147
	Insurance	4,296	4,366
	Depreciation	144,241	145,716
	Vehicle running expenses	7,303	6,434
	Telephone, telex and postage	257	239
	Printing and stationery	16	96
	Provision for obselete stores	4,500	4,500
	Other expenses	2,446	1,101
		2,572,440	2,677,927
	Opening work in process	75,529	53,901
	Closing work in process	(73,906)	(65,461)
		1,623	(11,560)
	Cost of goods manufactured	5,875,885	5,527,301
	Cost of stores traded	-	7,178
	Opening stock of finished goods	1,073,329	667,255
	Closing stock of finished goods	(1,765,626)	(1,171,551)
		(692,297)	(504,296)
		5,183,588	5,030,183
14	EARNINGS PER SHARE - BASIC AND DILUTED		
	Profit after taxation - (Rupees in thousand)	486,556	136,930
	Weighted average number of ordinary shares - (In thousand)	100,000	100,000
	Earnings per share - basic and diluted - (Rupees)	4.87	1.37

15 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise group companies, other associated companies, staff retirement funds, directors and key management personnel. Transactions with related parties and associated undertakings are given as under:

			(Un-audited) uarter ended September 30,	
		2023	2022	
		(Rupees	in thousand)	
Relationship with	Nature of transaction			
the Company				
		04.000	05 400	
Other related party	Marketing services charges	31,238	25,430	
Other related party	Purchase of Vehicle	3,053		
Retirement benefit plans	Contribution to staff retirement benefit plans	188	167	
Key management personnel	Remuneration and other benefit	ts 28,257	25,844	

15.1 Balance of Chemi Multifabrics Limited (other related party) stands at Rs.126.496 million (June 30,2023 Rs. 105.429 million).

16 DATE OF AUTHORIZATION

These financial statements were authorized for issue on October 25, 2023 by the Board of Directors of the Company.

17 NON-ADJUSTING EVENTS AFTER BALANCE SHEET DATE

The Board of Directors of the Company in its meeting held on October 25, 2023 has not recommended any cash dividend (June 30, 2023: 12.5% i.e Rs. 1.25 per share).

18 **GENERAL**

- i. Figures have been rounded off to the nearest rupees in thousand unless stated otherwise.
- ii. Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison, the effect of which is not material.

CHIEF EXECUTIVE

DIRECTOR

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