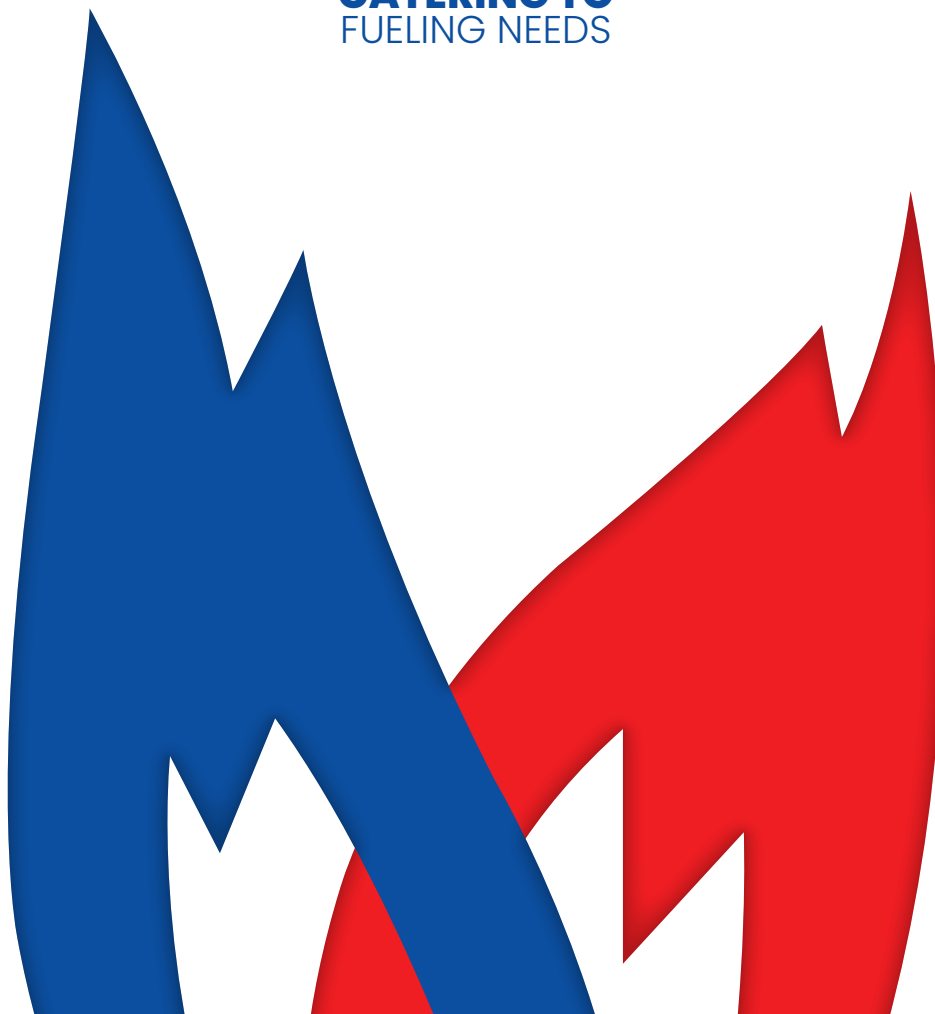




First Quarter Ended September 30, 2023

**CATERING TO
FUELING NEEDS**





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Company's Information

Board of Directors

- Mr. Shaikh Abdus Sami
Chairman / Independent Director
- Mr. Asad Alam Khan
CEO / Director
- Mr. Saifee Zakiuddin
Director
- Mr. Ali Niazi
Director
- Mr. Muhammad Khalid Dar
Director
- Maj. Gen Rafi Ullah Khan (R)
Independent Director
- Brig. (R) Rashid Siddiqi
Independent Director
- Ms. Shahbano Hameed
Director (NIT Nominee)
- Mr. Osman Malik
Director (NBP Nominee)

Management

- Mr. Asad Alam Khan
Chief Executive Officer
- Mr. Saifee Zakiuddin
Director Finance
- Mr. Khurram Kasbati
Chief Financial Officer
- Mr. Irfan Javaid Warsi
General Manager - Commercial & Business
Development and Human Resources (HR)
- Mr. Amir Aziz
Head of Operations Distribution
& HSSE
- Mr. Daniyal Mughal
Company Secretary
& Financial Controller
- Mr. Asad Wasty
Head of Internal Audit

Bankers

- MCB Bank Limited
- Meezan Bank Limited
- National Bank of Pakistan
- Habib Bank Limited
- Faysal Bank Limited
- Summit Bank Limited
- Sindh Bank Limited
- JS Bank Limited

Legal Advisors

- Mohsin Tayebaly & Co.

Auditors

- BDO Ebrahim & Co
Chartered Accountants

Tax Advisors

- Maavins Solutions

Shares Registrar

- THK Associates (Pvt.) Limited
Plot No.32-C,
Jami Commercial Street-2,
D.H.A., Phase-VII, Karachi.
UAN: +92 (021) 111-000-322
FAX: +92(021) 35310190

Registered Office

- Suite 101, 1st Floor, Horizon Vista
Plot No. Commercial - 10, Block-4
Scheme No. 5, Clifton, Karachi – 75600
Tel : + 92 21 35898356, 35309870 & 73
UAN: +92 21 111 111 BPL (275)
Fax : + 92 21 3587 8353
www.burshane.com



Director's Report

The Directors of your Company are hereby presenting the financial information of the Company for the period ended September 30, 2023.

Financial Performance

During the period under review, the sales volume of the Company at 3,747 MTs, decreased by 2,497 MTs (39.99%) compared to the corresponding period due to reduced local LPG quota and higher prices of LPG import. Net sales of the Company at Rs. 677.38 million decreased by Rs. 396.08 million (36.90%) due to reduction in sales volume during the period. The gross margins of the Company at Rs. 63.89 million (9.43% of sales value) was increased by 7.49 million from last year comparative period.

Administrative expenses decreased by Rs. 5.91 million (18.18%) compared to comparative period of previous year, mainly due to decrease in Litigation expenses pertaining to complaint lodged by Investigation and Intelligence (Inland Revenue) (I&I IR); however, distribution & marketing expenses have increased by Rs. 0.56 million.

Profit before tax of the Company at Rs. 9.16 million, is increased by Rs. 5.07 million from last year comparative period, Financial costs have increased by 5.51 million due to higher KIBOR rates.

The Company's earnings per share for the period under review is at Rs. 0.33 compared to earnings per share of Rs. 0.06 per share in the preceding period.

Material Changes and Commitments

On January 06, 2022, the Company received a revised proposal for the restructuring of loan from NBP which has since been accepted and duly executed via offer letter No. NBP/ARG/ARW(S)/BLPL/2022/08. As per the aforementioned letter, the long-term loan and accrued mark-up on long-term loan are termed as Demand Finance-I and Demand Finance-II. The remaining outstanding loan of Rs 154 million has been restructured to running finance facility. In respect of Demand Finance - I, the Company has made a principal down payment of Rs. 25.44 million and the balance of Rs. 75 million to be re-paid in 20 quarterly installments starting from September 30, 2022 with a grace period of 1 year from the date of the drawdown. The facility carries mark-up at the rate of 3 months KIBOR + 2%, which will also be payable during the grace period. In respect of Demand Finance - II, the Company has made a principal down payment of Rs. 10.59 million and the balance of Rs. 95.29 million to be re-paid in 20 quarterly installments starting from September 30, 2022.

A complaint was filed by the Directorate of Investigation and Intelligence (Inland Revenue) (I & I – IR) on August 31, 2020, against the Company for alleged Tax evasion of approximately PKR 1.7 billion, with Special Court for Customs, Taxation and (Anti-Smuggling). Based on this complaint the court passed 2 orders against the Company and some of its directors. The orders were pertaining to freezing of Company's 9 bank accounts for 90 days and issuance of Non Bailable Arrest Warrants of its certain Directors. The Company immediately obtained Protective Bail from the High Court and subsequently from the Special Court which was later confirmed.

The Company also filed a Constitutional Petition with High Court against the order of the Special Court for freezing of 9 bank accounts. All banks have removed the freeze on Company's accounts on expiry of 90 days.



The Company had received notices under section 177(1) of Income Tax Ordinance, 2001 regarding audit for tax years 2018 and 2019. The Company has replied and submitted relevant details and documents timely through various letters to FBR. The Company has received further notices for same tax years on August 16, 2022, in which the additions made by the Deputy Commissioner Inland Revenue in the assessments made under section 122 through order dated June 14, 2022 has not been accepted by the learned Commissioner Inland Revenue (Appeals-II), Karachi who has been pleased to remand the matter back for both the years, as such no demand subsists for tax year 2018 and 2019.

Business Ethics

We believe that sustainable development is only possible if we abide by our Business Principles. Burshane has firmly embedded them in all the operations of the company and we continuously strive to inculcate these principles among our stakeholders.

In the context of business growth, we would like to assure you that the management of your company is fully aware of its obligations towards its stakeholders and is determined to develop long-term corporate plans to increase the value of the business. We are looking into all possible options to increase the market share and earn an adequate return on capital employed of Burshane in a profitable manner; therefore, we are confident that we will show strong performance in the coming periods.

We have once again excelled in our performance of Health, Safety, Security and Environment (HSSE), with no lost time injury and fatality. The management is committed towards not only improving the HSSE standards for itself but leading in to establish best practices for the industry as well.

Composition of Board:

The total number of directors are eight and their composition is as following:

- Male: 8
- Female: 1

Category	Name
Independent Director	Mr. Shaikh Abdus Sami
	Maj. Gen (R) Rafiullah Khan
	Brig. (R) Rashid Siddiqi
Non-Executive Directors	Mr. Muhammad Ali Niazi
	Ms. Shahbano Hameed
	Mr. Khalid Dar
	Mr. Osman Malik
Executive Directors	Mr. Asad Alam Niazi
	Mr. Saifee Zakiuddin



The following Committees continued to function as per the requirements of the law and as directed by the Board.

a) Audit Committee

Maj. Gen Rafiullah Khan (R)	- Chairman
Mr. Shaikh Abdus Sami	- Member
Mr. Muhammad Ali Niazi	- Member

b) Human Resource and Remuneration Committee

Maj. Gen Rafiullah Khan (R)	- Chairman
Mr. Asad Alam Niazi	- Member
Mr. Muhammad Ali Niazi	- Member
Mr. Khalid Dar	- Member
Mr. Saifee Zakiuddin	- Member

Financial Highlights:

(Rs. in '000)

Following are the key numbers of the results for the period:

Net Sales	677,375
Gross Margins	63,892
Profit before Tax	9,163
Profit after Tax	7,470
Earnings per share	0.33

Following is the appropriation:

Dividend declared	Cash	NIL
	Bonus	NIL

On behalf of the Board, we would like to thank our staff, business partners, customers and all other stakeholders for their continued support in ensuring sustainable growth of the Company and for making Burshane their brand of first choice.

Saifee Zakiuddin
Director

Asad Alam Niazi
Director / CEO

Karachi
Dated: October 30, 2023

**CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT SEPTEMBER 30, 2023**

	(Un-Audited) September 30, 2023	(Audited) June 30, 2023
Note	----- (Rupees in '000) -----	
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	804,885	817,215
Intangible assets	306,878	309,407
Long-term investment	50,000	50,000
Long-term deposits	3,174	3,174
	1,164,937	1,179,796
CURRENT ASSETS		
Stores and spares	2,823	4,321
Stock-in-trade	44,722	26,348
Trade debts	115,259	101,847
Loans and advances	44,522	36,170
Deposits, prepayments and other receivables	60,132	43,529
Taxation - net	154,221	152,637
Cash and bank balances	20,241	20,154
	441,920	385,006
	1,606,857	1,564,802
TOTAL ASSETS		
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital	900,000	900,000
Issued, subscribed and paid-up capital	224,888	224,888
Capital reserves		
Revaluation surplus of property	336,715	336,715
Other reserves	123,281	123,281
Revenue reserve	(133,813)	(141,283)
	551,071	543,601
NON-CURRENT LIABILITIES		
Long-term loan	85,220	91,729
Lease liabilities	14,917	15,889
Deferred taxation - net	2,660	2,660
Cylinder and regulator deposits	481,428	479,457
	584,225	589,735
CURRENT LIABILITIES		
Loan from a subsidiary company	50,000	50,000
Trade and other payables	109,873	103,715
Short-term loan	30,820	-
Short-term borrowings	154,007	153,701
Unclaimed dividends	83,050	83,050
Accrued mark-up	14,077	11,886
Current portion of long-term loan	25,375	24,948
Current portion of lease liabilities	4,359	4,166
	471,561	431,466
	1,606,857	1,564,802
TOTAL EQUITY AND LIABILITIES		
CONTINGENCIES AND COMMITMENTS		

6

The annexed notes from 1 to 11 form an integral part of these condensed interim unconsolidated financial statements.

**CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT OR
LOSS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023**

	(Un-Audited) September 30, 2023	(Un-Audited) September 30, 2022
Note	----- (Rupees in '000) -----	
Sales - net	677,375	1,073,455
Cost of sales	(613,483)	(1,017,050)
Gross profit	<u>63,892</u>	<u>56,405</u>
Administrative expenses	(26,604)	(32,517)
Distribution and marketing expenses	(17,541)	(16,984)
Other income	8,468	10,887
Other expenses	(801)	(950)
	<u>(36,478)</u>	<u>(39,564)</u>
Operating profit	27,414	16,841
Financial costs	(18,251)	(12,744)
Profit before taxation	9,163	4,097
Taxation	7	(1,693)
Profit for the period	<u>7,470</u>	<u>1,413</u>
	----- (In Rupees) -----	
Earnings per share - basic and diluted	<u>0.33</u>	<u>0.06</u>

The annexed notes from 1 to 11 form an integral part of these condensed interim unconsolidated financial statements.

DIRECTOR

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF
COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023**

	(Un-Audited) September 30, 2023	(Un-Audited) September 30, 2022
Note	----- (Rupees in '000) -----	-----
Profit for the period	7,470	1,413
Other comprehensive income	-	-
Total comprehensive income for the year	<u>7,470</u>	<u>1,413</u>

The annexed notes from 1 to 11 form an integral part of these condensed interim unconsolidated financial statements.

DIRECTOR

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023**

		(Un-Audited) September 30, 2023	(Un-Audited) September 30, 2022
	Note	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash used in operations	8	(14,335)	(24,046)
Taxes paid		(3,277)	(9,839)
Finance costs paid		(14,810)	(5,032)
Cylinder and regulator deposits - net		8,502	9,842
Net cash flows used in operating activities		(23,920)	(29,075)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of property, plant and equipment		-	(2,668)
Proceeds from property, plant and equipment		1,020	2,950
Net cash flows generated from / (used in) investing activities		1,020	282
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term loan repaid		(6,082)	-
Short-term loan received		62,320	80,000
Short-term loan paid		(31,500)	(125,000)
Payment of lease liabilities		(1,751)	(5,018)
Net cash flows used in financing activities		22,987	(50,018)
Net decrease in cash and cash equivalents		87	(78,811)
Cash and cash equivalents at beginning of the period		(133,853)	(54,765)
Cash and cash equivalents at end of the period		(133,766)	(133,576)
Cash and cash equivalents at end of the period comprise of:			
Cash and bank balances		20,241	17,485
Short-term borrowings		(154,007)	(151,061)
		(133,766)	(133,576)

The annexed notes from 1 to 11 form an integral part of these condensed interim unconsolidated financial statements.

DIRECTOR

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

	Capital reserves				Revenue Reserves			Total	
	Issued, subscribed and paid-up capital	Reserve on amalgamation	Revaluation surplus of property	Actuarial loss on remeasurement of retirement and other service benefits	Sub total	General Reserve	Accumulated loss		Sub total
	(Rupees in ' 000)								
Balance as at July 01, 2022	224,888	153,458	336,715	(30,477)	459,696	90,000	(165,132)	(75,132)	609,452
Total comprehensive income for the three months period ended September 30, 2022									
Profit for the period	-	-	-	-	-	-	1,413	1,413	1,413
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	1,413	1,413	1,413
Balance as at September 30, 2022	<u>224,888</u>	<u>153,458</u>	<u>336,715</u>	<u>(30,477)</u>	<u>459,696</u>	<u>90,000</u>	<u>(163,719)</u>	<u>(73,719)</u>	<u>610,865</u>
Balance as at July 01, 2023	224,888	153,458	336,715	(30,177)	459,996	90,000	(231,283)	(141,283)	543,601
Total comprehensive income for the three months period ended September 30, 2023									
Profit for the period	-	-	-	-	-	-	7,470	7,470	7,470
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	7,470	7,470	7,470
Balance as at September 30, 2023	<u>224,888</u>	<u>153,458</u>	<u>336,715</u>	<u>(30,177)</u>	<u>459,996</u>	<u>90,000</u>	<u>(223,813)</u>	<u>(133,813)</u>	<u>551,071</u>

The annexed notes from 1 to 11 form an integral part of these condensed interim unconsolidated financial statements.

DIRECTOR

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED) FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

1 LEGAL STATUS AND OPERATIONS

1.1 Burshane LPG (Pakistan) Limited (the Company) is a limited liability company incorporated in Pakistan and is listed on the Pakistan Stock Exchange. The registered office of the Company is situated at Suite 101, 1st Floor, Horizon Vista, Commercial Plot No. 10, Block - 4, Scheme No. 5, Clifton, Karachi.

The principal activity of the Company is storing, marketing and trading of Liquefied Petroleum Gas (LPG) throughout Pakistan and trading of Low Pressure Regulators (LPR).

1.2 The Company was a subsidiary of H.A.K.S. Trading (Private) Limited (HTPL). The major shareholder of HTPL was Mr. Asad Alam Niazi, Chief Executive of the holding company with 74.19% of the ordinary shares while various other shareholders held 25.81% shares. However, consequent to the approval of the scheme of arrangement for amalgamation of HTPL and the Company by the High Court of Sindh (the Court), HTPL was amalgamated with the Company on February 20, 2015.

1.3 These condensed interim unconsolidated financial statements are separate financial statements of the Company in which investment in subsidiary is accounted for at cost less accumulated impairment losses, if any. In addition, the Company prepares condensed interim consolidated financial statements which comprise of the Company's financial statements and its subsidiary's financial statements i.e. Burshane Auto Gas (Private) Limited being 100% owned subsidiary. The Company's another subsidiary which is Burshane Trading (Private) Limited's share capital has not been issued as at the reporting date.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim unconsolidated 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 applicable in Pakistan for international financial reporting comprise of:

- International Accounting Standard (IAS) 34 - 'Interim Financial Reporting', issued by the International Accounting Standard Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Act.

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

2.2 In order to comply with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim statement of financial position has been compared with the balances of annual financial statements of the immediately preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cashflows have been compared with the balances of comparable period of the immediately preceding financial year.

- 2.3 These condensed interim unconsolidated financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended June 30, 2023. These condensed interim unconsolidated financial statements are un-audited and are being submitted to the shareholders as required by the listing regulations of Pakistan Stock Exchange Limited and section 237 of the Companies Act, 2017.
- 2.4 These condensed interim unconsolidated financial statements have been presented in Pakistani ('Rupees') or 'Rs.', which is the Company's functional and presentation currency.

2.5 New accounting standards, amendments and interpretations that are not yet effective

There were certain amendments to accounting and reporting standards which became effective for the Company for the period. However, these are considered not to be relevant or to have any significant impact on the Company's financial reporting and, therefore, have not been disclosed in these condensed interim unconsolidated financial statements.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of this condensed interim unconsolidated financial statements are consistent with those applied in the preparation of the annual financial statements of the Company for the year ended June 30, 2023.

4 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of these condensed interim financial statements, in conformity with the accounting and reporting standards for interim financial reporting requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from the estimates.

During the preparation of these condensed interim financial statements, there have been no changes in the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty from those that were applied to the annual audited financial statements of the Company for the year ended June 30, 2023.

The Company's financial risk management objective and policies are consistent with those disclosed in the annual financial statements for the year ended June 30, 2023.

	(Un-Audited)	(Audited)
	September 30,	June 30,
	2023	2023
Note	----- (Rupees in '000) -----	
5 PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets	785,969	796,172
Right of use assets	18,916	21,043
	<u>804,885</u>	<u>817,215</u>

- 5.1 Additions and disposals to property, plant and equipment during the period are as follows:

	<u>(Un-Audited)</u> September 30, 2023	<u>(Un-Audited)</u> September 30, 2022
	----- (Rupees in '000) -----	
Additions (at cost)		
Plant and machinery	-	35
Cylinders and regulators	-	1,798
Furniture, fittings, electrical and other equipment	-	381
Vehicles	-	71
Computer and related accessories	-	65
Buildings - Right of Use Asset	-	318
	<u>-</u>	<u>2,668</u>
Disposals (at written down value)		
Furniture, fittings, electrical and other equipment	-	51
Buildings - Right of Use Asset	-	1,233
	<u>-</u>	<u>1,284</u>

6 CONTINGENCIES AND COMMITMENTS

6.1 Contingencies

There has been no significant change in the status of contingencies as disclosed in notes 32.1.2 to 32.1.8 of the annual audited unconsolidated financial statements of the Company for the year ended June 30, 2023.

6.2 Commitments

Post-dated cheques as at September 30, 2023 amounted to Rs. 24.06 million (June 30, 2022: Rs. 25.66 million).

7 TAXATION

This represents minimum tax at the rate of 0.25% under section 113 of the Income Tax Ordinance, 2001.

8 CASH GENERATED FROM OPERATIONS

Profit before taxation	9,163	4,097
Adjustment for non-cash and other items:		
Gain on disposal of property, plant and equipment	(1,020)	(1,666)
Financial charges	18,251	12,744
Depreciation	12,358	12,472
Amortization	2,529	2,529
Liability for cylinder deposits written back	(6,531)	(5,533)
	<u>25,587</u>	<u>20,546</u>
Loss before working capital changes	34,750	24,643
Working capital changes	8.1 (49,085)	(48,689)
	<u>(14,335)</u>	<u>(24,046)</u>

	<u>(Un-Audited)</u>	
	<u>September 30,</u>	<u>September 30,</u>
	<u>2023</u>	<u>2022</u>
Note	----- (Rupees in '000) -----	

8.1 Working capital changes

Decrease in current assets:		
Stores and spares	1,498	148
Stock-in-trade	(18,374)	(14,566)
Trade debts	(13,412)	(30,409)
Loans and advances	(8,352)	(21,575)
Deposits, prepayments and other receivables	(16,603)	(14,594)
	<u>(55,243)</u>	<u>(80,996)</u>
Increase / (decrease) in current liabilities:		
Trade and other payables	6,158	32,307
	<u>(49,085)</u>	<u>(48,689)</u>

9 TRANSACTIONS WITH RELATED PARTIES

The related parties include the former holding company, subsidiary company, staff retirement benefit / contribution plans, associated companies, other related parties, Directors and other Key Management Personnel. All major transactions with related parties are entered into at agreed terms duly approved by the Board of Directors of the Company.

Details of transactions during the period and balances at the reporting date with related parties, other than those which have been disclosed elsewhere in these condensed interim unconsolidated financial statements, are as follows:

		<u>(Un-Audited)</u>	
		<u>September 30,</u>	<u>September 30,</u>
		<u>2023</u>	<u>2022</u>
Nature of relationship	Nature of transactions	----- (Rupees in '000) -----	
Transactions with related parties			
Staff retirement benefit / contribution plans			
Burshane LPG (Pakistan) Limited			
Provident Fund	Contribution paid	2,239	3,508
Associated Companies			
Burshane Petroleum (Private) Limited			
[Formerly Darian International (Private) Limited]	Short term Loan - received	62,320	80,000
	Short term Loan - paid	31,500	125,000
	Interest expense	1,323	2,559
	Interest paid	552	2,559

Nature of relationship	Nature of transactions	(Un-Audited)	
		September 30, 2023	September 30, 2022
----- (Rupees in '000) -----			
Key management personnel	Amount received against loan	450	199
	Managerial remuneration	13,918	14,158
	Meeting fees	-	300
	Retirement benefits	753	744
	Travelling and conveyance	12	224
	Medical allowance	140	72

10 GENERAL

- 10.1 These condensed interim unconsolidated financial statements have been rounded to the nearest thousand rupee, unless stated otherwise.
- 10.2 Certain corresponding figures have been reclassified for better presentation, however, there are no material reclassifications to disclose.

11 DATE OF AUTHORISATION FOR ISSUE

These condensed interim unconsolidated financial statements were authorized for issue on **October 30, 2023** by the Board of Directors of the Company.

DIRECTOR

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT SEPTEMBER 30, 2023**

	(Un-Audited) September 30, 2023	(Audited) June 30, 2023
Note	----- (Rupees in '000) -----	
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	804,885	817,215
Intangible assets	306,878	309,407
Long-term deposits	3,174	3,174
	1,114,937	1,129,796
CURRENT ASSETS		
Stores and spares	2,823	4,321
Stock-in-trade	44,722	26,348
Trade debts	115,259	101,847
Loans and advances	44,522	36,170
Deposits, prepayments and other receivables	59,536	42,933
Taxation - net	154,298	152,705
Cash and bank balances	20,962	20,853
	442,122	385,177
	1,557,059	1,514,973
TOTAL ASSETS		
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital	900,000	900,000
Issued, subscribed and paid-up capital	224,888	224,888
Capital reserves		
Revaluation surplus of property	336,715	336,715
Other reserves	123,287	123,287
Revenue reserve	(133,809)	(141,310)
	551,081	543,580
NON-CURRENT LIABILITIES		
Long-term loan	85,220	91,729
Lease liabilities	14,917	15,889
Deferred taxation - net	2,660	2,660
Cylinder and regulator deposits	481,428	479,457
	584,225	589,735
CURRENT LIABILITIES		
Trade and other payables	110,065	103,907
Short-term loan	30,820	-
Short-term borrowings	154,007	153,701
Unclaimed dividends	83,050	83,050
Accrued mark-up	14,077	11,886
Current portion of long-term loan	25,375	24,948
Current portion of lease liabilities	4,359	4,166
	421,753	381,658
	1,557,059	1,514,973
TOTAL EQUITY AND LIABILITIES		
CONTINGENCIES AND COMMITMENTS		

6

The annexed notes from 1 to 11 form an integral part of these condensed interim consolidated financial statements.

DIRECTOR

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS
(UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023**

	(Un-Audited) September 30, 2023	(Un-Audited) September 30, 2022
Note	----- (Rupees in '000) -----	
Sales - net	677,375	1,073,455
Cost of sales	(613,483)	(1,017,050)
Gross profit	<u>63,892</u>	<u>56,405</u>
Administrative expenses	(26,604)	(32,517)
Distribution and marketing expenses	(17,541)	(16,984)
Other income	8,499	10,905
Other expenses	(801)	(950)
	<u>(36,447)</u>	<u>(39,546)</u>
Operating profit	27,445	16,859
Financial costs	(18,251)	(12,744)
Profit before taxation	9,194	4,115
Taxation	7	(1,693)
Profit for the period	<u>7,501</u>	<u>1,431</u>
	----- (In Rupees) -----	
Earnings per share - basic and diluted	<u>0.33</u>	<u>0.06</u>

The annexed notes from 1 to 11 form an integral part of these condensed interim consolidated financial statements.

DIRECTOR

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE
INCOME (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023**

	(Un-Audited) September 30, 2023	(Un-Audited) September 30, 2022
Note	----- (Rupees in '000) -----	-----
Profit for the period	7,501	1,431
Other comprehensive income	-	-
Total comprehensive income for the year	<u>7,501</u>	<u>1,431</u>

The annexed notes from 1 to 11 form an integral part of these condensed interim consolidated financial statements.

DIRECTOR

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023**

	(Un-Audited) September 30, 2023	(Un-Audited) September 30, 2022
Note	----- (Rupees in '000) -----	

CASH FLOWS FROM OPERATING ACTIVITIES

Cash used in operations	8	(14,535)	(24,022)
Taxes paid		(3,286)	(9,846)
Finance costs paid		(14,810)	(5,032)
Cylinder and regulator deposits - net		8,502	9,842
Net cash flows used in operating activities		<u>(24,129)</u>	<u>(29,058)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Purchases of property, plant and equipment	-	(2,668)
Proceeds from property, plant and equipment	1,020	2,950
Net cash flows generated from / (used in) investing activities	1,020	282

CASH FLOWS FROM FINANCING ACTIVITIES

Long-term loan repaid	(6,082)	-
Short-term loan received	62,320	80,000
Short-term loan paid	(31,500)	(125,000)
Payment of lease liabilities	(1,751)	(5,018)
Net cash flows used in financing activities	<u>22,987</u>	<u>(50,018)</u>
Net decrease in cash and cash equivalents	(122)	(78,794)
Cash and cash equivalents at beginning of the period	<u>(132,923)</u>	<u>(54,129)</u>
Cash and cash equivalents at end of the period	<u><u>(133,045)</u></u>	<u><u>(132,923)</u></u>

Cash and cash equivalents at end of the period comprise of:

Cash and bank balances	20,962	18,138
Short-term borrowings	(154,007)	(151,061)
	<u>(133,045)</u>	<u>(132,923)</u>

The annexed notes from 1 to 11 form an integral part of these condensed interim consolidated financial statements.

DIRECTOR

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

	Capital reserves					Revenue Reserves			Total
	Issued, subscribed and paid-up capital	Reserve on amalgamation	Revaluation surplus of property	Actuarial loss on remeasurement of retirement and other service benefits	Sub total	General Reserve	Accumulated loss	Sub total	
	(Rupees in ' 000)								
Balance as at July 01, 2022	224,888	153,458	336,715	(30,471)	459,702	90,000	(164,895)	(74,895)	609,695
Total comprehensive income for the three months period ended September 30, 2022									
Profit for the period	-	-	-	-	-	-	1,431	1,431	1,431
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	1,431	1,431	1,431
Balance as at September 30, 2022	<u>224,888</u>	<u>153,458</u>	<u>336,715</u>	<u>(30,471)</u>	<u>459,702</u>	<u>90,000</u>	<u>(163,464)</u>	<u>(73,464)</u>	<u>611,126</u>
Balance as at July 01, 2023	224,888	153,458	336,715	(30,171)	460,002	90,000	(231,310)	(141,310)	543,580
Total comprehensive income for the three months period ended September 30, 2023									
Profit for the period	-	-	-	-	-	-	7,501	7,501	7,501
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	7,501	7,501	7,501
Balance as at September 30, 2023	<u>224,888</u>	<u>153,458</u>	<u>336,715</u>	<u>(30,171)</u>	<u>460,002</u>	<u>90,000</u>	<u>(223,809)</u>	<u>(133,809)</u>	<u>551,081</u>

The annexed notes from 1 to 11 form an integral part of these condensed interim consolidated financial statements.

DIRECTOR

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED) FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

1 LEGAL STATUS AND OPERATIONS

The Group consists of Burshane LPG (Pakistan) Limited (note 1.1) and its subsidiary companies i.e. Burshane Auto Gas (Private) Limited (note 1.2.1) and Burshane Trading (Private) Limited (note 1.2.2).

1.1 The Holding Company

Burshane LPG (Pakistan) Limited (the Company) is a limited liability company incorporated in Pakistan and is listed on the Pakistan Stock Exchange. The registered office of the Company is situated at Suite 101, 1st Floor, Horizon Vista, Commercial Plot No. 10, Block - 4, Scheme No. 5, Clifton, Karachi.

The principal activity of the Company is storing, marketing and trading of Liquefied Petroleum Gas (LPG) throughout Pakistan and trading of Low Pressure Regulators (LPR).

1.2 The Subsidiary Company

1.2.1 Burshane Auto Gas (Private) Limited (the Subsidiary Company) was incorporated on September 26, 2014 under the repealed Companies Ordinance, 1984, now Companies Act, 2017. The Subsidiary Company will mainly be engaged in opening and managing petrol pumps and Liquefied Petroleum Gas (LPG) outlets. The registered office of the Subsidiary Company is situated at Suit No.101, 1st Floor, Horizon Vista, Commercial - 10, Block 04, Clifton, Karachi. The Subsidiary Company has not commenced its operations and is in the start-up phase. The Holding Company holds 99.99% voting rights and is committed to provide financial support to the Subsidiary Company as and when required.

1.2.2 Burshane Trading (Private) Limited (BTPL) was incorporated on October 13, 2014 under the repealed Companies Ordinance, 1984, now Companies Act, 2017, for setting up trading operations particularly in coal and other energy related products. The registered office of BTPL is situated at Suite 101, 1st Floor, Horizon Vista, Plot No. Commercial Block-4, Scheme No. 5, Clifton, Karachi. No share capital has been issued and no transactions were undertaken by BTPL during the year.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim unconsolidated 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 applicable in Pakistan for international financial reporting comprise of:

- International Accounting Standard (IAS) 34 - 'Interim Financial Reporting', issued by the International Accounting Standard Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Act.

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

- 2.2 In order to comply with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim statement of financial position has been compared with the balances of annual financial statements of the immediately preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cashflows have been compared with the balances of comparable period of the immediately preceding financial year.
- 2.3 These condensed interim consolidated financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended June 30, 2023. These condensed interim consolidated financial statements are un-audited and are being submitted to the shareholders as required by the listing regulations of Pakistan Stock Exchange Limited and section 237 of the Companies Act, 2017.
- 2.4 These condensed interim consolidated financial statements have been presented in Pakistani ('Rupees') or 'Rs.', which is the Company's functional and presentation currency.
- 2.5 New accounting standards, amendments and interpretations that are not yet effective**

There were certain amendments to accounting and reporting standards which became effective for the Company for the period. However, these are considered not to be relevant or to have any significant impact on the Company's financial reporting and, therefore, have not been disclosed in these condensed interim consolidated financial statements.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of this condensed interim consolidated financial statements are consistent with those applied in the preparation of the annual financial statements of the Company for the year ended June 30, 2023.

4 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of these condensed interim financial statements, in conformity with the accounting and reporting standards for interim financial reporting requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from the estimates.

During the preparation of these condensed interim financial statements, there have been no changes in the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty from those that were applied to the annual audited financial statements of the Company for the year ended June 30, 2023.

The Company's financial risk management objective and policies are consistent with those disclosed in the annual financial statements for the year ended June 30, 2023.

	(Un-Audited)	(Audited)
	September 30, 2023	June 30, 2023
Note	----- (Rupees in '000) -----	
5 PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets	785,969	796,172
Right of use assets	18,916	21,043
	<u>804,885</u>	<u>817,215</u>

5.1 Additions and disposals to property, plant and equipment during the period are as follows:

Additions (at cost)

Plant and machinery	-	35
Cylinders and regulators	-	1,798
Furniture, fittings, electrical and other equipment	-	381
Vehicles	-	71
Computer and related accessories	-	65
Buildings - Right of Use Asset	-	318
	<u>-</u>	<u>2,668</u>

Disposals (at written down value)

Furniture, fittings, electrical and other equipment	-	51
Buildings - Right of Use Asset	-	1,233
	<u>-</u>	<u>1,284</u>

6 CONTINGENCIES AND COMMITMENTS

6.1 Contingencies

There has been no significant change in the status of contingencies as disclosed in notes 29.1.2 to 29.1.8 of the annual audited consolidated financial statements of the Company for the year ended June 30, 2023.

6.2 Commitments

Post-dated cheques as at September 30, 2023 amounted to Rs. 24.06 million (June 30, 2022: Rs. 25.66 million).

7 TAXATION

This represents minimum tax at the rate of 0.25% under section 113 of the Income Tax Ordinance, 2001.

	(Un-Audited)	
	September 30,	September 30,
	2023	2022
Note	----- (Rupees in '000) -----	

8 CASH GENERATED FROM OPERATIONS

Profit before taxation	9,194	4,115
Adjustment for non-cash and other items:		
Gain on disposal of property, plant and equipment	(1,020)	(1,666)
Financial charges	18,251	12,744
Depreciation	12,358	12,472
Amortization	2,529	2,529
Liability for cylinder deposits written back	(6,531)	(5,533)
	<u>25,587</u>	<u>20,546</u>
Loss before working capital changes	34,781	24,661
Working capital changes	8.1 (49,316)	(48,683)
	<u>(14,535)</u>	<u>(24,022)</u>

8.1 Working capital changes

Decrease in current assets:		
Stores and spares	1,498	148
Stock-in-trade	(18,374)	(14,566)
Trade debts	(13,412)	(30,409)
Loans and advances	(8,352)	(21,575)
Deposits, prepayments and other receivables	(16,653)	(14,588)
	<u>(55,293)</u>	<u>(80,990)</u>
Increase in current liabilities:		
Trade and other payables	5,977	32,307
	<u>(49,316)</u>	<u>(48,683)</u>

9 TRANSACTIONS WITH RELATED PARTIES

The related parties include the former holding company, staff retirement benefit / contribution plans, associated companies, other related parties, Directors and other Key Management Personnel. All major transactions with related parties are entered into at agreed terms duly approved by the Board of Directors of the Company.

Details of transactions during the period and balances at the reporting date with related parties, other than those which have been disclosed elsewhere in these condensed interim consolidated financial statements, are as follows:

		(Un-Audited)	
		September 30,	September 30,
		2023	2022
Nature of relationship	Nature of transactions	----- (Rupees in '000) -----	

Transactions with related parties

Staff retirement benefit / contribution plans

Burshane LPG (Pakistan) Limited			
Provident Fund	Contribution paid	2,239	3,508

Nature of relationship	Nature of transactions	(Un-Audited)	
		September 30, 2023	September 30, 2022
----- (Rupees in '000) -----			
Transactions with related parties			
Associated Companies			
Burshane Petroleum (Private) Limited [Formerly Darian International (Private) Limited]	Short term Loan - received	62,320	80,000
	Short term Loan - paid	31,500	125,000
	Interest expense	1,323	2,559
	Interest paid	552	2,559
Key management personnel			
	Amount received against loan	450	199
	Managerial remuneration	13,918	14,158
	Meeting fees	-	300
	Retirement benefits	753	744
	Travelling and conveyance	12	224
	Medical allowance	140	72

10 GENERAL

- 10.1 These condensed interim consolidated financial statements have been rounded to the nearest thousand rupee, unless stated otherwise.
- 10.2 Certain corresponding figures have been reclassified for better presentation, however, there are no material reclassifications to disclose.

11 DATE OF AUTHORISATION FOR ISSUE

These condensed interim consolidated financial statements were authorized for issue on **October 30, 2023** by the Board of Directors of the Company.

DIRECTOR

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER