

# CONDENSED INTERIM FINANCIAL ACCOUNTS (UN-AUDITED) For the Period Ended December 31, 2023

# SANA Industries Limited

33-D-2, Block 6, P.E.C.H.S., Shahrah-e-Faisal, Karachi-75400 Phone: 021-34322556-9 Email: <u>info@sana-industries.com</u>

# CONTENTS

Company Information	2
Directors' Report alongwith annexures	3
Interim condensed unconsolidated Balance Sheet	10
Interim condensed unconsolidated Profit and Loss account	11
Interim condensed unconsolidated Statement of Comprehensive Income	12
Interim condensed unconsolidated Statement of Changes in Equity	13
Interim condensed unconsolidated Cash flow statement	14
Unconsolidated notes to the Accounts	15
Interim condensed consolidated Balance Sheet	29
Interim condensed consolidated Profit and Loss account	30
Interim condensed consolidated Statement of Comprehensive Income	31
Interim condensed consolidated Statement of Changes in Equity	32
Interim condensed consolidated Cash flow statement	33
Consolidated notes to the Accounts	34



# **COMPANY INFORMATION**

#### **Board of Directors**

Mr.Mohammed Younus Nawab	- Director
	2
Mr.Mohammed Irfan Nawab	<ul> <li>Chief Executive</li> </ul>
Mr.Ibrahim Younus	- Chairman
Mr.Ismail Younus	- Director
Mr.Mohammed Faizanullah	- Director
Shaikh Abdus Sami	- Director
Ms.Zainab Hanif Dhedhi	- Chief Director

#### **Audit Committee**

Shaikh Abdus Sami	- Chairman
Syed Amjad Ahmad	<ul> <li>Secretary</li> </ul>
Mr.Mohammed Younus Nawab	- Member
Mr.Ismail Younus	- Member

#### **Registered Office**

33-D-2,	Blo	ck 6, P.E.C.H.S	
P.O.Box	(No	.10651,	
Karachi	- 75	5700	
Phone	:	32561728 - 29	
Fax	:	32570833	
E-mail	:	snai@sana-industries.com	

#### Auditors

Rahman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants
Plot No.180,.
Block A, S.M.C.H.S.,
Karachi.
Phone: 021-34549345-9
Fax : 021-34548210

#### Bankers

Habib Metropolitan Bank Limited Bank Al Habib Limited Dubai Islamic Bank Limited Habib Bank Limited

#### H.R. & Remuneration Committee

Ms.Zainab Hanif Dhedhi
Syed Amjad Ahmad
Mr.Mohammed Faizanullah
Mr.Ismail Younus

- Chairperson
- Secretary
- Member
- Member

#### C.F.O./Company Secretary

Mr.Hammad Fareed Mr.Abdul Hussain Antaria Chief Financial Officer
 Company Secretary

#### Mills

B-186, Hub Industrial Trading Estate, Hub Chowki, District Lasbela, Balochistan. Phone: 0853-363443 - 44

#### Legal Advisors

Aftab Ahmed, Advocate B-10, 2nd floor, Shelozon Centre, Gulshan-e-Iqbal, Karachi. Phone : 0300-8355319

#### **Share Registrars**

CDC Share Registrar Services Limited CDC House, 99-B, Block B, S.M.C.H.S., Karachi. Phone : 021-111-111-500 Fax : 34326027

Website for financial data - http://www.sana-industries.com/

# **Directors' Report**

The Directors take pleasure in submitting their Report together with the operational and financial results of the company reviewed by the statutory auditors, for the 2nd quarter/ half year ended December 31, 2023.

Pakistan's economy is currently going through a precarious phase due to unfavorable economic and political challenges provided impetus by global recessionary trends.

The State Bank of Pakistan to contain the rising inflation, has raised the interest rates to 22% at the half year end. Along with this the unproportionate increase in electricity and gas prices, which are higher than rest of the competing region has put great pressure on the manufacturing sector and our industry.

Alhamdulillah, the results of the Second quarter have shown improvement as compared to the 1<sup>st</sup> quarter of this year, due to prevailing market conditions and the unconsolidated Loss before tax of Rs.30.14 million for the previous quarter has been reduced to Rs.21.87 million in the current quarter and Gross Profit rate as to net sales of 5.37% in the previous quarter has enhanced to 10.15% in the current quarter, resulting in G.P. rate of 6.58% for the six months ended 31-12-2023.

During the period under review:

- The consolidated profit/ (loss) after tax during the period under review is at Rs. (39.08) million;
- The unconsolidated profit/ (loss) after tax during the period under review is at Rs. (34.22) million.

In order to facilitate our shareholders, following comparisons of operating and financial data have been annexed with this report:

٠	Comparison with previous quarter	- Annex-A
٠	Comparison with corresponding quarter of last year	- Annex-B
٠	Comparison with corresponding six months period	- Annex-C
•	Comparison of Balance Sheet of last two guarters	- Annex-D

Comparison of Balance Sheet of last two quarters
 Comparison of P&L Account of the last two quarters
 Annex-E

Complying with the requirement of SECP, unconsolidated as well as consolidated financial statement for the period are also attached.

# **Dividend/ Bonus Issue/ Right Issue**

No dividend, bonus issue or right issue has been announced during the period.

# Acknowledgment

We would like to place on record our deepest gratitude to all stakeholders (internal/external), Banks, financial institutions, relevant ministries, and regulators for their continuous support towards the growth of the company. We acknowledge the hard work, devotion and loyalty of the staff and workers without whom continued success could not have been achieved. We look forward to the same devotion and cooperation in the years to come.

lan Illen

mitupesoninger

Muhammad Faizanullah Director

Muhammad Irfan Nawab Chief Executive Officer

Karachi: February 21<sup>st</sup>, 2024

# دائر يكثر زربورك

ڈائر یکٹر ز31 دسمبر 2023 کو ختم ہونے والی دوسری سہ ماہی / ششاہی کے لئے قانونی آڈیٹر زکے جائزہ شدہ تمپنی کے آپریشنل اور مالیاتی نتائج کے ساتھا پنی رپورٹ پیش کرنے میں خوش محسوس کرتے ہیں۔

پا کستان کی معیشت اس وقت غیریقینی صور تحال سے گزرر ہی ہے جس کی وجہ ناساز گار معاشی اور سیاسی چیلنجز ہیں جو عالمی کساد بازار می کے رجحانات کے باعث تقویت فراہم کرتے ہیں۔

اسٹیٹ بینک آف پا کستان نے بڑھتے ہوئے افراط زر پر قابو پانے کے لیے ششماہی کے اختتام پر شرح سود کو22 فیصد تک بڑھادیا ہے۔اس کے ساتھ ساتھ بجلی اور گیس کی قیمتوں میں غیر متناسب اضافہ ، جوباقی مسابقتی خطے کے مقابلے میں زیادہ ہے ، نے مینوفیکچر نگ سیکٹر اور ہماری صنعت پر بہت دباؤ ڈالا ہے۔

الحمد للد! دوسری سہ ماہی کے نتائج میں رواں سال کی پہلی سہ ماہی کے مقابلے میں بہتری دیکھنے میں آئی ہے جس کی وجہ مار کیٹ کے موجودہ حالات اور گزشتہ سہ ماہی کے لیے 30.14 ملین روپے کا قبل از نئیس نقصان رواں سہ ماہی میں کم ہو کر 21.87 ملین روپے رہ گیا ہے اور گزشتہ سہ ماہی میں خالص فروخت کی شرح 5.37 فیصد تھی جو رواں سہ ماہی میں بڑھ کر 10.15 فیصد ہو گئی ہے، جس کے نتیج میں 2023-12-31 کو ختم ہونے والی ششاہی کے لئے خام منافع کی شرح 6.58 فیصد رہی ہے۔

• زیر جائزہ مدت کے دوران غیر مدعم شدہ بعداز کیس منافع/(نقصان) 34.22 ملین روپے رہا۔

ہمارے شیئر ہولڈرز کی سہولت کے لئے، آ پریٹنگ اور مالیاتی اعداد وشارکے مندر جہ ذیل موازنہ کواس رپورٹ کے ساتھ منسلک کیا گیاہے:

- بیچیلی سه ماہی کے ساتھ موازنہ Annexure-A
- گزشته سال کی اسی سه ماہی سے مواز نہ Annexure-B
- متعلقه ششاہی مدت کے ساتھ موازنہ Annexure-C
- بیجیجلی دوسه ما ہیوں کی بیکنس شیٹ کامواز نہ Annexure-D
- بچیلی دوسہ ماہیوں کے پرافٹ اینڈلاس اکاؤنٹ کامواز نہ Annexure-E

SECP کی شرائط کی تغمیل کرتے ہوئے اس مدت کے لیے غیر مدغم شدہ اور مدغم شدہ مالیاتی گو شوارے بھی منسلک کیے گئے ہیں۔

د یویدند ابونس اجراء ارائٹ اجراء

اس مدت کے دوران کسی ڈیویڈ نڈ، بونس کے اجراء یارائٹ ایشو کااعلان نہیں کیا گیا ہے۔

ہم تمام اسٹیک ہولڈرز (اندرونی / بیرونی)، بینکوں، مالیاتی اداروں، متعلقہ وزار توں اور ریگولیٹر ز کا دل کی گہرائی سے شکریہ ادا کرنا چاہتے ہیں جنہوں نے تمپنی کی ترقی میں ہماری مسلسل حمایت کی۔ ہم عملے اور کار کنان کی محنت، لگن اور خلوص کااعتراف کرتے ہیں جن کے بغیر مسلسل کامیابی کا حصول ممکن نہیں تھا۔ ہم آنے والے سالوں میں اسی لگن اور تعاون کے منتظر ہیں۔

> محمد عرفان نواب محمد فیضان الله چیف ایگیز کیٹیو آفیسر ڈائر کیٹر

> > کراچی: 21فروری 2024ء

اعتراف:

#### Annexure to Directors' Report Consolidated Financial Performance (Rupees in millions)

#### Comparison with previous quarter

Covering period FROM	01-Oct-2023 01-Jul-2023		VARIATION		
то	31-Dec-2023	30-Sep-2023	Amount	Percentage	
Gross Turnover	1,594.67	1,779.42	(184.75)	-10.38%	
Turnover - net	1,359.20	1,496.03	(136.83)	-9.15%	
Cost of Sales	1,221.23	1,415.71	(194.48)	-13.74%	
Gross profit / (loss)	137.97	80.32	57.65	71.78%	
G.P.Rate to Sales	10.15%	5.37%		4.78%	
Administrative, Selling, Financial & Other expenses	159.84	115.49	44.35	38.40%	
Other income	-	5.03	(5.03)	-100.00%	
Operating (loss) / Profit before tax	(21.87)	(30.14)	8.27	-27.44%	
Operating (loss) / Profit to sales ratio	-1.61%	-2.01%			
Provision for Taxation	0.91	(13.84)	14.75	-106.58%	
Profit / (loss) after Taxation	(22.78)	(16.30)	(6.48)	39.75%	
Attributable to:					
- Shareholders of the Holding Company	(20.04)	28.67	(48.71)	-169.90%	
- Non - controlling interest	(2.74)	0.66	(3.40)	-513.74%	
	(22.78)	29.33			
Earning per share (before tax)	(1.10)	(1.51)	0.41	-27.44%	
Earning per share (after tax)	(1.00)	(0.82)	(0.18)	22.48%	

#### Comparison with corresponding quarter of last year

Covering period FROM	01-Oct-2023	01-Oct-2022	VARIATIO	N
то	31-Dec-2023	31-Dec-2022	Amount	Percentage
Gross Turnover	1,594.67	1,230.60	364.07	29.58%
Turnover - net	1,359.20	977.19	382.01	39.09%
Cost of Sales	1,221.23	1,023.87	197.36	19.28%
Gross profit / (loss)	137.97	(46.68)	184.65	-395.57%
G.P.Rate to Sales	10.15%	-4.78%		14.93%
Administrative, Selling, Financial & Other expenses	159.84	87.93	71.91	81.78%
Other income	-	19.01	(19.01)	-100.00%
Operating (loss) / Profit before tax	(21.87)	(115.60)	93.73	-81.08%
Operating (loss) / Profit to sales ratio	-1.61%	-11.83%		
Provision for Taxation	0.91	62.72	(61.81)	-98.55%
Profit / (loss) after Taxation	(22.78)	(52.88)	30.10	-56.92%
Attributable to:				
- Shareholders of the Holding Company	(20.04)	(37.08)	17.04	-45.96%
- Non - controlling interest	(2.74)	0.66	(3.40)	-513.74%
	(22.78)	(36.42)		
Earning per share (before tax)	(1.10)	(5.79)	4.69	-81.08%
Earning per share (after tax)	(1.00)	(2.65)	1.65	-62.24%

#### Comparison with corresponding six months period of last year

Covering period FROM	01-Jul-2023	01-Jul-2022	VARIATION	
то	31-Dec-2023	31-Dec-2022	Amount	Percentage
Gross Turnover	3,374.09	2,434.39	939.70	38.60%
Turnover - net	2,855.23	1,948.87	906.36	46.51%
Cost of Sales	2,667.33	1,955.03	712.30	36.43%
x	187.90	(6.16)	194.06	-3150.32%
G.P.Rate to Sales	6.58%	-0.32%		
Administrative, Selling, Financial & Other expenses	242.95	174.39	68.56	39.31%
Other income	3.05	42.29	(39.24)	92.79%
Operating (loss) / Profit before tax	(52.00)	(138.26)	86.26	62.39%
Operating (loss) / Profit to sales ratio	-1.82%	-7.09%		
Provision for Taxation	(12.93)	52.43	(65.36)	-124.66%
(Loss) / Profit after Taxation	(39.07)	(85.83)	46.76	-54.48%
- Shareholders of the Holding Company	(38.16)	(95.82)		
- Non-controlling interest	(0.91)	9.99		
Earning per share (before tax)	(2.60)	(11.43)	8.83	-77.25%
Earning per share (after tax)	(1.91)	(7.92)	6.01	-75.88%

#### Annexure C

Annexure A

Annexure B

6

#### COMPARISON OF BALANCE SHEET OF TWO QUARTERS (CONSOLIDATED)

	1ST QUARTER 30-Sep-2023 Rupees	2ND QUARTER 31-Dec-2023 Rupees
ASSETS NON CURRENT ASSETS		
Property, Plant and equipments	947,809,384	921,496,783
Right to use asssers	53,521,876	44,796,499
Intangibles	591,072	591,072
Long-term deposits	1,000,000	1,000,000
Long-term advances	2,756,051	13,853,051
Deferred tax asset - net	171,014,834	184,988,383
	1,176,693,217	1,166,725,788
CURRENT ASSETS		
Stock-in-trade	293,936,444	320,574,127
Stores and spares	15,545,817	27,031,365
Short term investment	19,308,681	19,607,110
Trade debts- unsecured, considered good	874,445,057	779,604,165
Loans and advances	18,655,776	100,010,425
Trade Deposits and pre-payments and other receivables	9,422,813	9,345,014
Other receivables	86,333,225	23,215,369
Taxation - net	121,013,204	126,105,297
Cash and bank balances	34,420,635 1,473,081,651	<u>35,507,655</u> 1,441,000,525
	1,775,001,051	1,441,000,525
TOTAL ASSETS	2,649,774,868	2,607,726,313
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Share Capital	199,650,000	199,650,000
Reserves	195,581,266	174,625,889
Attributiable to equity holders of the parent	395,231,266	374,275,889
Non-controlling interest	60,092,922	57,350,156
	455,324,188	431,626,045
NON CURRENT LIABILITIES		
Long term financing	250,810,218	257,583,279
Lease Liability	59,694,565	53,833,315
Deffered Liabilities	181,495,789	185,184,499
	492,000,571	496,601,093
CURRENT LIABILITIES	547 541 002	\$21.017.001
Trade and other payables Accrued profit	547,541,083 38,412,132	521,017,801 40,622,003
Subordinated loan from directors	20,000,000	20,000,000
Loans from directors and associates	92,804,960	89,554,960
Current portion of long term financing	75,080,124	58,112,604
Current maturity of lease liability	24,594,426	30,972,296
Current maturity of deferred government grant	16,569,418	15,983,361
Provident Fund payable	-	-
Unclaimed dividend	2,005,661	2,005,663
Short term Islamic finance	885,442,305	894,742,674
Deferred tax liability		6,487,814 1,679,499,176
CONTINCENCIES AND COMMITMENTS	-,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	-,,,
CONTINGENCIES AND COMMITMENTS		
TOTAL EQUITY AND LIABILITIES	2,649,774,868	2,607,726,313
Debt Equity Ratio	51.94%	53.50%
Current Ratio	0.87	0.86

#### Annexure "D"

#### COMPARISON OF PROFIT & LOSS ACCOUNT OF TWO QUARTERS.

	1ST QUARTER 30-Sep-2023 Rupees	2ND QUARTER 31-Dec-2023 Rupees	Y.T.D. 31-Dec-2023 Rupees
Gross turnover Less: Sales tax, commission & discounts	1,779,418,626 (283,389,470)	1,594,676,350 (235,471,689)	3,374,094,976 (518,861,159)
Turnover - net Cost of sales	1,496,029,156 (1,415,705,477)	1,359,204,661 (1,221,234,611)	2,855,233,817 (2,636,940,088)
Gross profit	80,323,679	137,970,050	218,293,729
G.P.Rate	5.37%	10.15%	7.65%
Selling and distribution expenses General and administration expenses Other operating expenses	(27,454,085) (26,098,211) -	(30,218,931) (44,653,151) -	(57,673,016) (70,751,362) -
Operating profit Finance cost Other income	26,771,383 (61,940,644) 5,029,952	63,097,968 (82,983,200) (1,979,432)	89,869,351 (144,923,844) 3,050,520
Profit for the period before taxation	(30,139,309)	(21,864,664)	(52,003,973)
Provision for taxation - current - deferred (current)	(23,705,940) 37,547,649 13,841,709	(12,643,132) 11,728,746 (914,386)	(36,349,072) 49,276,395 12,927,323
Profit / Loss after taxation	(16,297,600)	(22,779,050)	(39,076,650)
Attributable to: - Shareholders of the Holding Company - Non - controlling interest	(18,121,273) 1,823,673	(20,036,284) (2,742,766)	(38,157,557) (919,093)
	(16,297,600)	(22,779,050)	(39,076,650)
Earning per share before taxation	(1.51)	(1.10)	(2.60)
Earning per share after taxation	(0.91)	(1.00)	(1.91)

#### "Annexure E"

Russell Bedford

# Rahman Sarfaraz Rahim Iqbal Rafiq

CHARTERED ACCOUNTANTS

Plot No. 180, Block-A, S, M, C, H, S, Karachi-74400, PAKISTAN. Tel. No. : (021) 34549345-7 E-Mail :info@rsrir.com Website: www.rsrir.com Other Offices at Lahore - Rawalpindi / Islamabad

## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF M/S. SANA INDUSTRIES LIMITED

#### Report on Review of Condensed Interim Unconsolidated Financial Statements

#### Introduction

taking you further

We have reviewed the accompanying condensed interim unconsolidated statement of financial position of M/s. Sana Industries Limited ("the Company") as at December 31, 2023 and the related condensed interim unconsolidated statement of profit or loss, condensed interim unconsolidated statement of comprehensive income, condensed interim unconsolidated statement of changes in equity, and condensed interim unconsolidated statement of cash flows and notes thereto for the half yearly period then ended (here-in-after referred to as the "unconsolidated interim financial statements"). Management is responsible for the preparation and presentation of these unconsolidated 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 unconsolidated interim financial statements based on our review.

#### Scope of review

We conducted our review in accordance with the 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 the 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.

As part of our engagement, we were only required to review the cumulative figures for the six-month period ended December 31, 2023. Accordingly, we have not reviewed the figures in the condensed interim unconsolidated statement of profit or loss and the condensed interim unconsolidated statement of comprehensive income for the quarter period ended December 31, 2023.

#### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is Mr. Muhammad Rafiq Dosani.

RAHMAN ŠARFARAZ RAHIM IQBAL RAFIQ **Chartered Accountants** 

Karachi

A member of

Date: February 26, 2024 UDIN: RR202310210F8WqVroPt

**Russell Bedford International** A global netwrok of independent accountancy firms, business consultants and specialist legal advisers.

## Condensed Interim Unconsolidated Statement of Financial Position

As at December 31, 2023

As at December 31, 2023			
		(Un-audited)	(Audited)
	Note	December 31, 2023	June 30, 2023
ASSETS		2023 ———— Rup	
		Kup	
Non-current assets Property, plant and equipment	3	775,960,736	823,193,060
Right of-use-asset	5	27,760,334	32,054,127
Investment property		28,272,512	33,353,146
Investment in subsidiary		94,999,990	94,999,990
Long term deposits and prepayments		13,853,051	13,853,051
Deferred tax asset -net	4	177,285,474	134,440,683
		1,118,132,097	1,131,894,057
Current assets	-	206 414 110	200.256.504
Stock-in-trade	5	306,414,118	290,356,504
Stores and spares Trade debts	7	27,031,365	19,003,955
Loans and advances	/	529,405,389 13,649,524	557,863,756 15,136,036
Trade deposits and short term prepayments		6,684,278	2,674,689
Other receivables	8	140,649,326	120,725,164
Short term investments	0	4,682,110	4,383,682
Tax refunds due from government	9	71,822,397	83,810,293
Cash and bank balances	10	27,189,411	57,742,190
	-	1,127,527,918	1,151,696,269
Total assets		2,245,660,015	2,283,590,326
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized capital			
20,000,000 (June 30, 2023: 20,000,000) ordinary			
shares of Rs 10/- each		200,000,000	200,000,000
Issued, subscribed and paid-up capital	11	199,650,000	199,650,000
Capital reserves	11	177,050,000	177,050,000
Share premium		96,250,000	96,250,000
		90,230,000	90,250,000
Revenue reserves			
General reserves		132,500,000	132,500,000
Unappropriated profits		(17,271,370)	16,944,061 149,444,061
		<u>115,228,630</u> 411,128,630	445,344,061
Non-current liabilities		411,120,050	443,344,001
	12	22 (12 (01	20 554 002
Lease liability	12 13	32,612,601	30,554,993
Long term financing -secured Deferred liabilities	13	252,648,412 185,184,499	260,117,121 177,424,113
Detened hadmites	14	470,445,512	468,096,227
Current liabilities		170,110,012	100,090,227
Short term borrowings -secured	15	839,157,472	853,640,095
Trade and other payables	16	385,181,243	350,986,253
Loan from directors and sponsors	17	10,900,000	5,100,000
Accrued markup	18	38,842,516	55,907,933
Current portion of lease liability		13,903,014	12,656,659
Current portion of long term loans from a banking company		58,112,604	72,965,831
Current portion of deferred government grant		15,983,361	16,887,604
Unclaimed dividend		2,005,663	2,005,663
		1,364,085,873	1,370,150,038
Contingencies and commitments	19		
Total equity and liabilities		2,245,660,015	2,283,590,326

The annexed notes from 1 to 28 form an integral part of these condensed interim unconsolidated financial statements.

ChiefExecutive Officer

 $\sim$ 

10 Director

Chief Financial Officer

#### **Condensed Interim Unconsolidated Statement of Profit or Loss**

For the half year and quarter ended December 31, 2023 (unaudited)

		Half year ended		Quarter ended	
		December 31,	December 31,	December 31,	December 31,
	Note	2023	2022	2023	2022
			———— Rupee	es ———	
Gross revenue	19	2,294,015,410	1,496,175,956	1,155,658,775	725,663,878
Less; Sales tax		(353,943,576)	(219,261,383)	(178,130,410)	(107,032,564)
Commissions and discounts		(51,840)	(145,898)	(51,840)	-
Revenue - net		1,940,019,994	1,276,768,675	977,476,525	618,631,314
Cost of sales	20	(1,787,102,249)	(1,301,660,317)	(868,318,486)	(653,367,537)
Gross profit / (loss)		152,917,745	(24,891,642)	109,158,039	(34,736,223)
Administrative expenses		(52,434,319)	(48,545,698)	(28,251,675)	(27,353,711)
Distribution expenses		(20,765,025)	(11,127,950)	(11,954,560)	(6,621,181)
Other operating expenses		-	(1,135,609)	-	(1,135,609)
		(73,199,344)	(60,809,257)	(40,206,235)	(35,110,501)
<b>Operating profit</b> / (loss)		79,718,401	(85,700,899)	68,951,804	(69,846,724)
Finance costs	21	(132,957,240)	(88,024,165)	(77,054,753)	(51,898,884)
Other income	22	542,228	18,667,934	(3,259,052)	19,796,726
		(132,415,012)	(69,356,231)	(80,313,805)	(32,102,158)
Loss before taxation		(52,696,611)	(155,057,130)	(11,362,001)	(101,948,882)
Taxation - net	23	18,481,180	59,617,210	(3,489,137)	65,529,064
Loss profit after taxation	•	(34,215,431)	(95,439,920)	(14,851,138)	(36,419,818)
Loss per share - basic			(Restated)		(Restated)
and diluted	24	(1.71)	(4.78)	(0.74)	(1.82)

The annexed notes from 1 to 27 form an integral part of these condensed interim unconsolidated financial statements.

1/4/an elen

Chief Executive Officer

R

Director

**Chief Financial Officer** 

11

### Condensed Interim Unconsolidated Statement of Comprehensive Income

For the half year and quarter ended December 31, 2023 (unaudited)

	Half year	· ended	Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
		———— Rup	ees —	
Loss after taxation	(34,215,431)	(95,439,920)	(14,851,138)	(36,419,818)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the period	(34,215,431)	(95,439,920)	(14,851,138)	(36,419,818)

The annexed notes from 1 to 28 form an integral part of these condensed interim unconsolidated financial statements.

ChefExecutive Officer

**Chief Financial Officer** 

ŀ

**Director** 

#### Condensed Interim Unconsolidated Statement of Changes in Equity

For the half year ended December 31, 2023 (unaudited)

	_	Capital reserve	Reven	ue reserves	
	Issued, subscribed and paid up capital	Share premium	General reserves	Unappropriated profits	Total
			— Rupees ——		
Balance as at June 30, 2022	121,000,000	96,250,000	132,500,000	248,486,285	598,236,285
Transaction with owners					
- Final dividend paid for the year ended June 30, 2022 @ Rs. 1.00/- per share	-	-	-	(12,100,000)	(12,100,000)
Total comprehensive income for the half year ended December 31, 2022	-	-	-	(95,439,920)	(95,439,920)
Balance as at December 31, 2022	121,000,000	96,250,000	132,500,000	140,946,365	490,696,365
Balance as at June 30, 2023	199,650,000	96,250,000	132,500,000	16,944,061	445,344,061
Total comprehensive income for the half year ended December 31, 2023	-	-	-	(34,215,431)	(34,215,431)
Balance as at December 31, 2023	199,650,000	96,250,000	132,500,000	(17,271,370)	411,128,630

The annexed notes from 1 to 28 form an integral part of these condensed interim unconsolidated financial statements.

1/4 four elever

p-p

F

Chief Executive Officer

Director

**Chief Financial Officer** 

#### **Condensed Interim Unconsolidated Statement of Cash Flows**

For the half year ended December 31, 2023 (unaudited)

Lift year end         Lift year end           December 31.	For the half year ended December 31, 2023 (unaudited)		Half and an an de d	
CASH FLOWS FROM OPERATING ACTIVITIES         Note         2023         2022           Lass before taxation         (52,696,611)         (155,057,130)           Adjustment for:         - <th></th> <th></th> <th></th> <th></th>				
CASH FLOWS FROM OPERATING ACTIVITIES     Note     Ruppes       Loss before taxaion     (52,096.61)     (55,075.130)       Adjustments for:     -     -       - Depreciation on right-Gase assets     4     4,293,793     5,508.64       - Depreciation on right-Gase assets     4     4,293,793     5,508.64       - Provision for gas rate difference     1,126,025     7,746.581       - Norvision for gas rate difference     23     (40,234)       - Dividend income     23     (40,34)       - Dividend income     23     (43,509.64)       - Dividend income     23     (1,309.46)       - Provision for expected credit losses     23     (1,309.46)       - Finance costs     22     12,957.240     91.683.649       - Stock-in-trade     (16,007.641)     (6,203.472     3,726.457       Effect on cash flow due to working capital changes     (16,057.641)     (6,203.428       (17.422.257)     7.734     (1,24.22.57)     (1,24.22.57)       - Trade and obter polyments     (1,609.683)     (1,24.22.57)       - Trade and obter polyments     (1,607.641)     (2,203.709)       - Stock-in-trade     (1,607.641)     (2,237.54)       - Stock-in-trade     (1,607.641)     (2,24.28)       - Stock-in-trade     (1,607.641)     (2,237.			,	
Loss before taxaion(\$2,096,61)(\$15,057,130)Adjuttmart for:Operciation on right-function on right-function on investment propertyOperciation on investment propertyOperciation on investment propertyProvision for staff retirement henefitsOperciation of defered government gantOperciation of defered government gantOperciation of of except government gantDerecase in provision for expected credit lossesProvision for expected credit lossesProvision for expected credit lossesProvision for expected credit lossesIncrease in provision for expected credit lossesIncrease in provision for expected credit lossesStores and appresStores and appresStores and appresOther excernalesOther excernalesAsset as refundableDispectivityAsset as a data dress galdCharle dosis and short term programmatiAsset as tradition to staff	CASH FLOWS FROM OPERATING ACTIVITIES	Note		
$\begin{array}{c c c c c c c c c c c c c c c c c c c $	Loss before taxation		•	
<ul> <li>Depreciation on injustment property</li> <li>Depreciation on injustment property</li> <li>Provision for staff refirement benefits</li> <li>Unrealized gain on er-measurement of short term investments</li> <li>Unrealized gain on er-measurement of short term investments</li> <li>Unrealized gain on er-measurement of short term investments</li> <li>(40,234)</li> <li>Provision for gas rate differences</li> <li>(1,230,144)</li> <li>Profit on bank deposits</li> <li>Profit on bank</li></ul>	Adjustments for:			
- Depreciation on investment property     5,080,041     5,247,949       - Provision for staff citrement bendits     11,26,025     7,446,581       - Drivision of for gas rute difference     23     (40,234)     (5,5276)       - Amortization of defered government grant     23     -     (2,659,204)       - Drividend income     23     (22,81,949)     (64,518)       - Drividend income     23     (22,81,949)     (64,518)       - Drividend income     23     (22,81,949)     (64,518)       - Drividend income     23     (22,81,447)     -       - Finitan costs     21     (22,957,240)     (56,83,60)       - Drividend income     23     (22,81,447)     (64,518)       - Trade debs     16,300,472     3,726,457       Effect on cash flow due to working capital changes     (16,057,614)     (62,034,248)       - Orther cocivables     (16,057,614)     (62,234,248)       - Trade debs     (16,057,614)     (62,234,248)       - Trade debs     (16,057,614)     (62,234,248)       - Trade debs     (16,057,614)     (22,831,487)       - Trade debs     (16,057,614)     (22,831,487)       - Trade debs     (16,057,614)     (22,831,487)       - Trade debs     (16,057,614)     (22,931,147)       - Trade debs		3	64,670,865	47,204,341
- Provision for staff retirement benefits       11,126,025       7.464,581         - Unrealized gain on ro-measurement of short term investments       23       (40,234)       7.116,811         - Unrealized gain on ro-measurement of short term investments       23       (40,234)       (6,4518)         - Dividend income       23       (258,194)       (6,4518)         - Profit on bank deposits       23       (1,230,466)       (757,954         - Finance costs       22       (13,203,472)       (16,4318)         Cash generated from operating activities before working capital changes       (16,097,614)       (6,203,428)         (Increase) //decrease in current assets       (16,097,614)       (12,422,527)       (12,422,527)         - Trade debts       (14,420,233)       (12,422,527)       (12,423,538)       (12,423,538)         - Trade and other payables       (14,420,203)       (12,423,538)       (12,423,538)       (12,423,538)         - Trade and other payables       (14,420,203)       (13,437,180)       (12,423,543)       (12,423,543)       (12,423,543)       (12,423,543)       (12,423,543)       (12,423,543)       (12,423,543)       (12,423,543)       (12,423,543)       (12,423,543)       (12,423,543)       (12,423,543)       (12,423,543)       (12,423,543)       (12,423,543)       (12,423,543)	- Depreciation on right-of-use assets	4	4,293,793	3,697,606
<ul> <li>Provision for gas mut difference</li> <li>Unrealized gain on re-measurement of shot term investments</li> <li>23</li> <li>Amortization of deferred government grant</li> <li>23</li> <li>24</li> <li>25</li> <li>23</li> <li>23</li> <li>23</li> <li>24</li> <li>25</li> <li>23</li> <li>24</li> <li>25</li> <li>23</li> <li>25</li> <li>24</li> <li>23</li> <li>25</li> <li>24</li> <li>23</li> <li>25</li> <li>24</li> <li>25</li> <li>25</li> <li>26</li> <li>27</li> <li>27</li> <li>28</li> <li>28</li> <li>29</li> <li>20</li> <li>21</li> <li>22</li> <li>22</li> <li>22</li> <li>23</li> <li>25</li> <li>24</li> <li>21</li> <li>26</li> <li>26</li> <li>26</li> <li>26</li> <li>27</li> <li>28</li> <li>29</li> <li>20</li> <li>20</li> <li>21</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> <li>24</li> <li>23</li> <li>24</li> <li>24</li> <li>24</li> <li>24</li> <li>24</li> <li>25</li> <li>26</li> <li>27</li> <li>28</li> <li>29<!--</td--><td>- Depreciation on investment property</td><td></td><td>5,080,634</td><td>5,247,949</td></li></ul>	- Depreciation on investment property		5,080,634	5,247,949
<ul> <li>Unrealized gain on re-measurement of short term investments</li> <li>Amortization of deferred government grant</li> <li>Dividend income</li> <li>Dividend income</li> <li>Qaster and the provision of expected credit losses</li> <li>Cash generated from operating activities before working capital changes</li> <li>Stock-in-rade</li> <li>Stock-in-rade</li> <li>Stock-in-rade</li> <li>Stock-in-rade</li> <li>Stock-in-rade</li> <li>Stock-in-rade</li> <li>Stock-in-rade</li> <li>Const generated from operating activities</li> <li>Stock-in-rade</li> <li>Stock-in-rade</li></ul>	- Provision for staff retirement benefits		11,126,025	7,646,581
$\begin{array}{c c c c c c c c c c c c c c c c c c c $			-	7,116,811
<ul> <li>Dividend income</li> <li>Profit on bank deposits</li> <li>Profit on bank deposits</li> <li>Profit on bank deposits</li> <li>Increase in provision for expected credit losses</li> <li>Finance costs</li> <li>22</li> <li>22,297,240</li> <li>216,600,083</li> <li>158,783,587</li> <li>Effect on cosh flow due to working capital changes</li> <li>(Increase)/decrease in current assets</li> <li>Stock-in-trade</li> <li>Stock-in-trade</li> <li>Stock-in-trade</li> <li>Stock-in-trade</li> <li>Stock-in-trade</li> <li>Coan and advances</li> <li>Increase of decrease in current assets</li> <li>Stock-in-trade</li> <li>Stock-in-trade</li> <li>Stock-in-trade</li> <li>Coan and advances</li> <li>Increase of decrease in current labilities</li> <li>Trade deposits and short term prepayments</li> <li>Coan and advances</li> <li>Trade doposits and short term prepayments</li> <li>Stock-in-trade</li> <li>Coan and advances</li> <li>Trade doposits and short term prepayments</li> <li>Stock-in-trade</li> <li>Contribution to staff freirement benefits fund</li> <li>Compensated absences paid</li> <li>Compensated absences paid</li> <li>Compensated absences paid</li> <li>Compensated absences paid</li> <li>Construction to staff freirement benefits fund</li> <li>Comparated prom / (used in) operating activities</li> <li>CASH FLOWS FROM FINANCING ACTIVITIES</li> <li>Coant property. Jult and equipment</li> <li>Profit coeving activities</li> <li>CASH property. Jult and equipment</li> <li>Profit coeving against Islamic temporary Economic Refinance Facility</li> <li>Repayment of loan against SBP Refinance facility for payment of wages and salaries</li> <li>Loan received against tunbarka facility</li> <li>Repayment of loan against SBP Refinance facility for payment of wages and salaries</li> <li>Loan received against temporary Economic Refinance</li> <li>Contribut</li></ul>	- Unrealized gain on re-measurement of short term investments	23	(40,234)	(5,276)
$\begin{array}{c c c c c c c c c c c c c c c c c c c $			-	
-       Increase in provision for expected credit losses       22       132,2957,240       91,683,469         Cash generated from operating activities before working capital changes       163,903,472       3,726,457         Effect on cash flow due to working capital changes       163,903,472       3,726,457         Effect on cash flow due to working capital changes       (16,057,614)       (2,034,248)         - Stock-in-trade       (16,057,614)       (2,034,248)         - Stock-in-trade       (16,057,614)       (2,034,248)         - Trade dobts       1,486,512       (1,642,002)         - Trade ado other payables       1,486,512       (1,642,002)         - Trade and other payables       11,642,003       (1,437,180)         - Trade and other payables       191,666,569       (11,402,990)       22,754,101         - Compensated absences paid       (10,407,742)       (20,831,487)       (13,477,542)         - Componsated absences paid       (14,002,990)       (14,002,990)       (14,02,990)       (14,02,990)       (14,02,990)       (14,02,990)       (14,02,990)       (14,02,990)       (14,02,990)       (14,02,990)       (14,02,940)       (14,02,940)       (14,02,940)       (14,02,940)       (14,02,940)       (14,02,940)       (14,02,940)       (14,02,940)       (14,02,940)       (14,02,940)				
<ul> <li>Finance costs</li> <li>22 132,957,240</li> <li>91,683,469</li> <li>216,600,083</li> <li>158,783,587</li> <li>Cash generated from operating activities before working capital changes</li> <li>163,903,472</li> <li>3,726,457</li> <li>Effect on cash flow due to working capital changes</li> <li>(16,057,614)</li> <li>(16,057,614)</li> <li>(16,027,614)</li> <li>(12,422,527)</li> <li>Trade daposts and short term prepayments</li> <li>(14,007,589)</li> <li>(12,422,527)</li> <li>(13,437,180)</li> <li>(14,007,589)</li> <li>(12,422,527)</li> <li>(14,007,589)</li> <li>(12,422,527)</li> <li>(14,007,589)</li> <li>(12,422,527)</li> <li>(14,007,589)</li> <li>(12,422,527)</li> <li>(14,400,031)</li> <li>(14,402,039)</li> <li>(14,412,043)</li> <li>(15,259,301)</li> <li>(14,482,623)<td>*</td><td>23</td><td>(1,230,046)</td><td></td></li></ul>	*	23	(1,230,046)	
Cash generated from operating activities before working capital changes         216,600,083         158,783,587           Cash generated from operating activities before working capital changes         163,903,472         3,726,457           Effect on cash flow due to working capital changes         (16,057,614)         (2,034,248)           - Stock-in-trade         (16,057,614)         (2,034,248)           - Stock-in-trade         (16,057,614)         (2,034,248)           - Trade debts         (2,034,248)         (12,923,128)           - Trade debts         (2,033,147)         (2,033,700)           - Other receivables         (2,923,1487)         (2,933,147)           - Stock-in-trade         (11,420,03)         (13,437,180)           Increase/(decrease) in current liabilities         23,754,101         (2,437,716)           - Trade and other payales         23,754,101         (16,477,542)           - Contribution to staff retirement benefits fund         (24,017,716)         (16,477,542)           - Contribution to staff retirement benefits fund         (10,737,72,08)         (11,737)           - Finance cost paid         (12,5,829,301)         (11,737)           - Contribution to staff retirement benefits fund         (21,98,71,10)         (12,5,829,301)           - Contrelution to staff retirement benefits fund         (10,777	* *		-	
Cash generated from operating activities before working capital changes       163,903,472       3,726,457         Effect on cash flow due to working capital changes       (16,057,614)       62,034,248         (Increase)/decrease in current assets       (16,057,614)       (62,034,248         - Stocks and sparces       (18,027,410)       (24,223,271)         - Trade debts       11,448,6512       (7,314,132)         - Trade deposits and short term prepayments       (14,400,589)       (2,833,700)         - Other receivables       (11,642,003)       (13,437,180)         Increase/(decrease) in current liabilities       34,194,990       23,754,101         - Trade and other payables       27,763,097       (45,122,456)         - Income tax paid       (24,017,716)       (16,477,442)         - Contribution to staff retirement benefits fund       (24,017,716)       (16,477,442)         - Contribution to staff retirement benefits fund       (24,017,716)       (11,720,480)         - Compensated absences paid       -       -       (11,727)         - Finance cost paid       (119,720,480)       (21,827,97)       (21,987,97)         - Compensated absences paid       -       (11,730,491)       (21,529,301)         - Compensate dassences paid       -       (11,730,4845)       (21,987,97) <td>- Finance costs</td> <td>22</td> <td></td> <td></td>	- Finance costs	22		
working capital changes         163,903,472         3,726,457           Effect on cash flow due to working capital changes         (Increase)/decrease in current assets         62,034,248           . Stock-in-trade         (16,057,614)         62,034,248           . Stock-in-trade         (16,057,614)         (62,234,248           . Stock-in-trade         (16,057,614)         (62,234,248           . Stock-in-trade         (16,057,614)         (62,234,248           . Trade dobs         1,486,512         (7,314,132)           . Trade doposits and short term prepayments         (16,009,589)         (2,833,790)           . Other receivables         (19,924,162)         (2,831,487)           . Trade doposits and short term prepayments         (3,192,456)         (2,4017,716)           . Trade and other payables         34,194,999         23,754,101           . Trade and other payables         191,666,569         (41,402,999)           . Income tax paid         (600,000)         (24,017,716)         (16,477,542)           . Contribution to staff referement benefits fund         (600,000)         (3,661,090)           . Compensated absences paid         -         (11,737)           . Finance cost paid         (119,720,480)         (24,187,72)           . Costribution to staff referement benefits	Cash generated from operating activities before		216,600,083	158,/85,58/
	· · ·		163,903,472	3,726,457
-Stock-in-trade(16,057,614)62,034,248-Stores and spares(12,422,527)-Trade debts(12,422,527)-Trade debts(14,402,258,689)-Cake deposits and short erm prepayments(14,402,408)-Other receivables(14,402,408)-Trade deposits and short erm prepayments(14,402,409)-Other receivables(14,402,408)-Trade deposits and short erm prepayments(14,402,408)-Trade and other payables(14,402,408)-Trade and other payables(14,402,909)-Cash generated from / (used in) operations(14,402,909)-Income tax paid(16,677,1645)-Contribution to staff retirement benefits fund(10,600,000)-Contribution to staff retirement benefits fund(11,737)-Finance cost paid-(11,737)-Finance cost paid-(11,737)-Cash generated from / (used in) operating activities(16,267,1645)(21,482,759)-CASH FLOWS FROM FINANCING ACTIVITIES(11,7438,541)(21,582,350)-Cash and cash cash cash in turbaraka-(15,852,156)(14,87,9424)(14,812,623)(21,487,730)(24,30,71)-Cash and cash is Islamic temporary economic Refinance Facility-(15,87,30,101)-Cash and cash islamic temporary economic refinance-(11,25,000)(11,25,000)(22,500) <tr< td=""><td>Effect on cash flow due to working capital changes</td><td></td><td></td><td></td></tr<>	Effect on cash flow due to working capital changes			
- Stores and spares       (12,422,527)         - Trade debts       (65,228,689)         - Loan and advances       (13,438,517)         - Trade deposits and short term prepayments       (4,009,589)         - Other receivables       (12,422,527)         - Trade deposits and short term prepayments       (4,009,589)         - Other receivables       (12,422,527)         - Trade deposits and short term prepayments       (2,683,790)         - Sales tax refundable       11,642,003         Increase/(decrease) in current liabilities       (13,437,180)         - Trade and other payables       27,763,097         - Contribution to staff retirement benefits fund       (600,000)         - Compensated absences paid       -         - Finance cost paid       -         Net cash generated from / (used in) operating activities       30,377,208         CASH FLOWS FROM INVESTING ACTIVITIES       -         Acquisition of property, plant and equipment       -         Profit received       -       -         Net cash used in investing activities       -       -         Loan received against talsamic Temporary Economic Refinance Facility       -       -         Repayment of loan against SBP Refinance facility for payment of wages and salaries       -       -	(Increase)/decrease in current assets			
-Trade dets $28,458,367$ $(65,228,689)$ -Loan and advances $(1,314,132)$ -Trade deposits and short term prepayments $(4,009,589)$ $(2,683,790)$ -Other receivables $(19,924,162)$ $(29,831,487)$ -Sales tax refundable $(11,642,003)$ $(13,437,180)$ Increase/(decrease) in current liabilities $34,194,990$ $23,754,101$ -Trade and other payables $27,763,097$ $(45,129,456)$ -Income tax paid $(24,017,716)$ $(16,477,542)$ -Contribution to staff retirement benefits fund $(24,017,716)$ $(16,477,542)$ -Contribution to staff retirement benefits fund $(11,737)$ $(119,720,480)$ -Contribution to staff retirement benefits $(11,737)$ $(119,720,480)$ -CASH FLOWS FROM INVESTING ACTIVITIES $(112,720,86)$ $(119,720,480)$ -CASH FLOWS FROM FINANCING ACTIVITIES $(15,499,424)$ $(15,499,424)$ -Cash used in investing activities $(11,230,046)$ $(22,933,01)$ -Cash information feriorized $(11,418,541)$ $(15,499,424)$ -Cash information feriorized comparises $(14,400,000)$ $(20,186,713)$ -Cash information feriorized comparise facility for payment of wages and salaries $(14,428,203)$ $(11,273,28)$ $(15,499,424)$ $(15,499,424)$ $(14,482,623)$ $(26,626,666)$ $(14,482,623)$ $(26,626,666)$ $(14,482$	- Stock-in-trade		(16,057,614)	62,034,248
-Loan and advances1,486,512(7,314,132)-Trade deposits and short term prepayments(4,009,589)(2,683,790)-Sales tax refundable11,642,003(13,437,180)Increase/(decrease) in current liabilities11,642,003(13,437,180)-Trade and other payables27,763,097(45,129,456)-Trade and other payables21,763,097(45,129,456)-Increase/(decrease) in current liabilities21,763,097(45,129,456)-Increase/(decrease) in current liabilities21,763,097(45,129,456)-Increase/(decrease) in current benefits fund(600,000)(3,661,090)-Contribution to staff retirement benefits fund(600,000)(3,661,090)-Compensated absences paid-(11,737)-Finance cost paid(11,621,645)(58,167,112)Net cash generated from / (used in) operating activities30,377,208(119,720,480)CASH FLOWS FROM INVESTING ACTIVITIES(16,208,495)(214,987,275)CASH FLOWS FROM FINANCING ACTIVITIES-(16,418,754)Loan received against Islamic temporary economic Refinance Facility-(15,439,424)Loan received against Islamic temporary economic Refinance Facility-(14,422,623)Controwings - net(14,422,623)(20,262,666)Loan received from directors and sponsors(14,472,1429)(25,2500)Loan repaid to directors and sponsors(20,228,124,27)(20,262,666)Loan repaid to directors and sponsors(24,27	A Contraction of the second seco		(8,027,410)	(12,422,527)
$ \begin{array}{c c c c c c c c c c c c c c c c c c c $				
-Other receivables(19,924,162)(29,831,487)-Sales tax refundable11,642,003(13,437,180)Increase/(decrease) in current liabilities34,194,99023,754,101-Trade and other payables34,194,99023,754,101Cash generated from / (used in) operations191,666,569(41,402,999)-Income tax paid(600,000)(3,661,090)-Compensated absences paid-(11,737)-Finance cost paid(136,671,645)(58,167,112)Net cash generated from / (used in) operating activities30,377,208(119,720,480)CASH FLOWS FROM INVESTING ACTIVITIES(17,438,541)(215,829,301)Acquisition of property, plant and equipment(17,438,541)(214,987,275)CASH FLOWS FROM FINANCING ACTIVITIES-(16,208,495)(214,987,275)CASH FLOWS FROM FINANCING ACTIVITIES(16,418,754)Loan received against lslamic temporary economic refinance Facility-(14,482,623)(15,499,323,911)Repayment of long against Islamic temporary economic refinance Facility-(20,186,713)(2,933,071)Repayment of loan against Islamic temporary economic refinance(14,482,623)(2,262,600)(2,023,071)Loan received from directors and sponsors14,800,000(2,625,600)(2,625,600)Loan received from directors and sponsors(44,721,492)328,519,437Net decrease in cash and cash equivalents(30,552,779)(6,188,318)Net decrease in cash and cash equivalents(30,552,				
.Sales tax refundable $(11,642,003)$ $(11,642,003)$ $(13,437,180)$ Increase/(decrease) in current liabilities $34,194,990$ $23,754,101$ $23,754,101$ .Trade and other payables $27,763,097$ $(45,122,456)$ Cash generated from / (used in) operations $191,666,569$ $(41,402,999)$ .Income tax paid $(600,000)$ $(3,661,090)$ .Contribution to staff retirement benefits fund $(600,000)$ $(3,661,090)$ .Compensated absences paid $(13,637,1208)$ $(11,737)$ .Finance cost paid $(13,647,1645)$ $(19,720,480)$ Net cash generated from / (used in) operating activities $(17,438,541)$ $(215,829,301)$ .CASH FLOWS FROM INVESTING ACTIVITIES $(16,208,495)$ $(214,987,275)$ CASH FLOWS FROM FINANCING ACTIVITIES $(15,285,156)$ $(15,489,420)$ $(15,499,424)$ $(15,499,424)$ $(15,499,424)$				
$\begin{array}{c c c c c c c c c c c c c c c c c c c $				
$  \begin{array}{c c c c c c c c c c c c c c c c c c c $			11,042,005	(13,437,180)
Cash generated from / (used in) operations $27,763,097$ $(45,129,456)$ . Income tax paid. Income tax paid $(41,402,999)$ $(24,017,716)$ $(16,477,542)$ . Contribution to staff retirement benefits fund. (600,000) $(3,661,090)$ $(3,661,090)$ . Compensated absences paid- $(11,737)$ . Finance cost paid. (136,671,645) $(58,167,112)$ Net cash generated from / (used in) operating activities $(17,438,541)$ $(19,720,480)$ CASH FLOWS FROM INVESTING ACTIVITIES. (17,438,541) $(215,829,301)$ Acquisition of property, plant and equipment $(17,438,541)$ $(215,829,301)$ Profit received. (16,208,495) $(214,987,275)$ CASH FLOWS FROM FINANCING ACTIVITIES. (16,208,495) $(214,987,275)$ Loan received against musharaka facility (16,418,754)Repayment of loan against Islamic temporary Economic Refinance Facility (14,480,000)Repayment of loan against Islamic temporary economic refinance. (14,482,623). (15,499,424)Loan received against Islamic temporary economic refinance. (14,482,623). (20,208,713)Repayment of loan against Islamic temporary economic refinance. (14,482,623). (20,208,6713)Loan received from directors and sponsors. (14,482,623). (20,20,200)Loan received from directors and sponsors. (14,482,623). (16,208,900)Loan received against Islamic temporary economic refinance. (14,482,623). (16,218,713)Short term borrowings - net. (11,215,000). (12,071,263) <td></td> <td></td> <td>34,194,990</td> <td>23,754,101</td>			34,194,990	23,754,101
<ul> <li>Income tax paid</li> <li>Contribution to staff retirement benefits fund</li> <li>Contribution to staff retirement benefits fund</li> <li>Compensated absences paid</li> <li>Compensated absences paid</li> <li>Compensated absences paid</li> <li>Compensated from / (used in) operating activities</li> <li>CASH FLOWS FROM INVESTING ACTIVITIES</li> <li>Acquisition of property, plant and equipment</li> <li>Prinance cost paid</li> <li>CASH FLOWS FROM INVESTING ACTIVITIES</li> <li>Act cash used in investing activities</li> <li>CASH FLOWS FROM FINANCING ACTIVITIES</li> <li>Loan received against musharaka facility</li> <li>Repayment of loan against Islamic temporary Economic Refinance Facility</li> <li>Repayment of loan against Islamic temporary economic refinance</li> <li>Control of and gainst Islamic temporary economic refinance</li> <li>Control of a divertions and sponsors</li> <li>Control of a divertions and sponsors</li> <li>Control of and gainst</li> <li>Control of a divertions and sponsors</li> <li>Control of a divertions and sponsors</li> <li>Control of a divertions and sponsors</li> <li>Control of and gainst</li> <li>Control of and pain</li> <li>Control of and against and sponsors</li> <li>Control of and gainst</li> <li>Control of and gainst</li> <li>Control of and gainst</li> <li>Control of and sponsors</li> <li>Control of and gainst</li> <li>Control of and sponsors</li> <li>Cont ceived from from financing act</li></ul>				
-Contribution to staff retirement benefits fund $(600,000)$ $(3,661,090)$ -Compensated absences paid- $(11,737)$ -Finance cost paid $(136,671,645)$ $(58,167,112)$ Net cash generated from / (used in) operating activities $(17,438,541)$ $(19,720,480)$ CASH FLOWS FROM INVESTING ACTIVITIES $(17,438,541)$ $(215,829,301)$ Acquisition of property, plant and equipment $(16,208,495)$ $(214,987,275)$ CASH FLOWS FROM FINANCING ACTIVITIES $(16,208,495)$ $(214,987,275)$ CASH FLOWS FROM FINANCING ACTIVITIES $(15,852,156)$ $(16,418,754)$ Loan received against Islamic Temporary Economic Refinance Facility- $(14,482,623)$ Repayment of loan against Islamic temporary economic refinance $(14,482,623)$ $(29,33,071)$ Repayment of loan against Islamic temporary economic refinance $(14,482,623)$ $(2,791,328)$ Loan received from directors and sponsors $(14,482,623)$ $(12,071,563)$ Loan received from directors and sponsors $(14,482,623)$ $(2,000,000)$ Dividend paid- $(12,071,563)$ $(12,071,563)$ Net decrease in cash and cash equivalents $(30,552,779)$ $(6,188,318)$ Cash and cash equivalents at the beginning of the period $57,742,190$ $28,224,761$	Cash generated from / (used in) operations		191,666,569	(41,402,999)
<ul> <li>Compensated absences paid</li> <li>Finance cost paid</li> <li>Finance cost paid</li> <li>(136,671,645)</li> <li>(58,167,112)</li> <li>30,377,208</li> <li>(119,720,480)</li> <li>CASH FLOWS FROM INVESTING ACTIVITIES</li> <li>Acquisition of property, plant and equipment</li> <li>Profit received</li> <li>Net cash used in investing activities</li> <li>(17,438,541)</li> <li>(121,5829,301)</li> <li>842,026</li> <li>(124,987,275)</li> <li>CASH FLOWS FROM FINANCING ACTIVITIES</li> <li>Loan received against musharaka facility</li> <li>Repayment of long term musharaka</li> <li>Repayment of loan against Islamic Temporary Economic Refinance Facility</li> <li>Repayment of loan against Islamic temporary economic refinance</li> <li>(14,482,623)</li> <li>(14,482,623)</li> <li>(14,482,623)</li> <li>(14,482,623)</li> <li>(14,482,623)</li> <li>(14,482,623)</li> <li>(12,071,563)</li> <li>Net cash (used in) / generated from from financing activities</li> <li>(44,721,492)</li> <li>(328,519,437</li> <li>Net decrease in cash and cash equivalents</li> <li>(30,552,779)</li> <li>(6,188,318)</li> <li>Cash and cash equivalents at the beginning of the period</li> </ul>	*		(24,017,716)	(16,477,542)
Finance cost paid(136,671,645)(58,167,112)Net cash generated from / (used in) operating activities30,377,208(119,720,480)CASH FLOWS FROM INVESTING ACTIVITIES(17,438,541)(215,829,301)Acquisition of property, plant and equipment(17,438,541)(215,829,301)Profit received(17,438,541)(216,208,495)Net cash used in investing activities(16,208,495)(214,987,275)CASH FLOWS FROM FINANCING ACTIVITIES-(15,852,156)(16,418,754)Loan received against musharaka(15,499,424)Loan received against Islamic Temporary Economic Refinance Facility-(14,482,623)Repayment of loan against Islamic temporary economic refinance-(20,186,713)Repayment of loan against Islamic temporary economic refinance-(14,482,623)Loan received from directors and sponsors14,800,000(2,625,000)Loan received from directors and sponsors14,800,000(2,625,000)Loan repaid to directors and sponsors14,800,000(2,25,000)Dividend paid(14,721,492)Net cash (used in) / generated from from financing activities(44,721,492)328,519,437Net decrease in cash and cash equivalents(30,552,779)(6,188,318)Cash and cash equivalents at the beginning of the period57,742,19028,224,761			(600,000)	
Net cash generated from / (used in) operating activities30,377,208(119,720,480)CASH FLOWS FROM INVESTING ACTIVITIESAcquisition of property, plant and equipment(17,438,541)(215,829,301)Profit received1,230,046842,026Net cash used in investing activities(16,208,495)(214,987,275)CASH FLOWS FROM FINANCING ACTIVITIES(15,852,156)(16,418,754)Loan received against musharaka-59,323,911Repayment of long term musharaka-59,323,911Loan received against Islamic Temporary Economic Refinance Facility-59,323,911Repayment of loan against Islamic temporary economic refinance-(14,482,623)Loan received from directors and sponsors14,800,000(2,933,071)Loan received from directors and sponsors14,800,0002,625,000Loan repaid to directors and sponsors14,800,000(12,071,563)Dividend paid-(14,4721,492)328,519,437Net decrease in cash and cash equivalents(30,552,779)(6,188,318)Cash and cash equivalents at the beginning of the period57,742,19028,224,761			-	
CASH FLOWS FROM INVESTING ACTIVITIESAcquisition of property, plant and equipment(17,438,541)(215,829,301)Profit received(17,438,541)(215,829,301)Net cash used in investing activities(16,208,495)(214,987,275)CASH FLOWS FROM FINANCING ACTIVITIES(16,208,495)(214,987,275)Loan received against musharaka(15,852,156)(16,418,754)Repayment of loan against SBP Refinance facility for payment of wages and salaries-(16,418,754)Loan received against Islamic Temporary Economic Refinance Facility-(14,482,623)Repayment of loan against Islamic temporary economic refinance(20,186,713)(5,791,328)Short term borrowings - net(14,482,623)(14,482,623)(20,262,606)Loan received from directors and sponsors(14,482,623)(20,262,000)(1,125,000)Dividend paid-(44,721,492)328,519,437Net decrease in cash and cash equivalents(30,552,779)(6,188,318)Cash and cash equivalents at the beginning of the period57,742,19028,224,761				
Acquisition of property, plant and equipment(17,438,541)(215,829,301)Profit received1,230,046842,026Net cash used in investing activities(16,208,495)(214,987,275)CASH FLOWS FROM FINANCING ACTIVITIES-59,323,911Loan received against musharaka facility-59,323,911Repayment of long term musharaka(15,852,156)(16,418,754)Loan received against Islamic Temporary Economic Refinance Facility-(16,418,754)Loan received against Islamic temporary economic refinance-(15,499,424)Loan received against Islamic temporary economic refinance-(20,186,713)Repayment of lease liability-(2,933,071)Short term borrowings - net(14,482,623)206,269,666Loan received from directors and sponsors14,800,000(2,027,563)Dividend paid-(44,721,492)328,519,437Net decrease in cash and cash equivalents(30,552,779)(6,188,318)Cash and cash equivalents at the beginning of the period57,742,19028,224,761			30,377,208	(119,720,480)
Profit received1,230,046842,026Net cash used in investing activities(16,208,495)(214,987,275)CASH FLOWS FROM FINANCING ACTIVITIES-59,323,911Loan received against musharaka Repayment of long term musharaka Loan received against Islamic Temporary Economic Refinance Facility Repayment of lease liability Short term borrowings - net Loan received from directors and sponsors Dividend paid-59,323,911Net decrease in cash and cash equivalents 			(17,438,541)	(215,829,301)
Net cash used in investing activities(16,208,495)(214,987,275)CASH FLOWS FROM FINANCING ACTIVITIESLoan received against musharaka facilityRepayment of long term musharakaRepayment of long term musharakaLoan received against SBP Refinance facility for payment of wages and salariesLoan received against Islamic Temporary Economic Refinance FacilityRepayment of loan against Islamic temporary economic refinanceRepayment of lease liabilityRepayment of lease liabilityShort term borrowings - netLoan received from directors and sponsorsLoan received from directors and sponsorsLoan received from from financing activitiesNet cash (used in) / generated from from financing activitiesNet decrease in cash and cash equivalentsCash and cash equivalents at the beginning of the periodCash and cash equivalents at the beginning of the period				
Loan received against musharaka facility-Repayment of long term musharaka-Repayment of long term musharaka(15,852,156)Repayment of loan against SBP Refinance facility for payment of wages and salaries-Loan received against Islamic Temporary Economic Refinance Facility-Repayment of loan against Islamic temporary economic refinance(20,186,713)Repayment of lease liability-Short term borrowings - net(14,482,623)Loan received from directors and sponsors(14,482,623)Loan repaid to directors and sponsors(14,482,623)Dividend paid-Net cash (used in) / generated from from financing activities(30,552,779)Net decrease in cash and cash equivalents(30,552,779)Cash and cash equivalents at the beginning of the period57,742,190Cash and cash equivalents57,742,190Cash and cash equivalents57,742,190	Net cash used in investing activities			(214,987,275)
Repayment of long term musharaka(15,852,156)(16,418,754)Repayment of loan against SBP Refinance facility for payment of wages and salaries-(15,499,424)Loan received against Islamic Temporary Economic Refinance Facility-(14,140,000Repayment of loan against Islamic temporary economic refinance(20,186,713)(2,933,071)Repayment of lease liability-(14,482,623)(26,269,666Loan received from directors and sponsors14,800,0002,625,000(11,25,000)Loan repaid to directors and sponsors-(12,071,563)(12,071,563)Net cash (used in) / generated from from financing activities(30,552,779)(6,188,318)Cash and cash equivalents at the beginning of the period57,742,19028,224,761	CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of loan against SBP Refinance facility for payment of wages and salaries-Loan received against Islamic Temporary Economic Refinance Facility-Repayment of loan against Islamic temporary economic refinance(20,186,713)Repayment of lease liability-Short term borrowings - net(14,482,623)Loan received from directors and sponsors14,800,000Loan repaid to directors and sponsors(14,482,623)Dividend paid-Net cash (used in) / generated from from financing activities(44,721,492)Stat decrease in cash and cash equivalents(30,552,779)Cash and cash equivalents at the beginning of the period57,742,19028,224,761	Loan received against musharaka facility		-	59,323,911
Loan received against Islamic Temporary Economic Refinance Facility-Repayment of loan against Islamic temporary economic refinance(20,186,713)Repayment of lease liability-Short term borrowings - net(14,482,623)Loan received from directors and sponsors(14,482,623)Loan repaid to directors and sponsors(14,480,000)Dividend paid-Net cash (used in) / generated from from financing activities(44,721,492)Net decrease in cash and cash equivalents(30,552,779)Cash and cash equivalents at the beginning of the period57,742,19028,224,761			(15,852,156)	
Repayment of loan against Islamic temporary economic refinance(20,186,713)(2,933,071)Repayment of lease liability-(14,482,623)(5,791,328)Short term borrowings - net(14,482,623)(14,482,623)(206,269,666)Loan received from directors and sponsors14,800,000(1,125,000)(1,125,000)Dividend paid-(44,721,492)328,519,437Net cash (used in) / generated from from financing activities(30,552,779)(6,188,318)Cash and cash equivalents at the beginning of the period57,742,19028,224,761	Repayment of loan against SBP Refinance facility for payment of wages and salaries		-	(15,499,424)
Repayment of lease liability-(5,791,328)Short term borrowings - net(14,482,623)206,269,666Loan received from directors and sponsors14,800,0002,625,000Loan repaid to directors and sponsors(11,125,000)(11,25,000)Dividend paid-(44,721,492)328,519,437Net cash (used in) / generated from from financing activities(30,552,779)(6,188,318)Cash and cash equivalents at the beginning of the period57,742,19028,224,761			-	114,140,000
Short term borrowings - net       (14,482,623)       206,269,666         Loan received from directors and sponsors       14,800,000       2,625,000         Loan repaid to directors and sponsors       (9,000,000)       (11,125,000)         Dividend paid       -       (44,721,492)       328,519,437         Net cash (used in) / generated from from financing activities       (30,552,779)       (6,188,318)         Cash and cash equivalents at the beginning of the period       57,742,190       28,224,761			(20,186,713)	(2,933,071)
Loan received from directors and sponsors         14,800,000         2,625,000           Loan repaid to directors and sponsors         (9,000,000)         (1,125,000)           Dividend paid         -         (12,071,563)           Net cash (used in) / generated from from financing activities         (44,721,492)         328,519,437           Net decrease in cash and cash equivalents         (30,552,779)         (6,188,318)           Cash and cash equivalents at the beginning of the period         57,742,190         28,224,761			-	
Loan repaid to directors and sponsors       (9,000,000)       (1,125,000)         Dividend paid       -       (12,071,563)         Net cash (used in) / generated from from financing activities       (44,721,492)       328,519,437         Net decrease in cash and cash equivalents       (30,552,779)       (6,188,318)         Cash and cash equivalents at the beginning of the period       57,742,190       28,224,761				
Dividend paid-(12,071,563)Net cash (used in) / generated from from financing activities(44,721,492)328,519,437Net decrease in cash and cash equivalents(30,552,779)(6,188,318)Cash and cash equivalents at the beginning of the period57,742,19028,224,761	1			
Net cash (used in) / generated from from financing activities(44,721,492)328,519,437Net decrease in cash and cash equivalents(30,552,779)(6,188,318)Cash and cash equivalents at the beginning of the period57,742,19028,224,761			(9,000,000)	
Net decrease in cash and cash equivalents(30,552,779)(6,188,318)Cash and cash equivalents at the beginning of the period57,742,19028,224,761			- (44 721 492)	· · · · · · · · · · · · · · · · · · ·
Cash and cash equivalents at the beginning of the period 57,742,190 28,224,761			(1,721,72)	520,517,757
Cash and cash equivalents at the beginning of the period <b>57,742,190</b> 28,224,761	Net decrease in cash and cash equivalents		(30,552,779)	(6,188,318)
Cash and cash equivalents at the end of the period         27,189,411         22,036,443			57,742,190	
	Cash and cash equivalents at the end of the period		27,189,411	22,036,443

The annexed notes from 1 to 28 form an integral part of these condensed interim unconsolidated financial statements.

Chiff Executive Officer

Ż

K

Director

Chief Financial Officer

#### Notes to the Condensed Interim Unconsolidated Financial Statements

For the half year ended December 31, 2023 (unaudited)

#### 1. THE COMPANY AND ITS OPERATIONS

**1.1** Sana Industries Limited ("the Company") is a public listed company incorporated in Pakistan on June 05, 1985 under the Companies Ordinance, 1984 (now repealed with the enactment of the Companies Act, 2017 on May 30, 2017). The shares of the Company are listed on Pakistan Stock Exchange Limited. The Company is primarily engaged in the manufacturing and sales of man-made blended yarn.

The geographical location of the Company's business units, including plant, are as under:

Head office: The registered office of the Company is situated at 33-D-2, Block 6, P.E.C.H.S, Karachi.

Mill: The mill is located at Hub Industrial Trading Estate, situated at Tehsil Hub, District Lasbela, Baluchistan.

Warehouse: The Company's warehouse is located at SF-96, S.I.T.E, Karachi.

1.2	The Company has following subsidiaries:	Holding %
	<ul> <li>Sana Logistics (Private) Limited</li> <li>Sana Distributors (Private) Limited</li> </ul>	70% 100%

#### 2. BASIS OF PREPARATION

#### 2.1 Statement of compliance

These condensed interim unconsolidated financial statements (here-in-after referred to as the '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:

- 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.

These interim financial statements do not include all the information and disclosures as required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2023.

#### 2.2 Basis of measurement

All the items in these interim financial statements have been measured at their historical cost except for:

- (a) The Company's retirement benefits liability under the defined benefit plan which is carried at the present value of the defined benefit obligation less the fair value of the plan assets; and
- (b) Investment in units of open-ended mutual funds which are carried at fair value through profit or loss.

### 2.3 Functional and presentation currency

Items included in these interim financial statements are measured using the currency of the primary economic environment in which the Company operates. These interim financial statements are presented in Pak Rupees which is the Company's functional and presentation currency.

#### 2.4 Judgements and sources of estimation uncertainty

In preparing these interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied in the annual unconsolidated financial statements of the Company as at and for the year ended June 30, 2023.

#### 2.5 Material accounting policy information

The material accounting policy information applied in the preparation of these interim financial statements is the same as that applied in the preparation of the annual unconsolidated financial statements of the Company for the year ended June 30, 2023.

			(Un-audited) December 31, 2023	(Audited) June 30, 2023
3.	PROPERTY, PLANT AND EQUIPMENT	Note	Rupe	es
	Operating fixed assets	3.1	775,960,736	823,193,060
3.1	Operating fixed assets			
	Net book value at the beginning of the period / year Add: Additions during the period / year Add: Transferred from CWIP during the period / year		823,193,060 17,438,541 -	550,070,507 348,305,140 31,435,144
	Less: Disposals during the period / year- at net book value Depreciation charged during the period / year		- (64,670,865) (64,670,865)	(3,564,295) (103,053,436) (106,617,731)
	Net book value at the end of the period / year		775,960,736	823,193,060

#### 3.1.1 The class-wise amounts of additions and disposals are as follows:

	Half year ended De	cember 31, 2023	Year ended June 30, 2023		
	Additions (At Cost)	Disposals (At NBV)	Additions (At Cost)	Transfer from CWIP (At Cost)	Disposals (At NBV)
Building on leasehold land	-	-	5,263,098	8,885,149	1,722,895
Electrification - Factory Building	1,650,000	-	1,833,725	-	-
Plant and machinery	15,686,254	-	337,633,022	22,549,995	1,841,400
Furniture, fixtures and office equipment	102,287	-	630,295	-	-
Vehicles	-	-	2,945,000		-
	17,438,541	-	348,305,140	31,435,144	3,564,295

## 4. **DEFERRED TAXATION- net**

		I	December 31, 2023	3	
	Balance at the beginning of the year	Charge / (income) recognized in statement of profit or loss	Charge / (income) recognized in other comprehensive	Charge / (income) recognized in Unappropriated profits	Balance at the end of the year
			(Rupees)		
Deferred tax liability arising from:					
Accelerated depreciation allowance	(44,540,878)	3,305,309	-	-	(41,235,569
Islamic Temporary Economic Refinance Facilit	(18,986,781)	4,368,073	-	-	(14,618,708
Deferred tax assets arising from:					
Minimum tax	50,342,561	24,363,611	-	-	74,706,172
Provision for staff retirement benefits	21,773,316	3,052,548		-	24,825,864
Unused Tax losses	87,318,567	6,616,167	-	-	93,934,734
Gas infrastructure cess liability	16,818,191	1,391,109	-	-	18,209,300
Allowance for expected credit losses	721,135	-	-	-	721,135
Lease liability - net	3,235,682	2,203,349	-	-	5,439,031
Deferred government grant	17,758,890	(2,455,375)	-	-	15,303,515
	134,440,683	42,844,791	-	-	177,285,474

	Balance at the beginning of the year	Charge / (income) recognized in statement of profit or loss	Charge / (income) recognized in other comprehensive	Charge / (income) recognized in Unappropriated profits	Balance at the end of the year
Deferred tax liability arising from:					
<ul> <li>Accelerated depreciation allowance</li> <li>Islamic Temporary Economic Refinance Facilit</li> </ul>	(33,270,046) (7,291,455)	(11,270,832) (11,695,326)	-	-	(44,540,878) (18,986,781)
Deferred tax assets arising from:					
- Minimum tax - Provision for staff retirement benefits	14,010,157 15,113,656	36,332,404 3,872,583	- 2,787,077	-	50,342,561 21,773,316
- Unused Tax losses	-	87,318,567	-	-	87,318,567
- Gas infrastructure cess liability	14,346,678	2,471,513	-	-	16,818,191
- Allowance for expected credit losses	619,635	101,500	-	-	721,135
- Lease liability - net	1,512,934	1,722,748	-	-	3,235,682
- Deferred government grant	7,735,075	10,023,815	-	-	17,758,890
- Re-financing Scheme for salaries and wages	(13,010)	13,010	-	-	-
	12,763,624	118,889,982	2,787,077	-	134,440,683

		(Un-audited)	(Audited)
		December 31,	June 30,
		2023	2023
		———— Rupe	es
5.	STOCK-IN-TRADE		
	Raw materials		
	- in hand	64,815,129	71,643,528
	- in transit		30,811,348
		64,815,129	102,454,876
	Packing materials	5,554,633	8,127,233
	Work in process	40,285,059	35,348,344
	Finished goods	194,530,797	143,434,226
	Waste material	1,228,500	991,825
A		306,414,118	290,356,504

17

6.	LOANS AND ADVANCES	Note	(Un-audited) December 31, 2023 ———— Rupeo	(Audited) June 30, 2023
	Loans to employees	6.1	3,685,286	4,168,918
	Advances: - to contractors - to suppliers		- 9,964,238 9,964,238	175,000 10,792,118 10,967,118
			13,649,524	15,136,036

**6.1** This represents interest-free loans provided to employees in accordance with the Company's policy. These loan are repayable within one year and are recovered through deduction from salaries. These loans are secured against staff gratuity balances.

			(Un-audited) December 31, 2023	(Audited) June 30, 2023
7.	TRADE DEBTS - Unsecured	Note	———— Rupee	es ———
	Trade debts - gross Less: provision for expected credit losses Trade debts - net	7.1	531,892,062 (2,486,673) 529,405,389	560,350,429 (2,486,673) 557,863,756
7.1	Movement in provision for doubtful debts			
	Balance at the beginning of the year Reversal during the year Charge recognized during the year		2,486,673	2,136,673
	Balance at the end of the year		2,486,673	2,486,673
8.	OTHER RECEIVABLES			
	Receivable from Sana Logistics (Private) Limited Receivable from Sana Distributors (Private) Limited Receivable from LIEDA		91,604,575 - 33,196,021	83,568,000 746,740 33,196,021
	Receivable from Sui Southern Gas Company Limited (SSGC) Others	19.1.1	12,109,241 3,739,489	3,214,403
9.	TAX REFUNDS DUE FROM GOVERNMENT		140,649,326	120,723,104
	Income tax refundable Sales tax refundable		59,337,798 12,484,599	59,683,691 24,126,602
10	CACH AND DANK DALANCES		71,822,397	83,810,293
10.	CASH AND BANK BALANCES Cash in hand		3,321,193	8,036,375
	Cash at bank: - Balance held in current accounts		6,362,149	10,114,137
	- Balance held in saving accounts		16,006,069	38,091,678
	- Term Deposit Receipt (TDR)		1,500,000	1,500,000
	5		23,868,218	49,705,815
	$\sim$		27,189,411	57,742,190

11.	ISSUED, SUBSC	CRIBED AND	PAID UP CAPITAL	Note	(Un-audited) December 31, 2023 ———— Rupees	(Audited) June 30, 2023
	(Unaudited) December 31, 2023	(Audited) June 30, 2023				-
	No. of s		Ordinary shares of Rs. 10/- ead	ch issued:		
	6,406,250 13,558,750 19,965,000	6,406,250 13,558,750 19,965,000	- for cash - as bonus shares		64,062,500 135,587,500 199,650,000	64,062,500 135,587,500 199,650,000
12.	LEASE LIABIL	ITY				
	Opening balance Payments made d Additions during Finance charges				43,211,652 - - 3,303,963	29,187,915 (11,495,264) 18,369,745 7,149,256
	i munee enurges				46,515,615	43,211,652
	Less: Current mat	turity shown un	der current liabilities		(13,903,014)	(12,656,659)
	<b>Closing balance</b>				32,612,601	30,554,993
13.	LONG TERM F Diminishing Mus Islamic Temporar	haraka	ecured finance Facility (ITERF)	13.1 13.2	100,247,389 152,401,023 252,648,412	116,262,386 143,854,735 260,117,121
13.1	Diminishing Mu	sharaka				
	Balance at the be Add: Loan obtain Less: Repayments <b>Balance at the en</b>	ed during the post of the second s	eriod / year he period / year		148,554,931 	56,483,551 121,973,911 (62,195,076) 148,554,931
	As at the end of - Current maturity - Non-current ma	y I	ar:		32,455,386 100,247,389	32,292,545 116,262,386
13.2	Islamic Tempora	ary Economic I	Refinance Facility (ITERF)	)	132,702,775	148,554,931
	Balance at the be	ginning of the p	eriod / year		184,528,021	93,998,330
	Loan obtained du Less: Element of deferred inc	government gra	ant recognized as		-	135,456,240 (51,269,557)
	Add: Interest rec Less: Installment	-	inding of the liability period / year		- 13,716,932 (20,186,713) 178,058,241	84,186,683 20,482,195 (14,139,187) 184,528,021
K	Less: Current por	tion shown und	er current liabilities		(25,657,218) 152,401,023	(40,673,286) 143,854,735

			(Un-audited) December 31, 2023	(Audited) June 30, 2023
14.	DEFERRED LIABILITIES	Note	———— Rupe	es ———
	Deferred government grant Staff retirement benefits- defined benefit plan (gratuity) Provision for Gas Infrastructure Development Cess	14.1 14.2 14.3	36,787,381 85,606,427 62,790,691 185,184,499	44,349,949 75,080,401 57,993,763 177,424,113
14.1	Deferred government grant			
	Balance as at the beginning of the period /year		61,237,553	22,074,833
	Add: Element of government grant recognized during the per Less: Amortization of government grant during the period /ye		- (8,466,811) (8,466,811)	51,269,557 (12,106,837) 39,162,720
	Less: Current portion shown under current liabilities		52,770,742 (15,983,361) <u>36,787,381</u>	61,237,553 (16,887,604) 44,349,949
14.2	Staff retirement benefits- defined benefit plan (gratuity)			
	Present value of defined benefit obligation Fair value of plan assets	14.2.1	(136,931,753) 51,325,326 (85,606,427)	(125,805,727) 50,725,326 (75,080,401)
14.2.1	Movement in defined benefit obligation			
	Opening defined benefit obligation Current service cost Interest cost Benefits paid by the fund Remeasurement loss on obligation Closing defined benefit obligation		125,805,727 5,535,705 5,590,321 - - 136,931,753	99,103,894 9,240,458 12,934,078 (2,954,001) 7,481,298 125,805,727
14.2.2	Movement in the fair value of plan assets			
	Balance at beginning of the year Expected return on plan assets Contribution Benefits paid by the fund Remeasurement loss on plan assets Balance at end of the year		50,725,326 	46,987,838 6,420,803 2,400,000 (2,954,001) (2,129,314) 50,725,326
14.2.3	Expense recognized in the statement of profit or loss			
	Current service cost Net interest expense <i>Allocation of the expenses:</i>		5,535,705 5,590,321 11,126,026	9,240,458 6,513,275 15,753,733
K	<ul> <li>Cost of sales</li> <li>Administrative expenses</li> <li>Distribution cost</li> </ul>		4,450,410 5,785,533 <u>890,082</u> <u>11,126,025</u>	6,301,493 8,191,941 1,260,299 15,753,733

14.3	Provision for Gas Infrastructure Development Cess	Note	(Un-audited) December 31, 2023 ——— Ruper	(Audited) June 30, 2023
	Opening balance Unwinding of GIDC liability	22	57,993,763 4,796,928 62,790,691	49,471,304 8,522,459 57,993,763
15.	SHORT TERM BORROWINGS -secured			
	From Banking companies - Istisna financing:			
	Habib Metropolitan Bank Limited Habib Bank Limited Bank Al Habib Limited	15.1 15.2 15.3	252,259,415 199,801,048 26,708,916	141,227,933 199,680,457 16,808,253
	- Murabaha Financing:		478,769,379	357,716,643
	Habib Metropolitan Bank Limited Bank Al Habib Limited	15.4 15.5	47,600,142 97,862,517 145,462,659	157,892,945 108,190,756 266,083,701
	- Wakala financing:		173,702,039	200,005,701
	Dubai Islamic Bank Limited	15.6	189,925,434	229,839,751
	From related party - Sana Distributors (Private) Limited	15.8	<u>25,000,000</u> <u>839,157,472</u>	853,640,095

15.1 Short-term Istisna financing has been obtained, under shariah arrangement to finance the manufacturing of finished goods. The bank has approved a facility of Rs. 300 million (June 30, 2023: Rs. 300 million) as a sub limit of Murabaha Financing. The mark-up rate on the financing is 6 months KIBOR + 3% per annum (June 30, 2023: 6 months KIBOR + 3% per annum). The maximum tenor of the Istisna Financing is 180 days.

The above arrangements as well as the Murabaha financing arrangement referred to in note 14.4 are secured against the following:

- 1st charge registered over land, building and plant and machinery amounting to Rs. 550 million with 30 % margin (June 30, 2023: Rs. 550 million with the 30% margin);
- 1st charge registered over stocks / receivables amounting to Rs. 400 million (June 30, 2023: Rs. 400 million ) with a 25% margin; and
- Personal guarantees of directors excluding independent directors.
- **15.2** Short term Istisna Financing was obtained under shariah arrangement to finance the manufacturing of finished goods. The bank has approved a facility of Rs. 200 million (June 30, 2023: Rs. 200 million). The mark-up rate on the financing is 6 months KIBOR + 1.5% per annum (June 30, 2023: 6 months KIBOR + 1.5% per annum). The maximum tenor of the Istisna Financing is 180 days.

The arrangement is secured against the following:

- 1st Pari Passu charge registered over land, building and plant and machinery amounting to Rs. 267 million with the 40% margin;( June 30, 2023 : Rs 267 million with the 40% margin)

 $\vdash$ 

- 1st charge registered over stocks / receivables amounting to Rs. 267 million with a 25% margin; (June 30 2023: Rs 267 million with the 25% margin); and
- Personal guarantees of directors namely : Mr. Muhammad Yunus Nawab, Mr. Muhammad Irfan Nawab, Mr. Muhammad Ibrahim Yunus , Mr. Muhammad Ismail Yunus and Mr. Faizanullah.
- **15.3** Short term Istisna Financing was obtained under shariah arrangement to finance the manufacturing of finished goods. The bank has approved a facility of Rs. 50 million (June 30, 2023: Rs. 50 million). The mark-up rate on the financing is 6 months KIBOR + 1.75% per annum (June 30, 2023: 6 months KIBOR + 1.75% per annum). The maximum tenor of the Istisna Financing is 120 days.

The above arrangement as well as the Murabaha financing arrangement referred to in note 14.5 are secured against the following:

- Equitable mortgage charge registered over land, building and plant and machinery amounting to Rs. 551.328 million (June 30,2023: Rs. 551.328 million);
- pari passu charge registered over stocks / receivables amounting to Rs. 167 million with a 25% margin (June 30,2023: Rs.167 million with the 25% margin) and
- Personal guarantees of directors namely :Mr. Muhammad Irfan Nawab,Mr. Muhammad Yunus Nawab and Mr. Muhammad Ibrahim Yunus, covering aggregate exposure
- **15.4** Short term Murabaha Financing was obtained under shariah arrangement to finance the purchase of raw materials from local and foreign markets. The bank has approved a facility of Rs. 300 million (June 30, 2023: Rs. 300 million). The mark-up rate on the financing is 6 months KIBOR + 2% per annum (June 30, 2023: 6 months KIBOR + 2% per annum). The maximum tenor of the Istisna Financing is 150 days.

The arrangement is secured against the securities as mentioned in note no. 15.1.

**15.5** Short term murabaha has been obtained, under shariah arrangement, to facilitate the import of raw material and other related items. The bank has approved a facility of Rs. 125 million (June 30, 2023: Rs. 125 million). The markup rate on murabaha facility is average KIBOR + 1.75% (June 30, 2023: average KIBOR + 1.75%). The maximum tenor of the murabaha is 120 days.

The arrangement is secured against the securities as mentioned in note no. 15.3.

**15.6** Short term wakala financing has been obtained under shariah arrangement for the purchase of raw material. The bank has approved the facility of Rs. 190 million (June 30, 2023: Rs. 190 million). The markup rate on the facility is matching KIBOR + 1.75% per annum (June 30, 2023: matching KIBOR + 1.75% per annum). The maximum tenor is 180 days.

The arrangement is secured against the following:

- CCG of M/s Sana Logistics (Private) Limited and M/s Sana Distributors (Private) Limited, and
- Personal guarantee of Mr. Irfan Nawab, Mr. Ibrahim Younus and Younus Nawab.
- **15.7** As at December 31, 2023, the Company had availed short term financing facilities amounting to Rs.50.84 million (June 30, 2023: Rs.11.5 million).
- **15.8** The Company obtained an unsecured financing facility from M/s. Sana Distributors (Private) Limited to finance its working capital requirements. The loan is interest free and repayable on demand.

V

		(Un-audited)	(Audited)
		December 31,	June 30,
		2023	2023
16.	TRADE AND OTHER PAYABLES	Rupe	es
	Creditors	91,453,442	92,673,397
	Advance from customers	65,226,981	103,821,855
	Accrued expenses	87,870,476	26,018,020
	Provision for gas tariff	79,017,042	79,017,042
	Workers' Profits Participation	12,355,992	12,355,992
	Workers' Welfare Fund payable	3,596,811	3,596,811
	Sales tax payable	27,911,382	16,518,802
	Withholding Income tax payable	7,107,733	5,484,188
	Due to related party	522,445	500,000
	Others	10,118,939	11,000,146
		385,181,243	350,986,253
17.	LOANS FROM DIRECTORS - unsecured		
	Loan from directors	10,900,000	5,100,000
18.	ACCRUED MARKUP		
	Markup accrued on:		
	-Short term borrowings	37,750,306	50,646,224
	-Long term financing- Diminishing Musharaka	1,092,210	5,261,709
		38,842,516	55,907,933

### **19.** CONTINGENCIES AND COMMITMENTS

#### 19.1 Contingencies

There has been no change in the status of the contingent liability as reported in note 28.1.1 to the annual unconsolidated financial statements of the Company for the year ended June 30, 2023 except as discussed below:

19.1.1 During the period, the sale price of natural gas for "export oriented power" was increased by OGRA from Rs. 1,100 per MMBTU to Rs. 2,400 per MMBTU vide notification no. OGRA-10-3(8)/2023 dated November 08, 2023. The said notification was challenged by the several petitioners in Sindh High Court (SHC) on constitution and factual grounds. The Sindh High Court passed interim order, dated December 18, 2023, suspending the said notification subject to the condition that the Company (i.e. the gas consumers) shall deposit the differential amount of Rs. 1,300 per MMBTU in cash with the Nazir of the Court in seven days and in case of failure of payment on two consecutive months, interim order shall be deemed as recalled in respect of the Company.

The company joined the case in February 13, 2024 to benefit from the said injunction. In view of the above, the company has paid the full amount of the gas bill for the month of November and December 2023 as per new notification of OGRA dated November 08, 2023 and based on the suspension of this notification in interim order of the Sindh High Court, the Company has not recorded provision for gas in its cost to the extent of Rs. 26.563 million.

The Company has paid excess amount of Rs. 12.109 million to SSGC with the bill of November 2023 up to the reporting date.

19.2	Commitments	(Un-audited) December 31, 2023	(Audited) June 30, 2023
19.2	Commitments	———— Rupe	ees ———
	- Irrevocable letters of credit issued for purchase of raw materials and plant & equipment	120,745,598	114,659,718
	- Custom duties, sales tax and income taxes on stock in transit		7,526,612
	<ul> <li>Revolving letter of guarantee issued in favour of</li> <li>Sui Southern Gas Company Limited against gas bills</li> </ul>	44,517,771	33,420,771
	- Letter of guarantee issued by M/s Bank Al Habib Limited in favour of Director Excise & Taxation (Taxes-II), Karachi	3,500,000	3,500,000
		Half year ended	(Un-audited)
		December 31,	December 31,
		2023	2022
20.	GROSS REVENUE	Rupees	
	Yarn sales - local	2,285,210,139	1,491,828,142
	Raw material and wastage sales - local	8,805,271	4,347,814
		2,294,015,410	1,496,175,956

## 21.

Raw and packing materials consumed		1,263,548,176	947,555,161
Manufacturing expenses			
Stores and spares consumed		39,663,217	30,729,917
Salaries, wages and benefits	21.1	174,689,806	142,408,987
Fuel and power		286,364,519	127,950,386
Services procured		7,053,418	449,990
Repairs and maintenance		6,309,048	5,287,377
Vehicle repairs and maintenance		4,819,381	4,329,701
Insurance		2,155,928	1,657,072
Rent, rates and taxes		150,000	124,999
Depreciation on operating fixed assets		46,041,359	28,863,488
Security expenses		2,683,579	2,171,122
Other manufacturing expenses		9,893,779	11,835,809
		579,824,034	355,808,848
Work-in-process - opening stock		35,348,344	27,994,064
Work-in-process - closing stock		(40,285,059)	(23,400,898
		(4,936,715)	4,593,166
Cost of goods manufactured		1,838,435,495	1,307,957,175
Finished goods - opening stock		143,434,226	173,477,430
Waste material- opening stock		991,825	344,425
Finished goods - closing stock		(194,530,797)	(179,557,044
Waste material- closing stock		(1,228,500)	(561,675
-		(51,333,246)	(6,296,858
		1,787,102,249	1,301,660,317

21.1 K

This includes an amount of Rs. 4.450 million (June 30, 2023: Rs. 6.301 million) in respect of staff retirement benefits

			(Un-audited) December 31, 2023	(Un-audited) December 31, 2022
22.	FINANCE COSTS	Note	———— Rupe	es
	Markup and interest charges on:			
	- Long term finances		17,569,075	8,256,686
	- Short term Islamic financing		101,603,273	66,527,078
	- Lease liability		3,303,963	3,164,614
	- Refinancing Scheme for payment of Wages and Salaries	13.2	-	217,290
	- Financing under ITERF facility	13.2	13,716,932	7,221,597
	- Amortization of related deferred government grant		(8,466,811)	(3,659,304)
			5,250,121	3,562,293
	Bank charges		103,617	175,006
	Finance charges on WPPF		-	1,807,400
	Murabaha and D.M documentation charges		-	37,433
	Interest on unwinding of the provision for Gas Infrastructure			
	Development Cess	14.3	4,796,928	4,091,995
	Guarantee Commission		211,500	184,370
	Local letter of credit charges		118,763	-
			132,957,240	88,024,165
			(Un-audited)	(Un-audited)
			December 31,	December 31,
			2023	2022
23.	OTHER INCOME	Note	———— Rupe	es
	Rental Income- net Rental Income		7 800 000	9,259,800
	Operations and maintenance charges		7,800,000	9,239,800 725,963
	operations and maintenance enarges		7,800,000	9,985,763
	Less: Related expenses		7,000,000	),)05,705
	Depreciation on property, plant and equipment		(3,278,044)	(3,569,345)
	Depreciation on investment property		(5,080,634)	(5,247,949)
	Insurance and property taxes		(466,368)	(471,990)
			(8,825,046)	(9,289,284)
			(1,025,046)	696,479
	Returns on deposits - Islamic bank		966,243	757,299
	Profit on Habib Islamic Investment Certificate		150,315	84,727
	Profit on Term Deposit Receipt (TDR)		113,488	-
	Dividend income		258,194	64,518
	Unrealized gain on remeasurement of short term investment		40,234	5,276
	Subsidy recoverable from LIEDA	8.1	-	17,026,035
	Other		38,800	33,600
			542,228	18,667,934

# 24. TAXATION - net

Current	24,363,611	19,161,208
Deferred	(42,844,791)	(78,778,418)
M	(18,481,180)	(78,778,418)

#### 25. LOSS PER SHARE - BASIC AND DILUTED

#### Basic loss per share

	Half Year ended		Quarter	ended
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
Loss after taxation (Rupees)	(34,215,431)	(95,439,920)	(14,851,138)	(36,419,818)
		(Restated)		(Restated)
Weighted average number of ordinary shares	19,965,000	19,965,000	19,965,000	19,965,000
		(Restated)		(Restated)
Loss per share - basic (Rupees)	(1.71)	(4.78)	(0.74)	(1.82)

25.1 In accordance with the requirement of the International Accounting Standard (IAS) 33 'Earnings Per Share', the basic earning per share of the Company for the half yearly period and the quarter ended December 31, 2022 has been retrospectively adjusted for the effect of bonus element contained in the issue of bonus shares made during the year ended June 30, 2023.

#### 25.2 Diluted loss per share

There is no dilutive effect on the basic loss per share of the Company, since there were no potential ordinary shares in issue as at December 31, 2023 and December 31, 2022.

#### 26. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties comprise of the subsidiary companies, key management personnel and directors of the Company as well as their close family members and employees' gratuity fund . Remuneration and benefits to executives of the Company are in accordance with the terms of the employment. Remuneration of the Chief Executive, Directors and executives is disclosed in note 36 to the unconsolidated financial statements. Transactions entered into, and balances held with, related parties during the year, are as follows:

	Six months period ende	
	December 31,	December 31,
The second second sectors	2023	2022
Transaction with related parties	——— киј	pees ———
<u>SUBSIDIARIES</u>		
Sana Logistics (Private) Limited		
Rental income	7,800,000	7,800,000
Reimbursement of operation and maintenance expenses	-	118,416
Payment made by the Company against reimburseable expenses	236,575	-
Sana Distributors (Private) Limited		
Rental income	-	1,459,800
Rent received	413,610	2,110,354
Reimbursement of operation and maintenance expenses	259,230	725,963
Payment of reimburseable expenses on behalf of the Company	135,844	-
Payment made by the Company against reimburseable expenses	39,500	
Loan received	25,000,000	-
KEY MANAGEMENT PERSONNEL AND CLOSE FAMILY MEMBERS		
Mohammad Irfan Nawab (Chief Executive officer)		
Loan obtained during the period	9,500,000	1,500,000
Loan repaid during the period	5,000,000	-
Ibrahim Younus (Director)		
Loan obtained during the period	1,000,000	1,125,000
Loan repaid during the period	1,000,000	1,125,000
Mohammad Faizanullah (Director)		
Loan obtained during the period	3,300,000	-
Loan repaid during the period	2,000,000	-
Afshan Irfan (Director)		
Loan obtained during the period	1,000,000	-
Loan repaid during the period	1,000,000	-

	December 31, 2023	June 30, 2023
Balances with related parties at the end of the reporting period	Rupe	es
<u>SUBSIDIARIES</u>		
Sana Logistics (Private) Limited		
Rent receivable Receivable in respect of operation and maintenance expenses Receivable in respect of reimburseable expense incurred by the Company	87,336,000 4,032,000 236,575	79,536,000 4,032,000 -
Sana Distributors (Private) Limited		
Receivable from Sana Distribution (Private) Limited in respect of operation and maintenance expenses Payable against reimburseable expenses Loan payable KEY MANAGEMENT PERSONNEL AND CLOSE FAMILY MEMBERS	522,445 25,000,000	746,740 - -
Mohammad Irfan Nawab (Chief Executive officer)		
Loan payable as of the reporting date	8,000,000	3,500,000
Muhammad Faizanullah (Director)		
Loan payable as of the reporting date	2,200,000	900,000
Muhammad Younus Nawab (Director)		
Loan payable as of the reporting date	500,000	500,000
Ibrahim Younus (Director)		
Loan payable as of the reporting date	200,000	200,000

#### 27. FAIR VALUE HIERARCHY

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Company measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilitie

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

Following is the fair value hierarchy of the assets carried at fair value:

	Level 1	Level 2	Level 3	Total
As on December 31, 2023		Amount	in Rupees	
Financial assets measured at fair value Short term investment in units of mutual funds	2,976,540	-	-	2,976,540
As on June 30, 2023				
Financial assets measured at fair value				
Short term investments	2,365,969	-	-	2,365,969

#### 28. GENERAL

#### 28.1 Date of authorization for issue of these interim financial statements

These condensed interim unconsolidated financial statements were authorized for issue by the Board of Directors of the Company in their meeting held on **2.1 FEB 2024** 

#### 28.2 Level of rounding

Unless otherwise indicated, all figures in these condensed interim unconsolidated financial statements have been rounded off to the nearest rupee.

#### 28.3 **Reclassification of corresponding figures**

The corresponding figures have been rearranged and reclassified, wherever considered necessary, to comply with the requirements of the Companies Act, 2017 and for the purpose of comparison and better presentation. Following reclassifications have been made in these condensed interim unconsolidated financial statements.

Reclassified from component	Reclassified to component	Amount (Rupees)
Advance against gas connection - Sui Southern Gas Company Limited	Long term deposits and prepayments	11,097,000
(Other receivables)		

Chief Executive Officer

Director

.

Chief Financial Officer

# SANA INDUSTRIES LIMITED CONSOLIDATED INTERIM CONDENSED BALANCE SHEET (UN-AUDITED) AS AT 31 DECEMBER 2023 (UN-AUDITED)

	NOTE	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
ASSETS		(Rupe	es)
NON CURRENT ASSETS			
Property, plant and equipment	4	921,496,783	975,045,698
Right-of-use assets		44,796,499	61,099,145
Intangibles		591,072	727,454
Long term advance		1,000,000	1,000,000
Long term deposits		13,853,051	2,756,051
Deferred tax asset - net		184,988,383	138,989,832
		1,166,725,788	1,179,618,180
CURRENT ASSETS	_		· · · · · · · · · · · · · · · · · · ·
Stock-in-trade	5	320,574,127	333,776,000
Stores and spares		27,031,365	19,003,955
Short term investments		19,607,110	19,308,682
Trade debts		779,604,165	781,346,479
Loans and advances		100,010,425	20,262,483
Trade deposits and short term prepayments		9,345,014	4,369,590
Other receivables		23,215,369	76,392,815
Tax refunds due from government Cash and bank balances		126,105,297	140,770,016
Cash and bank balances		35,507,655	76,196,579
		1,441,000,525	1,471,426,599
TOTAL ASSETS		2,607,726,313	2,651,044,779
EQUITY AND LIABILITIES CAPITAL AND RESERVES			
Authorized share capital		200,000,000	200,000,000
Issued, subscribed and paid-up capital		199,650,000	199,650,000
Reserves		174,625,889	213,702,539
Equity attributable to the shareholders of holding company		374,275,889	413,352,539
Non controlling Interest	6	57,350,156	58,269,249
Total equity		431,626,045	471,621,788
NON CURRENT LIABILITIES			
Long term financing	7	257,583,279	263,050,026
Lease liability		53,833,315	56,802,630
Deferred liabilites	8	185,184,499 496,601,093	177,424,113 497,276,769
CURRENT LIABILITIES		· ·	
Trade and other payables		521,017,801	492,611,533
Subordinated Ioan from Directors		20,000,000	20,000,000
Accrued profit		40,622,003	57,837,225
Loans from directors and associates		89,554,960	60,865,000
Current portion of long term loans from a banking company	7	58,112,604	78,946,771
Current maturity of lease liability		30,972,296	24,366,149
Current maturity of deferred government grant		15,983,361	16,887,604
Provident Fund payable		-	
Unclaimed dividend		2,005,663	2,005,663
Short term Islamic finance Deferred tax liability	9	894,742,674 6,487,814	928,626,277
		1,679,499,176	1,682,146,222
CONTINGENCIES AND COMMITMENTS	10	-	-
TOTAL EQUITY AND LIABILITIES		2,607,726,313	2,651,044,779

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

1/1 fan elen Chief Executive

ason 24 Director

29

Chief Financial Officer

SANA INDUSTRIES LIMITED CONSOLIDATED INTERIM CONDENSED PROFIT AND LOSS ACCOUNT For the half year and quarter ended December 31, 2023 (unaudited)

		Half Year ended		Quarter ended	
	NOTE	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
		R u p e	e s	R u p e	e e s
Gross Turnover		3,374,094,976	2,434,394,762	1,594,676,350	1,230,602,986
Sales tax, Commisons and discounts		(518,861,159)	(485,522,215)	(235,471,689)	(253,415,536)
Cost of sales	11	2,855,233,817 (2,636,940,088)	1,948,872,547 (1,955,027,827)	1,359,204,661 (1,221,234,611)	977,187,451 (1,023,868,428)
Gross profit		218,293,729	(6,155,280)	137,970,050	(46,680,978)
Selling and distribution expenses Administrative expenses Other operating expenses		(57,673,016) (70,751,362) -	(15,331,820) (59,771,456) (1,135,609)	(30,218,931) (44,653,151)	(7,762,077) (24,921,423) (1,135,609)
Operating profit		89,869,351	(82,394,166)	63,097,968	(80,500,086)
Finance cost Other Income		(144,923,844) 3,050,520	(98,150,896) 42,289,164	(82,983,200) (1,979,432)	(54,109,216) 19,008,374
Profit for the period before taxation		(52,003,973)	(138,255,897)	(21,864,664)	(115,600,929)
Taxation		12,927,323	52,429,102	(914,386)	62,715,472
Profit after taxation		(39,076,650)	(85,826,795)	(22,779,050)	(52,885,457)
Earning per share	12	(1.91)	(7.92)	(1.00)	(5.20)

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

Ulfan elem

Chief Executive

Director

Chief Financial Officer

#### SANA INDUSTRIES LIMITED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME For the half year and quarter ended December 31, 2023 (unaudited)

Half Year ended		ed Quarter ende	
December 31,	December 31,	December 31,	December 31,
2023	2022	2023	2022
R u p o	e s	R u p o	e e s
(39,076,650)	(85,826,795)	(22,779,050)	(52,885,457)
-	-	-	-
(39,076,650)	(85,826,795)	(22,779,050)	(52,885,457)
(38,157,557)	(90,528,373)	(20.036.284)	(62,876,523)
(919,093)	4,701,578	(2,742,766)	9,991,066
(39,076,650)	(85,826,795)	(22,779,050)	(52,885,457)
	December 31, 2023 	December 31, 2023         December 31, 2022	December 31, 2023         December 31, 2022         December 31, 2023

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

fan Reeve

ief Executive

Director

Chief Financial Officer

#### SANA INDUSTRIES LIMITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED DECEMBER 31, 2023

		REVENUE RESERVES					
	lssued, subscribed and paid-up capital	General reserve	Share Premium	Un- appropriated profit	Sub Total	Total equity attributable to the shareholders of Holding Company	Non-controlling interest
Balance as at July 01, 2022	121,000,000	132,500,000	96,250,000	254,936,150	483,686,150	604,686,150	53,567,671
Final dividend paid for the year ended June 30, 2022	-	-		(12,100,000)	(12,100,000)	(12,100,000)	-
Total comprehensive income for half year ended December 31, 2022	-	-		(95,817,861)	(95,817,861)	(95,817,861)	9,991,066
Balance as at December 2022	121,000,000	132,500,000	96,250,000	147,018,289	375,768,289	496,768,289	63,558,737
Balance as at July 01, 2023	199,650,000	132,500,000	96,250,000	(15,047,461)	213,702,539	413,352,539	58,269,249
Profit after taxation for the half year ended December 31, 2023	-	-		(39,076,650)	(39,076,650)	(39,076,650)	(919,093)
Non-controlling interest arising on a business combination		-	-	-	-	-	
Balance as at December 31, 2023	199,650,000	132,500,000	96,250,000	(54,124,111)	174,625,889		57,350,156

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

Chief Executive

Director

~

Chief Financial Officer

#### SANA INDUSTRIES LIMITED

CONSOLIDATED INTERIM CONDENSED CASH FLOW STATEMENT

For the half year and quarter ended December 31, 2023 (unaudited)

CASH FLOWS FROM OPERATING ACTIVITIES         Rupped summers           Net profut(loss) before taxation         (32,003,973)         (138,255,897)           Add(Less): Adjustments for:         99,209,138         72,496,907           Loss/(Gain) on disposal of fixed assets         -         22,462           Profit on PLS account         (2,713,229)         (1,923,154)           Provision for gratuity         11,126,025         7,646,851           Amorization of government grant         -         (3,693,04)           Gain on disposal of fixed assets         144,923,844         98,150,896           Dividend income         (258,194)         (64,518)           France cost         144,923,844         98,150,896           Cash provided by operating activities before working capital changes         200,243,314         41,525,507           (Increase) in current assets         13         (4,403,053)         (148,064,334)           Increase in current liabilities         13         24,406,268         101,972,492           Suff Compensation benefit paid         (60,000)         (3,672,827)         222,255,948           Payment of Workers' profit participation fund         -         -         -           Payment of Workers' profit participation fund         27,307,009         (112,704,144) <t< th=""><th></th><th>NOTE</th><th>December 31, 2023</th><th>December 31, 2022</th></t<>		NOTE	December 31, 2023	December 31, 2022
Net profit/(loss) before taxation         (52,003,973)         (138,255,897)           Add/(Less): Adjustments for:         99,209,138         72,496,907           Loss/(Gain) on disposal of fixed assets         -         22,462           Provision for gratuity         11,126,025         7,646,881           Addividual income         (40,234)         (5,276)           Dividend income         (40,234)         (5,276)           Dividend income         (288,194)         (64,518)           Finance cost         144,923,844         98,150,896           Cash provided by operating activities before working capital changes         200,243,314         41,525,507           (Increase) in current assets         13         (4,403,053)         (148,064,334)           Increase in current liabilities         13         28,406,268         101,972,492           Z24,246,529         (4,566,334)         -         -           Finance cost         (162,289,907)         (7,14,60,815)         -           Staff Compensation benefit paid         -         -         -           Payment of Workers' world assets         27,307,009         (112,704,144)         (222,555,948)           Capital expenditure incurred         (24,276,643)         (222,555,948)         1,926,468 <t< td=""><td>CASH ELOWS EDOM ODED ATING ACTIVITIES</td><td></td><td> Кире</td><td>e s</td></t<>	CASH ELOWS EDOM ODED ATING ACTIVITIES		Кире	e s
Add(Less): Adjustments for: Depreciation99,209,13872,496,907Loss(Gain) on disposal of fixed assets-22,462Protision for gratuity(2,713,222)(1,923,154)Amorization of government grant-(3,659,304)Gain on disposal of short term investment(40,234)(5,276)Dividend income-7,116,811Provision for gas rate difference-7,116,811Finance cost-7,116,811Cash provided by operating activities before working capital changes200,243,31441,525,507(Increase) in current assets13(4,430,053)(148,064,334)Increase in current iabilities1328,406,268101,972,492Finance cost(162,289,907)(7,1460,815)-Staff Compensation benefit paid Payment of Workers' working requiresTaxes paid(34,049,613)(33,004,167)-Net cash inflow from used in operating activities27,307,009(112,704,144)Capital expenditure incurred Proceeds from sale of fixed assets20,233,481(22,255,548)Proceeds from sale of fixed assetsCASH FLOWS FROM FINANCING ACTIVITIES (Re-payment) of Diminishing Musharega Loan received against Islamic Temporary Economic Refinance Facility Payment of Diminishing Musharega 			(52 003 073)	(128 255 807)
Depreciation         99,209,138         72,496,907           Loss'(Gain) on disposal of fixed assets         22,462           Profit on FLS account         (2,713,292)         (1923,154)           Provision for gratuity         11,126,025         7,646,581           Amortization of government grant         (40,234)         (5,276)           Dividend income         (258,194)         (64,518)           Provision for gas rate difference         7,116,811         (44,023,844         98,150,896           Cash provided by operating activities before working capital changes         200,243,314         41,525,507           (Increase) in current assets         13         (4,403,053)         (148,064,334)           Increase in current liabilities         13         28,406,268         101,972,492           -         -         -         -         -           Payment of Workers' profit participation fund         -         -         -           Payment of Workers' profit participation fund         -         -         -           Payment of Workers' profit participation fund         -         -         -         -           Net cash inflow from used in operating activities         27,307,009         (112,704,144)         (222,553,489)         1,926,468         1,926,468			(32,003,973)	(138,235,897)
Loss'(Gain) on disposal of fixed assets       22,462         Profit on PLS account       (1,2713,292)         Provision for gratuity       11,126,025         Amortization of government grant       -         Gain on disposal of short term investment       (40,234)         Dividend income       (258,194)         France cost       -         Cash provided by operating activities before working capital changes       -         Cash provided by operating activities before working capital changes       -         Cash provided by operating activities before working capital changes       -         Cash provided by operating activities before working capital changes       -         Cash provided by operating activities before working capital changes       -         Therease) in current assets       13         Increase in current liabilities       13         Staff Compensation benefit paid       (60,0000)         Payment of Workers' Welfare Fund       -         Taxes paid       -         Net cash inflow from used in operating activities       27,307,009         Cast provide on bank accounts       -         Proceeds from sale of fixed assets       -         Proceeds from sale of stored assets       -         Proceeds from sale of stored assets       - <td></td> <td></td> <td>00 200 138</td> <td>72 496 907</td>			00 200 138	72 496 907
Profit on PLS account       (2,713,292)       (1,923,154)         Provision for gratuity       11,126,025       7,646,581         Amortization of government grant       (40,234)       (5,5276)         Dividend income       (258,194)       (64,518)         Provision for gas rate difference       7,116,811       7,116,811         Finance cost       144,923,844       98,150,896         Cash provided by operating activities before working capital changes       200,243,314       41,525,507         (Increase) in current assets       13       (4,403,053)       (148,064,334)         Increase in current liabilities       13       28,406,268       101,972,492			,203,130	
Provision for gratuity       11,126,025       7,646,581         Amortization of government grant       (40,234)       (5,276)         Dividend income       (258,194)       (64,518)         Provision for gas rate difference       -       7,116,811         Finance cost       144,923,844       98,150,896         Cash provided by operating activities before working capital changes       200,243,314       41,525,507         (Increase) in current assets       13       (4,403,053)       (148,064,334)         Increase in current liabilities       13       244,246,529       (4,566,334)         Finance cost       (162,289,907)       (71,460,815)       (64,618,04,04)         Staff Compensation benefit paid       (60,000)       (3,672,827)       -         Payment of Workers' profit participation fund       -       -       -         Payment of Workers' wolfare Fund       -       -       -         Taxes paid       (34,049,613)       (12,255,943)       (22,255,943)         Protist received on bank accounts       27,307,009       (112,704,144)         Cash inflow from used in operating activities       (21,563,651)       (220,58,494)         CASH FLOWS FROM FINANCING ACTIVITIES       (33,084,673)       114,26,023       14,292,250         <			(2 713 292)	
Amortization of government grant(3,659,304)Gain on disposal of short term investment(40,234)(5,276)Divided in income(28,8194)(64,518)Provision for gas rate difference-7,116,811Finance cost144,923,84498,150,896Cash provided by operating activities before working capital changes200,243,31441,525,507(Increase) in current assets13(4,403,053)(148,064,334)Increase in current liabilities1328,406,268101,972,492Zita,246,529(4,566,334)1328,406,268101,972,492Payment of Workers' profit participation fundPayment of Workers' Welfare FundTaxes paid(34,049,613)(33,004,167)(112,704,144)Net cash inflow from used in operating activities27,307,009(112,704,144)Capital expenditure incurred Proceeds from sale of fixed assets(21,563,651)(222,555,948)Net cash used in investing activities(21,563,651)(220,583,480)CASH FLOWS FROM FINANCING ACTIVITIES (Re-payment) of Diminishing Mushareqa Loan received against Islamic Temporary Economic Refinance Facility Divindens paid(33,883,603) (17,016,691)(20,583,7849)Dividends paid Dividends paid(164,322,82)322,909,848(12,071,563)Net (decrease) increase in cash and cash equivalents(40,688,924)(10,377,76)				
Gain on disposal of short term investment         (40,234)         (5,276)           Dividend income         (28,194)         (64,518)           Provision for gas rate difference         -         7,116,811           Finance cost         144,923,844         98,150,896           Cash provided by operating activities before working capital changes         200,243,314         41,525,507           (Increase) in current assets         13         (4,403,053)         (148,064,334)           Increase in current liabilities         13         28,406,268         101,972,492           -         -         -         -         -           Payment of Workers' profit participation fund         -         -         -           Payment of Workers' profit participation fund         -         -         -           Net cash inflow from used in operating activities         27,307,009         (112,704,144)         (222,255,948)           Profits received on bank accounts         -         -         -         -           Proceeds from sale of fixed assets         -         -         -           Profits received on bank accounts         -         -         -           Profits received no bank accounts         -         -         -           Proceeds from sale o	e ,		-	
Dividend income         (258,194)         (64,518)           Provision for gas rate difference         7,116,811         7,116,811           Finance cost         144,923,844         98,150,896           Cash provided by operating activities before working capital changes         200,243,314         41,525,507           (Increase) in current assets         13         (4,403,053)         (148,064,334)           Increase in current liabilities         13         28,406,268         101,972,492           224,246,529         (4,566,334)         28,406,268         101,972,492           Payment of Workers' profit participation fund         -         -         -           Payment of Workers' profit participation fund         -         -         -           Net cash inflow from used in operating activities         27,307,009         (112,704,144)           Capital expenditure incurred         (24,276,943)         (222,555,948)           Profits received on bank accounts         2,713,292         -         46,000           Net cash used in investing activities         (21,563,651)         (220,583,480)         (220,583,480)         (220,583,480)         (220,583,480)         14,920,255)         13,065,000         14,400,000         14,400,000         14,400,000         14,400,000         14,400,000         14,292,	6 6		(40 234)	
Provision for gas rate difference7,116,811Finance cost144,923,84498,150,986Cash provided by operating activities before working capital changes200,243,31441,525,507(Increase) in current assets13(4,403,053)(148,064,334)Increase in current liabilities1328,406,268101,972,492Trance cost(162,289,907)(71,460,815)Staff Compensation benefit paid(162,289,907)(71,460,815)Payment of Workers' profit participation fundPayment of Workers' welfare FundTaxes paid(34,049,613)(33,004,167)Net cash inflow from used in operating activities(24,276,943)(222,555,948)Proceeds from ale of fixed assets(21,563,651)(220,583,480)CASH FLOWS FROM FINANCING ACTIVITIES(33,883,603)(17,016,691)Chan received against Islamic finance(33,883,603)(12,071,563)Dividends paidLoan received / (repayment) of Diminishing Mushareqa(33,983,6713)(2,933,071)Loan received / (repayment) form directors and sponsorsDividends paidLoan received / (repayment) form directors and sponsorsNet (decrease)/increase in cash and cash equivalents(40,688,924)(10,377,76)				
Finance cost       144,923,844       98,150,896         Cash provided by operating activities before working capital changes       200,243,314       41,525,507         (Increase) in current assets       13       (4,403,053)       (148,064,334)         Increase in current liabilities       13       (4,403,053)       (148,064,334)         Increase in current liabilities       13       (24,246,529       (4,566,334)         Finance cost       (162,289,907)       (71,460,815)       (600,000)       (3,672,827)         Payment of Workers' welfare Fund       -       -       -       -         Taxes paid       (34,049,613)       (33,004,167)       (12,704,144)         Capital expenditure incurred       21,563,651       (222,555,948)       1,926,468         Proceeds from sale of fixed assets       -       -       46,000         Net cash used in investing activities       (21,563,651)       (220,583,480)       (220,584,80)         CASH FLOWS FROM FINANCING ACTIVITIES       -       -       -       41,923,250         Ioan received against Islamic Temporary Economic Refinance Facility       -       0,20,186,713)       (20,287,849)         Loan received / (repayment) of Diminishing Mushareqa       -       -       114,140,000       (2,933,071)       (2,933,071,618) <td></td> <td></td> <td>(230,1)4)</td> <td></td>			(230,1)4)	
Cash provided by operating activities before working capital changes         200,243,314         41,525,507           (Increase) in current assets         13         (4,403,053)         (148,064,334)           Increase in current liabilities         13         (24,26,529)         (4,566,334)           Finance cost         (162,289,907)         (71,460,815)         (600,000)         (3,672,827)           Payment of Workers' profit participation fund         -         -         -         -           Payment of Workers' profit participation fund         -         -         -         -           Net cash inflow from used in operating activities         27,307,009         (112,704,144)         (222,555,948)         1,926,468           Proceeds from sale of fixed assets         (21,563,651)         (220,553,480)         41,922,50         46,000           Net cash used in investing activities         (21,563,651)         (220,5287,849)         14,142,02,00         14,142,02,00           Loan received against Islamic Temporary Economic Refinance Facility         (20,186,713)         (2,93,071)         (2,93,071)           Payment of long-term / Lease Liability liability         (3,3,883,603)         (2,93,071)         (2,93,071)           Loan received / (repayment) of Diminishing Mushareqa         (20,186,713)         (2,93,071)         (2,93,071)	6		144 023 844	
(Increase) in current assets       13       (4,403,053)       (148,064,334)         Increase in current liabilities       13       (24,403,053)       (148,064,334)         Finance cost       (162,289,907)       (71,460,815)         Staff Compensation benefit paid       (600,000)       (3,672,827)         Payment of Workers' profit participation fund       -       -         Payment of Workers' Welfare Fund       -       -         Taxes paid       (34,049,613)       (33,004,167)         Net cash inflow from used in operating activities       27,307,009       (112,704,144)         Capital expenditure incurred       -       -         Proceeds from sale of fixed assets       -       -         Proceeds from sale of fixed assets       -       -         Proceeds from sale of fixed assets       -       -         CASH FLOWS FROM FINANCING ACTIVITIES       -       -         (Re-payment) of Dominishing Mushareqa       (33,883,603)       (12,05,287,849)         Loan received against Islamic Temporary Economic Refinance Facility       -       -         Loan received / (repayment) of Diminishing Mushareqa       -       -         Loan received / (repayment) from directors and sponsors       -       -       -         Dividends paid	T mance cost		144,923,044	98,130,890
Increase in current liabilities         13         28,406,268         101,972,492           Increase in current liabilities         13         28,406,268         101,972,492           224,246,529         (4,566,334)           Finance cost         (162,289,907)         (71,460,815)           Staff Compensation benefit paid         (600,000)         (3,672,827)           Payment of Workers' profit participation fund         -         -           Taxes paid         (34,049,613)         (33,004,167)           Net cash inflow from used in operating activities         27,307,009         (112,704,144)           Capital expenditure incurred         (24,276,943)         (222,555,948)           Proceeds from sale of fixed assets         -         -           Net cash used in investing activities         (21,563,651)         (220,583,480)           CASH FLOWS FROM FINANCING ACTIVITIES         -         -           (Re-payment) of Diminishing Mushareqa         -         -           Loan received against Islamic finance         -         -         -           (Re-payment) of long-term / Lease Liability liability         -         -         -           Payment of long-term / Lease Liability liability         -         -         -           Payment of Short term Islamic finance	Cash provided by operating activities before working capital changes		200,243,314	41,525,507
Increase in current liabilities         13         28,406,268         101,972,492           Increase in current liabilities         13         28,406,268         101,972,492           224,246,529         (4,566,334)           Finance cost         (162,289,907)         (71,460,815)           Staff Compensation benefit paid         (600,000)         (3,672,827)           Payment of Workers' profit participation fund         -         -           Taxes paid         (34,049,613)         (33,004,167)           Net cash inflow from used in operating activities         27,307,009         (112,704,144)           Capital expenditure incurred         (24,276,943)         (222,555,948)           Proceeds from sale of fixed assets         -         -           Net cash used in investing activities         (21,563,651)         (220,583,480)           CASH FLOWS FROM FINANCING ACTIVITIES         -         -           (Re-payment) of Diminishing Mushareqa         -         -           Loan received against Islamic finance         -         -         -           Payment of long-term / Lease Liability liability         -         -         -           Payment) of Diminishing Mushareqa         -         -         -           Loan received / (repayment) from directors and sponsors </td <td>(Increase) in current assets</td> <td>12</td> <td>(4 403 053)</td> <td>(148 064 334)</td>	(Increase) in current assets	12	(4 403 053)	(148 064 334)
Zith ConstraintsZith ConstraintsZith ConstraintsZith ConstraintsZith ConstraintsZith ConstraintsStaff Compensation benefit paid(4,566,334)Staff Compensation benefit paid(600,000)Payment of Workers' profit participation fund-Payment of Workers' Welfare Fund-Taxes paid(34,049,613)Net cash inflow from used in operating activities27,307,009Capital expenditure incurred(24,276,943)Proceeds from sale of fixed assets2,713,292Proceeds from sale of fixed assets-Net cash used in investing activities(21,563,651)CASH FLOWS FROM FINANCING ACTIVITIES(33,883,603)(Re-payment) of Short term Islamic finance(33,883,603)(Re-payment) of Short term Islamic Temporary Economic Refinance Facility-Loan received against Islamic Temporary Economic Refinance Facility-Loan received / (repayment) from directors and sponsors-Net cash inflow from/(used in) financing activities-Net cash inflow from/(used in) financing activities-Net (decrease)/increase in cash and cash equivalents(40,688,924)Net (decrease)/increase in cash and cash equivalents(40,688,924)				
Finance cost(162,289,907)(71,460,815)Staff Compensation benefit paid(600,000)(3,672,827)Payment of Workers' profit participation fundPayment of Workers' Welfare FundTaxes paid(34,049,613)(33,004,167)Net cash inflow from used in operating activities27,307,009(112,704,144)Capital expenditure incurred(24,276,943)(222,555,948)Profits received on bank accountsProceeds from sale of fixed assets-(21,563,651)Net cash used in investing activities(21,563,651)(220,583,480)CASH FLOWS FROM FINANCING ACTIVITIES(11,016,691)14,792,250I coan received against Islamic finance(Re-payment) of Short term Islamic finance(33,883,603)(12,071,263)I coan received against Islamic Temporary Economic Refinance Facility-114,140,000Loan received against Islamic Temporary Economic Refinance Facility-114,140,000Dividends paid13,065,000Net cash inflow from/(used in) financing activitiesNet (decrease)/increase in cash and cash equivalents(40,688,924)(10,377,776)	increase in current natifities	15		101,972,492
Staff Compensation benefit paid(600,000)(3,672,827)Payment of Workers' profit participation fundPayment of Workers' Welfare FundTaxes paid(34,049,613)(33,004,167)Net cash inflow from used in operating activities27,307,009(112,704,144)Capital expenditure incurred(24,276,943)(222,555,948)Proceeds from sale of fixed assets2,713,292(46,000)Net cash used in investing activities(21,563,651)(220,583,480)CASH FLOWS FROM FINANCING ACTIVITIES(33,883,603)(220,583,480)(Re-payment) of Diminishing Mushareqa(33,883,603)(205,287,849)Loan received against Islamic Temporary Economic Refinance Facility-114,140,000Loan received against Islamic Temporary Economic Refinance Facility-(20,186,713)Dividends paid(12,071,563)Dividends paidNet cash inflow from/(used in) financing activities(46,432,282)322,909,848Net (decrease)/increase in cash and cash equivalents(40,688,924)(10,377,776)			224,246,529	(4,566,334)
Staff Compensation benefit paid(600,000)(3,672,827)Payment of Workers' profit participation fundPayment of Workers' Welfare FundTaxes paid(34,049,613)(33,004,167)Net cash inflow from used in operating activities27,307,009(112,704,144)Capital expenditure incurred(24,276,943)(222,555,948)Proceeds from sale of fixed assets2,713,292(46,000)Net cash used in investing activities(21,563,651)(220,583,480)CASH FLOWS FROM FINANCING ACTIVITIES(33,883,603)(220,583,480)(Re-payment) of Diminishing Mushareqa(33,883,603)(205,287,849)Loan received against Islamic Temporary Economic Refinance Facility-114,140,000Loan received against Islamic Temporary Economic Refinance Facility-(20,186,713)Dividends paid(12,071,563)Dividends paidNet cash inflow from/(used in) financing activities(46,432,282)322,909,848Net (decrease)/increase in cash and cash equivalents(40,688,924)(10,377,776)	Finance cost		(162 280 007)	(71 460 815)
Payment of Workers' profit participation fundPayment of Workers' Welfare FundTaxes paid(34,049,613)(33,004,167)Net cash inflow from used in operating activities27,307,009(112,704,144)Capital expenditure incurred(24,276,943)(222,555,948)Profits received on bank accountsProceeds from sale of fixed assets-(24,276,943)(222,555,948)Net cash used in investing activities(21,563,651)(220,583,480)CASH FLOWS FROM FINANCING ACTIVITIES(21,563,651)(220,583,480)(Re-payment) of Short term Islamic finance(33,883,603)205,287,849(17,016,691)-14,792,25014,4792,250Loan received against Islamic Temporary Economic Refinance Facility-(20,186,713)(2,933,071)Dividends paidLoan received / (repayment) from directors and sponsors28,589,96013,065,000Net cash inflow from/(used in) financing activities(40,688,924)(10,377,776)				· · · · /
Payment of Workers' Welfare Fund Taxes paid			(000,000)	(3,072,827)
Taxes paid $(34,049,613)$ $(33,004,167)$ Net cash inflow from used in operating activities $27,307,009$ $(112,704,144)$ Capital expenditure incurred $(24,276,943)$ $(222,555,948)$ Profits received on bank accounts $2,713,292$ $1,926,468$ Proceeds from sale of fixed assets $ 46,000$ Net cash used in investing activities $(21,563,651)$ $(220,583,480)$ CASH FLOWS FROM FINANCING ACTIVITIES $(17,016,691)$ $14,792,250$ (Re-payment) of Short term Islamic finance $(17,016,691)$ $114,140,000$ Loan received against Islamic Temporary Economic Refinance Facility $ (2,933,071)$ Payments of long-term / Lease Liability liability $ (12,071,563)$ Dividends paid $  (12,071,563)$ Loan received / (repayment) from directors and sponsors $28,589,960$ $13,065,000$ Net (acsh inflow from/(used in) financing activities $(46,432,282)$ $322,909,848$ Net (decrease)/increase in cash and cash equivalents $(40,688,924)$ $(10,377,776)$			-	-
Net cash inflow from used in operating activities27,307,009(112,704,144)Capital expenditure incurred Profits received on bank accounts Proceeds from sale of fixed assets Net cash used in investing activities(24,276,943) 2,713,292 - (21,563,651)(222,555,948) 1,926,468 - 46,000CASH FLOWS FROM FINANCING ACTIVITIES (Re-payment) of Short term Islamic finance (Re-payment) of Diminishing Mushareqa Loan received against Islamic Temporary Economic Refinance Facility Dividends paid Loan received (repayment) from directors and sponsors Net cash inflow from/(used in) financing activities205,287,849 (17,016,691) - (20,186,713) (3,935,235) (2,933,071) (2,			- (34 040 613)	(22.004.167)
Capital expenditure incurred Profits received on bank accounts Proceeds from sale of fixed assets Net cash used in investing activities(24,276,943) 2,713,292 - (21,563,651)(222,555,948) 1,926,468 46,000CASH FLOWS FROM FINANCING ACTIVITIES (Re-payment) of Diminshing Mushareqa Loan received against Islamic Temporary Economic Refinance Facility Loan repayment against Islamic Temporary Economic Refinance Facility Payments of long-term / Lease Liability liability Dividends paid Loan received / (repayment) from directors and sponsors205,287,849 14,792,250 114,140,000 (29,336,713) (2,933,071) (2,933,071) (2,933,071) (2,933,071) (2,933,071) (2,0,71,563) 13,065,000Net (decrease)/increase in cash and cash equivalents(40,688,924)(10,377,776)	Taxes paid		(34,049,013)	(33,004,107)
Profits received on bank accounts2,713,2921,926,468Proceeds from sale of fixed assets-(21,563,651)(220,583,480)Net cash used in investing activities(21,563,651)(220,583,480)CASH FLOWS FROM FINANCING ACTIVITIES(33,883,603)(205,287,849)(Re-payment) of Short term Islamic finance(33,883,603)(205,287,849)(Re-payment) of Diminishing Mushareqa(31,7016,691)14,792,250Loan received against Islamic Temporary Economic Refinance Facility-(20,186,713)Payments of long-term / Lease Liability liability(3,935,235)(9,370,618)Dividends paid-(12,071,563)13,065,000Loan received / (repayment) from directors and sponsors(46,432,282)322,909,848Net (decrease)/increase in cash and cash equivalents(40,688,924)(10,377,776)	Net cash inflow from used in operating activities		27,307,009	(112,704,144)
Profits received on bank accounts2,713,2921,926,468Proceeds from sale of fixed assets-(21,563,651)(220,583,480)Net cash used in investing activities(21,563,651)(220,583,480)CASH FLOWS FROM FINANCING ACTIVITIES(33,883,603)(205,287,849)(Re-payment) of Short term Islamic finance(33,883,603)(205,287,849)(Re-payment) of Diminishing Mushareqa(31,7016,691)14,792,250Loan received against Islamic Temporary Economic Refinance Facility-(20,186,713)Payments of long-term / Lease Liability liability(3,935,235)(9,370,618)Dividends paid-(12,071,563)13,065,000Loan received / (repayment) from directors and sponsors(46,432,282)322,909,848Net (decrease)/increase in cash and cash equivalents(40,688,924)(10,377,776)	Capital expenditure incurred		(24 276 943)	(222 555 948)
Proceeds from sale of fixed assets-46,000Net cash used in investing activities(21,563,651)(220,583,480)CASH FLOWS FROM FINANCING ACTIVITIES(21,563,651)(220,583,480)(Re-payment) of Short term Islamic finance(33,883,603)205,287,849(Re-payment) of Diminishing Mushareqa(17,016,691)14,792,250Loan received against Islamic Temporary Economic Refinance Facility-(20,186,713)Dividends paid-(20,933,071)Loan received / (repayment) from directors and sponsors28,589,960(12,071,563)Net (decrease)/increase in cash and cash equivalents(40,688,924)(10,377,776)				
Net cash used in investing activities(21,563,651)(220,583,480)CASH FLOWS FROM FINANCING ACTIVITIES (Re-payment) of Short term Islamic finance (Re-payment) of Diminishing Mushareqa Loan received against Islamic Temporary Economic Refinance Facility Payments of long-term / Lease Liability liability Dividends paid Loan received / (repayment) from directors and sponsors Net cash inflow from/(used in) financing activities(33,883,603) (17,016,691) (17,016,691) (17,016,691) (20,186,713) (2,933,071) (2,933,071) (2,933,071) (2,933,071) (2,937,0618) (12,071,563) 13,065,000Net (decrease)/increase in cash and cash equivalents(40,688,924)			_,,	
CASH FLOWS FROM FINANCING ACTIVITIES(Re-payment) of Short term Islamic finance(33,883,603)205,287,849(Re-payment) of Diminishing Mushareqa(17,016,691)14,792,250Loan received against Islamic Temporary Economic Refinance Facility-(20,186,713)(2,933,071)Payments of long-term / Lease Liability liability(3,935,235)(9,370,618)(12,071,563)Dividends paid(12,071,563)13,065,000Loan received / (repayment) from directors and sponsors28,589,96013,065,000Net cash inflow from/(used in) financing activities(46,432,282)322,909,848Net (decrease)/increase in cash and cash equivalents(40,688,924)(10,377,776)			(21,563,651)	
(Re-payment) of Short term Islamic finance(33,883,603)205,287,849(Re-payment) of Diminishing Mushareqa-14,792,25014,792,250Loan received against Islamic Temporary Economic Refinance Facility-14,140,000(20,986,713)(2,933,071)Payments of long-term / Lease Liability liability-(3,385,906)14,792,250114,140,000Dividends paid-(20,186,713)(2,933,071)(2,933,071)Loan received / (repayment) from directors and sponsors-(12,071,563)13,065,000Net cash inflow from/(used in) financing activities(46,432,282)322,909,848-Net (decrease)/increase in cash and cash equivalents(40,688,924)(10,377,776)	C C		(,_,_,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	(,,,)
(Re-payment) of Diminishing Mushareqa(17,016,691)14,792,250Loan received against Islamic Temporary Economic Refinance Facility-114,140,000Loan repayment against Islamic Temporary Economic Refinance Facility(20,186,713)(2,933,071)Payments of long-term / Lease Liability liability(3,935,235)(9,370,618)Dividends paid-(12,071,563)Loan received / (repayment) from directors and sponsors28,589,96013,065,000Net cash inflow from/(used in) financing activities(46,432,282)322,909,848Net (decrease)/increase in cash and cash equivalents(40,688,924)(10,377,776)			(33 883 603)	205 287 840
Loan received against Islamic Temporary Economic Refinance Facility-114,140,000Loan repayment against Islamic Temporary Economic Refinance Facility(20,186,713)(2,933,071)Payments of long-term / Lease Liability liability(3,935,235)(9,370,618)Dividends paid-(12,071,563)Loan received / (repayment) from directors and sponsors28,589,96013,065,000Net cash inflow from/(used in) financing activities(46,432,282)322,909,848Net (decrease)/increase in cash and cash equivalents(40,688,924)(10,377,776)				
Loan repayment against Islamic Temporary Economic Refinance Facility(20,186,713)(2,933,071)Payments of long-term / Lease Liability liability(3,935,235)(9,370,618)Dividends paid-(12,071,563)(12,071,563)Loan received / (repayment) from directors and sponsors28,589,96013,065,000Net cash inflow from/(used in) financing activities(46,432,282)322,909,848Net (decrease)/increase in cash and cash equivalents(40,688,924)(10,377,776)			(17,010,091)	
Payments of long-term / Lease Liability liability(3,935,235)(9,370,618)Dividends paid-(12,071,563)Loan received / (repayment) from directors and sponsors28,589,96013,065,000Net cash inflow from/(used in) financing activities(46,432,282)322,909,848Net (decrease)/increase in cash and cash equivalents(40,688,924)(10,377,776)	- · · ·		(20.196.713)	
Dividends paid Loan received / (repayment) from directors and sponsors-(12,071,563) 13,065,000Net cash inflow from/(used in) financing activities(46,432,282)322,909,848Net (decrease)/increase in cash and cash equivalents(40,688,924)(10,377,776)				
Loan received / (repayment) from directors and sponsors28,589,96013,065,000Net cash inflow from/(used in) financing activities(46,432,282)322,909,848Net (decrease)/increase in cash and cash equivalents(40,688,924)(10,377,776)			(3,933,233)	
Net cash inflow from/(used in) financing activities       (46,432,282)       322,909,848         Net (decrease)/increase in cash and cash equivalents       (40,688,924)       (10,377,776)	1		28 580 060	
Net (decrease)/increase in cash and cash equivalents (40,688,924) (10,377,776)				
	iver cash innow noni/(used in) maneing activities		(40,432,202)	322,909,848
	Net (decrease)/increase in cash and cash equivalents		(40,688,924)	(10.377.776)
	Cash and cash equivalents at beginning of the period		76,196,579	70,244,958
Cash and cash equivalents at end of the period         35,507,655         59,867,182	Cash and cash equivalents at end of the period		35,507,655	59,867,182

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

lan Dlin

hief Executive

Director

Chief Financial Officer

#### SANA INDUSTRIES LIMITED

#### NOTES TO THE CONSOLIDATED INTERIM CONDENSED FINANCIAL STATEMENTS For the half year and quarter ended December 31, 2023 (unaudited)

#### 1. THE GROUP AND ITS OPERATIONS

The group consist of Sana Industries Ltd. ("The Holding Company") and its subsidiry companies Sana Logistics Pvt Ltd and Sana Distributors PvtLtd. Brief profile of Holding company and Subsidiry Company are as follows;

#### Sana Industries Limited (The Holding Company)

Sana Industries Limited (the Company) was incorporated in Pakistan as a public limited Company under the Companies Ordinance,

- 1.2 The geographical location and address of company's business units, including plant are as under:
  - The registered office of the Parent Company is situated at 33-D-2, Block 6, P.E.C.H.S., Karachi, Pakistan.
  - 'The Parent Company's manufacturing plant / mill is located at Hub trading estate, situated at Tehsil Hub, District Lasbela, Balochistan.
- 1.3 These condensed interim consolidated financial statements comprise of the Parent Company and its subsidiary company

Name of subsidiary company	Effective % shareholding
- Sana Logistics (Private) Limited	70.00%
- Sana Distributors (Private) Limited	99.99%

#### 1.4 Sana Logistics Private Limited (The Subsidiary Company)

Sana Logistics Private Limited (the subsidiary Company) was incorporated in Pakistan as a private limited Company under the Companies Ordinance, 1984. The principle activity of the subsidiary company is to provide services in respect of Dry Storage through "compartmentalized store project.

#### 1.5 Sana Distributors Private Limited (The Subsidiary Company)

Sana Distributors Private Limited (the subsidiary Company) was incorporated in Pakistan as a private limited Company under the Companies Ordinance, 1984. The principle activity of the subsidiary company is to solely distribute lubricant products all over Karachi.

#### 2. STATEMENT OF COMPLIANCE

This Condensed interim consolidated financial information has been prepared in accordance with the requirements of International Accounting Standard 34 (Interim Financial Reporting) as notified under the Companies Act, 2017; and has been reviewed by the external auditors as required by the Code of Corporate Governance.

This condensed interim consolidated financial information does not include all the information required for preparation of full financial information and should be read in conjunction with the preceding published annual financial statements for the year ended June 30, 2023.

The comparative balance sheet presented in this condensed interim consolidated financial information as at December 31, 2023 has been extracted from audited financial statements of the company holding company for the year ended June 30, 2023, whereas the comparative profit and loss account, statements of changes in equity and cash flow statements for the half year and quater ended Decmber 31, 2023 have been subjected to review but not audit.

#### 3. ACCOUNTING POLICIES

The accounting policies adopted for the preparation of this condensed interim consolidated financial information are the same as those applied in the preparation of the preceding published annual financial statements of the company for the year ended June 30, 2023.

#### 4. ESTIMATES AND JUDGMENTS

The significant judgment, estimates and assumptions used by the management in preparation of this condensed interim consolidated financial information are the same as those applied to the preceding published annual financial statements of the company for the year ended June 30, 2023.

			December 31,	June 30,
			2023	2023
			(Un-audited) (Rupee	(Audited)
4.1	TANGIB	LE FIXED ASSETS	(nupee	
		k value (NBV) at the beginning of the period	972,321,024	725,935,064
	Add:	Additions to tangible fixed assets	24,276,943	388,802,558
	Less:	Disposals during the period (NBV)	- 1	3,740,957
	LCSS.	Depreciation charged during the period	77,825,858	138,675,641
		, , , , , , , , , , , , , , , , , , , ,	77,825,858	142,416,598
	Net boo	k value (NBV) at the closiing of the period	918,772,109	972,321,024
		work-in-progress	2,724,674	2,724,674
			921,496,783	975,045,698
			===========	=======
5.	STOCK	N-TRADE		
э.		l packing material		
		hand	64,815,129	71,643,528
	- in	transit	-	30,811,348
			64,815,129	102,454,876
	Work in	-process	40,285,059	35,348,344
	Finished		208,690,806	186,853,722
	Waste s		1,228,500	991,825
	Packing	Material	5,554,633	8,127,233
			320,574,127	333,776,000
6.	INVEST	MENTS		
	Non-Co	ntrolling Interest		
		NCI (opening)	58,269,249	53,567,671
	Share in	(Loss) / Profit	(919,093)	4,701,578
	Share of	NCI (closing)	57,350,156	58,269,249
7.	LONG 1	ERM FINANCING		
		ning musharaka	137,637,642	118,924,510
		Auto Finance Ig under ITERF	178,058,241	270,781 143,854,735
		g under SBP Refinance Scheme for		-
		ent of Salaries and Wages	-	-
	Less: Cu	rrent portion	315,695,883 (58,112,604)	263,050,026 (50,106,416)
			257,583,279	212,943,610
				=======
8	DEFERR	ED LIABILITIES		
	Deferre	d government grant	36,787,381	47,504,430
		n for compensated absences	-	111,501
		astruture development cess irement benefits	62,790,691 85,606,427	53,563,299 56,101,549
			185,184,499	157,280,779
9.		FERM ISLAMIC FINANCE - secured		
	From co	mmercial banks	894,742,674	865,729,706

#### 10. CONTINGENCIES AND COMMITMENTS 10.1 Contingencies

Thre were no major changes in the contingencies as reported in the fimancial statements for the year ended June 30, 2023 except as discussed below:

During the period, the sale price of natural gas for "export oriented power" was increased by OGRA from Rs. 1,100 per MMBTU to Rs. 2,400 per MMBTU vide notification no. OGRA-10-3(8)/2023 dated November 08, 2023. The said notification was challenged by the several petitioners in Sindh High Court (SHC) on constitution and factual grounds. The Sindh High Court passed interim order, dated December 18, 2023, suspending the said notification subject to the condition that the Company (i.e. the gas consumers) shall deposit the differential amount of Rs. 1,300 per MMBTU in cash with the Nazir of the Court in seven days and in case of failure of payment on two consecutive months, interim order shall be deemed as recalled in respect of the Company.

The company joined the case in February 13, 2024 to benefit from the said injunction. In view of the above, the company has paid the full amount of the gas bill for the month of November and December 2023 as per new notification of OGRA dated November 08, 2023 and based on the suspension of this notification in interim order of the Sindh High Court, the Company has not recorded provision for gas in its cost to the extent of Rs. 26.563 million.

# 10.2 Commitments

Custom duty and income tax on stock in transit		2,161,522
Letter of gurantee issued by a commercial bank	147,517,771	33,420,771
Irrevocable letter of credits	120,745,598	117,028,775

			Half year ended		Quarter ended	
		-	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
11.	COST OF SALES		R u p e	e e s		
11.	Opening stock finished goods and waste		223,193,791	173,821,861	171,492,233	178,843,347
	Cost of goods manufactured		2,663,950,662	1,961,324,685	1,299,946,743	1,025,143,801
	Closing stock finished goods and waste		(250,204,365)	(180,118,719)	(250,204,365)	(180,118,719)
			2,636,940,088	1,955,027,827	1,221,234,610	1,023,868,429
12.	EARNING PER SHARE - BASIC AND DILUTED	-				
	Profit after taxation attributable to shareholders of the holding company	Rupees	(38,157,557)	(95,817,861)	(20,036,284)	(62,876,523)
	Issued ordinary shares		19,965,000	12,100,000	19,965,000	12,100,000
	Basic and diluted earnings per share	Rupees	(1.91)	(7.92)	(1.00)	(5.20)
13.	WORKING CAPITAL CHANGES					
	Decrease/(Increase) in current assets					
	Stock-in-trade		13,201,873	94,767,297		
	Stores and spares Short term investment		(8,027,410) (298,428)	(12,422,527) (14,985,116)		
	Trade debts		1,742,314	(160,177,638)		
	Advances		(79,747,942)	(32,139,628)		
	Deposits, pre-payments and other receivables		62,522,460	(8,223,804)		
	Sales tax refundable	_	6,204,079	(14,882,918)		
		=	(4,403,053)	(148,064,334)		
	Increase/(decrease) in current liabilities					
			28,406,268	101,972,492		

with related parties are as follows:

Relationship	Nature of transaction		
Borowings from Dired	ctors and family member	19,900,000	40,550,000
Repayment of broow	ings from Directors and family member	9,000,000	26,940,000
Rent paid to director	s family members	3,000,000	5,272,848

#### 15. GENERAL

15.1 These financial statements were authorised for issue by the Board of Directors on **21st Februry, 2024**.

15.2 Certain corresponding figures have been re-arranged wherever necessary for the purpose of comparison.

1/1 fan elen

Chief Executive

Director

Chief Financial Officer