

BIAFO INDUSTRIES LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024

| | Note | 30 June 2024 Rupees | 30 June 2023 Rupees |
|---|------|------------------------|------------------------|
| NON - CURRENT ASSETS | | | |
| Property, plant and equipment | 7 | 2,173,805,479 | 2,239,860,635 |
| Intangibles | 8 | 6,827,324 | 1,696,906 |
| Investment property | 9 | 66,177,965 | 66,861,509 |
| Long-term deposits | | 1,782,900 | 1,782,900 |
| | | <u>2,248,593,668</u> | <u>2,310,201,950</u> |
| CURRENT ASSETS | | | |
| Inventories | 10 | 664,272,833 | 701,685,072 |
| Trade debts | 11 | 237,781,007 | 683,746,715 |
| Short-term advances | 12 | 30,166,480 | 24,620,394 |
| Trade deposits, short- term prepayments and other receivables | 13 | 40,839,336 | 48,899,350 |
| Short-term investments | 14 | 259,706,166 | 247,960,072 |
| Advance tax - net | 15 | 34,784,994 | - |
| Cash and bank balances | 16 | 85,126,346 | 65,061,864 |
| | | <u>1,352,677,162</u> | <u>1,771,973,467</u> |
| CURRENT LIABILITIES | | | |
| Trade, other payables and accrued liabilities | 17 | 194,474,997 | 339,857,490 |
| Current portion of long-term loan | 19 | 62,841,143 | 63,608,865 |
| Current portion of lease liabilities | 21 | 2,218,147 | 4,446,011 |
| Short-term borrowings | 18 | 172,117,658 | 375,736,513 |
| Provision for taxation | 15 | - | 46,106,350 |
| Unclaimed dividend | | 44,372,446 | 33,867,196 |
| Unpaid dividend | | 27,821,548 | 17,288,408 |
| | | <u>503,845,939</u> | <u>880,910,833</u> |
| NET CURRENT ASSETS | | 848,831,223 | 891,062,634 |
| NON - CURRENT LIABILITIES | | | |
| Long-term loan | 19 | 61,301,556 | 122,603,091 |
| Employee benefit | 20 | 25,382,478 | 16,776,731 |
| Lease liabilities | 21 | - | 2,226,397 |
| Deferred tax liability - net | 22 | 74,627,586 | 128,006,728 |
| | | <u>161,311,620</u> | <u>269,612,947</u> |
| NET ASSETS | | 2,936,113,271 | 2,931,651,637 |
| REPRESENTED BY: | | | |
| SHARE CAPITAL AND RESERVES | | | |
| Share capital | 23 | 463,826,880 | 463,826,880 |
| Revenue reserve - unappropriated profit | | 1,020,082,479 | 945,568,206 |
| Capital reserve - revaluation surplus on property, plant and equipment - net of tax | 24 | 1,452,203,912 | 1,522,256,551 |
| | | <u>2,936,113,271</u> | <u>2,931,651,637</u> |
| CONTINGENCIES AND COMMITMENTS | | | |
| | 25 | | |

The annexed notes from 1 to 45 form an integral part of these financial statements.


Chief Financial Officer


Chief Executive Officer


Director

BIAFO INDUSTRIES LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED 30 JUNE 2024

| | | 30 June 2024 | 30 June 2023 |
|---|------|---------------------------|---------------------------|
| | Note | Rupees | Rupees |
| Revenue - net | 26 | 2,405,081,595 | 2,713,098,089 |
| Cost of sales | 27 | (1,389,584,113) | (1,529,135,366) |
| Gross profit | | <u>1,015,497,482</u> | <u>1,183,962,723</u> |
| Other income | 28 | 10,316,719 | 12,134,651 |
| Distribution expenses | 29 | (88,569,476) | (68,384,745) |
| Administrative expenses | 30 | (217,648,275) | (183,111,361) |
| Net impairment losses on financial assets | 11 | (269,795,809) | (68,120,455) |
| Operating profit | | <u>449,800,641</u> | <u>876,480,813</u> |
| Finance costs | 31 | (109,359,582) | (76,426,235) |
| Finance income | 32 | 33,634,999 | 102,599,765 |
| Net finance cost | | (75,724,583) | 26,173,530 |
| Workers' profit participation fund | | (18,703,803) | (45,132,717) |
| Workers' welfare fund | | (7,334,825) | (17,699,105) |
| Profit before income tax and final tax | | <u>348,037,430</u> | <u>839,822,521</u> |
| Final tax | 33 | (17,935,358) | (20,573,436) |
| Profit before income tax for the year | | <u>330,102,072</u> | <u>819,249,085</u> |
| Income tax expense | 34 | (35,074,607) | (211,570,130) |
| Profit after income tax for the year | | <u><u>295,027,465</u></u> | <u><u>607,678,955</u></u> |
| Earnings per share | | | |
| Basic and diluted | 35 | <u>6.36</u> | <u>13.10</u> |

The annexed notes from 1 to 45 form an integral part of these financial statements.


Chief Financial Officer


Chief Executive Officer


Director

BIAFO INDUSTRIES LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2024

| | <u>30 June 2024</u> Rupees | <u>30 June 2023</u> Rupees |
|--|-------------------------------|-------------------------------|
| Profit for the year | 295,027,465 | 607,678,955 |
| Other comprehensive income for the year | - | - |
| <i>Items that will not be reclassified to profit or loss</i> | | |
| Revaluation of property, plant and equipment | - | 273,761,148 |
| Tax effect on revaluation surplus for the year | (44,682,568) | (70,421,174) |
| Remeasurement of defined benefit plan | (77,489) | - |
| Tax on remeasurement of defined benefit plan | 22,472 | (2,314,474) |
| | <u>(44,737,585)</u> | <u>201,025,499</u> |
| Total comprehensive income for the year | <u>250,289,880</u> | <u>808,704,455</u> |

The annexed notes from 1 to 45 form an integral part of these financial statements.

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Chief Financial Officer


Chief Executive Officer


Director

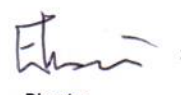
BIAFO INDUSTRIES LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2024

| | Capital Reserve | Revenue Reserve | | |
|---|---|------------------------|---------------|---------------|
| Share capital | Revaluation surplus on property, plant and equipment - net of tax | Unappropriated profits | Total equity | |
| ----- (Rupees) ----- | | | | |
| Balance at 01 July 2022 | 463,826,880 | 1,327,808,040 | 544,672,628 | 2,336,307,548 |
| Profit for the year ended 30 June 2023 | - | - | 607,678,955 | 607,678,955 |
| Other comprehensive income for the year | | | | |
| Remeasurement of defined benefit plan | - | - | (3,259,823) | (3,259,823) |
| Tax on remeasurement of defined benefit plan | - | - | 945,349 | 945,349 |
| Revaluation of property, plant and equipment- net of tax | - | 273,761,148 | - | 273,761,148 |
| Tax on revaluation of property, plant and equipment - including effect of change in tax rate | - | (70,421,174) | - | (70,421,174) |
| | - | 203,339,974 | (2,314,474) | 201,025,500 |
| Total comprehensive income for the period transferred to equity | - | 203,339,974 | 605,364,481 | 808,704,455 |
| Surplus on revaluation of property, plant and equipment realized through depreciation for the period - net of deferred tax | - | (8,891,463) | - | (8,891,463) |
| Transferred from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred tax | - | - | 8,891,463 | 8,891,463 |
| | 463,826,880 | 1,522,256,551 | 1,158,928,572 | 3,145,012,003 |
| Transactions with owners of the company | | | | |
| Distributions | | | | |
| Final cash dividend of 2022 @ Rs. 2.30 per share | - | - | (106,680,183) | (106,680,183) |
| 1st Interim cash dividend of 2023 @ Rs. 2.30 per share | - | - | (106,680,183) | (106,680,183) |
| Total transactions with owners of the Company | - | - | (213,360,366) | (213,360,366) |
| Balance at 30 June 2023 | 463,826,880 | 1,522,256,551 | 945,568,206 | 2,931,651,637 |
| Balance at 01 July 2023 | 463,826,880 | 1,522,256,551 | 945,568,206 | 2,931,651,637 |
| Profit for the year | - | - | 295,027,465 | 295,027,465 |
| Other comprehensive income for the year | | | | |
| Remeasurement of defined benefit plan | - | - | (77,489) | (77,489) |
| Tax on remeasurement of defined benefit plan | - | - | 22,472 | 22,472 |
| Revaluation of property, plant and equipment- net of tax | - | - | - | - |
| Tax on revaluation of property, plant and equipment - including effect of change in tax rate | - | (44,682,568) | - | (44,682,568) |
| | - | (44,682,568) | (55,017) | (44,737,585) |
| Total comprehensive income for the period transferred to equity | - | (44,682,568) | 294,972,448 | 250,289,880 |
| Transferred from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred tax | - | (25,370,071) | 25,370,071 | - |
| | 463,826,880 | 1,452,203,912 | 1,265,910,725 | 3,181,941,517 |
| Transactions with owners of the Company | | | | |
| Distributions | | | | |
| Final cash dividend of 2023 @ Rs. 3.00 per share | - | - | (139,148,064) | (139,148,064) |
| 1st Interim cash dividend of 2024 @ Rs. 2.30 per share | - | - | (106,680,182) | (106,680,182) |
| Total transactions with owners of the Company | - | - | (245,828,246) | (245,828,246) |
| Balance at 30 June 2024 | 463,826,880 | 1,452,203,912 | 1,020,082,479 | 2,936,113,271 |

The annexed notes from 1 to 45 form an integral part of these financial statements.


Chief Financial Officer


Chief Executive Officer


Director

BIAFO INDUSTRIES LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2024

| | 30 June 2024 | 30 June 2023 |
|--|----------------------|----------------------|
| Note | Rupees | Rupees |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before tax | 330,102,072 | 839,822,521 |
| Adjustments for: | | |
| Depreciation on property, plant and equipment | 7 89,314,878 | 62,118,985 |
| Amortization on intangibles | 8 1,184 | 1,776 |
| Depreciation on investment property | 9 683,544 | 701,071 |
| Finance costs | 80,643,231 | 71,092,197 |
| Provision for Workers' profit participation fund | 18,703,803 | 45,132,717 |
| Provision for Workers' welfare fund | 7,334,825 | 14,184,700 |
| Reversal for Workers' welfare fund | (4,897,969) | - |
| Provision for gratuity | 24,388,583 | 15,814,354 |
| Provision for slow moving inventory | - | (1,411,471) |
| Provision for compensated leave absences | 169,907 | 698,582 |
| Net impairment losses on financial assets | 269,795,809 | 68,120,455 |
| Dividend income | (19,328,316) | (21,195,676) |
| Rental income | (5,418,750) | (5,100,000) |
| Unrealized gain on remeasurement of investment | (169,152) | (720,295) |
| Unrealized exchange (gain)/ loss - net | 15,285,445 | (71,647,730) |
| Gain on sale of property, plant and equipment | - | (99,173) |
| Interest income | (14,137,531) | (9,526,529) |
| | 462,369,491 | 168,163,963 |
| | 792,471,563 | 1,007,986,484 |
| Changes in working capital: | | |
| Inventories | 37,412,239 | (157,349,342) |
| Trade debts | 160,884,455 | (292,505,482) |
| Advances, deposits, short term prepayments and other receivables | 2,226,802 | 88,634,271 |
| Trade and other payables | (111,040,172) | (65,970,115) |
| | 89,483,324 | (427,190,668) |
| Cash generated from operating activities | 881,954,887 | 580,795,816 |
| Finance costs paid | (81,410,954) | (76,879,711) |
| Contributions to Gratuity fund | (15,814,354) | (11,418,605) |
| Employee Benefits paid | (60,900) | (537,800) |
| Payments to Workers' welfare fund | - | - |
| Payments to Workers' profit participation fund | (45,132,717) | (18,904,265) |
| Income taxes paid | (214,005,189) | (163,546,689) |
| | (356,424,114) | (271,287,070) |
| Net cash from operating activities | 525,530,773 | 309,508,746 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Acquisition of property, plant and equipment | (28,391,316) | (24,351,664) |
| Proceeds from sale of property, plant and equipment | - | 99,173 |
| Purchase of Investments | (11,576,942) | 140,548,263 |
| Rent received | 5,418,750 | 5,100,000 |
| Dividend received | 19,328,316 | 21,195,676 |
| Interest received | 14,424,657 | 14,820,878 |
| Net cash generated from / (used in) investing activities | (796,535) | 157,412,326 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Dividend paid | (235,295,106) | (211,514,043) |
| Repayment of long term loan | (61,301,534) | (71,914,924) |
| Payment of lease liabilities | (4,454,261) | (16,926,959) |
| Net cash (used in) / generated from financing activities | (301,050,901) | (300,355,926) |
| Net increase / (decrease) in cash and cash equivalents | 223,683,337 | 166,565,146 |
| Cash and cash equivalents at beginning of the period | (310,674,649) | (477,239,795) |
| Cash and cash equivalents at end of the period | (86,991,312) | (310,674,649) |

The annexed notes from 1 to 45 form an integral part of these financial statements.


Chief Financial Officer


Chief Executive Officer


Director