



BIAFO INDUSTRIES LIMITED

Manufacturer of Tovex® Explosives
& Blasting Accessories



QUARTERLY REPORT
FOR THE PERIOD ENDED

SEPTEMBER
2024

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YEARS
OF EXCELLENCE IN SERVICE





The image shows the exterior of a building named 'BIAFO HOUSE'. The building features a mix of materials: a light-colored stone wall on the left, a white wall on the right, and a tan-colored horizontal band above the entrance. A large glass window is positioned above the entrance, reflecting the surrounding greenery. A set of brown stone steps leads up to the entrance, flanked by a black ramp and metal railings. Two potted plants are visible near the entrance. The foreground is a paved area with yellow parking lines. The name 'BIAFO HOUSE' is written in large, metallic, 3D letters on the tan band above the entrance.

BIAFO HOUSE

BOARD OF DIRECTORS

EXECUTIVE DIRECTORS

M. Afzal Khan
Anwar Moin
Ms. Mehreen Hosain

Deputy Chairman
Chief Executive Officer
Director

NON EXECUTIVE DIRECTORS

Ms. Ayesha Humayun Khan
Ms. Syeda Shahbano Abbas
M. Zafar Khan
Khwaja Ahmad Hosain
Muhammad Waheed

Director
Director
Director
Director
Director

INDEPENDENT DIRECTORS

Ehsan Mani
Syed Zomma Mohiuddin
Adnan Afridi
Himayat Ullah

Chairman
Director
Director
Director

COMPANY SECRETARY

Khawaja Shaiq Tanveer

CHIEF FINANCIAL OFFICER

Syed Sajid Hussain Shah

AUDIT & RISK MANAGEMENT COMMITTEE

Adnan Afridi	Chairman
Ms. Ayesha Humayun Khan	Member
Ehsan Mani	Member
Muhammad Waheed	Member
Himayat Ullah	Member

HR & REMUNERATION COMMITTEE

Ehsan Mani	Chairman
Ms. Mehreen Hosain	Member
Ms. Syeda Shahbano Abbas	Member
Anwar Moin (CEO)	Member
Khwaja Ahmad Hosain	Member

AUDITORS

Yousuf Adil Chartered Accountants

LEGAL ADVISORS

Chima & Ibrahim, Raza Khalil Abbasi Suhrawardy

BANKERS

Allied Bank Limited	Bank of Khyber
National Bank of Pakistan	United Bank Limited

REGISTERED OFFICE

BIAFO INDUSTRIES LIMITED

1st Floor, Biafo House, Plot No. 23, St No. 38-40,
I&T Centre, G-10/4, Islamabad, Pakistan
Tel: +92 51 2353450-53, 2353455-57 Fax: +92 51 2353458
Website: www.biafo.com, E-mail: management@biafo.com

FACTORY

BIAFO INDUSTRIES LIMITED

Plot No: 70, Phase III, Industrial Estate, Hattar, Distt Haripur,
Khyber Pakhtunkhwa, Pakistan
Tel: +92 995 617830 Fax: +92 995 617497
Website: www.biafo.com, E-mail: plant@biafo.com

SHARES REGISTRAR

F.D. REGISTRAR SERVICES (PVT.) LTD.

17th Floor, Saima Trade Tower-A, I.I.Chundigar Road, Karachi.
Tel: +92 21 32271905-6 Fax: +92 21 32621233
E-mail: info@fdregistrar.com | fdregistrar@yahoo.com



DIRECTORS' REPORT

DIRECTORS' REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2024

Your Directors submit the un-audited accounts for the quarter ended 30th September 2024.

The period under review has been a challenging one for the Company. The net sales revenue was Rs. 651.48 million, compared to Rs. 980.59 million in the previous year resulting in a decrease in sales by 33.56% as compared to the quarter ended September 2023.

For the period under review, supplies to mining and construction sector increased, whereas supplies to the oil and gas, export and large projects decreased because of economic slowdown and security reasons as compared to the quarter ended September 2023.

Gross profit decreased by 52.26% to Rs. 219.99 M as compared to previous year's comparable quarter (30 September 2023: Rs. 460.85 M). The net profit after taxation decreased by 63.12% to Rs. 98.59 M. as compared to the quarter ended September 2023. This resulted in an EPS of Rs. 2.13 (EPS September 2023: Rs. 5.76). Profitability decreased mainly due to decrease in sales volume.

Expenses were within budget as approved by the Board of Directors.

The Board of Directors has not recommended an interim cash dividend for the period ended 30 September 2024.

Your Board takes this opportunity to express its appreciation to all its employees for their hard work and continued efforts in meeting business challenges and the cooperation of all its stakeholders.

For and on behalf of the Board



Anwar Moin
Chief Executive Officer



Ehsan Mani
Chairman

Islamabad

23 October 2024

بیافوانڈسٹریز لمیٹڈ

30 ستمبر 2024 کو ختم ہونے والی سہ ماہی کے لئے ڈائریکٹرز رپورٹ

آپ کے ڈائریکٹرز 30 ستمبر 2024 کو ختم ہونے والی سہ ماہی کے لیے غیر آڈٹ شدہ اکاؤنٹس جمع کراتے ہیں۔

زیر جائزہ مدت کمپنی کے لیے ایک چیلنجنگ رہی ہے۔ کمپنی کی اصل فروخت کی قدر (نیٹ سیلز ویلیو) زیر جائزہ سہ ماہی میں گزشتہ سہ ماہی کی نسبت 33.56 فیصد کمی کے بعد 651.48 ملین روپے رہی (ستمبر 2023: 980.59 ملین روپے)

زیر جائزہ مدت کے لیے، کان کنی اور تعمیراتی شعبے کو سپلائی میں اضافہ ہوا، جب کہ ستمبر 2023 کو ختم ہونے والی سہ ماہی کے مقابلے میں تیل و گیس، برآمدات اور بڑے منصوبوں میں سپلائرز اقتصادی سست روی اور سیکیورٹی وجوہات کی وجہ سے کم رہی۔

زیر نظر مدت میں خام منافع % 52.26 کمی کے بعد 219.99 ملین روپے رہا جبکہ گزشتہ سال اسی عرصہ میں (30 ستمبر 2023: روپے 460.85 ملین)، جبکہ ٹیکس کٹوتی کے بعد خالص منافع ستمبر 2023 کو اختتام پذیر ہونے والی اسی مدت کی نسبت 63.12 فیصد کمی کے بعد 98.59 ملین روپے رہا۔ جس کے نتیجے میں فی شیئر آمدن 2.13 روپے رہی۔ (ستمبر 2023: فی شیئر آمدن، 5.76 روپے)۔ فروخت کے حجم میں کمی کی وجہ سے منافع میں کمی ہوئی۔

اخراجات بورڈ آف ڈائریکٹرز کی طرف سے منظور کردہ بجٹ کے اندر تھے۔

بورڈ آف ڈائریکٹرز نے 30 ستمبر 2024 کو ختم ہونے والی سہ ماہی کے لیے کوئی منافع منقسمہ تجویز نہیں کیا ہے۔

آپ کا بورڈ اس موقع پر اپنے جملہ ملازمین کا، کمپنی کی ترقی اور کاروباری چیلنجز کو پورا کرنے کے لئے ان کی سخت محنت اور مسلسل کوششوں کی نسبت اور اپنے تمام اسٹیک ہولڈرز کے تعاون کی بابت ان کے لئے خصوصی ستائش کا اظہار کرتا ہے۔

بورڈ کی جانب سے



احسان مانی
چیرمین



انور معین
چیف ایگزیکٹو آفیسر

اسلام آباد

23 اکتوبر 2024

STATEMENT OF FINANCIAL POSITION (UN-AUDITED) AS AT 30 SEPTEMBER 2024

	Note	Unaudited 30 Sep 2024 Rupees	Audited 30 June 2024 Rupees
NON - CURRENT ASSETS			
Property, plant and equipment	4	2,170,346,382	2,173,805,479
Intangibles		6,827,126	6,827,324
Investment property		66,013,634	66,177,965
Long-term deposits		1,782,900	1,782,900
		2,244,970,042	2,248,593,668
CURRENT ASSETS			
Inventories		494,861,319	664,272,833
Trade debts		472,412,997	237,781,007
Short-term advances		22,064,322	30,166,480
Trade deposits, short-term prepayments and other receivables		58,141,044	40,839,336
Short-term investments	5	267,598,359	259,706,166
Advance tax - net		52,694,735	34,784,994
Cash and bank balances		80,122,068	85,126,346
		1,447,894,844	1,352,677,162
CURRENT LIABILITIES			
Trade, other payables and accrued liabilities	6	192,938,703	194,474,997
Current portion of long-term loan		62,665,499	62,841,143
Current portion of lease liabilities		1,615,976	2,218,147
Short-term borrowings	7	190,101,606	172,117,658
Unclaimed dividend		47,268,423	44,372,446
Unpaid dividend		19,413,677	27,821,548
		514,003,884	503,845,939
		933,890,960	848,831,223
NET CURRENT ASSETS			
NON - CURRENT LIABILITIES			
Long-term loan		45,976,172	61,301,556
Employee benefit		16,524,852	25,382,478
Deferred tax liability - net	8	81,657,741	74,627,586
		144,158,765	161,311,620
		3,034,702,237	2,936,113,271
NET ASSETS			
REPRESENTED BY:			
SHARE CAPITAL AND RESERVES			
Share capital		463,826,880	463,826,880
Revenue reserve - unappropriated profit		1,124,393,402	1,020,082,479
Capital reserve - revaluation surplus on property, plant and equipment - net of tax		1,446,481,955	1,452,203,912
		3,034,702,237	2,936,113,271
CONTINGENCIES AND COMMITMENTS			
	9		

The annexed notes from 1 to 16 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE PERIOD ENDED 30 SEPTEMBER 2024

	Note	Quarter Ended		Quarter Ended	
		30 Sep 2024	Period to Due Date	30 Sep 2023	Period to Due Date
		Rupees	Rupees	Rupees	Rupees
Revenue - net	10	651,475,748	651,475,748	980,587,619	980,587,619
Cost of sales		(431,482,784)	(431,482,784)	(519,736,657)	(519,736,657)
Gross profit		219,992,964	219,992,964	460,850,962	460,850,962
Other income		9,030,163	9,030,163	1,275,000	1,275,000
Distribution expenses		(17,283,961)	(17,283,961)	(15,812,204)	(15,812,204)
Administrative expenses		(60,158,067)	(60,158,067)	(56,664,734)	(56,664,734)
Net impairment losses on financial assets		6,554,321	6,554,321	-	-
Operating profit		158,135,420	158,135,420	389,649,024	389,649,024
Finance costs		(9,161,737)	(9,161,737)	(24,681,851)	(24,681,851)
Finance income		8,304,693	8,304,693	13,014,694	13,014,694
Net finance cost		(857,044)	(857,044)	(11,667,157)	(11,667,157)
Workers' profit participation fund		(7,863,919)	(7,863,919)	(18,899,093)	(18,899,093)
Workers' welfare fund		(3,083,890)	(3,083,890)	(7,411,409)	(7,411,409)
Profit before income tax and final tax		146,330,567	146,330,567	351,671,365	351,671,365
Income tax expense		(47,741,601)	(47,741,601)	(84,374,654)	(84,374,654)
Profit after income tax for the period		98,588,966	98,588,966	267,296,711	267,296,711
Earnings per share					
Basic and diluted		2.13	2.13	5.76	5.76

The annexed notes from 1 to 16 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer

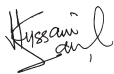


Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE PERIOD ENDED 30 SEPTEMBER 2024

	Quarter Ended		Quarter Ended	
	30 Sep 2024	Period to Due Date	30 Sep 2023	Period to Due Date
	Rupees	Rupees	Rupees	Rupees
Profit for the period	98,588,966	98,588,966	267,296,711	267,296,711
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	98,588,966	98,588,966	267,296,711	267,296,711

The annexed notes from 1 to 16 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE PERIOD ENDED 30 SEPTEMBER 2024

	Share capital	Capital Reserve Revaluation surplus on property, plant and equipment - net of tax	Revenue Reserve Unappropriated profits	Total equity
	----- (Rupees) -----			
Balance at 01 July 2023 (Audited)	463,826,880	1,522,256,551	945,568,206	2,931,651,637
Profit for the period	-	-	267,296,711	267,296,711
Total comprehensive income for the period transferred to equity	-	-	267,296,711	267,296,711
Surplus on revaluation of property, plant and equipment realized through depreciation for the period - net of deferred tax	-	(6,342,518)	-	(6,342,518)
Transferred from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred tax	-	-	6,342,518	6,342,518
Balance at 30 September 2023	463,826,880	1,515,914,033	1,219,207,435	3,198,948,348
Balance at 01 July 2024 (Audited)	463,826,880	1,452,203,912	1,020,082,479	2,936,113,271
Profit for the period	-	-	98,588,966	98,588,966
Total comprehensive income for the period transferred to equity	-	-	98,588,966	98,588,966
Surplus on revaluation of property, plant and equipment realized through depreciation for the period - net of deferred tax	-	(5,721,957)	-	-
Transferred from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred tax	-	-	5,721,957	-
Balance at 30 September 2024	463,826,880	1,446,481,955	1,124,393,402	3,034,702,237

The annexed notes from 1 to 16 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE PERIOD ENDED 30 SEPTEMBER 2024

	Note	30 Sep 2024 Rupees	30 Sep 2023 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		146,330,567	351,671,365
Adjustments for:			
Depreciation on property, plant and equipment		20,127,545	20,705,670
Amortization on intangibles		197	296
Depreciation on investment property		164,331	170,886
Finance costs		7,768,683	23,351,912
Provision for Workers' profit participation fund		7,863,919	18,899,093
Provision for Workers' welfare fund		3,083,890	7,411,409
Provision for gratuity		5,459,001	4,602,729
Reversal of impairment losses on financial assets		(6,554,321)	-
Dividend income		-	(4,481,841)
Rental income		(1,593,750)	(1,275,000)
Unrealized gain on remeasurement of investment		(5,303,037)	(282,098)
Unrealized exchange (gain)/ loss - net		411,786	(4,146,042)
Gain on sale of property, plant and equipment		(7,436,413)	-
Interest income		(3,001,656)	(4,104,713)
		20,990,175	60,852,301
		167,320,742	412,523,666
Changes in working capital:			
Inventories		169,411,514	(5,064,810)
Trade debts		(228,522,986)	(204,384,211)
Advances, deposits, short term prepayments and other		(6,197,894)	(20,179,872)
Trade and other payables		29,827,582	52,103,767
		(35,481,784)	(177,525,126)
Cash generated from operating activities		131,838,958	234,998,540
Finance costs paid		(7,944,327)	(14,828,105)
Contributions to Gratuity fund		(14,316,627)	-
Employee Benefits paid		-	(40,500)
Payments to Workers' profit participation fund		(18,703,803)	(40,000,000)
Income taxes paid		(85,312,959)	(40,062,290)
		(126,277,716)	(94,930,895)
Net cash from operating activities		5,561,242	140,067,645
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property, plant and equipment		(19,452,803)	(3,282,672)
Proceeds from sale of property, plant and equipment		13,645,011	-
Purchase of investments		-	(5,150,335)
Rent received		1,593,750	1,275,000
Dividend received		-	4,481,841
Interest received		-	2,421,174
Net cash generated from / (used in) investing activities		(4,214,042)	(254,992)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(8,407,871)	(17,418)
Repayment of long term loan		(15,325,384)	(17,632,712)
Payment of lease liabilities		(602,171)	(1,451,734)
Net cash (used in) / generated from financing activities		(24,335,426)	(19,101,864)
Net increase / (decrease) in cash and cash equivalents		(22,988,226)	120,710,789
Cash and cash equivalents at beginning of the period		(86,991,312)	(310,674,649)
Cash and cash equivalents at end of the period		(109,979,538)	(189,963,860)

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The annexed notes from 1 to 16 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED 30 SEPTEMBER 2024

1 THE COMPANY AND ITS OPERATIONS

Biafo Industries Limited ("the Company") was incorporated in Pakistan on 07 September 1988 as a public limited company under the Companies Ordinance, 1984 (now the Companies Act, 2017). Previously, the shares of the Company were quoted on Karachi and Islamabad Stock Exchanges of Pakistan. However, due to integration of these Stock Exchanges into Pakistan Stock Exchange, effective 11 January 2016, the shares of the Company are now quoted on Pakistan Stock Exchange. The Company started its commercial production on 01 July 1994 and is principally engaged in the manufacturing of commercial explosives and blasting accessories including detonators and other materials. The Company's license for manufacturing and sale of explosives is required to be renewed annually. The Company's production facility is situated at Hattar Industrial Estate, Khyber Pakhtunkhwa, with its registered office located at 1st Floor, Biafo House, Plot No. 23, Street No. 38-40, I & T Centre, G-10/4, Islamabad, Pakistan.

2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for condensed interim financial reporting. The accounting and reporting standards as applicable in Pakistan for condensed interim financial reporting comprise of:

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

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

The disclosures in these condensed interim financial statements do not include the information that was reported for full annual audited financial statements and should therefore be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2024. Comparative condensed interim statement of financial position is extracted from the annual audited financial statements as of 30 June 2023, whereas comparative condensed interim statement of profit or loss, comparative condensed interim statement of comprehensive income, comparative condensed interim statement of cash flows and comparative condensed interim statement of changes in equity are extracted from unaudited interim financial statements for three months period ended 30 Sep 2023.

These condensed interim financial statements are unaudited and are being submitted to the members as required under Section 237 of the Companies Act, 2017 and the Listing Regulations of the Pakistan Stock Exchange Limited.

3 MATERIAL ACCOUNTING POLICY INFORMATION AND ESTIMATES

During the period, the Company adopted Disclosure of Accounting Policies (Amendments to IAS 1) from 01 January 2023. The amendments require the disclosure of 'material', rather than 'significant', accounting policies. Although the amendments did not result in any changes to the accounting policies themselves.

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and the key sources of estimation

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED 30 SEPTEMBER 2024

uncertainty are the same as those applied in the preparation of the financial statements as at and for the year ended 30 June 2024.

Certain new IFRSs and amendments to existing IFRSs are effective for periods beginning on or after 01 July 2023 which do not have any impact on the Company's financial reporting except the disclosure of material accounting policy information rather than significant accounting policies and therefore, have not been detailed in this condensed interim financial information.

The Company's financial risk management objectives and policies are consistent with those disclosed in the audited financial statements for the year ended 30 June 2024. There is no change in the nature and corresponding hierarchies of fair value levels of financial instruments from those as disclosed in the audited financial statements of the Company for the year ended 30 June 2024. The carrying amounts of financial assets and financial liabilities are estimated to approximate their fair value as of 30 Sep 2024.

4 PROPERTY, PLANT AND EQUIPMENT

During three months period ended 30 Sep 2024, the Company acquired property, plant and equipment aggregating to Rs. 19,452,803 (30 Sep 2023: Rs. 3,396,422). Further details are as follows:

	Three Months Ended	
	Unaudited 30 Sep 2024 Rupees	Unaudited 30 Sep 2023 Rupees
Additions		
Vehicles	13,594,422	-
Building on Leasehold land	-	463,520
Furniture and fixtures	238,213	796,479
IT & Appliances	2,940,305	672,973
Plant, machinery & Equipments	2,679,863	1,349,700
Capital work in progress	-	113,750
	19,452,803	3,396,422
Depreciation Charge		
Building on leasehold land	1,458,716	1,448,760
Plant, machinery & Equipments	15,766,085	17,815,350
Furniture and fixtures	230,814	188,563
Vehicles	819,630	254,513
Right of use asset	252,716	684,789
IT & Appliances	1,599,584	313,695
	20,127,545	20,705,670

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED 30 SEPTEMBER 2024

	Note	Unaudited 30 Sep 2024 Rupees	Audited 30 June 2024 Rupees
5			
SHORT – TERM INVESTMENTS			
Equity securities – at FVTPL		111,125,730	105,822,693
Debt securities – at amortized cost		156,472,629	153,883,473
		267,598,359	259,706,166
6			
TRADE AND OTHER PAYABLES			
Trade creditors		95,688,217	48,247,025
Contract liability – unsecured		18,891,391	5,868,095
Accrued liabilities		50,365,642	47,423,349
Insurance payable		51,294	783,119
Workers' profit participation fund payable		7,863,919	18,703,803
Workers' welfare fund payable		10,418,715	7,334,825
Payable to employees' provident fund		3,440,024	2,145,037
Taxes / Levies payable		6,219,501	26,691,772
Other payables		-	37,277,972
		192,938,703	194,474,997
7			
SHORT – TERM BORROWINGS			
Allied Bank Limited (ABL)		160,558,551	169,833,596
United Bank Limited (UBL)		29,543,055	2,284,062
	7.1	190,101,606	172,117,658

7.1 The facility limits, securities offered and markup rates of these short term borrowings are the same as disclosed in the annual audited financial statements for the year ended 30 June 2024.

	Unaudited 30 Sep 2024 Rupees	Audited 30 June 2024 Rupees
8		
DEFERRED TAX LIABILITY– net		
Taxable temporary difference		
Property, plant and equipment	101,822,503	97,429,181
Right of use assets	3,181,440	3,045,153
Surplus on revaluation of property, plant and equipment	128,414,252	131,419,320
	233,418,195	231,893,654
Deductible temporary difference		
Employee benefits	(7,786,302)	(10,735,731)
Trade debts	(141,701,061)	(144,257,246)
Stores, spares and loose tools	(2,273,091)	(2,273,091)
	(151,760,454)	(157,266,068)
	81,657,741	74,627,586

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED 30 SEPTEMBER 2024

9 CONTINGENCIES AND COMMITMENTS

There is no material change in the contingent liabilities as reported in the annual financial statements for the year ended 30 June 2024.

Letters of credit issued by banks on behalf of the Company for the import of raw materials and Plant & Machinery amounted to Rs. 10,705,920 at 30 Sep 2024 (30 June 2024: Rs. 10,705,920).

Letter of guarantee issued by Allied Bank Limited on behalf of the Company for the issuance of performance bond to secure the contracts with different government and private entities outstanding amounted to Rs. 9,761,197 at 30 Sep 2024 (30 June 2024: Rs. 20,340,970).

Letter of guarantee issued by United Bank Limited on behalf of the Company for the issuance of performance bond to secure the contracts with different government and private entities outstanding amounted to Rs. 31,107,000 at 30 Sep 2024 (30 June 2024: Rs. 31,107,000).

10 REVENUE- net

Gross local sales
Sales tax
Net local sales
Net export sales

Three Months Ended	
Unaudited 30 Sep 2024 Rupees	Unaudited 30 Sep 2023 Rupees
314,891,055	447,330,931
(48,034,229)	(68,236,908)
266,856,826	379,094,023
384,618,922	601,493,596
651,475,748	980,587,619
80,122,068	91,936,019
(190,101,606)	(281,899,879)
(109,979,538)	(189,963,860)

11 CASH AND CASH EQUIVALENTS

For the purpose of cash flow statement cash and cash equivalents comprise of:

Cash and bank balances
Short term borrowings - running finance (Note 7.1)

12 RELATED PARTY TRANSACTIONS AND BALANCES

Related parties comprise of directors, key management personnel, major shareholders, entities over which the directors are able to exercise influence and employees' fund. Transactions with related parties during the period and balances at the reporting date are as follows:

	Three Months Ended	
	Unaudited 30 Sep 2024 Rupees	Unaudited 30 Sep 2023 Rupees
Directors and key management personnel		
Remuneration including perquisites to Chief Executive Officer	4,800,000	5,456,000
Remuneration including perquisites to Directors	3,630,000	3,136,250
Remuneration including perquisites to key management personnel	9,813,099	6,189,750
Other related parties		
Payment to employees' provident fund	6,287,676	5,183,496
Payable to employees' provident fund - unsecured	3,440,024	1,823,271
Payable to staff retirement gratuity fund - unsecured	15,453,468	19,149,957

13 FAIR VALUES OF FINANCIAL INSTRUMENTS

Fair value is the amount that would be received on sale of an asset or paid on transfer of a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and fair value estimates. Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Company is current bid price. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurements' requires the Company to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2024

	Carrying amount		Fair value						
	Financial Asset	Financial liabilities	Rupees						
	Amortized cost	Fair value through profit or loss	Amortized cost	Total	Level 1	Level 2	Level 3	Total	
Financial assets and liabilities									
30 September 2024 (Unaudited)									
Financial assets measured at fair value									
Short - term investments	-	111,125,730	-	111,125,730	111,125,730	-	-	-	111,125,730
	-	111,125,730	-	111,125,730	111,125,730	-	-	-	111,125,730
Financial assets not measured at fair value									
Trade debts	472,412,997	-	-	472,412,997	-	-	-	-	-
Advances to employees	2,460,372	-	-	2,460,372	-	-	-	-	-
Other receivables	2,034,097	-	-	2,034,097	-	-	-	-	-
Short - term investments	156,472,629	-	-	156,472,629	-	-	-	-	-
Bank balances	80,122,068	-	-	80,122,068	-	-	-	-	-
Trade deposits	15,870,113	-	-	15,870,113	-	-	-	-	-
Long - term deposits	1,782,900	-	-	1,782,900	-	-	-	-	-
Total financial assets	731,155,176	111,125,730	-	842,280,906	111,125,730	-	-	-	111,125,730
Financial liabilities not measured at fair value									
Short-term borrowings	-	-	190,101,606	190,101,606	-	-	-	-	-
Unclaimed dividend	-	-	47,268,423	47,268,423	-	-	-	-	-
Unpaid dividend	-	-	19,413,677	19,413,677	-	-	-	-	-
Long term loans	-	-	108,641,671	108,641,671	-	-	-	-	-
Lease liabilities	-	-	1,615,976	1,615,976	-	-	-	-	-
Trade and other payables	-	-	146,105,153	146,105,153	-	-	-	-	-
Total financial liabilities	-	-	513,146,506	513,146,506	-	-	-	-	-

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2024

Financial assets and liabilities	Carrying amount		Fair value				
	Fair value	Financial liabilities	Level 1	Level 2	Level 3	Total	
	Amortized cost	through profit or loss	Total	Level 1	Level 2	Level 3	Total
30 June 2024	Rupees						
Financial assets measured at fair value	Rupees						
Short term investments	-	105,822,693	-	105,822,693	-	-	105,822,693
	-	105,822,693	-	105,822,693	-	-	105,822,693
Financial assets not measured at fair value	Rupees						
Trade debts	237,781,007	-	-	-	-	-	-
Advances to employees	805,794	-	237,781,007	-	-	-	-
Other receivables	2,034,097	-	805,794	-	-	-	-
Short-term investments	153,883,473	-	2,034,097	-	-	-	-
Bank balances	84,839,303	-	153,883,473	-	-	-	-
Trade deposits	17,130,610	-	84,839,303	-	-	-	-
Long - term deposits	1,782,900	-	17,130,610	-	-	-	-
Total financial assets	498,257,184	105,822,693	604,079,877	105,822,693	-	-	105,822,693
Financial liabilities not measured at fair value	Rupees						
Short-term borrowings	-	-	172,117,658	-	-	-	-
Unclaimed dividend	-	-	44,372,446	-	-	-	-
Unpaid dividend	-	-	27,821,548	-	-	-	-
Long term loans	-	-	125,682,304	-	-	-	-
Lease liabilities	-	-	2,218,147	-	-	-	-
Trade and other payables	-	-	160,423,237	-	-	-	-
Total financial liabilities	-	-	532,635,340	-	-	-	-

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED 30 SEPTEMBER 2024

		Three Months Ended	
		Unaudited 30 Sep 2024	Unaudited 30 Sep 2023
14	EARNINGS PER SHARE		
	<i>- Basic and diluted</i>		
	Profit for the period	Rupees	
		98,588,966	267,296,711
	Weighted average number of ordinary shares	Numbers	
		46,382,688	46,382,688
	Earnings per share	Rupees	
		2.13	5.76

15 NON ADJUSTING EVENTS AFTER REPORTING DATE AND DATE OF AUTHORIZATION FOR ISSUE

15.1 The Board of Directors of the Company in their meeting held on 23 October 2024 has not proposed any dividend for the period under review.

15.2 These condensed interim financial statements were authorized for issue by the Board of Directors of the Company in their meeting held on 23 October 2024.

16 GENERAL 16.1

Figures in these condensed interim financial statements have been rounded off to the nearest rupee.



Chief Financial Officer



Chief Executive Officer




Director

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