

Quarterly
Accounts
September, 30
2024

BIBOJEE GROUP



BANNU

WOOLLEN MILLS LIMITED

COMPANY'S PROFILE

Board of Directors	Mr. Ahmad Kuli Khan Khattak Mrs. Shahnaz Sajjad Ahmad Lt Gen. (Retd.) Ali Kuli Khan Khattak Dr. Shahin Kuli Khan Khattak Syed Zubair Ahmed Shah Mr. Abdul Rehman Qureshi (Independent) Brig(R.) Agha Arshad Raza (Independent)	Chairman Chief Executive
Audit Committee	Mr. Abdul Rehman Qureshi Syed Zubair Ahmad Shah Brig(R.) Agha Arshad Raza	Chairman Member Member
Human Resource & Remuneration Committee	Mr. Abdul Rehman Qureshi Lt. Gen. (Retd.) Ali Kuli Khan Khattak Mr. Ahmad Kuli Khan Khattak Mrs. Shahnaz Sajjad Ahmad Syed Zubair Ahmed Shah Brig(R.) Agha Arshad Raza	Chairman Member Member Member Member
Chief Operating Officer (COO)	Mr. Khalid Kuli Khan Khattak	
Chief Financial Officer	Mr. Kalim Aslam	
Company Secretary	Mr. Azmat Khan	
Head of Internal Audit	Mr. Salman Khan - ACA	
Auditors	M/S. ShineWing Hameed Chaudhri & Co Chartered Accountants	
Bankers	National Bank of Pakistan Bank Alfalah Ltd.	
Legal Adviser	M/S Hassan & Hassan, Advocates Paaf Building, 1-D, Kashmir / Egerton Road, Lahore	
Tax Consultant	M. Nawaz Khan & Co 1-Ground Floor, Farrah Centre, 2 Mozang Road, Lahore	
Registrars & Shares Registration Office	CDC Share Registrar (Services) Limited CDC House, 99-B, Block B, S.M.C.H.S. Main Shahra-e-Faisal, Karachi-74400 Tel: UAN# 021-0800 23275, Fax: 021-34326053 E-Mail: info@cdcsrsl.com	
Registered Office	Bannu Woollen Mills Ltd D.I.Khan Road, Bannu Tel. (0928) 612274, 662273, 613250 E-Mail bannuwoollen@yahoo.com Web Site: www.bwm.com.pk	
Mills	D.I.Khan Road, Bannu Tel. (0928) 612274, 662273, 613250 E-Mail bannuwoollen@yahoo.com Web Site: www.bwm.com.pk	

BANNU WOOLLEN MILLS LIMITED

DIRECTORS' REVIEW

On behalf of the Board of Directors of Bannu Woollen Mills Limited, we are pleased to present the unaudited condensed interim financial statements for the three months period ended September 30, 2024.

THE FINANCIAL HIGHLIGHTS OF THE COMPANY FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024 ARE AS FOLLOWS: -

	Quarter Ended Sep. 30,	
	2024	2023
	(Rupees in thousand)	
Sales – net	321,293	193,806
Gross profit	100,197	51,112
Profit from Operations	57,044	6,312
Profit / (loss) before taxation	30,909	(22,639)
Profit / (loss) after taxation	21,104	(20,229)
	----- Rupees -----	
Earnings / (loss) per share	<u>2.22</u>	<u>(2.13)</u>

OPERATING PERFORMANCE REVIEW

During the quarter under review our company has achieved substantial growth and improved financial performance over the corresponding period. Our sales have increased significantly from Rs. 193,806 thousand in 2023 to Rs. 321,293 thousand (65.78%) in 2024, reflecting a robust increase in revenue. This growth is further emphasized by the rise in our gross profit, which has doubled from Rs. 51,112 thousand to Rs. 100,197 thousand, indicating enhanced efficiency in managing our costs of goods sold. Additionally, our profit from operations has seen a remarkable increase from Rs. 6,312 thousand to Rs. 57,044 thousand, showcasing our improved operational efficiency and reduced operating expenses. Notably, we have turned around from a loss before taxation in 2023 to a profit of Rs. 30,909 thousand in 2024, marking a significant financial turnaround. Our earnings per share (EPS) have also shifted from a loss in 2023 to a positive figure in 2024, signifying improved profitability for our shareholders. These achievements reflect our strategic initiatives and commitment to driving growth and profitability.

The Company achieved greasy production of 177,551 meters of fabric as compared to 244,500 meters in the corresponding period of last year. The Company's finance cost amounting Rs. 26,135 thousand in first quarter as against Rs. 28,951 thousand in the corresponding period. The management remains optimistic that demand will improve in the second quarter, potentially leading to a stronger financial performance.

Future outlook

Pakistan's economy is currently facing significant challenges and remains heavily dependent on IMF support. The upcoming year is expected to be difficult as the country navigates macroeconomic instability while adhering to strict monetary and fiscal policies. The economic

outlook will largely depend on political stability and the continued implementation of reforms under the IMF program.

Despite these challenges, the business environment has shown significant improvement compared to the previous year. Eased import restrictions, currency stabilization, and reduced inflation have created a more conducive operating environment, enabling the company to expand its operations. However, we are still facing the challenge of preserving our profit margins in the context of substantial cost escalations. These cost escalations are primarily driven by rising raw material costs, increased power and fuel expenses, and elevated levels of inflation. We remain committed to navigating these challenges and leveraging the improved business environment to sustain and grow our operations.

The management recognizes that the economic landscape in Pakistan will continue to present challenges in the foreseeable future, with persistent inflationary pressures, fluctuating exchange rates, and elevated business expenses. Despite these challenges, our primary emphasis will be on driving a rise in sales revenue for the financial year ending June 30, 2025. This strategic focus is expected to contribute significantly to further improvements in the company's profitability. Additionally, we are committed to overcoming our liquidity challenges by ensuring adequate working capital for our operations. We remain optimistic about navigating the current economic conditions and achieving sustainable growth for our company.


Acknowledgement

We want to formally express our gratitude for the dedication and hard work demonstrated by our executives, officers, staff members, and workers in contributing to the Company's exceptional results. Additionally, the Board extends its appreciation to all banks, customers, and suppliers for their unwavering support and commitment to the Company.

On behalf of the Board of Directors,



(ABDUL REHMAN QURESHI)
DIRECTOR



(SHAHNAZ SAJJAD AHMAD)
CHIEF EXECUTIVE OFFICER

October 30, 2024

بنوں وولن ملز لمیٹڈ

ڈائریکٹر کا جائزہ

بنوں وولن ملز لمیٹڈ، بنوں کے بورڈ آف ڈائریکٹرز پہلی سہ ماہی 30 ستمبر 2024 کے غیر آڈٹ شدہ مالیاتی رپورٹ اور ڈائریکٹرز رپورٹ پیش کرتے ہوئے خوش محسوس کرتے ہیں۔

کمپنی کی پہلی سہ ماہی، 30 ستمبر 2024 کے مالی نتائج مندرجہ ذیل ہیں:-

پہلی سہ ماہی کا اختتام		
30 ستمبر 2024	30 ستمبر 2023	
-- روپے ہزاروں میں --		
321,293	193,806	خالص فروخت
100,197	51,112	مجموعی منافع
57,044	6,312	منافع کارکردگی
30,909	(22,639)	ٹیکس سے پہلے منافع / (نقصان)
21,104	(20,229)	ٹیکس کے بعد منافع / (نقصان)
-- روپے --		
2.22	(2.13)	(نقصان) / منافع فی حصص

کارکردگی کا جائزہ:

زیر جائزہ مدت کے دوران ہماری کمپنی نے اسی مدت کے دوران خاطر خواہ ترقی اور بہتر مالی کارکردگی حاصل کی ہے۔ ہماری سیکلز نمایاں طور پر 2024 میں 321,293 ہزار روپے (65.78 فیصد) تک بڑھ گئی ہے جبکہ 2023 میں 193,806 ہزار روپے تھے جو کہ آمدنی میں زبردست اضافہ کی عکاسی کرتی ہے۔ کمپنی کا گراس پرافٹ جو کہ ستمبر 2023 میں 51,112 ہزار روپے تھا سے بڑھ کر ستمبر 2024 میں 100,197 روپے ہو گیا ہے۔ مزید برآں آپریشنز سے ہمارے منافع میں 6,312 ہزار روپے سے 57,044 ہزار روپے کا غیر معمولی اضافہ دیکھا گیا ہے، جو کہ ہماری آپریشنل کارکردگی اور آپریٹنگ اخراجات میں کمی کو ظاہر کرتا ہے۔ قابل ذکر بات یہ ہے کہ ہم نے 2023 میں ٹیکس لگانے سے پہلے کے نقصان کو 2024 میں 30,909 ہزار روپے سے منافع میں بدل دیا ہے جو ایک اہم مالیاتی تبدیلی کی نشاندہی کرتا ہے۔ ہماری فی حصص آمدنی بھی 2023 میں نقصان سے 2024 میں مثبت اعداد و شمار میں تبدیل ہو گئی ہے جو ہمارے شیئرز ہولڈرز کے لئے بہتر منافع کی نشاندہی کرتی ہے۔ یہ کامیابیاں ہمارے سٹریٹجک اقدامات، ترقی اور منافع کو بڑھانے کے عزم کی عکاسی کرتی ہے۔

کمپنی نے 177,551 میٹر فیٹرک گریڈ پیپروار کی مد میں حاصل کیا جو گزشتہ سال اسی مدت میں 244,500 میٹر تھی۔ پہلی سہ ماہی میں کمپنی کی مالیاتی لاگت 26.135 بلین روپے رہی جو کہ گزشتہ سال اسی مدت میں 28.951 بلین روپے تھی۔ انتظامیہ پر امید ہے کہ دوسری سہ ماہی میں طلب میں بہتری آئے گی، جو کہ ممکنہ طور پر مضبوط مالیاتی کارکردگی کا باعث بنے گی۔

مستقبل کے نقطہ نظر سے:

پاکستان کی معیشت کو اس وقت اہم چیلنجز کا سامنا ہے اور اس کا بہت زیادہ انحصار آئی ایم ایف کی مدد پر ہے۔ آنے والا سال مشکل ہو سکتا ہے کیونکہ ملک سخت مالی اور مالیاتی پالیسیوں پر عمل کرتے ہوئے میکرو اکنامک عدم استحکام کی طرف گامزن ہے۔ معاشی نقطہ نظر کا زیادہ تر انحصار سیاسی استحکام اور آئی ایم ایف پروگرام کے تحت اصلاحات کے مسلسل نفاذ پر ہوگا۔

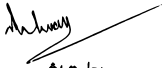
ان حالات کے باوجود کاروباری ماحول میں گزشتہ سال کے مقابلے میں نمایاں بہتری آئی ہے۔ درآمدی پابندیوں میں نرمی، کرنسی کے استحکام اور افراط زر میں کمی نے آپریٹنگ ماحول کو مزید سازگار بنا دیا ہے جس سے کمپنی اپنے کام کو وسعت دے سکتی ہے۔ تاہم ہمیں اب بھی لاگت کے خاطر خواہ اضافے کے تناظر میں اپنے منافع کے مارجن کو محفوظ رکھنے کے چیلنجز کا سامنا ہے۔ یہ لاگت میں اضافہ بنیادی طور پر خام مال کے بڑھتے ہوئے اخراجات، بجلی اور ایندھن کے بڑھتے ہوئے اخراجات اور افراط زر کی بلندی کی وجہ سے ہوتا ہے۔ ہم ان چیلنجز کو نیوگیٹ کرنے، اپنے کاموں کو برقرار رکھنے اور بڑھانے کے لئے بہتر کاروباری ماحول سے فائدہ اٹھانے کے لئے پرعزم ہیں۔

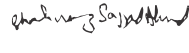
انتظامیہ اس بات کو تسلیم کرتی ہے کہ پاکستان میں معاشی منظر نامہ، مستقبل قریب میں مسلسل افراط زر کے دباؤ، شرح مبادلہ کے اتار چڑھاؤ اور بڑھتے ہوئے کاروباری اخراجات کے ساتھ چیلنجز پیش کرتا رہے گا۔ ان چیلنجز کے باوجود ہمارا بنیادی زور 30 جون، 2025 کو ختم ہونے والے مالی سال کے لئے سیکڑ یونیٹوں میں اضافے پر ہوگا۔ توقع کی جاتی ہے کہ اس سٹریٹجک توجہ سے کمپنی کے منافع میں مزید بہتری لانے میں ہم کردار ادا کیا جائے گا۔ مزید برآں ہم اپنے اپریشنز کے لئے مناسب ورکنگ کپیکٹیٹی کو یقینی بنا کر اپنے لیکویڈیٹی چیلنجز پر قابو پانے کے لئے پرعزم ہیں۔ ہم موجودہ معاشی حالات کو نیوگیٹ کرنے اور اپنی کمپنی کے لئے پائیدار ترقی کے حصول کے بارے میں پرامید ہیں۔

اعتراف:

ہم باضابطہ طور پر اس لگن اور محنت کا اظہار کرنا چاہتے ہیں جس کا مظاہرہ ہمارے ایگزیکٹو، افسران، عملے کے اراکین اور کارکنان نے کمپنی کے غیر معمولی نتائج میں حصہ ڈالنے میں کیا۔ مزید برآں، بورڈ تمام بنکوں، صارفین اور سپلائرز کی کمپنی کے لئے ان کے غیر متنزل حمایت اور اہمگی کی تعریف کرتا ہے۔

کمپنی کے بورڈ آف ڈائریکٹرز کی جانب سے


(عبدالواحد قریشی)
ڈائریکٹر


(شہباز سامد)
چیف ایگزیکٹو آفیسر

30 اکتوبر، 2024

BANNU WOOLLEN MILLS LIMITED

Condensed Interim Statement of Financial Position

As At September 30, 2024

	Un-audited Sept. 30, 2024	Audited Jun. 30, 2024
Note	(Rupees in thousand)	
ASSETS		
Non-current assets		
Property, plant and equipment	5 1,561,591	1,569,223
Intangible assets	199	104
Investments in Associated Company	6 1,149,945	1,149,945
Security deposits	3,794	3,794
	<u>2,715,529</u>	<u>2,723,066</u>
Current assets		
Stores and spares	159,938	150,813
Stock-in-trade	761,735	815,116
Trade debts	315,854	126,126
Advances to employees - unsecured, considered good	20,554	22,125
Advance payments	26,682	16,208
Prepayments and other receivables	55,254	2,011
Sales tax refundable	0	16,110
Income tax refundable, advance tax and tax deducted at source	17,768	15,381
Cash and bank balances	3,324	4,306
	<u>1,361,109</u>	<u>1,168,196</u>
TOTAL ASSETS	<u>4,076,638</u>	<u>3,891,262</u>
EQUITY AND LIABILITIES		
Equity		
Authorised capital		
20,000,000 ordinary shares of Rs.10 each	<u>200,000</u>	<u>200,000</u>
Issued, subscribed and paid-up capital	95,063	95,063
Capital reserves		
- share premium	19,445	19,445
- revaluation surplus on property, plant and equipment	7 2,741,929	2,743,515
Revenue reserves		
- general	154,055	154,055
- unappropriated profit	143,655	120,965
Shareholders' equity	<u>3,154,147</u>	<u>3,133,043</u>
Liabilities		
Non-current liabilities		
Lease liabilities	2,411	4,096
Staff retirement benefits - gratuity	156,081	146,585
Deferred taxation	54,911	52,570
	<u>213,403</u>	<u>203,251</u>
Current liabilities		
Trade and other payables	186,954	99,997
Contract liabilities	10,651	6,882
Unpaid dividends	3,452	3,452
Unclaimed dividends	4,746	4,746
Accrued mark-up	25,294	22,588
Short term finances	449,963	396,799
Current portion of lease liabilities	8,681	8,622
Provision for tax levies & income taxes	8 19,347	11,882
	<u>709,088</u>	<u>554,968</u>
	<u>922,491</u>	<u>758,219</u>
Contingencies and commitments	9	
TOTAL EQUITY AND LIABILITIES	<u>4,076,638</u>	<u>3,891,262</u>

The annexed notes form an integral part of these financial statements.



Shahnaz Sajjad Ahmad
Chief Executive



Abdul Rehman Qureshi
Director



Kalim Aslam
Chief Financial Officer

BANNU WOOLLEN MILLS LIMITED

Condensed Interim Statement of Profit or Loss & Other Comprehensive Income
(Unaudited)
For The First Quarter Ended September 30, 2024

	Quarter Ended	
	2024	2023
	(Rupees in thousand)	
Sales - net	321,293	193,806
Cost of sales	221,096	142,694
Gross profit	100,197	51,112
Distribution cost	8,110	8,264
Administrative expenses	37,232	38,040
Other expenses	0	0
Other operating income	(2,189)	(1,504)
	43,153	44,800
Profit from Operations	57,044	6,312
Finance cost	26,135	28,951
Profit / (loss) before revenue taxes and income taxes	30,909	(22,639)
Minimum taxes - levy	7,464	2,442
Profit / (loss) before income tax	23,445	(25,081)
Income tax - deferred tax	2,341	(4,852)
Profit / (loss) for the period	21,104	(20,229)
Other comprehensive income	0	0
Total comprehensive income / (loss)	21,104	(20,229)
	----- Rupees -----	
Earnings / (loss) per share	2.22	(2.13)

- The annexed notes form an integral part of this condensed interim financial information.
- Appropriations have been reflected in the statement of changes in equity.



Shahnaz Sajjad Ahmad
Chief Executive



Abdul Rehman Qureshi
Director



Kalim Aslam
Chief Financial Officer

BANNU WOOLLEN MILLS LIMITED
Condensed Interim Statement of Changes in Equity (Un-Audited)
For the 1st Quarter Ended September 30, 2024


Share capital	Reserves				Total
	Capital		Revenue		
	Share premium	Revaluation surplus on property, plant and equipment	General	Unappropriated profit / (accumulated loss)	

	----- Rupees in '000 -----					
Balance as at July 01, 2023	95,063	19,445	2,766,738	154,055	(191,670)	2,843,631
Total comprehensive income for the quarter ended September 30, 2023	0	0	0	0	(20,229)	(20,229)
Transfer from revaluation surplus on property, plant and equipment (net of deferred taxation) on account of:						
- incremental depreciation for the period	0	0	(1,669)	0	1,669	0
Balance as at September 30, 2023	95,063	19,445	2,765,069	154,055	(210,230)	2,823,402
Balance as at June 30, 2024	95,063	19,445	2,743,515	154,055	120,965	3,133,043
Total comprehensive loss for the quarter ended September 30, 2024	0	0	0	0	21,104	21,104
Transfer from revaluation surplus on property, plant and equipment (net of deferred taxation) on account of:						
- incremental depreciation for the period	0	0	(1,586)	0	1,586	0
Balance as at September 30, 2024	95,063	19,445	2,741,929	154,055	143,655	3,154,147

The annexed notes form an integral part of these financial statements.



Shahnaz Sajjad Ahmad
Chief Executive



Abdul Rehman Qureshi
Director



Kalim Aslam
Chief Financial Officer

BANNU WOOLLEN MILLS LIMITED

Condensed Interim Statement of Cash flows (Un-Audited)

For The First Quarter Ended September 30, 2024

	1st Quarter ended	
	Sept. 30, 2024	Sept. 30, 2023
	(Rupees in thousand)	
Cash flows from operating activities		
Profit / (loss) for the period - before taxation	30,909	(22,639)
Adjustments for non-cash charges and other items:		
Depreciation on property, plant and equipment	5,654	5,969
Depreciation on right of use assets	1,951	2,124
Amortisation	539	143
Staff retirement benefits - gratuity (net)	9,496	9,901
Mark-up on bank deposits	(573)	(1,431)
Profit on sale of fixed assets	(1,535)	0
Finance cost	26,135	28,951
Profit before working capital changes	72,576	23,018
Effect on cash flows due to working capital changes		
Decrease / (increase) in current assets		
Stores and spares	(9,125)	5,784
Stock-in-trade	53,381	(37,853)
Trade debts	(189,728)	(55,647)
Advances to employees	1,571	7,336
Advance payments	(10,474)	631
Prepayments and other receivables	(53,243)	(49,758)
Sales tax refundable	16,110	0
Increase in trade and other payables and contract liabilities	90,727	50,250
	(100,781)	(79,257)
Cash used in operations	(28,205)	(56,239)
Taxes paid / adjusted	(1,310)	(1,436)
Net cash used in operating activities	(29,515)	(57,675)
Cash flows from investing activities		
Fixed capital expenditure	(149)	(148)
Mark-up received on bank deposits	573	1,431
Net cash generated from investing activities	424	1,283
Cash flows from financing activities		
Lease rentals paid	(2,459)	(2,241)
Short term finances - net	53,164	32,705
Dividend paid	0	0
Finance cost paid	(22,596)	(22,343)
Net cash generated from financing activities	28,109	8,121
Net decrease in cash and cash equivalents	(982)	(48,271)
Cash and cash equivalents - at the beginning of the period	4,306	55,186
Cash and cash equivalents - at the end of the period	3,324	6,915

- The annexed notes form an integral part of this condensed interim financial information.



Shahnaz Sajjad Ahmad
Chief Executive



Abdul Rehman Qureshi
Director



Kalim Aslam
Chief Financial Officer

BANNU WOOLLEN MILLS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (Un-audited)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2024

1. Legal status and operations

Bannu Woollen Mills Limited (the Company) was incorporated in Pakistan as a Public Company in the year 1960 under the Companies Act, 1913 (now the Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange Ltd. The Company is principally engaged in manufacture and sale of woollen yarn, cloth and blankets.

Geographical location and addresses of major business units including mills / plant of the Company are as under:

Bannu	Purpose
D.I Khan Road	Registered office / Mills
Rawalpindi	
Raja Bazar	Retail outlet

2. Basis of Preparation

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; 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 condensed 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, 2024.

3. Accounting Policies

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of audited annual financial statements of the Company for the year ended June 30, 2024, except for certain amendments which did not have any effect on these condensed interim financial statements.

The Company follows the practice of conducting actuarial valuations annually at the year end. Hence, the impact of remeasurement of post-employment benefit plan has not been incorporated in the condensed interim financial information.

4. Accounting Estimates, Judgments and Financial Risk Management

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

During the preparation of this condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the audited annual financial statements for the year ended June 30, 2024.

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2024.

5. PROPERTY, PLANT AND EQUIPMENT

		Un-audited Quarter ended Sept. 30, 2024	Audited Year ended June 30, 2024
	Note	(Rupees in thousand)	
Operating fixed assets	5.1	1,540,450	1,546,281
Right of use assets		5,517	7,468
Capital work-in-progress		15,624	15,474
		<u>1,561,591</u>	<u>1,569,223</u>
5.1 Operating fixed assets			
Opening book value		1,546,281	1,558,872
Additions during the period / year		0	11,587
Book value of assets disposed		(177)	0
Depreciation charge for the period / year		(5,654)	(24,178)
Closing book value		<u>1,540,450</u>	<u>1,546,281</u>
6. INVESTMENT IN ASSOCIATED COMPANY - Quoted			
6.1 JDM was incorporated in Pakistan in the year 1960 as a Public Company and its shares are quoted on Pakistan Stock Exchange Ltd. It is principally engaged in manufacture and sale of yarn.			
6.2 Market value of the Company's investment in JDM as at September 30, 2024 was Rs. 100.890 million (June 30, 2024: Rs.94.500 million).			
7. SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT - Net			
Surplus on revaluation of the Company's property, plant and equipment	7.1	1,280,158	1,281,744
Share of surplus on revaluation of property, plant and equipment of Associated Company		1,461,771	1,461,771
		<u>2,741,929</u>	<u>2,743,515</u>
7.1 The period-end balance has been arrived at as follows:			
Opening balance		1,333,576	1,342,982
Less: transferred to unappropriated profit			
- on account of incremental depreciation for the period / year		(2,234)	(9,406)
		<u>1,331,342</u>	<u>1,333,576</u>
Less: deferred tax on:			
- opening balance of surplus		51,832	54,560
- incremental depreciation for the year		(648)	(2,728)
		<u>51,184</u>	<u>51,832</u>
Closing balance		<u>1,280,158</u>	<u>1,281,744</u>

8. PROVISION FOR TAX LEVIES & INCOME TAXES

- 8.1 The provision for taxation for the quarter ended September 30, 2024 represents normal tax due under section 18 of the Income Tax Ordinance, 2001.
- 8.2 There has been no significant change in the status of tax litigations as reported in the preceding published annual financial statements of the Company for the year ended June 30, 2024.

9. CONTINGENCIES AND COMMITMENTS

9.1 There has been no significant change in the status of contingencies as reported in the preceding published annual financial statements of the Company for the year ended June 30, 2024.

9.2 Commitments for irrevocable letters of credit outstanding as at September 30, 2024 aggregated Rs. Nil (June 30, 2024: Rs. 50.483 million).

10. TRANSACTIONS WITH RELATED PARTIES

Significant transactions with related parties are as follows:

Nature of relationship	Nature of transaction	Un-audited Quarter ended Sept. 30,	
		2024	2023
(Rupees in thousand)			
(i) Associated Companies	Rent of marketing office	1,675	1,523
	Expenses shared	985	1,072
(ii) Key management personnel	Managerial remuneration and benefits	20,010	22,347

11. FINANCIAL RISK MANAGEMENT

The condensed interim financial statements do not include all the financial risk management information and disclosures required in the audited annual financial statements and should be read in conjunction with the audited annual financial statements of the Company for the year ended June 30, 2024. The Company's activities expose it to a variety of financial risks, which are (i) credit risk (ii) liquidity risk and (iii) market risk (including foreign currency risk and interest rate risk). There has been no change in Company's sensitivity to these risks since June 30, 2024 except for general exposure to fluctuations in foreign currency. There have been no changes in the risk management policies during the period.

12. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 - 'Interim Financial Reporting', corresponding figures in the condensed interim statement of financial position comprise of balances as per the audited annual financial statements of the Company for year ended June 30, 2024 and the corresponding figures in the condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity comprise of balances of comparable period as per the condensed interim financial information of the Company for the three months period ended

Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purpose of comparison. However, no material re-arrangements and re-classifications have been made in these interim financial statements.

13. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue in the Board of Directors' meeting held on October 30, 2024.



Shahnaz Sajjad Ahmad
Chief Executive



Abdul Rehman Qureshi
Director



Kalim Aslam
Chief Financial Officer

