

ARPAK INTERNATIONAL INVESTMENTS LIMITED

**CONDENSED INTERIM
FINANCIAL INFORMATION
FOR THE SIX MONTHS PERIOD
ENDED DECEMBER 31, 2024**

ARPAK INTERNATIONAL INVESTMENTS LIMITED

COMPANY INFORMATION

Board of Directors

Mr. Abbas Sarfaraz Khan	Chief Executive
Ms. Najda Sarfaraz	Chairperson
Ms. Zameen Sarfaraz	Director
Mr. Iskander M Khan	Director
Mr. Babar Ali Khan	Director
Mr. Faiysal Ali Khan	Independent Director
Mr. Sher Ali Jaffar Khan	Independent Director

Company Secretary

Mr. Mujahid Bashir

Chief Financial Officer

Mr. Rizwan Ullah Khan

Head of Internal Audit

Mr. Zaheer Mir

Auditors

M/s. ShineWing Hameed Chaudhri & Co.
Chartered Accountants

Legal Advisor

Mr. Zahoor Alam
Advocate

Shares Registrar

M/s. Hameed Majeed Associates (Pvt.) Limited
H.M. House, 7-Bank Square, Lahore.
Phone No.: 042-37235081
Fax No.: 042-37235083

Bankers

MCB Bank Limited
Bank Al-Habib Limited

ARPAK INTERNATIONAL INVESTMENTS LIMITED

DIRECTORS' REVIEW REPORT

The Directors of Arpak International Investments Limited are pleased to present the un-audited condensed interim financial information of the Company for the half year ended December 31, 2024 to the shareholders of the Company in compliance with Section 237 of the Companies Act, 2017 (the Act) and the listing regulations of the Pakistan Stock Exchange.

FINANCIAL PERFORMANCE/OPERATIONS

The Company reported an operational loss of Rs. 1.749 million for the period, compared to a profit of Rs. 5.09 million in the corresponding period last year (December 31, 2023). This decline is primarily due to a decrease in rental income and no dividend income was received during the year. Funds were transferred from mutual funds to other equity investment projects that were more beneficial in the interest of the Company. After incorporating the share of loss of the associated undertakings, the Company has suffered a pre-tax loss of Rs. 51.59 million for the period.

INVESTMENTS/FUTURE OUTLOOK

The Board of Directors had previously approved an investment in the Premier Grain Ethanol Limited; as the project is a export oriented, it has been delayed due to the socio-economic changes in the USA and Europe.

ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the condensed interim financial information for the half year are the same as applied in the preparation of the preceding annual financial statements of the Company.

ACKNOWLEDGEMENT

The Directors appreciate the hard work and dedication displayed by the employees of the Company.

ON BEHALF OF THE BOARD

Islamabad
February 25, 2025


(Abbas Sarfaraz Khan)
Chief Executive


(Iskander M. Khan)
Director

آرپاک انٹرنیشنل انویسٹمنٹ لمیٹڈ

ڈائریکٹرز کی جائزہ رپورٹ

آرپاک انٹرنیشنل انویسٹمنٹ لمیٹڈ کے ڈائریکٹرز کمپنیز ایکٹ 2017 (ایکٹ) کے سیکشن 237 اور پاکستان اسٹاک ایکسچینج کے لسٹنگ ریگولیشنز کی تعمیل میں 31 دسمبر 2024 کو ختم ہونے والی ششماہی کے لیے کمپنی کی غیر آڈٹ شدہ عبوری مالی معلومات کمپنی کے شیئر ہولڈرز کو پیش کرنے پر خوشی محسوس کرتے ہیں۔

مالی کارکردگی / آپریشنز

کمپنی نے اس عرصے کے دوران 1.749 ملین روپے کے آپریشنل خسارے کی اطلاع دی، جبکہ گزشتہ سال کے اسی عرصے (31 دسمبر، 2023) میں 5.09 ملین روپے کا منافع ہوا تھا۔ یہ کمی بنیادی طور پر کرایہ کی آمدنی میں کمی کی وجہ سے ہے اور سال کے دوران کوئی منافع کی آمدنی حاصل نہیں ہوئی۔ فنڈز میوچل فنڈز سے دیگر ایکویٹی سرمایہ کاری منصوبوں میں منتقل کیے گئے جو کمپنی کے مفاد میں زیادہ فائدہ مند تھے۔ متعلقہ اداروں کے نقصان کا حصہ شامل کرنے کے بعد، کمپنی کو اس مدت کے لئے 51.59 ملین روپے کا قبل از ٹیکس نقصان اٹھانا پڑا ہے۔

سرمایہ کاری / مستقبل کا نقطہ نظر

بورڈ آف ڈائریکٹرز نے اس سے قبل پریمیر گرین ایتھنول لمیٹڈ میں سرمایہ کاری کی منظوری دی تھی۔ چونکہ یہ منصوبہ برآمد پر مبنی ہے، لہذا امریکہ اور یورپ میں سماجی و اقتصادی تبدیلیوں کی وجہ سے اس میں تاخیر ہوئی ہے۔

اکاؤنٹنگ پالیسیاں

نصف سال کے لئے مختصر عبوری مالی معلومات کی تیاری میں اختیار کردہ اکاؤنٹنگ پالیسیاں وہی ہیں جو کمپنی کے پچھلے سالانہ مالی بیانات کی تیاری میں لاگو ہوتی ہیں۔

اعتراف

ڈائریکٹرز کمپنی کے ملازمین کی جانب سے دکھائی جانے والی محنت اور لگن کو سراہتے ہیں۔

بورڈ کی جانب سے



(اسکندر محمد خان)
ڈائریکٹر



(عباس سرفراز خان)
چیف ایگزیکٹو

اسلام آباد
25 فروری، 2025

ARPAK INTERNATIONAL INVESTMENTS LIMITED

INDEPENDENT AUDITORS' REVIEW REPORT TO THE MEMBERS OF ARPAK INTERNATIONAL INVESTMENTS LIMITED REPORT OF REVIEW OF INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Arpak International Investments Limited** as at December 31, 2024 and the related condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows and notes to the condensed interim financial statements for the six months period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these 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 interim financial statements based on our review.

The figures of the condensed interim statement of profit or loss and condensed interim statement of other comprehensive income for the quarters ended December 31, 2024 and 2023 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2024.

Scope of Review

We conducted our review in accordance with 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 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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 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 auditors' review report is Nafees ud din.

Shinewing Hameed Chaudhri & Co.

**SHINEWING HAMEED CHAUDHRI & CO.,
CHARTERED ACCOUNTANTS**

LAHORE:

UDIN: RR202410195HAphr6EoF

ARPAK INTERNATIONAL INVESTMENTS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2024

		Un-audited December 31, 2024	Audited June 30, 2024
	Note	---- Rupees ----	
Assets			
Non-current assets			
Property, plant and equipment		69,502	78,381
Investment property		8,692,927	8,784,762
Long term investments	6	245,541,568	267,541,568
Loan to an Associated Company	7	25,000,000	6,250,000
		<u>279,303,997</u>	<u>282,654,711</u>
Current assets			
Current portion of loan to an Associated Company		0	18,750,000
Advance against shares	8	32,000,000	32,000,000
Short term investments	9	521,178	479,346
Advances to employees		139,750	139,750
Accrued mark-up		8,614,236	11,667,811
Prepayments		382,195	0
Prepaid tax levies		0	620,223
Advance income tax and tax deducted at source		1,528,561	3,291,721
Bank balances		211,101	2,475,931
		<u>43,397,021</u>	<u>69,424,782</u>
		<u>322,701,018</u>	<u>352,079,493</u>
Equity and liabilities			
Share capital and reserves			
Authorised capital		<u>50,000,000</u>	<u>50,000,000</u>
Issued, subscribed and paid up capital		40,000,000	40,000,000
Reserves		12,840,781	12,840,781
Share in surplus on revaluation of property, plant and equipment of Associated Companies		646,806,619	609,824,244
Accumulated loss		<u>(383,583,706)</u>	<u>(323,348,568)</u>
Shareholders' equity		<u>316,063,694</u>	<u>339,316,457</u>
Non-current liability			
Deferred taxation		189,673	954,978
Current liabilities			
Accruals and other payables		4,596,891	7,829,281
Unclaimed dividend		1,039,042	1,039,042
Provision for tax levies		0	620,223
Taxation		811,718	2,319,512
		<u>6,447,651</u>	<u>11,808,058</u>
Contingencies and commitments	10	<u>322,701,018</u>	<u>352,079,493</u>

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

ARPAK INTERNATIONAL INVESTMENTS LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE QUARTER AND SIX MONTH PERIOD ENDED DECEMBER 31, 2024

	Quarter ended		Six months period ended	
	December 31, 2024	December 31, 2023 Restated	December 31, 2024	December 31, 2023 Restated
	----- Rupees -----			
Income	2,961,210	5,993,865	6,202,469	12,077,635
Operating and general expenses	(4,767,305)	(4,063,011)	(7,947,152)	(7,059,148)
Operating (loss) / profit	(1,806,095)	1,930,854	(1,744,683)	5,018,487
Bank charges	(1,029)	(1,879)	(4,831)	(8,529)
	(1,807,124)	1,928,975	(1,749,514)	5,009,958
Share of (loss) / profit of an Associated Company - net of taxation	(28,706,040)	79,884,483	(227,578,473)	59,821,762
Reversal / (provision) made for impairment in investments in an Associated Company	29,590,116	(291,829,892)	177,735,239	(284,077,289)
Loss before taxation and final tax levies	(923,048)	(210,016,434)	(51,592,748)	(219,245,569)
Final tax levies	0	(193,149)	0	(333,972)
Loss before taxation	(923,048)	(210,209,583)	(51,592,748)	(219,579,541)
Taxation				
Income tax (current and prior years) - net	130,205	(172,248)	(268,554)	(605,557)
Deferred tax	798,333	(5,170)	765,305	(16,554)
	928,538	(177,418)	496,751	(622,111)
Profit / (loss) after taxation	5,490	(210,387,001)	(51,095,997)	(220,201,652)
Earnings / (loss) per share - basic and diluted	0.0014	(52.5968)	(12.7740)	(55.0504)

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

ARPAK INTERNATIONAL INVESTMENTS LIMITED

CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER AND SIX MONTH PERIOD ENDED DECEMBER 31, 2024

	Quarter ended		Six months period ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
	----- Rupees -----			
Profit / (loss) after taxation	5,490	(210,387,001)	(51,095,997)	(220,201,652)
Other comprehensive income				
Items that will not be reclassified to statement of profit or loss subsequently				
Share of other comprehensive loss from an Associated Company - net	(30,650,561)	(831,147)	(30,650,561)	(831,147)
Share in surplus arisen on revaluation of property, plant and equipment carried out by an Associated Company	58,297,922	149,143,258	58,297,922	149,143,258
Total comprehensive loss	27,652,851	(62,074,890)	(23,448,636)	(71,889,541)

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

ARPAK INTERNATIONAL INVESTMENTS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2024

	Six months period ended	
	December 31, 2024	December 31, 2023
	----- Rupees -----	
Cash flows from operating activities		
(Loss) / profit - before taxation, final tax levies and share of (loss) / profit of Associated Companies	(1,749,514)	5,009,958
Adjustments for non-cash charges and other items:		
Depreciation on property, plant and equipment	8,879	11,702
Depreciation on investment property	91,835	96,669
Mark-up on loan to an Associated Company	(2,446,425)	(3,587,637)
Fair value gain on re-measurement of short term investments	(41,582)	(349,831)
Dividend income	0	(2,226,488)
Loss before working capital changes	(4,136,807)	(1,045,627)
Effect on cash flows due to working capital changes		
Increase in prepayments	(382,195)	(1,421,228)
Decrease in accruals and other payables	(3,232,390)	(3,227,978)
	(3,614,585)	(4,649,206)
Cash used in operations	(7,751,392)	(5,694,833)
Taxes and levies paid	(13,188)	(588,205)
Net cash used in operating activities	(7,764,580)	(6,283,038)
Cash flows from investing activities		
Mark-up received on loan to an Associated Company	5,500,000	0
Balance of loan recovered from an Associated Company	0	6,250,000
Short term investments - net	(250)	(1,892,510)
Dividend received	0	2,226,488
Net cash generated from investing activities	5,499,750	6,583,978
Net (decrease) / Increase in cash and cash equivalents	(2,264,830)	300,940
Cash and cash equivalents - at beginning of the period	2,475,931	8,319,166
Cash and cash equivalents - at end of the period	211,101	8,620,106

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

ARPAK INTERNATIONAL INVESTMENTS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2024

	Reserve			Share in surplus on revaluation of property, plant and equipment of an Associated Company	Total
	Share capital	Capital reserve	General reserve	Accumulated loss	
	Rupees -				
Balance as at June 30, 2024 (audited)	40,000,000	7,440,781	5,400,000	(323,348,568)	609,824,244
Total comprehensive income for the six months period ended December 31, 2024					
Loss for the period	0	0	0	(51,095,997)	0
Other comprehensive (loss) / income	0	0	0	(30,650,561)	58,297,922
	0	0	0	(81,746,558)	58,297,922
Effect of items directly credited to equity by an Associated Company	0	0	0	195,873	0
Share in surplus on revaluation of property, plant and equipment realised during the period by an Associated Company on account of incremental depreciation and upon sale of revalued assets - (net of deferred taxation)	0	0	0	21,315,547	(21,315,547)
Balance as at December 31, 2024 (un-audited)	40,000,000	7,440,781	5,400,000	(383,583,706)	646,806,619
Balance as at June 30, 2023 (audited)	40,000,000	7,440,781	5,400,000	(145,267,882)	480,869,418
Total comprehensive income for the six months period ended December 31, 2023					
Loss for the period	0	0	0	(220,201,652)	0
Other comprehensive (loss) / income	0	0	0	(831,147)	149,143,258
	0	0	0	(221,032,799)	149,143,258
Effect of items directly credited to equity by an Associated Company	0	0	0	17,943,415	0
Share in surplus on revaluation of property, plant and equipment realised during the period by an Associated Company on account of incremental depreciation and upon sale of revalued assets - (net of deferred taxation)	0	0	0	831,147	(831,147)
Balance as at December 31, 2023 (un-audited)	40,000,000	7,440,781	5,400,000	(347,526,119)	629,181,529

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

ARPAK INTERNATIONAL INVESTMENTS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED) FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2024

1. Corporate Information

Arpak International Investments Limited (the Company) was incorporated in Pakistan on July 26, 1977 as a Public Company and its shares are quoted on Pakistan Stock Exchange Limited. The registered office of the Company is situated at 20-A, Markaz F-7, Islamabad. The Company is principally engaged in investment business of various forms.

2. Basis of preparation

2.1 Statement of compliance

These condensed interim financial statements (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 of:

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

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

2.2 These interim financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual audited financial statements of the Company as at and for the year ended June 30, 2024. Selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Company's financial position and performance since the last annual audited financial statements.

2.3 These interim financial statements are un-audited and are being submitted to the members as required by section 237 of the Companies Act, 2017. The figures for the six months period ended December 31, 2024 have, however, been subjected to limited scope review by the external Auditors.

2.4 Functional and presentation currency

These interim financial statements are presented in Pak Rupees, which is also the Company's functional currency. All amounts have been rounded to the nearest Rupee unless otherwise stated.

3. Material accounting policy information

The material accounting policies applied in the preparation of these interim financial statements are the same as those applied in the preparation of the financial statements of the Company for the year ended June 30, 2024, except as detailed in note 3.1:

3.1 IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes (the Guidance) Issued by ICAP

The Institute of Chartered Accountants of Pakistan (ICAP) has issued the aforementioned Guidance through Circular No. 07 / 2024 dated May 15, 2024. In light of the said Guidance, as the minimum taxes and final taxes are not calculated on the 'taxable income' as defined in IAS 12 (Income taxes) but calculated on turnover or other basis (as per relevant sections of the Income Tax Ordinance, 2001 (the Ordinance); accordingly, minimum taxes and final taxes should be accounted for under IAS 37 (Provisions, contingent liabilities and contingent assets) / IFRIC 21 (Levies) as levies (though these are charged under tax law) and not under IAS 12 as income taxes. Based on the Guidance, the minimum taxes under the Ordinance are hybrid taxes, which comprise of a component within the scope of IAS 12 and a component within the scope of IFRIC 21.

The aforesaid Guidance has been applied retrospectively by the Company and the comparative information has been restated, which has not affected current period or prior periods' income, loss after taxes and levies, equity and cash flows. Impact as of July 01, 2022 is not material to these interim financial statements. In accordance with the requirements of IAS 1 (Presentation of financial statements), the balances as at June 30, 2023 have been restated and third statement of financial position as of July 01, 2022 has not been presented due to immaterial impact.

In the condensed statement of profit or loss for the six months period ended December 31, 2023, in terms of the requirements of IFRIC 21 / IAS 37, final tax levies aggregating Rs.333,972, which were previously presented as 'taxation' have now been reclassified as 'final tax levies'.

4. Changes in accounting standards, interpretations and pronouncements

4.1 Standards and amendments to approved accounting and reporting standards that are effective

There are certain amendments and interpretations to the accounting and reporting standards, which are mandatory for the Company's annual accounting periods which began on July 01, 2024. However, these do not have any significant impact on the Company's financial reporting.

4.2 Standards and amendments to approved accounting and reporting standards that are not yet effective

There are certain amendments and interpretations to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 01, 2025. However, these will not have any material impact on the Company's financial reporting and, therefore, have not been disclosed in these interim financial statements.

5. Accounting estimates and judgements

The preparation of these interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these interim financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements for the year ended June 30, 2024.

6. Long term investments

Long term investments		Un-audited December 31, 2024	Audited June 30, 2024
	Note	---- Rupees ----	
Associated Companies			
The Premier Sugar Mills and Distillery Company Ltd. (PSM) - quoted			
Carrying value - under equity method	6.1	779,454,391	979,189,630
Less: accumulated impairment loss	6.1.1	(617,454,391)	(795,189,630)
		162,000,000	184,000,000
Premier Board Mills Ltd. (PBML) - Un-quoted	6.2	83,541,568	83,541,568
		245,541,568	267,541,568

6.1 Investment in PSM represents 400,000 fully paid ordinary shares of Rs.10 each representing 10.67% (June 30, 2024: 10.67%) of PSM's issued, subscribed and paid-up capital as at December 31, 2024. PSM was incorporated on July 24, 1944 as a public limited company and its shares are quoted on Pakistan Stock Exchange Limited. The principal activity of PSM is manufacturing and sale of white sugar and spirit. PSM is an associate of the Company due to common directorship.

6.1.1 The Company has recognised impairment on its investment in PSM based on the market value of PSM's shares as at the reporting date. Market value of PSM's share as at December 31, 2024 was Rs.405 (June 30, 2024: Rs.460) per share.

6.2 Investment in PBML represents 600,000 fully paid ordinary shares of Rs.10 each representing 10.63% (June 30, 2024: 10.63%) of PBML's issued, subscribed and paid-up capital as at December 31, 2024. PBML was incorporated on May 12, 1980 as a public company and it is evaluating certain proposals for setting-up some industrial unit. PBML is an associate of the Company due to common directorship.

6.2.1 Carrying value of investment in PBML as at December 31, 2024 has not been accounted for using the equity method as required by IAS 28 (Investments in Associates and Joint Ventures) due to non-availability of financial statements for the period ended December 31, 2024.

7. Loan to an Associated Company

The Company and Chashma Sugar Mills Ltd. (CSM - an Associated Company) have entered into a loan agreement on May 20, 2008 whereby the Company has advanced amounts aggregating Rs.50 million to CSM. The loan carries mark-up at the rate of 1-month KIBOR+1.25% per annum; effective mark-up rates charged by the Company, during the period, ranged from 16.11% to 22.07% (June 30, 2024: 23.27% to 23.86%) per annum.

As per the revised loan agreement entered into between the Company and CSM dated November 22, 2024, the outstanding loan balance of Rs.25 million is receivable in four equal half yearly instalments commencing November, 2028 i.e. after a grace period of four years. The loan is secured against a promissory note of Rs.60 million.

8. Advance against shares

The Board of Directors of the Company, in the meeting held on March 15, 2024, approved subscription of 5,000,000 ordinary shares of Rs.10 each in Premier Grain Ethanol Limited (PGEL). This newly incorporated Company will be engaged in the manufacturing, production and sale of ethanol alongside related products derived from grains as primary raw materials. Moreover, at the extra ordinary general meeting held on April 22, 2024, the shareholders unanimously approved the investment plan. The Company, till June 30, 2024, has made advances aggregating Rs.32 million in this regard.

The Board of Directors of PGEL, subsequent to the reporting date, has passed a resolution for winding up of PGEL. The Company's management intends to incorporate necessary adjustments in the financial statements of the Company for the year ending June 30, 2025.

9. Short term investments - At fair value through profit or loss

These represent investments in 4,709.33 (June 30, 2024: 4,709.33) Units of First Habib Cash Fund.

10. Contingencies and commitments

There was no known contingency and commitment outstanding as at December 31, 2024 and June 30, 2024.

11. Transactions with related parties

11.1 Significant transactions with related parties were as follows:

Relationship	Nature of transactions	Un-audited Six months period ended December 31, 2024 2023 ----- Rupees -----	
Associated Company	Mark-up earned on loan to an Associated Company	2,446,425	3,587,637
	Rental charged	0	1,890,000
	Balance of loan recovered	0	6,250,000
	Mark-up received	5,500,000	0
Key management personnel	Remuneration and other benefits	4,255,752	2,755,752
		Un-audited December 31, 2024	Audited June 30, 2024

11.2 Period / year end balances were as follows:

	----- Rupees -----	
Loan to an Associated Company	<u>25,000,000</u>	<u>25,000,000</u>
Accrued mark-up on loan to an Associated Company	<u>8,614,236</u>	<u>11,667,811</u>

12. Financial risk management

12.1 Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, other price risk and interest rate risk), credit risk and liquidity risk.

These interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements and should be read in conjunction with the Company's audited financial statements for the year ended June 30, 2024.

There have been no changes in the risk management department or in any risk management policies since the year ended June 30, 2024.

12.2 Fair value estimation

During the period, there were no significant changes in the business or economic circumstances that affect the fair value of the Company's financial assets and financial liabilities. Furthermore, there were no reclassifications of financial assets.

13. Corresponding figures

In order to comply with the requirements of IAS 34, the condensed interim statement of financial position has been compared with the balances of audited financial statements of the Company for the year ended June 30, 2024, whereas, the condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

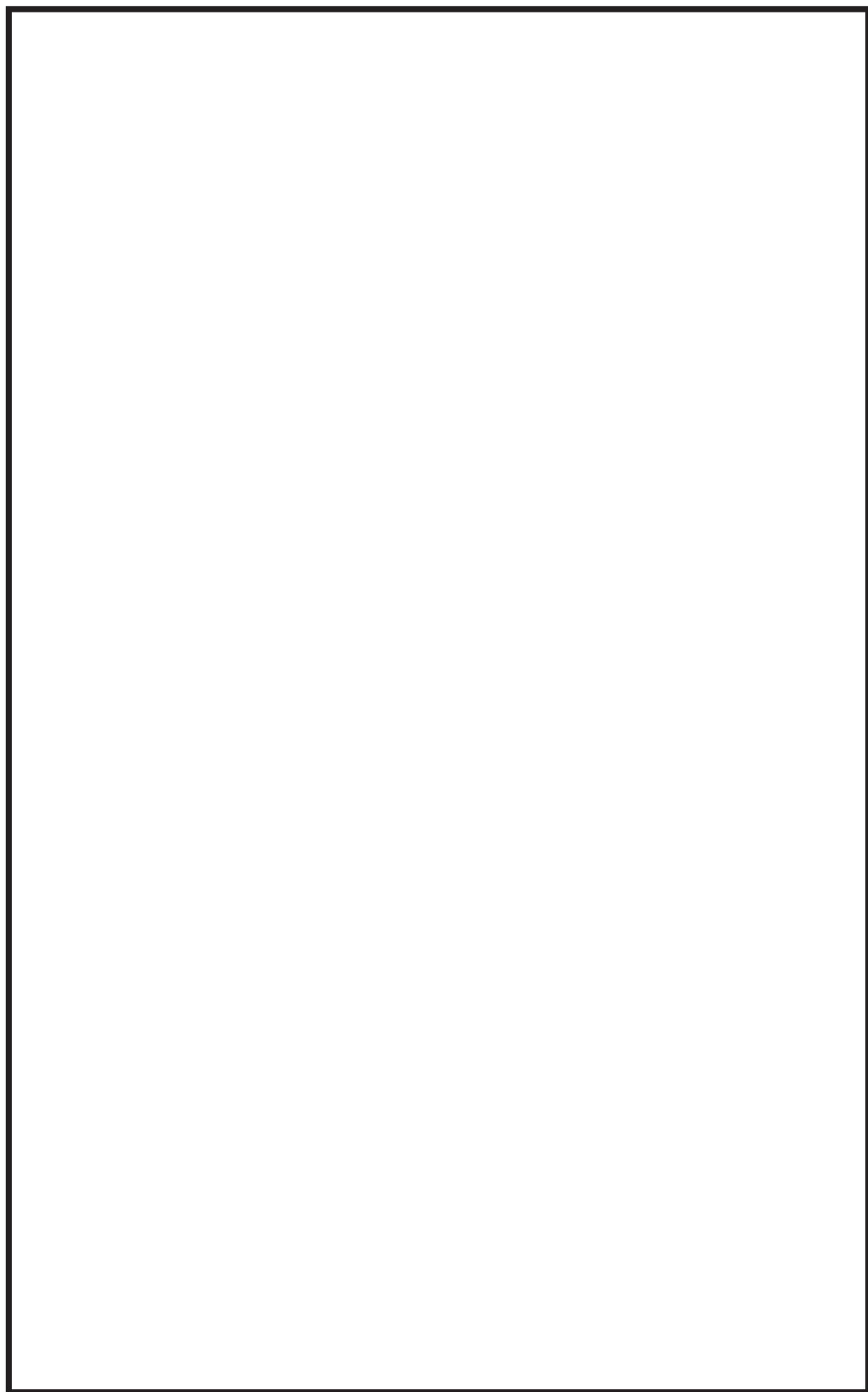
14. Date of authorisation for issue

These interim financial statements were authorised for issue on February 25, 2025 by the Board of Directors of the Company.


Chief Executive Officer


Director


Chief Financial Officer



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