



***METROPOLITAN STEEL  
CORPORATION LIMITED***

**CONDENSED INTERIM FINANCIAL STATEMENTS (REVIEWED)  
FOR THE HALF YEAR ENDED DECEMBER 31, 2024**



## COMPANY PROFILE

### Board of Directors

Mr. Mehmood Ali Mehkri	Non Executive	Chairman
Mr. Muhammad Umar Mehkari	Executive	Chief Executive
Mr. Irshad Ali Pitafi	Non executive /Independent	Director
Mrs. Sara Mehmood Mehkri	Executive	Director
Mrs. Saba Mehkari Farooqui	Executive	Director
Mrs. Uzma Mehmood Ali Mehkri	Non Executive	Director
Mrs. Sofia Zakaria	Non Executive	Director

### Audit Committee

Mrs. Sofia Zakaria	Non Executive	Chairman
Mrs. Saba Mehkari Farooqui	Executive	Member
Mr. Mehmood Ali Mehkri	Non Executive	Member

### HR & Remuneration Committee

Mrs. Irshad Ali Pitafi	Non executive /Independent	Chairman
Mr. Mehmood Ali Mehkri	Non Executive	Member
Mrs. Saba Mehkari Farooqui	Executive	Member
Mr. Muhammad Umar Mehkari	Executive	Member

### Company Secretary

Mr. Abul Mojahid

### Auditors

Reanda Haroon Zakaria & Company  
Chartered Accountant

### Registered /Head Office

Plot No: HE 1/2 Landhi Industrial Area  
Karachi



## **DIRECTORS' REPORT TO THE MEMBERS FOR THE HALF YEARLY ENDED ON DECEMBER 31, 2024**

The Board of Directors of the Company present their Report and the reviewed condensed interim financial statements of the Company for the half year ended December 31, 2024.

Your Company reported Net Sales 52,387 million with a Net loss of 18,279 million before tax in the half year ended December 31, 2024.

*Key financial highlights of the Company are as follows:*

	----- Rs. '000' -----	
	December 31	December 31
	2024	2023
Net Sales	52,387	67,786
Gross Loss	(9,482)	(1,574)
Operating Loss	(18,900)	(6,357)
(Loss) / Profit before tax	(17,624)	3,136
(Loss) / Profit after tax	(17,356)	(3,260)

### **Acknowledgement**

The Board expresses its gratitude to all the valued stakeholders including respected shareholders, valued customers, financial institutions and suppliers for their confidence and support. The Board would also like to thank the management and employees for their sincere contributions and tireless efforts in driving the Company on the path of growth.

For and on behalf of the Board of Directors

  
Chief Executive Officer

Date : February 26, 2025  
Place : Karachi



## TO THE MEMBERS OF METROPOLITAN STEEL CORPORATION LIMITED REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

### *Introduction*

We have reviewed the accompanying condensed interim statement of financial position of Metropolitan Steel Corporation Limited ("the Company") as at December 31, 2024 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the six-month 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.

### *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.

### *Basis for Qualified Conclusion*

We were unable to substantiate stores and spares, trade debts, accrued liabilities, unclaimed dividends, lease liabilities, and markup accrued on lease liabilities amounting to Rs. 13.01 Million, Rs. 19.55 Million, Rs. 19.84 Million, Rs. 1.27 Million, Rs. 21.22 Million and Rs. 3.75 Million respectively due to non-availability of records or reconciliation and being old in nature and stagnant from long period. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.

### *Qualified Conclusion*

Except for the adjustments to the interim financial statements that we might have become aware of had it not been for the situation described above, based on our review, nothing has come to the attention that causes us to believe that the interim financial statements are not

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### **Reanda Haroon Zakaria Aamir Salman Rizwan & Company** Chartered Accountants

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prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

***Material Uncertainty relating to Going Concern***

We draw attention to Note 1.2 to the accompanying financial statements, which indicates that the Company has incurred gross loss of Rs. 9.48 (December 31, 2023: gross loss of Rs. 1.57) million and has incurred operating loss amounting to Rs. 18.90 (December 31, 2023: operating loss 6.35) million and its accumulated losses stood at Rs. 120.61 (June 30, 2024: Rs. 105.51) million. These conditions along with other matters mentioned in note 1.2, indicate the existence of material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

***Emphasis of Matter***

We draw attention to the fact that the interim financial statements are not authenticated by the Chief Financial Officer as required by the Companies Act, 2017 because the same was not appointed till the date of authorization of the accompanying interim financial statements.

Our conclusion is not qualified in respect of the above matter.

***Other matter***

The figures of the condensed interim statement of profit or loss and other comprehensive income for the three months 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.

The engagement partner on the review resulting in this report on interim financial statements is **Muhammad Farooq**.

*Reanda Haroon Zakaria & Co.*  
**Reanda Haroon Zakaria & Company**  
Chartered Accountants



Place: Karachi  
Dated: 26-02-2025  
UDIN: RR202410127FduUsiCIZ



# MSC METROPOLITAN STEEL CORPORATION LIMITED

**METROPOLITAN STEEL CORPORATION LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)**  
**AS AT DECEMBER 31, 2024**

<u>ASSETS</u>	Note	Un-Audited December 31, 2024	Audited June 30, 2024
---- Rupees in '000' ----			
<b>Non-Current Assets</b>			
Property, plant and equipment	5	759,781	766,044
Right-of-use assets	5.1	112	125
Long term deposits		3,209	3,209
		763,102	769,378
<b>Current Assets</b>			
Stores, spare parts and loose tools		13,007	13,007
Stock in trade	6	3,019	48,792
Trade debts	7	36,004	28,212
Advances and other receivables		4,736	230
Short term investments	8	35,214	13,014
Tax refunds due from government - net	9	14,414	13,758
Interest receivable		132	230
Cash and bank balances	10	1,266	3,430
		107,792	120,683
<b>Total Assets</b>		870,894	890,061
<b><u>EQUITY AND LIABILITIES</u></b>			
<b>Share Capital and Reserves</b>			
<b>Authorized Capital</b>			
50,000,000 Ordinary shares of Rs. 10 each		500,000	500,000
<b>Issued, subscribed and paid-up capital</b>			
		309,776	309,776
<b>Revenue Reserves</b>			
General reserve		80,500	80,500
Accumulated losses		(120,609)	(105,512)
		(40,309)	(25,012)
Revaluation surplus on property, plant and equipment	11	527,723	529,982
		797,390	814,746
<b>Non-Current Liabilities</b>			
Deferred liabilities	12	26,898	27,821
<b>Current Liabilities</b>			
Trade and other payables	13	30,198	17,667
Markup accrued		3,745	3,745
Short term borrowings	14	168	3,587
Unclaimed dividends		1,273	1,273
Overdue portion of lease liabilities	15	21,222	21,222
		46,606	47,494
<b>Contingencies and Commitments</b>			
	16		
<b>Total Equity and Liabilities</b>		870,894	890,061

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Director



# METROPOLITAN STEEL CORPORATION LIMITED

## METROPOLITAN STEEL CORPORATION LIMITED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPERHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEARLY ENDED ON DECEMBER 31, 2024

	Note	Half year ended December 31,		Quarter ended December 31,	
		2024	2023	2024	2023
----- Rupees in '000' -----					
Sales - net	17	52,387	67,786	20,429	33,276
Cost of sales		(61,869)	(69,360)	(27,598)	(33,990)
Gross loss		(9,482)	(1,574)	(7,169)	(714)
Administrative expenses	18	(9,409)	(4,503)	(4,070)	(2,698)
Selling and distribution costs		(9)	(280)	(5)	(231)
Operating loss		(9,418)	(4,783)	(4,075)	(2,929)
Finance cost		(188)	(130)	(159)	(31)
Other income		1,464	9,623	711	8,194
(Loss) / profit before income tax and minimum tax		(17,624)	3,136	(10,692)	4,520
Minimum tax		(635)	(847)	(256)	(416)
(Loss) / profit before income tax		(18,279)	2,289	(10,948)	4,104
Income Tax		923	971	462	486
(Loss) / profit after income taxation		(17,356)	3,260	(10,486)	4,590
Other comprehensive income		-	-	-	-
Total comprehensive (loss) / income for the period		(17,356)	3,260	(10,486)	4,590
(Loss) / earning per share - basic and diluted (Rs.)	19	(8.56)	0.11	(0.34)	0.15

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Director



# MSC METROPOLITAN STEEL CORPORATION LIMITED

**METROPOLITAN STEEL CORPORATION LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE HALF YEARLY ENDED ON DECEMBER 31, 2024**

	<u>Revenue Reserves</u>				<u>Total</u>
	<u>Issued, subscribed and paid-up capital</u>	<u>General reserve</u>	<u>Accumulated loss</u>	<u>Revaluation surplus on property, plant and equipment</u>	
----- Rupees in '000' -----					
<b>Balance as at July 1, 2023</b>	309,776	80,500	(86,926)	534,738	838,088
Loss for the year	-	-	(23,342)	-	(23,342)
Other comprehensive income	-	-	-	-	-
<b>Total comprehensive income for the period</b>	-	-	(23,342)	-	(23,342)
Transfer from revaluation surplus on property, plant and equipment to unappropriated profit on account of incremental depreciation - net (note 13)	-	-	4,756	(4,756)	-
<b>Balance as at June 30, 2024</b>	<u>309,776</u>	<u>80,500</u>	<u>(105,512)</u>	<u>(4,756)</u>	<u>814,746</u>
<b>Balance as at July 1, 2024</b>	309,776	80,500	(105,512)	529,982	814,746
Loss for the period	-	-	(17,356)	-	(17,356)
Other comprehensive income	-	-	-	-	-
<b>Total comprehensive income for the period</b>	-	-	(17,356)	-	(17,356)
Transfer from revaluation surplus on property, plant and equipment to unappropriated profit on account of incremental depreciation - net (note 13)	-	-	2,259	(2,259)	-
<b>Balance as at December 31, 2024</b>	<u>309,776</u>	<u>80,500</u>	<u>(120,609)</u>	<u>527,723</u>	<u>797,390</u>

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

Chief Executive Officer





# METROPOLITAN STEEL CORPORATION LIMITED

## METROPOLITAN STEEL CORPORATION LIMITED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE HALF YEARLY ENDED ON DECEMBER 31, 2024

Un-Audited Un-Audited  
December 31, December  
2024 31, 2023

Note ----- Rupees in '000' -----

### CASH FLOWS FROM OPERATING ACTIVITIES

(Loss) / profit before taxation	(17,356)	3,136
Adjustment for :		
Depreciation	7,494	6,246
Finance cost	188	130
Interest income	(1,459)	(2,637)
Cash (used in) / generated from operation before working capital changes	(11,133)	7,475
Working capital changes		
(Increase) / decrease in current assets		
Stock in trade	45,773	10,141
Trade debts	(7,782)	(13,740)
Advances & other receivables	(4,506)	6
Short term deposits	-	5,897
Sales tax - net	2,562	5,411
	36,047	7,715
Decrease in current liabilities		
Trade and other payables	(31)	(23,217)
Cash generated from / (used in) operations after working capital changes	36,016	(15,502)
Net cash generated from / (used) in operating activities	24,883	(8,027)

### A. CASH FLOWS FROM OPERATING ACTIVITIES

Cash used in operations after working capital changes	24,883	(8,027)
Finance cost paid	(188)	(5)
Taxes paid - net	(1,879)	(1,409)
Net cash generated from / (used in) operating activities	23,116	(9,441)

### B. CASH FLOWS FROM INVESTING ACTIVITIES

Capital expenditure incurred	(1,218)	-
Short term investments - net	(22,200)	10,000
Interest income received	1,557	2,601
Net cash (used in) / generated from investing activities	(21,861)	12,601

### C. CASH FLOWS FROM FINANCING ACTIVITIES

Repayments of short term borrowing	(3,419)	(415)
Net cash used in financing activities	(3,419)	(415)
Net (decrease) / increase in cash and cash equivalents	(2,164)	2,743
Cash and cash equivalent at the beginning of the year	3,430	3,753
Cash and cash equivalent at the end of the year	1,266	6,498

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Chairman



# MSC METROPOLITAN STEEL CORPORATION LIMITED

## METROPOLITAN STEEL CORPORATION LIMITED

### NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

#### FOR THE HALF YEARLY ENDED ON DECEMBER 31, 2024

## 1 LEGAL STATUS AND OPERATIONS

1.1 Metropolitan Steel Corporation Limited (the Company) was incorporated on August 24, 1955 as a Public Limited Company. The shares of the Company are quoted on Pakistan Stock Exchange Limited. The Company is a manufacturer of steel products such as, mild and high carbon steel wires. The registered office of the Company is situated at Landhi Industrial Area, Plot # HE:1/2, Karachi.

1.2 During the period ended December 31, 2024, the Company has incurred a gross loss of Rs. 9.48 million (December 31, 2023: gross loss of Rs. 1.57 million) and has incurred operating loss amounting to Rs. 18.9 million (December 31, 2023: operating loss Rs. 6.35 million) and its accumulated losses stood at Rs.130.61 million ( June 30, 2024: Rs.105.51) million.

These conditions indicate the existence of material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

However, the management of the Company has prepared these condensed interim financial statements on going concern basis due to the following reasons:

- a) The Company is trying to maintain and improve its business and production activities with the focus on strict control on cost of sales, exploring new ways of production with the reduced cost, improvisation of production facilities, increase in sale volume/sale prices by offering its products to various projects/retail companies. The management believes that mismatch between cost and sales is temporary and is likely to reverse as economic and business environment of the country is improving and the Company will generate sufficient revenues and will be profitable in the subsequent years.
- b) The Company has no bank liability and sponsors directors are committed to support the company, in shape of interest free loan, in case of working capital requirement arises.

## 2 BASIS OF PREPARATION

2.1 These condensed interim financial statements of the Company for the six months period ended December 31, 2024 have been prepared in accordance with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting' and provisions of and directives issued under the Companies Act, 2017 (The Act). In case where requirements differ, the provisions of or directives issued under the Act have been followed.

2.2 These condensed interim financial statements are unaudited but subject to limited scope review by auditors. These condensed interim financial statements do not include all of the information and disclosures required in the financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2024.

2.3 These condensed interim financial statements have been prepared under historical cost convention.

2.4 These condensed interim financial statements are presented in Pakistani Rupees, which is also the Company's functional currency. Figures in these condensed interim financial statements have been rounded off to the nearest rupee.

2.5 The comparative condensed interim statement of financial position presented has been extracted from annual financial statements for the year ended June 30, 2024, whereas the comparative condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been extracted from the unaudited condensed interim financial statements for the six months ended December 31, 2023.

### **3 MATERIAL ACCOUNTING POLICIES INFORMATION**

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 the financial statements for the year ended June 30, 2024.

Certain standards, amendments and interpretations to the approved accounting standards are effective for accounting periods beginning on or after July 1, 2024 but are considered not to be relevant or have any significant effect on the Company's operation and are therefore not detailed in these condensed interim financial statements.

### **4 ESTIMATES**

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

In preparing these condensed interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the financial statements as at and 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.



# MSC METROPOLITAN STEEL CORPORATION LIMITED

			<i>(Un-audited)</i> 2024		<i>(Audited)</i> 2024				
			December 31	June 30					
			-- Report in '000' --						
			Note						
<b>3 PROPERTY, PLANT AND EQUIPMENT</b>									
Operating fixed assets			3.8	759,781	766,044				
<b>3.1 Operating fixed assets</b>									
Particulars	<i>Owned</i>							Right - of - use assets	
	Leasehold land	Buildings on leasehold land	Plant and machinery	Equipment	Furniture, fixtures and fittings	Vehicles	Computers		Total
----- Report in '000' -----									
<i>Year ended June 30, 2024</i>									
Opening net book value	495,600	123,199	148,361	376	111	60	34	767,831	150
Additions	-	-	-	12,390	-	-	-	12,390	-
Depreciation charged	-	(6,250)	(7,315)	(434)	(20)	(16)	(7)	(13,942)	(11)
Net book value as at June 30, 2024	495,600	118,939	138,986	12,317	111	44	27	766,044	139
Additions	-	-	-	1,113	88	-	31	1,332	-
Depreciation charged	-	(2,823)	(3,475)	(1,897)	(15)	(9)	(5)	(7,484)	(13)
Net book value as at December 31, 2024	495,600	115,966	138,511	11,422	103	35	22	759,781	126
<i>At June 30, 2024</i>									
Cost / revalued amount	495,600	138,734	162,106	16,333	3,339	4,119	1,185	821,306	3,069
Accumulated depreciation	-	(19,795)	(23,120)	(1,916)	(3,428)	(4,055)	(1,158)	(53,462)	(2,944)
Net book value	495,600	118,939	138,986	12,317	111	64	27	766,044	135
<i>At December 31, 2024</i>									
Cost / revalued amount	495,600	138,734	162,106	17,345	3,624	4,119	1,206	822,734	3,069
Accumulated depreciation	-	(22,768)	(23,595)	(4,923)	(3,443)	(4,061)	(1,162)	(53,942)	(2,937)
Net book value	495,600	115,966	138,511	11,422	103	35	22	759,781	112
Rate of depreciation %	-	5%	5%	15%	15%	20%	20%	-	20%



# MSC METROPOLITAN STEEL CORPORATION LIMITED

		<i>Un-Audited</i>	<i>Audited</i>
		<i>December 31</i>	<i>June 30,</i>
		<i>2024</i>	<i>2024</i>
	<i>Note</i>	<i>----- Rupees in '000' -----</i>	
<b>5.2 Property, plant and equipment</b>			
Depreciation charge for the period		<u>7,481</u>	<u>13,998</u>

## 6 STOCK-IN-TRADE

Raw materials		-	31,870
Finished goods		<u>3,019</u>	<u>16,922</u>
		<u>3,019</u>	<u>48,792</u>

## 7 TRADE DEBTS

Considered good		11,928	4,146
Considered doubtful	7.1	<u>24,076</u>	<u>24,076</u>
		<u>36,004</u>	<u>28,222</u>

7.1 This represents amount receivable in respect of tower plant amounting to Rs. 4.52 million (June 30, 2024: Rs. 4.52 million) supplied to Multan Electric Power Company Limited bearing execution no 20/20 and Rs. 19.55 million (June 30, 2024: Rs. 19.55 million) receivable from WAPDA bearing suit no 1058/2014. As per the legal advisor in both of these matters there is no apparent threat of further litigation and the favorable outcome is expected. Accordingly, the Company has not made any provision in respect of the amounts in these financial statements.

		<i>Un-Audited</i>	<i>Audited</i>
		<i>December 31</i>	<i>June 30,</i>
		<i>2024</i>	<i>2024</i>
	<i>Note</i>	<i>--- Rupees in '000' ---</i>	
<b>8 SHORT TERM INVESTMENTS</b>			
<i>At fair value - through profit or loss</i>			
Units of mutual funds		<u>14</u>	<u>14</u>
<i>At amortized cost</i>			
TDR	8.1	<u>35,200</u>	<u>13,000</u>
		<u>35,214</u>	<u>13,014</u>

8.1 This includes TDR amounting to Rs. 8 million having maturity of within a year carries markup at the rate of 18% (June 30, 2024: 18%) per annum and is deposited in the bank as margin against bank guarantee issued in favor of Sul Southern Gas Company Limited by the bank. Interest till the cut-off date is booked in these financial statements.



# MSC METROPOLITAN STEEL CORPORATION LIMITED

	<i>Un-Audited</i> <i>December 31</i> <i>2024</i>	<i>Audited</i> <i>June 30,</i> <i>2024</i>
<i>Note</i>	<i>----- Rupees in '000' -----</i>	
<b>9 TAX REFUNDS DUE FROM GOVERNMENT - NET</b>		
Income tax - net	<u>14,414</u>	<u>13,758</u>

## 10 CASH AND BANK BALANCES

	<i>38</i>	<i>-</i>
<i>Cash in hand</i>		
<i>Cash at bank</i>		
- In current account	<u>330</u>	<u>145</u>
- In savings account	<u>1,008</u>	<u>3,285</u>
	<u>1,338</u>	<u>3,430</u>
	<u>1,266</u>	<u>3,430</u>

10.1 These carry markup at the rates ranging between 5% to 5.75% (June 30, 2024: 3% to 4%) per annum. The deposits are placed with bank under Islamic banking arrangements.

	<i>Un-Audited</i> <i>December 31</i> <i>2024</i>	<i>Audited</i> <i>June 30,</i> <i>2024</i>
<i>Note</i>	<i>----- Rupees in '000' -----</i>	
<b>11 REVALUATION SURPLUS ON PROPERTY, PLANT AND EQUIPMENT</b>		
<i>Opening balance</i>		
Revaluation surplus during the year - net	557,803	564,502
<i>Buildings on leasehold land and plant and machinery</i>		
Transferred to unappropriated profit in respect of incremental depreciation - net of deferred tax	<u>(2,259)</u>	<u>(4,756)</u>
Related deferred tax liability	<u>(923)</u>	<u>(1,943)</u>
	<u>(3,182)</u>	<u>(6,699)</u>
<i>Balance as at period end</i>	554,621	557,803
<i>Related deferred tax liability</i>	<u>(16,898)</u>	<u>(27,821)</u>
<i>Balance as at period end - net of deferred tax</i>	<u>537,723</u>	<u>529,982</u>

### 11.1 Movement in deferred tax liability

<i>Opening balance</i>	27,821	29,764
Transferred to unappropriated profit in respect of incremental depreciation	<u>(923)</u>	<u>(1,943)</u>
<i>Balance as at period end</i>	<u>26,898</u>	<u>27,821</u>

		<i>Un-Audited</i>	<i>Audited</i>
		<i>December 31</i>	<i>June 30,</i>
		<i>2024</i>	<i>2024</i>
	<i>Note</i>	<i>----- Rupees in '000' -----</i>	
<b>13 DEFERRED LIABILITY</b>			
Deferred tax liability - net	12.1	<u>26,998</u>	<u>27,821</u>
<b>13.1 Deferred tax liability - net</b>			
<i>Deductible temporary differences</i>			
Provisions for stores, spares and loose tools		(9,032)	(9,032)
Provisions for claims recoverable		(57,998)	(57,998)
Liabilities against assets subject to finance lease		(6,154)	(6,154)
Business losses		(29,995)	(29,996)
Unabsorbed tax depreciation		<u>(204,119)</u>	<u>(203,587)</u>
		(306,398)	(305,767)
<i>Taxable temporary differences</i>			
Accelerated tax depreciation		31,487	31,202
Deferred tax asset - net	12.2	<u>(273,911)</u>	<u>(272,565)</u>
Deferred tax asset not recognized		<u>273,911</u>	<u>272,565</u>
		-	-
<i>Taxable temporary differences</i>			
Revaluation surplus on property, plant and equipment		<u>26,998</u>	<u>27,821</u>

13.2 Deferred tax asset as at December 31, 2024 to the extent of Rs. 273.91 million (June 30, 2024: Rs. 272.56 million) has not been recognized as the Company does not expect to generate sufficient taxable profits in foreseeable future against which such benefits can be utilized.

		<i>Un-Audited</i>	<i>Audited</i>
		<i>December 31</i>	<i>June 30,</i>
		<i>2024</i>	<i>2024</i>
	<i>Note</i>	<i>----- Rupees in '000' -----</i>	
<b>13 TRADE AND OTHER PAYABLES</b>			
Trade creditors		68	84
Accrued liabilities	13.1	19,839	17,277
Withholding tax payable		58	73
Others		<u>233</u>	<u>233</u>
		<u>20,198</u>	<u>17,667</u>

13.1 Includes director's remuneration payable amounting to Rs.1.63 million (June 30, 2024: Rs.6.43 million)

		<i>(Un- audited)</i>	<i>(Audited)</i>
		<i>December 31</i>	<i>June 30,</i>
		<i>2024</i>	<i>2024</i>
	<i>Note</i>	<i>----- Rupees in '000' -----</i>	
<b>14 SHORT TERM BORROWINGS</b>			
From director - unsecured	14.1	<u>168</u>	<u>3,587</u>

14.1 Represents interest free loan obtained from director of the Company to meet the working capital requirements and is payable on demand.



# MSC METROPOLITAN STEEL CORPORATION LIMITED

## 15 OVER DUE PORTION OF LEASE LIABILITIES

*Un-Audited*      *Audited*  
*December 31*    *June 30,*  
*2024*              *2024*  
*Now*      ..... *Rupees in '000'* .....

Over due portion of lease liabilities	15.1	21,222	21,222
---------------------------------------	------	--------	--------

15.1 Liabilities against assets subject to finance lease represent liabilities for vehicles acquired under finance lease agreements. Financing rates ranging from 14% to 22% (June 30, 2024: 14% to 22%) per annum have been used as discounting factors.

## 16 CONTINGENCIES AND COMMITMENTS

### 16.1 Contingencies

16.1.1 The contingencies to which the Company is exposed are discussed in note 7.1 to these financial statements.

16.1.2 Guarantee in favor of Sai Sothern Gas Company Limited issued by the Bank on behalf of the Company amounted to Rs. 8 million (June 30, 2024: Rs. 8 million).

### 16.2 Commitments

There were no commitments binding on the Company as on the reporting date.

<i>Un-Audited</i>		<i>Un-Audited</i>	
<i>Half year ended</i>		<i>Quarter ended</i>	
<i>Dec-24</i>	<i>Dec-23</i>	<i>Dec-24</i>	<i>Dec-23</i>
..... <i>Rupees in '000'</i> .....			

## 17 SALES - NET

Sales	61,814	81,035	24,106	39,923
Less: sales tax	(9,429)	(13,249)	(3,677)	(6,647)
	52,387	67,786	20,429	33,276

## 18 ADMINISTRATIVE EXPENSES

Salaries, wages and other benefits	1,689	1,438	1,190	728
Chief executive officer and director's remuneration	3,806	2,075	1,948	1,308
Utilities	87	156	41	34
Depreciation	82	75	41	38
Travelling and conveyance	58	60	45	42
Legal and Professional charges	3,178	186	431	145
Donations	127	149	52	72
Advertisement	75	37	75	37
Auditors' remuneration	132	132	132	132
Fees and subscription	76	100	76	74
Medical	-	58	-	50
Miscellaneous	89	37	87	31
	9,409	4,503	4,070	2,698





# MSC METROPOLITAN STEEL CORPORATION LIMITED

<i>Un-Audited</i>		<i>Un-Audited</i>	
<i>Half year ended</i>		<i>Quarter ended</i>	
<i>Dec-24</i>	<i>Dec-23</i>	<i>Dec-24</i>	<i>Dec-23</i>
<i>..... Rupees in '000' .....</i>			

## 19 EARNING PER SHARE

- Basic and Diluted

(Loss) / profit for the period	(17,356)	3,260	(10,484)	4,590
Weighted average number of ordinary shares	309,776	309,776	309,776	309,776
(Loss) / earning per share - basic and diluted	Rs. (0.56)	0.11	(0.34)	0.15

## 20 TRANSACTIONS WITH RELATED PARTIES


Related parties include major shareholders, associated undertakings, key management personnel and their close family members. Period end balances of related parties are disclosed in relevant notes to these condensed interim financial statements. Following transactions occurred during the period:

	<i>Un-Audited</i>	<i>Un-Audited</i>
	<i>December 31</i>	<i>December 31</i>
	<i>2024</i>	<i>2023</i>
	<i>..... Rupees in '000' .....</i>	
<b>Mr. Mehmood Ali Mehkari</b>		
Short term borrowings adjusted during the year	-	3,517
Short term borrowings repaid during the year	3,753	-
Short term borrowings obtained during the period	335	3,172
<b>Mr. Umar Mehkari</b>		
Amount payable in respect of salary	1,628	9,619

## 21 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on 26-03-2025 by the board of directors of the Company.

  
Chief Executive Officer

  
Director

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