



QUARTERLY REPORT

QUARTERLY REPORT ENDED 31ST
DECEMBER 2024





COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Abdul Aziz Jamal
Mr. Husein Aziz Jamal
Mr. Abdul Rashid Jamal
Ms. Saman Aziz Jamal
Mr. Muhammed Ali Rashid
Mr. Akhtar Wasim Dar
Mr. Malik Muneer

Chairman
Chief Executive Officer
Non-Executive Director
Executive Director
Non-Executive Director
Independent Director
Independent Director

CHIEF FINANCIAL OFFICER

Mr. M. Anwar Kaludi

COMPANY SECRETARY

Mr. Muhammed Aslam Moten

BOARD OF AUDIT COMMITTEE

Mr. Akhtar Waim Dar
Mr. Abdul Rashid Jamal
Mr. Malik Muneer
Mr. Mirza Akhtar Shikoh

Chairman
Member
Member
Secretary

HUMAN RESOURCE AND REMUNERATION COMMITTEE

Mr. Akhtar Wasim Dar
Mr. Abdul Rashid Jamal
Mr. Malik Muneer
Mr. Shan ul Haq

Chairman
Member
Member
Secretary

BANKERS

Habib Metropolitan Bank Limited
MCB Bank Limited
Soneri Bank Limited
Dubai Islamic Bank Limited

AUDITORS

Reanda Haroon Zakaria Amir Salman Riwan
& Company
Chartered Accountants

LEGAL ADVISOR

Ms. Mariam Badar

REGISTERED & HEAD OFFICE

HT-8, Landhi Industrial & Trading Estate,
Landhi, Karachi-75120.

SHARE REGISTRAR

C & K Management Associates (Pvt) Limited
M13, Progressive Plaza Civil Lines Quarter
Near PIDC Beamont Road Karachi-75530

E-Mail

Sales@husein.com

URL

www.husein.com



DIRECTORS' REVIEW

The Board of Directors of Husein Industries Limited is honored to present the half yearly review report for the period ended December 31, 2024 together with Independent Auditor's Review Report on condensed interim financial statements.

Financial Performance These condensed interim financial statements are presented in accordance with the requirements of Companies Act, 2017. Summary of the Company's performance for the period ended December 31, 2024 is as under:

	December 31, 2024	December 31 2023
	Rupees	Rupees
Financial Results		
Revenue	134,361,224	166,656,151
Cost of revenue	(78,636,611)	(115,944,912)
Gross Profit	55,724,613	50,711,239
Administrative expenses	(22,421,439)	(18,211,081)
Operating profit	33,303,174	32,500,158
Finance costs	(27,638,924)	(31,356,599)
Other charges	(382,421)	-
Other income	1,020,856	991,691
Profit before taxation	6,302,685	2,135,250
Levies	(6,047)	(97,834)
Taxation	4,211,604	996,972
Profit after taxation	10,508,242	3,034,388
Earnings Per Share - Basic and Diluted	0.99	0.29

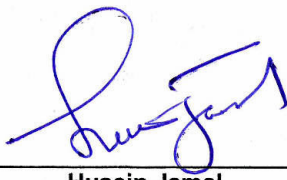
Financial overview For the half year ended December 31, 2024; the Company's revenue was Rs. 134.361 million as compared to Rs. 166.656 million for the same period last year. Gross profit of the Company for the period was Rs.55.725 million from Rs. 50.711 million as compared to the corresponding period. Administrative expenses incurred during the period was 22.421 million as compared to Rs. 18.211 million in the comparative period. Profit after taxation was increased to Rs. 10.508 million from Rs. 3.034 million in the corresponding period last year owing to increase in rental income during the period. Your directors have already converted one of the Company's properties into a commercial cum residential project which is generating positive cash flows for your Company.

Future outlook Husein Industries Limited remains vigilant and adaptive, cognizant of the need to navigate through potential headwinds. The envisaged economic optimism and political stability over the period, coupled with emerging trends, set the stage for recovery and growth. The real estate sector stands as a key driver of economic growth and prosperity. By harnessing its potential and capitalizing on emerging opportunities, the Sector can play a pivotal role in shaping a brighter future for the country and its citizens. We are hopeful that there would be much improvement in real estate sector in the year 2025-2026.

Vote of thanks Your directors are pleased to record their appreciation for the continued dedication, commitment and loyalty to the Company and trust and confidence shown in the Management of the Company. Your directors are also thankful to all stakeholders for the loyalty they have shown during turbulent times.

The Directors of your company are also pleased to record their appreciation for the assistance and continued support of the various Government Departments, Bankers, Customers and Shareholders.


Abdul Aziz Jamal
Chairman


Husein Jamal
Chief Executive Officer

Karachi: February 27, 2025

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF
HUSEIN INDUSTRIES LIMITED
REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS**

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Husein Industries 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 condensed interim financial statements for the six-month period then ended (herein-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this 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 financial statements based on our review.

The figures of the condensed interim statement of profit or loss and other comprehensive income for the three months ended December 31, 2024 and December 31, 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.

RHZASRCD

Reanda Haroon Zakaria Aamir Salman Rizwan & Company
Chartered Accountants

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Other offices at:
Lahore and Islamabad

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Emphasis of Matter

The Company has earned after tax profit amounting to Rs. 10.508 (December 31, 2023: 3.034) million, however, its accumulated losses stood at Rs. 1,009.002 (June 30, 2024: Rs. 1,026.84) million resulting in negative shareholders' equity of Rs. 65.888 (June 30, 2024: Rs. 76.396) million. At reporting date, current liabilities of the Company exceeded the current assets by Rs. 654.778 (June 30, 2024: Rs. 676.262) million. These conditions along with other matters set forth in note 1.1 to the accompanying interim financial statements indicate the existence of material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern and also discusses the reasons for preparing the interim financial statements on going concern basis including the expectation of future profitability on account of change in business of the Company, financial support from directors and other matters. These plans including the viability of the new business are subject to inherent uncertainty as future events are always subject to change. Our conclusion is not modified in respect of this matter.

The engagement partner on the review resulting in this independent auditor's review report is **Mohammad Iqbal**.

Reanda Haroon Zakaria Aamir Salman Rizwan & Co
Reanda Haroon Zakaria Aamir Salman Rizwan & Company Place: Karachi
Chartered Accountants Dated: **27 FEB 2025**

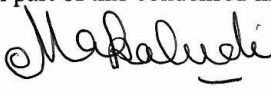
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HUSEIN INDUSTRIES LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

		<i>December 31, 2024 (Un-audited)</i>	<i>June 30, 2024 (Audited)</i>
	<i>Note</i>	<i>----- (Rupees) -----</i>	
<u>ASSETS</u>			
Non-Current Assets			
Property, plant and equipment	5	703,623,399	717,697,071
Long term investment		720,461	616,127
Long term deposits		1,316,096	1,316,096
Deferred taxation - net	6	-	-
		705,659,956	719,629,294
Current Assets			
Short term investment	7	1,660,514	1,538,024
Development property	8	31,335,093	31,335,093
Trade debts		14,660,116	1,484,471
Advances and prepayments		14,854,372	14,927,180
Tax refunds due from the Government		5,976,060	5,976,060
Cash and bank balances	9	6,628,266	13,964,545
		75,114,421	69,225,373
Total Assets		780,774,377	788,854,667
<u>EQUITY AND LIABILITIES</u>			
Share Capital and Reserves			
Authorized Capital			
15,000,000 Ordinary shares of Rs. 10 each		150,000,000	150,000,000
Share Capital			
Issued, subscribed and paid up capital		106,258,520	106,258,520
Capital Reserves			
Share premium		33,858,000	33,858,000
Surplus on revaluation of property	10	510,855,175	518,185,538
		544,713,175	552,043,538
Revenue Reserves			
General reserves		292,142,000	292,142,000
Accumulated losses		(1,009,001,599)	(1,026,840,204)
		(716,859,599)	(734,698,204)
Shareholder's equity		(65,887,904)	(76,396,146)
Non-Current Liabilities			
Deferred tax liability		116,769,592	119,763,684
Current Liabilities			
Trade and other payables		179,066,423	178,015,396
Contract liabilities	11	21,263,469	60,270,177
Short term borrowings	12	276,435,490	276,435,490
Mark-up accrued	13	181,452,996	153,822,972
Unclaimed dividend		303,346	303,346
Provision for taxation - net		71,370,965	76,639,748
		729,892,689	745,487,129
Contingencies and Commitments	14		
Total Equity and Liabilities		780,774,377	788,854,667

The annexed notes from 1 to 20 form an integral part of this condensed interim financial statements.


Chief Executive Officer


Chief Financial Officer


Director


HUSEIN INDUSTRIES LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024


	<i>Note</i>	<i>Half year ended December 31,</i>		<i>Quarter ended December 31,</i>	
		<i>2024</i>	<i>2023</i>	<i>2024</i>	<i>2023</i>
		<i>----- (Rupees) -----</i>			
Revenue	15	134,361,224	166,656,151	87,131,715	124,298,366
Cost of sales and expenses		(78,636,611)	(115,944,912)	(68,315,324)	(102,489,982)
Gross profit		55,724,613	50,711,239	18,816,391	21,808,384
Administrative expenses		(22,421,439)	(18,211,081)	(10,644,762)	(9,374,580)
Operating profit		33,303,174	32,500,158	8,171,629	12,433,804
Finance cost		(27,638,924)	(31,356,599)	(13,817,547)	(15,679,186)
Other charges - WWF		(382,421)	-	(382,421)	-
Other income		1,020,856	991,691	596,262	312,262
Profit / (loss) before levies and taxation		6,302,685	2,135,250	(5,432,077)	(2,933,120)
Levies	16	(6,047)	(97,834)	(1,234)	-
Profit / (loss) before taxation		6,296,638	2,037,416	(5,433,311)	(2,933,120)
Taxation - net	17	4,211,604	996,972	3,559,859	1,043,049
Profit / (loss) after taxation		10,508,242	3,034,388	(1,873,452)	(1,890,071)
Other comprehensive income		-	-	-	-
Total comprehensive income / (loss) for the period		10,508,242	3,034,388	(1,873,452.00)	(1,890,071)
Earning per share - basic and diluted		0.99	0.29	(0.18)	(0.18)


The annexed notes from 1 to 20 form an integral part of this condensed interim financial statements.

R.H.Z.A.S.R.W


Chief Executive Officer


Chief Financial Officer


Director




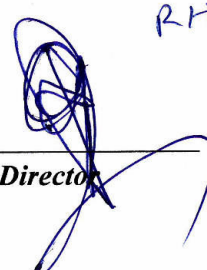
HUSEIN INDUSTRIES LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

		<i>Half year ended December 31,</i>	
		<i>2024</i>	<i>2023</i>
A. CASH FLOW FROM OPERATING ACTIVITIES	<i>Note</i>	<i>----- (Rupees) -----</i>	
Profit before levies and taxation		6,302,685	2,135,250
Adjustments for:			
Depreciation	5	14,073,672	15,225,410
Interest on gratuity payable		1,204,808	1,086,072
Workers welfare fund		382,421	-
Remeasurement (gain) / loss on investment		(104,334)	21,087
Dividend income		(8,226)	-
Finance cost		27,638,924	31,356,599
		<u>43,187,265</u>	<u>47,689,168</u>
Cash generated from operating activities before working capital changes		49,489,950	49,824,418
(Increase) / decrease in current assets			
Development property		-	13,768,774
Prepayments		72,808	60,986
Trade debts		(13,175,645)	65,999
		<u>(13,102,837)</u>	<u>13,895,759</u>
Increase / (decrease) in current liabilities			
Trade and other payables		(192,499)	(40,456)
Contract liabilities		(39,006,708)	(79,905,619)
		<u>(39,199,207)</u>	<u>(79,946,075)</u>
Net cash used in operations		(2,812,094)	(16,225,898)
Taxes paid - net		(4,057,318)	(903,329)
Gratuity paid		(343,703)	(50,000)
Financial charges paid		(8,900)	(5,759)
Net cash used in operating activities		<u>(7,222,015)</u>	<u>(17,184,986)</u>
B. CASH FLOW FROM INVESTING ACTIVITIES			
Short term investment		(122,490)	14,945,614
Dividend received		8,226	-
Net cash (used in) / generated from investing activities		<u>(114,264)</u>	<u>14,945,614</u>
C. CASH FLOW FROM FINANCING ACTIVITIES			
Net decrease in cash and cash equivalents (A+B+C)		(7,336,279)	(2,239,372)
Cash and cash equivalent at beginning of the period	9	13,964,545	13,904,119
Cash and cash equivalent at end of the period	9	<u>6,628,266</u>	<u>11,664,747</u>

The annexed notes from 1 to 20 form an integral part of this condensed interim financial statements.


Chief Executive officer


Chief Financial Officer


Director

HUSEIN INDUSTRIES LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

1 NATURE AND STATUS OF BUSINESS

The Company was incorporated in Pakistan on May 25, 1953 as a Public Limited Company under the repealed Companies Act, 1913 (now the Companies Act, 2017) in the name of Husein Textile Mills Limited, which was changed to Husein Industries Limited in 1964 and it is listed on Pakistan Stock Exchange Limited. The registered office of the Company is situated at HT-8, Landhi Industrial Area, Karachi.

The Company has ceased its textile business since the financial year 2014 and the management has developed business diversification strategy to enter into real estate development, construction and allied businesses including residential plots and commercial sites for which necessary approval from the shareholders and the regulator for change in 'object clause' is obtained during the years ended June 30, 2018 and 2019 respectively.

1.1 Going Concern Assumption

The Company has earned after tax profit amounting to Rs. 10.508 (December 31, 2023: Rs. 3.034) however, its accumulated losses stood at Rs. 1,009.002 (June 30, 2024: Rs. 1,026.84) million resulting in negative shareholders' equity of Rs. 65.888 (June 30, 2024: Rs. 76.396) million. At reporting date, current liabilities of the Company exceeded the current assets by Rs. 654.778 (June 30, 2024: Rs. 676.262) million. Further the Company has not been able to pay its creditors on due date.

The above conditions indicate the existence of material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern and therefore it may be unable to realize its assets and discharge its liabilities in the normal course of business.

The management of the Company has taken the following steps / measures including future plans to revive and improve the operational and financial conditions of the Company.

- a) Adoption of business diversification strategy in prior years, as disclosed in note 1 to these financial statements, has already started contributing towards the stability of the Company which is also evident from waiver of banking loans and markup amounting to Rs. 416.103 million in 2021 on prompt payment of restructured liabilities which has also significantly improved the current ratios and eased liquidity issues.
- b) Total financial liability of Rs. 637.258 million includes Rs. 457.888 million payable to directors of the Company who have ensured their strong support, therefore, the management is confident that the remaining liabilities will be repaid in the due course.
- c) Launch of 'Jamal Garden's Residential Project' consisting of residential plots having an area of 23,077 square yards at LT-21, scheme 3, Landhi Industrial Area, Karachi, after obtaining the respective approvals from the regulators, in prior years was a success as evident from deposits by the Customers and it had contributed towards the repayment of previous bank liabilities. Further, the management is still confident about the over all profitability of the residential project.
- d) Launch of 'Jamal Garden's Commercial Project' having an area of 14,933 square yards at LT-21, Scheme 3, Landhi Industrial Area, Karachi in near future will significantly improve the Company's overall financial position and will help the Company towards initiation of new projects.
- e) Income from leased properties, during the period, including textile plant and machinery amounting to Rs. 95.355 million which is considered sufficient by the management to finance Company's future operations.

- f) The Company has strong financial support from its directors and is confident about the viability of the real estate and allied business.

The Board has also approved five year financial projections prepared by the management of the Company covering all factors mentioned above according to which, the Company will have adequate cash inflows which will not only pay off trade and other payables and project development expenditures but also generate additional cash inflows in the form of profits.

Accordingly, these condensed interim financial statements have been prepared on the going concern basis.

2 BASIS OF PREPARATION

2.1 These condensed interim financial statements of the Company for the half year ended December 31, 2024 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 Standard 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.

- 2.2 These condensed interim financial statements are presented in Pakistani Rupees which is also the Company's functional currency.
- 2.3 These condensed interim financial statements are un-audited but subject to limited scope review by the auditors and are being submitted to the shareholders as required under Section 237 of the Companies Act, 2017. These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the financial statements of the Company for the year ended June 30, 2024.
- 2.4 The figures of the condensed interim statement of profit or loss and other comprehensive income for the quarter ended December 31, 2024 and December 31, 2023 and notes forming part thereof have not been reviewed by the auditors of the Company, as they have reviewed the cumulative figures for the half year ended December 31, 2024 and December 31, 2023.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the consistent with those applied in the preparation of the annual financial statements for the year ended June 30, 2024.

3.1 Levies and taxation

Taxation comprises of current and deferred tax. It is recognized in the profit or loss, except to the extent that it relates to the items recognized directly in other comprehensive income or in equity, in which case it is recognized there.

3.1.1 Current tax and levies

Income tax expense for the period, determined in accordance with the Income Tax Ordinance, 2001, is recognized as current to the extent it is based on taxable income at the current rate of taxation after taking into account tax credit available, if any. Any excess, representing tax determined on the basis other than taxable income, e.g. taxes under FTR / MTR regime, ACT, etc., are recognized as an expense and termed as levies in the profit or loss.

However, if the tax expense is determined on the basis of minimum tax on turnover or ACT, while the management expects that the available credit may not be realizable / adjustable in future tax years, then the tax expense determined on the basis minimum tax or ACT, will be recognized as the levy in the profit or loss.

Restatement

In May 2024, the Institute of Chartered Accountant of Pakistan (ICAP) have withdrawn the Technical Release 27 "IAS 12, Income Taxes (Revised 2012)" and issued guidance - "IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes". The said guidance requires certain amounts of tax paid under minimum and final tax regime to be shown separately as a levy instead of showing it in current tax.

Accordingly, the impact has been incorporated in these condensed interim financial statements retrospectively in accordance with the requirement of International Accounting Standard (IAS 8) - 'Accounting Policies, Change in Accounting Estimates and Errors'. There has been no effect on the condensed interim statement of financial position, the condensed interim statement of cash flows and earning per share as a result of this change. The effect of restatement on comparative condensed interim statement of profit or loss and other comprehensive income is as follows;

	<i>Had there been no change in accounting policy</i>	<i>Impact of change in accounting policy</i>	<i>After incorporating effects of change in accounting policy</i>
	<i>----- Rupees -----</i>		
<i>For the period ended December 31, 2024</i>			
Profit before income tax	6,302,685	(6,047)	6,296,638
Levies	-	(6,047)	(6,047)
Income tax expense	4,205,557	6,047	4,211,604
<i>For the period ended December 31, 2023</i>			
Profit before income tax	2,135,250	(97,834)	2,037,416
Levies	-	(97,834)	(97,834)
Income tax expense	899,138	97,834	996,972

3.2 Standards, amendments and improvements to IFRS's effective during the period:

The company has adopted the following accounting standards and amendments to IFRSs and the improvements to accounting standards which became for the effective for the current period:

	<i>Effective for period beginning on or after</i>
Amendments to IAS 7 'Statement of Cash Flows': Amendments regarding supplier finance arrangements.	January 1, 2024
Amendments to IFRS 16 'Leases'-Amendments to clarify how a seller-lessee subsequently measures sale and leaseback transactions	January 1, 2024
Amendments to IAS 1 'Presentation of Financial Statements': Amendments regarding the classification of liabilities and debts with covenants	January 1, 2024

The adoption of the above standards, amendments, improvements to accounting standards did not have any material effect on these condensed interim financial statements.

Certain amendments updating a reference to the Conceptual Framework and annual improvements have also been made to a number of standards, which have not been enumerated here for brevity.

3.3 Amendments to standards and IFRS interpretations that are not yet effective

The following amendments to accounting standards and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, interpretations and amendments are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures:

Effective from accounting period beginning on or after

Amendments to IFRS 7 'Financial Instruments - Disclosures' and IFRS 9 'Financial Instruments': Amendments regarding the classification and measurement of financial instruments.	January 1, 2026
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Amendments to IFRS 10 'Consolidated Financial Statements' and IAS 28 'Investments in Associates and Joint Ventures': Sale or contribution of assets between an investor and its associate or joint venture	Effective from accounting period beginning on or after a date to be determined. Earlier application is permitted.
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IFRS 17 - Insurance Contracts	January 1, 2026
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Certain amendments updating a reference to the Conceptual Framework and annual improvements have also been made to a number of standards, which have not been enumerated here for brevity.

Other than the aforesaid standards, interpretations and amendments, the International Accounting Standards Board (IASB) has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan:

IFRS 1 - First Time Adoption of International Financial Reporting Standards

IFRS 19 Subsidiaries without Public Accountability: Disclosures

IFRS S1 - General Requirements for Disclosure of Sustainability-related Financial Information

IFRS S2 Climate-related Disclosures

4 ACCOUNTING ESTIMATES, JUDGMENTS

- 4.1** The preparation of these condensed interim financial statements in conformity with the approved accounting standards, as applicable in Pakistan, requires the management to make estimates, judgements that affect the application of policies and the reported amount of assets and liabilities and income and expenses. Actual results may differ from these estimates.
- 4.2** In preparing these condensed interim financial statements, the significant judgements made by the management in applying the company's accounting policies and areas where assumptions and estimates are significant are same as those applied to the annual financial statements of the company as at and for the year ended June 30, 2024 except for restatement of comparative information related to levies & taxation.

5 PROPERTY, PLANT AND EQUIPMENT

<i>(Un-audited)</i>	<i>(Audited)</i>
<i>December 31,</i>	<i>June 30,</i>
<i>2024</i>	<i>2024</i>
<i>----- (Rupees) -----</i>	

Operating Fixed Assets

Opening written down value	717,697,071	748,148,064
Depreciation charge for the period / year	<u>(14,073,672)</u>	<u>(30,450,993)</u>
	<u><u>703,623,399</u></u>	<u><u>717,697,071</u></u>

5.1 There were no acquisitions and disposals of property plant and equipment during the period.

5.2 Had there been no revaluation, the written down values of specific classes of property, plant and equipment would have been as follows:

	<i>Net book value as at</i>	
	<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) -----</i>	
Free hold land	5,792,000	5,792,000
Building on lease hold land	<u>37,066,162</u>	<u>38,016,576</u>
	<u><u>42,858,162</u></u>	<u><u>43,808,576</u></u>

6 DEFERRED TAXATION - NET

This comprises of the following: -

Net deferred tax asset not recognized

Deductible temporary differences

Provision for doubtful debts	20,491,399	20,491,400
Effect of unabsorbed tax depreciation	154,623,050	157,395,602
Effect of alternate corporate tax	<u>70,506,537</u>	<u>71,815,104</u>
	<u><u>245,620,986</u></u>	<u><u>249,702,106</u></u>

Taxable temporary differences

Accelerated tax depreciation	<u>(11,210,726)</u>	<u>(11,643,329)</u>
	<u><u>234,410,260</u></u>	<u><u>238,058,777</u></u>

Net deferred tax asset not recognized

6.1	<u><u>(234,410,260)</u></u>	<u><u>(238,058,777)</u></u>
	<u><u>-</u></u>	<u><u>-</u></u>

Deferred tax liability recognized

Taxable temporary differences

Surplus on revaluation of property	6.2	<u><u>(116,769,592)</u></u>	<u><u>(119,763,684)</u></u>
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6.1 Deferred tax asset as at December 31, 2024 to the extent of Rs. 234.41 (June 30, 2024: Rs. 238.059) million has not been recognized because of the inherent uncertainties in forecasts of sufficient taxable profits in foreseeable future against which such benefits can be utilized.

6.2 Deferred tax liability as at December 31, 2024 to the extent of Rs. 116.770 (June 30, 2024: Rs. 119.764) million has been recognized due to surplus on revaluation of building.

		'December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	Note	----- (Rupees) -----	
7 SHORT TERM INVESTMENT			
at amortised cost			
Meezan Rozana Amdani Fund		-	1,538,024
Meezan Cash Fund		1,660,514	-
	7.1	1,660,514	1,538,024
7.1 Movement during the period / year			
Opening		1,538,024	16,362,506
Add: Profit for the period / year		128,788	794,729
Less: Withdrawals during the period / year		(1,485)	(15,500,000)
Less: Withholding tax		(4,813)	(119,211)
		1,660,514	1,538,024
8 DEVELOPMENT PROPERTY			
Cost of land (LT-21)		259,971	259,971
Commercialization fee		42,811,000	42,811,000
Fee for approval of commercial plan (COMM1)		7,931,908	7,931,908
Amenities - development expenditure	8.1	309,084,110	258,853,070
		360,086,989	309,855,949
Transferred to cost of sales to date	8.2	(328,751,896)	(278,520,856)
		31,335,093	31,335,093
8.1 Amenities - development expenditure			
Opening balance		258,853,070	138,201,028
Add: incurred during the period / year		50,231,040	120,652,042
		309,084,110	258,853,070
8.2 Cost of sales to date			
- Residential plots			
Opening balance		278,520,856	101,490,440
Transferred to cost of sales during the period / year		50,231,040	177,030,416
		328,751,896	278,520,856
- Commercial plots			
As at December 31, 2024, the company has not recognized any sales of commercial plots.			
9 CASH AND BANK BALANCES			
Cash in hand		8,500	8,500
Cash at banks			
- current accounts	9.1	6,594,052	13,931,937
- deposit accounts		25,714	24,108
	9.2	6,619,766	13,956,045
		6,628,266	13,964,545

9.1 Includes foreign currency accounts amounting to Rs. 0.184 (June 30, 2024: Rs. 0.185) million.

9.2 Average rate of markup earned for the period at 9% to 11% (June 30, 2024: 9%) per annum.

	'December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
<i>Note</i>	----- (Rupees) -----	

10 SURPLUS ON REVALUATION OF PROPERTY

Free hold land

Opening	224,971,000	224,971,000
Surplus arising on revaluation during the period / year	-	-
	224,971,000	224,971,000

Buildings on lease hold land

Opening	412,978,222	434,713,918
Transfer to equity in respect of incremental depreciation - net of deferred tax	(7,330,363)	(15,432,344)
Related deferred tax liability	(2,994,092)	(6,303,352)
	402,653,767	412,978,222
Gross Balance as at Dec 31 / June 30,	627,624,767	637,949,222

Less: Related deferred tax liability

- at the beginning of the period / year	(119,763,684)	(126,067,036)
- effect of surplus on revaluation during the period / year	-	-
- on incremental depreciation for the period / year	2,994,092	6,303,352
- at the end of the period / year	(116,769,592)	(119,763,684)
	510,855,175	518,185,538

11 CONTRACT LIABILITIES

Advance from allottees - unsecured	11.1	21,263,469	60,270,177
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11.1 Represents liabilities against contract with customers / allottees for sale of open plots / sites. Revenue of Rs. 39.007 (June 30, 2024: Rs. 183.51) million recognized during the period is adjusted against advance from allottees.

	'December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
<i>Note</i>	----- (Rupees) -----	

12 SHORT TERM BORROWINGS

Loan from directors	12.1	260,811,600	260,811,600
Loan from Shareholder	12.2	15,623,890	15,623,890
		276,435,490	276,435,490

12.1 Represents unsecured loans obtained from directors (related parties) of the Company. These loans are repayable on demand and carries markup chargeable at the rate of 6 months KIBOR + 1%.

12.2 Represents loan from Mrs. Aisha Bai Suleman (Late) that was reclassified from 'Loan from directors' to 'Loan from shareholder' upon her sad demise during the year ended 2021. This amount will be paid to her legal successors once the legal formalities will be completed.

	'December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	----- (Rupees) -----	
13 MARK-UP ACCRUED		
- on directors loan (related parties)	177,968,432	150,338,408
- on shareholder (related party)	3,484,564	3,484,564
	<u>181,452,996</u>	<u>153,822,972</u>

14 CONTINGENCIES AND COMMITMENTS

There are no major changes in the status and nature of contingencies and commitments as disclosed in the annual audited financial statements of the Company for the year ended June 30, 2024.

		'December 31, 2024 (Un-audited)	2023 (Audited)
	Note	----- (Rupees) -----	
15 REVENUE			
Sale of residential plots	15.1	39,006,708	79,905,619
Lease income		95,354,516	86,750,532
		<u>134,361,224</u>	<u>166,656,151</u>

15.1 The aggregate amount of the transaction price allocated to the unfulfilled performance obligations is Rs. 21.263 (December 31, 2023: Rs. 89.110) million. The Company will recognize this revenue based on percentage of completion of development work.

		'December 31, 2024 (Un-audited)	2023 (Audited)
	Note	----- (Rupees) -----	
16 LEVIES			
Final tax u/s 150	16.1	6,047	97,834

16.1 Represents final taxes recognized as levies in accordance with the requirements of IFRIC 21 / IAS37.

		'December 31, 2024 (Un-audited)	2023 (Audited)
	Note	----- (Rupees) -----	
17 TAXATION - NET			
Current tax expense		2,883,454	2,154,704
Prior year tax credit		(2,792,399)	-
Deferred tax income	10	<u>(4,302,659)</u>	<u>(3,151,676)</u>
		<u>(4,211,604)</u>	<u>(996,972)</u>

18 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise directors and key management personnel. Period end balances of related parties are disclosed in relevant notes to these condensed interim financial statements. The details of transactions with related parties during the period, other than those which have been disclosed elsewhere in these financial statements are as follows:


<i>Name of Related Party</i>	<i>Basis of Relationship</i>	<i>Percentage of holding</i>	<i>Dec-24</i> <i>---- (Rupees) ----</i>	<i>Jun-24</i> <i>---- (Rupees) ----</i>
Short term borrowings repaid during the period				
Abdul Aziz Jamal	Key management personal	21.15%	-	-
Abdul Rashid Jamal	Key management personal	12.65%	-	-
Markup expense during the period				
Abdul Aziz Jamal	Key management personal	21.15%	16,035,008	35,077,751
Abdul Rashid Jamal	Key management personal	12.65%	11,595,016	25,364,944
Mark-up paid during the year				
Abdul Aziz Jamal	Key management personal	11.93%	-	-
Abdul Rashid Jamal	Key management personal	12.65%	-	-


19 GENERAL

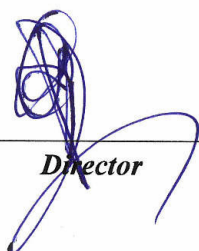
Figures have been rounded off to the nearest of Rupees.

20 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on 27 FEB 2025 by the Board of Directors of the Company.


Chief Executive Officer


Chief Financial Officer


Director

RH2ASRC