



KARAM CERAMICS LIMITED

**Interim Condensed Financial Statements
For the Half Year ended
December 31, 2024
(UNAUDITED)**

2024



www.karamceramics.com

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COMPANY INFORMATION

BOARD OF DIRECTORS

Mrs. Suraiya Nasir	Chairperson
Mr. Syed Mazhar Ali Nasir	Chief Executive Officer
Mr. Syed Azhar Ali Nasir	Non-Executive Director
Mr. Syed Azfar Ali Nasir	Non-Executive Director
Lt. General (Rtd) Tariq Waseem Ghazi	Independent Non-Executive Director
Mr. Alireza M. Alladin	Executive Director
Mr. Shuja Ahmed Alvi	Independent Non-Executive Director
Mr. Syed Naqui Raza	Chief Financial officer
Mr. Manzoor Ali Natha	Company Secretary

AUDIT COMMITTEE

Lt. General (Retd) Tariq Waseem Ghazi	Chairman
Mr. Shuja Ahmed Alvi	Member
Mr. Syed Azhar Ali Nasir	Member

HUMAN RESOURCES & REMUNERATION COMMITTEE

Mr. Shuja Ahmed Alvi	Chairman
Lt. General (Rtd) Tariq Waseem Ghazi	Member
Mr. Syed Azfar Ali Nasir	Member

BANKERS

Soneri Bank Limited
Habib Bank Limited
JS Bank Limited
MCB Bank Limited
Habib Metropolitan Bank Limited
Habib Mertropolitan Islamic Banking Branch
Faysal Bank Limited
Allied Bank Limited
Bank Alfalah Limited
Meezan Bank Limited
MCB Islmic Banking

AUDITORS / REGISTRAR AND SHARE TRANSFER OFFICE

Crowe Hussain Choudhury & Co
Chartered Accountants
F-4/2, Mustafa Avenue, Behind "The Forum"
Block 9, Clifton, Karachi
Tel: +92-21-35877806 - 10

T. H. K. Associates (Private) Limited
Plot No. 32-C, Jami Commercial Street2,
D.H.A Phase VII Karachi-75500

NATIONAL TAX NUMBER : 0710857-5
SALES TAX REGISTRATION NO : 02-02-6907-001-55

HEAD OFFICE

A-31, Sindhi Muslim Cooperative Housing Society, Karachi-75400.
(Ph # 021-3455512-13)

FACTORY

295/311, Deh Halkani, Hub Dam Road, Karachi

REPORT OF THE DIRECTORS for the Half Year ended December 31, 2024

Dear Shareholders,

The Board of Directors is pleased to present the financial results of Karam Ceramics Limited for the half-year ended December 31, 2024.

Financial Performance Summary

Particulars	December 31, 2024	December 31, 2023
Net Sales	Rs. 200,794,140	Rs. 611,228,367
Cost of Sales	(Rs. 436,470,321)	(Rs. 955,135,975)
Gross (Loss)	(Rs. 235,676,181)	(Rs. 343,907,608)
Net (Loss) after Taxation	(Rs. 250,251,116)	(Rs. 382,938,347)
Earning Per Share(EPS)	(Rs. 17.20)	(Rs. 26.32)

During the half-year under review, net sales were recorded at Rs. 200.7 million compared to Rs. 611.2 million in the corresponding period of the previous year. The decline in sales is primarily attributed to the Balancing, Modernization, and Replacement (BMR) of Machinery, aimed at reducing gas consumption, lowering operational costs, and enhancing productivity and quality in compliance with updated industry standards.

The cost of sales for the period stood at Rs. 436.4 million, showing a significant reduction from Rs. 955.1 million in the corresponding period of the previous year. Despite this, the company reported a gross loss of Rs. 235.6 million, an improvement from the gross loss of Rs. 343.9 million in the same period last year.

The loss before taxation was Rs. 268.5 million, and the net loss after taxation stood at Rs. 250.2 million, showing an improvement compared to the corresponding figures of Rs. 380 million and Rs. 382.9 million, respectively, from the previous year.

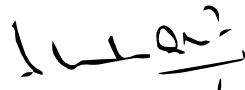
Future Outlook

The company remains committed to enhancing operational efficiency and implementing strategic initiatives to improve profitability. Management is actively working on measures to strengthen market positioning, optimize production capacity, and ensure sustainable growth in the long run.

Acknowledgment

On behalf of the Board, I would like to extend sincere gratitude to our valued shareholders, customers, dealers, financial institutions, suppliers, and employees for their continued support, trust, and contributions to the company's progress. We remain optimistic about the future and are confident in our ability to overcome challenges while striving for long-term success.

On behalf of the Board,



Mazhar Ali Nasir
Chief Executive Officer
Karachi: February 28, 2025

ڈائریکٹرز رپورٹ

محترم شیئر ہولڈرز،

آپ کی کمپنی کے ڈائریکٹرز 31 دسمبر 2024ء کو ختم ہونے والی ششماہی کے لئے کمپنی کے مالیاتی نتائج پیش کر رہے ہیں۔

مالیاتی کارکردگی کا جائزہ:

31 دسمبر 2024ء کو ختم ہونے والی ششماہی کیلئے کمپنی کی مالی کارکردگی کا جائزہ درج ذیل ہے:

تفصیلات	31 دسمبر 2024ء	31 دسمبر 2023ء
خالص فروخت	200,794,140	611,228,367
فروخت کی لاگت	(436,470,321)	(955,135,975)
مجموعی (خسارہ)	(235,676,181)	(343,907,608)
خالص (خسارہ) بعد از ٹیکس	(250,251,116)	(382,938,347)
فی حصص آمدنی (ای پی ایس)	(17.20)	(26.32)

زیر جائزہ ششماہی کے دوران، خالص فروخت مبلغ 200.7 ملین روپے رہی، جبکہ گزشتہ سال کی اسی مدت میں یہ 611.2 ملین روپے تھی۔ فروخت میں کمی کی بنیادی وجہ مشینری کی بیلنسنگ، جدید کاری اور متبادل (BMR) ہے، جس کا مقصد گیس کے استعمال میں کمی، آپریٹنگ لاگت کو کم کرنا، اور پیداوار و معیار کو بہتر بنانا ہے، تاکہ جدید صنعتی معیارات پر عمل درآمد کیا جاسکے۔

دوران مدت فروخت کی لاگت 436.4 ملین روپے رہی، جو گزشتہ سال کی اسی مدت میں 955.1 ملین روپے سے نمایاں طور پر کم ہے۔ اس کے باوجود، کمپنی نے 235.6 ملین روپے کا مجموعی خسارہ رپورٹ کیا، جو گزشتہ سال اسی مدت میں ہونے والے 343.9 ملین روپے کے مجموعی خسارہ کے مقابلے میں بہتری ظاہر کرتا ہے۔

دوران مدت قبل از ٹیکس خسارہ 268.5 ملین روپے رہا، جبکہ بعد از ٹیکس خالص خسارہ 250.2 ملین روپے رہا، جو گزشتہ سال کی اسی مدت کے مطابق 380 ملین روپے اور 382.9 ملین روپے کے خسارہ کے مقابلے میں بہتری ظاہر کرتا ہے۔

مستقبل کا جائزہ:

کمپنی عملی کارکردگی کو بہتر بنانے اور منافع میں اضافے کے لیے اسٹریٹجک اقدامات پر عمل درآمد کے لیے پرعزم ہے۔ انتظامیہ مارکیٹ میں اپنی پوزیشن مستحکم کرنے، پیداواری صلاحیت کو بہتر بنانے اور طویل مدتی پائیدار ترقی کو یقینی بنانے کے لیے متحرک طور پر اقدامات کر رہی ہے۔

اظہار تشکر:

بورڈ کی جانب سے، میں ہمارے معزز شیئرز ہولڈرز، صارفین، ڈیلرز، مالیاتی اداروں، سپلائرز اور ملازمین کا تہہ دل سے شکریہ ادا کرنا چاہتا ہوں جنہوں نے کمپنی کی ترقی میں مسلسل حمایت، اعتماد اور تعاون فراہم کیا۔ ہم مستقبل کے حوالے سے پر امید ہیں اور اس بات پر یقین رکھتے ہیں کہ ہم چیلنجز پر قابو پاتے ہوئے طویل مدتی کامیابی کے لیے اپنی کوششیں جاری رکھیں گے۔

بتوسط بورڈ

سید مظہر علی ناصر

چیف ایگزیکٹو آفیسر

28 فروری 2025ء

AUDITORS' REPORT TO THE MEMBERS ON REVIEW OF INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Karam Ceramics Limited (the 'Company'), as at December 31, 2024 and the related condensed interim statement of profit or loss, condensed interim statement of 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-months period then ended (here-in-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.

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 information 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

Material uncertainty relating to going concern

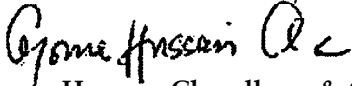
We draw attention of the members to note 1.1 to the financial statements which indicates, that during the period, the Company incurred loss after taxation of Rs. 250.25 million. The accumulated loss at the period end Rs. 1,123.99 million and there is negative operating cashflows of Rs. 20.92 million. Additionally, the Company's current liabilities exceed its current assets by Rs. 190.947 million. These conditions, along with other matters as set forth in such note, indicate the existence of a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern. Our conclusion is not modified in this matter.

AUDITORS' REPORT TO THE MEMBERS ON REVIEW OF INTERIM FINANCIAL STATEMENT

Other Matters

The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the three months period ended December 31, 2024 and 2023 have not been reviewed, as we were 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 independent auditor's review report is Imran Shaikh.



Crowe Hussain Chaudhury & Co.
Chartered Accountants

Karachi

Date: February 28, 2025

UDIN: RR2024102075s1MwQtXD

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

AS AT DECEMBER 31, 2024

		(Un-Audited) December 31, 2024	(Audited) June 30, 2024
	Note	-----Rupees-----	
ASSETS			
Non-current assets			
Property, plant and equipment	5	1,231,900,320	1,270,245,989
Long term deposits		66,326,223	66,326,223
		<u>1,298,226,543</u>	<u>1,336,572,212</u>
Current assets			
Stores and spares		58,131,187	91,238,128
Stock in trade		476,246,649	586,865,412
Loans and advances - considered good		509,995	959,995
Advance tax		2,973,965	15,853,365
Refunds due from the government		77,857,429	77,886,084
Short term deposits, prepayments and other receivables		1,760,420	44,085
Cash and bank balances	6	15,728,475	11,484,767
		<u>633,208,120</u>	<u>784,331,836</u>
TOTAL ASSETS		<u>1,931,434,663</u>	<u>2,120,904,048</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital 45,000,000 (June 30, 2024: 45,000,000) shares of Rs. 10/- each		<u>450,000,000</u>	<u>450,000,000</u>
Share capital		145,486,760	145,486,760
Unappropriated loss		(1,123,993,278)	(888,419,088)
Revaluation surplus on property, plant & equipment		537,697,008	552,373,934
Remeasurement of retirement benefit obligation		2,340,702	2,340,702
Interest free loan from directors		<u>1,521,234,796</u>	<u>1,487,734,796</u>
		<u>1,082,765,988</u>	<u>1,299,517,104</u>


Chief Executive


Chief Financial Officer


Director

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

AS AT DECEMBER 31, 2024

		(Un-Audited) December 31, 2024	(Audited) June 30, 2024
	Note	-----Rupees-----	
LIABILITIES			
Non-current liabilities			
Post employment benefits		17,784,572	18,797,376
Deferred taxation		6,728,521	15,045,680
		24,513,093	33,843,056
Current liabilities			
Trade and other payables		368,616,790	444,557,584
Advance From customers		332,867,269	210,968,888
Short term borrowings	7	116,500,000	111,500,000
Unclaimed dividend		513,191	513,191
Dividend payable		3,148,405	3,148,405
Provision for taxation		2,509,927	16,855,820
		824,155,582	787,543,888
Contingencies and Commitments	8	-	-
TOTAL EQUITY AND LIABILITIES		1,931,434,663	2,120,904,048

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


Chief Executive


Chief Financial Officer


Director

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

		Half year ended		Quarter ended	
		December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
Note		-----Rupees-----			
Revenue	9	200,794,140	611,228,367	29,548,837	238,567,079
Cost of sales		(436,470,321)	(955,135,975)	(171,384,001)	(535,681,720)
Gross loss		(235,676,181)	(343,907,608)	(141,835,164)	(297,114,641)
Selling and distribution expenses		3,291,199	18,686,647	1,291,025	15,660,303
Administrative expenses		14,844,398	16,554,456	9,522,410	9,431,988
		(18,135,597)	(35,241,103)	(10,813,435)	(25,092,290)
Operating loss		(253,811,778)	(379,148,711)	(152,648,599)	(322,206,931)
Other income		432,137	1,288,265	89,418	730,579
Finance cost	10	(2,678,706)	(2,146,459)	(2,139,761)	(57,340)
Loss before levy and Income tax		(256,058,347)	(380,006,905)	(154,698,942)	(321,533,692)
Levy		(2,509,927)	(7,640,355)	(369,360)	(2,982,087)
Loss before Income tax		(258,568,274)	(387,647,259)	(155,068,303)	(324,515,779)
Provision for taxation	10	8,317,158	4,708,911	4,067,302	4,459,117
Loss after taxation		(250,251,116)	(382,938,347)	(151,001,001)	(320,056,663)
Earnings per share - basic and diluted	11	(17.20)	(26.32)	(10.38)	(22.00)

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


Chief Executive


Chief Financial Officer


Director

CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Half year ended December 31, 2024	December 31, 2023
	-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(256,058,347)	(380,006,904)
Adjustments for non cash charges and other items		
Depreciation	43,726,442	40,697,372
Finance cost	2,678,706	2,146,459
	46,405,148	42,843,831
Operating loss before working capital changes	(209,653,199)	(337,163,073)
Decrease in current asset		
Stores and spares	33,106,941	(23,012,245)
Stock in trade	110,618,763	50,645,799
Loans and advances	450,000	157,000
Short term deposits, prepayments	(1,716,335)	(458,134)
	142,459,369	27,332,419
Increase in current liability		
Trade and other payables	(75,940,794)	178,187,128
Advance from customer	121,898,381	180,599,571
	45,957,587	358,786,699
Cash flows (used in) / generated from operations	(21,236,243)	48,956,046
Finance cost paid	(2,678,706)	(2,146,460)
Income tax paid	(4,322,014)	(11,017,845)
Sales tax paid	-	(7,226,080)
Gratuity paid	(1,012,804)	(2,771,694)
	(8,013,524)	(23,162,079)
	(29,249,767)	25,793,967
Net cash flows (used in) / generated from operating activities		
CASH FLOWS FROM INVESTING ACTIVITIES		
Addition to property, plant and equipment	(5,380,775)	(7,500,000)
Addition into capital work in progress	-	(55,668,274)
Net cash flows used in investing activities	(5,380,775)	(63,168,274)
CASH FLOWS FROM FINANCING ACTIVITIES		
Short term borrowings	5,000,000	5,500,000
Interest free loan from directors	33,500,000	-
Net cash flows generated from financing activities	38,500,000	5,500,000
Net decrease / increase in cash and cash equivalents	3,869,458	(31,874,307)
Cash and cash equivalents at the beginning of the period	11,859,017	43,733,323
Cash and cash equivalents at the end of the period	15,728,475	11,859,016

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


Chief Executive


Chief Financial Officer


Director

CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Half year ended		Quarter ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
	-----Rupees-----			
Loss after taxation	(250,251,116)	(382,938,347)	(151,001,001)	(320,056,663)
Items not to be reclassified to profit or loss in subsequent period:				
Surplus on revaluation of property, plant equipment	-	-	-	-
Deferred tax on revaluation surplus on property, plant and equipment	-	-	-	-
Total comprehensive income for the period	<u>(250,251,116)</u>	<u>(382,938,347)</u>	<u>(151,001,001)</u>	<u>(320,056,663)</u>

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


Chief Executive


Chief Financial Officer


Director

STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Share capital	Subordinated loan	Accumulated losses	Surplus on revaluation of property, plant and equipment	Remeasurement of retirement benefit obligation	Total
	-----Rupees-----					
Balance as at June 30, 2023	145,486,760	1,452,734,796	(477,674,447)	397,807,166	2,340,702	1,520,694,977
(Loss) after taxation for the year ended June 30, 2024	-	-	(432,087,817)	-	-	(432,087,817)
Subordinated loan from directors	-	35,000,000	-	-	-	35,000,000
Other comprehensive income for the year	-	-	-	-	-	-
Surplus on revaluation of land and building - net of deferred tax	-	-	-	175,909,944	-	175,909,944
Transferred from surplus on revaluation of property, plant and equipment incremental depreciation for the year - net of deferred tax	-	-	21,343,176	(21,343,176)	-	-
	-	35,000,000	(410,744,641)	154,566,768	-	(221,177,873)
Balance as at June 30, 2024	145,486,760	1,487,734,796	(888,419,088)	552,373,934	2,340,702	1,299,517,104
(Loss) after taxation for the period ended December 31, 2024	-	-	(250,251,116)	-	-	(250,251,116)
Subordinated loan from directors	-	33,500,000	-	-	-	33,500,000
Other comprehensive income for the year	-	-	-	-	-	-
Surplus on revaluation of land and building - net of deferred tax	-	-	-	-	-	-
Transferred from surplus on revaluation of property, plant and equipment incremental depreciation for the year - net of deferred tax	-	-	14,676,926	(14,676,926)	-	-
	-	33,500,000	(235,574,190)	(14,676,926)	-	(216,751,116)
Balance as at December 31, 2024	145,486,760	1,521,234,796	(1,123,993,278)	537,697,008	2,340,702	1,082,765,988

The annexed notes from 1 to 43 form an integral part of these financial statements.


Chief Executive


Chief Financial Officer


Director

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2024

1. THE COMPANY AND ITS OPERATIONS

Karam Ceramics Limited (the Company) was incorporated in Pakistan on April 8, 1979 as a public limited company under the repealed Companies Act, 1913 (now Companies Act, 2017). The shares of the Company are quoted on Pakistan Stock Exchange. The registered office of the Company is situated at A-31, Sindhi Muslim Cooperative Housing Society, Karachi, Pakistan and manufacturing facilities of the Company is located at 295/311, Deh Halkani, Hub Dam Road, Manghopir, Karachi. The principal activity of the Company is manufacturing and sale of tiles.

1.1 GOING CONCERN ASSUMPTION

The Company is incurring losses since past several years. During the current period, it has incurred a gross loss of Rs. 235.676 million and a net loss before income tax and final tax of Rs. 256.058 million. The accumulated losses of the Company stood at Rs. 1123.993 million. Moreover, the current liabilities also exceeded its current assets by Rs. 190.947 million at the period end and has negative operating cash flows of Rs. 29.25 million. These 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 new management, which has assumed charge of the company in the last financial year, is well aware of the prevailing challenges and has plans for undertaking comprehensive strategy to reform multiple corporate policies and strategies. This includes further capital injection, refinement of marketing strategies, streamlining production controls and processes, optimization of plant production, effective cost control measures, and efficient human resource management.

The sponsors had injected Rs. 35 million in the last year and Rs. 33.5 million during the current period as a subordinated loan. The sponsors are fully committed to extend further financial support to the Company in the coming years.

Based on the factors discussed above, management is confident that the Company will have adequate resources to operate its business on a sustainable basis for the foreseeable future, therefore, these financial statements have been prepared on a going concern basis.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed 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 the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017. Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 Accounting convention

These condensed interim financial statements have been prepared under the historical cost convention except that inventories are carried at lower of cost or net realisable value, land and buildings at revalued amounts and staff retirement benefits are carried at present value.

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

2.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain new and amended standards and interpretations that are mandatory for the Company's accounting period beginning on or after July 01, 2024 but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not disclosed in these condensed interim financial statements.

3 MATERIAL ACCOUNTING POLICIES

The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements of the Company for the year ended June 30, 2024.

4. ACCOUNTING ESTIMATES AND JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of these condensed interim financial statements in conformity with accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on the management's experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods. The significant judgments made by the management in applying the Company's accounting policies and the key resources of estimation and uncertainty were the same as those applied to the annual audited financial statements for the year ended June 30, 2024.

The financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements of the Company for the year ended June 30, 2024.

		(Un-audited) December 31, 2024	(Audited) June 30, 2024
	Note	-----Rupees-----	
5	PROPERTY, PLANT AND EQUIPMENT		
Property, plant and equipment	5.1	1,081,131,101	1,119,476,770
Capital work in progress	5.2	150,769,219	150,769,219
		<u>1,231,900,320</u>	<u>1,270,245,989</u>
5.1	PROPERTY, PLANT AND EQUIPMENT		
Opening net book value		1,119,476,768	982,842,392
Additions during the period:			
Factory building on free hold land		190,000	317,460
Moulds		5,190,775	-
		5,380,775	317,460
Surplus on revaluation during the period:			
Freehold Land		-	74,460,000
Factory building on free hold land		-	142,887,245
		-	217,347,245
		1,124,857,543	1,200,507,097
Depreciation charged during the period		(43,726,442)	(81,030,329)
		<u>1,081,131,101</u>	<u>1,119,476,768</u>
6.	CASH AND BANK BALANCES		
Cash in hand		415,325	198,773
Cash at banks:			
- Current Accounts		9,503,803	10,492,454
- Deposit Accounts		5,809,347	793,540
		15,313,150	11,285,994
		<u>15,728,475</u>	<u>11,484,767</u>
7.	SHORT TERM BORROWINGS		
Swat Ceramics (Private) Limited	7.1	<u>116,500,000</u>	<u>95,500,000</u>
7.1	Company has obtained an interest free loan from its related party and it is payable on demand.		
8.	CONTINGENCIES AND COMMITMENTS		
8.1	Contingencies		
	There has been no change in status of contingencies reported in the financial statements for the period ended December 31, 2024.		
8.2	Commitments		
	Commitments under letter of credit for import of raw material as at December 31, 2024 are Nil (June 30, 2024: Rs. 6,022,080).		

	(Un-audited) December 31, 2024	(Un-audited) December 31, 2023
	-----Rupees-----	
9. REVENUE		
Gross sales	237,102,066	725,876,573
Less: sales tax	(36,307,926)	(114,648,206)
	<u>200,794,140</u>	<u>611,228,367</u>
10. TAXATION		
Deferred	<u>8,317,158</u>	<u>4,708,911</u>
11. EARNINGS PER SHARE		
(Loss)/ Profit after taxation attributable to ordinary shareholders	<u>(250,251,116)</u>	<u>(382,938,347)</u>
Weighted average number of shares in issue during the period	<u>14,548,676</u>	<u>14,548,676</u>
(Loss) / Earning per share (Rupees) - Basic and diluted	<u>(17.20)</u>	<u>(26.32)</u>

12. TRANSACTIONS WITH RELATED PARTIES

Related Party	Relationship	Nature of transaction	Dec-24
Directors	Associated Person	Remuneration and Allowances	810,000
Directors	Associated Person	Loan Paid / (Received) - net	33,500,000
Swat Ceramics Limited	Associated Undertaking	Advance Paid/ Received - net	5,000,000

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

The company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statement for the year ended June 30, 2024. There is no change in the nature and corresponding's hierarchies of fair value level of financial instrument from those as disclosed in the audited financial statement of the company for the year ended June 30, 2024.

14. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison. No significant reclassifications were made during the period.

15. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on Karachi: February 28, 2025 by the Board of Directors of the Company.

16. GENERAL

Figures have been rounded off to the nearest rupee.



Chief Executive



Chief Financial Officer



Director

UNDER
CERTIFICATE
OF POSTING

BOOK POST

If undelivered please return to:

KARAM CERAMICS LIMITED

A-31, Sindh Muslim Co-operative Housing Society, Karachi

