



Balochistan Particle Board Limited

3rd Floor, Imperial Court, Dr. Ziauddin Ahmed Road, Karachi, Phones: 35680036-9 Fax: 92-21-35684086

Ref: BPB/SD/2020/1201

July 14, 2020

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building,
Stock Exchange Road,
Karachi.

Dear Sir,

Subject: Notice of Extraordinary General Meeting

In accordance with clause 5.6.4 (b) of the Pakistan Stock Exchange Regulation, we are pleased to enclosed copy of the Notice of Extraordinary General Meeting to be published in newspapers dated July 15, 2020 and dispatched to the members of the Company.

Thanking you,

Yours faithfully

Irfan Ghulam Mohammad
Company Secretary

Encl: As above

Balochistan Particle Board Limited
Notice of Extraordinary General Meeting

Notice is hereby given that the Extraordinary General Meeting of Balochistan Particle Board Limited will be held on Wednesday, August 05, 2020 at 11:00 a.m. at Jinnah Auditorium, The Institute of Bankers' Pakistan (IBP), M.T. Khan Road, Karachi to transact the following special businesses:

Special Business

1. To consider and approve voluntary winding up of the Company and if thought fit, pass with or without modification, the following special resolution:

“RESOLVED that the “Balochistan Particle Board Limited” herein after referred to as ‘the Company’ be wound up voluntary in terms of Section 347(b) of the Companies Act, 2017.”

2. To appoint liquidator of the Company and fix his remuneration and if thought fit, pass with or without modification, the following special resolutions:

“RESOLVED that Shaikh Mohammad Tanvir (FCA) herein after referred to as the ‘Liquidator’ be and is hereby appointed as the liquidator of the Company in terms of Section 353 of the Companies Act, 2017 for the purposes of voluntary winding up the affairs of the Company and distributing the surplus, if any, among the shareholders of the Company.

“FURTHER RESOLVED that the liquidator be and is hereby authorized to do all acts, deeds and take necessary actions to complete legal formalities and file documents which may be ancillary and/or incidental to the Voluntary winding up of the Company.”

“FURTHER RESOLVED that the Liquidator to be paid remuneration @ 2% of the amount realized upon disposal of assets of the Company. In addition, he will also be entitled to receive reimbursement of actual expenses incurred in connection with the winding up of the Company.

A statement under Section 134(3) of the Companies Act., 2017 read with SRO 423(I)/2018 dated April 4, 2018 in connection with the above Special Businesses is being sent to the shareholders along with the notice.

By order of the Board



Irfan Ghulam Muhammad
Company Secretary

Karachi: July 15, 2020

Notes:

1. Due to current COVID-19 situation, the Government has suspended large public gatherings at one place. Additionally, the Securities and Exchange Commission of Pakistan (SECP) in terms of its Circular No.5 of 2020 issued on March 17, 2020 and the Pakistan Stock Exchange Limited (PSX) through its notice Ref: PSX/N-372 dated March 19, 2020 have advised companies to modify their usual planning for general meetings for the safety and wellbeing of shareholders and the public at large.

Considering the above, the Company intends to convene this EOGM with minimal physical interaction of shareholders while ensuring compliance with the quorum requirements and requests the members to consolidate their attendance and voting at the EOGM through proxies.

The Company also made arrangements to ensure that all participants, including shareholders, can now participate in the EOGM proceedings via video link. For this, members are required to email their particulars as mentioned in below table with subject "Registration for Balochistan Particle Board Limited EOGM" along with valid copy of CNIC (both sides) / Passport at (eogm@bpbl.net). Video link and login credentials will be shared with only those members whose emails, containing all the required particulars, are received by the close of business hours on August 3, 2020.

Name of Shareholder(s)	CNIC No. / NTN	CDC Participant ID / Folio No.	Mobile No.	Email Address

Members are therefore, encouraged to attend the EOGM through video link or by consolidating their attendance through proxies. Members who want to attend the EOGM personally are advised to follow SOPs for COVID-19 as prescribed by the Government for such gatherings.

In case of queries, please contact Mr. Shujauddin Qazi 0333-2166192 and Mr. Saim Khan 0333-3123531.

2. The Share transfer Books of the Company will remain closed from Wednesday, July 29, 2020 to Wednesday, August 05, 2020, both days inclusive.
3. A member entitled to attend and vote at this meeting is entitled to appoint another member of the Company as a proxy to attend and vote on his / her behalf. Proxies in order to be effective must be received at the Registered Office of the Company duly stamped and signed at least 48 hours before the time of meeting.
4. For identification, owner of the physical shares and CDC account holder should present Computerized National Identity Card (CNIC) along with participants ID number and CDC account Number. In case of appointment of proxy by such account holder(s), the guidelines as contained in the SECP's circular of 26th January 2000 are to be followed.
5. Members are requested to notify any change in their addresses and their contact numbers immediately to our Share Registrar, THK Associates (Pvt.) Limited, Karachi.
6. Members who have not yet submitted photocopy of their valid Computerized National Identity Card (CNIC) are requested to send the same to the Company / Registrar.

Statement under Section 134(3) of the Companies Act, 2017

This Statement sets out the material facts concerning the Special Businesses to be transacted at the Extraordinary General Meeting of the Company to be held on August 05, 2020:

Item 1 of the Agenda – Approval of voluntary winding up of the Company:

Balochistan Particle Board Limited ('the Company') was incorporated in 1979 and listed on Pakistan Stock Exchange in July 1980. The market conditions remained favourable upto 1996 and till then the Company had an excellent performance record, operating results and payout to the shareholders.

The company's commercial operation continued till the financial year ended June 30, 1996 and the shareholders had been adequately rewarded. The Company distributed Rs.56.9 million as cash dividend and Rs.10.0 million as stock dividend to the shareholders.

During 1997, the Board industry in Pakistan came under severe crisis on account of adverse factors, which in tandem, made the operations economically not viable. Due to the crisis and turmoil faced by the Board industry in Pakistan many companies, both in the public and private Sectors, were forced to close down their operations. Similarly, the management in the larger interest of the shareholders and to avoid further losses decided to close down the manufacturing operations of the company.

In September 1997, company arranged long-term finances in the form of loan of Rs.50 million on a draw down basis for payment of instalments of long-term finances to banks, financial institutions, leasing companies, creditors for goods and services, final settlement of staff dues, maintenance and upkeep of plant and machinery. By the Grace of Allah, the company was able to discharge all its financial obligations without any default.

The company engaged outside consultants, M/s. Epic (Private) Limited, Karachi to determine the economic viability of the operations of Urea formaldehyde division only. Considering the prevailing circumstances at that time, the consultants advised that it was not economically viable to operate Urea formaldehyde division.

The Board of Directors of the company in their meeting held on May 31, 2001 recommended the members to consider and approve the sale of plant, machinery and equipment inclusive of stores, spares and loose tools relating to the plant of Board Division. The following resolution was passed :

Quote:

“RESOLVED that the sale of plant, machinery and equipment inclusive of all stores, spares and loose tools related to the Board Division be considered and recommended for approval of the members”.

Unquote.

On July 3, 2001 an extraordinary general meeting of the company was held and the members passed the following special resolution :

Quote:

“RESOLVED THAT the plant, machinery and equipment inclusive of stores, spares and loose tools of the plant of the Board division of the company be sold and in order to effectuate such sale, the Board be and is hereby authorized to negotiate, consider and accept any offer which in its considered opinion is deemed advantageous, in particular with respect to price, and do all such acts, deeds and things that are necessary and/or incidental to effectuate such sale.”

Unquote.

The plant and machinery of Board division alongwith stores and spares after getting the necessary approval of the members was sold to Mr. S. Tasneem Hussain Naqvi, 438/B-7, Main Awan Tower Road, Lahore through tender for a consideration of Rs.35.0 million.

Excise duty and Vend and permit fee of Rs.14.1 million and Rs.57.4 million respectively

i) Excise duty - Rs.14.1 million

Excise duty on transportation of methanol from Karachi to Hub demanded by the Government of Sindh had been challenged before the High Court of Sindh which was decided against the company. The company filed petition before the Hon'ble Supreme Court of Pakistan which was remanded back to the High Court of Sindh and decided in favour of the company in June 2001.

ii) Vend and Permit fee - Rs.57.4 million

During 1996, Government of Sindh demanded Rs.57.4 million vend and permit fee on methanol for the years from 1990 to 1996 under the Sindh Abkari Act, 1878.

The company filed a petition in the Hon'ble High Court of Sindh challenging the legality of the levies which were decided in favour of the company in 2001.

The Government of Sindh against the order of the Hon'ble High Court of Sindh filed an appeal before the Supreme Court of Pakistan challenging the decision of the Hon'ble High Court of Sindh in respect of excise duty, vend and permit fee.

Amendment in Sindh Abkari Act, 1878

On October 8, 2002 the Government of Sindh was pleased to amend the Sindh Abkari Act, 1878 and included 'Methanol' in the definition of liquor vide. The said notification was published in extraordinary Gazette dated October 31, 2002. By virtue of the above amendment the demand in respect of excise duty, vend and permit fee was quashed as the company's manufacturing operations had closed in 1997.

The Hon'ble Supreme Court of Pakistan held a final hearing on December 10, 2019 and passed the following order :

Quote:

UMAR ATA BANDIAL: The appellant has filed CMA No. 10307 of 2019 in C.A. No. 1217 of 2003 etc. that submits a statement by the learned counsel made on behalf of the appellant-Government which is based on written instructions that are attached to the statement.

2. It is stated that the Provincial Government of Sindh does not press the instant and connected appeals. That a fresh demand shall be raised for the amount payable by the respondents following the Notification dated 14.02.2002 and Sindh (Amendment) Abkari Ordinance, 2002 notified on 30.10.2002. Insofar as demand of Rs.1.089 billion secured by Indemnity Bonds for the period 1990 up to 30.10.2002 is concerned, the same is surrendered by the Provincial Government.

3. Learned counsel for the respondents in the connected appeals (C.A. Nos. 1217-1222, 1224/2003 and 1297-1298/05) submits that the respondents licensees/private persons have settled the matter with the appellants on the foregoing terms and, therefore, consents to the withdrawal of the listed appeals in the terms noted above. These appeals are, therefore, dismissed as not pressed.”

Unquote.

On October 3, 2019, the Company Law Division of Securities and Exchange Commission of Pakistan (SECP) passed an order under Sections 301 and 304 of the Companies Act, 2017 directing the Additional Registrar to present petition of winding up of the Company. Against the above order, the company filed review application to the Adjudication department (SECP) and appeal before Appellate Bench of the SECP.

During the last hearing through video link on June 24, 2020, the Adjudication department (SECP) was informed that the cases pending before the Supreme Court of Pakistan have been decided in favour of the Company and the Board of Directors recommends to proceed for voluntary winding up of the Company. In view of the above, SECP was requested to allow the Company to proceed for members' voluntary winding up. The SECP conceding the request of the Company granted 45 days time to pass special resolution for the voluntary winding up of the Company.

In view of the order passed by the Hon'ble Supreme Court of Pakistan and the amendment in section 3 of the Sindh Abkari Act, 1878, the Board of Directors in their meeting held on July 2, 2020 recommended for the voluntary winding up of the company and directed to convene an extraordinary general meeting of the members for the approval of the voluntary winding up of the company.

Article 168 of the Articles of Association provides for the manner of winding up and creditors will be paid at the first stage and remaining amounts shall be distributed amongst the shareholders after meeting liquidation expenses.

To proceed the members' voluntary winding up of the company, the financial statements have been prepared for a period of eleven months ended May 31, 2020 as per the provisions of Section 351 of the Companies Act, 2017 on historical cost basis along with the estimated realizable value of the assets and liabilities of the Company. In order to ascertain the estimated realizable value of land, building and plant & machinery, the Company engaged an independent, Pakistan Banks' Association approved valuer 'Sadruddin Associates (Pvt.) Ltd.'.

As required under section 351 of the Companies Act, 2017, solvency declaration stating that the company would be able to pay its debts in full from the proceeds of assets within a period of twelve months from the date of commencement of winding up have been signed by the directors and will be submitted to the SECP. It is expected that after paying off all the creditors and also meeting winding up expenses, the company will be able to distribute to the members well over the nominal value of the shares. The financial statements for the period ended May 31, 2020 have been prepared and audited by the company's auditors are being circulated to all the members and also being submitted to the SECP.

Item 2 of the Agenda – Approval of the appointment of liquidator of the Company and fix his remuneration:

In terms of Section 353 of the Companies Act, 2017, members are required to appoint liquidator for the voluntary winding up of the Company. In this respect, Board of Directors has received consent letters from proposed liquidators.

The Board of Directors in its meeting held on July 2, 2020 has recommended to appoint Shaikh Mohammad Tanvir (FCA) as liquidator of the Company who is an independent person and it is expected that the matter of winding up will be conducted in a transparent manner.

Brief profile of Mr. Shaikh Mohammad Tanvir:

Shaikh Mohammad Tanvir is a qualified Chartered Accountant and became a fellow Member of the Institute of Chartered Accountants of Pakistan in 1992. He is a partner in Kreston Hyder Bhimji & Co., Chartered Accountants.

He possesses excellence in tax matters, corporate law affairs, statutory and proprietary audits and business investigations, implementation of electronic data processing and other financial advisory services including investigation under Company laws and adjudication of disputes.

He also served as a member of the Auditing and Accounting Standards Committee of the Institute of Chartered Accountants of Pakistan for number of years.

None of the Directors of the Company has any direct or indirect interest in the above special businesses except as shareholder of the Company.

Directors' Report

Dear Members – Assalam-o-Alekum

On behalf of the Board of Directors of Balochistan Particle Board Limited, we present the audited financial statements of the Company for the eleven months ended May 31, 2020.


The management of the Company assessed the economic viability of the revival of the Company's operations and recommended to the Board for the voluntary winding up of the Company. In view of the above, these financial statements have been prepared in accordance with the provisions of the Companies Act, 2017.

On October 3, 2019, the Company Law Division of Securities and Exchange Commission of Pakistan (SECP) passed an order under Sections 301 and 304 of the Companies Act, 2017 directing the Additional Registrar to present petition of winding up of the Company. Against the above order, the company filed review application to the Adjudication department (SECP) and appeal before Appellate Bench of the SECP.

During the last hearing through video link on June 24, 2020, the Adjudication department (SECP) was informed that the cases pending before the Supreme Court of Pakistan were decided in favour of the Company and the Board of Directors decided to proceed for voluntary winding up of the Company. In view of the above, SECP was requested to allow the Company to proceed for members' voluntary winding up. The SECP granted 45 days time to pass special resolution to voluntary wind up the company for conceding to the request of the company.

Board of Directors considered and recommended for members' voluntary winding up of the Company subject to approval of members through special resolution in the Extraordinary General meeting. In this regard, a solvency declaration in accordance with the provisions of the Companies Act, 2017 has been prepared and will be submitted to the SECP.

On behalf of the Board of Directors



Syed Ali Niaz Akhtar Naqvi
Chief Executive



Akhtar Zaman Khan
Director

Karachi: July 2, 2020

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF BALOCHISTAN PARTICLE BOARD LIMITED
ON THE AUDIT OF THE FINANCIAL STATEMENTS**

Opinion

We have audited the annexed financial statements of **Balochistan Particle Board Limited** which comprise the statement of financial position as at May 31, 2020, and the statement of profit or loss and other comprehensive income, the statement of changes in equity, the statement of cash flows for the period then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, statement of profit or loss and other comprehensive income, the statement of changes in equity and statement of cash flows together with the notes forming part thereof, conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017(XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the company's affairs as at May 31, 2020 and of the loss and other comprehensive loss, the changes in equity and its cash flows for the period then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Boards for Accountants, Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled the ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matter described below to be the key audit matters:

<i>Key audit matter</i>	<i>How the matter was addressed in our audit</i>
<i>Voluntarily winding up</i>	
<p>The company has decided to go for voluntarily winding up process and is preparing the financial statements on net realizable value basis.</p> <p>Due to significance of amounts involved, we considered it a key audit matter.</p>	<p>Our audit procedures included the following:</p> <p>We have assessed the net realizable value of property, plant and equipment on the basis of valuation report by a professional valuer.</p> <p>We have assessed the net realizable value of other assets based on its recoverability.</p> <p>We discussed the matter with management and evaluated their judgement in relation to recognition of any provision in this respect that may be required.</p> <p>We further assessed the adequacy of financial statement disclosure in accordance with the applicable financial reporting framework.</p>

Information Other than the Financial Statements and Auditors' Report Thereon

Management is responsible for the other information. The other information comprises the information included in the Annual Report but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Emphasis of Matter

We draw attention to Note 2 to the financial statements which explains that during the period company has decided to go for voluntary winding up process and does not intend to continue its operations and therefore do not consider it to be appropriate to adopt the going concern basis of accounting in preparing the financial statements. Accordingly, the financial statements have been prepared on realizable value basis as described in Note 2. Our opinion is not modified in this respect of this matter.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Boards of directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

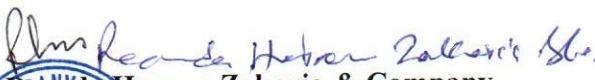
Based on our audit, we further report that in our opinion:


- a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the period were for the purpose of the Company's business; and
- d) no zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

Other matter paragraph

The audit is conducted in accordance with the section 351(2)(c) of the companies Act, 2017 with respect to requirements of voluntary winding up.

The engagement partner on the audit resulting in this independent auditor's report is **Farhan Ahmed Memon**.


Farhan Ahmed Memon
REANDA Haroon Zakaria & Company
Chartered Accountants




Place: Karachi

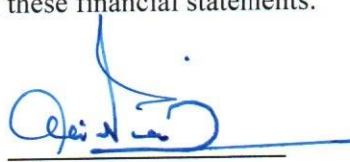
Dated: 02 JUL 2020

BALUCHISTAN PARTICLE BOARD LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MAY 31, 2020

	(Audited) May 31, 2020	(Audited) May 31, 2020	
	Estimated Realizable Value	Book Value	
	Note	(Rupees in thousands)	
<u>ASSETS</u>			
Non-Current Assets			
Property, plant and equipment	-	1,846	
Long-term deposits	-	125	
	-	1,971	
Current Assets			
Deposits	125	-	
Stores and spare parts	500	1,951	
Advances and Short-term prepayments	5	5	
Other receivables - excise duty refundable	-	1,076	
Cash and bank balances	1,653	1,653	
Assets classified as held for sale	155,183	-	
	157,466	4,685	
Total Assets	157,466	6,656	
<u>EQUITIES AND LIABILITIES</u>			
Share Capital			
Authorised Capital			
10,000,000 ordinary shares of Rs. 5 each	50,000	50,000	
Issued, subscribed and paid-up capital	30,000	30,000	
Accumulated loss	(40,739)	(38,212)	
Surplus on revaluation of Property, Plant and Equipment	153,337	-	
Total Equity	142,598	(8,212)	
Current Liabilities			
Short-term loan - Unsecured	5	13,200	13,200
Trade and other payables		705	705
Unclaimed dividend		319	319
Provision for taxation - net		644	644
		14,868	14,868
Total Equity and Liabilities	157,466	6,656	

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


Amir Bashir Ahmed
 Chief Financial Officer



Ali Niaz Akhtar
 Chief Executive



Akhtar Zahrah Khan
 Director

BALUCHISTAN PARTICLE BOARD LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME
FOR ELEVEN MONTHS ENDED MAY 31, 2020

	<i>Eleven months ended May 31, 2020</i>	<i>Nine month ended May 31, 2019</i>
<i>(Rupees in thousands)</i>		
Revenue		
Rental income	2,891	1,665
Profit on treasury call account	28	12
	2,919	1,677
Factory and administrative expenses		
Salaries and allowances	193	135
Security expenses	387	317
Rates and taxes	92	61
Repair and maintenance	145	22
Communication, printing and stationery	440	265
Travelling and conveyance	39	-
Directors' fee	11	9
Depreciation	119	108
Legal and professional charges	961	308
Insurance	10	9
Auditors' remuneration	265	110
Fees, subscription and other expenses	330	259
	2,992	1,603
Loss / profit before finance cost and tax	(73)	74
Bad debts write off	(1,076)	-
Provision for obsolete stores and spares	(1,451)	-
Finance cost	(113)	(99)
Loss before taxation	(2,713)	(25)
Taxation	600	339
Loss after taxation	(3,313)	(364)
Other comprehensive income	-	-
Total comprehensive loss for the period	(3,313)	(364)
Loss per share - Basic and diluted (Re.)	(0.55)	(0.06)

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


Amir Bashir Ahmed
Chief Financial Officer



Ali Niaz Akhtar
Chief Executive


Akhtar Zaman Khan
Director

BALUCHISTAN PARTICLE BOARD LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR ELEVEN MONTHS ENDED MAY 31, 2020

	<i>Issued subscribed and paid-up Capital</i>	<i>Accumulated loss</i>	<i>Surplus on revaluation of Property, Plant and Equipment</i>	<i>Total</i>
	----- Rupees in thousands -----			
Balance as on July 1, 2018	30,000	(36,519)	-	(6,519)
Total comprehensive loss for the period ended March 31, 2019	-	(364)	-	(364)
Balance as on March 31, 2019 (Un-audited)	30,000	(36,883)	-	(6,883)
Balance as on July 1, 2019	30,000	(37,426)	-	(7,426)
Surplus on revaluation	-	-	153,337	153,337
Total comprehensive loss for the eleven months ended May 31, 2020	-	(3,313)	-	(3,313)
Balance as on May 31, 2020 (audited)	30,000	(40,739)	153,337	142,598

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


Amir Bashir Ahmed
 Chief Financial Officer


Ali Niaz Akhtar
 Chief Executive


Akhtar Zaman Khan
 Director


BALUCHISTAN PARTICLE BOARD LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR ELEVEN MONTHS ENDED MAY 31, 2020

	<i>(Audited)</i>	<i>(Un-Audited)</i>
	<i>May 31,</i>	<i>March 31,</i>
	<i>2020</i>	<i>2019</i>
<i>Note</i>	<i>(Rupees in thousands)</i>	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(2,713)	(25)
Adjustment for non-cash charges and other items		
Depreciation	119	108
Profit on treasury call account	(28)	(12)
Finance cost	113	99
Bad debts write off	1,076	-
Working capital changes	1,429	(70)
	2,709	125
Cash generated from operations	(4)	100
Profit received on treasury call account	28	12
Finance cost paid	(53)	(97)
Income tax paid	(405)	(363)
Net cash used in operating activities	(434)	(348)
B. CASH FLOWS FROM FINANCING ACTIVITIES		
Short term loan	700	500
Net cash generated from financing activities	700	500
Net increase in cash and cash equivalents	266	152
Cash and cash equivalents at the beginning of the period	1,387	1,400
Cash and cash equivalents at the end of the period	1,653	1,552

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



Amir Bashir Ahmed
Chief Financial Officer



Ali Niaz Akhtar
Chief Executive



Akhtar Zaman Khan
Director

BALUCHISTAN PARTICLE BOARD LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR ELEVEN MONTHS ENDED MAY 31, 2020

1 THE COMPANY AND ITS OPERATIONS

Balochistan Particle Board Limited is a public limited Company incorporated in Pakistan, with shares quoted on the Pakistan Stock Exchange.

The manufacturing operations of Urea Formaldehyde continued to remain closed on account of adverse conditions. Company's present business operations comprise of letting out part of its premises to third parties for purposes of storage and to conduct their commercial operations.

The registered office of the Company is situated at Imperial Court, 3rd Floor, Dr. Ziauddin Ahmed Road, Karachi and factory is situated at Mauza Beerot Tehsil Hub, District Lasbella.

2 NON-GOING CONCERN BASIS OF ACCOUNTING

During the period, the company has decided to go for voluntary winding up process and does not intend to continue its operations. Therefore, these financial statements are not prepared on going concern assumption basis instead, they are prepared on estimated realizable value basis.

All non current assets have been classified as current assets and presented as held for sale on the basis of estimated realizable value. Appropriate provisions have been recorded for the amounts considered not recoverable. All impairment losses have been recognised in profit or loss statement. The company does not have any non current liability.

3 BASIS OF PREPARATION

3.1 Statement Of Compliance

These condensed interim financial statements are special purpose financial statements and have been prepared for the purpose of requirements of section 351(2)(c) of the Companies Act, 2017 relating to voluntarily winding up and include comparative information for management purposes only.

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 Company's annual financial statements for the year ended June 30, 2019.

The comparative figures of the condensed interim statement of profit or loss and loss account and condensed interim statement of comprehensive income for the nine months period have not been reviewed by the statutory auditors of the Company. The comparative figures of the condensed interim statement of profit or loss and loss account and condensed interim statement of comprehensive income for the nine months period are not comparable due to unavailability of data.

4 SIGNIFICANT ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies and methods of computation followed for the preparation of these condensed interim financial statements are same as those applied in preparation of the annual published financial statements of the Company for the year ended June 30, 2019 except for the going concern assumption as explained in note 2 above.

5 SHORT-TERM LOAN

From related party - unsecured

This represents financing from Karachi Mercantile Company (Pvt.) Limited arranged by sponsor directors as loan in order to meet financial obligations and the maintenance and upkeep of plant and machinery on which moratorium on the mark-up has been agreed in accordance with the terms of financing.

May 31, March 31,
2020 2019
(Rupees in thousands)

6 WORKING CAPITAL CHANGES

Increase in current assets

Advances and short-term prepayments	(5)	(5)
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Increase / (decrease) in current liabilities

Trade and other payables	1,434	(65)
	<u>1,429</u>	<u>(70)</u>

7 GENERAL

7.1 Figures presented in these condensed interim financial statements have been rounded off to the nearest thousand rupees.

7.2 These condensed interim financial statements were authorised for issue on 02 JUL 2020, by the Board of Directors of the Company.



Amir Bashir Ahmed
Chief Financial Officer



Ali Niaz Akhtar
Chief Executive



Akhtar Zaman Khan
Director