

**ADOS PAKISTAN LIMITED**

**CONDENSED INTERIM  
FINANCIAL INFORMATION  
FOR THE QUARTER AND NINE  
MONTHS ENDED  
MARCH 31, 2022**



## COMPANY INFORMATION

### CHIEF EXECUTIVE OFFICER

Mr. Zia Akbar Ansari

### DIRECTORS

Mr. Zia Akbar Ansari  
Mrs. Shoobarna Zia  
Mr. Shehryar Akbar Ansari  
Mr. Asfandyar Akbar Ansari  
Mr. Bakhtiyar Akbar Ansari  
Mrs. Aylin Ansari  
Ms. Aysha Masood  
Ms. Suboohi  
Mr. Muhammad Fahd Shaffi

### COMPANY SECRETARY

Ms. Sabina Ansari

### CHIEF FINANCIAL OFFICER

Mr. Ali Imran Haider Bokhari

### AUDIT COMMITTEE

Mr. Muhammad Fahd Shaffi –Chairman & Member  
Mrs. Aylin Ansari- Member  
Ms. Suboohi - Member

### HUMAN RESOURCE COMMITTEE

Mrs. Shoobarna Zia – Member & Chairperson  
Ms. Suboohi Ansari – Member & Secretary  
Ms. Aysha Masood - Member  
Mrs. Aylin Ansari - Member  
Mr. Muhammad Fahd Shafi – Member

### AUDITORS

Grant Thornton Anjum Rahman  
Chartered Accountants

### BANKERS

**Samba Bank Limited**, Building 13-T, F-7,  
Islamabad.

**Dubai Islamic Bank Pakistan Limited**,  
Roshan Center, Plot 78-W, Jinnah Avenue,  
Blue Area, Islamabad.



## **BANKERS**

**MCB Bank Ltd.** (formerly NIB Bank Limited)  
Fazal- e- Haq Road, Blue Area, Islamabad.

**Bank Alfalah Limited,**  
Awan Arcade, Blue Area, Islamabad.

**BankIslami Pakistan Limited**  
5-6, Chanab Center, Block 104-E, Jinnah  
Avenue, Blue Area Islamabad.

**National Bank of Pakistan,** F-8 Markaz,  
Islamabad.

**Bank of Khyber.** Blue Area, Islamabad  
Bank of Khyber, Hattar Industrial Zone, Hattar.

**Al-Baraka Bank** (formerly Burj Bank  
Limited, F-8 Markaz, Islamabad).

## **LEGAL ADVISORS**

Samad Law Associates, Samad Chambers, 1<sup>st</sup>  
Floor, G-253/A, Lquat Road, Rawalpindi.

## **REGISTERED OFFICE**

2<sup>nd</sup> Floor, FJ Plaza, Block 2, College Road,  
Markaz F-7, Islamabad.  
Tel # 92-51-2651365 & 92-51-2651701  
Fax # 92-51-2651702

## **SHARE REGISTRAR / TRANSFER AGENT**

JWAFFS Registrar Services (Private) Limited,  
407-408, Al Aameera Center, Shahrah-e-Iraq,  
Saddar, Karachi.  
Tel # 92-21-5662023-24  
Fax: + 92 21 35221192

## **FACTORY(S)**

Plot # 43, Phase III, Hattar Industrial Estate,  
Khyber Pakhtunkhwa. Tel # 92-995-617192 &  
617364, Fax # 92-995-617193.



## DIRECTORS' REVIEW REPORT TO THE MEMBERS

Gentlemen,

The Board of Directors of ADOS Pakistan Limited is pleased to announce the financial results for the quarter and nine months ended March 31, 2022.

A comparison of key financial results of your Company's performance for the nine months ended March 31, 2022 with the same period last year is as under:

<b>Particulars</b>	<b>March 31, 2022</b>	<b>March 31, 2021</b>
	----- (Rupees) -----	
Sales – net	30,501,724	12,499,457
Gross profit/(loss)	(98,304)	(8,468,889)
Profit/(Loss) for the period	101,918,624	(26,141,534)
Earnings/(loss) per share- Basic & diluted	<b>15.48</b>	<b>(3.97)</b>

1. The management wants to state that the gross loss for the nine months ended March 31, 2022 amounting to Rs. 98,304 is due to weak turnover and low profitability.
2. As stated in the last report, the Board of Directors of the Company has decided to delist the Company from PSX under rule 5.14 of Voluntary Delisting rules of the Rule Book for which the Company has submitted a formal application to PSX and for which the sponsors have been authorized to buy-back ordinary shares held by the minority shareholders of the Company to an extent and at a price to be determined in accordance with the regulations or as may be determined by the PSX or the Securities & Exchange Commission of Pakistan for the Purposes of voluntary Delisting of the Company from the PSX. Company has complied with the queries submitted by PSX in this regard, however approval of delisting of the Company is still pending. The delisting of the company had been initiated due to serious concerns about the ability of the company to continue regular operations due to low sales volume, and structural changes in the market. The sponsors wish to protect the interest of the minority shareholders, as the future of the company in extremely uncertain.
3. Moreover, as stated earlier to the members, the Pakistani Oil & Gas industry is experiencing a recession like situation since 2017-18 due to recession in the global oil market. The company is also facing dumping activities by foreign firms along with induction of Chinese suppliers/companies into the business has greatly increased competition resulting in less orders and low profit margins in order to compete in the bidding process by the state owned companies (where the majority of the volume exists in the market). Decisions have been made by state owned E&P firms which state that firms like ADOS Pakistan are now disqualified on the basis of experience. Due to declining sales, and long term net losses, the company was unable to service the licensing and certification costs for its manufacturing license from the American petroleum institute (API).
4. The validity of the going concern assumption is dependent upon the ability of the Company to generate sufficient cash flow from its operation as forecasted. The management is confident in the Company's ability to meet its obligations, and is putting forward its best efforts to strive towards profitability regardless of external market shocks. The management by taking authorization through special resolution is in process to make any decision related to future direction of the

company, the nature of its core business, and any diversification or modification as deemed necessary.

5. The management has sold Plot No. 43, Phase III, Hattar Industrial Estate, KPK during the quarter ended March 31, 2022 for an amount of Rs. 190 million after getting approval through a special resolution passed in Extra Ordinary General Meeting held on January 13, 2022 and material information shared with Pakistan Stock Exchange (G) Limited and Securities & Exchange Commission of Pakistan respectively.
6. The management has decided not to pay dividend for the nine months ended March 31, 2022 keeping in view future cash flow requirements of the company.
7. The management fully intends to comply with the requirement of Director's training program as per the Listed Companies (Code of Corporate Governance) Regulations, 2019.
8. The management also fully intends to comply with the requirement of Clause 6 of the Listed Companies (Code of Corporate Governance) Regulations, 2019. In this regard, the company will be fully compliant not later than expiry of Board's current term.

The Directors are grateful to the Company's shareholders, financial institutions and customers for their continued cooperation, support and patronage. The Directors acknowledge the relentless efforts, dedicated services, teamwork, loyalty and hard work of all the employees of the Company and hope their continued dedication shall further consolidate the Company and keep its growth abreast to face future challenges.

On behalf of the Board:

**ZIA AKBAR ANSARI**  
*Chief Executive Officer & Director*

**ASFANDYAR AKBAR ANSARI**  
*Director*

Islamabad  
April 29, 2022

## ڈائریکٹرز رپورٹ برائے ممبران

اڈوس پاکستان لمیٹڈ کے بورڈ آف ڈائریکٹرز کو نو ماہی مالیاتی گوشوارے اور تیسری سہ ماہی جس کا خاتمہ مورخہ 31 مارچ 2022 کے مالی نتائج کا اعلان کر کے خوشی ہوئی۔

سابقہ سال کے اسی پیریڈ کا اس نو ماہی مالیاتی سال خاتمہ مورخہ 31 مارچ 2022 کے ساتھ کلیدی نتائج کا

مقابلہ مندرجہ ذیل ہے:

تفصیل	31 مارچ 2022	31 مارچ 2021
خالص سیلز	30,501,724 روپے	12,499,457 روپے
مجموعی منافع/(نقصان)	(98,304) روپے	(8,468,889) روپے
مدت کے لیے منافع/(نقصان)	101,918,624 روپے	(26,141,534) روپے
آمدنی/(نقصان) فی حصص بنیادی اور مخفف:	15.48	(3.97)

۱- انتظامیہ بتانا چاہتی ہے کہ 31 مارچ 2022 کو ختم ہونے والے نو مہینوں کے لیے مجموعی نقصان 98,304 روپے کا ہے۔ کمزور کاروبار اور کم منافع کی وجہ سے ہے۔

۲- اس مدت کے دوران، کمپنی کے بورڈ آف ڈائریکٹرز نے رول بک کے رضا کارانہ ڈی لسٹنگ کے قواعد کے قاعدہ 5.14 کے تحت کمپنی کو PSX سے ڈی لسٹ کرنے کا فیصلہ کیا ہے جس کے لیے کمپنی نے PSX کو باضابطہ درخواست جمع کرائی ہے اور اس کے لیے سپانسرز کو اختیار دیا گیا ہے۔ کمپنی کے اقلیتی حصص یافتگان کے پاس رکھے گئے عام حصص کو ایک حد تک اور اس قیمت پر خریدنا جو ضابطوں کے مطابق یا PSX یا سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے ذریعے رضا کارانہ طور پر ڈی لسٹنگ کے مقاصد کے لیے مقرر کیا جائے۔ کمپنی نے اس سلسلے میں PSX کی طرف سے جمع کرائے گئے سوالات کی تعمیل کر دی ہے، تاہم کمپنی کی ڈی لسٹنگ کی منظوری ابھی باقی ہے۔ کمپنی کی ڈی لسٹنگ کم فروخت کے حجم اور مارکیٹ میں ساختی تبدیلیوں کی وجہ سے کمپنی کے باقاعدہ کام جاری رکھنے کی صلاحیت کے بارے میں سنگین خدشات کی وجہ سے شروع کی گئی تھی۔ اسپانسرز اقلیتی حصص یافتگان کے مفاد کا تحفظ کرنا چاہتے ہیں، کیونکہ کمپنی کا مستقبل انتہائی غیر یقینی ہے۔

۳- مزید برآں، جیسا کہ ممبران کو پہلے بتایا گیا، پاکستانی آئل اینڈ گیس انڈسٹری 2017-18 سے عالمی آئل مارکیٹ میں مندی کی وجہ سے کساد بازاری جیسی صورتحال کا سامنا کر رہی ہے۔ کمپنی کو غیر ملکی فرموں کی طرف سے ڈمپنگ کی سرگرمیوں کا بھی سامنا ہے اور چینی سپلائرز/کمپنیوں کو کاروبار میں شامل کرنے سے مسابقت میں بہت اضافہ ہوا ہے جس کے نتیجے میں کم آرڈرز اور کم منافع کا مارجن ریاستی ملکیتی کمپنیوں (جہاں اکثریت ہے) کی بولی کے عمل میں مقابلہ کرنے کے لیے حجم کا بازار میں موجود ہے۔ فیصلے سرکاری ملکیت والی E&P فرموں نے کیے ہیں جن میں کہا گیا ہے کہ ADOS پاکستان جیسی فرموں کو اب تجربے کی بنیاد پر نااہل قرار دیا گیا ہے۔ گرتی ہوئی فروخت، اور طویل مدتی خالص نقصانات کی وجہ سے، کمپنی امریکن پیٹرولیم انسٹی ٹیوٹ (API) سے اپنے مینوفیکچرنگ لائسنس کے لیے لائسنسنگ اور سرٹیفیکیشن کے اخراجات کو پورا کرنے سے قاصر تھی۔

۴- concern going کے مفروضے کی درستگی کا انحصار اس بات پر ہے کہ کمپنی اپنے آپریشن سے کافی نقد بہاؤ پیدا کر سکتی ہے جیسا کہ پیشن گوئی کی گئی ہے، بڑے شیئر ہولڈرز (ڈائریکٹرز) کی طرف سے کمپنی کو جاری مالی امداد جاری رکھنے کے لیے کمپنی کو concern going کے طور پر جاری

رکھنے کے قابل بنایا جاسکتا ہے۔ انتظامیہ اپنی ذمہ داریوں کو پورا کرنے کے لیے کمپنی کی صلاحیت پر پر اعتماد ہے، اور مارکیٹ کے بیرونی جھٹکوں سے قطع نظر منافع کے حصول کے لیے اپنی بہترین کوششیں کر رہی ہے۔ انتظامیہ خصوصی ریزولوشن کے ذریعے اجازت لے کر کمپنی کی مستقبل کی سمت، اس کے بنیادی کاروبار کی نوعیت، اور ضروری سمجھے جانے والے کسی بھی تنوع یا ترمیم سے متعلق کوئی بھی فیصلہ کرنے کے عمل میں ہے۔

۵۔ انتظامیہ نے پلاٹ نمبر 43 فیز III، ہٹارائنڈسٹریل اسٹیٹ، KPK کو 31 مارچ 2022 کو ختم ہونے والی سہ ماہی کے دوران 190 ملین روپے میں فروخت کر دیا ہے۔ 13 جنوری 2022 کو ہونے والے ایکسٹرا آرڈینری جنرل میٹنگ میں منظور ہونے والی خصوصی قرارداد کے ذریعے منظوری حاصل کرنے کے بعد اور پاکستان اسٹاک ایکسچینج (G) لمیٹڈ اور سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے ساتھ بالترتیب مواد کی معلومات کا اشتراک کرنے کے بعد۔

۶۔ انتظامیہ نے یہ فیصلہ کیا ہے کہ وہ نو ماہی مالیاتی سال 31 مارچ 2022 پر منافع نہ ادا کرنے کا فیصلہ کیا ہے۔ تاکہ مستقبل میں کمپنی کیلئے درکار رقم استعمال کی جاسکے۔

۷۔ تجویز کردہ لیسٹیڈ کمپنی (کوڈ آف کارپوریٹ گورننس) ریگولیشن ۲۰۱۹، ڈائریکٹریٹنگ پروگرام کے مطابق عمل کرنے پر مینجمنٹ نے ارادہ کیا ہے

۸۔ انتظامیہ لیسٹیڈ کمپنی (کوڈ آف کارپوریٹ گورننس) ریگولیشنز 2019 کی شق 6 کے تقاضوں کی بھی مکمل تعمیل کرنے کا ارادہ رکھتی ہے۔ اس سلسلے میں، کمپنی بورڈ کی موجودہ میعاد ختم ہونے کے بعد پوری طرح تعمیل کرے گی۔

ڈائریکٹرز کمپنی کے حصہ داران، مالی ادارہ جات اور کسٹمرز کے شکر گزار ہیں کہ ان نے کمپنی کے آپریشن کو جاری رکھا، اس کو سپورٹ کیا اور اس کی سرپرستی کی۔ ڈائریکٹرز تسلیم کرتے ہیں کہ کمپنی کے ملازمین نے بے حد کوشش کی، مخلصانہ کوشش کی، ٹیم ورک میں سخت محنت کی اور امید ہے کہ کمپنی کو مضبوط بنانے کے لئے ان کا مسلسل خلوص جاری رکھا جائے گا اور مستقبل کے چیلنجوں کا مقابلہ کرنے کے لئے کمپنی کی ترقی کے لئے جاری رکھیں گے۔

بورڈ کی طرف سے



اسفندیار اکبر انصاری۔

ڈائریکٹر



ضیاء اکبر انصاری

چیف ایگزیکٹو آفیسر اور ڈائریکٹر

اسلام آباد

29 اپریل 2022

ADOS PAKISTAN LIMITED  
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION  
AS AT MARCH 31, 2022



		Unaudited	Audited
	Note	Mar-22	Jun-21
-----Rupees-----			
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	4	24,812,955	29,253,911
Right of use asset	5	7,106,924	10,152,749
Intangible assets		922,038	1,084,752
Long term loans and advances		196,999	103,999
Long term deposits		400,000	400,000
		<u>33,438,916</u>	<u>40,995,411</u>
<b>CURRENT ASSETS</b>			
Stock in trade	6	-	57,092,244
Trade debts	7	18,575,137	5,103,385
Advances		97,060	60,060
Trade deposits and short term prepayments		7,006,631	905,443
Accrued interest on saving accounts		43,558	822
Tax refunds due from the Government	8	75,953,901	90,510,365
Cash and bank balances		38,399,460	1,637,342
		<u>140,075,746</u>	<u>155,309,661</u>
Non-current asset held for sale	4.1	-	-
<b>TOTAL ASSETS</b>		<u><u>173,514,662</u></u>	<u><u>196,305,072</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS' EQUITY</b>			
Authorized share capital		<u>70,000,000</u>	<u>70,000,000</u>
7,000,000 (June 30, 2021: 7,000,000) ordinary shares of Rs. 10 each			
Issued, subscribed and paid up share capital		<u>65,826,000</u>	<u>65,826,000</u>
Revenue reserve-unappropriated profit/(loss)		<u>37,526,677</u>	<u>(64,391,947)</u>
		<u>103,352,677</u>	<u>1,434,053</u>
<b>LIABILITIES</b>			
<b>NON-CURRENT LIABILITIES</b>			
Employees' benefit obligation		<u>6,718,719</u>	<u>7,280,474</u>
Lease liability	9	<u>3,638,510</u>	<u>7,249,440</u>
		<u>10,357,229</u>	<u>14,529,914</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		<u>50,122,648</u>	<u>46,806,762</u>
Current portion of lease liability	9	<u>3,739,732</u>	<u>4,518,045</u>
Due to director	10	<u>150,451</u>	<u>123,224,373</u>
Unclaimed dividend		<u>5,791,925</u>	<u>5,791,925</u>
		<u>59,804,756</u>	<u>180,341,105</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>173,514,662</u></u>	<u><u>196,305,072</u></u>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	11		

The annexed notes 1 to 16 form an integral part of these condensed interim financial information.

  
CHIEF FINANCIAL OFFICER

  
CHIEF EXECUTIVE

  
DIRECTOR





	Note	Quarter ended March 31,		Nine month ended March 31,	
		2022	2021	2022	2021
		-----Rupees-----		-----Rupees-----	
Revenue-net		18,052,564	350,000	30,501,724	12,499,457
Cost of sales/services		(19,116,825)	(6,243,048)	(30,600,028)	(20,968,346)
<b>Gross profit/ (loss)</b>		<b>(1,064,261)</b>	<b>(5,893,048)</b>	<b>(98,304)</b>	<b>(8,468,889)</b>
Stock in trade NRV adjustment	6	-	-	(45,966,234)	(27,073,581)
Administrative expenses		(12,902,122)	(7,902,583)	(30,574,591)	-
Other income	12	188,408,660	1,551,318	196,073,556	11,034,226
		175,506,538	(6,351,265)	119,532,731	(16,039,355)
<b>Profit/(loss) from operations</b>		<b>174,442,277</b>	<b>(12,244,313)</b>	<b>119,434,427</b>	<b>(24,508,244)</b>
Finance cost		(476,688)	(435,113)	(1,398,687)	(1,445,798)
<b>Profit/(loss) before income tax</b>		<b>173,965,589</b>	<b>(12,679,426)</b>	<b>118,035,740</b>	<b>(25,954,042)</b>
Taxation		(15,556,700)	81,096	(16,117,116)	(187,492)
<b>Profit/(loss) for the period</b>		<b>158,408,889</b>	<b>(12,598,330)</b>	<b>101,918,624</b>	<b>(26,141,534)</b>
<b>Earning/(loss) per share - basic and diluted</b>	13	<b>24.06</b>	<b>(1.91)</b>	<b>15.48</b>	<b>(3.97)</b>

The annexed notes 1 to 16 form an integral part of these condensed interim financial information.

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE

DIRECTOR



	Quarter ended March 31,		Nine month ended March 31,	
	2022	2021	2022	2021
	-----Rupees-----		-----Rupees-----	
Profit/(loss) for the period	158,408,889	(12,598,330)	101,918,624	(26,141,534)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income/(loss) for the period	<u>158,408,889</u>	<u>(12,598,330)</u>	<u>101,918,624</u>	<u>(26,141,534)</u>

The annexed notes 1 to 16 form an integral part of these condensed interim financial information.

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE

DIRECTOR

ADOS PAKISTAN LIMITED  
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)  
FOR THE NINE MONTHS ENDED MARCH 31, 2022



	March 31, 2022	March 31, 2021
	-----Rupees-----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(loss) before income tax	118,035,740	(25,954,042)
Adjustment for:		
Depreciation	2,821,535	6,613,700
Amortization	3,208,539	203,391
Gain on disposal of fixes assets	(188,380,580)	-
Provision for employees' benefit obligation	1,032,093	952,036
Reversal of loss allowance	(11,872,478)	(4,733,229)
Interest income on banks	(47,369)	-
Interest on lease liability	1,352,757	1,379,386
Provision for obsolete stock	45,966,234	-
	(145,919,268)	4,415,284
<b>Operating loss before working capital changes</b>	(27,883,528)	(21,538,758)
<b>(Increase)/decrease in current assets</b>		
Stock in trade	11,126,010	201,864
Trade debts	(1,599,274)	15,585,383
Advances	(37,000)	(695,316)
Trade deposits and short term prepayments	(6,101,188)	1,002,332
	3,388,548	16,094,263
<b>Increase/(decrease) in current liabilities</b>		
Trade and other payables	3,315,886	1,274,658
Due to director	(123,073,922)	(34,817,617)
	(119,758,036)	(33,542,959)
<b>Cash generated from/ (used in) operations</b>	(144,253,016)	(38,987,454)
Tax withheld / paid	(1,560,652)	(1,381,695)
Interest paid on lease liability	-	(1,379,386)
Tax refunds recovered from the Government	-	45,041,622
Profit realized on bank accounts	4,633	3,688
Long term loans and advances	(93,000)	242,173
Employees' benefit obligation paid	(1,593,848)	(189,673)
	(3,242,866)	42,336,729
<b>Net cash generated from operating activities</b>	(147,495,882)	3,349,275
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale of fixed assets	190,000,000	-
Additions to property, plant and equipment	-	(135,000)
<b>Net cash used in investing activities</b>	190,000,000	(135,000)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of lease liability	(5,742,000)	(4,362,614)
<b>Net cash used in financing activities</b>	(5,742,000)	(4,362,614)
<b>Net increase / (decrease) in cash and cash equivalents</b>	36,762,118	(1,148,339)
Cash and cash equivalents at the beginning of the period	1,637,342	1,697,333
<b>Cash and cash equivalents at the end of the period</b>	38,399,460	548,994

The annexed notes 1 to 16 form an integral part of these condensed interim financial information.

  
CHIEF FINANCIAL OFFICER

  
CHIEF EXECUTIVE

  
DIRECTOR

ADOS PAKISTAN LIMITED  
 CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)  
 FOR THE NINE MONTHS ENDED MARCH 31, 2022



	Issued, subscribed and paid up share capital	Revenue reserves Unappropriated Profit/(loss)	Total
	-----Rupees-----		
Balance as at July 01, 2020 (Audited)	65,826,000	(46,442,675)	19,383,325
Total comprehensive income for the period:			
Loss for the nine month period ended March 31, 2021	-	(26,141,534)	(26,141,534)
Other comprehensive income for the period - net of tax	-	-	-
Balance as at March 31, 2021 (Un-audited)	<u>65,826,000</u>	<u>(72,584,209)</u>	<u>(6,758,209)</u>
<b>Balance as at July 01, 2021 (Audited)</b>	<b>65,826,000</b>	<b>(64,391,947)</b>	<b>1,434,053</b>
Total comprehensive income for the period:			
Profit for the nine month period ended March 31, 2022	-	101,918,624	101,918,624
Other comprehensive income for the period - net of tax	-	-	-
Balance as at March 31, 2022 (Un-audited)	<u>65,826,000</u>	<u>37,526,677</u>	<u>103,352,677</u>

The annexed notes 1 to 16 form an integral part of these condensed interim financial information.

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE

DIRECTOR



## 1 LEGAL STATUS AND OPERATIONS

- 1.1 ADOS Pakistan Limited (the "Company") was incorporated in Pakistan under the Companies Ordinance, 1984 on March 5, 1986 as a Private Limited Company and was later on converted into Public Limited Company on April 4, 1989. The Company's registered office is situated at 2nd Floor, FJ-Plaza, Block 2, College Road, Markaz F-7, Islamabad. The geographical location of factory of the Company is Plot # 43, Phase III, Hattar Industrial Estate, Khyber Pakhtunkhwa. Its shares are quoted on Pakistan Stock Exchange (PSX). The Company has been involved in the supply of oil and gas field related equipment, service for fabrication and refurbishment of equipment and supply of spare parts used in oil and gas industry. The Company is also engaged in fabrication of vehicles in respect of bullet proofing protection.

## 2 BASIS OF PREPARATION

### 2.1 Statement of Compliance

These condensed interim financial information 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.

These condensed interim financial information are un-audited and are being submitted to the members in accordance with the requirements of Section 237 of the Companies Act 2017 (the Act) and the listing regulation of Pakistan Stock Exchange. These condensed interim financial information do not include all of the information required for annual financial statements, and should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2021. Comparative statement of financial position is extracted from annual audited financial statements as of June 30, 2021, whereas comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from unaudited condensed interim financial information for the nine month period ended March 31, 2021.

### 2.2 Changes in accounting standards, interpretations and pronouncements

(a) Standards and amendments to approved accounting and reporting standards that are effective:

There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for the Company's annual accounting period which began on July 1, 2021. However, these do not have any significant impact on the Company's financial accounting.

(b) Standards and amendments to approved accounting and reporting standards that are not yet effective:

There are certain amendments and interpretations to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after January 1, 2022. However, these will not have any impact on the Company's financial reporting and, therefore, have not been disclosed in these condensed interim financial statements.

## 3 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

The accounting policies, related judgments, estimates and assumptions adopted for the preparation of these condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Company for the year ended June 30, 2021.

**ADOS PAKISTAN LIMITED**
**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION [UNAUDITED]  
FOR THE NINE MONTHS ENDED MARCH 31, 2022**

	Note	Unaudited	Audited
		March 31, 2022	June 30, 2021
		-----Rupees-----	
<b>4 PROPERTY, PLANT AND EQUIPMENT</b>			
Opening net book value		29,253,911	39,327,195
Additions during the period/ year		-	135,000
Disposal during the period/ year			
-Cost		-	(18,259,900)
-Depreciation		-	13,649,740
Depreciation charged during the period / year		(2,821,535)	(5,598,124)
Non-current asset held for sale	4.1	(1,619,420)	-
<b>Closing net book value</b>		<b>24,812,955</b>	<b>29,253,911</b>
<b>4.1 NON-CURRENT ASSET HELD FOR SALE</b>			
This represents the carrying amount of land and building of plot no. 43 Phase III, measuring 4 acres, in industrial Estate of Hattar, Khyber Pakhtunkhwa. The said land and building has been sold during the quarter after getting the approval through a special resolution adopted in the extra ordinary general meeting.			
<b>5 RIGHT OF USE ASSET</b>			
Balance at beginning of the period/year		10,152,749	14,213,848
Depreciation charged during the period / year		(3,045,825)	(4,061,099)
Closing net book value		7,106,924	10,152,749
	Note	Unaudited	Audited
		March 31, 2022	June 30, 2021
		-----Rupees-----	
<b>6 STOCK IN TRADE</b>			
Raw materials		41,440,605	52,566,615
Finished goods		7,790,191	7,790,191
<b>Stock in trade</b>		<b>49,230,796</b>	<b>60,356,806</b>
Less: Provision for obsolete and slow moving stock	Note: 6.1 & 6.2	(49,230,796)	(3,264,562)
<b>Stock in trade</b>		<b>-</b>	<b>57,092,244</b>
	Note	Unaudited	Audited
		March 31, 2022	June 30, 2021
		-----Rupees-----	
<b>6.1 Provision for obsolete and slow moving items - raw material</b>			
Opening balance		1,780,562	1,780,562
- NRV adjustment	6.3	39,660,043	-
Closing balance		41,440,605	1,780,562
<b>6.2 Provision for obsolete and slow moving items - finished goods</b>			
Opening balance		1,484,000	1,484,000
- NRV adjustment	6.3	6,306,191	-
Closing balance		7,790,191	1,484,000
<b>6.3 American Petroleum Institute product and quality certification required to manufacture products for customer has been cancelled during the period due to decline in sales and available financial and human resources which has drastically affected the scope of work that could be accessed in future. Resultantly, the stock of trade has become obsolete and same is not expected to be utilized in ordinary course of business. Expected scrap value of the stock in trade is Rs. 6,250,008 as per the valuer report dated December 31, 2021.</b>			



**ADOS PAKISTAN LIMITED**

**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION [UNAUDITED]  
FOR THE NINE MONTHS ENDED MARCH 31, 2022**

	Note	Unaudited	Audited
		March 31, 2022	June 30, 2021
		-----Rupees-----	
<b>7 TRADE DEBTS - UNSECURED</b>			
<b>Considered:</b>			
- good		18,575,137	5,103,385
- doubtful		63,567,117	75,439,595
		<u>82,142,254</u>	<u>80,542,980</u>
Less: loss allowance	7.1	<u>(63,567,117)</u>	<u>(75,439,595)</u>
<b>Trade debts</b>		<u><u>18,575,137</u></u>	<u><u>5,103,385</u></u>
<b>7.1 Loss allowance</b>			
Balance as at July 01		75,439,595	80,172,824
Allowance made during the period / year		-	-
Less: Reversal made during the period / year		<u>(11,872,478)</u>	<u>(4,733,229)</u>
<b>Balance at the end of the period / year</b>		<u><u>63,567,117</u></u>	<u><u>75,439,595</u></u>
<b>8 TAX REFUNDS DUE FROM THE GOVERNMENT</b>			
Opening balance		90,510,365	135,880,809
Tax paid/deducted at source during the period/ year		1,560,652	1,709,202
Refunds received during the period/year		-	(45,041,622)
Less: provision for taxation		<u>(16,117,116)</u>	<u>(2,038,024)</u>
<b>Advance tax - net of provision</b>		<u>75,953,901</u>	<u>90,510,365</u>
Sales tax refunds		-	-
<b>Tax refundable</b>		<u><u>75,953,901</u></u>	<u><u>90,510,365</u></u>
		<u><u>Unaudited</u></u>	<u><u>Audited</u></u>
		<u><u>March 31, 2022</u></u>	<u><u>June 30, 2021</u></u>
		-----Rupees-----	
<b>9 LEASE LIABILITY</b>			
Balance at beginning of the period/year		11,767,485	15,705,809
Interest accrued		1,352,757	1,803,676
Payment during the period/year		<u>(5,742,000)</u>	<u>(5,742,000)</u>
		<u>7,378,242</u>	<u>11,767,485</u>
Current portion grouped under current liabilities		<u>(3,739,732)</u>	<u>(4,518,045)</u>
Balance at the end of the period/year-non current		<u><u>3,638,510</u></u>	<u><u>7,249,440</u></u>
<b>10 DUE TO DIRECTOR</b>			
Due to director	10.1	<u>150,451</u>	<u>123,224,373</u>
		<u><u>150,451</u></u>	<u><u>123,224,373</u></u>
<b>10.1</b>			
This represents amount received from director from time to time to meet the working capital requirements of the Company. This amount is unsecured, interest free and payable on demand.			
<b>11 CONTINGENCIES AND COMMITMENTS</b>			
There are no significant changes in the status of contingencies and commitments as reported in the audited annual financial statements of the Company for the period ended March 31, 2022.			
<b>12 OTHER INCOME</b>			
This includes an amount of Rs. 188,380,580 earned on disposal of fixed asset (land).			

**ADOS PAKISTAN LIMITED**

**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION [UNAUDITED]  
FOR THE NINE MONTHS ENDED MARCH 31, 2022**

	Nine month period ended	
	March 31, 2022	March 31, 2021
	-----Rupees-----	
<b>13 EARNING PER SHARE - BASIC AND DILUTED</b>		
Profit/(loss) for the period after tax	101,918,624	(26,141,534)
Number of ordinary shares outstanding during the period	6,582,600	6,582,600
<b>Earning/(loss) per share</b>	<b>15.48</b>	<b>(3.97)</b>

There is no dilutive effect on the earnings per share of the Company as the Company has no such commitments.

**14 IMPACT OF COVID-19**

Due to prevailing COVID-19 situation a vigilant approach is adopted to cater the business risks. The management has evaluated and concluded that there are no implications of COVID-19 that require adjustment and specific disclosure in these condensed interim financial statements.

**15 GENERAL**

Amounts have been rounded to the nearest rupee unless otherwise stated.

**16 Date of authorization for issue**

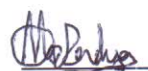
These condensed interim financial information have been authorized for issue by the Board of Directors of the Company in its meeting held on APRIL 29, 2022.



\_\_\_\_\_  
CHIEF FINANCIAL OFFICER



\_\_\_\_\_  
CHIEF EXECUTIVE



\_\_\_\_\_  
DIRECTOR