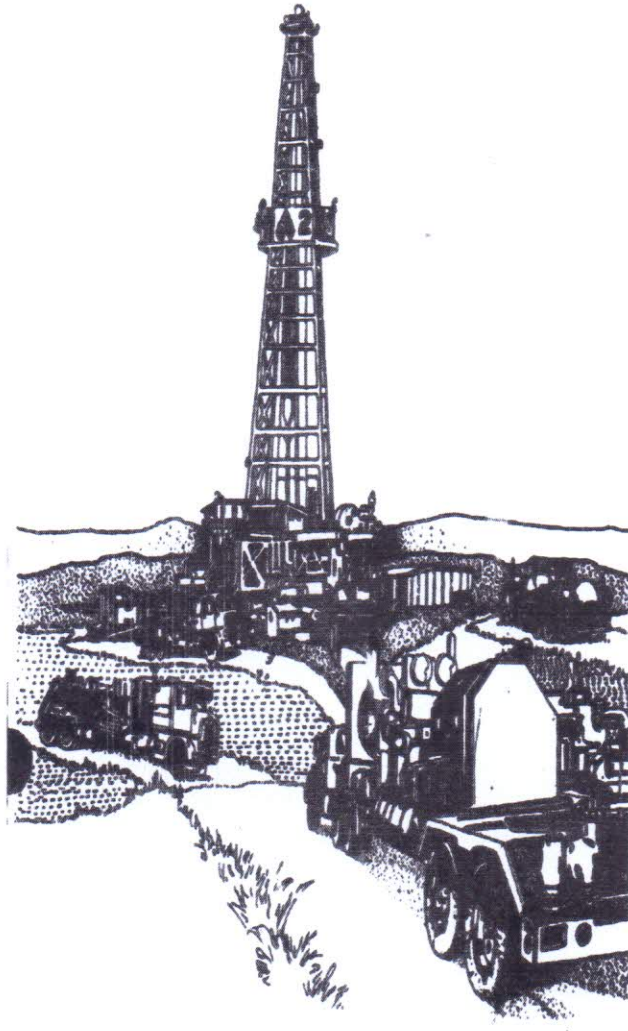


ADOS PAKISTAN LIMITED
QUARTERLY REPORT SEPTEMBER 30, 2022





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 Shafi

COMPANY SECRETARY

Ms. Sabina Ansari

CHIEF FINANCIAL OFFICER

Mr. Ali Imran Haider Bokhari

AUDIT COMMITTEE

Ms. Suboohi - Member
Mrs. Aylin Ansari- Member
Mr. Muhammed Fahd Shafi – Chairman & Member

HUMAN RESOURCE COMMITTEE

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

Askari Bank Limited,
Blue Area, Main Branch, 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, Jinnah Avenue, Islamabad
Bank of Khyber,
Hattar Industrial Estate, Hattar.

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

LEGAL ADVISORS

Samad Law Associates, Samad Chambers, 1st
Floor, G-253/A, Liat Road, Rawalpindi.

REGISTERED OFFICE

2nd 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 Ameera 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.



DIRECTOR'S REPORT TO THE MEMBERS

Gentlemen,

The Board of Directors of ADOS Pakistan Limited is pleased announce the financial results for the Quarter ended September 30, 2022.

The comparisons of key financial results of your company's performance for the first quarter ended September 30, 2022 with the same period last year is as under:

	September 30, 2022	September 30, 2021
	------(Rupees)-----	
Sales-net	9,462,298	5,108,623
Gross Profit/(Loss)	1,453,343	651,816
Profit/(Loss) for the Period	(14,354,814)	(1,096,080)
Basic and Diluted Earnings/(loss) per share	(2.18)	(0.17)

1. As stated in the last annual report during financial year 2021-2022 the Board of Directors decides that ADOS Pakistan Limited be delisted from Pakistan Stock Exchange ("PSX") under rule 5.14 of Voluntary Delisting rules of the PSX Rule Book (the "Rule Book") because the Company has been suffering losses since financial year ended 2017 and the Company's value proposition is not sustainable due to the severe reduction in Oil & Gas drilling activity in Pakistan, as mentioned in the previous directors' reports. The company's products are being sold at dumping rates by foreign firms trying to capture market share. Change in government policies has acted against the interest of local manufacturers in the oil in gas sector, specifically SRO 678 & SRO 821 and the nature of the product and market has changed so significantly that the company will not reasonably be able to generate enough revenue to cover minimum operational requirements, even if the local Oil & Gas sector recovers. The external product & quality certification required to manufacture products for customers has been lost due to limited financial and human resources, drastically affecting the scope of work that can be accessed in the next five to ten years. The management anticipates that the delisting process will be completed during the second quarter of the current financial year.

2. The management wants to state that the loss for the quarter ended September 30, 2022 amounting to Rs.14,354,814/- is due to weak turnover.

3. Further as stated earlier, keeping in view of the losses for 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 and the recovery of tax refundable from Government as well as the continuing cost reduction measures to continue as a going concern. The performance of the company directly correlates with the exploration activity in the country. Further, as stated before protections provided to local manufacturers have slowly been withdrawn, and foreign suppliers who receive export rebates up to 18% are dumping goods in Pakistan at the expense of the local industry. Additionally, departure announcement of large clients such as ENI & Weatherford from the Pakistan market is having a negative impact on sales. The management is putting forth its best efforts in order to survive in these unforeseeable circumstances.



The Directors & management have a reasonable expectation that the Company has adequate resources to continue its activity for the foreseeable future.

4. The management has decided not to pay dividend for the quarter ended September 30, 2022 keeping in view future cash flow requirements of the company.

5. 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 vis a vis its applicability on the company after anticipated ending of delisting process.

6. The management also fully intends to comply with the requirement of Clause 19 of the Listed Companies (Code of Corporate Governance) Regulations, 2019. In this regard, as the company applied delisting application during the year the required directors didn't manage to take Director's training program during the year. In this regard, the company will be fully compliant vis a vis its applicability on the company after anticipated ending of delisting process.

The Directors' takes this opportunity to thank the management, workers principal sponsors, bankers and to the most the shareholders for their endless cooperation and support.

For and on behalf of the Board

ZIA AKBAR ANSARI
CHIEF EXECUTIVE OFFICER & DIRECTOR

ASFANDYAR AKBAR ANSARI
DIRECTOR

Islamabad, October 28, 2022



ڈائریکٹرز رپورٹ برائے ممبران

حضرات:

اڈوس پاکستان لمیٹڈ کے بورڈ آف ڈائریکٹرز کو پہلے تین ماہی مالیاتی گوشوارے جس کا خاتمہ مورخہ 30 ستمبر 2022 کے مالی نتائج کا اعلان کر کے خوشی ہوئی۔

سابقہ سال کے اسی پیریڈ کا اس پہلے تین ماہی سال خاتمہ مورخہ 30 ستمبر 2022 کے ساتھ کلیدی نتائج کا مقابلہ مندرجہ ذیل ہے:

30 ستمبر 2021	30 ستمبر 2022	تفصیل
5,108,623 روپے	9,462,298 روپے	خالص سیلز
651,816 روپے	1,453,343 روپے	مجموعی نفع / (نقصان)
(1,096,080) روپے	(14,354,814) روپے	پیریڈ نفع / (نقصان)
(0.17) روپے	(2.18) روپے	بنیادی اور مخفف آمدنی فی حصہ:

۱- جیسا کہ مالی سال 2021-2022 کے دوران آخری سالانہ رپورٹ میں بتایا گیا ہے۔ بورڈ آف ڈائریکٹرز فیصلہ کیا ہے کہ ADOS پاکستان لمیٹڈ کو پاکستان اسٹاک ایکسچینج ("PSX") سے PSX رول بک ("رول بک") کے رضا کارانہ ڈی لسٹنگ قوانین کے قاعدہ 5.14 کے تحت خارج کر دیا جائے کیونکہ کمپنی مالی سال 2017 کے ختم ہونے کے بعد سے نقصانات کا سامنا کرنا پڑ رہا ہے اور پاکستان میں تیل اور گیس کی کھدائی کی سرگرمیوں میں شدید کمی کی وجہ سے کمپنی کی قیمت پائیدار نہیں ہے، جیسا کہ گزشتہ ڈائریکٹرز رپورٹوں میں بتایا گیا ہے۔ کمپنی کی مصنوعات مارکیٹ شیئر حاصل کرنے کی کوشش کرنے والی غیر ملکی فرمیں ڈمپنگ ریٹ پرفروخت کر رہی ہیں۔ حکومتی پالیسیوں میں تبدیلی نے گیس کے شعبے میں تیل میں مقامی مینوفیکچررز کی دلچسپی کے خلاف کام کیا ہے، خاص طور پر SRO 678 اور 821 اور مصنوعات اور مارکیٹ کی نوعیت اتنی نمایاں طور پر تبدیل ہو گئی ہے کہ کمپنی معقول حد تک اس قابل نہیں ہو سکے گی کہ وہ تیل کے لیے خاطر خواہ آمدنی حاصل کر سکے۔ کم از کم آپریشنل ضروریات کو پورا کریں، چاہے مقامی تیل اور گیس کا شعبہ ٹھیک ہو جائے۔ محدود مالی اور انسانی وسائل کی وجہ سے صارفین کے لیے مصنوعات تیار کرنے کے لیے درکار بیرونی پروڈکٹ اور کوالٹی سرٹیفیکیشن ختم ہو گیا ہے، جس سے کام کے دائرہ کار کو بہت زیادہ متاثر ہو رہا ہے جس تک اگلے پانچ سے دس سالوں میں رسائی حاصل کی جاسکتی ہے۔ انتظامیہ کو توقع ہے کہ ڈی لسٹنگ کا عمل رواں مالی سال کی دوسری سہ ماہی کے دوران مکمل ہو جائے گا۔

۲- انتظامیہ یہ بتانا چاہتی ہے کہ پہلے تین ماہ یعنی 30 ستمبر 2022 تک کے نقصانات جو کہ مبلغ 14,354,814 روپے کے ہیں جس کی وجہ کم فروخت کا حجم اور کم منافع ہیں۔

۳- جیسا پہلے بیان کیا گیا ہے کمپنی کے متوقع نقصانات کا تخمینہ ایک اندازے پر متعین کیا گیا ہے جس سے پتہ چلتا ہے کہ کمپنی کا کیش فلوکٹنا متوقع ہے اور اس متوقع کیش فلو میں سے گورنمنٹ سے کتنے قابل واپسی ٹیکس کی وصولی ہوگی اور حصص یافتگان (ڈائریکٹرز) کی طرف سے کتنی مالی معاونت ہوگی، جس سے کمپنی کے معاملات چلائے جاسکتے ہیں۔ انتظامیہ موجودہ صلاحیتوں کو دیگر صنعتوں/منڈیوں کی خدمت کے لئے استعمال کرنے کے لئے سرگرمی سے تلاش کر رہی ہے۔ انتظامیہ ان غیر متوقع حالات میں اپنی سرگرمیاں جاری رکھنے کے لئے اپنی بہترین کوششیں کر رہی ہے۔



ڈائریکٹر اور کمپنی کی مینجمنٹ کو مناسب اور مضبوط توقعات ہیں کہ کمپنی اپنے پاس کافی وسائل کی بدولت بہتر مستقبل کے لئے اپنی سرگرمیاں جاری رکھ سکتی ہے۔

۴۔ انتظامیہ نے یہ فیصلہ کیا ہے کہ وہ پہلے تین ماہ یعنی مورخہ 30 ستمبر 2022 تک کی آمدن احصاء نہیں دے گی تاکہ مستقبل میں کمپنی کیلئے درکار رقم استعمال کی جاسکے۔

۵۔ انتظامیہ لیکچینیئر (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۔ ڈی لسٹنگ کے عمل کے متوقع خاتمے کے بعد کمپنی پراس کا اطلاق۔

۶۔ انتظامیہ لیکچینیئر (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۔ ڈی لسٹنگ کے عمل کے متوقع خاتمے کے بعد کمپنی پراس کا اطلاق۔

ڈائریکٹر نے اس موقع میں مینجمنٹ، ورکر پرنسپل سپونسر، بینکر اور حصص داران کے تعاون اور حمایت کرنے پر ان کا شکریہ ادا کرتے ہیں۔

اسفندیار کبر انصاری
ڈائریکٹر

ضیاء کبر انصاری
چیف ایگزیکٹو آفیسر و ڈائریکٹر


اسلام آباد 28 اکتوبر 2022


ADOS PAKISTAN LIMITED
 CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
 AS AT SEPTEMBER 30, 2022

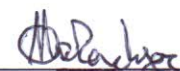


	Note	Unaudited	Audited
		September 30, 2022	June 30, 2022
-----Rupees-----			
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	18,581,479	19,118,292
Right of use asset	5	5,076,374	6,091,649
Long term loans and advances		31,999	-
Long term deposits		400,000	400,000
		24,089,852	25,609,941
CURRENT ASSETS			
Trade debts	6	17,768,767	77,348,483
Advances		36,324	208,935
Trade deposits and short term prepayments		15,798,597	3,011,234
Accrued interest on saving accounts		129	66,419
Tax refunds due from the Government	7	67,410,907	67,490,285
Cash and bank balances		25,621,634	57,712,313
		126,636,358	205,837,669
TOTAL ASSETS		150,726,210	231,447,610
EQUITY AND LIABILITIES			
SHAREHOLDERS' EQUITY			
Authorized share capital 7,000,000 (June 30, 2019: 7,000,000) ordinary shares of Rs. 10 each		70,000,000	70,000,000
Issued, subscribed and paid up share capital		65,826,000	65,826,000
Revenue reserve-unappropriated profit/(loss)		28,979,394	43,334,208
		94,805,394	109,160,208
LIABILITIES			
NON-CURRENT LIABILITIES			
Employees' benefit obligation		3,508,727	3,556,432
Lease liability	8	3,037,384	2,066,338
		6,546,111	5,622,770
CURRENT LIABILITIES			
Trade and other payables		39,064,735	105,689,605
Current portion of lease liability		4,518,045	5,183,102
Unclaimed dividend		5,791,925	5,791,925
		49,374,705	116,664,632
TOTAL EQUITY AND LIABILITIES		150,726,210	231,447,610
CONTINGENCIES AND COMMITMENTS	9		

The annexed notes 1 to 13 form an integral part of these condensed interim financial information.


 ALI IMRAN HAIDER BOKHARI
 CHIEF FINANCIAL OFFICER


 ZIA AKBAR ANSARI
 CHIEF EXECUTIVE



 ASFANDYAR AKBAR ANSARI
 DIRECTOR

ADOS PAKISTAN LIMITED
 CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)
 FOR THE PERIOD ENDED SEPTEMBER 30, 2022




	Three month period ended	
	September 30, 2022	September 30, 2021
	-----Rupees-----	
Revenue-net	9,462,298	5,108,623
Cost of sales/services	(8,008,955)	(4,456,807)
Gross profit/(loss)	1,453,343	651,816
Administrative expenses	(11,317,531)	(7,670,994)
Other (expenses)/income	(3,828,749)	6,446,032
	(15,146,280)	(1,224,963)
Profit/(loss) from operations	(13,692,937)	(573,147)
Finance cost	(543,598)	(459,075)
Profit/(loss) before income tax	(14,236,535)	(1,032,222)
Taxation	(118,279)	(63,858)
Profit/(Loss) for the period	(14,354,814)	(1,096,080)
Profit/(Loss) per share - basic and diluted	10	(2.18)
		(0.17)

The annexed notes 1 to 13 form an integral part of these condensed interim financial information.


 ALI IMRAN HAIDER BOKHARI
 CHIEF FINANCIAL OFFICER


 ZIA AKBAR ANSARI
 CHIEF EXECUTIVE


 ASFANDYAR AKBAR ANSARI
 DIRECTOR

ADOS PAKISTAN LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2022



	Three month period ended	
	September 30, 2022	September 30, 2021
	-----Rupees-----	
Profit/(Loss) for the period	(14,354,814)	(1,096,080)
Other comprehensive income for the period	-	-
Total comprehensive income/(loss) for the period	<u>(14,354,814)</u>	<u>(1,096,080)</u>

The annexed notes 1 to 13 form an integral part of these condensed interim financial information.

ALI IMRAN HAIDER BOKHARI
CHIEF FINANCIAL OFFICER


ZIA AKBAR ANSARI
CHIEF EXECUTIVE


ASFANDYAR AKBAR ANSARI
DIRECTOR

	September 30, 2022	September 30, 2021
	-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before income tax	(14,236,535)	(581,303)
Adjustment for:		
Depreciation	536,813	954,718
Amortization	1,015,275	1,069,512
Provision for employees' benefit obligation	-	-
Interest income on banks	(11,326)	(2,624)
Interest on lease liability	305,989	-
Financial cost	-	-
(Gain) / loss on disposal of property, plant and equipment	-	-
	1,846,751	2,021,606
Operating loss before working capital changes	(28,050,535)	1,440,303
(Increase)/decrease in current assets		
Stock in trade	-	11,081,933
Trade debts	59,579,716	229,590
Advances	172,611	(15,000)
Trade deposits and short term prepayments	2,873,388	(2,100,000)
	62,625,716	9,196,523
Increase/(decrease) in current liabilities		
Trade and other payables	(66,624,870)	(2,698,122)
Profit payable on short term borrowings	-	-
Due to director	-	(5,946,820)
Unclaimed dividend	-	-
Short term borrowings	-	-
	(66,624,870)	(8,644,942)
Cash generated from / (used in) operations	(32,049,690)	1,991,884
Profit paid on short term borrowings	-	-
Interest paid on lease liability	-	-
Tax withheld / paid	(38,901)	(293,174)
Profit realized on bank accounts	77,616	2,320
Long term loans and advances	(31,999)	66,000
Employees benefit obligations paid	(47,705)	-
	(40,989)	(224,854)
Net cash generated from / (used in) operating activities	(32,090,679)	1,767,030
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	-	-
Addition in intangible asset	-	-
Sale proceeds from disposal of property, plant and equipment	-	-
Net cash generated from / (used in) investing activities	-	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of lease liability	-	-
Net cash used in financing activities	-	-
Net increase / (decrease) in cash and cash equivalents	(32,090,679)	1,767,030
Cash and cash equivalents at the beginning of the period	57,712,313	1,637,342
Cash and cash equivalents at the end of the period	25,621,634	3,404,372

The annexed notes 1 to 13 form an integral part of these condensed interim financial information.


ALI IMRAN HAIDER BOKHARI
CHIEF FINANCIAL OFFICER



ZIA AKBAR ANSARI
CHIEF EXECUTIVE


ASFANDYAR AKBAR ANSARI
DIRECTOR



	Issued, subscribed and paid up share capital	Revenue reserves Unappropriated Profit/(loss)	Total
	-----Rupees-----		
Balance as at July 01, 2021	65,826,000	(64,391,947)	1,434,053
Comprehensive income for the period			
Profit/(Loss) for the three month period ended September 30, 2021	-	(1,096,080)	(1,096,080)
Other comprehensive income for the period	-	-	-
Balance as at September 30, 2021	65,826,000	(65,488,027)	337,973
Balance as at July 01, 2022	65,826,000	43,334,208	109,160,208
Comprehensive income for the period			
Profit/(Loss) for the three month period ended September 30, 2021	-	(14,354,814)	(14,354,814)
Other comprehensive income for the period	-	-	-
Balance as at September 30, 2022	65,826,000	28,979,394	94,805,394

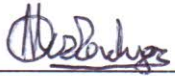
The annexed notes 1 to 13 form an integral part of these condensed interim financial information.



 ALI IMRAN HAIDER BOKHARI
 CHIEF FINANCIAL OFFICER



 ZIA AKBAR ANSARI
 CHIEF EXECUTIVE



 ASFANDYAR AKBAR ANSARI
 DIRECTOR



ADOS PAKISTAN LIMITED

**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION [UNAUDITED]
FOR THE PERIOD ENDED SEPTEMBER 30, 2022**

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 Pukhtoonkhwa. 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.

1.2 Going concern

The Board of the Directors (the Board) of the Company in its meeting held on December 20, 2021 decided for delisting of the Company from Pakistan Stock Exchange (PSX) under rule 5.14 of Voluntary Delisting Rules of the Rule Book due to following main reasons: a) Profitability is not expected to improve in near term due to adverse market condition, b) Losses suffered for last 4 years, c) products offered by the Company are being sold at dumping rates by foreign companies, d) facility is becoming obsolete and e) Sponsors have invested substantial fund in past and now lack the funds required to ensure survival of the Company. The Company submitted a formal application to the PSX under which the Sponsors were authorized to buy back ordinary shares held by the minority shareholders of the Company which was duly approved by PSX subsequent to year end. Further, the buyback of shares @ a price of Rs. 29 and delisting has duly been approved in Extra Ordinary General Meeting held on September 08, 2022. The external product & quality certification required to manufacture products for customers has been lost due to limited financial and human resources, drastically affecting the scope of work that can be accessed in the next five to ten years. Due to aforesaid issues, members of the Company through special resolution dated January 13, 2022 authorized the Board to take decision regarding purchase of land in Faisalabad Industrial Zone and to construct building thereof for manufacturing of engineering products or otherwise diversify the business other than manufacturing keeping in view the current business prospects as they deem fit for the future growth of the Company or take any decision related to future direction and its core business as deemed necessary. While the Board being undecided about the different options under consideration regarding the future direction of the Company, the Company opted to curtail its operational and admin cost and accordingly laid off many employees during the year. The manufacturing activities are ceased after the close of current financial years as last manufacturing orders were delivered during the last quarter of the current financial year. These conditions indicate the existence of material uncertainty that may cast significant doubt on Company's ability to continue as a going concern and therefore, it may be unable to realize its assets or discharge its liabilities in the normal course of business.

The validity of the going concern assumption is dependent upon the ability of the Company to generate sufficient cash flow from its future operation, recovery of tax refundable from Government and future plan for diversification of nature of business of engineering products and continued cost reduction activities.

Presently, the management has a reasonable expectation that the Company has adequate financial resources to continue its minimal activity for the foreseeable future and believes that use of going concern assumption in preparation of these financial statements is appropriate and, therefore has prepared these financial statements on going concern basis.

Based on the measures described above and the commitment of Directors, management has a reasonable expectation that the Company has adequate resources to continue its activity for the foreseeable future.



ADOS PAKISTAN LIMITED
SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION [UNAUDITED]
FOR THE PERIOD ENDED SEPTEMBER 30, 2022

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, 2022. Comparative statement of financial position is extracted from annual audited financial statements as of June 30, 2022, 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 three months period ended September 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, 2022. 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, 2022.

	<u>Unaudited</u>	<u>Audited</u>
	<u>September 30, 2022</u>	<u>June 30, 2022</u>
	-----Rupees-----	
4 PROPERTY, PLANT AND EQUIPMENT		
Opening net book value	19,118,292	29,253,911
Additions during the period/ year	-	-
Disposal during the period/ year		
-Cost	-	(46,491,742)
-Depreciation	-	40,076,404
	-	(6,415,338)
Depreciation charged during the period / year	(536,813)	(3,720,281)
Closing net book value	18,581,479	19,118,292
5 RIGHT OF USE ASSET		
Balance at beginning of the period/year	6,091,649	10,152,749
Right of use asset recognized on adoption of IFRS 16	-	-
Adjustments made during the period / year	-	-
Depreciation charged during the period / year	(1,015,275)	(4,061,100)
Closing net book value	5,076,374	6,091,649
6 TRADE DEBTS - UNSECURED		
Considered:		
- good	17,768,767	77,348,483
- doubtful	63,567,117	63,567,117
	81,335,884	140,915,600
Less: loss allowance	6.1 (63,567,117)	(63,567,117)
Trade debts	17,768,767	77,348,483



ADOS PAKISTAN LIMITED

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION [UNAUDITED]
FOR THE PERIOD ENDED SEPTEMBER 30, 2022

	Unaudited	Audited
	September 31, 2022	June 30, 2022
-----Rupees-----		
6.1 Loss allowance		
Balance as at July 01	63,567,117	75,439,595
Allowance made during the period / year	-	-
Less: Reversal made during the period / year	-	(11,872,478)
Balance at the end of the period / year	63,567,117	63,567,117
7 TAX REFUNDS DUE FROM THE GOVERNMENT		
Opening balance	67,490,285	90,510,365
Tax paid/deducted at source during the period/ year	38,901	2,217,109
Refunds received during the period/year	-	-
Less: provision for taxation	(118,279)	(25,237,189)
Advance tax - net of provision	67,410,907	67,490,285
Sales tax refunds	-	-
Tax refundable	67,410,907	67,490,285
8 LEASE LIABILITY		
Balance at beginning of the period/year	7,249,440	11,767,485
Impact of initial application of IFRS 16	-	-
Interest accrued	305,989	1,223,955
Payment during the period/year	-	(5,742,000)
	7,555,429	7,249,440
Current portion grouped under current liabilities	(4,518,045)	(5,183,102)
Balance at the end of the period/year-non current	3,037,384	2,066,338
9 CONTINGENCIES AND COMMITMENTS		

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 year ended June 30, 2022.

	-----Unaudited-----	
	Three month period ended	
	September 30, 2022	September 30, 2021
-----Rupees-----		
10 EARNING PER SHARE - BASIC AND DILUTED		
Loss for the period after tax	(14,354,814)	(1,096,080)
Number of ordinary shares outstanding during the period	6,582,600	6,582,600
Loss per share	(2.18)	(0.17)

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



ADOS PAKISTAN LIMITED

**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION [UNAUDITED]
FOR THE PERIOD ENDED SEPTEMBER 30, 2022**

11 IMPACT OF COVID-19

A novel strain of corona virus (COVID-19) that first surfaced in China was classified as a pandemic by the World Health Organization on March 11, 2020, impacting countries globally. Many countries including Pakistan have enacted protection measures against COVID-19, with a significant impact on economic activities in these countries. Due to this, management has assessed the accounting implications of these developments on these condensed interim financial information, however, according to management's assessment, there is no significant impact of the effects of COVID-19 on these condensed interim financial information.

12 GENERAL

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

13.2 The Comparative figures have been re-arranged and/ or reclassified, wherever necessary, for the purpose of comparison in the financial information.

13 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 October 28, 2022.

ALI IMRAN HAIDER BOKHARI
CHIEF FINANCIAL OFFICER

ZIA AKBAR ANSARI
CHIEF EXECUTIVE

ASFANDYAR AKBAR ANSARI
DIRECTOR