



HALF YEARLY REPORT
DECEMBER 31

2022

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COMPANY INFORMATION

Board of Directors

Mr. Tariq Sayeed Saigol Chairman
Mr. Sayeed Tariq Saigol Chief Executive
Mr. Taufique Sayeed Saigol
Mr. Waleed Tariq Saigol
Mr. Danial Taufique Saigol
Ms. Jahanara Saigol
Mr. Shafiq Ahmed Khan
Mr. Zulfikar Monnoo
Syed Mohsin Raza Naqvi

Executive Directors

Mr. Sohail Sadiq Finance
Mr. Yahya Hamid Marketing

Audit Committee

Mr. Shafiq Ahmed Khan Chairman
Mr. Zulfikar Monnoo Member
Mr. Waleed Tariq Saigol Member
Mr. Danial Taufique Saigol Member

Human Resource & Remuneration Committee

Mr. Shafiq Ahmed Khan Chairman
Mr. Zulfikar Monnoo Member
Mr. Danial Taufique Saigol Member

Chief Financial Officer

Syed Mohsin Raza Naqvi

Company Secretary

Mr. Muhammad Ashraf

Chief Internal Auditor

Mr. Zeeshan Malik Bhutta

Bankers of the Company

Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al-Habib Limited
BankIslami Pakistan Limited
Albaraka Bank (Pakistan) Limited
Dubai Islamic Bank Limited
Faysal Bank Limited
FINCA Microfinance Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
MCB Islamic Bank Limited

National Bank of Pakistan
PAIR Investment Company Limited
Samba Bank Limited
Silk Bank Limited
Soneri Bank Limited
Standard Chartered Bank (Pakistan) Limited
Summit Bank Limited
The Bank of Punjab
United Bank Limited

Auditors

A.F. Ferguson & Co.,
Chartered Accountants
23-C, Aziz Avenue, Canal Bank, Gulberg-V,
P.O.Box 39, Lahore-54660, Pakistan
Tel: +92 (42) 3571 5868-71 / 3577 5747-50
Fax: +92 (42) 35775754
www.pwc.com/pk

Legal Adviser

Mr. Abdul Rehman Qureshi
Advocate High Court

Registered Office

42-Lawrence Road, Lahore.
Phone: +92 42 36278904-5
Fax: +92 42 36368721
E-mail: mohsin.naqvi@kmlg.com

Factory

Iskanderabad, District: Mianwali
Phone: +92 459 392237-8

Call Center (24/7)

0800-41111

Share Registrar

Vision Consulting Limited
Head Office: 5-C, LDA Flats,
Lawrence Road, Lahore
Phone: +92 42 36283096-97
Fax: +92 42 36312550
E-mail: shares@vcl.com.pk

Company Website:

www.kmlg.com

Note:

MLCFL's Financial Statements are also available at the above website.

DIRECTORS' REVIEW

In compliance with Section 237 of the Companies Act, 2017, the Directors of your Company have pleasure to present unaudited standalone and consolidated financial statements for the first six months of financial year 2022-23, ended 31st December 2022.

During the period under review, the Company recorded net consolidated turnover of Rs. 30,051 million against Rs. 22,101 million in the corresponding period last year. The top line of the Company increased by 36% due to improvement in selling prices in the local market. Increase in selling prices is mainly due to high inflationary impact on cost side, especially fuel and power. Devastating floods have hit the country during the period under review and adversely impacted cement dispatches which in turn affected growth of the construction sector. This is in addition to lackluster implementation of large-scale projects, low utilization of PSDP budget and reduced demand in housing sector due to high cost of borrowings which have impacted the growth of the sector negatively.

Comparative data of capacity utilization and cement dispatches for the period under review is as under:-

Particulars	July to December		Variance	
	2022	2021	Change	Percentage
	(----- M. Tons -----)			
Production:				
Clinker Production	1,944,880	2,232,991	(288,111)	(12.90%)
Cement Production	2,085,757	2,407,724	(321,967)	(13.37%)
Sales:				
Domestic	2,049,598	2,336,589	(286,991)	(12.28%)
Exports	64,264	70,020	(5,756)	(8.22%)
Total	2,113,862	2,406,609	(292,747)	(12.16%)

Total Sales volume of 2,113,862 tons achieved depicts a decrease of 12.16% over 2,406,609 tons sold during the corresponding period last year. Domestic sales volume was 2,049,598 tons depicting almost the same level of demand due to reasons discussed above. Political instability causing uncertainty is another major factor contributing to negative growth of the construction sector.

The Company's export volumes decreased by 8.22% to reach 64,264 metric tons from 70,020 metric tons in corresponding period. Exports have not picked up post the American exodus from Afghanistan. This has resulted in slowing down of the economy and banking restrictions are another major reason for decline in export sales. Cement dispatches to rest of world were not feasible due to high production costs in Pakistan as compared to global markets and increased shipping costs, impacting competitiveness in the regional markets.

During the six months' period under review, global coal and oil prices remained high mainly because of ongoing war between Russia and Ukraine that has impacted the supply of oil from Russia which in turn caused prices of commodities to increase further. However, the

Company was able to keep its fuel and power costs under control by procuring local coal at cheaper rates. The Company is also benefitting by use of pet coke which is cost effective due to higher energy content and inventory of imported coal and pet coke at affordable rates.

The Management of the Company has initiated cost control measures and adopted various strategies in all areas including use of alternative fuels and optimized operations of the plant with a specific focus to reduce fixed costs.

The Company was able to avoid the potential adverse impact due to hikes in electricity tariff by NEPRA by relying on own power generation sources i.e., coal fired power plant (CFPP), Solar Power Plant and Waste Heat Recovery Plant which is the cheapest source of electricity for the Company. Waste Heat Recovery Plant is now representing one third of the power mix of the Company. All aforementioned cost saving measures have contributed towards higher margins as compared to corresponding period last year.

On account of aforementioned factors impacting cost of production, the Company achieved consolidated gross profit of Rs. 9,331 million during the reporting period, an increase of 54% from Rs. 6,076 million in the corresponding period last year.

The Company recorded consolidated pre-tax profit of Rs. 6,058 million for the reporting period against consolidated pre-tax profit of Rs. 3,732 million in corresponding period. Consolidated tax component amounted to a charge of Rs. 1,750 million for the reporting period as compared to Rs. 974 million in the corresponding period.

Profits earned from MLPL are exempt from charge of income tax and amounted to Rs. 777 million for the first six months of financial year 2022-23.

The above factors have increased post-tax bottom line for the reporting period at a consolidated profit of Rs. 4,308 million as against Rs. 2,757 million for corresponding period last year representing an increase of 56%.

During the period under review, monetary policy rate was reviewed by the State Bank of Pakistan (SBP) and enhanced from 13.75% to 15.00% in July 2022 and further enhanced to 16.00% in November 2022. Due to this raise, the Company's finance cost has increased during 1st half of the financial year as compared to corresponding period. Policy rates got yet further enhanced by SBP in January 2023 from 16.00% to 17.00% which will further increase the finance cost of the Company from Q'3 onwards. The Temporary Economic Refinance Facility (TERF) and Long Term Finance Facility (LTFF) launched under the directives of the SBP have lent sustainable financial support to the Company by helping it avail long term borrowing at attractive mark-up rates to purchase imported plant and machinery and setting up new projects. However, disbursements under TERF and LTFF by SBP during the first half of financial year remained on hold due to which the Company was unable to convert a significant portion of its borrowing under those schemes.

Construction work of the Company's capacity enhancement project i.e., Line 4 (7,000 tpd) has been completed at its existing plant site and started production on 03 November 2022. The said project has been financed with a mix of concessionary debt and internally generated cash flows.

FUTURE OUTLOOK

Going forward, we expect cement demand in the domestic market to follow the same trend as it did in first half of current financial year. Though rehabilitation activities of the infrastructure, which was severely affected by flood, has started off but the other major factors including Pak Rupee devaluation against USD, restrictions on imports and high cost of borrowings has un-favorable impact on purchasing power of the public. Political instability causing uncertainty will hamper the growth of construction sector.

High coal rates in international markets coupled with exorbitant sea freight, depreciation of Pak Rupee against US\$, negative macro-economic indicators and gas shortage in international markets will put pressure on the input costs of cement. Given the global energy demand supply dynamics, coal prices are unlikely to cool off in the near future. Therefore, the Company has increased its reliance on use of local coal and other alternative fuels to mitigate the impact of high coal rates in international markets and to lower the risk of currency devaluation. Due to mounting pressure on the Government to meet IMF conditions, the Government intends to increase power tariffs and streamline fuel price adjustments to prevent accumulation of future power sector arrears. As a consequence, National Grid prices are expected to rise further which will result in increased power costs for the Company. To mitigate the above mentioned cost escalation factors, the Company is working on installation of alternate fuel based power generation equipment and renewable energy resources to reduce reliance on National Grid, to the minimum.

ACKNOWLEDGEMENT

The Board takes this opportunity to express its deep sense of gratitude and thanks to the shareholders, employees, customers, bankers and other stakeholders for the confidence and faith they have always reposed in us.

For and on behalf of the Board



(Syed Mohsin Raza Naqvi)
Director



(Sayeed Tariq Saigol)
Chief Executive Officer

Lahore
February 21, 2023

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF MAPLE LEAF CEMENT FACTORY LIMITED REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Maple Leaf Cement Factory Limited as at December 31, 2022 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

The figures of the condensed interim statement of profit or loss and other comprehensive income for the three-month periods ended December 31, 2022 and December 31, 2021 have not been reviewed, as we are required to review only the cumulative figures for the six-month period ended December 31, 2022.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Other matters

The interim financial statements of the Company for the six-month period ended December 31, 2021 and the annual financial statements of the Company for the year ended June 30, 2022 were reviewed and audited by another firm of Chartered Accountants who vide their reports dated February 22, 2022 and September 02, 2022 expressed an unmodified conclusion and unmodified opinion thereon respectively.

The engagement partner on the audit resulting in this independent auditor's report is Amer Raza Mir.



A.F.Ferguson & Co.
Chartered Accountants
Lahore

Date: February 21, 2023
UDIN: RR202210118xzQoBMeRD

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▪KARACHI ▪LAHORE ▪ISLAMABAD

A photograph of a worker in a white hard hat and a high-visibility yellow safety vest working on a large industrial machine. The machine has a prominent red frame and a series of horizontal, ribbed blades or rollers. The worker is using a yellow tool to adjust or inspect one of the blades. The background shows more of the industrial structure, including a large cylindrical component and various pipes and beams.

UNCONSOLIDATED
FINANCIAL STATEMENTS
For the Half Year Ended December 31, 2022

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2022

	Note	Un-audited December 31, 2022	Audited June 30, 2022
(Rupees in thousand)			
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital and reserves			
Authorized share capital			
- 1,400,000,000 (June 30, 2022: 1,400,000,000) ordinary shares of Rs. 10 each		14,000,000	14,000,000
- 100,000,000 (June 30, 2022: 100,000,000) 9.75% redeemable preference shares of Rs 10 each		1,000,000	1,000,000
		<u>15,000,000</u>	<u>15,000,000</u>
Issued, subscribed and paid-up share capital			
1,073,346,232 (June 30, 2022: 1,098,346,232) ordinary shares of Rs. 10 each		10,733,462	10,983,462
Capital reserves		6,166,374	6,092,384
Accumulated profits		24,820,422	21,023,202
Surplus on revaluation of fixed assets - net of tax	5	2,226,919	2,459,967
		<u>43,947,177</u>	<u>40,559,015</u>
NON - CURRENT LIABILITIES			
Long term loans from financial institutions - secured	6	17,857,901	16,747,868
Deferred grant		692,797	786,758
Long term loan from subsidiary company		2,000,000	2,000,000
Long term lease liability against right of use asset		29,900	27,136
Long term deposits		8,214	8,214
Deferred taxation		6,241,346	5,656,499
Retention money		1,426,735	-
Retirement benefits		249,491	235,329
		<u>28,506,384</u>	<u>25,461,804</u>
CURRENT LIABILITIES			
Current portion of:			
- Long term loans from financial institutions - secured	6	2,917,386	2,619,800
- Deferred grant		186,009	184,576
- Lease liability against right of use assets		10,601	6,837
Trade and other payables	7	10,491,320	9,117,414
Unclaimed dividend		27,449	27,569
Mark-up accrued on borrowings		895,494	665,122
Short term borrowings		1,132,334	3,572,073
		<u>15,660,593</u>	<u>16,193,391</u>
Contingencies and commitments	8		
		<u>88,114,154</u>	<u>82,214,210</u>

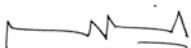
The annexed notes from 1 to 21 form an integral part of these condensed interim unconsolidated financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

	Note	Un-audited December 31, 2022	Audited June 30, 2022
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment	9	61,193,219	56,784,840
Intangible assets		8,666	10,415
Long term investment	10	5,020,000	5,020,000
Long term loans to employees - secured		21,491	19,366
Long term deposits		57,890	57,600
		66,301,266	61,892,221
CURRENT ASSETS			
Stores, spare parts and loose tools		12,201,150	12,853,605
Stock-in-trade		3,511,812	2,695,621
Trade debts	11	3,477,026	2,066,212
Loans and advances		465,951	594,906
Short term investment	12	740,206	198,346
Short term deposits and prepayments		528,085	542,588
Accrued profit		17,480	7,075
Other receivables		31,276	52,261
Advance income tax - net of provision		130,121	517,799
Cash and bank balances		709,781	793,576
		21,812,888	20,321,989
		88,114,154	82,214,210


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

**CONDENSED INTERIM UNCONSOLIDATED
STATEMENT OF PROFIT OR LOSS (UN-AUDITED)**
FOR THREE MONTHS AND SIX MONTHS PERIOD ENDED
DECEMBER 31, 2022

	Note	THREE MONTH PERIOD ENDED		SIX MONTH PERIOD ENDED	
		December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
(..... Rupees in thousand)					
Sales - net	13	17,224,025	12,225,855	30,051,369	22,101,091
Cost of sales	14	(12,151,732)	(8,425,091)	(21,410,025)	(16,391,947)
Gross profit		5,072,293	3,800,764	8,641,344	5,709,144
Distribution cost		(467,270)	(380,103)	(884,611)	(713,077)
Administrative expenses		(309,823)	(230,417)	(679,043)	(445,979)
Other expenses		(257,084)	(303,414)	(630,134)	(513,526)
		(1,034,177)	(913,934)	(2,193,788)	(1,672,582)
Other income		52,037	29,031	59,681	40,196
Profit from operations		4,090,153	2,915,861	6,507,237	4,076,758
Finance cost	15	(606,996)	(380,051)	(1,249,912)	(710,274)
Profit before taxation		3,483,157	2,535,810	5,257,325	3,366,484
Taxation		(1,137,511)	(694,901)	(1,701,555)	(962,965)
Profit for the period		2,345,646	1,840,909	3,555,770	2,403,519
Earnings per share - basic and diluted (Rupees)	16	2.18	1.68	3.31	2.19

The annexed notes from 1 to 21 form an integral part of these condensed interim unconsolidated financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THREE MONTHS AND SIX MONTHS PERIOD ENDED
DECEMBER 31, 2022 (UN-AUDITED)

	THREE MONTH PERIOD ENDED		SIX MONTH PERIOD ENDED	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
	(..... Rupees in thousand)			
Profit for the period	2,345,646	1,840,909	3,555,770	2,403,519
Other comprehensive income				
- Items that will not be reclassified subsequently to profit or loss	-	-	-	-
- Items that may be reclassified subsequently to profit or loss	-	-	-	-
Total other comprehensive income	-	-	-	-
Total comprehensive income for the period	2,345,646	1,840,909	3,555,770	2,403,519

The annexed notes from 1 to 21 form an integral part of these condensed interim unconsolidated financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CASH FLOWS

FOR SIX MONTHS PERIOD ENDED DECEMBER 31, 2022 (UN-AUDITED)

	Note	December 31, 2022	December 31, 2021
(Rupees in thousand)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		5,257,327	3,366,484
Adjustments for:			
Depreciation	9.1	1,614,499	1,600,822
Amortization		1,749	1,010
Provision for Workers' Profit Participation Fund		282,651	181,555
Provision for Workers' Welfare Fund		22,560	72,622
Provision for expected credit loss		60,000	46,525
Other receivables written off		2,509	-
Exchange gain on cash and bank balances		(1,582)	(1,550)
(Gain) / Loss on disposal of property, plant and equipment		(11,885)	6,325
Loss on re-measurement of short term investments at fair value		8,140	14,516
Retirement benefits		45,067	38,165
Profit on bank deposits		(19,582)	(11,561)
Finance cost	15	1,249,912	710,274
Cash generated from operations before working capital changes		8,511,365	6,025,187
Effect on cash flows due to working capital changes			
(Increase) / decrease in current assets:			
Stores, spare parts and loose tools		652,455	(3,610,421)
Stock-in-trade		(816,193)	(91,254)
Trade debts		(1,470,814)	(823,141)
Loans and advances		128,955	(82,561)
Short term deposits and prepayments		14,503	(201,952)
Other receivables		18,477	(295,925)
		(1,472,617)	(5,105,254)
Increase in current liabilities:			
Trade and other payables		2,560,273	950,581
		1,087,656	(4,154,673)
Net cash generated from operations		9,599,021	1,870,514
Increase in long term loans to employees		(2,125)	(4,001)
Decrease in payable to Government authority		-	(42,890)
Retirement benefits paid		(30,906)	(17,215)
Workers' Welfare Fund paid		(64,844)	(23,185)
Taxes paid		(720,627)	(353,407)
Net cash generated from operating activities		8,780,519	1,429,816
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to property, plant & equipment		(6,034,201)	(3,020,238)
Proceeds from disposal of property, plant and equipment		33,213	6,444
(Decrease) / Increase in long term deposits and prepayments		(290)	2
Short term investment		(550,000)	-
Profit on bank deposits received		9,177	8,290
Net cash used in investing activities		(6,542,101)	(3,005,502)
CASH FLOWS FROM FINANCING ACTIVITIES			
Acquisition of long term loans from financial institutions - secured - net		1,315,091	604,171
(Repayment) / Acquisition of short term borrowings - net		(1,310,015)	1,611,067
Payment for buy back of shares		(176,009)	-
Finance cost paid		(1,019,540)	(638,099)
Lease rentals paid during the period		(3,478)	-
Dividend paid		(120)	(359)
Net cash (used in) / generated from financing activities		(1,194,071)	1,576,780
Net increase in cash and cash equivalents		1,044,347	1,094
Cash and cash equivalents at beginning of the period		(603,919)	279,802
Effect of exchange rate changes on cash and cash equivalents		1,582	1,550
Cash and cash equivalents at end of the period	17	442,010	282,446

The annexed notes from 1 to 21 form an integral part of these condensed interim unconsolidated financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER




DIRECTOR

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR SIX MONTHS PERIOD ENDED DECEMBER 31, 2022 (UN-AUDITED)

Share Capital	Capital Reserves					Revenue Reserves	Total Equity	
	Share premium	Capital redemption reserve	Own shares purchased for cancellation	Sub - total	Surplus on revaluation of fixed assets - net of tax	Accumulated profits		
(..... Rupees in thousand) (.....)								
Balance as at July 1, 2021 - audited	10,983,462	6,060,550	528,263	-	6,588,813	3,089,975	16,880,291	37,542,541
Total comprehensive income for the period								
Profit for the period ended December 31, 2021	-	-	-	-	-	-	2,403,519	2,403,519
Other comprehensive income for the period December 31, 2021	-	-	-	-	-	-	-	-
Incremental depreciation from surplus on revaluation of fixed assets - net of tax	-	-	-	-	-	(263,785)	263,785	-
Effect on deferred tax due to change in effective tax rate due to proportion of local and export sales	-	-	-	-	-	7,128	-	7,128
Balance as at December 31, 2021 - unaudited	10,983,462	6,060,550	528,263	-	6,588,813	2,833,318	19,547,595	39,953,188
Balance as at July 1, 2022 - audited	10,983,462	6,060,550	528,263	(496,429)	6,092,384	2,459,967	21,023,202	40,559,015
Reserve used for own share purchased for cancellation	-	-	-	496,429	496,429	-	-	496,429
Own shares purchased during the period for cancellation	(250,000)	-	(422,439)	-	(422,439)	-	-	(672,439)
Total comprehensive income for the period	(250,000)	-	(422,439)	496,429	73,990	-	-	(176,010)
Profit for the period ended December 31, 2022	-	-	-	-	-	-	3,555,770	3,555,770
Other comprehensive income for the period ended December 31, 2022	-	-	-	-	-	-	-	-
Incremental depreciation from surplus on revaluation of fixed assets - net of tax	-	-	-	-	-	(241,451)	241,451	-
Effect on deferred tax due to change in effective tax rate due to proportion of local and export sales	-	-	-	-	-	8,403	-	8,403
Balance as at December 31, 2022 - unaudited	10,733,462	6,060,550	105,824	-	6,166,374	2,226,919	24,820,422	43,947,177

The annexed notes from 1 to 21 form an integral part of these condensed interim unconsolidated financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THREE MONTHS AND SIX MONTHS PERIOD ENDED DECEMBER 31, 2022 (UN-AUDITED)

1. REPORTING ENTITY

Maple Leaf Cement Factory Limited (“the Company”) was incorporated in Pakistan on April 13, 1960 under the Companies Act, 1913 (now the Companies Act, 2017) as a public company limited by shares. The Company is listed on Pakistan Stock Exchange. The Registered Office of the Company is situated at 42-Lawrence Road, Lahore, Pakistan. The cement factory is located at Iskanderabad District Mianwali in the province of Punjab. The principal activity of the Company is production and sale of cement. The Company is a subsidiary of Kohinoor Textile Mills Limited (“the Holding Company”).

2. BASIS OF PREPARATION AND MEASUREMENT

2.1 Separate financial statements

These condensed interim unconsolidated financial statements are the separate financial statements of the Company in which investment in subsidiary is accounted for on the basis of direct equity interest rather than on the basis of reported results and net assets of the investee. Consolidated condensed interim financial statements of the Company are prepared and presented separately.

The Company has the following long term investment:

	Un-audited December 31, 2022	Audited June 30, 2022
	(Direct holding percentage)	
Subsidiary Company		
Maple Leaf Power Limited	100	100

2.2 Statement of compliance

2.2.1 These condensed interim unconsolidated financial statements comprises the condensed interim unconsolidated statement of financial position of the Company, as at December 31, 2022 and the related condensed interim unconsolidated statement of profit or loss, condensed interim unconsolidated statement of comprehensive income, condensed interim unconsolidated statement of cash flow and condensed interim unconsolidated statement of changes in equity together with the notes forming part thereof.

These condensed interim unconsolidated financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and

- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 2.2.2** These condensed interim financial statements are un-audited but subject to limited scope review. These condensed interim financial statements do not include all the information and disclosures required in an audited financial statements and therefore should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2022.
- 2.2.3** These condensed interim unconsolidated financial statements are unaudited and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the Listing Regulations of Pakistan Stock Exchange Limited.
- 2.2.4** These condensed interim unconsolidated financial statements are presented in Pakistan Rupees which is the Company's functional currency and all financial information presented has been rounded off to the nearest thousand rupees, except otherwise stated.

3. Significant accounting policies, estimates and judgements

The preparation of these condensed interim financial statements is in conformity with the approved accounting and reporting standards as applicable in Pakistan. Interim reporting requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on the historical experience and other factors, including reasonable expectations of future events. Revision to accounting estimates are recognized prospectively commencing from the period of revision.

4. SIGNIFICANT ACCOUNTING POLICIES

- 4.1** The accounting policies and the methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the preparation of preceding annual published financial statements of the Company for the year ended December 31, 2022 except for the estimation of income tax (see note 4.4) and adoption of new and amended standards as set out in note 4.2.
- 4.2 Standards, amendments to published standards and interpretations that are effective in the current period**

Certain standards, amendments and interpretations to International Financial Reporting Standards (IFRS) are effective for accounting period beginning on January 01, 2022, but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these unconsolidated condensed interim financial statements.

- 4.3 Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company**

There are certain standards, amendments to the accounting standards and interpretations

that are mandatory for the Company's accounting periods beginning on or after January 01, 2022 but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not detailed in these unconsolidated condensed interim financial statements.

4.4 Taxation

Income tax expense is recognized in each interim period based on best estimate of the weighted average annual income tax rate expected for the full financial year. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate of the annual income tax rate changes.

Note	Un-audited December 31, 2022	Audited June 30, 2022
	(Rupees in thousand)	

5. SURPLUS ON REVALUATION OF FIXED ASSETS - NET OF TAX

At beginning of the period / year	3,456,148	4,175,634
Surplus on disposal of fixed assets during the period / year	-	(1,986)
Related deferred tax liability	-	(786)
Transfer to unappropriated profit in respect of incremental depreciation charged during the period / year - net of deferred tax	(241,451)	(513,416)
Related deferred tax liability	(113,654)	(203,298)
At end of the period / year	3,101,043	3,456,148

Deferred tax liability on revaluation surplus

At beginning of the period / year	996,181	1,085,659
Transferred to unappropriated profit in respect of disposal of fixed assets during the period / year	-	(786)
Transferred to unappropriated profit in respect of incremental depreciation charged during the period / year	(113,654)	(203,298)
Effect of change in tax rate due to proportion of local and export sales	(8,403)	114,606
	874,124	996,181
At end of the period / year	2,226,919	2,459,967

6. LONG TERM LOANS FROM FINANCIAL INSTITUTIONS - SECURED

Long term loans	6.1	20,775,287	19,367,668
Current portion shown under current liabilities		(2,917,386)	(2,619,800)
Non current portion shown under non current liabilities		17,857,901	16,747,868

Note	Un-audited	Audited
	December 31, 2022	June 30, 2022

(Rupees in thousand)

6.1 The reconciliation of the carrying amount is as follows:

Balance as at beginning of the period - gross	20,339,002	13,440,929
Disbursements during the period / year	3,208,746	10,118,985
Repayments during the period / year	(1,893,653)	(3,220,912)
Less:	21,654,095	20,339,002
Impact of deferred grant	(878,808)	(971,334)
Closing Balance	20,775,287	19,367,668

7. TRADE AND OTHER PAYABLES

Trade creditors	3,679,835	3,651,546
Due to subsidiary company - unsecured	7.1 1,060,262	132,595
Bills payable - secured	778,741	324,166
Accrued liabilities	957,635	1,341,074
Contract liabilities	327,069	345,495
Payable to Workers' Profit Participation Fund	1,896,444	1,613,792
Payable to Workers' Welfare Fund	113,061	155,344
Payable to Provident Fund Trust	22,264	17,786
	8,835,311	7,581,798
Payable to Government on account of:		
Federal Excise Duty payable	453,923	511,547
Sales Tax payable - net	119,259	17,378
Royalty and Excise Duty payable	85,497	80,435
Other taxes payable	302,733	260,602
	961,412	869,962
Contractors' retention money	612,506	554,577
Payable against redemption of preference shares	1,008	1,010
Security deposits repayable on demand	7.2 77,423	75,214
Other payables	3,660	34,853
	694,597	665,654
	10,491,320	9,117,414

7.1 Due to Subsidiary company - unsecured

Due to Subsidiary company	1,060,262	132,595
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These carry interest at 1% (June 30, 2022: 1%) per annum in addition to the average borrowing rate of the Company.

7.2 This represents security deposits received from distributors and contractors of the Company. Distributors and contractors have given the Company a right to utilize deposits in ordinary course of business.

8. CONTINGENCIES AND COMMITMENTS

8.1 Contingencies

There has been no significant change in the status of contingencies as reported in the preceding published annual financial statements of the Company for the year ended June 30, 2022.

- 8.2 Guarantees given by banks on behalf of the Company are of Rs. 1,049.55 million (June 30, 2022: Rs. 1,037.04 million) in favor of Sui Northern Gas Pipeline Limited and Government Institutions.

	Note	Un-audited	Audited
		December 31, 2022	June 30, 2022
(Rupees in thousand)			
8.3 Commitments			
8.3.1 In respect of:			
- capital expenditure		2,924,864	5,623,145
- irrevocable letters of credit for spare parts		180,007	397,877
- purchase of coal		1,000,976	1,972,000
		4,105,847	7,993,022

9. PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets	9.1	39,684,272	41,151,385
Capital work in progress - at cost	9.2	21,127,741	15,352,800
Major spare parts and stand-by equipments		381,206	280,655
		61,193,219	56,784,840

9.1 Operating fixed assets

Balance at beginning of the period / year		41,151,385	41,253,304
Add: Additions / transfers during the period / year	9.1.1	168,714	3,163,295
		41,320,099	44,416,599
Less: Book value of operating assets disposed			
-off during the period / year		(21,328)	(33,625)
Depreciation charge during the period / year		(1,614,499)	(3,231,589)
		39,684,272	41,151,385

9.1.1 Additions during the period / year:

Buildings on freehold land		2,425	618,970
Plant & machinery		75,770	2,375,603
Furniture, fixtures and equipment		8,853	29,394
Roads, bridges and railway sidings		-	2,117
Vehicles		71,660	93,190
Right of use asset		10,006	44,021
		168,714	3,163,295

	Note	Un-audited December 31, 2022	Audited June 30, 2022
(Rupees in thousand)			
9.2 Movement in capital work-in-progress - at cost			
At beginning of the period / year		15,352,800	2,854,293
Additions during the period / year		5,849,002	15,332,007
Less: Transfers during the period / year		(74,061)	(2,833,500)
At end of the period / year		<u>21,127,741</u>	<u>15,352,800</u>
9.3 Capital work-in-progress - at cost			
Civil Works		4,255,602	3,347,313
Plant and machinery		14,404,542	10,691,775
Land		2,400	-
Intangible Assets		37,611	-
Furniture & Fixture		6	-
Expenses incurred on capital projects		1,373,100	-
Vehicles		224	-
Advances to suppliers against:			
- civil works		454,087	449,900
- plant and machinery		542,801	861,860
- intangible assets		3,915	-
- vehicles		53,453	1,952
		<u>21,127,741</u>	<u>15,352,800</u>
10. LONG TERM INVESTMENT			
Investment in Maple Leaf Power Limited - Unquoted	10.1	<u>5,020,000</u>	<u>5,020,000</u>

10.1 The Company holds 100% (June 30, 2022: 100%) shares in the Maple Leaf Power Limited, a wholly owned subsidiary of the Company.

10.2 There has been no long term investment in any foreign company during the period (June 30, 2022: Nil).

	Un-audited December 31, 2022	Audited June 30, 2022
(Rupees in thousand)		
11. TRADE DEBTS		
Considered good		
Export - secured	19,001	26,995
Local - unsecured	3,458,025	2,039,217
Considered doubtful		
Local - unsecured	110,049	50,049
Less:	3,587,075	2,116,261
- Provision for doubtful balances	(110,049)	(50,049)
	<u>3,477,026</u>	<u>2,066,212</u>

12. SHORT TERM INVESTMENT

Investment at fair value through profit or loss
- listed securities

Next Capital Limited:

1,500,000 (June 30, 2022: 1,500,000) ordinary shares of Rs. 10 each

1,875,000 (June 30, 2022: 1,875,000) right shares of Rs. 8 each

337,500 (June 30, 2022: 337,500) bonus shares @ 10%

556,875 (June 30, 2022: Nil) bonus shares @ 15%

Market value Rs. 4.85 per share (June 30, 2022: Rs. 7.77 per share)

	Un-audited	Audited
	December 31,	June 30,
	2022	2022
	(Rupees in thousand)	
Cost		
At beginning and end of the period / year	30,000	30,000
Unrealized fair value gain / (loss)		
At beginning of the period / year	(1,154)	24,648
Fair value loss for the period / year	(8,140)	(25,802)
At end of the period / year	(9,294)	(1,154)
Fair value at the end of period / year	20,706	28,846
Investment at Amortized cost - debt instrument		
- Term deposit receipts	719,500	169,500
	740,206	198,346

12.1 There has been no investment in any foreign company during the period / year (June 30, 2022: Nil).

13. SALES - NET

	THREE MONTH PERIOD ENDED		SIX MONTH PERIOD ENDED	
	December 31,	December 31,	December 31,	December 31,
	2022	2021	2022	2021
	(..... Rupees in thousand)			
Gross local sales	22,501,976	16,847,708	39,202,815	30,502,333
Less:				
Federal Excise Duty	(1,764,715)	(1,862,033)	(3,071,226)	(3,503,529)
Sales Tax	(3,636,428)	(2,696,482)	(6,331,941)	(4,875,342)
Discount and others	(224,434)	(198,548)	(414,289)	(357,928)
Commission	(77,602)	(81,242)	(144,802)	(141,663)
	(5,703,179)	(4,838,305)	(9,962,258)	(8,878,462)
Net local sales	16,798,797	12,009,403	29,240,557	21,623,871
Export sales	425,228	216,452	810,812	477,220
	17,224,025	12,225,855	30,051,369	22,101,091

14. COST OF SALES

	THREE MONTH PERIOD ENDED		SIX MONTH PERIOD ENDED	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
(..... Rupees in thousand)				
Raw materials consumed	759,994	579,728	1,297,413	1,188,698
Packing materials consumed	878,126	793,188	1,545,562	1,478,855
Fuel and power	8,354,584	4,803,916	15,310,014	10,230,747
Stores, spare parts and loose tools consumed	149,005	276,158	376,754	612,651
Salaries, wages and other benefits	353,612	305,929	724,851	619,474
Rent, rates and taxes	326	3,641	762	4,628
Insurance	33,544	20,796	54,897	40,734
Repairs and maintenance	104,279	141,435	212,835	239,191
Depreciation	790,906	798,364	1,575,933	1,571,927
Amortization	125	187	249	373
Vehicles running and maintenance	86,796	53,064	165,219	95,536
Freight and forwarding	428,268	134,830	764,614	250,562
Other expenses	49,149	24,281	97,070	79,592
	11,988,714	7,935,517	22,126,173	16,412,968
Work in process:				
At beginning of the period	(2,384,975)	(1,850,414)	1,814,046	1,421,319
At end of the period	(2,560,343)	(1,312,728)	(2,560,343)	(1,312,728)
	(175,368)	537,686	(746,297)	108,591
Cost of goods manufactured	11,813,346	8,473,203	21,379,876	16,521,559
Finished goods:				
At beginning of the period	(822,491)	(469,303)	514,254	387,803
At end of the period	(484,105)	(517,415)	(484,105)	(517,415)
	338,386	(48,112)	30,149	(129,612)
Cost of sales	12,151,732	8,425,091	21,410,025	16,391,947

15. FINANCE COST

Profit / interest / mark up on:				
- Long term loans from financial institutions	377,226	247,938	756,427	480,499
- Long term loans from Subsidiary Company	84,339	22,362	166,609	43,429
- Short term borrowings	128,976	86,419	293,785	140,253
	590,541	356,719	1,216,821	664,181
Notional interest on unwinding of retention money payable	-	6,957	2,790	13,914
Notional interest on unwinding of payable to government authority	-	2,999	216	6,673
Bank and other charges	16,455	13,376	30,085	25,506
	606,996	380,051	1,249,912	710,274

16. EARNINGS PER SHARE	THREE MONTH PERIOD ENDED		SIX MONTH PERIOD ENDED	
	December 31,	December 31,	December 31,	December 31,
	2022	2021	2022	2021
(..... Rupees in thousand))				

16.1 Basic earnings per share

Profit after taxation attributable to ordinary shareholder - (Rupees in '000)	2,345,646	1,840,909	3,555,770	2,403,519
Weighted average number of ordinary shares - (Number in '000)	1,073,346	1,098,346	1,073,463	1,098,346
Earnings per share - Basic and diluted (Rs.)	2.18	1.68	3.31	2.19

16.2 There is no dilution effect on the basic earnings per share.

Un-audited December 31, 2022	Un-audited December 31, 2021
(Rupees in thousand)	

17. CASH AND CASH EQUIVALENTS

Short term running finance	(261,469)	(149,576)
Temporary bank overdrafts - unsecured	(6,302)	(12,015)
Cash and bank	709,781	444,037
	442,010	282,446

18. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties comprise of the Holding Company, subsidiary company, associated companies, directors, key management personnel, employee benefits fund and other companies where directors have significant influence.

There is no associated company, subsidiary company, joint venture or holding company incorporated outside Pakistan with whom the Company has entered into any transactions or has agreements and / or arrangements in place during the financial year.

Details of transactions and balances with related parties except those disclosed else where in these unconsolidated financial statements are as follows:

	Un-audited December 31, 2022	Un-audited December 31, 2021
(Rupees in thousand)		
Holding company (Kohinoor Textile Mills Limited)		
Sale of goods and services	700	88,175
Wholly owned subsidiary company (Maple Leaf Power Limited)		
Sale of goods and services	2,815,064	1,398,346
Purchase of goods and services	3,979,743	2,589,801
Markup charged during the period	166,609	43,429
Expense paid on behalf of related party	73,820	73,605
Key management personnel		
Remuneration and other benefits	242,163	117,747
Post employment benefit plans		
Contributions to Provident Fund Trust	125,335	104,923
Payments to Employees Gratuity Fund Trust	21,020	11,114
Period / year end balances		
Payable to related parties		
	Un-audited December 31, 2022	Audited June 30, 2022
	(Rupees in thousand)	
Markup Payable	84,339	32,286
Trade and other payables	1,060,262	132,595
	1,144,601	164,881
Receivable from related parties		
Other receivables	18,310	38,402

- 18.1** Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity. The Company considers all members of their management team, including Chief Executive Officer and Directors to be its key management personnel and these are disclosed below.

Name	Relationship	% of shareholding in the Company
Mr. Tariq Sayeed Saigol	Director / Key management personnel	0.0030%
Mr. Sayeed Tariq Saigol	Director / Key management personnel	0.0010%
Mr. Taufique Sayeed Saigol	Director / Key management personnel	0.0015%
Mr. Waleed Tariq Saigol	Director / Key management personnel	0.0010%
Mr. Danial Taufique Saigol	Director / Key management personnel	0.0005%
Ms. Jahanara Saigol	Director / Key management personnel	0.0002%
Mr. Shafiq Ahmed Khan	Director / Key management personnel	0.0014%
Mr. Zulfikar Monnoo	Director / Key management personnel	0.0003%
Mr. Syed Mohsin Raza Naqvi	Director / Key management personnel	N/A
Mr. Sohail Sadiq	Key management personnel	N/A
Mr. Yahya Hamid	Key management personnel	N/A
Mr. Amir Feroze	Key management personnel	N/A
Mr. Zeeshan Malik Bhutta	Key management personnel	N/A
Mr. Nasir Iqbal	Key management personnel	N/A
Mr. Tariq Ahmed Mir	Key management personnel	N/A
Mr. Amer Bilal	Key management personnel	N/A
Mr. Muhammad Basharat	Key management personnel	N/A

19. FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk, and other price risk), credit risk and liquidity risk.

These unconsolidated condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at June 30, 2022.

There have been no changes in the risk management department or in any risk management policies since the year ended June 30, 2022.

20. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim statement of financial position has been compared with the balances of annual audited financial statements of the preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed statement of changes in equity and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, there were no material re-arrangements, other than reclassification of provision for expected credit loss which was classified from Administrative Expenses to Other Expenses. The amount of the provision is Rs. 60 million for the six month period ended December 31, 2022 (December 31, 2021: Rs. 46 million) and Rs. 30 million for the three month ended December 31, 2022 (December 31, 2021: Rs. 23 million).

21. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim unconsolidated financial statements were authorized for issue on February 21, 2023 by the Board of Directors of the Company.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR



CONSOLIDATED
FINANCIAL STATEMENTS
For the Half Year Ended December 31, 2022



CONSOLIDATED DIRECTORS' REVIEW

The Directors are pleased to present the un-audited condensed interim consolidated financial statements of Maple Leaf Cement Factory Limited (the Holding Company) and its wholly owned subsidiary company Maple Leaf Power Limited (collectively referred to as a group) for the half-year ended December 31, 2022.

GROUP RESULTS

The Group has earned a gross profit of Rupees 9,331 million as compared to Rupees 6,076 million of the corresponding period. The Group made after-tax profit of Rupees 4,308 million during this period as compared to a net profit after tax of Rupees 2,757 million during the corresponding period.

The overall group financial results are as follows:

	Six Months Period Ended	
	December 31, 2022	December 31, 2021
	(Rupees in million)	
Sales	30,051	22,101
Gross Profit	9,331	6,076
Profit from operations	7,142	4,408
Finance cost	1,084	676
Profit for the period	4,308	2,757
	(-----Rupees-----)	
Earnings per share – basic and diluted	4.01	2.51

SUBSIDIARY COMPANY

MAPLE LEAF POWER LIMITED (MLPL)

Maple Leaf Cement Factory Limited has formed a subsidiary company namely “Maple Leaf Power Limited (MLPL).” MLPL (“the Subsidiary”) was incorporated in Pakistan on 15 October 2015 under the Companies Act, 2017 as public limited company. The principal objective of MLPL is to develop, design, operate and maintain electric power generation plant in connection therewith to engage in the business of generation, sale and supply of electric power to the Holding Company.

ACKNOWLEDGEMENT

The Directors are grateful to the group's members, financial institutions, customers and employees for their cooperation and support. They also appreciate the hard work and dedication of the employees working in different roles.

For and on behalf of the Board

Lahore
February 21, 2023


(Syed Mohsin Raza Naqvi)
Director


(Sayeed Tariq Saigol)
Chief Executive Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2022

	Note	Un-audited December 31, 2022	Audited June 30, 2022
(Rupees in thousand)			
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital and reserves			
- 1,400,000,000 (June 30, 2022: 1,400,000,000) ordinary shares of Rs. 10 each		14,000,000	14,000,000
- 100,000,000 (June 30, 2022: 100,000,000) 9.75% redeemable preference shares of Rs 10 each		1,000,000	1,000,000
		<u>15,000,000</u>	<u>15,000,000</u>
Issued, subscribed and paid-up share capital			
1,073,346,232 (June 30, 2022: 1,098,346,232) ordinary shares of Rs. 10 each		10,733,462	10,983,462
Capital reserves		6,166,374	6,092,384
Accumulated profits		27,262,577	22,707,119
Surplus on revaluation of fixed assets - net of tax	5	2,264,522	2,503,583
		<u>46,426,935</u>	<u>42,286,548</u>
NON - CURRENT LIABILITIES			
Long term loans from financial institutions - secured	6	17,857,901	16,747,868
Deferred grant		692,797	786,758
Long term lease liability against right of use asset		29,900	27,136
Long term deposits		8,214	8,214
Deferred taxation		6,272,200	5,687,743
Retention money		1,426,735	-
Retirement benefits		249,491	235,329
		<u>26,537,238</u>	<u>23,493,048</u>
CURRENT LIABILITIES			
Current portion of:			
- Long term loans from financial institutions - secured	6	2,917,386	2,619,800
- Deferred grant		186,009	184,576
- Lease liability against right of use assets		10,601	6,837
Trade and other payables	7	10,205,079	9,643,549
Unclaimed dividend		27,449	27,569
Mark-up accrued on borrowings		811,155	632,836
Short term borrowings		1,132,334	3,572,073
		<u>15,290,013</u>	<u>16,687,240</u>
CONTINGENCIES AND COMMITMENTS			
	8		
		<u>88,254,186</u>	<u>82,466,836</u>

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


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

Note	Un-audited	Audited
	December 31, 2022	June 30, 2022

(Rupees in thousand)

ASSETS

NON - CURRENT ASSETS

Property, plant and equipment	9	65,746,767	61,480,197
Intangible assets		8,666	10,415
Long term loans to employees - secured		21,491	19,366
Long term deposits		57,890	57,600
		65,834,814	61,567,578

CURRENT ASSETS

Stores, spare parts and loose tools		12,776,910	13,325,326
Stock-in-trade		3,433,140	2,642,065
Trade debts	10	3,477,026	2,066,212
Loans and advances		488,784	605,988
Short term investment	11	740,206	198,346
Short term deposits and prepayments		549,866	557,615
Accrued profit		17,611	7,206
Other receivables		31,314	52,261
Advance income tax - net of provision		192,302	626,995
Cash and bank balances		712,213	817,244
		22,419,372	20,899,258

88,254,186	82,466,836
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CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THREE AND SIX MONTHS ENDED DECEMBER 31, 2022

	Note	THREE MONTH PERIOD ENDED		SIX MONTH PERIOD ENDED	
		December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
(..... Rupees in thousand)					
Sales - net	12	17,224,025	12,225,855	30,051,369	22,101,091
Cost of sales	13	(11,587,731)	(8,337,180)	(20,720,425)	(16,025,291)
Gross profit		5,636,294	3,888,675	9,330,944	6,075,800
Distribution cost		(467,270)	(380,103)	(884,611)	(713,077)
Administrative expenses		(314,668)	(231,225)	(690,360)	(448,706)
Other expenses		(291,705)	(322,655)	(674,056)	(548,007)
		(1,073,643)	(933,983)	(2,249,027)	(1,709,790)
Other income		51,890	30,790	59,758	42,071
Profit from operations		4,614,541	2,985,482	7,141,675	4,408,081
Finance cost	14	(522,722)	(365,467)	(1,084,069)	(676,240)
Profit before taxation		4,091,819	2,620,015	6,057,606	3,731,841
Taxation		(1,162,036)	(701,472)	(1,749,612)	(974,411)
Profit for the period		2,929,783	1,918,543	4,307,994	2,757,430
Earnings per share - basic and diluted (Rupees)	15	2.72	1.75	4.01	2.51

The annexed notes from 1 to 20 form an integral part of these consolidated interim financial statements


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THREE AND SIX MONTHS ENDED DECEMBER 31, 2022 (UN-AUDITED)

	THREE MONTH PERIOD ENDED		SIX MONTH PERIOD ENDED	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
(..... Rupees in thousand))				
Profit for the period	2,929,783	1,918,543	4,307,994	2,757,430
Other comprehensive income				
- Items that will not be reclassified subsequently to profit or loss	-	-	-	-
- Items that may be reclassified subsequently to profit or loss	-	-	-	-
Total comprehensive income	-	-	-	-
Total comprehensive income for the period	2,929,783	1,918,543	4,307,994	2,757,430

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


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

FOR SIX MONTHS ENDED DECEMBER 31, 2022 (UN-AUDITED)

	Note	December 31,	
		2022	2021
(Rupees in thousand)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		6,057,606	3,731,841
Adjustments for:			
Depreciation	9.1	1,762,369	1,753,649
Amortization		1,749	1,010
Provision for Workers' Profit Participation Fund		326,093	203,629
Provision for Workers' Welfare Fund		22,560	72,622
Provision for expected credit loss		60,000	46,525
Other receivables written off		2,509	-
Exchange gain on cash and bank balances		(1,582)	(1,550)
(Gain) / Loss on disposal of property, plant and equipment		(12,371)	6,325
Loss on re-measurement of short term investments at fair value		8,140	14,516
Retirement benefits		45,067	38,165
Profit on bank deposits		(20,030)	(12,170)
Finance cost	14	1,084,069	676,240
Cash generated from operations before working capital changes		9,336,179	6,530,802
Effect on cash flows due to working capital changes			
(Increase) / decrease in current assets:			
Stores, spare parts and loose tools		548,416	(3,905,712)
Stock-in-trade		(791,075)	(37,227)
Trade debts		(1,470,814)	(823,141)
Loans and advances		117,204	(111,473)
Short term deposits and prepayments		7,749	(207,422)
Other receivables		18,438	(334,076)
		(1,570,082)	(5,419,051)
Increase in current liabilities:			
Trade and other payables		1,706,563	317,488
		136,481	(5,101,563)
Net cash generated from operations		9,472,660	1,429,239
Increase in long term loans to employees		(2,125)	(4,001)
Decrease in payable to Government authority		-	(42,890)
Retirement benefits paid		(30,906)	(17,215)
Workers' Welfare Fund paid		(66,951)	(23,185)
Taxes paid		(722,062)	(366,139)
Net cash generated from operating activities		8,650,616	975,809
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to property, plant & equipment		(6,041,558)	(3,032,451)
Proceeds from disposal of property, plant and equipment		34,999	6,444
(Decrease) / Increase in long term deposits and prepayments		(290)	2
Short term investment		(550,000)	-
Profit on bank deposits received		9,625	8,898
Net cash used in investing activities		(6,547,224)	(3,017,107)
CASH FLOWS FROM FINANCING ACTIVITIES			
Acquisition of long term loans from financial institutions- secured - net		1,315,091	604,171
(Repayment) / Acquisition of short term borrowings - net		(1,310,015)	1,611,067
Payment for buy back of shares		(176,009)	-
Finance cost paid		(905,750)	(597,427)
Lease rentals paid during the period		(3,478)	-
Dividend paid		(120)	(359)
Net cash (used in) / generated from financing activities		(1,080,281)	1,617,452
Net increase / (decrease) in cash and cash equivalents		1,023,111	(423,846)
Cash and cash equivalents at beginning of the period		(580,251)	260,803
Effect of exchange rate changes on cash and cash equivalents		1,582	1,550
Cash and cash equivalents at end of the period	16	444,442	(161,493)

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


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR SIX MONTHS ENDED DECEMBER 31, 2022 (UN-AUDITED)

	Share Capital	Capital Reserves				Surplus on revaluation of fixed assets - net of tax	Revenue Reserves	Total Equity
		Share premium	Capital redemption reserve	Own shares purchased for cancellation	Sub - total		Accumulated profits	
(..... Rupees in thousand).....								
Balance as at July 1, 2021 - audited	10,983,462	6,060,550	528,263	-	6,588,813	3,135,460	17,634,595	38,342,330
Total comprehensive income for the period								
Profit for the period ended December 31, 2021	-	-	-	-	-	-	2,757,430	2,757,430
Other comprehensive income for the period ended December 31, 2021	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	2,757,430	2,757,430
Incremental depreciation from surplus on revaluation of fixed assets - net of tax	-	-	-	-	-	(269,868)	269,868	-
Effect on deferred tax due to change in effective tax rate due to proportion of local and export sales	-	-	-	-	-	7,128	-	7,128
Balance as at December 31, 2021 - Unaudited	10,983,462	6,060,550	528,263	-	6,588,813	2,872,720	20,661,893	41,106,888
Balance as at July 1, 2022 - audited	10,983,462	6,060,550	528,263	(496,429)	6,092,384	2,503,583	22,707,119	42,286,548
Reserve used for own share purchased for cancellation	-	-	-	496,429	496,429	-	-	496,429
Own shares purchased during the period for cancellation	(250,000)	-	(422,439)	-	(422,439)	-	-	(672,439)
	(250,000)	-	(422,439)	496,429	73,990	-	-	(176,010)
Total comprehensive income for the period								
Profit for the period ended December 31, 2022	-	-	-	-	-	-	4,307,994	4,307,994
Other comprehensive income for the period ended December 31, 2022	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	4,307,994	4,307,994
Incremental depreciation from surplus on revaluation of fixed assets - net of tax	-	-	-	-	-	(247,464)	247,464	-
Effect on deferred tax due to change in effective tax rate due to proportion of local and export sales	-	-	-	-	-	8,403	-	8,403
Balance as at December 31, 2022 - Unaudited	10,733,462	6,060,550	105,824	-	6,166,374	2,264,522	27,262,577	46,426,935

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


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THREE MONTHS AND SIX MONTH ENDED
DECEMBER 31, 2022 (UN-AUDITED)

1. REPORTING ENTITY

1.1 Maple Leaf Cement Factory Limited - (“the Holding Company”)

Maple Leaf Cement Factory Limited (“the Holding Company”) was incorporated in Pakistan on 13 April 1960 under the Companies Act, 1913 (now the Companies Act, 2017) as a public Company limited by shares. The Holding Company is listed on Pakistan Stock Exchange. The Registered Office of the Holding Company is situated at 42-Lawrence Road, Lahore, Pakistan. The cement factory is located at Iskanderabad District Mianwali in the province of Punjab. The principal activity of the Holding Company is production and sale of cement. The Holding Company is a subsidiary of Kohinoor Textile Mills Limited (the “Ultimate Holding Company”).

1.2 Maple Leaf Power Limited - (“the Subsidiary Company”)

Maple Leaf Power Limited (“the Subsidiary Company”) was incorporated in Pakistan on 15 October 2015 as a public limited Company under the Companies Ordinance, 1984 (now Companies Act, 2017). The Subsidiary Company has been established to set up and operate a 40 megawatt coal fired power generation plant located at Iskanderabad, District Mianwali, Punjab, Pakistan for generation of electricity. The Subsidiary Company's Registered Office is located at 42 - Lawrence Road, Lahore. The principal objective of the Subsidiary Company is to develop, design, operate and maintain electric power generation plant and in connection therewith to engage in the business of generation, sale and supply of electricity.

The Subsidiary Company was granted electricity generation license from National Electric and Power Regulatory Authority (NEPRA) on 20 December 2016. The Subsidiary Company entered into a Power Purchase Agreement (“PPA”) and Steam Purchase Agreement with the Holding Company on 04 July 2017 and 31 October 2019, respectively, which are valid for 20 years.

The Holding Company and the Subsidiary Company are collectively referred to as “ the Group” in these consolidated financial statements.

2. BASIS OF PREPARATION AND MEASUREMENT

2.1 Statement of compliance

2.1.1 These condensed interim consolidated financial statements comprises the condensed interim consolidated statement of financial position of the Company, as at December 31, 2022 and the related condensed interim consolidated statement of profit or loss, condensed interim consolidated statement of comprehensive income, condensed interim consolidated statement of cash flow and condensed interim consolidated statement of changes in equity together with the notes forming part thereof.

These condensed interim consolidated financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 2.1.2** These condensed interim financial statements are un-audited but subject to limited scope review. These condensed interim financial statements do not include all the information and disclosures required in an audited financial statements and therefore should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2022.
- 2.1.3** These condensed interim consolidated financial statements are unaudited and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the Listing Regulations of Pakistan Stock Exchange Limited.
- 2.1.4** These condensed interim consolidated financial statements are presented in Pakistan Rupees which is the Company's functional currency and all financial information presented has been rounded off to the nearest thousand rupees, except otherwise stated.

3. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

The preparation of these condensed interim financial statements is in conformity with the approved accounting and reporting standards as applicable in Pakistan. Interim reporting requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on the historical experience and other factors, including reasonable expectations of future events. Revision to accounting estimates are recognized prospectively commencing from the period of revision.

4. SIGNIFICANT ACCOUNTING POLICIES

- 4.1** The accounting policies and the methods of computation adopted in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of preceding annual published financial statements of the Company for the year ended December 31, 2022 except for the estimation of income tax (see note 4.4) and adoption of new and amended standards as set out in note 4.2.
- 4.2 Standards, amendments to published standards and interpretations that are effective in the current period**

Certain standards, amendments and interpretations to International Financial Reporting Standards (IFRS) are effective for accounting period beginning on January 01, 2022, but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these consolidated condensed interim financial statements.

4.3 Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Company's accounting periods beginning on or after January 01, 2022 but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not detailed in these consolidated condensed interim financial statements.

4.4 TAXATION

Income tax expense is recognized in each interim period based on best estimate of the weighted average annual income tax rate expected for the full financial year. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate of the annual income tax rate changes.

5. SURPLUS ON REVALUATION OF FIXED ASSETS - NET OF TAX

	Un-audited December 31, 2022	Audited June 30, 2022
	(Rupees in thousand)	
At beginning of the period / year	3,501,994	4,224,458
Surplus on disposal of fixed assets during the period / year	-	(1,986)
Related deferred tax liability	-	(786)
Transfer to unappropriated profit in respect of incremental depreciation charged during the period / year - net of deferred tax	(247,464)	(516,244)
Related deferred tax liability	(113,654)	(203,448)
At end of the period / year	3,140,876	3,501,994
Deferred tax liability on revaluation surplus		
At beginning of the period / year	998,411	1,088,998
Transferred to unappropriated profit in respect of disposal of fixed assets during the period / year	-	(786)
Transferred to unappropriated profit in respect of incremental depreciation charged during the period / year	(113,654)	(203,448)
Effect of change in tax rate and proportion of local and export sales	(8,403)	113,647
	876,354	998,411
At end of the period / year	2,264,522	2,503,583

6. LONG TERM LOANS FROM FINANCIAL INSTITUTIONS - SECURED

	Note	Un-audited	Audited
		December 31, 2022	June 30, 2022
(Rupees in thousand)			
Long term loans	6.1	20,775,287	19,367,668
Current portion shown under current liabilities		(2,917,386)	(2,619,800)
Non-current portion shown under non current liabilities		17,857,901	16,747,868
6.1 The reconciliation of the carrying amount is as follows:			
Balance as at beginning of the period - gross		20,339,002	13,440,929
Disbursements during the period / year		3,208,746	10,118,985
Repayments during the period / year		(1,893,653)	(3,220,912)
Less:		21,654,095	20,339,002
Impact of deferred grant		(878,808)	(971,334)
Closing Balance		20,775,287	19,367,668

7. TRADE AND OTHER PAYABLES

Trade creditors		3,704,368	3,670,091
Bills payable - secured		784,205	329,630
Accrued liabilities		1,005,449	1,378,847
Contract liabilities		327,069	345,495
Payable to Workers' Profit Participation Fund		2,215,529	1,889,435
Payable to Workers' Welfare Fund		131,279	175,669
Payable to Provident Fund Trust		22,264	17,786
		8,190,163	7,806,953
Payable to Government on account of:			
Federal Excise Duty payable		453,923	511,547
Sales Tax payable - net		169,570	39,473
Royalty and Excise Duty payable		85,497	80,435
Provision for electricity duty		209,378	180,652
Other taxes payable		398,883	356,679
		1,317,251	1,168,786
Contractors' retention money		613,793	555,864
Payable against redemption of preference shares		1,008	1,010
Security deposits repayable on demand	7.1	77,423	75,214
Other payables		5,441	35,722
		697,665	667,810
		10,205,079	9,643,549

7.1 This represents security deposits received from distributors and contractors of the Company. Distributors and contractors have given the Company a right to utilize deposits in ordinary course of business.

8. CONTINGENCIES AND COMMITMENTS

8.1 Contingencies

There has been no significant change in the status of contingencies as reported in the preceding published annual financial statements of the Company for the year ended June 30, 2022.

8.2 Guarantees given by banks on behalf of the Company are of Rs. 1,049.55 million (June 30, 2022: Rs. 1,037.04 million) in favor of Sui Northern Gas Pipeline Limited and Government Institutions.

8.3 Commitments	Note	Un-audited December 31, 2022	Audited June 30, 2022
(Rupees in thousand)			

8.3.1 In respect of:

- capital expenditure	2,924,864	5,623,145
- irrevocable letters of credit for spare parts	180,007	423,764
- purchase of coal	1,000,976	1,972,000
	4,105,847	8,018,909

9. Property, plant and equipment

Operating fixed assets	9.1	44,237,820	45,846,742
Capital work in progress - at cost	9.2	21,127,741	15,352,800
Major spare parts and stand-by equipments		381,206	280,655
		65,746,767	61,480,197

	Note	Un-audited December 31, 2022	Audited June 30, 2022
(Rupees in thousand)			
9.1 Operating fixed assets			
Balance at beginning of the period / year		45,846,742	46,187,994
Add: Additions / transfers during the period / year	9.1.1	176,075	3,248,133
		46,022,817	49,436,127
Less: Book value of operating assets disposed-off during the period / year		(22,628)	(33,625)
Depreciation charge during the period / year		(1,762,369)	(3,555,760)
		<u>44,237,820</u>	<u>45,846,742</u>
9.1.1 Additions during the period / year			
Buildings on freehold land		2,425	618,970
Plant & machinery		83,131	2,460,441
Furniture, fixtures and equipment		8,853	29,394
Roads, bridges and railway sidings		-	2,117
Vehicles		71,660	93,190
Right of use asset		10,006	44,021
		<u>176,075</u>	<u>3,248,133</u>
9.2 Movement in capital work-in-progress - at cost			
At beginning of the period / year		15,352,800	2,854,293
Additions during the period / year		5,849,002	15,332,007
Less: Transfers during the period / year		(74,061)	(2,833,500)
At end of the period / year	9.2.1	<u>21,127,741</u>	<u>15,352,800</u>
9.2.1 Capital work-in-progress - at cost			
Civil Works		4,255,602	3,347,313
Plant and machinery		14,404,542	10,691,775
Intangible Assets		37,611	-
Furniture & Fixture		6	-
Expenses incurred on capital projects		1,373,100	-
Vehicles		224	-
Advances to suppliers against:			
- civil works		454,087	449,900
- plant and machinery		542,801	861,860
- intangible assets		3,915	-
- vehicles		53,453	1,952
		<u>21,127,741</u>	<u>15,352,800</u>

	Un-audited December 31, 2022	Audited June 30, 2022
(Rupees in thousand)		
10. TRADE DEBTS		
Considered good		
Export - secured	19,001	26,995
Local - unsecured	3,458,025	2,039,217
Considered Doubtful		
Local - unsecured	110,049	50,049
Less:	3,587,075	2,116,261
- Provision for doubtful balances	(110,049)	(50,049)
	3,477,026	2,066,212

11. SHORT TERM INVESTMENTS

Investment at fair value through profit or loss - listed securities

Next Capital Limited:

1,500,000 (June 30, 2022: 1,500,000) ordinary shares of Rs. 10 each

1,875,000 (June 30, 2022: 1,875,000) right shares of Rs. 8 each

337,500 (June 30, 2022: 337,500) bonus shares @ 10%

556,875 (June 30, 2022: Nil) bonus shares @ 15%

Market value Rs. 4.85 per share (June 30, 2022: Rs. 7.77 per share)

	Un-audited December 31, 2022	Audited June 30, 2022
(Rupees in thousand)		
Cost		
At beginning and end of the period / year	30,000	30,000
Unrealized fair value gain / (loss)		
At beginning of the period / year	(1,154)	24,648
Fair value loss for the period / year	(8,140)	(25,802)
At end of the period / year	(9,294)	(1,154)
Fair value at the end of period / year	20,706	28,846
Investment at Amortized cost - debt instrument		
- Term deposit receipts	719,500	169,500
	740,206	198,346

11.1 There has been no investment in any foreign company during the period / year (June 30, 2022: Nil).

12. SALES - NET

	THREE MONTH PERIOD ENDED		SIX MONTH PERIOD ENDED	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
	(..... Rupees in thousand)			
Gross local sales	22,501,976	16,847,708	39,202,815	30,502,333
Less:				
Federal Excise Duty	(1,764,715)	(1,862,033)	(3,071,226)	(3,503,529)
Sales Tax	(3,636,428)	(2,696,482)	(6,331,941)	(4,875,342)
Discount and others	(224,434)	(198,548)	(414,289)	(357,928)
Commission	(77,602)	(81,242)	(144,802)	(141,663)
	(5,703,179)	(4,838,305)	(9,962,258)	(8,878,462)
Net local sales	16,798,797	12,009,403	29,240,557	21,623,871
Export sales	425,228	216,452	810,812	477,220
	17,224,025	12,225,855	30,051,369	22,101,091

13. COST OF SALES

Raw materials consumed	750,936	575,603	1,283,059	1,177,814
Packing materials consumed	878,126	793,188	1,545,562	1,478,855
Fuel and power	7,604,845	4,530,265	14,339,967	9,541,749
Stores, spare parts and loose tools consumed	172,262	301,995	421,933	664,959
Salaries, wages and other benefits	377,505	328,493	772,782	665,904
Rent, rates and taxes	336	3,532	782	4,638
Insurance	37,237	23,592	61,113	46,053
Repairs and maintenance	113,212	152,564	224,507	254,530
Depreciation	861,060	874,989	1,723,803	1,724,754
Amortization	125	187	249	373
Vehicles running and maintenance	92,206	56,286	175,186	101,454
Freight and forwarding	428,268	134,830	764,614	250,562
Other expenses	49,395	24,845	97,894	80,636
	11,365,513	7,800,369	21,411,451	15,992,281
Work in process:				
At beginning of the period	(2,372,496)	(1,794,428)	1,775,210	1,373,133
At end of the period	(2,496,738)	(1,207,159)	(2,496,738)	(1,207,159)
	(124,242)	587,269	(721,528)	165,974
Cost of goods manufactured	11,241,271	8,387,638	20,689,923	16,158,255
Finished goods:				
At beginning of the period	(815,491)	(454,175)	499,534	371,669
At end of the period	(469,031)	(504,633)	(469,032)	(504,633)
	346,460	(50,458)	30,502	(132,964)
Cost of sales	11,587,731	8,337,180	20,720,425	16,025,291

14. FINANCE COST

	THREE MONTH PERIOD ENDED		SIX MONTH PERIOD ENDED	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
(..... Rupees in thousand)				
Profit / interest / mark up on:				
- Long term loans from financial institutions	377,226	247,938	756,427	480,499
- Short term borrowings	128,976	93,819	293,785	148,856
	506,202	341,757	1,050,212	629,355
Notional interest on unwinding of retention money payable	-	6,957	2,790	13,914
Notional interest on unwinding of payable to government authority	-	2,999	216	6,673
Bank and other charges	16,520	13,753	30,851	26,298
	522,722	365,466	1,084,069	676,240

15 EARNINGS PER SHARE

15.1 Basic earnings per share

Profit after taxation attributable to ordinary shareholder - (Rupees in '000)	2,929,783	1,918,543	4,307,994	2,757,430
Weighted average number of ordinary shares - (Number in '000)	1,073,346	1,098,346	1,073,463	1,098,346
Earnings per share - Basic and diluted (Rs.)	2.72	1.75	4.01	2.51

15.2 There is no dilution effect on the basic earnings per share

Un-audited December 31, 2022	Un-audited December 31, 2021
(Rupees in thousand)	

16 Cash and cash equivalents

Short term running finance	(261,469)	(449,561)
Temporary bank overdrafts - unsecured	(6,302)	(12,015)
Islamic mode of financing - Murabaha	-	(192,524)
Cash and bank	712,213	492,607
	444,442	(161,493)

17 Transactions and balances with related parties

Related parties comprise of the Holding Company, subsidiary company, associated companies, directors, key management personnel, employee benefits fund and other companies where directors have significant influence.

There is no associated company, subsidiary company, joint venture or holding company incorporated outside Pakistan with whom the Company has entered into any transactions or has agreements and / or arrangements in place during the financial period.

Details of transactions and balances with related parties except those disclosed elsewhere in these consolidated financial statements are as follows:

	Un-audited December 31, 2022	Un-audited December 31, 2021
	(Rupees in thousand)	
Sale of goods and services	700	88,175
Key management personnel		
Remuneration and other benefits	242,163	117,747
Post employment benefit plans		
Contributions to Provident Fund Trust	125,335	104,923
Payments to Employees Gratuity Fund Trust	21,020	11,114
Period / year end balances		
	Un-audited December 31, 2022	Audited June 30, 2022
	(Rupees in thousand)	
Receivable from related parties		
Other receivables	18,310	38,402

- 17.1** Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity. The Company considers all members of their management team, including Chief Executive Officer and Directors to be its key management personnel and these are disclosed below.

Name	Relationship	% of shareholding in the Company
Mr. Tariq Sayeed Saigol	Director / Key management personnel	0.0030%
Mr. Sayeed Tariq Saigol	Director / Key management personnel	0.0010%
Mr. Taufique Sayeed Saigol	Director / Key management personnel	0.0015%
Mr. Waleed Tariq Saigol	Director / Key management personnel	0.0010%
Mr. Danial Taufique Saigol	Director / Key management personnel	0.0005%
Ms. Jahanara Saigol	Director / Key management personnel	0.0002%
Mr. Shafiq Ahmed Khan	Director / Key management personnel	0.0014%
Mr. Zulfikar Monnoo	Director / Key management personnel	0.0003%
Mr. Syed Mohsin Raza Naqvi	Director / Key management personnel	N/A
Mr. Sohail Sadiq	Key management personnel	N/A
Mr. Yahya Hamid	Key management personnel	N/A
Mr. Amir Feroze	Key management personnel	N/A
Mr. Zeeshan Malik Bhutta	Key management personnel	N/A
Mr. Nasir Iqbal	Key management personnel	N/A
Mr. Tariq Ahmed Mir	Key management personnel	N/A
Mr. Amer Bilal	Key management personnel	N/A
Mr. Muhammad Basharat	Key management personnel	N/A

18 Financial risk management

18.1 The Company's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk, and other price risk), credit risk and liquidity risk.

These consolidated condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at June 30, 2022.

There have been no changes in the risk management department or in any risk management policies since the year ended June 30, 2022.

19 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim statement of financial position has been compared with the balances of annual audited financial statements of the preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed statement of changes in equity and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, there were no material re-arrangements, other than reclassification of provision for expected credit loss which was classified from Administrative Expenses to Other Expenses. The amount of the provision is Rs. 60 million for the six month period ended December 31, 2022 (December 31, 2021: Rs. 46 million) and Rs. 30 million for the three month ended December 31, 2022 (December 31, 2021: Rs. 23 million).

20 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim consolidated financial statements were authorized for issue on February 21, 2023 by the Board of Directors of the Group.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR



مپل لیف



MAPLE LEAF CEMENT

A Kohinoor Maple Leaf Group Company
42-Lawrence Road, Lahore, Pakistan