

**ITTEFAQ IRON INDUSTRIES LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 March 2023 (UNAUDITED)**

	<b>Unaudited</b> <b>31 / March / 2023</b> <b>Rupees</b>	<b>Audited</b> <b>30 / Jun / 2022</b> <b>Rupees</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Share capital and reserves</b>		
Share capital	1,443,433,640	1,443,433,640
Share premium	774,507,925	774,507,925
Director's Loan	316,329,215	316,329,215
Surplus on revaluation of property, plant and equipment	537,206,927	552,615,129
Un-appropriated profit	1,356,916,148	1,586,960,119
	<b>4,428,393,855</b>	<b>4,673,846,028</b>
<b>NON-CURRENT LIABILITIES</b>		
Long-term finances	312,166,577	312,166,577
Liabilities against asset subject to finance lease	22,158,895	22,158,897
Deferred taxation	173,646,151	186,098,594
Deferred Liabilities	90,573,665	85,755,625
	<b>598,545,288</b>	<b>606,179,693</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	2,401,147,647	3,026,636,871
Unclaimed dividends	3,690,200	3,690,200
Mark-up accrued on borrowings	100,457,114	91,271,694
Short-term borrowings	1,114,341,465	1,076,374,361
Current portion of against asset subject to finance lease	18,667,141	42,111,961
	<b>3,638,303,567</b>	<b>4,240,085,087</b>
<b>CONTINGENCIES AND COMMITMENTS</b>		
	-	-
	<b>8,665,242,710</b>	<b>9,520,110,808</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	1,812,281,635	1,905,558,661
Right to use assets	73,464,339	63,336,447
Long-term deposits	20,026,226	18,972,226
	<b>1,905,772,201</b>	<b>1,987,867,334</b>
<b>CURRENT ASSETS</b>		
Stores, spare parts and loose tools	367,119,728	370,575,418
Stock in trade	2,158,385,356	3,354,382,051
Trade debts	3,058,788,874	2,069,138,079
Loans and advances	487,950,495	315,381,523
Trade deposits and prepayments	171,198,352	142,679,427
Tax refunds due from government	470,762,986	463,318,761
Cash and bank balances	45,264,718	816,768,215
	<b>6,759,470,509</b>	<b>7,532,243,474</b>
	<b>8,665,242,710</b>	<b>9,520,110,808</b>

The annexed notes form an integral part of this condensed interim financial information.

  
**Chief Executive Officer**

  
**Chief Financial Officer**

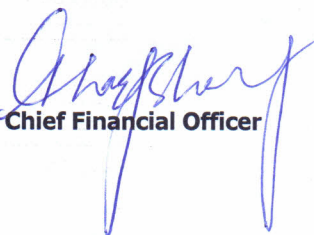
  
**Director**


**ITTEFAQ IRON INDUSTRIES LIMITED**  
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT /**  
**STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED 31 March 2023**

	9 Months ended		Quarter ended	
	31/March/2023	31/March/2022	31/March/2023	31/March/2022
	Rupees	Rupees	Rupees	Rupees
Sales - net	7,015,824,313	8,677,028,486	2,401,384,175	2,939,398,827
Cost of sales	(6,986,410,096)	(8,150,579,651)	(2,410,319,489)	(2,822,332,932)
Gross (Loss) / Profit	29,414,217	526,448,835	(8,935,314)	117,065,895
Other income	6,946,937	7,124,822	360,747	6,712,072
Operating expenses				
Distribution and selling cost	(72,808,516)	(76,422,100)	(33,614,161)	(33,802,396)
Administrative and general expenses	(86,583,034)	(72,900,713)	(24,669,431)	(20,099,474)
Other operating cost	(18,709,455)	(28,249,149)	(5,999,478)	(2,262,085)
Finance cost	(28,466,961)	(58,361,212)	(12,382,052)	(20,612,592)
	(206,567,966)	(235,933,174)	(76,665,122)	(76,776,547)
(Loss) / Profit before taxation	(170,206,812)	297,640,483	(85,239,689)	47,001,420
Taxation	(75,245,361)	(71,470,825)	(25,431,752)	(8,162,874)
(Loss) / Profit after taxation	(245,452,173)	226,169,658	(110,671,441)	38,838,546
				-
<b>Total comprehensive (Loss) / Profit</b>	<b>(245,452,173)</b>	<b>226,169,658</b>	<b>(110,671,441)</b>	<b>38,838,546</b>
				-
<b>Earning/Loss per share - basic and diluted</b>	<b>(1.70)</b>	<b>1.57</b>	<b>(0.77)</b>	<b>0.27</b>

The annexed notes form an integral part of this condensed interim financial information.

  
**Chief Executive Officer**

  
**Chief Financial Officer**

  
**Director**



**ITTEFAQ IRON INDUSTRIES LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY**  
**FOR THE NINE MONTHS PERIOD ENDED 31 March 2023**

	Share capital	Reserves			Equity portion of loan from directors	Total equity
		Capital		Revenue		
		Share premium	Surplus on revaluation of operating asset	Un-appropriated profit		
		----- Rupees -----				
<b>Balance as at 30 June 2022</b>	1,443,433,640	774,507,925	552,615,129	1,586,960,119	316,329,215	4,673,846,028
Profit after taxation for the year	-	-	-	(245,452,173)		(245,452,173)
Other comprehensive income						
Employee retirement benefits plan	-	-	-	-	-	-
Less: Related deferred tax	-	-	-	-	-	-
Transfer from revaluation surplus (net of deferred tax)			(15,408,202)	15,408,202		-
<b>Balance as at 31 March 2023 unaudited</b>	1,443,433,640	774,507,925	537,206,927	1,356,916,148	316,329,215	4,428,393,855

  
**Chief Executive Officer**

  
**Chief Financial Officer**

  
**Director**

**ITTEFAQ IRON INDUSTRIES LIMITED**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED 31 March 2023**

	----- Six months ended ----- 31/March/2023	31/March/2022
	Rupees	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss) / profit before taxation	(170,206,812)	297,640,483
Adjustments for non-cash charges / items:		
Depreciation of property, plant and equipment	104,769,540	107,331,601
Provision for gratuity	14,345,083	13,070,466
WWF and WPPF	-	28,249,149
Gain on sale of fixed asset	-	259,131
Finance cost	37,418,910	58,361,212
	<b>156,533,533</b>	<b>207,271,559</b>
Loss before working capital changes	<b>(13,673,279)</b>	<b>504,912,043</b>
Working capital changes		
(Increase) / Decrease in current assets		
Stores, spare parts and loose tools	3,455,690	(48,573,969)
Stock in trade	1,195,996,695	(663,857,879)
Trade debts	(989,650,795)	(1,429,690,706)
Loans and advances	(172,568,972)	(136,825,635)
Trade deposits and prepayments	(28,518,925)	(350,604,613)
Tax refunds due from government	67,801,136	64,873,482
Increase in trade and other payables	(625,489,224)	2,128,764,236
	<b>(548,974,395)</b>	<b>(435,915,084)</b>
Cash (used in) / generated from operations	(562,647,674)	68,996,959
Income tax paid	(172,906,271)	(48,057,673)
Finance cost paid	(19,281,541)	(61,417,644)
Gratuity paid	(10,145,726)	(5,298,534)
<b>Net cash (used in) / generated from operating activities</b>	<b>(764,981,212)</b>	<b>(45,776,892)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(397,805)	(526,700)
Capital work in progress	(20,646,764)	(37,295,655)
Proceeds from disposal of fixed assets	-	41,540
<b>Net cash in / (out) flow from investing activities</b>	<b>(21,044,569)</b>	<b>(37,780,815)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend Paid	-	(39,879)
Loan from directors	-	-
Short term borrowings	37,967,104	110,040,961
Repayment of lease liabilities	(23,444,820)	(4,591,661)
<b>Net cash in / (out) flow from financing activities</b>	<b>14,522,284</b>	<b>105,409,421</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(771,503,497)</b>	<b>21,851,714</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	<b>816,768,215</b>	<b>34,000,404</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>45,264,718</b>	<b>55,852,118</b>

The annexed notes form an integral part of this condensed interim financial information.

  
Chief Executive Officer

  
Chief Financial Officer

  
Director



**ITTEFAQ IRON INDUSTRIES LIMITED**  
**SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL**  
**STATEMENTS**  
**FOR THE NINE MONTHS PERIOD ENDED 31 March 2023**

**1** This condensed interim financial information of the company is un-audited and has been prepared in accordance with the requirements of the International Accounting Standard -34 "Interim Financial Reporting" and provisions of and directives issued under the companies Act 2017. In case requirements differ , the provisions or directives of the companies Act 2017 shall prevail.

This condensed interim financial information is being submitted to the shareholders as required by listing regulations of Paskistan Stock Exchange (PSX) vide relevent provisons of Companies Act 2017.

The comparative condensed interim financial information of the company does not include all the information and disclosures required for full financial statements ,and should be read in conjunction with the Company`s audited annual financial statements for the year ended June 30 2022.

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the preceding audited annual financial statements of the company for the year ended June 30, 2022, except for the changes resulting from the initial recognition of standards ,amendments or interpretations to existing standards. However, amendments /improvements and new interpretations of approved accounting standards effective during the period, if any, were not relevent to the companies operations and do not have any material impact on the accounting policies of the company.


**2 CONTINGENCIES & COMMITMENTS**

There is no significant change in the contingencies and commitments status since the last annual balance sheet date.

**3** Figures have been rounded off to nearest rupee.

**4 DATE OF AUTHORIZATION**

This interim financial information has been approved by the Board of Directors of the Company and authorized for issue on **27 April 2023.**

  
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Chief Executive Officer

  
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Director

  
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Chief Financial Officer