



HALF YEAR REPORT 2023 (Ended March 2023)



CONTENTS

Company Information

Directors' Report

Condensed Interim Statement of Financial Position

Condensed Interim Statement of Profit or Loss and other Comprehensive Income

Condensed Interim Statement of Cash Flows

Condensed Interim Statement of Changes in Equity

Notes to the Condensed Interim Financial Statements

COMPANY INFORMATION

Chairman	<ul style="list-style-type: none">• M Veqar Arif	
Board of Directors	<ul style="list-style-type: none">• Mujtaba Rahim• Marcos Furrer• Patrick Verraes• Shahid Ghaffar• Thomas Bucher• Yasmin Peermohammad	<ul style="list-style-type: none">- Chief Executive Officer (Alternate: Irfan Chawala)(Alternate: Naveed Kamil)
Audit Committee	<ul style="list-style-type: none">• Shahid Ghaffar• M Veqar Arif• Thomas Bucher• Irfan Lakhani	<ul style="list-style-type: none">- Chairman (Alternate: Naveed Kamil)- Secretary
Human Resources and Remuneration Committee	<ul style="list-style-type: none">• Yasmin Peermohammad• Mujtaba Rahim• Thomas Bucher• Irfan Lakhani	<ul style="list-style-type: none">- Chairperson (Alternate: Naveed Kamil)- Secretary
Management Committee	<ul style="list-style-type: none">• Mujtaba Rahim• Irfan Chawala• Muhammad Altaf	<ul style="list-style-type: none">• Naveed Kamil• Qazi Naeemuddin
Chief Financial Officer	<ul style="list-style-type: none">• Irfan Chawala	
Company Secretary	<ul style="list-style-type: none">• Irfan Lakhani	
Bankers	<ul style="list-style-type: none">• Bank Al Habib Limited• Habib Bank Limited• Habib Metropolitan Bank Limited• MCB Bank Limited• Meezan Bank Limited• National Bank of Pakistan• Standard Chartered Bank (Pakistan) Limited	
Auditors	<ul style="list-style-type: none">• KPMG Taseer Hadi & Co. Chartered Accountants	
Legal Advisor	<ul style="list-style-type: none">• Fazleghani Advocates	
Share Registrar	<ul style="list-style-type: none">• FAMCO Associates (Pvt) Limited 8-F, Next to Hotel Faran, Nursery Block-6, P.E.C.H.S., Shahra-e-Faisal, Karachi	
Registered Office	<ul style="list-style-type: none">• 1-A/1, Sector 20, Korangi Industrial Area, Korangi, Karachi	
Factories	<ul style="list-style-type: none">• Petaro Road, Jamshoro• LX-10, LX-11, Landhi Industrial Area, Karachi	
Sales & Marketing Offices	<ul style="list-style-type: none">• Katar Bund Road, Off. Multan Road, Thokar Niaz Baig, Lahore• P-277, Kashmir Road, Amin Town, Faisalabad	
Website	<ul style="list-style-type: none">• www.archroma.com.pk	
Email	<ul style="list-style-type: none">• archroma.pakistan@archroma.com	

REPORT OF BOARD OF DIRECTORS

The Directors of your Company are pleased to present the financial report for half-year ended 31 March 2023, together with the condensed interim financial information of the Company for the period ended 31 March 2023, as reviewed by the external auditors.

Board Changes

Consequent to the resignation of Mr. Michel Zumstein from the Board in April, Mr. Patrick Verraes has been appointed in place with immediate effect.

The Board welcomed the new member and appreciated the valuable contribution of the outgoing member.

COMPOSITION OF BOARD

The composition of the Board is as follows:

- a) Male members: 6
- b) Lady member: 1

Out of the above:

- a) Executive Director: 1
- b) Non-Executive Directors: 4
- c) Independent Directors: 2

BUSINESS OVERVIEW

Archroma's major consumption Markets i.e. Textiles' and Construction Industry demand & consumer sales continued to remain slow both for local as well as exports during the first half of the current Financial Year under review, mainly due to prevailing Macro-economic and fiscal challenges, ever highest inflation, energy & commodity prices triggered after Russia-Ukraine conflict and devastating floods affecting one-third of the Country.

Despite the challenging environment and less than 50% production and capacity utilization for the Textiles' Industry, your Company was able to increase its market share position to achieve higher net sales of PKR 14,289 million during the half-year ended 31st March 2023 versus PKR 13,247 million in comparison to the same

period last year. This increase in sales of 8% was mainly contributed by Textile Effects, whose sales increased by 6% and Paper, Packaging & Coatings business, whose turnover increased by 32%, in comparison to the same period last year.

Gross Margins of all the businesses remained under pressure mainly due to severe devaluation of PKR versus US Dollar and other foreign currencies and consequential increase in Raw materials' import costs and therefore declined to PKR 3,778 million during the half year ended 31st March 2023 versus PKR 3,813 million in comparison to same period last year.

Higher borrowing costs & foreign exchange losses during the period further reduced the bottom-line profitability of the Company to PKR 622 million as against PKR 1,314 million achieved in comparison to the same period last year.

PROJECTS

After the closing of Global acquisition of Huntsman Textile effects business and local acquisition of Huntsman Textile Effects Pakistan during the quarter under review, by your Company's Holding Company i.e. Archroma Textiles GmbH, your Company is now actively working towards merger of Huntsman Textile Effects Pakistan into Archroma Pakistan Limited. Target date for such merger is October 2023.

FUTURE OUTLOOK

The ongoing Russia-Ukraine conflict, Global Energy and Commodities prices and availability situation, and consequential adverse Balance of Trade and Forex reserves' situation of Pakistan, continues to keep the outlook for the Textiles' Exports somewhat uncertain. However, selective improvement in local markets' and post-floods re-construction activities is expected to contribute towards improvement in the overall business development for local Textiles and Construction Industry of the Country in the next fiscal year.

On behalf of the Board



Mujtaba Rahim
Chief Executive Officer



Irfan Chawala
Director

خالص فروخت حاصل کرنے کیلئے اپنی مارکیٹ شیئر پوزیشن میں اضافہ کرنے میں کامیاب رہی، پچھلے سال کی اسی مدت کے مقابلے میں 8% کی فروخت میں یہ اضافہ بنیادی طور پر ٹیکسٹائل اینفیکٹس کی وجہ سے ہوا جس کی فروخت میں 6% اضافہ ہوا اور پیپر، پیکیجنگ اور کونٹینر کے کاروبار میں گزشتہ سال کی اسی مدت کے مقابلے میں 32% اضافہ ریکارڈ کیا گیا۔

تمام کاروباروں کا مجموعی مارجن دباؤ میں رہا بنیادی طور پر روپے کی قدر میں امریکی ڈالر اور دیگر غیر ملکی کرنسیوں کے مقابلے میں شدید کمی اور خام مال کی درآمدی لاگت میں اضافے کے نتیجے میں 31 مارچ 2023 کو ختم ہونے والے ششماہی کے دوران گزشتہ سال کی اسی مدت کے مقابلے میں 3,813 PKR ملین سے کم ہو کر 3,778 PKR ملین رہ گیا۔

اس مدت کے دوران زیادہ قرض لینے کے اخراجات اور غیر ملکی کرنسی تبادلہ کے نقصانات نے کمپنی کے نچلے درجے کے منافع کو 622 PKR ملین تک مزید کم کر دیا جو گزشتہ سال کی اسی مدت کے مقابلے میں 1,314 PKR ملین حاصل کیا تھا۔

پروجیکٹس

زیر جائزہ سہ ماہی کے دوران ہینس مین ٹیکسٹائل اینفیکٹس کے کاروبار کے عالمی اور مقامی حصول کے بعد، آپ کی کمپنی کی ہولڈنگ کمپنی یعنی آرکروما ٹیکسٹائلز GmbH، آپ کی کمپنی اب ہینس مین ٹیکسٹائل اینفیکٹس پاکستان کو آرکروما پاکستان لمیٹڈ میں ضم کرنے کیلئے سرگرم عمل ہے، اس انضمام کے ہدف کی تاریخ اکتوبر 2023 ہے۔

مستقبل پر نظر

روس اور یوکرین کے درمیان جاری تنازعہ، عالمی توانائی اور اشیاء کی عالمی قیمتوں اور دستیابی کی صورت حال اور اسکے نتیجے میں پاکستان کے تجارتی توازن اور زر مبادلہ کے ذخائر کی صورتحال نے ٹیکسٹائل کی برآمدات کیلئے مستقبل کو کسی حد تک غیر یقینی بنا سکتی ہے، تاہم، لوکل مارکیٹوں کے کاروبار اور سیلاب کے بعد کی تعمیر نو کی سرگرمیوں سے نئے لینڈ رسال سے ملک کی مقامی ٹیکسٹائل اور تعمیراتی صنعت کیلئے مجموعی کاروباری ترقی کی توقع ہے۔

کمپنی کے ڈائریکٹرز انتہائی مسرت کے ساتھ آپ کی خدمت میں 31 مارچ 2023 کو ختم ہونے والی ششماہی کی اپنی مالیاتی رپورٹ مع 31 مارچ 2023 کو ختم ہونے والی مدت کیلئے کمپنی کی جامع محاسبی عبوری مالیاتی معلومات پیش کر رہے ہیں جیسا کہ بیرونی آڈیٹرز نے جائزہ لیا ہے۔

بورڈ میں تبدیلیاں

اپریل میں بورڈ سے جناب مشیل زمسٹین کے استعفیٰ کے نتیجے میں، جناب پیٹرک ویرانس کوفوری ان کے عہدے پر مقرر کیا گیا ہے۔

بورڈ نے نئے ممبر کو خوش آمدید کہا اور سبکدوش ہونے والے ممبر کی گرام قدر تعاون کو سراہا۔

بورڈ کی تشکیل

بورڈ کی تشکیل مندرجہ ذیل ہے

06	(الف)	حضرات
01	(ب)	خواتین

مندرجہ بالا میں سے:


01	(i)	ایگزیکٹو ڈائریکٹر
04	(ii)	نان ایگزیکٹو ڈائریکٹر
02	(iii)	انڈیپنڈنٹ ڈائریکٹر


کاروباری جائزہ

آرکروما کی بڑی کھپت کی مارکیٹس یعنی ٹیکسٹائل اور کنسٹرکشن انڈسٹری کی طلب اور کنزرویٹو زیر جائزہ موجودہ سال کی پہلی ششماہی کے دوران لوکل اور ایکسپورٹس دونوں کیلئے بنیادی طور پر بیکرواکنٹاک اور مالیاتی چیلنجوں کی وجہ سے سست رہی، جس کی بنیادی وجہ بلند ترین مہنگائی، توانائی اور اجناس کی قیمتیں، روس۔ یوکرین تنازعہ اور ملک کے ایک تہائی حصے کو متاثر کرنے والا تباہ کن سیلاب ہے۔

مشکل ماحول اور ٹیکسٹائل کی صنعت کیلئے 50% سے کم پیداوار اور صلاحیت کے استعمال کے باوجود، آپ کی کمپنی 31 مارچ 2023 کو ختم ہونے والے ششماہی کے دوران 13,247 PKR کے مقابلے میں 14,289 PKR ملین کی زیادہ

بورڈ کی جانب سے:


جتی رحیم
چیف ایگزیکٹو آفیسر


عرفان چاہ والا
ڈائریکٹر



KPMG Taseer Hadi & Co.
Chartered Accountants
Sheikh Sultan Trust Building No. 2, Beaumont Road
Karachi 75530 Pakistan
+92 (21) 35685847, Fax +92 (21) 35685095

Report on Review of Interim Financial Statements

Independent Auditors' Review Report

To the members of Archroma Pakistan Limited

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Archroma Pakistan Limited ("the Company") as at 31 March 2023 and the related condensed interim statement of profit or loss and other comprehensive income, the condensed interim statement of changes in equity, the condensed interim statement of cash flows, and notes to the financial statements for the six months period then ended (here-in-after-referred to as "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

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 are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The figures of the condensed interim statement of profit or loss and other comprehensive income for the three months period ended 31 March 2023, have not been reviewed and we do not express a conclusion on them.


KPMG



KPMG Taseer Hadi & Co.

The engagement partner on the engagement resulting in this independent auditors' review report is Aryn Malik.

Date: 27 April 2023
Karachi
UDIN RR2023100964PiCMn2Kr


KPMG Taseer Hadi & Co.
Chartered Accountants

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)


As at 31 March 2023

	Note	31 March 2023 Unaudited (Rupees in '000)	30 September 2022 Audited
ASSETS			
Non-current assets			
Property, plant and equipment	5	2,014,625	1,929,532
Long-term deposits and prepayments		12,655	12,655
Employee benefits		8,806	25,004
		2,036,086	1,967,191
Current assets			
Stores and spares		69,268	60,607
Stock-in-trade	6	3,204,536	3,985,984
Trade receivables	7	8,771,654	4,826,630
Loans and advances		81,849	1,359
Trade deposits and short-term prepayments		69,460	100,961
Other receivables		23,267	28,783
Sales tax refundable		1,327,959	1,327,959
Cash and bank balances		201,385	96,031
		13,749,378	10,428,314
TOTAL ASSETS		15,785,464	12,395,505
EQUITY AND LIABILITIES			
Share capital and reserves			
Share capital			
Issued, subscribed and paid-up capital		341,179	341,179
Reserves			
Revenue reserve		2,747,000	2,434,000
Unappropriated profit		623,039	996,630
		3,370,039	3,430,630
		3,711,218	3,771,809
LIABILITIES			
Non-current liabilities			
Deferred taxation - net		42,822	58,930
Employee benefits		11,164	11,164
Lease liabilities	9	160,645	104,710
Liabilities against diminishing musharika financing	10	130,653	115,263
		345,284	290,067
Current liabilities			
Trade and other payables		8,168,893	5,750,385
Short-term borrowings - secured	8	2,648,368	1,977,491
Current portion of liabilities against diminishing musharaka financing	10	50,105	48,977
Current portion of lease liabilities	9	18,227	20,119
Current portion of long term loan - secured		-	42,633
Unclaimed dividend		92,403	88,430
Unpaid dividend		511,771	-
Mark-up accrued		72,741	24,171
Taxation - net		166,454	381,423
		11,728,962	8,333,629
TOTAL LIABILITIES		12,074,246	8,623,696
CONTINGENCIES AND COMMITMENTS	11		
TOTAL EQUITY AND LIABILITIES		15,785,464	12,395,505

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


Mujtaba Rahim
Chief Executive Officer


Naveed Kamil
Director


Irfan Chawala
Director and Chief Financial Officer

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)


For the Six Months Period Ended 31 March 2023

	Note	Six months period ended		Quarter ended	
		31 March	31 March	31 March	31 March
		2023	2022	2023	2022
		(Rupees in '000)		(Rupees in '000)	
Sales	13	16,738,447	15,526,285	10,207,987	7,588,617
Trade discounts and commission	13	507,241	540,788	298,310	255,919
Sales tax	13	1,941,789	1,738,733	1,259,845	847,889
		2,449,030	2,279,521	1,558,155	1,103,808
Sales - net	13	14,289,417	13,246,764	8,649,832	6,484,809
Cost of sales		10,510,982	9,433,301	6,008,724	4,722,869
Gross profit		3,778,435	3,813,463	2,641,108	1,761,940
Distribution and marketing expenses		1,439,843	1,334,312	796,080	651,084
Administrative expenses		384,830	299,753	211,324	148,892
Impairment loss / (reversal) on trade receivables		10,802	(19,106)	11,856	(2,068)
Other expenses		79,781	138,483	61,382	58,091
		1,915,256	1,753,442	1,080,642	855,999
		1,863,179	2,060,021	1,560,466	905,941
Other income		20,160	29,121	13,124	10,945
		1,883,339	2,089,142	1,573,590	916,886
Finance costs	16	912,052	266,192	812,471	138,896
Profit before taxation		971,287	1,822,950	761,119	777,990
Taxation		349,520	508,708	293,806	213,912
Profit after taxation		621,767	1,314,242	467,313	564,078
Other comprehensive income		-	-	-	-
Total comprehensive income for the period		621,767	1,314,242	467,313	564,078
----- (Rupees) -----					
Earnings per share	14	18.22	38.52	13.70	16.53

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


Mujtaba Rahim
Chief Executive Officer


Naveed Kamil
Director


Irfan Chawala
Director and Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

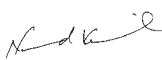
For the Six Months Period Ended 31 March 2023

	Note	31 March 2023	31 March 2022
		(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	15	531,075	1,416,277
Staff gratuity and other long-term service awards paid		-	(25,308)
Mark-up paid		(146,869)	(17,748)
Income taxes paid		(580,597)	(448,314)
Movement in long-term deposits and prepayments		-	4,229
Net cash (used in) / generated from operating activities		(196,391)	929,136
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(137,239)	(74,800)
Proceeds from disposal of property, plant and equipment		9,101	6,480
Net cash (used) in investing activities		(128,138)	(68,320)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment against lease liabilities		(322)	(4,340)
Payment against diminishing musharika financing - net		(31,425)	(28,090)
Long term loan - repayment		(42,633)	(91,583)
Short-term borrowings - proceeds		815,160	700,000
Short-term borrowings - repayments		(400,000)	(26,471)
Dividend paid		(166,614)	(3,057,669)
Net cash generated from / (used in) financing activities		174,166	(2,508,153)
Net decrease in cash and cash equivalents		(150,363)	(1,647,337)
Cash and cash equivalents at beginning of the period		(205,709)	1,621,486
Cash and cash equivalents at end of the period	15.2	(356,072)	(25,851)

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



Mujtaba Rahim
Chief Executive Officer



Naveed Kamil
Director



Irfan Chawala
Director and Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)


For the Six Months Period Ended 31 March 2023

	Issued, subscribed and paid-up capital	Reserves		Total
		Revenue reserve	Unappropriated profit	
----- (Rupees in '000) -----				
Balance as at 30 September 2021 (Audited)	341,179	3,138,000	2,368,412	5,847,591
Transfer from revenue reserve appropriated subsequent to year end	-	(704,000)	704,000	-
Transactions with owners of the Company - Distribution				
- Final Cash dividend at 900% (i.e. Rs. 90 per share) for the year ended 30 September 2021	-	-	(3,070,609)	(3,070,609)
Total comprehensive income for the period ended 31 March 2021				
Profit for the period	-	-	1,314,242	1,314,242
Other comprehensive income	-	-	-	-
	-	-	1,314,242	1,314,242
Balance as at 31 March 2022 (Unaudited)	341,179	2,434,000	1,316,045	4,091,224
Balance as at 30 September 2022 (Audited)	341,179	2,434,000	996,630	3,771,809
Transfer to revenue reserve appropriated subsequent to year end	-	313,000	(313,000)	-
Transactions with owners of the Company - Distribution				
Final cash dividend at 200% (i.e. Rs. 20 per share) for the year ended 30 September 2022	-	-	(682,358)	(682,358)
Total comprehensive income for the period ended 31 March 2023				
Profit for the period	-	-	621,767	621,767
Other comprehensive income	-	-	-	-
	-	-	621,767	621,767
Balance as at 31 March 2023 (Unaudited)	341,179	2,747,000	623,039	3,711,218

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


Mujtaba Rahim
Chief Executive Officer


Naveed Kamil
Director


Irfan Chawala
Director and Chief Financial Officer

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the Six Months Period Ended 31 March 2023

1. THE COMPANY AND ITS OPERATIONS

Archroma Pakistan Limited ("the Company") is a limited liability company, incorporated and domiciled in Pakistan. The address of its registered office is 1-A/1, Sector 20, Korangi Industrial Area, Korangi, Karachi, Pakistan. The Company is listed on the Pakistan Stock Exchange. The Company is a subsidiary of Archroma Textiles GmbH, registered and head quartered in Pratteln, Switzerland which holds 75% of the share capital of the Company.

The Company is primarily engaged in the manufacture and sale of chemicals, dyestuffs and coating, adhesive and sealants. It also acts as an indenting agent.

The manufacturing facilities and sales offices of the Company are situated at the following locations:

Factories

- Petaro Road, Jamshoro
- LX-10 & LX-11 Landhi Industrial Area Karachi

Sales offices

- Katar Bund Road, Off. Multan Road, Thokar Niaz Baig, Lahore
- P-277, Kashmir Road, Amin Town, Faisalabad

- 1.1** The ongoing Russia-Ukraine conflict, global energy and commodities prices and availability situation, and consequential adverse balance of trade and forex reserves situation of Pakistan, continues to keep the local industry (including textiles exports) and supply chain situation uncertain. However, selective improvement in local markets due to import substitution and post-flood re-construction activities is expected to contribute towards improvement in the overall business development for local textiles and construction industry of the Country, which are the major consumption markets of the Company.
- 1.2** After the closing of the Global acquisition of Huntsman Textile Effects business and local acquisition of Huntsman Textile Effects Pakistan during the period, by the Company's Holding Company i.e. Archroma Textiles GmbH, the Company has initiated the process to eventually merge Huntsman Textile Effects Pakistan with and into the Company. The target date for such merger is October 2023.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim 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 as applicable in Pakistan 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;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan 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 or IFAS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except as stated otherwise and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 September 2022.

2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees which is also the Company's functional currency.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the Six Months Period Ended 31 March 2023

3. ACCOUNTING POLICIES

3.1 The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those applied in preparation of the published annual audited financial statements of the Company for the year ended 30 September 2022.

3.2 A number of new accounting standards and amendments to accounting standards are effective for annual periods beginning after 1 January 2023 and earlier application is permitted. The Company has not early adopted any of the forthcoming new or amended accounting standards in preparing these condensed interim financial statements.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In preparing these condensed interim financial statements, management has made judgements and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those described in the annual audited financial statements for the year ended 30 September 2022.

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements for the year ended 30 September 2022.

5. PROPERTY, PLANT AND EQUIPMENT

		31 March 2023 (Un-audited)	30 September 2022 (Audited)
(Rupees in '000)			
Operating property, plant and equipment	5.1	1,937,635	1,836,601
Capital work-in-progress	5.3	76,990	92,931
		<u>2,014,625</u>	<u>1,929,532</u>

The following operating property, plant and equipment have been added during the six months period ended 31 March 2023:

5.1	Building on leasehold land	Building on freehold land	Building	Plant and machinery	Furniture, fixtures and equipment		Vehicles	31 March 2023	31 March 2022
	Owned	Owned	ROUA	Owned	Owned	ROUA	ROUA	(Rupees in '000)	
Additions for the quarter 31 December 2022	-	-	-	-	4,495	-	22,223	26,718	61,024
Additions for the quarter 31 March 2023	-	2,105	54,365	73,784	72,795	3,186	22,534	228,769	45,325
Total	-	2,105	54,365	73,784	77,290	3,186	44,757	255,487	106,349

5.1.1 Operating property, plant and equipment include right-of-use asset on buildings of Rs 54.365 million recognised during the period.

5.1.2 Additions to owned furniture, fixtures and equipments includes direct additions of Rs. 6.368 million and transfers from capital work in progress of Rs. 67.644 million respectively.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the Six Months Period Ended 31 March 2023

5.2 Property, plant and equipment disposed off during the six months period ended 31 March 2023 are as follows:

	Plant and machinery	Furniture, fixtures and equipment	Vehicles	31 March 2023	31 March 2022
	Owned	Owned	ROUA	(Rupees in '000)	
Cost	8,330	2,750	23,677	34,757	31,103
Accumulated depreciation	(8,330)	(2,750)	(14,576)	(25,656)	(23,363)
Net book value	-	-	9,101	9,101	7,740

5.3 Additions to capital work in progress during the six months period ended 31 March 2023 amounted to Rs. 133.961 million and transfers to operating fixed assets amounted to Rs. 149.902 million.

6. STOCK-IN-TRADE

	31 March 2023 (Un-audited)	30 September 2022 (Audited)
	(Rupees in '000)	
Raw and packing materials including goods in transit of Rs. 908.449 million (30 September 2022: Rs. 545.043 million)	2,412,244	3,035,880
Work-in-process	186,030	330,871
Finished goods including goods in transit of Rs. 21.075 million (30 September 2022: Rs. 14.323 million)	606,262	619,233
	3,204,536	3,985,984

7. TRADE RECEIVABLES

Considered good	8,771,654	4,826,630
Considered doubtful	503,919	493,117
	9,275,573	5,319,747
Provision for impairment loss on trade receivables	(503,919)	(493,117)
	8,771,654	4,826,630

8. SHORT-TERM BORROWINGS - secured

8.1 Short term Islamic and conventional finance facilities are available under Islamic financing from various banks under profit arrangements, amounting to Rs. 8,050 million (Islamic Rs. 6,800 million & Conventional Rs. 1,250 million) (30 September 2022: Rs. 8,050 million). These facilities have various maturity dates up to 31 July 2023. These arrangements are secured against a pari passu charge of hypothecation on stock-in-trade and trade receivables with minimum 10% margin. These facilities other than below mentioned Islamic facilities, carry profit ranging from 1 month KIBOR + 0.20% to 3 months KIBOR + 0.35% per annum calculated on a daily product basis and payable quarterly. The aggregate amount of these facilities which have not been availed as at the reporting date amounts to Rs. 4,896 million (30 September 2022: Rs. 6,072 million).

8.2 The Company has availed Islamic Export Refinance Facility - Part II amounting to Rs. 2,090 million (30 September 2022: Rs. 1,676 million) under the Export Financing Scheme of the State Bank of Pakistan (SBP). The profit rates on these facilities range from 17% to 18% per annum (30 September 2022: 10.5% to 11% per annum).

8.3 The Company has also availed Tijarah facility against finished stocks amounting to Rs. 307.179 million (30 September 2022: Rs. Nil). The facility carries profit at 6 month KIBOR + 0.10% per annum. The aggregate amount of unutilized facility as at the reporting date amount to Rs. 616.96 million (30 September 2022: Rs. Nil). As the recourse of the facility rests with the Company, the amount has been recognised in the books of the Company along with the related trade receivables in accordance with the requirements of IFRS 9.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the Six Months Period Ended 31 March 2023

9 LEASE LIABILITIES	31 March 2023	30 September 2022
9.1 Lease liabilities included in the statement of financial position as at 31 March 2023	(Un-audited)	(Audited)
	(Rupees in '000)	
Current	18,227	20,119
Non-Current	160,645	104,710
	178,872	124,829
9.2 Maturity Analysis – Discounted Cash Flows		
Payable within one year	21,206	20,119
Payable after one year but not later than 5 years	88,460	104,710
Payable after 5 years	69,206	-
	178,872	124,829

9.3 This includes present value of lease liabilities discounted at the incremental borrowing rate of 3 months KIBOR + 0.21% of the Company against lease agreement of head office and area office premises, respectively.

9.4 During the period, the Company has obtained various vehicles under diminishing musharika financing arrangement entered into with a Modaraba having various maturity dates up to 25 November 2027 with monthly principal repayments. The financing is secured against the respective vehicles. The rate of profit on the borrowing ranges from 3 months KIBOR + 0.50% per annum to 3 months KIBOR + 0.9% per annum.

10. LIABILITIES AGAINST DIMINISHING MUSHARIKA FINANCE

	Due within one year		Due after one year but within 5 years		Total	
	31 March 2023	30 September 2022	31 March 2023	30 September 2022	31 March 2023	30 September 2022
	----- (Rupees in '000) -----					
Liabilities against diminishing musharika finance	50,105	48,977	130,653	115,263	180,758	164,240

11. CONTINGENCIES AND COMMITMENTS

11.1 Contingencies

11.1.1 Contingencies are the same as those disclosed in annual audited financial statements for the year ended 30 September 2022.

11.2 Commitments

11.2.1 Banks have provided guarantees to various parties on behalf of the Company. Guarantees outstanding as at 31 March 2023 amount to Rs. 691.396 million (30 September 2022: Rs. 344.367 million)

11.2.2 The Company has provided post dated cheques amounting to Rs. 2,253.315 million (30 September 2022: Rs. 2,253.81 million) in favour of the collector of customs and which are, in the normal course of business, to be returned to the Company after fulfilment of certain conditions.

11.2.3 Commitments for capital expenditure as at 31 March 2023 aggregated to Rs. 21.871 million (30 September 2022: Rs. 49.576 million).

11.2.4 Commitments under letters of credit for stock-in-trade and stores and spares as at 31 March 2023 amount to Rs. 4,393 million (30 September 2022: Rs. 1,980 million).

11.2.5 The Company has provided a corporate guarantee to an Islamic Bank amounting to Rs. 1,200 million in respect of the Tjjarah facility obtained.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the Six Months Period Ended 31 March 2023

11.3 Tax Contingencies

Tax contingencies are the same as those disclosed in the audited annual financial statements 30 September 2022 except the for the following:

11.3.1 In the year 2009, the Company had received notices from the sales tax authorities demanding payment of Rs. 233.42 million on account of sales tax along with the default surcharges on supply of the products to its customers as zero rated by the Company from June 2007 to June 2009. The Company had filed a suit before single judge of the High Court of Sindh against which the Court had issued decree dated 4 August 2017 in favor of the Company. In the decree, the Court had declared that the product will be given the benefit of SRO 163(1)/2011; hence, the impugned letters including demand of defendants are illegal which have been set aside and the defendants are directed to consider the refund claims of plaintiff within the parameters of the Law.

Subsequently in the year 2022-23, the tax authorities filed an appeal against the Company before a division bench of the High Court of Sindh against the decree from single judge. The division bench of the High Court of Sindh vide their Order dated December 30, 2022 set aside the decree from single judge dated August 4, 2017 and directed the Company to respond to the notices issued by the department.

Subsequently, the Company filed an appeal in the Supreme Court of Pakistan against the above Order of the division bench of the High Court of Sindh, which is currently pending. Management in consultation with their legal counsel are confident that the outcome of the case will be in the favour of the Company, therefore, no provision has been recognised in these condensed interim financial statements.

Description of tax proceedings

Name of the court, agency or authority	Description of the factual basis of the proceedings and relief sought	Principal parties	Date instituted
	The Company had filed a constitutional petition in the High Court of Sindh challenging the vires of section 4C of the Income Tax Ordinance, 2001. Subsequent to the period end, the Court vide its Order dated 13 January 2023 has declared that the super tax at the rate of 10% to be discriminatory and ultra vires to the Constitution and that the Super tax under section 4C of the Income Tax Ordinance to be applicable from the Tax year 2023.		
High Court of Sindh / Supreme Court of Pakistan	The Federal Board of Revenue (FBR) filed an appeal in the Supreme Court of Pakistan against the above Order of the High Court of Sindh. The Supreme Court of Pakistan vide its interim order dated 16 February 2023, has required payment of super tax at the rate of 4% till (FBR) and the matter is finally decided by the Supreme Court of Pakistan. The Management based on consultation with their tax advisor and legal counsel is confident that the case will be decided in favor of the Company. However, on abundant caution, the Company has made full provision for the said super tax at the rate of 10%.	Federal Board of Revenue of Pakistan and the Company	30 September 2022
Commissioner Inland Revenue Appeals (CIRA)	For the tax year 2020, Additional Commissioner (Audit-I) Inland Revenue (ACIR) had passed an order dated 29 December 2022 that amended the assessment under section 122(5A) of the Ordinance. The company is proceeding to file an appeal before the CIR(A) against the said order. The management based on consultation with its tax advisor is confident that the matter will be decided in favour of the Company and therefore, no provision has been recognized in these condensed interim financial statements.	The Assistant Commissioner IR (ACIR) and the Company	29-Dec-22

12. FAIR VALUE OF FINANCIAL INSTRUMENTS/ FINANCIAL RISK MANAGEMENT

The Company's activities are exposed to a variety of financial risk namely credit risk, foreign exchange risk (note 16), interest rate risk and liquidity risk. The Company is not exposed to any price risk as it does not hold any investment exposed to price risk. The Company has established adequate procedures to manage these risks.

These condensed interim financial statements does not include the financial risk management information and disclosures required in the annual financial statements; they should be read in conjunction with Company's annual audited financial statements for the year ended 30 September 2022. There have been no changes in the risk management policies since the year end.

Fair Value Hierarchy

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the Six Months Period Ended 31 March 2023

Level 1: Fair value measurements using quoted (unadjusted) in active markets for identical asset or liability.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

12.1 Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value:

Note	31 March 2023 (Unaudited)					Fair value		
	Carrying amount				Total	Level 1	Level 2	Level 3
	Financial assets 'at fair value through other comprehensive income'	Financial assets 'at fair value through profit or loss'	Financial assets 'at amortised cost'	Financial liabilities measured 'at amortised cost'				
Rupees in '000								
Financial assets - not measured at fair value								
Deposits	12.1.1	-	-	82,115	-	82,115		
Trade receivables	12.1.1	-	-	8,771,654	-	8,771,654		
Other receivables	12.1.1	-	-	105,116	-	105,116		
Cash and bank balances	12.1.1	-	-	201,385	-	201,385		
		-	-	9,160,270	-	9,160,270		
Financial liabilities - not measured at fair value								
Lease liabilities	12.1.1	-	-	-	178,872	178,872		
Liabilities against diminishing musharaka finance	12.1.1	-	-	-	180,758	180,758		
Trade and other payables	12.1.1	-	-	-	8,168,893	8,168,893		
Short-term borrowings	12.1.1	-	-	-	2,648,368	2,648,368		
Mark-up accrued	12.1.1	-	-	-	72,741	72,741		
Unclaimed dividend	12.1.1	-	-	-	92,403	92,403		
Unpaid dividend	12.1.1	-	-	-	511,771	511,771		
		-	-	-	11,853,806	11,853,806		
Rupees in '000								
Financial assets - not measured at fair value								
Deposits	12.1.1	-	-	64,522	-	64,522		
Trade receivables	12.1.1	-	-	4,826,630	-	4,826,630		
Other receivables	12.1.1	-	-	28,783	-	28,783		
Cash and bank balances	12.1.1	-	-	96,031	-	96,031		
		-	-	5,015,966	-	5,015,966		
Financial liabilities - not measured at fair value								
Lease liabilities	12.1.1	-	-	-	124,829	124,829		
Liabilities against diminishing musharaka finance	12.1.1	-	-	-	164,240	164,240		
Trade and other payables	12.1.1	-	-	-	1,977,491	1,977,491		
Short-term borrowings	12.1.1	-	-	-	24,171	24,171		
Mark-up accrued	12.1.1	-	-	-	42,633	42,633		
Unclaimed dividend	12.1.1	-	-	-	88,430	88,430		
Long term loan	12.1.1	-	-	-	5,337,101	5,337,101		
		-	-	-	7,758,895	7,758,895		

12.1.1 The Company has not disclosed fair values for these financial assets and financial liabilities because their carrying amounts are reasonable approximation of fair value.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the Six Months Period Ended 31 March 2023

13. SEGMENT INFORMATION

13.1 Segment information for the Six months period ended 31 March 2023:

	Brand & Performance Textile Specialties		Others *		Total	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022	31 March 2023	31 March 2022
----- (Rupees in '000) -----						
Sales						
Domestic	11,413,659	10,685,917	2,166,021	1,597,644	13,579,680	12,283,561
Export	3,158,767	3,242,724	-	-	3,158,767	3,242,724
Total sales	14,572,426	13,928,641	2,166,021	1,597,644	16,738,447	15,526,285
Discount and commission	500,032	529,192	7,210	11,596	507,241	540,788
Sales tax	1,662,013	1,514,020	279,775	224,713	1,941,789	1,738,733
	2,162,045	2,043,212	286,985	236,309	2,449,030	2,279,521
Net sales (from external customers)	12,410,381	11,885,429	1,879,036	1,361,335	14,289,417	13,246,764
Segment results based on 'management approach'	1,561,502	1,935,533	400,395	289,197	1,961,897	2,224,730
Other expenses - WPPF and WWF					(73,700)	(135,588)
Assets charged to profit and loss for internal reporting purposes based on group guidelines					(4,858)	-
					1,883,339	2,089,142
Finance costs					912,052	266,192
Profit before taxation					971,287	1,822,950
Capital Expenditure including CWIP	136,935	74,026	-	76	136,935	74,102
Unallocated					304	698
					137,239	74,800
Depreciation	134,736	129,818	1,835	1,797	136,571	131,615
Unallocated					8,776	6,575
					145,347	138,190
	Brand & Performance Textile Specialties		Others *		Total	
	Unaudited 31 March 2023	Audited 30 September 2022	Unaudited 31 March 2023	Audited 30 September 2022	Unaudited 31 March 2023	Audited 30 September 2022
----- (Rupees in '000) -----						
Segment Assets	11,635,676	9,386,511	827,257	858,499	12,462,933	10,245,010
Unallocated					3,322,531	2,150,495
Total Assets					15,785,464	12,395,505
Segment Liabilities	6,258,922	3,941,020	681,202	444,752	6,940,124	4,385,772
Unallocated					5,134,122	4,237,924
Total Liabilities					12,074,246	8,623,696

* Others do not constitute a separately reportable segment as per IFRS 8.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the Six Months Period Ended 31 March 2023

13.2 Segments information for the quarter ended 31 March 2023:

	Brand & Performance Textile Specialty		Others *		Total	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022	31 March 2023	31 March 2022
----- (Rupees in '000) -----						
Sales						
Domestic	7,366,088	5,263,736	1,344,331	737,549	8,710,419	6,001,285
Export	1,497,568	1,587,332	-	-	1,497,568	1,587,332
Total sales	8,863,656	6,851,068	1,344,331	737,549	10,207,987	7,588,617
Discount & commission	294,311	250,495	4,000	5,424	298,310	255,919
Sales tax	1,099,804	740,672	160,040	107,217	1,259,845	847,889
	1,394,115	991,167	164,040	112,641	1,558,155	1,103,808
Net sales (from external customers)	7,469,541	5,859,901	1,180,291	624,908	8,649,832	6,484,809
Segment results based on 'management approach'	1,343,910	823,109	289,468	153,535	1,633,378	976,644
Other expenses - WPPF / WWF					(57,600)	(59,758)
Assets charged to profit and loss for internal reporting purposes based on group guidelines					(2,188)	-
					1,573,590	916,886
Finance costs					812,471	138,896
Profit before taxation					761,119	777,990
Fixed Capital Expenditure	34,905	50,580	-	76	34,905	50,656
Unallocated					69	209
					34,974	50,865
Depreciation	67,517	65,712	1,223	500	68,740	66,212
Unallocated					4,693	3,030
					73,433	69,242

* Others do not constitute a separately reportable segment as per IFRS 8.

14. EARNINGS PER SHARE

	For the six months ended		Quarter ended	
	31 March 2023	2022	31 March 2023	2022
	---- (Rupees in '000) ----		---- (Rupees in '000) ----	
14.1 Basic				
Profit after taxation attributable to ordinary shareholders	621,767	1,314,242	467,313	564,078
	----- (Number of shares) -----		----- (Number of shares) -----	
Weighted average number of ordinary shares outstanding during the period	34,117,881	34,117,881	34,117,881	34,117,881
	----- (Rupees) -----		----- (Rupees) -----	
Earnings per share	18.22	38.52	13.70	16.53

14.2 Diluted

There were no convertible dilutive potential ordinary shares in issue as at 31 March 2023 and 31 March 2022.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the Six Months Period Ended 31 March 2023

15. CASH GENERATED FROM OPERATIONS	Note	Six months ended	
		31 March	31 March
		2023	2022
		----- (Rupees in '000) -----	
Profit before taxation		971,287	1,822,950
Adjustment for non-cash charges and other items:			
Depreciation		145,347	138,190
Gain on sale of property, plant and equipment		-	1,260
Provision for staff gratuity		16,198	14,466
Exchange losses		673,936	245,497
Mark-up expense		195,439	41,803
Impairment loss/ (reversal) of trade receivable		10,802	(19,106)
Working capital changes	15.1	(1,481,934)	(828,783)
		531,075	1,416,277

15.1 Working capital changes

(Increase) / decrease in current assets

Stores and spares	(8,661)	(827)
Stock-in-trade	781,448	(2,404,927)
Trade receivables	(3,955,820)	(1,396,878)
Loans and advances	(80,490)	1,094
Trade deposits and short-term prepayments	31,501	(30,134)
Other receivables	5,516	(117,456)
	(3,226,506)	(3,949,128)

Increase in current liabilities

Trade and other payables	1,744,572	3,120,345
	(1,481,934)	(828,783)

15.2 CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the condensed interim statement of cash flows comprise of the following:

Cash and bank balances	201,385	287,803
Short-term running finance	(557,457)	(313,654)
	(356,072)	(25,851)

16. FINANCE COSTS

This includes net exchange loss of Rs. 674 million (2022: Rs. 245 million) and mark-up on borrowing amounting to Rs. 196 million (2022: Rs. 42 million).

The exchange loss suffered by the Company was mainly due to the depreciation of PKR against USD from Rs. 228.5 per USD on 30 September 2022 to Rs. 283.9 per USD on 31 March 2023. As at 31 March 2023, the net foreign exposure of the Company is equivalent to USD 11 million. Any adverse changes in exchange rates, for instance by Rs. 20 per USD may result in an exchange loss of Rs. 220 million in the forthcoming period.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the Six Months Period Ended 31 March 2023

17. TRANSACTIONS WITH RELATED PARTIES

The related parties comprises of group companies, directors and their close family members, key management personnel and staff retirement funds. The Company enters into transactions with related parties for the sale of its products, purchase of goods, indenting business and rendering of certain services. Consideration for purchases and sales of goods and for services is determined with mutual agreement considering the nature and level of such goods and services.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company. The Company considers all members of their management team, including the CEO and Directors to be key management personnel. There are no transactions with key management personnel other than those under their terms of employment.

Details of transactions with related parties are as follows:

Name of related party	Nature of Relationship	Nature of transactions	Unaudited 31 March	
			2023	2022
			----- (Rupees in '000) -----	
Archroma Textile GmbH, Switzerland	Parent / Holding Company	Dividend	511,771	2,302,968
Archroma Management GmbH, Switzerland	Associated company	Purchases & Services	280,065	177,598
		Royalty expenses	696,189	648,839
		Indenting commission	10,387	14,703
Archroma Turkey Limited	Associated company	Purchases	-	2,787
		Sales	1,463,653	1,207,092
Archroma Singapore,Pte Ltd	Associated company	Purchases	60,840	22,286
		Sales	24,429	19,039
		Export commission	-	49,158
		Indenting commission	4,430	5,362
Archroma Textile Mexico S.De	Associated company	Purchases	101,991	23,873
		Sales	2,508	5,004
Archroma Thailand	Associated company	Purchases	428	-
		Sales	216,859	285,382
		Indenting commission	787	520
PT Archroma Indonesia	Associated company	Purchases	13,986	53,412
		Sales	16,923	10,914
Archroma Brazil	Associated company	Sales	1,854	-
Archroma Tianjin Ltd	Associated company	Purchases	13,765	106,270
Spice Industria Quimica	Associated company	Purchases	-	16,526
		Sales	-	5,247
PT Archroma Specialties Indonesia	Associated company	Sales	-	11,911
Archroma China	Associated company	Sales	72,291	45,229
Archroma Peru S.A.	Associated company	Sales	7,349	4,720
Archroma Iberica, S.L.	Associated company	Sales	74,412	83,747
Archroma Japan	Associated company	Sales	40,350	19,552
Archroma Germany GMBH	Associated company	Sales	1,251	-
Archroma U.S	Associated company	Purchases	3,134	1,319
Swiss Business Council	Common directorship	Subscription	110	100
Jubilee Life Insurance Company	Common directorship	Insurance	49,714	43,016
Key management personnel	Related parties	Salaries, benefits and compensations	94,515	77,055
		Post employment benefits	10,981	9,273
		Proceeds from disposal of Property, plant and equipment	-	1,510

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the Six Months Period Ended 31 March 2023

Name of related party	Nature of Relationship	Nature of balances	31 March 2023 (Un-audited)	30 September 2022 (Audited)
			----- (Rupees in '000) -----	
Archroma Management Gmbh, Switzerland	Associated company	Receivable	<u>9,846</u>	<u>15,016</u>
		Payable	<u>1,208,877</u>	<u>509,675</u>
Archroma Turkey Limited	Associated company	Receivable	<u>379,102</u>	<u>80,540</u>
Archroma Singapore,Pte Ltd	Associated company	Receivable	<u>3,894</u>	<u>11,701</u>
		Payable	<u>86,065</u>	<u>75,430</u>
Archroma Textile Mexico S.De	Associated company	Receivable	<u>415</u>	<u>4,257</u>
		Payable	<u>108,912</u>	<u>7,820</u>
Archroma Thailand	Associated company	Receivable	<u>134,660</u>	<u>52,520</u>
		Payable	<u>156</u>	<u>537</u>
PT Archroma Indonesia	Associated company	Receivable	<u>7,607</u>	<u>1,056</u>
		Payable	<u>8,434</u>	<u>2,520</u>
Archroma Tianjin Ltd	Associated company	Payable	<u>32,302</u>	<u>32,956</u>
Spice Industria Quimica	Associated company	Payable	<u>-</u>	<u>30,434</u>
PT Archroma Specialties	Associated company	Receivable	<u>-</u>	<u>4,871</u>
Archroma China	Associated company	Receivable	<u>-</u>	<u>52,189</u>
Archroma U.s.Inc	Associated company	Payable	<u>2,942</u>	<u>45,246</u>
Archroma Shanghai (WFOE)	Associated company	Receivable	<u>58,610</u>	<u>-</u>
Archroma Brazil	Associated company	Payable	<u>-</u>	<u>18,463</u>

18. NON ADJUSTING EVENT AFTER REPORTING PERIOD

The Board of Directors of the Company in its meeting held on 27 April 2023 have approved an interim cash dividend of Rs. Nil per share (31 March 2022: Rs. 25 per share) for the year ending 30 September 2023. These condensed interim financial statements do not include the effect of the said interim dividend.

19. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on 27 April 2023 by the Board of Directors of the Company.

20. GENERAL

Figures have been rounded off to the nearest thousand rupees.



Mujtaba Rahim
Chief Executive Officer



Naveed Kamil
Director



Irfan Chawala
Director and Chief Financial Officer



www.archroma.com.pk
archroma.pakistan@archroma.com

ARCHROMA PAKISTAN LTD.

1-A/1, Sector 20,
Korangi Industrial Area,
Karachi 74900
Pakistan
Phone +92 21 111 275 786