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Condensed Interim Unconsolidated Financial Information

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Company Information

The Board of Directors

| | |
|-------------------------------|----------|
| Mr. Almas Hyder | Chairman |
| Mr. Zia Hyder Naqi | CEO |
| Mr. Haroon Sharif | Director |
| Dr. Syed Sohail Hussain Naqvi | Director |
| Mr. Khawar Anwar Khawaja | Director |
| Mr. Raza Haider Naqi | Director |
| Dr. Nighat Arshad | Director |
| Mr. Sheikh Naseer Hyder | Director |
| Mr. Abid Saleem Khan | Director |

CFO and Company Secretary

Mr. Khalil Ahmad Hashmi, FCA

Audit Committee

| | |
|--------------------------|--------------------|
| Mr. Haroon Sharif | Committee Chairman |
| Mr. Almas Hyder | Member |
| Mr. Khawar Anwar Khawaja | Member |
| Mr. Raza Haider Naqi | Member |

HR & R Committee

| | |
|-------------------------------|--------------------|
| Mr. Khawar Anwar Khawaja | Committee Chairman |
| Mr. Almas Hyder | Member |
| Mr. Zia Hyder Naqi | Member |
| Dr. Syed Sohail Hussain Naqvi | Member |
| Mr. Abid Saleem Khan | Member |

Finance Committee

| | |
|-------------------------------|--------------------|
| Mr. Almas Hyder | Committee Chairman |
| Mr. Haroon Sharif | Member |
| Mr. Zia Hyder Naqi | Member |
| Dr. Syed Sohail Hussain Naqvi | Member |
| Mr. Sheikh Naseer Hyder | Member |
| Mr. Abid Saleem Khan | Member |

Risk Management Committee

| | |
|-------------------------------|--------------------|
| Mr. Zia Hyder Naqi | Committee Chairman |
| Mr. Haroon Sharif | Member |
| Dr. Syed Sohail Hussain Naqvi | Member |
| Mr. Sheikh Naseer Hyder | Member |

Registered Office

127-S Quid-e-Azam Industrial Estate
Township Kot Lakhpat, Lahore
Ph: 042 111 005 005
Fax: 024-35118507

Advisor to the Company

Dr. Sheikh Muhammad Naqi

Statutory Auditors

KPMG Taseer Hadi & Co.
Chartered Accountants

Head of Internal Audit

Mr. Abu Bakar, FCA

Tax Advisors

A. F. Ferguson & Co.
Chartered Accountants

Legal Advisors

Cornelius Lane and Mufti Advocates & Solicitors

Share Registrar

THK Associates (Pvt) Ltd
Plot No. 32-C, Jami Commercial
Street 2, DHA, Phase VII, Karachi
Pakistan.

Phone: +92 (21) 111-000-322

Email: secretariat@thk.com.pk

Bankers

Habib Bank Limited
MCB Bank Limited
Bank Islami Pakistan Limited
United Bank Limited
Meezan Bank Limited
Allied Bank Limited
Habib Metropolitan Bank Limited
Askari Bank Limited

Factories

4-km Off Feroz Pur Road Raiwind
Lilliani Link Road, Pandoki Lahore.

41- Rahim Yar Khan Industrial Estate,
KLP Road, Rahim Yar Khan.

12-A Down Stream Industrial Unit,
Pakistan Steel, Karachi.

127-S Quid-e-Azam Industrial Estate
Township Kot Lakhpat, Lahore

Stock Symbol

SPEL

Website

www.spelgroup.com

SYNTHETIC PRODUCTS ENTERPRISES LIMITED

Directors' Review of the Condensed Interim Financial Information For the Period ended 31 March 2023

Dear Shareholders,

The Directors of Synthetic Products Enterprises Limited are pleased to present your Company's reviewed condensed interim financial information for the nine month and quarter ended 31 March 2023 along with the Directors' review thereon.

Financial Analysis

| | Nine Months Ended | | Quarter Ended | |
|-------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| | 31 March 2023 PKR Millions | 31 March 2022 PKR Millions | 31 March 2023 PKR Millions | 31 March 2022 PKR Millions |
| Sales – net | 4,751.09 | 4,454.97 | 1,724.95 | 1,675.26 |
| Cost of Sales | 3,801.85 | 3,553.83 | 1,284.46 | 1,316.21 |
| Gross Profit | 949.24 | 901.14 | 440.49 | 359.05 |
| Operating Profit | 724.12 | 699.77 | 363.50 | 291.14 |
| Profit before tax | 606.37 | 615.82 | 316.31 | 256.24 |
| Profit after tax | 414.73 | 477.23 | 214.26 | 190.29 |
| EPS – Basic (PKR) | 2.08 | 2.24 | 1.07 | 0.95 |

The period under review presented several challenges due to the overall economic situation, including slowdown in the auto sector due to import restrictions, sudden and exorbitant increases in energy prices, and massive currency devaluation affecting raw material prices. Despite these challenges, the Company was able to attain a growth in the topline by focusing on sales in the FMCG and Food Packaging sectors and by implementing a review of the prices of its products.

In the recent quarter, the Company achieved healthy gross margins as compared to the gross margins of the preceding quarters, which were eroded due to higher electricity rates, rising currency exchange rates, and higher inflation. The Company has taken necessary remedial measures to address these issues.

We remain committed to providing our customers with the best possible service and quality products. We are closely monitoring the situation and taking steps to adapt to the changing market conditions.

Outlook

The demand for food and FMCG packaging seems to remain stable in the near future, and the Company will continue to focus on serving this industry. Our sales to these sectors now constitute around 75% of the total sales volume, and we are committed to providing our customers with the highest quality products and reliable delivery services.

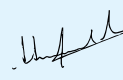
Our culture of integrity and commitment to quality will ensure the long-term success of the Company, even in challenging economic times. We remain vigilant in monitoring the situation and taking necessary actions to adapt to changing market conditions while maintaining our promise of reliability.

Acknowledgment

We would like to thank our valued customers for their confidence and trust in the Company's products. We are also thankful to all other stakeholders including dealers, suppliers, bankers, shareholders and employees for providing continuous support.



Chief Executive Officer



Director

Lahore
17 April 2023

سینٹھیک پراڈکٹس انٹرپرائزز لمیٹڈ

ڈائریکٹرز کا جائزہ

31 مارچ 2023 کو ختم ہونے والی مدت کے لیے

محترم شیئر ہولڈرز

سینٹھیک پراڈکٹس انٹرپرائزز لمیٹڈ کے بورڈ آف ڈائریکٹرز 31 مارچ 2023 کو ختم ہونے والی مدت کے لیے آپ کی کمپنی کی مالیاتی معلومات ڈائریکٹرز کے جائزے کے ساتھ پیش کر رہے ہیں۔

مالیاتی جائزہ

| Quarter Ended | | Nine Months Ended | | |
|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------|
| 31 March 2022 PKR Millions | 31 March 2023 PKR Millions | 31 March 2022 PKR Millions | 31 March 2023 PKR Millions | |
| 1,675.26 | 1,724.95 | 4,454.97 | 4,751.09 | سیلز |
| 1,316.21 | 1,284.46 | 3,553.83 | 3,801.85 | کاسٹ آف سیلز |
| 359.05 | 440.49 | 901.14 | 949.24 | گراس منافع |
| 291.14 | 363.50 | 699.77 | 724.12 | آپریٹنگ منافع |
| 256.24 | 316.31 | 615.82 | 606.37 | قبل از ٹیکس منافع |
| 190.29 | 214.26 | 477.23 | 414.73 | بعد از ٹیکس منافع |
| 0.95 | 1.07 | 2.24 | 2.08 | EPS (PKR) |

زیر جائزہ مدت میں مجموعی اقتصادی صورتحال کی وجہ سے ہمیں کئی چیلنجز کا سامنا رہا۔ جس میں درآمدی پابندیوں کی وجہ سے آؤٹسکیر میں سست روی، توانائی کی قیمتوں میں اچانک اور بے بہا اضافہ، اور خام مال کی قیمتوں کو متاثر کرنے والی کرنسی کی قدر میں بڑے پیمانے پر تبدیلی قابل ذکر ہیں۔ ان چیلنجوں کے باوجود، کمپنی نے ایف ایم سی جی اور فوڈ پیکیجنگ کے سیکٹرز میں پروڈکشن اور فروخت پر مطلوبہ توجہ دی اور اپنی مصنوعات کی قیمتوں کے ایڈجسٹ کر کے ٹاپ لائن میں بہتری حاصل کی۔

حالیہ ماہی میں، کمپنی نے پچھلے سالوں کے مجموعی مارجن کے مقابلے میں بہتر مجموعی مارجن حاصل کیے، جو بجلی کی بلند شرح، کرنسی کی شرح تبادلہ میں اضافے، اور زیادہ افراد پرز کی وجہ سے کم ہو گئے تھے۔ کمپنی نے ان مسائل سے نمٹنے کے لئے ضروری تدارک کے اقدامات کئے ہیں۔

ہم اپنے صارفین کو بہترین ممکنہ سروس اور معیاری مصنوعات فراہم کرنے کے لئے پرعزم ہیں۔ ہم صورتحال پر گہری نظر رکھے ہوئے ہیں اور مارکیٹ کے بدلتے حالات ہم آہنگ ہونے کے لئے اقدامات کر رہے ہیں۔

مستقبل قریب کا جائزہ

مستقبل قریب میں نوڈ اور FMCG پیکیجنگ کی ڈیمانڈ مستحکم نظر آتی ہے، اور کمپنی ان سیکٹرز پر اپنی توجہ برقرار رکھے گی۔ ان سیکٹرز میں ہماری فروخت اب کل فروخت کا تقریباً 75 فیصد ہے، اور ہم اپنے صارفین کو اعلیٰ ترین معیار کی مصنوعات اور قابل اعتماد ڈیلیوری خدمات فراہم کرنے کے لیے پرعزم ہیں۔

ہمارا ایمانداری کا کلچر اور معیار سے وابستگی مشکل معاشی حالات میں بھی کمپنی کی کامیابی کو یقینی بنائے گا۔ ہم اپنے اعتماد کے وعدے کو برقرار رکھیں گے اور آنے والی صورتحال اور مارکیٹ کے بدلے ہوئے حالات سے نبرد آزما ہونے کے لیے ضروری اقدامات کرتے رہیں گے۔

اعتراف

ہم اپنے قابل قدر گاہکوں کا ہماری مصنوعات پر اعتماد کے لیے شکریہ ادا کرنا چاہتے ہیں۔ ہم اپنے ڈیلرز، سپلائرز، بینکرز، شیئر ہولڈرز اور ملازمین سمیت دیگر تمام اسٹیک ہولڈرز کے بھی مشکور ہیں۔

ڈائریکٹر

چیف ایگزیکٹو آفیسر

لاہور

17 اپریل 2023

Synthetic Products Enterprises Limited

Condensed Interim Statement of Financial Position

As at 31 March 2023

| | | Un-audited 31 March 2023 Rupees | Audited 30 June 2022 Rupees |
|---|------|--|--------------------------------------|
| | Note | | |
| EQUITY AND LIABILITIES | | | |
| Share capital and reserves | | | |
| Authorized share capital of Rs. 5 each (30 June 2022: Rs. 5 each) | | 1,500,000,000 | 1,500,000,000 |
| Issued, subscribed and paid-up capital | 5 | 998,680,080 | 998,680,080 |
| Share premium | | 358,627,893 | 358,627,893 |
| Accumulated profit | | 2,479,501,205 | 2,068,318,014 |
| Fair value reserve on investment | | - | (3,130,185) |
| Surplus on revaluation of land | | 827,709,345 | 827,709,345 |
| Shareholders' equity | | 4,664,518,523 | 4,250,205,147 |
| LIABILITIES | | | |
| Non-current liabilities | | | |
| Long term loans - secured | 6 | 548,578,910 | 621,875,264 |
| Deferred grant | 7 | 89,876,130 | 105,444,915 |
| Lease liabilities | 8 | 18,200,921 | 12,782,948 |
| Deferred taxation | | 356,492,610 | 337,230,019 |
| | | 1,013,148,571 | 1,077,333,146 |
| Current liabilities | | | |
| Trade and other payables | 9 | 408,374,120 | 324,184,344 |
| Short term borrowings | 10 | 183,723,920 | 286,379,626 |
| Contract Liabilities | | 9,169,472 | 30,749,820 |
| Current maturity of long term liabilities | 11 | 145,387,371 | 170,916,056 |
| Unclaimed dividend | | 4,061,485 | 4,113,241 |
| Accrued mark up | | 24,518,201 | 32,285,053 |
| | | 775,234,569 | 848,628,140 |
| | | 6,452,901,663 | 6,176,166,433 |

Contingencies and commitments

12

The annexed notes from 1 to 28 form an integral part of these condensed interim financial statements.

Lahore

Chief Executive Officer

Director


Chief Financial Officer

| | | Un-audited 31 March 2023 Rupees | Audited 30 June 2022 Rupees |
|---|-------------|--|--|
| | <i>Note</i> | | |
| ASSETS | | | |
| <u>Non-current assets</u> | | | |
| Property, plant and equipment | | | |
| - Operating fixed assets | 13.1 | 3,826,549,959 | 3,759,428,716 |
| - Capital work in progress | 13.2 | 101,821,973 | 210,127,307 |
| - Right of use assets | 13.3 | 52,442,347 | 44,574,361 |
| Intangible assets | | 456,834 | 536,557 |
| Long term investments | | - | 1,198,491 |
| Long term deposits | | 24,484,517 | 20,091,817 |
| | | 4,005,755,630 | 4,035,957,249 |
| <u>Current assets</u> | | | |
| Stores, spares and loose tools | | 60,129,196 | 48,701,294 |
| Stock-in-trade | 14 | 1,107,265,453 | 1,255,763,341 |
| Trade debts - unsecured | 15 | 742,816,996 | 605,194,117 |
| Advance income tax - net of provision | | 97,596,628 | 88,470,411 |
| Advances, deposits, prepayments and other receivables | | 169,477,770 | 41,821,990 |
| Short term investments | 16 | 231,108,485 | - |
| Cash and bank balances | 17 | 38,751,505 | 100,258,031 |
| | | 2,447,146,033 | 2,140,209,184 |
| | | 6,452,901,663 | 6,176,166,433 |

Lahore


Chief Executive Officer


Director


Chief Financial Officer

Synthetic Products Enterprises Limited

Condensed Interim Statement of Profit or Loss (Un-audited)

For the nine months and quarter ended 31 March 2023

| | Note | Nine Months Ended | | Quarter ended | |
|--|------|----------------------------|----------------------------|----------------------------|----------------------------|
| | | 31 March 2023 Rupees | 31 March 2022 Rupees | 31 March 2023 Rupees | 31 March 2022 Rupees |
| Sales - net | 18 | 4,751,090,881 | 4,454,967,043 | 1,724,948,199 | 1,675,263,942 |
| Cost of sales | 19 | (3,801,854,355) | (3,553,833,482) | (1,284,464,619) | (1,316,214,690) |
| Gross profit | | 949,236,526 | 901,133,561 | 440,483,580 | 359,049,252 |
| Administrative expenses | | (190,788,345) | (172,883,975) | (64,977,971) | (57,051,459) |
| Selling and distribution expenses | | (34,332,060) | (28,474,760) | (12,007,909) | (10,855,745) |
| Operating profit | | 724,116,121 | 699,774,826 | 363,497,700 | 291,142,048 |
| Other income | | 37,611,368 | 34,612,348 | 12,420,113 | 10,901,871 |
| Other charges | | (55,107,850) | (48,287,702) | (32,722,704) | (19,811,020) |
| Finance cost | 20 | (100,247,493) | (70,279,314) | (26,884,002) | (25,992,863) |
| Profit before taxation | | 606,372,146 | 615,820,158 | 316,311,107 | 256,240,036 |
| Taxation | | (191,641,741) | (168,593,438) | (102,054,072) | (65,952,121) |
| Profit after taxation | | 414,730,405 | 447,226,720 | 214,257,035 | 190,287,915 |
| | | | | | |
| Earnings per share - basic and diluted | 21 | 2.08 | 2.24 | 1.07 | 0.95 |

The annexed notes from 1 to 28 form an integral part of these condensed interim financial statements.

Lahore

Chief Executive Officer

Director

Chief Financial Officer

Synthetic Products Enterprises Limited

Condensed Interim Statement of Comprehensive Income (Un-audited)

For the nine months and quarter ended 31 March 2023

| | Nine Months Ended | | Quarter ended | |
|--|----------------------------|----------------------------|----------------------------|----------------------------|
| | 31 March 2023 Rupees | 31 March 2022 Rupees | 31 March 2023 Rupees | 31 March 2022 Rupees |
| Profit after taxation | 414,730,405 | 447,226,720 | 214,257,035 | 190,287,915 |
| <u>Other comprehensive income/(loss) for the period</u> | | | | |
| <i>Item that will not be recognized to profit or loss:</i> | | | | |
| Fair value income/(loss) on investments at FVOCI | (417,029) | (1,175,098) | (100,874) | (98,395) |
| Total comprehensive income for the period | 414,313,376 | 446,051,622 | 214,156,161 | 190,189,520 |

The annexed notes from 1 to 28 form an integral part of these condensed interim financial statements.

Lahore


Chief Executive Officer


Director


Chief Financial Officer

Synthetic Products Enterprises Limited

Condensed Interim Statement of Changes in Equity (Un-audited)

For the nine months and quarter ended 31 March 2023

| | Capital Reserve | | | Revenue Reserve | | |
|---|--|--------------------|--------------------------------------|--|-----------------------|----------------------|
| | Issued, subscribed and paid-up capital | Share Premium | Surplus on revaluation of land | Fair value reserve on investment | Accumulated profit | Total |
| | ----- Rupees ----- | | | | | |
| Balance as at 30 June 2021 - audited | 924,703,780 | 432,604,193 | 330,031,765 | (1,671,998) | 1,675,496,038 | 3,361,163,778 |
| Total comprehensive income | | | | | | |
| Profit for the nine months period ended 31 March 2022 | - | - | - | - | 447,226,720 | 447,226,720 |
| Other comprehensive income for the nine months period ended 31 March 2022 | - | - | - | (1,175,098) | - | (1,175,098) |
| | - | - | - | (1,175,098) | 447,226,720 | 446,051,622 |
| Transactions with owners of the Company | | | | | | |
| Final cash dividend for the year ended 30 June 2021 @ Re. 0.50 per share | - | - | - | - | (46,235,189) | (46,235,189) |
| Bonus shares issued during the period | 73,976,300 | (73,976,300) | - | - | - | - |
| 1st Interim cash dividend for the year ended 30 June 2022 @ Re. 0.25 per share | - | - | - | - | (49,934,004) | (49,934,004) |
| | 73,976,300 | (73,976,300) | - | - | (96,169,193) | (96,169,193) |
| Balance as at 31 March 2022 - unaudited | 998,680,080 | 358,627,893 | 330,031,765 | (2,847,096) | 2,026,553,565 | 3,711,046,207 |
| Total comprehensive income | | | | | | |
| Profit for quarter ended 30 June 2022 | - | - | - | - | 91,698,453 | 91,698,453 |
| Other comprehensive income for the quarter ended 30 June 2022 | | | | | | |
| Surplus on revaluation of land | | | 497,677,580 | | | 497,677,580 |
| Fair value (loss) on investment classified as FVOCI | | | | (283,089) | | (283,089) |
| | - | - | 497,677,580 | (283,089) | 91,698,453 | 589,092,944 |
| Transactions with owners of the Company | | | | | | |
| 2nd Interim cash dividend for the year ended 30 June 2022 @ Rs. 0.25 per share | - | - | - | - | (49,934,004) | (49,934,004) |
| | - | - | - | - | (49,934,004) | (49,934,004) |
| Balance as at 30 June 2022 - audited | 998,680,080 | 358,627,893 | 827,709,345 | (3,130,185) | 2,068,318,014 | 4,250,205,147 |
| Profit for the nine months period ended 31 March 2023 | - | - | - | - | 414,730,405 | 414,730,405 |
| Other comprehensive income for the nine months period ended 31 March 2023 | | | | | | |
| Fair value (loss) on investment classified as FVOCI | - | - | - | (417,029) | - | (417,029) |
| Loss realized on disposal of investment classified as FVOCI | | | | 3,547,214 | (3,547,214) | - |
| | - | - | - | 3,130,185 | 411,183,191 | 414,313,376 |
| Balance as at 31 March 2023 - unaudited | 998,680,080 | 358,627,893 | 827,709,345 | - | 2,479,501,205 | 4,664,518,523 |

The annexed notes from 1 to 28 form an integral part of these condensed interim financial statements.

Lahore

Chief Executive Officer

Director

Chief Financial Officer

Synthetic Products Enterprises Limited

Condensed Interim Statement of Cash Flows (Un-audited)

For the nine months ended 31 March 2023

| | | 31 March 2023 | 31 March 2022 |
|--|------|----------------------|----------------------|
| | Note | Rupees | Rupees |
| Cash flows from operating activities | | | |
| Profit before taxation | | 606,372,146 | 615,820,158 |
| <i>Adjustments for non cash items:</i> | | | |
| Depreciation on operating fixed assets | 13.1 | 228,597,447 | 192,296,648 |
| Depreciation on right of use assets | 13.3 | 5,815,089 | 3,042,708 |
| Amortization of intangibles | | 79,723 | 79,723 |
| Finance cost | 20 | 100,247,493 | 70,279,314 |
| Loss/(Gain) on disposal of property, plant and equipment | | 2,919,732 | (220,362) |
| Amortization of deferred grant | | (14,750,439) | (7,997,197) |
| Expected credit loss charged/(reversal) for the period | 15.1 | 8,679,355 | (5,915,092) |
| Provision for Workers' Profit Participation Fund and Workers' Welfare Fund | | 45,640,914 | 46,352,055 |
| | | 377,229,314 | 297,917,797 |
| Operating profit before working capital changes | | 983,601,460 | 913,737,955 |
| <i>Decrease/(Increase) in current assets:</i> | | | |
| Stores, spares and loose tools | | (11,427,902) | (11,769,038) |
| Stock-in-trade | | 148,497,888 | (428,903,580) |
| Trade debts - unsecured | | (146,302,234) | (109,799,427) |
| Advances, deposits, prepayments and other receivables | | (127,655,780) | (5,186,523) |
| | | (136,888,028) | (555,658,568) |
| <i>Decrease/(Increase) in current liabilities:</i> | | | |
| Trade and other payables | | 97,117,276 | 34,040,289 |
| Contract liabilities | | (21,580,348) | (10,181,208) |
| | | 75,536,928 | 23,859,081 |
| Cash generated from operations | | 922,250,360 | 381,938,468 |
| Workers' Profit Participation Fund paid | | (45,536,411) | (34,274,835) |
| Workers' Welfare Fund paid | | (13,032,003) | (12,241,601) |
| Mark up paid on Islamic mode of financing | | (25,541,665) | (21,632,327) |
| Interest paid on conventional loans | | (67,722,241) | (35,970,802) |
| Taxes paid | | (181,505,367) | (84,365,570) |
| Long term deposits - net | | (4,392,700) | (1,339,200) |
| | | (337,730,387) | (189,824,335) |
| Net cash generated from/ (used in) operating activities | | 584,519,973 | 192,114,133 |
| Cash flow from investing activities | | | |
| Fixed capital expenditure | | (212,186,070) | (803,683,973) |
| Proceeds from disposal of property, plant and equipment | | 24,930,706 | 9,246,857 |
| Proceeds from disposal of long term investments | | 781,463 | - |
| Net cash used in investing activities | | (186,473,901) | (794,437,116) |
| Cash flow from financing activities | | | |
| Principal repayment of lease liability | | (9,230,276) | (6,293,272) |
| Long term loan received | | - | 481,412,901 |
| Long term loan repaid | | (58,675,754) | (44,384,351) |
| Diminishing musharika paid | | (57,830,622) | (96,282,309) |
| Dividend paid | | (51,756) | (96,035,400) |
| Short term borrowings - net | | (123,287,513) | 238,425,567 |
| Net cash (used in)/ generated from financing activities | | (249,075,921) | 476,843,137 |
| Net increase/(decrease) in cash and cash equivalents | | 148,970,151 | (125,479,846) |
| Cash and cash equivalents at beginning of the period | | 56,065,918 | 133,543,329 |
| Cash and cash equivalents at end of the period | 22 | 205,036,069 | 8,063,483 |

The annexed notes from 1 to 28 form an integral part of these condensed interim financial statements.

Lahore

Chief Executive Officer

Director

Chief Financial Officer

Synthetic Products Enterprises Limited

Notes to the Condensed Interim Financial Statements (Un-audited)

For the nine months and quarter ended 31 March 2023

1 Legal status and nature of business

1.1 Synthetic Products Enterprises Limited ("the Company") was incorporated in Pakistan on 16 May 1982 as a private limited company. The Company converted into public limited company on 21 July 2008 and subsequently listed on Pakistan Stock Exchange on 10 February 2015. The registered office of the Company is situated at 127-S, Quaid-e-Azam Industrial Estate, Kot Lakhpat, Lahore. The Company is principally engaged in the manufacturing and sale of plastic auto parts, plastic packaging for food and FMCG industry and molds & dies. The production facilities of the Company are located at following geographical locations:

- Sue-e-Asal Lalyani Road, Pandoki, Lahore
- Quaid-e-Azam Industrial Estate, Kot Lakhpat, Lahore
- Rahim Yar Khan Industrial Estate, Rahim Yar Khan, and
- Pakistan Steel Industrial Estate ,Bin Qasim, Karachi

2 Basis of preparation

2.1 Statement of compliance

2.1.1 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 applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, 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 (ICAP) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provision 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.

These condensed interim financial statements comprise the condensed interim statement of financial position of the Company, as at 31 March 2023 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity together with the notes forming part thereof.

These condensed interim financial statements does not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements for the year ended 30 June 2022. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the company's financial position and performance since the last annual financial statements.

The comparative statement of financial position presented in these interim financial statements has been extracted from the audited annual financial statements of the Company for the year ended 30 June 2022, whereas comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity has been extracted from the unaudited condensed interim financial statements for the period ended 31 March 2022.

These condensed interim financial statements are being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 ("the Act") and are unaudited but subject to limited scope review by external auditors as required by the Act and Code of Corporate Governance Regulations, 2019.

2.2 Functional and presentation currency

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

3 Judgments and estimates

The preparation of these condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements for the year ended 30 June 2022.

4 Significant accounting policies

4.1 The accounting policies adopted for the preparation of the financial statements are the same as those applied in the preparation of the financial statements of the Company for the year ended 30 June 2022.

4.2 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

The following amendments and interpretations of approved accounting standards will be effective for accounting periods as detailed below:

Amendments and interpretations of approved accounting standards

| | |
|---|----------|
| – Amendments to IAS 1 - Classification of liabilities as current or non-current | 1-Jan-24 |
| – Amendments to IAS 1 - Non-current liabilities with covenants | 1-Jan-24 |
| – Amendments to IAS 1 and IFRS Practice Statement 2 - Disclosure of Accounting Policies | 1-Jan-23 |
| – Amendments to IAS 8 - Definition of Accounting Estimates | 1-Jan-23 |
| – Amendments to IAS 12 - Deferred Tax related to Assets and Liabilities arising from a Single Transaction | 1-Jan-23 |
| – Amendment to IFRS 16 - Lease Liability in a Sale and Leaseback | 1-Jan-24 |

5 Issued, subscribed and paid-up capital

| | Un-audited 31 March 2023 | Audited 30 June 2022 | Un-audited 31 March 2023 | Audited 30 June 2022 |
|---|---|-------------------------------------|---|-------------------------------------|
| | ----- Number of shares ----- | | Rupees | Rupees |
| Ordinary shares of Rs. 5 (30 June 2022: Rs. 5) each, fully paid in cash | 47,547,836 | 47,547,836 | 237,739,180 | 237,739,180 |
| Fully paid bonus shares of Rs. 5 (30 June 2022: Rs. 5) each, fully paid in cash | 136,858,180 | 136,858,180 | 684,290,900 | 684,290,900 |
| Shares of Rs.5 (30 June 2022 Rs: 5) each, issued under scheme of amalgamation | 15,330,000 | 15,330,000 | 76,650,000 | 76,650,000 |
| | 199,736,016 | 199,736,016 | 998,680,080 | 998,680,080 |

5.1 Directors hold 132,599,822 (30 June 2022: 132,299,822) ordinary shares of Rs. 5 (30 June 2022: Rs 5) each of the Company.

| | | | Un-audited 31 March 2023 Rupees | Audited 30 June 2022 Rupees |
|--|---|--|--|--------------------------------------|
| | Note | | | |
| 6 Long term loans - secured | | | | |
| Type of loans | | | | |
| 6.1 Islamic mode of financing - Diminishing Musharika | | | | |
| - United Bank Limited | 6.1.1 | - | 8,294,910 | |
| - Habib Bank Limited | 6.1.2 | 61,684,138 | 111,219,850 | |
| Less: Current maturity | | (36,328,560) | (74,342,549) | |
| | | 25,355,578 | 45,172,211 | |
| 6.2 Conventional loans | | | | |
| - Habib Bank Limited - Salary Refinance | 6.2.1 | - | 28,720,441 | |
| - MCB Bank Limited - For renewable energy | 6.2.2 | 104,507,444 | 108,854,111 | |
| - MCB and Allied Bank Limited - TERF | 6.2.3 | 416,636,994 | 425,681,220 | |
| - Habib Bank Limited - Demand Finance | | 104,000,000 | 104,000,000 | |
| - Loan from customer | 6.2.4 | 85,863,480 | 102,427,899 | |
| - Less: Impact of government grant | | (110,396,222) | (125,146,661) | |
| - Less: Current maturity | | (77,388,364) | (67,833,957) | |
| | | 523,223,332 | 576,703,053 | |
| | | 548,578,910 | 621,875,264 | |
| 6.1.1 | During the period / year, the Company has made repayments amounting to Rs. 8.29 million (30 June 2022: Rs. 38.51 million). | | | |
| 6.1.2 | During the period / year, the Company has made repayments amounting to Rs. 49.53 million (30 June 2022: Rs. 66.04 million). | | | |
| 6.2.1 | During the period / year, the Company has made repayments amounting to Rs. 28.72 million (30 June 2022: Rs. 57.44 million). | | | |
| 6.2.2 | During the period / year, the Company has made repayments amounting to Rs. 4.34 million (30 June 2022: Rs. 1.14 million). | | | |
| 6.2.3 | During the period / year, the Company has made repayments amounting to Rs. 9.2 million (2022: nil). | | | |
| 6.2.4 | During the period / year, the Company has made repayments amounting to Rs. 16.56 million (2022: Rs. 5.21 million). | | | |
| | | Un-audited 31 March 2023 Rupees | Audited 30 June 2022 Rupees | |
| 7 Deferred grant | | | | |
| Balance at the beginning of the period / year | | 125,146,661 | 3,221,601 | |
| Recognized during the period / year | | - | 134,847,932 | |
| Amortization during the period / year | | (14,750,439) | (12,922,872) | |
| Balance at the end of the period / year | | 110,396,222 | 125,146,661 | |
| Non - current portion | | 89,876,130 | 105,444,915 | |
| Current portion | | 20,520,092 | 19,701,746 | |
| 8 Lease liabilities | | | | |
| Lease liability | | 29,351,276 | 21,820,752 | |
| Less: Current maturity presented under current liabilities | | (11,150,355) | (9,037,804) | |
| | | 18,200,921 | 12,782,948 | |
| 8.1 | During the period / year, the Company has made repayments amounting to Rs. 6.61 million (30 June 2022: Rs. 7.25 million). | | | |

| | | Un-audited 31 March 2023 Rupees | Audited 30 June 2022 Rupees |
|---|---|--|--------------------------------------|
| | Note | | |
| 9 Trade and other payables | | | |
| Trade and other creditors | | 167,042,616 | 125,307,511 |
| Accrued liabilities | | 102,487,912 | 94,491,845 |
| Workers' profit participation fund | | 32,600,654 | 45,536,412 |
| Workers' welfare fund | | 12,979,848 | 12,971,590 |
| Withholding tax payable | | 1,964,723 | 2,051,344 |
| Sales tax payable | | 50,133,645 | 16,032,386 |
| Provident fund payable | | 2,653,862 | 2,282,292 |
| Others | | 38,510,860 | 25,510,964 |
| | | 408,374,120 | 324,184,344 |
| 10 Short term borrowings | | | |
| Secured: | | | |
| - Conventional Interest / mark-up based loans | 10.1 | 78,080,883 | 128,955,699 |
| - Islamic mode of financing | 10.2 | 30,643,037 | 157,423,927 |
| | | 108,723,920 | 286,379,626 |
| Unsecured: | | | |
| - Interest free financing | 10.3 | 75,000,000 | - |
| | | 183,723,920 | 286,379,626 |
| Types of short term borrowings | | | |
| 10.1 Conventional Interest / mark-up based loans | | | |
| Short term running finance | | 34,180,883 | 42,743,699 |
| Finance against trust receipts | | 43,900,000 | 86,212,000 |
| | | 78,080,883 | 128,955,699 |
| 10.2 Islamic mode of financing | | | |
| Murabaha and istisna | | - | 155,975,513 |
| Running musharika | | 30,643,037 | 1,448,414 |
| | | 30,643,037 | 157,423,927 |
| 10.3 | This relates to interest free loan received from one of the Company's customer under the customer's vendor support program. The loan is repayable within twelve months from the reporting date. | | |
| | | | |
| | | Un-audited 31 March 2023 Rupees | Audited 30 June 2022 Rupees |
| | Note | | |
| 11 Current maturity of long term liabilities | | | |
| Long term loans - secured | 6 | 113,716,924 | 142,176,506 |
| Deferred grant | 7 | 20,520,092 | 19,701,746 |
| Lease liabilities | 8 | 11,150,355 | 9,037,804 |
| | | 145,387,371 | 170,916,056 |

12 Contingencies and commitments

12.1 Contingencies

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

12.2 Commitments

Commitments under irrevocable letters of credit for:

| | Note | Un-audited 31 March 2023 Rupees | Audited 30 June 2022 Rupees |
|----------------------------|------|--|--------------------------------------|
| - purchase of machinery | | 45,185,188 | 28,057,200 |
| - purchase of raw material | | 787,426,152 | 575,694,452 |
| | | 832,611,339 | 603,751,652 |

13 Property, plant and equipment

| | | | |
|--------------------------|------|----------------------|----------------------|
| Operating fixed assets | 13.1 | 3,826,549,959 | 3,759,428,716 |
| Capital work in progress | 13.2 | 101,821,973 | 210,127,307 |
| Right of use assets | 13.3 | 52,442,347 | 44,574,361 |
| | | 3,980,814,279 | 4,014,130,384 |

13.1 Operating fixed assets

| | | | |
|---|--------|----------------------|----------------------|
| Opening written down value | | 3,759,428,716 | 2,404,803,631 |
| Add: Additions during the period / year (cost) | 13.1.1 | 320,491,404 | 1,133,430,183 |
| Add: Revaluation surplus on land | | - | 497,677,580 |
| Less: Disposals during the period / year at written down value | | (24,772,714) | (7,548,102) |
| Less: Depreciation charge for the period / year | | (228,597,447) | (268,934,576) |
| Closing written down value | | 3,826,549,959 | 3,759,428,716 |

13.1.1 Additions during the period / year:

| | | |
|-----------------------------|--------------------|----------------------|
| Freehold Land | 1,017,919 | 975,020 |
| Buildings on freehold land | 4,403,813 | 11,865,427 |
| Buildings on leasehold land | 112,500 | 89,832,150 |
| Plant and machinery | 307,125,973 | 993,490,667 |
| Office equipment | 128,311 | 2,206,923 |
| Tools and equipment | 4,876,006 | 24,394,365 |
| Computer equipment | 1,277,945 | 2,420,836 |
| Furniture and fittings | 191,638 | 825,735 |
| Vehicles | 1,357,300 | 7,419,060 |
| | 320,491,404 | 1,133,430,183 |

13.2 Capital work in progress

| | | |
|---|--------------------|--------------------|
| Balance at the beginning of the period / year | 210,127,307 | 349,520,613 |
| Add: Additions during the period / year | 209,270,892 | 977,599,554 |
| Less: Transfers to operating fixed assets | (317,576,226) | (1,116,992,860) |
| Balance at the end of the period / year | 101,821,973 | 210,127,307 |

13.3 Right of use assets

| | | |
|---|-------------------|-------------------|
| Opening written down value | 44,574,361 | 30,498,020 |
| Add: Additions during the period / year (cost) | 16,760,800 | 20,945,590 |
| Less: Matured/Transferred during the period / year at written down value | (3,077,725) | (2,423,742) |
| Less: Depreciation charge for the period / year | (5,815,089) | (4,445,507) |
| Closing written down value | 52,442,347 | 44,574,361 |

| | | Un-audited 31 March 2023 Rupees | Audited 30 June 2022 Rupees |
|---------------|---|--|--------------------------------------|
| 14 | Stock-in-trade | | |
| | Raw and packing material | 813,692,852 | 946,496,907 |
| | Stock in transit | 51,219,694 | 48,225,954 |
| | Work in process | 102,529,489 | 76,359,299 |
| | Finished goods | 139,823,417 | 184,681,181 |
| | | 1,107,265,453 | 1,255,763,341 |
| 14.1 | The amount of stock-in-trade recognized as an expense during the period/ year on account of adjustment to net realizable value (NRV) amounted to Rs. 8.76 million (30 June 2022: Rs. 2.72 million). | | |
| | | Un-audited 31 March 2023 Rupees | Audited 30 June 2022 Rupees |
| 15 | Trade debts - unsecured | | |
| | Considered good | 742,816,996 | 605,194,117 |
| | Considered doubtful | 12,304,089 | 3,624,734 |
| | | 755,121,085 | 608,818,851 |
| | Less: Impairment loss allowance (ECL) | (12,304,089) | (3,624,734) |
| | | 742,816,996 | 605,194,117 |
| 15.1 | Movement of impairment loss allowance | | |
| | Balance as at 01 July | 3,624,734 | 8,756,245 |
| | Expected credit loss charge for the period/ year | 8,679,355 | - |
| | Reversal for expected credit loss | - | (5,131,511) |
| | Balance as at 30 June | 12,304,089 | 3,624,734 |
| 16 | Short term investments | | |
| | This represents term deposits and treasury bills having maturity of one month to three months and carrying mark-up ranging from 15.08% to 20.80% per annum. | | |
| | | Un-audited 31 March 2023 Rupees | Audited 30 June 2022 Rupees |
| | Note | | |
| 17 | Cash and bank balances | | |
| | Cash in hand | 937,487 | 390,500 |
| | Cash at bank | | |
| | - Conventional banks | 17.1 17,216,121 | 50,092,196 |
| | - Islamic banks | 17.2 20,597,897 | 49,775,335 |
| | | 37,814,019 | 99,867,531 |
| | | 38,751,505 | 100,258,031 |
| 17.1 | Conventional Banks | | |
| | - current accounts in local currency | 2,211,483 | 40,520,305 |
| | - current accounts in foreign currency | 10,264,301 | 5,181,470 |
| | - savings accounts in local currency | 17.1.1 4,740,338 | 4,390,421 |
| | | 17,216,121 | 50,092,196 |
| 17.2 | Islamic Banks | | |
| | - current accounts in local currency | 20,582,407 | 23,190,361 |
| | - savings accounts in local currency | 17.2.1 15,491 | 26,584,974 |
| | | 20,597,897 | 49,775,335 |
| 17.1.1 | These carry return at 12.25% to 14.46% per annum (30 June 2022: 5.5% to 12.25% per annum). | | |
| 17.2.1 | These carry return at 5.00% to 7.00% per annum (30 June 2022: 2.50% to 5.20% per annum). This represents deposits placed under an arrangement permissible under Shariah. | | |

| | | Nine months ended (Un-audited) | |
|--|--|---------------------------------------|-----------------|
| | | 31 March | 31 March |
| | | 2023 | 2022 |
| | | Rupees | Rupees |
| 18 Sales - net | | | |
| Local | | 5,636,449,450 | 5,247,194,884 |
| Export | | 44,302,729 | 26,545,911 |
| | | 5,680,752,179 | 5,273,740,795 |
| Less: Sales tax | | (851,630,535) | (783,551,031) |
| Discounts | | (78,030,763) | (35,222,721) |
| | | 4,751,090,881 | 4,454,967,043 |
| 18.1 Disaggregation of Revenue | | | |
| 18.1.1 Primary Products | | | |
| Automobile parts and accessories sector | | 1,258,069,984 | 1,772,601,084 |
| Food and personal care products sector - packaging | | 3,493,020,897 | 2,682,365,958 |
| | | 4,751,090,881 | 4,454,967,043 |
| 18.1.2 Primary Geographical Markets (Net Sales) | | | |
| Pakistan | | 4,707,169,320 | 4,428,421,132 |
| Turkey | | 2,852,823 | 2,798,041 |
| Belgium | | 3,252,519 | 6,198,902 |
| France | | 7,484,391 | 4,899,416 |
| Italy | | 11,968,327 | 9,575,319 |
| United Kingdom | | 10,566,423 | 790,806 |
| United States of America | | 7,797,078 | 2,283,425 |
| | | 4,751,090,881 | 4,454,967,043 |
| 19 Cost of sales | | | |
| Raw and packing materials consumed | | 2,748,115,367 | 2,715,716,602 |
| Stores, spare parts and loose tools consumed | | 12,335,087 | 14,242,163 |
| Salaries, wages and benefits | | 289,146,756 | 285,930,860 |
| Security expenses | | 10,584,136 | 9,339,278 |
| Electricity, fuel and water charges | | 395,533,884 | 285,233,520 |
| Depreciation on property, plant and equipment | | 203,694,618 | 172,834,586 |
| Depreciation on right of use asset | | 5,815,089 | 3,042,708 |
| Repair and maintenance | | 46,627,144 | 64,970,501 |
| Insurance | | 7,703,585 | 6,783,668 |
| Oil and lubricants | | 3,047,005 | 2,979,922 |
| | | 3,722,602,671 | 3,561,073,808 |
| <i>Work in process:</i> | | | |
| - At beginning of the period | | 76,359,299 | 57,528,624 |
| - At end of the period | | (102,529,489) | (72,121,487) |
| Cost of goods manufactured | | 3,696,432,481 | 3,546,480,945 |
| <i>Finished goods:</i> | | | |
| - At beginning of the period | | 184,681,181 | 137,763,695 |
| - At end of the period | | (139,823,417) | (172,599,808) |
| | | 3,741,290,245 | 3,511,644,832 |
| Freight and forwarding | | 60,564,110 | 42,188,650 |
| Cost of goods sold | | 3,801,854,355 | 3,553,833,482 |

| | | Nine months ended (Un-audited) | |
|---|-------------|---------------------------------------|-------------------------------------|
| | | 31 March 2023 Rupees | 31 March 2022 Rupees |
| | <i>Note</i> | | |
| 20 Finance cost | | | |
| <i>Mark-up on:</i> | | | |
| - long term finance - <i>secured</i> | 20.1 | 68,223,462 | 44,745,297 |
| - lease liabilities | | 599,021 | 543,961 |
| - short term borrowings - <i>secured</i> | 20.2 | 31,029,347 | 24,479,126 |
| Bank charges | | 395,663 | 510,930 |
| | | 100,247,493 | 70,279,314 |
| 20.1 Long term finance - secured | | | |
| Conventional interest/mark-up based loans | | 56,670,880 | 30,408,882 |
| Islamic mode of financing | | 11,552,582 | 14,336,414 |
| | | 68,223,462 | 44,745,297 |
| 20.2 Short term borrowings - secured | | | |
| Conventional interest/mark-up based loans | | 16,728,905 | 16,277,296 |
| Islamic mode of financing | | 14,300,441 | 8,201,830 |
| | | 31,029,347 | 24,479,126 |
| 21 Earnings per share - basic and diluted | | | |
| 21.1 Basic earnings per share | | | |
| Profit for the period after taxation | Rupees | 414,730,405 | 447,226,720 |
| Weighted average number of ordinary shares in issue during the period | Number | 199,736,016 | 199,736,016 |
| Earnings per share | Rupees | 2.08 | 2.24 |
| 21.2 Diluted earnings per share | | | |
| There is no dilutive effect on the basic earnings per share of the Company. | | | |
| | | Nine months ended (Un-audited) | |
| | | 31 March 2023 Rupees | 31 March 2022 Rupees |
| 22 Cash and cash equivalents | | | |
| Short term running finance | | (34,180,883) | (24,201,156) |
| Running musharika | | (30,643,037) | (9,139,535) |
| Cash and bank balances | | 38,751,505 | 41,404,173 |
| Short term investments | | 231,108,485 | - |
| | | 205,036,069 | 8,063,483 |

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.

| Nine months ended 31 March 2023 (Un-audited) | | | | | | |
|--|------------------------------------|-----------------------------|---------------|---------|---------|---------|
| Carrying Amount | | | Fair Value | | | |
| Investments at FVOCI | Financial assets at amortized cost | Other financial liabilities | Total | Level 1 | Level 2 | Level 3 |
| ----- Rupees ----- | | | ----- | ----- | ----- | ----- |
| - | - | - | - | - | - | - |
| - | 38,751,505 | - | 38,751,505 | - | - | - |
| - | 8,092,568 | - | 8,092,568 | - | - | - |
| - | 10,439,805 | - | 10,439,805 | - | - | - |
| - | 742,816,996 | - | 742,816,996 | - | - | - |
| - | 800,100,873 | - | 800,100,873 | - | - | - |
| - | - | 772,692,056 | 772,692,056 | - | - | - |
| - | - | 29,351,276 | 29,351,276 | - | - | - |
| - | - | 308,041,388 | 308,041,388 | - | - | - |
| - | - | 4,061,485 | 4,061,485 | - | - | - |
| - | - | 183,723,920 | 183,723,920 | - | - | - |
| - | - | 24,518,201 | 24,518,201 | - | - | - |
| - | - | 1,322,388,326 | 1,322,388,326 | - | - | - |

Financial assets measured at fair value

Investment classified at FVOCI

Financial assets at amortized cost

Cash and bank balances

Deposits and other receivables

Long term deposits

Trade debts - unsecured, considered good

Financial liabilities measured at amortized cost

Long term finances and diminishing musharika

Lease Liabilities

Trade and other payables

Unclaimed dividend

Short term borrowing

Accrued mark up

23.1

| 30 June 2022 (Audited) | | | | | |
|--|------------------------------------|-----------------------------|-------------|-----------|-----------------|
| Carrying Amount | | | Fair Value | | |
| Investments - FVOCI | Financial assets at amortized cost | Other financial liabilities | Total | Level 1 | Level 2 Level 3 |
| ----- Rupees ----- | | | | | |
| 1,198,491 | - | - | 1,198,491 | 1,198,491 | - |
| Financial assets measured at fair value | | | | | |
| Investment classified at FVOCI | | | | | |
| <u>Financial assets at amortized cost</u> | | | | | |
| Cash and bank balances | 100,258,031 | - | 100,258,031 | - | - |
| Deposits and other receivables | 444,401 | - | 444,401 | - | - |
| Long term deposits | 10,439,805 | - | 10,439,805 | - | - |
| Trade debts - unsecured, considered good | 605,194,117 | - | 605,194,117 | - | - |
| - | 716,336,354 | - | 716,336,354 | - | - |

Note

Financial liabilities measured at amortized cost

| | | | | | |
|--|---|---------------|---------------|---|---|
| Long term finances and diminishing musharika | - | 889,198,431 | 889,198,431 | - | - |
| Trade and other payables | - | 245,310,320 | 245,310,320 | - | - |
| Unclaimed dividend | - | 4,113,241 | 4,113,241 | - | - |
| Lease Liabilities | - | 21,820,752 | 21,820,752 | - | - |
| Short term borrowing | - | 286,379,626 | 286,379,626 | - | - |
| Accrued mark up | - | 32,285,053 | 32,285,053 | - | - |
| 23.2 | - | 1,479,107,423 | 1,479,107,423 | - | - |

23.2 The Company has not disclosed the fair values of these financial assets and liabilities as these reprice over a short term. Therefore, their carrying amounts are reasonable approximation of fair value.

23.3 Land has been carried at revalued amounts determined by professional valuer (level 3 measurement) based on their assessment of the market values. The valuations are conducted by the valuation experts appointed by the Company. The valuation experts used a market based approach to arrive at the fair value of the Company's land after performing inquiries in the vicinity of land and information obtained from estate dealers of the area. The effect of changes in the unobservable inputs used in the valuation can not be determined with certainty, accordingly a qualitative disclosure of sensitivity has not been presented in these financial statements."

24 Transactions with related parties

The related parties comprise of associated companies, directors of the Company, key management personnel and post employment retirement plan. Amount due from and due to related parties are shown under respective notes. Other significant transactions and balances with related parties except for those disclosed elsewhere are as follows:

| | | Nine months ended (Un-audited) | |
|-------------|--------------------------------------|---------------------------------------|----------------------|
| | | 31 March | 31 March |
| | | 2023 | 2022 |
| | | Rupees | Rupees |
| 24.1 | Related parties | Transactions | |
| | Provident Fund Trust | Contribution | 23,613,574 |
| | Directors and relatives | Cash Dividend (as Shareholder) | 19,783,224 |
| | | Bonus Shares (as Shareholder) | - |
| | | Remuneration/Advisory fee | 68,810,887 |
| | | Meeting Fee | 52,839,570 |
| | | Remuneration | 20,430,694 |
| | Key Management Personnel | | 1,400,000 |
| | | Cash Dividend as shareholder | 31,325,770 |
| | | Bonus shares as shareholder | - |
| | | (Other than directors) | 44,485 |
| | | | 34,210 |
| | | (Un-audited) 31 March | (Audited) 30 June |
| | | 2023 | 2022 |
| | | Rupees | Rupees |
| | | 2,653,862 | 2,282,292 |
| 24.2 | Balances with related parties | | |
| | Provident Fund Trust | | |
| | | | |

24.3 Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company. The Company considers Chief Executive Officer, full time Directors, Chief Financial Officer and Company Secretary to be its key management personnel.

25 Operating segments

25.1 Basis of segmentation

The Company has nine manufacturing units, which are its reportable segments. These units offer more than one products, and are managed separately.

The Company's Chief Executive Officer reviews the internal management reports of each unit separately on a monthly basis for the purpose decision making about allocating resources to the segment and assessing its performance.

25.2 Information about reportable segments

Information related to each reportable segments is set out below.

| | Unit 1 | Unit 2 | Unit 3 | Unit 4 | Unit 5 | Unit 6 | Unit 7 | Unit 8 | Unit 9 | Total |
|--|-------------|---------------|---------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| | Rupees | | | | | | | | | |
| Segment net sales (31 March 2023) | 468,208,438 | 1,057,129,637 | 899,033,387 | 314,500,000 | 904,328,950 | 440,690,221 | 194,929,485 | 361,350,594 | 110,920,169 | 4,751,090,881 |
| Segment assets - plant and machinery (31 March 2023) | 141,164,937 | 274,050,449 | 809,073,323 | 123,466,254 | 383,922,472 | 196,585,606 | 146,558,302 | 295,795,851 | 81,858,386 | 2,452,475,580 |
| | Unit 1 | Unit 2 | Unit 3 | Unit 4 | Unit 5 | Unit 6 | Unit 7 | Unit 8 | Unit 9 | Total |
| | Rupees | | | | | | | | | |
| Segment net sales (31 March 2022) | 518,603,512 | 959,398,176 | 1,474,767,549 | 157,250,000 | 591,482,628 | 258,808,075 | 202,692,168 | 238,882,001 | 53,082,934 | 4,454,967,043 |
| Segment assets - plant and machinery (30 June 2022) | 166,793,432 | 248,793,293 | 525,835,666 | 79,611,271 | 353,082,097 | 72,801,823 | 36,178,742 | 109,225,521 | - | 1,592,321,845 |

| | Un-audited 31 March 2023 Rupees | Audited 30 June 2022 Rupees |
|---|--|--------------------------------------|
| 25.3 Reconciliations of information on reportable segments to IFRS measures | | |
| 25.3.1 Assets | | |
| Total assets for reportable segments | 2,452,475,580 | 1,592,321,845 |
| Other unallocated amounts | 4,000,426,083 | 4,583,844,588 |
| Total assets | 6,452,901,663 | 6,176,166,433 |

26 Financial risk management

The Company's financial risk management objective and policies are consistent with that disclosed in the annual financial statements of the Company for the year ended 30 June 2022.

27 Non adjusting events after the reporting date

- 27.1 The shareholders of the Company in its Extraordinary General Meeting held on 24 March 2023 have approved to buy back shares of the Company through Pakistan Stock Exchange Limited upto maximum of 9,986,801 shares constituting 5% of the issued and paid up ordinary shares of the face value of Rs. 5/- each and to held these as Treasury Shares under Section 88 of the Companies Act, 2017 read with Listed Companies (Buy Back of Shares) Regulations, 2019. The purchase period has been started on 31 March 2023 and shall end on 20 September 2023 or till such date the purchase is complete, whichever is earlier. The Company has bought back 1,000,000 shares upto the date of approval of these financial statements.
- 27.2 The Board of Directors of the Company in its meeting held on 17 April 2023 has approved an interim cash dividend of Rs. 0.25 per share i.e 5%.

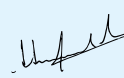
28 General

- 28.1 These condensed interim financial statements has been approved by the Board of Directors of the Company and authorized for issue in their meeting held on 17 April 2023 .
- 28.2 Figures have been rounded off to the nearest rupee.

Lahore



Chief Executive Officer



Director



Chief Financial Officer