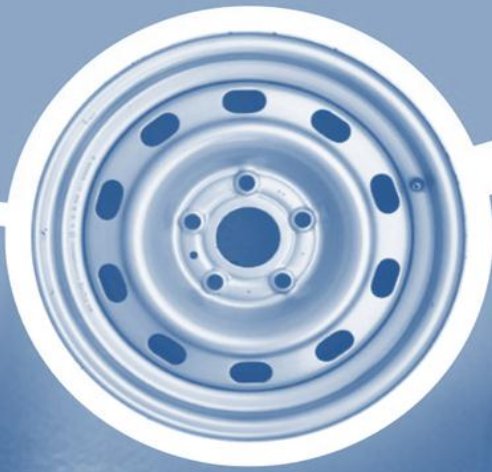




# BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

## NINE MONTH / 3<sup>RD</sup> QUARTERLY REPORT MARCH 2024



[www.bwheels.com](http://www.bwheels.com)



# BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

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# BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

## COMPANY INFORMATION

### CHAIRMAN (Non-Executive Director)

Mr. Anis Wahab Zuberi

### CHIEF EXECUTIVE (Executive Director)

Mr. Razak H.M. Bengali

### INDEPENDENT DIRECTORS

Syed Zubair Ahmed Shah

Mr. Aamir Amin

Mr. Irfan Ahmed Qureshi

Mr. Muhammad Javed

### EXECUTIVE DIRECTORS

Mr. Muhammad Siddique Misri

Mr. Muhammad Irfan Ghani

Director Marketing/ Business Development

Chief Operating Officer

### NON-EXECUTIVE DIRECTOR

Mrs. Saba Nadeem

### CHIEF FINANCIAL OFFICER

Mr. Muhammad Yasin Yunus Ladha

### COMPANY SECRETARY

Mr. Muhammad Asad Saeed

### AUDIT COMMITTEE

Syed Zubair Ahmed Shah

Mr. Anis Wahab Zuberi

Mr. Aamir Amin

Mr. Irfan Ahmed Qureshi

Mrs. Saba Nadeem

Independent Director

Non-Executive Director

Independent Director

Independent Director

Non-Executive Director

Chairman

Member

Member

Member

Member

### HUMAN RESOURCES AND REMUNERATION COMMITTEE

Mr. Muhammad Javed

Syed Zubair Ahmed Shah

Mr. Anis Wahab Zuberi

Mr. Muhammad Irfan Ghani

Independent Director

Independent Director

Non-Executive Director

Chief Operating Officer (Executive Director)

Chairman

Member

Member

Member

### MANAGEMENT COMMITTEE

Mr. Razak H.M. Bengali

Mr. Muhammad Siddique Misri

Mr. Muhammad Irfan Ghani

Mr. Muhammad Yasin Yunus Ladha

Mr. Fareed Abdul Razzak

Syed Pervaiz Akhter

Mr. Muhammad Asad Saeed

Mr. Kumail Irfan Ghani

Chief Executive

Director Marketing/ Business Development

Chief Operating Officer

S.G.M (Finance) / Chief Financial Officer (CFO)

G.M (Finance)/Deputy CFO

G.M (HR/IR)

D.G.M (Finance) / Company Secretary

D.G.M (Supply & Services)

### CHIEF INTERNAL AUDITOR

Mr. Atif Iqbal

Sr. Manager

### EXTERNAL AUDITORS

BDO Ebrahim & Co.

(Chartered Accountants)

### LEGAL ADVISOR

Mohsin Tayebaly & Company

(Advocates)

### TAX CONSULTANTS

Baker Tilly Mehmood Idrees Qamar

(Chartered Accountants)

BDO Ebrahim & Co.

(Chartered Accountants)

### BANKERS

Habib Bank Limited

Bank Al-Habib Limited

Faysal Bank Limited

National Bank of Pakistan

### SHARE REGISTRAR

CDC Shares Registrar Service Ltd.

CDC House ,99-B block B, S.M.C.H.S Main

Shahra e faisal Karachi - 74400.

UAN#+92(21) 080023275

Fax:+92 (21) 34326053

Email : info@cdcsrsl.com

### HEAD OFFICE

1st Floor, State Life Building # 3

Dr. Ziauddin Ahmed Road, Karachi.

E-mail: bwlfm@cyber.net.pk

Website: <http://www.bwheels.com>

Telephone # 35689259, 35683474, 35687502

Fax # 35684003

### FACTORY AND REGISTERED OFFICE

Main RCD Highway, Hub Chowki,

Lasbella, Baluchistan.

Telephone # (0853) 363426, 28

Fax # (0853) 364025



# BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

## DIRECTORS' REPORT

The Directors take pleasure in presenting the Un-Audited Condensed Interim Financial Statements for the nine months' ended March 31, 2024.

### FINANCIAL RESULTS

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During the period (July, 2023 -March 2024) the Company had overall consolidated revenue of Rs. 1,637 million as compared to Rs. 1,359 million of corresponding period of last year (increased by 20%).

The car wheels sale was Rs. 553 million as compared to Rs. 624 million in the corresponding period of previous year (decreased by 11%). Likewise, the Truck/Bus wheels sale declined from Rs.148 million to Rs. 143 million (decreased by 3%), whilst the sale of Tractor wheels increased from Rs. 523 million to Rs. 882 million (increased by 69%).

The Gross Profit increased by 26% to Rs. 329.038 million as against Rs. 261.324 million. The Company earned Net Profit after tax of Rs.163.392 million as against Rs.105.935 million in the corresponding period of last year, increased by 54%.

The improvement in gross profit and net profit is mainly due to surge in the production and sale of tractor wheels owing to sudden jump in tractors sales amid reports of good wheat and cotton crops. However, the sale of car wheels and truck/bus wheels witnessed drop due to lower demand in cars and truck/bus segments. The substantial increase in other income is primarily due to profit on investment of surplus funds in treasury bills, exchange gains and reversal of prior year tax provision also contributed to net profit.

There are no significant changes in Contingencies and Commitments as disclosed in Note 28 of the Financial Statements for the year ended June 30, 2023.

### FUTURE OUTLOOK

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The escalating/surging auto prices coupled with expensive auto financing on account of record high interest rates and low purchasing power of consumers resulted in significant reduction in auto sales and low performance in the nine months' period July, 2023 – March, 2024. However, easing auto-part imports and stable currency would improve the production and sales volumes of autos in the remaining quarter April – June, 2024. Further, bumper crops yield primarily due to low base of last period amid flood would increase the tractors' sales as well.



# BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

The management being conscious of the challenges that lie ahead is continuously evolving strategies and adopting measure to meet future challenges and to maintain business growth.

## ACKNOWLEDGEMENT

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We take this opportunity to thank our customers and all the stakeholders who reposed their trust and confidence in the company and acknowledge the efforts of the entire BWL team including our staff and workers and look forward to their continued support.

May Allah bless us and help us to achieve success for your company and for the benefit of all stake holders, and the Country in general. Aameen!

For and on Behalf of the Board

Razak H.M. Bengali  
Chief Executive

Muhammad Siddique Misri  
Director

Karachi: April 26, 2024





# BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

## ڈائریکٹرز رپورٹ

آپ کی کمپنی کے ڈائریکٹرز نہایت مسرت کے ساتھ 31 مارچ 2024 کو ختم ہونے والے نو مہینوں کے غیر آڈٹ شدہ عبوری مالیاتی رپورٹ پیش کرتے ہیں۔

### مالیاتی نتائج :-

مجموعی طور پر پریز جائزہ مدت (جولائی 2023 تا مارچ 2024) کے دوران ہماری فروخت 1,637 ملین روپے رہی جو کہ گزشتہ سال کی اسی مدت کی فروخت 1,359 ملین روپے کے مقابلے میں 20 فیصد زیادہ رہی۔ کار کے پہیوں کی فروخت 553 ملین روپے رہی جو کہ گزشتہ سال کی اسی مدت کے 624 ملین روپے کی فروخت کے مقابلے میں 11 فیصد کم رہی اسی طرح ٹرک/بس کے پہیوں کی فروخت 143 ملین روپے رہی جو کہ پچھلی مدت کی فروخت 148 ملین روپے کے مقابلے میں 3 فیصد کم رہی اسکے برعکس ٹریکٹر کے پہیوں کی فروخت 69 فیصد اضافہ کے ساتھ 523 ملین روپے سے بڑھ کر 882 ملین روپے تک پہنچ گئی۔

کمپنی کا غیر خالص منافع 26 فیصد اضافے کے ساتھ 329.038 ملین روپے رہا جو کہ گزشتہ سال کے اسی مدت میں 261.324 ملین روپے تھا۔ کمپنی کا خالص منافع 54 فیصد اضافے کے ساتھ 163.392 ملین روپے رہا جو کہ گزشتہ سال کے اسی مدت میں 105.935 ملین روپے تھا۔ غیر خالص منافع اور خالص منافع زیادہ ہونے کی بنیادی وجہ ٹریکٹر کے پہیوں کی پیداوار اور فروخت میں نمایاں اضافہ ہونا ہے جس کی وجہ گندم اور کپاس کی عمدہ فصلوں کا ہونا ہے جس نے ٹریکٹرز کی فروخت میں اچانک تیزی پیدا کی ہے تاہم کار اور ٹرک/بس کے پہیوں کی فروخت میں کمزور مانگ کی وجہ سے کمی ریکارڈ کی گئی ہے۔ کمپنی کے سرپلس فنڈز کی ٹریڈری بلز میں سرمایہ کاری پر ملنے والے منافع، زر مبادلہ پر منافع اور پچھلے سال کے ٹیکس ریورسل کی وجہ سے بھی خالص منافع میں اضافہ ہوا ہے۔

کنٹریبیوٹس کمیٹیشن میں کوئی خاص تبدیلیاں رونما نہیں ہوئی ہیں جیسا کہ فنانشل رپورٹ 30 جون 2023 کے نوٹ نمبر 28 میں درج کیا گیا ہے۔ مستقبل کے خدو خال:-


گاڑیوں کی قیمتوں میں بے پناہ اضافہ، زیادہ شرح سود کی وجہ سے مہنگی آٹو فنانسنگ اور کسٹمر کی کم قوت خرید کی وجہ سے مالی سال 2024 کے نو مہینوں جولائی 2023 تا مارچ 2024 میں آٹو سیکٹرز کی فروخت میں کمی ریکارڈ کی گئی ہے اور اس کی کارکردگی بھی غیر تسلی بخش رہی ہے۔ تاہم آٹو پارٹس کی درآمدات میں آسانی اور مستحکم کرنسی، اپریل تا جون 2024 کے تین مہینوں میں آٹو ز کی پیداوار اور فروخت میں بہتری لا سکتے ہے۔ مزید براں، سیلاب کی وجہ سے پچھلی مدت کے مقابلے میں اس دفعہ بہترین فصلوں کی پیداوار کی وجہ سے ٹریکٹروں کی فروخت میں بھی اضافہ ہو سکتا ہے۔

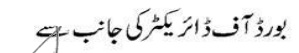
انتظامیہ آگے آنے والے چیلنجوں سے باخبر ہے اور مسلسل حکمت عملی تیار کر رہی ہیں اور مستقبل کے چیلنجوں سے نمٹنے اور کاروبار کی ترقی کو برقرار رکھنے کے لئے اقدامات کر رہی ہے۔

### اظہار تشکر:-

ہم اس موقع پر اپنے صارفین اور اسٹیک ہولڈرز کا شکریہ ادا کرتے ہیں جنہوں نے ہم پر مکمل اعتماد اور بھروسے کا اظہار کیا۔ ہم اپنے عملے اور کارکنان سمیت تمام بلوچستان وہیلز لمیٹڈ کی ٹیم کی کوششوں اور مسلسل تعاون کرنے پر ان کا شکریہ ادا کرتے ہیں۔

اللہ تعالیٰ ہمیں برکت دے اور خصوصاً ہمیں اور ہمارے تمام اسٹیک ہولڈرز کو اور عموماً پورے ملک کو ترقی اور کامیابی عطا فرمائے (آمین)۔

  
جناب صدیق مصری  
ڈائریکٹر

  
جناب رزاق ایچ ایم بیگامی  
چیف ایگزیکٹو  
کراچی 26 اپریل 2024



# BALUCHISTAN WHEELS LIMITED

## Manufacturers of Automotive Wheels in Pakistan

### BALUCHISTAN WHEELS LIMITED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2024

7

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
	Note	----- (Rupees in '000) -----	
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment			
Operating fixed assets	5	920,362	946,396
Long-term loans and advances		4,625	7,753
Long-term deposits		5,412	8,579
		930,399	962,728
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools	6	30,080	36,505
Stock-in-trade	7	499,860	649,130
Trade debts	8	179,801	110,408
Loans and advances		21,123	38,408
Trade deposits and short-term prepayments		2,668	778
Other receivables		7,866	13,951
Short-term investments	9	685,846	514,904
Sales tax refundable – net		-	12,049
Bank balances	10	23,821	18,772
		1,451,065	1,394,905
		2,381,464	2,357,633
<b>TOTAL ASSETS</b>			
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital			
25,000,000 (30 June 2023: 25,000,000) ordinary shares of Rs.10/- each		250,000	250,000
Issued, subscribed and paid-up capital			
13,334,250 (30 June 2023: 13,334,250) ordinary shares of Rs.10/- each		133,343	133,343
Reserves		1,393,831	1,343,553
Revaluation of land		579,075	579,075
		2,106,249	2,055,971
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities	11	6,718	13,768
Long-term deposits		899	1,115
Deferred taxation		30,006	31,485
		37,623	46,368
<b>CURRENT LIABILITIES</b>			
Trade and other payables	12	181,760	187,926
Unclaimed dividend		9,381	8,184
Current maturity of lease liabilities	11	12,715	20,197
Current portion of long term deposits		-	89
Taxation – net		19,501	37,396
Provision for warranty		2,069	1,502
Sales tax payable – net		12,166	-
		237,592	255,294
		2,381,464	2,357,633
<b>TOTAL EQUITY AND LIABILITIES</b>			
<b>CONTINGENCIES AND COMMITMENTS</b>			
	13		

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



# BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

**BALUCHISTAN WHEELS LIMITED**  
**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)**  
**FOR THE PERIOD ENDED MARCH 31, 2024**

	Note	Nine months ended		Quarter ended	
		March, 31 2024	March, 31 2023	March, 31 2024	March, 31 2023
		-----Rs. in '000-----			
Turnover – net	14	1,636,965	1,358,850	610,885	473,848
Cost of sales	15	<u>(1,307,927)</u>	<u>(1,097,526)</u>	<u>(513,968)</u>	<u>(367,392)</u>
Gross profit		329,038	261,324	96,917	106,456
Distribution cost		(62,046)	(43,477)	(23,573)	(16,419)
Administrative expenses		(109,986)	(90,614)	(35,270)	(28,963)
Other expenses		(17,146)	(35,125)	(4,903)	(15,779)
Finance cost		(4,782)	(3,644)	(1,153)	(1,060)
		(193,960)	(172,860)	(64,899)	(62,221)
Other income	16	<u>96,287</u>	<u>67,647</u>	<u>34,146</u>	<u>24,777</u>
Profit before taxation		231,365	156,111	66,164	69,012
Taxation					
Current		(74,037)	(51,516)	(19,796)	(21,122)
Prior		4,584	-	(4,863)	-
Deferred		1,480	1,340	-	-
		<u>(67,973)</u>	<u>(50,176)</u>	<u>(24,659)</u>	<u>(21,122)</u>
Profit for the period		<u>163,392</u>	<u>105,935</u>	<u>41,505</u>	<u>47,890</u>
		----- <b>(Rupees)</b> -----			
Earnings per share- basic and diluted		<u>12.25</u>	<u>7.94</u>	<u>3.11</u>	<u>3.59</u>

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER





# BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

**BALUCHISTAN WHEELS LIMITED**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE PERIOD ENDED MARCH 31, 2024**

	Nine months ended		Quarter ended	
	March, 31 2024	March, 31 2023	March, 31 2024	March, 31 2023
	-----Rs. in '000-----			
Profit for the period	163,392	105,935	41,505	47,890
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>163,392</u>	<u>105,935</u>	<u>41,505</u>	<u>47,890</u>

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.

**CHIEF EXECUTIVE OFFICER**

**DIRECTOR**

**CHIEF FINANCIAL OFFICER**



# BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

**BALUCHISTAN WHEELS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)**  
**FOR THE PERIOD ENDED MARCH 31, 2024**

	March, 31 2024	March, 31 2023
	----- (Rupees in '000) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	231,365	156,111
Adjustments for non-cash items:		
Depreciation on operating fixed assets	36,060	33,354
Loss/gain on sales of property, plant and equipment	139	(6)
Finance costs	4,782	3,644
Provision for slow moving stores spares and stock in trade - net	390	1
Provision for compensated absences	(74)	747
Provision for warranty claims - net	567	(891)
Provision for employees' benefits	13,104	4,455
Dividend income	-	(153)
Government grant	-	(91)
Profit on mutual fund/ sukuk	(1,451)	(507)
Profit on savings accounts / treasury bills	(88,140)	(67,201)
Gain/loss on reemption/revaluation of listed shares	(560)	928
	<u>(35,183)</u>	<u>(25,720)</u>
	196,182	130,391
Change in current assets and current liabilities		
Stores, spare parts and loose tools	6,425	4,609
Stock-in-trade	149,270	(26,772)
Trade debts	(69,393)	(31,527)
Loans and advances	17,285	22,700
Trade deposits & short-term prepayments and other receivables	4,195	(7,830)
Trade and other payables	(3,390)	123,904
Sales tax	24,215	33,269
	<u>128,607</u>	<u>118,353</u>
Cash generated from operations	324,789	248,744
Income tax paid	(86,842)	(91,129)
Employees' benefits paid	(8,351)	(2,795)
Long-term loans and advances - net	3,128	(1,658)
Long-term deposits-net	305	1,760
Net cash generated from operating activities	<u>233,029</u>	<u>7,276</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	(11,925)	(1,110)
Proceeds from disposal of property, plant and equipment	4,622	3,520
Profit received on saving accounts / treasury bills	80,274	58,294
Short-term investments made during the period - net	(170,942)	(21,822)
Profit on mutual fund/ sukuk received	1,451	273
Dividend received	-	153
Net cash generated from investing activities	<u>(96,520)</u>	<u>39,308</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Liabilities against asset subject to finance leases -net	(14,532)	12,108
Finance cost paid	(4,782)	(3,644)
Dividend paid	(112,146)	(95,833)
Net cash (used in) financing activities	<u>(131,460)</u>	<u>(87,369)</u>
Net increase / (decrease) in cash and cash equivalents	5,049	(40,785)
Cash and cash equivalents at the beginning of the period	18,772	66,034
Cash and cash equivalents at the end of the period	<u>23,821</u>	<u>25,249</u>

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



# BALUCHISTAN WHEELS LIMITED

## Manufacturers of Automotive Wheels in Pakistan

**BALUCHISTAN WHEELS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**  
**FOR THE PERIOD ENDED MARCH 31, 2024**

Issued, subscribed and paid-up capital	Capital reserves	Revenue reserves				Total equity
	Revaluation surplus on land	General reserve	Remeasurement loss on gratuity fund	Unappropriated Profit	Total reserves	

----- (Rupees in '000') -----

<b>Balance as at July 01, 2022</b>	133,343	579,075	160,000	(1,366)	1,170,718	1,908,428	2,041,771
<b>Transaction with owners</b>							
Final dividend on ordinary shares							
June 30, 2022 @ Rs. 4.75 per share	-	-	-	-	(63,338)	(63,338)	(63,338)
Interim dividend on ordinary shares							
30 June 2023 @ Rs. 2.5 per share	-	-	-	-	(33,336)	(33,336)	(33,336)
<b>Total comprehensive income for the period ended March 31, 2023</b>					(96,674)	(96,674)	(96,674)
Profit for the period	-	-	-	-	105,935	105,935	105,935
Other comprehensive Income	-	-	-	-	-	-	-
<b>Balance as at March 31, 2023</b>	<u>133,343</u>	<u>579,075</u>	<u>160,000</u>	<u>(1,366)</u>	<u>1,179,979</u>	<u>1,917,689</u>	<u>2,051,032</u>
<b>Balance as at July 01, 2023</b>	133,343	579,075	160,000	(229)	1,183,782	1,922,628	2,055,971
<b>Transaction with owners</b>							
Final dividend on ordinary shares							
June 30, 2023 @ Rs. 3.5 per share	-	-	-	-	(46,670)	(46,670)	(46,670)
1st Interim dividend on ordinary shares							
30 June 2024 @ Rs. 2.0 per share	-	-	-	-	(26,669)	(26,669)	(26,669)
2nd Interim dividend on ordinary shares							
30 June 2024 @ Rs. 5.0 per share	-	-	-	-	(66,673)	(66,673)	(66,673)
<b>Total comprehensive income for the period ended March 31, 2024</b>					(113,343)	(113,343)	(113,343)
Profit for the period	-	-	-	-	163,392	163,392	163,392
Other comprehensive Income	-	-	-	229	-	229	229
<b>Total comprehensive income</b>	-	-	-	229	163,392	163,621	163,621
<b>Balance as at March 31, 2024</b>	<u>133,343</u>	<u>579,075</u>	<u>160,000</u>	<u>-</u>	<u>1,233,831</u>	<u>1,972,906</u>	<u>2,106,249</u>

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



# BALUCHISTAN WHEELS LIMITED

**Manufacturers of Automotive Wheels in Pakistan**

**BALUCHISTAN WHEELS LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED MARCH 31, 2024**

## **1 THE COMPANY AND ITS OPERATIONS**

Baluchistan Wheels Limited (the Company) was incorporated in Pakistan on June 16, 1980. The Company is engaged in manufacturing and marketing of automotive wheel rims for trucks, buses, tractors, cars and mini commercial vehicles. The Company is listed on the Pakistan Stock Exchange Limited.

### **1.1 Geographical location and addresses of business units**

Geographical location and address of business units / plant and its purposes are as follows:

Manufacturing facility	Main RCD Highway, Hub Chowki, Lasbella, Baluchistan, Pakistan
Head Office	1 <sup>st</sup> Floor, State Life Building # 3, Dr. Ziauddin Ahmed Road, Karachi Pakistan

## **2 BASIS OF PREPARATION**

### **2.1 Statement of compliance**

These condensed interim financial statements are unaudited but subject to the limited scope review by auditors and is being submitted to the shareholders as required under section 237 of the Companies Act, 2017.

These condensed interim financial statements of the Company for the period ended March 31, 2024 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

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

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



# BALUCHISTAN WHEELS LIMITED

## Manufacturers of Automotive Wheels in Pakistan

These condensed interim financial information does not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company as at and for the year ended June 30, 2023 which have been prepared in accordance with accounting and reporting standards as applicable in Pakistan. 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 latest annual financial statements.

The comparative statement of financial position presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Company for the year ended June 30, 2023, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial statements for the period ended March 31, 2023.

### 2.2 Basis of measurement

These financial statements have been prepared under the historical cost basis unless, stated otherwise. These condensed interim financial statements has been prepared following accrual basis of accounting except for cash flow information.

### 2.3 Initial application of standards, amendments or an interpretation to existing standards

#### (a) Standards, amendments and interpretations to accounting standards that are effective in the current period.

Certain standards, amendments and interpretations to accounting standards are effective for accounting periods beginning on January 01, 2021, but are considered not to be relevant or to have any material effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed interim financial statements.

#### (b) Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company.

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Company's accounting periods beginning on or after January 1, 2023, but are considered not to be relevant or to have any material effect on the Company's operations and are, therefore, not detailed in these condensed interim financial statements.



# BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

## 2.4 Functional and presentation currency

These condensed interim financial statements have been presented in Pak ("Rupees" or "Rs"), which is the functional and presentation currency of the Company.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those adopted in the preparation of the annual financial statements for the year ended June 30, 2023.

## 4 SIGNIFICANT ACCOUNTING ESTIMATES, JUDGEMENTS, AND ASSUMPTIONS

The preparation of these condensed interim financial statements in conformity with accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and the reported amounts of assets, liabilities, income and expenses. Actual result may differ from these estimates. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. During the preparation of these condensed interim financial statements, the significant judgements 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 annual financial statements for the year ended June 30, 2023.

		(Unaudited) March 31, 2024	(Audited) June 30, 2023
	Note	-----Rs. in '000-----	
<b>5 PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets	5.1	920,362	946,396
<b>5.1 Operating fixed assets</b>			
Net book value at the beginning of the period / year		942,811	963,138
Additions during the period / year	5.1.1	18,235	28,716
Depreciation for the period / year		(36,060)	(45,529)
Disposals during the period / year (NBV)		(4,624)	(3,514)
		920,362	942,811
Capital work in progress		-	3,585
Book value at the end of the period / year		920,362	946,396





# BALUCHISTAN WHEELS LIMITED

## Manufacturers of Automotive Wheels in Pakistan

	(Unaudited) March 31, 2024	(Audited) June 30, 2023
	Note -----Rs. in '000-----	
<b>5.1.1</b>	Detail of additions (at cost) during the period / year are as follows:	
Plant and machinery	11,959	3,145
Furniture and fittings	-	175
Office equipment	867	1,447
Computers	336	73
Head Office (right of use)	2,725	9,110
Vehicles	2,348	14,766
	18,235	28,716
<b>6</b>	<b>STORES, SPARE PARTS AND LOOSE TOOLS</b>	
Stores	7,389	8,126
Spares	83,549	89,007
Loose tools	1,986	2,216
	92,924	99,349
Provision for slow moving stores, spare parts and loose tools	6.1 (62,844)	(62,844)
	30,080	36,505
<b>6.1</b>	<b>Movement in provision is as follows:</b>	
Balance at the beginning of the period / year	62,844	62,610
Provision made during the period / year	-	234
	62,844	62,844
<b>7</b>	<b>STOCK-IN-TRADE</b>	
Raw material and components	168,621	192,742
Work-in-process	204,641	175,548
Finished goods	75,859	176,174
Scrap stock	5,437	2,674
	454,558	547,138
Stock in transit	57,368	113,668
	511,926	660,806
Provision for slow moving stock	7.1 (12,066)	(11,676)
	499,860	649,130



# BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

	(Unaudited) March 31, 2024	(Audited) June 30, 2023
Note	-----Rs. in '000-----	
<b>7.1 Movement in provision is as follows:</b>		
Balance at the beginning of the period / year	11,676	4,018
Provision during the period / year	390	7,658
	<u>12,066</u>	<u>11,676</u>
<b>8 TRADE DEBTS</b>		
Considered good	179,801	110,408
	<u>179,801</u>	<u>110,408</u>
<b>9 SHORT TERM INVESTMENTS</b>		
<b>Fair value through profit or loss</b>		
Listed equity securities	-	2,609
	-	2,609
<b>At amortised cost</b>		
Treasury bills	685,846	507,295
Sukuk	-	5,000
	<u>685,846</u>	<u>514,904</u>
<b>10 BANK BALANCES</b>		
Saving accounts	10,718	12,004
Current accounts	13,103	6,768
	<u>23,821</u>	<u>18,772</u>
<b>11 LEASE LIABILITIES</b>		
Lease liabilities	19,433	33,965
Current portion	(12,715)	(20,197)
	<u>6,718</u>	<u>13,768</u>
Maturity analysis-contractual discounted cashflow:		
Less than one year	12,715	20,197
One to five year	6,718	13,768
	<u>19,433</u>	<u>33,965</u>



# BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

(Unaudited) (Audited)  
March 31, June 30,  
2024 2023

-----Rs. in '000-----

## 12 TRADE AND OTHER PAYABLES

Creditors	13,607	16,085
Accrued liabilities	98,805	100,800
Contract liabilities	24,966	25,720
Gratuity fund	-	2,188
Provident fund	-	314
Retention money	455	455
Compensated absences	5,726	5,800
Workers' Profit Participation Fund	12,426	3,120
Workers' Welfare Fund	24,514	32,636
Security deposits	388	388
Mark-up on running finance	-	200
Others	873	220
	<u>181,760</u>	<u>187,926</u>

## 13 CONTINGENCIES AND COMMITMENTS

### 13.1 Contingencies

There is no change in the status of contingencies as disclosed in the annual audited financial statements for the year ended 30 June 2023, except for the following:

- 13.1.1 On November 24, 2023, the ACIR amended the assessment and issued order under section 122(5) of the ITO, 2001 for the Tax Year 2020 and created tax demand of Rs. 0.35418 million on various issues. Being aggrieved with the Order of the concerned ACIR, the company filed an appeal before the CIR(A) which is pending adjudication.
- 13.1.2 The Company received show cause notice dated April 13, 2023 issued under Section 122(9) of the ITO, 2001 by the concerned ACIR, Range-A, Zone-III, Large Tax Payers' Office(LTO), Karachi whereas in the said referred Notice, the concerned ACIR has required us to provide certain details and documents for the Tax Year 2021. Various issues were raised in the above referred Notice. In this connection, we have submitted our point-wise replies through our Tax Consultant, of the required details along with supporting documents.

(Unaudited) (Audited)  
March 31, June 30,  
2024 2023

-----Rs. in '000-----

### 13.2 Commitments

Outstanding letters of guarantees	<u>4,512</u>	<u>4,512</u>
Outstanding letters of credit - raw material	<u>176,472</u>	<u>6,982</u>



# BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

	Nine months ended (Unaudited)		Quarter ended (Unaudited)	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
-----Rs. in '000-----				
<b>14 TURNOVER – NET</b>				
Local sales	2,007,635	1,626,969	781,825	558,439
Sales return	(13,530)	(5,100)	(788)	(2,837)
Sales tax	(357,140)	(265,948)	(170,152)	(84,683)
	(370,670)	(271,048)	(170,940)	(87,520)
Export sales	-	2,929	-	2,929
	1,636,965	1,358,850	610,885	473,848

14.1 Local sales include scrap sales of Rs. 59.586 million (March 2023: Rs. 61.509 million).

## 15 COST OF SALES

### Raw material & components consumed:

#### Stock at the beginning of the period

Raw material and components	192,743	119,216	120,167	216,558
Scrap	2,674	8,316	24,662	3,771

	195,417	127,532	144,829	220,329
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#### Purchases

	863,185	968,188	400,371	313,963
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#### Stock at the end of the period

Raw material and components	(168,621)	(216,827)	(168,621)	(216,827)
Scrap	(5,437)	(22,558)	(5,437)	(22,558)

	(174,058)	(239,385)	(174,058)	(239,385)
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	884,544	856,335	371,142	294,907
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### Manufacturing overheads:

Salaries, wages and benefits	136,976	108,182	45,132	37,170
Stores & spares consumed	52,935	52,300	17,689	16,700
Fuel and power	60,282	38,952	21,778	10,391
Depreciation	24,894	26,996	8,463	8,878
Services rendered by contractors	45,054	49,628	15,083	18,825
Staff transportation	17,679	17,119	3,916	5,953
Repairs and maintenance	3,771	7,023	1,172	1,659



# BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

	Nine months ended (Unaudited)		Quarter ended (Unaudited)	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
	-----Rs. in '000-----			
Travelling and conveyance	338	65	182	-
Vehicle running	3,868	3,843	1,183	1,394
Insurance	3,068	2,871	879	954
Communication	404	383	128	131
Entertainment	2,015	2,093	597	838
Printing and stationery	-	2	-	-
Subscription and periodicals	36	54	15	16
Provision for slow moving stock in trade	390	-	-	-
Computer	212	46	190	12
Others	239	204	193	147
	352,161	309,761	116,600	103,068
Manufacturing cost	1,236,705	1,166,096	487,742	397,975
<b>Work in process</b>				
As at the beginning of the period	175,548	177,745	198,443	180,382
As at the end of the period	(204,641)	(173,767)	(204,641)	(173,767)
	(29,093)	3,978	(6,198)	6,615
<b>Cost of goods manufactured</b>	1,207,612	1,170,074	481,544	404,590
<b>Finished goods</b>				
As at the beginning of the period	176,174	84,855	108,283	120,205
As at the end of the period	(75,859)	(157,403)	(75,859)	(157,403)
	100,315	(72,548)	32,424	(37,198)
	1,307,927	1,097,526	513,968	367,392

	Nine months ended (Unaudited)		Quarter ended (Unaudited)	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
	-----Rs. in '000-----			
<b>OTHER INCOME</b>				
<b>Income from financial assets</b>				
Profit on savings accounts and treasury bill	88,140	67,201	28,043	24,601
Dividend income	-	153	-	-
Gain on mutual fund/sukuk units	1,451	507	1,451	507
Unrealised (loss) / gain on revaluation of investments at FVTPL	560	(928)	-	(331)
	90,151	66,933	29,494	24,777
<b>Income from non-financial assets</b>				
Gain on sale of operating fixed assets	(139)	6	(147)	-
Exchange gain - net	5,997	-	4,724	-
Government grant released	-	91	-	-
Others	278	617	75	-
	6,136	714	4,652	-
	96,287	67,647	34,146	24,777



# BALUCHISTAN WHEELS LIMITED

Manufacturers of Automotive Wheels in Pakistan

## 17 TRANSACTIONS WITH RELATED PARTIES

Related parties of the Company comprise directors, key management personnel and retirement benefit plans. Transactions with related parties are as follows:

Relationship	Nature of transactions	(Un-audited) Nine month ended	
		March 31, 2024	March 31, 2023
-----Rs. in '000-----			
Key management personnel	Sale of vehicle / equipments	2,536	2,413
Key Management Personnel	Long term loans	3,965	4,031
Key Management Personnel	Advances	2,500	5,477
Key management personnel	Remuneration	18,699	21,253
Executives Directors	Remuneration	4,323	41,622
Non-executive directors	Meeting fee	2,087	2,600
		(Unaudited) March 31, 2024	(Audited) June 30, 2023
-----Rs. in '000-----			
<b>Period / year end balances</b>			
Due from key management personnel		6,465	9,508
		<u>6,465</u>	<u>9,508</u>

## 18 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objective and policies are consistent with that disclosed in the annual financial statements for the year ended June 30, 2023.

## 19 NUMBER OF EMPLOYEES

The number of employees including contractual employees as at March 2024 was 208 (June 2023: 207).

## 20 NON-ADJUSTING EVENTS AFTER THE REPORTING DATE

The Board of Directors in their meeting held on April 26, 2024 declared an interim cash dividend @ 30% i.e. Rs. 3/- per share amounting to Rs. 40.003 million, for the third quarter ended March 2024. This is in addition to 70% i.e. Rs. 7.0 per share interim dividends, amounting to Rs. 93.342 millions. These condensed interim financial statement do not reflect this dividend payable which will be accounted for in the period in which it is approved.

## 21 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on **April 26, 2024** by the Board of Directors of the Company.

## 22 GENERAL

Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER





# BALUCHISTAN WHEELS LIMITED

## Disc Wheels for Cars, Vans, Pick-ups and 4x4s



Pak Suzuki Motor Co. Ltd.



Indus Motor Co. Ltd.



Lucky Motors Corp. Ltd



## Disc Wheels for Agricultural Tractors



Millat Tractors Ltd.



Al-Ghazi Tractor Ltd.



## Disc Wheels for Commercial Vehicles



Ghandhara Industries Ltd.



Fuso Master Motors (Pvt.) Ltd.



Hinopak Motors Ltd.



Ghandhara Automobiles Ltd.





[www.bwheels.com](http://www.bwheels.com)

Baluchistan Wheels Limited



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