



PANTHER
برسفر --- برمنزل کاساتھ

3RD QUARTERLY | MARCH
REPORT | **2024**

A TRUSTED COMPANION



PANTHER

Panther Tyres Limited

Panther House, 97-B, Aziz Avenue,
Jail Road, Lahore-Pakistan
UAN: +92 42 111 55 4444
info@panthertyres.com
www.panthertyres.com





PANTHER TYRES
LEVEL HE AUR HAI

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Supporting Green
Sustainability



40 سال کا اعتماد

خوشحالی
کا ضمانت



سپیریئر سیلیکا
کمپاؤنڈ



BABAR AZAM x PANTHER TYRES

Panther Tyres strategically collaborated with Babar Azam, the illustrious captain of the Pakistan cricket team, in a spectacular signing ceremony held in Lahore. Welcoming Babar Azam as their brand ambassador, Panther Tyres aimed to amplify their presence on the global stage with the resounding message, "LEVEL HE AUR HAI" (We are on the next level). This strategic alliance not only signifies a powerful partnership but also embodies a shared commitment to excellence and pushing boundaries. As the cricketing world gears up for the World Cup, the collaboration between Panther Tyres and Babar Azam stands as a testament to their collective pursuit of reaching new heights and setting unparalleled standards in their respective fields.



COMPANY INFORMATION

BOARD OF MANAGEMENT

EXECUTIVE DIRECTORS

Mian Faisal Iftikhar - CEO
Ms. Ayesha Iftikhar

INDEPENDENT DIRECTORS

Asad Sultan Chaudhary
Javed Masud
Iqbal Ahmed Khan

NON - EXECUTIVE DIRECTORS

Mian Iftikhar Ahmed - Chairman
Zahid Mahmud

AUDIT COMMITTEE MEMBERS

Javed Masud - Chairman
Asad Sultan Chaudhary
Iqbal Ahmed Khan
Zahid Mahmud
Mohsin Muzaffar Butt: Secretary of the Committee

HR & REMUNERATION COMMITTEE

Asad Sultan Chaudhary - Chairman
Iqbal Ahmed Khan
Mian Faisal Iftikhar
Mohsin Muzaffar Butt: Secretary of the Committee

RISK MANAGEMENT COMMITTEE

Javed Masud - Chairman
Mian Faisal Iftikhar
Zahid Mahmud
Mohsin Muzaffar Butt: Secretary of the Committee

NOMINEE COMMITTEE

Mian Iftikhar Ahmed - Chairman
Mian Faisal Iftikhar
Mohsin Muzaffar Butt: Secretary of the Committee

CHIEF FINANCIAL OFFICER

Ghulam Abbas FCA FCMA

COMPANY SECRETARY

Mohsin Muzaffar Butt FCA CIA

HEAD OF INTERNAL AUDIT

Mohsin Muzaffar Butt FCA CIA

AUDITORS

KPMG Taseer Hadi & Co. Chartered Accountants

REGISTERED OFFICE

Panther House 97-B Aziz Avenue,
Gulberg 5, Canal bank Jail road,
Lahore-54000, Pakistan.
UAN: +2 111-554-444

SHARE REGISTRAR

Corplink (Private) Limited
Wings Arcade, 1-K, Commercial,
Model Town, Lahore.

FACTORY ADDRESS

29.5 KM Lahore Sheikhpura Road Sheikhpura

BANKERS

Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Islami Pakistan Limited
Dubai Islamic Bank (Pakistan) Limited
Faysal Bank Limited
Habib Metropolitan Bank Limited
Habib Bank Limited-Islamic Banking
Industrial and Commercial Bank of China Ltd.
JS Bank Limited
Meezan Bank Limited
National Bank of Pakistan
National Bank of Pakistan-Islamic Banking
Pak Oman Investment Company Limited
PAIR Investment Company Limited
Pak China Investment Company Limited
Standard Chartered Bank (Pakistan) Limited
Samba Bank Limited
United Bank Limited

WEBSITE

www.panthertyres.com



HEAD OFFICE



FACTORY

DIRECTORS' REVIEW

The Directors of your Company are pleased to present the unaudited condensed interim financial statements of the Company for the third quarter and nine months period ended March 31, 2024.

REVIEW OF OPERATIONAL PERFORMANCE

The Company continued its growth momentum in 3rd quarter as well and posted a growth of 44% in topline raising the overall growth of nine months period under review to 51%. Resultantly, Sales of the Company surged from Rs.14.18 billion to Rs.21.43 billion during the nine month period under review. This increase in revenue can be largely attributed to heightened sales volumes across all categories, including OEM, Exports and the Replacement market. The same is emanating from the diversified product portfolio of the Company and recently enhanced capacities thereof.

A brief overview of the company's financial performance is provided below;

| | Three Months | | | Nine Months | | |
|----------------------------|--------------|--------|--------|-------------|--------|--------|
| | Mar-24 | Mar-23 | Change | Mar-24 | Mar-23 | Change |
| PKR in millions except EPS | | | | | | |
| Revenue | 7,036 | 4,881 | 44% | 21,432 | 14,187 | 51% |
| Gross profit | 1,032 | 814 | 27% | 3,211 | 1,786 | 80% |
| Operating profit | 635 | 530 | 20% | 1,891 | 916 | 107% |
| Finance cost | 473 | 258 | 84% | 1,111 | 807 | 38% |
| Profit | 119 | 237 | (50%) | 550 | 101 | 443% |
| Earning Per share | 0.71 | 1.41 | (50%) | 3.27 | 0.60 | 443% |

The higher sales volumes have translated into higher margins due to economies of scales and also from the efficient management of the resources. The gross margins of the business have improved from 12.59% to 14.98% helping the gross profit figure to surge from Rs.1.78 billion to Rs.3.21 billion. This higher gross profit helped the Company execute its marketing plans and at the same time withstand the pressure of the higher finance cost.

Selling and distribution expenses during the nine months period ended on March 31, 2024 increased from Rs.603.67 million to Rs.1,042.30 million; this increase is in line with Company's policy to invest more on brand equity to embark upon future growth requirements of the Company.

Financial charges have also increased significantly during this nine-month period from Rs.807.19 million to Rs.1,111.36 million. This increase primarily stemmed from the elevated policy rate of 22% and a rise in the average utilization of working capital limits throughout the review period resulting from the higher volume of business.

During the 3rd quarter and nine months period of current financial year, the net profits of the Company remained at Rs.118.77 million and Rs.549.73 million respectively.

The current ratio of the Company has recently dropped below the 1:1 benchmark due to recent expansion projects. However, the management has taken the necessary measures to improve it before the close of the ongoing financial year.

FUTURE OUTLOOK

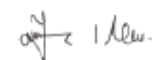
The newly elected Government is implementing necessary reforms as agreed with IMF under the Stand-By-Arrangement to achieve the economic stability in the country on one hand and also planning for a large and long term loan agreement to resolve the challenges on the fiscal and external front on a sustainable basis. Moreover, the PKR has exhibited stability against the USD, with projections indicating a forthcoming decrease in inflation. This anticipated decline will facilitate SBP in initiating a downward revision of the policy rate.

In the expected stable economic and political environment, the management maintains a positive outlook on the Company's prospects moving forward. We are also fully committed to ensure sustainable financial performance while sustaining the growth trajectory.

ACKNOWLEDGMENT

The Board is pleased to record its appreciation for the continued diligence & devotion of the employees and unwavering support of customers, banks, suppliers and other stakeholders.

For and on behalf of the Board



Mian Faisal Iftikhar
Chief Executive Officer



Mian Iftikhar Ahmed
Chairman

April 25, 2024
Lahore

ڈائریکٹرز جائزہ رپورٹ

کمپنی کا بورڈ آف ڈائریکٹران 31 مارچ 2024ء کو ختم ہونے والی تیسری سہ ماہی اور نو ماہ کی مدت کے لیے غیر آڈٹ شدہ عبوری مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کرتا ہے۔

آپریٹنگ کارکردگی کا جائزہ:

کمپنی نے تیسری سہ ماہی میں بھی اپنی ترقی کی رفتار کو جاری رکھا اور اس سہ ماہی میں ٹاپ لائن میں 44 فیصد شرح نمو ہوئی جس کی وجہ سے زیر جائزہ نو ماہ کی مجموعی شرح نمو 51 فیصد تک بڑھ گئی۔ نتیجتاً، زیرہ جائزہ مدت کے دوران کمپنی کی مصنوعات کی فروخت 14.18 ارب روپے سے بڑھ کر 21.43 ارب روپے تک پہنچ گئی۔ میل میں اس اضافے کی بڑی وجہ OEM، برآمدات اور متبادل مارکیٹ سمیت تمام شعبوں میں فروخت کے بڑھتے ہوئے حجم کو قرار دیا جاسکتا ہے۔ کمپنی کی مصنوعات کے متنوع پورٹ فولیو اور حال ہی میں کمپنی کی کاروباری صلاحیتوں میں اضافہ بھی اسی امر کی غمازی کرتا ہے۔

کمپنی کے اہم مالیاتی نتائج کا خلاصہ ذیل میں ہے:

| | Three Months | | | Nine Months | | |
|----------------------------|--------------|--------|--------|-------------|--------|--------|
| | Mar-24 | Mar-23 | Change | Mar-24 | Mar-23 | Change |
| PKR in millions except EPS | | | | | | |
| Revenue | 7,036 | 4,881 | 44% | 21,432 | 14,187 | 51% |
| Gross profit | 1,032 | 814 | 27% | 3,211 | 1,786 | 80% |
| Operating profit | 635 | 530 | 20% | 1,891 | 916 | 107% |
| Finance cost | 473 | 258 | 84% | 1,111 | 807 | 38% |
| Profit | 119 | 237 | (50%) | 550 | 101 | 443% |
| Earning Per share | 0.71 | 1.41 | (50%) | 3.27 | 0.60 | 443% |

وسائل کے موثر انتظام اور پروڈکشن لاگت کی کمی سے مصنوعات کی فروخت کے حجم میں اضافے سے مارچن بڑھ گیا۔ مجموعی مارچن 12.59 فیصد سے بڑھ کر 14.98 فیصد ہو گیا۔ جس کی وجہ سے مجموعی منافع کو 1.78 ارب روپے سے بڑھ کر 3.21 ارب روپے تک پہنچنے میں مدد ملی۔ مجموعی منافع میں اس بہتری نے، ناصرف کمپنی کو اپنے مارکیٹنگ کے منصوبوں کو عملی جامہ پہنانے میں مدد کی بلکہ بڑھتی ہوئی مالیاتی لاگت کے دباؤ کو برداشت کرنے کے قابل بھی بنایا۔

31 مارچ 2024ء کو ختم ہونے والی نو ماہی مدت کے دوران مصنوعات کی فروخت اور تقسیم کے اخراجات 603.67 ملین روپے سے بڑھ کر 1,042.30 ملین روپے ہو گئے۔ اخراجات میں یہ اضافہ مستقبل میں کمپنی کی ترقی کی ضروریات کو پورا کرنے کے لیے براڈ ایکویٹی پر مزید سرمایہ کاری کی کمپنی پالیسی کے عین مطابق ہے۔

زیرہ جائزہ نو ماہی میں مالیاتی اخراجات بھی 807.19 ملین روپے سے بڑھ کر 1,111.36 ملین روپے تک پہنچ گئے۔ یہ اضافہ بنیادی طور پر 22 فیصدی بلند شرح سود اور کاروباری حجم میں اضافے کے نتیجے میں، زیرہ جائزہ مدت کے دوران ورکنگ کپٹل limits کے زیادہ استعمال کی وجہ سے ہوا۔

رواں مالی برس کی تیسری سہ ماہی اور نو ماہ کی مدت کے دوران کمپنی کا خالص منافع بالترتیب 118.77 ملین روپے اور 549.73 ملین روپے رہا۔

حالیہ توسیعی منصوبوں کی وجہ سے کمپنی کا موجودہ تناسب حال ہی میں 1:1 بیئینج مارک سے نیچے چلا گیا ہے۔ تاہم، انتظامیہ نے جاری مالی برس کے اختتام سے قبل اسے بہتر بنانے کے لیے ضروری اقدامات کیے ہیں۔

مستقبل کا منظر نامہ:

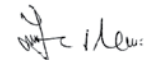
نو منتخب حکومت ایک جانب ملک میں معاشی استحکام کے حصول کے لیے آئی ایم ایف کے ساتھ اتفاق رائے کے مطابق ضروری اصلاحات پر عمل درآمد اور دوسری جانب مالیاتی اور بیرونی چیلنجز سے پائیدار بنیادوں پر ٹھننے کے لیے ایک بڑے اور طویل مدتی قرض کے معاہدے کی منصوبہ بندی کر رہی ہے۔ مزید برآں پاکستانی روپے کی قدر امریکی ڈالر کے مقابلے میں مستحکم رہی ہے جس سے آنے والے دنوں میں مہنگائی میں کمی کے اشارے مل رہے ہیں۔ اس متوقع کمی سے اسٹیٹ بینک کو شرح سود کم کرنے میں مدد ملے گی۔

متوقع مستحکم معاشی اور سیاسی ماحول میں انتظامیہ کمپنی کی ترقی کے روشن امکانات دیکھ رہی ہے۔ ہم ترقی کی رفتار کو برقرار رکھتے ہوئے پائیدار مالیاتی کارکردگی کو یقینی بنانے کے لیے بھی پرعزم ہیں۔

اظہار تشکر:

کمپنی کا بورڈ، اپنے ملازمین کی جانفشانی اور لگن، صارفین، بینکوں، سپلائرز اور دیگر اسٹیک ہولڈرز کی غیر متزلزل حمایت کا تہدول سے شکر یہ ادا کرتے ہوئے خوشی محسوس کرتا ہے۔

بورڈ کی جانب سے



میاں فیصل انوار
چیف ایگزیکٹو آفیسر



میاں افتخار احمد
چیئر مین

125 اپریل 2024ء

لاہور

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2024

| | Note | Un-audited March 31, 2024 | Audited June 30, 2023 |
|--|------|---------------------------------|-----------------------------|
| Rupees | | | |
| NON CURRENT ASSETS | | | |
| Property, plant and equipment | 5 | 10,841,619,555 | 9,618,216,023 |
| Right-of-use assets | | 51,416,322 | 63,138,464 |
| Intangible assets | | 1,514,589 | 2,650,530 |
| Long term deposits and receivables | | 49,098,893 | 52,644,263 |
| | | 10,943,649,359 | 9,736,649,280 |
| CURRENT ASSETS | | | |
| Stores and spares | | 272,006,298 | 226,406,185 |
| Stock in trade | | 5,286,755,058 | 3,805,844,854 |
| Trade debts | | 3,505,351,024 | 2,953,278,558 |
| Advances, deposits, prepayments and other receivables | | 1,426,509,416 | 869,954,641 |
| Cash and cash equivalent | | 386,789,434 | 353,918,334 |
| | | 10,877,411,230 | 8,209,402,572 |
| TOTAL ASSETS | | 21,821,060,589 | 17,946,051,852 |
| EQUITY AND LIABILITIES | | | |
| Authorized Share Capital | | | |
| 300,000,000 (30 June 2023: 300,000,000) ordinary shares of Rs.10/- each | | 3,000,000,000 | 3,000,000,000 |
| Issued, subscribed and paid up capital | | | |
| 168,000,000 (30 June 2023: 168,000,000) Ordinary shares of Rs. 10/- each | | 1,680,000,000 | 1,680,000,000 |
| Share premium | | 1,294,433,658 | 1,294,433,658 |
| Unappropriated profits | | 3,296,146,092 | 3,071,912,956 |
| Surplus on revaluation of property, plant and equipment | | 620,486,488 | 596,727,263 |
| | | 6,891,066,238 | 6,643,073,877 |
| NON CURRENT LIABILITIES | | | |
| Long term liabilities | 6 | 1,641,790,312 | 1,776,981,652 |
| Loan from director | 7 | 770,000,000 | 770,000,000 |
| Deferred grant | | 50,754,526 | 88,470,465 |
| Deferred taxation | | 356,012,775 | 428,150,080 |
| | | 2,818,557,613 | 3,063,602,197 |
| CURRENT LIABILITIES | | | |
| Current portion of long term liabilities | | 636,019,087 | 278,767,478 |
| Short term financing - secured | 8 | 7,821,256,168 | 5,502,287,452 |
| Unclaimed dividend | | 536,607 | 310,463 |
| Trade and other payables | | 3,050,790,076 | 2,108,011,878 |
| Accrued mark-up | | 602,834,800 | 349,998,507 |
| | | 12,111,436,738 | 8,239,375,778 |
| TOTAL EQUITY AND LIABILITIES | | 21,821,060,589 | 17,946,051,852 |
| CONTINGENCIES AND COMMITMENTS | | | |
| | 9 | | |

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS ENDED MARCH 31, 2024

| Note | Nine Months Period Ended | | Three Months Period Ended | | |
|---|----------------------------------|----------------------------------|----------------------------------|----------------------------------|--------------------|
| | 31 March 2024 (Un-audited) | 31 March 2023 (Un-audited) | 31 March 2024 (Un-audited) | 31 March 2023 (Un-audited) | |
| Rupees | | | | | |
| Revenue from contracts with customers - net | 10 | 21,431,866,075 | 14,186,627,802 | 7,035,803,015 | 4,880,959,107 |
| Cost of sales | 11 | (18,221,027,587) | (12,401,086,098) | (6,003,680,502) | (4,067,146,635) |
| Gross profit | | 3,210,838,488 | 1,785,541,704 | 1,032,122,513 | 813,812,472 |
| Selling and distribution expenses | | (1,042,308,458) | (603,676,730) | (345,947,180) | (203,025,938) |
| Administrative expenses | | (303,551,789) | (278,251,239) | (95,995,129) | (73,401,348) |
| Other operating expenses | | (58,277,452) | (54,131,786) | (12,002,052) | (28,758,337) |
| Other operating income | | 84,598,647 | 66,129,845 | 57,112,887 | 21,212,239 |
| Profit from operations | | 1,891,299,436 | 915,611,794 | 635,291,039 | 529,839,088 |
| Finance cost | | (1,111,362,625) | (807,187,045) | (473,350,302) | (257,937,337) |
| Profit before taxation | | 779,936,811 | 108,424,749 | 161,940,737 | 271,901,751 |
| Taxation | | (230,211,785) | (7,208,645) | (43,171,081) | (35,288,739) |
| Profit after taxation | | 549,725,026 | 101,216,104 | 118,769,656 | 236,613,012 |
| Other comprehensive income | | - | 17,778,102 | - | 5,274,089 |
| Total comprehensive income | | 549,725,026 | 118,994,206 | 118,769,656 | 241,887,101 |
| Earnings per share | | | | | |
| - Basic and diluted (Rs.) | | 3.27 | 0.60 | 0.71 | 1.41 |

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR

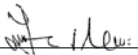

CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE NINE MONTHS ENDED MARCH 31, 2024

| | Capital Reserve | | | Revenue Reserve | Total |
|---|--|---------------|--|-----------------------|---------------|
| | Issued, subscribed and paid-up capital | Share premium | Revaluation surplus on property, plant and equipment | Unappropriated profit | |
| | -----Rupees----- | | | | |
| Balance as on 01 July 2022 (audited) - restated | 1,680,000,000 | 1,294,433,658 | 970,251,032 | 2,911,101,732 | 6,855,786,422 |
| Profit for the period | - | - | - | 101,216,104 | 101,216,104 |
| Other comprehensive income | - | - | - | 17,778,102 | 17,778,102 |
| Total comprehensive income for the period | - | - | - | 118,994,206 | 118,994,206 |
| Final dividend for the year ended 30 June 2022 at the rate of Rs. 1 per share | - | - | - | (168,000,000) | (168,000,000) |
| Transfer of incremental depreciation from surplus on revaluation of fixed assets - net of tax | - | - | (16,868,336) | 16,868,336 | - |
| Impact of rate change on revaluation of fixed assets | - | - | (24,641,378) | 24,641,378 | - |
| Balance as at 31 Mar 2023 (un-audited) | 1,680,000,000 | 1,294,433,658 | 928,741,318 | 2,903,605,652 | 6,806,780,628 |
| Balance as on 01 July 2023 (audited) | 1,680,000,000 | 1,294,433,658 | 596,727,263 | 3,071,912,956 | 6,643,073,877 |
| Profit for the period | - | - | - | 549,725,026 | 549,725,026 |
| Other comprehensive income | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | 549,725,026 | 549,725,026 |
| Final dividend for the year ended 30 Jun 2023 at the rate of Rs.2 per share | - | - | - | (336,000,000) | (336,000,000) |
| Transfer of incremental depreciation from surplus on revaluation of fixed assets - net of tax | - | - | (10,508,110) | 10,508,110 | - |
| Impact of rate change on revaluation of fixed assets | - | - | 34,267,335 | - | 34,267,335 |
| Balance as at 31 Mar 2024 (un-audited) | 1,680,000,000 | 1,294,433,658 | 620,486,488 | 3,296,146,092 | 6,891,066,238 |

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR

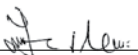

CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CASH FLOWS

FOR THE NINE MONTHS ENDED MARCH 31, 2024

| | Six Months Period Ended | |
|---|------------------------------|------------------------------|
| | March 31, 2024 Un-audited | March 31, 2023 Un-audited |
| | -----Rupees----- | |
| CASH FLOW FROM OPERATING ACTIVITIES | | |
| Net Profit before taxation | 779,936,811 | 108,424,749 |
| Adjustment for non cash charges and other items: | | |
| Depreciation - owned assets | 344,992,188 | 268,686,411 |
| Depreciation - right-of-use assets | 11,722,137 | 12,375,006 |
| Amortization | 1,135,941 | 1,135,941 |
| Grant income | (26,295,864) | (53,791,458) |
| Gain on sale of fixed assets | (49,566,730) | (6,195,245) |
| Provision for contribution to provident fund trust | 24,302,322 | 18,078,218 |
| WPPF provision | 41,887,047 | 5,877,052 |
| WWF provision | 15,917,078 | 3,239,240 |
| Allowance of expected credit loss | 25,000,000 | 22,145,199 |
| Provision for slow moving stock in trade | - | (4,813,845) |
| Income from TDR | (5,301,053) | (3,179,142) |
| Unwinding of interest on staff advance | 473,328 | (12,380,528) |
| Unwinding of interest on director's loan | - | 57,396,022 |
| Mark-up on lease liabilities - rented premises | 13,592,333 | 14,045,868 |
| Mark-up on loans from financial institutions | 110,442,978 | 100,742,438 |
| Mark up on short term finances under mark-up arrangement | 946,706,820 | 671,751,136 |
| | 1,455,008,525 | 1,095,112,313 |
| Operating profit before working capital change | 2,234,945,336 | 1,203,537,062 |
| Adjustment for working capital items | | |
| Increase in stores and spares | (45,600,113) | (42,115,447) |
| (Increase) / decrease in stock in trade | (1,480,910,204) | 203,217,516 |
| (Increase) / decrease in trade debtors | (577,072,466) | 1,451,349,601 |
| (Increase) in deposits, prepayments and other receivables | (410,205,883) | (280,824,573) |
| Increase in trade payables | 900,142,228 | 630,869,262 |
| | (1,613,646,438) | 1,962,496,359 |
| Cash generated from operations | 621,298,898 | 3,166,033,421 |
| Contribution paid to provident fund trust | (24,302,322) | (18,668,050) |
| WPPF Paid | (27,958,258) | (40,161,439) |
| Mark-up paid | (778,017,641) | (604,504,853) |
| Income tax paid - net | (409,602,921) | (255,250,015) |
| Net cash (used in) / generated from operating activities | (618,582,243) | 2,247,449,064 |
| CASH FLOW FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment | (1,586,483,955) | (1,404,619,884) |
| Long term deposits and receivables | 3,545,370 | (23,039,356) |
| Sale proceeds from disposal of property, plant and equipment | 67,654,969 | 27,038,873 |
| Net cash used in investing activities | (1,515,283,616) | (1,400,620,367) |
| CASH FLOW FROM FINANCING ACTIVITIES | | |
| Long-term loan obtained from financial institutions | 493,650,000 | 300,000,000 |
| Long-term loan repaid to financial institutions | (300,078,159) | (127,113,129) |
| Dividend Paid | (335,773,856) | (168,018,591) |
| Short term running finance - net | 2,318,968,716 | (1,268,519,830) |
| Loan from director | - | 230,125,052 |
| Lease rentals paid - IFRS 16 | (10,029,742) | (21,080,520) |
| Net cash generated from / (used in) financing activities | 2,166,736,959 | (1,054,607,018) |
| NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS | 32,871,100 | (207,778,321) |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD | 353,918,334 | 714,370,353 |
| CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD | 386,789,434 | 506,592,032 |

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED MARCH 31, 2024

1. THE COMPANY AND ITS OPERATIONS

The Company was incorporated as a private limited company under the Companies Act, 1913 and was converted into a public limited company with effect from 10 October 2003. The Company changed its name from Mian Tyre and Rubber Company Limited to Panther Tyres Limited on 25 October 2011. The Company got listed on Pakistan Stock Exchange on 22 February 2021. The Company is principally engaged in the manufacture and sale of tyres and tubes for vehicles.

Following are the business units of the Company along with their respective locations:

| BUSINESS UNIT | LOCATION |
|-------------------|--|
| Registered Office | Panther House, 97-B Aziz Avenue, Jail Road, Lahore |
| Production Plant | 29.5 Km, Sheikhpura Road, Sheikhpura |
| Regional Office | 4th Floor, Shafi Courts, Mereweather Road, Karachi |

2. STATEMENT OF COMPLIANCE

2.1 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 as applicable in Pakistan for interim financial reporting comprise of:

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

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

2.2 The condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Company for the year ended 30 June 2023.

2.3 Comparative statement of financial position numbers are extracted from the annual audited financial statements of the Company for the year ended 30 June 2023, whereas comparative condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are stated from unaudited condensed interim financial information of the Company for the nine months period ended 31 March 2023.

2.4 These condensed interim financial statements are unaudited and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the Listing Regulations of the Pakistan Stock Exchange Limited.

2.5 The condensed interim financial statements have been prepared under the historical cost convention except for few items of land and building which are carried under revaluation model. These financial statements are prepared in Pak Rupees, which is the functional currency of the Company. Figures have been rounded off to the nearest Pak Rupees.

3. MATERIAL 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 applied in the preparation of the financial statements of the Company for the year ended 30 June 2023.

In addition to the above, following International Financial Reporting Standards (IFRS) as notified under the Companies Act, 2017 and the amendments and interpretations thereto effective for accounting periods beginning on or after 01 January 2024 :

- Classification of liabilities as current or non-current (Amendments to IAS 1 in January 2020)
- Non-current Liabilities with Covenants (amendment to IAS 1 in October 2022)
- Lease Liability in a Sale and Leaseback (amendment to IFRS 16 in September 2022)
- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28)
- Supplier Finance Arrangements (amendments to IAS 7 and IFRS 7)
- Lack of Exchangeability (amendments to IAS 21)

The above amendments are not likely to have an impact on the Company's condensed interim financial statements.

4. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

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

The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual audited financial statements of the Company for the year ended 30 June 2023.

5. PROPERTY, PLANT AND EQUIPMENT

| Note | Un-audited March 31, 2024 | Audited June 30, 2023 |
|--------------------------|---------------------------------|-----------------------------|
| Rupees | | |
| Operating fixed assets | 8,006,066,895 | 5,658,583,159 |
| Capital work in progress | 2,835,552,660 | 3,959,632,864 |
| | <u>10,841,619,555</u> | <u>9,618,216,023</u> |

6 LONG TERM LIABILITIES

| Note | Un-audited March 31, 2024 | Audited June 30, 2023 |
|--|---------------------------------|-----------------------------|
| Rupees | | |
| Loan from financial institutions - Secured | 2,226,821,491 | 2,033,249,650 |
| Less: Deferred grant | (134,615,574) | (160,911,438) |
| Less: Current portion shown under current liabilities | (531,715,080) | (176,942,018) |
| | 1,560,490,837 | 1,695,396,194 |
| Lease liabilities - rented premises | 101,742,434 | 110,969,945 |
| Less: Current maturity shown under current liabilities | (20,442,959) | (29,384,487) |
| | 81,299,475 | 81,585,458 |
| | 1,641,790,312 | 1,776,981,652 |

6.1 These represent long term loans from financial institutions bearing mark up at the rates ranging from 2.75% per annum to 23.10% per annum (30 June 2023: 2.50% per annum to 24.08% per annum). These are repayable in quarterly instalments up to March 2030. The aggregate long term finances are secured by joint pari passu charge on the fixed assets of the Company.

6.2 This represents lease liability towards Mian Iftikhar Ahmed - Chairman of the Company, in respect of rented premises (land and building).

7 LOAN FROM DIRECTOR - UNSECURED

| | | |
|--------------------|-------------|-------------|
| Loan from director | 770,000,000 | 770,000,000 |
|--------------------|-------------|-------------|

The Company has obtained loan from a Director (Mian Iftikhar Ahmed) of the Company in prior years bearing markup at the rate of KIBOR minus 1% per annum. Further, the Director has agreed to not demand repayment of the loan on or before 30 June 2025.

8 SHORT TERM FINANCING - Secured

Short term facilities aggregating to Rs. 9.0 billion (30 June 2023: Rs. 8.4 billion) are available from commercial banks and DFIs under mark up arrangements. The mark up is charged at the rates ranging from 20.00% per annum to 25.86% per annum (30 June 2023: 3.00% per annum to 23.97% per annum). The aggregate running finances are secured by joint pari passu charge on the current and fixed assets of the Company.

9 CONTINGENCIES AND COMMITMENTS

CONTINGENCIES

There is no material change in the contingencies since the last audited financial statements for the year ended 30 June 2023.

COMMITMENTS

Commitments from various banks against letter of credit and letter of guarantees are Rs. 1,140.0 million (30 June 2023: 1,586.37 million) and Rs. 194.80 million (30 June 2023: Rs. 208.44 million) respectively

| | Nine-months period ended | | Three-months period ended | |
|---|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
| | 31 Mar 2024 (Un-audited) | 31 Mar 2023 (Un-audited) | 31 Mar 2024 (Un-audited) | 31 Mar 2023 (Un-audited) |
| | Rupees | | | |
| 10 REVENUE FROM CONTRACTS WITH CUSTOMERS - NET | | | | |
| Local sales | 18,308,748,491 | 11,985,926,125 | 5,927,176,749 | 4,027,051,615 |
| Export sales | 3,123,117,584 | 2,200,701,677 | 1,108,626,266 | 853,907,492 |
| | 21,431,866,075 | 14,186,627,802 | 7,035,803,015 | 4,880,959,107 |
| 11 COST OF SALES | | | | |
| Cost of goods manufactured | 19,270,742,084 | 12,519,596,254 | 6,759,207,837 | 4,047,347,011 |
| Add: Finished goods - opening | 2,019,054,408 | 1,759,156,475 | 2,527,502,666 | 2,203,752,607 |
| | 21,289,796,492 | 14,278,752,729 | 9,286,710,503 | 6,251,099,618 |
| Add: Finished goods purchased | 373,545,843 | 535,643,445 | 159,284,747 | 229,357,093 |
| Less: Finished goods - closing | 3,442,314,748 | 2,413,310,076 | 3,442,314,748 | 2,413,310,076 |
| | 18,221,027,587 | 12,401,086,098 | 6,003,680,502 | 4,067,146,635 |

12 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of shareholders, directors of the Company, employees benefit funds and key management employees. Significant related party transactions are as follows:

| Name of Related Party | Nature of Transaction | Un-audited Nine-months period ended | |
|--------------------------------|--------------------------------------|--|-------------------|
| | | March 31, 2024 | March 31, 2023 |
| | | Rupees | |
| Mian Iftikhar Ahmed - Director | Rent of head office | 21,741,885 | 19,765,350 |
| | Loan obtained | - | 217,000,000 |
| | Markup on loan | 127,109,070 | 28,901,370 |
| Mian Faisal Iftikhar | Loan obtained | - | 15,000,000 |
| Ms. Samina Iftikhar | Loan obtained | - | 14,000,000 |
| Staff provident fund | Contribution to staff provident fund | 24,302,322 | 18,078,218 |

13 GENERAL

13.1 The corresponding figures have been rearranged and reclassified, wherever considered necessary for better presentation.

13.2 These condensed interim financial statements were authorized for issue by the Board of Directors of the Company on 25 April, 2024.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER