



Arif Habib Corp

Together we are Stronger

Nine Months Period ended 31st March 2024



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Company Information

Board of Directors

Asadullah Khawaja
Chairman

Arif Habib
Chief Executive Officer

Khawaja Najam Ud Din Roomi
Independent Director

Zeba Bakhtiar
Independent Director

Nasim Beg
Non-Executive Director

Samad A. Habib
Non-Executive Director

Muhammad Ejaz
Non-Executive Director

Kashif A. Habib
Non-Executive Director

Audit Committee

Khawaja Najam Ud Din Roomi
Chairman

Kashif A. Habib
Member

Muhammad Ejaz
Member

Management

Arif Habib
Chief Executive Officer

Mohsin Madni
Chief Financial Officer &
Chief Operating Officer

Manzoor Raza
Company Secretary

Bankers

Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
Bank Islami Pakistan Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
MCB Islamic Bank Limited
National Bank Of Pakistan
Standard Chartered Bank (Pakistan) Limited
Sindh Bank Limited
Bank Makramah Limited
Soneri Bank Limited
The Bank Of Khyber
The Bank Of Punjab
United Bank Limited

Auditors

A. F. Ferguson & Co.
Chartered Accountants

Legal Advisors

Bawaney & Partners
Akhund Forbes

Registered & Corporate Office

Arif Habib Centre, 23,
M.T.Khan Road
Karachi-74000
Phone: (021) 32460717-9
Fax: (021) 32429653
Email:
info@garifhaibcorp.com
Company website:
www.arifhabibcorp.com
Group website:
www.arifhabib.com.pk

Registrar & Share Transfer Agent

CDC Share Registrar
Services Limited
CDC House, 99-B, Block-B,
S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi
Phone: (021) 111-111-500
Fax: (021) 34326053
URL: www.cdcrsl.com
Email: info@cdcrsl.com





Directors' Review Report

Dear Shareholders

The Directors of Arif Habib Corporation Limited (AHCL) present herewith the Directors' Report of the Company together with condensed interim consolidated and unconsolidated financial statements for the nine months and third quarter ended 31st March 2024.

The Economy

During the period January-March 2024, Pakistan underwent a significant political transition after successful general elections, fostering political stability. Economic challenges led to a growth slowdown to 1%, largely due to issues within the industrial sector. However, the agricultural sector showed resilience with substantial growth in crop production. Notably, Pakistan reached a staff level agreement for \$1.1bn IMF tranche as part of its Stand-By Arrangement (SBA). Additionally, the Pakistani Rupee appreciated by 1.4%. The State Bank of Pakistan maintained its interest rate at 22% to manage inflation, despite monthly inflation reaching 20.7%.

Financial Results

During the nine-month period ended on 31st March 2024 ('9MFY24'), your Company recorded a consolidated profit after tax (attributable to the shareholders) of PKR 5,987 million, as compared to a profit after tax (PAT) of PKR 1,663 million during the same period last year (SPLY). This resulted in earnings of PKR 14.66 per share, compared to earnings of PKR 4.07 per share in SPLY. On an unconsolidated basis, the Company recorded a PAT of PKR 4,280 million, resulting in earnings of PKR 10.48 per share, compared to a loss after tax of PKR 1,456 million, or loss per share of PKR 3.57 in SPLY. This profitability is attributable to higher dividend income and gains on remeasurements of investments.

Scheme of Arrangement

Following the previous Board of Directors' meeting held on 17th February 2024, the Company successfully obtained NOCs from all secured creditors, subsequently convening a meeting with them. The Chairman's report from Creditors' meeting was duly submitted to the Court. Our legal consultant shall be pursuing the necessary steps to schedule the case for hearing. The Court may conduct additional hearings before granting final approval of the Scheme, as presented or in a modified form, after considering reports from shareholders, creditors, and regulatory feedback.

Performance of Subsidiaries and Associates

Our subsidiaries and associates delivered a formidable performance during the nine months period. The securities brokerage house leveraged favorable market conditions to achieve a consolidated profit after tax (PAT) of PKR 1,181 million translating to an earning of PKR 18.08 per share. The wind power project company maintained its strong performance, generating a PAT of PKR 2,237 million. Fatima Fertilizer Company Limited has recorded an impressive quarterly PAT of PKR 8,394 million translating into an earnings per share of PKR 4 per share.

We expect varied performances from our other investee companies. Javedan Corporation Limited has recorded a decent profit of PKR 1,165 million, whereas Globe Residency REIT has performed as per our expectations. Aisha Steel Mills Limited and Power Cement Limited have faced challenges amidst high interest rates, subdued demand, and escalating energy expenses during the period, leading to pressure on their performance.

Future Outlook

Despite the challenging economic landscape marked by soaring interest rates, inflationary pressures, and a weakening of consumer demand & purchasing power, we remain confident in the resilience of our diversified portfolio to safeguard the Company's earnings. We foresee strong performance in our fertilizer, wind power, and brokerage sectors, buoyed by favorable market conditions. Meanwhile, we anticipate a stabilization in our real estate, cement, and steel divisions, driven by anticipated declines in interest rates and a revitalization of the economy.

Acknowledgement

We extend our gratitude to the shareholders of the company for their unwavering confidence and support. We would also like to express our sincere appreciation to our bankers, business partners, the Securities & Exchange Commission of Pakistan, the State Bank of Pakistan, and the management of Pakistan Stock Exchange for their invaluable support and guidance. The unwavering dedication and commitment of our employees during the period is acknowledged and deeply appreciated.

For and on behalf of the Board



Mr. Arif Habib
Chief Executive



Mr. Asadullah Khawaja
Chairman

Karachi: 25th April 2024

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Condensed Interim Unconsolidated Financial Statements

For the nine months period ended 31st March 2024

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CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION

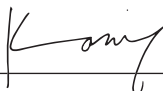
As at 31st March 2024

	Note	Unaudited 31 March 2024 (Rupees)	Audited 30 June 2023
ASSETS			
NON-CURRENT ASSETS			
Property and equipments	4	55,031,113	25,912,136
Intangible assets		180,560	296,615
Long term investments	5	21,067,581,913	17,881,945,203
Long term loan to related party		49,670,165	78,103,657
Long term deposits and other receivable		5,880,378	5,880,378
		21,178,344,129	17,992,137,989
CURRENT ASSETS			
Loans and advances	6	3,740,604,719	1,781,863,523
Mark-up receivable	7	7,156,428	186,088,244
Prepayments and other receivables	8	117,414,870	10,497,248
Short term investments	9	4,312,158,012	3,803,122,330
Cash and bank balances		49,562,270	40,348,417
		8,226,896,299	5,821,919,762
TOTAL ASSETS		29,405,240,428	23,814,057,751

The annexed notes 1 to 18 form an integral part of these condensed interim unconsolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION

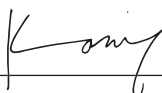
As at 31st March 2024

	Note	Unaudited 31 March 2024 (Rupees)	Audited 30 June 2023
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital		10,000,000,000	10,000,000,000
Share capital			
Issued, subscribed and paid up share capital		4,083,750,000	4,083,750,000
Revenue reserves			
General reserve		4,000,000,000	4,000,000,000
Unappropriated profit		16,665,095,853	12,385,423,995
TOTAL EQUITY		24,748,845,853	20,469,173,995
LIABILITIES			
NON-CURRENT LIABILITIES			
Deferred taxation - net		877,485,658	531,156,028
Lease liability against right of use assets		23,457,042	-
		900,942,700	531,156,028
CURRENT LIABILITIES			
Other payables and accrued liabilities		147,955,029	204,693,870
Short term borrowings	10	3,191,319,724	2,314,280,474
Current portion of lease liability		11,322,976	-
Taxation - net		382,837,098	272,552,007
Unclaimed dividend		22,017,048	22,201,377
		3,755,451,875	2,813,727,728
TOTAL LIABILITIES		4,656,394,575	3,344,883,756
Contingencies and commitments	11		
TOTAL EQUITY AND LIABILITIES		29,405,240,428	23,814,057,751

The annexed notes 1 to 18 form an integral part of these condensed interim unconsolidated financial statements.



Chief Executive Officer



Director



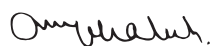
Chief Financial Officer

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)

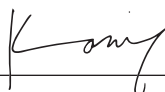
For the nine months period ended 31st March 2024

	Note	Nine months period ended		Three months period ended	
		31 March 2024	31 March 2023	31 March 2024	31 March 2023
----- (Rupees) -----					
Dividend income		1,920,916,664	1,674,182,859	101,720,625	-
Other revenue		93,773,789	12,161,901	31,879,706	4,078,815
Gross revenue		2,014,690,453	1,686,344,760	133,600,331	4,078,815
Gain / (loss) on sale of securities - net		11,053,335	28,121,336	5,602,282	(4,411,904)
Administrative expenses		(121,524,404)	(104,139,729)	(38,411,792)	(32,316,750)
Net finance cost		(110,229,343)	(92,027,675)	(87,089,286)	(51,158,171)
		1,793,990,041	1,518,298,692	13,701,535	(83,808,010)
Gain / (loss) on remeasurement of investments - net		3,143,812,009	(2,856,459,891)	499,956,362	(1,535,901,934)
		4,937,802,050	(1,338,161,199)	513,657,897	(1,619,709,944)
Other income		-	903,862	-	-
Other charges		(2,378,941)	(48,295)	(171,041)	(2,250)
Profit / (loss) before income tax		4,935,423,109	(1,337,305,632)	513,486,856	(1,619,712,194)
Income tax expense	12	(655,751,251)	(118,709,881)	33,008,723	98,205,623
Profit / (loss) for the period		4,279,671,858	(1,456,015,513)	546,495,579	(1,521,506,571)
Earnings / (loss) per share - basic and diluted	13	10.48	(3.57)	1.34	(3.73)

The annexed notes 1 to 18 form an integral part of these condensed interim unconsolidated financial statements.



Chief Executive Officer



Director



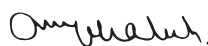
Chief Financial Officer

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

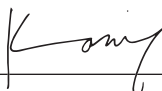
For the nine months period ended 31st March 2024

	Nine months period ended		Three months period ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	----- (Rupees) -----			
Profit / (loss) for the period	4,279,671,858	(1,456,015,513)	546,495,579	(1,521,506,571)
Other comprehensive income / (loss):				
<i>Items that will not be reclassified to statement of profit or loss</i>				
Investment in associate at fair value through other comprehensive income - net of deferred tax	-	(782,801,928)	-	24,934,285
Total comprehensive income / (loss) for the period	4,279,671,858	(2,238,817,441)	546,495,579	(1,496,572,286)

The annexed notes 1 to 18 form an integral part of these condensed interim unconsolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

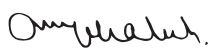
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the nine months period ended 31st March 2024

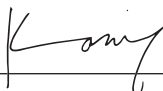
Issued, subscribed and paid up share capital	Reserves			Sub total	Total	
	General reserve	Revenue Reserves				
		Unappropriated profit	Fair value reserve *			
----- (Rupees) -----						
Balance as at 1 July 2022	4,083,750,000	4,000,000,000	15,793,296,784	(43,327,588)	19,749,969,196	23,833,719,196
Total comprehensive income for the nine months period ended 31 March 2023						
Loss for the period	-	-	(1,456,015,513)	-	(1,456,015,513)	(1,456,015,513)
Other comprehensive loss for the period	-	-	-	(782,801,928)	(782,801,928)	(782,801,928)
	-	-	(1,456,015,513)	(782,801,928)	(2,238,817,441)	(2,238,817,441)
Loss realized on disposal of investment in equity instruments at FVOCI	-	-	(68,995,515)	68,995,515	-	-
Transactions with owners of the Company recorded directly in equity - distributions						
Final cash dividend at the rate of Rs. 4 per share for the year ended 30 June 2022	-	-	(1,633,500,000)	-	(1,633,500,000)	(1,633,500,000)
Balance as at 31 March 2023	4,083,750,000	4,000,000,000	12,634,785,756	(757,134,001)	15,877,651,755	19,961,401,755
Total comprehensive income for the three months period ended 30 June 2023						
Profit for the period	-	-	483,654,969	-	483,654,969	483,654,969
Other comprehensive income for the period	-	-	-	24,117,271	24,117,271	24,117,271
	-	-	483,654,969	24,117,271	507,772,240	507,772,240
Loss realized on disposal of investment in equity instruments at FVOCI	-	-	(733,016,730)	733,016,730	-	-
Balance as at 30 June 2023	4,083,750,000	4,000,000,000	12,385,423,995	-	16,385,423,995	20,469,173,995
Total comprehensive income for the nine months period ended 31 March 2024						
Profit for the period	-	-	4,279,671,858	-	4,279,671,858	4,279,671,858
Other comprehensive income for the period	-	-	-	-	-	-
	-	-	4,279,671,858	-	4,279,671,858	4,279,671,858
Balance as at 31 March 2024	4,083,750,000	4,000,000,000	16,665,095,853	-	20,665,095,853	24,748,845,853

* Fair value reserve comprises of the cumulative net change in the fair value of equity securities designated at fair value through other comprehensive income.

The annexed notes 1 to 18 form an integral part of these condensed interim unconsolidated financial statements.



Chief Executive Officer



Director




Chief Financial Officer

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

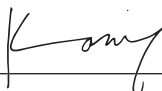
For the nine months period ended 31st March 2024

	Note	Nine months period ended	
		31 March 2024	31 March 2024
CASH FLOWS FROM OPERATING ACTIVITIES			
Net cash used in operations	14	(2,482,047,574)	(1,532,012,302)
Income tax paid		(199,136,530)	(192,975,243)
Finance cost paid		(390,258,467)	(216,695,092)
Mark-up received		412,720,880	188,784,645
Net cash used in operating activities		(2,658,721,691)	(1,752,897,992)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure incurred		(1,455,574)	(663,822)
Acquisition of long term investments		(11,379,390)	(233,339,361)
Dividends received		1,819,196,039	1,674,182,859
Proceeds from sale of properties and equipment		-	127,773
Long term deposits (paid) / recovered		-	(792,800)
Net cash generated from investing activities		1,806,361,075	1,439,514,649
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment of lease liability		(15,125,340)	(6,308,220)
Dividend		-	(1,633,500,000)
Net cash used in financing activities		(15,125,340)	(1,639,808,220)
Net decrease in cash and cash equivalents		(867,485,956)	(1,953,191,563)
Cash and cash equivalents at beginning of the period		(2,273,932,057)	(1,949,759,127)
Effect of exchange rate fluctuations on cash held		(339,441)	903,862
Cash and cash equivalents at end of the period	15	(3,141,757,454)	(3,902,046,828)

The annexed notes 1 to 18 form an integral part of these condensed interim unconsolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Arif Habib Corporation Limited ("the Company") was incorporated in Pakistan on November 14, 1994 as a public limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Company is listed on the Pakistan Stock Exchange Limited. The principal activity of the Company is to make strategic investments in subsidiary companies and associates engaged in diversified sectors and investment in other securities. The Company also extends loans, advances and guarantees to its associated companies / undertakings as allowed under the Companies Act, 2017 as its principal business activity. The registered office of the Company is situated at 2nd Floor, 23, M.T. Khan Road, Karachi, Pakistan. The Company is domiciled in the province of Sindh.

These condensed interim unconsolidated financial statements are separate financial statements of the Company in which investments in subsidiaries have been accounted for at cost less accumulated impairment losses, if any. Investments in associates are carried at fair value through profit and loss and fair value through other comprehensive income based on their classification. The condensed interim consolidated financial statements of the Company and its subsidiaries have been prepared separately.

- 1.2** The Company has following long term investments in subsidiaries and associate and its underlying shareholding in respective subsidiaries and associate:

Name of Companies	% of Shareholding
Subsidiaries	
- Arif Habib Limited, a brokerage house (AHL)	<u>72.92%</u>
- Sachal Energy Development (Private) Limited, a wind power generation company	<u>85.83%</u>
- Black Gold Power Limited, a coal power generation company	<u>100.00%</u>
Associate	
- Fatima Fertilizer Company Limited, a fertilizer company	<u>15.19%</u>

There is no change in shareholding in above mentioned subsidiaries and associate from the preceding annual audited unconsolidated financial statements for the year ended 30 June 2023.

- 1.3** The shareholders of the Company and its subsidiary, Arif Habib Limited (AHL), in their respective Extraordinary General Meetings (EGMs) convened on December 26, 2023, approved the Scheme of Arrangement dated November 17, 2023 (the Scheme). The Scheme was in compliance with the provisions outlined in Sections 279 to 283 and 285 of the Companies Act, 2017. The primary objective of the Scheme is to effectuate the bifurcation and separation of AHL, into two distinct segments, namely the Demerged Undertaking and the Retained Undertaking (as defined under the Scheme of Arrangement). Simultaneously, it entails the merger, through amalgamation, of the Demerged Undertaking into the Company, effective from July 1, 2023.

As per the stipulations set forth in the Scheme, in consideration for this transaction, shares of the Company will be issued to the shareholders of AHL (excluding AHCL itself) based on a swap ratio of 0.8673 ordinary shares of the Company for each share held in AHL on the Record Date, as defined in the Scheme.

It is imperative to note that the successful implementation of the Scheme is contingent upon obtaining necessary approvals, sanctions, consents, observations, and no-objection certificates from various stakeholders, including creditors, the Securities and Exchange Commission of Pakistan, Sindh High Court, or any other competent authority applicable to the matter. As at March 31, 2024, the petition seeking the sanctioning of the Scheme is still pending. Consequently, these condensed interim unconsolidated financial statements do not incorporate the potential impact of the Scheme.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim unconsolidated financial statements of the company 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;

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

- 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 These condensed interim unconsolidated financial statements does not include all the information required for full annual financial statements and should be read in conjunction with the audited annual unconsolidated financial statements of the Company as at and for the year ended 30 June 2023.

2.3 These condensed interim unconsolidated financial statements have been prepared on the basis of a single reportable segment.

2.4 Basis of measurement

These condensed interim unconsolidated financial statements have been prepared under the historical cost convention except as stated otherwise and should be read in conjunction with the audited annual unconsolidated financial statements of the Company as at and for the year ended 30 June 2023.

2.5 Functional and presentation currency

These condensed interim unconsolidated financial statements are presented in Pakistani Rupees which is also the Company's functional currency and all financial information presented has been rounded off to the nearest rupee, unless otherwise indicated.

3. ACCOUNTING POLICIES

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

a) New standards, interpretations and amendments adopted by the Company

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

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

There are certain amendments and interpretations to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after 1 July 2024. However, these will not have any impact on the Company's financial reporting and, therefore, have not been disclosed in these condensed interim unconsolidated financial statements.

3.2 Accounting estimates, judgements and financial risk management

The preparation of condensed interim unconsolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reporting amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience. 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 that applied to the audited annual financial statements as at and for the year ended 30 June 2023.

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 June 2023.

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

4. PROPERTY AND EQUIPMENTS

Following is the cost / written down value of properties and equipments that have been added / disposed off during the period:

	Unaudited			
	Nine months period ended 31 March 2024		Nine months period ended 31 March 2023	
	Additions	Disposals	Additions	Disposals
	(Rupees)			
Office equipment	-	-	60,733	30,295
Computer equipment	285,369	-	603,089	112,774
Leashold improvement	1,170,205	-	-	-
	1,455,574	-	663,822	143,069
Right of use of asset	35,278,875	-	-	-

5. LONG TERM INVESTMENTS

	Unaudited 31 March 2024	Audited 30 June 2023
	(Rupees)	
Subsidiaries - at cost (net of impairment)	4,937,599,953	4,937,599,953
Associates - designated at fair value through profit and loss	12,657,928,174	9,509,396,141
Debt instrument - at amortised cost	768,867,360	686,714,948
Debt instruments - at fair value through profit and loss	2,703,186,426	2,748,234,161
Other equity securities - designated at fair value through other comprehensive income	-	-
	21,067,581,913	17,881,945,203

5.1 Fair value of long term investments pledged with banking companies against various financing facilities amounts to Rs. 8,904.98 million (30 June 2023: Rs. 4,361 million).

6. LOANS AND ADVANCES

At amortised cost

Unsecured

	Note	Unaudited 31 March 2024	Audited 30 June 2023
		(Rupees)	
Loans to related parties			
- Black Gold Power Limited		5,700,000	5,700,000
- Javedan Corporation Limited		550,000,000	614,250,000
- Fatima Fertilizer Company Limited		-	813,153,536
Advance for investment in			
- Pakistan Corporate CBD REIT		279,026,250	279,026,250
- Park View Apartment REIT	6.1	1,262,136,440	-
- Gymkhana Apartment REIT		1,200,000,000	-
- Silk Islamic Development REIT (SIDR)	6.2	100,000,000	-
Advance for purchase of investment properties	6.3	177,078,980	40,598,980
Advance against musharaka contribution		136,920,000	-

Secured

- Current portion of long term loan to Aisha Steel Mills Limited (ASML)	6.4	28,433,492	28,433,492
- Advance against salaries to employees		1,309,557	701,265
		3,740,604,719	1,781,863,523

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

- 6.1** This represents an advance payment for the issuance of units, accounting for 58.41% ownership in a limited-life, Shariah-compliant developmental REIT Scheme. The Scheme, managed by Arif Habib Dolmen REIT Management Company Limited, a related party, has recently acquired a real estate land parcel (FL-01 and FL-02) measuring 23,049 square yards in Naya Nazimabad, Karachi, with the aim of constructing and subsequently selling apartments. Units corresponding to this advance will be issued in due course.
- 6.2** The Company, along with the other investors of SIDR, has entered into an agreement to advance Rs. 100 million. According to the terms of the agreement, the advance will be converted into a Shariah-compliant Debt Instrument, which will be issued by SIDR in due course.
- 6.3** This represents advance paid to Javedan Corporation Limited (JCL), (a related party) and Silk Investment Developmental REIT (SIDR) amounting to Rs 136.48 million and Rs 40.60 million respectively, against the acquisition of investment properties.
- 6.4** This represents current portion of long term loan secured against first charge on all present and future fixed assets, accounts receivables and interest in any insurance claim and equitable mortgage of land and building. The mark-up rate in the said loan is 6 month KIBOR + 3.25% per annum (30 June 2023: 6 months KIBOR + 3.25% per annum). The rate of mark-up on the loan during the period was 26.22% (30 June 2023: ranged between 18.60% to 20.29%) per annum. Mark-up is payable on semi-annual basis.

The maximum amount outstanding from ASML, a related party, at the end of any month during the period was Rs. 92.32 million (30 June 2023: Rs.120.75 million).

- 6.5** The carrying values of the loans and advances are neither past due nor impaired. The maximum amount outstanding from above related parties in respect of loans and advances at end of any month during the period was Rs. 2,553.10 million (30 June 2023: Rs. 2,957.85 million).

7. MARK-UP RECEIVABLE	(Unaudited) 31 March 2024	Audited 30 June 2023
	(Rupees)	
- Considered good		
From related parties:		
- Aisha Steel Mills Limited	6,080,990	71,242,617
- Fatima Fertilizer Company Limited	-	86,227,246
- Javedan Corporation Limited	1,075,438	28,618,381
	7,156,428	186,088,244

- 7.1** The maximum amount due from above related parties in respect of mark-up receivable as at the end of any month during the period was Rs. 128.31 million (30 June 2023: Rs. 186.09 million).

8. PREPAYMENTS AND OTHER RECEIVABLES

- 8.1** This includes guarantee commission receivable from related parties. The maximum amount due in respect of guarantee commission receivable as at the end of any month during the period was Rs. 4.64 million (30 June 2023: Rs. 4.65 million).

9. SHORT TERM INVESTMENTS	(Unaudited) 31 March 2024	Audited 30 June 2023
	(Rupees)	
Equity securities at fair value through profit or loss		
Investment in ordinary shares of related parties	3,051,801,924	2,343,840,809
Investment in preference shares of related parties	420,140,042	703,543,481
Investment in ordinary shares of other companies	840,216,046	755,738,040
	4,312,158,012	3,803,122,330

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

9.1 Fair value of short term investments pledged with banking companies against various financing facilities availed by the Company amounts to Rs. 1,514.70 million (30 June 2023: Rs. 1,426.65 million).

10. SHORT TERM BORROWINGS

10.1 Running finance facilities are available from various commercial banks, under mark-up arrangements, amounting to Rs. 6,200 million (30 June 2023: Rs. 6,200 million). These facilities have various maturity dates up to 28 February, 2026 and are generally renewable. These arrangements are secured against the pledge of marketable securities having margin ranging from 30% to 50%.

10.2 These running finance facilities carry mark-up ranging from 3-month KIBOR plus 0.70% to 3-month KIBOR plus 1.75% per annum (30 June 2023: 3-month KIBOR plus 0.7% to 3-month KIBOR plus 1.75% per annum) calculated on a daily product basis, and is payable quarterly. The aggregate amount of these facilities which have not been availed as at the reporting date amounts to Rs. 3,009 million (30 June 2023: Rs. 3,886 million).

11. CONTINGENCIES AND COMMITMENTS

11.1 There is no other change in the status of contingencies and commitments as disclosed in the preceding audited annual unconsolidated financial statements of the Company as at and for the year ended 30 June 2023 except for the following:

- The Company has further pledged 0.45 million shares of Fatima Fertilizer Company Limited with various banks for running finance facilities obtained by Arif Habib Limited, a subsidiary company.
- The exposure against corporate guarantee on behalf of the subsidiary company, Sachal Energy Development (Private) Limited, has been reduced by USD 5 million. The total exposure has been reduced to USD 35 million (equivalent to Rs. 9,720 millions) out of USD 100 million due to timely repayment of loan.

Unaudited

	Nine months period ended		Three months period ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
12. INCOME TAX EXPENSE	----- (Rupees) -----			
Current	314,202,327	211,216,940	5,741,505	147,034,138
Prior	(4,780,706)	69,161	-	-
Deferred	346,329,630	(92,576,220)	(38,750,228)	(245,239,761)
	655,751,251	118,709,881	(33,008,723)	(98,205,623)

12.1 The provision for current year tax represents tax on taxable income under final tax regime as per the applicable rate and minimum tax per annum under normal tax regime and super tax. The Company computes current tax expense based on the generally accepted interpretation of the tax laws to ensure that sufficient provision for the purpose of taxation is available. According to management, the tax provision made in these condensed interim financial statements is sufficient.

12.2 Deferred tax assets have not been recognised in respect of unused tax losses and the deductible temporary differences as it is not probable that future taxable profits under normal tax regime will be available against which the Company can use the benefits therefrom.

13. EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the period. There is no dilutive effect on the basic earnings per share of the Company:

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

	Unaudited			
	Nine months period ended		Three months period ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	----- (Rupees) -----			
Profit / (loss) for the period	4,279,671,858	(1,456,015,513)	546,495,579	(1,521,506,571)
	----- (Number) -----			
Weighted average number of ordinary shares	408,375,000	408,375,000	408,375,000	408,375,000
	----- (Rupees) -----			
Earnings / (loss) per share - basic and diluted	10.48	(3.57)	1.34	(3.73)

	Note	----- (Unaudited) ----- Nine months period ended	
		31 March 2024	31 March 2023
14 NET CASH USED IN OPERATIONS		(Rupees)	
Profit / (loss) before income tax		4,935,423,109	(1,337,305,632)
Adjustments for:			
Depreciation		13,309,069	11,839,541
Amortisation		116,055	116,055
Dividend income		(1,920,916,664)	(1,674,182,859)
Mark-up on loans and advances		(232,568,790)	(237,698,965)
Mark-up on bank deposits		(1,220,274)	(1,524,523)
(Gain) / loss on remeasurement of long term investments		(3,092,104,908)	2,310,555,438
(Gain) / loss on remeasurement of short term investments - net		(51,707,101)	545,904,453
Loss / (gain) on disposal of assets		-	15,295
Exchange loss / (gain) on foreign currency translation		339,441	(903,862)
Unwinding of interest income on debt instrument		(82,152,412)	-
Finance cost		344,018,407	331,251,163
		(5,022,887,177)	1,285,371,736
		(87,464,068)	(51,933,896)
Effect on cash flow due to working capital changes			
<i>(Increase) / decrease in current assets</i>			
Loans and advances		(1,930,307,704)	(1,360,065,790)
Prepayments and other receivables		(2,135,811)	(511,730)
Short term investments		(457,328,581)	(123,879,916)
		(2,389,772,096)	(1,484,457,436)
<i>(Decrease) / Increase in current liabilities</i>			
Other payables and accrued liabilities		(4,627,081)	1,299,911
Unclaimed dividend		(184,329)	3,079,119
		(4,811,410)	4,379,030
Net cash used in operations		(2,482,047,574)	(1,532,012,302)
15. CASH AND CASH EQUIVALENTS			
Cash and bank balances		49,562,270	39,965,629
Short term borrowings	10	(3,191,319,724)	(3,942,012,457)
		(3,141,757,454)	(3,902,046,828)

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

16. FAIR VALUE MEASUREMENTS

Fair value is an amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences may arise between the carrying values and the fair values estimates.

The Company measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

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

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

	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
As at 31 March 2024				
Financial assets measured at fair value				
Long term investments - associates	13,673,602,600	746,112,000	941,400,000	15,361,114,600
Short term investments	4,312,158,012	-	-	4,312,158,012
Financial assets not measured at fair value				
Long term investments - subsidiaries*	2,154,666,165	-	-	2,154,666,165
	<u>20,140,426,777</u>	<u>746,112,000</u>	<u>941,400,000</u>	<u>21,827,938,777</u>

As at 30 June 2023

Financial assets measured at fair value

Long term investments	10,570,118,302	746,112,000	941,400,000	12,257,630,302
Short term investments	3,803,122,330	-	-	3,803,122,330

Financial assets not measured at fair value

Long term investments - subsidiaries*	1,271,262,567	-	-	1,271,262,567
	<u>15,644,503,199</u>	<u>746,112,000</u>	<u>941,400,000</u>	<u>17,332,015,199</u>

* This represents investment in a subsidiary company, Arif Habib Limited, which is quoted on the Pakistan Stock Exchange Limited. It is carried at cost and fair value is determined for disclosure purposes.

There were no transfers amongst the levels during the period. Further, there were no changes in the valuation techniques during the period .

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

17. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of group companies (including subsidiaries and associates), directors, their close family members, major shareholders of the Company, companies where directors also hold directorship, key management personnel and staff provident fund. Transactions with related parties are carried out at contractual / agreed terms. Remuneration and benefits to key management personnel of the Company are in accordance with the terms of the employment while contribution to the provident fund is in accordance with staff service rules.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company. The Company considers its Chief Executive Officer, Chief Financial Officer, Company Secretary, Non-Executive Directors and Departmental Heads to be its key management personnel. There are no transactions with key management personnel other than their terms of employment / entitlement.

Transactions with related parties during the period other than those disclosed elsewhere in these condensed interim unconsolidated financial statements are given below:

Name of the related party	Transactions during the period	Unaudited Nine months period ended	
		31 March 2024	31 March 2023
Subsidiaries			
Arif Habib Limited	Services availed	1,392,475	3,184,849
	Dividend income / received	119,121,305	247,022,832
	Guarantee commission income	2,009,530	2,192,609
	Guarantee commission received	2,057,364	2,487,750
Sachal Energy Development (Private) Limited	Guarantee commission income	7,999,245	8,356,690
	Guarantee commission received	9,334,613	7,972,175
	Dividend income / received	686,616,265	1,235,909,277
Associate			
Fatima Fertilizer Company Limited	Mark-up income on loan	146,295,011	108,792,370
	Mark-up received	232,522,257	99,343,079
	Loan repayment	813,153,536	-
	Dividend income / received	558,250,361	-
Associated companies by virtue of common directorship			
Aisha Steel Mills Limited	Mark-up income on loan	20,071,960	120,830,846
	Mark-up received	85,233,587	68,996,265
	Loan extended	1,490,000,000	5,745,000,000
	Loan repayment	1,518,433,492	4,578,433,492
	Guarantee commission income	976,842	976,842
	Guarantee commission received	1,103,832	976,842
Javedan Corporation Limited	Mark-up income on loan	66,201,819	7,495,890
	Mark-up received	93,744,762	-
	Dividend income / received	223,440,702	152,244,468
	Loan extended	4,360,000,000	200,000,000
	Loan repayment	4,424,250,000	-
Power Cement Limited	Guarantee commission income	635,760	635,760
	Guarantee commission received	690,860	635,760
	Mark-up received	-	16,179,794

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

Name of the related party	Transactions during the period	Unaudited Nine months period ended	
		31 March 2024	31 March 2023
(Rupees)			
Associated companies by virtue of common directorship			
Safe Mix Concrete Limited	Mark-up income on loan	-	579,859
	Mark-up received	-	2,740,984
	Loan repayment	-	18,118,274
Rotocast Engineering Company (Private) Limited	Payment of rent and sharing of utilities, insurance and maintenance charge	25,257,678	16,536,220
Globe Residency REIT	Dividend income / received	231,767,406	-

Above are considered as associated companies under the Companies Act, 2017 by virtue of common directorship.

Others

Mr. Arif Habib	Dividend paid	-	1,315,683,868
Employees retirement benefit fund - Provident fund	Company's Contribution	2,746,630	2,498,456
Key management personnel & executive's Compensation	Salaries and other benefits	37,613,952	34,739,032
	Contribution to provident fund	2,067,675	1,864,220
Mr. Asadullah Khawaja	Meeting fee paid	200,000	150,000
	Dividend paid	-	324,024
Ms. Zeba Bakhtiar	Meeting fee paid	200,000	150,000
	Dividend paid	-	400
Mr. Khawaja Jallaluddin (ex-director)	Meeting fee paid	-	225,000
	Dividend paid	-	12,946,000
Mr. Nasim Beg	Meeting fee paid	250,000	-
	Dividend paid	-	8,312
Mr. Abdus Samad	Meeting fee paid	250,000	-
	Dividend paid	-	4,024
Mr. Muhammad Ejaz	Meeting fee paid	350,000	-
	Dividend paid	-	484
Mr. Muhammad Kashif	Meeting fee paid	350,000	-
	Dividend paid	-	141,160
Mr. Khawaja Najam Ud Din Roomi	Meeting fee paid	275,000	-

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

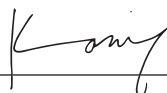
Name of the related party	Nature of balance	(Unaudited)	(Audited)
		31 March 2024	30 June 2023
Balances as at:		(Rupees)	
Arif Habib Limited	Payable against purchase of securities and CDC charges	37,298	2,477,813
	Guarantee commission receivable	678,920	641,440
Aisha Steel Mills Limited	Guarantee commission receivable	283,284	367,944
Sachal Energy Development (Private) Limited	Guarantee commission receivable	2,444,314	3,401,568
Power Cement Limited	Guarantee commission receivable	211,920	239,470
Rotocast Engineering Company (Private) Limited	Payable against monthly expense contribution	977,123	1,024,446
	Prepaid Rent	4,093,170	-

18. DATE OF AUTHORISATION FOR ISSUE

These condensed interim unconsolidated financial statements have been authorised for issue on 25th April 2024 by the Board of Directors of the Company.



Chief Executive Officer



Director



Chief Financial Officer

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Condensed Interim Consolidated Financial Statements

For the nine months period ended 31st March 2024

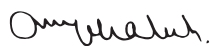
26	Condensed Interim Consolidated Statement of Financial Position
28	Condensed Interim Consolidated Statement of Profit or Loss (Unaudited)
29	Condensed Interim Consolidated Statement of Comprehensive Income (Unaudited)
30	Condensed Interim Consolidated Statement of Changes In Equity (Unaudited)
31	Condensed Interim Consolidated Statement of Cash Flows (Unaudited)
32	Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

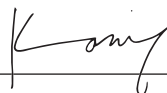
As at 31st March 2024

	Note	Unaudited 31 March 2024	Audited 30 June 2023
		(Rupees)	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	17,160,193,092	18,327,271,281
Intangible assets		1,202,703	1,412,241
Goodwill		910,206,117	910,206,117
Trading right entitlement certificate, membership cards and offices		5,600,000	5,600,000
Investment properties		1,140,619,429	450,749,014
Equity accounted investees	6	19,444,456,473	16,042,756,743
Other long term investments		4,686,170,454	4,520,203,177
Long term loan to related party		49,670,165	78,103,657
Long term deposits and other receivables		380,411,738	513,072,150
		43,778,530,171	40,849,374,380
CURRENT ASSETS			
Trade debts		5,630,025,587	4,897,902,353
Loans and advances		3,749,634,004	2,135,728,305
Deposits and prepayments		620,928,345	138,341,099
Receivable under margin trading system		13,925,768	11,679,177
Receivable against sale of securities		79,812,246	-
Accrued mark-up and other receivables		713,976,796	1,449,757,558
Short term investments	7	6,510,063,521	6,652,917,876
Cash and bank balances		6,369,063,559	1,644,267,507
		23,687,429,826	16,930,593,875
TOTAL ASSETS		67,465,959,997	57,779,968,255

The annexed notes from 1 to 17 form an integral part of these condensed interim consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

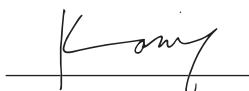
As at 31st March 2024

	Note	Unaudited 31 March 2024	Audited 30 June 2023
(Rupees)			
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital		10,000,000,000	10,000,000,000
Share capital			
Issued, subscribed and paid-up share capital		4,083,750,000	4,083,750,000
Capital reserve			
Surplus on revaluation		7,835,000	7,835,000
Revenue reserves			
General reserve		4,019,567,665	4,019,567,665
Unappropriated profit		31,976,348,284	26,004,636,795
Equity attributable to owners of the Parent Company		40,087,500,949	34,115,789,460
Non-controlling interest		3,551,351,970	3,070,755,570
TOTAL EQUITY		43,638,852,919	37,186,545,030
NON-CURRENT LIABILITIES			
Long term loans - secured		6,815,937,932	8,397,435,371
Land lease liability		11,433,573	11,479,191
Lease liability against right-of-use assets		84,292,403	918,356
Staff retirement benefits		44,228,816	40,421,863
Deferred taxation - net		4,092,874,680	3,249,244,252
		11,048,767,404	11,699,499,033
CURRENT LIABILITIES			
Trade and other payables		5,715,108,088	1,235,709,471
Accrued mark-up		529,439,441	423,365,310
Sales tax payable		77,792,577	79,153,171
Short term borrowings		3,191,319,724	3,932,066,154
Current portion of long term loans - secured		2,785,000,000	2,871,000,000
Current portion of lease liability against right-of-use assets		30,053,209	2,108,980
Current portion of land lease liability		1,360,000	1,360,000
Taxation - net		404,093,373	305,534,288
Unclaimed dividend		44,173,262	43,626,818
		12,778,339,674	8,893,924,192
TOTAL LIABILITIES		23,827,107,078	20,593,423,225
Contingencies and commitments	8		
TOTAL EQUITY AND LIABILITIES		67,465,959,997	57,779,968,255

The annexed notes from 1 to 17 form an integral part of these condensed interim consolidated financial statements.



Chief Executive Officer



Director




Chief Financial Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)

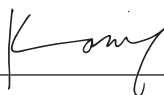
For the nine months period ended 31st March 2024

	Note	Nine months period ended		Three months period ended	
		31 March 2024	31 March 2023	31 March 2024	31 March 2023
(Rupees)					
Revenue	9	6,836,598,441	5,036,096,715	1,658,581,879	1,236,941,369
Gain / (loss) on remeasurement of investments - net		410,525,773	(599,500,154)	(1,185,705,361)	(505,863,053)
Loss on remeasurement of investment properties		(749,029)	-	-	(233,700,000)
Gain / (loss) on sale of investments - net		462,830,212	(426,744,917)	463,749,779	(192,741,968)
Gain / (loss) on sale of investments property		649,029	(2,500,000)	-	(2,500,000)
		7,709,854,426	4,007,351,644	936,626,297	302,136,348
Cost of energy sales		(1,379,477,429)	(1,459,013,749)	(416,703,142)	(701,913,442)
Administrative expenses		(965,226,948)	(677,969,897)	(312,076,802)	(249,467,442)
Other income		17,856,787	18,134,990	6,273,701	8,218,919
Finance cost		(1,428,301,928)	(1,564,845,178)	(419,715,404)	(643,371,157)
Other charges		(3,996,343)	(19,298,016)	1,655,470	(2,248)
		3,950,708,565	304,359,794	(203,939,880)	(1,284,399,022)
Share of profit of equity-accounted associates - net of tax		3,974,915,279	1,987,954,552	1,300,607,170	689,293,383
Profit before tax		7,925,623,844	2,292,314,346	1,096,667,290	(595,105,639)
Income tax expense	10	(1,300,738,337)	(610,556,405)	(220,760,150)	(151,100,146)
Profit from continuing operations		6,624,885,507	1,681,757,941	875,907,140	(746,205,785)
Discontinued operation					
Profit from discontinued operation, net of tax		-	2,575,645	-	(4,379)
Profit / (loss) for the period		6,624,885,507	1,684,333,586	875,907,140	(746,210,164)
Profit attributable to:					
Equity holders of the Parent Company - continuing operations		5,986,676,677	1,661,387,638	770,027,281	(586,754,423)
Equity holders of the Parent Company - discontinued operation		-	1,671,654	-	37,650
		5,986,676,677	1,663,059,292	770,027,281	(586,716,773)
Non-controlling interests - continuing operations		638,208,830	20,370,303	105,879,859	(159,451,362)
Non-controlling interests - discontinued operation		-	903,991	-	(42,029)
		638,208,830	21,274,294	105,879,859	(159,493,391)
		6,624,885,507	1,684,333,586	875,907,140	(746,210,164)
Earnings per share - basic & diluted					
For continuing operations		14.66	4.07	1.89	(1.44)
For discontinued operation		-	0.00	-	0.00
	13	14.66	4.07	1.89	(1.44)

The annexed notes from 1 to 17 form an integral part of these condensed interim consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

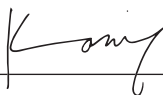
For the nine months period ended 31st March 2024

	Nine months period ended		Three months period ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	(Rupees)			
Profit / (loss) for the period	6,624,885,507	1,684,333,586	875,907,140	(746,210,164)
Other comprehensive income				
<i>Items that will not be reclassified subsequently to consolidated statement of profit or loss</i>				
Share of other comprehensive income of equity-accounted associates - net of tax	(14,965,188)	(7,975,813)	(139,748)	-
Other comprehensive loss for the period - net of tax	(14,965,188)	(7,975,813)	(139,748)	-
Total comprehensive income for the period	6,609,920,319	1,676,357,773	875,767,392	(746,210,164)
Total comprehensive income attributable to:				
Equity holders of the Parent Company - continuing operations	5,971,711,489	1,653,411,825	769,887,533	(586,754,423)
Equity holders of the Parent Company - discontinued operation	-	1,671,654	-	37,650
	5,971,711,489	1,655,083,479	769,887,533	(586,716,773)
Non-controlling interests - continuing operations	638,208,830	20,370,303	105,879,859	(159,451,362)
Non-controlling interests - discontinued operation	-	903,991	-	(42,029)
	638,208,830	21,274,294	105,879,859	(159,493,391)
	6,609,920,319	1,676,357,773	875,767,392	(746,210,164)

The annexed notes from 1 to 17 form an integral part of these condensed interim consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

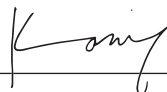
For the nine months period ended 31st March 2024

	Equity attributable to owners of the Parent Company				Non-controlling interests	Total equity	
	Issued, subscribed and paid-up share capital	Capital reserve	Revenue reserves				
			Surplus on revaluation	General reserve			Unappropriated profit
(Rupees)							
Balance as at 1 July 2022	4,083,750,000	15,432,500	4,019,567,665	23,920,777,173	32,039,527,338	3,570,144,157	35,609,671,495
Total comprehensive income for the nine months period 31 March 2023							
Profit for the period	-	-	-	1,663,059,292 (7,975,813)	1,663,059,292 (7,975,813)	21,274,294 -	1,684,333,586 (7,975,813)
Other comprehensive loss	-	-	-	1,655,083,479	1,655,083,479	21,274,294	1,676,357,773
Distribution by subsidiary	-	-	-	-	-	(349,107,891)	(349,107,891)
Transactions with owners recorded directly in equity							
Final cash dividend at the rate of Rs 4 per share for the year ended 30 June 2022	-	-	-	(1,633,500,000)	(1,633,500,000)	-	(1,633,500,000)
Acquisition of equity interest in subsidiary without change in control	-	-	-	256,306,584	256,306,584	(489,645,945)	(233,339,361)
Balance as at 31 March 2023	4,083,750,000	15,432,500	4,019,567,665	24,198,667,236	32,317,417,401	2,752,664,615	35,070,082,016
Total comprehensive income for the three months period ended 30 June 2023							
Loss for the period	-	-	-	1,755,093,796 (10,633)	1,755,093,796 (10,633)	376,978,446 -	2,132,072,242 (10,633)
Other comprehensive income / (loss)	-	-	-	1,755,083,163	1,755,083,163	376,978,446	2,132,061,609
Surplus on revaluation transferred to retained earning	-	(7,597,500)	-	7,597,500	-	-	-
	4,083,750,000	7,835,000	4,019,567,665	25,961,347,899	34,072,500,564	3,129,643,061	37,202,143,625
Acquisition of equity interest in subsidiary without change in control	-	-	-	43,288,896	43,288,896	(43,288,896)	-
Disposal of subsidiary	-	-	-	-	-	(15,598,595)	(15,598,595)
Balance as at 30 June 2023	4,083,750,000	7,835,000	4,019,567,665	26,004,636,795	34,115,789,460	3,070,755,570	37,186,545,030
Total comprehensive income for the nine months period 31 March 2024							
Profit for the period	-	-	-	5,986,676,677 (14,965,188)	5,986,676,677 (14,965,188)	638,208,830 -	6,624,885,507 (14,965,188)
Other comprehensive loss	-	-	-	5,971,711,489	5,971,711,489	638,208,830	6,609,920,319
Distribution by subsidiary	-	-	-	-	-	(157,612,430)	(157,612,430)
Balance as at 31 March 2024	4,083,750,000	7,835,000	4,019,567,665	31,976,348,284	40,087,500,949	3,551,351,970	43,638,852,919

The annexed notes from 1 to 17 form an integral part of these condensed interim consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

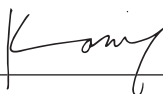
For the nine months period ended 31st March 2024

	Note	Nine months period ended	
		31 March 2024	31 March 2023
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from / (used in) operations	11	7,426,016,749	(691,944,567)
Income taxes paid		(358,548,824)	(350,185,196)
Finance cost paid		(1,234,962,207)	(939,969,088)
Mark-up received		810,123,701	608,370,554
Dividend received		646,639,519	379,064,366
Gratuity paid		(2,897,657)	(921,246)
Net cash generated from / (used in) operating activities		7,286,371,281	(995,585,177)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure incurred		(5,803,419)	(3,337,507)
Proceeds from sale of property, plant and equipment		258,779	15,000
Long term deposit and other receivable paid		(638,548)	164,863
Acquisition of long term investments		(11,379,390)	-
Acquisition of equity interest in subsidiary		-	(233,339,361)
Dividend from equity accounted investee		558,250,361	21,664,167
Net change in investment properties		(689,870,415)	1,226,988,774
Net cash (used in) / generated from investing activities		(149,182,632)	1,012,155,936
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of loan under State Bank of Pakistan scheme		-	(9,654,142)
Lease rentals paid		(39,533,738)	(23,771,423)
Repayment of long term loan		(1,474,500,000)	(1,112,250,000)
Dividend paid		-	(1,633,500,000)
Distribution by subsidiary to non-controlling interest		(157,612,430)	(349,107,891)
Net cash used in financing activities		(1,671,646,168)	(3,128,283,456)
Net change in cash and cash equivalents		5,465,542,482	(3,111,712,697)
Cash and cash equivalents at beginning of the period		(2,287,798,647)	(1,835,905,469)
Cash and cash equivalents at end of the period	12	3,177,743,835	(4,947,618,166)

The annexed notes from 1 to 17 form an integral part of these condensed interim consolidated financial statements.



Chief Executive Officer



Director



Chief Financial Officer

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

1. STATUS AND NATURE OF BUSINESS

Arif Habib Corporation Limited ("the Parent Company") was incorporated in Pakistan on 14 November 1994 as a public limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Parent Company is listed on the Pakistan Stock Exchange Limited. The principal activity of the Parent Company is to make strategic investments in subsidiary companies and associates engaged in diversified sectors and investment in other securities. The Parent Company also extends loans, advances and guarantees to its associated company / undertaking as allowed under Companies Act, 2017. The registered office of the Parent Company is situated at 2nd Floor, 23, M. T. Khan Road, Karachi, Pakistan. The Parent Company is domiciled in the province of Sindh.

- 1.1 These condensed interim consolidated financial statements of Arif Habib Corporation Limited for the nine months period ended 31 March 2024 comprise of the Parent Company and following subsidiary and associated companies (here-in-after referred to as "the Group").

Name of Companies	Note	% of Effective Shareholding
Subsidiaries		
- Arif Habib Limited, a brokerage house	1.1.1	<u>72.92%</u>
- Rayaan Commodities (Private) Limited, (formerly Arif Habib Commodities (Private) Limited), investment management of commodities [wholly owned subsidiary of Arif Habib Limited]	1.1.2	<u>72.92%</u>
- Sachal Energy Development (Private) Limited, a wind power generation company	1.1.3	<u>85.83%</u>
- Black Gold Power Limited, a coal power generation company	1.1.4	<u>100.00%</u>
Associate		
- Fatima Fertilizer Company Limited, a fertilizer company	1.1.5	<u>15.19%</u>

- 1.1.1 Arif Habib Limited (AHL) was incorporated in Pakistan on 07 September 2004 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017), as a public limited company. The shares of AHL are quoted on Pakistan Stock Exchange Limited. The registered office of AHL is situated at Arif Habib Centre, 23 M.T. Khan Road, Karachi, Pakistan. It is domiciled in the province of Sindh. AHL holds Trading Right Entitlement Certificate of Pakistan Stock Exchange Limited. The principal activities of AHL are investments, share brokerage, inter-bank brokerage, Initial Public Offer (IPO) underwriting, advisory and consultancy services.

The shareholders of the Parent Company and its subsidiary, Arif Habib Limited (AHL), in their respective Extraordinary General Meetings (EGMs) convened on December 26, 2023, approved the Scheme of Arrangement dated November 17, 2023 (the Scheme). The Scheme was in compliance with the provisions outlined in Sections 279 to 283 and 285 of the Companies Act, 2017. The primary objective of the Scheme is to effectuate the bifurcation and separation of AHL, into two distinct segments, namely the Demerged Undertaking and the Retained Undertaking (as defined under the Scheme of Arrangement). Simultaneously, it entails the merger, through amalgamation, of the Demerged Undertaking into the Company, effective from July 1, 2023.

As per the stipulations set forth in the Scheme, in consideration for this transaction, shares of the Parent Company will be issued to the shareholders of AHL (excluding Parent Company itself) based on a swap ratio of 0.8673 ordinary shares of the Parent Company for each share held in AHL on the Record Date, as defined in the Scheme.

It is imperative to note that the successful implementation of the Scheme is contingent upon obtaining necessary approvals, sanctions, consents, observations, and no-objection certificates from various stakeholders, including creditors, the Securities and Exchange Commission of Pakistan, Sindh High Court, or any other competent authority applicable to the matter. As at March 31, 2024, the petition seeking the sanctioning of the Scheme is still pending. Consequently, these condensed interim consolidated financial statements do not incorporate the potential impact of the Scheme.

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

- 1.1.2** Rayaan Commodities (Private) Limited (RCPL), (formerly Arif Habib Commodities (Private) Limited), was incorporated on 2 April 2012 as a private limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The registered office of RCPL is located at Arif Habib Centre, 23, M.T. Khan Road, Karachi. The principal activity of RCPL is to effectively manage investment portfolios in commodities. RCPL is a wholly owned subsidiary of Arif Habib Limited. RCPL holds license of Pakistan Mercantile Exchange (PMEX).
- 1.1.3** Sachal Energy Development (Private) Limited (SEDPL) was incorporated in Pakistan on 20 November 2006 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). SEDPL's registered office is located at Plot no 1, Ranjha Plaza, sector F-10/2, Tariq Market, Islamabad, Pakistan. The principal activity of SEDPL upon commencement of commercial operation is to generate and sell electricity upto 49.5 MW. SEDPL has achieved Commercial Operation Date ("COD") for its 49.5 MW wind power generation facility on 11 April 2017. The wind power plant is located in Jhampir, district Thatta, Sindh for which Alternative Energy Development Board ("AEDB") has allocated 680 acres of land to SEDPL under a sublease agreement.
- 1.1.4** Black Gold Power Limited (BGPL) is a public unlisted limited company, incorporated on 8 December 2016 in Pakistan under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). BGPL's registered office is situated at Arif Habib Centre, 23, M.T Khan Road, Karachi. BGPL intends to carry on all or any of the business of generating, purchasing, importing, transforming, converting, distributing, supplying, exporting and dealing in electricity and all other forms of energy products or services.
- 1.1.5** Fatima Fertilizer Company Limited (FFCL) was incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) and is listed on Pakistan Stock Exchange. Fatimafert Limited, Fatima Cement Limited, Fatima Packaging Limited and Pan-Africa Fertilizers Limited are wholly owned subsidiaries of the FFCL. Fatimafert Limited, Fatima Cement and Fatima Packaging Limited are incorporated in Pakistan under the Companies Act, 2017 and Pan Africa Fertilizers Limited is incorporated in Kenya. The principal activity of the FFCL and its subsidiaries is manufacturing, producing, buying, selling, importing and exporting fertilizers, chemicals, cement and polypropylene sacks, cloth, liner & bags. The registered office of the FFCL, Fatimafert Limited, Fatima Packaging Limited and Fatima Cement Limited is situated at E-110, Khayaban-e-Jinnah, Lahore Cantt, whereas the registered office of Pan Africa Fertilizers Limited is situated at Westlands District, Nairobi, Kenya. The manufacturing facilities of the FFCL are located at Mukhtargarh - Sadiqabad, Khanewal Road - Multan and Chichoki Mallian - Sheikhpura, Pakistan.

The Parent company has its representation on the Board of FFCL and accordingly treated as an 'Associate'."

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim consolidated 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 comprises 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 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 directives issued under the Companies Act, 2017 have been followed.

- 2.2** These condensed interim consolidated financial statements are unaudited and do not include all the information required for full annual financial statements and should be read in conjunction with the annual audited consolidated financial statements of the Group as at and for the year ended 30 June 2023.

2.3 Basis of measurement

These condensed interim consolidated financial statements have been prepared under the historical cost convention, except as stated otherwise and should be read in conjunction with the audited annual consolidated financial statements of the Group as at and for the year ended 30 June 2023.

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

2.4 Functional and presentation currency

These condensed interim consolidated financial statements are presented in Pakistan Rupees which is the Group's functional currency and presentation currency.

3. ACCOUNTING POLICIES

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

a) New standards, interpretations and amendments adopted by the Group

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

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

There are certain amendments and interpretations to the accounting and reporting standards that will be mandatory for the Group's annual accounting periods beginning on or after 1 July 2024. However, these will not have any impact on the Group's financial reporting and, therefore, have not been disclosed in these condensed interim consolidated financial statements.

4. ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

4.1 The preparation of these condensed interim consolidated financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reporting amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience. Actual results may differ from these estimates.

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

4.3 The financial risk management objectives and policies are consistent with those disclosed in the annual audited consolidated financial statements of the Group as at and for the year ended 30 June 2023.

5. PROPERTY, PLANT AND EQUIPMENT

Capital expenditure incurred during the period amounted to Rs. 5.80 million (30 June 2023: 8.15 million). The exchange gain of Rs. 262 million (30 June 2023: exchange loss of Rs. 3,796 million) has also been recognised. Further, assets having written down value of Rs. 0.56 million (30 June 2023: 0.182 million) were disposed off during the period.

6. EQUITY ACCOUNTED INVESTEEES

	Note	Unaudited 31 March 2024	Audited 30 June 2023
		(Rupees)	
Fatima Fertilizer Company Limited (FFCL)	6.1	19,444,456,473	16,042,756,743

6.1 Investment in FFCL (quoted) represents 319 million (30 June 2023: 319 million) fully paid ordinary shares of Rs. 10 each, representing 15.19% (30 June 2023: 15.19%) of FFCL's paid up share capital as at 31 March 2024. Fair value per share as at 31 March 2024 is Rs. 39.68 (30 June 2023: Rs. 29.81) which is based on quoted share price on stock exchange at reporting date.

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

7. SHORT TERM INVESTMENTS

	Note	Unaudited 31 March 2024	Audited 30 June 2023
(Rupees)			
Equity securities - at fair value through profit and loss	7.1	6,441,489,964	6,377,779,240
Debt securities - at fair value through profit and loss		68,573,557	275,138,636
		6,510,063,521	6,652,917,876

7.1 These includes investments in related parties, namely, Aisha Steel Mills Limited, Power Cement Limited, Javedan Corporation Limited and Safemix Concrete Limited.

7.2 Fair value of short term investments pledged with various banking companies against various finance facilities availed by the Group amounts of Rs. 6,199.12 million (30 June 2023: Rs. 8,029.47 million).

8. CONTINGENCIES AND COMMITMENTS

8.1 There are no other changes in the status of contingencies and commitments as disclosed in the preceding annual audited consolidated financial statements as at and in the year ended 30 June 2023 except for the following:

Parent Company

8.1.1 Further pledged 0.45 million shares of Fatima Fertilizer Company Limited with various banks for running finance facilities obtained by Arif Habib Limited, a subsidiary company.

8.1.2 The exposure against corporate guarantee on behalf of the subsidiary company, Sachal Energy Development (Private) Limited, has been reduced by USD 5 million. The total exposure has been reduced to USD 35 million (equivalent to Rs. 9,720 millions) out of USD 100 million due to timely repayment of loan.

AHL, Subsidiary Company

8.2 Following commitments are outstanding:

	Unaudited 31 March 2024	Audited 30 June 2023
(Rupees)		
- Outstanding Settlements against Marginal Trading contracts	372,979,817	226,651,180
- Outstanding Settlements against sale / (purchase) of securities in regular market	541,093,029	151,314,528
- Financial guarantee given by a commercial bank on behalf of AHL	750,000,000	750,000,000
- Against purchase of investment property	75,000,000	75,000,000

	Unaudited			
	Nine months period ended		Three months period ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
----- (Rupees) -----				
9. REVENUE				
Revenue from sale of energy - net	4,615,732,392	3,284,301,386	1,026,349,385	815,369,524
Mark-up income on loans and advances	285,064,122	237,698,965	67,958,710	107,094,084
Mark-up income on corporate debt securities	35,164,348	188,996,306	11,296,589	75,923,562
Dividend income	748,360,144	379,064,366	102,771,387	30,456,398
Brokerage income	594,502,821	371,865,134	206,624,439	133,291,804
Mark-up income on bank deposits	310,925,177	239,250,449	130,075,062	48,265,431
Guarantee Commission income	1,527,287	1,612,602	(2,354,839)	537,534
Underwriting, consultancy and placement commission	120,749,928	294,132,522	72,654,280	16,197,593
Unwinding of interest of debt instrument	82,152,412	-	28,218,965	-
Mark-up income on margin financing	42,419,810	39,174,985	14,987,901	9,805,439
	6,836,598,441	5,036,096,715	1,658,581,879	1,236,941,369

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

	Unaudited			
	Nine months period ended		Three months period ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
10. TAXATION	----- (Rupees) -----			
Current	461,888,615	372,691,022	70,090,121	173,310,008
Prior	(4,780,706)	3,035,672	-	-
Deferred	843,630,428	234,829,711	150,670,029	(22,209,862)
	1,300,738,337	610,556,405	220,760,150	151,100,146

	Note	Unaudited	
		Nine months period ended	
		31 March 2024	31 March 2023
11. CASH GENERATED FROM / (USED IN) OPERATIONS		(Rupees)	
Profit before tax	11.1	7,925,623,844	2,295,659,340
Adjustments for:			
Depreciation		1,039,524,059	830,461,593
Amortisation of intangible assets		209,538	22,086,613
Dividend income		(748,360,144)	(379,064,366)
Loss on sale of property, plant and equipment		302,588	15,295
Unrealised (gain) / loss on remeasurement of investments		(410,525,773)	599,500,154
Share of profit of equity-accounted associates - net of tax		(3,974,915,279)	(1,987,954,552)
Mark-up income		(631,153,647)	(665,945,720)
Unwinding of interest income on debt instrument		(82,152,412)	-
Amortisation of land lease rent		(45,618)	(50,398)
Amortisation of transaction cost		69,002,561	84,225,739
Interest expense on lease		18,263,029	2,712,031
Finance cost		1,359,299,367	1,480,619,439
Provision for gratuity		6,704,610	6,512,079
Gain on Termination of lease		-	(229,512)
Provision for expected credit losses		1,754,955	19,265,018
Exchange loss / (gain) on foreign currency translation		504,476	(903,862)
Mark up on reverse repo transactions		(7,921,244)	(6,441,240)
Reversal of Impairment Loss		-	(6,441,895)
(Gain) / loss on sale of investments property		(649,029)	2,500,000
Loss on remeasurement of investment properties		749,029	-
		(3,359,408,934)	866,416
Operating profit before working capital changes		4,566,214,910	2,296,525,756
Changes in working capital:			
<i>(Increase) / decrease in current assets</i>			
Inventory property		-	(1,565,794,998)
Trade debts		(732,123,234)	(667,756,545)
Loans and advances		(1,585,472,207)	(1,363,436,635)
Deposits and prepayments		(482,587,246)	49,857,704
Accrued mark-up and other receivables		710,567,929	101,949,750
Short term investments		553,380,128	228,099,239
Receivable under margin trading system		(2,246,591)	(597,424)
Receivable against sale of securities		(79,812,246)	(17,051,406)
Assets held for sale		-	80,997,985
		(1,618,293,467)	(3,153,732,330)
<i>Increase / (Decrease) in current liabilities</i>			
Trade and other payables		4,477,548,862	180,938,198
Payable against sale of securities - net		-	(21,078,278)
Unclaimed dividend		546,444	5,402,087
		4,478,095,306	165,262,007
Cash generated from / (used in) operations		7,426,016,749	(691,944,567)

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

Transactions with related parties during the period other than those disclosed elsewhere in these condensed interim consolidated financial statements are given below:

Name of the related party	Transactions during the period	Unaudited Nine months period ended	
		31 March 2024	31 March 2023
		(Rupees)	
Associate			
Fatima Fertilizer Company Limited	Dividend income / received	558,250,361	-
	Mark-up income on loan	146,295,011	108,792,370
	Mark-up received	232,522,257	99,343,079
Associated companies by virtue of common directorship and other related parties			
Aisha Steel Mills Limited	Mark-up on loan	35,247,193	120,830,846
	Mark-up received	85,233,587	68,996,265
	Loan extended	2,640,000,000	5,745,000,000
	Loan repaid	2,668,433,492	4,578,433,492
	Guarantee commission income	1,019,172	976,842
	Guarantee commission received	1,103,832	976,842
Javedan Corporation Limited	Mark-up on loan	103,521,918	7,495,890
	Mark-up received	93,744,762	-
	Mark-up paid	223,440,702	164,853,038
	Loan received	-	750,000,000
	Loan repaid	5,416,250,000	-
	Dividend income	223,440,702	152,244,468
	Brokerage commission earned	-	86,918
	Loan extended	5,000,000,000	200,000,000
Arif Habib Equity (Private) Limited	Brokerage commission earned	857,821	197,716
Power Cement Limited	Guarantee commission income	663,310	635,760
	Guarantee commission received	690,860	635,760
	Mark-up received	-	16,179,794
Safe Mix Concrete Limited	Mark-up on loan	-	579,859
	Loan extended	-	18,118,274
	Loan repaid	-	2,740,984
	Purchases of construction material	-	17,106,833
Globe Residency REIT	Dividend income / received	280,756,633	-
Rotocast Engineering Company (Private) Limited	Payment of rent and sharing of utilities, insurance and maintenance charges	48,280,670	16,536,220
	Brokerage commission earned	-	284,286
Arif Habib Securities Limited - Employees Provident Fund	Company's Contribution	2,797,764	2,498,456
Arif Habib Limited - Employees Provident Fund Trust	Company's Contribution	7,508,137	7,939,555

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

Name of the related party	Transactions during the period	Unaudited Nine months period ended	
		31 March 2024	31 March 2023
		(Rupees)	
Key management personnel			
Mr. Arif Habib (CEO of Parent Company)	Dividend paid Brokerage commission earned	3 4,191,486	1,315,683,868 2,244,391
Mr. Samad A. Habib (Director of Parent Company)	Meeting fee paid Brokerage commission earned Dividend paid	250,000 31,325 -	- 663,932 4,024
Mr. Asadullah Khawaja (Director of Parent Company)	Meeting fee paid Dividend paid	200,000 -	150,000 324,024
Ms. Zeba Bakhtiar (Director of Parent Company)	Meeting fee paid Dividend paid	200,000 -	150,000 400
Mr. Nasim Beg (Director of Parent Company)	Meeting fee paid Dividend paid	250,000 -	- 8,312
Mr. Muhammad Ejaz (Director of Parent Company)	Meeting fee paid Dividend paid	350,000 -	- 484
Mr. Muhammad Kashif (Director of Parent Company)	Brokerage commission earned Meeting fee paid Dividend paid	6,500 350,000 -	- - 141,160
Mr. Khawaja Najam Ud Din Roomi (Director of Parent Company)	Meeting fee paid	275,000	-
Mr. Khawaja Jallaluddin (ex Director of Parent Company)	Meeting fee paid Dividend paid	- -	225,000 12,946,000
Mr. Zafar Alam (Chairman of subsidiary company)	Brokerage Commission earned Meeting fee paid Dividend paid	196,897 150,000 187,500	75,941 100,000 -
Mr. Muhammad Shahid Ali (CEO of Subsidiary Company)	Brokerage commission earned Dividend paid	10,497,256 2,412	7,789,494 -
Ms. Sharmin Shahid (Director of Subsidiary Company)	Meeting fee paid Dividend paid	150,000 3,020	100,000 -
Ms. Nida Ahsan (Director of Subsidiary Company)	Brokerage commission earned Meeting fee paid Dividend paid	59,769 150,000 3,020	631,778 100,000 -
Mr. Mohsin Madni (CFO of Parent Company and Director of Subsidiary Company)	Brokerage commission earned Dividend paid	108,637 1,375	13,713 -
Mr. Muhammad Haroon (Director of Subsidiary Company)	Brokerage commission earned Meeting fee paid Dividend paid	389,588 225,000 4,280	160,732 50,000 -
Mr. Sohail Salat (Director of Subsidiary Company)	Meeting fee paid Dividend paid	225,000 1,650	100,000 -

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

Name of the related party	Transactions during the period	Unaudited Nine months period ended	
		31 March 2024	31 March 2023
		(Rupees)	
Mr. Kashif Mateen Ansari (CEO of Subsidiary Company)	Dividend paid Royalty paid	113,383,728 160,000,000	- -
<i>Remuneration of chief executive officer, directors, key management personnel and executives</i>			
- Salaries and other benefits		235,490,842	158,155,029
- Contribution to provident funds		5,009,677	5,019,458
- Gratuity (Provision)		2,558,285	3,057,971
Name of the related party	Nature of balance	(Unaudited) 31 March 2024	(Audited) 30 June 2023
(Rupees)			
Balances as at:			
Aisha Steel Mills Limited	Long term loan (LTL)	78,103,657	106,537,149
	Mark-up receivable - LTL	5,695,839	71,242,617
	Mark-up receivable - STL	385,151	-
	Commission on guarantee receivable	283,284	367,944
Power Cement Limited	Commission on guarantee receivable	211,920	239,470
Fatima Fertilizer Company Limited	Short term Loan	-	813,153,536
	Mark-up receivable	-	86,227,246
Javedan Corporation Limited	Receivable against sale of investment property	-	5,126,734
	Loan receivable	-	966,250,000
	Mark up receivable	1,730,292	30,690,166
	Balance receivable at period end	267,692	244,692
Rotocast Engineering Company (Private) Limited	Payable against monthly expense contribution	977,123	1,024,446
	Prepaid rent	8,186,340	-
	Balance receivable	26,475	13,978
Arif Habib Equity (Private) Limited	Balance receivable	47,386	-
Globe Residency REIT	Advance against committed sale of investment property	946,119,429	248,749,014
Signature Residency REIT	Units receivable of REIT	-	133,298,960
Rahat Residency REIT	Units receivable of REIT	325,000,000	325,000,000
	Receivable against sale of investment property	326,630,000	804,075,000

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

Name of the related party	Nature of balance	(Unaudited)	(Audited)
		31 March 2024	30 June 2023
		(Rupees)	
Key Management Personnel			
Mr. Arif Habib (CEO of the Parent Company)	Balance receivable	-	23,238
	Mark-up payable	4,723,973	4,723,973
	Balance payable	614,243	-
Zafar Alam (Chairman of subsidiary company)	Balance payable	158,838	3,726
	Meeting Fee Payable	-	50,000
Muhammad Shahid Ali (CEO of Subsidiary Company)	Balance payable	228,266,381	60,409,046
Muhammad Haroon (Director of subsidiary company)	Balance payable	172,884	302,869
	Meeting Fee Payable	-	75,000
Sharmin Shahid (Director of subsidiary company)	Balance receivable	33,253	4,186
	Meeting Fee Payable	-	50,000
Nida Ahsan (Director of subsidiary company)	Balance receivable	-	684
	Meeting Fee Payable	-	50,000
	Balance payable	6,050,353	24,641
Mohsin Madni (CFO Parent Company & Director Subsidiary Company)	Balance payable	619,643	109,517
Samad A. Habib (Director of Parent Company)	Balance receivable	472,346	576,799
Kashif A. Habib (Director of Parent Company)	Balance payable	244	1,879
Muhammad Sohail Salat (Director of Subsidiary Company)	Balance receivable	1,899	1,199
	Meeting Fee Payable	-	75,000

16. REPORTABLE SEGMENTS


16.1 The group has four reportable segments: Capital Market Operations, Brokerage, Energy Development and Others. The capital market operations' segment is principally engaged in trading of equity securities and maintaining strategic and trading portfolios. The brokerage segment is principally engaged in brokerage, underwriting, corporate consultancy, research and corporate finance services. The energy development is principally engaged in energy development. Others includes assets of multi commodities entities.

16.2 The accounting policies of the operating segments are the same as those described in the summary of significant accounting policies in the annual audited consolidated financial statements for the year ended 30 June 2023. The group evaluates performance on the basis of profit or loss from operations before tax expense not including non-recurring gains and losses and foreign exchange gains and losses. The group accounts for intersegment sales and transfers as if the sales or transfers were to third parties, i.e. at current market price unless disclosed otherwise.

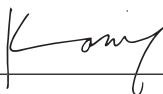
Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the nine months period ended 31st March 2024

- 16.3** The group's reportable segments are strategic business units that offer different products and services. They are managed separately because each business requires different technology, professional skills and marketing strategies. Most of the businesses were acquired as individual units, and the management at the time of the acquisition was retained.
- 16.4** The group does not allocate tax expense / tax income or non-recurring gains and losses to reportable segments. In addition, not all reportable segments have material non-cash items other than depreciation, amortisation and remeasurement of equity and debt instruments in profit or loss.
- 17. DATE OF AUTHORISATION FOR ISSUE**
- 17.1** These condensed interim consolidated financial statements have been authorised for issue on 25th April 2024 by the Board of Directors of the Parent Company.



Chief Executive Officer



Director



Chief Financial Officer



Arif Habib Corp

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