

# Agriauto Industries Limited

Condensed Interim Financial Statements  
For the Period and Quarter Ended December 31, 2023  
(Un-audited)



# Company Information

## BOARD OF DIRECTORS

|                    |                        |
|--------------------|------------------------|
| Yutaka Arae        | Chairman               |
| Fahim Kapadia      | Chief Executive        |
| Hamza Habib        | Non Executive Director |
| Salman Burney      | Non Executive Director |
| Sohail P. Ahmed    | Non Executive Director |
| Ayesha T. Haq      | Independent Director   |
| Aqueel E. Merchant | Independent Director   |

## BOARD AUDIT AND RISK MANAGEMENT COMMITTEE

|                    |          |
|--------------------|----------|
| Aqueel E. Merchant | Chairman |
| Sohail P. Ahmed    | Member   |
| Ayesha T. Haq      | Member   |

## HUMAN RESOURCE AND REMUNERATION COMMITTEE

|                    |          |
|--------------------|----------|
| Aqueel E. Merchant | Chairman |
| Salman Burney      | Member   |
| Sohail P. Ahmed    | Member   |
| Yutaka Arae        | Member   |
| Fahim Kapadia      | Member   |

## CHIEF FINANCIAL OFFICER

Tariq Iqbal Bawani

## COMPANY SECRETARY

Shaharyar Ashraf Khan

## AUDITORS

A.F. Ferguson and Co. Chartered Accountants

## SHARE REGISTRAR

FAMCO Share Registration Services (Pvt.) Limited  
8-F, Next to Hotel Faran, Nursery,  
Block-6, P.E.C.H.S.,  
Shahrah-e-Faisal, Karachi.  
Tel: 34380101-5, 34384621-3

## BANKERS

Bank Al-Habib Limited  
Dubai Islamic Bank Pakistan Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
MCB Bank Limited  
Meezan Bank Limited  
National Bank of Pakistan  
Standard Chartered Bank (Pakistan) Limited  
The Bank of Punjab  
United Bank Limited

## REGISTERED OFFICE

5th Floor, House of Habib  
3 JCHS, Main Shahrah-e-Faisal,  
Karachi.

Website: [www.agriauto.com.pk](http://www.agriauto.com.pk)

Email: [info@agriauto.com.pk](mailto:info@agriauto.com.pk)

## FACTORY

**Agriauto Industries Limited**  
Mouza Baroot, Hub Chowki,  
Distt. Lasbella, Balochistan.

**Agriauto Stamping Company (Pvt.) Ltd**  
DSU-12B, Down Stream Industrial Estate  
Pakistan Steel, Bin Qasim, Karachi.

## DIRECTORS' REVIEW REPORT

On behalf of the Board of Directors of the Company, we are pleased to present the financial performance of your Company for the half year ended December 31, 2023.

### THE BOARD OF DIRECTORS

The Board of Directors of the Company as at the reporting date is as follows:

|  |                        |
|--|------------------------|
| 1. Mr. Yutaka Arae – Chairman          | Non-executive Director |
| 2. Mr. Fahim Kapadia – Chief Executive | Executive Director     |
| 3. Mr. Hamza Habib                     | Non-executive Director |
| 4. Mr. Sohail P. Ahmed                 | Non-executive Director |
| 5. Mr. Salman Burney                   | Non-executive Director |
| 6. Ms. Ayesha T. Haq                   | Independent Director   |
| 7. Mr. Aqueel E. Merchant              | Independent Director   |

### Financial Highlights

#### Consolidated

|                      | Rs. in million          |        |
|----------------------|-------------------------|--------|
|                      | Six months period ended |        |
|                      | 2023                    | 2022   |
| Revenue – net        | 3,380                   | 4,478  |
| Loss before tax      | (180)                   | (118)  |
| Taxation             | 3                       | (42)   |
| Loss after tax       | (177)                   | (160)  |
| Loss per share (Rs.) | (4.92)                  | (4.45) |

Consolidated turnover for the half year ended December 31, 2023 decreased from Rs. 4.47 billion to Rs. 3.38 billion compared to corresponding period last year, reflecting a reduction of 24.5%. This decline is mainly attributed to a substantial drop in demand of passenger cars due to prevailing challenging economic conditions. Passenger car segment witnessed a drop of 57% (CY 30,786 vs LY 71,378) in production as compared to same period last year and the Two Wheeler segment dropped by 13.6% (CY 543,773 vs LY 629,510) whereas Tractor segment increased by 67% (CY 23,610 vs LY 14,094).

#### Standalone

|                                   | Rs. in million          |       |
|-----------------------------------|-------------------------|-------|
|                                   | Six months period ended |       |
|                                   | 2023                    | 2022  |
| Revenue - net                     | 2,412                   | 2,839 |
| (Loss) / profit before tax        | (82)                    | 62    |
| Taxation                          | (11)                    | (20)  |
| (Loss) / profit after tax         | (93)                    | 42    |
| (Loss) / earnings per share (Rs.) | (2.58)                  | 1.16  |

Turnover for the six months ended December 31, 2023 remained Rs. 2.4 billion, a decrease of 15%, compared to Rs. 2.8 billion last year. Resultantly, the Company made a loss after tax of Rs. 93 million as compared to a profit after tax of Rs. 42 million in the corresponding period last year.

#### Business Overview

The automotive sector in Pakistan continues to face challenges, with the State Bank of Pakistan (SBP) having removed the majority of restrictions on the import of Completely Knocked Down (CKD) vehicle parts. Despite this, commercial banks are diligently monitoring CKD imports. The past fiscal measures, especially those related to CKD imports, along with factors like inflation, fuel costs, and increased financing rates, have led to a significant decrease in overall demand within the automotive industry.



However, recent actions by the interim government to combat smuggling and stockpiling, aimed at stabilizing the national currency, have proven effective. The crackdown on smuggling has played a crucial role in stabilizing the Pakistani Rupee (PKR), which is now hovering around 280 PKR to 1 USD. The Government of Pakistan's measures to discourage the hoarding of foreign currency have strengthened the currency, instilling confidence in the country's economic prospects.

In the midst of these developments, it's noteworthy that the State Bank has opted to maintain the key interest rate due to inflation stemming from increased natural gas prices. Additionally, the recent launch of hybrid cars by Japanese OEMs is expected to contribute positively to the business environment of the automotive sector, providing further opportunities for growth and development.

### **Agriauto Stamping Company (Pvt.) Limited (ASC)**

ASC continued to concentrate and excel in its core capability of stamping of high-tensile sheet metal parts. As part of its diversification strategy, Agriauto Stamping Company is actively pursuing and securing new product developments to enhance sustainability and improve profitability in the future. In a recent development, Agriauto Stamping Company has successfully secured an order for Press Dies destined for export to the African Region, further expanding its global reach. This strategic move aligns with the company's commitment to diversification and growth.

Simultaneously, the company has completed the installation of a new Press line 1000-800-500-500, enhancing its production capabilities. The welding assembly line for an upcoming new model has been effectively expanded, accompanied by the addition of necessary utilities to meet specific requirements. The total investment amount was 1.03 billion for these projects. The recently finished installation of tandem lines, now totaling two full tandem lines with four press machines each, significantly boosts the plant capacity for press parts. This expansion project positions Agriauto Stamping Company for continued success and increased market competitiveness.

In the end, we would like to express our sincerest appreciation to all our Customers, Dealers, Bankers, and foreign technical collaborators for their unabated support and confidence reposed in the Company. We are also thankful to all our employees who have worked diligently for the progress of the Company.

On behalf of the Board of Directors.



Fahim Kapadia  
Chief Executive



Salman Burney  
Non-Executive Director

Dated: February 7, 2024

## ڈائریکٹرز کی جائزہ رپورٹ

31 دسمبر 2023ء کو اختتام پذیر نصف سال کے لئے کمپنی کے بورڈ آف ڈائریکٹرز کی جانب سے ہم آپ کی کمپنی کی مالیاتی کارکردگی ازراہ مسرت پیش کرتے ہیں۔

### بورڈ آف ڈائریکٹرز

تاریخ رپورٹنگ تک کمپنی کے بورڈ آف ڈائریکٹرز کی تفصیل حسب ذیل ہے:

1. جناب یوٹا کا آرائے - چیئرمین
2. جناب فہیم کپاڈیا - چیف ایگزیکٹو
3. جناب حمزہ حبیب
4. جناب سہیل پی۔ احمد
5. جناب سلمان برنی
6. مس عائشہ ٹی۔ حق
7. جناب عقیل ای۔ مرچنٹ

مالیاتی خلاصہ

مجموعی

ملین روپوں میں

اختتام پذیر ششماہی

| 2022   | 2023   |                     |
|--------|--------|---------------------|
| 4,478  | 3,380  | فروخت - خالص        |
| (118)  | (180)  | نقصان قبل از ٹیکس   |
| (42)   | 3      | ٹیکسیشن             |
| (160)  | (177)  | نقصان بعد از ٹیکس   |
| (4.45) | (4.92) | فی حصص خسارہ (روپے) |

31 دسمبر 2023ء کو اختتام پذیر نصف سال کے لئے مجموعی فروخت میں گذشتہ برس کی اسی مدت کے دوران 4.47 بلین روپے کے مقابلے میں 3.38 بلین روپے یعنی 24.5 فیصد کمی واقع ہوئی۔ اس کمی کو حالیہ مشکل ترین مالیاتی حالات کے باعث مسافر گاڑیوں کی طلب میں نمایاں کمی سے منسوب کیا جاتا ہے۔ مسافر گاڑیوں کے شعبہ کی پیداوار میں گذشتہ برس کی اسی مدت کے مقابلے میں 57 فیصد کمی واقع ہوئی (CY 30,786 بنام LY 71,378) اور ٹو ویلر اور ٹریکٹر کے شعبہ کی پیداوار میں بالترتیب 13.6 فیصد (CY 543,773 بنام LY 629,510) اور 67 فیصد (CY 23,610 بنام LY 14,094) کمی واقع ہوئی۔

انفرادی

ملین روپوں میں

اختتام پذیر ششماہی

| 2022   | 2023   |                           |
|--------|--------|---------------------------|
| 2,839  | 2,412  | فروخت - خالص              |
| 62     | (82)   | (نقصان) / نفع قبل از ٹیکس |
| (20)   | (11)   | ٹیکسیشن                   |
| 42     | (93)   | (نقصان) / نفع بعد از ٹیکس |
| (1.16) | (2.58) | فی حصص خسارہ (روپے)       |

31 دسمبر 2023ء کو اختتام پذیر نصف سال کے لئے فروخت 2.4 بلین روپے رہی جو گذشتہ برس میں 2.8 بلین روپے کے مقابلے میں 15 فیصد کم ہے۔ نتیجتاً، کمپنی نے گذشتہ برس کی اسی مدت میں 42 ملین روپے نفع علاوہ ٹیکس کے مقابلے میں 93 ملین روپے خسارہ علاوہ ٹیکس درج کیا۔

کاروباری جائزہ

پاکستان کا آٹوموٹیو شعبہ مشکلات کا مسلسل سامنا کر رہا ہے جب کہ اسٹیٹ بینک آف پاکستان (SBP) نے مکمل ناکڈ آؤٹ (CKD) ویہکل پارٹس کی درآمد پر پابندیوں کو کافی حد تک ختم کر دیا ہے۔ اس کے باوجود، کمرشل بینک CKD درآمدات پر کڑی نگرانی رکھے ہوئے ہیں۔ خصوصاً CKD درآمدات کی بابت سابقہ مالیاتی اقدامات اور منہگائی، ایندھن کی لاگت اور قرض کی شرح میں اضافہ نے آٹوموٹیو انڈسٹری میں مجموعی طلب میں نمایاں کمی پیدا کی ہے۔

البتہ، ملکی کرنسی کو مستحکم کرنے کے لئے سمگلنگ اور ذخیرہ اندوزی سے نپٹنے کے لئے نگران حکومت کے حالیہ اقدامات انتہائی مؤثر ثابت ہوئے ہیں۔ سمگلنگ پر کریک ڈاؤن نے پاکستانی روپے (PKR) کو مستحکم کرنے میں اہم کردار ادا کیا جو اس وقت 280 روپے فی ڈالر کے آس پاس ہے۔ غیر ملکی کرنسی کی ذخیرہ اندوزی کو جڑ سے مٹانے کے لئے حکومت پاکستان کے اقدامات نے کرنسی کو مستحکم کیا ہے جس سے ملک کی معیشت میں اعتماد کی فضا پیدا ہوئی ہے۔

اس پیش رفت میں، یہاں یہ بات قابل ذکر ہے کہ اسٹیٹ بینک نے قدرتی گیس کی قیمتوں میں اضافے کے باعث منہگائی کی وجہ سے بنیادی انٹرسٹ ریٹ کو برقرار رکھنے کا فیصلہ کیا ہے۔ علاوہ ازیں، جاپانی OEM کی جانب سے حالیہ متعارف کرائی گئی ہائبرڈ گاڑیوں کی وجہ سے آٹوموٹیو انڈسٹری کے کاروباری ماحول پر مثبت اثرات مرتب ہونے کی توقع ہے جس سے نمو اور ترقی کے مزید مواقع پیدا ہوں گے۔

## ایگری آٹو اسٹیپنگ کمپنی (پرائیویٹ) لمیٹڈ (ASC)

ASC ہائی ٹیکنالوجی شیفٹ میٹل پارٹس کی سٹامپنگ کی اپنی بنیادی استعداد کے ساتھ اپنے قدم جمارہی ہے۔ تنوع کے لئے اپنی حکمت عملی کے طور پر، ایگری آٹو اسٹیپنگ کمپنی نئی مصنوعات کی تیاری میں تیز رفتاری سے کام کر رہی ہے تاکہ مستقبل میں پائیداری کو بڑھایا جاسکے اور منافع میں بہتری لائی جاسکے۔ ایک حالیہ پیش رفت میں، ایگری آٹو اسٹیپنگ کمپنی افریقی خطے میں استعمال کے لئے پریس ڈائیز کا ایک آرڈر حاصل کرنے میں کامیاب ہوئی ہے جس سے یہ عالمی سطح پر بھی اپنے قدم جمارہی ہے۔ یہ اسٹریٹجک اقدام تنوع اور نمو کے لئے کمپنی کے عزم کی عکاسی کرتا ہے۔

اسی طرح سے کمپنی نے اپنی پیداواری استعداد میں اضافہ کرتے ہوئے 1000-800-500-500 کی نئی پریس لائن کامیابی سے نصب کی ہے۔ اگلے نئے ماڈل کے لئے ویلڈنگ اسمبلی لائن کو موثر انداز میں پھیلا دیا گیا ہے جو درکار اضافی سہولیات سے لیس ہے تاکہ مخصوص ضروریات کو پورا کیا جاسکے۔ ان منصوبوں کے لئے سرمایہ کاری کی کل مالیت 1.03 بلین روپے تھی۔ ٹینڈم لائنز کی حالیہ تنصیب سے چار پریس مشینوں کے ساتھ دو مکمل ٹینڈم لائنز ہو گئی ہیں جس سے پریس پارٹس کے لئے پلانٹ کی استعداد میں نمایاں اضافہ ہوا ہے۔ یہ توسیعی منصوبہ ایگری آٹو اسٹیپنگ کمپنی کو مسلسل کامیابی اور مارکیٹ میں مقابلہ سازی کے لئے تیار کرتا ہے۔

آخر میں، ہم اپنے تمام صارفین، ڈیلرز، بینکرز اور غیر ملکی تکنیکی معاونین کی لاثانی سپورٹ اور کمپنی پر اپنے اعتماد کے لئے خلوص نیت سے خراج تحسین پیش کرنا چاہتے ہیں۔ ہم اپنے تمام ملازمین کا بھی شکریہ ادا کرتے ہیں جنہوں نے کمپنی کی ترقی کے لئے انتھک محنت کی۔

منجانب بورڈ آف ڈائریکٹرز



سلمان برنی  
نان ایگزیکٹو ڈائریکٹر



فہیم کھاڈیا  
چیف ایگزیکٹو

تاریخ: 7 فروری، 2024ء



**AGRIAUTO INDUSTRIES LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM**  
**FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS PERIOD**  
**ENDED DECEMBER 31, 2023**



INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Agriauto Industries Limited  
Report on review of Interim Financial Statements

**Introduction**

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of **Agriauto Industries Limited (the Company)** as at December 31, 2023 and the related unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity, and unconsolidated condensed interim statement of cash flows, and notes to the unconsolidated condensed interim financial statements for the six-months period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review. The figures for the three months period ended December 31, 2023 and December 31, 2022 in the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income and relevant notes have not been reviewed and we do not express a conclusion on them.

**Scope of Review**

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

**Other matter**

The unconsolidated condensed interim financial statements of the Company for the six-months period ended December 31, 2022 and the unconsolidated financial statements for the year ended June 30, 2023 were reviewed and audited respectively by another firm of Chartered Accountants who had expressed an unqualified conclusion and opinion thereon vide their reports dated February 24, 2023 and September 7, 2023 respectively.

The engagement partner on the review resulting in this independent auditor's review report is **Khattab Muhammad Akhi Baig**.


A. F. Ferguson & Co.  
Chartered Accountants  
Karachi  
Dated: February 16, 2024  
UDIN: RR202310081Z8wrMGu2C



AGRIAUTO INDUSTRIES LIMITED  
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION  
AS AT DECEMBER 31, 2023

|  | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|--|--------------------------------------|-------------------------------|
| Note   | (Rupees in '000)                     |                               |
| <b>ASSETS</b>  |                                      |                               |
| <b>NON-CURRENT ASSETS</b>  |                                      |                               |
| Property, plant and equipment  | 5 1,904,507                          | 1,859,965                     |
| Right-of-use assets  | 873                                  | 2,227                         |
| Intangible assets  | 43,421                               | 54,459                        |
| Long-term investment   | 1,144,006                            | 1,144,006                     |
| Long-term deposits   | 10,022                               | 9,022                         |
| Deferred taxation - net  | 6 103,657                            | 83,908                        |
|  | <u>3,206,486</u>                     | <u>3,153,587</u>              |
| <b>CURRENT ASSETS</b>  |                                      |                               |
| Stores, spares and loose tools   | 134,571                              | 129,303                       |
| Stock-in-trade   | 1,828,132                            | 1,788,694                     |
| Trade debts  | 7 672,450                            | 505,492                       |
| Advances, deposits, prepayments and other receivables  | 8 268,767                            | 339,918                       |
| Accrued profit   | 9 4,453                              | 3,489                         |
| Short-term investments   | 10 38,976                            | 38,928                        |
| Taxation – net   | 304,380                              | 317,497                       |
| Cash and bank balances   | 11 48,987                            | 89,528                        |
|  | <u>3,300,716</u>                     | <u>3,212,849</u>              |
| <b>TOTAL ASSETS</b>  | <u><u>6,507,202</u></u>              | <u><u>6,366,436</u></u>       |
| <b>EQUITY AND LIABILITIES</b>  |                                      |                               |
| <b>SHARE CAPITAL AND RESERVES</b>  |                                      |                               |
| Authorised capital<br>40,000,000 (June 30, 2023: 40,000,000) ordinary shares of Rs. 5/- each                     | <u>200,000</u>                       | <u>200,000</u>                |
| Issued, subscribed and paid-up capital<br>36,000,000 (June 30, 2023: 36,000,000) ordinary shares of Rs. 5/- each | 180,000                              | 180,000                       |
| Reserves   | <u>4,204,046</u>                     | <u>4,296,924</u>              |
|  | <u>4,384,046</u>                     | <u>4,476,924</u>              |
| <b>NON-CURRENT LIABILITIES</b>   |                                      |                               |
| Long-term financing - secured  | 12 338,277                           | 367,198                       |
| Deferred income  | 12.4 13,591                          | 15,856                        |
|  | <u>351,868</u>                       | <u>383,054</u>                |
| <b>CURRENT LIABILITIES</b>   |                                      |                               |
| Trade and other payables   | 1,343,778                            | 1,334,566                     |
| Lease liabilities  | 668                                  | 3,387                         |
| Current maturity of long-term financing - secured  | 12 76,897                            | 101,936                       |
| Current maturity of deferred income  | 4,528                                | 4,528                         |
| Sales tax payable  | 4,297                                | 25,476                        |
| Unpaid dividend  | 4,137                                | 6,748                         |
| Unclaimed dividend   | 30,051                               | 27,666                        |
| Short-term running finance   | 13 306,931                           | 2,151                         |
|  | <u>1,771,288</u>                     | <u>1,506,458</u>              |
| <b>CONTINGENCIES AND COMMITMENTS</b>   | 14                                   |                               |
| <b>TOTAL EQUITY AND LIABILITIES</b>  | <u><u>6,507,202</u></u>              | <u><u>6,366,436</u></u>       |

The annexed notes from 1 to 25 form an integral part of these unconsolidated condensed interim financial statements.

AGS  
  
Director


  
Chief Executive

  
Chief Financial Officer

AGRIAUTO INDUSTRIES LIMITED  
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)  
FOR THE SIX MONTHS AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2023

|  | Note | Six months period ended |                   | Three months period ended |                   |
|--|------|-------------------------|-------------------|---------------------------|-------------------|
|  |      | December 31, 2023       | December 31, 2022 | December 31, 2023         | December 31, 2022 |
|  |      | (Rupees in '000)        |                   | (Rupees in '000)          |                   |
| Revenue - net  | 15   | 2,412,408               | 2,839,996         | 1,185,328                 | 1,473,642         |
| Cost of sales  |      | (2,292,935)             | (2,651,873)       | (1,169,708)               | (1,409,399)       |
| <b>Gross profit</b>                                    |      | <u>119,473</u>          | <u>188,123</u>    | <u>15,620</u>             | <u>64,243</u>     |
| Distribution costs                                     |      | (59,221)                | (61,710)          | (30,910)                  | (33,424)          |
| Administrative expenses                                |      | (126,269)               | (129,172)         | (62,776)                  | (63,718)          |
|  |      | (185,490)               | (190,882)         | (93,686)                  | (97,142)          |
| <b>Operating loss</b>                                  |      | <u>(66,017)</u>         | <u>(2,759)</u>    | <u>(78,066)</u>           | <u>(32,899)</u>   |
| Other expenses   | 16   | (5,295)                 | (72,552)          | 4,299                     | 632               |
| Other income   | 17   | 15,815                  | 236,968           | 5,805                     | 120,358           |
| Finance costs  |      | (26,715)                | (99,444)          | (23,543)                  | (52,727)          |
|  |      | (16,195)                | 64,972            | (13,439)                  | 68,263            |
| <b>(Loss) / profit before taxation</b>                 |      | <u>(82,212)</u>         | <u>62,213</u>     | <u>(91,505)</u>           | <u>35,364</u>     |
| Taxation   | 18   | (10,666)                | (20,462)          | 6,929                     | (29,439)          |
| <b>(Loss) / profit after taxation</b>                  |      | <u>(92,878)</u>         | <u>41,751</u>     | <u>(84,576)</u>           | <u>5,925</u>      |
| ----- (Rupees) -----                                   |      |                         |                   |                           |                   |
| <b>(Loss) / earnings per share - basic and diluted</b> | 19   | <u>(2.58)</u>           | <u>1.16</u>       | <u>(2.35)</u>             | <u>0.16</u>       |

The annexed notes from 1 to 25 form an integral part of these unconsolidated condensed interim financial statements.

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Director

  
Chief Executive

  
Chief Financial Officer

AGRIAUTO INDUSTRIES LIMITED  
 UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
 FOR THE SIX MONTHS AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2023

|   | Six months period ended      |                   | Three months period ended    |                   |
|---|------------------------------|-------------------|------------------------------|-------------------|
|   | December 31, 2023            | December 31, 2022 | December 31, 2023            | December 31, 2022 |
|   | ----- (Rupees in '000) ----- |                   | ----- (Rupees in '000) ----- |                   |
| (Loss) / profit after taxation for the period             | (92,878)                     | 41,751            | (84,576)                     | 5,925             |
| Other comprehensive income for the period                 | -                            | -                 | -                            | -                 |
| <b>Total comprehensive (loss) / income for the period</b> | <u>(92,878)</u>              | <u>41,751</u>     | <u>(84,576)</u>              | <u>5,925</u>      |

The annexed notes from 1 to 25 form an integral part of these unconsolidated condensed interim financial statements.

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 Director

  
 Chief Executive

  
 Chief Financial Officer



AGRIAUTO INDUSTRIES LIMITED  
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY  
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023


|   | Issued,<br>subscribed<br>and paid-<br>up capital | Reserves            |                  | Total<br>reserves | Total<br>equity  |                  |
|---|--|---------------------|------------------|-------------------|------------------|------------------|
|   |  | Capital<br>reserves | Revenue reserves |                   |                  |                  |
|   |  |                     | Share<br>premium |                   |                  | General          |
| ----- (Rupees in '000) -----                        |  |                     |                  |                   |                  |                  |
| Balance as at July 01, 2022 (audited)               | 144,000  | 12,598              | 3,965,000        | 399,609           | 4,377,207        | 4,521,207        |
| Transfer to general reserve                         | -  | -                   | 300,000          | (300,000)         | -                | -                |
| Issue of bonus shares                               | 36,000   | -                   | -                | (36,000)          | (36,000)         | -                |
| Profit after taxation for the period                | -  | -                   | -                | 41,751            | 41,751           | 41,751           |
| Other comprehensive income for the period           | -  | -                   | -                | -                 | -                | -                |
| Total comprehensive income for the period           | -  | -                   | -                | 41,751            | 41,751           | 41,751           |
| <b>Balance as at December 31, 2022 (un-audited)</b> | <u>180,000</u>                                   | <u>12,598</u>       | <u>4,265,000</u> | <u>105,360</u>    | <u>4,382,958</u> | <u>4,562,958</u> |
| Balance as at July 01, 2023 (audited)               | 180,000  | 12,598              | 4,265,000        | 19,326            | 4,296,924        | 4,476,924        |
| Loss after taxation for the period                  | -  | -                   | -                | (92,878)          | (92,878)         | (92,878)         |
| Other comprehensive income for the period           | -  | -                   | -                | -                 | -                | -                |
| Total comprehensive loss for the period             | -  | -                   | -                | (92,878)          | (92,878)         | (92,878)         |
| <b>Balance as at December 31, 2023 (un-audited)</b> | <u>180,000</u>                                   | <u>12,598</u>       | <u>4,265,000</u> | <u>(73,552)</u>   | <u>4,204,046</u> | <u>4,384,046</u> |

The annexed notes from 1 to 25 form an integral part of these unconsolidated condensed interim financial statements.

ASB

  
Director

  
Chief Executive

  
Chief Financial Officer



AGRIAUTO INDUSTRIES LIMITED  
 UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)  
 FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

|   | Six months period ended           |                         |
|---|-----------------------------------|-------------------------|
|   | December 31,<br>2023              | December 31,<br>2022    |
|   | Note ----- (Rupees in '000) ----- |                         |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                     |                                   |                         |
| Cash (used in) / generated from operations                      | 20 (134,951)                      | 249,947                 |
| Finance costs paid  | (16,663)                          | (73,060)                |
| Long-term deposit paid  | (1,000)                           | (924)                   |
| Income tax paid   | (17,298)                          | (51,266)                |
| <b>Net cash (used in) / generated from operating activities</b> | <u>(169,912)</u>                  | <u>124,697</u>          |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                     |                                   |                         |
| Purchase of property, plant and equipment                       | (150,394)                         | (330,812)               |
| Proceeds from disposal of property, plant and equipment         | 10,526                            | 9,771                   |
| Dividend received from subsidiary company                       | -                                 | 228,802                 |
| Purchase of term deposit receipts                               | -                                 | (38,000)                |
| Profit received on term deposit receipts and deposit accounts   | 3,961                             | 4,811                   |
| <b>Net cash used in investing activities</b>                    | <u>(135,907)</u>                  | <u>(125,428)</u>        |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                     |                                   |                         |
| Long-term financing received                                    | -                                 | 507,769                 |
| Long-term financing repaid                                      | (76,660)                          | (3,293)                 |
| Dividends paid  | (226)                             | (396)                   |
| Lease rentals paid  | (2,767)                           | (2,453)                 |
| <b>Net cash (used in) / generated from financing activities</b> | <u>(79,653)</u>                   | <u>501,627</u>          |
| <b>Net (decrease) / increase in cash and cash equivalents</b>   | <u>(385,472)</u>                  | <u>500,896</u>          |
| Cash and cash equivalents at the beginning of the period        | 127,528                           | (637,354)               |
| <b>Cash and cash equivalents at the end of the period</b>       | 21 <u><u>(257,944)</u></u>        | <u><u>(136,458)</u></u> |

The annexed notes from 1 to 25 form an integral part of these unconsolidated condensed interim financial statements.

AK

  
 Director

  
 Chief Executive

  
 Chief Financial Officer



**AGRIAUTO INDUSTRIES LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023**

**1 THE COMPANY AND ITS OPERATIONS**

1.1 Agriauto Industries Limited (the Company) was incorporated in Pakistan on June 25, 1981 as a public limited company under the repealed Companies Act, 1913 (now the Companies Act, 2017) and started its commercial production on February 16, 1982. The Company is listed on Pakistan Stock Exchange Limited. The Company is engaged in the manufacture and sale of components for automotive vehicles, motor cycles and agricultural tractors. The registered office of the Company is situated at 5th Floor, House of Habib, Main Shahrah-e-Faisal, Karachi.

1.2 These unconsolidated condensed interim financial statements are the separate condensed interim financial statements of the Company in which investments in subsidiary is accounted for at cost less accumulated impairment losses, if any.

**2 STATEMENT OF COMPLIANCE AND SIGNIFICANT ACCOUNTING POLICIES**

2.1 These unconsolidated 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 (the Act); and
- provisions of and directives issued under the Act.

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

2.2 The accounting policies and the methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the Company's annual unconsolidated financial statements for the year ended June 30, 2023.

2.3 New standards, amendments and interpretations to accounting and reporting standards which became effective during the period ended December 31, 2023:

There were certain amendments to the accounting and reporting standards which became effective for the Company during the current period. However, these do not have any significant impact on the Company's financial reporting and, therefore, have not been detailed in these unconsolidated condensed interim financial statements.

2.4 New standards and amendments to published accounting and reporting standards that are not yet effective:

There are certain amendments to the accounting and reporting standards as applicable in Pakistan which will be effective for the Company for its accounting periods beginning on or after January 1, 2024. However, these will not have any significant impact on the financial reporting of the Company and, therefore, have not been detailed in these unconsolidated condensed interim financial statements.

**3 BASIS OF PREPARATION**

3.1 These unconsolidated condensed interim financial statements include the unconsolidated condensed interim statement of financial position as at December 31, 2023, the unconsolidated condensed interim statement of profit or loss, the unconsolidated condensed interim statement of comprehensive income, the unconsolidated condensed interim statement of changes in equity, the unconsolidated condensed interim statement of cash flows and notes thereto for the six months period then ended which have been subjected to review but not audited. These unconsolidated condensed interim financial statements also include the unconsolidated condensed interim statement of profit or loss, the unconsolidated condensed interim statement of comprehensive income and notes thereto for the three months period ended December 31, 2023 which are not subjected to auditor's review.

3.2 The comparative statement of financial position presented in these unconsolidated condensed interim financial statements as at June 30, 2023 has been extracted from the Company's annual unconsolidated financial statements for the year ended June 30, 2023. The comparative statement of profit or loss, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the six months period then ended December 31, 2023 have been extracted from the unconsolidated condensed interim financial statements of the Company for the six months period then ended, which were subjected to review but were not audited.

3.3 These unconsolidated condensed interim financial statements do not include all the information and disclosures as required in the Company's annual financial statements and should be read in conjunction with the Company's annual unconsolidated financial statements for the year ended June 30, 2023 as these provide an update of previously reported information.

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3.4 These unconsolidated condensed interim financial statements are presented in Pakistan rupees which is also the Company's functional currency.

#### 4 SIGNIFICANT ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

4.1 The preparation of these unconsolidated condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan, requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. In preparing these condensed interim financial statements, the significant judgements made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty are the same as those that applied in the Company's annual unconsolidated financial statements for the year ended June 30, 2023.

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

|  | Note | December 31,<br>2023<br>(Un-audited)<br>----- (Rupees in '000) ----- | June 30,<br>2023<br>(Audited) |
|--|------|--|-------------------------------|
| <b>5 PROPERTY, PLANT AND EQUIPMENT</b> |      |  |                               |
| Operating fixed assets                 | 5.1  | 1,894,055  | 1,090,860                     |
| Capital work-in-progress (CWIP)        | 5.3  | 10,452   | 769,105                       |
|  |      | <u>1,904,507</u>   | <u>1,859,965</u>              |

##### 5.1 Operating fixed assets

|   |                  |                  |
|---|------------------|------------------|
| Book value at the beginning of the period / year    | 1,090,860        | 919,292          |
| Additions during the period / year                  | 40,391           | 173,669          |
| Transfers from CWIP during the period / year        | 868,657          | 147,479          |
| Disposals during the period / year - net book value | (11,012)         | (7,002)          |
| Depreciation charge during the period / year        | (94,840)         | (142,578)        |
|   | (105,852)        | (149,580)        |
| Book value at the end of the period / year          | <u>1,894,056</u> | <u>1,090,860</u> |

5.2 The following additions (including transfers from capital work-in-progress) and disposals were made in the operating fixed assets during the period:

|                     | Additions at cost / transfers<br>Six months period<br>ended December 31, |               | Disposals at net book value<br>Six months period<br>ended December 31, |              |
|---------------------|--|---------------|--|--------------|
|                     | 2023   | 2022          | 2023   | 2022         |
|                     | (Un-audited)   |               | (Un-audited)   |              |
|                     | ----- (Rupees in '000) -----   |               | ----- (Rupees in '000) -----   |              |
| <b>Owned</b>        |  |               |  |              |
| Building            | 409,973  | -             | -  | -            |
| Plant and machinery | 385,691  | 49,449        | 4,494  | 6,247        |
| Vehicles            | 30,930   | 14,717        | 6,481  | 80           |
| Office equipment    | 4,199  | -             | -  | -            |
| Computer equipment  | 952  | 4,905         | 37   | 224          |
| Dies and tools      | 77,303   | -             | -  | -            |
|                     | <u>909,048</u>   | <u>69,071</u> | <u>11,012</u>  | <u>6,551</u> |

5.2.1 Depreciation charge for the period amounted to Rs. 94.84 million (December 31, 2022: Rs. 60.61 million).

5.2.2 During the period, borrowing costs have been capitalised amounting to Rs. 35.31 million (December 31, 2022: Rs. 33.7 million) using capitalisation rate of 3 months KIBOR + 0.3% (December 31, 2022: 3 months KIBOR + 0.3%) per annum on account of long-term financing obtained specifically for this purpose as fully mentioned in note 12.2 to these unconsolidated condensed interim financial statements.

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December 31,      June 30,  
2023                      2023  
(Un-audited)      (Audited)  
----- (Rupees in '000) -----

**5.3 Capital work-in-progress**

|                            |        |         |
|----------------------------|--------|---------|
| Building on free hold land | -      | 217,485 |
| Plant and machinery        | 5,812  | 494,157 |
| Vehicles                   | 632    | -       |
| Dies and tools             | 4,008  | 57,463  |
|                            | 10,452 | 769,105 |

**6 DEFERRED TAXATION - NET**

Deductible / (taxable) temporary differences arising due to:

|   |           |           |
|---|-----------|-----------|
| - provisions                                | 127,336   | 125,620   |
| - lease liabilities and right-of-use-assets | (179)     | 336       |
| - unused business losses                    | 113,391   | 77,885    |
| - accelerated tax depreciation              | (136,891) | (119,933) |
|   | 103,657   | 83,908    |

6.1 As of the date of unconsolidated condensed interim statement of financial position, deferred tax asset amounting to Rs. 96.76 million (June 30, 2023: Rs. 66.70 million) and Rs. 12.99 million (June 30, 2023: Rs. 12.99 million) in respect of minimum tax credits and unused business losses respectively have not been recognised in these unconsolidated condensed interim financial statements.

**7 TRADE DEBTS**

This includes an amount of Rs. 5.38 million (June 30, 2023: Rs. Nil) and Rs. 1.16 million (June 30, 2023: Rs. Nil) receivable from Agriauto Stamping Company (Private) Limited, a wholly owned subsidiary, and Thal Boshoku Pakistan (Private) Limited - associated company, respectively, against sales made by the Company.

**8 ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES**

This includes an amount of Rs. 8.59 million (June 30, 2023: Rs. 95.36 million) against LC margin deposits, out of which Rs. 8.59 million (June 30, 2023: Rs. 89.07 million) are held with Habib Metropolitan Bank Limited - associated company. Additionally includes Rs. 226.77 million (June 30, 2023: Rs. 226.77 million) in respect of claim against Additional Custom Duty from a customer.

**9 ACCRUED PROFIT**

This represents accrued profit on savings account maintained with the Habib Metropolitan Bank Limited - associated company.

**10 SHORT-TERM INVESTMENTS**

At amortised cost

Term deposit receipts

Accrued profit thereon

|      |      | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|------|------|--------------------------------------|-------------------------------|
|      |      | ----- (Rupees in '000) -----         |                               |
| Note |      |                                      |                               |
|      | 10.1 | 38,000                               | 38,000                        |
|      |      | 976                                  | 928                           |
|      |      | 38,976                               | 38,928                        |

10.1 This represents three months term deposit receipts with a commercial bank on roll over basis carrying profit rates ranging from 18.75% to 19.25% (June 30, 2023: 12.5% to 19.5%) per annum and having latest maturity by March 11, 2024. These deposits are marked as lien against long-term financing and bank guarantees as mentioned in note 12.1 and 14.2.3.

**11 CASH AND BANK BALANCES**

This includes an amount of Rs. Nil (June 30, 2023: Rs. 45.31 million) and Rs. 42.99 million (June 30, 2023: Rs. 40.32 million) held with Habib Metropolitan Bank Limited - associated company in savings accounts and dividend accounts respectively. These carry profit at the rate of 20.5% (June 30, 2023: 12.25% to 19.5%) per annum.

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| 12 | LONG-TERM FINANCING - secured             | Note | December 31,                 | June 30,  |
|----|---|------|------------------------------|-----------|
|    |   |      | 2023                         | 2023      |
|    |   |      | (Un-audited)                 | (Audited) |
|    |   |      | ----- (Rupees in '000) ----- |           |
|    | SBP refinance scheme for renewable energy | 12.1 | 44,937                       | 46,915    |
|    | Current maturity of long-term financing   |      | (6,660)                      | (4,717)   |
|    |   |      | 38,277                       | 42,198    |
|    | Long-term financing                       | 12.2 | 370,238                      | 422,219   |
|    | Current maturity of long-term financing   |      | (70,238)                     | (97,219)  |
|    |   |      | 300,000                      | 325,000   |
|    |   | 12.3 | 338,277                      | 367,198   |

**12.1** This represents long-term financing facility obtained from a conventional bank under State Bank of Pakistan (SBP) refinance scheme for renewable energy, recognised initially at fair value. The total facility amounts to Rs. 90 million and carries contractual mark-up at the rate of 2% plus 0.75% (June 30, 2023: 2% plus 0.75%) per annum payable quarterly. The effective mark-up rate as calculated with reference to fair value of the loan ranges from 8.72% to 16.30% (June 30, 2023: 8.72% to 16.30%) per annum. The facility is repayable in ten years from the date of disbursement (i.e. October 18, 2021). The facility is secured against first specific hypothecation charge over plant and machinery related to the solar power project for the disbursed amount in addition to margin of 15% to be secured against liquid collateral (Term Deposit Receipts as fully mentioned in note 10.1) held under lien. As at December 31, 2023, the unutilised portion of the facility amounts to Rs 16.75 million (June 30, 2023: Rs 16.75 million).

**12.2** This represents long-term financing facility obtained from a conventional bank to refinance capital expenditure incurred by the Company, with a total limit of Rs. 500 million (June 30, 2023: Rs 500 million) at a markup rate of 3 months KIBOR + 0.3% (June 30, 2023: 3 months KIBOR + 0.3%) payable on quarterly basis. The tenure of this facility is six years, including grace period of one year and is due to mature by July 3, 2028. This facility is secured by first pari passu hypothecation / first charge over present and future fixed assets (excluding land and building) of the Company with 25% margin.

| 12.3 | Movement of long-term financing                     | Note | December 31,                 | June 30,  |
|------|---|------|------------------------------|-----------|
|      |   |      | 2023                         | 2023      |
|      |   |      | (Un-audited)                 | (Audited) |
|      |   |      | ----- (Rupees in '000) ----- |           |
|      | Balance at beginning of the period / year           |      | 469,134                      | 45,790    |
|      | Financing received during the period / year         |      | -                            | 507,769   |
|      | Repayment made during the period / year             |      | (76,660)                     | (107,131) |
|      | Recognised as deferred income for the period / year | 12.4 | -                            | (3,208)   |
|      | Accretion of interest during the period / year      |      | 22,700                       | 25,914    |
|      | Balance at end of the period / year                 |      | 415,174                      | 469,134   |
|      | Current maturity of long-term financing             |      | (76,897)                     | (101,936) |
|      |   |      | 338,277                      | 367,198   |

**12.4** This represents deferred income recognised in respect of the benefit of below-market interest rate on long term financing. The benefit has been measured as the difference between the fair value of the loan and the proceeds received. Upon initial recognition, the Company has used the prevailing market interest rate for similar instruments to calculate fair value of respective loan.

### 13 SHORT-TERM RUNNING FINANCE

This represents short-term running finance obtained from various banks amounting to Rs. 306.93 million (June 30, 2023: Rs. 2.15 million) which includes an amount of Rs 107.39 million (June 30, 2023: Rs Nil) obtained from Habib Metropolitan Bank Limited - associated company as at December 31, 2023. The total facility limit amounts to Rs. 1,240 million (June 30, 2023: Rs. 1,240 million) and the rate of mark-up on these finances ranges from 1 month to 3 months KIBOR plus rates varying from 0.10% to 0.75% (June 30, 2023: 1 month to 3 months KIBOR plus rates varying from 0.20% to 0.75%) per annum. The facilities are secured by way of pari passu hypothecation plus second charge on the Company's stock-in-trade, stores, spares, loose tools and trade debts.

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## 14 CONTINGENCIES AND COMMITMENTS

### 14.1 Contingencies

There is no material change in the status of contingencies as reported in the annual financial statements for the year ended June 30, 2023.

### 14.2 Commitments

14.2.1 Commitments in respect of outstanding letters of credit for raw material amounting to Rs. 432.26 million (June 30, 2023: Rs. 474.28 million), out of which Rs. 6.35 million (June 30, 2023: Rs. 186.43 million) is outstanding with Habib Metropolitan Bank Limited - associated company as at the reporting date.

14.2.2 Commitments in respect of capital expenditure amounting to Rs. 5.26 million (June 30, 2023: Rs. 80.72 million), out of which Rs. Nil (June 30, 2023: Rs. 6.57 million) is outstanding with Habib Metropolitan Bank Limited - associated company as at the reporting date.

14.2.3 Commitments in respect of outstanding bank guarantees amounting to Rs 268.0 million (June 30, 2023: Rs 255.42 million). This includes an amount of Rs 108.0 million (June 30, 2023: Rs 96.0 million) in respect of bank guarantees from Habib Metropolitan Bank Limited - associated company.

|                         | Six months period ended      |                   | Three months period ended    |                   |
|-------------------------|------------------------------|-------------------|------------------------------|-------------------|
|                         | December 31, 2023            | December 31, 2022 | December 31, 2023            | December 31, 2022 |
|                         | (Un-audited)                 |                   | (Un-audited)                 |                   |
|                         | ----- (Rupees in '000) ----- |                   | ----- (Rupees in '000) ----- |                   |
| <b>15 REVENUE - net</b> |                              |                   |                              |                   |
| Revenue gross - local   | 2,832,659                    | 3,351,195         | 1,384,704                    | 1,738,898         |
| Revenue gross - exports | 11,850                       | -                 | 11,850                       | -                 |
| Less: Sales tax         | (432,101)                    | (511,199)         | (211,226)                    | (265,256)         |
|                         | <u>2,412,408</u>             | <u>2,839,996</u>  | <u>1,185,328</u>             | <u>1,473,642</u>  |

|  | Six months period ended      |                   | Three months period ended    |                   |
|--|------------------------------|-------------------|------------------------------|-------------------|
|  | December 31, 2023            | December 31, 2022 | December 31, 2023            | December 31, 2022 |
|  | (Un-audited)                 |                   | (Un-audited)                 |                   |
|  | ----- (Rupees in '000) ----- |                   | ----- (Rupees in '000) ----- |                   |
| <b>16 OTHER EXPENSES</b>                             |                              |                   |                              |                   |
| Exchange loss on foreign currency transactions - net | 2,281                        | 72,050            | (4,342)                      | 2,281             |
| Workers' Profit Participation Fund                   | -                            | -                 | (297)                        | (1,413)           |
| Workers' Welfare Fund                                | -                            | -                 | (176)                        | -                 |
| Donations  | 2,528                        | 502               | 2,528                        | 351               |
| Loss on disposal of operating fixed assets           | 486                          | -                 | (2,012)                      | (1,851)           |
|  | <u>5,295</u>                 | <u>72,552</u>     | <u>(4,299)</u>               | <u>(632)</u>      |

### 17 OTHER INCOME

Includes Rs. Nil (December 31, 2022: Rs. 228.80 million) on account of dividend income from the wholly owned subsidiary Agriauto Stamping Company (Private) Limited.

|                    | Six months period ended      |                   | Three months period ended    |                   |
|--------------------|------------------------------|-------------------|------------------------------|-------------------|
|                    | December 31, 2023            | December 31, 2022 | December 31, 2023            | December 31, 2022 |
|                    | (Un-audited)                 |                   | (Un-audited)                 |                   |
|                    | ----- (Rupees in '000) ----- |                   | ----- (Rupees in '000) ----- |                   |
| <b>18 TAXATION</b> |                              |                   |                              |                   |
| Current tax:       |                              |                   |                              |                   |
| for the period     | (30,315)                     | (35,500)          | (14,942)                     | (18,376)          |
| prior period       | (100)                        | (483)             | -                            | (113)             |
| Deferred tax       | 19,749                       | 15,521            | 21,871                       | (10,950)          |
|                    | <u>(10,666)</u>              | <u>(20,462)</u>   | <u>6,929</u>                 | <u>(29,439)</u>   |

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## 19 (LOSS) / EARNINGS PER SHARE - BASIC AND DILUTED

|   | Six months period ended        |                   | Three months period ended      |                   |
|---|--------------------------------|-------------------|--------------------------------|-------------------|
|   | December 31, 2023              | December 31, 2022 | December 31, 2023              | December 31, 2022 |
|   | (Un-audited)                   |                   | (Un-audited)                   |                   |
|   | ----- (Rupees in '000) -----   |                   | ----- (Rupees in '000) -----   |                   |
| (Loss) / profit for the period                  | <u>(92,878)</u>                | <u>41,751</u>     | <u>(84,577)</u>                | <u>5,925</u>      |
|   | ----- (Number of shares) ----- |                   | ----- (Number of shares) ----- |                   |
| Weighted average number of ordinary shares      | <u>36,000,000</u>              | <u>36,000,000</u> | <u>36,000,000</u>              | <u>36,000,000</u> |
|   | ----- (Rupees) -----           |                   | ----- (Rupees) -----           |                   |
| (Loss) / earnings per share - basic and diluted | <u>(2.58)</u>                  | <u>1.16</u>       | <u>(2.35)</u>                  | <u>0.16</u>       |

19.1 A diluted earnings per share has not been presented as the Company does not have any convertible instruments in issue as at December 31, 2023 (December 31, 2022: Nil).

|   | Note | Six month period ended       |                   |
|---|------|------------------------------|-------------------|
|   |      | December 31, 2023            | December 31, 2022 |
|   |      | (Un-audited) (Un-audited)    |                   |
|   |      | ----- (Rupees in '000) ----- |                   |
| <b>20 CASH (USED IN) / GENERATED FROM OPERATIONS</b>  |      | (82,212)                     | 62,213            |
| (Loss) / profit before taxation                       |      |                              |                   |
| <b>Adjustments for:</b>                               |      |                              |                   |
| Depreciation and amortisation                         |      | 106,992                      | 75,457            |
| Finance costs   |      | 26,715                       | 99,444            |
| Reversal for expected credit losses                   |      | -                            | (56)              |
| Profit on term deposit receipts and deposit accounts  |      | (4,974)                      | (3,144)           |
| Dividend income                                       |      | -                            | (228,802)         |
| Amortisation of deferred income                       |      | (2,265)                      | (2,259)           |
| Capital work-in-progress charged off                  |      | -                            | 32                |
| Loss / (gain) on disposal of operating fixed assets   |      | 486                          | (3,220)           |
|   |      | 126,954                      | (62,548)          |
| Working capital changes                               | 20.1 | (179,693)                    | 250,282           |
|   |      | <u>(134,951)</u>             | <u>249,947</u>    |
| <b>20.1 Working capital changes</b>                   |      |                              |                   |
| <b>(Increase) / decrease in current assets</b>        |      |                              |                   |
| Stores, spares and loose tools                        |      | (5,268)                      | 2,510             |
| Stock-in-trade  |      | (39,438)                     | (214,347)         |
| Trade debts   |      | (166,958)                    | 297,096           |
| Advances, deposits, prepayments and other receivables |      | 70,139                       | 253,468           |
| Sales tax receivable                                  |      | -                            | (58,021)          |
|   |      | (141,525)                    | 280,706           |
| <b>Decrease in current liabilities</b>                |      |                              |                   |
| Trade and other payables                              |      | (16,989)                     | (30,424)          |
| Sales tax payable                                     |      | (21,179)                     | -                 |
|   |      | (38,168)                     | (30,424)          |
|   |      | <u>(179,693)</u>             | <u>250,282</u>    |
| <b>21 CASH AND CASH EQUIVALENTS</b>                   |      |                              |                   |
| Cash and bank balances                                |      | 48,987                       | 43,112            |
| Short-term running finance                            |      | (306,931)                    | (179,570)         |
|   |      | <u>(257,944)</u>             | <u>(136,458)</u>  |

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## 22 TRANSACTIONS AND BALANCES WITH ASSOCIATED UNDERTAKINGS / RELATED PARTIES

The associated undertakings / related parties of the Company comprise of the subsidiary company, companies with common directorship, staff retirement funds, directors and key management personnel. All the transactions with associated undertakings / related parties are entered into at agreed terms in the normal course of business as approved by the Board of Directors of the Company. Details of the transactions with associated undertakings / related parties during the period, other than disclosed elsewhere in these unconsolidated condensed interim financial statements, are as follows:

| Name of associated undertakings / related party and relationship with the Company | Nature of transactions                                    | Percentage of share holding in the Company % | December 31, 2023<br>(Un-audited)<br>----- (Rupees in '000) ----- | December 31, 2022<br>(Un-audited)<br>----- (Rupees in '000) ----- |
|---|---|--|---|---|
| <b>Subsidiary (wholly owned)</b>  |   |  |   |   |
| Agriauto Stamping Company<br>(Private) Limited                                    | Sale of goods   |  | <u>12,375</u>   | <u>19,256</u>   |
|   | Purchase of dies  | Nil  | <u>4,008</u>  | <u>-</u>  |
|   | Dividend received   |  | <u>-</u>  | <u>228,802</u>  |
|   | Tax liability surrendered by the Subsidiary Company       |  | <u>28,362</u>   | <u>4,651</u>  |
| <b>Associated undertakings<br/>(Common directorship)</b>                          |   |  |   |   |
| Shabbir Tiles and Ceramics Limited  | Purchases   | Nil  | <u>6,189</u>  | <u>195</u>  |
| Thal Boshoku Pakistan (Private) Limited   | Sale of goods   | Nil  | <u>987</u>  | <u>13,976</u>   |
| AuVitronics Limited   | Sale of goods   | Nil  | <u>225</u>  | <u>-</u>  |
| Habib Metropolitan Bank Limited   | Mark-up expense   | Nil  | <u>9,206</u>  | <u>6,626</u>  |
|   | Profit earned on term deposit receipt and deposit account |  | <u>1,326</u>  | <u>1,255</u>  |
|   | Bank charges  |  | <u>743</u>  | <u>203</u>  |
|   | Guarantee given   |  | <u>12,000</u>   | <u>24,000</u>   |
| <b>Retirement benefit funds</b>   |   |  |   |   |
| Employees' Provident Fund   | Contribution  | Nil  | <u>9,457</u>  | <u>8,323</u>  |
| <b>Key management personnel</b>   | Remuneration and other benefits                           | Nil  | <u>21,148</u>   | <u>23,270</u>   |
|   | Fee for attending board meetings                          |  | <u>1,300</u>  | <u>1,000</u>  |

22.1 The outstanding balances with related parties as at reporting date have been disclosed in the respective notes to the unconsolidated condensed interim financial statements.

## 23 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences may arise between the carrying value and the fair value estimates.

The Company classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements.

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### Fair value hierarchy

The table below analyses financial instruments carried at fair value by valuation method. The different levels have been defined as follows:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- inputs for the asset or liability that are not based on observable market data (level 3).

As at the reporting date, the Company does not have any financial assets carried at fair value that required categorisation in level 1, level 2 and level 3.

## 24 GENERAL

24.1 Figures have been rounded off to the nearest thousands unless otherwise stated.

24.2 Certain prior year's figures have been reclassified for better presentation, wherever necessary.

| Description of item                               | Nature    | Rupees in '000 | From                      | To  |
|---|-----------|----------------|---------------------------|---|
| Accrued interest on long-term financing - secured | Liability | 22,996         | Trade and other payables  | Current maturity of long-term financing - secured |
| Accrued interest on short-term running finance    | Liability | 2,151          | Trade and other payables  | Short-term running finance                        |
| Term deposit receipts                             | Asset     | 38,000         | Cash and cash equivalents | Cash flow from investing activities               |

## 25 DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorised for issue on February 7, 2024 by the Board of Directors of the Company.

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Director



Chief Executive



Chief Financial Officer

AGRIAUTO INDUSTRIES LIMITED  
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION  
AS AT DECEMBER 31, 2023

|  |      | December 31,<br>2023<br>(un-audited) | June 30,<br>2023<br>(audited) |
|--|------|--------------------------------------|-------------------------------|
|  | Note | ----- (Rupees in '000) -----         |                               |
| <b>ASSETS</b>  |      |                                      |                               |
| <b>NON-CURRENT ASSETS</b>  |      |                                      |                               |
| Property, plant and equipment  | 5    | 4,311,352                            | 4,277,485                     |
| Right-of-use assets  |      | 873                                  | 2,227                         |
| Intangible assets  |      | 43,421                               | 54,459                        |
| Long-term deposits   |      | 18,675                               | 17,475                        |
| Deferred taxation  | 6    | 55,826                               | 10,522                        |
|  |      | <u>4,430,146</u>                     | <u>4,362,168</u>              |
| <b>CURRENT ASSETS</b>  |      |                                      |                               |
| Stores, spares and loose tools   |      | 168,884                              | 152,957                       |
| Stock-in-trade   |      | 3,014,446                            | 2,691,663                     |
| Trade debts  | 7    | 908,738                              | 731,621                       |
| Advances, deposits, prepayments and other receivables                  | 8    | 358,744                              | 521,856                       |
| Accrued profit   | 9    | 4,454                                | 3,918                         |
| Short term investments   | 10   | 76,090                               | 75,953                        |
| Sales tax receivable   |      | 180,264                              | 146,010                       |
| Taxation – net   |      | 304,990                              | 280,790                       |
| Cash and bank balances   | 11   | 52,225                               | 162,569                       |
|  |      | <u>5,068,835</u>                     | <u>4,767,337</u>              |
| <b>TOTAL ASSETS</b>  |      | <u><u>9,498,982</u></u>              | <u><u>9,129,505</u></u>       |
| <b>EQUITY AND LIABILITIES</b>  |      |                                      |                               |
| <b>SHARE CAPITAL AND RESERVES</b>                                      |      |                                      |                               |
| Authorised capital   |      |                                      |                               |
| 40,000,000 (June 30, 2023: 40,000,000) ordinary shares of Rs. 5/- each |      | <u>200,000</u>                       | <u>200,000</u>                |
| Issued, subscribed and paid-up capital                                 |      |                                      |                               |
| 36,000,000 (June 30, 2023: 36,000,000) ordinary shares of Rs. 5/- each |      | 180,000                              | 180,000                       |
| Reserves   |      | <u>5,804,755</u>                     | <u>5,981,745</u>              |
|  |      | 5,984,755                            | 6,161,745                     |
| <b>NON-CURRENT LIABILITIES</b>   |      |                                      |                               |
| Long-term financing - secured  | 12   | 576,811                              | 628,675                       |
| Deferred income  | 12.6 | 25,204                               | 29,546                        |
|  |      | 602,015                              | 658,221                       |
| <b>CURRENT LIABILITIES</b>   |      |                                      |                               |
| Trade and other payables   |      | 2,006,055                            | 1,921,279                     |
| Lease liabilities  |      | 668                                  | 3,387                         |
| Current maturity of long-term financing                                | 12   | 134,298                              | 140,466                       |
| Current maturity of deferred Income                                    |      | 8,399                                | 8,439                         |
| Unpaid dividend  |      | 4,137                                | 6,748                         |
| Unclaimed dividend   |      | 30,051                               | 27,666                        |
| Short-term running finance   | 13   | 728,604                              | 201,554                       |
|  |      | 2,912,212                            | 2,309,539                     |
| <b>CONTINGENCIES AND COMMITMENTS</b>                                   |      |                                      |                               |
|  | 14   |                                      |                               |
| <b>TOTAL EQUITY AND LIABILITIES</b>                                    |      | <u><u>9,498,982</u></u>              | <u><u>9,129,505</u></u>       |

The annexed notes from 1 to 23 form an integral part of these consolidated condensed interim financial statements.

  
Director

  
Chief Executive

  
Chief Financial Officer

AGRIAUTO INDUSTRIES LIMITED  
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)  
FOR THE SIX MONTHS AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2023

|                                    | Note | Six months period ended |                         | Three months period ended |                        |
|------------------------------------|------|-------------------------|-------------------------|---------------------------|------------------------|
|                                    |      | December 31, 2023       | December 31, 2022       | December 31, 2023         | December 31, 2022      |
|                                    |      | (Rupees in '000)        |                         | (Rupees in '000)          |                        |
| Revenue - net                      | 15   | 3,380,267               | 4,477,850               | 1,626,784                 | 2,290,801              |
| Cost of sales                      |      | <u>(3,244,355)</u>      | <u>(4,101,330)</u>      | <u>(1,665,677)</u>        | <u>(2,135,852)</u>     |
| Gross profit / (loss)              |      | 135,912                 | 376,520                 | (38,893)                  | 154,949                |
| Distribution costs                 |      | <u>(64,901)</u>         | <u>(66,462)</u>         | <u>(32,915)</u>           | <u>(35,963)</u>        |
| Administrative expenses            |      | <u>(192,225)</u>        | <u>(189,616)</u>        | <u>(99,315)</u>           | <u>(89,890)</u>        |
|                                    |      | <u>(257,126)</u>        | <u>(256,078)</u>        | <u>(132,231)</u>          | <u>(125,853)</u>       |
| Operating (loss) / profit          |      | <u>(121,214)</u>        | <u>120,442</u>          | <u>(171,124)</u>          | <u>29,096</u>          |
| Other expenses                     | 16   | <u>(17,411)</u>         | <u>(125,739)</u>        | <u>4,015</u>              | <u>(8,844)</u>         |
| Other income                       |      | <u>28,484</u>           | <u>35,783</u>           | <u>8,277</u>              | <u>8,934</u>           |
| Finance costs                      |      | <u>(69,456)</u>         | <u>(148,013)</u>        | <u>(49,896)</u>           | <u>(77,628)</u>        |
|                                    |      | <u>(58,383)</u>         | <u>(237,969)</u>        | <u>(37,603)</u>           | <u>(77,538)</u>        |
| Loss before taxation               |      | <u>(179,597)</u>        | <u>(117,527)</u>        | <u>(208,727)</u>          | <u>(48,442)</u>        |
| Taxation                           | 17   | <u>2,607</u>            | <u>(42,575)</u>         | <u>25,717</u>             | <u>(26,200)</u>        |
| Loss after taxation                |      | <u><u>(176,990)</u></u> | <u><u>(160,102)</u></u> | <u><u>(183,010)</u></u>   | <u><u>(74,642)</u></u> |
| ----- (Rupees) -----               |      |                         |                         |                           |                        |
| Loss per share - basic and diluted | 18   | <u><u>(4.92)</u></u>    | <u><u>(4.45)</u></u>    | <u><u>(5.08)</u></u>      | <u><u>(2.07)</u></u>   |

The annexed notes from 1 to 23 form an integral part of these consolidated condensed interim financial statements.

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Chief Executive


  
\_\_\_\_\_  
Chief Financial Officer



AGRIAUTO INDUSTRIES LIMITED  
 CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
 FOR THE SIX MONTHS AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2023

|  | Six months period ended      |                      | Three months period ended    |                      |
|--|------------------------------|----------------------|------------------------------|----------------------|
|  | December 31,<br>2023         | December 31,<br>2022 | December 31,<br>2023         | December 31,<br>2022 |
|  | ----- (Rupees in '000) ----- |                      | ----- (Rupees in '000) ----- |                      |
| Loss after taxation for the period             | (176,990)                    | (160,102)            | (183,010)                    | (74,642)             |
| Other comprehensive income for the period      | -                            | -                    | -                            | -                    |
| <b>Total comprehensive loss for the period</b> | <u>(176,990)</u>             | <u>(160,102)</u>     | <u>(183,010)</u>             | <u>(74,642)</u>      |

The annexed notes from 1 to 23 form an integral part of these consolidated condensed interim financial statements.

  
 Director

  
 Chief Executive

  
 Chief Financial Officer



AGRIAUTO INDUSTRIES LIMITED  
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY  
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

|   | Issued,<br>subscribed<br>and paid-<br>up capital | Reserves         |                  | Total<br>reserves | Total<br>equity  |                               |
|---|--|------------------|------------------|-------------------|------------------|-------------------------------|
|   |  | Share<br>premium | Revenue reserves |                   |                  |                               |
|   |  |                  | General          |                   |                  | Unappro-<br>priated<br>profit |
| ----- (Rupees in'000) -----                         |  |                  |                  |                   |                  |                               |
| Balance as at July 01, 2022 (audited)               | 144,000  | 12,598           | 2,665,000        | 3,513,427         | 6,191,025        | 6,335,025                     |
| Transfer to general reserve                         | -  | -                | 500,000          | (500,000)         | -                | -                             |
| Issue of bonus shares                               | 36,000   | -                | -                | (36,000)          | (36,000)         | -                             |
| Loss after taxation for the period                  | -  | -                | -                | (160,102)         | (160,102)        | (160,102)                     |
| Other comprehensive income for the period           | -  | -                | -                | -                 | -                | -                             |
| Total comprehensive loss for the period             | -  | -                | -                | (160,102)         | (160,102)        | (160,102)                     |
| <b>Balance as at December 31, 2022 (un-audited)</b> | <u>180,000</u>                                   | <u>12,598</u>    | <u>3,165,000</u> | <u>2,817,325</u>  | <u>5,994,923</u> | <u>6,174,923</u>              |
| Balance as at July 01, 2023 (audited)               | 180,000  | 12,598           | 3,165,000        | 2,804,147         | 5,981,745        | 6,161,745                     |
| Loss after taxation for the period                  | -  | -                | -                | (176,990)         | (176,990)        | (176,990)                     |
| Other comprehensive income for the period           | -  | -                | -                | -                 | -                | -                             |
| Total comprehensive loss for the period             | -  | -                | -                | (176,990)         | (176,990)        | (176,990)                     |
| <b>Balance as at December 31, 2023 (un-audited)</b> | <u>180,000</u>                                   | <u>12,598</u>    | <u>3,165,000</u> | <u>2,627,157</u>  | <u>5,804,755</u> | <u>5,984,755</u>              |

The annexed notes from 1 to 23 form an integral part of these consolidated condensed interim financial statements.

  
Director

  
Chief Executive

  
Chief Financial Officer

AGRIAUTO INDUSTRIES LIMITED  
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

|   | Six months period ended |                              |
|---|-------------------------|------------------------------|
|   | December 31,<br>2023    | December 31,<br>2022         |
|   | Note                    | ----- (Rupees in '000) ----- |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                     |                         |                              |
| Loss before taxation  | (179,597)               | (117,527)                    |
| <b>Adjustments for:</b>   |                         |                              |
| Depreciation and amortisation                                   | 248,436                 | 170,207                      |
| Finance costs   | 69,456                  | 148,013                      |
| Reversal for expected credit losses                             | -                       | (56)                         |
| Profit on term deposit receipts and deposit accounts            | (9,212)                 | (7,469)                      |
| Amortisation of deferred income                                 | (4,200)                 | -                            |
| Gain on disposal of operating fixed assets                      | (1,528)                 | (3,220)                      |
|   | <u>123,354</u>          | <u>189,980</u>               |
| (Increase) / decrease in current assets                         | (362,777)               | 493,702                      |
| Increase / (decrease) in current liabilities                    | 33,264                  | (129,041)                    |
| <b>Cash (used in) / generated from operations</b>               | <u>(206,159)</u>        | <u>554,641</u>               |
| Finance cost paid   | (57,548)                | (116,442)                    |
| Long term security deposit paid                                 | (1,200)                 | (1,923)                      |
| Income tax adjusted / paid                                      | (66,897)                | (86,208)                     |
| <b>Net cash (used in) / generated from operating activities</b> | <u>(331,803)</u>        | <u>350,068</u>               |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                     |                         |                              |
| Fixed capital expenditure                                       | (280,386)               | (487,432)                    |
| Proceeds from disposal of property, plant and equipment         | 17,259                  | 9,771                        |
| Profit received on term deposit receipts and deposit accounts   | 8,642                   | 9,202                        |
| <b>Net cash used in investing activities</b>                    | <u>(254,485)</u>        | <u>(468,459)</u>             |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                     |                         |                              |
| Long-term financing received                                    | -                       | 717,691                      |
| Long-term financing repaid                                      | (92,743)                | (6,628)                      |
| Dividends paid  | (226)                   | (396)                        |
| Lease rentals paid  | (2,767)                 | (2,453)                      |
| <b>Net cash (used in) / generated from financing activities</b> | <u>(95,736)</u>         | <u>708,214</u>               |
| <b>Net (decrease) / increase in cash and cash equivalents</b>   | <u>(682,024)</u>        | <u>589,823</u>               |
| Cash and cash equivalents at the beginning of the period        | 5,645                   | (859,041)                    |
| <b>Cash and cash equivalents at the end of the period</b>       | <u>19 (676,379)</u>     | <u>(269,218)</u>             |

The annexed notes from 1 to 23 form an integral part of these consolidated condensed interim financial statements.

  
Director

  
Chief Executive

  
Chief Financial Officer





**AGRIAUTO INDUSTRIES LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023**

**1 THE COMPANY AND ITS OPERATIONS**

- 1.1 Agriauto Industries Limited (the Holding Company) was incorporated in Pakistan on June 25, 1981 as a public limited company under the repealed Companies Act, 1913 (now the Companies Act, 2017) and started its commercial production on February 16, 1982. The Holding Company is listed on Pakistan Stock Exchange Limited. The Holding Company is engaged in the manufacture and sale of components for automotive vehicles, motor cycles and agricultural tractors. The registered office of the Holding Company is situated at 5th Floor,
- 1.2 The Group comprises of the Holding Company and Agriauto Stamping Company (Private) Limited (the Subsidiary Company). The Subsidiary Company was incorporated in Pakistan on January 20, 2012 as a private limited company. The Subsidiary Company is engaged in stamping of sheet metal parts, dies, fixtures primarily for the automotive industry and has commenced its commercial operations on July 02, 2014. The registered office of the Subsidiary Company is situated at 5th Floor, House of Habib, Main Shahrah-e-Faisal, Karachi.
- 1.3 As of the reporting date, the Group's shareholding in its subsidiary is 100% (June 30, 2023: 100%).

**2 STATEMENT OF COMPLIANCE**

- 2.1 These consolidated 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 (the Act); and

- provisions of and directives issued under the Act.

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

- 2.2 The accounting policies and the methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the Group's annual consolidated financial statements for the year ended June 30, 2023.
- 2.3 New standards, amendments and interpretations to accounting and reporting standards which became effective during the period ended December 31, 2023:

There were certain amendments to the accounting and reporting standards which became effective for the Group during the current period. However, these do not have any significant impact on the Group's financial reporting and, therefore, have not been detailed in these consolidated condensed interim financial statements.

- 2.4 New standards and amendments to published accounting and reporting standards that are not yet effective:

There is a new standard and certain amendments to the accounting and reporting standards as applicable in Pakistan which will be effective for the Group for its accounting periods beginning on or after January 1, 2024. However, these will not have any significant impact on the financial reporting of the Group and, therefore, have not been detailed in these consolidated condensed interim financial statements.

**3 BASIS OF PREPARATION**

- 3.1 These consolidated condensed interim financial statements include the consolidated condensed interim statement of financial position as at December 31, 2023, the consolidated condensed interim statement of profit or loss, the consolidated condensed interim statement of comprehensive income, the consolidated condensed interim statement of changes in equity, the consolidated condensed interim statement of cash flows and notes thereto for the six months period then ended which have been subjected to review but not audited. These consolidated condensed interim financial statements also include the consolidated condensed interim statement of profit or loss, the consolidated condensed interim statement of comprehensive income and notes thereto for the three months period ended December 31, 2023 which were not subjected to auditor's review.
- 3.2 The comparative statement of financial position presented in these consolidated condensed interim financial statements as at June 30, 2023 has been extracted from the Group's annual consolidated financial statements for the year ended June 30, 2023. The comparative statement of profit or loss, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the six months period then ended December 31, 2023 have been extracted from the consolidated condensed interim financial statements of the Group for the six months period then ended, which were subjected to review but were not audited.
- 3.3 These consolidated condensed interim financial statements do not include all the information and disclosures as required in the Group's annual financial statements and should be read in conjunction with the Group's annual consolidated financial statements for the year ended June 30, 2023 as these provide an update of previously reported information.



3.4 These consolidated condensed interim financial statements are presented in Pakistan rupees which is also the Group's functional currency.

#### 4 SIGNIFICANT ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

4.1 The preparation of these consolidated condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan, requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. In preparing these condensed interim financial statements, the significant judgements made by the management in applying the Group's accounting policies and the key sources of estimation uncertainty are the same as those that applied in the Group's annual consolidated financial statements for the year ended June 30, 2023.

4.2 The Group's financial risk management objectives and policies are consistent with those disclosed in the Group's annual consolidated financial statements for the year ended June 30, 2023.

|  | Note | December 31,<br>2023<br>----- (Rupees in '000) -----<br>(un-audited) | June 30,<br>2023<br>----- (Rupees in '000) -----<br>(audited) |
|--|------|--|---|
| <b>5 PROPERTY, PLANT AND EQUIPMENT</b> |      |  |   |
| Operating fixed assets                 | 5.1  | 4,151,688  | 2,464,505   |
| Capital work-in-progress (CWIP)        | 5.3  | 159,664  | 1,812,980   |
|  |      | <u>4,311,352</u>   | <u>4,277,485</u>  |

##### 5.1 Operating fixed assets

|   |                  |                  |
|---|------------------|------------------|
| Book value at the beginning of the period / year    | 2,464,505        | 2,214,120        |
| Additions during the period / year                  | 63,099           | 212,063          |
| Transfers from CWIP during the period / year        | 1,876,099        | 397,755          |
| Disposals during the period / year - net book value | (15,730)         | (7,089)          |
| Depreciation charge during the period / year        | (236,284)        | (352,344)        |
|   | (252,014)        | (359,433)        |
| Book value at the end of the period / year          | <u>4,151,688</u> | <u>2,464,505</u> |

5.2 The following additions (including transfers from capital work-in-progress) and disposals were made in the operating fixed assets during the period:

|                        | Additions at cost / transfers           |                | Disposal at net book value              |              |
|------------------------|---|----------------|---|--------------|
|                        | Six months period<br>ended December 31, |                | Six months period<br>ended December 31, |              |
|                        | 2023                                    | 2022           | 2023                                    | 2022         |
|                        | (un-audited)                            |                | (un-audited)                            |              |
|                        | ----- (Rupees in '000) -----            |                | ----- (Rupees in '000) -----            |              |
| <b>Owned</b>           |   |                |   |              |
| Building               | 409,973                                 | -              | -                                       | -            |
| Plant and machinery    | 1,250,688                               | 132,043        | 4,494                                   | 6,247        |
| Furniture and fittings | 172                                     | 140            | 183                                     | -            |
| Vehicles               | 53,097                                  | 17,951         | 11,016                                  | 80           |
| Office equipment       | 4,199                                   | 800            | -                                       | -            |
| Computer equipment     | 1,320                                   | 5,335          | 37                                      | 224          |
| Dies and tools         | 219,749                                 | 30,591         | -                                       | -            |
|                        | <u>1,939,198</u>                        | <u>186,860</u> | <u>15,730</u>                           | <u>6,551</u> |

5.2.1 Depreciation charge for the period amounted to Rs. 236.28 million (December 31, 2022: Rs. 155.36 million).

5.2.2 During the period, borrowing costs have been capitalised amounting to Rs. 58.36 million (December 31, 2022: Rs. 59.49 million) using capitalisation rate of 3 months KIBOR + 0.3% (December 31, 2022: 3 months KIBOR + 0.3%) per annum on account of long-term financing obtained specifically for this purpose as fully mentioned in note 12.1 and 12.2 to these consolidated condensed interim financial statements.

|  | December 31,<br>2023  | June 30,<br>2023             |               |
|--|---|------------------------------|---------------|
|  | ----- (Rupees in '000) -----  |                              |               |
|  | (un-audited)  | (audited)                    |               |
| <b>5.3 Capital work-in-progress</b>                            |   |                              |               |
| Building on free hold land                                     | -   | 217,485                      |               |
| Plant and machinery  | 155,024   | 1,423,475                    |               |
| Vehicles   | 632   | -                            |               |
| Dies and tools   | 4,008   | 172,020                      |               |
|  | <u>159,664</u>  | <u>1,812,980</u>             |               |
| <b>6 DEFERRED TAXATION - NET</b>                               |   |                              |               |
| Deductible / (taxable) temporary differences arising due to:   |   |                              |               |
| - provisions   | 180,391   | 177,098                      |               |
| - lease liabilities and right-of-use-assets                    | (179)   | 336                          |               |
| - unused business losses                                       | 169,130   | 77,885                       |               |
| - accelerated tax depreciation                                 | (293,516)   | (244,797)                    |               |
|  | <u>55,826</u>   | <u>10,522</u>                |               |
| <b>6.1</b>   | As of the date of consolidated condensed interim statement of financial position, deferred tax asset amounting to Rs. 111.71 million (June 30, 2023: Rs. 69.26 million) and Rs. 12.99 million (June 30, 2023: Rs. 12.99 million) in respect of minimum tax credits and unused business losses respectively have not been recognised in these consolidated condensed interim financial statements.   |                              |               |
| <b>7 TRADE DEBTS</b>   |   |                              |               |
|  | This includes an amount of Rs. 3.44 million (June 30, 2023: Rs. 1.64 million) receivable from Thal Boshoku Pakistan (Private) Limited - associated company, against sales made by the Group.  |                              |               |
| <b>8 ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES</b> |   |                              |               |
|  | This includes an amount of Rs. 8.59 million (June 30, 2023: Rs. 188.91 million) against LC margin deposits, out of which Rs. 8.59 million (June 30, 2023: Rs. 161.80 million) are held with Habib Metropolitan Bank Limited - associated company. Additionally includes Rs. 301.19 million (June 30, 2023: Rs. 301.19 million) in respect of claim against Additional Custom Duty from a customer. Also includes Rs. 0.94 million (June 30, 2023: Rs. Nil) receivable from AuVitronics Limited - associated company in respect of reimbursement of salary expense paid by the Subsidiary Company on behalf of the associated company. |                              |               |
| <b>9 ACCRUED PROFIT</b>  |   |                              |               |
|  | This represents accrued profit on savings accounts maintained with Habib Metropolitan Bank Limited - associated company.  |                              |               |
|  | <b>Note</b>   |                              |               |
|  |   | December 31,<br>2023         |               |
|  |   | June 30,<br>2023             |               |
|  |   | ----- (Rupees in '000) ----- |               |
|  |   | (un-audited)                 | (audited)     |
| <b>10 SHORT TERM INVESTMENTS</b>                               |   |                              |               |
| <b>At amortised cost</b>                                       |   |                              |               |
| Term deposit receipts  | 10.1  | 74,605                       | 74,500        |
| Accrued profit thereon   |   | 1,485                        | 1,453         |
|  |   | <u>76,090</u>                | <u>75,953</u> |
| <b>10.1</b>  | This represents three months term deposit receipts with a commercial bank on roll over basis carrying profit rates ranging from 18.75% to 19.25% (June 30, 2023: 12.5% to 19.5%) per annum and having latest maturity by March 11, 2024. These deposits are marked as lien against long-term financing and bank guarantees as mentioned in note 12.1, 12.2 and 14.2.3.  |                              |               |
| <b>11 CASH AND BANK BALANCES</b>                               |   |                              |               |
|  | This includes an amount of Rs. Nil (June 30, 2023: Rs. 125.04 million) and Rs. 42.99 million (June 30, 2023: Rs. 40.32 million) held with Habib Metropolitan Bank Limited - associated company in savings accounts and dividend accounts respectively. These carry profit at the rate of 20.5% (June 30, 2023: 12.25% to 19.5%) per annum.  |                              |               |



|   |             | December 31,<br>2023                         | June 30,<br>2023 |
|---|-------------|--|------------------|
|   | Note        | ----- (Rupees in '000) -----<br>(un-audited) | (audited)        |
| <b>12 LONG-TERM FINANCING - SECURED</b>   |             |  |                  |
| SBP refinance scheme for renewable energy | 12.1 & 12.2 | 89,906                                       | 92,679           |
| Current maturity of long-term financing   |             | (11,083)                                     | (9,004)          |
|   |             | 78,823                                       | 83,675           |
| Long-term financing                       | 12.3 & 12.4 | 621,203                                      | 676,462          |
| Current maturity of long-term financing   |             | (123,215)                                    | (131,462)        |
|   |             | 497,988                                      | 545,000          |
|   | 12.5        | 576,811                                      | 628,675          |

- 12.1** This represents long-term financing facility obtained, by the Holding Company, from a conventional bank under State Bank of Pakistan (SBP) refinance scheme for renewable energy, recognised initially at fair value. The total facility amounts to Rs. 90 million and carries contractual mark-up at the rate of 2% plus 0.75% (June 30, 2023: 2% plus 0.75%) per annum payable quarterly. The effective mark-up rate as calculated with reference to fair value of the loan ranges from 8.01% to 15.81%. The facility is repayable in ten years from the date of disbursement (i.e. October 18, 2021). The facility is secured against first specific hypothecation charge over plant and machinery related to the solar power project for the disbursed amount in addition to margin of 15% to be secured against liquid collateral (Term Deposit Receipts as fully mentioned in note 10.1) held under lien. The incremental borrowing rate for the purposes of discounting adjustment for recognition at fair value is ranging from 10.02% to 16.30% (June 30, 2023: 10.02% to 16.30%) per annum. As at December 31, 2023, the unutilised portion of the facility amounts to Rs 16.75 million (June 30, 2023: Rs 16.75 million).
- 12.2** This represents long-term financing facility obtained, by the Subsidiary Company, from a conventional bank under State Bank of Pakistan (SBP) refinance scheme for renewable energy, recognised initially at fair value. The total facility amounts to Rs. 85 million and carries contractual mark-up at the rate of 2% plus 0.75% (June 30, 2023: 2% plus 0.75%) per annum payable quarterly. The effective mark-up rate as calculated with reference to fair value of the loan ranges from 8.72% to 16.30% (June 30, 2023: 8.72% to 16.30%) per annum. The facility is repayable in ten years from the date of disbursement i.e. October 20, 2021. The facility is secured against first specific hypothecation charge over plant and machinery related to the solar power project for the disbursed amount in addition to margin of 15% to be secured against liquid collateral (Term Deposit Receipts as fully mentioned in note 10.1) held under lien. As at December 31, 2023, the unutilised portion of the facility is Rs. 13.34 million (June 30, 2023: Rs. 13.34 million).
- 12.3** This represents long-term financing facility obtained, by the Holding Company, from a conventional bank to refinance capital expenditure incurred by the Holding Company, with a total limit of Rs. 500 million (June 30, 2023: Rs 500 million) and at a markup rate of 3 months KIBOR + 0.3% (June 30, 2023: 3 months KIBOR + 0.3%) payable on quarterly basis. The tenure of this facility is six years, including grace period of one year and is due to mature by July 3, 2028. This facility is secured by first pari passu hypothecation / first charge over present and future fixed assets (excluding land and building) of the Holding Company with 25% margin.
- 12.4** This represents long-term financing facility obtained, by the Subsidiary Company, from a conventional bank to refinance capital expenditure incurred by the Subsidiary Company, with a total limit of Rs. 900 million (June 30, 2023: Rs. 900 million) and at a markup rate of 3 months KIBOR + 0.3% (June 30, 2023: 3 months KIBOR + 0.3%) per annum payable on quarterly basis. The tenure of this facility is six years, including grace period of one year and is due to mature by August 3, 2028. This facility is secured by first pari passu hypothecation / first charge over present and future fixed assets (excluding land and building) of the Subsidiary Company with 25% margin.

|   | December 31,<br>2022                         | June 30,<br>2023 |
|---|--|------------------|
| Note  | ----- (Rupees in '000) -----<br>(un-audited) | (audited)        |
| <b>12.5 Movement of long-term financing</b>         |  |                  |
| Balance at beginning of the period / year           | 769,141                                      | 90,927           |
| Financing received during the period / year         | -  | 917,691          |
| Repayments made during the period / year            | (112,457)                                    | (285,637)        |
| Recognised as deferred income for the period / year | -  | (7,372)          |
| Accretion of interest during the period / year      | 54,425                                       | 53,532           |
| Balance at end of the period / year                 | <u>711,109</u>                               | <u>769,141</u>   |
| Current maturity of long-term financing             | <u>(134,298)</u>                             | <u>(140,466)</u> |
|   | <u>576,811</u>                               | <u>628,675</u>   |

12.6 This represents deferred income recognised in respect of the benefit of below-market interest rate on long term finances. The benefit has been measured as the difference between the fair value of the loan and the proceeds received. The Group has used the prevailing market rate of mark-up for similar instruments to calculate fair values of respective loan.

### 13 SHORT-TERM RUNNING FINANCE

This represents short-term running finance obtained from various banks amounting to Rs. 728.60 million (June 30, 2023: Rs. 201.55 million) which includes an amount of Rs 303.23 million (June 30, 2023: Rs Nil) obtained from Habib Metropolitan Bank Limited - associated company as at December 31, 2023. The total facility limit amounts to Rs. 2,390 million (June 30, 2023: Rs. 2.390 million) and the rate of mark-up on these finances ranges from 1 month to 3 months KIBOR plus rates varying from 0.10% to 1.00% (June 30, 2023: 1 month to 3 months KIBOR plus rates varying from 0.20% to 1.00%) per annum. The facilities are secured by way of pari passu hypothecation plus second charge on the Group's stock-in-trade, stores, spares, loose tools and trade debts.

### 14 CONTINGENCIES AND COMMITMENTS

#### 14.1 Contingencies

There is no material change in the status of contingencies as reported in the annual consolidated financial statements for the year ended June 30, 2023.

#### 14.2 Commitments

There is no material change in the status of commitments as reported in the annual consolidated financial statements for the year ended June 30, 2023 other than described below:

14.2.1 Commitments in respect of outstanding letters of credit for raw material, stores, spares and loose tools amounting to Rs. 589.04 million (June 30, 2023: Rs.747.77 million), out of which Rs. 6.35 million (June 30, 2023: Rs. 194.65 million) is outstanding with Habib Metropolitan Bank Limited - associated company as at the reporting date.

14.2.2 Commitments in respect of capital expenditure amounting to Rs. 5.26 million (June 30, 2023: Rs. 80.72 million), out of which Rs. Nil (June 30, 2023: Rs. 6.57 million) is outstanding with Habib Metropolitan Bank Limited - associated company as at the reporting date.

14.2.3 Commitments in respect of outstanding bank guarantees amounting to Rs 685.80 million (June 30, 2023: Rs 604.32 million). This includes an amount of Rs 305.8 million (June 30, 2023: Rs 188.0 million) in respect of bank guarantees from Habib Metropolitan Bank Limited - associated company.

14.2.4 Outstanding bank guarantees issued to Collector of Customs in respect of custom duty and non-deduction of withholding tax amounting to Rs. 258.48 million (June 30, 2023: Rs. 258.48 million) and Rs. 8.62 million (June 30, 2023: Rs. 8.62 million) respectively.



|  | Six months period ended   |                   | Three months period ended      |                   |
|--|---|-------------------|--------------------------------|-------------------|
|  | December 31, 2023   | December 31, 2022 | December 31, 2023              | December 31, 2022 |
|  | (Un-audited)  |                   | (Un-audited)                   |                   |
|  | ----- (Rupees in '000) -----  |                   | ----- (Rupees in '000) -----   |                   |
| <b>15 REVENUE - net</b>                              |   |                   |                                |                   |
| Revenue gross - local                                | 3,977,681   | 5,270,758         | 1,907,723                      | 2,696,484         |
| Revenue gross - exports                              | 11,850  | -                 | 11,850                         | -                 |
| Less: Sales tax                                      | (609,264)   | (792,908)         | (292,789)                      | (405,682)         |
|  | <u>3,380,267</u>  | <u>4,477,850</u>  | <u>1,626,784</u>               | <u>2,290,801</u>  |
| <b>16 OTHER EXPENSES</b>                             |   |                   |                                |                   |
| Exchange loss on foreign currency transactions - net | 13,397  | 115,675           | (3,521)                        | 8,410             |
| Workers' Profit Participation Fund                   | -   | 2,324             | (1,271)                        | (16)              |
| Workers' Welfare Fund                                | -   | 1,038             | (739)                          | (50)              |
| Donations  | 3,528   | 6,702             | 3,528                          | 2,351             |
| Loss on disposal of operating fixed assets           | 486   | -                 | (2,012)                        | (1,851)           |
|  | <u>17,411</u>   | <u>125,739</u>    | <u>(4,015)</u>                 | <u>8,844</u>      |
| <b>17 TAXATION</b>                                   |   |                   |                                |                   |
| Current tax:   |   |                   |                                |                   |
| for the period                                       | (42,774)  | (55,973)          | (19,463)                       | (20,895)          |
| prior period   | 77  | 583               | -                              | 953               |
| Deferred tax   | 45,304  | 12,815            | 45,180                         | (6,258)           |
|  | <u>2,607</u>  | <u>(42,575)</u>   | <u>25,717</u>                  | <u>(26,200)</u>   |
| <b>18 LOSS PER SHARE - BASIC AND DILUTED</b>         |   |                   |                                |                   |
|  | Six months period ended   |                   | Three months period ended      |                   |
|  | December 31, 2023   | December 31, 2022 | December 31, 2023              | December 31, 2022 |
|  | (Un-audited)  |                   | (Un-audited)                   |                   |
|  | ----- (Rupees in '000) -----  |                   | ----- (Rupees in '000) -----   |                   |
| Loss for the period                                  | <u>(176,990)</u>  | <u>(160,102)</u>  | <u>(183,010)</u>               | <u>(74,642)</u>   |
|  | ----- (Number of shares) -----  |                   | ----- (Number of shares) ----- |                   |
| Weighted average number of ordinary shares           | <u>36,000,000</u>   | <u>36,000,000</u> | <u>36,000,000</u>              | <u>36,000,000</u> |
|  | ----- (Rupees) -----  |                   | ----- (Rupees) -----           |                   |
| Loss per share - basic and diluted                   | <u>(4.92)</u>   | <u>(4.45)</u>     | <u>(5.08)</u>                  | <u>(2.07)</u>     |
| <b>18.1</b>  | A diluted earnings per share has not been presented as the Group does not have any convertible instruments in issue as at December 31, 2023 (December 31, 2022: Nil). |                   |                                |                   |
|  |   |                   | Six months period ended        |                   |
|  |   |                   | December 31, 2023              | December 31, 2022 |
|  |   |                   | (Un-audited)                   |                   |
|  |   |                   | ----- (Rupees in '000) -----   |                   |
| <b>19 CASH AND CASH EQUIVALENTS</b>                  |   |                   |                                |                   |
| Cash and bank balances                               |   |                   | 52,225                         | 50,836            |
| Short-term running finance                           |   |                   | <u>(728,604)</u>               | <u>(320,054)</u>  |
|  |   |                   | <u>(676,379)</u>               | <u>(269,218)</u>  |



## TRANSACTIONS AND BALANCES WITH ASSOCIATED UNDERTAKINGS / RELATED PARTIES

The associated undertakings / related parties of the Group comprise of companies with common directorship, staff retirement funds, directors and key management personnel. All the transactions with associated undertakings / related parties are entered into at agreed terms in the normal course of business as approved by the Board of Directors of the Group. Details of the transactions with associated undertakings / related parties during the period, other than disclosed elsewhere in these consolidated condensed interim financial statements, are as follows:

| Name of associated undertakings / related party and relationship with the Company | Nature of transactions                                    | Percentage of share holding in the Company % | December 31, 2023<br>(Un-audited)<br>----- (Rupees in '000) ----- | December 31, 2022<br>(Un-audited)<br>----- (Rupees in '000) ----- |
|---|---|--|---|---|
| <b>Associated undertakings<br/>(Common directorship)</b>                          |   |  |   |   |
| Shabbir Tiles and Ceramics Limited  | Purchases   | Nil  | <u>6,189</u>  | <u>195</u>  |
| Thal Boshoku Pakistan (Private) Limited   | Sale of goods   | Nil  | <u>12,533</u>   | <u>31,653</u>   |
| AuVitronics Limited   | Sale of goods   | Nil  | <u>225</u>  | <u>-</u>  |
| Habib Metropolitan Bank Limited   | Mark-up expense   | Nil  | <u>20,142</u>   | <u>9,534</u>  |
|   | Profit earned on term deposit receipt and deposit account |  | <u>1,326</u>  | <u>2,965</u>  |
|   | Bank charges  |  | <u>1,647</u>  | <u>304</u>  |
|   | Gain on foreign exchange cover                            |  | <u>-</u>  | <u>20,251</u>   |
|   | Guarantee given   |  | <u>12,000</u>   | <u>97,087</u>   |
| <b>Retirement benefit funds</b>   |   |  |   |   |
| Employees' Provident Fund   | Contribution  | Nil  | <u>11,435</u>   | <u>11,849</u>   |
| <b>Key management personnel</b>   | Remuneration and other benefits                           | Nil  | <u>21,148</u>   | <u>24,354</u>   |
|   | Fee for attending board meetings                          |  | <u>1,500</u>  | <u>1,000</u>  |

20.1 The outstanding balances with related parties as at reporting date have been disclosed in the respective notes to the consolidated condensed interim financial statements.

## 21 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences may arise between the carrying value and the fair value estimates.

The Group classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements.

## Fair value hierarchy

The table below analyses financial instruments carried at fair value by valuation method. The different levels have been defined as follows:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- inputs for the asset or liability that are not based on observable market data (level 3).

As at the reporting date, the Group does not have any financial assets carried at fair value that required categorisation in level 1, level 2 and level 3.

## 22 GENERAL

22.1 Figures have been rounded off to the nearest thousands unless otherwise stated.

22.2 Certain prior year's figures have been reclassified for better presentation, wherever necessary.

| Description of item                               | Nature    | Rupees in '000 | From                      | To  |
|---|-----------|----------------|---------------------------|---|
| Accrued interest on long-term financing - secured | Liability | 27,239         | Trade and other payables  | Current maturity of long-term financing - secured |
| Accrued interest on short-term running finance    | Liability | 6,630          | Trade and other payables  | Short-term running finance                        |
| Term deposit receipts                             | Asset     | 77,000         | Cash and cash equivalents | Cash flow from investing activities               |

## 23 DATE OF AUTHORISATION FOR ISSUE


These consolidated condensed interim financial statements were authorised for issue on February 7, 2024 by the Board of Directors of the Group.



Director



Chief Executive



Chief Financial Officer