

# Agriauto Industries Limited

Condensed Interim Financial Statements  
For the Period and Quarter Ended December 31, 2022  
(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
Muhammad Ali Jameel	Independent Director

## AUDIT COMMITTEE

Muhammad Ali Jameel	Chairman
Sohail P. Ahmed	Member
Ayesha T. Haq	Member

## HUMAN RESOURCE & REMUNERATION COMMITTEE

Muhammad Ali Jameel	Chairman
Salman Burney	Member
Sohail P. Ahmed	Member
Yutaka Arae	Member
Fahim Kapadia	Member

## CHIEF FINANCIAL OFFICER

Hassan Ali Ghazi

## COMPANY SECRETARY

Tariq Iqbal Bawani

## AUDITORS

EY Ford Rhodes, Chartered Accountants

## SHARE REGISTRAR

FAMCO Associates (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 Agriaautos Industries Limited (the "Company"), we are pleased to present the financial performance of the Company for the quarter and half year ended December 31, 2022.

### THE BOARD OF DIRECTORS

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

- |  |                        |
|--|------------------------|
| 1. Mr. Yutuka 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. Muhammad Ali Jameel             | Independent Director   |

### AUDIT COMMITTEE

- |                            |          |
|----------------------------|----------|
| 1. Mr. Muhammad Ali Jameel | Chairman |
| 2. Mr. Sohail P. Ahmed     | Member   |
| 3. Ms. Ayesha T. Haq       | Member   |

### HUMAN RESOURCE & REMUNERATION COMMITTEE

- |                            |          |
|----------------------------|----------|
| 1. Mr. Muhammad Ali Jameel | Chairman |
| 2. Mr. Salman Burney       | Member   |
| 3. Mr. Sohail P. Ahmed     | Member   |
| 4. Mr. Yutuka Arae         | Member   |
| 5. Mr. Fahim Kapadia       | Member   |

### Financial Highlights

#### Consolidated

	Rs. in million			
	For Six Months July to Dec		For Three Months Oct to Dec	
	2022	2021	2022	2021
Turnover	4,478	7,344	2,291	4,117
(Loss) / Profit before tax	(118)	648	(48)	321
Taxation	(42)	(179)	(26)	(85)
(Loss) / Profit after tax	(160)	468	(74)	236
(Loss) / Earnings per share (Rs.)	(4.45)	13.03*	(2.07)	6.57*

\*restated due to issue of bonus shares.

Consolidated turnover for the six months ended December 31, 2022 was Rs. 4.48 billion compared to Rs. 7.34 billion in same period last year, a decrease of 39%.

Sales revenue decreased due to substantial reduction in production volumes of auto assemblers as State Bank of Pakistan ("SBP"), issued a circular on May 19, 2022 which requires prior approval on import of completely knocked down ("CKD") units. The continued delays and holding of approvals have disrupted the supply chain cycle and forced auto assemblers to restrict their production to 40% to 45% of their capacity.

In addition, the abrupt reduction in production volumes of auto assemblers caused inventory levels to increase significantly. Funds strapped in working capital and ongoing expansion projects has resulted in the Company to utilize financing from banks. This increase in borrowings and policy rates resulted in higher financial charges of Rs. 148 million (2021: Rs. 21 million) and foreign exchange loss of Rs. 116 million (2021: Rs. 106 million) as compared with the same period last year.

## DIRECTORS' REVIEW REPORT

The Company is taking suitable measures to reduce borrowing, thereby reducing financial charges by freeing up working capital strapped in inventory.

The Company has incurred loss before tax of Rs. 118 million compared to a profit before tax of Rs. 648 million in the corresponding period last year.

### Standalone

	Rs. in million			
	For Six Months July to Dec		For Three Months Oct to Dec	
	2022	2021	2022	2021
Turnover	2,840	4,360	1,474	2,389
Profit before tax	62*	319	35	130
Taxation	(20)	(95)	(29)	(41)
Profit after tax	42	224	6	89
Earnings per share (Rs.)	1.16	6.21**	0.16	2.48**

\*Includes dividend of Rs. 228.8 million from the subsidiary company.

\*\* restated due to issue of bonus shares.

Turnover for the six months under review was Rs. 2.84 billion compared to Rs. 4.36 billion in same period last year, a decrease of 35%.

Regarding the tax charge for the period, minimum tax is applicable in accordance with section 113 of Income Tax Ordinance 2001 which was partially adjusted due to deferred tax asset.

Profit after tax decreased by 81% to Rs. 42 million compared to Rs. 224 million in corresponding period last year.

### Business overview

During the period under review, SBP's restrictions on CKD imports has distressed auto sector. Passenger car volumes and light commercial vehicle segment decreased by 33% and 19%, respectively, compared to the first HY 2021-22, while motorcycle and tractor volumes decreased by 40% and 48%, respectively, over same period.

SBP had withdrawn the restriction in January 2023, however, directed banks to prioritize and facilitate imports under the categories of essential imports which includes energy, agriculture inputs, imports of export-oriented industry and/or on the basis of deferred payment or self-funded imports. Consequently, auto industry woes continue as new letter of credits (LCs) are not being opened and retirements of LCs are being delayed. As a result, all our customers are observing non-production days (NPDs) due to shortages of material.

The Company is also adopting similar measures in addition to the ongoing cost containment program directed towards reducing costs and increasing control over costs.

With highly volatile foreign exchange, depreciating rupee and resulting inflation, tighter fiscal and monetary measures would have an adverse effect on the auto industry coupled with dampened consumer demand that may continue in the upcoming period. Given the current challenges, this would likely to be reflected in the financial performance of the Company. Management is taking suitable measures to minimize the resultant impact.

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

ASC continued to concentrate and excel in its core capability of stamping of high tensile sheet metal parts. ASC is continuously pursuing and securing new product development and operations are growing with increase in number of parts being produced for various auto assemblers.

## DIRECTORS' REVIEW REPORT

The expansion project with a capital expenditure of approximately Rs. 925 million, includes two new presses of 1,000 and 500 tons, is progressing as planned and expected to complete in Q4 FY 2023. After the completion of the project, ASC will have two full tandem lines with four presses each and this will increase the plant capacity of press parts and accommodate additional business in future.

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.



Salman Burney  
Non-Executive Director



Fahim Kapadia  
Chief Executive

Dated: February 21, 2023

## ڈائریکٹرز کی جائزہ رپورٹ

31 دسمبر 2022ء کو اختتام پذیر ششماہی اور سہ ماہی 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  
نان ایگزیکٹو ڈائریکٹر
- 2- جناب فہیم کپاڈیا - چیف ایگزیکٹو  
ایگزیکٹو ڈائریکٹر
- 3- جناب حمزہ حبیب  
نان ایگزیکٹو ڈائریکٹر
- 4- جناب سہیل پی۔ احمد  
نان ایگزیکٹو ڈائریکٹر
- 5- جناب سلمان برنی  
نان ایگزیکٹو ڈائریکٹر
- 6- مس عائشہ ٹی۔ حق  
خود مختار ڈائریکٹر
- 7- جناب محمد علی جمیل  
خود مختار ڈائریکٹر

## آڈٹ کمیٹی

- 1- جناب محمد علی جمیل  
چیئرمین
- 2- جناب سہیل پی۔ احمد  
رکن
- 3- مس عائشہ ٹی۔ حق  
رکن

## ہیومن ریسورس اینڈ ریمونریشن کمیٹی

- 1- جناب محمد علی جمیل  
چیئرمین
- 2- جناب سلمان برنی  
رکن
- 3- جناب سہیل پی۔ احمد  
رکن
- 4- جناب یوٹا کا آرائے  
رکن
- 5- جناب فہیم کپاڈیا  
رکن

مالیاتی خلاصہ  
مجموعی نتائج

ملین روپوں میں

برائے سہ ماہی اکتوبر تا دسمبر		برائے سہ ماہی جولائی تا دسمبر		
2021ء	2022ء	2021ء	2022ء	
4,117	2,291	7,344	4,478	فروخت
321	(48)	648	(118)	(خسارہ) / نفع قبل از ٹیکس
(85)	(26)	(179)	(42)	ٹیکسیشن
236	(74)	468	(160)	(خسارہ) / نفع بعد از ٹیکس
6.57*	(2.06)	13.03*	(4.45)	فی حصص (خسارہ) / آمدنی (روپے)

\* بونس حصص کی وجہ سے ری اسٹیڈڈ

31 دسمبر 2022ء کو اختتام پذیر سہ ماہی پر کمپنی کی مجموعی فروخت 4.48 بلین روپے سے کم ہو کر 7.34 بلین روپے رہی جو کہ پچھلے سال کی اسی مدت کی نسبت 39 فیصد کم ہے۔

فروخت میں کمی کی بنیادی وجہ آٹو اسمبلرز کے پیداواری حجم میں خاطر خواہ کمی ہے اور اسٹیٹ بینک آف پاکستان ("SBP") کی جانب سے 19 مئی 2022ء کو جاری کیا گیا سرکولر بنا جس میں تمام کمپنیوں پر completely knocked down units ("CKD") درآمد کرنے سے پہلے SBP کی اجازت لینا لازمی قرار دیا گیا۔ اس کی وجہ سے درآمدات کی مد میں مشکلات پیش آئیں اور آٹو اسمبلرز اپنی پیداوار نہ صلاحیت کو 40% سے 45% تک محدود کرنے پر مجبور ہو گئے ہیں۔

اس کے علاوہ آٹو اسمبلرز کے پیداواری حجم میں اچانک کمی کی وجہ سے انونٹری کی سطح میں نمایاں اضافہ ہوا۔ ورکنگ کیپٹل اور جاری کردہ توسیعی پراجیکٹس میں پھنس جانے والے پیسوں کے نتیجے میں کمپنی کو بینکوں سے قرض لینا پڑا۔ قرضوں اور پالیسی کی شرح میں اضافے کے نتیجے میں پچھلے سال کی اسی مدت کی نسبت مالی اخراجات 148 ملین روپے (2021ء: 21 ملین روپے) اور غیر ملکی کرنسی کے نقصانات 116 ملین روپے (2021ء: 106 ملین روپے) ہو گئے۔

کمپنی قرض کو کم کرنے کے لیے مناسب اقدامات کر رہی ہے، جس میں کہ انونٹری میں پھنسے ورکنگ کیپٹل کو نکال کر مالی اخراجات کم کرنا ہے۔

کمپنی کو 118 ملین روپے کا قبل از ٹیکس نقصان اٹھانا پڑا جو کہ پچھلے سال کی اسی مدت میں 648 ملین روپے کا منافع تھا۔

ملین روپوں میں

انفرادی نتائج

برائے سہ ماہی اکتوبر تا دسمبر		برائے ششماہی جولائی تا دسمبر		
2021ء	2022ء	2021ء	2022ء	
2,389	1,474	4,360	2,840	فروخت
130	35	319	62*	نفع قبل از ٹیکس
(41)	(29)	(95)	(20)	ٹیکسیشن
89	6	224	42	نفع بعد از ٹیکس
2.48**	0.16	6.21**	1.16	فی حصص آمدنی (روپے)

\*\* بشمول ذیلی کمپنی سے 228.8 ملین روپے عبوری منافع منقسمہ

\*\* بونس حصص کی وجہ سے ری اسٹیٹڈ

زیر جائزہ ششماہی میں کمپنی کی فروخت 2.84 بلین روپے رہی جو کہ پچھلے سال کی اسی مدت میں 4.36 بلین روپے تھی اور 35 فیصد کم ہے۔

انکم ٹیکس آرڈیننس 2001ء کے سیکشن 113 کی بنیاد پر کمپنی پر کم از کم ٹیکس لاگو ہوا تاہم یہ کم از کم ٹیکس deferred tax asset زیادہ ہونے کی وجہ سے ایڈجسٹ کر دیا۔

کمپنی کا نفع بعد از ٹیکس 81 فیصد سے کم ہو کر 42 ملین روپے رہا جو کہ پچھلے سال کی اسی مدت میں 224 ملین روپے تھا۔

## کاروباری جائزہ

زیر جائزہ مدت کے دوران SBP کی CKD درآمدات پر پابندیوں نے آٹو سیکٹر کو شدید مشکلات سے دوچار کیا۔ مسافر گاڑیوں کے حجم اور لائٹ کمرشل گاڑیوں کے شعبے میں گزشتہ برس کی اسی مدت کی نسبت بالترتیب 33% اور 19% کمی ہوئی۔ اسی دورانہ میں موٹر سائیکل سیکٹر اور ٹریکٹر کے حجم میں بالترتیب 40% اور 48% کمی ہوئی۔

SBP نے پابندی کو جنوری 2023ء میں واپس لے لیا تھا، تاہم بینکوں کو ہدایت کی کہ وہ ضروری درآمدات کے زمرے کے تحت درآمدات کو ترجیح دیں اور اس میں سہولت فراہم کریں جس میں توانائی، زرعی inputs، برآمدی صنعت کی درآمدات اور ایاموخر ادائیگی یا خود کے پیسوں کی بنیاد پر درآمد شامل ہیں۔ نتیجتاً آٹو انڈسٹری کی پریشانیاں جاری ہیں کیونکہ نئی لیٹر آف کریڈٹس (LCs) نہیں کھول پارہے ہیں اور LCs کی ریٹائرمنٹ میں تاخیر ہو رہی ہے۔ اسی لیے ہمارے تمام صارفین خام مال کی کمی کی وجہ سے غیر پیداواری دن (NPDs) کا مشاہدہ کر رہے ہیں۔

کمپنی نے ایسے کئی اقدامات لیے ہیں جن میں جاری لاگت پر قابو پانا اور مزید نئے کنٹرول متعارف کرانا شامل ہیں۔

انتہائی غیر مستحکم غیر ملکی کرنسی کے ساتھ روپے کی قدر میں کمی اور اس کے نتیجے میں افراط زر، سخت مالیاتی اقدامات آٹو انڈسٹری پر منفی اثرات مرتب کریں گے اور اس کے ساتھ ساتھ صارفین کی طلب میں کمی آئے گی جو آئندہ مدت میں بھی جاری رہ سکتی ہے۔ موجودہ چیلنجز کے پیش نظر ان کے اثرات ممکنہ طور پر کمپنی کے مالیاتی کارکردگی پر مرتب ہوں گے۔ ان اثرات کو کم کرنے کے لیے بھی انتظامیہ مناسب اقدامات کر رہی ہے۔

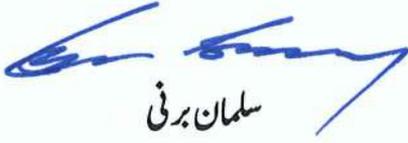
## ایگری آٹو اسٹیٹمنٹنگ کمپنی (پرائیویٹ) لمیٹڈ ("ASC")

ASC تسلسل کے ساتھ اپنی بنیادی سرگرمی یعنی اعلیٰ تناؤ کے حامل شیٹ میٹل پرزوں کی اسٹیٹمنٹنگ پر پر تکیز ہے اور اس میں مزید اضافہ کے لیے کوشاں ہے۔ ASC تسلسل کے ساتھ نئی مصنوعات کی ترویج اور حصول کے لیے کوشاں ہے۔ اس سے آپریشنز کے ساتھ ساتھ مختلف آٹو اسمبلرز کے لیے پرزوں کی پیداواری تعداد میں اضافہ ہو رہا ہے۔

کمپنی کے توسیعی پروجیکٹ جس پہ کہ 925 ملین روپے سرمایہ جاتی خرچہ آئے گا اور جس میں دو نئے پریس 1,000 اور 500 ٹن شامل ہیں، منصوبہ بندی کے ساتھ آگے بڑھ رہا ہے اور توقع ہے کہ مالیاتی سال 2023ء کی چوتھی سہ ماہی میں مکمل ہو جائے گا۔ اس پروجیکٹ کی تکمیل کے بعد ASC کو فی کس 4 پریسز کی دو مکمل ٹینڈم لائنیں دستیاب ہوں گی اور اس سے پریس پارٹس کی پیداواری گنجائش میں اضافہ ہوگا اور مستقبل کی اضافی کاروباری ضروریات کو پورا کرنے میں مدد کرے گا۔

ہم اپنے تمام صارفین، شیئر ہولڈرز، ڈیلرز، بیئرز اور غیر ملکی تکنیکی معاونین کی بلا تعطل حمایت اور ہماری کمپنی پر بھروسہ کے لئے اظہار تشکر کرتے ہیں۔ ہم اپنے تمام ملازمین کے بھی تہہ دل سے شکر گزار ہیں جنہوں نے کمپنی کی ترقی میں خلوص نیت سے کام کیا۔

منجانب بورڈ آف ڈائریکٹرز

  
سلمان برنی  
نان ایگزیکٹو ڈائریکٹر

  
فہیم کپاڈیا  
چیف ایگزیکٹو

21 فروری 2023ء



**Building a better  
working world**

**AUDITORS' REPORT TO THE CONDENSED INTERIM  
FINANCIAL STATEMENTS OF**

**AGRIAUTO INDUSTRIES LIMITED**

**FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2022**

EY Ford Rhodes  
Chartered Accountants  
Progressive Plaza, Beaumont Road  
P.O. Box 15541, Karachi 75530  
Pakistan

UAN: +9221 111 11 39 37 (EYFR)  
Tel: +9221 3565 0007-11  
Fax: +9221 3568 1965  
ey.khi@pk.ey.com  
ey.com/pk

## **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 **31 December 2022** 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, unconsolidated condensed interim statement of cash flows, and notes to the unconsolidated condensed interim financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this 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 of the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income and the notes forming part thereof for the three months period ended 31 December 2022 and 2021 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended 31 December 2022.

### **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 is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the audit resulting in this independent auditor's report is **Omer Chughtai**.



**Chartered Accountants**

**Place: Karachi**

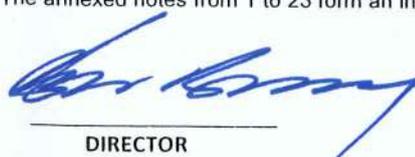
**Date: 24 February 2023**

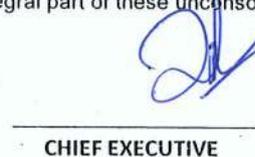
**UDIN: RR202210120sH4pi9LC1**

**AGRIAUTO INDUSTRIES LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT DECEMBER 31, 2022**

	December 31, 2022 (un-audited)	June 30, 2022 (audited)
Note	----- (Rupees in '000) -----	
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	7 1,499,204	1,235,589
Right-of-use assets	6,228	10,230
Intangible assets	64,889	75,730
Long-term investment	1,144,006	1,144,006
Long-term deposits	8,987	8,063
Deferred taxation - net	8 42,532	27,011
	<u>2,765,846</u>	<u>2,500,629</u>
<b>CURRENT ASSETS</b>		
Stores, spares and loose tools	146,790	149,300
Stock-in-trade	2,435,797	2,221,450
Trade debts	9 445,843	742,883
Advances, deposits, prepayments and other receivables	10 393,365	645,165
Accrued profit	11 537	1,765
Short-term investments	12 38,724	39,164
Sales tax receivable	58,021	-
Taxation – net	343,319	328,036
Cash and bank balances	13 43,112	67,147
	<u>3,905,508</u>	<u>4,194,910</u>
<b>TOTAL ASSETS</b>	<u><b>6,671,354</b></u>	<u><b>6,695,539</b></u>
<b>EQUITY AND LIABILITIES</b>		
<b>SHARE CAPITAL AND RESERVES</b>		
Authorised capital		
40,000,000 (June 30, 2022: 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, 2022: 28,800,000) ordinary shares of Rs. 5/- each	180,000	144,000
Reserves	<u>4,382,958</u>	<u>4,377,207</u>
	<u>4,562,958</u>	<u>4,521,207</u>
<b>NON-CURRENT LIABILITIES</b>		
Lease liabilities	501	3,387
Long-term financing - secured	14 493,696	41,770
Deferred income	14 22,643	19,435
	<u>516,840</u>	<u>64,592</u>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	1,312,681	1,308,062
Current maturity of lease liabilities	10,298	8,795
Current maturity of long-term financing	14 54,090	4,020
Sales tax payable	-	11,049
Unpaid dividend	6,928	8,357
Unclaimed dividend	27,989	26,956
Short-term running finance	15 179,570	742,501
	<u>1,591,556</u>	<u>2,109,740</u>
<b>CONTINGENCIES AND COMMITMENTS</b>	16	
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><b>6,671,354</b></u>	<u><b>6,695,539</b></u>

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

  
 \_\_\_\_\_  
 DIRECTOR

  
 \_\_\_\_\_  
 CHIEF EXECUTIVE

  
 \_\_\_\_\_  
 CHIEF FINANCIAL OFFICER

**AGRIAUTO INDUSTRIES LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2022**  
**(un-audited)**

	Note	Half year ended		Quarter ended	
		December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
		----- (Rupees in '000) -----		----- (Rupees in '000) -----	
Turnover – net		2,839,996	4,359,770	1,473,642	2,389,050
Cost of sales		<u>(2,651,873)</u>	<u>(3,774,390)</u>	<u>(1,409,399)</u>	<u>(2,124,983)</u>
<b>Gross profit</b>		<b>188,123</b>	<b>585,380</b>	<b>64,243</b>	<b>264,067</b>
Distribution costs		<u>(61,710)</u>	<u>(74,662)</u>	<u>(33,424)</u>	<u>(42,346)</u>
Administrative expenses		<u>(129,172)</u>	<u>(112,395)</u>	<u>(63,718)</u>	<u>(57,254)</u>
		<u>(190,882)</u>	<u>(187,057)</u>	<u>(97,142)</u>	<u>(99,600)</u>
<b>Operating (loss) / profit</b>		<b>(2,759)</b>	<b>398,323</b>	<b>(32,899)</b>	<b>164,467</b>
Other expenses	17	<u>(72,552)</u>	<u>(90,599)</u>	<u>632</u>	<u>(35,574)</u>
Other income	18	<u>236,968</u>	<u>21,023</u>	<u>120,358</u>	<u>8,375</u>
Finance costs		<u>(99,444)</u>	<u>(9,618)</u>	<u>(52,727)</u>	<u>(7,067)</u>
		<u>64,972</u>	<u>(79,194)</u>	<u>68,263</u>	<u>(34,266)</u>
<b>Profit before taxation</b>		<b>62,213</b>	<b>319,129</b>	<b>35,364</b>	<b>130,201</b>
Taxation					
- Current		<u>(35,500)</u>	<u>(107,974)</u>	<u>(18,376)</u>	<u>(45,641)</u>
- Prior		<u>(483)</u>	<u>(352)</u>	<u>(113)</u>	<u>(352)</u>
- Deferred		<u>15,521</u>	<u>12,807</u>	<u>(10,950)</u>	<u>5,067</u>
		<u>(20,462)</u>	<u>(95,519)</u>	<u>(29,439)</u>	<u>(40,926)</u>
<b>Profit after taxation</b>		<b>41,751</b>	<b>223,610</b>	<b>5,925</b>	<b>89,275</b>
			----- (Rupees) -----		
<b>Earnings per share - basic and diluted</b>	19	<u>1.16</u>	(Restated) <u>6.21</u>	<u>0.16</u>	(Restated) <u>2.48</u>

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

  
 \_\_\_\_\_  
 DIRECTOR

  
 \_\_\_\_\_  
 CHIEF EXECUTIVE

  
 \_\_\_\_\_  
 CHIEF FINANCIAL OFFICER

**AGRIAUTO INDUSTRIES LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2022**  
**(un-audited)**

	Half year ended		Quarter ended	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
	----- (Rupees in '000) -----		----- (Rupees in '000) -----	
Profit after taxation for the period	41,751	223,610	5,925	89,275
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>41,751</b>	<b>223,610</b>	<b>5,925</b>	<b>89,275</b>

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

476

  
 \_\_\_\_\_  
 DIRECTOR

  
 \_\_\_\_\_  
 CHIEF EXECUTIVE

  
 \_\_\_\_\_  
 CHIEF FINANCIAL OFFICER

**AGRIAUTO INDUSTRIES LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2022**

	Reserves				Total reserves	Total equity
	Capital reserve	Revenue reserves		Share premium		
		General	Unappropriated profit			
Issued, subscribed and paid-up capital						
----- (Rupees in '000) -----						
Balance as at July 01, 2021 (audited)	144,000	12,598	3,765,000	468,400	4,245,998	4,389,998
Final dividend for the year ended June 30, 2021 @ Rs. 6.0/- per share	-	-	-	(172,800)	(172,800)	(172,800)
Transfer to general reserve	-	-	200,000	(200,000)	-	-
Profit after taxation for the period	-	-	-	223,610	223,610	223,610
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	223,610	223,610	223,610
<b>Balance as at December 31, 2021 (un-audited)</b>	<b>144,000</b>	<b>12,598</b>	<b>3,965,000</b>	<b>319,210</b>	<b>4,296,808</b>	<b>4,440,808</b>
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 profit for the period	-	-	-	41,751	41,751	41,751
<b>Balance as at December 31, 2022 (un-audited)</b>	<b>180,000</b>	<b>12,598</b>	<b>4,265,000</b>	<b>105,360</b>	<b>4,382,958</b>	<b>4,562,958</b>

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



DIRECTOR



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER

**AGRIAUTO INDUSTRIES LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2022**  
(un-audited)

	Half year ended	
	December 31, 2022	December 31, 2021
	(Rupees in '000)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	62,213	319,129
Adjustments for:		
Depreciation and amortisation	75,457	66,771
Finance costs	99,444	9,618
(Reversal) / charge for expected credit losses	(56)	22
Profit on term deposit receipts and deposit accounts	(3,144)	(3,891)
Dividend income	(228,802)	-
Capital work-in-progress charged off	32	-
Gain on disposal of operating fixed assets	(3,220)	(1,445)
	<u>1,924</u>	<u>390,204</u>
Decrease / (increase) in current assets	280,706	(904,594)
(Decrease) / increase in current liabilities	(32,683)	130,641
<b>Cash generated from / (used in) operations</b>	<u>249,947</u>	<u>(383,749)</u>
Finance costs paid	(73,060)	(1,376)
Long-term deposits paid	(924)	(762)
Income tax adjusted	(51,266)	(62,073)
<b>Net cash generated from / (used in) operating activities</b>	<u>124,697</u>	<u>(447,960)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	(330,812)	(54,945)
Proceeds from disposal of property, plant and equipment	9,771	8,652
Dividend received	228,802	-
Profit received on term deposit receipts and deposit accounts	4,811	3,846
<b>Net cash used in investing activities</b>	<u>(87,428)</u>	<u>(42,447)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long-term financing obtained	507,769	16,563
Long-term financing repaid	(3,293)	-
Dividend paid	(396)	(169,509)
Lease payments	(2,453)	(7,029)
<b>Net cash generated from / (used in) financing activities</b>	<u>501,627</u>	<u>(159,975)</u>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<u>538,896</u>	<u>(650,382)</u>
Cash and cash equivalents at the beginning of the period	(637,354)	250,871
<b>Cash and cash equivalents at the end of the period</b>	<u>(98,458)</u>	<u>(399,511)</u>
<b>CASH AND CASH EQUIVALENTS</b>		
Cash and bank balances	43,112	45,739
Short-term investments	38,000	38,000
Short-term running finance	(179,570)	(483,250)
	<u>(98,458)</u>	<u>(399,511)</u>

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

  
\_\_\_\_\_  
DIRECTOR

  
\_\_\_\_\_  
CHIEF EXECUTIVE

  
\_\_\_\_\_  
CHIEF FINANCIAL OFFICER

**AGRIAUTO INDUSTRIES LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2022**  
**(un-audited)**

**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 and 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 unconsolidated condensed interim financial statements of the Company in which investments in subsidiary is accounted for at cost less accumulated impairment losses, if any and is not consolidated or accounted for using equity method.

**2 STATEMENT OF COMPLIANCE**

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 which comprise of International Accounting Standard (IAS) 34 - 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and provisions of and directives issued under the Companies Act, 2017. Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirement of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

**3 BASIS OF PREPARATION**

These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the unconsolidated annual financial statements, and should be read in conjunction with the unconsolidated financial statements of the Company for the year ended June 30, 2022.

**4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those followed in the preparation of the Company's annual unconsolidated financial statements for the year ended June 30, 2022.

**5 STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED ACCOUNTING AND REPORTING STANDARDS THAT ARE EFFECTIVE IN THE CURRENT PERIOD**

There are certain amendments to the published accounting and reporting standards that are mandatory for the Company's annual accounting period beginning on July 1, 2022. However, these do not have any significant impact on the Company's operations and, therefore, have not been detailed in these unconsolidated condensed interim financial statements.

**6 STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED ACCOUNTING AND REPORTING STANDARDS THAT ARE NOT YET EFFECTIVE**

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

<b>Standards, interpretations and amendments</b>	<b>Effective date</b>
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
<b>Standards, interpretations and amendments</b>	<b>Effective date</b>
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalised

The above standards and amendments are not expected to have any material impact on the Company's unconsolidated condensed interim financial statements in the period of initial application.

<b>Standards</b>	<b>IASB Effective date (annual periods beginning on or after)</b>
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 - Insurance Contracts	January 01, 2023

ykr

	Note	December 31, 2022 ----- (Rupees in '000) ----- (un-audited)	June 30, 2022 ----- (Rupees in '000) ----- (audited)	
<b>7</b>	<b>PROPERTY, PLANT AND EQUIPMENT</b>			
	Operating fixed assets	7.1 & 7.2	921,198	919,292
	Capital work-in-progress	7.3	578,006	316,297
			<u>1,499,204</u>	<u>1,235,589</u>

7.1 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 NBV	
	Half year ended December 31, 2022 (un-audited) ----- (Rupees in '000) -----		Half year ended December 31, 2022 (un-audited) ----- (Rupees in '000) -----	
	2022	2021	2022	2021
<b>Owned</b>				
Plant and machinery	49,449	8,144	6,247	1,055
Furniture and fittings	-	891	-	-
Vehicles	14,717	7,020	80	6,070
Office equipment	-	175	-	-
Computer equipment	4,905	2,537	224	82
Dies and tools	-	375	-	-
	<u>69,071</u>	<u>19,142</u>	<u>6,551</u>	<u>7,207</u>

7.2 Depreciation charge for the period amounted to Rs. 60.61 million (December 31, 2021: Rs. 56.76 million).

	December 31, 2022 ----- (Rupees in '000) ----- (un-audited)	June 30, 2022 ----- (Rupees in '000) ----- (audited)
<b>7.3 Capital work-in-progress</b>		
Balance at the beginning of the period / year	316,297	38,516
Capital expenditure incurred / advances made during the period / year	267,348	360,980
Transfer to operating fixed assets during the period / year	(5,607)	(82,399)
Charged off during the period / year	(32)	(800)
Balance at the end of the period / year	<u>578,006</u>	<u>316,297</u>
<b>8 DEFERRED TAXATION - NET</b>		
Deductible temporary differences arising due to:		
- provisions	140,692	129,706
- lease liabilities and right-of-use-assets	1,509	644
Taxable temporary differences arising due to:		
- accelerated tax depreciation	(99,669)	(103,339)
	<u>42,532</u>	<u>27,011</u>

9 Includes an amount of Rs. 0.08 million (June 30, 2022: Rs. 3.96 million) and Rs. 5.12 million (June 30, 2022: Rs. 5.04 million) 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.

10 Includes an amount of Rs. 107.12 million (June 30, 2022: Rs. 391.06 million) against LC margin deposits, out of which Rs. 31.78 million (June 30, 2022: Rs. 76.21 million) are held with Habib Metropolitan Bank Limited - associated company. Additionally includes Rs. 226.77 million (June 30, 2022: Rs. 226.77 million) with respect to claim against Additional Custom Duty from a customer.

11 Represents accrued profit on deposit account held with Habib Metropolitan Bank Limited - associated company.

	Note	December 31, 2022 ----- (Rupees in '000) ----- (un-audited)	June 30, 2022 ----- (Rupees in '000) ----- (audited)	
<b>12</b>	<b>SHORT-TERM INVESTMENTS</b>			
	<b>At amortised cost</b>			
	Term deposit receipts	12.1	38,000	38,000
	Accrued profit thereon		724	1,164
			<u>38,724</u>	<u>39,164</u>

12.1 Represents three months term deposit receipts with a commercial bank under conventional banking relationship carrying profit rate ranging from 14% to 15% (June 30, 2022: 12.75% to 13%) per annum and having latest maturity date of March 10, 2023.

my

- 13 Includes an amount of Rs. Nil (June 30, 2022: Rs. 29.06 million) and Rs. 38.59 million (June 30, 2022: Rs. 37.50 million) held with Habib Metropolitan Bank Limited - associated company in bank accounts and dividend accounts respectively.

	Note	December 31, 2022 ----- (Rupees in '000) ----- (un-audited)	June 30, 2022 ----- (Rupees in '000) ----- (audited)
<b>14 LONG-TERM FINANCING - SECURED</b>			
SBP refinance scheme for renewable energy	14.1	47,786	45,790
Current maturity of long-term financing		(4,090)	(4,020)
		43,696	41,770
Long-term loan	14.2	500,000	-
Current maturity of long-term loan		(50,000)	-
		450,000	-
	14.3	493,696	41,770

- 14.1 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 mark-up at the rate of 2% plus 0.75% (June 30, 2022: 2% plus 0.75%) per annum payable quarterly. The facility is repayable in ten years from the date of disbursement. 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 (Micro Products Division / Integrated Products Division or Government securities) held under lien. The incremental borrowing rate for the purposes of discounting adjustment for recognition at fair value is ranging from 10.02% to 16.65% (June 30, 2022: 10.02% to 15.60%) per annum.

- 14.2 This represents long-term financing facility obtained from a conventional bank with a total limit of Rs. 500 million and at a markup rate of 3 months KIBOR + 30 bps payable on quarterly basis. The tenure of this facility is six years, including grace period of one year. 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.

	Note	December 31, 2022 ----- (Rupees in '000) ----- (un-audited)	June 30, 2022 ----- (Rupees in '000) ----- (audited)
<b>14.3 Movement of long-term financing</b>			
Balance at beginning of the period / year		45,790	-
Financing received during the period / year		507,769	65,483
Repayment made during the period / year		(3,293)	(1,619)
Recognised as deferred income for the period / year	14.4	(3,208)	(19,435)
Accretion of interest during the period / year		728	1,361
Balance at end of the period / year		547,786	45,790
Current maturity of long-term financing		(54,090)	(4,020)
		493,696	41,770

- 14.4 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 Company has used the prevailing market rate of mark-up for similar instruments to calculate fair values of respective loan.

## 15 SHORT-TERM RUNNING FINANCE

Represents short-term running finance obtained from various banks amounting to Rs. 179.57 million (June 30, 2022: Rs. 742.50 million). The total facility limit amounts to Rs. 1,240 million (June 30, 2022: Rs. 990 million). The rate of mark-up on these finances ranges from 3 months KIBOR plus rates varying from 0.20% to 0.75% (June 30, 2022: 3 months KIBOR plus rates varying from 0.20% to 1.25%) 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. Includes an amount of Rs. 151.03 million (June 30, 2022: Rs. Nil) from Habib Metropolitan Bank Limited - associated company, against short-term running finance availed as at the reporting date.

## 16 CONTINGENCIES AND COMMITMENTS

### 16.1 Contingencies

There is no material change in the status of contingencies as reported in the annual financial statements for the year ended June 30, 2022.

*Signature*

## 16.2 Commitments

16.2.1 Commitments in respect of outstanding letters of credit for raw material amounting to Rs. 335.33 million (June 30, 2022: Rs. 965.80 million), out of which Rs. 7.72 million (June 30, 2022: Rs. 175.82 million) is outstanding with Habib Metropolitan Bank Limited - associated company as at the reporting date.

16.2.2 Commitments in respect of capital expenditure amounting to Rs. 171.56 million (June 30, 2022: Rs. 258.83 million), out of which Rs. 114.80 million (June 30, 2022: Rs. 154.36 million) is outstanding with Habib Metropolitan Bank Limited - associated company as at the reporting date.

	December 31, 2022 ----- (Rupees in '000) ----- (un-audited)	December 31, 2021 ----- (Rupees in '000) ----- (un-audited)
<b>17 OTHER EXPENSES</b>		
Exchange loss on foreign currency transactions - net	72,050	63,399
Workers' Profit Participation Fund	-	16,591
Workers' Welfare Fund	-	7,659
Donations	502	2,950
	<u>72,552</u>	<u>90,599</u>

18 Includes Rs. 228.80 million (December 31, 2021: Rs. Nil) on account of dividend income from the wholly owned subsidiary Agriauto Stamping Company (Private) Limited.

## 19 EARNINGS PER SHARE - BASIC AND DILUTED

	December 31, 2022 (un-audited)	December 31, 2021 (un-audited)
Profit after taxation (Rs. in '000)	<u>41,751</u>	<u>223,610</u>
		(Restated)
Weighted average number of ordinary shares outstanding during the period (shares in '000)	<u>36,000</u>	<u>36,000</u>
		(Restated)
Earnings per share (Rs.)	<u>1.16</u>	<u>6.21</u>

19.1 The shareholders of the Company, in the Annual General Meeting held on October 20, 2022 approved to issue bonus shares in the proportion of 1 share for every 4 shares held i.e., 25%. This has resulted in restatement of basic and diluted earnings per share.

## 20 FAIR VALUE MEASUREMENT

Fair value is the amount for which an asset could be exchanged, or a liability can be settled, between knowledgeable willing parties in an arm's length transaction. The carrying amounts of all the financial instruments reflected in these unconsolidated condensed interim financial statements approximate to their fair value.

The following table shows assets recognised at fair value, analysed between those whose fair value is based on:

Level 1: Quoted prices in active markets for identical assets or liabilities;

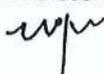
Level 2: Those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

Level 3: Those whose inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As of 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.

## 21 TRANSACTIONS WITH RELATED PARTIES

Related parties of the Company comprise the subsidiary company, companies with common directorship, retirement funds, directors and key management personnel. All the transactions with 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 transactions with related parties during the period, other than disclosed elsewhere in these unconsolidated condensed interim financial statements, are as follows:



Name of related party and relationship with the Company	Nature of transactions	Percentage of share holding in the Company %	December 31, 2022	December 31, 2021
			(un-audited)	(un-audited)
<b>Subsidiary (wholly owned)</b>				
Agriauto Stamping Company (Private) Limited	Sale of goods	Nil	19,256	45,723
	Dividend received		228,802	-
	Tax refund adjusted under group taxation		4,651	64,242
<b>Associated Companies (Common directorship)</b>				
Thal Limited	Dividend paid	7.35	-	12,694
Shabbir Tiles and Ceramics Limited	Purchases	Nil	195	-
Thal Boshoku Pakistan (Private) Limited	Sale of goods	Nil	13,976	18,976
Habib Metropolitan Bank Limited	Mark-up expense	Nil	6,626	1,318
	Profit earned on term deposit receipt and deposit account		1,255	2,941
	Bank charges		203	339
	Guarantee given		24,000	12,000
<b>Retirement benefit funds</b>				
Employees' Provident Fund	Contribution	Nil	8,323	5,664
<b>Key management personnel</b>				
	Remuneration and other benefits	Nil	23,270	19,579
	Fee for attending board meetings		1,000	1,300
	Sale of vehicle having net book value of Rs. 0.763 million as per the Company's policy		-	875

## 22 DATE OF AUTHORISATION FOR ISSUE

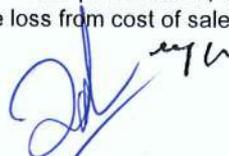
These unconsolidated condensed interim financial statements were authorised for issue on February 21, 2023 by the Board of Directors of the Company.

## 23 GENERAL

23.1 Figures have been rounded off to the nearest rupees in thousands unless stated otherwise.

23.2 Certain prior period's figures have been reclassified for better presentation, wherever necessary. However, there are no material reclassifications to report except for exchange loss from cost of sales to other expenses.

  
DIRECTOR

  
CHIEF EXECUTIVE

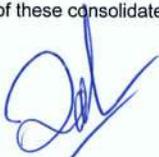
  
CHIEF FINANCIAL OFFICER

**AGRIAUTO INDUSTRIES LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT DECEMBER 31, 2022**

	December 31, 2022 (un-audited)	June 30, 2022 (audited)
Note	----- (Rupees in '000) -----	
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	7 3,160,937	2,835,452
Right-of-use assets	6,228	10,230
Intangible assets	64,889	75,730
Long-term deposits	17,440	15,517
	<b>3,249,494</b>	<b>2,936,929</b>
<b>CURRENT ASSETS</b>		
Stores, spares and loose tools	171,810	171,494
Stock-in-trade	3,916,746	3,784,346
Trade debts	8 706,379	1,179,531
Advances, deposits, prepayments and other receivables	9 654,850	903,140
Accrued profit	10 652	1,879
Short term investments	11 77,891	78,286
Sales tax receivable	170,343	238,672
Taxation – net	269,490	61,799
Cash and bank balances	12 50,836	170,029
	<b>6,018,997</b>	<b>6,589,176</b>
<b>TOTAL ASSETS</b>	<b>9,268,491</b>	<b>9,526,105</b>
<b>EQUITY AND LIABILITIES</b>		
<b>SHARE CAPITAL AND RESERVES</b>		
Authorised capital		
40,000,000 (June 30, 2022: 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, 2022: 28,800,000) ordinary shares of Rs. 5/- each	180,000	144,000
Reserves	5,994,923	6,191,025
	<b>6,174,923</b>	<b>6,335,025</b>
<b>NON-CURRENT LIABILITIES</b>		
Deferred taxation - net	13 35,755	48,570
Lease liabilities	501	3,387
Long-term financing - secured	14 716,645	80,657
Deferred income	14 40,993	34,827
	<b>793,894</b>	<b>167,441</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	1,854,096	1,863,191
Current maturity of lease liabilities	10,298	8,795
Current maturity of long-term financing	14 80,309	10,270
Unpaid dividend	6,928	8,357
Unclaimed dividend	27,989	26,956
Short-term running finance	15 320,054	1,106,070
	<b>2,299,674</b>	<b>3,023,639</b>
<b>CONTINGENCIES AND COMMITMENTS</b>		
	16	
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>9,268,491</b>	<b>9,526,105</b>

The annexed notes from 1 to 22 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**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2022**  
(un-audited)

	Half year ended		Quarter ended	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
	----- (Rupees in '000) -----			
(Loss) / Profit for the period	(160,102)	468,953	(74,642)	236,391
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive (loss) / income for the period</b>	<b>(160,102)</b>	<b>468,953</b>	<b>(74,642)</b>	<b>236,391</b>

The annexed notes from 1 to 22 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 HALF YEAR ENDED DECEMBER 31, 2022**  
**(un-audited)**

Issued, subscribed and paid-up capital	Reserves			Total reserves	Total equity	
	Capital reserve	Revenue reserves				
	Share premium	General	Unappropriated profit			
----- (Rupees in'000) -----						
<b>Balance as at July 01, 2021 (audited)</b>	144,000	12,598	2,315,000	3,299,406	5,627,004	5,771,004
Final dividend for the year ended June 30, 2021 @ Rs. 6.0/- per share	-	-	-	(172,800)	(172,800)	(172,800)
Transfer to general reserve	-	-	350,000	(350,000)	-	-
Profit after taxation for the period	-	-	-	468,953	468,953	468,953
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	468,953	468,953	468,953
<b>Balance as at December 31, 2021 (un-audited)</b>	<u>144,000</u>	<u>12,598</u>	<u>2,665,000</u>	<u>3,245,559</u>	<u>5,923,157</u>	<u>6,067,157</u>
<b>Balance as at July 01, 2022 (audited)</b>	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	-	-	-	-	-	-
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>

The annexed notes from 1 to 22 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**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2022**  
(un-audited)

	Half year ended	
	December 31, 2022	December 31, 2021
	(Rupees in '000)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss) / Profit before taxation	(117,527)	647,920
<b>Adjustments for:</b>		
Depreciation and amortisation	170,207	153,585
Finance costs	148,013	21,237
Reversal for expected credit losses	(56)	(1,929)
Profit on term deposit receipts and deposit accounts	(7,469)	(8,604)
Capital work-in-progress charged off	32	-
Gain on disposal of operating fixed assets	(3,220)	(1,691)
	<u>189,980</u>	<u>810,518</u>
Increase / (decrease) in current assets	570,702	(1,568,729)
(Decrease) / increase in current liabilities	(129,041)	284,616
<b>Cash generated from / (used in) operations</b>	<u>631,641</u>	<u>(473,595)</u>
Finance cost paid	(116,442)	(14,989)
Long term security deposit paid	(1,923)	(962)
Income tax adjusted / paid	(86,208)	(216,738)
<b>Net cash generated from / (used in) operating activities</b>	<u>427,068</u>	<u>(706,284)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	(487,432)	(246,952)
Proceeds from disposal of property, plant and equipment	9,771	12,029
Profit received on term deposit receipts and deposit accounts	9,202	8,715
<b>Net cash used in investing activities</b>	<u>(468,459)</u>	<u>(226,208)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long-term financing obtained	717,691	62,951
Long-term financing repaid	(6,628)	-
Dividend paid	(396)	(169,509)
Lease rentals paid	(2,453)	(7,029)
<b>Net cash generated from / (used in) financing activities</b>	<u>708,214</u>	<u>(113,587)</u>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<u>666,823</u>	<u>(1,046,079)</u>
Cash and cash equivalents at the beginning of the period	(859,041)	455,215
<b>Cash and cash equivalents at the end of the period</b>	<u>(192,218)</u>	<u>(590,864)</u>
<b>CASH AND CASH EQUIVALENTS</b>		
Cash and bank balances	50,836	49,011
Short-term investments	77,000	77,000
Short-term running finance	(320,054)	(716,875)
	<u>(192,218)</u>	<u>(590,864)</u>

The annexed notes from 1 to 22 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**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2022**  
**(un-audited)**

**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 and is listed on Pakistan Stock Exchange. 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, House of Habib, Main Shahrah-e-Faisal, Karachi.
- 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, 2022: 100%).

**2 STATEMENT OF COMPLIANCE**

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 which comprise of International Accounting Standard (IAS) 34 - 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and provisions of and directives issued under the Companies Act, 2017. Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirement of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

**3 BASIS OF PREPARATION**

These consolidated condensed interim financial statements are un-audited and do not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the consolidated audited financial statements of the Group for the year ended June 30, 2022.

**4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted in the preparation of these consolidated condensed interim financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended June 30, 2022.

**5 STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED ACCOUNTING AND REPORTING STANDARDS THAT ARE EFFECTIVE IN THE CURRENT PERIOD**

There are certain amendments to the published accounting and reporting standards that are mandatory for the Group's annual accounting period beginning on July 1, 2022. However, these do not have any significant impact on the Group's operations and, therefore, have not been detailed in these consolidated condensed interim financial statements.

**6 STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED ACCOUNTING AND REPORTING STANDARDS THAT ARE NOT YET EFFECTIVE**

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

<b>Standards, interpretations and amendments</b>	<b>Effective date</b>
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024

**Standards, interpretations and amendments**

Effective date

Sale or Contribution of Assets between an Investor and its Associate  
or Joint Venture - Amendment to IFRS 10 and IAS 28

Not yet finalised

The above standards and amendments are not expected to have any material impact on the Group's consolidated condensed interim financial statements in the period of initial application.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	July 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

	Note	December 31, 2022 ----- (Rupees in '000) ----- (un-audited)	June 30, 2022 ----- (Rupees in '000) ----- (audited)
<b>7 PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets	7.1 & 7.2	2,239,065	2,214,120
Capital work-in-progress	7.3	921,872	621,332
		<u>3,160,937</u>	<u>2,835,452</u>

7.1 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 NBV	
	Half year ended December 31,		Half year ended December 31,	
	2022	2021	2022	2021
	(un-audited)		(un-audited)	
	----- (Rupees in '000) -----		----- (Rupees in '000) -----	
<b>Owned</b>				
Plant and machinery	132,043	9,048	6,247	1,055
Furniture and fittings	140	891	-	32
Vehicles	17,951	21,777	80	9,169
Office equipment	800	519	-	-
Computer equipment	5,335	3,558	224	82
Dies and tools	30,591	45,632	-	-
	<u>186,860</u>	<u>81,425</u>	<u>6,551</u>	<u>10,338</u>

7.2 Depreciation charge for the period amounted to Rs. 155.36 million (December 31, 2021: Rs. 143.57 million).

	December 31, 2022 ----- (Rupees in '000) ----- (un-audited)	June 30, 2022 ----- (Rupees in '000) ----- (audited)
<b>7.3 Capital work-in-progress</b>		
Balance at the beginning of the period / year	621,332	159,908
Capital expenditure incurred / advances made during the period / year	412,925	816,449
Transfer to operating fixed assets during the period / year	(112,353)	(354,225)
Charged off during the period / year	(32)	(800)
Balance at the end of the period / year	<u>921,872</u>	<u>621,332</u>

- 8 Includes an amount of Rs. 7.77 million (June 30, 2022: Rs. 9.48 million) receivable from Thal Boshoku Pakistan (Private) Limited - associated company, against sales made by the Group.
- 9 Includes an amount of Rs. 217.29 million (June 30, 2022: Rs. 566.36 million) against LC margin deposits, out of which Rs. 60.89 million (June 30, 2022: Rs. 105.77 million) are held with Habib Metropolitan Bank Limited - associated company. Additionally includes Rs. 301.17 million (June 30, 2022: Rs. 301.17 million) with respect to claim against Additional Custom Duty from a customer.
- 10 Represents accrued profit on deposit accounts held with Habib Metropolitan Bank Limited - associated company.

	Note	December 31, 2022 ----- (Rupees in '000) ----- (un-audited)	June 30, 2022 ----- (Rupees in '000) ----- (audited)
<b>11 SHORT TERM INVESTMENTS</b>			
<b>At amortised cost</b>			
Term deposit receipts	11.1	77,000	77,000
Accrued profit thereon		891	1,286
		<u>77,891</u>	<u>78,286</u>
<b>11.1</b>	Represents three months term deposit receipts with a commercial bank under conventional banking relationship carrying profit rate ranging from 12.75% to 15% (June 30, 2022: 9.25% to 13%) per annum having latest maturity by March 29, 2023.		
<b>12</b>	Includes an amount of Rs. Nil (June 30, 2022: Rs. 129.07 million) and Rs. 38.59 million (June 30, 2022: Rs. 37.50 million) held with Habib Metropolitan Bank Limited - associated company in bank accounts and dividend accounts respectively.		
	Note	December 31, 2022 ----- (Rupees in '000) ----- (un-audited)	June 30, 2022 ----- (Rupees in '000) ----- (audited)
<b>13 DEFERRED TAXATION - NET</b>			
Taxable temporary differences arising due to:			
- accelerated tax depreciation		228,868	228,103
Deductible temporary differences arising due to:			
- provisions		(191,604)	(178,889)
- lease liabilities and right-of-use-assets		(1,509)	(644)
		<u>35,755</u>	<u>48,570</u>
<b>14 LONG-TERM FINANCING - SECURED</b>			
SBP refinance scheme for renewable energy	14.1	96,954	90,927
Current maturity of long-term financing		(10,309)	(10,270)
		86,645	80,657
Long-term loan	14.2	700,000	-
Current maturity of long-term loan		(70,000)	-
		630,000	-
	14.3	<u>716,645</u>	<u>80,657</u>
<b>14.1</b>	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. 175 million and carries mark-up at the rate of 2% plus 0.75% (June 30, 2022: Nil) per annum payable quarterly. The facility is repayable in ten years from the date of disbursement. 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 (Micro Products Division / Integrated Products Division or Government securities) held under lien. The incremental borrowing rate for the purposes of discounting adjustment for recognition at fair value is ranging from 8.72% to 16.65% (June 30, 2022: 8.722% to 15.60%) per annum.		
<b>14.2</b>	This represents long-term financing facility obtained from a conventional bank with a total limit of Rs. 1,400 million and at a markup rate of 3 months KIBOR + 30 bps payable on quarterly basis. The tenure of this facility is six years, including grace period of one year. This facility is secured by first pari passu hypothecation / first charge over present and future fixed assets (excluding land and building) of the Group with 25% margin.		

	December 31, 2022	June 30, 2022
Note	----- (Rupees in '000) -----	
	(un-audited)	(audited)
<b>14.3 Movement of long-term financing</b>		
Balance at beginning of the period / year	90,927	-
Financing received during the period / year	717,691	127,226
Repayment made during the period / year	(6,628)	(4,322)
Recognised as deferred income for the period / year	(6,166)	(34,827)
14.4	1,130	2,850
Accretion of interest during the period / year	1,130	2,850
Balance at end of the period / year	<u>796,954</u>	<u>90,927</u>
Current maturity of long-term financing	<u>(80,309)</u>	<u>(10,270)</u>
	<u>716,645</u>	<u>80,657</u>

14.4 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.

## 15 SHORT-TERM RUNNING FINANCE

Represents short-term running finance obtained from various banks amounting to Rs. 320.05 million (June 30, 2022: Rs. 1,106.07 million). The total facility limit amounts to Rs. 2,390 million (June 30, 2022: Rs. 990 million). The rate of mark-up on these finances ranges from 3 months KIBOR plus rates varying from 0.20% to 1.00% (June 30, 2022: 3 months KIBOR plus rates varying from 0.20% to 1.25%) 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. Includes an amount of Rs. 291.51 million (June 30, 2022: Rs. Nil) from Habib Metropolitan Bank Limited - associated company, against short-term running finance availed as at the reporting date.

## 16 CONTINGENCIES AND COMMITMENTS

### 16.1 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, 2022.

### 16.2 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, 2022 other than described below:

- 16.2.1 Commitments in respect of outstanding letters of credit for raw material, stores, spares and loose tools amounting to Rs. 508.98 million (June 30, 2022: Rs. 1,447.08 million), out of which Rs. 28.54 million (June 30, 2022: Rs. 297.49 million) is outstanding with Habib Metropolitan Bank Limited - associated company as at the reporting date.
- 16.2.2 Commitments in respect of capital expenditure amounting to Rs. 609.43 million (June 30, 2022: Rs. 782.22 million), out of which Rs. 513.98 million (June 30, 2022: Rs. 660.63 million) is outstanding with Habib Metropolitan Bank Limited - associated company as at the reporting date.
- 16.2.3 Outstanding bank guarantees issued to Collector of Customs in respect of infrastructure cess, custom duty and non-deduction of withholding tax amounting to Rs. 127 million (June 30, 2022: Rs. 103 million), Rs. 258.48 million (June 30, 2022: Rs. 153.46 million) and Rs. 8.62 million (June 30, 2022: Rs. 8.62 million) respectively.

	December 31, 2022 ----- (Rupees in '000) ----- (un-audited)	December 31, 2021 ----- (Rupees in '000) ----- (un-audited)
<b>17 OTHER EXPENSES</b>		
Exchange loss on foreign currency transactions - net	115,675	105,859
Workers' Profit Participation Fund	2,324	33,200
Workers' Welfare Fund	1,038	15,504
Donations	6,702	6,200
	<u>125,739</u>	<u>160,763</u>
<b>18 (LOSS) / EARNINGS PER SHARE - BASIC AND DILUTED</b>		
(Loss) / Profit after taxation (Rs. in '000)	<u>(160,102)</u>	<u>468,953</u>
		(Restated)
Weighted average number of ordinary shares outstanding during the period (shares in '000)	<u>36,000</u>	<u>36,000</u>
		(Restated)
(Loss) / Earnings per share (Rs.)	<u>(4.45)</u>	<u>13.03</u>

18.1 The shareholders of the Holding Company, in the Annual General Meeting held on October 20, 2022 approved to issue bonus shares in the proportion of 1 share for every 4 shares held i.e., 25%. This has resulted in restatement of basic and diluted earnings per share.

#### 19 FAIR VALUE MEASUREMENT

Fair value is the amount for which an asset could be exchanged, or a liability can be settled, between knowledgeable willing parties in an arm's length transaction. The carrying amounts of all the financial instruments reflected in these consolidated condensed interim financial statements approximate to their fair value.

The following table shows assets recognised at fair value, analysed between those whose fair value is based on:

Level 1: Quoted prices in active markets for identical assets or liabilities;

Level 2: Those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

Level 3: Those whose inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As of 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.

#### 20 TRANSACTIONS WITH RELATED PARTIES

Related parties of the Group comprise companies with common directorship, retirement funds, directors and key management personnel. Balance due from / to the related parties have been disclosed in respective notes to these consolidated condensed interim financial statements wherever applicable. Detail of transactions with related parties during the period, other than disclosed elsewhere in these consolidated condensed interim financial statements, are as follows:

Name of related party and relationship with the Group	Nature of transactions	Percentage of share holding in the Holding Company %	December 31, 2022 ----- (Rupees in '000) ----- (un-audited)	December 31, 2021 ----- (Rupees in '000) ----- (un-audited)
<b>Associated Companies (Common directorship)</b>				
Thal Limited	Dividend paid	7.35	<u>-</u>	<u>12,694</u>
Shabbir Tiles and Ceramics Limited	Purchases	Nil	<u>195</u>	<u>-</u>
Thal Boshoku Pakistan (Private) Limited	Sales	Nil	<u>31,653</u>	<u>47,733</u>

Name of related party and relationship with the Group	Nature of transactions	Percentage of share holding in the Holding Company %	December 31, 2022	December 31, 2021
			----- (Rupees in '000) ----- (un-audited) (un-audited)	
Habib Metropolitan Bank Limited	Mark-up expense	Nil	9,534	1,318
	Profit earned on term deposit receipts and deposit accounts		2,965	4,755
	Gain on foreign exchange forward cover		20,251	-
	Bank charges		304	771
	Guarantee given		<u>97,087</u>	<u>78,000</u>
<b>Retirement benefit funds</b>				
Employees' Provident Fund	Contribution	Nil	<u>11,849</u>	<u>6,605</u>
<b>Key management personnel</b>				
	Remuneration and other benefits	Nil	24,354	20,578
	Fee for attending board meetings		1,000	1,300
	Sale of vehicle having net book value of Rs. 0.76 million as per the Group's policy		-	875

**21 DATE OF AUTHORISATION FOR ISSUE**

These consolidated condensed interim financial statements were authorised for issue on February 21, 2023 by the Board of Directors of the Holding Company.

**22 GENERAL**

22.1 Figures have been rounded off to the nearest rupees in thousands.

22.2 Certain prior period's figures have been reclassified for better presentation, wherever necessary. However, there are no material reclassifications to report except for exchange loss from cost of sales to other expenses.

  
Director

  
Chief Executive

  
Chief Financial Officer