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## DEWAN CEMENT LIMITED

### Company Information

#### BOARD OF DIRECTORS

##### Executive Directors

Syed Muhammad Anwar  
Mr. Haroon Iqbal

Chief Executive Officer

##### Non-Executive Directors

Mr. Ishtiaq Ahmed  
Mr. Waseem-ul-Haque Ansari  
Mr. Ghazanfar Babar Siddiqui  
Mr. Muhammad Baqar Jaffer

Chairman Board of Directors

##### Independent Director

Mr. Aziz-ul-Haque

#### AUDIT COMMITTEE MEMBERS

Mr. Aziz-ul-Haque  
Mr. Ishtiaq Ahmad  
Mr. Ghazanfar Babar Siddiqui

Chairman  
Member  
Member

#### HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Aziz-ul-Haque  
Syed Muhammad Anwar  
Mr. Ishtiaq Ahmad

Chairman  
Member  
Member

#### CHIEF FINANCIAL OFFICER

Mr. Imran Ahmed Javed

#### COMPANY SECRETARY

Mr. Muhammad Hanif German

#### REGISTERED ADDRESS

Dewan Centre, 3-A, Lalazar Beach Hotel  
Road, Karachi, Pakistan.

#### CORPORATE OFFICE

Block-A, 2<sup>nd</sup> Floor, Finance & Trade Centre,  
Shahrah-e-Faisal, Karachi, Pakistan.

#### FACTORY

1. Deh Dhando, Dhabeji  
District, Malir, Karachi.

2. Kamilpur Near Hattar  
District, Haripur, Khyber Pakhtoonkhwa.

#### AUDITORS

Faruq Ali & Co.  
Chartered Accountants

#### SHARES REGISTRAR TRANSFER AGENT

BMF Consultants Pakistan (Pvt.) Limited  
Anum Estate, Room No. 310 & 311, 3<sup>rd</sup> Floor,  
49, Darul Aman Society, Main Shahrah-e-Faisal,  
Adjacent to Baloch Colony Bridge, Karachi, Pakistan.

#### LEGAL ADVISOR

Muhammad Azhar Faridi (Advocate)

#### WEBSITE

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

## Director's Report

The Directors are pleased to present un-audited financial results for the quarter ended September 30, 2020.

### Overview

The Cement industry posted a healthy growth of 22.00% in dispatches for the quarter July 2020 to September 2020 as compared to same period last year. The strong increase in the local dispatches was 18.91% and the robust increase in exports was 35.99%. Total dispatches were 13.58 million tons which includes 10.84 million tons local and 2.74 million tons exports. Previous financial quarter total dispatches were 11.14 million tons which comprises 9.12 million tons local and 2.02 million tons exports.

### Production

|         | <b>Upto Sept. 2020<br/>(In tons)</b> | <b>Upto Sept. 2019<br/>(In tons)</b> | <b>Variance<br/>(% Age)</b> |
|---------|--------------------------------------|--------------------------------------|-----------------------------|
| Clinker | 39,500                               | 315,259                              | (87.47)                     |
| Cement  | 15,755                               | 310,679                              | (94.93)                     |

### Dispatches

|                           |                     |                       |                       |
|---------------------------|---------------------|-----------------------|-----------------------|
| Local Dispatches - Cement | 2,104               | 300,955               | (99.30)               |
| Local Dispatches - GBFS   | 249                 | 174                   | 43.10                 |
| Export Dispatches         | -                   | 11,868                | (100)                 |
| <b>Total</b>              | <b><u>2,353</u></b> | <b><u>312,997</u></b> | <b><u>(99.25)</u></b> |

### Operating Performance

The operating results of the Company for the current quarter and that of the corresponding period last year are highlighted below:

|                     | <b>Upto Sept. 2020<br/>(Rs. '000')</b> | <b>Upto Sept. 2019<br/>(Rs. '000')</b> | <b>Variance<br/>(% Age)</b> |
|---------------------|--|--|-----------------------------|
| Net Sales           | 16,526                                 | 1,794,826                              | (99.08)                     |
| Cost of goods sold  | (104,305)                              | (1,705,660)                            | 93.88                       |
| Gross (Loss)/profit | (87,779)                               | 89,166                                 | (198.44)                    |
| Expenses & Taxes    | (20,340)                               | (152,100)                              | 86.63                       |
| Net Loss            | <b><u>(116,119)</u></b>                | <b><u>(62,934)</u></b>                 | <b><u>(84.51)</u></b>       |

## DEWAN CEMENT LIMITED

Overall sales volume and net sales decreased by 99.25% and 99.08% comparing with the same period last year. The main reason of decrease was due to Covid-19, so the company decided to shut down the plant for annual repair and maintenance.

### Future Outlook

With the second wave of Covid-19 in check, renewed focus on China Pakistan Economic Corridor (CPEC) and Public Sector Development Projects (PSDP) will increase demand. Macroeconomic indicators have improved paving the way for better consumption.

Clinker and cement export to China, Bangladesh and Sri Lanka respectively will result in increase of volume.

### Acknowledgement

The Board of Directors places on record its gratitude to its valued customers, Federal and Provincial Governments, dealers and employees of the Company, for their continued co-operation & support.

In conclusion, we bow, beg and pray to **Almighty Allah, Rahman-ur-Rahim**, in the name of our beloved Prophet Mohammad (peace be upon him), for continued showering of His blessings, guidance, strength, health, and prosperity to us, our Company, Country and Nation and also pray to Almighty Allah to bestow peace, harmony, brotherhood and unity in true Islamic spirit to whole of Muslim Ummah, Ameen, Summa Ameen.

### **LO-MY LORD IS INDEED HEARER OF PRAYER (AL-QURAN)**

*Note: Chief Executive of the company is presently not available in Pakistan, therefore these financial statement have been signed by two directors duly authorized in this behalf.*

For and on behalf of Board of Directors

  
**Ihtlaq Ahmed**  
Chairman Board of Directors

  
**Haroon Iqbal**  
Director

Dated: October 24, 2020  
Place: Karachi

## Condensed Interim Statement of Financial Position As At September 30, 2020

|  | (Un-audited)<br>September 30,<br>2020 | (Audited)<br>June 30,<br>2020 |
|--|---------------------------------------|-------------------------------|
| Notes ----- Rupees in '000' -----  |                                       |                               |
| <b>ASSETS</b>  |                                       |                               |
| <b>NON-CURRENT ASSETS</b>  |                                       |                               |
| Property, plant and equipment  | 5 34,719,134                          | 34,740,048                    |
| Long-term deposits   | 128,256                               | 128,256                       |
| Long-term loans  | 8,394                                 | 8,750                         |
|  | 34,855,784                            | 34,877,054                    |
| <b>CURRENT ASSETS</b>  |                                       |                               |
| Stores and spare parts   | 1,323,413                             | 1,334,162                     |
| Stock-in-trade   | 446,325                               | 115,844                       |
| Trade debts - unsecured  | 319,817                               | 343,599                       |
| Loans and advances - unsecured   | 171,113                               | 151,980                       |
| Trade deposits and short-term payments   | 10,705                                | 9,269                         |
| Other receivables - Considered good  | 123,531                               | 101,443                       |
| Short-term investments   | 275                                   | 224                           |
| Taxation - Net   | 310,942                               | 308,722                       |
| Cash and bank balances   | 47,587                                | 90,542                        |
|  | 2,753,708                             | 2,455,785                     |
| <b>TOTAL ASSETS</b>  | <b>37,609,492</b>                     | <b>37,332,839</b>             |
| <b>EQUITY AND LIABILITIES</b>  |                                       |                               |
| <b>SHARE CAPITAL AND RESERVES</b>  |                                       |                               |
| Authorised capital<br>850,000,000 (June 30, 2020: 850,000,000)<br>Ordinary shares of Rs. 10/- each | 8,500,000                             | 8,500,000                     |
| Issued, subscribed and paid-up-capital   | 4,841,133                             | 4,841,133                     |
| Revenue Reserve  |                                       |                               |
| Unappropriated profit  | 4,150,277                             | 4,243,709                     |
| Capital Reserve  |                                       |                               |
| Merger reserve   | 629,444                               | 629,444                       |
| Surplus on revaluation of Property,<br>Plant and equipment   | 6 11,896,858                          | 11,887,529                    |
|  | 21,517,712                            | 21,601,815                    |
| <b>NON-CURRENT LIABILITIES</b>   |                                       |                               |
| Long-term financing  | 50,769                                | 79,958                        |
| Advances for investment in term finance<br>certificates  | 3,110,000                             | 3,110,000                     |
| Long-term deposits and payables  | 842,896                               | 770,685                       |
| Deferred taxation  | 5,448,528                             | 5,568,419                     |
|  | 9,452,193                             | 9,529,062                     |

DEWAN CEMENT LIMITED

(Un-audited) (Audited)  
September 30, June 30,  
2020 2020

Notes ----- Rupees in '000' -----

| <b>CURRENT LIABILITIES</b>                             |    |                   |                   |
|--|----|-------------------|-------------------|
| Trade and other payables                               |    | 2,727,143         | 2,319,131         |
| Short-term borrowings                                  |    | 579,159           | 579,159           |
| Mark-up payable  | 11 | 792,661           | 792,661           |
| Current and overdue portion of non-current liabilities | 9  | 2,041,639         | 2,012,450         |
| Dividend payable                                       |    | 12,926            | 12,926            |
| Unpaid and unclaimed dividend                          |    | 1,780             | 1,780             |
| Sales tax payable                                      |    | 484,279           | 483,855           |
|  |    | 6,639,587         | 6,201,962         |
| <b>CONTINGENCIES AND COMMITMENTS</b>                   | 10 | -                 | -                 |
| <b>TOTAL EQUITY AND LIABILITIES</b>                    |    | <b>37,609,492</b> | <b>37,332,839</b> |

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

**Note:** Chief Executive of the company is presently not available in Pakistan, therefore these financial statement have been signed by two directors duly authorized in this behalf.

  
**Ihtlaq Ahmed**  
Chairman Board of Directors

  
**Imran Ahmed Javed**  
Chief Financial Officer

  
**Haroon Iqbal**  
Director

**Condensed Interim Statement of Profit or Loss - (Un-audited)  
For The Quarter Ended September 30, 2020**

|                                  | Quarter ended         |                       |
|----------------------------------|-----------------------|-----------------------|
|                                  | September 30,<br>2020 | September 30,<br>2019 |
| Notes                            | Rupees In '000'       |                       |
| Turnover - net                   | 16,526                | 1,794,826             |
| Cost of sales                    | (104,305)             | (1,705,660)           |
| <b>Gross (Loss) /profit</b>      | <b>(87,779)</b>       | <b>89,166</b>         |
| Distribution cost                | (13,875)              | (28,760)              |
| Administrative expenses          | (104,960)             | (147,584)             |
| Other operating expenses         | -                     | (2,334)               |
| Other operating income           | 3,308                 | 14,327                |
| <b>Operating Loss</b>            | <b>(203,306)</b>      | <b>(75,185)</b>       |
| Finance cost                     | 11 (428)              | (4,872)               |
| <b>Loss before taxation</b>      | <b>(203,734)</b>      | <b>(80,057)</b>       |
| Taxation - net                   | 87,615                | 17,123                |
| <b>Loss after taxation</b>       | <b>(116,119)</b>      | <b>(62,934)</b>       |
| <b>Loss per share</b>            |                       |                       |
| <b>Basic and diluted (Rupee)</b> | 12 (0.24)             | (0.13)                |

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

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**Ishtiaq Ahmed**  
Chairman Board of Directors

  
**Imran Ahmed Javed**  
Chief Financial Officer

  
**Haroon Iqbal**  
Director

**Condensed Interim  
Statement of Comprehensive Income - (Un-audited)  
For The Quarter Ended September 30, 2020**

|   | September 30,<br>2020       | September 30,<br>2019<br>(Restated) |
|---|-----------------------------|-------------------------------------|
|   | ----- Rupees in '000' ----- |                                     |
| Loss for the period   | (116,119)                   | (62,934)                            |
| <b>Other comprehensive income:</b>  |                             |                                     |
| <i>Items that may be reclassified subsequently to<br/>profit or loss</i>                    | -                           | -                                   |
| <i>Items that will not be subsequently reclassified to<br/>profit or loss:</i>              |                             |                                     |
| Effect of change in tax rates on balance<br>of revaluation on property, plant and equipment | 32,016                      | (1,390)                             |
| <b>Total comprehensive income for the period</b>  | <u>(84,103)</u>             | <u>(64,324)</u>                     |

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

**Note:** Chief Executive of the company is presently not available in Pakistan, therefore these financial statement have been signed by two directors duly authorized in this behalf.

  
**Ishtiaq Ahmed**  
Chairman Board of Directors

  
**Imran Ahmed Javed**  
Chief Financial Officer

  
**Haroon Iqbal**  
Director

**Condensed Interim Statement of Cash Flows - (Un-audited)  
For The Quarter Ended September 30, 2020**

|   | September 30,<br>2020       | September 30,<br>2019 |
|---|-----------------------------|-----------------------|
|   | ----- Rupees in '000' ----- |                       |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>               |                             |                       |
| Cash (used) in/generated from operations                  | (62,732)                    | 149,176               |
| Income tax paid   | (2,479)                     | (3,641)               |
| Long-term loans - net                                     | 356                         | 958                   |
| Long-term deposits - net                                  | -                           | (375)                 |
| Long-term deposits and payables - net                     | 75,379                      | 225,413               |
| Finance Cost  | (428)                       | (793)                 |
| <b>Net cash generated from operating activities</b>       | <b>10,096</b>               | <b>370,738</b>        |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>               |                             |                       |
| Fixed capital expenditure                                 | (53,051)                    | (298,607)             |
| <b>Net cash used in investing activities</b>              | <b>(53,051)</b>             | <b>(298,607)</b>      |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>               |                             |                       |
| Long-term financing - net                                 | -                           | (31,965)              |
| <b>Net cash used in financing activities</b>              | <b>-</b>                    | <b>(31,965)</b>       |
| Net (Decrease)/Increase in cash and cash equivalents      | (42,955)                    | 40,166                |
| Cash and cash equivalents at the beginning of the period  | 90,542                      | 71,018                |
| <b>Cash and cash equivalents at the end of the period</b> | <b>47,587</b>               | <b>111,184</b>        |

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

*Note: Chief Executive of the company is presently not available in Pakistan, therefore these financial statement have been signed by two directors duly authorized in this behalf.*

  
**Ishtiaq Ahmed**  
Chairman Board of Directors

  
**Imran Ahmed Javed**  
Chief Financial Officer

  
**Haroon Iqbal**  
Director

**Condensed Interim Statement of Changes in Equity - (Un-audited)  
For The Quarter Ended September 30, 2020**

|  | Issued, subscribed and paid-up capital | Revenue Reserves<br>Un-appropriated profit | Capital reserves |   |                        | Total equity      |
|--|--|--|------------------|---|------------------------|-------------------|
|  |  |  | Merger reserves  | Surplus on revaluation of Property, Plant and equipment | Total Capital reserves |                   |
| ----- Rupees in '000 -----   |  |  |                  |   |                        |                   |
| Balance as of July 01, 2019  | 4,841,133                              | 5,413,615                                  | 629,444          | 6,132,920   | 6,762,364              | 17,017,112        |
| Total comprehensive income for the period  |  |  |                  |   |                        |                   |
| Loss for the period  | -                                      | (62,934)                                   | -                | -   | -                      | (62,934)          |
| Other Comprehensive income for the period  | -                                      | -  | -                | (1,390)   | (1,390)                | (1,390)           |
| Total comprehensive income for the period  | -                                      | (62,934)                                   | -                | (1,390)   | (1,390)                | (64,324)          |
| Incremental depreciation transferred from surplus on revaluation of property, plant and equipment-Net of tax | -                                      | 85,777                                     | -                | (85,777)  | (85,777)               | -                 |
| <b>Balance as of September 30, 2019</b>  | <b>4,841,133</b>                       | <b>5,436,458</b>                           | <b>629,444</b>   | <b>6,045,753</b>  | <b>6,675,197</b>       | <b>16,952,788</b> |
| Balance as of July 01, 2020  | 4,841,133                              | 4,243,709                                  | 629,444          | 11,887,529  | 12,516,973             | 21,601,815        |
| Loss for the period  | -                                      | (116,119)                                  | -                | -   | -                      | (116,119)         |
| Other Comprehensive Income for the period  | -                                      | -  | -                | 32,016  | 32,016                 | 32,016            |
| Total comprehensive income for the period  | -                                      | (116,119)                                  | -                | 32,016  | 32,016                 | (84,103)          |
| Incremental depreciation transferred from surplus on revaluation of property, plant and equipment-Net of tax | -                                      | 22,687                                     | -                | (22,687)  | (22,687)               | -                 |
| <b>Balance as of September 30, 2020</b>  | <b>4,841,133</b>                       | <b>4,150,277</b>                           | <b>629,444</b>   | <b>11,896,858</b>                                       | <b>12,526,302</b>      | <b>21,517,712</b> |

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

*Note: Chief Executive of the company is presently not available in Pakistan, therefore these financial statement have been signed by two directors duly authorized in this behalf.*

  
**Ihtiaq Ahmed**  
Chairman Board of Directors

  
**Imran Ahmed Javed**  
Chief Financial Officer

  
**Haroon Iqbal**  
Director

## **Notes To The Condensed Interim Financial Information - (Un-audited) For The Period Ended September 30, 2020**

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

Dewan Cement Limited ('the Company / DCL') was incorporated in Pakistan as a public limited company in March, 1980. Its shares are quoted in the Pakistan Stock Exchange. The registered office of the Company is situated at Dewan Centre 3-A, Lalazar Beach Hotel Road, Karachi.

The principal activity of the Company is manufacturing and selling of cement. The Company has two production facilities at Deh Dhando, Dhabeji Karachi, Sindh and Kamilpur Hattar Industrial Estate, district Khyber Pakhtunkhwa.

### **2 GOING CONCERN ASSUMPTION**

The financial statements for the Quarter ended September 30, 2020 reflect as of that date Company's current liabilities exceeded its current assets by Rs. 3,885.879 million (June 2020: Rs. 3,746.177 million). The Company's short-term borrowing facilities have expired and not been renewed and the Company has been unable to ensure scheduled payments of long term borrowings due to the liquidity problems. Following course, majority of the lenders had gone into litigation for repayment of liabilities through attachment and sale of Company's hypothecated / mortgaged properties and certain lenders had also filed winding up petitions as more fully explained in note 26.1 (a) and note 26.1 (b) in financial statements of June 30, 2020. These conditions indicate the existence of material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern therefore the Company may be unable to realize its assets and discharge its liabilities in the normal course of business.

The Company is fully committed to discharge its admitted liability in stand still agreements as more fully explained in note 26.1 (a) in financial statement of June 30 ,2020. Furthermore, the Company has increased its performance over the years, with the exception of current period which was mainly affected due to the COVID-19 Pandemic, which resulted in overall global economic meltdown. Upon relaxation on the lockdown the economy is in recovery phase and particularly cement sector has shown significant growth which is expected to continue. Accordingly, these financial statements have been prepared on a going concern basis.

### **3 BASIS OF PREPARATION**

This condensed interim financial information of the Company for the quarter ended 30 September 2020 has been prepared in

accordance with the requirements of the International Accounting Standard 34 - "Interim Financial Reporting" and provisions and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. The condensed interim financial information does not include information required for full annual financial statements and should be read in conjunction with the audited financial statements for the year ended 30 June 2020.

#### 4 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

- 4.1** The accounting policies adopted in the preparation of this condensed interim financial information are consistent with those followed in the preparation of the company's annual financial statements for the year ended June 30, 2020.
- 4.2** The preparation of condensed interim financial information in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates. The estimates and judgment applied by the management in preparation of this condensed interim financial information is same as those applied in preparation of annual financial statements of the company for the year ended 30 June 2020.

|   |       | (Un-audited)<br>September 30,<br>2020 | (Audited)<br>June 30,<br>2020 |
|---|-------|---------------------------------------|-------------------------------|
|   | Notes | ----- Rupees in '000' -----           |                               |
| <b>5 PROPERTY, PLANT AND EQUIPMENT</b>        |       |                                       |                               |
| Operating assets - Owned                      | 5.1   | 32,876,829                            | 32,943,427                    |
| Right of use assets                           |       | 324                                   | 341                           |
| Capital work-in-progress                      | 5.2   | 1,841,981                             | 1,796,280                     |
|   |       | <u>34,719,134</u>                     | <u>34,740,048</u>             |
| <b>5.1 Operating fixed assets</b>             |       |                                       |                               |
| Opening book value                            |       | 32,943,427                            | 25,268,498                    |
| Additions / Transfer during period/year       |       | 7,350                                 | 3,047                         |
| Revaluation                                   |       | -                                     | 8,147,258                     |
| Disposal during the period / year             |       | -                                     | (111)                         |
| Depreciation charged during the period / year |       | (73,948)                              | (475,265)                     |
| Closing carrying value                        |       | <u>32,876,829</u>                     | <u>32,943,427</u>             |

|  | (Un-audited)<br>September 30,<br>2020 | (Audited)<br>June 30,<br>2020 |
|--|---------------------------------------|-------------------------------|
| <b>5.2 Capital work in progress</b>        | ----- Rupees in '000' -----           |                               |
| Opening balance                            | 1,796,280                             | 1,596,288                     |
| Additions during the period / year         | 45,701                                | 199,992                       |
|  | <u>1,841,981</u>                      | <u>1,796,280</u>              |
| Less: capitalized during the period / year | -                                     | -                             |
|  | <u>1,841,981</u>                      | <u>1,796,280</u>              |

#### 6 SURPLUS ON REVALUATION OF FIXED ASSETS - Net of tax

|                            |                   |                   |
|----------------------------|-------------------|-------------------|
| Gross surplus              | 16,199,385        | 16,230,737        |
| Less: Related deferred tax | 4,302,527         | 4,343,208         |
|                            | <u>11,896,858</u> | <u>11,887,529</u> |

#### 7 LONG TERM FINANCING

Principal terms and conditions of outstanding loans have remained the same as disclosed in the financial statements of the Company for the year ended June 30, 2020.

#### 8 ADVANCES FOR INVESTMENT IN TERM FINANCE CERTIFICATES

It represents private placement (Pre-IPO) investment of Rs.3,110 million received as advanced against issue of rated, listed and secured term finance certificates out of total issue of Rs.5,000 million for a tenure of six years. The Company was required to complete the public offering on or before 270 days of signing of the respective agreements. i.e. 5 October 2008. The Company was unable to complete the requisite formalities of public offering due to the factors beyond its control (Force Majeure) i.e. global recession and unforeseen shut down of stock exchanges. Following course, certain investors have filed suits and winding up petitions in Hon'able High Court of Sindh as more fully explained in note 26.1 (a) and note 26.1 (b) to the financial statements June 30, 2020.

The principal terms and conditions for the proposed issue of rated, listed and secured Term Finance Certificates (TFCs) were as follows:

- a) The tenor was six years inclusive of a grace period of 18 months.
- b) Profit payments payable semi-annually in arrears on the outstanding principal amount and calculated on a 365-days year basis. The first profit payment will fall due six months from the issue date and subsequently every six months thereafter.
- c) Carries a floating rate of return of KIBOR plus 2 percent per annum.
- d) Will be redeemed in nine equal semi annual installments starting from the twenty-fourth month of the issue.

- e) Secured by first pari passu charge over plant and machinery and land and buildings.

**9 CURRENT AND OVERDUE PORTION OF LONG TERM BORROWING**

It includes over due portion amounting to Rs.1,954.317 million.

**10 CONTINGENCIES AND COMMITMENTS**

There has been no significant change in the status of contingencies and commitments as reported in the annual financial statements for the year ended 30 June 2020.

**11 FINANCE COST**

Company has not made the provision of markup for the period amounting to Rs. 111.799 million (Upto September 30, 2020: Rs. 6,307.274 million) keeping in view of the financial restructuring proposed to the lenders as disclosed in note 2. Management is hopeful that the restructuring proposal will be accepted by the lenders. Had the provision been made the Loss for the period would have been higher by Rs. 111.799 millions and accrued markup would have been higher and shareholders' equity would have been lower by Rs. 6,307.274 million. The said non provisioning is a departure from the requirements of IAS-23 'Borrowing Costs'.

**12 EARNING PER SHARE - BASIC AND DILUTED**

|  | Quarter Ended                   |                    |
|--|---------------------------------|--------------------|
|  | September 30, 2020              | September 30, 2019 |
|  | ----- Rupees in '000' -----     |                    |
| Loss for the period after taxation         | <u>(116,119)</u>                | <u>(62,934)</u>    |
|  | ----- No. of Shares '000' ----- |                    |
| Weighted average number of shares in issue | <u>484,113</u>                  | <u>484,113</u>     |
|  | ----- Rupee -----               |                    |
| Loss per share - Basic and diluted         | <u>(0.24)</u>                   | <u>(0.13)</u>      |

**13 TRANSACTIONS WITH RELATED PARTIES**

Related parties comprise related group companies, associate, directors and executives. The Company in the normal course of business carries out transactions with various related parties. Material transactions and balances with related parties are given below:

(Un-audited) (Un-audited)  
 September 30, 2020 September 30, 2019  
 ----- Rupees in '000 -----

Employee benefit fund 13,737 14,980

**14 CAPACITY - CLINKER (Tons)**

|                                   | Quarter Ended           |                    |
|-----------------------------------|-------------------------|--------------------|
|                                   | September 30, 2020      | September 30, 2019 |
|                                   | ----- Metric Tons ----- |                    |
| Installed capacity for the period | <u>735,000</u>          | <u>735,000</u>     |
| Actual production for the period  | <u>39,500</u>           | <u>315,259</u>     |

Actual production is less than the installed capacity due to planned maintenance, shutdown and gap between market demand and supply of the company's product which was also impacted by COVID-19.

**15 CORRESPONDING FIGURES**

In order to comply with the requirements of International Accounting Standard 34 "Interim Financial Reporting", balance sheet has been compared with the balances of annual financial statements, whereas profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

**16 DATE OF AUTHORIZATION FOR ISSUE**

These financial statements have been authorized for issue on 24th October, 2020 by the Board of Directors of the Company.

**17 GENERAL**

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

*Note: Chief Executive of the company is presently not available in Pakistan, therefore these financial statement have been signed by two directors duly authorized in this behalf.*

  
**Ishtiaq Ahmed**  
 Chairman Board of Directors

  
**Imran Ahmed Javed**  
 Chief Financial Officer

  
**Haroon Iqbal**  
 Director

## DEWAN CEMENT LIMITED

گزشتہ سال کی اس مدت کے مقابلے میں فروخت کے حجم اور خالص فروخت میں مجموعی طور پر 99.25 لاکھ اور 99.08 لاکھ ملکی کی رائج ہوئی۔ اس کی سب سے بڑی وجہ کوہٹا ڈاؤن ہے جس کی وجہ سے کھپنے والے پلائٹ کو سالانہ دھنکار اور ٹینس کے لیے بند کر دیا۔

### مستقلی کا نظریہ

کوہٹا ڈاؤن کی دوسری لہر کے ساتھ، لیکن پاکستان اقتصادی راہداری (سی پی ای ای) اور پبلک سیکٹرز ڈیولپمنٹ پراجیکٹس (پی ایس ڈی پی) پر توجہ دینے سے طلب میں اضافہ ہوگا۔ حاسنی طور پر، بجری کے اشارے بھتر کھپت کی راہ ہمارے کرنے میں بجری لائے ہیں۔ لیکن، پلگ و پلش اور سری ایٹا کو پائریٹیبل پمپ اور سنٹ کی برآمدات کے نتیجے میں حجم میں اضافہ ہوگا۔

### اتحادیہ:

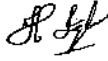
یہ ڈاؤن ڈائریکٹرز اپنے پندرہ ماہانہ، وقتی اور صوبائی حکومت میں کام کرنے والوں، ڈیڑھ اور کھپنے کے ملازمین کا ان کی جانب سے مستقل تعاون اور پھرت پر شکر یا ادا کرنا چاہتے ہیں۔

ہم آفریں اللہ تعالیٰ وطن درہم سے دعا کرتے ہیں اور حضرت محمد ﷺ سے لطف و کرم کی دعا مانگتے ہیں کہ ہماری کھپنے، ہمارے ملک کو ترقی و طاقت عطا کرے، ہم اللہ تعالیٰ سے یہ بھی دعا کرتے ہیں کہ وہ تمام مسلمانوں کے امتین صحیح اسلامی جذبہ اخوت اور بھائی چارگی پیدا کرے۔ آمین۔ آمین۔

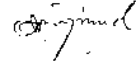
مہراہ دعا دعا رقیعہ ہماری دعاؤں کو ملتا ہے۔ (قرآن کریم)

نوٹ: کھپنے کے چیلر ایگزیکٹو اس وقت پاکستان میں موجود ہیں۔ لہذا ان کی غیر موجودگی میں ان مالیاتی حسابات پر دو جاز ڈائریکٹرز نے اپنے دھلا کے ہیں۔

یہ ڈاؤن ڈائریکٹرز کی جانب سے



محمد انور  
ڈائریکٹر



محمد انور  
ڈائریکٹر

کراچی:

سورج 24 اکتوبر 2020ء

## ڈائریکٹرز رپورٹ

ڈائریکٹرز 30 ستمبر 2020 کو ختم ہونے والی سرمایہ کیلئے آڈیٹرز کی جانب سے نظر ثانی شدہ غیر آڈٹ شدہ مالیاتی حسابات پیش کر رہے ہیں۔

سینٹ انڈسٹری کا جائزہ:

گذشتہ سال کی اسی مدت کے مقابلے میں سینٹ انڈسٹری نے جولائی 2020ء سے ستمبر 2020ء کی سرمایہ کے دوران ترسیلات میں 22.00 فیصد کا اضافہ ہوا۔ مقامی ترسیلات میں 18.91 فیصد اور برآمدات میں 35.99 فیصد کا اضافہ ہوا۔ مجموعی ترسیلات 13.58 ملین ٹن ہوئیں جن میں 10.84 ملین ٹن مقامی اور 2.74 ملین ٹن برآمدات شامل ہیں۔ گذشتہ سرمایہ میں مجموعی ترسیلات 11.14 ملین ٹن تھیں جو کہ 9.12 ملین ٹن مقامی اور 2.02 ملین ٹن برآمدات پر مشتمل تھیں۔

پیداوار:

| حزیر    | ستمبر 2019 تک | ستمبر 2020 تک |       |
|---------|---------------|---------------|-------|
| (لھیر)  | (ٹن میں)      | (ٹن میں)      |       |
| (87.47) | 315,259       | 39,500        | کلکٹر |
| (94.93) | 310,679       | 15,755        | سینٹ  |

ترسیلات:

| حزیر           | ستمبر 2019 تک  | ستمبر 2020 تک |                      |
|----------------|----------------|---------------|----------------------|
| (لھیر)         | (ٹن میں)       | (ٹن میں)      |                      |
| (99.30)        | 300,955        | 2,104         | مقامی ترسیلات - سینٹ |
| 43.10          | 174            | 249           | مقامی ترسیلات - GGBS |
| (100)          | 11,868         | -             | برآمداتی ترسیلات     |
| <b>(99.25)</b> | <b>312,997</b> | <b>2,353</b>  | ٹوٹل                 |

عملی کارکردگی:

موجودہ مدت کیلئے کھٹی کے عملی نتائج اور گزشتہ سال اسی مدت کی تفصیلات درج ذیل ہیں:

| حزیر           | ستمبر 2019 تک   | ستمبر 2020 تک    |                                |
|----------------|-----------------|------------------|--------------------------------|
| (لھیر)         | (روپے '000)     | (روپے '000)      |                                |
| (99.08)        | 1,794,826       | 16,526           | صافی فروخت                     |
| 93.88          | (1,705,660)     | (104,305)        | فروخت کردہ مال کی قیمت         |
| (198.44)       | 89,166          | (87,779)         | خام (تقصان) / منافع            |
| 86.63          | (152,100)       | (20,340)         | اخراجات اور ٹیکسز              |
| <b>(84.51)</b> | <b>(62,934)</b> | <b>(116,119)</b> | بعد از ٹیکس صافی منافع / نقصان |