



SECY/STOCKEXC/19

February 28, 2025

The General Manager,
Pakistan Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road,
KARACHI.

SUB: **SUBMISSION OF FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2024**

Dear Sir,

We have to inform you that the financial statements of D.G. Khan Cement Company Limited for the half year ended December 31, 2024 are being transmitted through PUCARS and is also available on Company's website.

You may please inform the TRE Certificate Holders of the Exchange accordingly.

Thanking you,

Yours truly,


KHALID MAHMOOD CHOCHAN
COMPANY SECRETARY

Factory Sites:

- Khofli Sattai, Distt. Dera Ghazi Khan - Pakistan. UAN: (92 - 64) 111 - 113 - 333 Tel: (92 - 42) 36360153, Fax: (92 - 64) 2585010
- Khairpur, Tehsil, Kallar Kahar. Distt. Chakwal - Pakistan UAN: (92 - 42) 111 - 113 - 333 Tel: (92 - 42) 36360153 Fax: (92 - 42) 650231
- 44 km RCD Highway Hub Balochistan.Pakistan UAN: (92 - 42) 111 - 113 - 333 Tel: (92 - 42) 36360153



**D.G. KHAN CEMENT
COMPANY LIMITED**

Half Yearly Report,
December 31,
2024
(Un-audited)

Opportunities

Unlimited

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COMPANY INFORMATION

Board of Directors

| | |
|--------------------------|-----------------------------|
| Mrs. Naz Mansha | Chairperson / Non-Executive |
| Mr. Raza Mansha | Chief Executive / Executive |
| Mr. Khalid Niaz Khawaja | Non-Executive |
| Mr. Usama Mahmud | Independent |
| Mr. Shehryar Ahmad Buksh | Independent |
| Mr. Farid Noor Ali Fazal | Executive |
| Mr. Shahzad Ahmad Malik | Non-Executive |

Female Director 01
Male Directors 06

Audit Committee

| | |
|--------------------------|-----------------|
| Mr. Shehryar Ahmad Buksh | Member/Chairman |
| Mr. Khalid Niaz Khawaja | Member |
| Mr. Shahzad Ahmad Malik | Member |

Human Resource & Remuneration Committee

| | |
|-------------------------|-----------------|
| Mr. Usama Mahmud | Member/Chairman |
| Mr. Raza Mansha | Member |
| Mr. Khalid Niaz Khawaja | Member |

Management

| | |
|--------------------------|---------------------------------|
| Mr. Raza Mansha | Chief Executive Officer |
| Dr. Arif Bashir | Director Technical & Operations |
| Mr. Farid Noor Ali Fazal | Director Marketing |
| Mr. Inayat Ullah Niazi | Director Finance/CFO |

Company Secretary

Mr. Khalid Mahmood Chohan

Bankers

| | |
|------------------------------|--|
| Allied Bank Limited | MCB Islamic Bank Limited |
| Bank Alfalah Limited | Meezan Bank Limited |
| Bank Al-Habib Limited | National Bank of Pakistan |
| Bank Islami Pakistan Limited | Samba Bank Limited |
| Dubai Islamic Bank | Soneri Bank Limited |
| Faysal Bank Limited | Standard Chartered Bank Limited |
| Habib Bank Limited Limited | The Bank of Punjab |
| Habib Metropolitan Bank | United Bank Limited |
| MCB Bank Limited | The Bank of Khyber |
| JS Bank Limited | Silk Bank Limited |
| Citi Bank N.A. | Industrial and Commercial Bank of China (ICBC) |
| Askari Bank Limited | |
| BOP Taqwa Islamic Banking | |

External Auditors

A.F. Ferguson & Co., Chartered Accountants

Legal Advisors

Mr. Shahid Hamid, Bar-at-Law

Important Identification Numbers of Company

| | |
|---------------------|------------------|
| CUIN: 0006469 | NTN: 1213275-6 |
| STRN: 0402252300164 | PSX Symbol: DGKC |

Company Products

| | |
|--------------------------------------|-----------------------|
| I. Clinker | iv. Low Alkali Cement |
| II. Ordinary Portland Cement (OPC) | |
| III. Sulphate Resistant Cement (SRC) | |

HS Code

| | |
|---------------------------|--------------------------|
| Clinker: 2523.1000 | Cement: 2523.2900 |
|---------------------------|--------------------------|

Applicable Laws & Regulations

Many laws and regulations apply to the Company including:

- The Companies Act
- Code of Corporate Governance
- International Accounting and Financial Reporting Standards
- International Auditing Standards
- Income Tax Law
- Excise Laws
- Labour Laws
- Environmental Laws
- Stock Exchange Regulations
- Mining Laws
- Sales Tax Law
- Property Laws
- Health & Safety Laws
- Banking Regulations, etc.

Company Rating

| | |
|------------------------------------|-----------------------------|
| Long Term: AA - | Short Term: A1+ |
| Outlook: Stable | Rating Agency: PACRA |
| Rating Date: March 01, 2024 | |

Registered Office

Nishat House, 53-A, Lawrence Road, Lahore-Pakistan.
UAN: +92 42 111 11 33 33 **Fax:** +92 42 36367414
Email: info@dgcement.com **Web site:** www.dgcement.com

Factories

Khofli Sattai, Distt., Dera Ghazi Khan-Pakistan.
Phone: +92-641-460025-7 **Fax:** +92-641-462392
Email: dgsite@dgcement.com

12, K.M. Choa Saidan Shah Road, Khairpur,
 Tehsil Kallar Kahar, Distt. Chakwal-Pakistan.
Phone: +92-543-650215-8 **Fax:** +92-543-650231

**Chichae Gadani Main RCD, District HUB,
 Lasbela, Pakistan**
UAN: +92 42 111 11 33 33

Share Registrar: THK Associates (Pvt) Ltd

| | |
|---|---|
| Head Office, Karachi Plot No. 32-C, Jami Commercial Street No. 2, DHA Phase_VII, Karachi 75500. UAN: 021 111 000 322 Tel: 021 353 10 191, Fax: 021 353 10 190 | Branch Office, Lahore Office No. 309, 3rd Floor, North Tower, LSE Building, 19 Shahrah-e-Aiwan-e-Iqbal, Lahore Phone: +92 42 3630 2044 |
|---|---|

For Investors' Information, Comments, Inquiries, Complaints

| | |
|--|---|
| Mr. Farid Fazal E-mail: ffazal@dgcement.com (Marketing related queries) | (Director Marketing) Phone: +92 42 111 11 33 33 |
| Mr. Inayat Ullah Niazi E-mail: iniazi@dgcement.com | (Chief Financial Officer) Phone: +92 42 111 11 33 33 |
| Mr. Khalid Mehmood Chohan E-mail: kchohan@dgcement.com | (Company Secretary) Phone: +92 42 111 11 33 33 |

Directors' Review Report

The Directors of D. G. Khan Cement Company Limited (the "Company") are pleased to submit to its shareholders the half-year report for the period ended December 31, 2024. A summary of financial performance is given below:

| | HY2025 | HY2024 |
|---|------------------|------------------|
| | Rupees in '000' | |
| Sales | 36,991,176 | 34,784,335 |
| Cost of sales | (28,545,713) | (29,241,186) |
| Gross profit | 8,445,463 | 5,543,149 |
| Administrative expenses | (630,763) | (580,365) |
| Selling and distribution expenses | (1,956,406) | (1,201,726) |
| Net impairment reversal on financial assets | 70,303 | - |
| Other expenses | (242,485) | (66,090) |
| Other income | 2,156,577 | 2,163,395 |
| Finance cost | (2,639,552) | (4,115,667) |
| Profit before tax and levy | 5,203,137 | 1,742,696 |
| Levy | (285,814) | (237,996) |
| Profit before income tax | 4,917,323 | 1,504,700 |
| Taxation | (1,394,078) | (450,386) |
| Profit for the period | 3,523,245 | 1,054,314 |

| | | |
|----------------|--------|--------|
| EPS (Rs/share) | 8.04 | 2.41 |
| GP% | 22.83% | 15.94% |
| PBT&L% | 14.07% | 5.01% |
| PAT% | 9.52% | 3.03% |

Production and Sales volumetric data is as under:

| | HY2025 | HY2024 |
|--|-----------|-----------|
| | in MT | |
| Production: | | |
| Clinker | 2,256,824 | 2,152,797 |
| Cement | 1,834,680 | 2,067,028 |
| Sales: | | |
| Total Cement Sale | 1,865,248 | 2,050,710 |
| Local Cement (excluding own consumption) | 1,773,122 | 1,908,340 |
| Export Cement | 92,126 | 142,370 |
| Clinker Sale | 823,501 | 466,850 |

During the first half of FY25, Pakistan's trade deficit remained stable at \$11.2 billion, with exports growing by 11.04% to \$16.64 billion, driven by strong global demand, while imports rose by 6.52% to \$27.84 billion due to elevated costs of essential commodities and industrial inputs. However, December 2024 saw the trade deficit widen by 36.51% YoY to \$2.48 billion, marking a 27-month high for imports amid a 19.87% MoM surge, while exports remained largely stagnant. These trends highlight growing financial pressures from rising import costs, posing risks to currency stability and foreign reserves, despite resilient export performance. Economic

management will be critical to navigating these challenges while maintaining industrial and trade momentum. Encouragingly, YoY CPI has declined to single digits in H1 FY25, accompanied by a significant reduction in discount rates, offering positive signals for the economy.

As regards cement industry, in volume terms, the total industry sales quantity during the first half of FY 2025 decreased by 4%, reaching 22.9 million tons compared to the corresponding period last year. Local sales in the North Zone dropped by 1.6 million tons (9.5%), and in the South Zone by 0.5 million tons (15%), resulting in a cumulative decline of 2.1 million tons in local dispatches. Additionally, exports grew considerably by 1.16 million tons. Overall, industry sales utilization declined to 54%, down from 61% in the same period last year, largely due to lower domestic sales, which accounted for 43% of total utilization, while export utilization stood at 11%.

Kiln operational days of your Company decreased by 7% from 364 days to 340 days. Clinker production % increased to 67% (H1 FY24: 64%). Sales utilization also showed improvement and increased to 80% (H1 FY24: 75%), which is in contrast to the industry trend mentioned above.

During the period under review, the Company's total sales value improved by 6%, driven by varying performance across domestic and export markets. In the local market, cement dispatches fell by 7%, though stable sales prices helped offset some of the volume loss. Conversely, the Company maintained a strategic focus on boosting clinker exports to cover fixed costs, resulting in an 81% increase in export volumes compared to the corresponding period. The decrease in financial expenses was due to a decline in discount rates, supported by better funds management compared to the corresponding period last year.

In a broader context, the Board of Directors acknowledges the significant challenges facing the cement industry, including declining local dispatches driven by economic pressures and rising construction costs. These challenges underscore the critical need for policy relief, particularly in the form of reduced duties, taxes, and royalties, to enhance competitiveness and stimulate domestic demand. Fiscal constraints, limited public sector spending, and external pressures such as rising energy costs and foreign debt obligations continue to pose risks to capacity utilization and production volumes. Despite these hurdles, the Company remains focused on leveraging export opportunities to cover fixed costs and strengthen foreign exchange reserves. Moreover, the improvement in gross profit margin serves as a testament to the success of the Company's operational efficiency initiatives, which have been pivotal in mitigating cost pressures. The Board reaffirms its commitment to navigating these challenges with resilience, forward-looking strategies, and continued focus on operational efficiencies and cost management, all of which align with the creation of long-term shareholder value.

Principal activity of the Company is manufacture and sale of cement and clinker and following are the principal risks the Company face:

- Tight price market and tough competition
- Capacity utilization
- Interest rate
- Foreign currency fluctuations
- Shrinking cement exports market

The Board of Directors has approved Directors' Remuneration Policy. The main features of the policy are as follows:

- The Company shall not pay remuneration of its non-executive directors including independent directors except for meeting fee for attending Board and its Committee meetings.
- The Company will reimburse or incur expenses of travelling and accommodation of Directors in relation to attending of Board and its Committees meetings.
- The Directors' Remuneration Policy will be reviewed and approved by the Board of Directors from time to time.

Subsidiary Companies and Consolidated Financial Statements

Nishat Packaging Limited (formerly Nishat Paper Products Company Limited) and Nishat Dairy (Private) Limited form portfolio of subsidiary companies of the Company. Therefore, the Company has annexed consolidated condensed interim financial statements in addition to its separate condensed interim financial statements, in accordance with the requirements of International Financial Reporting Standards.

Following are the directors of the Company:

| | |
|-------------------------------|----------------|
| Mrs. Naz Mansha (Chairperson) | Non- Executive |
| Mr. Raza Mansha | Executive |
| Mr. Khalid Niaz Khawaja | Non-Executive |
| Mr. Usama Mahmud | Independent |
| Mr. Shehryar Ahmad Buksh | Independent |
| Mr. Farid Noor Ali Fazal | Executive |
| Mr. Shahzad Ahmad Malik | Non-Executive |

| | |
|-------------------|----|
| Female Directors: | 01 |
| Male Directors: | 06 |

Audit Committee

| | |
|--------------------------|----------|
| Mr. Shehryar Ahmad Buksh | Chairman |
| Mr. Khalid Niaz Khawaja | Member |
| Mr. Shahzad Ahmad Malik | Member |

Human Resource & Remuneration Committee

| | |
|-------------------------|----------|
| Mr. Usama Mahmud | Chairman |
| Mr. Raza Mansha | Member |
| Mr. Khalid Niaz Khawaja | Member |

There are no material post balance sheet events affecting the period end position.

Our plants and operations are complying with international and national environmental standards. DGKC is fully cognizant of its responsibility towards society and welfare. The Company is spending on education, health, medical and fire-fighting facilities, water supply to nearby localities, aiding in emergency and disaster situations in nearby areas, awareness campaigns etc.

There are no changes that have occurred during the period under review concerning the nature of the business of the company or of its subsidiaries, or any other company in which the company has interest.

The Directors of your company state that the system of internal control is sound in design and has been effectively implemented and monitored. Significant deviations from last period in operating results of the company are highlighted and reasoned in other parts of Directors report.

We thank all our stakeholders and admire efforts of our employees.

For and on behalf of the Board



Raza Mansha
Chief Executive Officer



Farid Noor Ali Fazal
Director

Lahore
February 19, 2025

ہیومن ریسورس اینڈ ریکرٹمنٹ کمیٹی

| | |
|----------------------|----------|
| جناب آسامہ محمود | چیئر مین |
| جناب رضامشا | رکن |
| جناب خالد نیاز خواجہ | رکن |

اختتام پذیر مدت کی حیثیت کو متاثر کرنے والے کوئی اعداد و شمار پیش نہیں کیا گیا اور واقعات رونما نہیں ہوئے ہیں۔

ہمارے پلانٹس اور آپریٹنگ بین الاقوامی اور قومی ماحولیاتی معیارات کی تعمیل کر رہے ہیں۔ DGKC سوسائٹی اور ویلفیئر کی اپنی ذمہ داریوں کو مکمل طور پر پہچانتی ہے۔ کمیٹی نزدیک آبادیوں کے لئے تعلیم، صحت، طبی اور آگ بجھانے کی سہولیات، واٹر سپلائی، نزدیکی علاقوں میں ایمرجنسی اور آفاقی حالات میں مدد، آگاہی مہمات وغیرہ پر خرچ کر رہی ہے۔

کمیٹی یا اس کی ذیلی کمیٹیوں یا کسی دیگر کمیٹی جس میں کمیٹی دلچسپی رکھتی ہے کے کاروبار کی نوعیت سے متعلقہ کوئی تبدیلیاں نہیں ہیں جو زیر جائزہ مدت کے دوران رونما ہوئی ہوں۔

آپ کی کمیٹی کے ڈائریکٹرز بیان کرتے ہیں کہ داخلی کنٹرول کا نظام ڈیزائن میں مستحکم ہے اور اسکی مؤثر طریقہ سے عملدرآمد اور نگرانی کی جاتی ہے۔ کمیٹی کے آپریٹنگ نتائج میں گزشتہ مدت سے اہم تغیرات ڈائریکٹرز رپورٹ کے دیگر حصوں میں اجاگر کئے گئے ہیں اور وجوہات بیان کی گئی ہیں۔

ہم اپنے تمام اسٹیک ہولڈرز کا شکریہ ادا کرتے ہیں اور اپنے تمام ملازمین کی ان تھک کوششوں کو سراہتے ہیں۔

منجانب بورڈ

David Jagan

فریڈ نور علی فضل

ڈائریکٹر

Rashid

رضامشا

چیف ایگزیکٹو آفیسر

لاہور

19 فروری 2025ء

کمپنی کی بنیادی سرگرمی سینٹ کی تیاری اور فروخت کرنا ہے اور کمپنی کو مندرجہ ذیل اہم خطرات کا سامنا ہے:

- مارکیٹ قیمت اور سخت مقابلہ
- مستعمل پیداواری صلاحیت
- سود کی شرح
- غیر ملکی کرنسی کا اتار چڑھاؤ
- برآمد مارکیٹ کا سکڑاؤ

یورڈ آف ڈائریکٹرز نے ڈائریکٹرز کے معاوضہ کی پالیسی کی منظوری دی ہے۔ پالیسی کی بنیادی خصوصیات مندرجہ ذیل ہیں:

- کمپنی یورڈ اور اس کی کمیٹیوں کے اجلاسوں میں شرکت کی فیس کے سوائے آزاد ڈائریکٹرز سمیت اپنے نان ایگزیکٹو ڈائریکٹرز کو معاوضہ ادا نہیں کرے گی۔
- کمپنی یورڈ اور اس کی کمیٹیوں کے اجلاسوں میں شرکت کے سلسلے میں ڈائریکٹرز کے سفر اور رہائش کے اخراجات ادا کرے گی۔
- یورڈ آف ڈائریکٹرز، وقتاً فوقتاً ڈائریکٹرز معاوضہ پالیسی کا جائزہ اور اس کی منظوری دیں گے۔

ذیلی کمپنیاں اور کنسولیڈیٹڈ مالیاتی گوشوارے

کمپنی کی ذیلی کمپنیوں کے پورٹ فولیو میں نشاط ہیکینگ لیمیٹڈ (سابقہ نشاط ہیپر پروڈکٹس کمپنی لیمیٹڈ) اور نشاط ڈیری (پرائیویٹ) لیمیٹڈ شامل ہیں۔ لہذا، کمپنی نے بین الاقوامی مالیاتی رپورٹنگ معیارات کے تقاضوں کے مطابق، اپنے علیحدہ کنڈینسڈ عبوری مالی گوشواروں کے علاوہ کنسولیڈیٹڈ کنڈینسڈ عبوری مالی گوشواروں کو منسلک کیا ہے۔

مندرجہ ذیل کمپنی کے ڈائریکٹرز ہیں:

| | |
|---------------------------|--------------|
| محترمہ نازنشا (چیئر پرسن) | نان ایگزیکٹو |
| جناب رضانشا | ایگزیکٹو |
| جناب خالد نیاز خواجہ | نان ایگزیکٹو |
| جناب اسامہ محمود | آزاد |
| جناب شہریار احمد بخش | آزاد |
| جناب فرید نور علی فضل | ایگزیکٹو |
| جناب شہزاد احمد ملک | نان ایگزیکٹو |
| خاتون ڈائریکٹرز: | 01 |
| مرد ڈائریکٹرز: | 06 |

آڈٹ کمیٹی

| | |
|----------------------|----------|
| جناب شہریار احمد بخش | چیئر مین |
| جناب خالد نیاز خواجہ | رکن |
| جناب شہزاد احمد ملک | رکن |

مالی سال 25 کی پہلی ششماہی کے دوران پاکستان کا تجارتی خسارہ 11.2 بلین ڈالر پر مستحکم رہا، برآمدات 11.04 فیصد اضافے کے ساتھ 16.64 بلین ڈالر تک پہنچ گئیں جس کی وجہ مضبوط عالمی طلب ہے جبکہ ضروری اشیاء اور صنعتی ان پٹس کی بڑھتی ہوئی قیمتوں کی وجہ سے درآمدات 6.52 فیصد اضافے سے 27.84 بلین ڈالر تک پہنچ گئیں۔ تاہم دسمبر 2024 میں تجارتی خسارہ سال بہ سال 36.51 فیصد بڑھ کر 2.48 بلین ڈالر تک پہنچ گیا جو ماہانہ 19.87 فیصد اضافہ کے ساتھ ساتھ درآمدات کے لیے 27 ماہ کی بلند ترین سطح بھی ہے جبکہ برآمدات بڑی حد تک جمود کا شکار رہیں۔ یہ رجحانات زیادہ درآمدی لاگت کی وجہ سے بڑھتے ہوئے مالی دباؤ کو اجاگر کرتے ہیں، جو مستحکم برآمدی کارکردگی کے باوجود کرنسی کے استحکام اور زر مبادلہ کے ذخائر کے لئے خطرات پیدا کرتے ہیں۔ صنعتی اور تجارتی رفتار کو برقرار رکھتے ہوئے ان مشکلات سے نمٹنے کے لئے اقتصادی انتظام اہم ہوگا۔ جوصلہ افزاء بات یہ ہے کہ سال بہ سال ہی پی آئی ماہی سال 25 کی پہلی ششماہی میں واحد عدد تک گر گیا ہے، جس کے ساتھ ڈسکاؤنٹ شرحوں میں نمایاں کمی بھی ہوئی ہے، جس سے معیشت کے لئے مثبت اشارے ملے ہیں۔

سینٹ انٹرنیٹری کی اگر بات کی جائے تو، حجم کے لحاظ سے مالی سال 2025 کی پہلی ششماہی کے دوران صنعت کی مجموعی فروخت میں گزشتہ سال کے اسی عرصے کے مقابلے میں 4 فیصد کمی واقع ہوئی جو 22.9 بلین ٹن تک پہنچ گئی۔ شمالی زون میں مقامی فروخت میں 1.6 بلین ٹن (9.5%) اور جنوبی زون میں 0.5 بلین ٹن (15%) کی کمی واقع ہوئی جس کے نتیجے میں مقامی ترسیل میں مجموعی طور پر 2.1 بلین ٹن کی کمی واقع ہوئی۔ مزید برآں، برآمدات میں 1.16 بلین ٹن کا نمایاں اضافہ ہوا۔ مجموعی طور پر صنعت کی مستعمل فروخت گزشتہ سال کے اسی عرصے کے 61 فیصد سے کم ہو کر 54 فیصد رہ گئی، جس کی اہم وجہ مقامی فروخت میں کمی ہے، جو کل استعمال کا 43 فیصد ہے، جبکہ برآمدی استعمال 11 فیصد رہا۔

آپ کی کمپنی کے کلن کے آپریشنل دن 364 دنوں سے 7 فیصد تک کم ہو کر 340 دن ہو گئے۔ کلیننگ کی فیصد پیداوار بڑھ کر 67% (H1FY24: 64%) ہو گئی۔ آپ کی کمپنی کی مستعمل فروخت بھی بہتر ہوئی جو بڑھ کر 80% (H1FY24: 75%) ہو گئی جو کہ مذکورہ بالا صنعت کے اعداد و شمار کے رجحان کے برعکس ہے۔

زیر جائزہ مدت کے دوران کمپنی کی مجموعی فروخت قدر میں 6 فیصد بہتری واقع ہوئی جس کی بنیادی وجہ مقامی اور برآمدی مارکیٹوں میں مختلف کارکردگی ہے۔ مقامی مارکیٹ میں سینٹ کی ترسیل میں 7 فیصد کمی واقع ہوئی تاہم مستحکم فروخت قیمتوں نے حجم میں کمی کو کچھ حد تک پورا کرنے میں مدد کی۔ اس کے برعکس، کمپنی نے مقررہ اخراجات کو پورا کرنے کے لئے کلنگ کی برآمدات کو فروغ دینے پر اسٹریٹجک توجہ برقرار رکھی، جس کے نتیجے میں گزشتہ اسی مدت کے مقابلے میں برآمدی حجم میں 81% کا اضافہ ہوا۔ ڈسکاؤنٹ شرح میں کمی اور بہتر فنڈز منجمنت کی بدولت گزشتہ سال کے اسی عرصے کے مقابلے میں مالی اخراجات میں کمی واقع ہوئی۔

وسیع تر تناظر میں، بورڈ آف ڈائریکٹرز سینٹ کی صنعت کو درپیش اہم مشکلات، بشمول معاشی دباؤ اور بڑھتی ہوئی تعمیراتی لاگت کی وجہ سے مقامی ترسیل میں کمی کو تسلیم کرتے ہیں۔ یہ مشکلات پالیسی ریلیف کی اشد ضرورت کی نشاندہی کرتے ہیں، خاص طور پر ڈیوٹیوں، ٹیکسوں اور رائلٹیز میں کمی کی صورت میں، تاکہ مسابقت کو بڑھایا اور مقامی طلب کو فروغ دیا جاسکے۔ مالی رکاوٹیں، سرکاری شیبے کے محدود اخراجات اور بیرونی دباؤ جیسے توانائی کی بڑھتی ہوئی لاگت اور غیر ملکی قرضوں کی ذمہ داریاں صلاحیت کے استعمال اور پیداوار کے حجم کے لئے خطرات پیدا کرتی ہیں۔ ان رکاوٹوں کے باوجود کمپنی مقررہ اخراجات کو پورا کرنے اور زر مبادلہ کے ذخائر کو مستحکم بنانے کے لئے برآمدی مواقع سے فائدہ اٹھانے پر توجہ مرکوز رکھے ہوئے ہے۔ مزید برآں، مجموعی منافع کے مارجن میں بہتری کمپنی کے آپریشنل کارکردگی کے اقدامات کی کامیابی کے ثبوت کے طور پر کام کرتی ہے، جو لاگت کے دباؤ کو کم کرنے میں اہم کردار ادا کرتے ہیں۔ بورڈ پلک، آگے بڑھنے والی حکمت عملی، اور آپریشنل کارکردگی اور لاگت کو کم کرنے پر مسلسل توجہ کے ساتھ ان مشکلات سے نمٹنے کے لئے اپنے عزم کا اعادہ کرتا ہے، جو طویل مدتی شیئر ہولڈرز کو یقین دہانے کے ساتھ مطابقت رکھتے ہیں۔

حصص داران کیلئے ڈائریکٹرز کی رپورٹ

ڈی جی خان سیمنٹ لمیٹڈ (کمپنی) کے ڈائریکٹرز اپنے حصص داران کو 31 دسمبر 2024 کو ختم ہونے والی مدت کے لئے ششماہی رپورٹ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

| پہلی ششماہی مالی سال 2024 | پہلی ششماہی مالی سال 2025 | |
|---------------------------|---------------------------|---|
| روپے ہزاروں میں | | |
| 34,784,335 | 36,991,176 | فروخت |
| (29,241,186) | (28,545,713) | قیمت فروخت |
| 5,543,149 | 8,445,463 | مجموعی منافع |
| (580,365) | (630,763) | انتظامی اخراجات |
| (1,201,726) | (1,956,406) | فروخت اور تقسیم کے اخراجات |
| - | 70,303 | مالی اثاثوں پر خالص امپیئر منٹ کی واپسی |
| (66,090) | (242,485) | دیگر معاملاتی اخراجات |
| 2,163,395 | 2,156,577 | دیگر آمدنی |
| (4,115,667) | (2,639,552) | مالی لاگت |
| 1,742,696 | 5,203,137 | ٹیکس اور لیوی سے پہلے منافع |
| (237,996) | (285,814) | لیوی |
| 1,504,700 | 4,917,323 | انکم ٹیکس سے پہلے منافع |
| (450,386) | (1,394,078) | ٹیکسیشن |
| 1,054,314 | 3,523,245 | موجودہ مدت کے لئے منافع |

| | | |
|--------|--------|--------------------|
| 2.41 | 8.04 | EPS (روپے فی شیئر) |
| 15.94% | 22.83% | GP % |
| 5.01% | 14.07% | PBT&L% |
| 3.03% | 9.52% | PAT % |

اس سال کے لئے آپ کی کمپنی کی پیداوار اور فروخت حجم کے اعداد و شمار درج ذیل ہیں:

| پہلی ششماہی مالی سال 2024 | پہلی ششماہی مالی سال 2025 | |
|---------------------------|---------------------------|---|
| اعداد و شمار میٹرک ٹن میں | | |
| | | پیداوار |
| 2,152,797 | 2,256,824 | کلنر کی پیداوار |
| 2,067,028 | 1,834,680 | سیمنٹ کی پیداوار |
| | | فروخت |
| 2,050,710 | 1,865,248 | سیمنٹ کی کل فروخت |
| 1,908,340 | 1,773,122 | سیمنٹ کی مقامی فروخت (علاوہ ذاتی استعمال) |
| 142,370 | 92,126 | سیمنٹ کی برآمد فروخت |
| 466,850 | 823,501 | کلنر کی فروخت |



A.F. FERGUSON & CO.

Independent Auditor's Review Report To the Members of D.G. Khan Cement Company Limited Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of D. G. Khan Cement Company Limited as at December 31, 2024 and the related unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity, and unconsolidated condensed interim statement of cash flows, and notes to the unconsolidated financial statements for the six-month period then ended (here-in-after referred to as the "unconsolidated interim financial statements"). Management is responsible for the preparation and presentation of these unconsolidated 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 unconsolidated financial statements based on our review.

The figures of the unconsolidated condensed interim statement of profit or loss and unconsolidated condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and 2024 have not been reviewed, as we are required to review only the cumulative figures for the six-month period ended December 31, 2024.

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 unconsolidated 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 Hammad Ali Ahmad.

A. F. Ferguson & Co.,

Chartered Accountants

Lahore

Dated: February 25, 2025

UDIN: RR202410092hZzky975G

Unconsolidated Condensed Interim Statement of Financial Position

| | Note | Un-Audited December 31, 2024 | Audited June 30, 2024 |
|---|------|------------------------------------|-----------------------------|
| (Rupees in thousand) | | | |
| EQUITY AND LIABILITIES | | | |
| SHARE CAPITAL AND RESERVES | | | |
| Authorised share capital | | | |
| - 950,000,000 (June 30, 2024: 950,000,000) ordinary shares of Rs 10 each | | 9,500,000 | 9,500,000 |
| - 50,000,000 (June 30, 2024: 50,000,000) preference shares of Rs 10 each | | 500,000 | 500,000 |
| | | 10,000,000 | 10,000,000 |
| Issued, subscribed and paid up share capital 438,119,118 (June 30, 2024: 438,119,118) ordinary shares of Rs 10 each | | 4,381,191 | 4,381,191 |
| Other reserves | | 39,880,236 | 33,670,663 |
| Revenue reserve: Un-appropriated profits | | 41,318,929 | 37,795,684 |
| | | 85,580,356 | 75,847,538 |
| NON-CURRENT LIABILITIES | | | |
| Long term finances from financial institutions - secured | 6 | 13,726,681 | 15,965,116 |
| Deferred government grant | 7 | 106,433 | 154,614 |
| Long term deposits | | 531,937 | 572,748 |
| Employee benefits obligations | | 1,031,587 | 944,549 |
| Deferred taxation | | 14,927,820 | 12,675,472 |
| | | 30,324,458 | 30,312,499 |
| CURRENT LIABILITIES | | | |
| Trade and other payables | | 14,818,014 | 12,394,455 |
| Short term borrowings from financial institutions - secured | | 15,246,981 | 13,064,718 |
| Accrued mark-up | | 500,239 | 1,280,446 |
| Current portion of non-current liabilities | 8 | 3,473,273 | 5,416,807 |
| Unclaimed dividend | | 34,180 | 34,201 |
| Provision for taxation | | 35,090 | 35,090 |
| | | 34,107,777 | 32,225,717 |
| Contingencies and Commitments | 9 | 150,012,591 | 138,385,754 |

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




Chief Executive

As At December 31, 2024 (Un-audited)

| | Note | Un-Audited December 31, 2024 (Rupees in thousand) | Audited June 30, 2024 |
|---|------|--|-----------------------------|
| ASSETS | | | |
| NON-CURRENT ASSETS | | | |
| Property, plant and equipment | 10 | 79,018,548 | 79,877,839 |
| Intangible assets | 11 | 28,767 | 42,762 |
| Investments | 12 | 19,607,202 | 16,633,064 |
| Long term deposits | | 61,568 | 61,568 |
| | | 98,716,085 | 96,615,233 |
| CURRENT ASSETS | | | |
| Stores, spare parts and loose tools | | 13,170,885 | 12,559,774 |
| Stock-in-trade | | 5,131,445 | 7,693,067 |
| Trade debts | | 2,792,375 | 855,742 |
| Investments | | 22,780,932 | 18,384,882 |
| Loans, advances, deposits, prepayments and other receivables | | 391,530 | 160,289 |
| Income tax receivable | | 1,145,573 | 1,384,599 |
| Cash and bank balances | | 5,883,766 | 732,168 |
| | | 51,296,506 | 41,770,521 |
| | | 150,012,591 | 138,385,754 |



Chief Financial Officer



Director

Unconsolidated Condensed Interim Statement of Profit or Loss

For the Quarter and Six-Month Period ended December 31, 2024 (Un-audited)

| | 2024 | | 2023 | |
|---|---|--|--|---|
| | July to December (Rupees in thousand) | October to December (Rupees in thousand) | July to December (Rupees in thousand) (Re-stated) | October to December (Rupees in thousand) (Re-stated) |
| Revenue | 36,991,176 | 21,690,256 | 34,784,335 | 18,267,238 |
| Cost of sales | (28,545,713) | (16,239,141) | (29,241,186) | (15,937,234) |
| Gross profit | 8,445,463 | 5,451,115 | 5,543,149 | 2,330,004 |
| Administrative expenses | (630,763) | (327,137) | (580,365) | (295,166) |
| Selling and distribution expenses | (1,956,406) | (1,138,871) | (1,201,726) | (692,602) |
| Net impairment reversal on financial assets | 70,303 | 70,303 | - | - |
| Other expenses | (242,485) | (239,148) | (66,090) | 8,965 |
| Other income | 2,156,577 | 1,118,728 | 2,163,395 | 1,336,886 |
| Finance cost | (2,639,552) | (1,050,096) | (4,115,667) | (2,028,187) |
| Profit before taxation and levy | 5,203,137 | 3,884,894 | 1,742,696 | 659,900 |
| Levy | (285,814) | (141,114) | (237,996) | (123,979) |
| Profit before income tax | 4,917,323 | 3,743,780 | 1,504,700 | 535,921 |
| Taxation | (1,394,078) | (1,024,664) | (450,386) | (142,164) |
| Profit for the period | 3,523,245 | 2,719,116 | 1,054,314 | 393,757 |
| Earnings per share | | | | |
| (basic and diluted - in Rupees) | 8.04 | 6.21 | 2.41 | 0.90 |

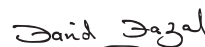
The annexed notes 1 to 18 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive



Chief Financial Officer



Director

Unconsolidated Condensed Interim Statement of Comprehensive Income

For the Quarter and Six-Month Period ended December 31, 2024 (Un-audited)

| | 2024 | | 2023 | |
|---|---|--|---|--|
| | July to December (Rupees in thousand) | October to December (Rupees in thousand) | July to December (Rupees in thousand) | October to December (Rupees in thousand) |
| Profit for the period | 3,523,245 | 2,719,116 | 1,054,314 | 393,757 |
| Other comprehensive income for the period - net of tax | | | | |
| Items that may be reclassified subsequently to profit or loss: | | | | |
| <i>Items that will not be subsequently reclassified to profit or loss:</i> | | | | |
| Change in fair value of investments at Fair Value through Other Comprehensive Income (FVOCI) - net of tax | 6,209,574 | 5,264,353 | 6,734,731 | 4,897,129 |
| | 6,209,574 | 5,264,353 | 6,734,731 | 4,897,129 |
| Total comprehensive income for the period | 9,732,819 | 7,983,469 | 7,789,045 | 5,290,886 |

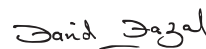
The annexed notes 1 to 18 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive



Chief Financial Officer



Director

Unconsolidated Condensed Interim Statement of Changes in Equity

For the Six-Month Period ended December 31, 2024 (Un-audited)

| | Capital reserve | | | Revenue reserve | | Total |
|---|------------------|------------------|-------------------|---------------------------------|------------------|-------------------|
| | Share capital | Share premium | FVOCI reserve | Capital redemption reserve fund | General reserve | |
| Balance as at July 1, 2023 - Audited | 4,381,191 | 4,557,163 | 12,609,667 | 353,510 | 5,071,827 | 37,218,919 |
| ----- (Rupees in thousands) ----- | | | | | | |
| Total comprehensive income for the period | | | | | | |
| - Profit for the period | - | - | - | - | - | 1,054,314 |
| - Other comprehensive income for the period | - | - | 6,734,731 | - | - | 6,734,731 |
| | - | - | 6,734,731 | - | - | 1,054,314 |
| Balance as at December 31, 2023 - Un-audited | 4,381,191 | 4,557,163 | 19,344,398 | 353,510 | 5,071,827 | 38,273,233 |
| Balance as at July 1, 2024 - Audited | 4,381,191 | 4,557,163 | 23,688,162 | 353,510 | 5,071,827 | 37,795,684 |
| Total comprehensive income for the period | | | | | | |
| - Profit for the period | - | - | - | - | - | 3,523,245 |
| - Other comprehensive income for the period | - | - | 6,209,574 | - | - | 6,209,574 |
| | - | - | 6,209,574 | - | - | 9,732,819 |
| Balance as at December 31, 2024 - Un-audited | 4,381,191 | 4,557,163 | 29,897,736 | 353,510 | 5,071,827 | 41,318,929 |

Transactions with owners in their capacity as owners recognised directly in equity

Final dividend for the year ended June 30, 2023
(Nil per share)

Balance as at December 31, 2023 - Un-audited

Balance as at July 1, 2024 - Audited

Total comprehensive income for the period

- Profit for the period
- Other comprehensive income for the period

Transactions with owners in their capacity as owners recognised directly in equity

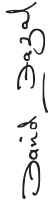
Final dividend for the year ended June 30, 2024
(Nil per share)

Balance as at December 31, 2024 - Un-audited

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


Chief Executive


Chief Financial Officer


Director

Unconsolidated Condensed Interim Statement of Cash Flows

For the Six-Month Period ended December 31, 2024 (Un-audited)

| | | 2024 | 2023 |
|---|------|-----------------------------|-----------------------------|
| | | July to December | July to December |
| | Note | (Rupees in thousand) | |
| | | | (Re-stated) |
| Cash flows from operating activities | | | |
| Cash generated from operations | 14 | 10,012,103 | 8,385,134 |
| Finance cost paid | | (3,419,759) | (4,504,924) |
| Retirement and other benefits paid | | (74,070) | (79,476) |
| Net income tax paid | | (174,082) | 1,511,725 |
| Levy - final taxes paid | | (285,814) | (237,996) |
| Long term deposits - net | | (40,811) | 25,360 |
| Net cash inflow from operating activities | | 6,017,567 | 5,099,823 |
| Cash flows from investing activities | | | |
| Payments for property, plant and equipment | | (1,045,703) | (814,428) |
| Payments for intangible asset | | - | (56,154) |
| Proceeds from disposal of property, plant and equipment | | 35,286 | 66,087 |
| Proceeds from disposal of investments | | 128,250 | - |
| Dividend received | | 2,010,504 | 1,733,371 |
| Interest received | | 47,414 | - |
| Net cash inflow from investing activities | | 1,175,751 | 928,876 |
| Cash flows from financing activities | | | |
| Proceeds from long term finances | | - | 9,160,185 |
| Repayment of long term finances | | (4,230,150) | (3,707,442) |
| Dividend paid | | (23) | (258) |
| Net cash (outflow) / inflow from financing activities | | (4,230,173) | 5,452,485 |
| Net increase in cash and cash equivalents | | 2,963,145 | 11,481,184 |
| Cash and cash equivalents at the beginning of the period | | (12,332,550) | (24,819,321) |
| Effect of exchange rate changes on cash and cash equivalents | | 6,190 | 124,924 |
| Cash and cash equivalents at the end of the period | 15 | (9,363,215) | (13,213,213) |

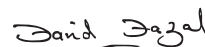
The annexed notes 1 to 18 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive



Chief Financial Officer



Director

Notes to and Forming Part of the Unconsolidated Condensed Interim Financial Information - Unaudited

For the Six-Month Period Ended December 31, 2024

1. Status and nature of business

D. G. Khan Cement Company Limited (the 'Company') is a public company limited by shares incorporated in Pakistan in 1978 under the repealed Companies Act, 1913 (now the Companies Act, 2017). The Company's ordinary shares are listed on the Pakistan Stock Exchange Limited. The registered office of the Company is situated at Nishat House, 53-A, Lawrence Road, Lahore.

The Company is principally engaged in the production and sale of Clinker, Ordinary Portland Cement of different variations and Sulphate Resistant Cement. It has four cement plants, two plants located at Khofli Sattai, District Dera Ghazi Khan ('D.G. Khan'), one at Khairpur, Tehsil Kallar Kahar, District Chakwal ('Khairpur') and one at District Hub ('Hub').

2. Basis of preparation

2.1 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. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

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

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

- 2.2** These unconsolidated condensed interim financial statements are un-audited and are being submitted to the members as required by section 237 of the Companies Act, 2017 (the 'Act').

These unconsolidated condensed interim financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended June 30, 2024. Selected explanatory notes are included to explain events and transactions that are significant to and understanding of the changes in the Company's financial position and performance since the last annual financial statements.

The Company is required to issue condensed interim consolidated financial statements along with its condensed interim separate financial statements in accordance with the requirements of accounting and reporting standards as applicable in Pakistan. Condensed interim consolidated financial statements are prepared separately.

3. Material Accounting Policy Information

The accounting policies and methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the unconsolidated annual audited financial statements for the year ended June 30, 2024 except for the estimation of income tax (see note 5) and adoption of new amended standards as set out in note 3.1 and 3.2.

3.1 Standards, amendments to published standards and interpretations that are effective in the current period

Certain standards, amendments and interpretations to International Financial Reporting Standards ('IFRS') are effective for accounting period beginning on July 1, 2024, but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these unconsolidated condensed interim financial statements except for the following:

a) IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes

The Company has changed its accounting policy to recognise such taxes as 'Levies' which were previously being recognised as 'Income Tax' in line with "IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes" issued by the Institute of Chartered Accountants of Pakistan vide its circular No. 07/2024 dated May 15, 2024. This change has been accounted for retrospectively in line with the requirements of IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors". There has been no effect on the unconsolidated statement of financial position, the unconsolidated statement of comprehensive income, the unconsolidated statement of changes in equity and earnings / loss per share as a result of this change.

| Effect on unconsolidated statement of profit or loss | Had there been no change in accounting policy | Impact of change in accounting policy | After incorporating effects of change in accounting policy |
|--|---|---------------------------------------|--|
| (Rupees In thousand) | | | |
| For the period ended December 31, 2023 | | | |
| Levy | - | (237,996) | (237,996) |
| Profit before income tax | 1,742,696 | (237,996) | 1,504,700 |
| Taxation | (688,382) | 237,996 | (450,386) |
| For the quarter ended September 30, 2023 | | | |
| Levy | - | (114,017) | (114,017) |
| Profit before income tax | 1,082,796 | (114,017) | 968,779 |
| Taxation | (422,239) | 114,017 | (308,222) |

3.2 Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Company's accounting periods beginning on or after July 01, 2025 but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not detailed in these unconsolidated condensed interim financial statements.

4. Accounting estimates

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

In preparing these unconsolidated condensed interim financial statements, the significant judgments made by management in applying accounting policies and key sources of estimation were the same as those that were applied to the annual financial statements of the Company for the year ended June 30, 2024, with the exception of change in estimate that is required in determining the provision for income taxes as referred to in note 5.

5. Taxation

Income tax expense is recognized in each interim period based on best estimate of the weighted average annual income tax rate expected for the full financial year. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate of the annual income tax rate changes.

| December 31, 2024 | June 30, 2024 |
|------------------------------|--------------------------|
| Un-audited | audited |
| (Rupees in thousand) | |

6. Long term finances from financial institutions - secured

| | | | |
|---|------------|--------------------------|--------------------------|
| Long term loans | - note 6.1 | 14,951,738 | 18,506,586 |
| Loans under refinance scheme | - note 6.2 | 2,140,080 | 2,750,502 |
| | | <u>17,091,818</u> | <u>21,257,088</u> |
| Current portion shown under current liabilities | | (3,365,137) | (5,291,972) |
| | | <u>13,726,681</u> | <u>15,965,116</u> |

6.1 The reconciliation of the carrying amount is as follows:

| | | | |
|---|----------|--------------------------|--------------------------|
| Opening balance | | 18,506,586 | 13,742,264 |
| Disbursements during the period / year | | - | 11,200,706 |
| Repayments during the period / year | | (3,554,848) | (6,436,384) |
| Closing balance | | 14,951,738 | 18,506,586 |
| Current portion shown under current liabilities | - note 8 | (2,453,032) | (4,497,255) |
| | | <u>12,498,706</u> | <u>14,009,331</u> |

6.2 The reconciliation of the carrying amount is as follows:

| | | | |
|---|----------|-------------------------|-------------------------|
| Balance as at beginning of the period - gross | | 3,029,252 | 3,742,052 |
| Disbursements during the period / year | | - | - |
| Repayments during the period / year | | (675,300) | (712,800) |
| | | <u>2,353,952</u> | <u>3,029,252</u> |
| Unamortized deferred grant | - note 7 | (213,872) | (278,750) |
| Closing balance | | 2,140,080 | 2,750,502 |
| Current portion shown under current liabilities | - note 8 | (912,105) | (794,717) |
| | | <u>1,227,975</u> | <u>1,955,785</u> |

| December 31, 2024 | June 30, 2024 |
|------------------------------|--------------------------|
| Un-audited | audited |
| (Rupees in thousand) | |

7. Deferred government grant

The reconciliation of the carrying amount is as follows:

| | | |
|--|----------------|----------------|
| Opening balance | 278,752 | 450,334 |
| Credited to the statement of profit or loss | (64,880) | (171,582) |
| | 213,872 | 278,752 |
| Current portion shown under current liabilities - note 8 | (107,439) | (124,138) |
| Closing balance | 106,433 | 154,614 |

There are no unfulfilled conditions or other contingencies attached to these grants.

| December 31, 2024 | June 30, 2024 |
|------------------------------|--------------------------|
| Un-audited | audited |
| (Rupees in thousand) | |

8. Current portion shown under current liabilities comprise of:

| | | | |
|-----------------------------------|------------|------------------|------------------|
| Long term loans | - note 6.1 | 2,453,032 | 4,497,255 |
| Loans under refinance scheme | - note 6.2 | 912,105 | 794,717 |
| Accumulating compensated absences | | 697 | 697 |
| Deferred government grant | - note 7 | 107,439 | 124,138 |
| | | 3,473,273 | 5,416,807 |

9. Contingencies and commitments

9.1 Contingencies

There is no significant change in contingencies from the preceding annual unconsolidated financial statements of the Company for the year ended June 30, 2024 other than those mentioned below:

- (i) The Company has provided a guarantee to Meezan Bank Limited (MBL) against the loan provided by MBL to Hyundai Nishat Motor (Private) Limited, a related party, amounting to Rs. 1,104.8 million (June 2024: Rs. 1,149.3 million).
- (ii) Sindh High Court against levy of sales Tax, custom duty and excise amounting to Rs 176.86 million (June 2024: Rs 228.17 million).
- (iii) Directorate General of Mines & Minerals, Punjab against enhanced royalty rates on minerals amounting to Rs. 748.27 million (June 2024: Rs 172.08 million).
- (iv) K-Electric against security deposits for electricity bills amounting to Rs 193.71 million (June 2024: Rs 142.40 million).

9.2 Commitments in respect of:

- (i) Contracts for capital expenditure Rs 61.27 million (June 2024: Rs. 107.61 million).
- (ii) Letters of credit for capital expenditure Nil (June 2024: Rs. 48.05 million).
- (iii) Letters of credit other than capital expenditure Rs. 294.03 million (June 2024: Rs. 1,573.27 million).
- (iv) The amount of future payments under leases and the period in which these payments will become due are as follows:

| | December 31, 2024 | June 30, 2024 |
|---|------------------------------|--------------------------|
| | Un-audited | audited |
| | (Rupees in thousand) | |
| Not later than one year | 412 | 425 |
| Later than one year and not later than five years | 1,650 | 1,650 |
| Later than five years | 2,853 | 3,061 |
| | 4,915 | 5,136 |

10. Property, plant and equipment

| | | | |
|--|-------------|-------------------|-------------------|
| Operating fixed assets | - note 10.1 | 76,987,057 | 78,206,501 |
| Capital work-in-progress | - note 10.2 | 1,688,552 | 1,341,029 |
| Major spare parts and stand-by equipment | | 342,939 | 330,309 |
| | | 79,018,548 | 79,877,839 |

10.1 Operating fixed assets

| | | | |
|---|---------------|-------------------|-------------------|
| Opening book value | | 78,206,501 | 80,039,245 |
| Additions during the period | - note 10.1.1 | 685,550 | 2,154,080 |
| | | 78,892,051 | 82,193,325 |
| Disposals during the period - at book value | | (22,930) | (344,663) |
| Depreciation charged for the period | | (1,882,064) | (3,642,161) |
| | | (1,904,994) | (3,986,824) |
| Closing book value | | 76,987,057 | 78,206,501 |

| December 31, 2024 | June 30, 2024 |
|------------------------------|--------------------------|
| Un-audited | audited |
| (Rupees in thousand) | |

10.1.1 Additions during the period

| | | |
|--------------------------------------|----------------|------------------|
| Freehold land | 750 | 54,198 |
| Buildings on freehold land: | | |
| - Factory buildings | 7,259 | 157,597 |
| - Office building and housing colony | - | 57,642 |
| Roads | - | 2,054 |
| Plant and machinery | 430,330 | 1,374,109 |
| Aircraft parts | 3,500 | - |
| Quarry equipment | 5,741 | - |
| Furniture and fittings | 89,066 | 40,371 |
| Office equipment | 27,125 | 41,867 |
| Vehicles | 121,594 | 138,122 |
| Power and water supply lines | 185 | 288,120 |
| | 685,550 | 2,154,080 |

10.2 Capital work-in-progress

| | | |
|---------------------------------------|------------------|------------------|
| Civil works | 791,595 | 664,340 |
| Plant and machinery | 688,640 | 540,356 |
| Advances to suppliers and contractors | 159,642 | 110,943 |
| Others | 48,675 | 25,390 |
| | 1,688,552 | 1,341,029 |

11. Intangible asset

| | | |
|---|---------------|---------------|
| Opening book value | 42,762 | 10,152 |
| Additions during the period / year | - | 56,155 |
| Amortization charged during the period / year | (13,995) | (23,545) |
| Closing book value | 28,767 | 42,762 |

12. Investments

12.1 This includes Level 1 investments in Nishat Mills Limited, MCB Bank Limited, Adamjee Insurance Company Limited, United Bank Limited, Nishat (Chunian) Limited, Nishat Chunian Power Limited and Pakistan Petroleum Limited, Level 3 investments in Nishat Hotels and Properties Limited and Hyundai Nishat Motor (Private) Limited and investments in subsidiaries that include investment in Nishat Dairy (Private) Limited and Nishat Packaging Limited (formerly Nishat Paper Products Company Limited). The reconciliation of carrying amount of these investments is as follows:

| | December 31, 2024 | June 30, 2024 |
|--|------------------------------|--------------------------|
| | Un-audited | audited |
| | (Rupees in thousand) | |
| Carrying value of investments at the beginning of the period/year | 16,633,064 | 13,366,360 |
| Investments made during the period/year: | - | - |
| Investment disposed off during the year | (110,765) | (116,595) |
| | <u>16,522,299</u> | <u>13,249,765</u> |
| Fair value gain recognized in other comprehensive income | 3,084,903 | 3,220,510 |
| Reversal of the impairment loss recognized on investment in Subsidiary - note 12.1.1 | - | 162,789 |
| Carrying value at the end of the period / year | <u>19,607,202</u> | <u>16,633,064</u> |

12.1.1 During the prior year, the company reviewed the carrying amount of its investment in equity instruments of Nishat Dairy (Private) Limited and its recoverability to determine whether the previously recognised impairment loss of Rs. 162.789 million exists as there have been favourable events and change in circumstances, since impairment loss was recognised. As a result of carrying out the aforementioned assessment, the recoverable amount of the investment was determined to be higher than its carrying amount by Rs. 3.22 per share and the impairment loss was accordingly reversed and the amount of any reversal recognised was restricted to the carrying value of the investment that would have been recognised if the original impairment had not occurred.

13. Transactions with related parties

The related parties include the subsidiaries, the Investor (Nishat Mills Limited), related parties on the basis of common directorship, group companies, key management personnel and post employment benefit plans. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the company, directly or indirectly, including any director (whether executive or otherwise) of that company. The Company in the normal course of business carries out transactions with various related parties. Significant transactions with related parties are as follows:

| Relationship with the Company | Nature of transaction | July to December 2024 | July to December 2023 |
|---|---|-----------------------|-----------------------|
| | | Un-audited | Un-audited |
| (Rupees in thousand) | | | |
| i. Subsidiary entities | Purchase of goods and services | 836,430 | 1,660,038 |
| | Rental income | 540 | 483 |
| | Sale of goods | 134,490 | 24,270 |
| | Proceeds from disposal of investments | 128,250 | - |
| ii. Investor | Purchase of goods and services | 212 | 2,271 |
| | Sale of goods | 15,450 | 13,635 |
| | Dividend income | 90,869 | 151,448 |
| iii. Other related entities | Insurance premium | 223,244 | 198,669 |
| | Sale of goods | - | 36,132 |
| | Rental income | 477 | 434 |
| | Dividend income | 1,911,222 | 1,575,975 |
| | Purchase of goods and services | 52,625 | 189,929 |
| | Reimbursement of expenses | 13,975 | 10,885 |
| | Insurance claims received | 41,227 | 10,150 |
| iv. Key management personnel | Salaries and other employment benefits | 207,329 | 162,341 |
| | Expense charged in respect of defined benefit plan | 161,108 | 146,479 |
| v. Post employment benefit plans | Expense charged in respect of defined contribution plan | 76,381 | 71,312 |

December 31,
2024
Un-audited
(Rupees in thousand)

June 30,
2024
audited

Period/year end balances

Payable to related parties

Trade and other payables

593,869 **411,851**

Receivable from related parties

Trade debts

187,165 69,047

Other receivables

831,824 11,828

1,018,989 **80,875**

July to December
2024 **2023**

Un-audited **Un-audited**
(Rupees in thousand)

14. Cash generated from operations

Profit before tax

4,917,323 1,504,700

Adjustments for non-cash charges and other items:

- Depreciation on operating fixed assets - note 10.1

1,882,064 1,890,619

- Amortization of intangible asset - note 11

13,995 5,923

- (Gain) / loss on disposal of operating fixed assets

(12,356) 60,765

- Dividend income

(2,010,504) (1,733,371)

- Capital work-in-progress projects charged off during the year

- 1,784

- Reversal of the impairment loss - note 12.1.1

- (162,789)

- Net impairment reversal on financial assets

(70,303) -

- Interest income

(47,414) -

- Gain on disposal of investments

(17,485) -

- Provision for retirement benefits

161,108 146,479

- Levy

285,814 237,996

- Exchange gain

(6,190) (110,895)

- Finance cost

2,639,552 4,115,667

Profit before working capital changes

7,735,604 **5,956,878**

Effect on cash flow due to working capital changes:

- Increase in stores, spare parts and loose tools

(611,111) (297,926)

- Decrease in stock-in-trade

2,561,622 964,056

- (Increase) / decrease in trade debts

(1,866,330) 273,668

- (Increase) / decrease in loans, advances, deposits,
prepayments and other receivables

(231,241) 291,904

- Increase in trade and other payables

2,423,559 1,196,554

2,276,499 2,428,256

10,012,103 **8,385,134**

| December 31, 2024 | June 30, 2024 |
|------------------------------|--------------------------|
| Un-audited | audited |
| (Rupees in thousand) | |

15. Cash and cash equivalents

| | | |
|---------------------------------|--------------------|---------------------|
| Short term borrowings - secured | (15,246,981) | (13,925,176) |
| Cash and bank balances | 5,883,766 | 711,963 |
| | (9,363,215) | (13,213,213) |

16. Financial risk management

16.1 Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk, and other price risk), credit risk and liquidity risk.

These unconsolidated condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at June 30, 2024.

There have been no changes in the risk management department or in any risk management policies since the year ended June 30, 2024.

16.2 Fair value estimation

a) Fair value hierarchy

The different levels for fair value estimation used by the Company have been defined as follows:

- The fair value of financial instruments traded in active markets (such as publicly traded equity securities) is based on quoted (unadjusted) market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in Level 1.
- The fair value of financial instruments that are not traded in an active market (for example over-the-counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity specific estimates. If all significant inputs required to determine fair value of an instrument are observable, the instrument is included in Level 2.
- If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity instruments.

To provide an indication about the reliability of the inputs used in determining fair value, the Company classifies its financial instruments into the three levels prescribed above. The following table presents the Company's financial assets measured and recognised at fair value at December 31, 2024 and June 30, 2024 on a recurring basis:

| | Level 1 | Level 2 | Level 3 | Total |
|--|----------------------|---------|-----------|------------|
| | (Rupees in thousand) | | | |
| As at December 31, 2024 | | | | |
| Recurring fair value measurements | | | | |
| Assets | | | | |
| Investments - FVOCI | 34,066,036 | - | 5,966,746 | 40,032,782 |
| As at June 30, 2024 | | | | |
| Recurring fair value measurements | | | | |
| Assets | | | | |
| Investments - FVOCI | 26,878,122 | - | 5,673,708 | 32,551,830 |

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

There were no transfers between Levels 1, 2 and 3 during the period. There were no changes in valuation techniques during the period.

The Company did not measure any financial assets or financial liabilities at fair value on a non-recurring basis as at December 31, 2024.

b) Valuation techniques used to determine fair values

Specific valuation techniques used to value financial instruments include:

- the use of quoted market prices or dealer quotes for similar instruments; and
- for other financial instruments - discounted cash flow analysis.

c) Fair value measurements using significant unobservable inputs

Investment in Nishat Hotels and Properties Limited

The main level 3 inputs used by the Company to determine fair value of investment in Nishat Hotels and Properties Limited ('NHPL') are derived and evaluated as follows.

- Discount rate is determined using a capital asset pricing model to calculate a pre-tax rate that reflects current market assessments of the time value of money and the risk specific to NHPL.
- Long term growth rate is estimated based on historical performance of NHPL and current market information for similar type of entities.

The significant assumptions used in this valuation technique are as follows:

- Discount rate of 16.36% per annum.
- Long term growth rate of 2% per annum for computation of terminal value.
- Annual growth in costs is linked to inflation with a range of 6.50% to 9.50% per annum.

Sensitivity analysis

Sensitivity analysis of the significant assumptions used in the valuation technique are as follows:

If the discount rate increases by 1% with all other variables held constant, the impact on fair value as at December 31, 2024 would be Rs 252.083 million lower.

If the long term growth rate decreases by 1% with all other variables held constant, the impact on fair value as at December 31, 2024 would be Rs 93.750 million lower.

If inflation decreases by 1% with all other variables held constant, the impact on fair value as at December 31, 2024 would be Rs 20.833 million higher.

If interest rate increases by 1% with all other variables held constant, the impact on fair value as at December 31, 2024 would be Rs 7.292 million lower.

Investment in Hyundai Nishat Motor (Private) Limited

The main level 3 inputs used by the Company to determine fair value of investment in Hyundai Nishat Motor (Private) Limited ('HNMPL') are derived and evaluated as follows.

- Discount rate is determined using a capital asset pricing model to calculate a post-tax rate that reflects current market assessments of the time value of money and the risk specific to HNMP.
- Long term growth rate is estimated based on historical performance of HNMP and current market information for similar type of entities.

The significant assumptions used in this valuation technique are as follows:

- Discount rate of 17.59% per annum.
- Long term growth rate of 2% per annum for computation of terminal value.
- Annual growth in costs are linked to inflation and currency devaluation both of 4% per annum respectively, and revenue are also linked to currency devaluation at 4% per annum.

Sensitivity analysis

Sensitivity analysis of the significant assumptions used in the valuation technique are as follows:

If the discount rate increases by 1% with all other variables held constant, the impact on fair value as at December 31, 2024 would be Rs 193.482 million lower.

If the long term growth rate decreases by 1% with all other variables held constant, the impact on fair value as at December 31, 2024 would be Rs 93.718 million lower.

If inflation decreases by 1% with all other variables held constant, the impact on fair value as at December 31, 2024 would be Rs 47.426 million higher.

If interest rate increases by 1% with all other variables held constant, the impact on fair value as at December 31, 2024 would be Rs 17.130 million lower.

17. Date of authorization for issue

These unconsolidated condensed interim financial statements were authorised for issue on February 19, 2025 by the Board of Directors of the Company.

18. Corresponding figures

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the unconsolidated condensed interim financial position has been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged and reclassified, wherever necessary, for the purposes of comparison and better presentation as per reporting framework. However, no significant rearrangements have been made except as disclosed in note 3.1(a) to the unconsolidated condensed interim financial statements.



Chief Executive



Chief Financial Officer



Director



INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Consolidated Condensed Interim Statement of Financial Position

| | Note | Un-Audited December 31, 2024 (Rupees in thousand) | Audited June 30, 2024 |
|---|------|--|-----------------------------|
| EQUITY AND LIABILITIES | | | |
| CAPITAL AND RESERVES | | | |
| Authorised capital | | | |
| - 950,000,000 (June 30, 2024:950,000,000) ordinary shares of Rs 10 each | | 9,500,000 | 9,500,000 |
| - 50,000,000 (June 30, 2024:50,000,000) preference shares of Rs 10 each | | 500,000 | 500,000 |
| | | 10,000,000 | 10,000,000 |
| Issued, subscribed and paid up share capital 438,119,118 (2024:438,119,118) ordinary shares of Rs 10 each | | 4,381,191 | 4,381,191 |
| Reserves | | 40,204,931 | 33,857,722 |
| Un-appropriated profit | | 42,131,022 | 38,441,045 |
| Attributable to owners of the parent company | | 86,717,144 | 76,679,958 |
| Non-controlling interest | | 3,047,453 | 2,867,117 |
| | | 89,764,597 | 79,547,075 |
| NON-CURRENT LIABILITIES | | | |
| Long term finances - secured | 5 | 16,782,311 | 17,435,308 |
| Deferred government grant | 6 | 122,051 | 170,232 |
| Long term deposits | | 531,937 | 572,748 |
| Deferred liabilities | | 1,031,587 | 944,549 |
| Deferred taxation | | 15,769,848 | 13,495,346 |
| | | 34,237,734 | 32,618,183 |
| CURRENT LIABILITIES | | | |
| Trade and other payables | | 15,698,823 | 13,319,937 |
| Accrued markup | | 683,764 | 1,417,035 |
| Short term borrowing-secured | | 16,392,270 | 15,108,379 |
| Current portion of non-current liabilities | | 3,450,207 | 5,577,710 |
| Unclaimed dividend | | 34,179 | 34,200 |
| Provision for taxation | | 35,089 | 209,416 |
| | | 36,294,332 | 35,666,677 |
| Contingencies and Commitments | 7 | 160,296,663 | 147,831,935 |

The annexed notes 1 to 15 form an integral part of these consolidated condensed interim financial statements.



Chief Executive

As At December 31, 2024 (Un-audited)

| | Note | Un-Audited December 31, 2024 (Rupees in thousand) | Audited June 30, 2024 |
|--|------|--|-----------------------------|
| ASSETS | | | |
| NON-CURRENT ASSETS | | | |
| Property, plant and equipment | 8 | 83,800,496 | 83,859,386 |
| Intangible asset | | 28,768 | 42,763 |
| Biological assets | | 1,201,480 | 1,167,436 |
| Investments | | 18,548,752 | 15,213,597 |
| Long term deposits | | 61,568 | 61,568 |
| | | 103,641,064 | 100,344,750 |
| CURRENT ASSETS | | | |
| Stores, spares and loose tools | | 15,318,252 | 14,445,071 |
| Stock-in-trade | | 6,346,070 | 9,528,482 |
| Trade debts | | 3,028,958 | 956,035 |
| Investments | | 22,845,969 | 18,409,908 |
| Advances, deposits, prepayments and other receivables | | 982,305 | 991,894 |
| Contract assets | | 56,206 | 84,893 |
| Income tax recoverable | | 1,806,316 | 2,083,669 |
| Cash and bank balances | | 6,271,523 | 987,233 |
| | | 56,655,599 | 47,487,185 |
| | | 160,296,663 | 147,831,935 |



Chief Financial Officer



Director

Consolidated Condensed Interim Statement of Profit or Loss

For the Quarter and Six-Month Period Ended December 31, 2024 (Un-audited)

| | 2024 | | 2023 | |
|---|----------------------|------------------------|---|------------------------|
| | July to December | October to December | July to December | October to December |
| | (Rupees in thousand) | | (Rupees in thousand) (Re-stated) (Re-stated) | |
| Sales | 40,145,909 | 23,435,094 | 37,380,580 | 19,756,456 |
| Cost of sales | (31,161,740) | (17,593,233) | (31,312,226) | (17,077,223) |
| Gross profit | 8,984,169 | 5,841,861 | 6,068,354 | 2,679,233 |
| Administrative expenses | (715,343) | (371,536) | (646,361) | (327,781) |
| Selling and distribution expenses | (1,958,752) | (1,140,037) | (1,203,883) | (693,590) |
| Net impairment reversal on financial assets | 70,303 | 70,303 | - | - |
| Other expenses | (342,920) | (291,209) | 52,670 | 134,041 |
| Changes in fair value of biological assets | 240,827 | 110,914 | 207,287 | 91,352 |
| Other income | 2,268,476 | 1,180,354 | 2,084,894 | 1,218,684 |
| Finance cost | (2,791,267) | (1,072,656) | (4,432,014) | (2,176,393) |
| Profit before taxation and levy | 5,755,493 | 4,327,994 | 2,130,947 | 925,546 |
| Levy | (298,262) | (147,338) | (270,379) | (151,521) |
| Profit before income tax | 5,457,231 | 4,180,656 | 1,860,568 | 774,025 |
| Taxation | (1,595,031) | (1,172,347) | (620,025) | (258,557) |
| Profit for the period | 3,862,200 | 3,008,309 | 1,240,543 | 515,468 |
| Attributable to : | | | | |
| Equity holders of the parent | 3,689,977 | 2,873,580 | 1,073,225 | 377,162 |
| Non-controlling interest | 172,223 | 134,729 | 167,318 | 138,306 |
| | 3,862,200 | 3,008,309 | 1,240,543 | 515,468 |
| Earnings per share (basic and diluted - in Rupees) | 8.42 | 6.56 | 2.45 | 0.86 |

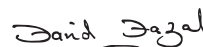
The annexed notes 1 to 15 form an integral part of these consolidated condensed interim financial statements.



Chief Executive



Chief Financial Officer



Director

Consolidated Condensed Interim Statement of Comprehensive Income

For the Quarter and Six-Month Period Ended December 31, 2024 (Un-audited)

| | 2024 | | 2023 | |
|---|---|--|---|--|
| | July to December (Rupees in thousand) | October to December (Rupees in thousand) | July to December (Rupees in thousand) | October to December (Rupees in thousand) |
| Profit for the period | 3,862,200 | 3,008,309 | 1,240,543 | 515,468 |
| Other comprehensive income for the period | | | | |
| Items that may be re-classified subsequently to profit or loss: | | | | |
| Items that will not be subsequently re-classified to profit or loss: | | | | |
| Change in fair value of investments at Fair Value through Other Comprehensive Income (FVOCI) - net of tax | 6,459,822 | 5,452,914 | 7,002,502 | 5,096,297 |
| Other comprehensive income for the period | 6,459,822 | 5,452,914 | 7,002,502 | 5,096,297 |
| Total comprehensive income for the period | 10,322,022 | 8,461,223 | 8,243,045 | 5,611,765 |
| Attributable to : | | | | |
| Equity holders of parent | 10,037,186 | 8,241,636 | 7,955,230 | 5,383,833 |
| Non-controlling interest | 284,836 | 219,587 | 287,815 | 227,932 |
| | 10,322,022 | 8,461,223 | 8,243,045 | 5,611,765 |

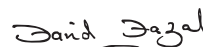
The annexed notes 1 to 15 form an integral part of these consolidated condensed interim financial statements.



Chief Executive



Chief Financial Officer



Director

Consolidated Condensed Interim Statement of Changes in Equity


For the Six-Month Period Ended December 31, 2024 (Un-audited)

| | Capital reserve | | | Revenue reserve | | | Total equity attributable to shareholders of parent company | Non-controlling interest | Total equity |
|---|------------------|------------------|-------------------|---------------------------------|------------------|-------------------------|---|--------------------------|-------------------|
| | Share capital | Share premium | FVOCI reserve | Capital redemption reserve fund | General reserve | Un-appropriated profits | | | |
| Balance as at June 30, 2023 - Audited | 4,381,191 | 4,557,163 | 12,472,308 | 353,510 | 5,110,851 | 37,785,778 | 64,660,801 | 2,482,081 | 67,142,882 |
| ----- (Rupees in thousands) ----- | | | | | | | | | |
| Total comprehensive income for the period | | | | | | | | | |
| - Profit for the period | - | - | - | - | - | 1,073,225 | 1,073,225 | 167,318 | 1,240,543 |
| - Other comprehensive income for the period | | | | | | | | | |
| - Changes in fair value of investments at Fair Value through OCI - net of tax | - | - | 6,882,005 | - | - | - | 6,882,005 | 120,497 | 7,002,502 |
| | - | - | 6,882,005 | - | - | 1,073,225 | 7,955,230 | 287,815 | 8,243,045 |
| Balance as at December 31, 2023 - Unaudited | 4,381,191 | 4,557,163 | 19,354,313 | 353,510 | 5,110,851 | 38,859,003 | 72,616,031 | 2,769,896 | 75,385,927 |
| Balance as at June 30, 2024 - Audited | 4,381,191 | 4,557,163 | 23,836,198 | 353,510 | 5,110,851 | 38,441,045 | 76,679,958 | 2,867,117 | 79,547,075 |
| Total comprehensive income for the period | | | | | | | | | |
| - Profit for the period | - | - | - | - | - | 3,689,977 | 3,689,977 | 172,223 | 3,862,200 |
| - Other comprehensive income for the period | | | | | | | | | |
| - Changes in fair value of investments at Fair Value through OCI - net of tax | - | - | 6,347,209 | - | - | - | 6,347,209 | 112,613 | 6,459,822 |
| | - | - | 6,347,209 | - | - | 3,689,977 | 10,037,186 | 284,836 | 10,322,022 |
| Total contributions by and distributions to owners of the Company recognised directly in equity | | | | | | | | (104,500) | (104,500) |
| Balance as at December 31, 2024 - Unaudited | 4,381,191 | 4,557,163 | 30,183,407 | 353,510 | 5,110,851 | 42,131,022 | 86,717,144 | 3,047,453 | 89,764,597 |

The annexed notes 1 to 15 form an integral part of these consolidated condensed interim financial statements.


Chief Executive


Chief Financial Officer


Director

Consolidated Condensed Interim Statement of Cash Flows


For the Six-Month Period Ended December 31, 2024 (Un-audited)

| | | 2024 | 2023 |
|---|------|-----------------------------|-----------------------------|
| | Note | July to December | July to December |
| | | (Rupees in thousand) | (Re-stated) |
| Cash flows from operating activities | | | |
| Cash generated from operations | 10 | 11,169,859 | 9,103,744 |
| Finance cost paid | | (3,524,538) | (4,831,373) |
| Retirement and other benefits paid | | (185,434) | (79,476) |
| Net income tax (paid) / refund | | (488,881) | 1,414,365 |
| Levy - final taxes paid | | (298,262) | (270,379) |
| Long term deposits - net | | (40,811) | 25,359 |
| Net cash inflow from operating activities | | 6,631,933 | 5,362,240 |
| Cash flows from investing activities | | | |
| Payments for property, plant and equipment and Intangibles | | (1,969,365) | (877,741) |
| Proceeds from disposal of property, plant and equipment | | 49,610 | 66,121 |
| Purchase of biological assets | | - | (7,350) |
| Proceeds from sale of biological assets | | 110,258 | 363,200 |
| Investment in equity and debt instruments | | (40,000) | - |
| Short term investments | | - | (10,000) |
| Interest received | | 48,916 | - |
| Dividend received | | 2,096,112 | 1,802,526 |
| Net cash inflow from investing activities | | 295,531 | 1,336,756 |
| Cash flows from financing activities | | | |
| Repayment of long term finances | | (4,420,681) | (3,796,549) |
| Buy back of shares from non-controlling interest | | (104,500) | - |
| Dividend paid | | (23) | (258) |
| Proceeds from long term finances | | 1,592,000 | 9,160,185 |
| Net cash (outflow)/inflow from financing activities | | (2,933,204) | 5,363,378 |
| Net increase in cash and cash equivalents | | 3,994,260 | 12,062,374 |
| Cash and cash equivalents at the beginning of the year | | (14,121,146) | (26,725,163) |
| Effect of exchange rate changes on cash and cash equivalents | | 6,139 | 97,645 |
| Cash and cash equivalents at the end of period | 11 | (10,120,747) | (14,565,144) |

The annexed notes 1 to 15 form an integral part of these consolidated condensed interim financial statements.


Chief Executive


Chief Financial Officer


Director

Notes to and Forming Part of The Consolidated Condensed Interim Financial Statements

For the Six-Month Period Ended December 31, 2024 (Un-audited)

1. Legal status and nature of business

The group comprises of:

- D. G. Khan Cement Company Limited (the parent company);
- Nishat Packaging Limited (formerly Nishat Paper Products Company Limited);
- Nishat Dairy (Private) Limited; and

The parent company is a public limited company incorporated in Pakistan and is listed on Pakistan Stock Exchange. The registered office of the Company is situated at Nishat House, 53-A, Lawrence Road, Lahore. The Company is principally engaged in the production and sale of Clinker, Ordinary Portland Cement of different variations and Sulphate Resistant Cement. It has four cement plants, two plants located at Khofli Sattai, District Dera Ghazi Khan ('D.G. Khan'), one at Khairpur, Tehsil Kallar Kahar, District Chakwal ('Khairpur') and one at District Hub ('Hub').

Nishat Packaging Limited (formerly Nishat Paper Products Company Limited) is a public limited company incorporated in Pakistan under the Companies Ordinance, 1984 on July 23, 2004. It is principally engaged in the manufacture and sale of paper products and packaging material.

Nishat Dairy (Private) Limited was incorporated in Pakistan under the Companies Ordinance 1984 on October 28, 2011. The principal activity of the company is to carry on the business of production of raw milk.

The registered office of the Group is situated at Nishat House, 53-A, Lawrence Road, Lahore. The parent company's holding in its subsidiaries is as follows:

Effective percentage of holding

| | |
|---|--------|
| - Nishat Packaging Limited (formerly Nishat Paper Products Company Limited) | 55% |
| - Nishat Dairy (Private) Limited | 55.10% |

2. Basis of preparation

2.1 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. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

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

- Provisions of and directives issued under the Companies Act, 2017.

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

- 2.2** These consolidated condensed interim financial statements are un-audited and are being submitted to the members as required by section 237 of the Companies Act, 2017 (the 'Act').

These consolidated condensed interim financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended June 30, 2024. Selected explanatory notes are included to explain events and transactions that are significant to and understanding of the changes in the Group's financial position and performance since the last annual financial statements.

3. Material Accounting Policy Information

- 3.1** The accounting policies and the methods of computation adopted in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of preceding annual published financial statements of the Group for the year ended June 30, 2024 except for adoption of new and amended standards as set out in note 3.2 and 3.3.

3.2 Standards, amendments and interpretations to International Financial Reporting Standards (IFRS) that are effective in the current period

Certain standards, amendments and interpretations to International Financial Reporting Standards (IFRS) are effective for accounting periods beginning on July 1, 2024, but are considered not to be relevant or to have any significant effect on the Group's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these consolidated condensed interim financial statements except for the following:

a) IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes

The Group has changed its accounting policy to recognise such taxes as 'Levies' which were previously being recognised as 'Income Tax' in line with "IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes" issued by the Institute of Chartered Accountants of Pakistan vide its circular No. 07/2024 dated May 15, 2024. This change has been accounted for retrospectively in line with the requirements of IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors". There has been no effect on the consolidated statement of financial position, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and earnings / loss per share as a result of this change.

| Effect on consolidated statement of profit or loss | Had there been no change in accounting policy | Impact of change in accounting policy | After incorporating effects of change in accounting policy |
|---|---|--|---|
| (Rupees In thousand) | | | |
| For the period ended December 31, 2023 | | | |
| Levy | - | (270,379) | (270,379) |
| Profit before income tax | 2,130,947 | (270,379) | 1,860,568 |
| Taxation | (890,404) | 270,379 | (620,025) |
| For the quarter ended September 30, 2023 | | | |
| Levy | - | (118,858) | (118,858) |
| Profit before income tax | 1,205,401 | (118,858) | 1,086,543 |
| Taxation | (480,326) | 118,858 | (361,468) |

3.3 Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Group

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Group's accounting periods beginning on or after July 01, 2025 but are considered not to be relevant or to have any significant effect on the Group's operations and are, therefore, not detailed in these consolidated condensed interim financial statements.

4. Accounting estimates

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

In preparing these consolidated condensed interim financial statements, the significant judgments made by management in applying accounting policies and key sources of estimation were the same as those that were applied to the annual financial statements of the Group for the year ended June 30, 2024, with the exception of change in estimate that is required in determining the provision for income taxes as referred to in note 4.1.

4.1 Taxation

Income tax expense is recognized in each interim period based on best estimate of the weighted average annual income tax rate expected for the full financial year. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate of the annual income tax rate changes.

| | December 31, 2024 | June 30, 2024 |
|--|------------------------------|--------------------------|
| | Un-audited | audited |
| | (Rupees in thousand) | |

5. Long term finances

| | | | |
|---|------------|-------------------|-------------------|
| Long term loans | - note 5.1 | 20,155,946 | 22,883,554 |
| Current portion shown under current liabilities | | (3,373,635) | (5,448,246) |
| | | 16,782,311 | 17,435,308 |

5.1 The reconciliation of the carrying amount is as follows:

| | | | |
|---------------------------------|--------------|-------------------|-------------------|
| Opening balance | | 23,182,553 | 17,912,658 |
| Disbursements during the period | | 1,592,000 | 12,602,529 |
| Repayment during the period | | (4,384,487) | (7,332,634) |
| | | 20,390,066 | 23,182,553 |
| Unamortized liability | - note 5.1.1 | (234,120) | (298,999) |
| Closing balance | | 20,155,946 | 22,883,554 |

5.1.1 The reconciliation of the carrying amount of unamortized liability is as follows:

| | | | |
|------------------------------------|--|------------------|------------------|
| Opening balance | | (298,999) | (475,622) |
| Unwinding of discount on liability | | 64,879 | 176,623 |
| Closing balance | | (234,120) | (298,999) |

6. Deferred income - Government grant

This represents deferred grant recognized in respect of the benefit of below-market interest rate on the facilities availed under State Bank of Pakistan's (SBP) Refinance Scheme for Payment of Wages and Salaries to the Workers and Employees of Business Concerns ('Refinance Scheme'). The benefit has been measured as the difference between the fair value of the loan and the proceeds received. The Group used the prevailing market rate of mark-up at the date of disbursement for similar instruments to calculate fair values of respective loans.

7. Contingencies and commitments

7.1 Contingencies

There is no significant change in contingencies from the preceding annual consolidated financial statements of the Group for the year ended June 30, 2024 other than those mentioned below. The banks have issued the following guarantees on Group's behalf in favor of:

- (i) Directorate General of Mines and Minerals, Punjab against enhanced royalty rates on minerals amounting to Rs. 748.27 million (June 2024: Rs 172.08 million).
- (ii) The Director Excise and Taxation, Karachi on account of infrastructure development cess amounting to Rs. 237.42 million (June 2024: Rs 197.42 million).

- (iii) Letter of guarantee of Rs 34 million (June 2024: Rs 30 million) in favour of Director, Excise and Taxation, Karachi under direction of Sindh High Court in respect of suit filed for levy of infrastructure cess;
- (iv) Sindh High Court against levy of Sales Tax, custom duty and excise amounting to Rs 176.86 million (June 2024: Rs 228.17 million).
- (v) K-Electric against security deposits for electricity bills amounting to Rs 193.71 million (June 2024: Rs 142.40 million).

7.1.1 The Group has provided a guarantee to Meezan Bank Limited (MBL) against the loan provided by MBL to Hyundai Nishat Motor (Private) Limited, a related party, amounting to Rs. 1,104.8 million (June 2024: Rs. 1,149.3 million).

7.2 Commitments in respect of

- (i) Contracts for capital expenditure Rs 153.27 million (June 30, 2024: Rs 107.61 million).
- (ii) Letters of credit for capital expenditure of Rs 151 million (June 30, 2024: Rs 48.05 million).
- (iii) Letters of credit other than capital expenditure Rs 1,440.03 million (June 30, 2024: 1,573.27 million).

8. Property, plant and equipment

| | | December 31, 2024 | June 30, 2024 |
|--|-------------|------------------------------|--------------------------|
| | | Un-audited | audited |
| | | (Rupees in thousand) | |
| Operating Assets | -note 8.1 | 80,541,341 | 81,839,481 |
| Capital work-in-progress | -note 8.2 | 2,916,216 | 1,689,590 |
| Major spare parts and stand-by equipment | | 342,939 | 330,315 |
| | | 83,800,496 | 83,859,386 |
| 8.1 Operating assets | | | |
| Opening book value | | 81,839,481 | 83,234,634 |
| Add: Additions during the period/ year | -note 8.1.1 | 730,115 | 2,666,227 |
| Re-classification from assets held for sale | | - | 172,638 |
| | | 82,569,596 | 86,073,499 |
| Less: Disposals during the period/ year - net book value | | 28,681 | 158,843 |
| Depreciation charged during the period/ year | | 1,999,574 | 4,075,175 |
| | | 2,028,255 | 4,234,018 |
| Closing book value | | 80,541,341 | 81,839,481 |

| December 31, 2024 | June 30, 2024 |
|------------------------------|--------------------------|
| Un-audited | audited |
| (Rupees in thousand) | |

8.1.1 Major additions during the period

| | | |
|-----------------------------------|----------------|------------------|
| Free hold land | 750 | 374,198 |
| Building on freehold land | 10,823 | 166,745 |
| Office building | - | 57,642 |
| Roads | - | 2,054 |
| Plant and machinery | 434,966 | 1,533,473 |
| Quarry and other equipment | 5,741 | 570 |
| Furniture, fixtures and equipment | 121,007 | 85,349 |
| Motor vehicles | 153,143 | 157,919 |
| Air Craft | 3,500 | - |
| Power and water supply lines | 185 | 288,277 |
| | 730,115 | 2,666,227 |

8.2 Capital work-in-progress

| | | |
|---------------------------------------|------------------|------------------|
| Civil works | 2,019,259 | 1,013,263 |
| Plant and machinery | 688,640 | 540,006 |
| Advances to suppliers and contractors | 159,642 | 110,943 |
| Others | 48,675 | 25,378 |
| | 2,916,216 | 1,689,590 |

9. Transactions with related parties

The related parties include related parties on the basis of common directorship, group companies, key management personnel including directors and post employment benefit plans. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the company, directly or indirectly, including any director (whether executive or otherwise) of that company. The Group in the normal course of business carries out transactions with various related parties. Significant transactions with related parties are as follows:

July to December
2024 **2023**
Un-audited **Un-audited**
(Rupees in thousand)

| Relationship with the Group | Nature of transaction | | |
|------------------------------------|---|-----------|-----------|
| Other related parties | Purchase of goods and services | 188,964 | 361,663 |
| | Insurance premium | 231,537 | 205,202 |
| | Sale of goods and services | 587,287 | 152,930 |
| | Sale of assets | - | 459 |
| | Insurance claims received | 41,227 | 10,150 |
| | Rental Income | 1,067 | 1,024 |
| | Reimbursement of expenses | 53,247 | - |
| | Dividend income | 2,085,077 | 1,796,579 |
| Key Management personnel | Salaries and other employment benefits | 215,640 | 162,341 |
| Post employment benefit plans | Expense charged in respect of staff retirement benefits plans | 272,472 | 245,399 |

All transactions with related parties have been carried out on commercial terms and conditions.

| | July to December 2024 | 2023 |
|---|----------------------------------|---------------------|
| | Un-audited | Un-audited |
| | (Rupees in thousand) | |
| | | (Re-stated) |
| 10. Cash flow from operating activities | | |
| Profit before tax | 5,457,231 | 1,860,568 |
| Adjustment for : | | |
| - Depreciation on property, plant and equipment | 1,999,574 | 2,015,005 |
| - Amortization of intangible assets | 13,995 | 5,923 |
| - (Gain)/Loss on disposal of operating fixed assets | (20,933) | 60,903 |
| - Net loss/(gain) on disposal of biological assets | 96,525 | (134,693) |
| - Gain on changes in fair value biological asset | (240,827) | (207,287) |
| - Reversal of impairment loss on financial assets | (70,303) | - |
| - Gain on changes in fair value of investment through P&L | (10) | (9) |
| - Interest income | (48,916) | - |
| - Dividend income | (2,093,491) | (1,802,526) |
| - Retirement and other benefits accrued | 272,472 | 146,479 |
| - Exchange gain - net | (6,139) | (97,645) |
| - Levy | 298,262 | 270,379 |
| - Finance cost | 2,791,267 | 4,432,014 |
| Profit before working capital changes | 8,448,707 | 6,549,111 |
| Working capital changes | | |
| - Increase in stores, spares and loose tools | (873,181) | (316,367) |
| - Decrease in stock-in-trade | 3,182,412 | 1,597,970 |
| - (Increase)/decrease in trade debts | (2,002,620) | 185,373 |
| - Decrease in contract assets | 28,687 | 79,530 |
| - Decrease in advances, deposits, prepayments and other receivables | 6,968 | 150,640 |
| - Increase in trade and other payables | 2,378,886 | 857,487 |
| Net working capital changes | 2,721,152 | 2,554,633 |
| Cash generated from operations | 11,169,859 | 9,103,744 |
| 11. Cash and cash equivalents | | |
| Short term borrowings - secured | (16,392,270) | (15,839,208) |
| Cash and bank balances | 6,271,523 | 1,274,064 |
| Total cash and cash equivalents | (10,120,747) | (14,565,144) |

12. Financial risk management

12.1 Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk, and other price risk), credit risk and liquidity risk.

The consolidated condensed interim financial information does not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the group's annual financial statements as at June 30, 2024.

There have been no changes in the risk management department or in any risk management policies since the year ended June 30, 2024.

12.2 Fair value estimation

a) Fair value hierarchy

The different levels for fair value estimation used by the Group have been defined as follows:

- The fair value of financial instruments traded in active markets (such as publicly traded equity securities) is based on quoted (unadjusted) market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in Level 1.
- The fair value of financial instruments that are not traded in an active market (for example over-the-counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity specific estimates. If all significant inputs required to determine fair value of an instrument are observable, the instrument is included in Level 2.
- If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity instruments.

To provide an indication about the reliability of the inputs used in determining fair value, the Group classifies its financial instruments into the three levels prescribed above. The following table presents the Group's financial assets measured and recognised at fair value at June 30, 2024 on a recurring basis:

| | Level 1 | Level 2 | Level 3 | Total |
|--|----------------------|---------|-----------|------------|
| | (Rupees in thousand) | | | |
| Recurring fair value measurements | | | | |
| As at December 31, 2024 | | | | |
| Assets | | | | |
| Investments - FVOCI | 35,362,938 | - | 5,966,746 | 41,329,684 |
| Investments - FVPL | 37 | - | - | 37 |
| Biological assets | - | - | 1,201,480 | 1,201,480 |
| As at June 30, 2024 | | | | |
| Assets | | | | |
| Investments - FVOCI | 27,924,771 | - | 5,673,708 | 33,598,479 |
| Investments - FVPL | 26 | - | - | 26 |
| Biological assets | - | - | 1,167,436 | 1,167,436 |

The Group's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

There were no transfers between Level 1, 2 and 3 during the period. There were no changes in valuation techniques during the period.

The Group did not measure any financial assets or financial liabilities at fair value on a non-recurring basis as at December 31, 2024.

b) Valuation techniques used to determine fair values

Specific valuation techniques used to value financial instruments include:

- the use of quoted market prices or dealer quotes for similar instruments; and
- for other financial instruments - discounted cash flow analysis.

c) Fair value measurements using significant unobservable inputs

The main level 3 inputs used by the Company to determine fair value of investment in Nishat Hotels and Properties Limited ('NHPL') and Hyundai Nishat Motor (Private) Limited ('HNMPL') are derived and evaluated as follows.

- Discount rate is determined using a capital asset pricing model to calculate a post-tax rate that reflects current market assessments of the time value of money and the risk specific to NHPL and HNMPL.
- Long term growth rate is estimated based on historical performance of NHPL and HNMPL and current market information for similar type of entities.

The significant assumptions used in this valuation technique for NHPL are as follows:

- Discount rate of 16.36% per annum.

- Long term growth rate of 2% per annum for computation of terminal value.
- Annual growth in costs is linked to inflation with a range of 6.50% to 9.50% per annum.

The significant assumptions used in this valuation technique for HNMPL are as follows:

- Discount rate of 17.59% per annum.
- Long term growth rate of 2% per annum for computation of terminal value.
- Annual growth in costs are linked to inflation and currency devaluation both of 4% per annum respectively, and revenue are also linked to currency devaluation at 4% per annum.

Sensitivity analysis

Sensitivity analysis of the significant assumptions used in the valuation technique are as follows:

If the discount rate increases by 1% with all other variables held constant, the impact on fair value as at December 31, 2024 would be Rs 252.083 million and Rs 193.482 million lower for NHPL and HNMPL respectively.

If the long term growth rate decreases by 1% with all other variables held constant, the impact on fair value as at December 31, 2024 would be Rs 93.750 million and Rs 93.718 million lower for NHPL and HNMPL respectively.

If inflation decreases by 1% with all other variables held constant, the impact on fair value as at December 31, 2024 would be Rs 20.833 million and Rs 47.426 million higher for NHPL and HNMPL respectively.

If interest rate increases by 1% with all other variables held constant, the impact on fair value as at December 31, 2024 would be Rs 7.292 million and Rs 17.130 million lower for NHPL and HNMPL respectively.

13. Operating segments

Segment information is presented in respect of the group's business. The primary format, business segment, is based on the group's management reporting structure.

The group's operations comprise of the following main business segment types:

Type of segments Nature of business

| | |
|--------|---|
| Cement | Production and sale of clinker, Ordinary Portland and Sulphate Resistant Cements. |
| Paper | Manufacture and supply of paper products and packing material. |
| Dairy | Production and sale of raw milk. |

13.1 Segment analysis and reconciliation - condensed

The information by operating segment is based on internal reporting to the Group executive committee, identified as the 'Chief Operating Decision Maker' as defined by IFRS 8. This information is prepared under the IFRS's applicable to the consolidated financial statements. All group financial data are assigned to the operating segments.

July 1 to December 31 Un-audited

| Rupees in thousands | Cement | | Paper | | Dairy/Farm | | Elimination - net | | Consolidated | |
|---|----------------------------------|----------------------------------|----------------------------------|----------------------------------|----------------------------------|----------------------------------|----------------------------------|----------------------------------|----------------------------------|----------------------------------|
| | July to December 2024 un-audited | July to December 2023 un-audited | July to December 2024 un-audited | July to December 2023 un-audited | July to December 2024 un-audited | July to December 2023 un-audited | July to December 2024 un-audited | July to December 2023 un-audited | July to December 2024 un-audited | July to December 2023 un-audited |
| Revenue from | | | | | | | | (Re-stated) | | (Re-stated) |
| - External Customers | 36,918,169 | 34,784,335 | 563,014 | (66,805) | 2,664,726 | 2,663,050 | - | - | 40,145,909 | 37,380,580 |
| - Inter-group | 73,007 | - | 708,839 | 1,406,812 | - | - | (781,846) | (1,406,812) | - | - |
| | 36,991,176 | 34,784,335 | 1,271,853 | 1,340,007 | 2,664,726 | 2,663,050 | (781,846) | (1,406,812) | 40,145,909 | 37,380,580 |
| Segment gross profit/(loss) | 8,445,463 | 5,543,149 | 182,519 | 262,616 | 376,832 | 311,318 | (20,645) | (48,729) | 8,984,169 | 6,068,354 |
| Segment expenses | (2,759,351) | (1,848,181) | (19,387) | (26,541) | (167,974) | 76,965 | - | 183 | (2,946,712) | (1,797,574) |
| Changes in fair value of biological assets | - | - | - | - | 240,827 | 207,287 | - | - | 240,827 | 207,287 |
| Other income | 2,156,577 | 2,163,395 | 82,987 | 69,156 | 46,937 | 15,315 | (18,025) | (162,972) | 2,268,476 | 2,084,894 |
| Financial charges | (2,639,552) | (4,115,667) | (150,284) | (303,760) | (1,431) | (12,587) | - | - | (2,791,267) | (4,432,014) |
| Taxation and levy | (1,679,892) | (688,382) | (28,346) | 9,255 | (185,055) | (211,277) | - | - | (1,893,293) | (890,404) |
| Profit/(loss) after taxation | 3,523,245 | 1,054,314 | 67,489 | 10,726 | 310,136 | 387,021 | (38,670) | (211,518) | 3,862,200 | 1,240,543 |
| Depreciation | 1,882,064 | 1,890,619 | 31,513 | 30,123 | 75,192 | 80,434 | 10,805 | 13,829 | 1,999,574 | 2,015,005 |
| Capital expenditure | (1,045,703) | (870,582) | (881,515) | (1,343) | (44,387) | (5,816) | 2,240 | - | (1,969,365) | (877,741) |
| Net cash (outflow) / inflow from operating activities | 6,017,567 | 5,099,823 | 412,679 | 984,764 | 309,826 | (357,847) | (108,139) | (364,500) | 6,631,933 | 5,362,240 |
| Net cash inflow / (outflow) from investing activities | 1,175,751 | 928,876 | (837,026) | 58,893 | 80,199 | 348,987 | (123,393) | - | 295,531 | 1,336,756 |
| Rupees in thousands | 31.12.2024 unaudited | 30.06.2024 audited | 31.12.2024 unaudited | 30.06.2024 audited | 31.12.2024 unaudited | 30.06.2024 audited | 31.12.2024 unaudited | 30.06.2024 audited | 31.12.2024 unaudited | 30.06.2024 audited |
| Segment assets | 150,012,591 | 138,385,754 | 8,186,488 | 6,785,450 | 5,240,755 | 5,268,136 | (3,143,171) | (2,607,405) | 160,296,663 | 147,831,935 |
| Segment liabilities | 64,432,235 | 62,538,216 | 5,665,895 | 4,582,597 | 1,496,935 | 1,601,701 | (1,062,999) | (437,654) | 70,532,066 | 68,284,860 |

13.2 Geographical segments

All segments of the group are managed on nation-wide basis and operate manufacturing facilities and sales offices in Pakistan only.

14. Date of authorization

These consolidated condensed interim financial statements were authorized for issue by the Board of Directors of the Company on February 19, 2025.

15. Corresponding figures

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

Corresponding figures have been re-arranged and reclassified, wherever necessary, for the purposes of comparison and better presentation as per reporting framework. However, no significant rearrangements have been made except as disclosed in note 3.2(a) to the consolidated condensed interim financial statements.



Chief Executive



Chief Financial Officer



Director



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