



DIAMOND

INDUSTRIES LIMITED

QUARTERLY REPORT
For The Period Ended 30 September, 2022

DIAMOND INDUSTRIES LIMITED

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DIAMOND INDUSTRIES LIMITED

CORPORATE PROFILE

BOARD OF DIRECTORS

1. Mr. Iftikhar Shaffi	Chief Executive	<i>(Executive)</i>
2. Mr. Qaiser Saleem Khan	Director	<i>(Independent)</i>
3. Mr. Imran Kabir	Director	<i>(Independent)</i>
4. Mrs. Seema Iftikhar	Director	<i>(Non-Executive)</i>
5. Mr. Muhammad Sameer	Director	<i>(Non-Executive)</i>
6. Mr. Hashim Aslam Butt	Director	<i>(Non-Executive)</i>
7. Mr. Mohib Hussain	Director	<i>(Non-Executive)</i>

COMPANY SECRETARY

- Mr. Zahoor Ahmad

CHIEF FINANCIAL OFFICER

- Mr. Munawar Hussain

AUDIT COMMITTEE

1. Mr. Imran Kabir	Chairman	<i>(Independent Director)</i>
2. Mr. Muhammad Sameer	Member	<i>(Non-Executive Director)</i>
3. Mr. Hashim Aslam Butt	Member	<i>(Non-Executive Director)</i>

HUMAN RESOURCE & REMUNERATION COMMITTEE

1. Mr. Imran Kabir	Chairman	<i>(Independent Director)</i>
2. Mr. Muhammad Sameer	Member	<i>(Non-Executive Director)</i>
3. Mr. Hashim Aslam Butt	Member	<i>(Non-Executive Director)</i>

LEGAL ADVISOR

- A.K. Minhas Law Associates

AUDITORS

SARWARS Chartered Accountants
Office # 12-14, 2nd Floor, Lahore Centre, 77-D, Main Boulevard, Gulberg-III, Lahore'

BANKERS

- Allied Bank Limited
- Askari Commercial Bank Limited
- Bank Alfalah Limited
- Habib Metropolitan Bank Limited
- Silk Bank Limited
- Habib Bank Limited

REGISTERED OFFICE

- Plot No. 25, Gadoon Amazai, Industrial Estate, Swabi, Khyber Pakhtoonkhwa
Tel: 0938-270597, 270297

FACTORY

- Plot No. 25, Gadoon Amazai, Industrial Estate, Swabi, Khyber Pakhtoonkhwa
Tel: 0938-270597, 270297

PRINCIPLE OFFICE

- 23-Km, Multan Road, Mohlanwal, Lahore
Tel: 042-37540336-7
Fax: 042-37540335, 35300010
E.mail: info@diamondfoam.com

SHARE REGISTRAR

- M/s Corplink (Pvt) Limited
Wings Arcade, 1-K Commercial, Model Town, Lahore
Tel: 042-35839182, 35887262
Fax: 042-35869037

DIAMOND INDUSTRIES LIMITED

DIRECTORS' REPORT

Dear Shareholders,

The Board of Directors of **Diamond Industries Ltd.**, feels pleasure to present before you unaudited quarterly financial statements of your company for the quarter ended 30th September, 2022.

BRIEF REVIEW OF OPERATIONS:

As already reported in Directors' Report of the latest annual financial statements, that the management has restarted its core manufacturing business activities w.e.f. 1st May 2021. However during the quarter under review, despite of challenging business environment, the company has score the sale revenue of Rs. 373.202 million and earned operating profit of Rs. 14.540 million as compared to Rs. 337.520 million and Rs. 14.071 million of the preceding quarter. Whereas Profit / (Loss) after taxation is Rs. 12.637 million as against of Rs. 9.175 million of the corresponding quarter.

FUTURE OUTLOOK:

The company has restarted its core manufacturing operations since May 2021 and to expand its business operations, the management of the company is in process of taking necessary measures for increase its market share and to earn profits in order to maximize its shareholders' wealth.

EARNING PER SHARE:

The earnings per share of the company for the period under review are Rs. 1.40 as compared to Rs. 1.02 in the last corresponding quarter ended 30th September, 2021.

ACKNOWLEDGEMENT:

The Board of Directors deeply expresses its appreciation to the staff, workers and all other stakeholders for their continued support in achieving the reported level of performance.

For and on behalf of Board

Lahore
Dated:- 24th October, 2022


IMRAN KABIR
Director


IFTIKHAR SHAFFI
Chief Executive

DIAMOND INDUSTRIES LIMITED

ڈائریکٹرز رپورٹ

پیارے شیئرز ہولڈرز،

ڈائمنڈ انڈسٹریز لمیٹڈ کے بورڈ آف ڈائریکٹرز کو 30 ستمبر 2022 کو ختم ہونے والی سہ ماہی کے لیے آپ کی کمپنی کے غیر آڈٹ شدہ سہ ماہی مالیاتی گوشوارے پیش کرنے میں خوشی محسوس ہوتی ہے۔

آپریٹنگ کا مختصر جائزہ:

جیسا کہ پہلے ہی تازہ ترین سالانہ مالیاتی بیانات کی ڈائریکٹرز کی رپورٹ میں بتایا گیا ہے کہ انتظامیہ نے اپنی بنیادی مین فیکچرنگ کاروباری سرگرمیاں 1 مئی 2021 سے دوبارہ شروع کر دی ہیں تاہم زیر جائزہ سہ ماہی کے دوران چیلنگ کاروباری ماحول کے باوجود کمپنی نے ملین 373,202 روپے کی فروخت سے آمدنی حاصل کی ہے اور 14.540 ملین روپے کا آپریٹنگ منافع کمایا۔

337.520 ملین روپے کے مقابلے میں اور 14.071 ملین روپے پچھلی سہ ماہی کے ٹیکس کے بعد

منافع (نقصان) 12.637 ملین روپے ہے جبکہ 9.175 ملین روپے پچھلی سہ ماہی کے

مستقبل کا نقطہ نظر:

کمپنی نے مئی 2021 سے اپنے بنیادی مینو فیکچرنگ آپریٹنگ کو دوبارہ شروع کیا ہے اور اپنے کاروباری آپریٹنگ کو وسعت دینے کے لیے، کمپنی کی انتظامیہ اپنے مارکیٹ شیئر کو بڑھانے اور اپنے شیئر ہولڈرز کی دولت کو زیادہ سے زیادہ کرنے کے لیے منافع کمانے کے لیے ضروری اقدامات کر رہی ہے۔

فی حصص آمدنی:

زیر جائزہ مدت کے لیے کمپنی کی فی حصص آمدنی روپے ہے۔ 1.40 روپے کے مقابلے میں 30 ستمبر 2021 کو ختم ہونے والی

آخری اسی سہ ماہی میں 1.02۔

اعتراف:

بورڈ آف ڈائریکٹرز عملے، کارکنوں اور دیگر تمام اسٹیک ہولڈرز کا کارڈگی کی اطلاع دی گئی سطح کو حاصل کرنے میں ان کی مسلسل

حمایت کے لیے دل کی گہرائیوں سے تعریف کرتا ہے۔

بورڈ کی طرف سے


افتخار شفیع
چیف ایگزیکٹو


عمران کبیر
ڈائریکٹر

لاہور

تاریخ: 24 اکتوبر 2022

DIAMOND INDUSTRIES LIMITED

STATEMENT OF FINANCIAL POSITION As At SEPTEMBER 30, 2022 (UN- AUDITED)

	Note	Sep 2022	June 2022
Authorized share capital			
40,000,000 Ordinary shares of Rs. 10/- each		400,000,000	400,000,000
Issued, subscribed and Paid Up Capital	7	90,000,000	90,000,000
Surplus on revaluation of fixed assets		111,579,128	112,909,764
Reserves		97,142,578	83,811,103
Share Holders' Equity		298,721,706	286,720,867
NON CURRENT LIABILITIES			
Due to related parties and others	8	137,297,971	137,297,971
Deferred liabilities		83,717,858	73,643,753
		221,015,829	210,941,724
CURRENT LIABILITIES			
Trade and other payables		702,515,611	349,701,502
Provision for taxation		27,695,763	23,030,733
		730,211,373	372,732,234
TOTAL EQUITY & LIABILITIES		1,249,948,909	870,394,826
Contingencies & Commitments	9	-	-
ASSETS			
NON CURRENT ASSETS			
Property Plant And Equipments	10	158,163,383	160,436,587
Long Term Deposits		330,885	330,885
Investments Under equity Method	11	69,638,417	66,877,042
Investments available for sale		74,464,326	75,100,721
		302,597,025	302,745,235
CURRENT ASSETS			
Stock in trade	12	372,282,474	351,844,138
Trade Debts		529,841,233	167,197,407
Loan and Advances		38,823,191	46,887,634
Cash and bank balances		6,404,986	1,720,412
		947,351,884	567,649,591
TOTAL ASSETS		1,249,948,909	870,394,826

The annexed notes form an integral part of these financial statements.


Chief Executive


Chief Financial Officer


Director

DIAMOND INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS For The Period Ended September 30, 2022 (Un-Audited)

	Note	Quarter Ended September 30, 2022 Rupees	Quarter Ended September 30, 2021 Rupees
Sales - net		373,202,400	337,520,086
Cost of raw material sold	13	(333,528,990)	(300,842,800)
Gross profit		39,673,410	36,677,286
Administrative expenses		(4,887,907)	(7,224,051)
Selling and Distribution expenses		(20,244,614)	(15,381,785)
		(25,132,521)	(22,605,836)
		14,540,889	14,071,449
Other Operating income		-	-
Profit from Operations		14,540,889	14,071,449
Other expenses		-	-
Finance Cost		-	(13,920)
Share of profit/(loss) of associated companies		2,761,375	
Profit before Taxation		17,302,264	14,057,529
TAXATION			
- Current		(4,665,030)	(5,062,801)
- Deferred Tax		-	180,444
		(4,665,030)	(4,882,358)
Profit after Taxation		12,637,234	9,175,172
Earning per Share	14	1.40	1.02

The annexed notes form an integral part of these financial statements.



Chief Executive



Chief Financial Officer



Director

DIAMOND INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME For The Period Ended September 30, 2022 (Un-Audited)

	Quarter Ended September 30,2022 Rupees	Quarter Ended September 30,2021 Rupees
Profit / (Loss) for the period	12,637,234	9,175,172
Other Comprehensive Income		
Items that cannot be reclassified to profit and loss account		
Revaluation During the year before classification to Investment properties	-	-
Related deferred tax	-	-
Items that may be reclassified to profit and loss account		
Unrealized gain / (loss) arising on remeasurement, investments available for sale	(636,394)	721,624
Related Deferred tax		
	(636,394)	721,624
Total Comprehensive Income for the period	<u>12,000,840</u>	<u>9,896,796</u>

The annexed notes form an integral part of these financial statements.



Chief Executive



Chief Financial Officer



Director

DIAMOND INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY For The Period Ended September 30, 2022 (Un-Audited)

	Share Capital	Revaluation Surplus	RESERVES		TOTAL EQUITY
			CAPITAL	REVENUE	
				Fair value reserve	
Balance as at 01 July 2021	90,000,000	118,744,520	31,497,277	(4,985,250)	235,256,548
Profit / (Loss) for the period				9,175,172	9,175,172
Realization of Revaluation Surplus		(907,505)		907,505	-
Other comprehensive income for the period			721,624		721,624
Balance as at 30 September 2021	90,000,000	117,837,015	32,218,902	5,097,427	245,153,344
Balance as at 01 July 2022	90,000,000	112,909,764	39,922,393	43,888,710	286,720,867
Profit / (Loss) for the period				12,637,234	12,637,234
Realization of Revaluation Surplus		(1,330,636)		1,330,636	-
Other comprehensive income for the period			(636,394)		(636,394)
Balance as at 30 September 2022	90,000,000	111,579,128	39,285,998	57,856,580	298,721,706

(Rupees)

The annexed notes form an integral part of these financial statements.



Chief Executive



Chief Financial Officer



Director

DIAMOND INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOW For The Period Ended September 30, 2022 (Un-Audited)

	Quarter Ended September 30, 2022 Rupees	Quarter Ended September 30, 2021 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	17,302,264	14,057,529
Adjustment for Non Cash and other items:		
Depreciation on property, plant and equipment	2,273,204	1,641,646
Finance cost	-	13,920
Share of loss of associated company	(2,761,375)	-
Gratuity expense	10,074,105	-
Dividend Income	-	(540,448)
Cash Flow Before Working Capital Changes	26,888,198	15,172,647
Working Capital Changes		
(Increase)/Decrease in Current Assets		
Stock in Trade	(20,438,336)	83,916,428
Trade Debts	(362,643,826)	(66,247,542)
Loans and Advances	8,085,344	26,207,337
	(374,996,818)	43,876,223
Increase/(Decrease) in Current Liabilities		
Trade and Other Payables	352,814,109	(61,822,234)
Cash Inflow / (Outflow) From Operations	4,705,489	(2,773,364)
Income tax (paid)/Refund	(20,901)	641
Finance cost paid	-	(13,920)
Net Cash Inflow / (Outflow) From Operating Activities	4,684,588	(2,786,643)
CASH FLOW FROM INVESTING ACTIVITIES		
Dividend Income	-	(297,800)
Net Cash Generated from /(used in) Investing Activities	-	(297,800)
CASH FLOW FROM FINANCING ACTIVITIES		
Net Cash Flow from Financing Activities	-	-
Net (Decrease) in Cash & Cash Equivalents	4,684,574	(3,084,442)
Cash & Cash Equivalents at Beginning of the Period	1,720,412	3,556,207
Cash & Cash Equivalents at End of the Period	6,404,986	471,764

The annexed notes form an integral part of these financial statements.



Chief Executive



Chief Financial Officer



Director

DIAMOND INDUSTRIES LIMITED

CONDENSED INTERIM NOTES TO THE FINANCIAL INFORMATION For The Period Ended September 30, 2022 (Un-Audited)

1 STATUS AND NATURE OF BUSINESS

The Company was incorporated under the Companies Act 2017 as a Private Limited Company on June 18, 1989 and was converted into Public Limited Company on 3rd August 1994. The shares of the company are quoted on Karachi, Lahore and Islamabad Stock Exchanges of Pakistan. The registered office of the company is situated at Industrial Estate Gadoon, Amazai, Khyber Pakhtoonkhwa. The principal activity of the company is to manufacture and sales of foam, foam products, various industrial chemical/ chemical binders used in textile, leather and wood industries. The company has fixed assets located in Lahore, Rawalpindi and Gadoon.

2 STATEMENT OF COMPLIANCE

This Condensed interim financial information is unaudited and is being submitted to the members as required by section 237 of the Companies Act 2017. The condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 'Interim Financial Reporting' and have been reviewed by the auditors as required by the Code of Corporate Governance. The condensed interim financial information should be read in conjunction with the annual financial statements for the year ended June 30, 2022.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the method of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of preceding annual published financial statements of the company for the year ended June 30, 2022. Certain standards, amendments and interpretations to approved accounting standards are effective for accounting periods beginning on July 1, 2022 but are considered not to be relevant or to have any significant effect on the company's operations and are, therefore, not detailed in this condensed interim financial information.

4 TAXATION

The provision for the quarter ended September 30, 2022 has been made on an estimated basis.

5 BASIS OF PREPARATION

These condensed interim financial statements are un-audited and are submitted to the shareholders as required under Section 245 of the Companies Ordinance, 1984. These interim financial statements are prepared in accordance with the requirements of the International Accounting Standards 34 'Interim Financial Reporting'.

6 ACCOUNTING POLICIES

The accounting policies adopted in preparation of these financial statements are the same as those applied in the preparation of the preceding annual audited published financial statements of the Company.

7 ISSUED, SUBSCRIBED AND PAID UP CAPITAL

Number of shares			Un-Audited	Audited
September 30, 2022	June 30, 2022		September 30, 2022	June 30, 2022
Numbers	Numbers		Rupees	Rupees
6,000,000	6,000,000	Fully paid in cash	60,000,000	60,000,000
3,000,000	3,000,000	Fully paid bonus shares	30,000,000	30,000,000
<u>9,000,000</u>	<u>9,000,000</u>		<u>90,000,000</u>	<u>90,000,000</u>

8 Due To Related Parties

	Un-Audited	Audited
	September 30, 2022	June 30, 2022
	Rupees	Rupees
Others	137,297,971	137,297,971
	<u>137,297,971</u>	<u>137,297,971</u>

This amount is due against arrangement to pay off the outstanding liability of Allied Bank Limited. No terms and conditions /repayment schedule has been defined as at the reporting date and is payable on demand.

9 CONTINGENCIES AND COMMITMENTS

There is no significant change in contingencies from the annual financial statements of the company for the year ended June 30, 2022.

DIAMOND INDUSTRIES LIMITED

10 PROPERTY, PLANT AND EQUIPMENT	Un-Audited September 30, 2022 Rupees	Audited June 30, 2022 Rupees
Property, Plant And Equipment	<u>158,163,383</u>	<u>160,436,587</u>
Book value at the beginning of the period	160,436,587	168,822,355
Add:		
Addition/Transfer of assets	-	1,460,500
Disposal of assets	-	-
Depreciation charged during the period	(2,273,204)	(9,846,269)
	<u>158,163,383</u>	<u>160,436,587</u>
Allocation of Depreciation		
Cost of Goods Sold	2,188,043	9,596,497
Administrative Expenses	85,161	249,772
	<u>2,273,204</u>	<u>9,846,269</u>

11 LONG TERM INVESTMENT		
Investment in related parties: -under equity method		
Diamond Polymers (Pvt.) Ltd	<u>69,638,417</u>	<u>66,877,042</u>

12 STOCK IN TRADE		
Raw Materials	369,452,474	326,436,417
Work-in-process & finished goods	<u>2,830,000</u>	<u>25,407,721</u>
	<u>372,282,474</u>	<u>351,844,138</u>

13 COST OF SALES	Quarter Ended September 30, 2022 Rupees	September 30, 2021 Rupees
Cost of goods manufactured	310,951,269	300,610,579
Opening stock of work-in-process & finished goods	<u>25,407,721</u>	<u>5,639,942</u>
	336,358,990	306,250,521
Closing stock of work-in-process & finished goods	<u>(2,830,000)</u>	<u>(5,407,721)</u>
	<u>333,528,990</u>	<u>300,842,800</u>

14 EARNING PER SHARE		
Profit / (loss) after taxation	<u>12,637,234</u>	<u>9,175,172</u>
	Number of shares	
Issued, subscribed and Paid up Capital	9,000,000	9,000,000
Earnings / (loss) per share	1.40	1.02

15 TRANSACTIONS WITH RELATED PARTIES

Transactions and contracts with the related parties are carried out at arm's length prices determined in accordance with comparable uncontrolled price method.

The related parties comprise of associated companies, directors of the companies, key management personnel and staff retirement funds.

DIAMOND INDUSTRIES LIMITED

Detail of transactions with related parties;

	Un-Audited September 30, 2022 Rupees	Audited June 30, 2022 Rupees
Sales to related parties:		
Diamond Home Textile (Private) Limited	-	79,703,225
Diamond Product (Private) Limited	40,245,456	226,447,718
Purchases from related parties:		
Diamond Home Textiles (Private) Limited	-	35,256,410
Diamond Tyres Limited	195,245,982	1,128,385,176
Symbol Industries (Private) Limited	78,914,597	411,356,271
Diamond Enterprises (Private) Limited	-	46,083,178

16 GENERAL

16.1 Figures have been rounded off to the nearest rupee.

16.2 This financial information was authorized for issue on 24th October, 2022 by the board of directors of the Company.



Chief Executive



Chief Financial Officer



Director