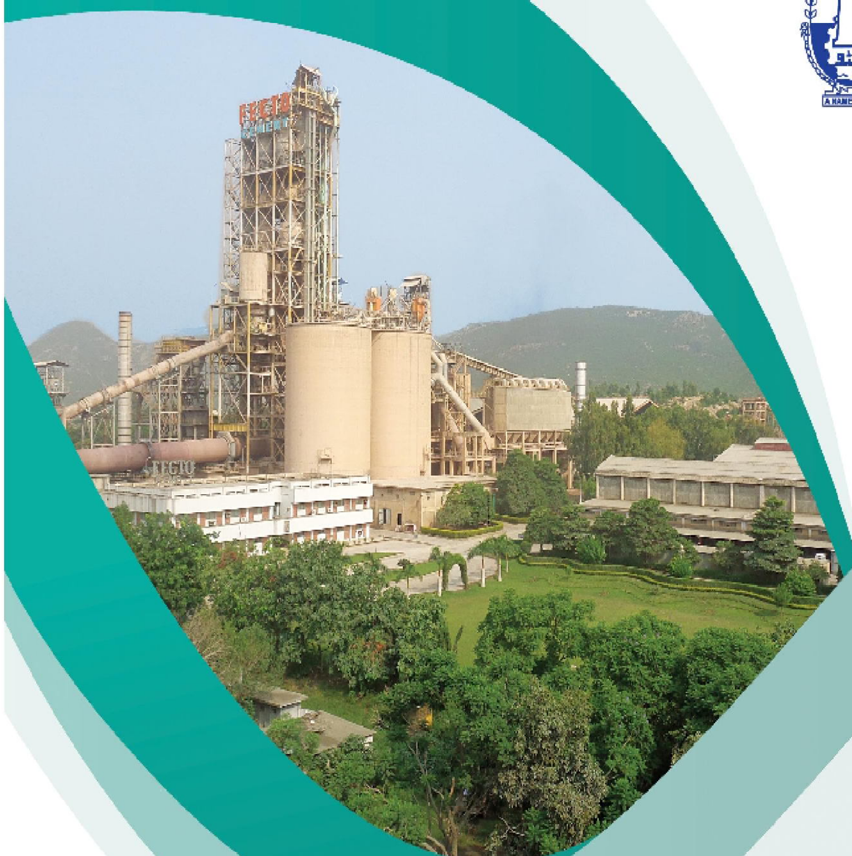

FECTO CEMENT LIMITED

Builders Of A New World

UN-AUDITED INTERIM REPORT
SEPTEMBER 30, 2021

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Aamir Ghani	Chairman
Mr. Mohammed Yasin Fecto	Chief Executive
Ms. Saira Ibrahim Bawani	
Mr. Khalid Yacoob	
Mr. Mohammed Anwar Habib	
Mr. Jamil Ahmed Khan	
Mr. Rohail Ajmal (Nominee of Saudi Pak Industrial & Agricultural Investment Co. Ltd.)	

AUDIT COMMITTEE

Mr. Jamil Ahmed Khan	Chairman
Mr. Rohail Ajmal	
Mr. Mohammed Anwar Habib	

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Jamil Ahmed Khan	Chairman
Mr. Khalid Yacoob	
Mr. Mohammed Anwar Habib	

CHIEF FINANCIAL OFFICER

Mr. Abdul Samad, FCA

AUDITORS

Rahman Sarfaraz Rahim Iqbal Rafiq,
Chartered Accountants

COMPANY SECRETARY

Mr. Abdul Wahab, FCA

LEGAL ADVISOR

Abid & Khan Advocates and legal Advisor
House # 303-D, Street # 29
Sector F-11/2
Islamabad.

SHARE REGISTRAR

F. D. Registrar Services (SMC-Pvt) Ltd.
1705, 17th Floor, Saima Trade Tower-A
I. I. Chundrigar Road
Karachi-74000
Phone Nos. (+ 9221) 32271905-6

REGISTERED OFFICE

Plot # 60-C, Khayaban-e-Shahbaz
Phase-VI, Defense Housing Authority
Karachi-75500, Pakistan
Website:www.fectogroup.com
Phone Nos. (+9221) 35248921-24
Fax: (+9221) 35248925

FACTORY

Sangjani, Islamabad
Phone Nos. (+ 9251) 2296065-8

MARKETING OFFICE

339, Main Peshawar Road
Chairing Cross Service Road
Westridge-1,
Rawalpindi
Phone Nos. (+ 9251) 5467111-13

BANKERS

Askari Commercial Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
National Bank of Pakistan
Silk Bank Limited

DIRECTORS' REVIEW

Your directors are pleased to present before you their report together with the un-audited financial results of the company for the Three Months period ended September 30, 2021.

INDUSTRY OVERVIEW

During the period under review overall sales volume of the industry witnessed a negative growth of 5.67% with total sales volume of 12.82 million tons as against 13.58 million tons of same period last year. Local sales volume of the industry increased by 3.93% with dispatches of 11.28 million tons as against 10.84 million tons of same period last year, whereas exports of the industry decreased by 43.63% with sales volume of 1.55 million tons as against 2.74 million tons of same period last year.

Overall sales volume of plants located in north part of the country decreased by 2.12% out of which local sales volume increased by 0.22% whereas exports reduced by 37.69%.

OPERATING PERFORMANCE

Clinker production for the period reached to 175,045 tons as against 188,994 tons of same period last year, thus reducing by 7.38%. Cement Production increased to 178,200 tons as against 175,339 tons of last year registering growth of 1.63% during the period under review.

Overall sales volume of the Company increased by 1.41% during the period under review, out of which local sales volume increased by 4.09% whereas exports reduced by 41.40%. Local volume increased because of improved demand in market due to revival of economic and construction activities. Exports to Afghanistan remained depress due to disturbance in Afghanistan.

FINANCIAL RESULTS

SALES REVENUE

During the period under review, gross local sales revenue increased to Rs. 1,992 million as against Rs. 1,536 million of same period last year, increasing by 29.69 % whereas Net local sales revenue increased by 36.39% and reached to Rs. 1,395 million as against Rs.1, 023 million of same period last year.

Exports sales on the other hand reduced to Rs. 33 million as against Rs. 59 million of same period last year registering decrease of 44.06%. Main reason for such reduction was of disturbance in cement supply to Afghanistan due to political and security situation over there.

PROFITABILITY

Cost of sales during the period under review, increased by 18.06% as against increase in sales volume by 1.41% and net sales revenue by 30%. Out of 18.06% increase in total cost of sales, fuel and power cost increased by 15.06%. Increase in fuel and power cost was on account of higher coal prices in international market coupled with increase in sea freight as demand of the commodity surged due to opening up of economies around the world post pandemic and arrival of winter season. Increase in power cost was as result of increase in base electricity tariff by the power distribution companies.

Improved selling price in local markets coupled improved sales volume helped the Company to achieve gross profit of Rs. 223 million as against Rs. 61 million of same period last year.

Reduction in distribution costs was due to lesser export sales volume; however, finance cost increased due to higher utilization of financing facilities and obtaining loan for payment of wages and salaries under SBP scheme and long term loan for solar power plant.

The Company earned profit before tax of Rs. 105 million and profit after tax of Rs. 127 million respectively for the period as against loss before tax of Rs. 22 million and loss after tax of Rs. 39 of same period last year. Earnings per share for the period were of Rs. 2.53 per share as against loss per share of Rs. 0.78 of same period last year.

FUTURE OUTLOOK

Demand of cement in local market remained stable during first quarter and of its momentum is maintained subsequently as well. Exports, however, were suffered and may remain unstable during current financial year. Cost of coal in international markets has reached to a point never seen before and posing serious challenge for the industry. Depreciation of PKR against USD will further increase its cost as mostly industry relies on imported coal. Increase in interest rate with expectations of further increase due to monetary tighten may further increase overall cost and dampen the demand.

ACKNOWLEDGEMENT

The Board would like to place on record their appreciation to all employees of the Company for their dedicated work and for dealers for their continued support. We are also thankful to the lenders for their co operation and regulators for their guidance.

On behalf of the Board

MOHAMMED YASIN FECTO
CHIEF EXECUTIVE

ROHAIL AJMAL
DIRECTOR

Dated: October 28, 2021

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2021

	Note	Un-audited 30 September 2021	Audited 30 June 2021
		Rupees in thousand	
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized Capital			
75,000,000 (2021: 75,000,000) ordinary shares of Rs. 10/- each		**750,000**	750,000
Issued, subscribed and paid up capital			
50,160,000 (2021: 50,160,000) ordinary shares of Rs.10/- each		**501,600**	501,600
Revenue reserves			
General reserve		**550,000**	550,000
Accumulated profit		**2,411,918**	2,284,778
		2,961,918	2,834,778
Capital Reserve			
Surplus on revaluation of investment in unquoted shares		**130,684**	130,684
		3,594,202	3,467,062
LIABILITIES			
Non-current liabilities			
Long Term Financing - Secured	4	**699,049**	520,529
Lease Liability		**69,595**	61,605
Deferred income - Government grant	5	**88,253**	94,997
		856,897	677,131
Current Liabilities			
Trade and other payables		**779,074**	898,451
Short term borrowing - secured	6	**717,390**	789,912
Accrued mark-up		**20,949**	12,668
Unclaimed dividend		**14,539**	14,539
Unpaid dividend		**185**	185
Current maturity of long term financing - secured	4	**134,615**	137,568
Current maturity of lease liabilities		**27,739**	35,491
		1,694,491	1,888,814
Contingencies and commitments	7		
Total equity and liabilities		**6,145,590**	6,033,007
ASSETS			
Non-current assets			
Property, plant and equipment	8	**2,457,701**	2,270,083
Right-of-use assets	9	**133,108**	106,020
Long term investments	10	**318,009**	318,009
Long term deposits		**5,445**	5,321
Long term loans and advances		**5,910**	6,722
Deferred taxation		**70,234**	29,821
		2,990,407	2,735,976
Current assets			
Stores and spares		**958,040**	1,045,118
Stock-in-trade		**1,663,434**	1,622,680
Trade debts		**38,005**	43,766
Short term investments		**99,920**	99,930
Short term loan to a related party		**44,395**	79,395
Loans, advances, deposits, prepayments and Other Receivable		**68,698**	86,080
Tax refunds due from government		**172,223**	234,803
Cash and bank balances		**110,468**	85,259
		3,155,183	3,297,031
Total assets		**6,145,590**	6,033,007

The annexed notes from 1 to 14 form an integral part of the financial statements.

MOHAMMED YASIN FECTO
CHIEF EXECUTIVE

ROHAIL AJMAL
DIRECTOR

ABDUL SAMAD
CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED) FOR THE PERIOD ENDED SEPTEMBER 30, 2021

	Note	September 30 2021	September 30 2020
		Rupees in thousand	
Turnover - net	11	**1,427,751**	1,081,564
Cost of sales		**(1,205,178)**	(1,020,821)
Gross Profit		**222,573**	60,743
Administrative expenses		**(67,132)**	(59,865)
Distribution cost		**(18,823)**	(21,455)
Other expenses		**(5,509)**	-
Other income		**21,021**	9,552
		(70,443)	(71,768)
Operating Profit/(Loss)		**152,130**	(11,025)
Finance costs		**(47,460)**	(11,286)
Profit / (Loss) before taxation		**104,670**	(22,311)
Provision for taxation			
Current		**(17,939)**	(15,935)
Deferred		**40,409**	(1,108)
		22,470	(17,043)
Profit / (Loss) after taxation		**127,140**	(39,354)
Other comprehensive Income			
Items that will not be reclassified subsequently to profit or loss Unrealized (loss) on remeasurement of equity instrument at fair value through other comprehensive income		**-**	(1,950)
Related deferred tax thereon		**-**	424
		-	(1,526)
Total comprehensive income for the period		**127,140**	(40,880)
		-------- (Rupees) ---------	
Earnings / (Loss) per share - basic and diluted		**2.53**	0.78

The annexed notes from 1 to 14 form an integral part of the financial statements.

MOHAMMED YASIN FECTO
CHIEF EXECUTIVE

ROHAIL AJMAL
DIRECTOR

ABDUL SAMAD
CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2021

	Share Capital	Revenue Reserves		Capital Reserves	Total
	Issued, Subscribed & Paid up	General Reserve	Accumulated Profit	Surplus on revaluation of investment in unquoted shares	
	(Rupees in thousands)				
Balance as at June 30, 2020 (Audited)	501,600	550,000	2,352,065	104,346	3,508,011
Total comprehensive income for the period ended September 30, 2020					
Loss after taxation	-	-	(39,354)	-	(39,354)
Other Comprehensive income	-	-	-	(1,526)	(1,526)
	-	-	(39,354)	(1,526)	(40,880)
Balance as at September 30, 2020 (Un-audited)	501,600	550,000	2,312,711	102,820	3,467,131
Balance as at June 30, 2021 (Audited)	501,600	550,000	2,284,778	130,684	3,467,062
Total comprehensive income for the the period ended September 30, 2021					
Profit after taxation	**-**	**-**	**127,140**	**-**	**127,140**
Other Comprehensive income	**-**	**-**	**-**	**-**	**-**
	-	**-**	**127,140**	**-**	**127,140**
Balance as at September 30, 2021 (Un-audited)	**501,600**	**550,000**	**2,411,918**	**130,684**	**3,594,202**

The annexed notes from 1 to 14 form an integral part of the financial statements.

MOHAMMED YASIN FECTO
CHIEF EXECUTIVE

ROHAIL AJMAL
DIRECTOR

ABDUL SAMAD
CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2021

	Note	September 30 2021	September 30 2020
		Rupees in thousand	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit /(Loss) before taxation		**104,670**	(22,311)
Adjustments for:			
Depreciation		**39,073**	32,269
Depreciation on Right of use Assets		**8,370**	-
Interest income		**(3,705)**	(5,068)
Dividend income		**-**	(45)
Gain on disposal of operating fixed assets		**-**	(1,057)
Amortization of deferred government grant		**(6,744)**	(2,711)
Realized capital (gain) on short term investments		**-**	(11)
Unrealized (gain) on re-measurement of investments		**-**	(303)
Interest on unwinding of SBP refinance schemes		**14,094**	-
Finance cost		**47,459**	11,286
		98,547	34,360
Operating Profit before working capital changes		**203,217**	**12,049**
Working capital changes			
(Increase) / decrease in current assets			
Stores and spares		**87,078**	11,598
Stock-in-trade		**(40,754)**	(209,616)
Trade debts		**5,761**	10,853
Loans, advances, deposits, prepayments		**17,382**	1,988
Sales tax refundable		**49,995**	-
(Decrease) / Increase in current liabilities			
Trade and other payables		**(119,377)**	69,953
		85	(115,224)
Cash generated from / (used in) operations		**203,302**	(103,175)
Income Tax paid		**(5,358)**	29,113
Long term deposits		**(124)**	-
Long Term Loan and Advances		**812**	1,323
Net cash generated from / (used in) operating activities		**198,632**	(72,739)
CAH FLOWS FROM INVESTING ACTIVITIES			
Additions to property, plant and equipment		**(262,149)**	(18,525)
Short Term Investment made		**-**	(38)
Proceeds from Sale / redemption of Short Term Investment		**10**	10
Payment of Short Term Loan to related party		**-**	30,605
Repayment of Short Term Loan by related party		**35,000**	
Dividend received		**-**	45
Interest received		**3,705**	5,068
Proceeds from disposal of property, plant and equipment		**-**	1,597
Net cash (used in) / generated from investing activities		**(223,434)**	18,762
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment against lease liability (Principal portion)		**(14,572)**	(5,561)
Lease Finance Obtained during the period		**8,844**	-
Financing under Term Loan		**197,912**	-
Disbursement of Long Term SBP wages Re-finance		**-**	80,563
Repayment of Long term financing (principal portion)		**(30,473)**	-
Finance cost paid		**(39,178)**	(14,662)
Short Term Borrowings - net		**(166,231)**	(94,480)
Net cash generated from / (used in) financing activities		**(43,698)**	(34,140)
Net (decrease) in cash and cash equivalents		**(68,500)**	(88,117)
Cash and cash equivalents as at beginning of the period		**(409,653)**	(163,343)
Cash and cash equivalents as at end of the period	12	**(478,153)**	(251,460)

The annexed notes from 1 to 14 form an integral part of the financial statements.

MOHAMMED YASIN FECTO	ROHAIL AJMAL	ABDUL SAMAD
CHIEF EXECUTIVE	DIRECTOR	CHIEF FINANCIAL OFFICER

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED SEPTEMBER 30, 2021

1 LEGAL STATUS OF THE COMPANY AND ITS OPERATION

Fecto Cement Limited ('the Company') was incorporated in Pakistan on February 28, 1981 as a Public Limited Company under the repealed Companies Act, 1913 (repealed with the enactment of the Companies Ordinance, 1984 on October 8, 1984 and subsequently by the Companies Act, 2017 on May 30, 2017). The shares of the Company are quoted on Pakistan Stock Exchange Limited.

The Company's registered office is situated at Plot # 60-C, Khayaban-Shahbaz, Phase-VI, Defense Housing Authority, Karachi-75500 and manufacturing facility is situated at Sangjani Village Sangjani, Islamabad-4400. The principal activity of the Company is production and sale of ordinary portland cement.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. Accounting and reporting standards comprise of:

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);

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

Where the provisions of, and directives issued under, the Companies Act, 2017 differ from the IFRS Standards, the former have been followed.

These interim financial statements do not include all the information and disclosures as required in the Annual Financial Statements and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2021.

The comparative figures presented in these condensed interim financial statements as at 30 September 2021 has been extracted from the audited financial statements of the Company for the year ended 30 June 2021, whereas the comparative statement of profit or loss, statement of comprehensive income, statement of changes in equity and the statement of cash flows are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2020.

These condensed interim financial statements are unaudited and are being submitted to the members of the Company as required under section 237 of the Companies Act, 2017 and the listing regulations of Pakistan Stock Exchange Limited as required by the Code of Corporate Governance.

2.2 Basis of measurement of items in these financial statements

Items in these financial statements have been measured at their historical cost except for:

(a) Long term investment in unquoted ordinary shares of M/s. Frontier Paper Products (Private) Limited which is carried at fair value through other comprehensive income; and

(b) Short term investments which are carried at fair value through profit or loss.

2.3 Functional and presentation currency

Items included in these financial statements are measured using the currency of the primary economic environment in which the Company operates. These financial statements are presented in Pak Rupees which is the Company's functional and presentation currency.

2.4 Use of estimates and judgments

In preparing these interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied in the annual financial statements of the Company as at and for the year ended June 30, 2021.

2.5. Significant accounting policies

The significant accounting policies applied in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Company for the year ended June 30, 2021.

3 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 June 2021.

	Un-Audited September 30, 2021	Audited June 30, 2021
	Rupees in thousand	
4. LONG TERM FINANCING - SECURED		
SBP Refinance Scheme for Renewable Energy	**397,378**	397,492
SBP Refinance Scheme for Payment of Salaries and Wages	**75,951**	90,358
Term Finance	**211,672**	13,760
Financing for purchase of Vehicle	**14,048**	18,919
	699,049	520,529

		Un-Audited September 30, 2021	Autided June 30, 2021
		Rupees in thousand	
5	**DEFERRED INCOME - GOVERNMENT GRANT**		
	Opening Deferred income -Government grant	**94,997**	10,476
	Add: Deferred income -Government grant recognized during the year	**-**	100,276
	Less: Amortized during the year	**(6,744)**	(17,718)
	Gain on modification of contractual repayment term	**-**	1,963
		88,253	94,997
6	**SHORT TERM BORROWINGS**		
	Running Finance	**588,621**	494,912
	Export Re-Finance	**128,769**	195,000
	Finance against Imported Merchandise / Trust Receipt	**-**	100,000
		717,390	789,912

7. CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

There were no other change in the status of contingencies at the period end as disclosed in the Annual Audited Financial Statements for the year ended June 30, 2021.

		Note	Un-Audited September 30, 2021	Autided June 30, 2021
			Rupees in thousand	
7.2	**Commitments**			
	As of the reporting date, the outstanding financial commitments of the company were as follows:			
	-Commitments against import of raw material and stores and spares		**94,976**	365,439
	-Commitments against capital work in progress		**408,513**	592,416
			503,489	957,855
8	**PROPERTY, PLANT AND EQUIPMENT**			
	Operating Assets		**1,985,469**	2,025,973
	Capital Work in Progess / Advance to Supplier	8.1	**250,883**	32,502
	Capital Spares		**221,349**	211,608
			2,457,701	2,270,083

8.1 This represents expenditure incured on various BMR projects, these projects are expected to reduce operating cost, saving in fuel and power expenditure and increase in production capacity.

	Un-Audited September 30, 2021	Autided June 30, 2021
	Rupees in thousand	
9. RIGHT-OF-USE ASSETS		
Cost	**160,183**	84,626
Addition during the period / year	**35,459**	75,557
	195,642	160,183
Accumulated Depreciation		
Opening Depreciation	**(54,163)**	(32,896)
Charge for the period / year	**(8,371)**	(21,267)
	(62,534)	(54,163)
	133,108	106,020

9.1 The company has recognised right of use assets in respect of rented offices and vehicles on lease.

	Note	Un-Audited September 30, 2021	Autided June 30, 2021
		Rupees in thousand	
10 LONG TERM INVESTMENT			
At cost			
Investment in Fecto Cement Nooriabad (Private) Limited - a subsidiary	10.1	**1,000**	1,000
At fair value through other comprehensive income			
Investment in Frontier Paper Products (Private) Limited - a related party			
Cost of Acquisition (Rs. 10 per Share)		**150,000**	150,000
Unrealized gain on remeasurement to fair value		**167,009**	167,009
Fair Value		**317,009**	317,009
		318,009	318,009

10.1 In February 2020, the Company got its new subsidiary company incorporated in the name and style of M/s. Fecto Cement Nooriabad (Private) Limited ('FCNL'). The authorized and paid up capital of FCNL is Rs. 2 million and Rs. 1 million, respectively, which is presently wholly owned by the Company. The principal activity of FCNL is to produce and deal in all kinds of cement and its allied products; however, FCNL has not yet commenced its business operations. The registered office of FCNL is situated at Plot # 60-C, Khayaban-e-Shahbaz, Phase VI, DHA, Karachi. 75500. Mr. Mohammad Yasin Fecto, the majority shareholder and director of the Company, also serves on the Board of Directors of FCNL. In accordance with the provisions of section 228(1) of the Companies Act, 2017, the Company would be required to prepare, consolidated financial statements of the group (comprising the Company and the aforementioned subsidiary company) for the period ended September 30, 2021. However, keeping in view the fact that FCNL has not yet commenced its business operations and, at the reporting date, it had no material assets or liabilities, the Company, under section 228(7) of the Companies Act, 2017, applied to the Securities and Exchange Commission of Pakistan (SECP) for seeking exemption from the requirement to prepare consolidated financial statements. The said exemption has been granted by the SECP vide its letter SMD/PRDD/2(314)/2021-23 dated September 21, 2021 issued to the Company.

	Un-audited September 30	
	2021	**2020**
	Rupees in thousand	
11 TURNOVER-NET		
Revenue from Local Sales	**1,394,698**	1,022,608
Revenue from Export Sales	**33,053**	58,956
	1,427,751	1,081,564

12 CASH AND CASH EQUIVALENTS

For the purpose of the statement of cash flows, cash and cash equivalents comprise of the following:

	Un-audited September 30	
	2021	**2020**
	Rupees in thousand	
Cash and bank balances	**110,468**	99,123
Short term borrowings - running finance	**(588,621)**	(350,583)
	(478,153)	(251,460)

13. TRANSACTIONS / BALANCES WITH RELATED PARTIES

The related parties of the Company comprise of group companies (associated companies), directors, key management personnel, major shareholders and their close family members and the staff provident fund. Remuneration and benefits to executives of the Company are in accordance with the terms of their employment while contribution to the provident fund is in accordance with the staff service rule. Transactions with related parties during the period, other than those disclosed elsewhere in this condensed interim financial statements, are as follows:

Name of the related party	Basis of relationship with the party	Particulars	Un-audited September 30 2021	2020
			——Rupees in thousand——	
Frontier Paper Products (Private) Limited	**Associated Company**	Puchases made	**78,113**	134,017
		Payments made	**68,340**	125,747
		Interest charged on loan	**1,329**	1,995
		Loan Repaid	**35,000**	30,605
Directors & Key Management Personnel	**Other related party**	Remuneration and meeting fee	**52,903**	48,240
Staff Provident fund	**Other related party**	Contribution of the fund	**5,565**	5,150

			Un-Audited September 30, 2021	Audited June 30, 2021
			—— Rupees in thousand ——	
Balance at the end of the period / year				
Frontier Paper Products (Private) Limited	**Associated Company**	Balance payable	**56,368**	46,595
		Interest outstanding	**1,329**	1,888
		Loan outstanding	**44,395**	79,395
Key Management Personal	**Other related party**	Loan receivable	**1,120**	1,285
Staff Provident fund	**Other related party**	Balance payable	**4,420**	3,881

14. GENERAL

14.1 This condensed interim financial statements were authorised for issue by the Board of Directors in their meeting held on October 28, 2021.

14.2 Figures have been rounded off to the nearest thousand rupees.

MOHAMMED YASIN FECTO	**ROHAIL AJMAL**	**ABDUL SAMAD**
CHIEF EXECUTIVE	DIRECTOR	CHIEF FINANCIAL OFFICER

ظهار تشکّر

ڈائریکٹرز کمپنی کے ملازمین کا کمپنی کے لیے ان کے خلوصِ نیت سے کام کرنے پر اور ڈیلرز کی کاوشوں کے بھی تہہ دل سے مشکور ہیں نیز مالیاتی اداروں کے تعاون پر بھی ان کے شکر گزار ہیں۔

منجانب بورڈ

محمد یسین فیکٹو
چیف ایگزیکیٹو

روحیل اجمل
ڈائریکٹر

بمقام کراچی: 28/اکتوبر 2021

مقامی فروختگی خالص آمدن36.39 فیصد اضافے کے ساتھ1,395 ملین روپے رہی۔ جبکہ یہی آمدن گزشتہ سال اسی عرصے کے دوران 1.023 ملین روپے تھی۔ جب کہ دوسری جانب برآمدات سے حاصل ہونے والی آمدن اس عرصے کے دوران44.06 فیصد کمی کے ساتھ 33 ملین روپے رہی جبکہ یہی آمدن گزشتہ سال اسی عرصے کے دوران59 ملین روپے رہی۔ افغانستان کے اندرونی طور پر سیاسی اور سیکورٹی کے غیر مناسب حالات کے پیشِ نظر برآمدات میں کمی ریکارڈ کی گئی۔

منفعت

زیرِنظر دورانیے میں لاگت برائے فروختگی میں18.06 فیصد کا اضافہ ہوا۔ جب کہ فروختگی کے حجم میں1.41 فیصد کا اضافہ ہوا۔18.06 فیصد کے اضافے میں سے صرف ایندھن اور بجلی کی لاگت میں15.06 فیصد کا اضافہ ہوا۔ یہ اضافہ عالمی وبا کووڈ19 کے بعد، ساتھ ہی ساتھ موسمِ سرما کی آمد اور دنیا بھر میں اقتصادی سرگرمیاں کھلنے کی وجہ سے اجناس کی مانگ میں اضافے کی وجہ سے سمندری مال برداری کے کرایوں اور ساتھ ہی ساتھ بین الاقوامی مارکیٹ میں کوئلے کی قیمتوں میں غیر معمولی اضافے کے پیشِ نظر ہوا۔ بجلی کی لاگت میں بھی اضافہ، بجلی کی ترسیل پر مامور کمپنیوں کا فی یونٹ ریٹ بڑھانے کی وجہ سے ہوا۔

مقامی مارکیٹ میں سیمنٹ کی قیمتوں اور حجم میں اضافے کی وجہ سے اس عرصے کے دوران کمپنی نے223 ملین روپے خام منافع حاصل کیا۔ جو کہ گزشتہ سال اسی عرصے کے دوران 61 ملین روپے تھا۔

اس سہ ماہی کے دوران گزشتہ سال اسی عرصے کے مقابلے میں تقسیم مال کی لاگت میں کمی برآمدات میں کمی کی وجہ بنی۔ جبکہ مالی اعتبار سے لاگت میں اضافہ قرضوں کے زیادہ استعمال اور اسٹیٹ بینک آف پاکستان کی وضع کردہ آسان اور کم شرحِ سود پر قرض کی اسکیم برائے تنخواہ اور اجرت کی ادیگی کے لیے استعمال کرنے اور طویل مدتی قرض برائے شمسی توانائی سے چلنے والے بجلی کا پلانٹ لگانے کی وجہ سے ہوا۔ زیرِنظر دورانیے میں کمپنی کو ٹیکس ادائیگی سے پہلے105 ملین روپے اور ٹیکس ادائیگی کے بعد127 ملین روپے کا نفع حاصل ہوا۔ جب کہ گزشتہ سال اس عرصے کے دوران ٹیکس ادائیگی سے پہلے22 ملین روپے اور ٹیکس ادائیگی کے بعد39 ملین روپے کا نقصان ہوا۔ اس عرصے میں نفع فی حصص2.53 روپے رہا۔ جب کہ گزشتہ سال اسی عرصے کے دوران خسارہ فی حصص0.78 روپے رہا۔

مستقبل پہ نظر

زیرِنظر دورانیے میں مقامی سطح پر سیمنٹ کی طلب دورانِ پہلی سہ ماہی میں مستحکم رہی اور اس کی رفتار بعد میں بھی برقرار رہی۔ دورانِ مالی سال رواں برآمدات غیر مستحکم رہ سکتی ہے۔ بین الاقوامی مارکیٹ میں کوئلے کی قیمتیں اس حد تک پہنچ چکی ہیں جو اس سے پہلے کبھی نہیں دیکھی گئی۔ اس وجہ سے سیمنٹ کی صنعت کو سنگین چیلنجز کا سامنا کرنا پڑ رہا ہے۔ امریکی ڈالر کے مقابلے میں پاکستانی روپے کی قدر میں کمی سے کوئلے کی لاگت میں مزید اضافہ ہوگا۔ کیونکہ ہماری صنعتوں کا زیادہ تر انحصار درآمد شدہ کوئلے پر ہی ہے۔ مزید شرحِ سود میں اضافے کی توقعات، اور مالیاتی مسائل کی وجہ سے مجموعی طور پر لاگت میں اضافہ دیکھا جاسکتا ہے جو کہ سیمنٹ کی طلب پر اثرانداز ہوسکتا ہے۔

ڈائریکٹرز جائزہ

آپ کی کمپنی کے ڈائریکٹرز انتہائی مسرت کے ساتھ کمپنی کی کارکردگی کا جائزہ مع غیر آڈٹ شدہ مالیاتی دستاویزات بابت سہ ماہی **30**/ستمبر 2021 آپ کی خدمت میں پیش کررہے ہیں۔

جائزہ

دورانِ سال رواں کی پہلی سہ ماہی میں سیمنٹ کی صنعت میں مجموعی فروختگی منفی %5.67 نمو کے اعتبار سے مجموعی طور پر مال کی روانگی میں 12.82 ملین ٹن ریکارڈ کی گئی جبکہ گزشتہ سال اسی عرصے کے دوران مجموعی فروختگی کا حجم 13.58 ملین ٹن تھا۔ مقامی سطح پر صنعت میں فروختگی کا حجم 11.28 ملین ٹن رہا اور اس اعتبار سے 3.93 فیصد کا اضافہ ریکارڈ کیا گیا۔ جبکہ گزشتہ سال اسی عرصے کے دوران مقامی فروختگی کا حجم 10.84 ملین ٹن تھا۔ اس کے برعکس برآمدات کی مد میں صنعت کی سطح پر فروختگی کا مجموعی حجم منفی %43.63 نمو کے ساتھ 1.55 ملین ٹن ریکارڈ کیا گیا۔ جب کہ گزشتہ سال اسی عرصے کے دوران برآمدات کی مد میں فروختگی کا یہ حجم 2.74 ملین ٹن تھا۔ اس طرح سے برآمدات میں 43.63 فیصد کی کمی دیکھی گئی۔

شمالی زون میں واقع پلانٹس کی سیمنٹ کی فروخت میں مجموعی طور پر منفی 2.12 فیصد کی شرح نمو ریکارڈ کی گئی۔ اس میں سے 0.22 فیصد کا اضافہ مقامی سطح پر سیمنٹ کی فروخت میں ہوا۔ جب کہ برآمدات میں 37.69 فیصد کی کمی ہوئی۔

کارکردگی بر مبنی کاروباری افعال

زیرنظر دورانیے میں کلنکر کی پیداوار منفی 7.38 فیصد شرح نمو کے اعتبار مجموعی طور پر 175,045 ملین ٹن ریکارڈ کی گئی۔ جبکہ گزشتہ سال اسی عرصے کے دوران کلنکر کی پیداوار 188,994 ملین ٹن تھی۔

زیرنظر دورانیے میں سیمنٹ کی پیداوار 1.63 فیصد اضافے کے ساتھ 178,200 ملین ٹن ریکارڈ کی گئی، جب کہ گزشتہ سال کے اسی عرصے کے دوران یہ پیداوار 175,339 ملین ٹن تھی۔

کمپنی کی فروختگی کے مجموعی حجم میں زیرنظر دورانیے کے دوران 1.41 فیصد کا اضافہ ریکارڈ کیا گیا۔ جس میں مقامی سطح پر فروختگی کے مجموعی حجم میں 4.09 فیصد کا اضافہ ہوا۔ جبکہ برآمدات میں 41.40 فیصد کی کمی ہوئی۔

مقامی سطح پر فروختگی کے حجم میں اقتصادی اور تعمیراتی سرگرمیوں میں اضافے کی وجہ سے بہتری ہوئی۔ جبکہ برامدات میں کمی افغانستان میں بدامنی اور غیر معمولی سیاسی صورتِ حال کی وجہ سے ہوئی۔

مالیاتی نتائج

آمدن از فروختگی

زیرنظر دورانیے کے دوران آمدن مقامی مجموعی فروختگی میں اضافے کے ساتھ 1,992 ملین روپے ریکارڈ کی گئی۔ گزشتہ سال اسی عرصے کے دوران مقامی مجموعی فروختگی سے حاصل ہونے والی آمدن 1.536 ملین روپے تھی۔ اس لحاظ سے اس آمدن میں 29.69 فیصد کا اضافہ ریکارڈ کیا گیا۔

FECTO CEMENT LIMITED

Plot # 60-C, Khayaban-e-Shahbaz,
Phase VI, Defence Housing Authority,
Karachi-75500, Pakistan
Website: www.fectogroup.com
Phone Nos.(+ 9221) 35248921-22-23,
Fax: (+ 9221) 35248925