



**Pakistan National
Shipping Corporation**

NAVIGATING SUSTAINABLE GROWTH



**HALF YEARLY REPORT
DECEMBER 31, 2024**

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Corporate Information

Board of Directors

1. Mr. Sultan A.Chawla	Chairman
2. Mr. Qumar Sarwar Abbasi Additional Finance Secretary (Corporate Finance), Finance Division, Islamabad.	Member
3. Mr. Umar Zafar Sheikh Additional Secretary Ministry of Maritime Affairs, Islamabad.	Member
4. Mr. Arif Habib	Member
5. Mr. Khalil Ahmed	Member
6. Capt. Sarfaraz Inayatullah Qureshi	Member
7. Mr. Ahsan Ali Malik	Member
8. Khawaja Shahzeb Akram	Member
9. Ms. Nadia Osman Jung	Member

Audit Committee

1. Mr. Khalil Ahmed	Chairman
2. Mr. Qumar Sarwar Abbasi	Member
3. Mr. Umar Zafar Sheikh	Member
4. Mr. Ahsan Ali Malik	Member
5. Chief Internal Audit	Secretary

HR, Nomination and CSR Committee

1. Mr. Arif Habib	Chairman
2. Mr. Umar Zafar Sheikh	Member
3. Mr. Ahsan Ali Malik	Member
4. Mr. Shahzeb Akram	Member
5. Company Secretary	Secretary

Strategy and Risk Management Committee

1. Ms. Nadia Osman Jung	Chairman
2. Mr. Qumar Sarwar Abbasi	Member
3. Capt. Sarfaraz Inayatullah	Member
4. Mr. Shahzeb Akram	Member
5. Executive Director (Finance)	Secretary

Procurement Committee

1. Mr. Khalil Ahmed	Chairman
2. Capt. Sarfaraz Inayatullah	Member
3. Mr. Shahzeb Akram	Member
4. Executive Director (SP & PL)	Secretary

Chief Financial Officer

Mr. S. Jarar Haider Kazmi

Company Secretary

Mr. Muhammad Javid Ansari

Chief Internal Auditor

Mr. Fayyaz Amin Malik

Head Office

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Moulvi Tamizuddin Khan Road,
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Karachi-74000 Pakistan.
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www.pnsc.com.pk

Auditors

Grant Thornton Anjum Rahman, Chartered Accountants
Yousuf Adil, Chartered Accountants

Share Registrar

CDC Share Registrar Services Limited
CDC House, 99-B, Block 'B',
S.M.C.H.S. Main Shahrah-e-Faisal, Karachi.

Bankers

Allied Bank Limited
Bank Alfalah Limited, Bahrain
Bank Al Habib Limited
Bahrain Bank Islami Pakistan Limited
MCB Islamic Bank Limited
Faysal Bank Limited
Habib Bank Limited
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
National Bank of Pakistan, Hong Kong
National Bank of Pakistan, Tokyo
Silk Bank Limited
Soneri Bank Limited
United Bank Limited, London
Habib Bank Limited Bahrain

PAKISTAN NATIONAL SHIPPING CORPORATION

Directors' Report

For the six months period ended December 31, 2024

The Board of Directors of Pakistan National Shipping Corporation (PNSC) is pleased to present the Consolidated and unconsolidated condensed interim financial statements of Group and PNSC for the six months period ended December 31, 2024. These financial statements of the Corporation have undergone a limited scope review by the external auditors pursuant to the statutory requirements of the Companies Act, 2017.

PERFORMANCE REVIEW

During the current period, PNSC (Group) achieved a net profit after tax of Rs.8,377 million (PNSC: Rs.2,352 million) as against Rs.9,490 million (PNSC: Rs.2,401 million) in the corresponding period last year. Group earnings per share (EPS) record at Rs.42.29 (PNSC Standalone: EPS Rs.11.88) against Rs.47.91 (PNSC Standalone: EPS Rs.12.12) in the corresponding period last year. During the current period EPS has been restated due to issuance of 50% bonus shares.

The Group achieved a turnover of Rs.19,848 million (including Rs.2,617 million from PNSC) as compared to Rs.23,821 million (including Rs.6,312 million from PNSC) in the corresponding period last year. The variations in revenue was primarily due to the following reasons:

- 1) Revenue from bulk carrier vessels increased from Rs.1,638 million to Rs. 2,050 million (25%) due to increase in time charter rate per day from USD 8,285 to USD 10,516.
- 2) Owned Aframax tankers revenue increased from Rs.11,287 million to Rs.11,895 million due to increase in total tonnage (Metric Tons) from 3.124 million to 3.479 million and increase in refinery business voyages by 5.
- 3) The owned LR-1 tankers revenue increased from Rs.3,846 million to Rs.3,912 million due to increase in no. of voyages by 2.
- 4) Foreign charting revenue declined by Rs.2,868 million due to decrease in number of voyages from 12 to 3, tonnage from 841,515 MT to 215,310 MT.
- 5) Decline in the slot business by 44%.
- 6) Decrease in average USD exchange rate from Rs.288 to Rs.278.

Other income increased by **33%**, due to effective and efficient management of treasury. At the group level, finance costs decreased by **58%**, attributed to the full repayment of a long-term loan for the procurement of two LR-1 vessels, M.T. Bolan and M.T. Khairpur, in September 2023, resulting in significant savings and another main reason is drastically decline in KIBOR from **21.46%** to **13.5%**.

The Board has announced interim cash dividend of Rs 10.00 per share 100 % for the half year ending 31 December 2024 which will be paid to the shareholders whose names appear on the Company's Register of members on 04-03-2025.

Board and its Committees

The names of members of Board of Directors and Board Committees of the Corporation during the half year are tabulated below:

Sr. no.	Name of Director (in alphabetical order)	Board	Strategy & Risk Management Committee	Audit Committee	HR, Nomination & CSR Committee	Procurement Committee
1.	Mr. Sultan A. Chawla	Chairman	-	-	-	-
2.	Mr. Ahsan Ali Malik	Non-Executive Director	-	Member	Member	-
3.	Mr. Arif Habib	Non-Executive Director	-	-	Chairman of the Committee	-
4.	Mr. Khalil Ahmed	Non-Executive Director	-	Member	-	Chairman of the Committee
5.	Mr. Khawaja Shahzeb Akram	Non-Executive Director	Member	-	Member	Member
6.	Mr. Muhammad Ali	Non-Executive Director	-	Chairman of the Committee	-	Member
7.	Ms. Nadia Osman Jung	Non-Executive Director	Chairman of the Committee	-	-	-
8.	Mr. Kumar Sarwar Abbasi Additional Finance Secretary (Corporate Finance), Finance Division, Islamabad.	Non-Executive Director	Member	Member	-	-
9.	Capt. Sarfaraz Inayatullah	Non-Executive Director	Member	-	-	Member
10.	Mr. Umar Zafar Sheikh Additional Secretary of Ministry of Maritime Affairs Islamabad	Non-Executive Director	-	Member	Member	-

FUTURE PROSPECTS

Dry Bulk:

PNSC's dry bulk fleet primarily operates on spot cargoes, with a strategic approach to securing 1-2 vessels on long-term contracts once freight sentiment improves, ensuring stable cash flows while maintaining market flexibility.

NET fleet growth unlikely to exceed 3% p.a. during 2025 - 2027

BIMCO expects the supply and demand balance to weaken in 2025. Supply is projected to grow by 1.5-2.5%, while demand may drop by 1-2%. Freight rates could decline if conditions in the Panama Canal normalize and the Red Sea conflict is resolved.

Average steaming speeds have reached new record lows, incentivized by high bunker costs, lower freight rates and environmental regulations.

Total dry bulk trade in 2025, projected at +0.4% in tons / +0.9% in ton-miles.

There is ample uncertainty for global trade due to increased protectionism, tariffs and the potential improvement of war inefficiencies.

Tankers:

PNSC's Aframax fleet operates a shuttle service between the Arabian Gulf and Pakistan to fulfill COA commitments, while the LR1 fleet trades on the spot market with major trading houses.

Global tankers' freight is expected to be mostly remain steady in 2025 due to US sanctions and geopolitical disruptions driving alternative trade routes and increasing ton-mile demand.

However Expectation for 2025 is that tanker market conditions relative to 2024 average levels will drop as a consequence of increasing deliveries as well as normalizing demand growth.

Process of replacement of old tonnage has been initiated in preview of new procurement policy document finalized under the ambit of SOE Act, 2023 and submitted for approval by the competent authority.

Meanwhile, all efforts are being made to upgrade PNSC's fleet to fulfill COA obligation until then PNSC will take spot charter exposure with foreign tanker charter.

ACKNOWLEDGMENT

The Board would like to extend its gratitude to all the stakeholders for their continued support and confidence.



Director

Karachi

February 21st, 2025



Director

ٹیکرز

پی این ایس سی کا افرامیکس فلیٹ عرب خلیج اور پاکستان کے درمیان سی او اے معاہدوں کی تکمیل کے لیے شٹل سروس چلاتا ہے، جبکہ LR-1 فلیٹ بڑے تجارتی اداروں کے ساتھ اسپاٹ مارکیٹ میں تجارت کرتا ہے۔

امریکی پابندیوں اور جغرافیائی سیاسی رکاوٹوں کے باعث متبادل تجارتی راستوں کے فروغ اور ٹن-میل کی طلب میں اضافے کے سبب، 2025 میں عالمی ٹیکرز کے کرائے زیادہ تر مستحکم رہنے کا امکان ہے۔

تاہم، 2025 میں توقع کی جارہی ہے کہ ٹیکر مارکیٹ کی صورت حال 2024 کی اوسط سطح کے مقابلے میں کم ہو جائے گی، جس کی وجوہات بڑھتی ہوئی ترسیلات اور طلب میں معمول کے مطابق اضافہ ہیں۔

نئی خریداری پالیسی دستاویز جو SOE ایکٹ 2023 کی روشنی میں تیار کی گئی ہے کے پیش نظر پرانے ٹینج کی تبدیلی کا عمل شروع کیا گیا ہے۔ مذکورہ خریداری پالیسی کو مجاز اتھارٹی کی منظوری کے لیے پیش کیا گیا ہے۔


پی این ایس سی اپنے بیڑے کو سی او اے کی ذمہ داریاں پوری کرنے کے لیے اپ گریڈ کرنے کی ہر ممکن کوشش کر رہا ہے۔ تب تک، کمپنی غیر ملکی ٹیکرز کے ساتھ اسپاٹ چارٹر معاہدوں کے تحت کام کرے گی۔

اظہارِ تشکر

بورڈ اپنے تمام اسٹیک ہولڈرز کا مسلسل تعاون اور اعتماد پر تہہ دل سے شکریہ ادا کرتا ہے۔



ڈائریکٹر



ڈائریکٹر

کراچی

21 فروری، 2025ء

بورڈ اور اس کی کمیٹیاں

ششماہی کے دوران کارپوریشن کے بورڈ آف ڈائریکٹرز اور بورڈ کمیٹیوں کے ممبران کے نام ذیل میں درج ہیں:

نمبر شمار	ڈائریکٹر کا نام (حروف تہجی کی ترتیب میں)	بورڈ	اسٹریٹیجی اور رسک مینجمنٹ کمیٹی	آڈٹ کمیٹی	ایچ آر، ہاؤسنگ اور سی ایس آر کمیٹی	پروڈیوٹ کمیٹی
1	جناب سلطان احمد چا دلہ	چیئر مین	-	-	-	-
2	جناب احسن علی ملک	نان ایگزیکٹو ڈائریکٹر	-	ممبر	ممبر	-
3	جناب عارف حبیب	نان ایگزیکٹو ڈائریکٹر	-	-	کمیٹی چیئر مین	-
4	جناب فہیل احمد	نان ایگزیکٹو ڈائریکٹر	-	ممبر	-	کمیٹی چیئر مین
5	جناب خواجہ شاہ زیب اکرم	نان ایگزیکٹو ڈائریکٹر	ممبر	-	ممبر	ممبر
6	جناب محمد علی	نان ایگزیکٹو ڈائریکٹر	-	کمیٹی چیئر مین	-	ممبر
7	محترمہ نادیہ عثمان جنگ	نان ایگزیکٹو ڈائریکٹر	کمیٹی چیئر مین	-	-	-
8	جناب قمر سرور عباسی، ایڈیشنل فنانس سیکرٹری (کارپوریٹ فنانس)، فنانس ڈویژن، اسلام آباد۔	نان ایگزیکٹو ڈائریکٹر	ممبر	ممبر	-	-
9	کمیٹین سرفراز عنایت اللہ	نان ایگزیکٹو ڈائریکٹر	ممبر	-	-	ممبر
10	جناب عمر ظفر شیخ ایڈیشنل سیکرٹری وزارت سمندری امور اسلام آباد	نان ایگزیکٹو ڈائریکٹر	-	ممبر	ممبر	-

مستقبل کے امکانات

خشک بلک مارکیٹ

پی این ایس سی کا ڈرائی بلک فلیٹ زیادہ تر اسپاٹ کارگو پر کام کرتا ہے، اور فریٹ مارکیٹ کے رجحانات میں بہتری آنے پر 1 سے 2 جہاز طویل مدتی معاہدوں پر حاصل کرنے کی حکمت عملی اپناتا ہے، تاکہ مستحکم کیش فلو برقرار رہے اور مارکیٹ میں چلک بھی قائم رہے۔

2025 سے 2027 کے دوران نیٹ بیڑے کی سالانہ ترقی کی شرح 3 فیصد سے تجاوز ہونے کا امکان نہیں ہے۔

پی آئی ایم سی او کا اندازہ ہے کہ 2025 میں سیلابی اور ڈیمانڈ کا توازن متاثر ہو سکتا ہے، جہاں سیلابی میں 1.5 سے 2.5 فیصد اضافہ اور طلب میں 1 سے 2 فیصد کمی متوقع ہے۔ پاناما نہر کی صورتحال معمول پر آنے اور بحیرہ احمر کے تنازعے کے حل ہونے کی صورت میں کرایہ کی شرحوں میں کمی کا امکان ہے۔ بلند ایندھن لاگت، کم کرایہ جات، اور ماحولیاتی قوانین کے باعث اوسط جہازداری کی رفتار نئی ریکارڈ سطح پر پہنچ گئی ہے۔

2025 میں کل خشک بلک تجارت 0.4 + فیصد ٹن بمطابق 0.9 + فیصد ٹن میل میں متوقع ہے۔

تحفظ پسندی، محصولات میں اضافہ، اور جنگی ناکار کردگیوں میں ملکنہ بہتری کے سبب عالمی تجارت کے حوالے سے خاصی غیر یقینی کیفیت موجود ہے۔

پاکستان نیشنل شپنگ کارپوریشن ڈائریکٹرز رپورٹ

برائے ششماہی مدت اختتام از 31 دسمبر، 2024ء

پاکستان نیشنل شپنگ کارپوریشن (پی این ایس سی) کے بورڈ آف ڈائریکٹرز نے پی این ایس سی اور گروپ کے لئے ششماہی مدت اختتام از 31 دسمبر، 2024ء کے لیے ہالترتیب منظم اور متفرق عبوری مالیاتی گوشوارے پیش کر رہے ہیں۔ کارپوریشن کے ان مالیاتی گوشواروں کا کمپنیز ایکٹ 2017ء کے قانونی تقاضوں کے تحت بیرونی آڈیٹرز کی جانب سے محدود جائزہ لیا گیا ہے۔

کارکردگی کا جائزہ

موجودہ مدت کے دوران، پی این ایس سی (گروپ) نے بعد از ٹیکس خالص منافع 8,377 ملین روپے (پی این ایس سی: 2,352 ملین روپے) حاصل کیا جب کہ گزشتہ سال کی اسی مدت میں 9,490 ملین روپے (پی این ایس سی: 2,401 ملین روپے) تھا۔ گروپ کی فی حصص آمدنی (ای پی ایس) 42.29 روپے (پی این ایس سی انفرادی: ای پی ایس 11.88 روپے) ریکارڈ کی گئی جو گزشتہ سال کی اسی مدت میں 47.91 روپے (پی این ایس سی انفرادی: ای پی ایس 12.12 روپے) تھی۔ رواں مدت کے دوران، 50 فیصد بونس شیئرز کے اجراء کی بنا پر ای پی ایس کو از سر نو وضع کیا گیا ہے۔

گروپ نے 19,848 ملین روپے (بشمول پی این ایس سی سے 2,617 ملین روپے) کا کاروبار حاصل کیا جبکہ گزشتہ سال کے اسی عرصے میں 23,821 ملین روپے (بشمول پی این ایس سی 6,312 ملین روپے) کا کاروبار ہوا تھا۔ آمدنی میں یہ فرق بنیادی طور پر درج ذیل وجوہات کی وجہ سے تھا:

- ۱۔ یومیہ ٹائم چارجز کی شرح 8,285 امریکی ڈالر سے 10,516 امریکی ڈالر تک بڑھنے کی وجہ سے بلک کیریئر جہازوں کی آمدنی 1,638 ملین روپے سے بڑھ کر 2,050 ملین روپے (25 فیصد) ہو گئی۔
- ۲۔ زیر ملکیت افرامیکس ٹیکرز کی آمدنی 11,287 ملین روپے سے بڑھ کر 11,895 ملین روپے ہو گئی جس کی وجہ کل ٹن وزن (میٹرک ٹن) میں 3.124 ملین سے 3.479 ملین تک اضافہ ہوا اور ریفائنری کے کاروبار میں 5 بحری سفر کا اضافہ ہوا۔
- ۳۔ 2 بحری سفر میں اضافے کے ساتھ زیر ملکیت LR-1 ٹیکرز کی آمدنی 3,846 ملین روپے سے بڑھ کر 3,912 ملین روپے ہو گئی۔
- ۴۔ غیر ملکی چارٹرنگ کی آمدنی میں 2,868 ملین روپے کی کمی ہوئی، جو بحری سفرت کی تعداد میں 12 سے 3 تک کمی اور کل ٹن وزن (میٹرک ٹن) میں 841,515 سے 215,310 تک کمی کی بنا پر ہے۔
- ۵۔ سلاٹ برنس میں 44 فیصد کمی کی۔
- ۶۔ امریکی ڈالر کی اوسط شرح تبادلہ میں 288 روپے سے 278 روپے تک کمی۔

دیگر آمدنی میں 33% اضافہ ہوا، جو خزانے کے موثر اور فعال انتظام کی بدولت ممکن ہوا۔ گروپ کی سطح پر، مالی اخراجات میں 58 فیصد کمی واقع ہوئی، جس کی اہم وجوہات میں ستمبر 2023 میں دو LR-1 جہازوں، ایم ٹی یولان اور ایم ٹی خیرپور، کی خریداری کے لیے حاصل کیے گئے طویل مدتی قرض کی مکمل ادائیگی، جس سے نمایاں بچت ممکن ہوئی، اور دوسرا بڑا سبب کاہنور کی شرح میں نمایاں کمی، جو 21.46 فیصد سے کم ہو کر 13.5 فیصد تک پہنچ گئی، شامل ہیں۔

بورڈ نے 31 دسمبر 2024ء کو اختتام پذیر ششماہی مدت کے لیے فی شیئر 10.00 روپے (100 فیصد) عبوری نقد منافع دینے کا اعلان کیا ہے، جو ان شیئرز ہولڈرز کو ادا کیا جائے گا جن کے نام کمپنی کے ممبران رجسٹر پر 4 مارچ 2025ء کو موجود ہوں گے۔

INDEPENDENT AUDITORS' REVIEW REPORT

To the members of Pakistan National Shipping Corporation

Report on review of unconsolidated condensed interim financial statements

Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of Pakistan National Shipping Corporation (the Corporation) as at December 31, 2024, and the related unconsolidated condensed interim statement of profit or loss and other comprehensive income, unconsolidated condensed interim statement of changes in equity, unconsolidated condensed interim statement of cash flows, and notes to the unconsolidated condensed interim financial statements for the half year then ended (here-in-after referred to as the 'unconsolidated condensed interim financial statements'). Management is responsible for the preparation and presentation of these unconsolidated condensed 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 condensed interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410 'Review of Interim Financial Statements 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 condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matters

The figures for the quarter ended December 31, 2024 and December 31, 2023 in the unconsolidated condensed interim financial statements have not been reviewed and we do not express a conclusion on them.

The engagement partners on the engagement resulting in this independent auditors' review report are Muhammad Shaukat Naseeb (Grant Thornton Anjum Rahman) and Shafqat Ali (Yousuf Adil).



Grant Thornton Anjum Rahman
Chartered Accountants



Yousuf Adil
Chartered Accountants

Place: Karachi

Date: February 27, 2025

UDIN: RR202410126WSHjaemuf

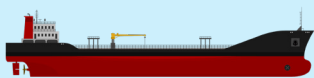
Place: Karachi

Date: February 27, 2025

UDIN: RR202410186gALhIPQ73



PNSC Managed Fleet



TANKERS

Vessel: **M.T MARDAN**

Built: Japan



Deadweight (MT): 107,123
Gross Tonnage (MT): 58,168

Length Overall (M): 246.80

Vessel: **M.T SARGODHA**

Built: Japan



Deadweight (MT): 107,123
Gross Tonnage (MT): 58,168

Length Overall (M): 246.80

Vessel: **M.T BOLAN**

Built: South Korea



Deadweight (MT): 74,919
Gross Tonnage (MT): 42,411

Length Overall (M): 220.89

Vessel: **M.T KHAIRPUR**

Built: South Korea



Deadweight (MT): 74,986
Gross Tonnage (MT): 42,411

Length Overall (M): 220.89

Vessel: **M.T SHALAMAR**

Built: Japan

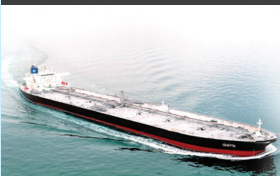


Deadweight (MT): 105,915
Gross Tonnage (MT): 55,894

Length Overall (M): 228.60

Vessel: **M.T QUETTA**

Built: Japan



Deadweight (MT): 107,215
Gross Tonnage (MT): 58,118

Length Overall (M): 246.80

Vessel: **M.T LAHORE**

Built: Japan



Deadweight (MT): 107,018
Gross Tonnage (MT): 58,157

Length Overall (M): 246.80



BULK CARRIERS

Vessel: **M.V SIBI** Built: Japan



Deadweight (MT): 28,442 Length Overall (M): 169.37
Gross Tonnage (MT): 17,018

Vessel: **M.V MALAKAND** Built: Japan



Deadweight (MT): 76,830 Length Overall (M): 225.00
Gross Tonnage (MT): 40,040

Vessel: **M.V HYDERABAD** Built: Japan



Deadweight (MT): 52,951 Length Overall (M): 188.50
Gross Tonnage (MT): 29,365

Vessel: **M.V CHITRAL** Built: Japan



Deadweight (MT): 46,710 Length Overall (M): 185.73
Gross Tonnage (MT): 26,395

Vessel: **M.V MULTAN** Built: Japan



Deadweight (MT): 50,244 Length Overall (M): 189.80
Gross Tonnage (MT): 27,984

TANKERS & BULK CARRIERS

SEGMENT	DEADWEIGHT (MT)	GROSS TONNAGE (MT)
TANKERS	683,699	373,327
BULK CARRIERS	255,177	140,804
TOTAL	938,876	514,131

STEP



**(UNAUDITED)
UNCONSOLIDATED
CONDENSED INTERIM
FINANCIAL STATEMENTS
OF PAKISTAN NATIONAL
SHIPPING CORPORATION**

Category	Blue Bar	Red Bar
PR	100,000	300,000
agent	220,000	130,000
Pharmacy	170,000	160,000
Barbers	270,000	220,000
Customer	150,000	100,000

**FOR THE HALF YEAR ENDED
DECEMBER 31, 2024**

Pakistan National Shipping Corporation

Unconsolidated Condensed Interim Statement of Financial Position

As at December 31, 2024

		(Unaudited) December 31, 2024	(Audited) June 30, 2024
	Note	----- (Rupees in '000) -----	
ASSETS			
Non-current assets			
Property, plant and equipment	5	3,827,732	3,095,362
Right-of-use assets		7,613	8,514
Intangible assets	6	161,222	160,445
Investment properties		4,389,152	4,320,352
Long-term investments in:			
- Related parties (subsidiaries and an associate)		46,115,988	46,115,988
- Listed companies and an other entity		88,410	36,874
		46,214,398	46,152,862
Long-term loans		18,699	19,496
Deferred taxation		-	270,672
Total non-current assets		54,618,816	54,027,703
Current assets			
Trade debts	7	792,064	515,378
Agents' and owners' balances		47,583	10,195
Loans and advances		228,073	241,050
Trade deposits and short-term prepayments		79,516	37,745
Contract assets		29,510	531,247
Interest accrued on bank deposits and short-term investments		104,886	1,043,376
Other receivables	8	751,691	674,278
Taxation - net		1,884,818	1,362,305
Short-term investments	9	49,365,714	39,464,578
Cash and bank balances		4,952,100	7,169,248
Total current assets		58,205,955	51,049,400
TOTAL ASSETS		112,824,771	105,077,103
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital			
200,000,000 (2024: 200,000,000) ordinary shares of Rs. 10 each		2,000,000	2,000,000
Issued, subscribed and paid-up share capital	10	1,980,951	1,320,634
Reserves			
Capital reserve		126,843	126,843
Revenue reserve - unappropriated profit		12,935,915	14,528,229
Remeasurement of post retirement benefits obligation - net of tax		(390,796)	(390,796)
Surplus on revaluation of property, plant and equipment - net of tax		2,150,710	2,167,806
		14,822,672	16,432,082
TOTAL EQUITY		16,803,623	17,752,716
LIABILITIES			
Non-current liabilities			
Long-term financing	11	1,517,579	1,952,583
Lease liabilities		10,867	11,878
Employees' benefits		1,158,532	1,128,785
Deferred taxation		18,132	-
Total non-current liabilities		2,705,110	3,093,246
Current liabilities			
Trade and other payables	12	91,824,950	82,834,965
Contract liabilities		239,190	190,254
Provision against damage claims		25,794	22,408
Current portion of long-term financing	11	868,800	868,800
Current portion of lease liabilities		2,763	2,630
Unclaimed dividend		289,954	203,955
Accrued mark-up on long-term financing		64,587	108,129
Total current liabilities		93,316,038	84,231,141
TOTAL LIABILITIES		96,021,148	87,324,387
TOTAL EQUITY AND LIABILITIES		112,824,771	105,077,103
CONTINGENCIES AND COMMITMENTS			
	13		

The annexed notes 1 to 25 form an integral part of these unconsolidated condensed interim financial statements.


Syed Jarar Haider Kazmi
 Chief Financial Officer


Mr. Khalil Ahmed
 Director


Mr. Ahsan Ali Malik
 Director

Pakistan National Shipping Corporation
Unconsolidated Condensed Interim Statement of Profit or Loss and
Other Comprehensive Income
For the half year ended December 31, 2024 (Unaudited)

	Quarter ended		Half year ended	
	December 31, 2024	2023 (Restated)	2024	2023 (Restated)
Note -----(Rupees in '000)-----				
REVENUE FROM CONTRACT WITH CUSTOMERS				
Freight income - foreign flag vessels	1,169,183	2,291,712	1,777,160	5,370,615
Service fees	308,682	266,340	627,024	589,971
Other operating activities	40,441	118,688	49,261	205,277
	<u>1,518,306</u>	<u>2,676,740</u>	<u>2,453,445</u>	<u>6,165,863</u>
REVENUE FROM OTHERS				
Rental income	82,464	79,122	163,846	145,754
	<u>1,600,770</u>	<u>2,755,862</u>	<u>2,617,291</u>	<u>6,311,617</u>
EXPENDITURE				
Fleet expenses	(1,215,485)	(1,779,109)	(1,709,795)	(3,911,461)
Vessel management expenses	(423,810)	(368,790)	(798,542)	(628,104)
Real estate expenses	(66,725)	(34,313)	(109,549)	(58,524)
	<u>(1,706,020)</u>	<u>(2,182,212)</u>	<u>(2,617,886)</u>	<u>(4,598,089)</u>
GROSS PROFIT	<u>(105,250)</u>	<u>573,650</u>	<u>(595)</u>	<u>1,713,528</u>
Administrative expenses	(129,546)	(136,819)	(182,200)	(241,674)
Impairment loss on financial assets	(59,030)	(72,799)	(59,030)	(114,541)
Other expenses	(154,072)	27,629	(328,869)	(286,500)
Other income	2,270,630	1,923,214	4,656,537	3,458,915
	<u>1,927,982</u>	<u>1,741,225</u>	<u>4,086,438</u>	<u>2,816,200</u>
OPERATING PROFIT	<u>1,822,732</u>	<u>2,314,875</u>	<u>4,085,843</u>	<u>4,529,728</u>
Finance cost	(103,204)	(188,213)	(240,466)	(585,810)
PROFIT BEFORE LEVIES AND TAXATION	<u>1,719,528</u>	<u>2,126,662</u>	<u>3,845,377</u>	<u>3,943,918</u>
Levies	(145,685)	(262,123)	(247,433)	(354,464)
PROFIT BEFORE TAXATION	<u>1,573,843</u>	<u>1,864,539</u>	<u>3,597,944</u>	<u>3,589,454</u>
Taxation	(648,846)	(521,225)	(1,245,453)	(1,188,649)
PROFIT FOR THE PERIOD	<u>924,997</u>	<u>1,343,314</u>	<u>2,352,491</u>	<u>2,400,805</u>
OTHER COMPREHENSIVE INCOME				
<i>Items that will not be transferred subsequently to profit or loss</i>				
Deferred tax related to change of rate on surplus of revaluation	-	4,681	-	4,681
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>924,997</u>	<u>1,347,995</u>	<u>2,352,491</u>	<u>2,405,486</u>
----- (Rupees) -----				
EARNINGS PER SHARE - basic and diluted	<u>4.67</u>	<u>6.78</u>	<u>11.88</u>	<u>12.12</u>

The annexed notes 1 to 25 form an integral part of these unconsolidated condensed interim financial statements.


Syed Jarar Haider Kazmi
 Chief Financial Officer


Mr. Khalil Ahmed
 Director


Mr. Ahsan Ali Malik
 Director

Pakistan National Shipping Corporation
Unconsolidated Condensed Interim Statement of Changes in Equity
For the half year ended December 31, 2024 (Unaudited)

	Issued, subscribed and paid-up share capital	Capital reserve*	Revenue reserve - unappropriated profit	Remeasurement of post-retirement benefits obligation - net of tax	Surplus on revaluation of property, plant and equipment - net of tax	Total equity
(Rupees in '000)						
Balance as at July 01, 2023	1,320,634	126,843	12,840,594	(194,032)	1,612,524	15,706,563
Profit for the period	-	-	2,400,805	-	-	2,400,805
Other comprehensive income	-	-	-	-	4,681	4,681
Total comprehensive income for the period ended December 31, 2023	-	-	2,400,805	-	4,681	2,405,486
Surplus on revaluation of property, plant and equipment realised during the period on account of incremental depreciation charged thereon - net of tax	-	-	4,016	-	(4,016)	-
Transactions with owners						
Final cash dividend for the year ended June 30, 2023 (Rs. 15 per ordinary share of Rs.10 each)	-	-	(1,980,951)	-	-	(1,980,951)
Balance as at December 31, 2023	<u>1,320,634</u>	<u>126,843</u>	<u>13,264,464</u>	<u>(194,032)</u>	<u>1,613,189</u>	<u>16,131,098</u>
Balance as at July 01, 2024	1,320,634	126,843	14,528,229	(390,796)	2,167,806	17,752,716
Profit for the period	-	-	2,352,491	-	-	2,352,491
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period ended December 31, 2024	-	-	2,352,491	-	-	2,352,491
Surplus on revaluation of property, plant and equipment realised during the period on account of incremental depreciation charged thereon - net of tax	-	-	17,096	-	(17,096)	-
Transactions with owners						
Final cash dividend for the year ended June 30, 2024 (Rs. 25 per ordinary share of Rs.10 each)	-	-	(3,301,584)	-	-	(3,301,584)
Issue of bonus shares at the rate of 50%	660,317	-	(660,317)	-	-	-
Balance as at December 31, 2024	<u>1,980,951</u>	<u>126,843</u>	<u>12,935,915</u>	<u>(390,796)</u>	<u>2,150,710</u>	<u>16,803,623</u>

* This includes an amount transferred from shareholder's equity at the time of merger between former National Shipping Corporation (NSC) and Pakistan Shipping Corporation (PSC). The reserve is not utilisable for the purpose of distribution to shareholders.

The annexed notes 1 to 25 form an integral part of these unconsolidated condensed interim financial statements.


Syed Jarar Haider Kazmi
 Chief Financial Officer


Mr. Khalil Ahmed
 Director


Mr. Ahsan Ali Malik
 Director

Pakistan National Shipping Corporation
Unconsolidated Condensed Interim Statement of Cash Flows
For the half year ended December 31, 2024 (Unaudited)

		Half year ended December 31,	
		2024	2023
		(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
	Note		
Cash generated from operations	19	9,176,548	9,368,691
Employees' gratuity paid		(39,956)	(18,541)
Employees' compensated absences paid		(54,007)	(34,523)
Post-retirement medical benefits paid		(8,081)	(6,726)
Finance cost paid		(282,628)	(617,825)
Income tax and levies paid		(1,726,595)	(763,534)
Long-term loans		797	5,997
Net cash generated from operating activities		7,066,078	7,933,539
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(787,970)	(9,295)
Purchase of intangible assets		(18,823)	(1,307)
Additions to investment properties		(68,800)	-
Short-term investments made - net		(7,753,026)	(21,405,070)
Return on short term investments and bank balances received		2,263,784	1,934,632
Dividend received		9,232	1,028,663
Net cash used in investing activities		(6,355,603)	(18,452,377)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term financing repaid		(435,004)	(3,989,613)
Lease rentals paid		(1,329)	(9,876)
Dividend paid		(3,215,585)	(195,658)
Net cash used in financing activities		(3,651,918)	(4,195,147)
Net decrease in cash and cash equivalents		(2,941,443)	(14,713,985)
Cash and cash equivalents at the beginning of the period		16,342,715	31,628,430
Exchange gain / (loss) on cash and cash equivalents		73,684	(216,580)
Cash and cash equivalents at the end of the period	20	13,474,956	16,697,865

The annexed notes 1 to 25 form an integral part of these unconsolidated condensed interim financial statements.


Syed Jarar Haider Kazmi
 Chief Financial Officer


Mr. Khalil Ahmed
 Director


Mr. Ahsan Ali Malik
 Director

Pakistan National Shipping Corporation

Notes to and Forming Part of the Unconsolidated Condensed Interim Financial Statements

For the half year ended December 31, 2024 (Unaudited)

1. THE CORPORATION AND ITS OPERATIONS

Pakistan National Shipping Corporation (the Corporation) was established under the provisions of the Pakistan National Shipping Corporation Ordinance, 1979 and is principally engaged in the business of shipping, including charter of vessels, transportation of cargo and other related services and providing commercial, technical, administrative, financial and other services to its subsidiaries and third parties in relation to the business of shipping. The Corporation is also engaged in renting out its properties to tenants under lease arrangements. The Corporation is listed on the Pakistan Stock Exchange. The Corporation's registered office is situated at PNSC Building, Moulvi Tamizuddin Khan Road, Karachi.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

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:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), as notified under the Companies Act, 2017, and the State-owned Enterprises (Governance and Operations) Act, 2023.
- Provisions of and directives issued under the Companies Act, 2017 and the State-owned Enterprises (Governance and Operations) Act, 2023.

Where the provisions of and directives issued under the Companies Act, 2017 and the State-owned Enterprises (Governance and Operations) Act, 2023 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 and the State-owned Enterprises (Governance and Operations) Act, 2023 have been followed.

These unconsolidated condensed interim financial statements do not include all the information and disclosures required in an annual audited financial statements, and should be read in conjunction with the financial statements for the year ended June 30, 2024 as these provide an update of previously reported information.

- 2.2 These unconsolidated condensed interim financial statements comprise of the unconsolidated condensed interim statement of financial position as at December 31, 2024 and the unconsolidated condensed interim statement of profit or loss and other comprehensive income, the unconsolidated condensed interim statement of changes in equity, the unconsolidated condensed interim statement of cash flows and notes thereto for the half year ended December 31, 2024.
- 2.3 The comparative statement of financial position presented in these unconsolidated condensed interim financial statements has been extracted from the annual audited financial statements of the Corporation for the year ended June 30, 2024 whereas the comparative unconsolidated condensed interim statement of profit or loss and other comprehensive income, unconsolidated condensed interim statement of changes in equity and unconsolidated condensed interim statement of cash flows for the half year ended December 31, 2023 have been extracted from the unconsolidated condensed interim financial statements of the Corporation for the half year then ended.
- 2.4 These unconsolidated condensed interim financial statements are separate financial statements of the Corporation in which investments in subsidiaries and associate are accounted for at cost less accumulated impairment losses, if any.
- 2.5 These unconsolidated condensed interim financial statements are unaudited and are being submitted to the shareholders as required by listing regulations of Pakistan Stock Exchange vide section 237 of the Companies Act, 2017. The figure for the half year ended December 31, 2024, have, however been subjected to limited scope review by the auditors.
- 2.6 Basis of measurement

These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except as otherwise stated in the respective notes to the unconsolidated condensed interim financial statements.

2.7 Functional and presentation currency

These unconsolidated condensed interim financial statements are presented in Pakistan Rupees which is also the Corporation's functional currency and all financial information presented has been rounded-off to the nearest thousand Rupees except where stated otherwise.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies and the 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 financial statements for the year ended June 30, 2024.

3.1 Amendments to accounting standards that are effective

There are certain amendments to the accounting and reporting standards which are mandatory for the Corporation's annual accounting period which began on July 1, 2024, however, these do not have any significant impact on the Corporation's financial reporting and, therefore, have not been detailed in these unconsolidated condensed interim financial statements.

3.2 Amendments to accounting standards that are not yet effective

There are certain amendments to the accounting and reporting standards that will be mandatory for the Corporation's annual accounting periods beginning on or after July 01, 2025, however, these amendments will not have any significant impact on the financial reporting of the Corporation and, therefore, have not been disclosed in these unconsolidated condensed interim financial statements.

4. SIGNIFICANT ACCOUNTING ESTIMATES, JUDGEMENTS AND ASSUMPTIONS

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, liabilities, income and expenses, however, actual results may differ from these estimates. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Revision to accounting estimates are recognised prospectively commencing from the period of revision.

Judgements and estimates made by the management in the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the Corporation's unconsolidated financial statements for the year ended June 30, 2024.

		(Unaudited) December 31, 2024	(Audited) June 30, 2024
5. PROPERTY, PLANT AND EQUIPMENT	Note	------(Rupees in '000)-----	
Operating fixed assets		2,982,266	2,989,412
Capital work-in-progress (CWIP)		845,466	105,950
	5.1 & 5.3	<u>3,827,732</u>	<u>3,095,362</u>
		(Unaudited) Half year ended December 31, 2024	
5.1 Additions during the period		------(Rupees in '000)-----	
Property, plant and equipment:			
Buildings on leasehold-land		9,977	-
Office equipment		8,808	3,405
Furniture and fixtures		4,586	2,301
Computer equipment		20,766	3,589
Workshop machinery		4,317	-
		<u>48,454</u>	<u>9,295</u>
Capital work in progress:			
Vessel	5.2	701,510	-
Building - PNSC (15th and 16th floors)		38,006	-
		<u>739,516</u>	<u>-</u>

5.2 The Corporation has entered into an agreement with Karachi Shipyard & Engineering Works Limited (KSEW) for construction of a container ship for consideration of USD 24.75 million (equivalent to Rs. 6,920.1 million). As at December 31, 2024, the Corporation has made advance payment of USD 2.475 (equivalent to Rs. 687.5 million) and the balance amount of USD 22.275 million (equivalent to Rs. 6,224.479 million) will be made upon completion of each of the eight milestones, by December 2027.

	(Unaudited) Half year ended December 31,	
	2024	2023
Note	------(Rupees in '000)-----	
5.3 Depreciation charge for the period	55,600	40,148

	(Unaudited) December 31, 2024	(Audited) June 30, 2024
	------(Rupees in '000)-----	

6. INTANGIBLE ASSETS

Balance at beginning of the period / year	982	-
Transfers / additions during the period / year	178,287	1,308
Amortisation	(18,047)	(326)
Balance at end of the period / year	161,222	982

Capital work-in-progress (CWIP)

Balance at beginning of the period / year	159,463	73,559
Additions during the period / year	18,824	85,904
Transfers during the period / year	(178,287)	-
Balance at end of the period / year	-	159,463
	161,222	160,445

7. TRADE DEBTS - unsecured

- Due from related parties	7.1	2,556,877	2,319,354
- Due from others		491,218	394,116
		3,048,095	2,713,470
Allowance for expected credit loss (ECL)	7.2	(2,256,031)	(2,198,092)
		792,064	515,378

7.1 Ageing analysis of amounts due from related parties, included in trade debts, are as follows:

	(Unaudited)			As at December 31, 2024	(Audited) As at June 30, 2024
	Upto 1 month	1 to 6 months	More than 6 months	------(Rupees in '000)-----	
Pakistan State Oil Company Limited	-	-	1,849,833	1,849,833	1,849,833
Pak Arab Refinery Limited	-	-	59,065	59,065	95,259
Pakistan Refinery Limited	-	-	452	452	12,384
Sui Northern Gas Pipelines Limited	189,051	166	-	189,217	12,634
Sui Southern Gas Pipelines Limited	2,028	-	-	2,028	42
District Controller of Stores	-	-	2,864	2,864	5,001
Embarkation Commandant	101	63,284	115,466	178,851	115,662
Officer Commanding PAF	21,999	20,481	103,440	145,920	110,254
Pakistan Ordnance Factory	-	13,710	-	13,710	14,975
Others	19,545	28,900	66,492	114,937	103,310
	232,724	126,541	2,197,612	2,556,877	2,319,354

		(Unaudited) December 31, 2024	(Audited) June 30, 2024
	Note	------(Rupees in '000)-----	
7.2 Allowance for ECL			
Opening balance		2,198,092	1,929,383
Charged during the period / year		58,147	272,297
Write-off during the period / year		(208)	(3,588)
Closing balance		<u>2,256,031</u>	<u>2,198,092</u>
8. OTHER RECEIVABLES			
- Due from related parties	8.1	673,657	638,124
- Due from others	8.2	<u>137,647</u>	<u>93,474</u>
		811,304	731,598
Allowance for ECL	8.3	<u>(59,613)</u>	<u>(57,320)</u>
		<u>751,691</u>	<u>674,278</u>
8.1 Related parties:			
- Government of Pakistan		312,457	231,612
- Port Qasim Authority		358,221	403,533
- Karachi Port Trust		<u>2,979</u>	<u>2,979</u>
		<u>673,657</u>	<u>638,124</u>
8.2			
It includes withholding tax receivable against bonus shares, receivable against war risk premium and chartering agents.			
		(Unaudited) December 31, 2024	(Audited) June 30, 2024
	Note	------(Rupees in '000)-----	
8.3 Allowance for ECL			
Opening balance		57,320	80,637
Charged / (reversal) during the period / year		<u>2,293</u>	<u>(23,317)</u>
Closing balance		<u>59,613</u>	<u>57,320</u>
9. SHORT-TERM INVESTMENTS			
Amortised cost			
Treasury-bills having maturity of:			
- more than three months		1,340,077	-
- three months or less		-	3,045,824
	9.1	<u>1,340,077</u>	<u>3,045,824</u>
Term-deposits with banks having maturity of:			
- more than three months		650,000	6,000,000
- three months or less		<u>8,522,856</u>	<u>6,127,643</u>
	9.2	<u>9,172,856</u>	<u>12,127,643</u>
Fair value through profit or loss			
Units of Mutual funds:			
- Conventional		38,852,713	24,290,098
- Shariah compliant		68	1,013
	9.3	<u>38,852,781</u>	<u>24,291,111</u>
		<u>49,365,714</u>	<u>39,464,578</u>

- 9.1 During the period, effective interest rates ranging from 12.10% to 21.91% (June 30, 2024: 21.55% to 22.80%) per annum.
- 9.2 During the period, mark-up on term-deposits denominated in local currency ranges from 13.80% to 22.44% (June 30, 2024: 21.20% to 22.44%) per annum, whereas mark-up on term deposits denominated in foreign currency ranges from 7.85% to 8.25% (June 30, 2024: 6.25% to 8.50%) per annum.

	(Unaudited) December 31, 2024	(Audited) June 30, 2024
	----- (Rupees in '000) -----	
9.3 Movement of mutual funds		
Opening	24,291,111	3,232,258
Purchased during the period / year	62,941,964	43,802,340
Dividend reinvested during the period / year	7,153	1,852,491
Redeemed during the period / year	(50,015,526)	(24,727,182)
Unrealised gain on fair value	1,628,079	131,204
Closing	<u>38,852,781</u>	<u>24,291,111</u>

10. ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL

(Unaudited) December 31, 2024	(Audited) June 30, 2024		(Unaudited) December 31, 2024	(Audited) June 30, 2024
----- (No. of shares) -----			----- (Rupees in '000) -----	
24,130,789	24,130,789	Ordinary shares of Rs. 10 each issued to shareholders of former National Shipping Corporation (NSC) and Pakistan Shipping Corporation (PSC) in consideration of their shareholdings in those companies	241,308	241,308
25,900,000	25,900,000	Ordinary shares of Rs. 10 each issued to GoP for cash received in the year 1985	259,000	259,000
64,309,800	64,309,800	Ordinary shares of Rs. 10 each issued to the GoP on the financial restructuring of the Corporation in the year 1989-90	643,098	643,098
83,754,481	17,722,791	Ordinary shares of Rs. 10 each issued as bonus shares (Note 10.3)	837,545	177,228
<u>198,095,070</u>	<u>132,063,380</u>		<u>1,980,951</u>	<u>1,320,634</u>

- 10.1 As at December 31, 2024, Government of Pakistan held 173,450,565 (June 30, 2024: 115,633,710) ordinary shares, representing 87.56% (June 30, 2024: 87.56%) shareholding of the Corporation.
- 10.2 The Corporation has one class of ordinary shares which carry no rights to fixed income. The holders of shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at the meeting of the Corporation. All shares rank equally with regard to the Corporation's residual assets.
- 10.3 During the period, the Corporation issued a total of 66,031,690 bonus shares.

		(Unaudited) December 31, 2024	(Audited) June 30, 2024
	Note	------(Rupees in '000)-----	
11. LONG-TERM FINANCING - secured			
Financing under musharika agreement	11.1	2,386,379	2,821,383
Current portion of long-term financing shown in current liabilities		<u>(868,800)</u>	<u>(868,800)</u>
		<u>1,517,579</u>	<u>1,952,583</u>

11.1 The Corporation has obtained financing facility during the year ended June 30, 2023 with a consortium led by Faysal Bank Limited carrying mark-up at the rate of 3 months KIBOR + 0.12% per annum. The loan, along with mark-up, is repayable on a quarterly basis with the last repayment date on July 27, 2027. As of the reporting date, the Corporation has drawn Rs. 2,064 million and Rs. 2,280 million to finance its subsidiary companies namely Lalazar Shipping (Private) Limited and Sargodha Shipping (Private) Limited respectively for purchase of vessels. The facility is secured by way of first mortgage charge over procured vessels owned by respective subsidiaries.

		(Unaudited) December 31, 2024	(Audited) June 30, 2024
		------(Rupees in '000)-----	
12. TRADE AND OTHER PAYABLES			
Creditors		203,085	188,266
Current account balances with subsidiary companies		89,375,607	79,792,991
Agents' and owners' balances		685,167	727,744
Accrued liabilities		1,234,196	1,486,351
Deposits		115,214	78,283
Workers' Profit Participation Fund		123,878	477,963
Withholding tax payable		77,690	75,313
Other liabilities		<u>10,113</u>	<u>8,054</u>
		<u>91,824,950</u>	<u>82,834,965</u>

13. CONTINGENCIES AND COMMITMENTS

Contingencies

13.1 There are no major changes in the status of contingencies as reported in the unconsolidated financial statements for the year ended June 30, 2024, except for:

The liability in respect of claims not acknowledged by the Corporation aggregated to Rs. 228.936 million as of the period end (June 30, 2024: Rs. 535.565 millions). These claims mainly relate to deficiencies in shipping documentation, delay in delivery of cargo and damages to cargo. A sum of Rs. 202.166 million (June 30, 2024: Rs. 513.157 millions) would be recoverable from P&I Club, Steamship Mutual Underwriting Association (Bermuda) Limited in the event that these claims are accepted by the Corporation. As a matter of prudence, the management has made a total provision of Rs. 25.794 million (June 30, 2024: Rs. 22.408 million) against the aforementioned claims in these unconsolidated condensed interim financial statements.

Commitments

13.2 Outstanding letters of guarantee amounted to Rs. 24.082 million (2024: Rs. 24.082 million).

13.3 The Corporation has provided an undertaking amounting to Rs. 3,241,480 million (USD 11.6 million) to one of the vendor / supplier of another state owned entity. This undertaking has been provided due to arrest of two of its managed vessels operated by its subsidiaries which have been released subsequently. The Government of Pakistan has provided a counter guarantee to the Corporation in relation to the aforesaid undertaking.

		(Unaudited)	
		Half year ended December 31,	
		2024	2023
		----- (Rupees in '000) -----	
19.	CASH GENERATED FROM / (USED IN) OPERATIONS	Note	
	Profit before levies and taxation	3,845,377	3,943,918
	Adjustments for non-cash charges and other items:		
	Depreciation on:		
	Property, plant and equipment	55,600	40,148
	Right-of-use assets	901	2,234
	Amortization	18,046	109
	Provision for employees' gratuity	71,533	(116,193)
	Provision for employees' compensated absences	55,257	47,741
	Provision for post-retirement medical benefits	3,980	4,963
	Provision for workers profit participation fund	123,878	134,592
	Liabilities no longer to payable written back	(193,240)	-
	Income from saving accounts and term deposits:		
	Conventional	(1,257,043)	(2,113,703)
	Shariah compliant	(68,251)	(117,453)
	Finance cost:		
	Long-term financing	239,086	584,551
	Lease liabilities	451	1,259
	Dividend income:		
	Dividend income from conventional mutual funds	(6,925)	(1,027,168)
	Dividend income from shariah compliant mutual funds	(2,307)	-
	Listed companies	-	(1,495)
	Impairment loss / (reversal) on:		
	Trade debts	58,147	82,490
	Other receivables	2,293	30,186
	Agents' and owners' balances	(1,410)	1,865
	Unrealized gain on revaluation of long-term investments in listed securities	(61,536)	(12,932)
	Gain on termination of lease contracts	-	(6,989)
	Unrealized exchange (gain) / loss on revaluation of foreign currency	(73,684)	213,221
	Realised loss on revaluation of foreign currency	-	216,580
	Capital gain on redemption of mutual funds:		
	Conventional	(808,245)	-
	Shariah compliant	(362,397)	-
	Unrealized gain on mutual funds:		
	Conventional	(1,628,079)	-
	Working capital changes	19.1	7,460,767
		<u>9,176,548</u>	<u>9,368,691</u>

19.1. Working capital changes

(Increase) / decrease in current assets:

Trade debts - unsecured	(334,833)	(463,593)
Agents' and owners' balances - unsecured	(5,978)	219
Loans and advances	12,977	74,129
Trade deposits and short-term prepayments	(41,771)	2,456
Contract assets	501,737	(10,547)
Other receivables	(79,706)	(121,303)
	<u>52,426</u>	<u>(518,639)</u>

Increase / (decrease) in current liabilities:

Trade and other payables	9,060,368	8,253,658
Net increase in damage claims	3,386	130
Contract liabilities	48,936	(274,382)
	<u>9,112,690</u>	<u>7,979,406</u>
	<u>9,165,116</u>	<u>7,460,767</u>

		(Unaudited)	
		Half year ended	
		December 31,	
		2024	2023
		----- (Rupees in '000) -----	
20.	CASH AND CASH EQUIVALENTS		
	Short-term investments having maturity of three months or less	8,522,856	8,882,847
	Cash and bank balances	4,952,100	7,815,018
		<u>13,474,956</u>	<u>16,697,865</u>

21. FINANCIAL RISK MANAGEMENT AND FAIR VALUE DISCLOSURES

21.1 Financial risk factors

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

These unconsolidated condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the Corporation's annual unconsolidated financial statements as at June 30, 2024. There have been no changes in risk management policies since the year end.

21.2 Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

Fair value hierarchy

As at December 31, 2024, the Corporation's all assets and liabilities are carried at cost less accumulated depreciation / impairment, if any, or at amortised cost except for those mentioned below:

The Corporation's leasehold land, buildings on leasehold-land, beach huts and workshop machinery and equipment are stated at revalued amounts, being the fair value at the date of revaluation, less any subsequent accumulated depreciation and subsequent accumulated impairment losses, if any. The fair value measurements of the Corporation's leasehold-land, buildings on leasehold-land, beach huts and workshop machinery and equipment as at June 30, 2024 was performed by an independent valuer.

The Corporation classifies investment properties and long-term investments in listed companies measured at fair value in the statement of financial position. The latest fair valuation of the Corporation's investment properties was performed by an independent valuer as at June 30, 2024.

The valuation techniques and inputs used to develop fair value measurements of aforementioned assets are as follows:

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

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

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

There were no transfers between level 1, 2 or 3 of the fair value hierarchy during the period.

Details of fair value hierarchy and information relating to fair value of Corporation's leasehold-land, buildings on leasehold-land, beach huts, workshop machinery and equipment, investments categorised as fair value through profit or loss and investment properties are as follows:

	(Unaudited) December 31, 2024			Total
	Level 1	Level 2	Level 3	
Assets carried at fair value	(Rupees in '000)			
Long-term investments - Fair value through profit or loss	98,310	-	-	98,310
Short-term investments - mutual funds	38,852,781	-	-	38,852,781
	<u>38,951,091</u>	<u>-</u>	<u>-</u>	<u>38,951,091</u>
Leasehold-land	-	-	1,687,179	1,687,179
Buildings on leasehold-land	-	-	1,125,836	1,125,836
Beach huts	-	-	15,108	15,108
Workshop machinery and equipment	-	-	31,779	31,779
Investment properties	-	-	4,389,152	4,389,152
	<u>38,951,091</u>	<u>-</u>	<u>7,249,054</u>	<u>46,200,145</u>

	(Audited) June 30, 2024			Total
	Level 1	Level 2	Level 3	
Assets carried at fair value	(Rupees in '000)			
Long-term investments - Fair value through profit or loss	36,774	-	-	36,774
Short-term investments - mutual funds	24,291,111	-	-	24,291,111
	<u>24,327,885</u>	<u>-</u>	<u>-</u>	<u>24,327,885</u>
Leasehold-land	-	-	1,687,179	1,687,179
Buildings on leasehold-land	-	-	1,143,135	1,143,135
Beach huts	-	-	16,474	16,474
Workshop machinery and equipment	-	-	30,095	30,095
Investment properties	-	-	4,320,352	4,320,352
	<u>24,327,885</u>	<u>-</u>	<u>7,197,235</u>	<u>31,525,120</u>

22. TRANSACTIONS WITH RELATED PARTIES

The Corporation has related party relationships with its subsidiaries, associate, Government of Pakistan and its related entities, employee benefit plans and its directors and executive officers (including their associates). Transactions with related parties essentially entail investments made in subsidiary companies, dividend income received from related investee companies, freight income and chartering revenue recovered, recovery of demurrage, rental income, services fee charged on account of rendering of technical, commercial, administrative and financial services, expenses charged to subsidiary companies on actual cost basis etc. Service fee charges on account of rendering of technical, commercial, administrative and financial services is charged to subsidiary companies and related parties on the basis of mutually agreed terms. Balances with related parties have been disclosed in the relevant notes to these unconsolidated condensed interim financial statements. Further, transactions entered into with the key management personnel as per their terms of employment are also included in related party transactions.

The significant transactions carried out by the Corporation with related parties during the period are given below:

Name and particulars	(Unaudited)	
	Half year ended	
	December 31, 2024	2023
	(Rupees in '000)	
Transactions with State owned / controlled entities		
Freight income - foreign flag vessels	1,335,632	3,362,191
Income from other operating activities	240,188	120,931
Rental income	15,833	14,233
Rental and other expenses	713	992

Name and particulars	Relationship with the Corporation	(Unaudited)	
		Half year ended December 31, 2024	2023
----- (Rupees in '000) -----			
Transactions with subsidiary companies			
Service fee charged to subsidiary companies		627,024	589,971
Retirement benefit costs charged to subsidiary companies		1,020	600
Transactions with other related parties			
Employees' retirement benefit funds	Employees benefit plan	2,403	18,541
Directors' fee and traveling allowances	Key management personnel	15,281	3,625
Remuneration and other benefits	Key management personnel	40,067	58,029
Dividend paid to Government of Pakistan	Government holding	2,890,843	-
Issue of bonus shares to Government of Pakistan	Government holding	578,169	-

22.1 In addition, the Corporation is also engaged in making certain payments / collections on behalf of the subsidiary companies in accordance with the Technical and Commercial Services and Administrative and Financial Services Agreement which are settled through current accounts of the subsidiary companies.

23. RECLASSIFICATION

The Institute of Chartered Accountants of Pakistan (ICAP) issued 'IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes' (the Guide) in May 2024, which requires to classify certain amounts of tax paid under minimum and final tax regime separately as a levies instead of classifying under current tax. The Corporation applied Guide for the first time in the annual unconsolidated financial statements for the year ended June 30, 2024 and reported the change in accounting policy in note 5.26.4 of the annual unconsolidated financial statements for the year ended June 30, 2024. Accordingly, in these condensed interim financial statements, the Corporation has represented the levies and income tax amounts as stated below:

(Unaudited)					
For the quarter ended December 31, 2023			For the half year ended December 31, 2023		
Had there been no change in accounting policy	After incorporating effects of change in accounting policy	Impact of change in accounting policy	Had there been no change in accounting policy	After incorporating effects of change in accounting policy	Impact of change in accounting policy
----- (Rupees in '000) -----					

Representation on statement of profit or loss and other comprehensive income

Profit before taxation	2,126,662	1,864,539	262,123	3,943,918	3,589,454	354,464
Levies	-	262,123	262,123	-	354,464	354,464
Taxation	783,348	521,225	262,123	1,543,113	1,188,649	354,464

24. GENERAL

24.1 NON-ADJUSTING EVENTS AFTER REPORTING DATE

The Board of Directors in its meeting held on February 21, 2025 has approved an interim cash dividend of Rs. 10 per share for the period ended December 31, 2024 (December 31, 2023: Rs. 10 per share). The unconsolidated condensed interim financial statements do not include the effect of the said interim dividend.

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

25. DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorised for issue on February 21, 2025 by the Board of Directors (BOD) of the Corporation. The BOD has authorised two directors to sign these unconsolidated condensed interim financial statements as Chief Executive Officer of the Corporation is not yet appointed.


Syed Jarar Haider Kazmi
 Chief Financial Officer


Mr. Khalil Ahmed
 Director


Mr. Ahsan Ali Malik
 Director

The background features a hand holding a pen over a calculator and various financial charts, including bar graphs and line graphs. The calculator is a standard desktop model with a display screen and various function keys. The charts are overlaid on a light blue background with geometric shapes.

**(UNAUDITED)
CONSOLIDATED INTERIM
FINANCIAL STATEMENTS
OF PAKISTAN NATIONAL
SHIPPING CORPORATION
(GROUP)**

**FOR THE HALF YEAR ENDED
DECEMBER 31, 2024**

Pakistan National Shipping Corporation and its Subsidiary Companies

Consolidated Condensed Interim Statement of Financial Position

As at December 31, 2024

		(Unaudited) December 31, 2024	(Audited) June 30, 2024
	Note	------(Rupees in '000)-----	
ASSETS			
Non-current assets			
Property, plant and equipment	5	35,730,110	36,500,711
Right-of-use assets		7,613	8,514
Intangible assets	6	161,222	160,445
Investment properties		4,389,152	4,320,352
Long-term investments in:			
- Related party (an associate)		-	-
- Listed companies and an other entity		98,410	36,874
Long-term loans		18,699	19,496
Deferred taxation		-	270,672
Total non-current assets		40,405,206	41,317,064
Current assets			
Stores and spares		2,954,187	2,644,062
Trade debts	7	3,089,449	3,825,726
Agents' and owners' balances		17,583	10,195
Loans and advances		1,013,168	660,438
Trade deposits and short-term prepayments		85,041	41,659
Contract assets		439,673	1,532,741
Interest accrued on bank deposits and short-term investments		104,886	1,043,376
Other receivables	8	2,558,591	1,257,339
Taxation-net		1,413,286	889,066
Short-term investments	9	49,404,393	39,499,603
Cash and bank balances		4,955,069	7,172,765
Total current assets		66,035,326	58,576,970
TOTAL ASSETS		106,440,532	99,894,034
EQUITY AND LIABILITIES			
EQUITY ATTRIBUTABLE TO THE OWNERS OF THE HOLDING COMPANY			
Authorised share capital			
200,000,000 (2024: 200,000,000) ordinary shares of Rs. 10 each		2,000,000	2,000,000
Issued, subscribed and paid-up share capital			
Reserves	10	1,980,951	1,320,634
Capital reserve		131,344	131,344
Revenue reserves		89,511,632	85,080,935
Remeasurement of post retirement benefits obligation - net of tax		(390,798)	(390,798)
Surplus on revaluation of property, plant and equipment - net of tax		2,153,725	2,170,853
EQUITY ATTRIBUTABLE TO THE OWNERS OF THE HOLDING COMPANY		91,406,104	86,992,334
NON-CONTROLLING INTEREST		15,535	14,596
TOTAL EQUITY		93,402,590	88,327,564
Non-current liabilities			
Long-term financing	11	1,517,579	1,952,583
Lease liabilities		10,894	11,878
Employees' benefits		1,158,532	1,128,785
Deferred taxation		18,132	-
Total non-current liabilities		2,705,137	3,093,246
Current liabilities			
Trade and other payables	12	8,772,248	6,967,262
Contract liabilities		290,094	300,040
Provision against damage claims		44,386	22,408
Current portion of long-term financing	11	868,800	868,800
Current portion of lease liabilities		2,736	2,630
Unclaimed dividend		289,954	203,955
Accrued mark-up on long-term financing		64,587	108,129
Total current liabilities		10,332,806	8,473,224
TOTAL LIABILITIES		13,037,942	11,566,470
TOTAL EQUITY AND LIABILITIES		106,440,532	99,894,034
CONTINGENCIES AND COMMITMENTS			
	13		

The annexed notes 1 to 25 form an integral part of these consolidated condensed interim financial statements.


Syed Jarar Haider Kazmi
 Chief Financial Officer


Mr. Khalil Ahmed
 Director


Mr. Ahsan Ali Malik
 Director

Pakistan National Shipping Corporation and its Subsidiary Companies
Consolidated Condensed Interim Statement of Profit or Loss and
Other Comprehensive Income
For the half year ended December 31, 2024 (Unaudited)

	Note	Quarter ended December 31,		Half year ended December 31,	
		2024	2023 (Restated)	2024	2023 (Restated)
------(Rupees in '000)-----					
REVENUE FROM CONTRACT WITH CUSTOMERS					
Income from shipping business		7,859,282	9,751,312	17,376,690	20,885,419
Other operating activities		1,067,549	694,156	2,307,938	2,788,232
		8,926,831	10,445,468	19,684,628	23,673,651
REVENUE FROM OTHERS					
Rental income		82,464	80,192	163,846	147,894
		9,009,295	10,525,660	19,848,474	23,821,545
EXPENDITURE					
Fleet expenses		(6,870,777)	(7,334,750)	(12,902,178)	(14,439,864)
Real estate expenses		(66,725)	(34,313)	(109,549)	(58,524)
		(6,937,502)	(7,369,063)	(13,011,727)	(14,498,388)
GROSS PROFIT					
		2,071,793	3,156,597	6,836,747	9,323,157
Administrative expenses		(565,844)	(513,587)	(1,005,307)	(933,229)
Impairment loss on financial assets		(69,595)	(29,398)	(86,060)	(114,141)
Other expenses		(155,834)	(48,307)	(359,791)	(178,669)
Other income	14	2,398,689	1,665,814	4,801,839	3,600,532
		1,607,416	1,074,522	3,350,681	2,374,493
OPERATING PROFIT					
		3,679,209	4,231,119	10,187,428	11,697,650
Finance costs	15	(106,243)	(191,508)	(246,481)	(592,223)
PROFIT BEFORE LEVIES AND TAXATION					
		3,572,966	4,039,611	9,940,947	11,105,427
Levies	16	(181,475)	(297,486)	(318,884)	(427,029)
PROFIT BEFORE TAXATION					
		3,391,491	3,742,125	9,622,063	10,678,398
Taxation	17	(648,846)	(521,225)	(1,245,453)	(1,188,649)
PROFIT FOR THE PERIOD					
		2,742,645	3,220,900	8,376,610	9,489,749
OTHER COMPREHENSIVE INCOME					
Other comprehensive income		-	4,681	-	4,681
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD					
		2,742,645	3,225,581	8,376,610	9,494,430
PROFIT FOR THE YEAR ATTRIBUTABLE TO:					
Equity holders of the Holding Company		2,741,706	3,219,669	8,375,671	9,493,199
Non-controlling interest		939	1,231	939	1,231
		2,742,645	3,220,900	8,376,610	9,494,430
------(Rupees)-----					
EARNINGS PER SHARE FOR PROFIT ATTRIBUTABLE TO EQUITY HOLDERS OF THE HOLDING COMPANY					
- basic and diluted	18	13.85	16.26	42.29	47.91

The annexed notes 1 to 25 form an integral part of these consolidated condensed interim financial statements.


Syed Jarar Haider Kazmi
 Chief Financial Officer


Mr. Khalil Ahmed
 Director


Mr. Ahsan Ali Malik
 Director

Pakistan National Shipping Corporation and its Subsidiary Companies

Consolidated Condensed Interim Statement of Changes in Equity

For the half year ended December 31, 2024 (Unaudited)

	Attributable to the owners of the Holding Company						Total reserves	Non-controlling interest	Total equity	
	Issued, subscribed and paid-up share capital	Capital reserve*	General reserve	Unappropriated profit	Sub-total reserves	Re-measurement of post retirement benefits obligation - net of tax				Surplus on revaluation of property, plant and equipment - net of tax
	(Rupees in '000)									
Balance as at July 01, 2023	1,320,634	131,344	129,307	68,068,311	68,197,618	(194,034)	1,612,524	69,747,452	11,808	71,079,894
Transactions with owners										
Final cash dividend for the year ended June 30, 2023 (Rs. 15 per ordinary share of Rs.10 each)	-	-	-	(1,980,951)	(1,980,951)	-	-	(1,980,951)	-	(1,980,951)
Profit for the period	-	-	-	9,488,518	9,488,518	-	-	9,488,518	1,231	9,489,749
Other comprehensive income	-	-	-	-	-	-	4,681	4,681	-	4,681
Total comprehensive income for the period ended December 31, 2023	-	-	-	9,488,518	9,488,518	-	4,681	9,493,199	1,231	9,494,430
Surplus on revaluation of property, plant and equipment realised during the period on account of incremental depreciation charged thereon - net of tax	-	-	-	4,016	4,016	-	(4,016)	-	-	-
Balance as at December 31, 2023	1,320,634	131,344	129,307	75,579,894	75,709,201	(194,034)	1,613,189	77,259,700	13,039	78,593,373
Balance as at July 01, 2024	1,320,634	131,344	129,307	84,951,628	85,080,935	(390,798)	2,170,853	86,992,334	14,596	88,327,564
Transactions with owners										
Final cash dividend for the year ended June 30, 2024 (Rs. 25 per ordinary share of Rs.10 each)	-	-	-	(3,301,584)	(3,301,584)	-	-	(3,301,584)	-	(3,301,584)
Issue of bonus shares at rate of 50%	660,317	-	-	(660,317)	(660,317)	-	-	(660,317)	-	-
Profit for the period	-	-	-	8,375,671	8,375,671	-	-	8,375,671	939	8,376,610
Other comprehensive income	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period ended December 31, 2024	-	-	-	8,375,671	8,375,671	-	-	8,375,671	939	8,376,610
Surplus on revaluation of property, plant and equipment realised during the period on account of incremental depreciation charged thereon - net of tax	-	-	-	17,128	17,128	-	(17,128)	-	-	-
Balance as at December 31, 2024	1,980,951	131,344	129,307	89,382,526	89,511,833	(390,798)	2,153,725	91,406,104	15,535	93,402,590

* This includes an amount transferred from shareholder's equity at the time of merger between former National Shipping Corporation (NSC) and Pakistan Shipping Corporation (PSC). The reserve is not utilisable for the purpose of distribution to shareholders.

The annexed notes 1 to 25 form an integral part of these consolidated condensed interim financial statements.


Syed Jarar Haider Kazmi
 Chief Financial Officer


Mr. Khalil Ahmed
 Director


Mr. Ahsan Ali Malik
 Director

Pakistan National Shipping Corporation and its Subsidiary Companies
Consolidated Condensed Interim Statement of Cash Flows
For the half year ended December 31, 2024 (Unaudited)

	Note	Half year ended December 31,	
		2024	2023
(Rupees in '000)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	19	9,881,512	10,957,371
Employees' gratuity paid		(39,956)	(18,541)
Employees' compensated absences paid		(54,007)	(34,523)
Post-retirement medical benefits paid		(8,081)	(6,726)
Finance costs paid		(283,548)	(624,238)
Income tax and levies paid		(1,799,753)	(834,604)
Long-term loans		797	5,997
Net cash generated from operating activities		7,696,964	9,444,736
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(1,416,243)	(1,520,872)
Purchase of intangible assets		(18,823)	(1,307)
Additions to investment properties		(68,800)	-
Short-term investments made - net		(7,753,026)	(21,414,251)
Return on short term investments and bank balances received		2,263,784	1,938,190
Dividend received		9,232	1,031,219
Net cash used in investing activities		(6,983,876)	(19,967,021)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term financing repaid		(435,004)	(3,989,613)
Lease rentals paid		(1,329)	(9,876)
Dividend paid		(3,215,585)	(195,670)
Net cash used in financing activities		(3,651,918)	(4,195,159)
Net decrease in cash and cash equivalents		(2,938,830)	(14,717,444)
Cash and cash equivalents at the beginning of the period		16,346,232	31,634,374
Exchange gain / (loss) on cash and cash equivalents		70,523	(216,580)
Cash and cash equivalents at the end of the period	20	13,477,925	16,700,350

The annexed notes 1 to 25 form an integral part of these consolidated condensed interim financial statements.


Syed Jarar Haider Kazmi
 Chief Financial Officer


Mr. Khalil Ahmed
 Director


Mr. Ahsan Ali Malik
 Director

Pakistan National Shipping Corporation and its Subsidiary Companies

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

For the half year ended December 31, 2024 (Unaudited)

1. THE GROUP AND ITS OPERATIONS

The Group consist of Pakistan National Shipping Corporation (the Holding Company), its subsidiary companies and an associate (together 'the Group'). The Holding Company was formed under the provisions of the Pakistan National Shipping Corporation Ordinance, 1979 while the subsidiaries were formed and registered under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017), respectively. The Group is principally engaged in the business of shipping, including charter of vessels, transportation of cargo and other related services. The Group is also engaged in renting out its properties to tenants under lease agreements. The Group's registered office is situated at PNSC Building, Moulvi Tamizuddin Khan Road, Karachi except for Pakistan Co-operative Ship Stores (Private) Limited which is situated at 70/4, Timber Pond, N.M Reclamation Kemari, Karachi.

The Group consists of:

Holding company

Pakistan National Shipping Corporation

Percentage of Shareholding

Subsidiary companies

- Bolan Shipping (Private) Limited*	100
- Chitral Shipping (Private) Limited*	100
- Hyderabad Shipping (Private) Limited*	100
- Johar Shipping (Private) Limited**	100
- Karachi Shipping (Private) Limited**	100
- Khairpur Shipping (Private) Limited*	100
- Lahore Shipping (Private) Limited*	100
- Lalazar Shipping (Private) Limited*	100
- Makran Shipping (Private) Limited**	100
- Malakand Shipping (Private) Limited*	100
- Multan Shipping (Private) Limited*	100
- National Ship Management and Crewing (Private) Limited**	100
- Pakistan Marine and Shipping Services Company (Private) Limited**	100
- Quetta Shipping (Private) Limited*	100
- Sargodha Shipping (Private) Limited*	100
- Shalamar Shipping (Private) Limited*	100
- Sibi Shipping (Private) Limited*	100
- Swat Shipping (Private) Limited**	100
- Pakistan Co-operative Ship Stores (Private) Limited	73

Associate

- Muhammadi Engineering Works (Private) Limited	49
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* These wholly owned subsidiaries operate one vessel / tanker.

** These wholly owned subsidiaries currently do not own any vessel.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

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 the State-owned Enterprises (Governance and Operations) Act, 2023.
- Provisions of and directives issued under the Companies Act, 2017 and the State-owned Enterprises (Governance and Operations) Act, 2023.

Where the provisions of and directives issued under the Companies Act, 2017 and the State-owned Enterprises (Governance and Operations) Act, 2023 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 and the State-owned Enterprises (Governance and Operations) Act, 2023 have been followed.

These consolidated condensed interim financial statements do not include all the information and disclosures required in an annual audited financial statements, and should be read in conjunction with the financial statements for the year ended June 30, 2024 as these provide an update of previously reported information.

- 2.2 These consolidated condensed interim financial statements comprise of the consolidated condensed interim statement of financial position as at December 31, 2024 and the consolidated condensed interim statement of profit or loss and other comprehensive income, the consolidated condensed interim statement of changes in equity, the consolidated condensed interim statement of cash flows and notes thereto for the half year ended December 31, 2024.
- 2.3 The comparative statement of financial position presented in these consolidated condensed interim financial statements has been extracted from the annual audited financial statements of the Group for the year ended June 30, 2024 whereas the comparative consolidated condensed interim statement of profit or loss and other comprehensive income, consolidated condensed interim statement of changes in equity and consolidated condensed interim statement of cash flows for the half year ended December 31, 2023 have been extracted from the consolidated condensed interim financial statements of the Group for the half year then ended.

- 2.4 These consolidated condensed interim financial statements are separate financial statements of the Group in which investments in subsidiaries and associate are accounted for at cost less accumulated impairment losses, if any.
- 2.5 These consolidated condensed interim financial statements are unaudited and are being submitted to the shareholders as required by listing regulations of Pakistan Stock Exchange vide section 237 of the Companies Act, 2017. The figure for the half year ended December 31, 2024, have, however been subjected to limited scope review by the auditors.

2.6 Basis of measurement

These consolidated condensed interim financial statements have been prepared under the historical cost convention except as otherwise stated in the respective notes to the consolidated condensed interim financial statements.

2.7 Functional and presentation currency

These consolidated condensed interim financial statements are presented in Pakistan Rupees which is also the Group's functional currency and all financial information presented has been rounded-off to the nearest thousand Rupees except where stated otherwise.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of the consolidated financial statements for the year ended June 30, 2024.

3.1 Amendments to accounting standards that are effective

There are certain amendments to the accounting and reporting standards which are mandatory for the Group's annual accounting period which began on July 01, 2024, however, these do not have any significant impact on the Group's financial reporting and, therefore, have not been detailed in these consolidated condensed interim financial statements.

3.2 Amendments to accounting standards that are not yet effective

There are certain amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 01, 2025, however, these amendments will not have any significant impact on the financial reporting of the Group and, therefore, have not been disclosed in these consolidated condensed interim financial statements.

4. SIGNIFICANT ACCOUNTING ESTIMATES, JUDGEMENTS AND ASSUMPTIONS

The preparation of 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, liabilities, income and expenses, however, actual results may differ from these estimates. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Revision to accounting estimates are recognised prospectively commencing from the period of revision.

Judgements and estimates made by the management in the preparation of these consolidated condensed interim financial statements are the same as those applied in the Group's consolidated financial statements for the year ended June 30, 2024.

		(Unaudited) December 31, 2024	(Audited) June 30, 2024
	Note	----- (Rupees in '000) -----	
5. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets		33,250,086	34,707,222
Major spare parts and stand-by equipments		1,634,558	1,687,539
Capital work-in-progress (CWIP)		845,466	105,950
	5.1 & 5.3	35,730,110	36,500,711

		(Unaudited) Half year ended December 31,	
		2024	2023
		----- (Rupees in '000) -----	

5.1 Additions during the period:

Property, plant and equipment:

Buildings on leasehold land	9,977	-
Office equipments	8,808	3,405
Furniture and fixtures	4,586	2,301
Computer equipments	21,312	3,588
Workshop machinery	4,313	-
Spares capitalised	170,448	232,060
Class renewal and dry docking	451,869	1,245,531
Equipment on board	5,414	33,987
	676,727	1,520,872

Capital work in progress:

Vessel	701,510	-
Building - PNSC (15th and 16th floors)	38,008	-
	739,518	-

- 5.2 The Group has entered into an agreement with Karachi Shipyard & Engineering Works Limited (KSEW) for construction of a container ship for consideration of USD 24.75 million (equivalent to Rs. 6,920.1 million). As at December 31, 2024, the Group has made advance payment of USD 2,475 (equivalent to Rs. 687.5 million) and the balance amount of USD 22,275 million (equivalent to Rs. 6,224,479 million) will be made upon completion of each of the eight milestones, by December 2027.

	(Unaudited) December 31, 2024	(Audited) June 30, 2024
Note	(Rupees in '000)	
5.3 Depreciation charge for the period	2,186,846	1,546,123

6. INTANGIBLE ASSETS

Balance at beginning of the period / year	982	-
Transfers / additions during the period / year	178,287	1,308
Amortisation	(18,047)	(326)
Balance at end of the period / year	161,222	982

Capital work-in-progress (CWIP)

Balance at beginning of the period / year	159,463	73,559
Additions during the period / year	18,824	85,904
Transfers during the period / year	(178,287)	-
Balance at end of the period / year	-	159,463
	<u>161,222</u>	<u>160,445</u>

7. TRADE DEBTS - unsecured

- Due from related parties	7.1	4,641,860	4,378,086
- Due from others		1,923,473	2,838,553
		<u>6,565,333</u>	<u>7,216,639</u>
Allowance for expected credit loss (ECL)	7.2	(3,475,884)	(3,390,913)
		<u>3,089,449</u>	<u>3,825,726</u>

- 7.1 Ageing analysis of amounts due from related parties, included in trade debts, is as follows:

	(Unaudited)			As at December 31, 2024	(Audited) As at June 30, 2024
	Upto 1 month	1 to 6 months	More than 6 months		
	(Rupees in '000)				
Pakistan State Oil Company Limited	-	-	2,436,165	2,436,165	2,436,165
Pak Arab Refinery Limited	784,725	56,381	336,092	1,177,198	1,324,828
Pakistan Refinery Limited	370,149	-	10,821	380,970	255,215
Sui Northern Gas Pipelines Limited	189,051	166	-	189,217	12,634
Sui Southern Gas Pipelines Limited	2,028	-	-	2,028	42
District Controller of Stores	-	-	2,864	2,864	5,001
Embarkation Commandant	101	63,284	115,466	178,851	115,662
Officer Commanding PAF	21,999	20,481	103,440	145,920	110,254
Pakistan Ordnance Factory	-	13,710	-	13,710	14,975
Others	19,545	28,900	66,492	114,937	103,310
	<u>1,387,598</u>	<u>182,922</u>	<u>3,071,340</u>	<u>4,641,860</u>	<u>4,378,086</u>

	(Unaudited) December 31, 2024	(Audited) June 30, 2024
Note	(Rupees in '000)	
7.2 Allowance for ECL		
Opening balance	3,390,913	3,266,054
Charged during the period / year	85,179	124,859
Written-off during the period / year	(208)	-
Closing balance	<u>3,475,884</u>	<u>3,390,913</u>

8. OTHER RECEIVABLES

- Due from related parties	8.1	677,681	912,154
- Due from others	8.2	1,880,910	539,235
		<u>2,558,591</u>	<u>1,451,389</u>
Allowance for ECL	8.3	(196,341)	(194,050)
		<u>2,362,250</u>	<u>1,257,339</u>

	(Unaudited) December 31, 2024	(Audited) June 30, 2024
	------(Rupees in '000)-----	
8.1 Related parties:		
- Government of Pakistan	312,457	231,612
- Port Qasim Authority	358,221	403,534
- Karachi Port Trust	2,979	2,979
- National Insurance Company Limited	4,024	274,029
	<u>677,681</u>	<u>912,154</u>

8.2 It includes withholding tax receivable against bonus shares, receivable against war risk premium and chartering agents.

	(Unaudited) December 31, 2024	(Audited) June 30, 2024
	------(Rupees in '000)-----	
8.3 Allowance for ECL		
Opening balance	194,050	171,314
Charged during the period / year	2,291	22,736
Closing balance	<u>196,341</u>	<u>194,050</u>

9. SHORT-TERM INVESTMENTS

Amortized Cost

Treasury-bills having maturity of:

- more than three months
- three months or less

	1,340,077	-
	-	3,045,824
	<u>1,340,077</u>	<u>3,045,824</u>

Term-deposits with banks having maturity of:

- more than three months
- three months or less

	650,000	6,000,000
	8,522,856	6,127,643
	<u>9,172,856</u>	<u>12,127,643</u>

Fair value through profit or loss

Units of Mutual funds:

- Conventional
- Shariah compliant

	38,891,392	24,325,123
	68	1,013
	<u>38,891,460</u>	<u>24,326,136</u>
	<u>49,404,393</u>	<u>39,499,603</u>

9.1 During the period, effective interest rates ranging from 12.10% to 12.91% (June 30, 2024: 21.55% to 22.80%) per annum.

9.2 During the period, mark-up on term-deposits denominated in local currency ranges from 13.80% to 22.44% (June 30, 2024: 21.20% to 22.44%) per annum, whereas mark-up on term deposits denominated in foreign currency ranges from 7.85% to 8.25% (June 30, 2024: 6.25% to 8.50%) per annum.

	(Unaudited) December 31, 2024	(Audited) June 30, 2024
	------(Rupees in '000)-----	
9.3 Movement of mutual funds		
Opening	24,326,136	3,232,258
Purchased during the period / year	62,941,964	43,832,340
Dividend reinvested during the period / year	7,153	1,857,406
Redeemed during the period / year	(50,015,526)	(24,727,182)
Unrealised gain on fair value	1,631,733	131,314
Closing	<u>38,891,460</u>	<u>24,326,136</u>

10. ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL

	(Unaudited) December 31, 2024	(Audited) June 30, 2024		(Unaudited) December 31, 2024	(Audited) June 30, 2024
	------(No. of shares)-----			------(Rupees in '000)-----	
24,130,789	24,130,789		Ordinary shares of Rs. 10 each issued to shareholders of former National Shipping Corporation (NSC) and Pakistan Shipping Corporation (PSC) in consideration of their shareholdings in those companies.	241,308	241,308
25,900,000	25,900,000		Ordinary shares of Rs. 10 each issued to GoP for cash received in the year 1985	259,000	259,000
64,309,800	64,309,800		Ordinary shares of Rs. 10 each issued to the GoP on the financial restructuring of the Group in the year 1989-90	643,098	643,098
83,754,481	17,722,791		Ordinary shares of Rs. 10 each issued as bonus shares	837,545	177,228
<u>198,095,070</u>	<u>132,063,380</u>			<u>1,980,951</u>	<u>1,320,634</u>

- 10.1 As at December 31, 2024, Government of Pakistan held 173,450,565 (June 30, 2024: 115,633,710) ordinary shares, representing 87.56% (June 30, 2024: 87.56%) shareholding of the Group.
- 10.2 The Group has one class of ordinary shares which carry no rights to fixed income. The holders of shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at the meeting of the Group. All shares rank equally with regard to the Group's residual assets.
- 10.3 During the period, the Group issued a total of 66,031,690 bonus shares.

	Note	(Unaudited) December 31, 2024	(Audited) June 30, 2024
----- (Rupees in '000) -----			
11. LONG TERM FINANCING - secured			
Financing under musharika agreement	11.1	2,386,379	2,821,383
Current portion of long-term financing shown in current liabilities		(868,800)	(868,800)
		<u>1,517,579</u>	<u>1,952,583</u>

- 11.1 The Group has obtained financing facility during the year ended June 30, 2023 with a consortium led by Faysal Bank Limited carrying mark-up at the rate of 3 months KIBOR + 0.12% per annum. The loan, along with mark-up, is repayable on a quarterly basis with the last repayment date on July 27, 2027. As of the reporting date, the Group has drawn Rs. 2,064 million and Rs. 2,280 million to finance its subsidiary companies namely Lalazar Shipping (Private) Limited and Sargodha Shipping (Private) Limited respectively for purchase of vessels. The facility is secured by way of first mortgage charge over procured vessels owned by respective subsidiaries.

	(Unaudited) December 31, 2024	(Audited) June 30, 2024
----- (Rupees in '000) -----		
12. TRADE AND OTHER PAYABLES		
Creditors	3,177,739	524,527
Advance from charterers	197,244	57,412
Agents' and owners' balances	685,167	727,746
Accrued liabilities	4,382,154	5,017,692
Deposits	115,214	78,283
Workers' Profit Participation Fund	123,878	477,963
Withholding tax payable	80,739	75,585
Other liabilities	10,113	8,054
	<u>8,772,248</u>	<u>6,967,262</u>

13. CONTINGENCIES AND COMMITMENTS

Contingencies

- 13.1 There are no major changes in the status of contingencies as reported in the consolidated financial statements for the year ended June 30, 2024, except for:

The liability in respect of claims not acknowledged by the Holding Company aggregated to Rs. 275.674 million as of the period end (June 30, 2024: Rs. 535.585 millions). These claims mainly relate to deficiencies in shipping documentation, delay in delivery of cargo and damages to cargo. A sum of Rs. 231.289 million (June 30, 2024: Rs. 513.157 millions) would be recoverable from P&I Club, Steamship Mutual Underwriting Association (Bermuda) Limited in the event that these claims are accepted by the Holding Company. As a matter of prudence, the management has made a total provision of Rs. 44.386 million (June 30, 2024: Rs. 22.408 million) against the aforementioned claims in these consolidated condensed interim financial statements.

Commitments

- 13.2 Outstanding letters of guarantee amounted to Rs. 24.082 million (2024: Rs. 24.082 million).
- 13.3 The Group has provided an undertaking amounting to Rs. 3,241.480 million (USD 11.6 million) to one of the vendor / supplier of another state owned entity. This undertaking has been provided due to arrest of two of its managed vessels operated by its subsidiaries which have been released subsequently. The Government of Pakistan has provided a counter guarantee to the Group in relation to the aforesaid undertaking.

	(Unaudited)			
	Quarter ended December 31,		Half year ended December 31,	
	2024	2023	2024	2023
	(Rupees in '000)			
14. OTHER INCOME				
Income from saving accounts and term deposits:				
- Conventional	481,758	819,897	1,257,043	2,113,732
- Shariah compliant	34,229	74,156	68,251	117,453
Dividend income:				
- Dividend income from conventional mutual funds	313	904,363	6,925	1,029,724
- Dividend income from shariah compliant mutual funds	17	-	2,307	-
- Listed companies	-	1,495	-	1,495
Unrealized exchange gain	70,523	(294,486)	70,523	-
Insurance claim income	129,669	2,420	136,953	47,435
Unrealized gain on revaluation of investment in listed companies	61,536	10,985	61,536	12,932
Income from long-term loans to employees	780	1,206	1,690	2,704
Liabilities no longer to pay or has been written back	164,141	20,147	194,932	21,848
Capital Gain on mutual funds:				
- Conventional	513,201	-	808,245	-
- Shariah compliant	230,106	-	362,397	-
Unrealized gain on mutual funds				
- Conventional	604,147	-	1,631,733	-
Agency fee	694	8,485	7,733	13,737
Gain on sale on bunker	4,190	15,644	3,470	26,142
Gain on disposal of scrap	-	-	10,300	-
Container detention charges	2,749	-	2,749	-
Income from recovery of HVAC charges	-	19,611	-	23,431
Income from PQA manning service	9,968	14,520	14,697	18,694
Income earned by workshop	80,567	38,651	137,680	94,067
Gain on termination of lease contracts	-	6,989	-	6,989
Others	10,101	21,731	22,675	70,149
	<u>2,398,689</u>	<u>1,665,814</u>	<u>4,801,839</u>	<u>3,600,532</u>

15. FINANCE COST

Mark-up on long-term financing - Shariah compliant	103,072	186,476	240,006	583,706
Mark-up on lease liability	451	1,259	451	1,259
Bank charges	2,720	3,773	6,024	7,258
	<u>106,243</u>	<u>191,508</u>	<u>246,481</u>	<u>592,223</u>

	(Unaudited)			
	Quarter ended December 31,		Half year ended December 31,	
	2024	2023 (Restated)	2024	2023 (Restated)
	(Rupees in '000)			

16. LEVIES

Final taxes	155,133	275,126	261,273	378,779
Minimum taxes	26,342	22,360	57,611	48,250
	<u>181,475</u>	<u>297,486</u>	<u>318,884</u>	<u>427,029</u>

17. TAXATION

Current:				
- For the period	633,207	497,192	983,761	1,164,616
- Prior year	(27,112)	10,130	(27,112)	10,130
	<u>606,095</u>	<u>507,322</u>	<u>956,649</u>	<u>1,174,746</u>
- Deferred tax	42,751	13,903	288,804	13,903
	<u>648,846</u>	<u>521,225</u>	<u>1,245,453</u>	<u>1,188,649</u>

18. EARNINGS PER SHARE

During the period, the Group issued 66,031,690 bonus shares. In accordance with IAS 33 Earnings per Share, the weighted average number of ordinary shares outstanding has been retrospectively adjusted for the bonus issue, including all prior periods presented. Consequently, the Earnings per Share (EPS) has been restated to reflect the increase in the number of weighted average shares outstanding.

	Note	(Unaudited)	
		Half year ended	
		2024	2023
		December 31,	
		(Rupees in '000)	
19. CASH GENERATED FROM OPERATIONS			
Profit before levies and taxation		9,940,947	11,105,427
Adjustments for non-cash charges and other items:			
Depreciation on:			
Property, plant and equipment		2,186,846	1,546,123
Right-of-use assets		901	2,234
Amortization		18,046	109
Provision for employees' gratuity		72,551	(115,593)
Provision for employees' compensated absences		55,257	47,142
Provision for post-retirement medical benefits		3,980	4,963
Provision for workers profit participation fund		123,878	141,279
Provision no longer required written back		(194,932)	(21,848)
Income from saving accounts and term deposits:			
Conventional		(1,257,043)	(2,113,732)
Shariah compliant		(68,251)	(117,453)
Finance cost:			
Long-term financing		240,006	590,964
Lease liabilities		451	1,259
Dividend income:			
Dividend income from conventional mutual funds		(6,925)	(1,029,724)
Dividend income from shariah compliant mutual funds		(2,307)	-
Listed companies		-	(1,495)
Impairment loss / (reversal) on:			
Trade debts		85,179	82,090
Other receivables		2,291	30,186
Agents' and owners' balances		(1,410)	1,865
Unrealized gain on revaluation of long-term investments in listed securities		(61,536)	(12,932)
Gain on termination of lease contracts		-	(6,989)
Unrealized exchange (gain) / loss on revaluation of foreign currency		(70,523)	216,580
Realized loss on revaluation of foreign currency		-	221,699
Capital gain on redemption of mutual funds:			
Conventional		(808,245)	-
Shariah compliant		(362,397)	-
Unrealized gain on mutual funds:			
Conventional		(1,631,733)	-
Working capital changes	19.1	1,616,481	385,217
		<u>9,881,512</u>	<u>10,957,371</u>
19.1 Working capital changes			
(Increase) / decrease in current assets:			
Stores and spares		(310,125)	(289,035)
Trade debts - unsecured		651,098	1,838,289
Agents' and owners' balances - unsecured		(5,978)	219
Loans and advances		(352,730)	(273,514)
Trade deposits and short-term prepayments		(43,382)	905
Contract assets		1,093,068	(1,157,941)
Other receivables		(1,303,543)	(960,328)
Incomplete voyages		-	341,050
		(271,692)	(500,355)
Increase / (decrease) in current liabilities:			
Trade and other payables		1,876,041	1,070,356
Net increase in provision for damage claims		21,978	130
Contract liabilities		(9,946)	(184,914)
		<u>1,888,073</u>	<u>885,572</u>
		<u>1,616,481</u>	<u>385,217</u>
20. CASH AND CASH EQUIVALENTS			
Short-term investments having maturity of three months or less		8,522,856	8,882,847
Cash and bank balances		4,955,069	7,817,503
		<u>13,477,925</u>	<u>16,700,350</u>

21. FINANCIAL RISK MANAGEMENT AND FAIR VALUE DISCLOSURES

21.1 Financial risk factors

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

These consolidated condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the Group's annual consolidated financial statements as at June 30, 2024. There have been no changes in risk management policies since the year end.

21.2 Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

Fair value hierarchy

As at December 31, 2024, the Group's all assets and liabilities are carried at cost less accumulated depreciation / impairment, if any, or at amortised cost except for those mentioned below:

The Group's leasehold land, buildings on leasehold-land, beach huts and workshop machinery and equipment are stated at revalued amounts, being the fair value at the date of revaluation, less any subsequent accumulated depreciation and subsequent accumulated impairment losses, if any. The fair value measurements of the Group's leasehold-land, buildings on leasehold-land, beach huts and workshop machinery and equipment as at June 30, 2024 was performed by an independent valuer.

The Group classifies investment properties and long-term investments in listed companies measured at fair value in the statement of financial position. The latest fair valuation of the Group's investment properties was performed by an independent valuer as at June 30, 2024.

The valuation techniques and inputs used to develop fair value measurements of aforementioned assets are as follows:

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

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

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

There were no transfers between level 1, 2 or 3 of the fair value hierarchy during the period.

Details of fair value hierarchy and information relating to fair value of Group's leasehold land, buildings on leasehold land, beach huts, workshop machinery and equipments, investments categorised as fair value through profit or loss and investment properties are as follows:

	(Unaudited)			
	December 31, 2024			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
Assets carried at fair value				
Long-term investments - Fair value through profit or loss	98,410	-	-	98,410
Short-term investments - mutual funds	38,891,392	-	-	38,891,392
	38,989,802	-	-	38,989,802
Leasehold land	-	-	1,687,179	1,687,179
Buildings on leasehold land	-	-	1,125,836	1,125,836
Beach huts	-	-	15,108	15,108
Workshop machinery and equipments	-	-	31,779	31,779
Investment properties	-	-	4,389,152	4,389,152
	38,989,802	-	7,249,054	46,238,856
(Audited)				
June 30, 2024				
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
Assets carried at fair value				
Long-term investments - Fair value through profit or loss	36,874	-	-	36,874
Short-term investments - mutual funds	24,326,136	-	-	24,326,136
	24,363,010	-	-	24,363,010
Leasehold land	-	-	1,687,179	1,687,179
Buildings on leasehold land	-	-	1,129,538	1,129,538
Beach huts	-	-	15,791	15,791
Workshop machinery and equipments	-	-	28,808	28,808
Investment properties	-	-	4,320,352	4,320,352
	24,363,010	-	7,181,668	31,544,678

22. TRANSACTIONS WITH RELATED PARTIES

The Group has related party relationships with its associate, Government of Pakistan and its related entities, employee benefit plans and its directors and executive officers (including their associates). Transactions with related parties essentially entail freight income, chartering revenue recovered, recovery of demurrage, rental income and employee funds maintained by the Holding Company. Balances with related parties have been disclosed in the relevant notes to these consolidated condensed interim financial statements. Further, transactions entered into with the key management personnel as per their terms of employment are also included in related party transactions.

The significant transactions carried out by the Group with related parties during the period are given below:

Name and particulars	Relationship with the Group	(Unaudited)	
		Half year ended December 31, 2024	2023
----- (Rupees in '000) -----			
Transactions with State owned / controlled entities			
Freight income		9,987,907	12,389,626
Income from other operating activities		299,589	756,958
Rental income		15,833	14,233
Rental and other expenses		34,407	14,419
Transactions with other related parties			
Employees' retirement benefit funds	Employees benefit plan	2,403	18,541
Directors' fee and traveling allowances	Key management personnel	15,281	3,625
Remuneration and other benefits	Key management personnel	40,067	58,029
Dividend paid to Government of Pakistan	Government holding	2,890,843	-
Issue of bonus shares to Government of Pakistan	Government holding	578,169	-

23. RECLASSIFICATION

The Institute of Chartered Accountants of Pakistan (ICAP) issued 'IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes' (the Guide) in May 2024, which requires to classify certain amounts of tax paid under minimum and final tax regime separately as a levies instead of classifying under current tax. The Group applied Guide for the first time in the annual consolidated financial statements for the year ended June 30, 2024 and reported the change in accounting policy in note 6.26.4 of the annual consolidated financial statements for the year ended June 30, 2024. Accordingly, in these condensed interim financial statements, the Group has represented the levies and income tax amounts as stated below:

	(Unaudited)					
	For the quarter ended December 31, 2023			For the half year ended December 31, 2023		
	Had there been no change in accounting policy	After incorporating effects of change in accounting policy	Impact of change in accounting policy	Had there been no change in accounting policy	After incorporating effects of change in accounting policy	Impact of change in accounting policy
----- (Rupees in '000) -----						
Representation on statement of profit or loss and other comprehensive income						
Profit before taxation	4,039,611	3,742,125	297,486	11,105,427	10,678,398	427,029
Levies	-	297,486	297,486	-	427,029	427,029
Taxation	818,711	521,225	297,486	1,615,678	1,188,649	427,029

24. GENERAL

24.1 NON-ADJUSTING EVENTS AFTER REPORTING DATE

The Board of Directors in its meeting held on February 21, 2025 has approved an interim cash dividend of Rs. 10 per share for the period ended December 31, 2024 (December 31, 2023: Rs. 10 per share). The consolidated condensed interim financial statements do not include the effect of the said interim dividend.

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

25. DATE OF AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements were authorised for issue on February 21, 2025 by the Board of Directors (BOD) of the Group. The BOD has authorised two directors to sign these consolidated condensed interim financial statements as Chief Executive Officer of the Group is not yet appointed.


Syed Jarar Haider Kazmi
 Chief Financial Officer


Mr. Khalil Ahmed
 Director


Mr. Ahsan Ali Malik
 Director



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