



# DIAMOND INDUSTRIES LIMITED

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# DIAMOND INDUSTRIES LIMITED

## CORPORATE PROFILE

### BOARD OF DIRECTORS

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

### COMPANY SECRETARY

- Mr. Zahoor Ahmad

### CHIEF FINANCIAL OFFICER

- Mr. Munawar Hussain

### AUDIT COMMITTEE

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

### HUMAN RESOURCE & REMUNERATION COMMITTEE

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

### LEGAL ADVISOR

- A.K. Minhas Law Associates

### AUDITORS

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

### BANKERS

- Allied Bank Limited
- Askari Commercial Bank Limited
- Bank Alfalah Limited
- Habib Metropolitan Bank Limited
- Silk Bank Limited
- Standard Chartered Bank Pakistan Limited

### REGISTERED OFFICE

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

### FACTORY

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

### PRINCIPLE OFFICE

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

### SHARE REGISTRAR

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



# DIAMOND INDUSTRIES LIMITED

## DIRECTORS' REPORT

Dear Shareholders,

The Board of Directors of **Diamond Industries Ltd.**, feels pleasure to present before you unaudited quarterly financial statements of your company for the quarter ended 30<sup>th</sup> September, 2018.

### **BRIEF REVIEW OF OPERATIONS:**

As already reported in Directors' Report of the latest annual financial statements, that the management intends to resume its business activities but due to non-clearance of eCIB report, Increase in KIBOR rates coupled with PKR devaluation against dollar, unprecedented price hike of raw materials and increased working capital requirements, currently it is not feasible to restart its core business activities. During the quarter under review, the company has sustained operating loss of Rs. (3.558) million as compared to Rs. (3.339) million of the preceding quarter which was due to depreciation and other operating expenses. Whereas Loss after taxation is Rs. (21.300) million as against of Rs. (3.024) million of the corresponding quarter.

### **FUTURE OUTLOOK:**

The management is applying its persistent efforts to avail the opportunities in the market and best utilization of all available resources to earn profits. The management is continuously monitoring the macroeconomic environment of the country and will resume its manufacturing activities upon clearance of eCIB report, availability of financing facilities and stability of economic situation of country.

### **EARNING PER SHARE:**

The earnings per share of the company for the period under review are Rs. (2.37) as compared to Rs. (0.34) in the last corresponding quarter ended 30<sup>th</sup> September, 2017.

### **ACKNOWLEDGEMENT:**

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

For and on behalf of Board

**IFTIKHAR SHAFFI**  
Chief Executive

Lahore  
Dated:- 25<sup>th</sup> October, 2018

## ڈانمنڈ انڈسٹریز لمیٹڈ

### ڈائریکٹران کی رپورٹ

محترم شیئر ہولڈرز: ڈانمنڈ انڈسٹریز لمیٹڈ کے بورڈ آف ڈائریکٹرز 30 ستمبر 2018 کو ختم ہونے والی سہ ماہی کے لئے آپ کی کمپنی کے غیر آڈٹ شدہ مالیاتی گوشوارے آپ کے روبرو پیش کرنے پر خوشی محسوس کرتے ہیں۔

### آپریٹنگ کاسٹری جائزہ:

جیسا کہ حالیہ سالانہ مالیاتی گوشوارے کی ڈائریکٹران کی رپورٹ میں پہلے ہی مطلع کیا گیا ہے کہ مینجمنٹ اپنی کاروباری سرگرمیوں کے از سر نو آغاز کا ارادہ رکھتی ہے، لیکن eCIB رپورٹ کی عدم منظوری، KIBOR کی شرح میں اضافے کے ساتھ امریکی ڈالر کے مقابلے میں پاکستانی روپے کی گرتی ہوئی قدر کے باعث، خام مال کے نرخوں میں تیزی سے اضافے اور بڑھتی ہوئی ورکنگ کیپٹل کی ضروریات کے پیش نظر فی الوقت اس کی کاروباری سرگرمیوں کو دوبارہ شروع کرنا ممکن نہیں ہے۔ زیر جائزہ سہ ماہی کے دوران، کمپنی نے گزشتہ سہ ماہی کے (3.339) بلین روپے کے مقابلے میں (3.558) بلین روپے کا انتظامی نقصان برقرار رکھا ہے، جو کہ افراط زر اور دیگر آپریٹنگ اخراجات کی وجہ سے تھا۔ نیز نقصان بعد از ٹیکس گزشتہ سہ ماہی (3.024) بلین روپے کے مقابلے میں (21.300) بلین روپے ہے۔

### مستقبل کے خدوخال:

مینجمنٹ مارکیٹ میں مواقع سے استفادہ حاصل کرنے اور منافع کے حصول کے لئے تمام دستیاب وسائل کے بہترین استعمال کے لئے مسلسل کوشاں ہے۔ ملک کے میکرو اکنامک ماحول کی مینجمنٹ مسلسل نگرانی کر رہی ہے اور eCIB رپورٹ کی منظوری، مالی سہولیات کی دستیابی اور ملک کی اقتصادی صورتحال کے استحکام کی صورت میں اپنی مینوفیکچرنگ سرگرمیوں کا دوبارہ آغاز کر دے گی۔

### آمدنی حصص:

زیر جائزہ مدت کے دوران، کمپنی کی فی حصص آمدنی 30 ستمبر 2018 کو ختم ہونے والی سہ ماہی کے (0.34) روپے کے مقابلے میں (2.37) روپے ہے۔

### حلیم و تحسین:

بورڈ آف ڈائریکٹرز، اپنے اسٹاف، کارکنان اور دیگر تمام حصص یافتگان کی جانب سے کارکردگی کے بیان کردہ معیار کے حصول میں ان کی مسلسل معاونت کو سراہتے ہوئے ان کا بھرپور شکریہ ادا کرتے ہیں۔



انتخاب ترفع

چیف ایگزیکٹو

منجانب بورڈ:

لاہور: 25 اکتوبر 2018



# DIAMOND INDUSTRIES LIMITED

## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2018

	Note	SEPTEMBER 2018 (Un-Audited)		JUNE 2018	
		Book value	Estimated Realisable/ settlement value	Book value	Estimated Realisable/ settlement value
<b>ASSETS</b>					
Cash and bank balances		1,591,148	1,591,148	4,006,996	4,006,996
Trade Debts		11,290,338	11,290,338	17,774,569	17,774,569
Loan and Advances		57,026,982	57,026,982	56,115,285	56,115,285
Other Receivables		1,969,309	1,969,309	1,969,309	1,969,309
Stock in trade	12	8,415,704	8,415,704	8,415,705	8,415,705
Long Term Deposits		330,885	330,885	330,885	330,885
Investments Under equity Method	11	66,913,815	66,913,815	65,942,665	65,942,665
Investments available for sale		87,937,429	87,937,429	82,648,866	82,648,866
Property, Plant and Equipment	10	183,576,314	183,576,314	186,822,186	186,822,186
<b>TOTAL ASSETS</b>		<b>419,051,924</b>	<b>419,051,924</b>	<b>424,026,466</b>	<b>424,026,466</b>
<b>LIABILITIES</b>					
Trade and other payables		32,682,574	32,682,574	37,707,191	37,707,191
Unclaimed Dividend		432,544	432,544	432,544	432,544
Due to related parties and others	8	137,297,971	137,297,971	138,978,187	138,978,187
Deferred liabilities		43,876,468	43,876,468	26,134,218	26,134,218
Provision for taxation		990,701	990,701	990,701	990,701
<b>TOTAL LIABILITIES</b>		<b>215,280,258</b>	<b>215,280,258</b>	<b>204,242,841</b>	<b>204,242,841</b>
<b>NET ASSETS</b>		<b>203,771,667</b>	<b>203,771,667</b>	<b>219,783,625</b>	<b>219,783,625</b>
<b>REPRESENTED BY:-</b>					
<b>Authorized share capital</b>					
12,000,000 Ordinary shares of Rs. 10/- each		<b>120,000,000</b>	<b>120,000,000</b>	120,000,000	120,000,000
<b>Issued, subscribed and Paid Up Capital</b>					
Surplus on revaluation of fixed assets	7	90,000,000	90,000,000	90,000,000	90,000,000
Reserves		144,457,332	144,457,332	146,268,076	146,268,076
		(30,685,665)	(30,685,665)	(16,484,451)	(16,484,451)
<b>Share Holders' Equity</b>		<b>203,771,667</b>	<b>203,771,667</b>	<b>219,783,625</b>	<b>219,783,625</b>
<b>Contingencies &amp; Commitments</b>					
	9	-	-	-	-
		<b>203,771,667</b>	<b>203,771,667</b>	<b>219,783,625</b>	<b>219,783,625</b>

Chief Executive

Chief Financial Officer

Director



# DIAMOND INDUSTRIES LIMITED

## CONDENSED INTERIM PROFIT AND LOSS ACCOUNT For The Quarter Ended September 30, 2018 (Un-Audited)

	Note	Quarter Ended September 30, 2018 Rupees	Quarter Ended September 30, 2017 Rupees
Sales - net		-	27,385,447
Cost of sales	13	-	(27,875,332)
Gross profit / (loss)		-	(489,885)
Distribution expenses		-	(105,760)
Administrative expenses		(9,028,994)	(4,402,756)
		(9,028,994)	(4,508,516)
		(9,028,994)	(4,998,401)
Other Operating income		5,471,441	1,658,687
Profit / (loss) from Operations		(3,557,553)	(3,339,714)
Finance Cost		(719)	(1,580,956)
Profit / (loss) before Taxation		(3,558,272)	(4,920,670)
<b>TAXATION</b>			
- Current		-	(342,318)
- Deferred Tax		(17,742,250)	2,238,077
		(17,742,250)	1,895,759
Profit / (Loss) after Taxation		(21,300,522)	(3,024,911)
Earning per Share	14	(2.37)	(0.34)

The annexed notes form an integral part of this financial information

Chief Executive

Chief Financial Officer

Director



# DIAMOND INDUSTRIES LIMITED

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME For The Quarter Ended September 30, 2018 (Un-Audited)

	Quarter Ended September 30, 2018 Rupees	Quarter Ended September 30, 2017 Rupees
<b>Profit / (Loss) for The Period</b>	(21,300,522)	(3,024,911)
<b>Other Comprehensive Income</b>		
Unrealized gain / (loss) arising on remeasurement of available for sale investments	5,288,564	(2,730,807)
<b>Total Comprehensive Income for The Period</b>	<u>(16,011,958)</u>	<u>(5,755,718)</u>

The annexed notes form an integral part of this financial information

Chief Executive

Chief Financial Officer

Director



# DIAMOND INDUSTRIES LIMITED

## CONDENSED INTERIM CASH FLOW STATEMENT For The Quarter Ended September 30, 2018 (Un-Audited)

	Quarter Ended September 30, 2018 Rupees	Quarter Ended September 30, 2017 Rupees
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit / (Loss) before taxation	(3,558,272)	(4,920,670)
<b>Adjustment for Non Cash and other items:</b>		
Depreciation on property, plant and equipment	3,245,872	3,546,906
Provision for gratuity	-	(27,891,581)
Share of loss of associated company	(971,150)	6,488,079
Finance cost	719	1,580,956
Gain on Disposal Of Vehicles	-	(1,992,948)
Interest	(291)	(4,516,877)
Dividend Income	-	(446,396)
<b>Cash Flow Before Working Capital Changes</b>	<u>(1,283,122)</u>	<u>(28,152,531)</u>
<b>Working Capital Changes</b>		
<b>(Increase)/Decrease in Current Assets</b>		
Stock in Trade	-	23,813,432
Trade Debts	6,484,231	20,026,736
Loans and Advances	(748,476)	59,958,995
Other Receivables	-	-
	<u>5,735,755</u>	<u>103,799,163</u>
<b>Increase/(Decrease) in Current Liabilities</b>		
Trade and Other Payables	(5,024,617)	(26,481,706)
<b>Cash Inflow / (Outflow) From Operations</b>	<u>(571,984)</u>	<u>49,164,926</u>
Income tax paid	(163,221)	(522,860)
Finance cost paid	(719)	(1,580,956)
<b>Net Cash Inflow / (Outflow) From Operating Activities</b>	<u>(735,924)</u>	<u>47,061,110</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment	-	(23,000)
Proceeds From Sale Of Vehicles	-	2,000,000
Interest	291	4,516,877
Dividend received	-	446,396
<b>Net Cash Generated from / (used in) Investing Activities</b>	<u>291</u>	<u>6,940,273</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Short term borrowings	-	(47,888,551)
Due to related parties and others	(1,680,216)	-
<b>Net Cash Flow from Financing Activities</b>	<u>(1,680,216)</u>	<u>(47,888,551)</u>
Net (Decrease) in Cash & Cash Equivalents	(2,415,849)	6,112,833
Cash & Cash Equivalents at Beginning of the Period	4,006,998	6,124,935
<b>Cash &amp; Cash Equivalents at End of the Period</b>	<u>1,591,149</u>	<u>12,237,768</u>

The annexed notes form an integral part of this financial information

Chief Executive

Chief Financial Officer

Director



# DIAMOND INDUSTRIES LIMITED

## 16 GENERAL

16.1 Figures have been rounded off to the nearest rupee.

16.2 This financial information was authorized for issue on 25th October, 2018 by the board of directors of the Company.



Chief Executive



Chief Financial Officer



Director