

Ref : SHM/1045/301122
Date : 30th December 2022

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

Sub: Half Yearly Accounts for the Period Ended 30th September 2022

Dear Sir,

We are enclosing herewith three copies of the half yearl Accounts for the period ended 30th September 2022, for your information and record.

Thanking you.

Yours faithfully,
For EXIDE Pakistan Limited



Ghazanfar Iqbal
Company Secretary

Encl: As above.

cc: Director/HOD
Surveillance, Supervision and Enforcement Department
Securities and Exchange Commission of Pakistan,
NIC Building, 63 Jinnah Avenue, Blue Area, Islamabad.

The Commissioner (Enforcement),
Securities & Exchange Commission of Pakistan
7th NIC Building, 63-Jinnah Avenue, Islamabad

Head of Operations,
Central Depository Company of Pakistan Ltd,
Karachi

Head Office / Registered Office / Factory:

A-44, A-45, Hill Street, Off: Manghopir Road, S.I.T.E., Karachi-75700 (Pakistan)
Tel: 32593371-85, 32593181-85, 32578061-64 Fax: 32561679, 32573575

EXIDE®

HALF YEARLY REPORT
SEPTEMBER 30, 2022



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Pakistan moves on
EXIDE®



CORPORATE PROFILE

Board Of Directors

Altaf Hashwani - Chairman
Arshad Shehzada - MD/CEO
Arif Hashwani
Hussain Hashwani
Zaver Hashwani
Ayub Hameed
Mrs. Navin Salim Merchant
S. Haider Mehdi

Chief Financial Officer

S. Haider Mehdi

Audit Committee

Ayub Hameed - Chairman
Altaf Hashwani
Zaver Hashwani
Salim Abdul Ali - Secretary

Human Resource and Remuneration Committee

Ayub Hameed - Chairman
Arif Hashwani - Member
Altaf Hashwani - Member
Muhammad Shayan - Secretary

Bankers

Allied Bank Ltd.
Bank Alfalah Limited
BankIslami Pakistan Ltd.
Habib Bank Ltd.
Habib Metropolitan Bank Limited
JS Bank Ltd.
MCB Bank Ltd.
Meezan Bank Limited
Standard Chartered Bank (Pakistan) Ltd.
United Bank Ltd.
Dubai Islamic Bank Pakistan Limited

Auditors

Yousuf Adil

Solicitors

Orr, Dignam & Co.

Registered Office

A-44, Hill Street, Off.
Manghopir Road, S.I.T.E., Karachi-
Pakistan.
Website: www.exide.com.pk
E-mail: exidepk@exide.com.pk

Chairman's Review

I am pleased to present on behalf of the Board of Directors un-audited condensed interim financial results of your Company duly reviewed for the half year ended September 30, 2022.

The Economy

Pakistan's economy is facing unprecedented challenges amid global economic downturn and record floods. The global and domestic economic pressures forced Pakistan to revise the growth target to 3.5 percent in the year 2022-23 against 4.5 percent previously projected. Inflation is expected to remain high at 18 percent due to potentially strong impact of the rupee depreciation, and consistently high fuel and energy prices. Pakistan's trade deficit decreased by 21.4 percent to US\$ 9.21 billion during the first quarter of current year as compared to US\$ 11.72 billion during the same period last year. Exports witnessed a slight jump to US\$ 7.13 billion from US\$ 7.0 billion last year, a growth of 1.86 percent. Imports decreased by 12.72 percent during the period, from US\$ 18.71 billion last year to US\$ 16.33 billion during the current year. Owing to balance of payment crises, Pakistan banned import of non-essential luxury goods, which resulted in the substantial decrease in current account deficit by 37 percent during the first quarter of current fiscal year. SBP reserves fell to US\$ 7.90 billion, barely enough to cover a few weeks of imports. CPI clocked at 23.2 percent in September-2022 and 25.1 per cent in 1st quarter of FY23, highest quarterly inflation ever recorded. Foreign Direct Investment declined by 47.1 percent to US\$ 253.4 million against US\$ 479.2 million in the same period last year. Home remittances fell by 8.2 percent from US\$ 8.39 billion to US \$ 7.7 billion in the first quarter of current year compared to the last year. Shortfall in remittances is due to uncertainty and volatility in Exchange market, currency depreciation against US dollar to Rs.221.64 in October 2022 from Rs.140 in September 2021. Challenging economic indicators took a toll on large scale manufacturing which declined by 0.4 percent in the first quarter of the current fiscal year.

The Industry

Auto Sales dropped in the first quarter of current year mainly due to high prices, high financing costs, steps taken by State Bank of Pakistan such as reduction in auto loan repayment tenor, increase in the minimum down payment and imposition of Rs.3.0 million maximum loan limit. Resultantly, car sales during the quarter under report decreased by 50 percent from 57,539 units to 28,571, whereas sale of LCV, Vans and jeeps decreased by 48 percent to 5,901 units from 11,358 units. Truck and buses sales decreased by 44 percent from 3,281 units to 1,845 units, Farm Tractors sales decreased by 30 percent to 8,379 units from 12,025 and two / three wheelers sales decreased by 34 percent from 450,913 units to 298,368 units.

Auto parts industry is facing challenging times due to the domino effect of dollarization, spiraling inflation, escalating utilities tariff, mounting interest rates and sky rocketing material cost.

Production

Production activities were effectively planned and adjusted to cater to the market demand both in terms of quantity and quality. Stress on quality control at all stages of production process was implemented with great vigor for further strengthening quality standards of the products of your Company.

Sales

Net Sales revenue of the Company during the half year under review increased by 29.1 per cent from Rs.7.894 billion to Rs.10.192 billion on account better sales prices.

Profitability

Gross profit for the half year under review increased from Rs.840.17 million to Rs.1,320.17 million on account of better sales revenue and improved margins. Selling and distribution expenses increased by 32.37 per cent from Rs.509.75 million to Rs.674.78 million. Administration and general expenses reduced by 1.22 per cent from Rs.77.89 million to Rs.76.94 million. Operating profit of Rs.494.71 million recorded as against Rs.243.60 million in the last year. Financial cost increased to Rs.145.85 million from Rs.110.34 million on account of higher borrowings, and mark up rates.

Profit before tax for the half year under review was Rs.348.85 million as compared to Rs.133.26 million last year. Profit after tax for the half year under report was Rs.221.45 million as compared to Rs.34.59 million last year. Profit per share recorded at Rs.28.51 as against Rs.4.45 in the corresponding period of last year.

Future Prospects

It is anticipated that indigenous organized battery industry will face competition due to capacity expansion of existing battery plants, and the changing market dynamics. It is projected that the profitability in the remaining period of the year may be affected due to increase in prices of basic raw materials, utilities, wages, markup rates and devaluation of Pak Rupee. In order to offset impact of cost increases, we will review prices, after considering competitiveness. Nevertheless, your management is determined to avail full benefits of the opportunities by continued focus on quality improvement, productivity, cost control and after sales service to improve its competitiveness and market share.

Acknowledgement

On my behalf and on behalf of the Board of Directors of your Company. I take this opportunity of acknowledging the devoted and sincere services of employees of all cadres of the Company. I am also grateful to our bankers, shareholders, M/s Furukawa Battery Japan, vendors, main dealers, retailers and valued customers including M/s Fauji Fertilizer Bin Qasim Limited, the Original Equipment Manufacturers and government organizations for their trust on us.



Altaf Hashwani

Chairman

Karachi: November 29, 2022

منافع:

بہتر سبیلز ریونیو اور بہتر مارجن کی وجہ سے زیر جائزہ ششماہی سال کے دوران مجموعی منافع 840.17 ملین روپے سے بڑھ کر 1,320.17 ملین روپے ہو گیا۔ فروخت اور تقسیم کے اخراجات 509.75 ملین روپے سے 32.37 فیصد بڑھ کر 674.78 ملین روپے ہو گئے۔ انتظامیہ اور عمومی اخراجات 77.89 ملین روپے سے 1.22 فیصد کم ہو کر 76.94 ملین روپے ہو گئے۔ گزشتہ سال کے 243.60 ملین روپے کے مقابلے میں 494.70 ملین روپے کا آپریٹنگ منافع ریکارڈ کیا گیا۔ زیادہ قرض لینے اور مارک اب ریٹس کی وجہ سے مالی لاگت 110.34 ملین روپے سے پڑھ کر 145.85 ملین روپے ہو گئی۔

زیر جائزہ ششماہی کے لئے ٹیکس سے پہلے کا منافع 348.85 ملین روپے تھا جو گزشتہ سال کے 133.26 ملین روپے تھا۔ رپورٹ کے تحت ششماہی کے لئے بعد از ٹیکس منافع گزشتہ سال کے 34.59 ملین روپے کے مقابلے میں 221.45 ملین روپے رہا۔ فی حصص منافع گزشتہ سال کی اسی مدت میں 4.45 روپے کے مقابلے میں 28.51 روپے ریکارڈ کیا گیا۔

مستقبل کے امکانات:

یہ متوقع ہے کہ مقامی منظم بیٹری صنعت پیداواری صلاحیتوں اور بدلتی ہوئی مارکیٹ کی حرکیات کی وجہ سے سخت مقابلے کا سامنا کرنا پڑے گا۔ یہ پیش گوئی کی جا رہی ہے کہ اگر مارکیٹ کے ذریعے فروخت کی قیمتوں میں اضافہ نہ کیا گیا تو بنیادی خام مال کی قیمتوں، توانائی، مزدوروں کی تنخواہ میں اضافے اور روپے کی قدر میں کمی رواں سال میں بھی منافع پر اثر انداز ہو سکتے ہیں۔ لاگت میں اضافے کے اثرات کو دور کرنے کے لئے، ہم مسابقت پر غور کرنے کے بعد قیمتوں کا جائزہ لیں گے۔ لیکن آپ کی کمپنی کی انتظامیہ یقین دلاتی ہے کہ بیٹری کے معیار، پیداواری صلاحیت، لاگت پر کنٹرول پر مسلسل توجہ مرکوز کرتے ہوئے اپنی مسابقت کو بہتر بناتے ہوئے مکمل فائدہ اٹھانے کا عزم رکھتی ہے۔

اعتراف خدمات:

میری جانب سے اور آپ کی کمپنی کے بورڈ آف ڈائریکٹرز کی جانب سے میں کمپنی کے تمام کیڈرز کے ملازمین کی مخلص خدمات کو تسلیم کرنے کا موقع لیتا ہوں۔ میں کمپنی کے بینکوں، حصص داروں، فروکاوا بیٹری کمپنی لمیٹڈ (جاپان)، تھوک اور خوردہ فروش حضرات، مین ڈیلرز، کمپنی کے سپلائرز، فوجی فریڈلرز بن قاسم لمیٹڈ سمیت اپنے تمام گاہکوں، گاڑیوں کے پیداواری یونٹس اور سرکاری تنظیموں کا ہم پر بھروسہ کرنے پر شکر گزار ہوں۔



الطاف ہاشوانی

چیئرمین

کراچی: 29 نومبر 2022

چیمبر مین کا جائزہ:

میں بورڈ آف ڈائریکٹرز کی جانب سے 30 ستمبر 2022 کو ختم ہونے والے نصف سال کیلئے آپ کی کمپنی کے غیر آڈٹ شدہ اکاؤنٹس کا جائزہ پیش کر رہا ہوں۔

معیشت:

عالمی معاشی بد حالی اور ریکارڈ سیلاب کی وجہ سے پاکستان کی معیشت کو غیر معمولی چیلنجز کا سامنا ہے۔ عالمی اور ملکی معاشی دباؤ نے پاکستان کو سال 2022-23 میں ترقی کے ہدف کو 3.5 فیصد پر نظر ثانی کرنے پر مجبور کیا جب کہ اس سے قبل 4.5 فیصد کا تخمینہ لگایا گیا تھا۔ روپے کی قدر میں کمی کے ممکنہ مضبوط اثرات اور ایندھن اور توانائی کی مسلسل بلند قیمتوں کی وجہ سے افراط زر 18 فیصد تک بلند رہنے کی توقع ہے۔ پاکستان کا تجارتی خسارہ رواں سال کی پہلی سہ ماہی کے دوران 21.4 فیصد کم ہو کر 9.21 بلین امریکی ڈالر رہ گیا جبکہ گذشتہ سال کی اسی مدت کے دوران یہ 11.72 ارب ڈالر تھا۔ برآمدات گزشتہ سال 7.0 بلین امریکی ڈالر سے 1.86 فیصد بڑھ کر 7.13 بلین امریکی ڈالر تک پہنچ گئیں۔ اس عرصے کے دوران درآمدات میں 12.72 فیصد کمی واقع ہوئی جو کہ گزشتہ سال 18.71 بلین امریکی ڈالر سے رواں سال کے دوران 16.33 بلین امریکی ڈالر رہی۔ ادائیگیوں کے توازن کے بحران کی وجہ سے، پاکستان نے غیر ضروری مہنگی اشیاء کی درآمد پر پابندی لگا دی جس کے نتیجے میں رواں مالی سال کی پہلی سہ ماہی کے دوران کرنٹ اکاؤنٹ خسارے میں 37 فیصد کمی نمایاں کی واقع ہوئی۔ اسٹیٹ بینک کے ذخائر گر کر 7.90 بلین امریکی ڈالر پر آ گئے، جو کہ چند ہفتوں کی درآمدات کے لئے بشکل کافی ہے۔ سی پی آئی ستمبر 2022 میں 23.2 فیصد اور FY23 کی پہلی سہ ماہی میں 25.1 فیصد رہی، جو کہ ریکارڈ کی گئی سہ ماہی افراط زر میں سب سے زیادہ ہے۔ براہ راست غیر ملکی سرمایہ کاری 47.1 فیصد کم ہو کر 253.4 بلین امریکی ڈالر رہی جو گزشتہ سال کی اسی مدت میں 479.2 بلین امریکی ڈالر تھی۔ گزشتہ سال کے مقابلے میں رواں سال کی پہلی سہ ماہی میں گھریلو ترسیلات 8.2 فیصد کم ہو کر 8.39 بلین سے 7.7 بلین امریکی ڈالر رہ گئیں۔ ترسیلات زر میں کمی کیچھنچ مارکیٹ میں غیر یقینی صورتحال اور اتار چڑھاؤ کی وجہ سے امریکی ڈالر کے مقابلے میں روپے کی قدر میں کمی ہے۔ جو ستمبر 2021 میں 140 روپے سے اکتوبر 2022 میں 221.64 روپے ہو گئی۔ چیلنجنگ معاشی اشاریوں نے بڑے پیمانے پر مینوفیکچرنگ کو نقصان پہنچایا جس میں رواں مالی سال کی پہلی سہ ماہی میں 0.4 فیصد کمی واقع ہوئی۔

صنعت:

رواں سال کی پہلی سہ ماہی میں گاڑیوں کی فروخت میں کمی واقع ہوئی جس کی بنیادی وجہ زیادہ قیمتیں، زیادہ مالیاتی اخراجات، اسٹیٹ بینک آف پاکستان کے اقدامات جیسے آٹولون کی ادائیگی کی مدت میں کمی، کم از کم ڈاؤن ہیمنٹ میں اضافہ اور زیادہ سے زیادہ 3.0 بلین روپے کا نافذ قرض کی حد نتیجتاً، رپورٹ کے تحت سہ ماہی کے دوران کاروں کی فروخت 50 فیصد کم ہو کر 57,539 یونٹس سے 28,571 ہو گئی جبکہ LCV، ویز اور جیپوں کی فروخت 11,358 یونٹس سے 48 فیصد کم ہو کر 5,901 یونٹ ہو گئی۔ ٹرک اور بسوں کی فروخت 3,281 یونٹس سے 44 فیصد کم ہو کر 1,845 یونٹس، فارم ٹریکٹرز کی فروخت 30 فیصد کم ہو کر 12,025 سے 8,379 یونٹس اور دو تین پہیوں کی فروخت 450,913 یونٹس سے 34 فیصد کم ہو کر 298,368 یونٹ رہ گئی۔ ڈالرائزیشن کے ڈومینو اثر بڑھتی ہوئی مہنگائی، یوٹیلیٹی ٹیرف میں اضافہ، شرح سود میں اضافہ اور میٹرل لاگت میں اضافہ کی وجہ سے آٹو پارٹس کی صنعت کو مشکل وقت کا سامنا ہے۔

پیداوار:

مقدار اور معیار دونوں لحاظ سے مارکیٹ کی طلب کو پورا کرنے کے لئے پیداواری سرگرمیوں کی موثر طریقے سے منصوبہ بندی اور ایڈجسٹمنٹ کی گئی۔ آپ کی کمپنی کی مصنوعات کے معیار کو مزید مضبوط بنانے کے لئے پیداواری عمل کے تمام مراحل پر کوالٹی کنٹرول پر زور بر دہتی کے ساتھ نافذ کیا گیا تھا۔

فروخت:

زیر جائزہ ششماہی کے دوران کمپنی کا خالص سیلز ریونیو 29.1 فیصد بڑھ کر 7.894 بلین روپے سے بڑھ کر 10.192 بلین روپے ہو گیا۔ جس کی وجہ بہتر سیلز پرائز ہے۔

INDEPENDENT AUDITORS' REVIEW REPORT

To the members of Exide Pakistan Limited
Report on review of Unconsolidated Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of Exide Pakistan Limited (the Company) as at September 30, 2022 and the related 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, and notes to the financial statements for the half year then ended (here-in-after referred to as "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 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 Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for the interim financial reporting.

Other Matter

The figures of the unconsolidated condensed interim profit or loss and other comprehensive income for the three months' period ended September 30, 2022 and related comparative information have not been reviewed, as we are required to review only the cumulative figures for the half year ended September 30, 2022.

The engagement partner on the review resulting in this independent auditor's review report is **Hena Sadiq**.


Chartered Accountants

Place: Karachi

Dated: November 29, 2022

UDIN: RR202210057jSIDHCM42



UNCONSOLIDATED
**FINANCIAL
STATEMENTS**

EXIDE PAKISTAN LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2022

	(Unaudited) September 30, 2022	(Audited) March 31, 2022
Note	(Rupees '000)	
ASSETS		
Non-current assets		
Property, plant and equipment	1,328,581	1,356,823
Long-term loans	6,261	2,444
Long-term deposits	43,320	35,538
	1,378,162	1,394,805
Current assets		
Stores and spares	208,801	143,325
Stock-in-trade	5,083,776	3,491,913
Trade debts	1,390,182	2,369,909
Loans and advances	89,976	53,814
Trade deposits, prepayments and other receivables	29,096	31,359
Taxation recoverable	783,146	936,017
Cash and bank balances	112,113	133,612
	7,697,090	7,159,949
	9,075,252	8,554,754
TOTAL ASSETS		
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorised share capital		
18,000,000 (March 31, 2022: 18,000,000) ordinary shares of Rs. 10 each	180,000	180,000
Issued, subscribed and paid-up share capital	77,686	77,686
Capital reserves		
General capital reserve	259	259
Reserve arising on amalgamation - net	25,823	25,823
Revaluation surplus on property, plant and equipment - net of tax	1,059,878	1,066,555
Revenue reserves		
General reserve	3,329,991	3,329,991
Accumulated losses	(436,978)	(665,107)
	4,056,659	3,835,207
LIABILITIES		
Non-current liabilities		
Long-term loan	170,763	96,159
Loan under SBP refinance scheme	-	-
Deferred government grant	-	-
Deferred taxation	-	-
	170,763	96,159
Current liabilities		
Trade and other payables	2,269,196	1,131,338
Unclaimed dividend	5,873	5,873
Accrued profit / mark-up	58,979	74,595
Loan from director	-	168,550
Short-term borrowings	2,439,986	3,025,036
Current portion of long-term loan	16,851	93,335
Current portion of deferred government grant	1,351	5,796
Current portion of loan under SBP refinance scheme	55,595	118,865
	4,847,831	4,623,388
	5,018,593	4,719,547
	9,075,252	8,554,754

9

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



Altaf Hashwani
Chairman



Arshad Shehzada
Chief Executive Officer




S. Haider Mehdi
Chief Financial Officer


EXIDE PAKISTAN LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME (UNAUDITED)
FOR THE HALF YEAR AND QUARTER ENDED SEPTEMBER 30, 2022

	Half Year Ended		Quarter Ended	
	September 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
Note	------(Rupees'000)-----			
Revenue from customers - net	10,192,274	7,894,102	4,706,125	3,293,259
Cost of sales	(8,872,107)	(7,053,928)	(3,911,858)	(2,930,308)
Gross profit	1,320,167	840,174	794,267	362,951
Selling and distribution expenses	(674,778)	(509,754)	(394,925)	(206,611)
Administrative and general expenses	(76,941)	(77,888)	(38,031)	(41,412)
Other income	10,941	11,071	9,028	8,801
Other operating charges	(84,682)	(20,005)	(63,875)	(12,784)
	(825,460)	(596,576)	(487,803)	(252,006)
Operating profit	494,707	243,598	306,464	110,945
Finance cost	(145,852)	(110,337)	(76,484)	(60,146)
Profit before taxation	348,855	133,261	229,980	50,799
Taxation	(127,403)	(98,676)	(58,826)	(41,165)
Profit after taxation	221,452	34,585	171,154	9,634
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	221,452	34,585	171,154	9,634
	------(Rupees)-----			
Earnings per share (basic and diluted)	28.51	4.45	22.03	1.24

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


Altaf Hashwani
Chairman


Arshad Shehzada
Chief Executive Officer



S. Haider Mehdi
Chief Financial Officer


EXIDE PAKISTAN LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE HALF YEAR ENDED SEPTEMBER 30, 2022

Issued, subscribed and paid-up share capital	Capital reserves			Revenue reserves		Total	
	General capital reserve	Revaluation surplus on property, plant and equipment - net of tax	Reserve arising on amalgama- tion - net	General reserve	Accumulate d losses		
------(Rupees'000)-----							
Balance as at March 31, 2021 (Audited)	77,686	259	1,081,204	25,823	3,329,991	(706,091)	3,808,872
Profit after taxation for the half year ended September 30, 2021	-	-	-	-	-	34,585	34,585
Other comprehensive income for the half year ended September 30, 2021	-	-	-	-	-	-	-
Transferred from revaluation surplus on property, plant and equipment - net of tax	-	-	(7,316)	-	-	7,316	-
Balance as at September 30, 2021 (Unaudited)	<u>77,686</u>	<u>259</u>	<u>1,073,888</u>	<u>25,823</u>	<u>3,329,991</u>	<u>(664,190)</u>	<u>3,843,457</u>
Balance as at March 31, 2022 (Audited)	77,686	259	1,066,555	25,823	3,329,991	(665,107)	3,835,207
Profit after taxation for the half year ended September 30, 2022	-	-	-	-	-	221,452	221,452
Other comprehensive income for the half year ended September 30, 2022	-	-	-	-	-	-	-
Transferred from revaluation surplus on property, plant and equipment - net of tax	-	-	(6,677)	-	-	6,677	-
Balance as at September 30, 2022 (Unaudited)	<u>77,686</u>	<u>259</u>	<u>1,059,878</u>	<u>25,823</u>	<u>3,329,991</u>	<u>(436,978)</u>	<u>4,056,659</u>

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


Altaf Hashwani
Chairman


Arshad Shehzada
Chief Executive Officer



S. Haider Mehdi
Chief Financial Officer


EXIDE PAKISTAN LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE HALF YEAR ENDED SEPTEMBER 30, 2022

		Half Year ended September 30,	
		2022	2021
Note		------(Rupees'000)-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
12	Cash generated from /(used in) operations	990,124	(234,305)
	Financial charges paid	(157,023)	(101,851)
	Income taxes recovered / (paid) - net	25,468	(104,387)
	Increase in long-term deposits	(7,782)	(2,036)
	(Increase) / decrease in long-term loans	(3,817)	1,924
	Net cash flows generated from /(used in) operating activities	846,970	(440,655)
CASH FLOWS FROM INVESTING ACTIVITIES			
	Payments for capital expenditure	(46,870)	(56,298)
	Proceeds from disposal of operating assets	1,598	5,738
	Net cash used in investing activities	(45,272)	(50,560)
CASH FLOWS FROM FINANCING ACTIVITIES			
	Long-term loans repaid - net	(1,880)	(126,622)
	Loan from director repaid	(168,550)	-
	Loan under SBP refinance scheme repaid - net	(67,716)	-
	Short-term borrowings repaid / (obtained) - net	(101,850)	-
	Net cash flows (used in) / generated from financing activities	(339,996)	(126,622)
	Net increase /(decrease) in cash and cash equivalents during the period	461,702	(617,837)
	Cash and cash equivalents at the beginning of the period	(1,227,320)	(1,910,248)
13	Cash and cash equivalents at the end of the period	(765,618)	(2,528,085)

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


Altaf Hashwani
Chairman


Arshad Shehzada
Chief Executive Officer


S. Haider Mehdi
Chief Financial Officer

EXIDE PAKISTAN LIMITED
NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED
INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE HALF YEAR ENDED SEPTEMBER 30, 2022

1. THE COMPANY AND ITS OPERATIONS

Exide Pakistan Limited (the Company) is a limited liability company and is incorporated on January 12, 1953 in Pakistan. The address of its registered office is A-44, Hill Street, Manghopir Road, S.I.T.E, Karachi, Pakistan. The Company is listed on the Pakistan Stock Exchange. The Company is engaged in the manufacturing and sale of batteries, chemicals and acid and in trading of solar energy solutions. Manufacturing facilities of the Company are located at S.I.T.E Karachi while facilities for chemicals and acid are located at S.I.T.E and Bin Qasim Karachi.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

2.1 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;
- Provisions of and directives issued under the Companies Act, 2017; and
- Islamic Financial Accounting Standards (IFAS) issued by Institute of Chartered Accountants of Pakistan (ICAP) as notified under the Companies Act, 2017.

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

2.2 These unconsolidated condensed interim financial statements represent the separate condensed interim financial statements of the Company. The consolidated condensed interim financial statements of the Company and its subsidiary company are presented separately.

2.3 These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except for inventories which are carried at lower of cost or net realisable value, land and buildings are stated at revalued amounts and defined benefit plan - gratuity are carried at present value.

2.4 These unconsolidated condensed interim financial statements do not include all information and disclosures required in a full set of financial statements and should be read in conjunction with the unconsolidated annual audited financial statements of the Company for the year ended March 31, 2022.

2.5 These condensed interim financial statements are presented in Pakistan Rupee, which is the Company's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted and the methods of computation of balances used in the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the preparation of the unconsolidated annual audited financial statements of the Company for the year ended March 31, 2022.

4. ACCOUNTING ESTIMATES / JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of these unconsolidated condensed interim financial statements in conformity with accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on the management's experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods. The significant judgments made by the management in applying the Company's accounting policies and the key resources of estimation and uncertainty were the same as those applied to the unconsolidated annual audited financial statements for the year ended March 31, 2022.

The financial risk management objectives and policies are consistent with those disclosed in the unconsolidated annual audited financial statements of the Company for the year ended March 31, 2022.

		(Unaudited) September 30, 2022	(Audited) March 31, 2022
	Note	----- (Rupees'000) -----	
5. Property, plant and equipment			
Operating assets			
Opening balance		1,333,308	1,271,103
Additions / transfers during the period / year	5.1	68,785	200,438
Disposals during the period / year	5.2	(258)	(1,201)
Depreciation for the period / year		(74,854)	(137,032)
Closing balance		1,326,981	1,333,308
Capital work-in-progress	5.3	1,600	23,515
		<u>1,328,581</u>	<u>1,356,823</u>

5.1 The following additions have been made to operating assets during the half year ended September 30, 2022.

	For the half year ended September 30,	
	2022	2021
	(Unaudited)	
	----- (Rupees'000) -----	
Buildings on leasehold land	13,803	6,291
Plant and machinery	51,898	22,287
Furniture and fixtures	665	563
Office equipment and appliances	2,419	1,391
	<u>68,785</u>	<u>30,532</u>

5.2 The net book value of operating assets disposed of during the half year ended September 30, 2022 amounted to Rs. 0.258 million (September 30, 2021: Rs. 1.078 million).

		(Unaudited) September 30, 2022	(Audited) March 31, 2022
	Note	----- (Rupees'000) -----	
5.3 Capital work-in-progress			
Property, plant and equipment	5.3.1 & 5.3.2	<u>1,600</u>	<u>23,515</u>

5.3.1 The following additions have been made to capital work-in-progress during the half year ended September 30, 2022:

	For the half year ended September 30,	
	2022	2021
	(Unaudited)	
	----- (Rupees'000) -----	
Buildings on leasehold land	13,803	6,291
Plant and machinery	28,382	48,053
Furniture and fixtures	2,267	563
Office equipment and appliances	2,418	1,391
	<u>46,870</u>	<u>56,298</u>

5.3.2 The following transfers have been made from capital work-in-progress during the half year ended September 30, 2022:

		For the half year ended	
		September 30,	
		2022	2021
		(Unaudited)	
Note		------(Rupees'000)-----	
	Buildings on leasehold land	13,803	6,291
	Plant and machinery	51,898	22,287
	Furniture and fixtures	665	563
	Office equipment and appliances	2,419	1,391
		<u>68,785</u>	<u>30,532</u>
		(Unaudited)	(Audited)
		September 30,	March 31,
		2022	2022
Note		------(Rupees'000)-----	
6.	LONG-TERM DEPOSITS		
	Unsecured		
	Utilities	25,142	22,294
	Others	18,731	13,797
		<u>43,873</u>	<u>36,091</u>
	Less: provision against long-term deposits	(553)	(553)
		<u>43,320</u>	<u>35,538</u>
7.	STOCK-IN-TRADE		
	Raw and packing materials and components (including goods-in-transit amounting to Rs 336.104 million (March 31, 2022: Rs 52.69 million))	2,346,143	1,818,421
	Work-in-process	1,754,867	968,826
	Finished goods	1,021,320	741,420
		<u>5,122,331</u>	<u>3,528,667</u>
	Less: provision against slow moving and obsolete stock-in-trade	(38,554)	(36,754)
		<u>5,083,776</u>	<u>3,491,913</u>
7.1	Provision against slow moving and obsolete stock-in-trade		
	Opening balance	36,754	35,068
	Provision recognised during the period / year	1,800	3,979
	Reversal	-	(2,293)
	Closing balance	<u>38,554</u>	<u>36,754</u>
8.	TRADE DEBTS - unsecured		
	Trade Debts	1,479,564	2,459,291
	Less: Provision for expected credit loss	(89,382)	(89,382)
		<u>1,390,182</u>	<u>2,369,909</u>
8.1	Provision for expected credit loss		
	Opening balance	89,382	83,749
	Provision recognised during the period / year	-	8,483
	Written off during the year	-	(2,850)
	Closing balance	<u>89,382</u>	<u>89,382</u>

9. CONTINGENCIES AND COMMITMENTS

9.1 Contingencies

Contingencies in unconsolidated condensed interim financial statements are the same as those disclosed in unconsolidated annual audited financial statements of the Company for the year ended March 31, 2022.

(Unaudited) September 30, 2022	(Audited) March 31, 2022
------(Rupees'000)-----	

9.2 Commitments

Commitments in respect of:

Capital expenditure contracted for but not incurred

11,323	635
--------	-----

Letters of credit

661,363	487,147
---------	---------

Letters of guarantee

101,151	108,865
---------	---------

For the half year ended

September 30,

2022	2021
------	------

(Unaudited)

------(Rupees'000)-----

10. COST OF SALES

Raw and packing materials consumed

8,843,953	6,617,699
-----------	-----------

Salaries, wages and benefits

345,693	350,847
---------	---------

Spares consumed

123,365	93,941
---------	--------

Rent, rates and taxes

1,521	1,379
-------	-------

Fuel, power and water

514,468	389,091
---------	---------

Insurance

5,549	5,014
-------	-------

Repairs and maintenance

10,452	6,771
--------	-------

Depreciation

70,611	63,463
--------	--------

General expenses

22,436	23,447
--------	--------

1,094,095	933,953
-----------	---------

Opening stock of work-in-process

968,826	1,103,022
---------	-----------

Closing stock of work-in-process

(1,754,867)	(1,151,691)
-------------	-------------

(786,041)	(48,669)
-----------	----------

Cost of goods manufactured

9,152,007	7,502,983
-----------	-----------

Opening stock of finished goods

741,420	596,022
---------	---------

Closing stock of finished goods

(1,021,320)	(1,045,077)
-------------	-------------

(279,900)	(449,055)
-----------	-----------

8,872,107	7,053,928
-----------	-----------

11. TAXATION

Current - for the period

127,403	98,676
---------	--------

Deferred - net

-	-
---	---

127,403	98,676
---------	--------

11.1 Company's management has evaluated the available evidence about future taxable income and other possible sources of realisation of deferred tax asset. The deferred tax credit has been recognized on minimum turnover tax, unused tax losses and tax credits in these financial statements to the extent that deferred tax liability becomes zero due to unavailability of future taxable profits based on management's judgement.

	Note	For the half year ended	
		September 30,	
		2022	2021
		(Unaudited)	
		----- (Rupees'000) -----	
12. CASH GENERATED FROM OPERATIONS			
Profit before taxation		348,855	133,261
Adjustments:			
Depreciation		74,854	68,244
Gain on disposal of property, plant and equipment - operating assets		(1,339)	(4,660)
Provision against slow moving and obsolete stock-in-trade		1,800	1,800
Provision for defined benefit plan - gratuity		1,996	1,908
Provision against battery warranty claims		330,362	2,528
Amortisation of deferred government grant		(4,445)	(4,455)
Finance cost		145,852	110,337
Working capital changes	12.1	92,189	(543,268)
		<u>990,124</u>	<u>(234,305)</u>

12.1 Working capital changes

(Increase) / decrease in current assets

Stores and spares	(67,472)	(1,047)
Stock-in-trade	(1,593,663)	(982,978)
Trade debts	979,727	341,042
Loans and advances	(36,162)	(122,416)
Trade deposits, prepayments and other receivables	2,263	109
	<u>(715,307)</u>	<u>(765,290)</u>

Increase / (decrease) in current liabilities

Trade and other payables	807,496	222,022
	<u>92,189</u>	<u>(543,268)</u>

13. CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the unconsolidated condensed interim statement of cash flows (unaudited) comprise the following unconsolidated condensed interim statement of financial position amounts:

13.1 Total short term borrowings

	As at September 30,	
	2022	2021
	(Unaudited)	
	----- (Rupees'000) -----	
Running Musharakah	527,436	449,400
Tijarah	1,438,405	999,971
Istisna	-	500,000
Running Finance	350,295	571,136
Money Market Loan	123,850	195,000
	<u>2,439,986</u>	<u>2,715,507</u>
Cash and bank balances	112,113	187,368
Short-term borrowings which qualifies as cash and cash equivalent	(877,731)	(2,715,453)
Cash and cash equivalents at the end of the period	<u>(765,618)</u>	<u>(2,528,085)</u>

14. TRANSACTIONS WITH RELATED PARTIES

Half year ended September 30, 2022				Half year ended September 30, 2021
Subsidiary company	Other related parties	Key management personnel	Total	

------(Rupees'000)-----

Transactions

Transactions with key management personnel

- Sales	-	-	5,344	5,344	-
- Salaries and wages	-	-	17,397	17,397	10,434
- Defined benefit plan - gratuity	-	-	109	109	60
- Defined contribution plan	-	-	262	262	144
- Repayment of loan	-	-	168,550	168,550	-
Expenses charged in respect of defined contribution plan - provident fund	-	5,588	-	5,588	5,148
Expenses charged in respect of defined benefit plan - Gratuity	-	1,996	-	1,996	1,908
Royalty expense	-	4,619	-	4,619	4,823
Payment made to subsidiary company	6	-	-	6	5

15. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The estimated fair value of all financial assets and liabilities is considered not to be significantly different from the respective book values as the items are either short-term in nature or re-priced periodically.

15.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Company to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

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

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety shall be determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety.

Currently there are no financial assets or financial liabilities which are measured at their fair value in the unconsolidated statement of financial position.

16. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation and comparison.

17. DATE OF AUTHORISATION FOR ISSUE

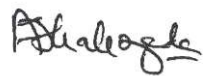
These unconsolidated condensed interim financial statements were authorised for issue on 29 November 2022 by the Board of Directors of the Company.

18. GENERAL

Figures in these unconsolidated condensed interim financial statements have been rounded off to the nearest thousand rupees.



Altaf Hashwani
Chairman



Arshad Shehzada
Chief Executive Officer



S. Haider Mehdi
Chief Financial Officer



**CONSOLIDATED
FINANCIAL
STATEMENTS**

EXIDE PAKISTAN LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2022

		(Unaudited) September 30, 2022	(Audited) March 31, 2022
	Note	----- (Rupees'000) -----	
ASSETS			
Non-current assets			
Property, plant and equipment	5	1,328,581	1,356,823
Long-term loans		6,261	2,444
Long-term deposits	6	43,320	35,538
		<u>1,378,162</u>	<u>1,394,805</u>
Current assets			
Stores and spares		208,801	143,325
Stock-in-trade	7	5,083,776	3,491,913
Trade debts	8	1,390,182	2,369,909
Loans and advances		89,976	53,814
Trade deposits, prepayments and other receivables		29,083	31,353
Taxation recoverable		783,146	936,017
Cash and bank balances		112,115	133,614
		<u>7,697,079</u>	<u>7,159,945</u>
TOTAL ASSETS		<u><u>9,075,241</u></u>	<u><u>8,554,750</u></u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital			
18,000,000 (March 31, 2022: 18,000,000) ordinary shares of Rs. 10 each		180,000	180,000
Issued, subscribed and paid-up share capital		77,686	77,686
Capital reserves			
General capital reserve		259	259
Reserve arising on amalgamation - net		25,823	25,823
Revaluation surplus on property, plant and equipment - net of tax		1,059,878	1,066,555
Revenue reserves			
General reserve		3,329,991	3,329,991
Accumulated losses		(438,019)	(666,115)
		<u>4,055,618</u>	<u>3,834,199</u>
LIABILITIES			
Non-current liabilities			
Long-term loan		170,763	96,159
Loan under SBP refinance scheme		-	-
Deferred government grant		-	-
Deferred taxation		-	-
		<u>170,763</u>	<u>96,159</u>
Current liabilities			
Trade and other payables		2,269,501	1,131,617
Unclaimed dividend		5,873	5,873
Accrued profit / mark-up		58,979	74,595
Loan from director		725	169,275
Short-term borrowings		2,439,986	3,025,036
Current portion of long-term loan		16,851	93,335
Current portion of deferred government grant		1,351	5,796
Current portion of loan under SBP refinance scheme		55,595	118,865
		<u>4,848,861</u>	<u>4,624,392</u>
TOTAL LIABILITIES		<u><u>5,019,623</u></u>	<u><u>4,720,551</u></u>
TOTAL EQUITY AND LIABILITIES		<u><u>9,075,241</u></u>	<u><u>8,554,750</u></u>
CONTINGENCIES AND COMMITMENTS			

9

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



Altaf Hashwani
Chairman



Arshad Shehzada
Chief Executive Officer



S. Haider Mehdi
Chief Financial Officer

EXIDE PAKISTAN LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME (UNAUDITED)
FOR THE HALF YEAR AND QUARTER ENDED SEPTEMBER 30, 2022

	Half Year Ended		Quarter Ended	
	September 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
Note	------(Rupees'000)-----			
Revenue from customers - net	10,192,274	7,894,102	4,706,125	3,293,259
Cost of sales	10 (8,872,107)	(7,053,928)	(3,911,858)	(2,930,308)
Gross profit	1,320,167	840,174	794,267	362,951
Selling and distribution expenses	(674,778)	(509,754)	(394,925)	(206,611)
Administrative and general expenses	(76,941)	(77,888)	(38,031)	(41,412)
Other income	10,941	11,071	9,028	8,801
Other operating charges	(84,715)	(20,036)	(63,895)	(12,802)
	(825,493)	(596,607)	(487,823)	(252,024)
Operating profit	494,674	243,567	306,444	110,927
Finance cost	(145,852)	(110,337)	(76,484)	(60,146)
Profit before taxation	348,822	133,230	229,960	50,781
Taxation	11 (127,403)	(98,676)	(58,826)	(41,165)
Profit after taxation	221,419	34,554	171,134	9,616
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	221,419	34,554	171,134	9,616
	------(Rupees)-----			
Earnings per share (basic and diluted)	28.50	4.45	22.03	1.24

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



Altaf Hashwani
Chairman



Arshad Shehzada
Chief Executive Officer



S. Haider Mehdi
Chief Financial Officer


EXIDE PAKISTAN LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE HALF YEAR ENDED SEPTEMBER 30, 2022

	Issued, subscribed and paid-up share capital	Capital reserves			Revenue reserves		Total
		General capital reserve	Revaluation surplus on property, plant and equipment - net of tax	Reserve arising on amalgamation - net	General reserve	Accumulated losses	
------(Rupees'000)-----							
Balance as at March 31, 2021 (Audited)	77,686	259	1,081,204	25,823	3,329,991	(707,040)	3,807,923
Profit after taxation for the half year ended September 30, 2021	-	-	-	-	-	34,554	34,554
Other comprehensive income for the half year ended September 30, 2021	-	-	-	-	-	-	-
Transferred from revaluation surplus on property, plant and equipment - net of tax	-	-	(7,316)	-	-	7,316	-
Balance as at September 30, 2021 (Unaudited)	<u>77,686</u>	<u>259</u>	<u>1,073,888</u>	<u>25,823</u>	<u>3,329,991</u>	<u>(665,170)</u>	<u>3,842,477</u>
Balance as at March 31, 2022 (Audited)	77,686	259	1,066,555	25,823	3,329,991	(666,115)	3,834,199
Profit after taxation for the half year ended September 30, 2022	-	-	-	-	-	221,419	221,419
Other comprehensive income for the half year ended September 30, 2022	-	-	-	-	-	-	-
Transferred from revaluation surplus on property, plant and equipment - net of tax	-	-	(6,677)	-	-	6,677	-
Balance as at September 30, 2022 (Unaudited)	<u>77,686</u>	<u>259</u>	<u>1,059,878</u>	<u>25,823</u>	<u>3,329,991</u>	<u>(438,019)</u>	<u>4,055,618</u>

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



Altaf Hashwani
Chairman



Arshad Shehzada
Chief Executive Officer



S. Haider Mehdi
Chief Financial Officer

EXIDE PAKISTAN LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
 FOR THE HALF YEAR ENDED SEPTEMBER 30, 2022

		Half Year ended September 30,	
		2022	2021
		Note -----(Rupees'000)-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from / (used in) operations	12	990,124	(234,305)
Financial charges paid		(157,023)	(101,851)
Income taxes recovered / (paid) - net		25,468	(104,387)
Increase in long-term deposits		(7,782)	(2,036)
(Increase) / decrease in long-term loans		(3,817)	1,924
Net cash flows generated from / (used in) operating activities		846,970	(440,655)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for capital expenditure		(46,870)	(56,298)
Proceeds from disposal of operating assets		1,598	5,738
Net cash used in investing activities		(45,272)	(50,560)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term loans repaid - net		(1,880)	(126,622)
Loan from director repaid		(168,550)	-
Loan under SBP refinance scheme repaid - net		(67,716)	-
Short-term borrowings repaid / (obtained) - net		(101,850)	-
Net cash flows (used in) / generated from financing activities		(339,996)	(126,622)
Net increase / (decrease) in cash and cash equivalents during the period		461,702	(617,837)
Cash and cash equivalents at the beginning of the period		(1,227,318)	(1,910,246)
Cash and cash equivalents at the end of the period	13	(765,616)	(2,528,082)

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



Altaf Hashwani
Chairman



Arshad Shehzada
Chief Executive Officer



S. Haider Mehdi
Chief Financial Officer

EXIDE PAKISTAN LIMITED
NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED
INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE HALF YEAR ENDED SEPTEMBER 30, 2022

1. THE COMPANY AND ITS OPERATIONS

Exide Pakistan Limited (the Company) is a limited liability company and is incorporated on January 12, 1953 in Pakistan. The address of its registered office is A-44, Hill Street, Manghopir Road, S.I.T.E, Karachi, Pakistan. The Company is listed on the Pakistan Stock Exchange. The Company is engaged in the manufacturing and sale of batteries, chemicals and acid and in trading of solar energy solutions. Manufacturing facilities of the Company are located at S.I.T.E Karachi while facilities for chemicals and acid are located at S.I.T.E and Bin Qasim Karachi.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

2.1 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;
- Provisions of and directives issued under the Companies Act, 2017; and
- Islamic Financial Accounting Standards (IFAS) issued by Institute of Chartered Accountants of Pakistan (ICAP) as notified under the Companies Act, 2017.

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

2.2 These consolidated condensed interim financial statements have been prepared under the historical cost convention except for inventories which are carried at lower of cost or net realisable value, land and buildings are stated at revalued amounts and defined benefit plan - gratuity are carried at present value.

2.3 These consolidated condensed interim financial statements do not include all information and disclosures required in a full set of financial statements and should be read in conjunction with the consolidated annual audited financial statements of the Company for the year ended March 31, 2022.

2.4 These condensed interim financial statements are presented in Pakistan Rupee, which is the Company's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted and the methods of computation of balances used in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of the consolidated annual audited financial statements of the Company for the year ended March 31, 2022.

4. ACCOUNTING ESTIMATES / JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of these consolidated condensed interim financial statements in conformity with accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on the management's experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods. The significant judgments made by the management in applying the Company's accounting policies and the key resources of estimation and uncertainty were the same as those applied to the consolidated annual audited financial statements for the year ended March 31, 2022.

The financial risk management objectives and policies are consistent with those disclosed in the consolidated annual audited financial statements of the Company for the year ended March 31, 2022.

		(Unaudited) September 30, 2022	(Audited) March 31, 2022
	Note	----- (Rupees'000) -----	
5. Property, plant and equipment			
Operating assets			
Opening balance		1,333,308	1,271,103
Additions /transfers during the period /year	5.1	68,785	200,438
Disposals during the period /year	5.2	(258)	(1,201)
Depreciation for the period / year		(74,854)	(137,032)
Closing balance		1,326,981	1,333,308
Capital work-in-progress	5.3	1,600	23,515
		<u>1,328,581</u>	<u>1,356,823</u>

5.1 The following additions have been made to operating assets during the half year ended September 30, 2022.

	For the half year ended September 30,	
	2022	2021
	(Unaudited)	
	----- (Rupees'000) -----	
Buildings on leasehold land	13,803	6,291
Plant and machinery	51,898	22,287
Furniture and fixtures	665	563
Office equipment and appliances	2,419	1,391
	<u>68,785</u>	<u>30,532</u>

5.2 The net book value of operating assets disposed of during the half year ended September 30, 2022 amounted to Rs. 0.258 million (September 30, 2021: Rs. 1.078 million).

		(Unaudited) September 30, 2022	(Audited) March 31, 2022
	Note	----- (Rupees'000) -----	
5.3 Capital work-in-progress			
Property, plant and equipment	5.3.1 & 5.3.2	<u>1,600</u>	<u>23,515</u>

5.3.1 The following additions have been made to capital work-in-progress during the half year ended September 30, 2022:

	For the half year ended September 30,	
	2022	2021
	(Unaudited)	
	----- (Rupees'000) -----	
Buildings on leasehold land	13,803	6,291
Plant and machinery	28,382	48,053
Furniture and fixtures	2,267	563
Office equipment and appliances	2,418	1,391
	<u>46,870</u>	<u>56,298</u>

5.3.2 The following transfers have been made from capital work-in-progress during the half year ended September 30, 2022:

		For the half year ended	
		September 30,	
		2022	2021
		(Unaudited)	
Note		------(Rupees'000)-----	
		13,803	6,291
		51,898	22,287
		665	563
		2,419	1,391
		<u>68,785</u>	<u>30,532</u>
		(Unaudited)	(Audited)
		September 30,	March 31,
		2022	2022
	Note	------(Rupees'000)-----	
6.	LONG-TERM DEPOSITS		
	Unsecured		
	Utilities	25,142	22,294
	Others	18,731	13,797
		<u>43,873</u>	<u>36,091</u>
	Less: provision against long-term deposits	(553)	(553)
		<u>43,320</u>	<u>35,538</u>
7.	STOCK-IN-TRADE		
	Raw and packing materials and components (including goods-in-transit amounting to Rs 336.104 million (March 31, 2022: Rs 52.69 million))	2,346,143	1,818,421
	Work-in-process	1,754,867	968,826
	Finished goods	1,021,320	741,420
		<u>5,122,331</u>	<u>3,528,667</u>
	Less: provision against slow moving and obsolete stock-in-trade	(38,554)	(36,754)
		<u>5,083,776</u>	<u>3,491,913</u>
7.1	Provision against slow moving and obsolete stock-in-trade		
	Opening balance	36,754	35,068
	Provision recognised during the period / year	1,800	3,979
	Reversal	-	(2,293)
	Closing balance	<u>38,554</u>	<u>36,754</u>
8.	TRADE DEBTS - unsecured		
	Trade Debts	1,479,564	2,459,291
	Less: Provision for expected credit loss	(89,382)	(89,382)
		<u>1,390,182</u>	<u>2,369,909</u>
8.1	Provision for expected credit loss		
	Opening balance	89,382	83,749
	Provision recognised during the period / year	-	8,483
	Written off during the year	-	(2,850)
	Closing balance	<u>89,382</u>	<u>89,382</u>

9. CONTINGENCIES AND COMMITMENTS

9.1 Contingencies

Contingencies in consolidated condensed interim financial statements are the same as those disclosed in consolidated annual audited financial statements of the Company for the year ended March 31, 2022.

(Unaudited) September 30, 2022	(Audited) March 31, 2022
----- (Rupees'000) -----	

9.2 Commitments

Commitments in respect of:

Capital expenditure contracted for but not incurred

Letters of credit

Letters of guarantee

11,323	635
661,363	487,147
101,151	108,865

For the half year ended	
September 30,	
2022	2021
(Unaudited)	
----- (Rupees'000) -----	

10. COST OF SALES

Raw and packing materials consumed

Salaries, wages and benefits

Spares consumed

Rent, rates and taxes

Fuel, power and water

Insurance

Repairs and maintenance

Depreciation

General expenses

Opening stock of work-in-process

Closing stock of work-in-process

Cost of goods manufactured

Opening stock of finished goods

Closing stock of finished goods

8,843,953	6,617,699
345,693	350,847
123,365	93,941
1,521	1,379
514,468	389,091
5,549	5,014
10,452	6,771
70,611	63,463
22,436	23,447
1,094,095	933,953
968,826	1,103,022
(1,754,867)	(1,151,691)
(786,041)	(48,669)
9,152,007	7,502,983
741,420	596,022
(1,021,320)	(1,045,077)
(279,900)	(449,055)
8,872,107	7,053,928

127,403	98,676
-	-
127,403	98,676

11. TAXATION

Current - for the period

Deferred - net

11.1 Company's management has evaluated the available evidence about future taxable income and other possible sources of realisation of deferred tax asset. The deferred tax credit has been recognized on minimum turnover tax, unused tax losses and tax credits in these financial statements to the extent that deferred tax liability becomes zero due to unavailability of future taxable profits based on management's judgement.

		For the half year ended	
		September 30,	
		2022	2021
		(Unaudited)	
		----- (Rupees'000) -----	
12. CASH GENERATED FROM OPERATIONS			
Profit before taxation		348,822	133,230
Adjustments:			
Depreciation		74,854	68,244
Gain on disposal of property, plant and equipment - operating assets		(1,339)	(4,660)
Provision against slow moving and obsolete stock-in-trade		1,800	1,800
Provision for defined benefit plan - gratuity		1,996	1,908
Provision against battery warranty claims		330,362	2,528
Amortisation of deferred government grant		(4,445)	(4,455)
Finance cost		145,852	110,337
Working capital changes	12.1	92,222	(543,237)
		<u>990,124</u>	<u>(234,305)</u>

12.1 Working capital changes

(Increase) / decrease in current assets

Stores and spares	(67,472)	(1,047)
Stock-in-trade	(1,593,663)	(982,978)
Trade debts	979,727	341,042
Loans and advances	(36,162)	(122,416)
Trade deposits, prepayments and other receivables	2,270	113
	<u>(715,300)</u>	<u>(765,286)</u>

Increase / (decrease) in current liabilities

Trade and other payables	807,522	222,049
	<u>92,222</u>	<u>(543,237)</u>

13. CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the consolidated condensed interim statement of cash flows (unaudited) comprise the following consolidated condensed interim statement of financial position amounts:

13.1 Total short term borrowings

		As at September 30,	
		2022	2021
		(Unaudited)	
		----- (Rupees'000) -----	
Running Musharakah		527,436	449,400
Tijarah		1,438,405	999,971
Istisna		-	500,000
Running Finance		350,295	571,136
Money Market Loan		123,850	195,000
		<u>2,439,986</u>	<u>2,715,507</u>
Cash and bank balances		112,115	187,370
Short-term borrowings which qualifies as cash and cash equivalent		(877,731)	(2,715,453)
Cash and cash equivalents at the end of the period		<u>(765,616)</u>	<u>(2,528,082)</u>

14. TRANSACTIONS WITH RELATED PARTIES

Half year ended September 30, 2022				Half year ended September 30, 2021
Subsidiary company	Other related parties	Key management personnel	Total	
----- (Rupees'000) -----				

Transactions

Transactions with key management personnel

- Sales	-	-	5,344	5,344	-
- Salaries and wages	-	-	17,397	17,397	10,434
- Defined benefit plan - gratuity	-	-	109	109	60
- Defined contribution plan	-	-	262	262	144
- Repayment of loan	-	-	168,550	168,550	-
Expenses charged in respect of defined contribution plan - provident fund	-	5,588	-	5,588	5,148
Expenses charged in respect of defined benefit plan - Gratuity	-	1,996	-	1,996	1,908
Royalty expense	-	4,619	-	4,619	4,823

15. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The estimated fair value of all financial assets and liabilities is considered not to be significantly different from the respective book values as the items are either short-term in nature or re-priced periodically.

15.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Company to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

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

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety shall be determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety.

Currently there are no financial assets or financial liabilities which are measured at their fair value in the consolidated statement of financial position.

16. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation and comparison.

17. DATE OF AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements were authorised for issue on 29 November 2022 by the Board of Directors of the Company.

18. GENERAL

Figures in these consolidated condensed interim financial statements have been rounded off to the nearest thousand rupees.



Altaf Hashwani
Chairman



Arshad Shehzada
Chief Executive Officer




S. Haider Mehdi
Chief Financial Officer



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