

# *OLYMPIA MILLS LIMITED*

INTERIM FINANCIAL STATEMENT  
DECEMBER 31, 2021

## COMPANY INFORMATION

### **BOARD OF DIRECTORS**

**CHIEF EXECUTIVE** : **MR. M. WAQAR MONNOO (Executive)**  
**CHAIRMAN** : **MR. SYED INAMUDDIN AHMED (Independent)**

**DIRECTORS** : MR. SIRAJ SADIQ MONNOO (Executive)  
: MR. M.REHAN RIAZ (Non-Executive)  
: MRS. GHAZALA WAQAR (Non-Executive)  
: MR. UMAR ILYAS SHAFI (Independent)  
: MR. ARSHAD IQBAL (Non-Executive)

### **AUDIT COMMITTEE MEMBERS**

**CHAIRMAN (INDEPENDENT)** : MR. UMAR ILYAS SHAFI  
**MEMBER (NON-EXECUTIVE)** : MR. M.REHAN RIAZ  
**MEMBER (NON-EXECUTIVE)** : MR. SYED INAMUDDIN AHMED

### **HUMAN RESOURCE &**

### **REMUNERATION (HR & R)**

### **COMMITTEE**

**CHAIRMAN (INDEPENDENT)** : MR. SYED INAMUDDIN AHMED  
**MEMBER (NON-EXECUTIVE)** : MRS.GHAZALA WAQAR  
**MEMBER (NON-EXECUTIVE)** : MR. UMAR ILYAS SHAFI

**CHIEF FINANCIAL OFFICER** : MR. ASIM JAFFERY

**COMPANY SECRETARY** : MR MUHAMMAD ASHRAF KHAN

**LEGAL ADVISOR** : M/S. MAKHDOOM & CO. BARRISTERS & ADVOCATE

**AUDITORS** : MUSHTAQ & COMPANY  
: CHARTERED ACCOUNTANTS  
: 407-408, COMMERCE CENTRE,  
: HASRAT MOHANI ROAD, KARACHI.

**BANKERS** : UNITED BANK LTD  
: ASKARI BANK LTD  
: SONERI BANK LTD  
: ALLIED BANK LTD

**REGISTERED OFFICE** : PLOT NO. H/23/3, LANDHI INDUSTRIAL AREA,  
: LANDHI, KARACHI.

**OLYMPIA MILLS LIMITED**

**DIRECTORS REPORT**

The Directors have pleasure in presenting their un-audited accounts of the Company for six months ended December 30, 2021. Financial results for six months period ended December 31 2021 are as under:

	HALF YEAR ENDED		QUARTER ENDED	
	December 31, 2021	December 31, 2020	December 31, 2021	December 31, 2020
	RUPEES	RUPEES	Rupees	Rupees
Revenue from Rental/ Lease Income	46,787,543	48,868,263	24,307,572	24,248,409
Direct Operating Expenses	(18,578,343)	(18,478,487)	(9,837,961)	(9,232,179)
<b>Profit from principal line of business</b>	<b>28,209,200</b>	<b>30,389,776</b>	<b>14,469,611</b>	<b>15,016,230</b>
Income from Paper Manufacturing Business				
Sales of Paper	26,590,121	27,757,508	-	27,757,508
Cost of Sales	(29,511,935)	(26,380,854)	-	(26,380,854)
<b>Gross income from paper business</b>	<b>(2,921,814)</b>	<b>1,376,654</b>	<b>-</b>	<b>1,376,654</b>
	<b>25,287,386</b>	<b>31,766,430</b>	<b>14,469,611</b>	<b>16,392,884</b>
Administrative & general expenses	(8,992,203)	(8,687,706)	(3,557,317)	(4,712,470)
Other Income	2,689,612	3,104,564	587,393	54,443
	(6,302,591)	(5,583,142)	(2,969,924)	(4,658,027)
<b>Operating Profit</b>	<b>18,984,795</b>	<b>26,183,288</b>	<b>11,499,687</b>	<b>11,734,857</b>
Finance Cost	(4,731,630)	(4,929,220)	(1,817,508)	(2,737,108)
<b>Net Profit before taxation</b>	<b>14,253,165</b>	<b>21,254,068</b>	<b>9,682,179</b>	<b>8,997,749</b>
<b>Taxation:</b>				
Current	(7,674,782)	(6,962,170)	(3,688,706)	(3,905,864)
Prior	2,302,393	-	2,302,393	-
	(5,372,389)	(6,962,170)	(1,386,313)	(3,905,864)
<b>Net Profit after taxation</b>	<b>8,880,776</b>	<b>14,291,899</b>	<b>8,295,866</b>	<b>5,091,886</b>
<b>Earning per share-Basic and diluted</b>	<b>0.74</b>	<b>1.19</b>	<b>0.69</b>	<b>0.42</b>

**FINANCIAL RESULTS**

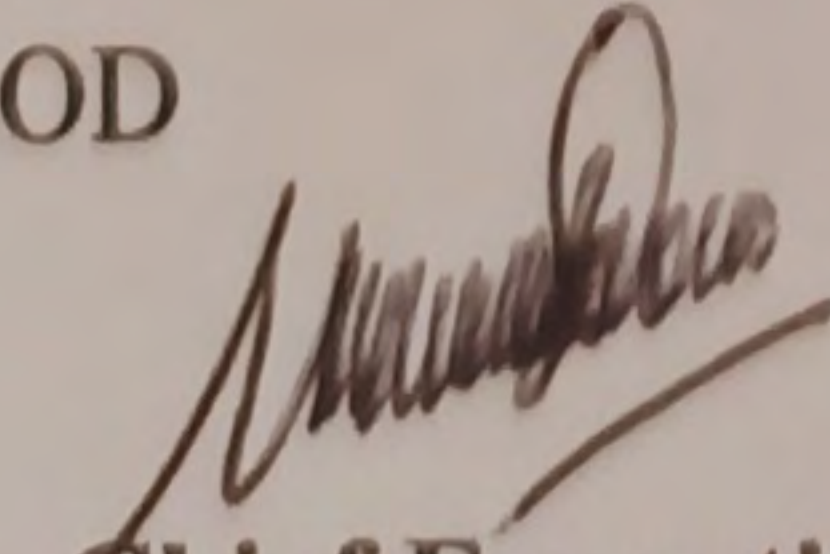
The financial results for six months period ended December 31, 2021 have resulted in net Profit after tax of Rs. 8.88 million. The revenue from principal line of business has decreased by Rs 2.081 million due to discontinuation of lease income from paper plant in corresponding period while Administrative expenses are increased by Rs 0.305 million. The decrease in profit is mainly due to loss from paper business. During the period, the Company disposed off Paper plant due to adverse economic conditions of Paper sector together with large capital requirement of overhauling of the Paper plant. We are very hopeful that the company will continued to earn profit in future. The directors and Sponsors will continue to support the company. The Auditors have expressed their concern over the Company's financial position and use of Going Concern assumption in their report by adding an emphasis paragraph. The company has already disclosed mitigating factors in note 1.2 of the accounts in support of use of going concern assumption.

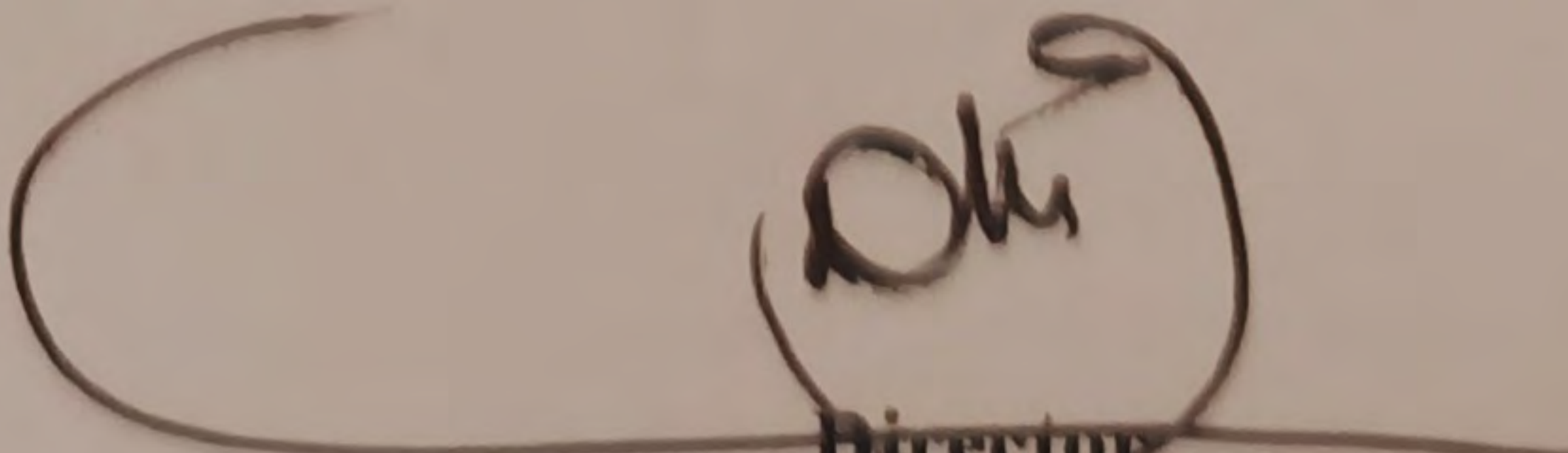
**FUTURE PROSPECTS**

The directors are very actively concentrating on repayment of all Company's debts after which the company will be in the position to explore new options.

I would like to place on record the Co-operation shown by our Bankers for their support and without their co-operation, the present results could not have been achieved. The loyalty and devotion of the Staff members and the workers towards the Company is also one of the major factors for achieving the present results.

On behalf of BOD

  
Chief Executive

  
Director

Karachi:24 February, 2022

# اولمپیا ملز لمیٹڈ

## ڈائریکٹرز رپورٹ

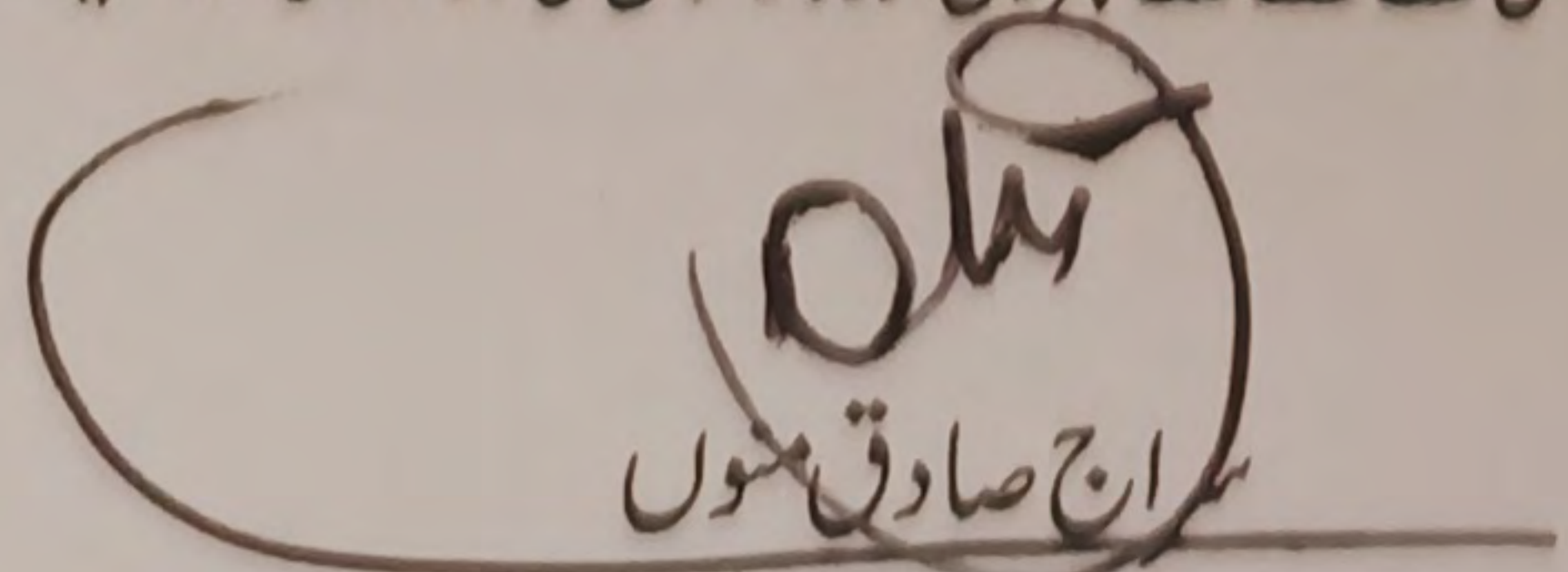
ڈائریکٹرز کو اپنے غیر آڈٹ اکاؤنٹس جو کہ ادارے کے آدھے سال کے آخر دسمبر ۲۰۲۱ء میں پیش کرنے میں خوشی ہو رہی ہے۔ مالی نتائج برائے چھ ماہ ختم درج ذیل ہیں:-

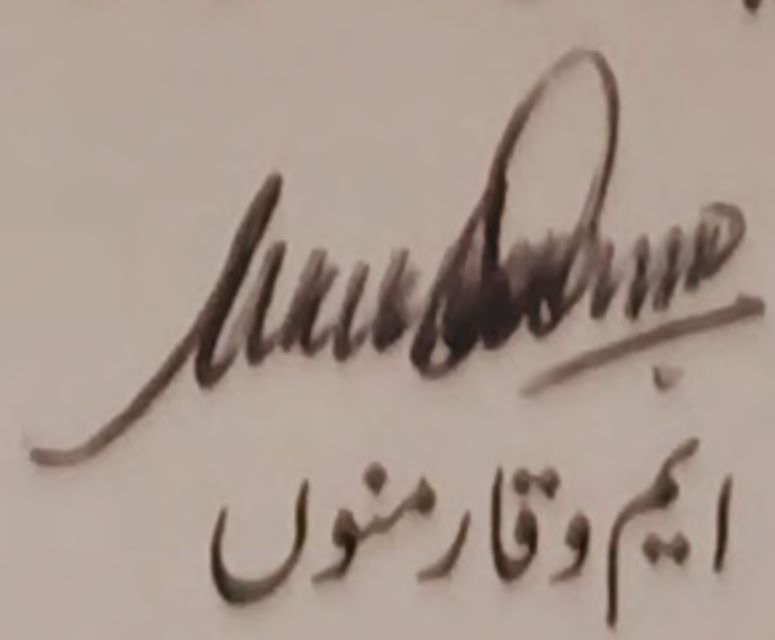
	آدھا سال ختم		سہ ماہی ختم	
	دسمبر ۲۰۲۱ء	دسمبر ۲۰۲۰ء	دسمبر ۲۰۲۱ء	دسمبر ۲۰۲۰ء
	روپے	روپے	روپے	روپے
کرایہ / لیز کی آمدنی	46,787,543	48,868,263	24,307,572	24,248,409
براہ راست آپریٹنگ اخراجات	(18,587,343)	(18,478,487)	(9,837,961)	(9,232,179)
کاروبار کے پرنسپل لائن سے منافع	28,209,200	30,389,776	14,469,611	15,016,230
پیپر بنانے کے کاروبار سے آمدنی (نقصان)				
کاغذ کی فروخت	26,590,121	27,757,508	---	27,757,508
کاغذ کی قیمت	29,511,935	(26,380,854)	---	(26,380,854)
کاغذی کاروبار سے مجموعی فائدہ/نقصان	(2,921,814)	1,376,654	---	1,376,654
	25,287,386	31,766,430	14,469,611	16,392,884
انتظامی اور عام اخراجات	(8,992,203)	(8,687,706)	(3,557,317)	(4,712,470)
دیگر آمدنی	2,689,612	3,104,564	587,393	54,443
	(6,302,591)	(5,583,142)	(2,969,924)	(4,658,027)
عملیاتی فائدہ	18,984,795	26,183,288	11,499,687	11,734,857
مالیاتی قیمت	(4,731,630)	(4,929,220)	(1,817,508)	(2,737,108)
ٹیکسیشن سے قبل نفع	14,253,165	21,254,068	9,682,179	8,997,749
ٹیکسیشن				
موجودہ	(7,674,782)	(6,962,170)	(3,688,706)	(3,905,864)
پہلے	2,302,393	---	2,302,393	---
	(5,372,289)	(6,962,170)	(1,386,313)	(3,905,864)
ٹیکسیشن کے بعد منافع	8,880,776	14,291,899	8,295,866	5,091,886
فی ٹیکس کمانی - بنیادی اور ڈائیبلوٹڈ	0.74	1.19	0.69	0.42

مالیاتی نتائج: چھ ماہ کی مدت کے آخر دسمبر ۲۰۲۱ء میں ٹیکس کے بعد مالیاتی نتائج 8.88 ملین روپے خالص منافع کی صورت میں ہے۔ اسی مدت میں پیپر پلانٹ سے لیز کی آمدنی بند کرنے کی وجہ سے پرنسپل لائن آف بزنس سے ہونے والی آمدنی میں 2.081 ملین روپے کمی میں واقع ہوئی ہے جبکہ انتظامی اخراجات میں 0.305 ملین روپے سے اضافہ ہوا ہے۔ منافع میں کمی بنیادی طور پر کاغذی کاروبار سے ہونے والے نقصان کی وجہ سے ہے۔ اس مدت کے دوران، کمپنی نے پیپر پلانٹ کو کاغذ کے شعبے کی خراب معاشی صورتحال کے ساتھ ساتھ پیپر پلانٹ کے اور ہالنگ کے لئے بڑے سرمائے کی ضرورت کی وجہ سے ختم کر دیا ہے۔ ہمیں بہت امید ہے کہ کمپنی مستقبل میں بھی منافع کمانی رہے گی۔ ڈائریکٹرز اور کفیل کمپنی کی حمایت جاری رکھیں گے۔ آڈیٹرز نے کمپنی کی مالی حالت اور کاروبار کے جاری رہنے والے مفروضے کے استعمال پر زور دینے والے پیرا گراف کو شامل کر کے کمپنی کے جاری رہنے کے بارے میں تشویش کا اظہار کیا ہے۔ کمپنی پہلے ہی کاروبار کے جاری رہنے والے مفروضے میں کمی کرنے والے عناصر کو اکاؤنٹس کے نوٹ نمبر 1.2 میں حمایت کر چکی ہے۔

مستقبل کے امکانات:- ڈائریکٹرز بہت ہی سرگرمی سے کمپنی کے تمام قرضوں کی ادائیگی پر توجہ دے رہے ہیں جس کے بعد کمپنی نئے کاروبار دریافت کرنے کی پوزیشن میں ہوگی۔

میں اس بات کو یقین رکھتا ہوں کہ ہمارے بینکرز کے تعاون اور ان کی حمایت کے بغیر موجودہ نتیجہ حاصل کرنا ناممکن نہیں تھا۔ کمپنی کے عملے کے ممبروں اور کارکنان کی وفاداری اور عقیدت بھی موجودہ نتائج کے حصول کیلئے ایک اہم عامل ہے۔

  
راج صادق منوں

  
ایم وقار منوں

بورڈ کیلئے اور جانب سے

مورخہ ۲۲ فروری ۲۰۲۲ء کراچی۔

ڈائریکٹر

چیف ایگزیکٹو

**INDEPENDENT AUDITORS' REVIEW REPORT ON**  
**CONDENSED INTERIM FINANCIAL INFORMATION**  
**TO THE MEMBERS OF OLYMPIA MILLS LIMITED**

### Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Olympia Mills Limited** as at **December 31, 2021**, and the related condensed interim statement profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity together with the notes forming part thereof (here-in-after referred to as the "interim financial information") for the half year then ended. Management is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review. The figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarter ended December 31, 2021 and December 31, 2020 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2021.

### 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 information consists of making inquiries, primarily of the 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 interim financial information is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

### Material Uncertainty Relating To Going Concern

We draw attention to note 1.2 in the interim financial information which indicates that the company reported accumulated losses of Rupees 950.141 million. The current liabilities exceeded its current assets by Rupees 412.631 million as of that date. These conditions along with adverse key financial ratios and legal cases against the company indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern. However management assesses the reliability of going concern assumption in preparation of these financial statements and concluded that it is still in going concern due to settlement of nearly all bank borrowing, inflows of positive cash flows from business, settlement with creditors and support from directors/sponsors. Accordingly, these financial statements have been prepared on going concern assumption.

The engagement partner on the review resulting in this independent auditor's review report is Mr. Zahid Hussain Zahid, FCA.



Karachi:

Date: 24<sup>th</sup> February, 2022

UDIN:RR202110043KNjOguawf



MUSHTAQ & CO.  
Chartered Accountants



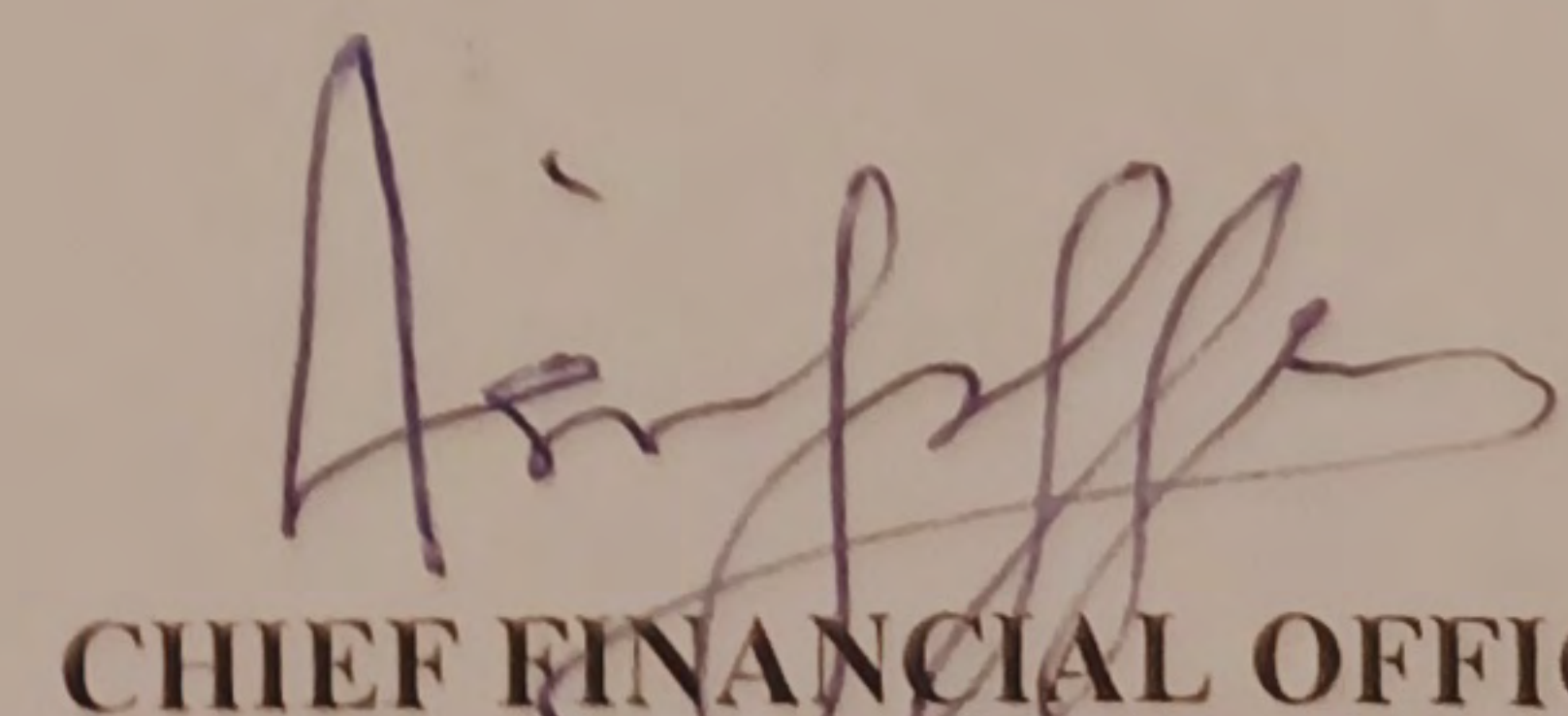
**OLYMPIA MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT DECEMBER 31, 2021**

	NOTES	DECEMBER 31, 2021 RUPEES UNAUDITED	JUNE 30, 2021 RUPEES AUDITED
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized capital			
13,000,000 (2021: 13,000,000) Ordinary shares of Rs.10 each.		130,000,000	130,000,000
Issued, subscribed and paid up capital		120,000,000	120,000,000
Revenue Reserve		3,580,053	3,580,053
Equity portion of Loan from directors and others		316,468,502	325,000,000
Revaluation surplus on Property, Plant and Equipment		525,238,488	525,238,488
Unappropriated loss		(950,141,934)	(959,022,710)
		15,145,109	14,795,831
<b>NON CURRENT LIABILITIES</b>			
Long term financing	5	207,202,440	228,518,244
Deferred liabilities		946,099	846,099
		208,148,539	229,364,343
<b>CURRENT LIABILITIES</b>			
Trade and other payables		222,159,643	272,941,015
Short-term borrowings		-	22,312,623
Current portion of - long term financing		271,972,568	275,332,592
		494,132,211	570,586,230
<b>CONTINGENCIES AND COMMITMENTS</b>			
	6	-	-
		717,425,859	814,746,404
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	7	7,060,456	43,294,350
Investment Property		624,671,202	631,024,203
Long term deposit		4,193,482	4,193,482
		635,925,140	678,512,035
<b>CURRENT ASSETS</b>			
Stock in trade		-	4,435,969
Trade debts		834,029	50,729,842
Short Term Investment		34,096,000	34,096,000
Loans and advances		402,832	2,913,247
Income tax and sales tax refundable		12,670,101	10,810,206
Other receivables		24,216,426	24,251,409
Cash and bank balances		9,281,331	8,997,696
		81,500,719	136,234,369
		717,425,859	814,746,404

*The annexed notes form an integral part of this condensed interim financial information.*

  
**CHIEF EXECUTIVE**


  
**DIRECTOR**

  
**CHIEF FINANCIAL OFFICER**

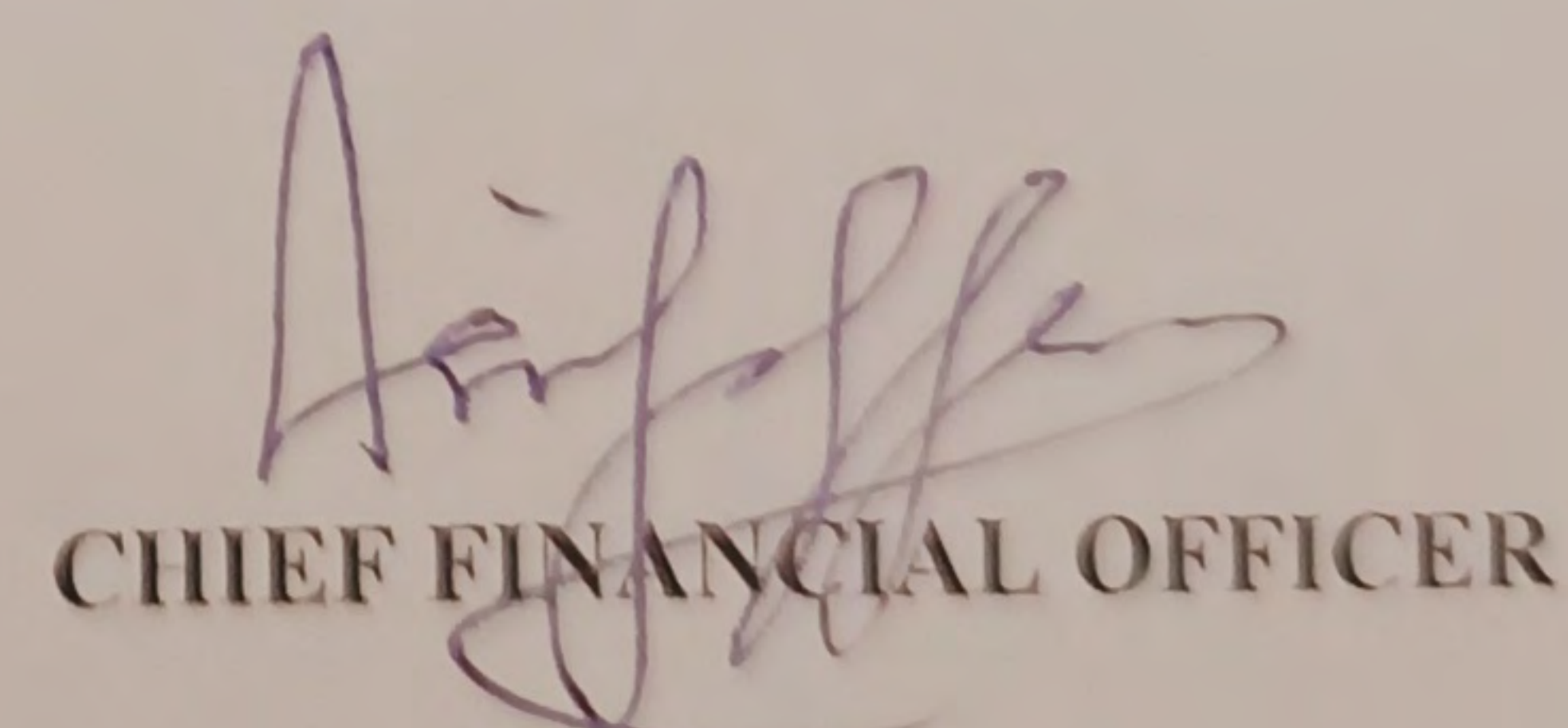
**OLYMPIA MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2021**

	HALF YEAR ENDED		QUARTER ENDED	
	December 31, 2021	December 31, 2020	December 31, 2021	December 31, 2020
	RUPEES	RUPEES	Rupees	Rupees
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<b>Net Profit before taxation</b>	<b>14,253,165</b>	<b>21,254,068</b>	<b>9,682,179</b>	<b>8,997,749</b>
<b>Taxation:</b>				
Current	(7,674,782)	(6,962,170)	(3,688,706)	(3,905,864)
Prior	2,302,393	-	2,302,393	-
	(5,372,389)	(6,962,170)	(1,386,313)	(3,905,864)
<b>Net Profit after taxation</b>	<b>8,880,776</b>	<b>14,291,899</b>	<b>8,295,866</b>	<b>5,091,886</b>
<b>Earning per share-Basic and diluted</b>	<b>0.74</b>	<b>1.19</b>	<b>0.69</b>	<b>0.42</b>

The annexed notes form an integral part of this condensed interim financial information.

  
**CHIEF EXECUTIVE**

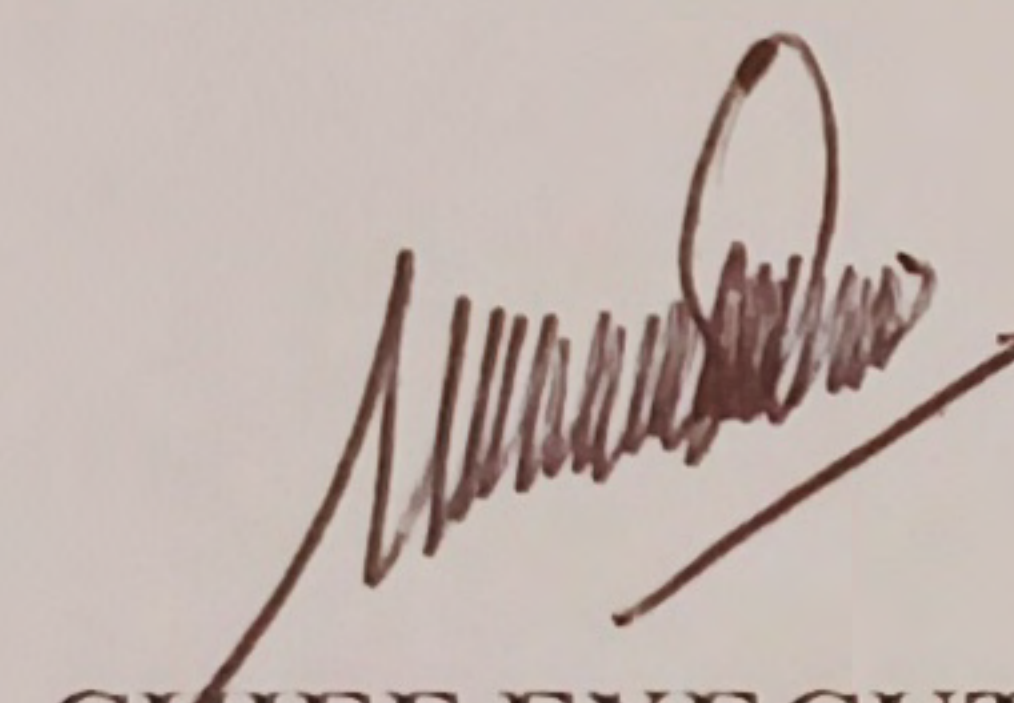
  
**DIRECTOR**

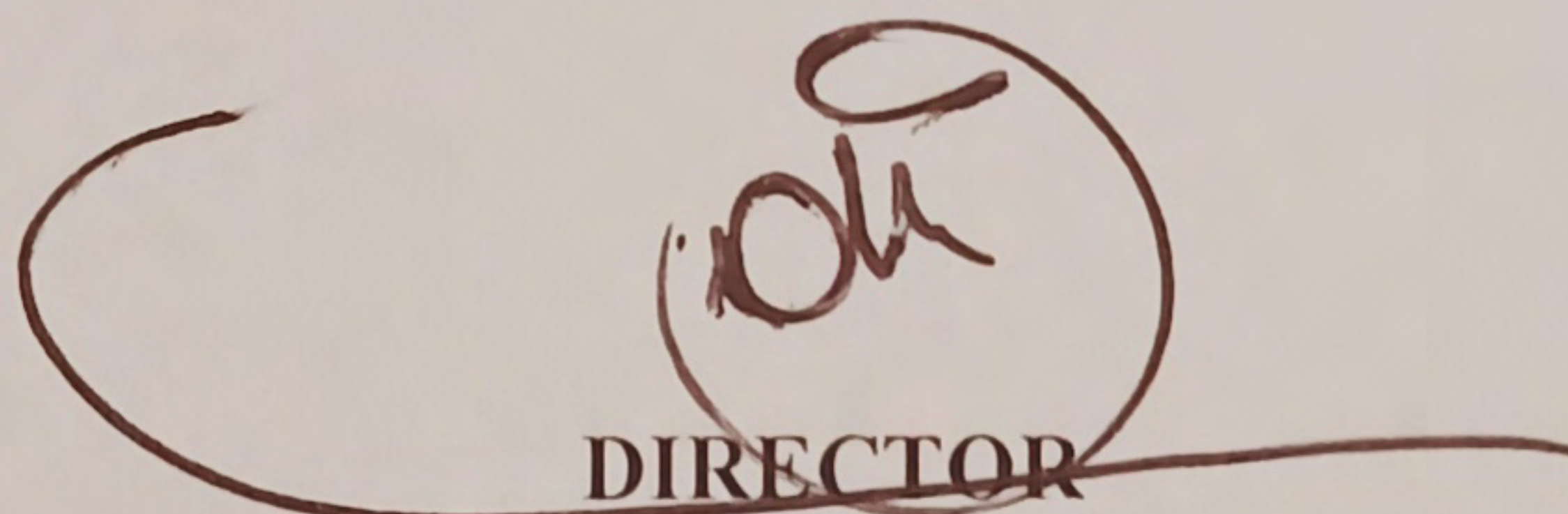
  
**CHIEF FINANCIAL OFFICER**

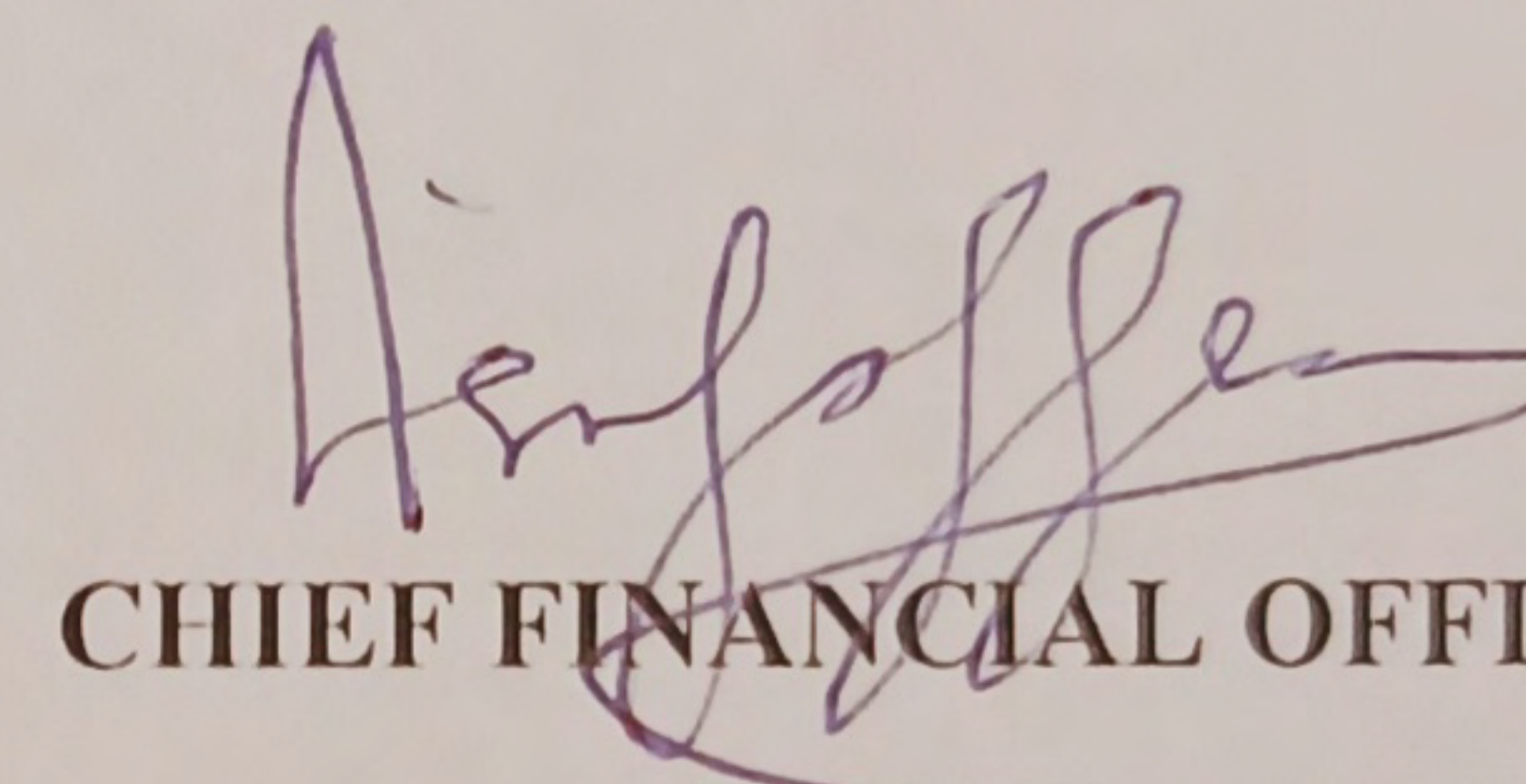
**OLYMPIA MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2021**

	HALF YEAR ENDED		QUARTER ENDED	
	December 31, 2021	December 31, 2020	December 31, 2021	December 31, 2020
	RUPEES	RUPEES	Rupees	Rupees
Profit for the period after taxation	8,880,776	14,291,899	8,295,866	5,091,886
Other Comprehensive income	-	-	-	-
<b>Total Comprehensive Income</b>	<u>8,880,776</u>	<u>14,291,899</u>	<u>8,295,866</u>	<u>5,091,886</u>

*The annexed notes form an integral part of this condensed interim financial information.*

  
**CHIEF EXECUTIVE**

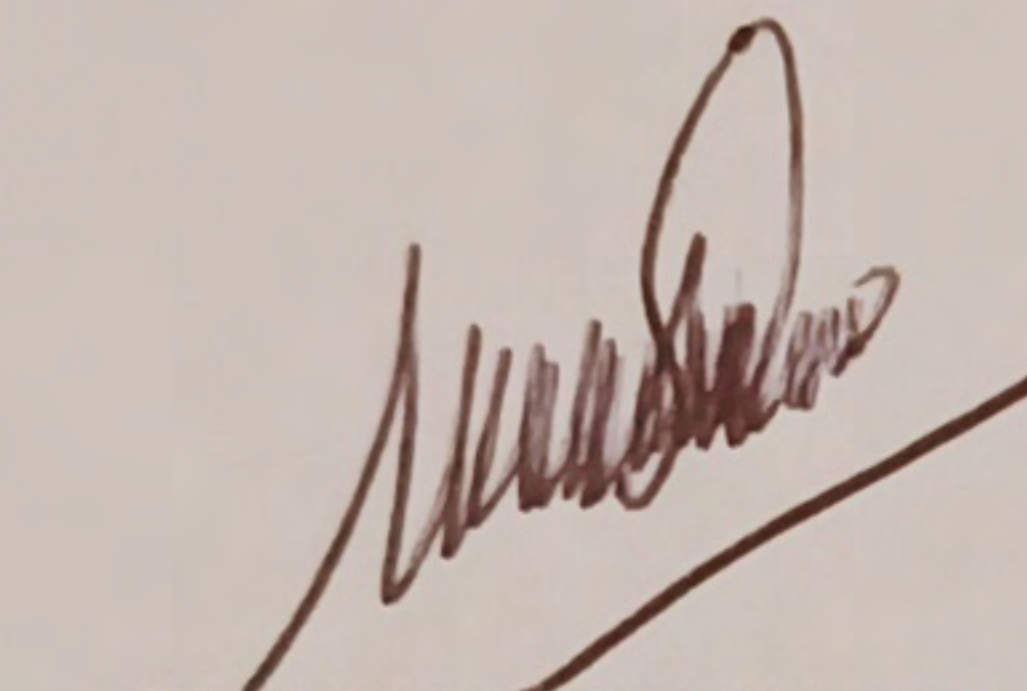
  
**DIRECTOR**

  
**CHIEF FINANCIAL OFFICER**

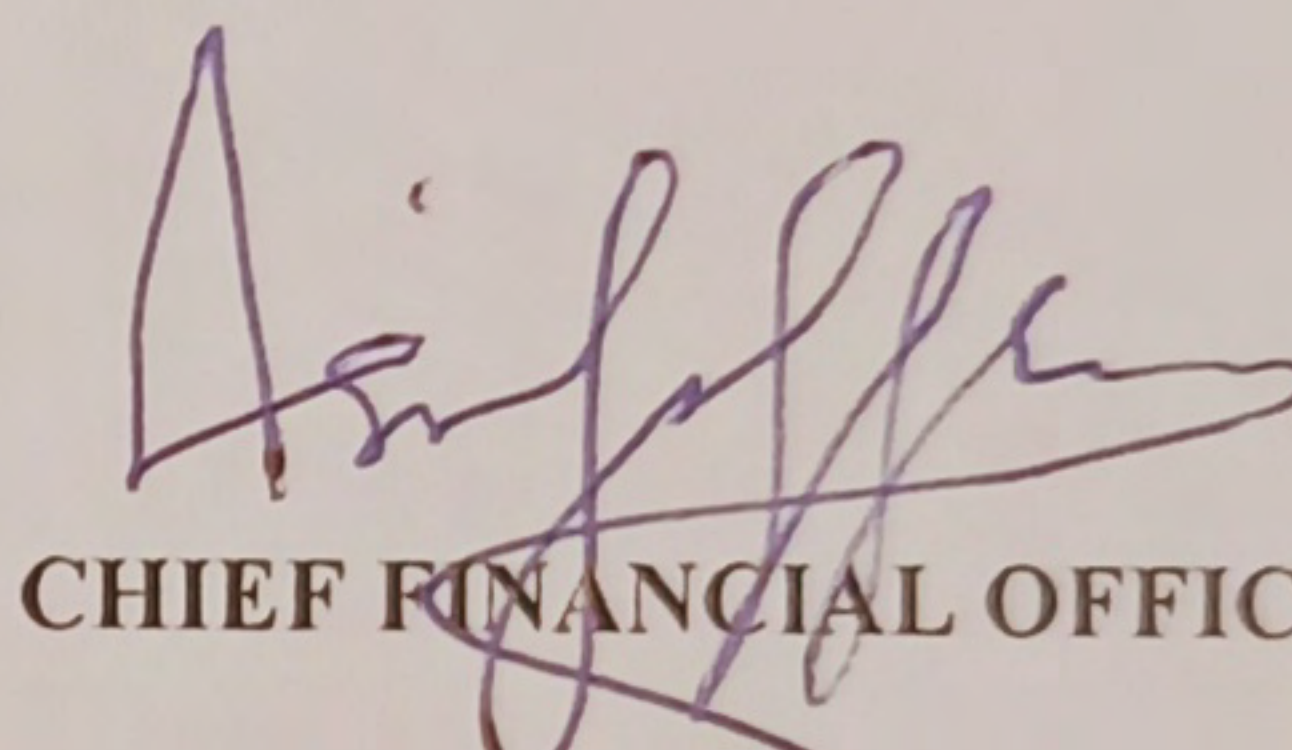
**OLYMPIA MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2021**

	PAID UP CAPITAL	RESERVE			SUB TOTAL	SURPLUS ON REVALUATION OF PROPERTY, PLANT & EQUIPMENT	TOTAL
		REVENUE RESERVE	LOAN FROM DIRECTOR & OTHERS	ACCUMULATED (LOSS)			
RUPEES							
Balance as at 30-06-2020	120,000,000	3,580,053	325,000,000	(966,977,269)	(638,397,215)	525,238,488	6,841,272
Total comprehensive income for the half year ended December 31, 2020	-	-		14,291,899	14,291,899	-	14,291,899
Balance as at 31-12-2020	120,000,000	3,580,053	325,000,000	(952,685,370)	(624,105,316)	525,238,488	21,133,171
Total Comprehensive income / (loss) for the period from 01-01-2021 to 30-6-2021	-	-		(6,337,340)	(6,337,340)	-	(6,337,340)
Balance as at 30-06-2021	120,000,000	3,580,053	325,000,000	(959,022,710)	(630,442,656)	525,238,488	14,795,831
Total Comprehensive Income for the half year ended December 31, 2021	-	-		8,880,776	8,880,776	-	8,880,776
Repayment	-	-	(8,531,498)	-	(8,531,498)	-	(8,531,498)
<b>Balance as at 31-12-2021</b>	<b>120,000,000</b>	<b>3,580,053</b>	<b>316,468,502</b>	<b>(950,141,934)</b>	<b>(630,093,378)</b>	<b>525,238,488</b>	<b>15,145,109</b>

*The annexed notes form an integral part of this condensed interim financial information.*

  
**CHIEF EXECUTIVE**

  
**DIRECTOR**

  
**CHIEF FINANCIAL OFFICER**

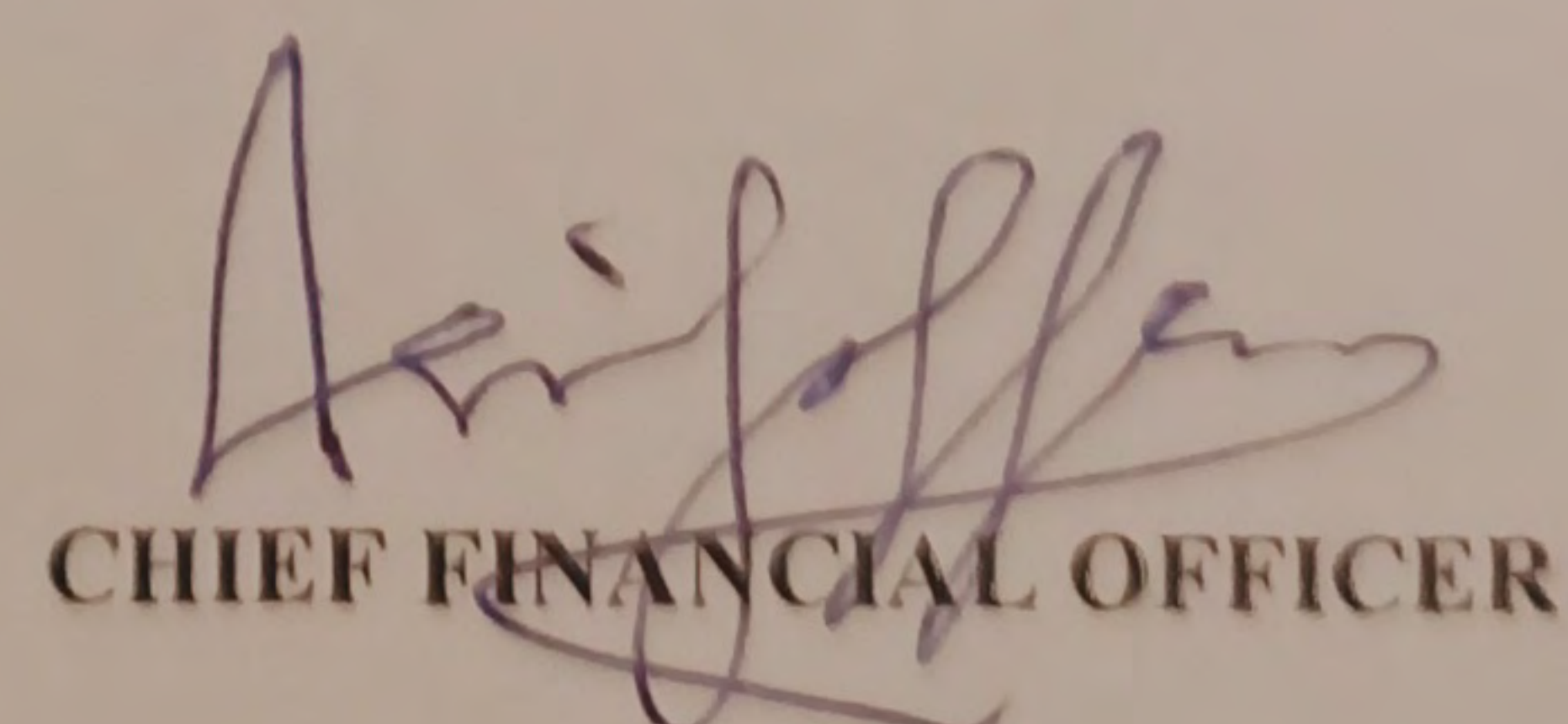
**OLYMPIA MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOW**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2021**

	31 December-2021 RUPEES	31 December-2020 RUPEES
<b>CASH GENERATED FROM OPERATION</b>		
Profit before taxation	14,253,165	21,254,068
Adjustment for non cash charges and other items:		
Depreciation	7,840,697	9,872,323
Finance cost	4,731,630	3,810,585
(Gain) on disposal of fixed assets	(2,013,261)	(2,325,889)
Liabilities no longer payable	-	-
Gratuity	100,000	117,230
	<b>10,659,066</b>	<b>11,474,249</b>
Operating Profit before working capital changes	<b>24,912,231</b>	<b>32,728,317</b>
(Increase)/decrease in current assets:		
Stock, Store & spare parts	4,435,969	(9,626,558)
Trade debts	49,895,813	(29,803,930)
Loan and advances	2,510,415	94,120
Sales tax	3,850,223	(1,174,574)
Other receivables	34,983	188,675
	<b>60,727,403</b>	<b>(40,322,267)</b>
Increase/(Decrease) in current liabilities:		
Trade and other payables	(50,781,373)	28,244,920
<b>Cash generated from operations</b>	<b>34,858,261</b>	<b>20,650,970</b>
Taxes paid	(11,082,507)	(5,723,597)
Finance cost paid	(1,323,475)	(1,873)
	<b>(12,405,982)</b>	<b>(5,725,470)</b>
Net cash generated from operating activities	<b>22,452,279</b>	<b>14,925,500</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Proceeds from disposal of fixed assets	37,300,000	2,635,000
Payment for Capital Expenditure	(540,540)	-
Long term deposit	-	(100,000)
Net cash generated from / (used in) investing activities	<b>36,759,460</b>	<b>2,535,000</b>
<b>CASH FLOW FORM FINANCING ACTIVITIES</b>		
Long term finance	(28,083,983)	(364,868)
Short term finance	(30,844,121)	(13,668,500)
Net cash used in financing activities	<b>(58,928,104)</b>	<b>(14,033,368)</b>
Net increase in cash and cash equivalents	283,635	3,427,132
Cash and cash equivalents at the beginning of the period	8,997,696	6,999,724
Cash and cash equivalents at the end of the period	<b>9,281,331</b>	<b>10,426,856</b>

*The annexed notes form an integral part of these condensed interim financial information.*

  
**CHIEF EXECUTIVE**

  
**DIRECTOR**

  
**CHIEF FINANCIAL OFFICER**

**OLYMPIA MILLS LIMITED**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2021**

**1 THE COMPANY AND ITS OPERATIONS**

**1.1 STATUS & NATURE OF BUSINESS**

The company was incorporated in Pakistan as a public limited company on October 28, 1960 under the Companies Act, 1913 (Now the Companies Act, 2017), and its shares are quoted on the Pakistan Stock Exchange. The principal line of business is renting/leasing of company's fixed assets. The registered office of the company is situated at H-23/3, Landhi Industrial Area, Landhi Karachi.

- 1.2 The company has earned a profit during period ended December 31, 2021 of Rupees 8.881 million (June 30, 2021: Profit of Rupees 7.794 million) and as of that date, reported accumulated losses of Rupees 950.141 million (June 30, 2021 : Rupees. 959.022 million). The current liabilities exceeded its current assets by Rupees 412.631 million (June 30, 2021: Rupees 434.352 million) as of that date. These conditions along with adverse key financial ratios and legal cases against the company indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern. However management assesses the reliability of going concern assumption in preparation of these financial statement and concluded that it is still in going concern due to settlement of nearly all bank borrowing, inflows of positive cash flows from business, settlement with creditors and support from directors/sponsors. To further improved the financial obligations repayment timings, the directors of the Company allow the repayment of their loan at its discretion. Accordingly, these financial statements have been prepared on going concern assumption.

**2 BASIS OF PREPARATION**

**2.1 Statement of compliance**

- (a) These 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:
- (i) International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and
- (ii) Provisions of and directives issued under the Companies Act, 2017.

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

- (b) This condensed interim financial statement is unaudited and is being submitted to the shareholders as required under Section 237 of the Companies Act, 2017. This condensed interim financial statement does not contain all the information required for a complete set of financial statements, and should be read in conjunction with the published audited financial statements of the company for year ended 30 June 2021.

**3 SIGNIFICANT ACCOUNTING POLICIES**

- 3.1 The accounting policies and methods of computation adopted for the preparation of the financial statements for the quarter ended December 31, 2021 on the same as those applied in the preparation for the annual audited statement for the year ended June 30, 2021.

**4 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT**

- 4.1 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.
- 4.2 Judgments and estimates made by management in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements as at and for the year ended 30 June, 2021.
- 4.3 The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 June 2021.


	Notes	December 2021	June 2021
<b>5 LONG TERM FINANCING</b>			
<b>From banking companies - secured</b>			
<b>Term Finance</b>			
United Bank Ltd.	5.1	-	7,583,983
Askari Bank Ltd.	5.2	91,882,998	112,382,998
		91,882,998	119,966,981
<b>Frozen Markup</b>			
United Bank Ltd.	5.1	222,272,000	222,272,000
Askari Bank Ltd.	5.2	119,888,598	119,888,598
		342,160,598	342,160,598
<b>Deferred Markup</b>			
United Bank Ltd.		4,700,568	4,976,609
Askari Bank Ltd.		40,430,844	36,746,648
		45,131,412	41,723,257
		<b>479,175,008</b>	<b>503,850,836</b>
<b>Less: Current maturity of long term financing</b>			
Principal		(45,000,000)	(48,083,983)
Frozen Markup-UBL		(222,272,000)	(222,272,000)
Deffered Markup-UBL		(4,700,568)	(4,976,609)
		(271,972,568)	(275,332,592)
		<b>207,202,440</b>	<b>228,518,244</b>

#### 5.1 United Bank Limited (Loans)

The Bank has approved deferment of principal installments under the COVID-19 Support Incentives announced by the State Bank of Pakistan. Now the principal repayments will start from from March 25, 2021 and ends on December 21, 2021 with the conditions that Company shall pay quarterly cost of fund for for quarters i.e. March 2020 to June 2020. The accrued markup will be accrued at cost of fund and will now payable in one quarterly installemnts on 22 March, 2022. Upon receipt of full amount , the recoverable markup of Rs 222.272 million will be waived off. The term loan is secured by Memorandum of deposit of titled deeds of 90 million. The above modifications shall be incorporated in the Consent Decree/Settlement Agreement dated December 29, 2010 by the Bank.

#### 5.2 Askari Bank Ltd. (Term Finance)

The Bank has approved deferment of principal installments under the COVID-19 Support Incentives announced by the State Bank of Pakistan. The principal amount of loan will now be repaid upto Dec 2023 in 12 quarterly instalments starting from March 2021. Whereas the accrued markup will be paid in four quarterly installments starting from March 2024 and ending on December 2024. The markup will be accrued at cost of fund of the bank All the frozen markup of Rs 119.888 million up to 30th June 2015 will be waived off if the company pay the entire principal amount on time. The loan is secured by first pari passu charge by way of mortgage of Rs 150 m over company land and building, ranking charge of Rs 40 m over receivables and personal guarantee of three directors. The above modifications shall be incorporated in the Consent Decree / Settlement Agreement April 01,2010 by the bank.

### 6 CONTINGENCIES AND COMMITMENTS

There have been no significant change in Contingencies & Commitment since the last Audited financial statements.

### 7 ACQUISITION AND DISPOSAL OF FIXED ASSETS

	December 31, 2021		June 30, 2021	
	Acquisition	Disposal	Acquisition	Disposal
	Rupees		Rupees	
Paper Plant & Machinery	-	54,602,564	-	-
Coal Boiler	-	8,885,298	-	-
RO Plant	540,540	-	-	-
Office Equipment	-	-	287,100	-
Motor Vehicle	-	590,000	-	4,477,610
Motor Truck	-	2,800,000	-	-
<b>Total</b>	<b>540,540</b>	<b>66,877,862</b>	<b>287,100</b>	<b>4,477,610</b>

### 8 OTHER OPERATING INCOME

	Dec 31, 2021 RUPEES	Dec 31, 2020 RUPEES
Return on Bank Term Deposits-Others	676,351	778,675
Gain on disposal of fixed assets	2,013,261	2,325,889
	<b>2,689,612</b>	<b>3,104,564</b>

	Dec 31, 2021 RUPEES	Dec 31, 2020 RUPEES
<b>9 TRANSACTIONS WITH RELATED PARTIES</b>		
Purchase of Electricity-Admin (Olympia Power Generation(Pvt) Ltd) -	1,431,222	2,240,866
Purchase of Electricity-Factory (Olympia Power Generation(Pvt) Ltd)	3,861,747	-
Rent Income (Olympia Power Generation(Pvt) Ltd)	441,684	441,684
Lease Income (Olympia Paper Industries (Pvt) Ltd)	-	5,835,625
Due to Olympia Power Generation (Pvt) Ltd-net	(1,332,394)	12,948,458
	<u>4,402,259</u>	<u>21,466,633</u>

All transactions have been carried out at arm's length.

**10 EVENT AFTER THE STATEMENT OF FINANCIAL POSITION DATE:**

There were no material event that occurred after the Statement of Financial Position date.

**11 DATE OF AUTHORIZATION FOR ISSUE:**

These financial statements were authorized for issue on **24 FEB 2022** by the board of directors of the company.

**12 GENERAL**

Corresponding figures have been rearranged and reclassified, whenever necessary, for better presentation and disclosure.

  
CHIEF EXECUTIVE

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER