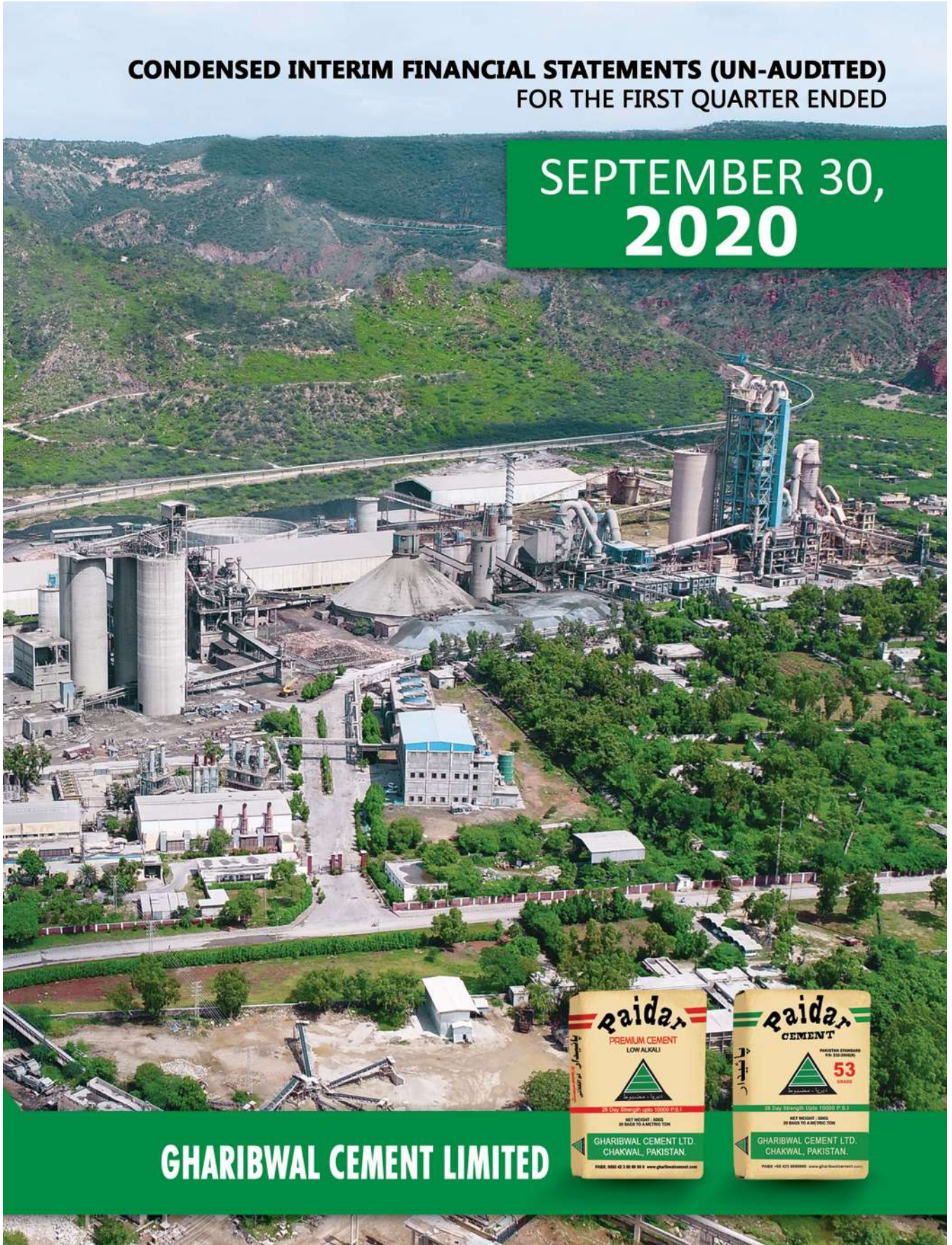
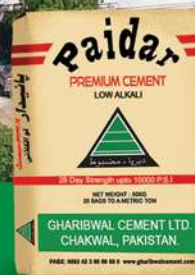


**CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE FIRST QUARTER ENDED**

**SEPTEMBER 30,
2020**



GHARIBWAL CEMENT LIMITED



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COMPANY INFORMATION

BOARD OF DIRECTORS

Mian Nazir Ahmed Peracha (Chairman)
Muhammad Tousif Peracha (CEO)
Abdur Rafique Khan
Ali Rashid Khan
Amna Khan
Daniyal Jawaaid Paracha
Muhammad Niaz Paracha

AUDIT COMMITTEE

Daniyal Jawaaid Paracha (Chairman)
Mian Nazir Ahmed Peracha
Muhammad Niaz Paracha

HR & REMUNERATION COMMITTEE

Daniyal Jawaaid Paracha (Chairman)
Muhammad Tousif Peracha
Ali Rashid Khan

CHIEF FINANCIAL OFFICER & COMPANY SECRETARY

Muhammad Shamail Javed FCA

INTERNAL AUDITOR

Hassan Mehdi ACA CIA

EXTERNAL AUDITORS

Kreston Hyder Bhimji & Co
Chartered Accountants
Amin Building, The Mall, Lahore

LEGAL ADVISORS

Raja Muhammad Akram
Legal Advisors
Main Gulberg, Lahore

SHARE REGISTRAR

Corplink (Pvt) Limited,
Wings Arcade, 1-k,
Commercair, Model Town, Lahore

BANKERS

The Bank of Punjab
National Bank of Pakistan
Al Baraka Bank Limited
Summit Bank Limited
Pak China Investment Company
Bank Islami Pakistan Limited
The Bank of Khyber
Faysal Bank Limited
Saudi Pak Industrial &
Agricultural Investment Company
Silk Bank Limited
First Credit & Investment Bank
Meezan Bank Limited
Allied Bank Limited
Habib Bank Limited
MCB Bank Limited
United Bank Limited
Bank Al Habib Limited
Habib Metropolitan Bank

DIRECTORS' REPORT TO THE MEMBERS

The directors of your Company are pleased to present the un-audited condensed interim financial information for the 1st quarter ended September 30, 2020.

Your Company's net sales revenue increased by 27% QoQ (quarter on quarter basis) because of increase in sales volume along with improvement of average selling price. This resulted in gross profit of Rs. 571 million and net profit of Rs. 263 million for the 1st quarter of FY2021.

Summary of the financial results is given below:

		1st Quarter for the Year		
		2020	2019	% Increase
Sales volume	Tons	426,785	376,184	13%
Net sales	Rs. '000	2,613,021	2,057,925	27%
Gross profit	Rs. '000	571,915	(3,548)	16219%
EBITDA	Rs. '000	703,351	140,657	400%
Net profit	Rs. '000	263,262	(235,319)	212%
EPS	Re.	0.66	(0.59)	212%

We foresee that there will be sufficient cement demand in the domestic market and the Company will be able to improve its financial results in future periods.

We express our gratitude for the continuous support and cooperation of our bankers and financial institutions, our dealers and customers, and other stakeholders having business relations with us. We also appreciate the loyalty, dedication and hard work of all our staff. At the end, we thank our shareholders for their confidence and faith that they have always reposed in us.

For and on behalf of Board of Directors


Chief Executive Officer


Director

Lahore : October 22, 2020

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT SEPTEMBER 30, 2020

		Un-Audited 30-09-20	Audited 30-06-20
	Note	(Rupees in 000s)	
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	20,067,588	20,303,484
Intangible asset		1,300	1,619
Deposits		47,253	47,253
		20,116,141	20,352,356
CURRENT ASSETS			
Inventories	6	2,138,509	2,267,543
Trade and other receivables	7	562,743	592,680
Loan and advances	8	561,053	558,078
Deposits		32,260	32,260
Prepayments		205,167	139,593
Advance income tax -net		1,150,925	1,136,172
Cash and bank balances		403,812	431,400
		5,054,469	5,157,726
TOTAL ASSETS		25,170,610	25,510,082
EQUITY AND LIABILITIES			
EQUITY			
Share capital		4,002,739	4,002,739
Revaluation surplus on property, plant and equipment		4,965,367	5,027,237
Retained earnings		5,801,270	5,476,138
		14,769,376	14,506,114
NON CURRENT LIABILITIES			
Borrowings		2,225,229	2,472,279
Lease liability		13,452	16,719
Deferred taxation		3,544,063	3,436,537
Accrued liabilities		247,141	314,543
Employees' benefits obligations		101,928	102,727
		6,131,813	6,342,805
CURRENT LIABILITIES			
Trade and other payables		3,147,712	3,596,641
Contract liabilities		1,792	9,062
Borrowings		883,150	794,814
Lease liability		11,355	10,579
Markup and profit payable		136,455	161,219
Employees' benefits obligations		74,881	74,772
Unclaimed dividend		14,076	14,076
		4,269,421	4,661,163
CONTINGENCIES AND COMMITMENTS			
	9		
TOTAL EQUITY AND LIABILITIES		25,170,610	25,510,082

The annexed notes form an integral part of these financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2020

	Un-Audited 1 st Qtr ended 30-09-2020	Un-Audited 1 st Qtr ended 30-09-2019
	(Rupees in 000s)	
Revenue from contracts with customers	2,613,021	2,057,925
Cost of sales	(2,041,106)	(2,061,473)
Gross Profit	571,915	(3,548)
General and administrative expenses	(83,404)	(94,283)
Selling and distribution expenses	(5,971)	(5,446)
Other expenses	(25,226)	-
Other income	-	1,050
Profit / (loss) from operations	457,314	(102,227)
Finance income	15,678	16,301
Finance expenses	(102,204)	(184,479)
Profit / (loss) before taxation	370,788	(270,405)
Tax credit / (expenses)	(107,526)	35,086
Profit / (loss) after taxation	263,262	(235,319)
	Rupees	
Earnings per share (basic & diluted)	0.66	(0.59)

The annexed notes form an integral part of these financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2020

	Un-Audited 1 st Qtr ended 30-09-2020	Un-Audited 1 st Qtr ended 30-09-2019
	(Rupees in 000s)	
Profit after taxation for the year	263,262	(235,319)
Other Comprehensive Income	-	-
Total comprehensive income for the year	<u>263,262</u>	<u>(235,319)</u>

The annexed notes form an integral part of these financial statements.


 CHIEF EXECUTIVE OFFICER


 CHIEF FINANCIAL OFFICER


 DIRECTOR

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2020

	Share Capital	Revaluation Surplus on PPE	Retained Earnings	Total
	(Rupees in 000s)			
Balance as at June 30, 2019	4,002,739	3,086,133	5,392,574	12,481,446
Total Comprehensive income for three months ended September 30, 2019	-	-	(235,319)	(235,319)
Realization of revaluation surplus on PPE through depreciation (net of tax)	-	(40,312)	40,312	-
Balance as at September 30, 2019	4,002,739	3,045,821	5,197,567	12,246,127
Final cash dividend @ Re. 0.50 per share for the year ended June 30, 2019	-	-	(200,137)	(200,137)
Total Comprehensive income for nine months ended June 30, 2020	-	2,108,331	366,636	2,474,967
Deferred tax impact due to change in tax rate	-	(14,843)	-	(14,843)
Realization of revaluation surplus on PPE through depreciation (net of tax)	-	(112,072)	112,072	-
Balance as at June 30, 2020	4,002,739	5,027,237	5,476,138	14,506,114
Total Comprehensive income for three months ended September 30, 2020	-	-	263,262	263,262
Realization of revaluation surplus on PPE through depreciation (net of tax)	-	(61,870)	61,870	-
Balance as at September 30, 2020	4,002,739	4,965,367	5,801,270	14,769,376

The annexed notes form an integral part of these financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2020

		Un-Audited 1 st Qtr ended 30-09-2020	Un-Audited 1 st Qtr ended 30-09-2019
		(Rupees in 000s)	
CASH FLOW FROM OPERATING ACTIVITIES			
Net profit / (loss) before taxation		370,788	(270,405)
Adjustment for non-cash and other items:	10	332,570	410,011
Operating profit before working capital changes		703,358	139,606
Inflow from net changes in working capital	11	(441,843)	(21,011)
Cash inflow from operation		261,515	118,595
Finance cost paid		(94,852)	(83,332)
Markup received on bank deposits		1,076	2,105
Income tax paid		(14,753)	(43,909)
Net cash inflow from operating activities		152,986	(6,541)
CASH FLOW FROM INVESTING ACTIVITIES			
Payments for property, plant and equipment		(9,829)	(23,052)
Markup received from Balochistan Glass Limited (related party)		-	3,232
Net cash outflow from investing activities		(9,829)	(19,820)
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of banks borrowings		(96,339)	(146,141)
Proceeds of banks borrowings		109,816	-
Repayment of borrowings from related party		(181,729)	-
Repayment of lease liabilities		(2,491)	(257)
Net cash outflow from financing activities		(170,744)	(146,398)
Net (decrease) / increase in cash and cash equivalents		(27,588)	(172,759)
Cash and cash equivalents at beginning of the year		431,400	431,760
Cash and cash equivalents at end of the year		403,812	259,001

The annexed notes form an integral part of these financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2020

1 LEGAL STATUS AND OPERATIONS

The Company was incorporated in Pakistan on December 29, 1960 as a Public Limited Company; its shares are quoted on Pakistan Stock Exchange. It is principally engaged in production and sale of cement. The registered office of the Company is situated at Pace Tower, 1st Floor, 27-H, College Road, Gulberg-II, Lahore.

2 STATEMENT OF COMPLAINEE

These condensed interim financial statements (un-audited) have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- 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.

These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2020. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

3 STATEMENT OF CONSISTENCY IN ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of these condensed interim financial statements are the same as those applied in preparation of financial statements of the company for the year ended June 30, 2020.

There are certain amendments to published International Financial Reporting Standards and interpretations that are mandatory for the financial year beginning on July 01, 2020. These are considered not to be relevant or to have any significant effect on the Company's financial reporting and operations and are, therefore, not disclosed in these condensed interim financial statements.

4 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of these condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

During the preparation of these condensed interim financial statements, the significant judgements made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty are the same as those that were applied to audited annual financial statements of the Company for the year ended June 30, 2020.

The Company's financial risk management objectives and policies are consistent with those disclosed in the Company's annual audited financial statements for the year ended June 30, 2020.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2020

	Note	Un-Audited 30-09-2020	Audited 30-06-2020
5	PROPERTY, PLANT AND EQUIPMENT	(Rupees in 000s)	
Operating fixed assets	5.1	19,988,000	20,222,654
Right of use assets		34,369	35,611
Capital work in progress		45,219	45,219
		<u>20,067,588</u>	<u>20,303,484</u>
		Un-Audited 1st QTR ended 30-09-2020	Audited Year ended 30-06-2020
5.1	OPERATING FIXED ASSETS	(Rupees in 000s)	
Book value - opening balance		20,222,654	17,456,689
Additions during the period/year		9,829	29,380
Revaluation surplus for the period/year		-	2,911,781
Transferred from capital work in progress		-	792,808
Deletion during the period/year		-	(28,980)
		<u>20,232,482</u>	<u>21,161,678</u>
Depreciation for the period/year		(244,482)	(939,024)
Book value - closing balance		<u>19,988,000</u>	<u>20,222,654</u>
		Un-Audited 30-09-2020	Audited 30-06-2020
6	INVENTORIES	(Rupees in 000s)	
Fuel, parts and supplies		1,650,904	1,739,943
Stock in trade		487,605	527,600
		<u>2,138,509</u>	<u>2,267,543</u>
7	TRADE AND OTHER RECEIVABLES		
Trade receivables from contracts with customers		528,355	572,893
Markup receivable from Balochistan Glass Limited		34,388	19,787
		<u>562,743</u>	<u>592,680</u>
8	LOAN AND ADVANCES		
Employees		22,663	19,688
Balochistan Glass Limited		538,390	538,390
		<u>561,053</u>	<u>558,078</u>
9	CONTINGENCIES AND COMMITMENTS		

There is no change in the status of contingencies and commitments as reported in the annual financial statements of the company for the year ended June 30, 2020.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2020

	Un-Audited 1 st Qtr ended 30-09-2020	Un-Audited 1 st Qtr ended 30-09-2019
	(Rupees in 000s)	
10 ADJUSTMENT FOR NON-CASH AND OTHER ITEMS		
Depreciation	245,725	242,563
Amortisation	319	320
Finance expenses	102,204	184,479
Finance income	(15,678)	(16,301)
Rental income from Balochistan Glass Limited	-	(1,050)
	<u>332,570</u>	<u>410,011</u>
11 CASH FLOW FROM CHANGES IN WORKING CAPITAL - NET		
Inventories	129,034	139,578
Trade and other receivables	44,539	(37,234)
Loan and advances	(2,975)	1,923
Prepayments	(67,376)	(142,337)
Trade and other payables	(537,795)	23,903
Contract liabilities	(7,270)	(6,844)
	<u>(441,843)</u>	<u>(21,011)</u>
12	There are no significant transactions with related parties during the period under review, except those disclosed in these condensed interim financial statements.	
13	Freight and commission on sales amounting to Rs. 151.610 million for the comparative period have been reclassified from 'selling and distribution expenses' to 'revenue from contracts with customers' in line with reclassification done in audited financial statements for the year ended June 30, 2020.	
14	The condensed interim financial statements has been approved by the Board of Directors for issue on October 22, 2020.	
15	Figures in these condensed interim financial statements are rounded off to the nearest thousand rupees.	
16	In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim statement of financial position has been compared with the balances of audited annual financial statements of preceding financial year, whereas the condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.	


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

ڈائریکٹرز کی رپورٹ

کمپنی کے ڈائریکٹرز 30 ستمبر 2020ء کے اختتام پر پہلی سہ ماہی کی غیر آڈٹ شدہ مختصر عبوری مالیاتی معلومات بخوشی پیش کرتے ہیں۔

زیر جائزہ مدت میں کمپنی کی خالص فروخت میں 27 فیصد اضافہ ہوا جس کی بنیادی وجہ فروخت کے حجم اور فروخت کے ریٹ میں اضافہ ہونا ہے۔ اس سہ ماہی میں کمپنی نے 571 ملین روپے کا خالص منافع اور 263 ملین روپے کا بعد از ٹیکس منافع کمایا ہے۔

مالیاتی نتائج کا خلاصہ درج ذیل ہے۔

فیصد اضافہ	پہلی سہ ماہی مورخہ 30 ستمبر		ٹن	
	2019	2020		
13%	376,184	426,785	ٹن	فروخت کا حجم
27%	2,057,925	2,613,021	روپے ہزاروں میں	خالص فروخت
16219%	(3,548)	571,915	روپے ہزاروں میں	مجموعی منافع
400%	140,657	703,351	روپے ہزاروں میں	ٹیکس انٹرسٹ اور فرسودگی سے قبل منافع
212%	(235,319)	263,262	روپے ہزاروں میں	خالص منافع
212%	(0.59)	0.66	روپوں میں	فی شیئر منافع

امید ہے کہ آنے والی مدت میں سینٹ کی مانگ میں اضافہ ہوگا اور کمپنی کے مالی نتائج میں بہتری آئے گی۔

ہم مسلسل حمایت اور تعاون کے لیے ہمارے بنکوں اور دوسرے مالیاتی اداروں، ڈیلروں اور گاہکوں اور اسٹیک ہولڈرز جن کا ہمارے ساتھ کاروباری تعلق ہے دل کی گہرائیوں سے شکریہ ادا کرتے ہیں۔ ہمارے تمام عملے کی وابستگی، لگن اور محنت بھی دلی تعریف کے لائق ہے۔

آخر میں معزز اراکین ہم آپ کے اس اعتماد اور یقین کے دل کی گہرائیوں سے ممنون ہیں جو آپ نے ہمیشہ سے ہم پر کیا۔

منجانب بورڈ آف ڈائریکٹرز

Amrutha

ڈائریکٹر

Rehman

چیف ایگزیکٹو آفیسر

لاہور

22 اکتوبر 2020ء



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Ismailwal, Tehsil Pind Dadan Khan,
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