



of
Innovation,
Quality,
Trust, and
Reliability

FINANCIAL STATEMENTS

Q3

FOR THE NINE (9) MONTHS
ENDED MARCH 31, 2025
(UNAUDITED)

DADEX



**65 years of
Innovation, Quality,
Trust, and Reliability**

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Company Information

Board of Directors	Mr. Shahzad M. Husain - Chairman	(Non - Executive Director)
	Mr. Sikander Dada - Chief Executive Officer	(Non - Executive Director)
	Mr. Abu Talib H.K. Dada	(Non - Executive Director)
	Mr. Khwaja Samiullah Askari	(Non - Executive Director)
	Syed Shahid Ali Bukhari	(Independent Director)
	Mrs. Ayesha Tariq Allawala	(Independent Director)
	Mrs. Amber Ahmed Motiwala	(Female Director)

Chief Financial Officer & Company Secretary	Mr. Muhammad Yousuf
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Head of Internal Audit	Mr. Muhammad Arif
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Board Audit Committee	Syed Shahid Ali Bukhari	- Chairman
	Mr. Shahzad M. Husain	- Member
	Mr. Khwaja Samiullah Askari	- Member
	Mrs. Amber Ahmed Motiwala	- Member

Human Resource Remuneration Committee	Mrs. Ayesha Tariq Allawala	- Chairperson
	Mr. Abu Talib H.K. Dada	- Member
	Mr. Khwaja Samiullah Askari	- Member

Management Team	Mr. Sikander Dada	- Chief Executive Officer
	Mr. Asim M. Khan	- Chief Operating Officer
	Mr. Muhammad Yousuf	- Chief Financial Officer & Company Secretary
	Lt. Cdr. (Retd.) Saeed Ahmed Khan	- General Manager Admin & HR

Auditors	BDO Ebrahim & Co., Chartered Accountants
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Bankers	National Bank of Pakistan
	Bank Islami Pakistan Limited
	Habib Metropolitan Bank Limited
	Bank AlBaraka
	MCB Bank Limited
	Sindh Bank Limited
	The Bank of Punjab
	United Bank Limited (UBL Ameen)
	Standard Chartered Bank (Pakistan) Limited
	Faysal Bank Limited
	Habib Bank Limited
	Askari Bank Limited
	Meezan Bank Limited
	Dubai Islamic Bank Pakistan Limited

Legal Advisor

Abrar Hasan & Co.
9 Mezzanine Floor, Beaumont Plaza,
near PIDC House, Karachi.

Registered Office

Dadex House, 34-AI1, Block 6, P.E.C.H.S.,
Shahrah-e-Faisal, Karachi-75400
Tel: (92-21) 111000789
Fax: (92-21) 34315716
Email: info@dadex.com.pk

Share Registrar

M/s. JWAFS Registrar Services (Private) Limited
Office # 20, 5th Floor, Arkay Square Extension,
New Chali, Shahrah-e-Liaquat, Karachi.
Phone: (92-21) 32440974-75
Email: jwaffsregistrar@gmail.com

Website

www.dadex.com

Directors' Review

On behalf of the Board of Directors we take pleasure in presenting the unaudited accounts of the company for the nine months ended March 31, 2025.

Economic Overview

During the quarter, Pakistan's economy showed early signs of stabilization, supported by declining inflation and improved external balances. The SBP maintained the policy rate at 12%, following a cumulative reduction of 10 percentage points since June 2024 to stimulate growth. Nonetheless, challenges persist, including elevated external financing needs and the requirement for structural reforms. The construction sector remained under pressure, with an expected contraction of 4.4% in 2024, impacted by high public debt, policy inconsistencies, political uncertainty, and rising material costs.

Company Performance

In line with market conditions, the Company's net sales declined by 19.32% to Rs. 618.075 million due to reduced customer orders and lower production volumes. Cost of sales dropped by 16.37%, and distribution expenses declined by 31.52%, reflecting cost optimization in travel, utilities, and transport. Administrative expenses rose by 37.74%, driven by higher salaries, outsourced services, and energy costs. Other operating expenses increased significantly to Rs. 39.772 million, compared to Rs. 4.50 million last year.

As a result, the Company recorded an operating loss of Rs. 145.126 million, up from Rs. 59.563 million in the comparable period of the prior year. However, financial charges decreased by 24.80%, supported by the SBP's monetary easing, which partially offset the overall loss. The Company reported a net loss after tax of Rs. 259.834 million, compared to Rs. 228.237 million in the same period last year.

The loss was further exacerbated by the recognition of other comprehensive income, specifically, depreciation on revaluation of fixed assets amounting to Rs. 14.319 million, compared to Rs. 1.539 million during the corresponding period of the previous year. As a result, the total comprehensive loss stood at Rs. 245.515 million, as against Rs. 226.689 million in the same period last year. Accordingly, the loss per share was recorded at Rs. 24.14, compared to Rs. 21.20 in March 2024.

The Company continues to focus on market expansion, cost controls, and financial discipline to navigate current challenges. We remain committed to strengthening our financial position and returning to profitability.

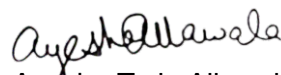
We acknowledge the efforts of our employees and the support of our stakeholders during this challenging period.

Karachi: April 28, 2025,

On Behalf of the Board of Directors



Sikander Dada
Chief Executive Officer



Ayesha Tariq Allawala
Director

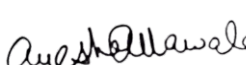
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CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025 (UN-AUDITED)

		March 31, 2025 (Un-audited)	June 30, 2024 (Audited)
		(Rupees in thousands)	
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment			
Operating fixed assets	7	1,121,093	1,148,639
Capital work in progress	8	3,010	1,932
Intangible assets		-	-
Investment property		22,208	24,112
Long-term loans and advances		473	454
Long-term security deposits		14,749	14,715
Deferred tax asset		140,341	145,786
		<u>1,301,874</u>	<u>1,335,638</u>
CURRENT ASSETS			
Stores, spare parts and loose tools		42,529	42,624
Stock-in-trade	9	195,264	192,153
Trade debts	10	10,483	48,635
Loans and advances		144,389	38,606
Trade deposits and short term prepayments		64,980	40,585
Other receivables		29,203	22,093
Income tax refund due from Government		205,693	243,816
Taxation - net		19,507	38,477
Cash and bank balances		1,648	49,098
		<u>713,696</u>	<u>716,087</u>
Non - current assets held for sale		<u>723,205</u>	<u>723,205</u>
		<u>2,738,775</u>	<u>2,774,930</u>
TOTAL ASSETS			
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
12,000,000 (June 30, 2023: 12,000,000) ordinary shares of Rs. 10 each		120,000	120,000
8,000,000 (June 30, 2023: 8,000,000) 'B' class ordinary shares of Rs. 10 each		80,000	80,000
		<u>200,000</u>	<u>200,000</u>
Issued, subscribed and paid-up capital			
Issued, subscribed and paid-up capital	11	107,640	107,640
Share premium		5,655	5,655
		<u>113,295</u>	<u>113,295</u>
Reserve			
Capital reserve			
Surplus on revaluation of property, plant and equipment		1,492,470	1,506,789
Revenue reserve			
Accumulated loss		-1,353,709	-1,108,194
		<u>138,761</u>	<u>398,595</u>
		<u>252,056</u>	<u>511,890</u>
TOTAL SHARE HOLDER'S EQUITY			
NON - CURRENT LIABILITIES			
Lease liabilities		3,875	3,875
		<u>3,875</u>	<u>3,875</u>
CURRENT LIABILITIES			
Trade and other payables	12	1,734,127	1,469,714
Short-term borrowings	13	651,437	669,111
Accrued markup		20,240	37,800
Current portion of lease liabilities		1,323	1,323
Loan from directors		59,500	65,000
Unclaimed dividend		16,217	16,217
		<u>2,482,844</u>	<u>2,259,165</u>
		<u>2,738,775</u>	<u>2,774,930</u>
TOTAL EQUITY AND LIABILITIES			
CONTINGENCIES AND COMMITMENTS			

The annexed notes from 1 to 25 form an integral part of this condensed interim financial information.


Sikander Dada
Chief Executive


Ayesha Tariq Allawala
Director


Muhammad Yousuf
Chief Financial Officer

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CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE NINE MONTHS ENDED MARCH 31, 2025 (UN-AUDITED)

		Nine months ended		Quarter ended	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Note		(Rupees in thousands)			
Sales - gross		742,246	918,615	255,426	402,971
Sales tax		(124,171)	(152,555)	(42,283)	(69,124)
Sales - net	15	618,075	766,060	213,143	333,847
Cost of sales	16	(605,444)	(723,986)	(204,601)	(310,025)
Gross profit		12,631	42,074	8,542	23,822
Distribution cost		(53,678)	(78,381)	(17,212)	(20,877)
Administrative expenses		(156,545)	(113,655)	(48,843)	(32,641)
Other expenses		(39,772)	(450)	(240)	(150)
Other income		92,238	64,849	21,067	24,381
Operating (loss) / profit		(145,126)	(85,563)	(36,686)	(5,465)
Finance costs		(95,303)	(126,731)	(25,463)	(40,322)
(Loss)/profit before tax and minimum tax difference		(240,429)	(212,294)	(62,149)	(45,787)
Minimum txax differential		-	-	-	-
Loss before income tax		(240,429)	(212,294)	(62,149)	(45,787)
Taxation					
Current		(13,960)	(15,943)	(5,403)	(6,118)
Deferred		(5,445)	-	-	-
		(19,405)	(15,943)	(5,403)	(6,118)
Net loss for the period		(259,834)	(228,237)	(67,552)	(51,905)
Earnings per share - basic and diluted (Rupees)	17	(24.14)	(21.20)	(6.28)	(4.82)

The annexed notes from 1 to 25 form an integral part of this condensed interim financial information.


Sikander Dada
Chief Executive


Ayesha Tariq Allawala
Director


Muhammad Yousuf
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTHS ENDED MARCH 31, 2025 (UN-AUDITED)

	Nine months ended		Quarter ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	(Rupees in thousands)			
(Loss) / profit for the period	(259,834)	(228,237)	(67,552)	(51,905)
Other comprehensive income	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(259,834)</u>	<u>(228,237)</u>	<u>(67,552)</u>	<u>(51,905)</u>

The annexed notes from 1 to 25 form an integral part of this condensed interim financial information.


Sikander Dada
 Chief Executive


Ayesha Tariq Allawala
 Director


Muhammad Yousuf
 Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY


FOR THE NINE MONTHS ENDED MARCH 31, 2025 (UN-AUDITED)

	Issued, subscribed and paid-up capital		Reserves			
			Capital Reserve	Revenue reserve	Total Reserves	Total
	Ordinary shares	Share premium	Revaluation surplus	Accumulated losses		
(Rupees in thousands)						
Balance as at July 1, 2023	107,640	5,655	1,525,882	(776,884)	748,998	862,293
Total comprehensive loss						
Loss for the period	-	-	-	(228,237)	(228,237)	(228,237)
Other comprehensive income	-	-	-	-	-	-
	-	-	-	(228,237)	(228,237)	(228,237)
Transferred from Surplus on revaluation of fixed assets on account of incremental depreciation - net of tax	-	-	(1,539)	1,539	-	-
Balance as at March 31, 2024	107,640	5,655	1,524,343	(1,003,582)	520,761	634,056
Balance as at July 1, 2024	107,640	5,655	1,506,789	(1,108,194)	398,595	511,890
Total comprehensive profit for the nine months ended March 31, 2025						
Loss for the period	-	-	-	(259,834)	(259,834)	(259,834)
Other comprehensive income	-	-	-	-	-	-
	-	-	-	(259,834)	(259,834)	(259,834)
Transferred from Surplus on revaluation of fixed assets on account of incremental depreciation - net of tax	-	-	(14,319)	14,319	-	-
Balance as at March 31, 2025	107,640	5,655	1,492,470	(1,353,709)	138,761	252,056

The annexed notes from 1 to 25 form an integral part of this condensed interim financial information.


Sikander Dada
 Chief Executive


Ayesha Tariq Allawala
 Director


Muhammad Yousuf
 Chief Financial Officer


CONDENSED INTERIM STATEMENT OF CASH FLOWS**FOR THE NINE MONTHS ENDED MARCH 31, 2025 (UN-AUDITED)**

		Nine months ended	
		March 31, 2025	March 31, 2024
	Note	(Rupees in thousands)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash (used in) / generated from operations	18	52,776	209,257
Finance cost paid - net		(112,863)	(123,024)
Taxes refundable / (paid)		43,133	(38,939)
Net cash (used in) / generated from operating activities		(16,954)	47,294
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(7,896)	(25,945)
Addition to intangible assets		-	-
Proceeds from disposal of fixed assets		-	-
Long term security deposits		(53)	59
Interest received		627	9,736
Net cash used in investing activities		(7,322)	(16,150)
CASH FLOWS FROM FINANCING ACTIVITIES			
Lease liabilities		-	(1,161)
Long-term financing		-	-
Short term borrowings - net		-	-
Loan from Directors		(5,500)	-
Dividend paid		-	(471)
Net cash generated from / (used in) financing activities		(5,500)	(1,632)
Net (decrease) / increase in cash and cash equivalents		(29,776)	29,512
Cash and cash equivalents at the beginning of the period		(620,013)	(654,834)
Cash and cash equivalents at the end of the period		(649,789)	(625,322)
CASH AND CASH EQUIVALENTS			
Cash and bank balances		1,648	45,787
Short-term borrowings		(651,437)	(671,109)
		(649,789)	(625,322)

The annexed notes from 1 to 25 form an integral part of this condensed interim financial information.


Sikander Dada
 Chief Executive


Ayesha Tariq Allawala
 Director


Muhammad Yousuf
 Chief Financial Officer

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE NINE MONTHS ENDED MARCH 31, 2025 (UN-AUDITED)**

1 THE COMPANY AND ITS OPERATIONS

- 1.1 Dadex Eternit Limited ("the Company") was incorporated in Pakistan as a public limited company on April 13, 1959 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and its ordinary shares are listed on Pakistan Stock Exchange. The principle business of the Company is to manufacture and sell construction material, which mainly includes piping systems and other allied products manufactured from chrysotile cement, rubber and plastics, merchandising of imported pipe fittings, accessories and other building product.
- 1.2 As at balance sheet date, Sikandar (Private) Limited (the Holding Company) holds 6,800,648 ordinary shares representing 63.18% shareholding.

2 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

The registered office of the Company is situated at Dadex House, 34-A/1, Block 6, P.E.C.H.S, Sharah-e-Faisal, Karachi. The Company has three factories which are located at the following locations:

- DEH # 21-22, Manghopir, Karachi
- Badin Road, Hyderabad; and
- Sunder Industrial Estate, Multan Road, Raiwind, District, Lahore

3 BASIS OF PREPARATION

3.1 Statement of compliance

This condensed interim financial information is unaudited and being submitted to the shareholders as required under section 237 of the Companies Act, 2017.

This condensed interim financial information has 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 as are notified 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.

This condensed interim financial information does not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company as at and for the year ended June 30, 2024, which have been prepared in accordance with approved accounting standards as applicable in Pakistan. 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 declared financial statements.

The comparative statement of financial position presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Company for the year ended June 30, 2024, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial information for the nine months ended March 31, 2024.

3.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention except for land which is stated at revalued amounts. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

3.3 Functional and presentation currency

This condensed interim financial information has been presented in Pak Rupees, which is the functional and presentation currency of the Company.

4 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted and methods of computation followed in the preparation of this condensed interim financial information are same as those for the preceding annual financial statements for the year ended June 30, 2024.

4.1 Initial application of standards, amendments or an interpretation to existing standards

- a) Standards, amendments and interpretations to accounting standards that are effective in the current period

Certain standards, amendments and interpretations to approved accounting standards are effective for accounting periods beginning on January 01, 2024, but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in this condensed interim financial information.

5 ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial information requires management to make certain judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and key sources of estimation of uncertainty are the same as those that were applied to the financial statements for the year ended June 30, 2024.

6 TAXATION

The provisions for taxation for the nine months and quarter ended March 31, 2025, have been made using the estimated effective tax rate applicable to expected total annual earnings. The applicable income tax rate is 29% for the Tax Year 2025 as stipulated through Finance Act 2024.

	Note	March 31, 2025 (Un-audited) (Rupees in thousands)	June 30, 2024 (Audited)
7 OPERATING FIXED ASSETS			
Fixed assets	7.1	1,116,868	1,143,068
Right-of-use assets	7.2	4,225	5,571
		<u>1,121,093</u>	<u>1,148,639</u>
7.1 Fixed assets			
Opening net book value (NBV)		1,143,068	443,629
Revaluation surplus		-	-
Transfer during the period from right-of-use assets		-	-
Additions during the period / year at cost	7.1.1	15,312	39,365
Transfer from non-current assets held for sale			746,307
		<u>1,158,380</u>	<u>1,229,301</u>
Disposals during the period / year at NBV	7.1.2	(27)	(23,994)
Depreciation charge for the period / year		(41,485)	(62,240)
Transfer to non-current assets held for sale		-	-
		<u>(41,512)</u>	<u>(86,234)</u>
Closing net book value (NBV)		<u>1,116,868</u>	<u>1,143,068</u>

	March 31, 2025 (Un-audited) (Rupees in thousands)	June 30, 2024 (Audited)
7.1.1 Detail of additions (at cost) during the period / year are as follows:		
Owned		
Freehold land	-	-
Building on freehold and leasehold land other than factory	10,306	213
Plant and machinery	1,560	37,736
Furniture & Fixture	1,370	-
Office and factory equipments	2,076	1,417
Right of use assets		
Building	-	-
Plant and machinery	-	-
	<u>15,312</u>	<u>39,365</u>

7.1.2 Detail of disposals (at NBV) during the period / year are as follows:

Owned		
Office and factory equipments	27	-
Plant and machinery	-	23,994
	<u>27</u>	<u>23,994</u>

7.2 Right-of-use assets

Opening net book value	5,571	7,851
Addition during the period	-	3,854
Transfer during the period to own assets/Disposal	-	(4,594)
Depreciation charge during the period / year	(1,346)	(1,540)
Closing net book value	<u>4,225</u>	<u>5,571</u>

8 CAPITAL WORK IN PROGRESS

Plant and machinery	<u>3,010</u>	<u>1,932</u>
	<u>3,010</u>	<u>1,932</u>

8.1 Movement of carrying amount is as follows:

Opening balance	1,932	13,525
Additions (at cost) during the period / year	16,390	27,772
	<u>18,322</u>	<u>41,297</u>
Transfer to operating fixed assets during the period / year	(15,312)	(39,365)
Closing balance	<u>3,010</u>	<u>1,932</u>

		March 31, 2025 (Un-audited) (Rupees in thousands)	June 30, 2024 (Audited)
9	STOCK-IN-TRADE		
	Raw materials		
	in hand	63,975	60,932
	in transit	-	-
		<u>63,975</u>	<u>60,932</u>
	Work-in-process	10,534	20,224
	Finished goods		
	manufactured	104,385	91,967
	trading	16,370	19,030
		<u>120,755</u>	<u>110,997</u>
	9.1	<u>195,264</u>	<u>192,153</u>

9.1 Finished goods are net off provision of Rs. 84.297 million (June 30, 2024: Rs.74.669 million).

10	TRADE DEBTS		
	(Unsecured - considered good)		
	Export	-	-
	Local	10,483	4,483
		<u>10,483</u>	<u>4,483</u>
	(Unsecured - considered doubtful)		
	Due from Turnkey project	17,414	17,414
	Due from Others	213,606	218,571
		<u>231,020</u>	<u>235,985</u>
		241,503	240,468
	Provision for expected credit losses		
	Turnkey project	(17,414)	(17,414)
	Others	(213,606)	(174,419)
	10.1	<u>(231,020)</u>	<u>(191,833)</u>
		<u>10,483</u>	<u>48,635</u>

10.1 Provision for expected credit losses - others

Opening balance	174,419	174,419
Charge during the period	39,187	-
Reversal of the provision	-	-
Written off	-	-
Closing balance	<u>213,606</u>	<u>174,419</u>

11 ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

March 31, 2025	June 30, 2024	Number of shares		
1,714,264	1,714,264	Ordinary shares of Rs.10/- each issued for cash	17,143	17,143
476,386	476,386	Issued for consideration other than cash	4,764	4,764
8,573,309	8,573,309	Issued as fully paid bonus shares	85,733	85,733
<u>10,763,959</u>	<u>10,763,959</u>		<u>107,640</u>	<u>107,640</u>

- 11.1 Ordinary shares include 4,090,536 shares of B class of Rs.10/- each converted into and deemed to be ordinary shares on disposal by a foreign shareholder, in prior years, in accordance with the Articles of Association of the Company.
- 11.2 The Holding Company holds 6,800,648 (June 30, 2024: 6,800,648) ordinary shares representing 63.18 percent (June 30, 2024: 63.18 percent) shareholding as at the balance sheet date.

12 TRADE AND OTHER PAYABLES

Trade creditors	848,092	675,698
Accrued liabilities	111,300	89,997
Advance from customers	638,001	595,563
Advance from tenants	12,749	6,260
Security deposits from distributors and others	30,970	19,792
Workers' Profit Participation Fund payable	932	932
Workers' Welfare Fund	7,557	7,557
Provident fund payable	11,296	1,243
Infrastructure cess payable	40,913	40,913
Payables to employees	776	776
Withholding tax	3	455
Current portion of GIDC payable	29,344	29,344
Others	2,194	1,184
	<u>1,734,127</u>	<u>1,469,714</u>

13 SHORT TERM BORROWINGS

Secured			
Running finance	13.1	448,460	449,760
Islamic mode			
Karobar finance	13.2	57,960	70,000
Istisna finance	0.3	145,017	149,351
		<u>651,437</u>	<u>669,111</u>

- 13.1 These financing facilities have been obtained from National Bank of Pakistan amounting to Rs. 450 million (June 30, 2024: Rs. 500 million). These financing facilities are secured by creation of first pari-passu charge against hypothecation of the Company's stock and trade debts of Rs. 1,448 million (June 30, 2024: Rs. 1,448 million), first exclusive mortgage charge of Rs. 934 (June 30, 2024: Rs. 934 million) over land and building of the Company situated at 21-22 Manghopir Road, Tapo Manghopir, Karachi. These facilities carry mark-up rate 3 months KIBOR + 3.25% (June 30, 2024: 3 months KIBOR + 2.75%) per annum.
- 13.2 This facility has been obtained from Islamic Bank Islami aggregating to Rs.80 million (June 30, 2024: Rs. 80.00 million). The facility is secured by creation of first pari-passu charge against hypothecation of the Company's property, plant and equipment of Rs. 333.33 million (June 30, 2024: Rs. 333.33 million) located at Karachi and Lahore. The facility carries mark-up rates ranging from 11.85% to 13.35% (June 30, 2024: 19.23% to 23.19%) per annum.
- 13.3 An overall facility of Rs. 150 million (June 30, 2024: 150 million) has been obtained from Habib Metropolitan Bank under Istisna financing. The facility is secured by 100% cash collateralized in shape of Lien on Islamic Naya Pakistan Certificate (INPC) placed by three shareholders of the Company, of equivalent amount as proposed. The financing facility carries markup at 6 months KIBOR plus 2% (June 30, 2024: 6 months KIBOR plus 2%).

14 CONTINGENCIES AND COMMITMENTS

14.1 Contingencies

- 14.1.1 During the year ended June 30, 2010, the Environmental Protection Tribunal (EPT) initiated proceedings against the Company, containing allegations of pollution, under the Pakistan Environmental Protection Act, 1997 based on a complaint filed by the brother of an ex-employee of the Company. The Company submitted a plea before the EPT raising the issue of the maintainability of the complaint and its lack of jurisdiction to hear the same which was dismissed vide an order dated June 29, 2010. The Company filed a constitutional petition before the Honourable High Court of Sindh (HCS) seeking reliefs that the proceedings before EPT vis-a-vis the complaint were taken coram non judice and has maintained that the EPT has no jurisdiction of the subject matter. The said constitutional petition was dismissed by HCS vide its judgment dated March 9, 2011.

The Company filed petition for leave to appeal against the judgment of HCS before the Honorable Supreme Court of Pakistan (SCP) which granted leave to appeal to the Company vide its order dated June 23, 2011 and converted the petition into an appeal. Thereafter, after the partial hearing of the civil appeal, the SCP vide its order dated October 25, 2011 directed a commission constituted by the EPT to submit the report of environmental audit of the Company's factory and surrounding premises. Pursuant to the direction of SCP, a report was filed ostensibly on behalf of a commission constituted by the EPT to which objections have been filed by the Company before SCP. The hearing of civil appeal on merits is now pending. Based on the opinion of the legal counsel of the Company, the management expects a favorable outcome of the case. Accordingly, no provision for any potential demand in respect of the above has been made in this condensed interim financial information.

- 14.1.2 The Company is defending various suits filed in various courts of Pakistan for sums aggregating to Rs. 15.666 million (June 30, 2024: Rs. 15.666 million). However, in view of a legal advice, the Company's management is confident that these suits will be decided in its favor, and accordingly, no provision has been made in this respect.

March 31,
2025
(Un-audited)
(Rupees in thousands)

June 30,
2024
(Audited)

14.2 Commitments

Outstanding letters of credit	-	-
Outstanding letter of guarantee	70,824	70,824
Postdated cheques	55,608	48,488
Outstanding contracts	827,602	703,450
Duties payable on goods in transit	14,067	-
	<u>968,101</u>	<u>822,762</u>

15 SALES

	Nine month ended		Quarter ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	----- (Rupees in thousands) -----			
	----- (Un-audited) -----			
Local sales	737,418	905,147	250,598	399,716
Export sales	4,828	13,468	4,828	3,255
Gross sales	<u>742,246</u>	<u>918,615</u>	<u>255,426</u>	<u>402,971</u>
Less:				
Sales tax	<u>(124,171)</u>	<u>(152,555)</u>	<u>(42,283)</u>	<u>(69,124)</u>
	<u>618,075</u>	<u>766,060</u>	<u>213,143</u>	<u>333,847</u>

16 COST OF SALES

Manufactured goods				
Raw materials consumed				
Opening stock	60,932	110,864	71,818	136,288
Purchase	376,702	543,854	138,759	224,063
Closing stock	(63,975)	(132,654)	(63,975)	(132,654)
Raw materials consumed	373,659	522,064	146,602	227,697
Manufacturing overheads				
Stores and spares consumed	15,470	18,301	4,879	11,091
Salaries, wages and other benefits	54,328	52,974	19,698	20,701
Procured services	5,954	19,219	1,980	4,628
Fuel, water and power	54,105	71,199	21,584	33,685
Insurance	463	3,185	182	869
Travelling	3	69	-	-
Communication	501	562	94	114
Depreciation	21,886	26,728	7,366	9,024
Rent, rates and taxes	1,291	1,937	449	1,846
Repairs and maintenance	17,025	21,661	7,906	5,135
Printing and stationary	115	274	31	15
Provision for slow moving stores & spares	-	-	-	-
Other expenses	1,484	1,369	526	485
	172,625	217,478	64,695	87,593
	546,284	739,542	211,297	315,290
Work-in-process				
Opening stock	20,224	11,565	9,198	16,274
Closing stock	(10,533)	(19,547)	(10,533)	(19,547)
Cost of goods manufactured	555,975	731,560	209,962	312,017
Finished goods				
Opening stock	91,967	58,273	96,485	107,236
Closing stock	(104,385)	(112,378)	(104,385)	(112,378)
	543,557	677,455	202,062	306,875
Trading goods				
Opening stock	19,030	18,297	17,155	19,136
Purchase	59,227	59,737	1,754	15,517
Closing stock	(16,370)	(31,503)	(16,370)	(31,503)
	61,887	46,531	2,539	3,150
	605,444	723,986	204,601	310,025

17 EARNING PER SHARE - BASIC AND DILUTED

The basic earning per share as required under "IAS 33 Earning per share" is given below:

	Nine month ended		Quarter ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	----- (Rupees in thousands) -----			
	----- (Un-audited) -----			
Net (loss) / profit for the period	(259,834)	(228,237)	(67,552)	(51,905)
Weighted average number of ordinary shares	10,764	10,764	10,764	10,764
Earnings per share - basic and diluted (Rupees)	(24.14)	(21.20)	(6.28)	(4.82)

		Nine months ended	
		March 31, 2025	March 31, 2024
		(Rupees in thousands)	
		(Un-audited)	
	Note		
18	CASH GENERATED FROM OPERATIONS		
(Loss) / profit before taxation		(240,429)	(212,294)
Adjustment for non-cash and other items			
Depreciation			
Property, plant and equipment		41,484	27,728
Right of use asset		1,346	1,210
Investment property		1,904	-
Amortization		-	40
Gain on disposal of property, plant and equipment		(8,466)	-
Interest income		(627)	(9,736)
Finance costs		95,303	126,731
Amortization of deferred income		-	-
Provision against doubtful debts		-	-
Working capital changes	18.1	162,261	275,578
		52,776	209,257

		Nine months ended	
		March 31, 2025	March 31, 2024
		(Rupees in thousands)	
		(Un-audited)	
18.1	Working capital changes		
	(Increase) / decrease in current assets		
	Stores, spare parts and loose tools	95	(3,950)
	Stock in trade	(3,111)	(97,084)
	Trade debts	38,152	7,760
	Loans and advances	(105,783)	(118,554)
	Trade deposits and short-term prepayment	(24,395)	(6,551)
	Other receivable	(7,110)	(17,552)
		(102,152)	(235,931)
	(Decrease) / increase in current liabilities		
	Trade and other payable	264,413	511,509
		162,261	275,578

19 TRANSACTIONS AND BALANCES WITH RELATED PARTIES.

19.1 The related parties comprise of Holding Company, group companies, other associated companies, staff retirement funds, directors and key management personnel. Transactions with related parties and associated undertakings are as

Relation with the company	Nature of transaction	Note	Nine months ended		Quarter ended		
			March 31,	March 31,	March 31,	March 31,	
			2025	2024	2025	2024	
			----- (Rupees in thousands) -----				
----- (Un-audited) -----							
Holding Company	Rent paid		1,725	1,568	-	-	
Associated Companies /	Sales of goods		-	-	-	-	
Undertakings	Purchase of goods		-	-	-	-	
Provident fund	Contribution to staff retirement benefit plans		4,161	4,937	1,338	1,526	
Key management personnel	Remuneration and other benefits		29,893	15,245	19,552	4,735	
	Loan from Sikander Dada		5,000	5,000	-	-	
	Loan from Ayesha Allahwala		20,000	20,000	-	-	
	Director of Holding Company		34,500	-	4,500	-	
						March 31,	June 30,
						2025	2024
						(Un-audited)	(Audited)
						(Rupees in thousands)	

19.2 Period / year end balances

Receivable from associated companies / undertakings		-	-
Payable to related parties	Sikander (Private) Limited	1,725	-
	Loan from Sikander Dada	5,000	5,000
	Loan from Ayesha Allahwala	20,000	20,000
	Director of Holding Company	34,500	-

19.3 The above transactions with related parties are at arm's length based on normal commercial rates.

20 OPERATING SEGMENTS

20.1 Segment Analysis

	Chrysotile Cement	Plastic	Others	Total
Nine months ended March 31, 2025 (Unaudited)	----- (Rupees in thousands) -----			
Turnover	209,605	408,470	-	618,075
Segment result	(101,691)	(95,901)	-	(197,592)
Unallocated expenses				
Other operating expenses				(39,772)
Other income				92,238
Finance costs				(95,303)
Taxation				(19,405)
Loss for the period				(259,834)
Nine months ended March 31, 2024 (Unaudited)				
Turnover	306,104	459,956	-	766,060
Segment result	(99,493)	(50,469)	-	(149,962)
Unallocated expenses				
Other operating expenses				(450)
Other income				64,849
Finance costs				(126,731)
Taxation				(15,943)
Loss for the period				(228,237)

20.2 Segment assets and liabilities

March 31, 2025 (Un-audited)

Segment assets	449,371	588,820	118,051	1,156,242
Unallocated corporate assets				1,582,533
Total assets				2,738,775
Segment liabilities	509,402	526,160	12,508	1,048,070
Unallocated corporate liabilities				1,438,649
Total liabilities				2,486,719

June 30, 2024 (Audited)

Segment assets	393,465	521,483	122,404	1,037,352
Unallocated corporate assets				1,737,578
				2,774,930
Segment liabilities	411,290	427,369	23,026	861,685
Unallocated corporate liabilities				1,401,355
Total liabilities				2,263,040

21 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objective and policies are consistent with that disclosed in the annual financial statements for the year ended June 30, 2024.

22 FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying values of all financial assets and liabilities reflected in the condensed interim financial information approximate their fair values. Fair value is the amount for which asset could be exchanged or liability settled between knowledgeable, willing parties in an arm length transaction.

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset either directly or derived from prices.
- Level 3: Inputs for the asset or liability that are not based on observable market data (unadjusted) inputs.

As of reporting date, no financial instruments of the Company are carried at fair value.

23 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorized for issue on April 28, 2025 by the Board of Directors of the Company.

24 CORRESPONDING FIGURES


Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison and better presentation. However, no significant reclassification has been made during the period.

25 GENERAL

Amounts have been rounded off to the nearest thousands of rupees unless otherwise


Sikander Dada
Chief Executive


Ayesha Tariq Allawala
Director


Muhammad Yousuf
Chief Financial Officer

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